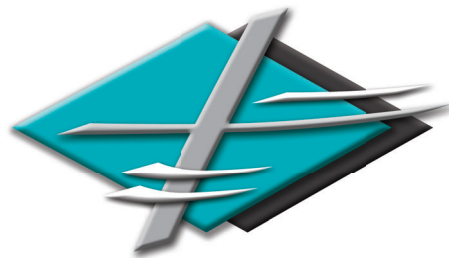


**CITY OF PRETTY PRAIRIE, KANSAS**

**FINANCIAL STATEMENT**

**FOR THE YEAR ENDED  
DECEMBER 31, 2021**



**LOYD GROUP, LLC**

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Certified Public Accountants

**CITY OF PRETTY PRAIRIE, KANSAS**  
**CITY OF THE THIRD CLASS**  
**For the Year Ended December 31, 2021**

Michael Seyb, Mayor

**CITY COUNCIL**

Corby Stucky

Katie Belden

Dennis Detter

Barry Hendrixson

James White, II

**CITY OFFICERS**

Jenifer Albright  
Clerk

Angie Simmons  
Treasurer

Brandon Ritcha  
Attorney

# CITY OF PRETTY PRAIRIE, KANSAS

For the Year Ended December 31, 2021

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## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council  
City of Florence, Kansas 66851

### ***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 Pretty Prairie, Kansas (City), a Municipal Financial Reporting 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 accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

### ***Basis for Adverse and Unmodified Opinions***

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

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

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

#### ***Other Matter***

The prior year's financial statement for the year ended December 31, 2020, was audited by another auditor, who expressed an unmodified opinion on regulatory basis of accounting, on March 29, 2021.

## ***Responsibilities of Management for the Financial Statement***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## ***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's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

## ***Supplementary Information***

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

in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Another auditor previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Pretty Prairie, Kansas as of and for the year ended December 31, 2020 (not presented herein), and have issued their report thereon dated March 29, 2021, which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and their 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/municipalservices>. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended December 31, 2021 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2020, on the basis of accounting described in Note 1.

Loyd Group, LLC

Loyd Group, LLC  
Galva, KS  
June 27, 2022

## CITY OF PRETTY PRAIRIE, KANSAS

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH****Regulatory Basis**

For the Year Ended December 31, 2021

	<b>Beginning Unencumbered Cash Balance</b>	<b>Prior Year Cancelled Encumbrances</b>	<b>Receipts</b>	<b>Expenditures</b>	<b>Ending Unencumbered Cash Balance</b>	<b>Add Encumbrances and Accounts Payable</b>	<b>Ending Cash Balance</b>
GENERAL FUND:							
General Fund	\$ 34,819	\$ -	\$ 386,978	\$ 368,842	\$ 52,955	\$ 8,831	\$ 61,786
SPECIAL PURPOSE FUNDS:							
Ambulance Fund	47,580	-	131,745	117,267	62,058	6,290	68,348
Library Fund	320	-	12,626	12,263	683	-	683
Special City and County Highway Fund	14,106	-	45,012	26,503	32,615	2,378	34,993
Special Parks & Recreation Fund	2,937	-	282	100	3,119	-	3,119
Capital Improvements 1% Sales Tax Fund	24,172	-	52,403	45,386	31,189	-	31,189
Ambulance Equipment Reserve Fund	228	-	-	-	228	-	228
CARES Act Fund	(67,168)	-	69,431	2,263	-	-	-
ARPA Fund	-	-	49,522	-	49,522	-	49,522
Municipal Equipment Reserve Fund	5,947	-	15,000	-	20,947	-	20,947
Total Special Purpose Funds	28,122	-	376,021	203,782	200,361	8,668	209,029
BOND AND INTEREST FUND:							
Bond and Interest Fund	37,115	-	155,573	156,500	36,188	-	36,188
BUSINESS FUNDS:							
Golf Course Fund	(119,100)	-	15,000	-	(104,100)	-	(104,100)
Refuse Utility Fund	8,524	-	57,253	58,932	6,845	-	6,845
Sewer Utility Fund	63,248	-	92,849	85,038	71,059	1,129	72,188
Water Utility Fund	180,013	-	180,545	232,272	128,286	3,767	132,053
Water and Sewer Reserve Fund	6,000	-	-	-	6,000	-	6,000
2008 Sewer Line Revenue Bond Fund	290	-	5,189	5,189	290	-	290
Total Business Funds	138,975	-	350,836	381,431	108,380	4,896	113,276
Total Reporting Entity (Excluding Agency Funds)	\$ 239,031	\$ -	\$ 1,269,408	\$ 1,110,555	\$ 397,884	\$ 22,395	\$ 420,279
COMPOSITION OF CASH:							
Cash on Hand							\$ 150
Checking							371,268
Investments							65,193
Total Cash							436,611
Less Agency Funds per Schedule 3							(16,332)
Total Reporting Entity (Excluding Agency Funds)							\$ 420,279

**CITY OF PRETTY PRAIRIE, KANSAS**  
**NOTES TO THE FINANCIAL STATEMENT**  
**For the Year Ended December 31, 2021**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**(a) Municipal Financial Reporting Entity**

The City of Pretty Prairie is a municipal corporation governed by an elected mayor and an elected five-member council. The regulatory financial statement presents the City of Pretty Prairie (the City) and does not include any related municipal entities.

**(b) Regulatory Basis Fund Types**

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

**Special Purpose Fund** – used to account for the proceeds of specific tax levies and other specific 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 payment of general long-term debt.

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

**Business Fund** – 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.).

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

**Agency Fund** – 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) Basis of Accounting**

*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.



## **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)**

### ***(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 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.

Senate Bill 13 repealed the tax lid law and introduced the use of a revenue neutral rate with an additional budget hearing required if the proposed tax levy exceeds the revenue neutral rate. These policy changes apply to the 2022 budget cycle. Additional information can be found in the Memo to State of Kansas Taxing Subdivisions (2021) at <https://admin.ks.gov/offices/oar/municipal-services>.

If the municipality is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The municipality did not hold a revenue neutral rate hearing for the 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 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 regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Capital Project Funds, Agency Funds, Trust Funds and certain Special Purpose Funds as noted in the presentation of the appropriate Schedule 2.

Spending in funds which are not subject to the legal annual operating budget requirement are 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***

In violation of K.S.A. 10-1113, a cash basis violation occurred in the Golf Course Fund.

The Cares Act Fund has a negative beginning cash balance. This is not a cash basis violation, due to waiting on state/federal funds for reimbursement.

### 3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, 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 was \$436,461 and the bank balance was \$452,982. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the remaining \$202,982 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.

### 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 & Fees Paid
General Obligation Bonds:									
Series 2018	2.00 - 3.70%	09/26/18	\$ 745,000	09/01/38	\$ 685,000	\$ -	\$ 30,000	\$ 655,000	\$ 21,773
Revenue Bonds:									
Series 2008 Sewer Line	5.45%	12/19/08	62,000	12/01/28	32,800	-	3,400	29,400	1,788
KDHE Loan:									
Project #2914	1.46%	02/01/19	1,857,000	08/01/38	1,602,692	-	76,062	1,526,630	28,666
Capital Leases:									
2015 Pickup	2.91%	10/09/15	31,880	01/15/21	5,586	-	5,586	-	165
Ambulance	2.85%	11/06/20	59,851	04/25/23	59,851	-	15,013	44,838	805
Skidsteer	3.00%	04/21/17	41,163	04/21/23	17,600	-	5,990	11,610	410
Total Capital Leases					83,037	-	26,589	56,448	1,380
Total Contractual Indebtedness					\$ 2,403,529	\$ -	\$ 136,051	\$ 2,267,478	\$ 53,607

#### 4. LONG-TERM DEBT (CONT.)

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

	Year								
	2022	2023	2024	2025	2026	2027 to 2031	2032 to 2036	2037 to 2041	Total
PRINCIPAL:									
General Obligation Bonds:									
Series 2018	\$ 30,000	\$ 30,000	\$ 30,000	\$ 30,000	\$ 35,000	\$ 185,000	\$ 215,000	\$ 100,000	\$ 655,000
Revenue Bonds:									
Series 2008 Sewer Line	3,600	3,800	4,000	4,200	4,400	9,400	-	-	29,400
KDHE Loan:									
Project # 2914	77,445	78,853	80,286	81,746	83,232	439,420	480,847	204,801	1,526,630
Capital Leases:									
Ambulance	14,523	14,942	15,373	-	-	-	-	-	44,838
Skidsteer	6,129	5,481	-	-	-	-	-	-	11,610
TOTAL PRINCIPAL	<u>131,697</u>	<u>133,076</u>	<u>129,659</u>	<u>115,946</u>	<u>122,632</u>	<u>633,820</u>	<u>695,847</u>	<u>304,801</u>	<u>2,267,478</u>
INTEREST:									
General Obligation Bonds:									
Series 2018	21,097	20,422	19,673	18,923	18,098	74,805	41,965	5,550	220,533
Revenue Bonds:									
Series 2008 Sewer Line	1,602	1,406	1,199	981	752	774	-	-	6,714
KDHE Loan:									
Project # 2914	27,283	25,875	24,441	22,982	21,495	84,219	42,792	4,654	253,741
Capital Leases:									
Ambulance	1,296	876	445	-	-	-	-	-	2,617
Skidsteer	271	128	-	-	-	-	-	-	399
TOTAL INTEREST	<u>51,549</u>	<u>48,707</u>	<u>45,758</u>	<u>42,886</u>	<u>40,345</u>	<u>159,798</u>	<u>84,757</u>	<u>10,204</u>	<u>484,004</u>
TOTAL PRINCIPAL AND INTEREST	<u>\$ 183,246</u>	<u>\$ 181,783</u>	<u>\$ 175,417</u>	<u>\$ 158,832</u>	<u>\$ 162,977</u>	<u>\$ 793,618</u>	<u>\$ 780,604</u>	<u>\$ 315,005</u>	<u>\$ 2,751,482</u>

## 5. REVENUE BOND COVENANTS

During the year ended December 31, 2008, the City issued Sewer Utility System Revenue Bonds in the amount of \$62,000. The bonds were issued for the purpose of providing funds to pay for the costs of reconstructing, altering, repairing, improving, extending or enlarging the sewer utility system of the City.

In connection with the 2008-A bond issue the City has made certain covenants and agreements to provide for the payment and security thereof. Under the terms of Resolution No. 2008-10, the City is required to meet certain requirements for debt service coverage ratios, rate covenants, tax covenants, bond reserve accounts, system reserve accounts and bond and interest payment accounts.

For the year ended December 31, 2021, the Water and Sewer System had a debt service coverage ratio, as computed under the bond resolution, of 10.03. The debt service covenant has been met as the debt service coverage ratio exceeded the requirement of 1.40.

The following schedule presents the computation of the debt service coverage ratio in accordance with the resolution.

Water and Sewer Utility Funds			
Total revenues per report		\$	273,394
Total expenditures per report	\$	317,310	
Less administrative expenditures per report		(95,736)	221,574
Net revenues		\$	<u>51,820</u>
Debt service requirements for all System Revenue Bonds		\$	<u>5,188</u>
Debt service coverage ratio			<u>9.99</u>

Under the terms of Resolution No. 2008-10, the City is required to provide reasonable and adequate reserves for the payment of the principal and interest due on the bonds. The City shall transfer monthly proportionate amounts to accumulate the next maturing principal and interest payments one month prior to payment. Proper transfers have been made for 2021. The City is to transfer all excess funds of the utility system to the surplus account. Funds in this account may be used to pay for the operation and maintenance of the system, system improvement, principal and interest payments, calling bonds, and transfers to the operating account. The balance in the Water and Sewer Reserve Fund at December 31, 2021, was \$6,000; and the 2008 Sewer Line Revenue Bond Fund was \$290 for total reserves of \$6,290.

The City shall levy the necessary taxes to pay the principal and interest maturing on the bonds if the revenue of the system is insufficient to make the payments as they are due. The City cannot mortgage or sell system assets unless certain restrictions are met and approved. The City will carry and maintain a reasonable amount of risk insurance as would be carried by a private company and maintain general liability insurance in an amount not less than the maximum liability of a governmental entity. The Water and Sewer System is insured with Amco Insurance Company through Provalue Insurance, Hutchinson KS.

Water and Sewer Utility customers number 296 at January 1, 2021 and 315 at December 31, 2021.

## 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](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

## 6. DEFINED BENEFIT PENSION PLAN (CONT.)

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

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (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 \$13,320 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 \$92,001. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://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 this financial statement.

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

### ***(b) Other Post Employment Benefits - KPERS Death and Disabilities***

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) Other Employee Benefits***

Vacation – Five days of vacation leave may be accumulated and carried over to the next year. No vacation leave shall be taken until a new employee has completed one year of service.

## 7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONT.)

### (c) Other Employee Benefits (cont.)

Each permanent full-time employee will accrue vacation leave as follows:

<u>Year of Service</u>	<u>Per Year</u>
After 90 days	8 hours/month
5 - 10	10 hours/month
10 - 15	12 hours/month
Over 15	14 hours/month

Part-time employees who work at least 20 hours or more per week shall earn vacation at the rate of 4 hours for each month of employment.

Upon termination, an employee shall be compensated for all earned but unused vacation at his/her final rate of pay, subject to the maximum hours of accumulation authorized based on years of service.

Amount of sick leave – Full-time employees earn sick leave at the rate of eight hours for each full month of service with a maximum accumulation of 720 hours of sick leave. Part-time employees who are employed to work not less than 20 hours per week earn sick leave at the rate of four hours for each month of service. On termination of employment an employee shall not be paid for accumulated sick leave.

## 8. CLAIMS AND JUDGMENTS

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, the 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 property loss; torts; theft of, damage to, and destruction of assets; errors and omissions; employee injuries and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2020 to 2021 and there were no settlements that exceeded insurance coverage in the past three 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 and legal counsel that these matters are not anticipated to have a material financial impact on the City.

## 9. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
Sewer Utility Fund	2008 Sewer Line Revenue Bond Fund	K.S.A. 12-825d	\$ 5,189
General Fund	Municipal Equipment Reserve Fund	K.S.A. 12-825d	15,000
General Fund	CARES Act Fund	K.S.A. 12-825d	2,263
General Fund	Golf Course Fund	K.S.A. 12-825d	15,000
General Fund	Special City and County Highway Fund	K.S.A. 12-825d	20,000
Water Utility Fund	Bond and Interest Fund	K.S.A. 12-825d	104,925
Total			<u>\$ 182,777</u>

## **10. 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 COVID-19, the State of Kansas has received Coronavirus State and Local Fiscal Recovery Funds (SLFRF) under the American Rescue Plan Act (ARPA). The SLFRF was received from the U.S. Department of Treasury. The City received SLFRF in the amount of \$49,522 during 2021. The SLFRF are to be used to strengthen and improve infrastructure and continue to support the recovery related to the public health emergency. Additional information and updates on ARPA SLFRF, which includes audit requirements, can be found at <https://home.treasury.gov/>.

## **11. SUBSEQUENT EVENTS**

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

**CITY OF PRETTY PRAIRIE, KANSAS**  
**REGULATORY – REQUIRED**  
**SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**



## CITY OF PRETTY PRAIRIE, KANSAS

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET****Regulatory Basis**

(Budgeted Funds Only)

For the Year Ended December 31, 2021

	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
GENERAL FUND:					
General Fund	\$ 392,406	\$ 20,473	\$ 412,879	\$ 368,842	\$ (44,037)
SPECIAL PURPOSE FUNDS:					
Ambulance Fund	131,165	2,300	133,465	117,267	(16,198)
Library Fund	12,263	-	12,263	12,263	-
Special Highway Fund	28,895	-	28,895	26,503	(2,392)
Special Parks and Recreation Fund	2,226	-	2,226	100	(2,126)
Capital Improvements 1% Sales Tax Fund	45,386	-	45,386	45,386	-
BOND AND INTEREST FUND:					
Bond and Interest Fund	187,314	-	187,314	156,500	(30,814)
BUSINESS FUNDS:					
Refuse Utility Fund	66,228	-	66,228	58,932	(7,296)
Sewer Utility Fund	144,088	-	144,088	85,038	(59,050)
Water Utility Fund	297,695	-	297,695	232,272	(65,423)

## CITY OF PRETTY PRAIRIE, 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)

		<u>2021</u>		
	<u>2020</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Taxes -				
Ad valorem property tax	\$ 186,053	\$ 157,287	\$ 165,304	\$ (8,017)
Delinquent collections	-	11,824	1,300	10,524
Motor vehicle tax	-	27,884	26,250	1,634
Recreational vehicle tax	-	815	425	390
16/20M vehicle tax	-	38	330	(292)
Commercial vehicle tax	-	633	675	(42)
Watercraft tax	-	-	153	(153)
Intangible tax	-	-	695	(695)
Local alcoholic liquor tax	1,046	995	1,100	(105)
Local sales tax	91,697	95,899	76,000	19,899
Compensating use tax	6,481	7,561	16,000	(8,439)
Total Taxes	285,277	302,936	288,232	14,704
Licenses and Permits -				
Licenses and permits	-	-	300	(300)
Utility franchise fees	17,625	18,714	19,000	(286)
Dog tags, impounds, adoption fees	1,633	1,639	-	1,639
Total Licenses and Permits	19,258	20,353	19,300	1,053
Fines, Forfeitures and Penalties -				
Fines and fees	645	1,661	-	1,661
Copying fees	176	235	-	235
Total Fines, Forfeitures and Penalties	821	1,896	-	1,896
Use of Money and Property -				
Interest received	203	141	250	(109)
Total Use of Money and Property	203	141	250	(109)
Other -				
Heavy machine work	2,428	1,565	-	1,565
Insurance reimbursements	-	17,621	-	17,621
Miscellaneous	1,858	21,323	-	21,323
Reimbursements	74,646	20,473	-	20,473
Zoning fees	150	670	-	670
Total Other	79,082	61,652	-	61,652
Transfers In -				
Transfer from Refuse Utility Fund	-	-	10,000	(10,000)
Transfer from Sewer Utility Fund	-	-	30,000	(30,000)
Total Transfers In	-	-	40,000	(40,000)
Total Receipts	384,641	386,978	\$ 347,782	\$ 39,196

**CITY OF PRETTY PRAIRIE, 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)**

		<b>2021</b>		
	<b>2020</b>	<b>Actual</b>	<b>Budget</b>	<b>Variance -</b>
	<b>Actual</b>			<b>Over</b>
				<b>(Under)</b>
Expenditures				
Administrative -				
Personal services	\$ 54,186	\$ 66,948	\$ 62,000	\$ 4,948
Contractual services	153,421	127,383	110,000	17,383
Commodities	22,552	24,199	30,000	(5,801)
Capital outlay	15,054	4,769	75,000	(70,231)
Lease	11,144	11,578	-	11,578
Interest	1,007	580	-	580
Transfer to CARES Act Fund	-	2,263	-	2,263
Transfer to Municipal Equipment Reserve Fund	-	15,000	-	15,000
Transfer to Golf Course Fund	-	15,000	-	15,000
Transfer to Special City and County Highway Fund	-	20,000	-	20,000
Total Administrative	257,364	287,720	277,000	10,720
Employee Benefits -				
Personal services	-	2,000	-	2,000
Contractual services	55	-	-	-
Payroll Tax	24,996	24,616	26,000	(1,384)
Health Insurance	11,150	11,376	15,000	(3,624)
Kansas Unemployment Tax	-	-	100	(100)
Other	-	705	-	705
Total Employee Benefits	36,201	38,697	41,100	(2,403)
Street -				
Personal services	13,110	-	-	-
Contractual services	-	-	9,000	(9,000)
Capital outlay	47,410	42,425	32,685	9,740
Total Street	60,520	42,425	41,685	740
Cash Forward	-	-	32,621	(32,621)
Legal General Fund Budget	354,085	368,842	392,406	(23,564)
Adjustment for qualifying budget credits	-	-	20,473	(20,473)
Total Expenditures	354,085	368,842	\$ 412,879	\$ (44,037)
Receipts Over (Under) Expenditures	30,556	18,136		
Unencumbered Cash, Beginning	4,263	34,819		
Unencumbered Cash, Ending	\$ 34,819	\$ 52,955		

## CITY OF PRETTY PRAIRIE, KANSAS

SPECIAL PURPOSE FUNDAMBULANCE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2021

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

		<u>2021</u>		<u>Variance -</u>
	<u>2020</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Receipts				
Ad valorem property tax	\$ 40,577	\$ 33,877	\$ 35,763	\$ (1,886)
Delinquent tax	-	2,426	-	2,426
Motor vehicle tax	-	6,285	5,913	372
Recreational vehicle tax	-	184	96	88
16/20M vehicle tax	-	9	74	(65)
Commercial motor vehicle tax	-	143	152	(9)
Watercraft tax	-	-	34	(34)
Ambulance runs	31,778	42,038	50,000	(7,962)
State aid	19,719	-	-	-
Reimbursement from Reno County/ Hutchinson Hospital	14,700	15,150	-	15,150
Miscellaneous	2,413	29,233	4,500	24,733
Reimbursements	1,677	2,300	-	2,300
Dog tags, impounds, adoption fees	-	100	-	100
Total Receipts	<u>110,864</u>	<u>131,745</u>	<u>\$ 96,532</u>	<u>\$ 35,213</u>
Expenditures				
Personal services	35,308	36,302	\$ 45,000	\$ (8,698)
Contractual services	8,251	20,658	22,000	(1,342)
Commodities	2,211	5,080	6,000	(920)
Capital outlay	32,549	38,818	26,000	12,818
Principal	20,343	15,013	-	15,013
Interest	593	805	-	805
Debt Service - Other	938	591	-	591
Cash forward	-	-	32,165	(32,165)
Legal Ambulance Fund Budget	<u>100,193</u>	<u>117,267</u>	<u>131,165</u>	<u>(13,898)</u>
Adjustment for qualifying budget credits	<u>-</u>	<u>-</u>	<u>2,300</u>	<u>(2,300)</u>
Total Expenditures	<u>100,193</u>	<u>117,267</u>	<u>\$ 133,465</u>	<u>\$ (16,198)</u>
Receipts Over (Under) Expenditures	10,671	14,478		
Unencumbered Cash, Beginning	<u>36,909</u>	<u>47,580</u>		
Unencumbered Cash, Ending	<u>\$ 47,580</u>	<u>\$ 62,058</u>		

## CITY OF PRETTY PRAIRIE, KANSAS

SPECIAL PURPOSE FUNDLIBRARY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2021

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

	2020 Actual	2021		Variance - Over (Under)
		Actual	Budget	
Receipts				
Ad valorem property tax	\$ 11,792	\$ 9,831	\$ 10,378	\$ (547)
Delinquent tax	-	689	65	624
Motor vehicle tax	-	1,824	1,716	108
Recreational vehicle tax	-	53	28	25
16/20M vehicle tax	-	3	22	(19)
Commercial motor vehicle tax	-	41	44	(3)
Miscellaneous	1,400	185	-	185
Total Receipts	13,192	12,626	\$ 12,253	\$ 373
Expenditures				
Contractual services	12,872	12,263	\$ 12,263	\$ -
Receipts Over (Under) Expenditures	320	363		
Unencumbered Cash, Beginning	-	320		
Unencumbered Cash, Ending	\$ 320	\$ 683		

## CITY OF PRETTY PRAIRIE, KANSAS

SPECIAL PURPOSE FUNDSPECIAL CITY AND COUNTY HIGHWAY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2021

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

		<u>2021</u>		
	<u>2020</u>			<u>Variance -</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
				<u>(Under)</u>
Receipts				
State of Kansas gas tax	\$ 16,938	\$ 18,780	\$ 16,830	\$ 1,950
City-County highway gas tax	9,752	6,232	2,050	4,182
Transfer in from General Fund	-	20,000	-	20,000
	<u>26,690</u>	<u>45,012</u>	<u>\$ 18,880</u>	<u>\$ 26,132</u>
Total Receipts				
Expenditures				
Personal services	8,694	-	\$ 7,880	\$ (7,880)
Contractual services	7,601	9,274	3,076	6,198
Commodities	4,370	10,100	5,788	4,312
Capital outlay	3,551	7,129	-	7,129
Lease	-	-	12,151	(12,151)
	<u>24,216</u>	<u>26,503</u>	<u>\$ 28,895</u>	<u>\$ (2,392)</u>
Total Expenditures				
Receipts Over (Under) Expenditures	2,474	18,509		
Unencumbered Cash, Beginning	<u>11,632</u>	<u>14,106</u>		
Unencumbered Cash, Ending	<u>\$ 14,106</u>	<u>\$ 32,615</u>		

## CITY OF PRETTY PRAIRIE, KANSAS

SPECIAL PURPOSE FUNDSPECIAL PARKS & RECREATION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2021

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

		<u>2021</u>		
	<u>2020</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Local alcoholic liquor tax	\$ 596	\$ 282	\$ 900	\$ (618)
Expenditures				
Contractual services	410	100	\$ 2,226	\$ (2,126)
Capital outlay	175	-	-	-
Total Expenditures	585	100	\$ 2,226	\$ (2,126)
Receipts Over (Under) Expenditures	11	182		
Unencumbered Cash, Beginning	2,926	2,937		
Unencumbered Cash, Ending	\$ 2,937	\$ 3,119		

## CITY OF PRETTY PRAIRIE, KANSAS

SPECIAL PURPOSE FUNDCAPITAL IMPROVEMENTS 1% SALES TAX FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2021

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

		<u>2021</u>		<u>Variance -</u>
	<u>2020</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Receipts				
Sales tax	\$ 45,986	\$ 52,403	\$ 33,600	\$ 18,803
Expenditures				
Contractual services	-	45,386	\$ -	\$ 45,386
Capital Outlay	34,500	-	45,386	(45,386)
Total Expenditures	34,500	45,386	\$ 45,386	\$ -
Receipts Over (Under) Expenditures	11,486	7,017		
Unencumbered Cash, Beginning	12,686	24,172		
Unencumbered Cash, Ending	\$ 24,172	\$ 31,189		



## CITY OF PRETTY PRAIRIE, KANSAS

SPECIAL PURPOSE FUNDAMBULANCE EQUIPMENT RESERVE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2021

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

	<u>2020 Actual</u>	<u>2021 Actual</u>
Receipts	\$ -	\$ -
Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>228</u>	<u>228</u>
Unencumbered Cash, Ending	<u>\$ 228</u>	<u>\$ 228</u>

## CITY OF PRETTY PRAIRIE, KANSAS

SPECIAL PURPOSE FUNDCARES ACT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2021

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

	<b>2020 Actual</b>	<b>2021 Actual</b>
Receipts		
Reimbursed Expenses	\$ 1,020	\$ 67,168
Transfer from General Fund	<u>-</u>	<u>2,263</u>
Total Receipts	<u>1,020</u>	<u>69,431</u>
Expenditures		
Personal Services	225	-
Contractual Services	66,031	-
Commodities	591	-
Capital Outlay	<u>1,341</u>	<u>2,263</u>
Total Expenditures	<u>68,188</u>	<u>2,263</u>
Receipts Over (Under) Expenditures	(67,168)	67,168
Unencumbered Cash, Beginning	<u>-</u>	<u>(67,168)</u>
Unencumbered Cash, Ending	<u>\$ (67,168)</u>	<u>\$ -</u>

## CITY OF PRETTY PRAIRIE, KANSAS

SPECIAL PURPOSE FUNDARPA FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2021

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

	<u>2020 Actual</u>	<u>2021 Actual</u>
Receipts		
Grants	\$ -	\$ 49,522
Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	49,522
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 49,522</u>

## CITY OF PRETTY PRAIRIE, KANSAS

SPECIAL PURPOSE FUNDMUNICIPAL EQUIPMENT RESERVE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2021

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

	<u>2020 Actual</u>	<u>2021 Actual</u>
Receipts		
Transfer from General Fund	\$ -	15,000
Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	15,000
Unencumbered Cash, Beginning	<u>5,947</u>	<u>5,947</u>
Unencumbered Cash, Ending	<u>\$ 5,947</u>	<u>\$ 20,947</u>

## CITY OF PRETTY PRAIRIE, KANSAS

BOND AND INTEREST FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2021

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

		<u>2021</u>		
	<u>2020</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Ad valorem tax	\$ 64,677	\$ 36,517	\$ 38,548	\$ (2,031)
Motor vehicle tax	-	9,990	9,356	634
16/20M vehicle tax	-	16	117	(101)
Recreational vehicle tax	-	290	152	138
Watercraft tax	-	-	55	(55)
Commercial vehicle tax	-	228	240	(12)
Transfer from Water	-	104,925	104,925	-
Total Receipts	<u>64,677</u>	<u>155,573</u>	<u>\$ 153,393</u>	<u>\$ 2,180</u>
Expenditures				
Principal	30,000	30,000	\$ 30,000	\$ -
Interest	22,373	21,772	21,773	(1)
Bond issue costs	-	-	150	(150)
Cash basis reserve	-	-	25,000	(25,000)
KDHE loan	-	104,728	110,391	(5,663)
Total Expenditures	<u>52,373</u>	<u>156,500</u>	<u>\$ 187,314</u>	<u>\$ (30,814)</u>
Receipts Over (Under) Expenditures	12,304	(927)		
Unencumbered Cash, Beginning	<u>24,811</u>	<u>37,115</u>		
Unencumbered Cash, Ending	<u>\$ 37,115</u>	<u>\$ 36,188</u>		

## CITY OF PRETTY PRAIRIE, KANSAS

BUSINESS FUNDGOLF COURSE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2021

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

	<u>2020 Actual</u>	<u>2021 Actual</u>
Receipts		
Transfer from General Fund	\$ -	15,000
Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	15,000
Unencumbered Cash, Beginning	<u>(119,100)</u>	<u>(119,100)</u>
Unencumbered Cash, Ending	<u>\$ (119,100)</u>	<u>\$ (104,100)</u>

## CITY OF PRETTY PRAIRIE, KANSAS

BUSINESS FUNDREFUSE UTILITY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2021

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

		<u>2021</u>		<u>Variance -</u>
	<u>2020</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Receipts				
Sales to customers	\$ 57,964	\$ 57,253	\$ 60,000	\$ (2,747)
Expenditures				
Contractual services	57,478	58,823	\$ 52,776	\$ 6,047
Commodities	966	109	-	109
Transfer to General Fund	-	-	10,000	(10,000)
Cash forward	-	-	3,452	(3,452)
Total Expenditures	<u>58,444</u>	<u>58,932</u>	<u>\$ 66,228</u>	<u>\$ (7,296)</u>
Receipts Over (Under) Expenditures	(480)	(1,679)		
Unencumbered Cash, Beginning	<u>9,004</u>	<u>8,524</u>		
Unencumbered Cash, Ending	<u>\$ 8,524</u>	<u>\$ 6,845</u>		

## CITY OF PRETTY PRAIRIE, KANSAS

BUSINESS FUNDSEWER UTILITY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2021

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

		<u>2021</u>		<u>Variance -</u>
	<u>2020</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
	<u>Actual</u>			<u>(Under)</u>
Receipts				
Sales to customers	\$ 91,403	\$ 92,849	\$ 95,000	\$ (2,151)
Expenditures				
Personal services	26,946	38,820	\$ 30,000	\$ 8,820
Contractual services	24,292	28,371	25,000	3,371
Commodities	6,395	6,165	10,000	(3,835)
Capital outlay	1,187	6,493	10,000	(3,507)
Principal	3,200	-	-	-
Interest	1,963	-	-	-
Transfer to 2008 Sewer Line Revenue Bond Fund	1,200	5,189	5,220	(31)
Transfer to General Fund	-	-	30,000	(30,000)
Cash forward	-	-	33,868	(33,868)
Refund	195	-	-	-
Total Expenditures	<u>65,378</u>	<u>85,038</u>	<u>\$ 144,088</u>	<u>\$ (59,050)</u>
Receipts Over (Under) Expenditures	26,025	7,811		
Unencumbered Cash, Beginning	<u>37,223</u>	<u>63,248</u>		
Unencumbered Cash, Ending	<u>\$ 63,248</u>	<u>\$ 71,059</u>		



## CITY OF PRETTY PRAIRIE, KANSAS

BUSINESS FUNDWATER UTILITY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2021

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

	2021			Variance - Over (Under)
	2020	Actual	Budget	
Receipts				
Sale of water	\$ 186,531	\$ 178,419	\$ 182,000	\$ (3,581)
Connection fees	2,110	2,000	600	1,400
Miscellaneous	2,310	126	-	126
Local sales tax	-	-	1,000	(1,000)
Reimbursements	380	-	-	-
Total Receipts	191,331	180,545	\$ 183,600	\$ (3,055)
Expenditures				
Personal services	43,999	45,067	\$ 43,000	\$ 2,067
Contractual services	61,462	50,489	60,564	(10,075)
Commodities	9,987	23,761	5,624	18,137
Capital outlay	10,482	7,992	75,000	(67,008)
Miscellaneous	-	-	2	(2)
Principal	76,069	-	-	-
Interest	31,836	-	-	-
Refund	91	38	-	38
Transfer to 2008 Water Tower Revenue Bond Fund	-	-	3,000	(3,000)
Transfer to Bond and Interest Fund	-	104,925	104,925	-
Cash forward	-	-	5,580	(5,580)
Total Expenditures	233,926	232,272	\$ 297,695	\$ (65,423)
Receipts Over (Under) Expenditures	(42,595)	(51,727)		
Unencumbered Cash, Beginning	222,608	180,013		
Unencumbered Cash, Ending	\$ 180,013	\$ 128,286		

## CITY OF PRETTY PRAIRIE, KANSAS

BUSINESS FUNDWATER AND SEWER RESERVE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2021

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

	<u>2020 Actual</u>	<u>2021 Actual</u>
Receipts	\$ -	\$ -
Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>6,000</u>	<u>6,000</u>
Unencumbered Cash, Ending	<u>\$ 6,000</u>	<u>\$ 6,000</u>

## CITY OF PRETTY PRAIRIE, KANSAS

BUSINESS FUND2008 SEWER LINE REVENUE BOND FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUALRegulatory Basis

For the Year Ended December 31, 2021

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

	<u>2020 Actual</u>	<u>2021 Actual</u>
Receipts		
Transfer from Sewer Utility Fund	\$ 1,200	\$ 5,189
Expenditures		
Contractual Services	1,172	-
Principal	-	3,401
Interest	-	1,788
Total Expenditures	<u>1,172</u>	<u>5,189</u>
Receipts Over (Under) Expenditures	28	-
Unencumbered Cash, Beginning	<u>262</u>	<u>290</u>
Unencumbered Cash, Ending	<u>\$ 290</u>	<u>\$ 290</u>

## CITY OF PRETTY PRAIRIE, KANSAS

AGENCY FUNDSSCHEDULE OF RECEIPTS AND DISBURSEMENTSRegulatory Basis

For the Year Ended December 31, 2021

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Youth Center/Roller Rink Maintenance	\$ 17,700	\$ -	\$ 17,700	\$ -
Water Deposit Fund	16,406	-	74	16,332
Total	<u>\$ 34,106</u>	<u>\$ -</u>	<u>\$ 17,774</u>	<u>\$ 16,332</u>