

**CITY OF SYRACUSE, KANSAS**

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**FINANCIAL STATEMENT  
with  
INDEPENDENT AUDITOR'S REPORT  
YEAR ENDED DECEMBER 31, 2021**

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## INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Council  
City of Syracuse, Kansas

### ***Adverse and Unmodified Opinions***

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Syracuse, 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 matter 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 of Syracuse, Kansas, 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 balances of the City of Syracuse, Kansas, 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 A.

### ***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 of Syracuse, Kansas 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 A of the financial statement, the financial statement is prepared by the City of Syracuse, Kansas 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 A 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 A; 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 of Syracuse, Kansas' 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***

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 judgement 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 of Syracuse, Kansas' 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 of Syracuse, Kansas' 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, and individual fund schedules of regulatory basis receipts and expenditures (Schedules 1 and 2 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 A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of Syracuse, Kansas as of and for the year ended December 31, 2020 (not presented herein), and have issued our report thereon dated September 15, 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 website of the Kansas Department of Administration at the following link: <https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services/municipal-audits>. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures 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 A.

*Kennedy McKee & Company LLP*

August 4, 2022

# CITY OF SYRACUSE, KANSAS

## SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH REGULATORY BASIS

For the Year Ended December 31, 2021

<u>Funds</u>	<u>Beginning unencumbered cash balance</u>	<u>Prior year canceled encumbrances</u>
General fund:		
General fund	\$ 456,554	\$ -
Special purpose funds:		
Employee benefits	55,617	-
Parks and recreation	10,537	-
Special highway	74,599	-
Fire fighting equipment	16,265	-
Tourism	58,176	-
Street machinery	71,635	-
Capital improvements	137,573	-
ARPA	-	-
Total special purpose funds	424,402	-
Bond and interest fund:		
Bond and interest	-	-
Business funds:		
Water, sewer and refuse utility	286,457	-
Utility depreciation reserve	415,869	-
Total business funds	702,326	-
Total - excluding agency funds	\$ 1,583,282	\$ -
Composition of cash:		
Checking accounts		
Money market accounts		
Certificates of deposit		
Utility petty cash checking		
Petty cash		
Total cash		
Agency funds		
Total cash - excluding agency funds		

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

## STATEMENT 1

<u>Receipts</u>	<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
\$ 1,018,125	\$ 798,123	\$ 676,556	\$ -	\$ 676,556
148,429	98,995	105,051	-	105,051
5,076	3,761	11,852	-	11,852
48,453	49,820	73,232	-	73,232
5,535	11,530	10,270	-	10,270
36,158	11,935	82,399	-	82,399
50,000	3,038	118,597	-	118,597
50,000	16,343	171,230	-	171,230
130,176	-	130,176	-	130,176
473,827	195,422	702,807	-	702,807
-	-	-	-	-
837,350	802,145	321,662	-	321,662
160,059	77,031	498,897	-	498,897
997,409	879,176	820,559	-	820,559
\$ 2,489,361	\$ 1,872,721	\$ 2,199,922	\$ -	\$ 2,199,922
				\$ 1,016,803
				549,829
				657,741
				508
				210
				2,225,091
				(25,169)
				\$ 2,199,922

# CITY OF SYRACUSE, KANSAS

## NOTES TO THE FINANCIAL STATEMENT

December 31, 2021

### A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the City's financial statement. The financial statement, schedules, and notes are representations of the City's management, which is responsible for their integrity and objectivity.

#### 1. Municipal Financial Reporting Entity

The City of Syracuse, Kansas is a municipal corporation governed by an elected mayor and five-member council. The City has no related municipal entities.

#### 2. 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 funds – used to account for the proceeds of specific tax levies and other specific regulatory receipt 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 and transfers from other funds) and payment of general long-term debt.

Business funds – funds financed in whole or in part by fees charged to users of the goods or services.

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity.



## A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### 3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (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.

### 4. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general, special purpose (unless specifically exempted by statute), bond and interest, 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 the 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 ten days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

If the municipality 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 municipality did not hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts 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.

## A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### 4. Budgetary Information (Continued)

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts 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 municipality 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 utility reserve funds, agency funds, and the street machinery, capital improvements, and federal grant special purpose funds.

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.

## B. 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 to 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.

*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. All deposits were legally secured at December 31, 2021.

At December 31, 2021 the carrying amount of the City's deposits, including certificates of deposit, was \$2,224,881 and the bank balance was \$2,306,990. Of the bank balance, \$659,587 was covered by federal depository insurance and \$1,647,403 was collateralized with securities held by the pledging financial institutions agents in the City's name.

## C. LONG-TERM DEBT

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

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Loan from Firemen's Relief Association:					
Fire Equipment					
Issued May 15, 2012					
In the amount of \$26,323					
At an interest rate of 5%					
Maturing May 15, 2022	\$ 4,791	\$ -	\$ 3,176	\$ 1,615	\$ 201
Capital leases:					
Sand Park Building					
Issued March 1, 2016					
In the amount of \$69,300					
At an interest rate of 3.765%					
Maturing March 1, 2026	44,608	-	6,765	37,843	1,680
Sewer Jetter					
Issued February 15, 2017					
In the amount of \$78,194					
At an interest rate of 3.283%					
Maturing February 15, 2024	39,808	-	9,475	30,333	1,307
Case Skid Steer					
Issued July 17, 2019					
In the amount of \$28,537					
At an interest rate of 3.24%					
Maturing July 17, 2023	17,111	-	5,523	11,588	554
2021 Trash Truck					
Issued September 10, 2020					
In the amount of \$145,431					
At an interest rate of 2.35%					
Maturing June 1, 2024	145,431	-	145,431	-	-
Campground					
Issued October 29, 2020					
In the amount of \$50,000					
At an interest rate of 2.25%					
Maturing January 5, 2025	39,524	-	9,796	29,728	889
Total capital leases	286,482	-	176,990	109,492	4,430
Total long-term debt	\$ 291,273	\$ -	\$ 180,166	\$ 111,107	\$ 4,631

Current maturities of the loan from the Firemen's Relief Association through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2022	\$ 1,615	\$ 40	\$ 1,655

### C. LONG-TERM DEBT (CONTINUED)

Current maturities of capital leases through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2022	\$ 32,524	\$ 3,465	\$ 35,989
2023	33,519	2,469	35,988
2024	27,468	1,443	28,911
2025	7,843	602	8,445
2026	<u>8,138</u>	<u>306</u>	<u>8,444</u>
Total	<u>\$ 109,492</u>	<u>\$ 8,285</u>	<u>\$ 117,777</u>

### D. TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory authority</u>	<u>Amount</u>
Water, sewer and refuse utility	Utility depreciation reserve	K.S.A. 12-825d	\$ 150,000
General	Street machinery	K.S.A. 12-1,119	50,000
General	Capital improvements	K.S.A. 12-1,118	<u>50,000</u>
			<u>\$ 250,000</u>

### E. DEFINED BENEFIT PENSION PLAN

#### General Information about the Pension Plan

*Plan description.* The City 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](http://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 the City and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

## E. DEFINED BENEFIT PENSION PLAN (CONTINUED)

### General Information about the Pension Plan (Continued)

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 \$33,843 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 \$245,955. 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 report including all actuarial assumptions and methods, and the report on the allocation of the KPERS net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

## F. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

*Vacation leave.* Ten to fifteen working days per year, depending on years of service, are allowed as vacation leave to regular full-time City employees. If not used by year-end, these days are lost.

*Sick leave.* Sick leave for regular full-time employees is earned at a rate of one day per month and may accrue up to a maximum of 720 hours. Unused sick leave will not be paid upon termination or resignation.

*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 the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement. This year the City had no retirees participating in the health insurance.

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 other post-employment benefits.* 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 was set at 1% and contributions were \$1,877 for the year ended December 31, 2021.

## G. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and medical needs of employees. The City purchases commercial insurance to cover health, property, liability, and worker's compensation claims. There have been no significant reduction in coverage from the prior year. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three years.

## H. COMMITMENTS

On June 14, 2021, the City approved the purchase of a 2022 Labrie Sprinter Side Loader from Key Equipment. The total cost of the refuse truck is \$241,795 with an expected delivery in October 2022.

## I. CORONAVIRUS (COVID-19)

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the City's financial condition, liquidity, and future result of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the City is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for fiscal year 2022.

As a result of the COVID-19 outbreak, numerous Federal and State grants have been made available to the City to assist with the risks and help offset incurred costs of the City. The City received funding from the American Rescue Plan Act of 2021 (ARPA) during the current year.

## J. SUBSEQUENT EVENTS

Management has evaluated subsequent events through August 4, 2022 and does not believe any events have occurred which affect the financial statement as presented except for the ongoing concern regarding the novel strain of coronavirus (COVID-19) as discussed in Note I above.

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**

## CITY OF SYRACUSE, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2021

<u>Funds</u>	<u>Certified budget</u>	<u>Adjustment for qualifying budget credits</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General fund:					
General	\$ 1,019,500	\$ -	\$ 1,019,500	\$ 798,123	\$ 221,377
Special purpose funds:					
Employee benefits	155,500	-	155,500	98,995	56,505
Parks and recreation	15,000	-	15,000	3,761	11,239
Special highway	110,000	-	110,000	49,820	60,180
Fire fighting equipment	20,877	-	20,877	11,530	9,347
Tourism	70,000	-	70,000	11,935	58,065
Bond and interest fund:					
Bond and interest	7,500	-	7,500	-	7,500
Business fund:					
Water, sewer and refuse utility	<u>855,000</u>	<u>-</u>	<u>855,000</u>	<u>802,145</u>	<u>52,855</u>
Total	<u>\$ 2,253,377</u>	<u>\$ -</u>	<u>\$ 2,253,377</u>	<u>\$ 1,776,309</u>	<u>\$ 477,068</u>

See Independent Auditor's Report.



## CITY OF SYRACUSE, 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)

		2021		Variance
	2020	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 216,515	\$ 232,158	\$ 235,423	\$ (3,265)
Delinquent tax	15,897	16,759	5,000	11,759
Motor vehicle tax	65,420	69,128	46,268	22,860
Franchise tax	75,981	109,847	65,000	44,847
Sales and compensating use tax	282,616	296,935	230,000	66,935
Alcohol tax	4,071	5,076	4,803	273
County solid waste	114,337	72,920	100,000	(27,080)
State and federal aid	3,130	2,348	-	2,348
Charges for services	92,136	125,563	30,000	95,563
Licenses and permits	7,741	6,911	4,000	2,911
Fines	1,785	2,150	250	1,900
Interest	5,547	3,396	2,000	1,396
Miscellaneous	35,402	74,934	5,000	69,934
Transfers	35,229	-	57,500	(57,500)
Total receipts	955,807	1,018,125	\$ 785,244	\$ 232,881
Expenditures:				
General government	337,666	294,384	\$ 360,000	\$ 65,616
Fire protection	30,289	26,329	26,000	(329)
Police protection	154,500	155,693	154,500	(1,193)
Highways and streets	72,077	65,290	180,500	115,210
Street lighting	30,097	34,616	32,000	(2,616)
Park department	6,351	3,927	20,000	16,073
Sanitation	35,241	9,249	85,000	75,751
Airport appropriation	20,000	20,000	20,000	-
Youth association	5,000	5,000	5,000	-
Economic development	-	-	9,500	9,500
Sandhill ATV park	68,813	83,635	75,000	(8,635)
Contribution to City on a Hill	-	-	2,000	2,000
Transfers	60,000	100,000	50,000	(50,000)
Total expenditures	820,034	798,123	\$ 1,019,500	\$ 221,377
Receipts over (under) expenditures	135,773	220,002		
Unencumbered cash, beginning of year	320,781	456,554	\$ 234,256	\$ 222,298
Unencumbered cash, end of year	\$ 456,554	\$ 676,556		

See Independent Auditor's Report.

## CITY OF SYRACUSE, 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)

		2021		Variance
	2020	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 113,762	\$ 106,139	\$ 107,633	\$ (1,494)
Delinquent tax	7,374	7,931	1,000	6,931
Motor vehicle tax	31,382	34,359	24,311	10,048
Total receipts	152,518	148,429	\$ 132,944	\$ 15,485
Expenditures:				
Health insurance	79,625	65,315	\$ 100,000	\$ 34,685
FICA	19,843	16,090	25,000	8,910
KPERS and unemployment	22,763	17,590	30,500	12,910
Total expenditures	122,231	98,995	\$ 155,500	\$ 56,505
Receipts over (under) expenditures	30,287	49,434		
Unencumbered cash, beginning of year	25,330	55,617	\$ 22,556	\$ 33,061
Unencumbered cash, end of year	\$ 55,617	\$ 105,051		

See Independent Auditor's Report.

## CITY OF SYRACUSE, KANSAS

## 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)

		2021		Variance favorable (unfavorable)
	<u>2020</u>	<u>Actual</u>	<u>Budget</u>	
Receipts:				
Alcohol tax	\$ 4,071	\$ 5,076	<u>\$ 4,803</u>	<u>\$ 273</u>
Expenditures:				
Parks and recreation	<u>2,977</u>	<u>3,761</u>	<u>\$ 15,000</u>	<u>\$ 11,239</u>
Receipts over (under) expenditures	1,094	1,315		
Unencumbered cash, beginning of year	<u>9,443</u>	<u>10,537</u>	<u>\$ 10,197</u>	<u>\$ 340</u>
Unencumbered cash, end of year	<u>\$ 10,537</u>	<u>\$ 11,852</u>		

See Independent Auditor's Report.

## CITY OF SYRACUSE, 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)

		2021		Variance
	2020	Actual	Budget	favorable (unfavorable)
Receipts:				
Gasoline tax	\$ 44,969	\$ 48,453	<u>\$ 39,980</u>	<u>\$ 8,473</u>
Expenditures:				
Street maintenance	<u>59,450</u>	<u>49,820</u>	<u>\$ 110,000</u>	<u>\$ 60,180</u>
Receipts over (under) expenditures	(14,481)	(1,367)		
Unencumbered cash, beginning of year	<u>89,080</u>	<u>74,599</u>	<u>\$ 70,020</u>	<u>\$ 4,579</u>
Unencumbered cash, end of year	<u>\$ 74,599</u>	<u>\$ 73,232</u>		

See Independent Auditor's Report.

## CITY OF SYRACUSE, KANSAS

## FIRE FIGHTING EQUIPMENT 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)

		2021		Variance
	2020	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem property tax	\$ 4,074	\$ 4,052	\$ 4,107	\$ (55)
Delinquent tax	269	292	-	292
Motor vehicle tax	1,085	1,191	871	320
Total receipts	5,428	5,535	\$ 4,978	\$ 557
Expenditures:				
Equipment	-	8,153	\$ 17,500	\$ 9,347
Loan payments	3,377	3,377	3,377	-
Total expenditures	3,377	11,530	\$ 20,877	\$ 9,347
Receipts over (under) expenditures	2,051	(5,995)		
Unencumbered cash, beginning of year	14,214	16,265	\$ 15,899	\$ 366
Unencumbered cash, end of year	\$ 16,265	\$ 10,270		

See Independent Auditor's Report.

## CITY OF SYRACUSE, KANSAS

## TOURISM 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)

		2021		Variance favorable (unfavorable)
	2020	Actual	Budget	
Receipts:				
Transient guest tax	\$ 30,355	\$ 36,158	\$ 30,000	\$ 6,158
Miscellaneous	163	-	-	-
Total receipts	30,518	36,158	<u>\$ 30,000</u>	<u>\$ 6,158</u>
Expenditures:				
Tourism	34,969	6,592	\$ 70,000	\$ 63,408
Contractual services	5,343	5,343	-	(5,343)
Total expenditures	40,312	11,935	<u>\$ 70,000</u>	<u>\$ 58,065</u>
Receipts over (under) expenditures	(9,794)	24,223		
Unencumbered cash, beginning of year	67,970	58,176	<u>\$ 40,000</u>	<u>\$ 18,176</u>
Unencumbered cash, end of year	<u>\$ 58,176</u>	<u>\$ 82,399</u>		

See Independent Auditor's Report.

## CITY OF SYRACUSE, KANSAS

## STREET MACHINERY 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)

	<u>2020</u>	<u>2021</u>
Receipts:		
Transfers	\$ 25,000	\$ 50,000
Expenditures:		
Equipment	<u>23,039</u>	<u>3,038</u>
Receipts over (under) expenditures	1,961	46,962
Unencumbered cash, beginning of year	<u>69,674</u>	<u>71,635</u>
Unencumbered cash, end of year	<u><u>\$ 71,635</u></u>	<u><u>\$ 118,597</u></u>

See Independent Auditor's Report.

## CITY OF SYRACUSE, KANSAS

## CAPITAL IMPROVEMENTS 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)

	<u>2020</u>	<u>2021</u>
Receipts:		
Transfers	<u>\$ 35,000</u>	<u>\$ 50,000</u>
Expenditures:		
Contractual services	5,342	5,343
Capital outlay	<u>50,000</u>	<u>11,000</u>
Total expenditures	<u>55,342</u>	<u>16,343</u>
Receipts over (under) expenditures	(20,342)	33,657
Unencumbered cash, beginning of year	<u>157,915</u>	<u>137,573</u>
Unencumbered cash, end of year	<u><u>\$ 137,573</u></u>	<u><u>\$ 171,230</u></u>

See Independent Auditor's Report.



## CITY OF SYRACUSE, KANSAS

## ARPA 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)

	<u>2020</u>	<u>2021</u>
Receipts:		
Federal aid	\$ -	\$ 130,176
Expenditures	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	-	130,176
Unencumbered cash, beginning of year	<u>-</u>	<u>-</u>
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ 130,176</u>

See Independent Auditor's Report.

## CITY OF SYRACUSE, 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)

		2021		Variance
	2020	Actual	Budget	favorable (unfavorable)
Receipts:				
Taxes:				
Delinquent tax	\$ 97	\$ -	\$ 1,000	\$ (1,000)
Motor vehicle tax	9	-	-	-
Total receipts	106	-	<u>\$ 1,000</u>	<u>\$ (1,000)</u>
Expenditures:				
Transfers	5,229	-	<u>\$ 7,500</u>	<u>\$ 7,500</u>
Receipts over (under) expenditures	(5,123)	-		
Unencumbered cash, beginning of year	5,123	-	<u>\$ 6,500</u>	<u>\$ (6,500)</u>
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

See Independent Auditor's Report.

## CITY OF SYRACUSE, KANSAS

## WATER, SEWER AND REFUSE 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)

		2021		Variance
	2020	Actual	Budget	favorable (unfavorable)
Receipts:				
Water sales	\$ 424,071	\$ 426,417	\$ 365,000	\$ 61,417
Sewer charges	163,188	169,735	160,000	9,735
Refuse charges	189,475	196,946	180,000	16,946
Sales tax	13,748	13,219	10,000	3,219
Penalties	8,941	7,893	8,000	(107)
Interest	5,617	3,394	6,000	(2,606)
Miscellaneous	33,788	19,746	5,000	14,746
Total receipts	838,828	837,350	\$ 734,000	\$ 103,350
Expenditures:				
Water expense	470,772	475,392	\$ 485,000	\$ 9,608
Sewer expense	55,969	52,424	75,000	22,576
Refuse expense	95,903	124,329	145,000	20,671
Transfers	130,000	150,000	150,000	-
Total expenditures	752,644	802,145	\$ 855,000	\$ 52,855
Receipts over (under) expenditures	86,184	35,205		
Unencumbered cash, beginning of year	200,273	286,457	\$ 121,000	\$ 165,457
Unencumbered cash, end of year	\$ 286,457	\$ 321,662		

See Independent Auditor's Report.

## CITY OF SYRACUSE, KANSAS

## UTILITY DEPRECIATION 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)

	<u>2020</u>	<u>2021</u>
Receipts:		
Federal aid	\$ -	\$ 10,059
Transfers	<u>100,000</u>	<u>150,000</u>
Total receipts	<u>100,000</u>	<u>160,059</u>
Expenditures:		
Contractual services	-	9,594
Capital outlay	<u>24,493</u>	<u>67,437</u>
Total expenditures	<u>24,493</u>	<u>77,031</u>
Receipts over (under) expenditures	75,507	83,028
Unencumbered cash, beginning of year	<u>340,362</u>	<u>415,869</u>
Unencumbered cash, end of year	<u>\$ 415,869</u>	<u>\$ 498,897</u>

See Independent Auditor's Report.

## CITY OF SYRACUSE, KANSAS

## AGENCY FUND

SUMMARY OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS

For the Year Ended December 31, 2021

<u>Fund</u>	<u>Beginning cash balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending cash balance</u>
Water deposits	\$ 24,135	\$ 5,625	\$ 4,591	\$ 25,169

See Independent Auditor's Report.