

City of Cunningham

Financial Statement

For the Year Ended December 31, 2021

ATC Accounting

City of Cunningham, Kansas
Financial Statement
For the Year Ended December 31, 2021

TABLE OF CONTENTS

	Page Number
Independent Auditor's Report	1
FINANCIAL SECTION	
Statement 1 Summary Statement of Receipts, Expenditures and Unencumbered Cash	3
Notes to Financial Statement	4
REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION	
Schedule 1 Summary of Expenditures – Actual and Budget	12
Schedule 2 Schedule of Receipts and Expenditures – Actual and Budget	
2-1 General	13
Special Purpose Funds	
2-2 Library	15
2-3 Employee Benefits	16
2-4 Special Highway	17
Bond and Interest	
2-5 Bond and Interest	18
Capital Project Funds	
2-6 Capital Improvement	19
2-7 Equipment Reserve	20
Business Funds	
2-8 Water Utility	21
2-9 Sewer Utility	22

INDEPENDENT AUDITOR'S REPORT

Component Units Are Omitted-Separate Entity Financial Statements Have Been Issued

Honorable Mayor and City Council
City of Cunningham
Cunningham, Kansas 67035

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Cunningham, Kansas, as of and for the year ended December 31, 2021 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 to meet the financial reporting requirements of the State of Kansas. 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 that 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 Cunningham, Kansas to meet the requirements of the State of 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 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 Cunningham, Kansas as of December 31, 2021, or changes in financial position and cash flows thereof for the year then ended.

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 Cunningham, Kansas as of December 31, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2021 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, individual fund schedules of regulatory basis receipts and expenditures-actual (Schedules 1 and 2 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2021 basic financial statement, however are required to be presented under the provision 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 2021 basic financial statement. The 2021 information has been subjected to the auditing procedures applied in the audit of the 2021 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 2021 basic financial statement or to the 2021 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 2021 basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2020 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual (Schedule 2 as listed in the table of contents) are also presented for comparative analysis and are not a required part of the 2020 basic financial statement upon which we rendered an unqualified opinion dated July 22, 2021. The 2020 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, Office of Management Analysis and Standards at the following link <http://da.ks.gov/ar/muniserv/>. Such 2020 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the 2020 basic financial statement as a whole, on the basis of accounting described in Note 1.

ATC Accounting

ATC Accounting

July 15, 2022

City of Cunningham, Kansas
Summary Statement of Receipts, Expenditures, and Encumbered Cash
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances And Accounts Payable	Ending Cash Balance
GENERAL	\$ 85,888	\$ 473,231	\$ 378,793	\$ 180,326	\$ -	\$ 180,326
SPECIAL PURPOSE FUNDS:						
Library	-	12,351	12,351	-	-	-
Employee Benefits	691	28,967	28,305	1,353	-	1,353
Special Highway	3,459	12,571	-	16,030	-	16,030
BOND AND INTEREST FUND:						
Bond and Interest	1,833	36,014	36,238	1,609	-	1,609
CAPITAL PROJECT FUNDS:						
Capital Improvement	39,794	106	-	39,900	-	39,900
Equipment Reserve	9,640	-	-	9,640	-	9,640
BUSINESS FUNDS:						
Water Utility	20,918	136,496	117,438	39,976	-	39,976
Sewer Utility	16,647	71,126	55,956	31,817	-	31,817
Total Reporting Entity	\$ 178,870	\$ 770,862	\$ 629,081	\$ 320,651	\$ -	\$ 320,651
						Cash on hand
						Checking Accounts
						\$ 200
						320,451
						Total Reporting Entity
						\$ 320,651

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

City of Cunningham, Kansas
Notes to Financial Statement
December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Financial Reporting Entity

The City of Cunningham is a municipal corporation governed by an elected mayor and an elected five-member council. The regulatory financial statement presents the City of Cunningham (the municipality).

The related municipal entity is not included in the City's reporting entity even though it was established to benefit the City and/or its constituents.

Library Board - The Library Board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. Complete financial records for the Library Board may be reviewed at their administrative offices.

(b) Regulatory Basis Fund Types

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

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific 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.

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

Business fund – funds financed in whole or in part by fees charged to users of the goods or services (i.e. water fund, electric fund, etc.).

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

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

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

(d) Budgetary Information

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

- 1) Preparation of the budget for the succeeding calendar year on or before August 1st
- 2) Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- 3) Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
- 4) Adoption of the final budget on or before August 25th.

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.

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, an expenditure includes disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Capital Project Funds and Agency Funds.

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

The City is not aware of any non-compliance with Kansas Statutes.

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 an 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 District 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 institutes to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2021.

At December 31, 2021, the City's carrying amount of deposits was \$320,451 and the bank balance was \$345,400. The bank balance was held by 2 banks resulting in no concentration of credit risk. Of the bank balance \$345,400 was covered by federal depository insurance.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

4. LONG-TERM DEBT

Changes in long-term liabilities for the year ended December 31, 2021, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest/ Service Fees Paid
General Obligation Bond: Series 2012	.50-2.20%	11/15/2012	\$ 550,000	12/01/2027	\$ 270,000	\$ -	\$ 35,000	\$ 235,000	\$ 5,610
Kansas Public Waste Supply Loan	2.38%	06/17/2020	300,000	08/01/2040	291,238	-	12,153	279,085	6,585
Capital Lease:									
City Truck	2.90%	03/19/2021	40,950	03/19/2028	-	40,950	5,042	35,908	856
Fire Truck	2.90%	02/23/2021	15,000	02/23/2025	-	15,000	15,000	-	325
Total Contractual Indebtedness					\$ 561,238	\$ 55,950	\$ 67,195	\$ 549,993	\$ 13,376

Year	General Obligation Bond		KS Public Waste Supply		Capital Lease		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$ 35,000	\$ 4,945	\$ 12,168	\$ 6,570	\$ 5,467	\$ 997	\$ 52,635	\$ 12,512
2023	40,000	4,280	12,459	6,279	5,630	834	58,089	11,393
2024	40,000	3,520	12,757	5,981	5,796	669	58,553	10,170
2025	40,000	2,640	13,063	5,675	5,971	494	59,034	8,809
2026	40,000	1,760	13,375	5,362	6,149	316	59,524	7,438
2027-2031	40,000	880	71,836	21,853	6,895	138	118,731	22,871
2032-2036	-	-	80,858	12,832	-	-	80,858	12,832
2037-2040	-	-	62,569	3,014	-	-	62,569	3,014
	<u>\$ 235,000</u>	<u>\$ 18,025</u>	<u>\$ 279,085</u>	<u>\$ 67,566</u>	<u>\$ 35,908</u>	<u>\$ 3,448</u>	<u>\$ 549,993</u>	<u>\$ 89,039</u>

5. DEFINED BENEFIT PENSION PLAN

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report (only one is issued) that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-419 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depend on whether the employee is a Tier 1, Tier 2, or Tier 3 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009 and Tier 3 members were first employed in a covered position on or after January 1, 2015. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members through December 31, 2014. On January 1, 2015, Kansas law increased the KPERS member-employee contribution rate to 6% of covered salary for Tier 1 members. On that date, the Tier 2 member-employee contribution rate remained at 6% of covered salary, and the Tier 3-member contribution rate was established at 6% of covered salary. 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 Tier 1 and Tier 2 be determined annually based on the results of an annual actuarial valuation. Tier 3 Employer credits are established by statute and are based on the member employee's years of service. Tier 1 and Tier 2 is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rate (not including the 0.85% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.89%, for the fiscal year ended December 31, 2021. Contributions to the pension plan from the city were \$5,130 for the year ended December 31, 2021

Net Pension Liability. At December 31, 2021, the city's proportionate share of the collective net pension liability reported by KPERS was \$49,642. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The city's proportion of the net pension liability was based on the ration 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 or can be obtained as described above.

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

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

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

(b) Compensated Absences

After a 90-day probationary period, each full-time employee is allowed ten sick days and 2 personal days each year of employment. A total of sixty days sick leave can be accumulated. Part-time employees and temporary employees are not entitled to sick leave unless agreed to by the City Council. No sick leave exceeding two consecutive days will be allowed unless a statement from a doctor certifies that the sickness prevented the employee from working. Any unused accumulated sick leave may be used by an employee during their employment with the City and if employment is served, the unused accumulated amount is not paid to the employee. Therefore, accumulated sick leave has not been accrued.

(c) Other Employee Benefits

Vacation – All full-time employees of the City are entitled to paid vacation. After one full year of employment, employees are entitled to ten working days of paid vacation. After five years of employment, employees are entitled to fifteen working days of paid vacation. After fifteen years of employment, employees are entitled to twenty days of paid vacation. Employees are not allowed to accumulate vacation from year to year. Any days not taken during the current year (employee's anniversary date to anniversary date) will be lost. The vacation time is paid at the employee's regular rate. Unused vacation pay will be paid to employees upon termination, if proper notice of resignation is given.

The cost of accumulated vacation leave is \$3,226 and will be recorded as expenditures at the time the vacation leave is utilized, as normal personal service expenditures.

Sick Leave - After a 90-day probationary period, an employee is allowed ten days sick leave plus 2 personal days each year of employment. A total of sixty days sick leave can be accumulated. Any unused accumulated sick leave may be used by an employee during their employment with the City. Upon termination or resignation, the unused accumulated amount is not paid to the employee. Therefore, accumulated sick leave has not been accrued.

7. 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, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2020 to 2021 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

8. INTERFUND TRANSFERS

No operating transfers were made in the current year.

9. RELATED PARTY TRANSACTIONS

Aaron Murphy, City Council, is the manager at Skyland Grain (formerly Cairo Co-op). Jason Ruckle, City Council, has a son that owns T&R Excavating. The City conducted business with these businesses and paid them \$5,153, and \$150, respectively for services or products.

Jason Ruckle, City Council, is the son-in-law of employee Sam Theis. The City employs these two and conducts employment under the same policies as all employees.

10. UNCERTAINTIES

As a result of significant disruption in the U.S. economy due to the ongoing Coronavirus "COVID-19" pandemic in 2021, uncertainties have risen which are likely to negatively impact future operation results. The duration and extent to which COVID-19 may impact financial performance is unknown at this time.

As a result of COVID-19, the State of Kansas has received Coronavirus State and Local Fiscal Recovery Funds (SLFRF) under the American Rescue Plan Act (ARPA). The SLFRF was received from the U.S. Department of Treasury. The City received SLFRF in the amount of \$33,421 during 2021. The SLFRF are to be used to strengthen and improve infrastructure and continue to support the recovery related to the public health emergency. Additional information and updates on ARPA SLFRF, which includes audit requirements, can be found at <https://home.treasury.gov/>

11. SUBSEQUENT EVENTS

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

CITY OF CUNNINGHAM, KANSAS
REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2021

City of Cunningham, Kansas
Summary of Expenditures – Actual and Budget
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2021

Description	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable To Current Year Budget	Variance Over (Under)
GENERAL	\$ 485,870	\$ -	\$ 485,870	\$ 378,793	\$ (107,077)
SPECIAL PURPOSE FUNDS:					
Library	12,950	-	12,950	12,351	(599)
Employee Benefits	31,950	-	31,950	28,305	(3,645)
Special Highway	13,281	-	13,281	-	(13,281)
BOND AND INTEREST FUND:					
Bond and Interest	55,850	-	55,850	36,238	(19,612)
BUSINESS FUNDS:					
Water Utility	140,972	-	140,972	117,438	(23,534)
Sewer Utility	74,500	-	74,500	55,956	(18,544)

City of Cunningham, Kansas
General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year End December 31, 2021

	2020	2021		
	Actual	Actual	Budget	Variance Over (Under)
Receipts				
Ad Valorem Tax	\$ 129,339	\$ 128,241	\$ 129,582	\$ (1,341)
Delinquent Tax	2,551	3,173	1,127	2,046
Motor Vehicle Tax	22,314	23,220	22,228	992
Recreational Vehicle Tax	234	270	333	(63)
16/20M Vehicle Tax	251	235	264	(29)
Commercial Truck Tax	4,111	596	4,038	(3,442)
Watercraft Tax	-	-	44	(44)
Franchise Fees	23,398	23,551	21,500	2,051
Local Sales Tax	133,520	131,034	142,000	(10,966)
Licenses, Permits, Rent, Court	2,985	2,588	950	1,638
Charges for Services - Sanitation	10,475	58,006	52,000	6,006
Charges for Services – Swimming Pool	7,604	9,190	6,500	2,690
Insurance Proceeds	-	25,268	-	25,268
Interest on Idle Funds	78	74	-	74
Reimbursements	6,147	5,059	-	5,059
Miscellaneous Receipts	911	1,281	2,000	(719)
Fire Protection	33,000	32,500	33,500	(1,000)
Fire Department Grants and Donations	1,400	4,955	-	4,955
ARPA Funds	-	33,421	-	33,421
Neighborhood Revitalization Rebate	(10,903)	(9,431)	(8,780)	(651)
Total Receipts	367,415	473,231	\$ 407,286	\$ 65,945
Expenditures				
Salaries and Wages	63,159	53,751	\$ 52,000	\$ 1,751
Employee Benefits	8,286	2,659	4,000	(1,341)
Administrative	27,049	30,336	20,000	10,336
Utilities	16,521	17,097	19,500	(2,403)
Insurance	9,227	10,910	12,500	(1,590)
Planning and Zoning	99	-	-	-
Animal Control	-	738	-	738
Trees, Parks, Recreation	9,498	4,780	12,500	(7,720)
Municipal Court	600	563	650	(87)
Swimming Pool	36,211	39,513	42,000	(2,487)
Dues and Donations	3,908	1,285	250	1,035
Fuel	1,969	3,635	2,500	1,135
Demolition and Solid Waste	1,981	-	2,000	(2,000)
Streets and Sidewalks	11,344	1,562	18,000	(16,438)
Maintenance and Repairs	14,758	6,980	12,850	(5,870)

City of Cunningham, Kansas
General Fund (Cont)
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year End December 31, 2021

	2020	2021		
	Actual	Actual	Budget	Variance Over (Under)
Fire Department Expenses	40,140	38,284	52,000	(13,716)
Sales Tax CID	47,557	51,070	45,000	6,070
Sanitation	9,789	63,180	52,000	11,180
COVID Expense	5,134	-	-	-
Miscellaneous	4,548	1,043	2,500	(1,457)
Capital Outlay	22,128	51,407	75,620	(24,213)
Transfer to Capital Improvements	-	-	60,000	(60,000)
Transfer to Equipment Reserve	-	-	-	-
Total Expenditures	333,906	378,793	\$ 485,870	\$ (107,077)
Receipts Over (Under) Expenditures	33,509	94,438		
Unencumbered Cash, January 1	52,379	85,888		
Unencumbered Cash, December 31	\$ 85,888	\$ 180,326		

City of Cunningham, Kansas
Library Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year End December 31, 2021

	2020	2021		
	Actual	Actual	Budget	Variance Over (Under)
Receipts				
Ad Valorem Tax	\$ 10,557	\$ 10,906	\$ 11,019	\$ (113)
Delinquent Tax	209	262	96	166
Motor Vehicle Tax	1,797	1,895	1,814	81
Recreational Vehicle Tax	19	22	27	(5)
16/20M Vehicle Tax	22	19	22	(3)
Commercial Vehicle Tax	331	49	329	(280)
Watercraft Tax	-	-	4	(4)
Miscellaneous	-	-	-	-
Neighborhood Revitalization Rebate	(890)	(802)	(747)	(55)
Total Receipts	12,045	12,351	\$ 12,564	\$ (213)
Expenditures				
Contractual Services	12,045	12,351	\$ 12,500	\$ (149)
Miscellaneous	-	-	-	(450)
Total Expenditures	12,045	12,351	\$ 12,950	\$ (599)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, January 1	-	-		
Unencumbered Cash, December 31	\$ -	\$ -		

City of Cunningham, Kansas
Employee Benefit Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year End December 31, 2021

	2020	2021		
	Actual	Actual	Budget	Variance Over (Under)
Receipts				
Ad Valorem Tax	\$ 23,464	\$ 25,906	\$ 26,176	\$ (270)
Delinquent Tax	364	574	228	346
Motor Vehicle Tax	2,145	4,212	4,032	180
Recreational Vehicle Tax	22	49	60	(11)
16/20M Vehicle Tax	71	23	48	(25)
Commercial Vehicle Tax	395	108	732	(624)
Watercraft Tax	-	-	8	(8)
Neighborhood Revitalization Rebate	(1,978)	(1,905)	(1,774)	(131)
Total Receipts	24,483	28,967	\$ 29,510	\$ (543)
Expenditures				
Social Security and Medicare	11,077	10,254	\$ 12,500	\$ (2,246)
Insurance	9,197	10,333	10,500	(167)
KPERS	3,989	6,422	4,500	1,922
Unemployment	791	1,296	950	346
Miscellaneous	-	-	3,500	(3,500)
Total Expenditures	25,054	28,305	\$ 31,950	\$ (3,645)
Receipts Over (Under) Expenditures	(571)	662		
Unencumbered Cash, January 1	1,262	691		
Unencumbered Cash, December 31	\$ 691	\$ 1,353		

City of Cunningham, Kansas
Special Highway Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year End December 31, 2021

	2020	2021		
	Actual	Actual	Budget	Variance Over (Under)
Receipts				
Special Highway Tax	\$ 11,531	\$ 12,571	\$ 10,220	\$ 2,351
Miscellaneous	-	-	-	-
Total Receipts	11,531	12,571	\$ 10,220	\$ 2,351
Expenditures				
Street Repair	24,500	-	\$ 13,281	\$ (13,281)
Receipts Over (Under) Expenditures	(12,969)	12,571		
Unencumbered Cash, January 1	16,428	3,459		
Unencumbered Cash, December 31	\$ 3,459	\$ 16,030		

City of Cunningham, Kansas
Bond and Interest Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year End December 31, 2021

	2020	2021		
	Actual	Actual	Budget	Variance Over (Under)
Receipts				
Ad Valorem Tax	\$ 20,019	\$ 21,815	\$ 22,003	\$ (188)
Delinquent Tax	472	475	191	284
Motor Vehicle Tax	4,218	3,594	3,440	154
Recreational Vehicle Tax	44	42	52	(10)
16/20M Vehicle Tax	52	45	41	4
Commercial Vehicle Tax	777	92	625	(533)
Watercraft Tax	-	-	7	(7)
Interest on Idle Funds	49	52	50	2
Transfer - Water	-	11,500	15,000	(3,500)
Neighborhood Revitalization Rebate	(1,688)	(1,601)	(886)	(715)
Total Receipts	23,943	36,014	\$ 40,523	\$ (4,509)
Expenditures				
Bond Principal Payments	17,500	17,500	\$ 35,000	\$ (17,500)
Bond Interest Payments	-	-	4,000	(4,000)
Kansas Revolving Loan Principal Payments	8,762	12,153	6,000	6,153
Kansas Revolving Loan Interest Payments	708	6,585	3,500	3,085
Bond Reserve	-	-	7,350	(7,350)
Total Expenditures	26,970	36,238	\$ 55,850	\$ (19,612)
Receipts Over (Under) Expenditures	(3,027)	(224)		
Unencumbered Cash, January 1	4,860	1,833		
Unencumbered Cash, December 31	\$ 1,833	\$ 1,609		

City of Cunningham, Kansas
 Capital Improvement Fund
 Schedule of Receipts and Expenditures – Actual
 Regulatory Basis
 For the Year End December 31, 2021

	2020	2021
	Actual	Actual
Receipts		
Interest on Idle Funds	\$ 140	\$ 106
Transfer - General	-	-
Transfer – Water	-	-
Transfer - Sewer	-	-
Temporary Note	-	-
Grant/Donations	305,073	-
	<hr/>	<hr/>
Total Receipts	305,213	106
	<hr/>	<hr/>
Expenditures		
Streets and Sidewalks	-	-
Water Improvements	336,965	-
Equipment	-	-
	<hr/>	<hr/>
Total Expenditures	336,965	-
	<hr/>	<hr/>
Receipts Over (Under) Expenditures	(31,752)	106
	<hr/>	<hr/>
Unencumbered Cash, January 1	71,546	39,794
	<hr/>	<hr/>
Unencumbered Cash, December 31	\$ 39,794	\$ 39,900
	<hr/>	<hr/>

City of Cunningham, Kansas
Equipment Reserve Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year End December 31, 2021

	2020	2021
	Actual	Actual
Receipts		
Transfer - General	\$ -	\$ -
Expenditures		
Capital Outlay	4,106	-
Receipts Over (Under) Expenditures	(4,106)	-
Unencumbered Cash, January 1	13,746	9,640
Unencumbered Cash, December 31	\$ 9,640	\$ 9,640

City of Cunningham, Kansas
Water Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year End December 31, 2021

	2020	2021		
	Actual	Actual	Budget	Variance Over (Under)
Receipts				
Charges for Services	\$ 124,281	\$ 136,496	\$ 127,500	\$ 8,996
Miscellaneous Receipts	-	-	-	-
Total Receipts	124,281	136,496	\$ 127,500	\$ 8,996
Expenditures				
Salaries and Wages	30,628	27,832	\$ 36,500	\$ (8,668)
Employee Benefits	3,888	1,330	-	1,330
Administration	5,687	4,793	7,500	(2,707)
Analytical Fees	1,710	3,804	-	3,804
Utilities	5,128	6,113	5,200	913
Insurance	9,983	13,028	9,500	3,528
Contracted Services	-	2,750	-	2,750
Maintenance	28,517	20,144	20,000	144
Sales Tax	1,778	1,547	-	1,547
Equipment Lease	-	-	200	(200)
Chemicals	2,317	1,423	-	1,423
Bond Principal	17,500	17,500	17,500	-
Bond Interest	6,100	5,610	7,700	(2,090)
Miscellaneous	23	64	1,372	(1,308)
Capital Outlay	8,894	-	20,500	(20,500)
Transfer – Capital Improvements	-	-	-	-
Transfer – Bond and Interest	-	11,500	15,000	(3,500)
Total Expenditures	122,153	117,438	\$ 140,972	\$ (23,534)
Receipts Over (Under) Expenditures	2,128	19,058		
Unencumbered Cash, January 1	18,790	20,918		
Unencumbered Cash, December 31	\$ 20,918	\$ 39,976		

City of Cunningham, Kansas
Sewer Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year End December 31, 2021

	2020	2021		
	Actual	Actual	Budget	Variance Over (Under)
Receipts				
Charges for Services	\$ 70,309	\$ 71,126	\$ 70,000	\$ 1,126
Miscellaneous	-	-	-	-
Total Receipts	70,309	71,126	\$ 70,000	\$ 1,126
Expenditures				
Salaries and Wages	30,628	27,832	\$ 36,500	\$ (8,668)
Employee Benefits	3,887	1,330	-	1,330
Administration	1,702	1,623	2,800	(1,177)
Utilities	1,478	1,836	2,000	(164)
Analytical Fees	480	176	-	176
Chemicals	2,196	-	200	(200)
Insurance	4,670	6,863	4,200	2,663
Contracted Services	3,227	3,000	-	3,000
Maintenance	10,402	12,872	17,800	(4,928)
Miscellaneous	-	25	750	(725)
Capital Outlay	2,520	399	5,250	(4,851)
Equipment Lease Payment	-	-	-	-
Transfer – Capital Improvements	-	-	5,000	(5,000)
Total Expenditures	61,190	55,956	\$ 74,500	\$ (18,544)
Receipts Over (Under) Expenditures	9,119	15,170		
Unencumbered Cash, January 1	7,528	16,647		
Unencumbered Cash, December 31	\$ 16,647	\$ 31,817		