

**CITY OF MERIDEN
MERIDEN, KANSAS**

FINANCIAL STATEMENT

For the Year Ended December 31, 2021

CITY OF MERIDEN, KANSAS

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For the Year Ended December 31, 2021

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INDEPENDENT AUDITOR'S REPORT

January 11, 2022

To the City Council

City of Meriden, Kansas

Unmodified and Adverse Opinions

I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Meriden, Kansas, (City) as of and for the year ended December 31, 2021 and the related notes to the financial statement.

Unmodified Opinion on Regulatory Basis of Accounting

In my opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1 C.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In my opinion, because of the significance of the matter discussed in the Basis for Unmodified and Adverse Opinions section of this report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2021, or changes in financial position and cash flows thereof for the year then ended.

Basis for Unmodified and Adverse Opinions

I conducted my audit in accordance with auditing standards accepted in the United States of America, (GAAP) and the Kansas Municipal Audit and Accounting Guide. My responsibilities under these standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of this report. I am required to be independent of the City and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my unmodified and adverse audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 C of the financial statement, the financial statement is prepared by the City on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 C and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 C; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error. In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

My objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS,

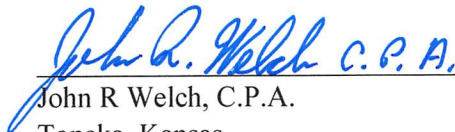
I:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit 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 City's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in my judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

I am required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that I identified during the audit.

Supplementary Information

My audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. 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 statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1 C.


John R Welch, C.P.A.
Topeka, Kansas

CITY OF MERIDEN, KANSAS

Summary Statement of Receipts, Expenditures and Unencumbered Cash

Regulatory Basis

For the Year Ended December 31, 2021

Fund	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances And Accounts Payable	Ending Cash Balance
Governmental Type Funds:						
General	\$ 401,008.41	\$ 437,410.97	\$ 629,651.89	\$ 208,767.49	\$ 40,492.44	\$ 249,259.93
Special Purpose Funds:						
Employee Benefits	-	131,134.98	125,386.19	5,748.79	7,558.84	13,307.63
Consolidated Street & Hwy	29,861.64	113,128.52	76,913.02	66,077.14	5,407.18	71,484.32
Law Enforcement	1,971.14	12,083.68	8,678.97	5,375.85	2,160.00	7,535.85
Infrastructure Maintenance	77,627.29	67,147.77	2,169.96	142,605.10	-	142,605.10
Court	6,747.31	-	2,091.33	4,655.98	-	4,655.98
Special Parks & Recreation	22,511.83	5,851.39	24,801.33	3,561.89	-	3,561.89
Equipment Reserve	220,407.07	90,000.00	19,469.00	290,938.07	-	290,938.07
Restricted ARPA Grant & Performance	-	74,410.13	14,892.56	59,517.57	14,892.56	74,410.13
Business Funds:						
Sewer Utility	479,440.15	246,080.50	201,838.96	523,681.69	2,386.76	526,068.45
Total Reporting Entity	\$ 1,239,574.84	\$ 1,177,247.94	\$ 1,105,893.21	\$ 1,310,929.57	\$ 72,897.78	\$ 1,383,827.35
Composition of Cash and Investments:						
Checking Accounts						\$ 1,373,727.35
Certificate of Deposit						10,000.00
Petty Cash						100.00
Total						\$ 1,383,827.35

The notes to the financial statement are an integral part of this statement.

CITY OF MERIDEN, KANSAS

NOTES TO FINANCIAL STATEMENT DECEMBER 31, 2021

Note 1 – Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Meriden, Kansas, is a municipal corporation governed by an elected five-member council plus a mayor. This financial statement presents the City of Meriden, Kansas, the primary government. A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments and offices that are not legally separate. The City has no legally separate entities. The primary government financial statement referred to above does not include any related municipal entities of the City of Meriden, Kansas.

Regulatory Basis Fund Types

The accounts of the City are organized and operated on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying out specific activities or attaining certain objectives in accordance with specific regulations, restrictions, or limitations.

The following types of funds were utilized in recording the financial activities of the City of Meriden for the year 2021:

General fund – The chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose funds – Used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than capital projects and tax levies for long-term debt) that are intended for specified purposes.

Business funds – Funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.).

CITY OF MERIDEN, KANSAS

NOTES TO FINANCIAL STATEMENT DECEMBER 31, 2021

Note 1 – Summary of Significant Accounting Policies (continued)

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use regulatory basis of accounting.

When regulatory basis financial statements are released for general use, generally accepted auditing standard AU-C-800.21, requires the auditor to express an opinion about whether the financial statement has been prepared in accordance with the special purpose framework. The auditor is also required in a separate paragraph to express an opinion about whether the regulatory, special purpose financial statement is presented fairly, in all material respects, in accordance with GAAP.

Reimbursed Expenses

The City records reimbursable expenditures (or expense) in the fund that makes the disbursement and records reimbursements as revenue to the fund of receipt.

CITY OF MERIDEN, KANSAS
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2021

Note 2 – Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

If the City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to, on or before September 20th. The City did hold a revenue neutral rate hearing for 2022.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

CITY OF MERIDEN, KANSAS

NOTES TO FINANCIAL STATEMENT

DECEMBER 31, 2021

Note 2 – Budgetary Information (continued)

A legal operating budget is not required for capital project funds, and the following special purpose funds:

Special Parks and Recreation Fund
Equipment Reserve Fund

For the current year the City elected to adopt and publish a budget for the Special Parks and Recreation Fund.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Note 3 – Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 (d) (1) requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants' repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City's investments were held by one allowable financial institution in the form of time deposits, open accounts, and certificates of deposit.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance, or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City's has not designated "peak periods". All deposits were legally secured December 31, 2021.

CITY OF MERIDEN, KANSAS

NOTES TO FINANCIAL STATEMENT

DECEMBER 31, 2021

Note 3 – Deposits and Investments (continued)

At December 31, 2021, the City's carrying amount of deposits was \$1,383,727.35 and the bank balance was \$1,389,139.15. The difference between the carrying amount and the bank balance is outstanding checks. The bank balance was administered by one bank. Of the bank balance, \$260,000.00 was covered by federal depository insurance and the remaining \$1,129,139.15 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Note 4 – Compliance, Stewardship and Accountability

There were no materially significant statutory violations noted during the audit of the December 31, 2021 financial statement.

Note 5 – Property Taxes

In accordance with governing State statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar-year basis and are levied and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half of the full amounts of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes levied and collected in the year prior to January 1st of the ensuing year.

Note 6 – 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; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have been no decreases in insurance coverage from the prior year.

CITY OF MERIDEN, KANSAS

NOTES TO FINANCIAL STATEMENT

DECEMBER 31, 2021

Note 6 – Risk Management (continued)

The City pays an annual premium to Kansas Municipal Insurance Trust for its worker's compensation and employer's liability insurance coverage. The agreement to participate provides that the Municipalities will be self-sustaining through member premiums. Additional premiums may be due if total claims for the pool are different than what has been anticipated by pool administrator.

The City continues to carry commercial insurance for all other risks of loss, including general liability, crime, inland marine, errors and omissions, business auto, and property. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 7 – Interfund Transactions

Operating transfers were as follows:

<u>FROM</u> <u>STATUTE</u>	<u>TO</u>	<u>AMOUNT</u>	
General Fund	Consolidated Street and Highway Fund	\$90,000.00	K.S.A 12-1,119
General Fund	Equipment Reserve Fund	\$90,000.00	K.S.A 12-1,118(c)

Note 8 – Long-Term Debt

On July 30, 2020, the City issued \$1,430,000.00 in taxable general obligation refunding bonds, Series 2020, with a variable interest rate of 0.75 to 3.0% to advance refund the Series 2004 revenue bonds with maturity dates of 2021-2044, in the amount of \$860,127.52, and the Series 2006 revenue bonds with maturity dates of 2021-2046 in the amount of \$478,581.22. The Series 2020B bonds mature on June 1, 2041. The advance refunding met the requirements of an in-substance debt defeasance and the term bonds were removed from the City's financial statement on July 30, 2020.

CITY OF MERIDEN, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2021

Note 8 Long-term Debt (continued)

Changes in long-term liabilities for the City for the year ended December 31, 2021, were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>2021 Additions</u>	<u>2021 Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
General obligation bonds: Sewer Improvements Series 2020	.075-3.0	7-30-20	1,430,000	6-01-41	\$ 1,430,000.00	\$ -	\$ 55,000.00	\$ 1,375,000.00	\$ 26,680.31
Total contractual Indebtedness					\$ 1,430,000.00	\$ -	\$ 55,000.00	\$ 1,375,000.00	\$ 26,680.31

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	<u>Year</u>						<u>Thereafter</u>	<u>Total</u>
	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027-31</u>		
Principal:								
General obligation bonds:								
Series 2020 Sewer	\$ 55,000.00	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00	\$ 60,000.00	\$ 320,000.00	\$ 760,000.00	\$ 1,375,000.00
Series 2020	-	-	-	-	-	-	-	-
Total Principal	55,000.00	60,000.00	60,000.00	60,000.00	60,000.00	320,000.00	760,000.00	1,375,000.00
Interest:								
General obligation bonds:								
Series 2020 Sewer	31,497.50	30,947.50	30,197.50	29,387.50	28,517.50	126,427.50	125,810.00	402,785.00
Total Interest	31,497.50	30,947.50	30,197.50	29,387.50	28,517.50	126,427.50	125,810.00	402,785.00
Total principal and interest	\$ 86,497.50	\$ 90,947.50	\$ 90,197.50	\$ 89,387.50	\$ 88,517.50	\$ 446,427.50	\$ 885,810.00	\$ 1,777,785.00

CITY OF MERIDEN, KANSAS
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2021

Note 9 – Other Long-Term Obligations

Compensated Absences

Expenses for accumulated vacation and sick leave earned by the employees are recorded when paid or taken by the employees. Full-time employees are entitled to ten days paid vacation leave after one year. Employees earn 15 days of vacation per year after they have been employed ten years or more.

Upon termination, an employee will be compensated for all earned but unused vacation leave at their final rate of pay. There is a 160 hour limit on the accumulation of vacation leave. Full-time employees earn 1.85 hours of sick leave for each week of service. Sick leave may accrue up to 160 hours. No pay will be given for sick leave upon termination.

Other Post-Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of the subsidy has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

Death and Disability

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERs) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERs that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2021.

CITY OF MERIDEN, KANSAS
NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2021

Note 10 – Defined Benefit Pension Plan

Plan description. The City of Meriden, Kansas participates in the Kansas Public Employees' Retirement System (KPERs), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERs provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERs (611 South Kansas Avenue, Suite 100; Topeka, Kansas 66603-3808) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERs member-employee contribution rates. KPERs has multiple benefit structures and contribution rates depending on whether the employee is a KPERs 1, KPERs 2 or KPERs 3 member. KPERs 1 members are active and contributing members hired before July 1, 2009. KPERs 2 members were first employed in a covered position on or after July 1, 2009, and KPERs 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERs member-employee contribution rate at 6% of covered salary for KPERs 1, KPERs 2 and KPERs 3 members. Member contributions are withheld by their employer and paid to KPERs according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERs 1 and KPERs 2 and KPERs 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (excluding the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.87% for the fiscal year ended December 31, 2021. Contributions to the pension plan from the City was \$15,898.00 for the year ended December 31, 2021.

Net Pension Liability. At December 31, 2020, the City's proportionate share of the collective net pension liability reported to KPERs was \$156,636.00. 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 December 31, 2019, which was rolled forward to June 30, 2020. The City's proportion of the net pension liability was based on the ratio of the City's contributions to the KPERs, relative to the total employer and non-employer contributions of the Local subgroup within KPERs. Since the KMAAG regulatory basis accounting does not recognize long-term debt, this liability is not reported in this financial statement. The December 31, 2021 net pension liability had not been published as of the date of this financial statement.

CITY OF MERIDEN, KANSAS

NOTES TO FINANCIAL STATEMENT
DECEMBER 31, 2021

Note 10 – Defined Benefit Pension Plan (continued)

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

Note 11 – Subsequent Events

In preparing this financial statement, the City has evaluated events and transactions for potential recognition or disclosure through January 11, 2022 the date the financial statement was available for issue.

REGULATORY - REQUIRED

SUPPLEMENTARY INFORMATION

SCHEDULE 1

CITY OF MERIDEN, KANSAS

Summary of Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds:					
General	\$ 745,198.00	-	\$ 745,198.00	\$ 629,651.89	\$ (115,546.11)
Special Purpose Funds:					
Employee Benefits	133,810.00	-	133,810.00	125,386.19	(8,423.81)
Consolidated Street & Hwy	206,098.00	-	206,098.00	76,913.02	(129,184.98)
Law Enforcement	20,835.00	-	20,835.00	8,678.97	(12,156.03)
Infrastructure Maintenance	66,107.00	-	66,107.00	2,169.96	(63,937.04)
Court	8,429.00	-	8,429.00	2,091.33	(6,337.67)
Special Parks & Recreation	28,839.00	-	28,839.00	24,801.33	(4,037.67)
Business Funds:					
Sewer Utility	708,792.00	-	708,792.00	201,838.96	(506,953.04)
Total Budgeted Funds	<u>\$ 1,918,108.00</u>	<u>-</u>	<u>\$ 1,918,108.00</u>	<u>\$ 1,071,531.65</u>	<u>\$ (846,576.35)</u>

See independent auditors' report on required supplementary information.

CITY OF MERIDEN, KANSAS

General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<u>Receipts:</u>			
Taxes and shared revenue:			
Ad Valorem tax	\$ 199,298.13	\$ 203,179.00	\$ (3,880.87)
Delinquent tax	1,012.51	-	1,012.51
Motor Vehicle tax	21,594.72	22,796.00	(1,201.28)
Recreational Vehicle tax	474.12	470.00	4.12
16/20 M Vehicle tax	70.45	69.00	1.45
Commercial Vehicle tax	1,532.10	1,819.00	(286.90)
Water Craft tax	-	195.00	(195.00)
Local Alcoholic Liquor tax	5,251.41	4,131.00	1,120.41
Local Sales tax	62,870.01	48,000.00	14,870.01
Franchise tax	45,215.20	45,000.00	215.20
Trash collections	65,451.44	63,000.00	2,451.44
Fines	2,002.96	3,000.00	(997.04)
Licenses and Permits	2,836.00	1,400.00	1,436.00
Insurance Dividend	3,514.13	-	3,514.13
Reimbursed Expenses	1,216.00	-	1,216.00
Interest on idle funds	1,721.72	1,400.00	321.72
Covid Grant	23,100.27	-	23,100.27
Miscellaneous revenue	249.80	-	249.80
<u>Total Receipts</u>	<u>437,410.97</u>	<u>\$ 394,459.00</u>	<u>\$ 42,951.97</u>

CITY OF MERIDEN, KANSAS

General Fund, continued

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<u>Expenditures</u>			
Salaries & wages			
Salary city general	75,610.08	\$ 77,000.00	\$ (1,389.92)
Christmas bonus	941.94	1,084.00	(142.06)
General government			
Professional fees	14,344.42	24,000.00	(9,655.58)
Audit	8,900.00	4,500.00	4,400.00
Contractual	8,500.00	575.00	7,925.00
Building code inspections	-	1,200.00	(1,200.00)
Utilities	19,401.17	21,000.00	(1,598.83)
Repairs & maintenance	2,037.91	4,500.00	(2,462.09)
Insurance	26,382.00	25,500.00	882.00
Printing & publications	811.02	1,600.00	(788.98)
Lease expense	1,481.11	1,500.00	(18.89)
Office expense	2,752.01	2,400.00	352.01
Postage	503.50	1,000.00	(496.50)
Gas & oil	809.88	1,200.00	(390.12)
Office computer	4,787.62	3,200.00	1,587.62
Maintenance uniforms	787.11	500.00	287.11
Animal control	571.80	300.00	271.80
Miscellaneous	2,053.05	839.00	1,214.05
Court expense	-	800.00	(800.00)
Public safety			
Police salaries	29,974.34	30,000.00	(25.66)
Police telephone	4,840.35	29,000.00	(24,159.65)
Police training	276.43	1,000.00	(723.57)
Police auto expense	2,266.24	2,500.00	(233.76)
Police uniforms	-	500.00	(500.00)
Police equipment	9,110.12	5,000.00	4,110.12

See independent auditor's report on required supplementary information.

CITY OF MERIDEN, KANSAS

General Fund, continued
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

Other Government Services			
Refuge contractual	57,093.58	63,000.00	(5,906.42)
Street repair	77.29	-	77.29
Sidewalks	103,192.26	4,000.00	99,192.26
Park maintenance	6,381.66	4,500.00	1,881.66
Capital outlay	65,765.00	-	65,765.00
Cash forward contingency	-	253,000.00	(253,000.00)
Transfer Out	<u>180,000.00</u>	<u>180,000.00</u>	<u>-</u>
<u>Total Expenditures</u>	<u>629,651.89</u>	<u>\$ 745,198.00</u>	<u>\$ (115,546.11)</u>
<u>Receipts Over (Under) Expenditures</u>	(192,240.92)		
<u>Unencumbered Cash, Beginning</u>	<u>401,008.41</u>		
<u>Unencumbered Cash, Ending</u>	<u>\$ 208,767.49</u>		

CITY OF MERIDEN, KANSAS

Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
<u>Receipts:</u>			
Ad Valorem tax	\$ 118,837.88	\$ 121,150.00	\$ (2,312.12)
Delinquent tax	488.83	-	488.83
Motor Vehicle tax	10,775.12	11,385.00	(609.88)
Recreational Vehicle tax	236.64	235.00	1.64
16/20 M Vehicle tax	31.38	34.00	(2.62)
Commercial Vehicle tax	765.13	908.00	(142.87)
Water Craft tax	-	98.00	(98.00)
<u>Total Receipts</u>	<u>131,134.98</u>	<u>\$ 133,810.00</u>	<u>\$ (2,675.02)</u>
<u>Expenditures:</u>			
Federal employment tax	16,368.83	\$ 16,000.00	\$ 368.83
State unemployment tax	257.79	210.00	47.79
Employee retirement	16,796.63	17,600.00	(803.37)
Health Insurance	91,962.94	100,000.00	(8,037.06)
<u>Total Expenditures</u>	<u>125,386.19</u>	<u>\$ 133,810.00</u>	<u>\$ (8,423.81)</u>
<u>Receipts Over (Under) Expenditures</u>	5,748.79		
<u>Unencumbered Cash, Beginning</u>	-		
<u>Unencumbered Cash, Ending</u>	<u>5,748.79</u>		

CITY OF MERIDEN, KANSAS

Consolidated Street & Hwy Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<u>Receipts:</u>			
State gas tax	\$ 22,582.12	\$ 17,990.00	\$ 4,592.12
Reimbursed Expenditure	546.40	-	546.40
Transfer In	90,000.00	90,000.00	-
<u>Total Receipts</u>	<u>113,128.52</u>	<u>\$ 107,990.00</u>	<u>\$ 5,138.52</u>
<u>Expenditures:</u>			
Salaries & Wages	35,734.23	\$ 36,000.00	\$ (265.77)
Street Repair and Maintenance	41,178.79	140,000.00	(98,821.21)
Cash Forward Contingency	-	30,098.00	(30,098.00)
<u>Total Expenditures</u>	<u>76,913.02</u>	<u>\$ 206,098.00</u>	<u>\$ (129,184.98)</u>
<u>Receipts Over (Under) Expenditures</u>	<u>36,215.50</u>		
<u>Unencumbered Cash, Beginning</u>	<u>29,861.64</u>		
<u>Unencumbered Cash, Ending</u>	<u>\$ 66,077.14</u>		

CITY OF MERIDEN, KANSAS

Law Enforcement Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<u>Receipts:</u>			
Taxes and shared revenue:			
Ad Valorem tax	\$ 5,677.68	\$ 5,782.00	\$ (104.32)
Delinquent tax	28.57	-	28.57
Motor Vehicle tax	624.23	663.00	(38.77)
Recreational Vehicle tax	13.74	14.00	(0.26)
16/20 M Vehicle tax	1.88	2.00	(0.12)
Commercial Vehicle tax	44.58	53.00	(8.42)
Water Craft tax	-	6.00	(6.00)
Covid Grant	5,693.00	-	5,693.00
	<u>12,083.68</u>	<u>\$ 6,520.00</u>	<u>\$ 5,563.68</u>
<u>Total Receipts</u>			
<u>Expenditures:</u>			
Public Safety Equipment	8,678.97	\$ 15,052.00	\$ (6,373.03)
Cash Forward Contingency	-	5,783.00	(5,783.00)
	<u>8,678.97</u>	<u>\$ 20,835.00</u>	<u>\$ (12,156.03)</u>
<u>Total Expenditures</u>			
<u>Receipts Over (Under) Expenditures</u>	3,404.71		
<u>Unencumbered Cash, Beginning</u>	<u>1,971.14</u>		
<u>Unencumbered Cash, Ending</u>	<u>\$ 5,375.85</u>		

CITY OF MERIDEN, KANSAS

Infrastructure Maintenance Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<u>Receipts:</u>			
Sales tax	\$ 67,147.77	\$ 48,000.00	\$ 19,147.77
<u>Total Receipts</u>	<u>\$ 67,147.77</u>	<u>\$ 48,000.00</u>	<u>\$ 19,147.77</u>
<u>Expenditures:</u>			
Infrastructure Maintenance	2,169.96	\$ 48,000.00	\$ (45,830.04)
Cash Forward Contingency	-	18,107.00	(18,107.00)
<u>Total Expenditures</u>	<u>2,169.96</u>	<u>\$ 66,107.00</u>	<u>\$ (63,937.04)</u>
<u>Receipts Over (Under) Expenditures</u>	64,977.81		
<u>Unencumbered Cash, Beginning</u>	<u>77,627.29</u>		
<u>Unencumbered Cash, Ending</u>	<u>\$ 142,605.10</u>		

CITY OF MERIDEN, KANSAS

Court Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<u>Receipts:</u>			
Diversion agreements	\$ -	\$ 1,000.00	\$ (1,000.00)
<u>Total Receipts</u>	-	<u>\$ 1,000.00</u>	<u>\$ (1,000.00)</u>
<u>Expenditures:</u>			
Public safety	2,091.33	\$ 2,500.00	\$ (408.67)
Cash Forward Contingency	-	5,929.00	(5,929.00)
<u>Total Expenditures</u>	2,091.33	<u>\$ 8,429.00</u>	<u>\$ (6,337.67)</u>
<u>Receipts Over (Under) Expenditures</u>	(2,091.33)		
<u>Unencumbered Cash, Beginning</u>	<u>6,747.31</u>		
<u>Unencumbered Cash, Ending</u>	<u>\$ 4,655.98</u>		

CITY OF MERIDEN, KANSAS

Special Parks & Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance Over (Under)
<u>Receipts:</u>			
Local Alcoholic Liquor tax	\$ 5,251.39	\$ 4,131.00	\$ 1,120.39
Covid Grant	600.00	-	600.00
<u>Total Receipts</u>	<u>5,851.39</u>	<u>\$ 4,131.00</u>	<u>\$ 1,720.39</u>
<u>Expenditures:</u>			
Repairs/Maintenance	4,801.33	\$ 8,839.00	\$ (4,037.67)
Fitness Center	20,000.00	\$ -	20,000.00
Cash Forward Contingency	-	20,000.00	(20,000.00)
<u>Total Expenditures</u>	<u>24,801.33</u>	<u>\$ 28,839.00</u>	<u>\$ (4,037.67)</u>
<u>Receipts Over (Under) Expenditures</u>	(18,949.94)		
<u>Unencumbered Cash, Beginning</u>	<u>22,511.83</u>		
<u>Unencumbered Cash, Ending</u>	<u>\$ 3,561.89</u>		

CITY OF MERIDEN, KANSAS

Equipment Reserve Fund
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2021

	<u>Actual</u>
<u>Receipts:</u>	
Transfers In	<u>\$ 90,000.00</u>
<u>Total Receipts</u>	<u>90,000.00</u>
<u>Expenditures and Transfers</u>	
Capital outlay	<u>19,469.00</u>
<u>Total Expenditures</u>	<u>19,469.00</u>
<u>Receipts Over (Under) Expenditures</u>	70,531.00
<u>Unencumbered Cash, Beginning</u>	<u>220,407.07</u>
<u>Unencumbered Cash, Ending</u>	<u><u>\$ 290,938.07</u></u>

CITY OF MERIDEN, KANSAS

Restricted ARPA Grant & Performance Bond Fund
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2021

	<u>Actual</u>
<u>Receipts:</u>	
Insured Fire Performance Bond	\$ 14,892.56
Federal Grant	<u>59,517.57</u>
<u>Total Receipts</u>	<u>74,410.13</u>
<u>Expenditures and Transfers</u>	
Encumbered Demolition or Reconstruction	<u>14,892.56</u>
<u>Total Expenditures</u>	<u>14,892.56</u>
<u>Receipts Over (Under) Expenditures</u>	59,517.57
<u>Unencumbered Cash, Beginning</u>	<u>-</u>
<u>Unencumbered Cash, Ending</u>	<u><u>\$ 59,517.57</u></u>

CITY OF MERIDEN, KANSAS

Sewer Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance Over (Under)
<u>Receipts:</u>			
Charges for service	\$ 230,838.30	\$ 230,000.00	\$ 838.30
Covid Grant	14,840.00	-	14,840.00
Miscellaneous	402.20	-	402.20
<u>Total Receipts</u>	<u>246,080.50</u>	<u>\$ 230,000.00</u>	<u>\$ 16,080.50</u>
<u>Expenditures:</u>			
Debt service	81,700.31	\$ 86,910.00	\$ (5,209.69)
Salaries and wages	71,711.06	73,500.00	(1,788.94)
Contractual Expense	825.00	586.00	239.00
Professional Expense	12,603.48	22,000.00	(9,396.52)
Utilities	7,940.44	12,000.00	(4,059.56)
Repairs & Maintenance	18,719.21	25,000.00	(6,280.79)
Lease Expense	1,481.10	1,273.00	208.10
Supplies	3,304.11	2,500.00	804.11
Postage	1,007.00	1,100.00	(93.00)
Gas/Oil Expense	1,651.16	2,000.00	(348.84)
Maintenance Uniforms	787.26	600.00	187.26
Miscellaneous	108.83	80.00	28.83
Capital outlay	-	-	-
Cash Forward Contingency	-	481,243.00	(481,134.17)
<u>Total Expenditures</u>	<u>201,838.96</u>	<u>\$ 708,792.00</u>	<u>\$ (506,844.21)</u>
<u>Receipts Over (Under) Expenditures</u>	44,241.54		
<u>Unencumbered Cash, Beginning</u>	<u>479,440.15</u>		
<u>Unencumbered Cash, Ending</u>	<u>\$ 523,681.69</u>		