

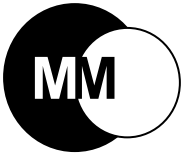
**CITY OF LENORA, KANSAS**  
Lenora, Kansas  
Financial Statement and Regulatory-Required  
Supplementary Information with Independent Auditor's Report  
For the Year Ended December 31, 2019

MAPES & MILLER LLP  
Certified Public Accountants  
Norton, Kansas

**CITY OF LENORA, KANSAS**  
Financial Statement with Regulatory-Required  
Supplementary Information with Independent Auditor's Report  
For the Year Ended December 31, 2019

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# Mapes & Miller LLP

## Certified Public Accountants

418 E. Holme, Norton, KS 67654-1412  
Phone: 785-877-5833 Email: mmcpas@ruraltel.net

Members of the American Institute of Certified Public Accountants  
and the Kansas Society of Certified Public Accountants

A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

JOHN D. MAPES, CPA, CHTD  
DENIS W. MILLER, CPA, PA  
THOMAS B. CARPENTER, CPA, PA  
DON E. TILTON, CPA, PA  
BRIAN S. THOMPSON, CPA, PA  
REBECCA A. LIX, CPA, PA  
STEPHANIE M. HEIER, CPA, PA

## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council  
City of Lenora, Kansas  
Lenora, Kansas 67645

We have audited the accompanying summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Lenora, Kansas, a Municipality, as of and for the year ended December 31, 2019, and the related notes to the financial statement.

### *Management's Responsibility 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.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Lenora 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 the accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

*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 Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the 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 Lenora, Kansas, as of December 31, 2019, or changes in financial position and cash flows thereof for the year then ended.

*Unmodified Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Lenora, Kansas, as of December 31, 2019, 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.

*Other Matters*

*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 and regulatory basis summary of receipts and disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for 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 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 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.

*Mapes & Miller LLP*

Certified Public Accountants

Norton, Kansas  
December 14, 2020

**CITY OF LENORA, KANSAS**  
Summary Statement of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2019

STATEMENT 1

Page 1

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Types:							
General	\$ 8,258	0	123,384	130,634	1,008	1,708	2,716
Special Purpose Funds:							
Cemetery	660	0	7,148	6,922	886	0	886
Library	171	0	5,403	5,316	258	0	258
Employee Benefits	3,843	0	33,572	17,851	19,564	0	19,564
Special Street and Highway	62,779	0	10,877	29,854	43,802	22,503	66,305
Special Parks & Recreation	4,584	0	0	500	4,084	0	4,084
Fire	68	0	19,755	15,553	4,270	82	4,352
Capital Improvements	56,161	0	1,500	9,129	48,532	0	48,532
Special Equipment	5,000	0	1,500	0	6,500	0	6,500
Special Fire Equipment	400	0	0	0	400	0	400
Hansen Foundation Grant	2,935	0	0	2,935	0	0	0
Business Funds:							
Water Revenue	37,416	0	61,272	48,539	50,149	345	50,494
Water Surplus	53,972	0	20,400	0	74,372	0	74,372
Sewer	54,127	0	17,612	7,898	63,841	9,185	73,026
Solid Waste	65,272	0	34,118	27,605	71,785	1,499	73,284
Customer Deposits	0	0	100	100	0	400	400
Total Primary Government (Excluding Agency Funds)	\$ <u>355,646</u>	<u>0</u>	<u>336,641</u>	<u>302,836</u>	<u>389,451</u>	<u>35,722</u>	<u>425,173</u>

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

**CITY OF LENORA, KANSAS**  
Composition of Cash  
Regulatory Basis  
For the Year Ended December 31, 2019

STATEMENT 1  
Page 2

Cash on Hand	\$ 50
Solutions North Bank	
Stockton, Kansas - Lenora, Kansas Branch	
NOW Account	101,189
Certificates of Deposit	<u>325,505</u>
Total Cash and Investments	426,744
Less Agency Funds - Schedule 3	<u>1,571</u>
Total Reporting Entity per Statement 1, Page 1	\$ <u>425,173</u>

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

# **CITY OF LENORA, KANSAS**

## **Notes to the Financial Statement**

December 31, 2019

### **1. Summary of Significant Accounting Policies**

#### Municipal Financial Reporting Entity

The City of Lenora, Kansas, the primary government, operates as a third class city in accordance with the laws of the State of Kansas. The City operates under a mayor-council form of government and provides the following services: public safety (fire protection), highways and streets, water, sewer, sanitation, social services, culture and recreation, planning and zoning, public improvements, and general administrative services. The financial statement presents the City of Lenora, Kansas (the municipality).

#### Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the City for the year 2019:

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 revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specific purposes.

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.)

Agency fund—funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, etc.)

#### 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 revenues 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.

#### 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 mandatory, the statutes provide for the following sequence and timetable in 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 5<sup>th</sup> 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 final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. No funds were amended in this manner for 2019.

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

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

	<u>Statutory Authority for Exemption</u>
Special Purpose Funds:	
Capital Improvements	K.S.A. 12-1,118
Special Equipment	K.S.A. 12-1,117
Special Fire Equipment	K.S.A. 12-1,117
Hansen Foundation Grant	K.S.A. 79-2925
Business Funds:	
Water Surplus	K.S.A. 12-825d
Customer Deposits	K.S.A. 12-822

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

No statutory violations were noted.

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 the 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, except during designated "peak periods" when required coverage is 50%. The City has not designated any "peak periods" with eligible depositories. All deposits were legally secured at December 31, 2018.

At December 31, 2019, the City's carrying amount of deposits was \$426,693 and the bank balance was \$428,459. 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 \$178,459 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. At December 31, 2019, the City held no investments except for certificates of deposit which are considered as a component of deposits.

#### **4. Defined Benefit Pension Plan**

*Plan Description.* The City of Lenora, Kansas contributes to 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, Kansas 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 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 8.89% for the fiscal year ended December 31, 2019. Contributions to the pension plan from the City of Lenora, were \$3,222 for the year ended December 31, 2019.

#### Net Pension Liability

At December 31, 2019, the city's proportionate share of the collective net pension liability reported by KPERS was \$31,720. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. 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 these financial statements.

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.

#### 5. Other Long-Term Obligations from Operations

##### Other Post Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in 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. There is no cost to the City under this program.

##### Compensated Absences

*Vacation Pay.* Each full-time employee earns paid vacation time after working for the City six months, as per the schedule below:

<u>Completed Years of Service</u>	<u>Vacation Hours Earned</u>
1 Year	4 Hours Per Month or 6 Days Annually
2 Years	6 Hours Per Month or 9 Days Annually
3 – 5 Years	8 Hours Per Month or 12 Days Annually
5 - 10 Years	10 Hours Per Month or 15 Days Annually
Over 10 Years	12 Hours Per Month or 18 Days Annually

Employees may carry over only 60 hours of vacation time from one year to another year.

*Sick Pay.* Each full-time employee is entitled to 8 hours per month sick leave with a total accumulation limit of 500 hours or 62 days. All employees rights to sick leave end and will be forfeited on termination of employment, therefore, no cost of accumulated sick pay has been computed.

## 6. Interfund Transactions

Operating transfers were as follows:

From	To	Statutory Authority	Amount
General	Special Equipment	K.S.A. 12-1,117	1,500
General	Capital Improvement	K.S.A. 12-1,118	1,500
Cemetery	Employee Benefits	K.S.A. 12-1405	397
Special Street & Highway	Employee Benefits	K.S.A. 12-1,119	375
Sewer	Employee Benefits	K.S.A. 12-825d	363
Solid Waste	Employee Benefits	K.S.A. 65-3410	1,046
Water Revenue	Employee Benefits	K.S.A. 12-825d	777
Water Revenue	Water Surplus	K.S.A. 12-825d	20,400

## 7. 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 worker's compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in The Kansas Municipal Insurance Trust (KMIT), a municipal group funded pool currently operating as a common risk management and insurance program for participating members.

The City pays an annual premium to KMIT for its worker's 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 \$500,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT's management.

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

## 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 of any of the individual government funds or the overall financial position of the City.

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. 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. 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. On March 11, 2020, the Novel Coronavirus Disease, COVID-19, was declared a pandemic by the World Health Organization. On March 13, 2020, a national emergency was declared in the United States concerning the COVID-19 Outbreak. The extent of the COVID-19 impact on operational and financial conditions will depend on certain developments, including the duration and speed of the outbreak, impact on utility customers, employees, and vendors – all of which are uncertain and cannot be predicted. At this point, the extent to which COVID-19 may impact our financial conditions or results of operations is uncertain.

10. **Long-term Debt**

Changes in long-term liabilities for the City of Lenora, Kansas for the year ended December 31, 2019 were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Capital Leases:									
Chevy Tahoe	1.50%	12/30/13	11,499	01/19/19	2,369	0	2,369	0	36
Freightliner Fire Truck	1.50%	03/22/16	86,000	03/21/26	<u>69,813</u>	<u>0</u>	<u>8,277</u>	<u>61,536</u>	<u>1,016</u>
Total Long-term Debt					\$ <u>72,182</u>	<u>0</u>	<u>10,646</u>	<u>61,536</u>	<u>1,052</u>

(Continued)

10. **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:

	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025-2028</u>	<u>Total</u>
<b>PRINCIPAL</b>							
Capital Leases:							
Chevy Tahoe	\$ 0	0	0	0	0	0	0
Freightliner Fire Truck	<u>8,402</u>	<u>8,528</u>	<u>8,657</u>	<u>8,787</u>	<u>8,919</u>	<u>18,243</u>	<u>61,536</u>
Total Principal	<u>8,402</u>	<u>8,528</u>	<u>8,657</u>	<u>8,787</u>	<u>8,919</u>	<u>18,243</u>	<u>61,536</u>
<b>INTEREST</b>							
Chevy Tahoe	0	0	0	0	0	0	0
Freightliner Fire Truck	<u>892</u>	<u>765</u>	<u>637</u>	<u>506</u>	<u>374</u>	<u>343</u>	<u>3,517</u>
Total Interest	<u>892</u>	<u>765</u>	<u>637</u>	<u>506</u>	<u>374</u>	<u>343</u>	<u>3,517</u>
Total Principal and Interest	\$ <u><u>9,294</u></u>	<u><u>9,293</u></u>	<u><u>9,294</u></u>	<u><u>9,293</u></u>	<u><u>9,293</u></u>	<u><u>18,586</u></u>	<u><u>65,053</u></u>

REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION

**CITY OF LENORA, KANSAS**  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019

SCHEDULE 1

Description	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year Budget	Variance Over Under
General	\$ 140,250	0	140,250	130,634	(9,616)
Special Revenue:					
Cemetery	6,700	750	7,450	6,922	(528)
Library	5,400	0	5,400	5,316	(84)
Employee Benefits	29,950	0	29,950	17,851	(12,099)
Special Street and Highway	33,450	0	33,450	29,854	(3,596)
Special Parks and Recreation	500	0	500	500	0
Fire	16,061	2,448	18,509	15,553	(2,956)
Enterprise:					
Water Revenue	62,730	0	62,730	48,539	(14,191)
Sewer	11,220	0	11,220	7,898	(3,322)
Solid Waste	35,650	0	35,650	27,605	(8,045)



## CITY OF LENORA, KANSAS

## SCHEDULE 2

## GENERAL FUND

Page 1

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
Taxes			
Ad Valorem Property	\$ 67,258	69,978	(2,720)
Delinquent	2,634	0	2,634
Motor Vehicle	7,525	8,029	(504)
16/20M Vehicle	314	125	189
Recreational Vehicle Tax	171	143	28
Watercraft Tax	61	0	61
Commercial Vehicle Tax	263	263	0
Intangibles	2,007	1,700	307
Intergovernmental			
Countywide Sales Tax	17,895	17,250	645
Local Alcoholic Liquor	0	0	0
Fees and Charges			
Beer and Liquor Licenses	100	150	(50)
Building Permits	10	50	(40)
Dog Tags	65	200	(135)
Late Charge on Utility Fees	3,209	2,600	609
Utility Franchise Fees	6,145	7,500	(1,355)
Interest on Idle Funds	5,360	2,000	3,360
Other			
Capital Credits	760	580	180
Community Center Room Rent	655	2,000	(1,345)
Insurance Dividend	3,444	4,000	(556)
Land Lease	600	600	0
Miscellaneous	3,203	1,000	2,203
Mowing	1,705	800	905
Mosquito Spraying	0	300	(300)
Reimbursed Expenses			
Other Reimbursed Expenses	0	0	0
Total Receipts	123,384	119,268	4,116

## CITY OF LENORA, KANSAS

SCHEDULE 2

## GENERAL FUND

Page 2

## Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Expenditures:			
Animal Control	0	100	(100)
Backhoe Upkeep	82	0	82
Chemicals	845	1,000	(155)
Community Building	60	1,000	(940)
Donations	890	0	890
Dues	586	600	(14)
Election	0	1,000	(1,000)
Electricity	5,651	6,000	(349)
Fuel and Oil	2,821	3,500	(679)
Heating	9,717	4,000	5,717
Insurance	20,595	20,000	595
Internet	350	0	350
Lease Payments	0	750	(750)
Legal and Professional Fees	9,280	9,600	(320)
Miscellaneous	5,839	5,000	839
Office Equipment	384	0	384
Office Supplies	4,621	3,000	1,621
Park Repairs	0	500	(500)
Permits and Licenses	100	100	0
Postage	1,447	600	847
Publications	900	500	400
Repairs	4,532	9,000	(4,468)
Salaries and Wages	47,421	50,000	(2,579)
School Expense	0	0	0
Shop Expenses	341	0	341
Street Lights	7,233	7,700	(467)
Supplies	2,462	1,000	1,462

(Continued)

## CITY OF LENORA, KANSAS

## SCHEDULE 2

## GENERAL FUND

Page 3

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended December 31, 2019

			Variance Over (Under)
(Continued)	Actual	Budget	
Telephone	\$ 1,124	1,500	(376)
Tools and Equipment	353	800	(447)
Transfer to Hansen Grant	0	3,000	(3,000)
Transfer to Capital Improvements	1,500	5,000	(3,500)
Transfer to Special Equipment	1,500	5,000	(3,500)
Adjustment for Qualifying Budget Credits:			
Reimbursed Expense	0	0	0
Total Expenditures	<u>130,634</u>	<u>140,250</u>	<u>(9,616)</u>
Receipts Over (Under) Expenditures	(7,250)		
Unencumbered Cash, Beginning	<u>8,258</u>		
Unencumbered Cash, Ending	\$ <u>1,008</u>		

## CITY OF LENORA, KANSAS

SCHEDULE 2

## CEMETERY FUND

Page 4

## Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts:			
Taxes			
Ad Valorem Property	\$ 1,246	1,296	(50)
Delinquent	76	0	76
Motor Vehicle	259	288	(29)
16/20M Vehicle	0	5	(5)
Recreational Vehicle	6	5	1
Commercial Vehicle	9	9	0
Watercraft	2	0	2
Grave Opening/Closing	1,250	500	750
Sale of Plots	300	500	(200)
Research Fee	0	0	0
Reimbursed Expenses	4,000	4,000	0
Donation	0	0	0
Miscellaneous	<u>0</u>	<u>0</u>	<u>0</u>
Total Receipts	<u>7,148</u>	<u>6,603</u>	<u>545</u>
Expenditures:			
Appropriations to Lenora Cemetery District	0	0	0
Fuel and Oil	1,353	700	653
Miscellaneous	0	300	(300)
Repairs	0	300	(300)
Salaries and Wages	5,172	5,000	172
Transfer to Employee Benefits	397	400	(3)
Adjustment for Qualifying Budget Credits:			
Reimbursed Expense	<u>0</u>	<u>750</u>	<u>(750)</u>
Total Expenditures	<u>6,922</u>	<u>7,450</u>	<u>(528)</u>
Receipts Over (Under) Expenditures	226		
Unencumbered Cash, Beginning	<u>660</u>		
Unencumbered Cash, Ending	\$ <u>886</u>		

## CITY OF LENORA, KANSAS

SCHEDULE 2

## LIBRARY FUND

Page 5

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Taxes			
Ad Valorem Property	\$ 4,515	4,698	(183)
Delinquent	210	0	210
Motor Vehicle	613	658	(45)
16/20M Vehicle	24	10	14
Recreational Vehicle	14	12	2
Commercial Vehicle	22	22	0
Watercraft	<u>5</u>	<u>0</u>	<u>5</u>
Total Receipts	<u>5,403</u>	<u>5,400</u>	<u>3</u>
Expenditures:			
Appropriations to Library Board	<u>5,316</u>	<u>5,400</u>	<u>(84)</u>
Receipts Over (Under) Expenditures	87		
Unencumbered Cash, Beginning	<u>171</u>		
Unencumbered Cash, Ending	\$ <u>258</u>		

## CITY OF LENORA, KANSAS

SCHEDULE 2

## EMPLOYEE BENEFITS FUND

Page 6

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
Taxes			
Ad Valorem Property	\$ 26,272	27,335	(1,063)
Delinquent	0	0	0
Motor Vehicle	2,776	3,056	(280)
16/20M Vehicle	1,004	48	956
Recreational Vehicle	64	54	10
Commercial Vehicle	100	100	0
Watercraft	23	0	23
Miscellaneous	375	0	375
Transfer from General	0	0	0
Transfer from Cemetery	397	400	(3)
Transfer from Special Street and Highway	375	130	245
Transfer from Water Revenue	777	800	(23)
Transfer from Sewer	363	450	(87)
Transfer from Solid Waste	1,046	1,350	(304)
Total Receipts	<u>33,572</u>	<u>33,723</u>	<u>(151)</u>
Expenditures:			
Health Insurance	5,251	12,700	(7,449)
KPERS Retirement	3,222	6,000	(2,778)
Miscellaneous Benefits	0	0	0
Social Security Taxes	6,585	7,650	(1,065)
Unemployment Tax	85	100	(15)
Workman's Compensation Insurance	2,708	3,500	(792)
Total Expenditures	<u>17,851</u>	<u>29,950</u>	<u>(12,099)</u>
Receipts Over (Under) Expenditures	15,721		
Unencumbered Cash, Beginning	<u>3,843</u>		
Unencumbered Cash, Ending	\$ <u>19,564</u>		

**CITY OF LENORA, KANSAS**  
**SPECIAL STREET AND HIGHWAY FUND**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019

SCHEDULE 2

Page 7

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Taxes			
Ad Valorem Property	\$ 0	0	0
Delinquent	977	0	977
Motor Vehicle	3,156	3,476	(320)
16/20M Vehicle	95	55	40
Recreational Vehicle	72	62	10
Commercial Vehicle	114	114	0
Watercraft	26	0	26
Intergovernmental			
Special City/County Highway	6,437	6,370	67
Equipment Sale	0	0	0
Grant	<u>0</u>	<u>0</u>	<u>0</u>
Total Receipts	<u>10,877</u>	<u><b>10,077</b></u>	<u><b>800</b></u>
Expenditures:			
Fuel and Oil	486	1,000	(514)
Repairs	23,531	0	23,531
Salaries and Wages	1,732	3,000	(1,268)
Snow Removal	3,730	2,500	1,230
Supplies	0	700	(700)
Grader Repairs	0	25,000	(25,000)
Sweeper Repairs	0	100	(100)
Miscellaneous	0	0	0
Tools & Small Equipment	0	1,000	(1,000)
Transfer to Employee Benefit	<u>375</u>	<u>150</u>	<u>225</u>
Total Expenditures	<u>29,854</u>	<u><b>33,450</b></u>	<u><b>(3,596)</b></u>
Receipts Over (Under) Expenditures	(18,977)		
Unencumbered Cash, Beginning	<u>62,779</u>		
Unencumbered Cash, Ending	\$ <u><u><b>43,802</b></u></u>		

**CITY OF LENORA, KANSAS**  
**SPECIAL PARKS AND RECREATION FUND**  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019

SCHEDULE 2  
Page 8

	<u>Actual</u>	<u>Budget</u>	Variance Over (Under)
Receipts:			
Intergovernmental			
Local Alcoholic Liquor Tax	\$ 0	<u>0</u>	<u>0</u>
Expenditures:			
Park Supplies	<u>500</u>	<u>500</u>	<u>0</u>
Receipts Over (Under) Expenditures	(500)		
Unencumbered Cash, Beginning	<u>4,584</u>		
Unencumbered Cash, Ending	\$ <u>4,084</u>		



**CITY OF LENORA, KANSAS**  
**FIRE FUND**

SCHEDULE 2  
Page 9

Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts:			
Taxes			
Ad Valorem Property	\$ 16,577	17,247	(670)
Delinquent	230	0	230
Motor Vehicle	430	373	57
16/20M Vehicle	46	6	40
Recreational Vehicle	9	7	2
Commercial Vehicle	12	12	0
Watercraft	3	0	3
Grant	0	0	0
Reimbursed Expenses	<u>2,448</u>	<u>0</u>	<u>2,448</u>
Total Receipts	<u>19,755</u>	<u><b>17,645</b></u>	<u><b>2,110</b></u>
Expenditures:			
Equipment	0	0	0
Fuel and Oil	261	0	261
Lease Payments	11,698	11,698	0
Insurance	0	0	0
Miscellaneous	424	0	424
Repairs	321	0	321
Supplies	13	0	13
Telephone	448	2,863	(2,415)
Tools and Equipment	2,388	1,500	888
Adjustment for Qualifying Budget Credits:			
Reimbursed Expense	<u>0</u>	<u>2,448</u>	<u>(2,448)</u>
Total Expenditures	<u>15,553</u>	<u><b>18,509</b></u>	<u><b>(2,956)</b></u>
Receipts Over (Under) Expenditures	4,202		
Unencumbered Cash, Beginning	<u>68</u>		
Unencumbered Cash, Ending	\$ <u><b>4,270</b></u>		

## CITY OF LENORA, KANSAS

SCHEDULE 2

## WATER REVENUE FUND

Page 10

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
Charges for Services	\$ 61,132	65,000	(3,868)
Bulk Water Sales	0	0	0
Hookup/Reconnect Fees	140	300	(160)
Capital Credits	0	300	(300)
Total Receipts	<u>61,272</u>	<u>65,600</u>	<u>(4,328)</u>
Expenditures:			
Administrative	0	0	0
Chemicals	0	1,000	(1,000)
Commission and Fees	0	1,300	(1,300)
Dues	173	300	(127)
Education and Travel	25	900	(875)
Electricity	6,623	7,000	(377)
Fire Hydrant Replacement	0	1,000	(1,000)
Fuel & Oil	219	0	219
Heating	674	600	74
Lab Expenses	613	0	613
Lease Payment	0	0	0
Legal and Professional Fees	2,583	4,000	(1,417)
Miscellaneous	0	0	0
Permits and Licenses	423	100	323
Postage	100	0	100
Publications	0	0	0
Repairs	803	9,000	(8,197)
Salaries and Wages	10,160	11,000	(840)
Sales and Groundwater Taxes and Fees	311	0	311
Supplies	140	1,000	(860)
Telephone	0	0	0
Tools and Equipment	235	0	235
Water Tower Maintenance	4,280	4,280	0

(Continued)

## CITY OF LENORA, KANSAS

SCHEDULE 2

## WATER REVENUE FUND

Page 11

Schedule of Cash Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2019

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
(Continued)			
Transfer to Employee Benefits	777	850	(73)
Transfer to Water Surplus	20,400	20,400	0
Transfer to Water System Debt Service	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>48,539</u>	<u><b>62,730</b></u>	<u><b>(14,191)</b></u>
Receipts Over (Under) Expenditures	12,733		
Unencumbered Cash, Beginning	<u>37,416</u>		
Unencumbered Cash, Ending	\$ <u><b>50,149</b></u>		

## CITY OF LENORA, KANSAS

SCHEDULE 2

## SEWER FUND

Page 12

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
Charges for Services	\$ 17,612	20,260	(2,648)
Miscellaneous	0	0	0
Capital Credits	0	100	(100)
Total Receipts	<u>17,612</u>	<u>20,360</u>	<u>(2,748)</u>
Expenditures:			
Administrative	0	220	(220)
Chemicals	125	300	(175)
Education and Travel	280	300	(20)
Electricity	1,287	1,600	(313)
Heating	0	0	0
Legal and Professional Fees	0	300	(300)
Miscellaneous	0	0	0
Office Supplies	0	0	0
Permits and Licenses	185	400	(215)
Repairs	166	1,000	(834)
Salaries and Wages	4,742	6,600	(1,858)
Supplies	750	0	750
Telephone	0	0	0
Tools & Equipment	0	0	0
Transfer to Employee Benefits	363	500	(137)
Total Expenditures	<u>7,898</u>	<u>11,220</u>	<u>(3,322)</u>
Receipts Over (Under) Expenditures	9,714		
Unencumbered Cash, Beginning	<u>54,127</u>		
Unencumbered Cash, Ending	\$ <u>63,841</u>		

## CITY OF LENORA, KANSAS

SCHEDULE 2

## SOLID WASTE FUND

Page 13

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2019

	Actual	Budget	Variance Over (Under)
Receipts:			
Charges for Services	\$ 34,118	37,000	(2,882)
Miscellaneous	0	0	0
Total Receipts	<u>34,118</u>	<u>37,000</u>	<u>(2,882)</u>
Expenditures:			
Administrative	0	500	(500)
Fuel and Oil	2,653	2,500	153
Landfill Fees	9,591	12,000	(2,409)
Miscellaneous	141	0	141
Office Supplies	0	350	(350)
Postage	0	0	0
Repairs	502	2,000	(1,498)
Salaries and Wages	13,672	17,000	(3,328)
Supplies	0	0	0
Tools and Equipment	0	0	0
Transfer to Employee Benefits	1,046	1,300	(254)
Total Expenditures	<u>27,605</u>	<u>35,650</u>	<u>(8,045)</u>
Receipts Over (Under) Expenditures	6,513		
Unencumbered Cash, Beginning	<u>65,272</u>		
Unencumbered Cash, Ending	\$ <u>71,785</u>		

**CITY OF LENORA, KANSAS**  
Any Non-Budgeted Fund  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2019

SCHEDULE 2  
Page 14

	<b>Capital Improve- ments</b>	<b>Special Equipment</b>	<b>Special Fire Equipment</b>
Receipts:			
Transfer from General	\$ 1,500	1,500	0
Insurance Claim	<u>0</u>	<u>0</u>	<u>0</u>
Total Receipts	<u>1,500</u>	<u>1,500</u>	<u>0</u>
Expenditures:			
Capital Outlay	<u>9,129</u>	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	(7,629)	1,500	0
Unencumbered Cash, Beginning	<u>56,161</u>	<u>5,000</u>	<u>400</u>
Unencumbered Cash, Ending	\$ <u><b>48,532</b></u>	<u><b>6,500</b></u>	<u><b>400</b></u>

**CITY OF LENORA, KANSAS**  
Any Non-Budgeted Fund  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2019

SCHEDULE 2  
Page 15

	<b>Hansen Foundation Grant</b>	<b>Water Surplus</b>	<b>Customer Deposits</b>
Receipts:			
Customer Deposits	\$ 0	0	100
Grants	0	0	0
Interest on Idle Funds	0	0	0
Transfer from Water Revenue	<u>0</u>	<u>20,400</u>	<u>0</u>
 Total Receipts	 <u>0</u>	 <u>20,400</u>	 <u>100</u>
Expenditures:			
Capital Outlay	0	0	0
Reimbursement of General	2,935	0	0
Customer Refunds	<u>0</u>	<u>0</u>	<u>100</u>
 Total Expenditures	 <u>2,935</u>	 <u>0</u>	 <u>100</u>
 Receipts Over (Under) Expenditures	 (2,935)	 20,400	 0
Unencumbered Cash, Beginning	<u>2,935</u>	<u>53,972</u>	<u>0</u>
 Unencumbered Cash, Ending	 \$ <u><u>0</u></u>	 <u><u>74,372</u></u>	 <u><u>0</u></u>

**CITY OF LENORA, KANSAS**  
Agency Funds  
Summary of Receipts and Disbursements  
Regulatory Basis  
For the Year Ended December 31, 2019

SCHEDULE 3

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Sales Tax	\$ 252	369	356	265
Payroll Clearing	<u>1,359</u>	<u>16,071</u>	<u>16,124</u>	<u>1,306</u>
Total Agency Funds	\$ <u>1,611</u>	<u>16,440</u>	<u>16,480</u>	<u>1,571</u>