CITY OF LINCOLN CENTER, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2021

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Strategic Allies and CPAs
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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Lincoln Center, Kansas
Lincoln Center, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **City of Lincoln Center, Kansas**, as of and for the year ended December 31, 2021 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matters discussed in the Basis for Adverse and Unmodified Opinions section of our 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.

Unmodified Opinion on Regulatory Basis of Accounting
In our 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.

Basis for Adverse and Unmodified Opinions

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

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note 1 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 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; 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.

Auditors' Responsibilities for the Audit of the Financial Statement

Our 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 our 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, we:

- 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 our 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.

We are 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 we identified during the audit.

Supplementary Information

Our 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, and summary of regulatory basis receipts and disbursements – 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 our 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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City as of and for the year ended December 31, 2020 (not presented herein), and have issued our report thereon dated March 8, 2021, which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/oar/municipal-services. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2021 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 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 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2020, on the basis of accounting described in Note 1.

Adams Brown, LLC

ADAMSBROWN, LLC
Certified Public Accountants
Great Bend, Kansas

May 9, 2022

CITY OF LINCOLN CENTER, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	**Ending Unencumbered Cash Balance**	Add Encumbrances and Accounts Payable	**Ending Cash Balance**
Governmental Type Funds							
General Fund	$ 683,427	-	779,856	670,259	**793,024**	9,422	**802,446**
Special Purpose Funds							
Employee Benefits Fund	22,446	-	33,533	30,803	**25,176**	-	**25,176**
Library Fund	2,675	-	138,131	138,920	**1,886**	-	**1,886**
Special Highway Fund	138,898	-	34,391	15,606	**157,683**	-	**157,683**
Special Liability Fund	99,455	-	9	8,391	**91,073**	-	**91,073**
COVID-19 Federal Fund	(11,180)	-	101,296	-	**90,116**	-	**90,116**
Special Parks and Recreation Fund	10,038	-	2,918	-	**12,956**	-	**12,956**
Municipal Equipment Reserve Fund	211,159	-	30,444	68,728	**172,875**	-	**172,875**
Recreation Fund	65,601	-	73,355	39,989	**98,967**	869	**99,836**
Capital Project Fund							
CDBG Project Fund	(9,207)	-	29,560	21,801	**(1,448)**	1,448	**-**
Water Project Fund	-	-	540,230	686,007	**(145,777)**	120,797	**(24,980)**
Bond and Interest Fund							
Bond and Interest Fund	44,042	-	85,477	87,103	**42,416**	-	**42,416**
Business Funds							
Electric Utility Fund	2,503,054	-	1,816,095	1,633,715	**2,685,434**	38,402	**2,723,836**
Electric Utility Reserve Fund	200,000	-	100,000	-	**300,000**	-	**300,000**
Water Utility Fund	593,241	-	291,494	296,878	**587,857**	5,638	**593,495**
Water Utility Reserve Fund	120,000	-	30,000	-	**150,000**	-	**150,000**
Sewer Utility Fund	164,676	-	236,055	118,947	**281,784**	2,234	**284,018**
Sewer Utility Reserve Fund	45,000	-	15,000	-	**60,000**	-	**60,000**
Solid Waste Fund	12,628	-	101,544	101,576	**12,596**	-	**12,596**
Trust Fund							
Cemetery Trust Fund	64,639	-	16,063	-	**80,702**	-	**80,702**
Total Primary Government (Excluding Agency Funds)	$ 4,960,592	-	4,455,451	3,918,723	**5,497,320**	178,810	**5,676,130**

Composition of Cash		
Certificates of Deposit	$	**50,000**
Money Market and Savings Accounts		**2,044,630**
Checking Accounts		**3,628,579**
Petty Cash and Cash on Hand		**500**
Total Cash		**5,723,709**
Agency Funds per Schedule 3		**(47,579)**
Total Primary Government (Excluding Agency Funds)	$	**5,676,130**

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Lincoln Center, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The City is a municipal corporation governed by an elected five-member council. This financial statement does not include the related municipal entities shown below. A related municipal entity is an entity established to benefit the City and/or its constituents.

Lincoln Port Authority

The City's airport authority board operates the City's airport. The governing body is appointed by the City. Unaudited financial statements can be obtained by contacting the port authority office.

Lincoln Housing Authority

The City's housing authority operates the City's housing projects. The governing body is approved by the City. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Unaudited financial statements can be obtained by contacting the housing authority's office.

Lincoln Carnegie Library

The City's library board operates the City's public library. The governing body is appointed by the City. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. Unaudited financial statements can be obtained by contacting the library.

Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2021.

Regulatory Basis Fund Types

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

Special Purpose Fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of a major capital facilities or equipment.

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

Trust Fund – fund used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund – fund used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

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 receipts 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 the regulatory basis of accounting.

Reimbursements

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting.

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:

a. Preparation of the budget for the succeeding calendar year on or before August 1st.

b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.

c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.

d. 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 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 10 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.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose fund: Municipal Equipment Reserve Fund and COVID-19 Federal 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

City of Lincoln Center, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 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 K.S.A. 9-1405.

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 does not use "peak periods". All deposits were legally secured at December 31, 2021.

At December 31, 2021, the City's carrying amount of deposits was $5,723,709 and the bank balance was $5,753,449. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $562,926 was covered by federal depository insurance and $5,190,523 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial Credit Risk – Investments
For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments at December 31, 2021.

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Lincoln Center, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2021 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Municipal Equipment Reserve Fund	K.S.A. 12-1,117	$ 30,000
Water Utility Fund	Water Utility Reserve Fund	K.S.A. 12-825d	30,000
Water Utility Fund	General Fund	K.S.A. 12-825d	30,000
Electric Utility Fund	Electric Utility Reserve Fund	K.S.A. 12-825d	100,000
Electric Utility Fund	Bond and Interest Fund	K.S.A. 12-825d	50,408
Electric Utility Fund	General Fund	K.S.A. 12-825d	125,000
Solid Waste Fund	General Fund	K.S.A. 12-825d	2,000
Sewer Utility Fund	Sewer Utility Reserve Fund	K.S.A. 12-825d	15,000

NOTE 5 – CAPITAL PROJECTS

Capital project authorization with approved change order compared with expenditures from inception:

	Project Authorization	Expenditures to Date
CDBG Downtown Rehabilitation Project	$ 375,714	35,048

A $250,000 CDBG grant was awarded to the City under the Downtown Commercial Rehabilitation Program. The grant has a local match requirement of approximately $125,714 that is to be paid by a local company. The City has no funding commitment.

Capital project authorization with approved change order compared with expenditures from inception:

		Project Authorization	Expenditures to Date
Waterline Project	$	1,675,900	686,007

A $600,000 CDBG grant was awarded to the City. In addition to grant, the City obtained a KDHE loan to cover the $1,075,900.

NOTE 6 – LITIGATION

City of Lincoln Center, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

NOTE 7 – RISK MANAGEMENT

City of Lincoln Center, Kansas is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain commercial insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other public entities in the States of Kansas and Missouri to participate in the Midwest Public Risk Pool (MPR), a public entity risk pool currently operating as a common risk management and insurance program for 101 participating members. The agreement to participate provides that MPR will be self-sustaining through member premiums and will reinsure through commercial companies for property claims in excess of $200,000 and liability claims in excess of $500,000 for each insured event. During 2021, the City contributed $50,720 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by MPR management. The City carries commercial insurance for property, general liability, crime, automobile, cyber and fidelity bond coverage.

The City has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in the Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for 163 participating members. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $500,000 for each insured event. During 2021, the City contributed $9,884 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

There were no significant reductions in insurance coverage from the prior year. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Lincoln Center, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 9 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

The City did not remit bond payments within 20 days of maturity, which is in violation of K.S.A. 10-118.

NOTE 10 – DEFERRED COMPENSATION PLAN

City of Lincoln Center, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The City is not required to make any contributions.

NOTE 11 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description
City of Lincoln Center, 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. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603) 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, 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 (not including 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 were $48,065 for the year ended December 31, 2021.

Net Pension Liability

At December 31, 2021, the City's proportionate share of the collective net pension liability reported by KPERS was $333,252. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of

accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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 12 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Lincoln Center, Kansas** allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the 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 this subsidy has not been quantified in this 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.

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.

NOTE 13 – HEALTH REIMBURSEMENT ARRANGEMENT

City of Lincoln Center, Kansas entered into a Health Reimbursement Arrangement (HRA) during 2015. The full-time employee benefit is an HRA as defined by Section 105 of the Internal Revenue Code. The HRA plan is funded solely by the employer. The HRA plan allows for reimbursement of certain out-of-pocket medical and prescription drug costs incurred by the employee, their spouse or their dependents. The maximum allowance per year is $5,000 for employee only, $10,000 for employee and spouse, employee and children and employee and family. The amount the City paid in HRA reimbursements was $16,879 for the year ended December 31, 2021.

NOTE 14 – COMPENSATED ABSENCES

Vacation

City of Lincoln Center, Kansas' policy regarding vacation for full-time employees is as follows:

Years Worked	Amount Earned
0-15	6.67 hours/month
15 and over	10 hours/month

Half-time employees are entitled to one-half of the vacation granted to full-time employees. Part-time, seasonal and temporary employees shall not earn vacation. Accrued vacation shall not be carried over to the next year.

Sick Leave

The City's policy for sick leave permits full-time employees to earn sick leave at the rate of 8 hours per full month of service up to a maximum of 480 hours. Half-time employees shall earn sick leave at the rate of four hours per month of employment. For those employees who have attained and maintained a maximum accumulation of sick leave for the preceding year or upon termination, the City will pay them

25% of their accumulated sick leave at their current rate of pay.

Comp Time
Comp time is earned at the rate of 1½ hours per every hour worked over 40 hours during a one week period. It must be taken as time off within two pay periods following the pay period it was earned. Comp time must be used before the end of the year or it will be paid out as overtime.

NOTE 15 – LONG-TERM DEBT

City of Lincoln Center, Kansas has the following types of long-term debt.

General Obligation Bonds
On November 1, 2008, the City issued $360,000 in Series 2008 General Obligation bonds for the purpose of paying the costs of construction of street and gas utility improvements.

On March 29, 2017, the City issued $600,000 in Series 2017 General Obligation bonds for the purpose of paying the costs for power plant improvements.

KDHE Revolving Loan
The City entered into a $699,705 water pollution control revolving loan agreement on September 26, 2000 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance the construction of a lagoon cell. The City will use proceeds generated by the operation of the facility for loan repayment, which began September 1, 2004.

The City entered into a $605,961 public water supply revolving loan agreement on October 8, 2020 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance the replacement of cast iron water pipes and meters. An amendment to the loan took place April 23, 2021 to increase loan amount to $1,105,961. A CDBG grant was also awarded for $600,000 to go towards the project. The City will use proceeds generated by the operation of the facility for loan repayment, which will begin August 1, 2022.

Lease Obligations
The City has entered into a lease agreement for the windows at the Library. The lease contains a fiscal funding clause.

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	**Balance End of Year**	Interest Paid
General Obligation Bonds									
Series 2008	4.00% - 5.50%	11/01/2008	$ 360,000	2024	$ 125,000	-	30,000	**95,000**	6,695
Series 2017	3.20%	03/29/2017	600,000	2032	499,000	-	35,000	**464,000**	15,408
KDHE Loans									
Water Pollution Control Loan	3.14%	09/26/2000	699,705	2024	158,671	-	43,446	**115,225**	5,014
Water Supply Loan	1.29%	04/23/2021	1,105,961	2042	-	1,105,961	-	**1,105,961**	-
Capital Lease									
Library Windows - Bank of Tescott	3.25%	04/01/2021	$ 40,000	2021	-	40,000	40,000	**-**	898
Total Contractual Indebtedness					$ 782,671	1,145,961	148,446	**1,780,186**	28,015

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

	YEAR									
	2022	2023	2024	2025	2026	2027 - 2031	2032 - 2036	2037 - 2041	2042	**Total**
Principal										
General Obligation Bonds	$ 66,000	67,000	73,000	39,000	40,000	224,000	50,000	-	-	**559,000**
KDHE Loans	69,255	95,587	73,583	50,399	51,052	265,342	282,961	301,751	31,256	**1,221,186**
Total Principal	135,255	162,587	146,583	89,399	91,052	489,342	332,961	301,751	31,256	**1,780,186**
Interest										
General Obligation Bonds	19,407	16,649	13,829	10,672	9,408	26,400	800	-	-	**97,165**
KDHE Loans	5,203	5,589	3,944	3,396	5,894	35,876	23,036	9,344	147	**92,429**
Total Interest	24,610	22,238	17,773	14,068	15,302	62,276	23,836	9,344	147	**189,594**
Total Principal and Interest	$ 159,865	184,825	164,356	103,467	106,354	551,618	356,797	311,095	31,403	**1,969,780**

CITY OF LINCOLN CENTER, KANSAS

Regulatory-Required Supplementary Information

Schedule 1

CITY OF LINCOLN CENTER, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	**Expenditures Chargeable to Current Year**	Variance Over (Under)
Governmental Type Funds					
General Fund	$ 1,325,750	-	1,325,750	**670,259**	(655,491)
Special Purpose Funds					
Employee Benefits Fund	51,170	-	51,170	**30,803**	(20,367)
Library Fund	53,320	85,600	138,920	**138,920**	-
Special Highway Fund	126,217	-	126,217	**15,606**	(110,611)
Special Liability Fund	99,437	-	99,437	**8,391**	(91,046)
Special Parks and Recreation Fund	13,195	-	13,195	**-**	(13,195)
Recreation Fund	151,158	-	151,158	**39,989**	(111,169)
Bond and Interest Fund					
Bond and Interest Fund	129,673	-	129,673	**87,103**	(42,570)
Business Funds					
Electric Utility Fund	3,329,408	-	3,329,408	**1,633,715**	(1,695,693)
Water Utility Fund	550,500	-	550,500	**296,878**	(253,622)
Sewer Utility Fund	341,504	-	341,504	**118,947**	(222,557)
Solid Waste Fund	118,226	-	118,226	**101,576**	(16,650)

CITY OF LINCOLN CENTER, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	$ 161,509	**165,142**	168,984	(3,842)
Delinquent	5,387	**6,002**	4,000	2,002
Motor Vehicle	30,679	**33,147**	27,275	5,872
Recreational Vehicle	528	**560**	2,470	(1,910)
Local Alcohol Liquor	2,552	**2,918**	3,058	(140)
County Sales	125,127	**122,407**	110,000	12,407
City Sales	131,322	**171,554**	170,000	1,554
Intangible Tax	9,650	**10,061**	3,855	6,206
Connecting Links	750	**750**	750	-
In Lieu of Taxes	848	**807**	800	7
Weed Abatement Fees	3,420	**1,025**	3,000	(1,975)
Franchise Fees	25,994	**28,166**	35,000	(6,834)
Licenses, Fees and Permits	2,147	**2,605**	3,300	(695)
Interest	6,447	**4,096**	8,000	(3,904)
Fines and Fees	193	**621**	2,500	(1,879)
Cemetery Lots	1,600	**1,300**	3,000	(1,700)
Rentals and Leases	18,227	**16,927**	19,000	(2,073)
Airport Leases	6,602	**6,602**	7,500	(898)
Gifts and Bequests	1,000	**1,000**	1,000	-
Miscellaneous	5,953	**1,638**	22,000	(20,362)
Lease Proceeds	-	**40,000**	-	40,000
Donations	-	**-**	2,000	(2,000)
Reimbursed Expenses	2,437	**-**	-	-
Pool Receipts and Fees	6,019	**9,354**	15,000	(5,646)
Recreation Fees	34	**-**	-	-
Transfers In	314,000	**157,000**	158,000	(1,000)
Neighborhood Revitalization Rebate	(3,894)	**(3,826)**	(3,732)	(94)
Total Receipts	$ 858,531	**779,856**	766,760	13,096

CITY OF LINCOLN CENTER, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Expenditures				
General Administrative	$ 103,539	**152,556**	315,000	(162,444)
Public Safety				
Fire Department	21,843	**22,455**	48,000	(25,545)
Police Department	162,969	**173,525**	178,000	(4,475)
Recreation				
Park and Pool Department	78,416	**84,227**	208,000	(123,773)
Recreation	25,000	**25,000**	25,000	-
Street Lighting	13,000	**5,577**	23,000	(17,423)
Street Department	150,758	**131,780**	235,000	(103,220)
Cemetery	32,085	**28,864**	41,000	(12,136)
Airport Appropriations	15,000	**15,000**	215,000	(200,000)
Weed Control	1,279	**1,083**	7,000	(5,917)
Sales Tax	188	**192**	750	(558)
Transfers Out	30,000	**30,000**	30,000	-
Total Expenditures	634,077	**670,259**	1,325,750	(655,491)
Receipts Over (Under) Expenditures	224,454	**109,597**		
Unencumbered Cash - Beginning	458,973	**683,427**		
Unencumbered Cash - Ending	$ 683,427	**793,024**		

CITY OF LINCOLN CENTER, KANSAS
Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	$ 26,167	**27,549**	28,191	(642)
Delinquent	887	**989**	500	489
Motor Vehicle	5,129	**5,406**	4,753	653
Recreational Vehicle	88	**91**	66	25
In Lieu of Taxes	137	**135**	118	17
Other	-	**1**	500	(499)
Neighborhood Revitalization Rebate	(631)	**(638)**	(623)	(15)
Total Receipts	31,777	**33,533**	33,505	28
Expenditures				
Employee Benefits	35,100	**30,803**	51,170	(20,367)
Receipts Over (Under) Expenditures	(3,323)	**2,730**		
Unencumbered Cash - Beginning	25,769	**22,446**		
Unencumbered Cash - Ending	$ 22,446	**25,176**		

CITY OF LINCOLN CENTER, KANSAS
Library Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	$ 42,461	**43,308**	44,316	(1,008)
Delinquent	1,220	**1,451**	200	1,251
Motor Vehicle	6,864	**8,419**	7,713	706
Recreational Vehicle	118	**144**	107	37
State Aid	-	**85,600**	-	85,600
In Lieu of Taxes	223	**212**	191	21
Neighborhood Revitalization Rebate	(1,024)	**(1,003)**	(979)	(24)
Total Receipts	49,862	**138,131**	51,548	86,583
Expenditures				
Appropriations	48,572	**138,920**	53,320	85,600
(a) Adjustment for Qualifying Budget Credits	-	**-**	85,600	(85,600)
Total Expenditures	48,572	**138,920**	138,920	-
Receipts Over (Under) Expenditures	1,290	**(789)**		
Unencumbered Cash - Beginning	1,385	**2,675**		
Unencumbered Cash - Ending	$ 2,675	**1,886**		

(a) Adjustment for Qualifying Budget Credit

State Aid Over the Amount Budgeted	$ 85,600

CITY OF LINCOLN CENTER, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
State Gasoline Tax	$ 31,011	**34,391**	27,330	7,061
Expenditures				
Personal Services	-	**-**	20,000	(20,000)
Commodities	-	**15,606**	106,217	(90,611)
Total Expenditures	-	**15,606**	126,217	(110,611)
Receipts Over (Under) Expenditures	31,011	**18,785**		
Unencumbered Cash - Beginning	107,887	**138,898**		
Unencumbered Cash - Ending	$ 138,898	**157,683**		

CITY OF LINCOLN CENTER, KANSAS
Special Liability Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues Delinquent	$ 18	**9**	-	9
Expenditures				
Contractual Services	8,606	**8,391**	99,437	(91,046)
Receipts Over (Under) Expenditures	(8,588)	**(8,382)**		
Unencumbered Cash - Beginning	108,043	**99,455**		
Unencumbered Cash - Ending	$ 99,455	**91,073**		

CITY OF LINCOLN CENTER, KANSAS
COVID-19 Federal Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Prior Year Actual	**Current Year Actual**
Receipts			
Federal Funds	$	25,455	**101,296**
Expenditures			
COVID-19 Appropriations		36,635	**-**
Receipts Over (Under) Expenditures		(11,180)	**101,296**
Unencumbered Cash - Beginning		-	**(11,180)**
Unencumbered Cash - Ending	$	(11,180)	**90,116**

CITY OF LINCOLN CENTER, KANSAS
Special Parks and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Local Alcohol Liquor	$ 2,553	**2,918**	3,058	(140)
Expenditures				
Contractual Services	-	**-**	500	(500)
Commodities	-	**-**	1,000	(1,000)
Capital Outlay	-	**-**	11,695	(11,695)
Total Expenditures	-	**-**	13,195	(13,195)
Receipts Over (Under) Expenditures	2,553	**2,918**		
Unencumbered Cash - Beginning	7,485	**10,038**		
Unencumbered Cash - Ending	$ 10,038	**12,956**		

CITY OF LINCOLN CENTER, KANSAS
Municipal Equipment Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Prior Year Actual	**Current Year Actual**
Receipts			
Transfers In	$	30,000	**30,000**
Interest		852	**444**
Total Receipts		30,852	**30,444**
Expenditures			
Capital Outlay		176	**68,728**
Receipts Over (Under) Expenditures		30,676	**(38,284)**
Unencumbered Cash - Beginning		180,483	**211,159**
Unencumbered Cash - Ending	$	211,159	**172,875**

CITY OF LINCOLN CENTER, KANSAS
Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Fees	$ 7,320	**19,155**	28,000	(8,845)
Appropriations	50,000	**50,000**	50,000	-
Grant Proceeds	-	**4,200**	-	4,200
Donations	-	**-**	5,000	(5,000)
Total Receipts	57,320	**73,355**	83,000	(9,645)
Expenditures				
Sales Tax	-	**-**	600	(600)
Personal Services	6,414	**12,147**	25,000	(12,853)
Contractual Services	18,912	**7,192**	15,000	(7,808)
Commodities	5,970	**8,375**	15,000	(6,625)
Capital Outlay	-	**7,295**	95,558	(88,263)
Other	4,081	**4,980**	-	4,980
Total Expenditures	35,377	**39,989**	151,158	(111,169)
Receipts Over (Under) Expenditures	21,943	**33,366**		
Unencumbered Cash - Beginning	43,658	**65,601**		
Unencumbered Cash - Ending	$ 65,601	**98,967**		

CITY OF LINCOLN CENTER, KANSAS
CDBG Project Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Prior Year Actual	**Current Year Actual**
Receipts			
Reimbursements	$	4,040	**29,560**
Expenditures			
Contractual Services		13,247	**21,801**
Receipts Over (Under) Expenditures		(9,207)	**7,759**
Unencumbered Cash - Beginning		-	**(9,207)**
Unencumbered Cash - Ending	$	(9,207)	**(1,448)**

CITY OF LINCOLN CENTER, KANSAS
Water Project Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Prior Year Actual	**Current Year Actual**
Receipts			
Federal Aid - CDBG	$	**-**	**270,114**
KDHE Loan Proceeds		**-**	**270,116**
Total Receipts		-	**540,230**
Expenditures			
Contractual Services		**-**	**686,007**
Receipts Over (Under) Expenditures		-	**(145,777)**
Unencumbered Cash - Beginning		-	**-**
Unencumbered Cash - Ending	$	-	**(145,777)**

Schedule 2-12

CITY OF LINCOLN CENTER, KANSAS
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	$ 336	**344**	352	(8)
Delinquent	11	**13**	-	13
Motor Vehicle	65	**69**	61	8
Recreational Vehicle	1	**1**	1	-
Special Assessments	34,490	**34,490**	34,490	-
Interest	365	**160**	300	(140)
Neighborhood Revitalization Rebate	(8)	**(8)**	(8)	-
Transfers In	50,512	**50,408**	50,408	-
Total Receipts	85,772	**85,477**	85,604	(127)
Expenditures				
Principal Payments	59,000	**65,000**	65,000	-
Interest Payments	24,482	**22,103**	22,103	-
Cash Basis Reserve	-	**-**	42,570	(42,570)
Total Expenditures	83,482	**87,103**	129,673	(42,570)
Receipts Over (Under) Expenditures	2,290	**(1,626)**		
Unencumbered Cash - Beginning	41,752	**44,042**		
Unencumbered Cash - Ending	$ 44,042	**42,416**		

CITY OF LINCOLN CENTER, KANSAS
Electric Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Sales to Customers	$ 1,768,812	**1,742,927**	2,200,000	(457,073)
Other Charges	12,819	**16,583**	25,000	(8,417)
Sales Tax	52,493	**50,403**	77,000	(26,597)
Interest	11,272	**5,872**	15,000	(9,128)
Miscellaneous	309	**310**	10,000	(9,690)
Total Receipts	1,845,705	**1,816,095**	2,327,000	(510,905)
Expenditures				
Production	916,603	**1,007,417**	2,460,000	(1,452,583)
Distribution	227,789	**235,404**	430,000	(194,596)
General Administrative	54,474	**64,944**	90,000	(25,056)
Sales Tax	52,130	**50,497**	72,500	(22,003)
Meter Deposit Interest	557	**45**	1,500	(1,455)
Transfers Out	350,512	**275,408**	275,408	-
Total Expenditures	1,602,065	**1,633,715**	3,329,408	(1,695,693)
Receipts Over (Under) Expenditures	243,640	**182,380**		
Unencumbered Cash - Beginning	2,259,414	**2,503,054**		
Unencumbered Cash - Ending	$ 2,503,054	**2,685,434**		

CITY OF LINCOLN CENTER, KANSAS
Electric Utility Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Prior Year Actual	**Current Year Actual**
Receipts			
Transfers In	$	50,000	**100,000**
Expenditures		-	**-**
Receipts Over (Under) Expenditures		50,000	**100,000**
Unencumbered Cash - Beginning		150,000	**200,000**
Unencumbered Cash - Ending	$	200,000	**300,000**

CITY OF LINCOLN CENTER, KANSAS
Water Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Sales to Customers	$ 273,871	**265,782**	286,500	(20,718)
Other Charges	16,955	**13,665**	25,000	(11,335)
Water Protection Fee	1,076	**1,030**	1,500	(470)
Interest	2,801	**1,189**	3,500	(2,311)
Rentals and Leases	9,031	**9,828**	13,000	(3,172)
Total Receipts	303,734	**291,494**	329,500	(38,006)
Expenditures				
Production	28,463	**27,730**	95,000	(67,270)
Distribution	94,417	**149,931**	315,000	(165,069)
General Administrative	50,140	**57,215**	76,000	(18,785)
Water Protection and Clean Drinking	2,085	**1,996**	4,000	(2,004)
Meter Deposit Interest	71	**6**	500	(494)
Transfers Out	90,000	**60,000**	60,000	-
Total Expenditures	265,176	**296,878**	550,500	(253,622)
Receipts Over (Under) Expenditures	38,558	**(5,384)**		
Unencumbered Cash - Beginning	554,683	**593,241**		
Unencumbered Cash - Ending	$ 593,241	**587,857**		

CITY OF LINCOLN CENTER, KANSAS
Water Utility Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Prior Year Actual	**Current Year Actual**
Receipts			
Transfers In	$	30,000	**30,000**
Expenditures		-	**-**
Receipts Over (Under) Expenditures		30,000	**30,000**
Unencumbered Cash - Beginning		90,000	**120,000**
Unencumbered Cash - Ending	$	120,000	**150,000**

CITY OF LINCOLN CENTER, KANSAS
Sewer Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Sewer Service Charges	$ 196,059	**235,920**	228,180	7,740
Miscellaneous Rentals	-	**135**	3,500	(3,365)
Total Receipts	196,059	**236,055**	231,680	4,375
Expenditures				
Personal Services	45,062	**38,676**	70,000	(31,324)
Contractual Services	5,680	**13,807**	35,000	(21,193)
Commodities	2,165	**3,004**	116,000	(112,996)
Capital Outlay	-	**-**	57,044	(57,044)
Debt Service	48,460	**48,460**	48,460	-
Transfers Out	15,000	**15,000**	15,000	-
Total Expenditures	116,367	**118,947**	341,504	(222,557)
Receipts Over (Under) Expenditures	79,692	**117,108**		
Unencumbered Cash - Beginning	84,984	**164,676**		
Unencumbered Cash - Ending	$ 164,676	**281,784**		

CITY OF LINCOLN CENTER, KANSAS
Sewer Utility Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Prior Year Actual	**Current Year Actual**
Receipts			
Transfers In	$	15,000	**15,000**
Expenditures		-	**-**
Receipts Over (Under) Expenditures		15,000	**15,000**
Unencumbered Cash - Beginning		30,000	**45,000**
Unencumbered Cash - Ending	$	45,000	**60,000**

CITY OF LINCOLN CENTER, KANSAS
Solid Waste Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Trash Charges	$ 102,717	**101,544**	106,000	(4,456)
Expenditures				
Contractual Services	99,815	**99,576**	115,226	(15,650)
Transfers Out	4,000	**2,000**	3,000	(1,000)
Total Expenditures	103,815	**101,576**	118,226	(16,650)
Receipts Over (Under) Expenditures	(1,098)	**(32)**		
Unencumbered Cash - Beginning	13,726	**12,628**		
Unencumbered Cash - Ending	$ 12,628	**12,596**		

CITY OF LINCOLN CENTER, KANSAS
Cemetery Trust Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Prior Year Actual	**Current Year Actual**
Receipts			
Interest	$	780	**779**
Donations		-	**15,284**
Total Receipts		780	**16,063**
Expenditures		-	**-**
Receipts Over (Under) Expenditures		780	**16,063**
Unencumbered Cash - Beginning		63,859	**64,639**
Unencumbered Cash - Ending	$	64,639	**80,702**

Schedule 3

CITY OF LINCOLN CENTER, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2021

Fund		Beginning Cash Balance	Receipts	Disbursements	**Ending Cash Balance**
Health Insurance Clearing Fund	$	14,337	27,104	30,696	**10,745**
Meter Deposit Fund		38,629	9,225	11,020	**36,834**
Total Agency Funds	$	**52,966**	**36,329**	**41,716**	**47,579**