

CITY OF LINCOLN CENTER, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2020

CITY OF LINCOLN CENTER, KANSAS
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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Lincoln Center, Kansas
Lincoln Center, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **City of Lincoln Center, Kansas**, as of and for the year ended December 31, 2020 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.

Auditors' 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 from 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, the financial statement is prepared by **City of Lincoln Center, 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.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matters 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 **City of Lincoln Center, Kansas** as of December 31, 2020, 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 **City of Lincoln Center, Kansas** as of December 31, 2020, 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 summary of regulatory basis 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 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 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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of **City of Lincoln Center, Kansas** as of and for the year ended December 31, 2019 (not presented herein), and have issued our report thereon dated March 9, 2020, which contained an unmodified opinion on the basic financial statement. The 2019 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2019 actual column (2019 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2020 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2019 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2019

basic financial statement. The 2019 comparative information was subjected to the auditing procedures applied in the audit of the 2019 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 2019 basic financial statement or to the 2019 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 2019 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2019, on the basis of accounting described in Note 1.

A handwritten signature in black ink that reads "Adams Brown, LLC". The signature is written in a cursive, flowing style.

ADAMSBROWN, LLC
Certified Public Accountants
Great Bend, Kansas

March 8, 2021

CITY OF LINCOLN CENTER, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2020

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds							
General Fund	\$ 458,973	-	858,531	634,077	683,427	3,016	686,443
Special Purpose Funds							
Employee Benefits Fund	25,769	-	31,777	35,100	22,446	-	22,446
Library Fund	1,385	-	49,862	48,572	2,675	-	2,675
Special Highway Fund	107,887	-	31,011	-	138,898	-	138,898
Special Liability Fund	108,043	-	18	8,606	99,455	-	99,455
SPARKS Fund	-	-	25,455	36,635	(11,180)	-	(11,180)
Special Parks and Recreation Fund	7,485	-	2,553	-	10,038	-	10,038
Municipal Equipment Reserve Fund	180,483	-	30,852	176	211,159	-	211,159
Recreation Fund	43,658	-	57,320	35,377	65,601	628	66,229
Bond and Interest Fund							
Bond and Interest Fund	41,752	-	85,772	83,482	44,042	-	44,042
Capital Project Fund							
CDBG Project Fund	-	-	4,040	13,247	(9,207)	9,207	-
Business Funds							
Electric Utility Fund	2,259,414	-	1,845,705	1,602,065	2,503,054	41,062	2,544,116
Electric Utility Reserve Fund	150,000	-	50,000	-	200,000	-	200,000
Water Utility Fund	554,683	-	303,734	265,176	593,241	2,416	595,657
Water Utility Reserve Fund	90,000	-	30,000	-	120,000	-	120,000
Sewer Utility Fund	84,984	-	196,059	116,367	164,676	444	165,120
Sewer Utility Reserve Fund	30,000	-	15,000	-	45,000	-	45,000
Solid Waste Fund	13,726	-	102,717	103,815	12,628	-	12,628
Trust Fund							
Cemetery Trust Fund	63,859	-	780	-	64,639	-	64,639
Total Primary Government (Excluding Agency Funds)	\$ 4,222,101	-	3,721,186	2,982,695	4,960,592	56,773	5,017,365
Composition of Cash							
				Certificates of Deposit		\$	50,000
				Money Market and Savings Accounts			1,440,725
				Checking Accounts			3,579,106
				Petty Cash and Cash on Hand			500
				Total Cash			5,070,331
				Agency Funds per Schedule 3			(52,966)
				Total Primary Government (Excluding Agency Funds)		\$	5,017,365

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

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Lincoln Center, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The City is a municipal corporation governed by an elected five-member council. This financial statement does not include the related municipal entities shown below. A related municipal entity is an entity established to benefit the City and/or its constituents.

Lincoln Port Authority

The City's airport authority board operates the City's airport. The governing body is appointed by the City. Unaudited financial statements can be obtained by contacting the port authority office.

Lincoln Housing Authority

The City's housing authority operates the City's housing projects. The governing body is approved by the City. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Unaudited financial statements can be obtained by contacting the housing authority's office.

Lincoln Carnegie Library

The City's library board operates the City's public library. The governing body is appointed by the City. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. Unaudited financial statements can be obtained by contacting the library.

Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2020.

Regulatory Basis Fund Types

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

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

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

CITY OF LINCOLN CENTER, KANSAS

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December 31, 2020

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

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

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

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

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 of accounting.

NOTE 2 – 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:

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2020

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 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose fund: Municipal Equipment Reserve Fund and SPARKS Fund.

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.

NOTE 3 – DEPOSITS AND INVESTMENTS

City of Lincoln Center, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Concentration of Credit Risk

State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 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

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2020

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 does not use "peak periods". All deposits were legally secured at December 31, 2020.

At December 31, 2020, the City's carrying amount of deposits was \$5,070,331 and the bank balance was \$5,154,299. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$562,895 was covered by federal depository insurance and \$4,591,404 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. The City had no investments at December 31, 2020.

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Lincoln Center, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2020 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Municipal Equipment Reserve Fund	K.S.A. 12-1,117	\$ 30,000
Water Utility Fund	Water Utility Reserve Fund	K.S.A. 12-825d	30,000
Water Utility Fund	General Fund	K.S.A. 12-825d	60,000
Electric Utility Fund	Electric Utility Reserve Fund	K.S.A. 12-825d	50,000
Electric Utility Fund	Bond and Interest Fund	K.S.A. 12-825d	50,512
Electric Utility Fund	General Fund	K.S.A. 12-825d	250,000
Solid Waste Fund	General Fund	K.S.A. 12-825d	4,000
Sewer Utility Fund	Sewer Utility Reserve Fund	K.S.A. 12-825d	15,000

NOTE 5 – CAPITAL PROJECTS

Capital project authorization with approved change order compared with expenditures from inception:

	Project Authorization	Expenditures to Date
CDBG Downtown Rehabilitation Project	\$ 375,714	13,247

A \$250,000 CDBG grant was awarded to the City under the Downtown Commercial Rehabilitation Program. The grant has a local match requirement of approximately \$125,714 that is to be paid by a local company. The City has no funding commitment.

NOTE 6 – LITIGATION

City of Lincoln Center, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2020

NOTE 7 – RISK MANAGEMENT

City of Lincoln Center, Kansas 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 commercial insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other public entities in the States of Kansas and Missouri to participate in the Midwest Public Risk Pool (MPR), a public entity risk pool currently operating as a common risk management and insurance program for 120 participating members. The agreement to participate provides that MPR will be self-sustaining through member premiums and will reinsure through commercial companies for property claims in excess of \$200,000 and liability claims in excess of \$500,000 for each insured event. During 2020, the City contributed \$47,825 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by MPR management. The City carries commercial insurance for property, general liability, crime, automobile, cyber and fidelity bond coverage.

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 the Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for 161 participating members. 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. During 2020, the City contributed \$8,242 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

There were no significant reductions in insurance coverage from the prior year. Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three fiscal years.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Lincoln Center, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 9 – DEFERRED COMPENSATION PLAN

City of Lincoln Center, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The City is not required to make any contributions.

NOTE 10 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

City of Lincoln Center, 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 publicly available

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2020

financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, 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 8.61% for the fiscal year ended December 31, 2020. Contributions to the pension plan from the City were \$48,055 for the year ended December 31, 2020.

Net Pension Liability

At December 31, 2020, the City's proportionate share of the collective net pension liability reported by KPERS was \$450,837. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Lincoln Center, Kansas** allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

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

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

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2020

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, 2020.

NOTE 12 – HEALTH REIMBURSEMENT ARRANGEMENT

City of Lincoln Center, Kansas entered into a Health Reimbursement Arrangement (HRA) during 2015. The full-time employee benefit is an HRA as defined by Section 105 of the Internal Revenue Code. The HRA plan is funded solely by the employer. The HRA plan allows for reimbursement of certain out-of-pocket medical and prescription drug costs incurred by the employee, their spouse or their dependents. The maximum allowance per year is \$5,000 for employee only, \$10,000 for employee and spouse, employee and children and employee and family. The amount the City paid in HRA reimbursements was \$19,740 for the year ended December 31, 2020.

NOTE 13 – COMPENSATED ABSENCES

Vacation

City of Lincoln Center, Kansas' policy regarding vacation for full-time employees is as follows:

<u>Years Worked</u>	<u>Amount Earned</u>
0-15	6.67 hours/month
15 and over	10 hours/month

Half-time employees are entitled to one-half of the vacation granted to full-time employees. Part-time, seasonal and temporary employees shall not earn vacation. Accrued vacation shall not be carried over to the next year.

Sick Leave

The City's policy for sick leave permits full-time employees to earn sick leave at the rate of 8 hours per full month of service up to a maximum of 480 hours. Half-time employees shall earn sick leave at the rate of four hours per month of employment. For those employees who have attained and maintained a maximum accumulation of sick leave for the preceding year or upon termination, the City will pay them 25% of their accumulated sick leave at their current rate of pay.

Comp Time

Comp time is earned at the rate of 1½ hours per every hour worked over 40 hours during a one week period. It must be taken as time off within two pay periods following the pay period it was earned. Comp time must be used before the end of the year or it will be paid out as overtime.

NOTE 14 – RISKS AND UNCERTAINTIES

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

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2020

effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2020.

NOTE 15 – CRF AND CARES ACT FUNDING

As a result of COVID-19, the State of Kansas has received Coronavirus Relief Funds (CRF) under the Coronavirus Aid, Relief and Economic Security (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARK's first round distribution was to local governments in the amount of \$400 million. The City received CRF in the amount of \$25,455 during 2020. The City is encouraged to share the CRF with school districts and local businesses within the City. The CRF are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found at <https://covid.ks.gov/>.

NOTE 16 – LONG-TERM DEBT

City of Lincoln Center, Kansas has the following types of long-term debt.

General Obligation Bonds

On November 1, 2008, the City issued \$360,000 in Series 2008 General Obligation bonds for the purpose of paying the costs of construction of street and gas utility improvements.

On March 29, 2017, the City issued \$600,000 in Series 2017 General Obligation bonds for the purpose of paying the costs for power plant improvements.

KDHE Revolving Loan

The City entered into a \$699,705 water pollution control revolving loan agreement on September 26, 2000 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance the construction of a lagoon cell. The City will use proceeds generated by the operation of the facility for loan repayment, which began September 1, 2004.

The City entered into a \$605,961 public water supply revolving loan agreement on October 8, 2020 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance the replacement of cast iron water pipes and meters. A CDBG grant was also awarded for \$600,000 to go towards the project. The City will use proceeds generated by the operation of the facility for loan repayment, which will begin August 1, 2022. As of December 31, 2020, no bid contracts have been approved and no funds have been drawn down.

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2020

Changes in long-term liabilities for the City for the year ended December 31, 2020, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Series 2008	4.00% - 5.50%	11/01/2008	\$ 360,000	2024	\$ 150,000	-	25,000	125,000	7,970
Series 2017	3.20%	03/29/2017	600,000	2032	533,000	-	34,000	499,000	16,512
KDHE Loan									
Water Pollution Control Loan	3.14%	09/26/2000	699,705	2024	200,681	-	42,010	158,671	6,450
Total Contractual Indebtedness					\$ 883,681	-	101,010	782,671	30,932

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

	YEAR							
	2021	2022	2023	2024	2025	2026 - 2030	2031 - 2032	Total
Principal								
General Obligation Bonds	\$ 65,000	66,000	67,000	73,000	39,000	216,000	98,000	624,000
KDHE Loan	43,446	44,931	46,467	23,827	-	-	-	158,671
Total Principal	108,446	110,931	113,467	96,827	39,000	216,000	98,000	782,671
Interest								
General Obligation Bonds	22,103	19,407	16,649	13,829	10,672	33,440	3,168	119,268
KDHE Loan	4,644	3,268	1,846	374	-	-	-	10,132
Total Interest	26,747	22,675	18,495	14,203	10,672	33,440	3,168	129,400
Total Principal and Interest	\$ 135,193	133,606	131,962	111,030	49,672	249,440	101,168	912,071

CITY OF LINCOLN CENTER, KANSAS

Regulatory-Required Supplementary Information

CITY OF LINCOLN CENTER, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2020

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds					
General Fund	\$ 1,351,750	-	1,351,750	634,077	(717,673)
Special Purpose Funds					
Employee Benefits Fund	54,900	-	54,900	35,100	(19,800)
Library Fund	48,572	-	48,572	48,572	-
Special Highway Fund	100,770	-	100,770	-	(100,770)
Special Liability Fund	105,830	-	105,830	8,606	(97,224)
Special Parks and Recreation Fund	10,016	-	10,016	-	(10,016)
Recreation Fund	117,586	-	117,586	35,377	(82,209)
Bond and Interest Fund					
Bond and Interest Fund	127,782	-	127,782	83,482	(44,300)
Business Funds					
Electric Utility Fund	3,274,712	-	3,274,712	1,602,065	(1,672,647)
Water Utility Fund	554,000	-	554,000	265,176	(288,824)
Sewer Utility Fund	199,460	-	199,460	116,367	(83,093)
Solid Waste Fund	106,000	-	106,000	103,815	(2,185)

CITY OF LINCOLN CENTER, KANSAS
General Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

		Current Year			Variance
		Prior Year	Actual	Budget	Over
		Actual			(Under)
Receipts					
Taxes and Shared Revenues					
Ad Valorem Property	\$	158,426	161,509	166,554	(5,045)
Delinquent		14,242	5,387	4,000	1,387
Motor Vehicle		29,496	30,679	29,850	829
Recreational Vehicle		374	528	1,081	(553)
Local Alcohol Liquor		2,870	2,552	2,652	(100)
County Sales		79,390	125,127	73,000	52,127
City Sales		159,630	131,322	170,000	(38,678)
Intangible Tax		10,227	9,650	7,360	2,290
Connecting Links		750	750	750	-
In Lieu of Taxes		698	848	998	(150)
Weed Abatement Fees		800	3,420	2,000	1,420
Franchise Fees		28,741	25,994	35,000	(9,006)
Licenses, Fees and Permits		2,990	2,147	3,100	(953)
Interest		11,720	6,447	15,000	(8,553)
Fines and Fees		641	193	2,500	(2,307)
Cemetery Lots		800	1,600	3,000	(1,400)
Rentals and Leases		17,507	18,227	17,000	1,227
Airport Leases		5,425	6,602	8,000	(1,398)
Gifts and Bequests		1,000	1,000	1,000	-
Miscellaneous		88	5,953	22,000	(16,047)
Donations		380	-	5,000	(5,000)
Reimbursed Expenses		7,831	2,437	-	2,437
Pool Receipts and Fees		11,815	6,019	15,000	(8,981)
Recreation Fees		500	34	-	34
Transfers In		-	314,000	158,000	156,000
Neighborhood Revitalization Rebate		(4,320)	(3,894)	(3,881)	(13)
Total Receipts	\$	542,021	858,531	738,964	119,567

CITY OF LINCOLN CENTER, KANSAS
General Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures				
General Administrative	\$ 92,934	103,539	315,000	(211,461)
Public Safety				
Fire Department	14,557	21,843	48,000	(26,157)
Police Department	166,532	162,969	172,000	(9,031)
Recreation				
Park and Pool Department	78,248	78,416	230,000	(151,584)
Recreation	25,000	25,000	25,000	-
Street Lighting	12,956	13,000	25,000	(12,000)
Street Department	200,163	150,758	229,000	(78,242)
Cemetery	29,740	32,085	40,000	(7,915)
Airport Appropriations	15,000	15,000	215,000	(200,000)
Weed Control	3,570	1,279	7,000	(5,721)
Sales Tax	209	188	750	(562)
Transfers Out	30,000	30,000	45,000	(15,000)
Total Expenditures	<u>668,909</u>	<u>634,077</u>	<u>1,351,750</u>	<u>(717,673)</u>
Receipts Over (Under) Expenditures	(126,888)	224,454		
Unencumbered Cash - Beginning	<u>585,861</u>	<u>458,973</u>		
Unencumbered Cash - Ending	\$ <u>458,973</u>	<u>683,427</u>		

CITY OF LINCOLN CENTER, KANSAS
Employee Benefits Fund

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 26,448	26,167	26,984	(817)
Delinquent	2,231	887	-	887
Motor Vehicle	4,947	5,129	5,083	46
Recreational Vehicle	63	88	79	9
In Lieu of Taxes	117	137	150	(13)
Other	-	-	500	(500)
Neighborhood Revitalization Rebate	(721)	(631)	(629)	(2)
Total Receipts	33,085	31,777	<u>32,167</u>	<u>(390)</u>
Expenditures				
Employee Benefits	33,986	35,100	<u>54,900</u>	<u>(19,800)</u>
Receipts Over (Under) Expenditures	(901)	(3,323)		
Unencumbered Cash - Beginning	<u>26,670</u>	<u>25,769</u>		
Unencumbered Cash - Ending	\$ <u>25,769</u>	<u>22,446</u>		

CITY OF LINCOLN CENTER, KANSAS
Library Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

			Current Year		Variance Over Over (Under)
		Prior Year Actual	Actual	Budget	
Receipts					
Taxes and Shared Revenues					
Ad Valorem Property	\$	35,315	42,461	43,787	(1,326)
Delinquent		3,106	1,220	200	1,020
Motor Vehicle		6,745	6,864	6,789	75
Recreational Vehicle		86	118	106	12
In Lieu of Taxes		156	223	230	(7)
Neighborhood Revitalization Rebate		(963)	(1,024)	(1,020)	(4)
Total Receipts		44,445	49,862	50,092	(230)
Expenditures					
Appropriations		43,500	48,572	48,572	-
Receipts Over (Under) Expenditures		945	1,290		
Unencumbered Cash - Beginning		440	1,385		
Unencumbered Cash - Ending	\$	1,385	2,675		

CITY OF LINCOLN CENTER, KANSAS
Special Highway Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
State Gasoline Tax	\$ 33,017	31,011	<u>32,970</u>	<u>(1,959)</u>
Expenditures				
Personal Services	-	-	20,000	(20,000)
Commodities	-	-	<u>80,770</u>	<u>(80,770)</u>
Total Expenditures	-	-	<u>100,770</u>	<u>(100,770)</u>
Receipts Over (Under) Expenditures	33,017	31,011		
Unencumbered Cash - Beginning	<u>74,870</u>	<u>107,887</u>		
Unencumbered Cash - Ending	\$ <u>107,887</u>	<u>138,898</u>		

CITY OF LINCOLN CENTER, KANSAS
Special Liability Fund

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Delinquent	\$ 142	18	-	18
Motor Vehicle	85	-	-	-
Recreational Vehicle	1	-	-	-
Total Receipts	228	18	-	18
Expenditures				
Contractual Services	8,015	8,606	105,830	(97,224)
Receipts Over (Under) Expenditures	(7,787)	(8,588)		
Unencumbered Cash - Beginning	115,830	108,043		
Unencumbered Cash - Ending	\$ 108,043	99,455		

CITY OF LINCOLN CENTER, KANSAS
SPARKS Fund

Schedule of Receipts and Expenditures
 Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Funds	\$ -	25,455
Expenditures		
COVID-19 Appropriations	-	36,635
Receipts Over (Under) Expenditures	-	(11,180)
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	(11,180)

CITY OF LINCOLN CENTER, KANSAS
Special Parks and Recreation Fund

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Local Alcohol Liquor	\$ 2,870	2,553	2,652	(99)
Expenditures				
Contractual Services	-	-	500	(500)
Commodities	-	-	1,000	(1,000)
Capital Outlay	-	-	8,516	(8,516)
Total Expenditures	-	-	10,016	(10,016)
Receipts Over (Under) Expenditures	2,870	2,553		
Unencumbered Cash - Beginning	4,615	7,485		
Unencumbered Cash - Ending	\$ 7,485	10,038		

CITY OF LINCOLN CENTER, KANSAS
Municipal Equipment Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2020
(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 30,000	30,000
Interest	1,445	852
Total Receipts	31,445	30,852
Expenditures		
Capital Outlay	18,937	176
Receipts Over (Under) Expenditures	12,508	30,676
Unencumbered Cash - Beginning	167,975	180,483
Unencumbered Cash - Ending	\$ 180,483	211,159

CITY OF LINCOLN CENTER, KANSAS
Recreation Fund

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Fees	\$ 19,981	7,320	28,000	(20,680)
Appropriations	50,000	50,000	50,000	-
Donations	260	-	5,000	(5,000)
Total Receipts	<u>70,241</u>	<u>57,320</u>	<u>83,000</u>	<u>(25,680)</u>
Expenditures				
Sales Tax	275	-	600	(600)
Personal Services	34,755	6,414	45,000	(38,586)
Contractual Services	7,378	18,912	15,000	3,912
Commodities	8,862	5,970	15,000	(9,030)
Capital Outlay	-	-	41,986	(41,986)
Other	6,719	4,081	-	4,081
Total Expenditures	<u>57,989</u>	<u>35,377</u>	<u>117,586</u>	<u>(82,209)</u>
Receipts Over (Under) Expenditures	12,252	21,943		
Unencumbered Cash - Beginning	31,386	43,658		
Prior Year Cancelled Encumbrances	<u>20</u>	<u>-</u>		
Unencumbered Cash - Ending	\$ <u>43,658</u>	<u>65,601</u>		

CITY OF LINCOLN CENTER, KANSAS
Bond and Interest Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

		Current Year		Variance
	Prior Year Actual	Actual	Budget	Over Over (Under)
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 340	336	347	(11)
Delinquent	32	11	-	11
Motor Vehicle	62	65	65	-
Recreational Vehicle	1	1	1	-
Special Assessments	34,490	34,490	34,490	-
Interest	649	365	800	(435)
Neighborhood Revitalization Rebate	(9)	(8)	(8)	-
Transfers In	50,584	50,512	50,512	-
Total Receipts	<u>86,149</u>	<u>85,772</u>	<u>86,207</u>	<u>(435)</u>
Expenditures				
Principal Payments	58,000	59,000	59,000	-
Interest Payments	26,554	24,482	24,482	-
Cash Basis Reserve	-	-	44,300	(44,300)
Total Expenditures	<u>84,554</u>	<u>83,482</u>	<u>127,782</u>	<u>(44,300)</u>
Receipts Over (Under) Expenditures	1,595	2,290		
Unencumbered Cash - Beginning	<u>40,157</u>	<u>41,752</u>		
Unencumbered Cash - Ending	\$ <u>41,752</u>	<u>44,042</u>		

CITY OF LINCOLN CENTER, KANSAS
CDBG Project Fund

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Reimbursements	\$ -	4,040
Expenditures		
Contractual Services	-	13,247
Receipts Over (Under) Expenditures	-	(9,207)
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	(9,207)

CITY OF LINCOLN CENTER, KANSAS
Electric Utility Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Sales to Customers	\$ 1,817,626	1,768,812	2,200,000	(431,188)
Other Charges	10,980	12,819	25,000	(12,181)
Sales Tax	53,795	52,493	77,000	(24,507)
Interest	17,729	11,272	18,400	(7,128)
Miscellaneous	15	309	10,000	(9,691)
Total Receipts	<u>1,900,145</u>	<u>1,845,705</u>	<u>2,330,400</u>	<u>(484,695)</u>
Expenditures				
Production	923,631	916,603	2,460,000	(1,543,397)
Distribution	182,863	227,789	410,000	(182,211)
General Administrative	56,625	54,474	87,000	(32,526)
Sales Tax	54,126	52,130	72,200	(20,070)
Meter Deposit Interest	915	557	20,000	(19,443)
Transfers Out	100,584	350,512	225,512	125,000
Total Expenditures	<u>1,318,744</u>	<u>1,602,065</u>	<u>3,274,712</u>	<u>(1,672,647)</u>
Receipts Over (Under) Expenditures	581,401	243,640		
Unencumbered Cash - Beginning	1,677,765	2,259,414		
Prior Year Cancelled Encumbrances	<u>248</u>	<u>-</u>		
Unencumbered Cash - Ending	<u>\$ 2,259,414</u>	<u>2,503,054</u>		

CITY OF LINCOLN CENTER, KANSAS**Electric Utility Reserve Fund**

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 50,000	50,000
Expenditures	-	-
Receipts Over (Under) Expenditures	50,000	50,000
Unencumbered Cash - Beginning	100,000	150,000
Unencumbered Cash - Ending	<u>\$ 150,000</u>	<u>200,000</u>

CITY OF LINCOLN CENTER, KANSAS
Water Utility Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Sales to Customers	\$ 267,318	273,871	286,500	(12,629)
Other Charges	7,818	16,955	20,000	(3,045)
Water Protection Fee	1,050	1,076	1,500	(424)
Interest	4,865	2,801	5,500	(2,699)
Rentals and Leases	8,937	9,031	13,000	(3,969)
Miscellaneous	-	-	3,000	(3,000)
Total Receipts	<u>289,988</u>	<u>303,734</u>	<u>329,500</u>	<u>(25,766)</u>
Expenditures				
Production	35,186	28,463	95,000	(66,537)
Distribution	94,737	94,417	315,000	(220,583)
General Administrative	49,222	50,140	76,000	(25,860)
Water Protection and Clean Drinking	2,034	2,085	4,000	(1,915)
Meter Deposit Interest	120	71	4,000	(3,929)
Transfers Out	30,000	90,000	60,000	30,000
Total Expenditures	<u>211,299</u>	<u>265,176</u>	<u>554,000</u>	<u>(288,824)</u>
Receipts Over (Under) Expenditures	78,689	38,558		
Unencumbered Cash - Beginning	475,924	554,683		
Prior Year Cancelled Encumbrances	<u>70</u>	<u>-</u>		
Unencumbered Cash - Ending	<u>\$ 554,683</u>	<u>593,241</u>		

CITY OF LINCOLN CENTER, KANSAS**Water Utility Reserve Fund**

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 30,000	30,000
Expenditures	-	-
Receipts Over (Under) Expenditures	30,000	30,000
Unencumbered Cash - Beginning	60,000	90,000
Unencumbered Cash - Ending	<u>\$ 90,000</u>	<u>120,000</u>

CITY OF LINCOLN CENTER, KANSAS
Sewer Utility Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Sewer Service Charges	\$ 122,843	196,059	140,000	56,059
Miscellaneous Rentals	7,448	-	3,500	(3,500)
Total Receipts	<u>130,291</u>	<u>196,059</u>	<u>143,500</u>	<u>52,559</u>
Expenditures				
Personal Services	67,073	45,062	75,000	(29,938)
Contractual Services	15,766	5,680	35,000	(29,320)
Commodities	14,605	2,165	16,000	(13,835)
Capital Outlay	-	-	10,000	(10,000)
Debt Service	64,045	48,460	48,460	-
Transfers Out	-	15,000	15,000	-
Total Expenditures	<u>161,489</u>	<u>116,367</u>	<u>199,460</u>	<u>(83,093)</u>
Receipts Over (Under) Expenditures	(31,198)	79,692		
Unencumbered Cash - Beginning	<u>116,182</u>	<u>84,984</u>		
Unencumbered Cash - Ending	\$ <u>84,984</u>	<u>164,676</u>		

CITY OF LINCOLN CENTER, KANSAS**Sewer Utility Reserve Fund**

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ -	15,000
Expenditures	-	-
Receipts Over (Under) Expenditures	-	15,000
Unencumbered Cash - Beginning	30,000	30,000
Unencumbered Cash - Ending	<u>\$ 30,000</u>	<u>45,000</u>

CITY OF LINCOLN CENTER, KANSAS
Solid Waste Fund

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Trash Charges	\$ 101,204	102,717	106,000	(3,283)
Expenditures				
Contractual Services	98,938	99,815	103,000	(3,185)
Transfers Out	-	4,000	3,000	1,000
Total Expenditures	98,938	103,815	106,000	(2,185)
Receipts Over (Under) Expenditures	2,266	(1,098)		
Unencumbered Cash - Beginning	11,460	13,726		
Unencumbered Cash - Ending	\$ 13,726	12,628		

CITY OF LINCOLN CENTER, KANSAS
Cemetery Trust Fund

Schedule of Receipts and Expenditures
Regulatory Basis

For the Year Ended December 31, 2020

(With Comparative Actual Totals for the Prior Year Ended December 31, 2019)

	Prior Year Actual	Current Year Actual
Receipts		
Interest	\$ 650	780
Expenditures	-	-
Receipts Over (Under) Expenditures	650	780
Unencumbered Cash - Beginning	63,209	63,859
Unencumbered Cash - Ending	\$ 63,859	64,639

CITY OF LINCOLN CENTER, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2020

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Health Insurance Clearing Fund	\$ 17,008	27,112	29,783	14,337
Meter Deposit Fund	38,870	9,350	9,591	38,629
Total Agency Funds	\$ 55,878	36,462	39,374	52,966