CITY OF LINWOOD, KANSAS

FINANCIAL STATEMENTS

Year ended December 31, 2021

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CITY OF LINWOOD, KANSAS

Financial Statements
Year ended December 31, 2021

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Linwood, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Linwood, Kansas, (the City), as of and for the year ended December 31, 2021 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

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

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and summary of receipts and disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 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.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

February 23, 2022

CITY OF LINWOOD, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund:							
General	$ 134,260	$ -	$ 256,164	$ 275,183	$ 115,241	$ 5,280	$ 120,521
Special Purpose Funds:							
Special Highway	112,994	-	13,547	4,570	121,971	-	121,971
Special Sales Tax	318,870	-	56,521	-	375,391	-	375,391
Tornado Donations	[214]	-	214	-	-	-	-
Donations and Other Special Revenue	1,460	-	-	-	1,460	-	1,460
Lagoon Grant	4,554	-	143,086	147,640	-	-	-
ARPA	-	-	31,972	-	31,972	-	31,972
Capital Improvement Reserve	52,387	-	-	-	52,387	-	52,387
Parks Improvement Reserve	2,513	-	-	-	2,513	-	2,513
Sewer Improvement Reserve	190,000	-	-	-	190,000	-	190,000
Water Improvement Reserve	29,843	-	-	17,000	12,843	-	12,843
Business Funds:							
Water Utility	24,998	-	95,406	88,252	32,152	-	32,152
Sewer Utility	[3,230]	-	125,206	75,843	46,133	-	46,133
Total Primary Government	$ 868,435	$ -	$ 722,116	$ 608,488	$ 982,063	$ 5,280	$ 987,343

COMPOSITION OF CASH:	
Checking	$ 28,106
Money market accounts	852,455
Savings accounts	150
Certificates of deposit	107,507
Total Ending Cash Balance	988,218
Less Agency Fund Cash Balance (Schedule 3)	[875]
Total Reporting Entity	$ 987,343

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

CITY OF LINWOOD, KANSAS

Notes to the Financial Statements
December 31, 2021

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Linwood (City) is a municipal corporation governed by a mayor and a five-member council. These financial statements present the City and any related municipal entities for which the City is considered to be financially accountable. The City has no related municipal entities.

Basis of Accounting

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

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

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the City for the year ended December 31, 2021:

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

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific regulatory receipts 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.

Agency Fund - used to report assets held by a city in a purely custodial capacity (i.e., payroll clearing fund, county treasurer tax collection accounts, etc.)

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 fund, 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:

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

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

If the City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The City did not hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison 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 statutory basis of accounting, in which regulatory basis receipts are recognized when cash is received, and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for the 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. All unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital reserve funds, the tornado donations fund, donations and other special revenue funds, lagoon grant fund or the ARPA fund.

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

Reimbursements

The City records reimbursable expenditures in the fund that makes the disbursement and record reimbursements as a receipt to the fund that received the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting. For the year ended December 31, 2021, the City recorded reimbursed expenses of $2,576 in the General Fund and $38,512 in the Sewer Utility Fund.

NOTE 2 - Deposits and Investments

Deposits. 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.

NOTE 2 - Deposits and Investments (Continued)

Investments. 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. As of December 31, 2021, the City held no such investments.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has no designated "peak periods." All deposits were legally secured at December 31, 2021.

At December 31, 2021, the City's carrying amount of deposits was $988,218 and the bank balance was $991,503. The bank balance was held by three banks, resulting in a concentration of credit risk. Of the bank balance, $357,581 was covered by federal depository insurance and the balance of $633,923 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.

NOTE 3 - Retirement Plans

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1.00% contribution rate for the Death and Disability Program) and the statutory contribution rate 8.87% for the fiscal year ended December 31, 2021. Contributions to the pension plan from the City were $11,493 for the year ended December 31, 2021.

NOTE 3 - Retirement Plans (Continued)

Net Pension Liability. At December 31, 2021, the City's proportionate share of the collective net pension liability reported by KPERS was $68,865. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup of 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 KPERS website at www.kpers.org or can be obtained as described above.

NOTE 4 - Compensated Absences

The City's personnel policy grants employees annual sick leave at a rate of 16 hours each quarter for full-time employees and four hours each quarter for part-time employees. Employees can accumulate no more than 10 days of sick leave.

It is also the City's policy to pay out accumulated compensatory time when an employee leaves employment in good standing. Employees can be paid out for no more than 100 hours of accumulated compensatory time.

As of December 31, 2021, the liability for these leave policies was $5,872.

NOTE 5 - Commitments and Contingencies

The City receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial Statement of the City as of December 31, 2021.

NOTE 6 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance for these risks of loss with the exception of loss from damage to or destruction of the electrical distribution system, including related lost regulatory receipts. No significant reductions in insurance coverage from that of the prior year have occurred. Settlements have not exceeded insurance coverage for each of the last three years.

NOTE 7 - Other Long-Term Obligations from Operations

Other Post-Employment Benefits. As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level 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. There is no cost to the City under this program.

Death and Disability Other Post-Employment Benefits. As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2021.

SCHEDULE 1

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

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year Budget	Variance Over [Under]
General Fund:					
General	$ 277,505	$ 2,576	$ 280,081	$ 275,183	$ [4,898]
Special Purpose Funds:					
Special Highway	70,000	-	70,000	4,570	[65,430]
Special Sales Tax	115,000	-	115,000	-	[115,000]
Business Funds:					
Water Utility	97,000	-	97,000	88,252	[8,748]
Sewer Utility	129,000	38,512	167,512	75,843	[91,669]

See independent auditor's report on the financial statements.

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

	Actual	Budget	Variance Over [Under]
Receipts			
Ad valorem tax	$ 84,400	$ 89,436	$ [5,036]
Delinquent tax	1,943	1,000	943
Motor vehicle and RV tax	18,092	14,594	3,498
Sales and compensating use tax	38,085	20,000	18,085
Franchise fees	19,007	20,000	[993]
Local alcohol tax	12,929	791	12,138
Licenses, permits and fees	27,278	12,200	15,078
Charges for services	41,071	38,000	3,071
Use of money and property	2,333	1,500	833
Community center rental	7,926	8,500	[574]
Miscellaneous	524	-	524
Reimbursement	2,576	3,000	[424]
Total Receipts	256,164	$ 209,021	$ 47,143
Expenditures			
Personnel services	87,864	$ 69,500	$ 18,364
Contractual services	59,383	69,055	[9,672]
Streets materials and repairs	36,706	20,000	16,706
Materials and supplies	6,551	5,500	1,051
Facilities and equipment	31,546	36,500	[4,954]
Operations	34,508	18,100	16,408
Community center	16,085	8,850	7,235
Miscellaneous	2,540	-	2,540
Transfers out	-	50,000	[50,000]
Adjustments for qualifying budget credits	-	2,576	[2,576]
Total Expenditures	275,183	$ 280,081	$ [4,898]
Receipts Over [Under] Expenditures	[19,019]		
Unencumbered Cash, Beginning	134,260		
Unencumbered Cash, Ending	$ 115,241		

SCHEDULE 2-2

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

	Actual	Budget	Variance Over [Under]
Receipts			
Special highway state	$ 12,359	$ 8,860	$ 3,499
Special highway county	1,188	900	288
Total Receipts	13,547	$ 9,760	$ 3,787
Expenditures			
Capital Outlay	4,570	$ 70,000	$ [65,430]
Total Expenditures	4,570	$ 70,000	$ [65,430]
Receipts Over [Under] Expenditures	8,977		
Unencumbered Cash, Beginning	112,994		
Unencumbered Cash, Ending	$ 121,971		

See independent auditor's report on the financial statements.

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

	Actual	Budget	Variance Over [Under]
Receipts			
Sales and compensating use tax	$ 56,521	$ 45,000	$ 11,521
Total Receipts	56,521	$ 45,000	$ 11,521
Expenditures			
Contractual services	-	$ 20,000	$ [20,000]
Materials and supplies	-	20,000	[20,000]
Facilities and equipment	-	75,000	[75,000]
Total Expenditures	-	$ 115,000	$ [115,000]
Receipts Over [Under] Expenditures	56,521		
Unencumbered Cash, Beginning	318,870		
Unencumbered Cash, Ending	$ 375,391		

SCHEDULE 2-4

CITY OF LINWOOD, KANSAS
Non-Budgeted Special Purpose Funds
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2021

	Tornado Donations	Donations & Other Special Revenue	Lagoon Grant	ARPA
Receipts				
Grants and donations	$ -	$ -	$ 143,086	$ 31,972
Miscellaneous	214	-	-	-
Total Receipts	214	-	143,086	31,972
Expenditures				
Contractual services	-	-	147,640	-
Total Expenditures	-	-	147,640	-
Receipts Over [Under] Expenditures	214	-	[4,554]	31,972
Unencumbered Cash, Beginning	[214]	1,460	4,554	-
Unencumbered Cash, Ending	$ -	$ 1,460	$ -	$ 31,972

* - These funds are not required to be budgeted.

CITY OF LINWOOD, KANSAS
Capital Reserve Funds
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2021

	Capital Improvement Reserve	Park Improvement Reserve	Sewer Improvement Reserve	Water Improvement Reserve
Receipts				
Transfers in	$ -	$ -	$ -	$ -
Total Receipts	-	-	-	-
Expenditures				
Capital outlay	-	-	-	17,000
Total Expenditures	-	-	-	17,000
Receipts Over [Under] Expenditures	-	-	-	[17,000]
Unencumbered Cash, Beginning	52,387	2,513	190,000	29,843
Unencumbered Cash, Ending	$ 52,387	$ 2,513	$ 190,000	$ 12,843

* - These funds are not required to be budgeted.

SCHEDULE 2-6

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

	Actual	Budget	Variance Over [Under]
Receipts			
Charges to customers	$ 93,339	$ 85,000	$ 8,339
Connects and disconnects	2,067	500	1,567
Total Receipts	95,406	$ 85,500	$ 9,906
Expenditures			
Personnel services	42,945	$ 45,000	$ 2,055
Contractual services	1,474	5,500	4,026
Materials and supplies	27,902	19,500	[8,402]
Facilities and equipment	2,042	21,000	18,958
Operations	13,889	6,000	[7,889]
Total Expenditures	88,252	$ 97,000	$ 8,748
Receipts Over [Under] Expenditures	7,154		
Unencumbered Cash, Beginning	24,998		
Unencumbered Cash, Ending	$ 32,152		

See independent auditor's report on the financial statements.

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

	Actual	Budget	Variance Over [Under]
Receipts			
Charges to customers	86,694	$ 84,500	$ 2,194
Reimbursements	38,512	-	38,512
Connects and disconnects	-	5,000	[5,000]
Total Receipts	125,206	$ 89,500	$ 35,706
Expenditures			
Personnel services	38,171	$ 35,000	$ 3,171
Contractual services	690	15,000	[14,310]
Materials and supplies	-	2,000	[2,000]
Facilities and equipment	36,797	6,000	30,797
Operations	185	6,000	[5,815]
Capital outlay	-	10,000	[10,000]
Transfers out	-	55,000	[55,000]
Adjustment for qualifying budget credit	-	38,512	[38,512]
Total Expenditures	75,843	$ 167,512	$ [91,669]
Receipts Over [Under] Expenditures	49,363		
Unencumbered Cash, Beginning	[3,230]		
Unencumbered Cash, Ending	$ 46,133		

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

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Water Deposit Fund	$ 875	$ -	$ -	$ 875
Total Agency Funds	$ 875	$ -	$ -	$ 875