CITY OF GENESEO, KANSAS

FINANCIAL STATEMENT

For the Year Ended December 31, 2021

City of Geneseo, Kansas

For the Year Ended December 31, 2021

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Knudsen Monroe & Company LLC

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INDEPENDENT AUDITOR'S REPORT

City Council
City of Geneseo
Geneseo, 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 Geneseo, Kansas (City) and its related municipal entity, 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 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 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 Audit of 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.

Auditor's Responsibility 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 2021 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, summary of regulatory basis receipts and disbursements–agency funds and the schedule of receipts and expenditures–actual–related municipal entity (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2021 basic financial statement, but 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 2021 basic financial statement. The 2021 information has been subjected to the auditing procedures applied in the audit of the 2021 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 2021 basic financial statement or to the 2021 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 supplemental information is fairly stated in all material respects in relation to the 2021 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 February 16, 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 and the schedule of receipts and expenditures–related municipal entity for the year ended December 31, 2021 (Schedules 2 and 4 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the 2021 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.

Knudsen, Monroe & Company, LLC

Certified Public Accountants
Newton, Kansas
February 25, 2022

City of Geneseo, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

Regulatory Basis

For the Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	$ 26,109	228,401	186,642	67,868	4,024	71,892
Special Purpose Funds						
Library	-	6,164	5,500	664	-	664
Recreation	-	1,849	1,800	49	123	172
Special Street and Highway	9,769	7,417	6,622	10,564	-	10,564
Special Parks and Recreation	59	20	-	79	-	79
Equipment Reserve						
Fire	9,964	4,149	8,295	5,818	-	5,818
Police	11,013	7,275	-	18,288	-	18,288
Maintenance	547	8,698	6,135	3,110	-	3,110
Water Salesman	1,550	1,505	-	3,055	-	3,055
Bond and Interest Fund	-	7,968	6,723	1,245	-	1,245
Business Funds						
Waterworks	3,985	66,977	68,011	2,951	90	3,041
Sewer	6,665	32,486	33,889	5,262	-	5,262
Refuse	11,143	22,874	26,740	7,277	-	7,277
Waterworks Reserve	1,651	-	-	1,651	-	1,651
Related Municipal Entity						
Land Bank	8,906	5,449	249	14,106	-	14,106
Total Reporting Entity						
(Excluding Agency Funds)	$ 91,361	401,232	350,606	141,987	4,237	146,224

Composition of Cash	
Cash on hand	$ 100
Lyons Federal Bank	
Checking	113,535
Certificates of Deposit	32,648
Total Cash	146,283
Less Agency Fund per Schedule 3	59
Total Reporting Entity (Excluding Agency Funds)	$ 146,224

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

The City of Geneseo is a municipal corporation governed by an elected six-member council. This regulatory financial statement presents the City of Geneseo (City) and its related municipal entity. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents.

Land Bank – The Land Bank was established under K.S.A. 12-5901 for the purpose of acquiring land within the City of Geneseo. The Land Bank is governed by a Board of Trustees which is comprised of members of the City Council and Mayor.

The following entities are related municipal entities of the City that have not been presented in this financial statement. The governing bodies of these related municipal entities are appointed by the City.

Geneseo Public Library – The Geneseo Public Library board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. The City levies taxes for the Library's operations. Unaudited financial statements can be obtained by contacting the Library.

Geneseo Recreation Commission – The Geneseo Recreation Commission is responsible for organizing the City's various youth and adult recreational activities. The Recreation Commission operates as a separate governing body but the City levies taxes for the Recreation Commission and the Recreation Commission has only the power granted by statute, K.S.A. 12-1928. Unaudited financial statements can be obtained by contacting the Recreation Commission.

Geneseo Museum – The Geneseo Museum board operates the City's museum. The City makes appropriations to the museum to assist in funding capital expenditures and operating expenses. Unaudited financial statements can be obtained by contacting the Museum.

Regulatory Basis Fund Types

General 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 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, transfers from other funds and payments of general long-term debt.

Business Fund – used to account in whole or in part for fees charged to users of the goods or services (i.e. waterworks fund, sewer fund, refuse fund, etc.).

Agency Fund – used to report assets held by the City in a purely custodial capacity (i.e., sales tax collection account).

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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 Fund, 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, if the City is not exceeding the revenue neutral rate:

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

If the City intends to exceed the revenue neutral rate, the budget timeline for adoption of the final budget is adjusted to on or before September 20th. The City 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.

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 the 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 Business Reserve Funds, Equipment Reserve Funds or Agency 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 the KMAAG regulatory basis of accounting.

2. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, 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 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. All deposits were legally secured at December 31, 2021.

At December 31, 2021, the City's carrying amount of deposits, including the related municipal entity, was $146,183 and the bank balance was $146,416. The bank balance was held by one bank resulting in a concentration of credit risk. All of the bank balance was covered by federal depository insurance.

3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

K.S.A. 10-130 requires municipalities to remit payments for any bonds or interest to the state fiscal agent at least twenty days before the date of maturity. The June 2021 general obligation bond payment was not made timely in accordance with this statute.

4. LONG-TERM DEBT

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 1999	4.750%	07/07/99	$ 99,000	07/07/24	$ 24,400	-	5,700	18,700	1,023
Series 2007-A	4.125%	06/05/07	336,700	06/05/47	261,444	-	5,824	255,620	10,785
Series 2012-A	2.750%	07/18/12	211,500	07/26/52	185,344	-	3,687	181,657	5,097
Series 2012-B	2.750%	07/18/12	25,000	07/26/52	21,908	-	436	21,472	602
					493,096	-	15,647	477,449	17,507
KDHE Loan	2.420%	08/01/12	43,793	08/01/33	211,990	-	14,058	197,932	5,046
Finance/Capital Leases									
Fire Truck	2.400%	04/08/14	40,000	04/01/20	6,044	-	6,044	-	157
Kubota Tractor	3.760%	04/13/18	22,759	03/13/25	14,523	-	3,212	11,311	491
Kubota Mower	3.760%	04/13/18	8,175	03/13/25	5,217	-	1,154	4,063	176
					25,784	-	10,410	15,374	824
Total contractual indebtedness					$ 730,870	-	40,115	690,755	23,377

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

	Year ending December 31											
	2022	2023	2024	2025	2026	2027 to 2031	2032 to 2036	2037 to 2041	2042 to 2046	2047 to 2051	2052	Total
Principal												
General Obligation Bonds	$ 16,300	16,867	17,517	11,440	11,849	65,895	78,624	93,954	111,708	43,736	9,559	477,449
KDHE Loan	14,401	14,751	15,110	15,478	15,855	85,257	37,080	-	-	-	-	197,932
Finance/Capital Leases	4,533	4,706	4,885	1,250	-	-	-	-	-	-	-	15,374
Total principal	35,234	36,324	37,512	28,168	27,704	151,152	115,704	93,954	111,708	43,736	9,559	690,755
Interest												
General Obligation Bonds	17,019	16,097	15,692	14,991	14,582	66,232	53,491	38,187	19,789	5,003	263	261,346
KDHE Loan	4,703	4,353	3,994	3,626	3,249	10,263	1,128	-	-	-	-	31,316
Finance/Capital Leases	500	328	147	8	-	-	-	-	-	-	-	983
Total interest	22,222	20,778	19,833	18,625	17,831	76,495	54,619	38,187	19,789	5,003	263	293,645
Total Principal and Interest	$ 57,456	57,102	57,345	46,793	45,535	227,647	170,323	132,141	131,497	48,739	9,822	984,400

5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General	Equipment Reserve-Fire	K.S.A. 12-1,117	$ 4,149
General	Equipment Reserve-Police	K.S.A. 12-1,117	4,149
General	Equipment Reserve-Maintenance	K.S.A. 12-1,117	8,298
General	Land Bank	K.S.A. 12-1,117	4,149

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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% for the period ended June 30, 2021, with a 0% moratorium for the period July 1, 2021 through December 31, 2021.

Compensated Absences

Full-time employees earn two weeks of paid vacation upon completion of one year of employment.

7. DEFINED BENEFIT 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 or by writing to KPERS (611 South 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 $5,316 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 $39,341. 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 nonemployer contributions of the

7. DEFINED BENEFIT PENSION PLAN (Continued)

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.

8. 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; and natural disasters. The City has purchased commercial insurance for these potential risks. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

During the ordinary course of its operations, the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management that any current matters are not anticipated to have a material financial impact on the City.

9. CORONAVIRUS PANDEMIC

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 results 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 2021.

As a result of COVID-19, 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. During 2021, the City received funds from the Coronavirus State & Local Fiscal Recovery funds in the amount of $19,610.

10. DATE OF MANAGEMENT REVIEW

Management has performed an analysis of the activities and transactions subsequent to December 31, 2021, to determine the need for any adjustments to and/or disclosures within the audited financial statement. Management has performed their analysis through February 25, 2022, which is the date the financial statement was available to be issued.

CITY OF GENESEO, KANSAS

REGULATORY – REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2021

SCHEDULE 1

City of Geneseo, Kansas

SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2021

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
GENERAL FUND	$ 135,962	73,233	209,195	186,642	(22,553)
SPECIAL PURPOSE FUNDS					
Library	5,500	-	5,500	5,500	-
Recreation	1,800	-	1,800	1,800	-
Special Street and Highway	10,000	-	10,000	6,622	(3,378)
BOND AND INTEREST FUND	7,859	-	7,859	6,723	(1,136)
BUSINESS FUNDS					
Waterworks	71,077	-	71,077	68,011	(3,066)
Sewer	40,000	-	40,000	33,889	(6,111)
Refuse	34,297	-	34,297	26,740	(7,557)

SCHEDULE 2

City of Geneseo, 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				
Ad valorem property tax	$ 42,012	47,865	52,450	(4,585)
Delinquent tax	4,771	6,944	2,000	4,944
Vehicle tax	10,811	10,176	10,781	(605)
Local sales tax	54,959	61,765	50,000	11,765
Franchise tax	14,307	14,884	14,200	684
Liquor tax	20	20	30	(10)
Fines, fees, and permits	806	620	1,150	(530)
Land lease	1,426	1,995	1,500	495
Interest	397	493	350	143
Donations and other	159	618	700	(82)
Insurance proceeds	-	53,623	-	53,623
State set off payments	149	-	-	-
Sale of assets	-	150	-	150
Federal and State aid				
COVID-19	13,285	-	-	-
Coronavirus State & Local Fiscal Recovery Fund	-	19,610	-	19,610
Reimbursements	9,717	9,638	3,500	6,138
Total Receipts	152,819	228,401	136,661	91,740
EXPENDITURES, page 13	127,427	186,642		
Receipts over (under) expenditures	25,392	41,759		
UNENCUMBERED CASH, beginning	717	26,109		
UNENCUMBERED CASH, ending	$ 26,109	67,868		

SCHEDULE 2

City of Geneseo, 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				
Administration				
Salaries and benefits	$ 10,442	29,003	45,000	(15,997)
Contractual services	59,191	120,250	59,076	61,174
Commodities and other	8,680	13,660	10,000	3,660
Fire protection				
Salaries and benefits	2,903	241	500	(259)
Commodities and other	-	-	2,500	(2,500)
Contractual services	2,186	2,207	-	2,207
Police protection				
Salaries and benefits	11,049	(181)	-	(181)
Commodities and other	225	-	300	(300)
Contractual services	1,004	717	1,500	(783)
Maintenance				
Commodities and other	797	-	1,500	(1,500)
Interest Expense	294	-	386	(386)
State aid - COVID 19	14,931	-	-	-
Transfer to				
Equipment Reserve-Fire	3,145	4,149	3,050	1,099
Equipment Reserve-Police	3,145	4,149	3,050	1,099
Equipment Reserve-Maintenance	6,290	8,298	6,050	2,248
Land Bank	3,145	4,149	3,050	1,099
	127,427	186,642	135,962	50,680
Adjustment for Qualifying Budget Credits	-	-	73,233	(73,233)
Total Expenditures	$ 127,427	186,642	209,195	(22,553)

City of Geneseo, Kansas

Special Purpose Funds

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)
LIBRARY				
RECEIPTS				
Ad valorem property tax	$ 7,183	3,362	3,698	(336)
Delinquent tax	702	1,049	-	1,049
Vehicle tax	1,870	1,753	1,851	(98)
Total Receipts	9,755	6,164	5,549	615
EXPENDITURES				
Appropriation to Library Board	9,755	5,500	5,500	-
Receipts over (under) expenditures	-	664		
UNENCUMBERED CASH, beginning	-	-		
UNENCUMBERED CASH, ending	$ -	664		
RECREATION				
RECEIPTS				
Ad valorem property tax	$ 2,013	1,137	1,249	(112)
Delinquent tax	136	226	50	176
Vehicle tax	265	486	518	(32)
Total Receipts	2,414	1,849	1,817	32
EXPENDITURES				
Appropriation to Recreation Commission	2,414	1,800	1,800	-
Receipts over (under) expenditures	-	49		
UNENCUMBERED CASH, beginning	-	-		
UNENCUMBERED CASH, ending	$ -	49		

SCHEDULE 2

City of Geneseo, Kansas

Special Purpose Funds

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)
SPECIAL STREET AND HIGHWAY				
RECEIPTS				
State payments - gasoline tax	$ 6,686	7,417	5,850	1,567
EXPENDITURES				
Salaries and benefits	-	5,024	-	5,024
Contractual services	-	-	5,000	(5,000)
Commodities and other	491	1,598	5,000	(3,402)
Total Expenditures	491	6,622	10,000	(3,378)
Receipts over (under) expenditures	6,195	795		
UNENCUMBERED CASH, beginning	3,161	9,769		
Prior year encumbered encumbrances	413	-		
UNENCUMBERED CASH, ending	$ 9,769	10,564		
SPECIAL PARKS AND RECREATION				
RECEIPTS				
State payments-Liquor tax	$ 21	20	30	(10)
EXPENDITURES				
Contractual services	-	-	-	-
Receipts over (under) expenditures	21	20		
UNENCUMBERED CASH, beginning	38	59		
UNENCUMBERED CASH, ending	$ 59	79		

City of Geneseo, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL

Regulatory Basis

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	2020	2021
EQUIPMENT RESERVE-FIRE		
RECEIPTS		
Transfer from General	$ 3,145	4,149
EXPENDITURES		
Commodities	770	622
Capital outlay	8,834	1,472
Contractual services	84	-
Capital lease		
Principal	5,986	6,044
Interest	287	157
Total Expenditures	15,961	8,295
Receipts over (under) expenditures	(12,816)	(4,146)
UNENCUMBERED CASH, beginning	22,780	9,964
UNENCUMBERED CASH, ending	$ 9,964	5,818
EQUIPMENT RESERVE-POLICE		
RECEIPTS		
Reimbursements and other	$ -	3,126
Transfer from General	3,145	4,149
Total Receipts	3,145	7,275
EXPENDITURES		
Commodities	5	-
Receipts over (under) expenditures	3,140	7,275
UNENCUMBERED CASH, beginning	7,873	11,013
UNENCUMBERED CASH, ending	$ 11,013	18,288

City of Geneseo, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL

Regulatory Basis

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	2020	2021
EQUIPMENT RESERVE-MAINTENANCE		
RECEIPTS		
Reimbursements and other	$ -	400
Sale of assets	200	-
Transfer from General	6,290	8,298
Total Receipts	6,490	8,698
EXPENDITURES		
Commodities	910	1,102
Capital lease		
Principal	4,205	4,366
Interest	828	667
Total Expenditures	5,943	6,135
Receipts over (under) expenditures	547	2,563
UNENCUMBERED CASH, beginning	-	547
UNENCUMBERED CASH, ending	$ 547	3,110
EQUIPMENT RESERVE-WATER SALESMAN		
RECEIPTS		
Services	$ 590	1,505
EXPENDITURES	-	-
Receipts over (under) expenditures	590	1,505
UNENCUMBERED CASH, beginning	960	1,550
UNENCUMBERED CASH, ending	$ 1,550	3,055

City of Geneseo, 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				
Ad valorem property tax	$ 4,517	6,088	6,676	(588)
Delinquent tax	434	714	50	664
Vehicle tax	1,434	1,166	1,222	(56)
Interest	9	-	-	-
Total Receipts	6,394	7,968	7,948	20
EXPENDITURES				
Principal	5,400	5,700	5,700	-
Interest	994	1,023	1,159	(136)
Cash basis reserve	-	-	1,000	(1,000)
Total Expenditures	6,394	6,723	7,859	(1,136)
Receipts over (under) expenditures	-	1,245		
UNENCUMBERED CASH, beginning	-	-		
UNENCUMBERED CASH, ending	$ -	1,245		

SCHEDULE 2

City of Geneseo, Kansas

Business Funds

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)
WATERWORKS				
RECEIPTS				
Service and connection fees	$ 69,152	66,443	68,000	(1,557)
Reimbursements and other	64	534	100	434
Total Receipts	69,216	66,977	68,100	(1,123)
EXPENDITURES				
Salaries and benefits	34,541	28,637	34,000	(5,363)
Contractual services	3,538	6,478	1,800	4,678
Commodities and other	2,753	3,970	6,349	(2,379)
Capital outlay	851	-	-	-
Principal	17,736	18,181	18,182	(1)
Interest	11,190	10,745	10,746	(1)
Total Expenditures	70,609	68,011	71,077	(3,066)
Receipts over (under) expenditures	(1,393)	(1,034)		
UNENCUMBERED CASH, beginning	5,378	3,985		
UNENCUMBERED CASH, ending	$ 3,985	2,951		

City of Geneseo, Kansas

Business Funds

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)
SEWER				
RECEIPTS				
Service and connection fees	$ 33,314	32,486	40,000	(7,514)
EXPENDITURES				
Salaries and benefits	16,450	15,421	18,000	(2,579)
Contractual services	2,880	1,769	891	878
Commodities and other	-	90	4,500	(4,410)
Principal	5,562	5,824	5,824	-
Interest	11,014	10,785	10,785	-
Total Expenditures	35,906	33,889	40,000	(6,111)
Receipts over (under) expenditures	(2,592)	(1,403)		
UNENCUMBERED CASH, beginning	9,257	6,665		
UNENCUMBERED CASH, ending	$ 6,665	5,262		
REFUSE				
RECEIPTS				
Service fees	$ 23,474	22,874	23,000	(126)
EXPENDITURES				
Salaries and benefits	10,089	9,138	10,000	(862)
Contractual services	16,949	17,602	17,000	602
Total Expenditures	27,038	26,740	27,000	(260)
Receipts over (under) expenditures	(3,564)	(3,866)		
UNENCUMBERED CASH, beginning	14,707	11,143		
UNENCUMBERED CASH, ending	$ 11,143	7,277		

City of Geneseo, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

Regulatory Basis

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	2020	2021
WATERWORKS RESERVE		
RECEIPTS	$ -	-
EXPENDITURES	-	-
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	1,651	1,651
UNENCUMBERED CASH, ending	$ 1,651	1,651

City of Geneseo, 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
SALES TAX	$ 54	226	221	59

City of Geneseo, Kansas

Related Municipal Entity

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL

Regulatory Basis

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	2020	2021
LAND BANK		
RECEIPTS		
Lot Sales	$ -	1,300
Transfer from General	3,145	4,149
Total Receipts	3,145	5,449
EXPENDITURES		
Contractual services	400	242
Other expenses	-	7
Total Expenditures	400	249
Receipts over (under) expenditures	2,745	5,200
UNENCUMBERED CASH, beginning	6,161	8,906
UNENCUMBERED CASH, ending	$ 8,906	14,106