CITY OF SMITH CENTER

Smith Center, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended December 31, 2021

MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas 67661

CITY OF SMITH CENTER

For the Year Ended December 31, 2021

City Council

Adam Rentschler	Tracy Kingsbury
Chris Cole	David Mace
Don Wick	

City Offices

Bryce Wiehl	Mayor
Jill Conaway	City Clerk
Terri Jones	City Treasurer

CITY OF SMITH CENTER
Smith Center, Kansas

For the Year Ended December 31, 2021

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Smith Center, Kansas

For the Year Ended December 31, 2021

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Smith Center, Kansas
Smith Center, KS 66967

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 Smith Center, Kansas, a Municipality, 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 Smith Center, 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 of Smith Center, 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 Opinion

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 Smith Center, 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 of Smith Center, 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 reasonable 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 of Smith Center's, ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

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 of Smith Center'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 of Smith Center'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, schedule of regulatory basis receipts and expenditures – agency funds, (Schedules 1, 2, and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In 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.

Respectfully submitted,
Mapes & Miller LLP
Certified Public Accountants

December 12, 2022
Phillipsburg, Kansas

CITY OF SMITH CENTER
Smith Center, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended December 31, 2021

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund							
General Operating Fund	$ 616,745	$ -	$ 1,054,533	$ 1,002,354	$ 668,924	$ 23,935	$ 692,859
Special Purpose Funds							
Industrial Development Fund	43,423	-	9,730	9,000	44,153	-	44,153
Library Fund	2,074	-	63,236	61,043	4,267	7,500	11,767
Recreation Fund	1,238	-	29,184	28,332	2,090	18,090	20,180
Special Street and Highway Fund	73,336	-	70,265	34,349	109,252	-	109,252
Special Parks and Recreation Fund	21,915	-	5,012	659	26,268	-	26,268
Employee Benefit Fund	5,625	-	261,113	248,214	18,524	178	18,702
Equipment Reserve Fund	195,314	-	130,229	88,396	237,147	57,031	294,178
Economic Development Fund	216,258	-	183,572	75,136	324,694	532	325,226
Economic Development Revolving Loan Fund	128,877	-	98,858	36,715	191,020	-	191,020
Golf Course Improvement Fund	1,980	-	14,796	10,223	6,553	-	6,553
Playground Equipment Fund	66,333	-	6,959	73,292	-	-	-
Safe Routes Grant Fund	1,770	-	-	-	1,770	-	1,770
Partially Self-Funded Health Insurance Fund	50,157	-	47,548	27,423	70,282	-	70,282
ARPA Grant Fund	-	-	119,798	-	119,798	-	119,798
Capital Projects Funds							
Airport Grant Fund	(41,869)	8,528	9,314	62,000	(86,027) *	57,000	(29,027)
Community Projects Fund	199,076	1,200	198,735	45,691	353,320	33,699	387,019
Swimming Pool CDBG Fund	(399,368)	-	399,368	-	-	-	-
CCLIP US-281 Project Fund	7,355	-	554,121	561,476	-	9,000	9,000
CCLIP K-204 Project Fund	-	-	-	99,992	(99,992) *	46,458	(53,534)
Business Funds							
Water Fund	952,267	-	754,879	632,805	1,074,341	5,672	1,080,013
Water Improvement Fund	245,555	-	46,335	133,560	158,330	133,560	291,890
Airport Fund	56,029	449	81,082	75,187	62,373	3,000	65,373
Golf Course Fund	1,961	-	66,383	65,876	2,468	781	3,249
Waste Disposal Fund	428,865	-	324,819	348,742	404,942	10,604	415,546
Total Financial Reporting Entity (Excluding Agency Funds)	$ 2,874,916	$ 10,177	$ 4,529,869	$ 3,720,465	$ 3,694,497	$ 407,040	$ 4,101,537

* See Note 3 (Cash Basis Exception)

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

CITY OF SMITH CENTER
Smith Center, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended December 31, 2021

Composition of Cash

Cash On Hand	$	100
People's Bank		
Checking Accounts		467,026
Savings		1,393,617
Certificates of Deposit		300,000
Smith County Bank		
Certificates of Deposit		200,000
Guaranty State Bank		
Checking Accounts		876,547
NOW Accounts		695,948
Certificates of Deposit		100,000
Farmers Bank & Trust		
NOW Accounts		70,282
Total Cash		4,103,520
Agency Funds Per Schedule 3		(1,983)
Total Financial Reporting Entity (Excluding Agency Funds)	$	4,101,537

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

CITY OF SMITH CENTER
Smith Center, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Financial Reporting Entity

The City of Smith Center, Kansas, is a municipal corporation governed by an elected mayor and an elected five member council. This financial statement presents the City of Smith Center, the municipality, and does not include its related municipal entities.

(b) Regulatory Basis Fund Types

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities for the City for the year ended December 31, 2021.

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

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

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

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

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

(c) 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.

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

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

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

4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for the year ended December 31, 2021.

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 statements 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, Agency Funds, and the following:

Special Purpose Funds
- Equipment Reserve Fund
- Economic Development Revolving Loan Fund
- Golf Course Improvement Fund
- Playground Equipment Fund
- Safe Routes Grant Fund
- Partially Self-Funded Health Insurance Fund
- ARRA Grant Fund

Business Funds
- Water Improvement Fund

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

A. Encumbrances – During the year ended December 31, 2021, fund encumbrance records were not maintained as required by K.S.A. 10-1117, which requires the clerk to maintain a record of each funds' indebtedness and contracts creating a liability against the City.

B. No other statutory violations noted for the year ended December 31, 2021.

3. CASH BASIS EXCEPTION

Airport Grant Fund:
The City received a Federal Aviation Administration (FAA) Grant. The grant document requires the City to expend the monies before they can request reimbursement, which caused the City to have negative unencumbered cash in the Airport Grant Fund at December 31, 2021. K.S.A. 12-1664 provides an exception for a cash basis law violation for the intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed to the City under conditions of the grant award. The City will receive reimbursement for these expenditures in 2022.

CCLIP K-204 Project Fund:
The City received grants from the Kansas Department of Transportation (KDOT). The grant agreements requires the City to expend the monies before they can request reimbursement, which caused the City to have negative unencumbered cash in the CCLIP K-204 Project Fund at December 31, 2021. K.S.A. 12-1664 provides an exception for a cash basis law violation for the intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed to the City under conditions of the grant award. The City will receive reimbursement for these expenditures in 2022.

4. 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. The City's deposits were adequately secured at December 31, 2021.

At December 31, 2021, the City's carrying amount of deposits was $4,103,420 and the bank balance was $4,167,951. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance $1,143,183 was covered by federal depository insurance, $3,024,768 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.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

Transfer From	Transfer To	Regulatory Authority	Amount
Water Fund	Water Improvement Fund	K.S.A. 12-825d	$ 46,335
Waste Disposal Fund	Equipment Reserve Fund	K.S.A. 12-1,117	100,000

6. 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 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. 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 $64,242 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 $413,853. 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 publically available on the website at www.kpers.org or can be obtained as described above.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) 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 of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

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.

(b) 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 is set at 1% for the year ended December 31, 2021.

(c) Compensated Absences

Vacation Leave

All full-time employees of the City are entitled to paid vacation. After one full year of employment, employees are entitled to five working days of paid vacation. At the end of two years employment, employees are entitled to ten working days paid vacation. At the end of ten years employment, employees are entitled to fifteen working days of paid vacation. After twelve years of employment, employees will receive sixteen working days of paid vacation. After fourteen years, employees will receive seventeen working days of paid vacation. After sixteen years, employees will receive eighteen working days paid vacation. After eighteen years, employees will receive nineteen days vacation. After twenty years, employees will receive the maximum, twenty working days paid vacation. Unused vacation days cannot be carried over to the following year unless approved by the City Council. The City Council did not approve any vacation to be carried over to 2022.

Sick Leave

Employees are given one day sick leave for each month of employment. A maximum of ninety days sick leave can be accumulated. Any days acquired in excess of the ninety day maximum will be put in a sick leave pool at the end of each calendar year. At the time of an employee's retirement, compensation will be awarded to the employee for 50% of their accumulated sick leave, based on the employee's hourly wage at the time of retirement. After the employee is compensated, any remaining sick leave days will be placed in the sick leave pool. Part-time employees and seasonal employees are not entitled to sick leave. No sick leave exceeding three days will be allowed unless a statement from a doctor certifies that the illness prevented the employee from working. (This is at the discretion of the supervisor). Holiday pay will be paid if an employee is sick on a Holiday. Unused sick leave will not be paid at termination of employment unless termination is due to retirement.

Compensatory Time Off

Any employee called out for an emergency, such as snow removal, water main breaks, or sewer main problems will be given compensation at 1½ times their regular pay rate for compensatory time off. The hourly wage is computed by dividing the annual salary by 2080 hours. Unused compensatory time will be paid at termination of employment.

8. RISK MANAGEMENT

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

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 been unable to obtain workman's 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 Kansas Municipal Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for 166 participating members and the league itself.

The City continues to carry commercial insurance for all other risks of loss, including commercial property, commercial liability, automobile, linebacker, inland marine, surety bonds, commercial output, law enforcement liability, and airport liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The City pays a monthly fee to Freedom Claims Management for administration of hospital, health care, and prescription claims. Freedom Claims Management acts as a limited agent for the City in receiving and processing claims for benefits under the plan and disbursing claim payments under the plan. United Healthcare will process and pay all eligible claims above a $5,000 threshold.

9. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorization	Expenditures to Date
FAA Project	737,950	736,185
Swimming Pool	1,700,206	1,559,634
CCLIP US-281	600,000	547,646
CCLIP K-204	1,178,968	99,992

10. RELATED PARTY TRANSACTIONS

The City of Smith Center includes the Smith Center Housing Authority employees in its payroll and the Housing Authority reimburses the City. The amount of the reimbursement for the year ended December 31, 2021 was $64,735.

11. COVID-19 NOTE

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. Future potential impacts may include a decrease in certain revenues, reduced customer traffic and the temporary closure of operating hours of our offices.

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 to the City.

12. SUBSEQUENT EVENTS

Management has evaluated events subsequent to year end through the date of this report, and does not believe any other events through the date of this report have occurred, which effect the financial statement as presented.

The City has been allocated to receive $239,596 in American Rescue Plan Act (ARPA) funds. These economic stimulus funds are to assist in the long-term recovery from the economic and public health impacts related to the COVID-19 pandemic. The City received half of the ARPA funds, $119,798, in July 2021 and the other half in June 2022. These funds must be obligated by December 31, 2024.

13. 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 1/1/2021	Additions	Reductions/ Payments	Balance 12/31/2021	Interest/ Service Fee Paid
KDHE Loans									
Kansas Public Water Supply Loan	2.16%	12/10/2012	$ 3,274,703	8/1/2035	$ 2,582,861	$ -	$ 147,511	$ 2,435,350	$ 54,998
Kansas Water Pollution Control Loan	2.83%	10/13/2004	1,661,831	9/1/2027	690,195	-	90,485	599,710	18,896
Total KDHE Loans					3,273,056	-	237,996	3,035,060	73,894
G.O. Temporary Note									
CCLIP Project	1.50%	8/27/2020	534,000	9/1/2021	534,000	-	534,000	-	6,475
Total G.O. Temporary Note					534,000	-	534,000	-	6,475
Capital Leases									
2018 Fire Truck	1.00%	8/15/2017	259,234	8/15/2027	181,464	-	25,923	155,541	1,751
Total Capital Leases					181,464	-	25,923	155,541	1,751
Total Contractual Indebtedness					$ 3,988,520	$ -	$ 797,919	$ 3,190,601	$ 82,120

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

	KDHE Loan		Capital Leases		Total	
Year	Principal	Interest	Principal	Interest	Principal	Interest
2022	$ 243,779	$ 68,112	$ 25,923	$ 1,490	$ 269,702	$ 69,602
2023	249,704	62,187	25,923	1,231	275,627	63,418
2024	255,776	56,115	25,923	972	281,699	57,087
2025	261,999	49,892	25,923	712	287,922	50,604
2026	268,375	43,516	25,923	453	294,298	43,969
2027-2031	983,380	138,549	25,926	194	1,009,306	138,743
2031-2035	772,047	37,991	-	-	772,047	37,991
	$ 3,035,060	$ 456,362	$ 155,541	$ 5,052	$ 3,190,601	$ 461,414

14. ECONOMIC DEVELOPMENT REVOLVING FUND/REVOLVING LOAN GRANT FUND

In connection with the Economic Development Revolving Fund and the Revolving Loan Grant Fund, the City has loaned local businesses monies. Principal and interest received from borrowers is required to be re-loaned to additional eligible borrowers as funds become available.

Business	Interest Rate	Date Issued	Original Amount	Outstanding 1/1/2021	Loaned	Principal Payments	Adjustments	Outstanding 12/31/2021	Interest Received 2021
Retail	5%	09/01/05	$ 45,000	$ 5,122	$ -	$ 5,122	$ -	$ -	$ 140
Housing	5%	10/01/11	63,000	7,274	-	6,542	-	732	206
Service	5%	10/31/12	15,000	3,360	-	1,478	-	1,882	125
Commercial Real Estate	5%	01/08/15	220,851	46,122	-	23,491	-	22,631	1,572
Retail	5%	11/01/16	47,500	34,205	-	2,620	-	31,585	1,579
Service	5%	01/05/17	11,000	6,850	-	2,863	-	3,987	245
Service	5%	06/19/17	120,000	79,814	-	9,335	-	70,479	3,491
Retail	5%	10/16/17	75,000	51,985	-	5,730	-	46,255	2,281
Service	5%	12/31/18	10,000	6,166	-	1,746	-	4,420	172
Service	0-5%	05/01/20	15,000	14,000	-	2,400	-	11,600	-
Retail	0-5%	02/13/20	9,453	8,310	-	1,397	-	6,913	-
Commercial Real Estate	0-5%	05/13/20	51,000	47,036	-	7,929	-	39,107	-
Manufacturing	2%	04/06/20	5,000	4,236	-	2,186	-	2,050	63
Retail	2%	04/06/20	5,000	2,026	-	2,026	-	-	15
Retail	2%	04/06/20	5,000	4,232	-	1,869	-	2,363	67
Service	2%	04/13/20	5,000	4,232	-	1,869	-	2,363	67
Service	2%	04/06/20	5,000	4,232	-	1,869	-	2,363	67
Service	2%	04/13/20	2,500	2,115	-	934	-	1,181	34
Restaurant	2%	04/06/20	5,000	4,039	-	4,039	-	-	10
Restaurant	2%	04/06/20	5,000	4,232	-	406	-	3,826	73
Service	2%	04/13/20	2,000	1,692	-	748	-	944	27
Service	0-5%	10/11/21	35,000	-	35,000	340	-	34,660	-
Totals			$ 757,304	$ 341,280	$ 35,000	$ 86,939	$ -	$ 289,341	$ 10,234

CITY OF SMITH CENTER, KANSAS

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2021

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 1

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)
General Fund					
General Operating Fund	$ 1,548,562	$ -	$ 1,548,562	$ 1,002,354	$ (546,208)
Special Purpose Funds					
Industrial Development Fund	45,000	-	45,000	9,000	(36,000)
Library Fund	63,240	-	63,240	61,043	(2,197)
Recreation Fund	46,950	-	46,950	28,332	(18,618)
Special Street and Highway Fund	89,229	-	89,229	34,349	(54,880)
Special Parks and Recreation Fund	25,331	-	25,331	659	(24,672)
Employee Benefit Fund	289,432	-	289,432	248,214	(41,218)
Economic Development Fund	318,226	-	318,226	75,136	(243,090)
Business Funds					
Water Fund	1,266,853	-	1,266,853	632,805	(634,048)
Airport Fund	135,804	-	135,804	75,187	(60,617)
Golf Course Fund	69,920	-	69,920	65,876	(4,044)
Waste Disposal Fund	739,933	-	739,933	348,742	(391,191)

CITY OF SMITH CENTER
Smith Center, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 519,864	$ 557,829	$ (37,965)
Delinquent Tax	30,085	15,000	15,085
Motor Vehicle Tax	73,345	45,000	28,345
Recreational Vehicle Tax	2,100	970	1,130
16/20M Vehicle Tax	1,850	1,411	439
Watercraft Tax	-	144	(144)
Commercial Vehicle Tax	8,370	4,665	3,705
Excise Tax	23	29	(6)
Neighborhood Revitalization Rebate	(17,368)	(17,926)	558
Intangibles Tax	23,989	22,179	1,810
Lot Clean-Up	-	3,500	(3,500)
Highway Connecting Links	15,869	12,900	2,969
Local Alcoholic Liquor Tax	5,012	5,230	(218)
Franchise Tax	152,989	170,000	(17,011)
Licenses & Permits	3,475	5,100	(1,625)
Fines	4,212	2,000	2,212
Key Deposits	424	1,200	(776)
Vehicle Identification Number Receipts	2,160	1,500	660
Interest on Idle Funds	645	3,100	(2,455)
Swimming Pool & Concessions	23,659	20,000	3,659
Rents	625	2,000	(1,375)
Reimbursements	134,596	130,000	4,596
Miscellaneous Receipts	19,749	38,000	(18,251)
Fire Department Receipts	32,056	33,000	(944)
Local Grants/Donations	12,003	35,000	(22,997)
Federal Grants	-	5,000	(5,000)
Transportation Fares	4,450	11,000	(6,550)
Sale of Property	351	30,000	(29,649)
Total Receipts	1,054,533	$ 1,137,831	$ (83,298)
EXPENDITURES			
General Government			
Personal Services	299,066	$ 308,200	$ (9,134)
Contractual Services	133,170	240,617	(107,447)
Commodities	50,766	98,000	(47,234)
Capital Outlay	22,672	99,913	(77,241)
Total General Government	505,674	746,730	(241,056)

CITY OF SMITH CENTER
Smith Center, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Municipal Court & Police Department			
Personal Services	$ 120,698	$ 121,100	$ (402)
Contractual Services	15,096	30,000	(14,904)
Commodities	14,916	21,900	(6,984)
Capital Outlay	-	12,000	(12,000)
Total Municipal Court & Police Department	150,710	185,000	(34,290)
Fire Department			
Contractual Services	38,373	35,700	2,673
Commodities	11,887	16,200	(4,313)
Capital Outlay	27,674	33,100	(5,426)
Total Fire Department	77,934	85,000	(7,066)
Street Department			
Personal Services	108,376	105,000	3,376
Contractual Services	10,492	63,432	(52,940)
Commodities	55,914	80,400	(24,486)
Capital Outlay	197	70,000	(69,803)
Total Street Department	174,979	318,832	(143,853)
Park Department			
Personal Services	-	2,500	(2,500)
Contractual Services	5,734	5,000	734
Commodities	2,905	11,500	(8,595)
Capital Outlay	-	6,000	(6,000)
Total Park Department	8,639	25,000	(16,361)

CITY OF SMITH CENTER
Smith Center, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Swimming Pool			
Personal Services	$ 33,697	$ 41,000	$ (7,303)
Contractual Services	7,901	12,000	(4,099)
Commodities	10,970	25,000	(14,030)
Capital Outlay	-	5,000	(5,000)
Total Swimming Pool	52,568	83,000	(30,432)
Street Lighting			
Contractual Services	31,850	45,000	(13,150)
Other Expenditures			
Miscellaneous Expenditures	-	60,000	(60,000)
Total Expenditures	1,002,354	$ 1,548,562	$ (546,208)
Receipts Over (Under) Expenditures	52,179		
UNENCUMBERED CASH, January 1, 2021	616,745		
UNENCUMBERED CASH, December 31, 2021	$ 668,924		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-2

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

INDUSTRIAL DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 8,248	$ 8,849	$ (601)
Delinquent Tax	455	250	205
Motor Vehicle Tax	1,115	686	429
Recreational Vehicle Tax	32	15	17
16/20M Vehicle Tax	28	22	6
Watercraft Tax	-	2	(2)
Commercial Vehicle Tax	128	71	57
Neighborhood Revitalization Rebate	(276)	(273)	(3)
Total Receipts	9,730	$ 9,622	$ 108
EXPENDITURES			
Contractual	9,000	$ 45,000	$ (36,000)
Receipts Over (Under) Expenditures	730		
UNENCUMBERED CASH, January 1, 2021	43,423		
UNENCUMBERED CASH, December 31, 2021	$ 44,153		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-3

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

LIBRARY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 53,597	$ 57,514	$ (3,917)
Delinquent Tax	2,959	1,750	1,209
Motor Vehicle Tax	7,250	4,461	2,789
Recreational Vehicle Tax	208	96	112
16/20M Vehicle Tax	181	140	41
Watercraft Tax	-	14	(14)
Commercial Vehicle Tax	830	462	368
Excise Tax	2	-	2
Neighborhood Revitalization Rebate	(1,791)	(1,777)	(14)
Total Receipts	63,236	$ 62,660	$ 576
EXPENDITURES			
Personal Services	53,357	$ 52,000	$ 1,357
Contractual Services	186	4,940	(4,754)
Appropriation to Library Board	7,500	6,300	1,200
Total Expenditures	61,043	$ 63,240	$ (2,197)
Receipts Over (Under) Expenditures	2,193		
UNENCUMBERED CASH, January 1, 2021	2,074		
UNENCUMBERED CASH, December 31, 2021	$ 4,267		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-4

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 24,737	$ 26,544	$ (1,807)
Delinquent Tax	1,365	800	565
Motor Vehicle Tax	3,345	2,059	1,286
Recreational Vehicle Tax	96	44	52
16/20M Vehicle Tax	83	65	18
Watercraft Tax	-	7	(7)
Commercial Vehicle Tax	383	213	170
Excise Tax	1	-	1
Neighborhood Revitalization Rebate	(826)	(820)	(6)
Donations & Local Grants	-	2,000	(2,000)
Other Grants	-	14,590	(14,590)
Insurance Proceeds	-	2,000	(2,000)
Total Receipts	29,184	$ 47,502	$ (18,318)
EXPENDITURES			
Personal Services	7,820	$ 8,400	$ (580)
Contractual Services	2,512	5,050	(2,538)
Commodities	-	-	-
Capital Outlay	-	11,500	(11,500)
Appropriation to Recreation Commission	18,000	22,000	(4,000)
Total Expenditures	28,332	$ 46,950	$ (18,618)
Receipts Over (Under) Expenditures	852		
UNENCUMBERED CASH, January 1, 2021	1,238		
UNENCUMBERED CASH, December 31, 2021	$ 2,090		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-5

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

SPECIAL STREET AND HIGHWAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Special Highway Tax	$ 45,327	$ 36,390	$ 8,937
KDOT Reimbursement	24,938	-	24,938
Special Highway Tax	70,265	$ 36,390	$ 33,875
EXPENDITURES			
Contractual Services	9,000	$ 37,480	$ (28,480)
Commodities	25,349	51,749	(26,400)
Total Expenditures	34,349	$ 89,229	$ (54,880)
Receipts Over (Under) Expenditures	35,916		
UNENCUMBERED CASH, January 1, 2021	73,336		
UNENCUMBERED CASH, December 31, 2021	$ 109,252		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-6

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

SPECIAL PARKS AND RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Local Alcoholic Liquor Tax	$ 5,012	$ 5,230	$ (218)
EXPENDITURES			
Contractual Services	-	$ 10,037	$ (10,037)
Commodities	-	15,294	(15,294)
Capital Outlay	659	-	659
Total Expenditures	659	$ 25,331	$ (24,672)
Receipts Over (Under) Expenditures	4,353		
UNENCUMBERED CASH, January 1, 2021	21,915		
UNENCUMBERED CASH, December 31, 2021	$ 26,268		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-7

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

EMPLOYEE BENEFIT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 214,343	$ 230,000	$ (15,657)
Delinquent Tax	10,513	5,500	5,013
Motor Vehicle Tax	26,933	16,580	10,353
Recreational Vehicle Tax	771	358	413
16/20M Vehicle Tax	670	520	150
Watercraft Tax	-	53	(53)
Commercial Vehicle Tax	3,084	1,718	1,366
Excise Tax	8	-	8
Neighborhood Revitalization Rebate	(7,161)	(6,605)	(556)
Reimbursements	11,952	25,000	(13,048)
Total Receipts	261,113	$ 273,124	$ (12,011)
EXPENDITURES			
Social Security & Medicare Tax	52,520	$ 50,000	$ 2,520
Retirement	53,673	55,000	(1,327)
Workman's Compensation	17,203	14,000	3,203
Health Insurance	116,692	150,982	(34,290)
Dental Insurance	6,692	12,000	(5,308)
Vision Care	705	1,200	(495)
Unemployment Tax	729	1,250	(521)
Outgoing Transfer			
Partially Self-Funded Health Insurance	-	5,000	(5,000)
Total Expenditures	248,214	$ 289,432	$ (41,218)
Receipts Over (Under) Expenditures	12,899		
UNENCUMBERED CASH, January 1, 2021	5,625		
UNENCUMBERED CASH, December 31, 2021	$ 18,524		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-8

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

EQUIPMENT RESERVE FUND

	Actual
RECEIPTS	
Federal Aid	$ -
Reimbursements	14,456
Sale of Property	15,773
Incoming Transfer	
Waste Disposal Fund	100,000
Total Receipts	130,229
EXPENDITURES	
Capital Outlay	88,396
Receipts Over (Under) Expenditures	41,833
UNENCUMBERED CASH, January 1, 2021	195,314
UNENCUMBERED CASH, December 31, 2021	$ 237,147

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-9

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

ECONOMIC DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Sales Tax	$ 144,352	$ 150,000	$ (5,648)
Compensating Use Tax	36,426	23,000	13,426
Miscellaneous Receipts	2,794	-	2,794
Total Receipts	183,572	$ 173,000	$ 10,572
EXPENDITURES			
Personal Services	17,102	$ 79,000	$ (61,898)
Contractual Services	12,488	171,896	(159,408)
Commodities	78	10,000	(9,922)
Capital Outlay	-	31,330	(31,330)
Miscellaneous Expenditures	45,468	5,000	40,468
Outgoing Transfer			
Economic Development Revolving Fund	-	21,000	(21,000)
Total Expenditures	75,136	$ 318,226	$ (243,090)
Receipts Over (Under) Expenditures	108,436		
UNENCUMBERED CASH, January 1, 2021	216,258		
UNENCUMBERED CASH, December 31, 2021	$ 324,694		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-10

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

ECONOMIC DEVELOPMENT REVOLVING LOAN FUND

	Actual
RECEIPTS	
Loan Principal & Interest Received	$ 97,173
Interest on Idle Funds	95
Miscellaneous Receipts	20
Total Receipts	97,288
EXPENDITURES	
Loan to Applicants	35,000
Miscellaneous Expenditures	145
Total Expenditures	35,145
Receipts Over (Under) Expenditures	62,143
UNENCUMBERED CASH, January 1, 2021	128,877
UNENCUMBERED CASH, December 31, 2021	$ 191,020

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-11

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

GOLF COURSE IMPROVEMENT FUND

	Actual
RECEIPTS	
Local Grants/Donations	$ 4,292
Miscellaneous Receipts	10,504
Total Receipts	14,796
EXPENDITURES	
Commodities	-
Capital Outlay	10,223
Total Expenditures	10,223
Receipts Over (Under) Expenditures	4,573
UNENCUMBERED CASH, January 1, 2021	1,980
UNENCUMBERED CASH, December 31, 2021	$ 6,553

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-12

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

PLAYGROUND EQUIPMENT FUND

	Actual
RECEIPTS	
Grants	$ 6,959
EXPENDITURES	
Commodities	20,942
Capital Outlay	52,350
Total Expenditures	73,292
Receipts Over (Under) Expenditures	(66,333)
UNENCUMBERED CASH, January 1, 2021	66,333
UNENCUMBERED CASH, December 31, 2021	$ -

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-13

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

SAFE ROUTES GRANT FUND

	Actual
RECEIPTS	$ -
EXPENDITURES	-
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2021	1,770
UNENCUMBERED CASH, December 31, 2021	$ 1,770

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-14

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

PARTIALLY SELF-FUNDED HEALTH INSURANCE FUND

	Actual
RECEIPTS	
Interest on Idle Funds	$ 59
Insurance Premiums	47,489
Total Receipts	47,548
EXPENDITURES	
Contractual Services	27,423
Receipts Over (Under) Expenditures	20,125
UNENCUMBERED CASH, January 1, 2021	50,157
UNENCUMBERED CASH, December 31, 2021	$ 70,282

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-15

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

ARPA GRANT FUND

	Actual
RECEIPTS	
Federal Grants	$ 119,798
EXPENDITURES	-
Receipts Over (Under) Expenditures	119,798
UNENCUMBERED CASH, January 1, 2021	-
UNENCUMBERED CASH, December 31, 2021	$ 119,798

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-16

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

AIRPORT GRANT FUND

	Actual
RECEIPTS	
Other Grants	$ 5,000
State Grants	4,314
Total Receipts	9,314
EXPENDITURES	
Contractual Services	62,000
Receipts Over (Under) Expenditures	(52,686)
UNENCUMBERED CASH, January 1, 2021	(41,869)
Prior Year Cancelled Encumbrances	8,528
UNENCUMBERED CASH, December 31, 2021	$ (86,027) *

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-17

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

COMMUNITY PROJECTS FUND

	Actual
RECEIPTS	
Interest	$ 178
Miscellaneous Receipts	100
Fundraiser Proceeds	1,715
Local Grants	112,348
Donations	84,394
Total Receipts	198,735
EXPENDITURES	
Contractual Services	45,004
Commodities	687
Total Expenditures	45,691
Receipts Over (Under) Expenditures	153,044
UNENCUMBERED CASH, January 1, 2021	199,076
Prior Year Cancelled Encumbrances	1,200
UNENCUMBERED CASH, December 31, 2021	$ 353,320

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-18

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

SWIMMING POOL CDBG FUND

	Actual
RECEIPTS	
Federal Grants	$ 399,368
EXPENDITURES	-
Receipts Over (Under) Expenditures	399,368
UNENCUMBERED CASH, January 1, 2021	(399,368)
UNENCUMBERED CASH, December 31, 2021	$ -

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-19

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

CCLIP US-281 PROJECT FUND

	Actual
RECEIPTS	
State Aid	$ 554,121
EXPENDITURES	
Capital Outlay	21,000
Debt Service	
Principal	534,000
Interest/Fee	6,476
Total Expenditures	561,476
Receipts Over (Under) Expenditures	(7,355)
UNENCUMBERED CASH, January 1, 2021	7,355
UNENCUMBERED CASH, December 31, 2021	$ -

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-20

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

CCLIP K-204 PROJECT FUND

	Actual
RECEIPTS	$ -
EXPENDITURES	
Capital Outlay	99,992
Receipts Over (Under) Expenditures	(99,992)
UNENCUMBERED CASH, January 1, 2021	-
UNENCUMBERED CASH, December 31, 2021	$ (99,992) *

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

WATER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Water Department			
Water Sales	$ 559,841	$ 555,000	$ 4,841
Sales Tax	144,353	150,000	(5,647)
Compensating Use Tax	36,426	22,000	14,426
Petty Cash	1,368	1,600	(232)
Miscellaneous Receipts	1,408	8,200	(6,792)
Reimbursements	5,393	2,000	3,393
Installation Charges	2,050	3,000	(950)
Interest on Idle Funds	4,040	18,000	(13,960)
Total Receipts	754,879	$ 759,800	$ (4,921)
EXPENDITURES			
Production			
Contractual Services	36,864	$ 50,000	$ (13,136)
Commodities	5,983	20,000	(14,017)
Capital Outlay	39,334	80,000	(40,666)
Total Production	82,181	150,000	(67,819)
Transmission & Distribution			
Personal Services	51,138	100,000	(48,862)
Contractual Services	35,836	150,000	(114,164)
Commodities	31,172	70,000	(38,828)
Capital Outlay	-	90,000	(90,000)
Total Transmission & Distribution	118,146	410,000	(291,854)

CITY OF SMITH CENTER
Smith Center, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

WATER FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Administration & General			
Personal Services	$ 111,802	$ 86,000	$ 25,802
Contractual Services	69,343	160,000	(90,657)
Commodities	1,305	20,000	(18,695)
Capital Outlay	-	84,967	(84,967)
Total Administration & General	182,450	350,967	(168,517)
Other Expenditures			
Postage	621	3,000	(2,379)
Miscellaneous Expenditures	413	5,000	(4,587)
Key Returns	150	2,000	(1,850)
Debt Service			
Principal	147,511	147,512	(1)
Interest	46,086	46,086	-
Service Fee	8,912	8,912	-
Total Other Expenditures	203,693	212,510	(8,817)
Outgoing Transfer			
Water Improvement Fund	46,335	143,376	(97,041)
Total Expenditures	632,805	$ 1,266,853	$ (634,048)
Receipts Over (Under) Expenditures	122,074		
UNENCUMBERED CASH, January 1, 2021	952,267		
UNENCUMBERED CASH, December 31, 2021	$ 1,074,341		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-22

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2021

WATER IMPROVEMENT FUND

	Actual
RECEIPTS	
Incoming Transfer	
Water Fund	$ 46,335
EXPENDITURES	
Water System Improvements	133,560
Receipts Over (Under) Expenditures	(87,225)
UNENCUMBERED CASH, January 1, 2021	245,555
UNENCUMBERED CASH, December 31, 2021	$ 158,330

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-23

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

AIRPORT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Hanger Rent	$ 10,760	$ 16,000	$ (5,240)
Farm Ground Rent	7,138	10,000	(2,862)
Miscellaneous Receipts	9,954	2,000	7,954
Fuel Sales	26,850	55,000	(28,150)
County Allocation	-	6,000	(6,000)
Airport Maintenance	4,000	-	4,000
Local Grants/Donations	100	10,000	(9,900)
Federal Grant	20,000	-	20,000
Sales Tax	2,280	2,000	280
Total Receipts	81,082	$ 101,000	$ (19,918)
EXPENDITURES			
Contractual Services	37,799	$ 40,804	$ (3,005)
Commodities	34,672	60,000	(25,328)
Capital Outlay	2,716	35,000	(32,284)
Total Expenditures	75,187	$ 135,804	$ (60,617)
Receipts Over (Under) Expenditures	5,895		
UNENCUMBERED CASH, January 1, 2021	56,029		
Prior Year Cancelled Encumbrances	449		
UNENCUMBERED CASH, December 31, 2021	$ 62,373		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-24

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2021

GOLF COURSE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Dues	$ 23,999	$ 24,000	$ (1)
Rentals	8,207	8,000	207
Fees	8,188	6,500	1,688
Tournaments	10,045	7,500	2,545
Local Grants/Donations	-	10,000	(10,000)
Miscellaneous Receipts	15,781	4,000	11,781
Interest on Idle Funds	163	300	(137)
Total Receipts	66,383	$ 60,300	$ 6,083
EXPENDITURES			
Contractual Services	16,305	$ 25,000	$ (8,695)
Commodities	44,167	34,892	9,275
Capital Outlay	5,404	10,028	(4,624)
Total Expenditures	65,876	$ 69,920	$ (4,044)
Receipts Over (Under) Expenditures	507		
UNENCUMBERED CASH, January 1, 2021	1,961		
UNENCUMBERED CASH, December 31, 2021	$ 2,468		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-25

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2021

WASTE DISPOSAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Waste Disposal Receipts	$ 324,048	$ 328,000	$ (3,952)
Miscellaneous Receipts	771	2,500	(1,729)
Total Receipts	324,819	$ 330,500	$ (5,681)
EXPENDITURES			
Personal Services	102,111	$ 121,500	$ (19,389)
Contractual Services	29,601	62,000	(32,399)
Commodities	7,235	50,000	(42,765)
Capital Outlay	414	83,179	(82,765)
Debt Service			
Principal	90,485	90,485	-
Interest	17,227	17,227	-
Service Fee	1,669	1,669	-
Reserves	-	213,873	(213,873)
Outgoing Transfer			
Equipment Reserve Fund	100,000	100,000	-
Total Expenditures	348,742	$ 739,933	$ (391,191)
Receipts Over (Under) Expenditures	(23,923)		
UNENCUMBERED CASH, January 1, 2021	428,865		
UNENCUMBERED CASH, December 31, 2021	$ 404,942		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 3

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For The Year Ended December 31, 2021

AGENCY FUNDS

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Payroll Clearing Fund	$ 1,983	$ -	$ -	$ 1,983
Hospital Sales Tax Fund	-	172,664	172,664	-
Total Agency Funds	$ 1,983	$ 172,664	$ 172,664	$ 1,983