CITY OF GALENA, KANSAS

Independent Auditor's Report
and Financial Statement with
Supplementary Information

For the Year Ended December 31, 2021

THE MENSE CPA FIRM, LLC
Certified Public Accountants

CITY OF GALENA, KANSAS
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The Mense
CPA Firm, LLC
CERTIFIED PUBLIC ACCOUNTANTS

MEMBERS OF
MISSOURI SOCIETY OF CPA'S
AMERICAN INSTITUTE OF CPA'S

To the Mayor and City Council
City of Galena, Kansas

INDEPENDENT AUDITOR'S REPORT

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 Galena, Kansas, as of and for the year ended December 31, 2021 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Galena, Kansas as of December 31, 2021, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Galena, Kansas as of December 31, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with the 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 Galena, Kansas, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

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

Responsibilities of Management for the Financial Statement

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

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Galena, Kansas'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 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 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 Galena, Kansas'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 Galena, Kansas'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 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 balance (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-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 basis 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.

The Mense CPA Firm, LLC
Certified Public Accountants

Joplin, Missouri
September 13, 2022

CITY OF GALENA, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash

Regulatory Basis

For the Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	$ 257,847	$ -	$ 2,420,813	$ 2,380,574	$ 298,086	$ 37,743	$ 335,829
Special Purpose Funds:							
Library	1,157	-	60,873	60,873	1,157	-	1,157
Noxious Weed	1,864	-	-	-	1,864	-	1,864
Employee Benefits	53,672	-	203,541	250,457	6,756	-	6,756
Special Highway	28,073	-	82,469	38,503	72,039	367	72,406
Special Parks and Recreation	12,223	-	4,800	-	17,023	-	17,023
Cemetery Perpetual Care Interest	1,768	-	91	-	1,859	-	1,859
Landfill	585,729	-	225,176	85,273	725,632	9,370	735,002
Police Training	5,535	-	1,888	1,721	5,702	-	5,702
City Attorney Training	2,964	-	377	-	3,341	-	3,341
City Beautification	96	-	-	-	96	-	96
Zeliken	2,483	-	-	-	2,483	-	2,483
Special Water	74,895	-	12,000	22,715	64,180	-	64,180
Police DUI	4,575	-	1,520	1,722	4,373	-	4,373
Water Meter Fund	101,025	-	34,337	11,039	124,323	-	124,323
City Attorney DUI	1,378	-	507	-	1,885	-	1,885
Monofill - Bluehole	31,510	-	25,297	949	55,858	-	55,858
Economic Development	8	-	10,385	7,565	2,828	-	2,828
Special Liability	46,719	-	5	-	46,724	-	46,724
Technology Reserve	6,031	-	2,407	-	8,438	-	8,438
Municipal Equipment Reserve	765,720	-	541,868	169,956	1,137,632	-	1,137,632
Sewer Equipment Reserve	64,361	-	10,295	-	74,656	-	74,656
Coronavirus SLFRF	-	-	218,078	48,462	169,616	-	169,616

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

CITY OF GALENA, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash

Regulatory Basis

For the Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
Bond and Interest Funds:							
Bond and Interest	$ 71,482	$ -	$ 120,578	$ 130,143	$ 61,917	$ -	$ 61,917
Business Funds:							
Water	57,383	-	689,271	784,932	(38,278)	34,565	(3,713)
Sewer	82,958	-	291,352	384,957	(10,647)	8,258	(2,389)
Solid Waste	50,177	-	274,457	265,580	59,054	467	59,521
Trust Funds:							
Cemetery Perpetual Care	126,613	-	91	-	126,704	-	126,704
Total Reporting Entity	$ 2,438,246	$ -	$ 5,190,608	$ 4,603,553	$ 3,025,301	$ 90,770	$ 3,116,071

Composition of Cash	
Cash on Hand	$ 175
Checking Accounts	2,837,820
Certificates of Deposit	360,886
U.S. Savings Bonds	2,000
Total Cash	$ 3,200,881
Less - Agency Funds Per Schedule 3	(84,811)
Total Reporting Entity	$ 3,116,070

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

I.A. INTRODUCTION

The City of Galena, Kansas, was incorporated in 1877 and operates as a second class city under the statutes of the State of Kansas, (KSA 14-101 et. seq.). The City operates under a Mayor – Council form of government. Major services provided by the City include: Public Safety – Police and Fire, Highways and Streets, Sanitation, Health, Recreation, Public Improvements, Planning and Zoning, and General Administrative Services. The City also provides water, sewer and refuse utility services.

I.B. FINANCIAL REPORTING ENTITY

This financial statement presents the City of Galena, Kansas, (the municipality) as defined in K.S.A. 75-1117.

Related Municipal Entities: A related municipal entity is any legally separate municipal organization which was established to benefit the municipality or its' constituents. Related municipal entities are not required to be included in the City's audit by the Kansas Municipal Audit and Accounting Guide (KMAAG). Based upon the application of this criterion, the following is a brief review of potential related municipal entities:

Library Board – The City of Galena, Kansas Library Board operates the City's public library. The Library Board is appointed by the City Council. Acquisition or disposition of real property by the Board must be approved by the City. Bond issuances must also be approved by the City.

Galena Housing Authority – The City's Housing Authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City.

I.C. REGULATORY BASIS FUND TYPES

The accounts of the City are organized into funds each of which is considered to be a separate accounting entity. The operations of each fund are summarized by providing a separated set of self-balancing accounts. The following funds are used by the City:

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.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I.C. REGULATORY BASIS FUND TYPES (CONTINUED)

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.

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 (payroll clearing fund, county treasurer tax collection accounts, etc.)

I.D. 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 a 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 municipality 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 municipality to use the regulatory basis of accounting.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I.E. 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.

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 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.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the 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.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I.E. BUDGETARY INFORMATION (CONTINUED)

A legal operating budget is not required for capital project 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 is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

I.F. ASSETS AND LIABILITIES

Cash and Investments

The City pools cash resources of its various funds to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pool cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in time deposits.

Additional cash and investment information is presented in Note III.A.

I.G. RECEIPTS AND EXPENDITURES

I.G.I. Sales Tax

The City of Galena, Kansas levies a 1% sales tax on taxable sales within the City. The tax is collected by the Kansas Department of Revenue and remitted to the City. The tax is placed in the General Fund to provide city services.

I.G.2. Property Tax

Property taxes are an enforceable lien on property as of January 1. Taxes are levied on November 1 and are due and payable one-half on December 20th and one-half on May 10th of the ensuing year. Unpaid taxes become delinquent after the due dates.

The assessed valuation of tangible property for the calendar year 2021 for the purposes of taxation was $15,692,480.

The tax levy per $100.00 of assessed valuation of tangible property for the calendar year was $64.06. The levy is composed of the sum of the legal tax levies for all funds with authorized levies.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I.G. RECEIPTS AND EXPENDITURES (CONTINUED)

I.G.2. Property Tax (Continued)

Collection of current year property tax by the County Treasurer is not completed, apportioned, nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. These taxes are used to finance budgeted expenditures for the succeeding year in accordance with Kansas Statutes.

I.G.3. Reimbursements

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

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

II.A. STATUTORY COMPLIANCE

The Landfill Fund exceeded budgeted limits (K.S.A. 79-2935)

III. DETAILED NOTES ON FUNDS AND ACCOUNTS

III.A. DEPOSITS AND INVESTMENTS

As of December 31, 2021, the City had the following investments and maturities.

		Investment Maturities (in Years)	
Investment Type	Fair Value	Less than 1	Rating
United States Savings Bonds	$ 2,000	$ 2,000	N/A

III. DETAILED NOTES ON FUNDS AND ACCOUNTS (CONTINUED)

III.A. DEPOSITS AND INVESTMENTS (CONTINUED)

K.S.A. 9-1401 establishes the depositories which may be used by the Municipality. The statute requires banks eligible to hold the Municipality's funds have a main or branch bank in the county in which the Municipality is located or 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 Municipality has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Municipality'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 Municipality has no investment policy that would further limit its investment choices. The rating of the Municipality's investments is noted above.

Concentration of credit risk. State statutes place no limit on the amount the Municipality may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The Municipality's allocation of investments as of December 31, 2021, is as follows:

Investments	Percentage of Investments
U.S. Government Savings Bonds	100%

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the Municipality's deposits may not be returned to it. State statutes require the Municipality's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The Municipality does not designate "peak periods". All deposits were legally secured at December 31, 2021.

At December 31, 2021, the Municipality's carrying amount of deposits was $3,198,809 and the bank balance was $3,209,775. 90% of the bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $610,886 was covered by federal depository insurance and $2,598,889 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

III. DETAILED NOTES ON FUNDS AND ACCOUNTS (CONTINUED)

III.B. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General	Municipal Equipment Reserve	KSA 12-1,117	$ 541,868
General	Economic Development	City Council	9,988
Water	Special Water	KSA 12-825d	12,000
Water	Water Meter	KSA 12-825d	34,280
Sewer	Sewer Equipment Reserve	KSA 12-1,117	10,295
Municipal Equipment Reserve	General	KSA 12-1,117	12,482

III.C. RESTRICTED ASSETS

The following amount in the following fund is restricted as follows:

General Fund	
Vehicle Inspection Fees (Law Enforcement)	$ 13,787

IV. 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 Issued	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds:									
Series 2012	3.50%	8/27/2012	$ 340,000	8/27/2042	$ 280,401	$ -	$ 8,677	$ 271,724	$ 9,814
Series 2018A	2.05% - 3.25%	9/12/2018	$ 1,090,000	12/1/2031	945,000	-	75,000	870,000	26,375
Series 2018B	3.375%	10/2/2018	$ 192,000	10/2/2048	184,296	-	4,056	180,240	6,221
Total General Obligation Bonds					$ 1,409,697	$ -	$ 87,733	$ 1,321,964	$ 42,410
KDHE Loans:									
Public Water Supply Revolving Loan	3.77%	9/11/2009	$ 105,893	8/1/2030	$ 61,536	$ -	$ 5,172	$ 56,364	$ 2,271
Water Meter Conversion Loan	2.17%	7/1/2015	$ 421,102	2/1/2026	297,825	57	48,411	249,471	6,202
Total KDHE Loans					$ 359,361	$ 57	$ 53,583	$ 305,835	$ 8,473
Firefighters Relief Association Loan									
2013 Rescue Pumper	0.50%	3/2/2020	$ 175,000	3/2/2027	$ 175,000	$ -	$ 24,627	$ 150,373	$ 819
Capital Leases Payable:									
Fire Truck	3.25%	5/10/2016	$ 515,000	5/8/2026	$ 328,515	$ -	$ 50,470	$ 278,045	$ 10,677
Fire Equipment	3.95%	2/9/2017	$ 56,532	2/10/2021	14,965	-	14,965	-	590
Track Loader	3.77%	3/2/2020	$ 58,625	3/2/2026	49,289	-	7,472	41,817	1,864
Backhoe/Loader	3.66%	3/2/2020	$ 87,750	3/2/2024	68,911	-	16,307	52,604	2,532
Mini Excavator	3.77%	3/2/2020	$ 50,975	3/2/2026	42,857	-	6,497	36,360	1,621
Total Capital Leases					$ 504,537	$ -	$ 95,711	$ 408,826	$ 17,284
Total Contractual Indebtedness					$ 2,448,595	$ 57	$ 261,654	$ 2,186,998	$ 68,986

IV. Long-Term Debt (Continued)

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

	YEAR										
	2022	2023	2024	2025	2026	2027-2031	2032-2036	2037-2041	2042-2046	2047-2048	Total
Principal:											
General Obligation Bonds	$ 88,174	$ 93,630	$ 94,061	$ 99,588	$ 100,093	$ 548,633	$ 99,126	$ 117,546	$ 61,411	$ 19,702	$ 1,321,964
KDHE Loans	54,727	56,010	57,321	58,666	51,712	27,399					305,835
Firefighters Relief Association Loan	24,750	24,874	24,999	25,124	25,250	25,376					150,373
Capital Leases	83,514	86,378	89,332	73,563	76,039						408,826
Total Principal	$ 251,165	$ 260,892	$ 265,713	$ 256,941	$ 253,094	$ 601,408	$ 99,126	$ 117,546	$ 61,411	$ 19,702	$ 2,186,998
Interest:											
General Obligation Bonds	$ 79,281	$ 74,263	$ 68,911	$ 63,197	$ 57,125	$ 177,437	$ 44,665	$ 26,280	$ 8,457	$ 1,006	$ 600,622
KDHE Loans	7,222	5,939	4,628	3,283	1,905	2,373					25,350
Firefighters Relief Association Loan	695	571	447	321	195	69					2,298
Capital Leases Payable	13,926	11,062	8,108	5,038	2,562						40,696
Total Interest	$ 101,124	$ 91,835	$ 82,094	$ 71,839	$ 61,787	$ 179,879	$ 44,665	$ 26,280	$ 8,457	$ 1,006	$ 668,966
Total Principal and Interest	$ 352,289	$ 352,727	$ 347,807	$ 328,780	$ 314,881	$ 781,287	$ 143,791	$ 143,826	$ 69,868	$ 20,708	$ 2,855,964

V. PENSION PLAN

General Information about the Pension Plan

Plan description. The City of Galena, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publically available financial report that includes financial statements and required supplementary information. KPERS's financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.87% for the fiscal year ended December 31, 2021. Contributions to the pension plan from City of Galena, Kansas were $90,320 for the year ended December 31, 2021.

V. PENSION PLAN (CONTINUED)

Net Pension Liability

At December 31, 2021, the City of Galena, Kansas's proportionate share of the collective net pension liability reported by KPERS was $639,181. 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 of Galena, Kansas's proportion of the net pension liability was based on the ratio of the City of Galena, Kansas's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

VI. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain workers' compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for participating members.

The City pays an annual premium to the Kansas Municipal Insurance Trust (KMIT) for its workers' compensation insurance coverage. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of a stated dollar amount for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

The City continues to carry commercial insurance for all other risks of loss. There have been no significant reductions in insurance coverage. Settled claims resulting from risks have not exceeded commercial insurance coverage in any of the past three years.

VII. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post-Employment Benefits. As provided by K.S.A. 12-540, 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 charge 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.

Compensated Absences. The City's policies regarding vacation and sick pay allow all full-time employees to receive one to four weeks' vacation time per year depending on their length of employment. Upon termination of service, after the first year, an employee is entitled to pay for unused vacation leave.

Full-time employees shall be entitled to personal leave with pay, which shall accumulate at the rate of 5.33 hours per month for any employment period after January 1, 2007. Part-time employees do not accrue personal leave.

It was impracticable to determine the accumulated unpaid vacation and sick pay. However, City Officials estimated the amount not to be material.

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.

VIII. CONTINGENCIES

VIII.A. LITIGATION

The City is party to various legal proceedings which normally occur in governmental operations. While the outcome of such proceedings cannot be predicted, due to insurance maintained by the City, the City feels that any settlement or judgment not covered by insurance would not have a material adverse effect on the financial condition of the City.

VIII.B. GRANT PROGRAM INVOLVEMENT

In the normal course of operations, the City participates in various federal and state grant/loan programs from year to year. The grant/loan programs are often subject to additional audits by agents of the granting or loaning agency, the purpose of which is to ensure compliance with the specific conditions of the grant or loans. Any liability for reimbursement, which may arise, as the result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

VIII.C. LANDFILL CLOSURE COSTS

The City has two landfills available for the disposal of construction/demolition materials and used tires. The operations of the landfill are accounted for in special purpose funds. The measurement and recognition of the liability for closure are based on total estimated current cost and landfill usage to date. Expenditures and fund liabilities are recognized using the statutory basis of accounting.

When the landfill stops accepting waste, the City is required by federal and state law to close the landfill, including final cover and storm water management.

The estimated closure cost for these activities as of December 31, 2021 was $1,028,943 based on cumulative landfill capacity used to date. This estimate was based on the 2021 Annual Cost Estimates, dated April 15, 2022 and May 9, 2022. Cost estimates are based on current data, including contracts awarded by the City, contract bids, and engineering studies. These estimates are subject to adjustment to account for inflation and for any changes in landfill condition, regulatory requirements, technologies, or cost estimates.

IX. OTHER COMMITMENTS

Water Agreement – On June 1, 2002, the City entered into a twenty-five year agreement with Missouri American Water Company for the purchase of water. The City agrees to purchase an average of at least two hundred gallons per minute, per calendar month or pay the equivalency of such usage minus any amounts paid by the City for the actual usage in the same monthly period.

X. NEIGHBORHOOD REVITALIZATION PROGRAM

The City has approved a Neighborhood Revitalization Program (NRP). Applicants must apply for the rebate during the program period. Applicants must meet the criteria of the program.

Property taxes rebated under the NRP during 2021 were $3,971.

XI. SUBSEQUENT EVENTS

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 2022. Future potential impacts may include a decrease in certain revenues, reduced customer traffic and the temporary closure of operating hours of our offices.

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

Schedule 1

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

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Funds:					
General	$ 2,295,210	$ 98,487	$ 2,393,697	$ 2,380,574	$ (13,123)
Special Purpose Funds:					
Library	61,186	-	61,186	60,873	(313)
Noxious Weeds	1,864	-	1,864	-	(1,864)
Employee Benefits	297,000	-	297,000	250,457	(46,543)
Special Highway	65,703	-	65,703	38,503	(27,200)
Special Parks and Recreation	10,884	-	10,884	-	(10,884)
Cemetery Perpetual Care Interest	1,885	-	1,885	-	(1,885)
Landfill	85,000	-	85,000	85,273	273
Police Training	3,860	-	3,860	1,721	(2,139)
City Attorney Training	2,121	-	2,121	-	(2,121)
City Beautification	125	-	125	-	(125)
Zeliken	2,483	-	2,483	-	(2,483)
Special Water	59,240	-	59,240	22,715	(36,525)
Police DUI	6,349	-	6,349	1,722	(4,627)
Water Meter	54,506	-	54,506	11,039	(43,467)
City Attorney DUI	1,596	-	1,596	-	(1,596)
Monofill - Bluehole	15,000	-	15,000	949	(14,051)
Economic Development	7,615	-	7,615	7,565	(50)
Bond and Interest Funds					
Bond and Interest	195,142	-	195,142	130,143	(64,999)
Business Type Funds:					
Water	798,863	-	798,863	784,932	(13,931)
Sewer	386,873	-	386,873	384,957	(1,916)
Solid Waste	288,000	-	288,000	265,580	(22,420)
Trust Funds:					
Cemetery Perpetual Care	110	-	110	-	(110)

CITY OF GALENA, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 1,045,708	$ 1,043,377	$ 2,331
Delinquent Tax	55,311	53,010	2,301
Motor Vehicle Tax	77,492	66,200	11,292
Recreational Vehicle Tax	779	639	140
16/20 M Vehicle Tax	324	477	(153)
Commercial Vehicle Tax	413	285	128
Watercraft Tax	-	483	(483)
Neighborhood Revitalization Rebate	(3,055)	(4,083)	1,028
Local Alcoholic Liquor Tax	4,800	2,565	2,235
City and County Sales and Use Tax	634,202	531,220	102,982
Licenses, Permits and Fees	15,397	14,000	1,397
Fire Contracts	71,507	48,000	23,507
Cemetery Lot Sales and Opening	11,575	15,000	(3,425)
Franchise Fees	189,897	185,000	4,897
Swimming Pool Receipts	11,646	4,500	7,146
Grants	2,061	-	2,061
Vehicle Inspections	6,860	5,000	1,860
Fines	99,951	60,000	39,951
Donations	859	-	859
Community Building	1,595	2,400	(805)
Reimbursed Expense	97,628	-	97,628
Other	21,428	15,000	6,428
Interest	679	9,000	(8,321)
Court Bonds Collected	19,406	5,000	14,406
Sale of Assets	41,868	-	41,868
Operating Transfers	12,482	195,000	(182,518)
Total Receipts	$ 2,420,813	$ 2,252,073	$ 168,740
Expenditures			
General Administration	$ 505,727	$ 457,360	$ 48,367
Streets	2,147	14,400	(12,253)
Street Lighting	59,953	52,000	7,953
Parks	62,026	95,000	(32,974)
Fire	150,500	198,000	(47,500)
Vehicle Identification Numbers	200	600	(400)
Police	695,573	635,400	60,173
Civil Defense	6,673	7,000	(327)
Municipal Court	109,350	75,000	34,350
Cemetery	95,548	80,000	15,548
Swimming Pool	37,152	27,277	9,875
VINs Law enforcement	1,722	21,000	(19,278)
Capital Lease - Fire Truck	61,147	61,147	-
Capital Lease - Fire Equipment	15,555	15,555	-
Capital Lease - Fire Pumper	-	25,000	(25,000)
Firefighters Relief Association Payment	25,445	25,471	(26)
Operating Transfers	551,856	505,000	46,856
Qualifying Budget Credits	-	98,487	(98,487)
Total Expenditures	$ 2,380,574	$ 2,393,697	$ (13,123)
Receipts Over (Under) Expenditures	$ 40,239		
Unencumbered Cash, Beginning	257,847		
Unencumbered Cash, Ending	$ 298,086		

CITY OF GALENA, KANSAS
Library Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 52,675	$ 52,552	$ 123
Delinquent Tax	3,318	4,266	(948)
Motor Vehicle Tax	4,941	4,221	720
Recreational Vehicle Tax	50	41	9
16/20 M Vehicle Tax	17	30	(13)
Commercial Vehicle Tax	26	18	8
Watercraft Tax	-	31	(31)
Neighborhood Revitalization Rebate	(154)	(206)	52
Total Receipts	$ 60,873	$ 60,953	$ (80)
Expenditures			
Appropriation to the Library Board	$ 60,873	$ 61,186	$ (313)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash, Beginning	1,157		
Unencumbered Cash, Ending	$ 1,157		

CITY OF GALENA, KANSAS
Noxious Weed Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Taxes and Shared Receipts:			
Delinquent Tax	$ -	$ -	$ -
Expenditures			
Public Works	$ -	$ 1,864	$ (1,864)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash, Beginning	1,864		
Unencumbered Cash, Ending	$ 1,864		

CITY OF GALENA, KANSAS
Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 156,397	$ 156,036	$ 361
Delinquent Tax	15,374	13,377	1,997
Motor Vehicle Tax	31,725	27,102	4,623
Recreational Vehicle Tax	319	261	58
16/20 M Vehicle Tax	14	195	(181)
Commercial Vehicle Tax	169	117	52
Watercraft Tax	-	198	(198)
Neighborhood Revitalization Rebate	(457)	(611)	154
Total Receipts	$ 203,541	$ 196,675	$ 6,866
Expenditures			
General Government	$ 250,457	$ 297,000	$ (46,543)
Receipts Over (Under) Expenditures	$ (46,916)		
Unencumbered Cash, Beginning	53,672		
Unencumbered Cash, Ending	$ 6,756		

CITY OF GALENA, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
State of Kansas	$ 82,469	$ 65,550	$ 16,919
Expenditures			
Public Works	$ 38,503	$ 65,703	$ (27,200)
Receipts Over (Under) Expenditures	$ 43,966		
Unencumbered Cash, Beginning	28,073		
Unencumbered Cash, Ending	$ 72,039		

CITY OF GALENA, KANSAS
Special Parks and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Local Alcohol Liquor Fund	$ 4,800	$ 2,565	$ 2,235
Expenditures			
Recreation	$ -	$ 10,884	$ (10,884)
Receipts Over (Under) Expenditures	$ 4,800		
Unencumbered Cash, Beginning	12,223		
Unencumbered Cash, Ending	$ 17,023		

CITY OF GALENA, KANSAS
Cemetery Perpetual Care Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Interest	$ 91	$ 110	$ (19)
Expenditures			
Cemetery Maintenance	$ -	$ 1,885	$ (1,885)
Receipts Over (Under) Expenditures	$ 91		
Unencumbered Cash, Beginning	1,768		
Unencumbered Cash, Ending	$ 1,859		

CITY OF GALENA, KANSAS
Landfill Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Fees	$ 225,176	$ 110,000	$ 115,176
Expenditures			
Sanitation and Tipping Fees	$ 59,433	$ 50,000	$ 9,433
Land Covering	9,870	35,000	(25,130)
Professional Fees	15,970	-	15,970
Total Disbursements	$ 85,273	$ 85,000	$ 273
Receipts Over (Under) Expenditures	$ 139,903		
Unencumbered Cash, Beginning	585,729		
Unencumbered Cash, Ending	$ 725,632		

CITY OF GALENA, KANSAS
Police Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Municipal Court Fees	$ 1,888	$ 1,300	$ 588
Expenditures			
Public Safety	$ 1,721	$ 3,860	$ (2,139)
Receipts Over (Under) Expenditures	$ 167		
Unencumbered Cash, Beginning	5,535		
Unencumbered Cash, Ending	$ 5,702		

CITY OF GALENA, KANSAS
City Attorney Training Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Municipal Court Fees	$ 377	$ 250	$ 127
Expenditures			
Public Safety	$ -	$ 2,121	$ (2,121)
Receipts Over (Under) Expenditures	$ 377		
Unencumbered Cash, Beginning	2,964		
Unencumbered Cash, Ending	$ 3,341		

CITY OF GALENA, KANSAS
City Beautification Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Donations	$ -	$ -	$ -
Expenditures			
Public Works	$ -	$ 125	$ (125)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash, Beginning	96		
Unencumbered Cash, Ending	$ 96		

CITY OF GALENA, KANSAS
Zelliken Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Interest	$ -	$ -	$ -
Expenditures			
Welfare	$ -	$ 2,483	$ (2,483)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash, Beginning	2,483		
Unencumbered Cash, Ending	$ 2,483		

CITY OF GALENA, KANSAS
Special Water Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Operating Transfers	$ 12,000	$ 12,000	$ -
Expenditures			
Public Works	$ 22,715	$ 59,240	$ (36,525)
Receipts Over (Under) Expenditures	$ (10,715)		
Unencumbered Cash, Beginning	74,895		
Unencumbered Cash, Ending	$ 64,180		

CITY OF GALENA, KANSAS
Police DUI Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Municipal Court Fees	$ 1,520	$ 600	$ 920
Expenditures			
Public Safety	$ 1,722	$ 6,349	$ (4,627)
Receipts Over (Under) Expenditures	$ (202)		
Unencumbered Cash, Beginning	4,575		
Unencumbered Cash, Ending	$ 4,373		

CITY OF GALENA, KANSAS
Water Meter Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
KDHE Loan Proceeds	$ 57	$ -	$ 57
Operating Transfers	34,280	25,000	9,280
Total Receipts	$ 34,337	$ -	$ 9,337
Expenditures			
Capital Outlay	$ 11,039	$ 54,506	$ (43,467)
Receipts Over (Under) Expenditures	$ 23,298		
Unencumbered Cash, Beginning	101,025		
Unencumbered Cash, Ending	$ 124,323		

CITY OF GALENA, KANSAS
City Attorney DUI Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Municipal Court Fees	$ 507	$ 200	$ 307
Expenditures			
Public Safety	$ -	$ 1,596	$ (1,596)
Receipts Over (Under) Expenditures	$ 507		
Unencumbered Cash, Beginning	1,378		
Unencumbered Cash, Ending	$ 1,885		

CITY OF GALENA, KANSAS
Monofill-Bluehole Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Fees	$ 25,297	$ 4,000	$ 21,297
Expenditures			
Monofill Fees	$ -	$ 15,000	$ (15,000)
Materials	949	-	949
Total Expenditures	$ 949	$ 15,000	$ (14,051)
Receipts Over (Under) Expenditures	$ 24,348		
Unencumbered Cash, Beginning	31,510		
Unencumbered Cash, Ending	$ 55,858		

CITY OF GALENA, KANSAS
Economic Development Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Donations and Other	$ 397	$ -	$ 397
Operating Transfers	9,988	-	9,988
Total Receipts	$ 10,385	$ -	$ 10,385
Expenditures			
Economic Development	$ 7,565	$ 7,615	$ (50)
Receipts Over (Under) Expenditures	$ 2,820		
Unencumbered Cash, Beginning	8		
Unencumbered Cash, Ending	$ 2,828		

CITY OF GALENA, KANSAS
Special Liability Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

Receipts	
Taxes and Shared Receipts:	
Delinquent Tax	$ 5
Expenditures	
General Government	$ -
Receipts Over (Under) Expenditures	$ 5
Unencumbered Cash, Beginning	46,719
Unencumbered Cash, Ending	$ 46,724

CITY OF GALENA, KANSAS
Technology Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

Receipts		
Municipal Court Fees	$	2,407
Expenditures		
Public Safety	$	-
Receipts Over (Under) Expenditures	$	2,407
Unencumbered Cash, Beginning		6,031
Unencumbered Cash, Ending	$	8,438

CITY OF GALENA, KANSAS
Municipal Equipment Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

Receipts		
Operating Transfers	$	541,868
Expenditures		
Equipment		157,474
Operating Transfers		12,482
Total Expenditures	$	169,956
Receipts Over (Under) Expenditures	$	371,912
Unencumbered Cash, Beginning		765,720
Unencumbered Cash, Ending	$	1,137,632

CITY OF GALENA, KANSAS
Sewer Equipment Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

Receipts		
Operating Transfers	$	10,295
Expenditures		
Equipment	$	-
Receipts Over (Under) Expenditures	$	10,295
Unencumbered Cash, Beginning		64,361
Unencumbered Cash, Ending	$	74,656

CITY OF GALENA, KANSAS
Caronavirus SLFRF Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021

Receipts		
Grants	$	218,078
Expenditures		
Public Safety	$	48,462
Receipts Over (Under) Expenditures	$	169,616
Unencumbered Cash, Beginning		-
Unencumbered Cash, Ending	$	169,616

CITY OF GALENA, KANSAS
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 104,537	$ 104,299	$ 238
Delinquent Tax	6,776	9,108	(2,332)
Motor Vehicle Tax	9,384	8,016	1,368
Recreational Vehicle Tax	94	77	17
16/20 M Vehicle Tax	42	58	(16)
Commercial Vehicle Tax	50	35	15
Watercraft Tax	-	59	(59)
Neighborhood Revitalization Rebate	(305)	(408)	103
Total Receipts	$ 120,578	$ 121,244	$ (666)
Expenditures			
Debt Service	$ 130,143	$ 195,142	$ (64,999)
Receipts Over (Under) Expenditures	$ (9,565)		
Unencumbered Cash, Beginning	71,482		
Unencumbered Cash, Ending	$ 61,917		

CITY OF GALENA, KANSAS
Water Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Charges for Services	$ 689,271	$ 700,000	$ (10,729)
Other	-	8,000	(8,000)
Total Receipts	$ 689,271	$ 708,000	$ (18,729)
Expenditures			
Personal Services	$ 138,098	$ 150,000	$ (11,902)
Contractual Services	86,590	120,000	(33,410)
Commodities	442,488	400,000	42,488
Capital Outlay	-	75,000	(75,000)
Other	107	-	107
Capital Lease - Backhoe/Loader	9,420	9,420	-
Debt Service	61,949	7,443	54,506
Operating Transfers	46,280	37,000	9,280
Total Expenditures	$ 784,932	$ 798,863	$ (13,931)
Receipts Over (Under) Expenditures	$ (95,661)		
Unencumbered Cash, Beginning	57,383		
Unencumbered Cash, Ending	$ (38,278)		

CITY OF GALENA, KANSAS
Sewer Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Charges for Services	$ 291,352	$ 310,000	$ (18,648)
Expenditures			
Personal Services	$ 189,128	$ 165,000	$ 24,128
Contractual Services	57,357	70,000	(12,643)
Commodities	101,304	100,000	1,304
Capital Outlay	-	25,000	(25,000)
Capital Lease - Track Loader	9,336	9,336	-
Capital Lease - Backhoe/Loader	9,419	9,419	-
Capital Lease - Mini Excavator	8,118	8,118	-
Operating Transfers	10,295	-	10,295
Total Expenditures	$ 384,957	$ 386,873	$ (1,916)
Receipts Over (Under) Expenditures	$ (93,605)		
Unencumbered Cash, Beginning	82,958		
Unencumbered Cash, Ending	$ (10,647)		

CITY OF GALENA, KANSAS
Solid Waste Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Charges for Services	$ 274,457	$ 290,000	$ (15,543)
Expenditures			
Personal Services	$ 138,990	$ 150,000	$ (11,010)
Contractual Services	106,016	118,000	(11,984)
Commodities	20,574	20,000	574
Total Expenditures	$ 265,580	$ 288,000	$ (22,420)
Receipts Over (Under) Expenditures	$ 8,877		
Unencumbered Cash, Beginning	50,177		
Unencumbered Cash, Ending	$ 59,054		

CITY OF GALENA, KANSAS
Cemetery Perpetual Care Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Interest	$ 91	$ 110	$ (19)
Expenditures			
Operating Transfers	$ -	$ 110	$ (110)
Receipts Over (Under) Expenditures	$ 91		
Unencumbered Cash, Beginning	126,613		
Unencumbered Cash, Ending	$ 126,704		

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

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Utility Deposits	$ 83,536	$ 14,125	$ 12,850	$ 84,811