

CITY OF KANOPOLIS, KANSAS

Financial Statement With Independent Auditors' Report

For the Year Ended December 31, 2021

CITY OF KANOPOLIS, KANSAS
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For the Year Ended December 31, 2021

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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Kanopolis, Kansas
Kanopolis, Kansas

Adverse and Unmodified Opinions

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City 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 audit 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.

Auditors' 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 regulatory basis receipts and disbursements – agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional 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 accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

City of Kanopolis, Kansas' basic financial statement for the year ended December 31, 2020 (not presented herein), was audited by other auditors whose report was dated on November 4, 2021, and expressed an unmodified opinion on the basic financial statement. 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 at the following link <https://admin.ks.gov/offices/oar/municipal-services>. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2021 (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 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 basic financial statement as a whole for the year ended December 31, 2020, on the basis of accounting described in Note 1.



ADAMSBROWN, LLC

Certified Public Accountants

Great Bend, Kansas

October 11, 2022

CITY OF KANOPOLIS, 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
Governmental Type Funds							
General Fund	\$ 30,134	-	242,410	205,084	67,460	25,837	93,297
Special Purpose Funds							
Employee Benefits Fund	3,939	-	36,058	32,496	7,501	-	7,501
Library Fund	465	-	11,938	10,711	1,692	-	1,692
Noxious Weed Fund	1,135	-	231	-	1,366	-	1,366
Special Highway Fund	37,064	-	13,034	-	50,098	-	50,098
Recreation Fund	550	-	494	318	726	-	726
Cemetery Fund	9,757	-	3,396	607	12,546	-	12,546
Municipal Equipment Fund	33,364	-	-	9,035	24,329	-	24,329
Municipal Improvement Fund	49,757	-	1,077	7,484	43,350	-	43,350
Capital Projects Fund	349,254	-	49,384	44,994	353,644	-	353,644
Business Funds							
Solid Waste Fund	8,699	-	40,976	37,143	12,532	3,346	15,878
Water Utility Fund	118,850	-	171,125	173,567	116,408	4,050	120,458
Sewer Utility Fund	104,656	-	55,769	50,157	110,268	153	110,421
Sewer Utility Revolving Fund	7,137	-	6,900	5,878	8,159	-	8,159
Related Municipal Entity							
Kanopolis Public Library Fund	39,463	-	8,038	11,178	36,323	-	36,323
Total Reporting Entity (Excluding Agency Funds)	\$ 794,224	-	640,830	588,652	846,402	33,386	879,788
Composition of Cash							
				Certificates of Deposit			\$ 208,851
				Money Market and Savings Accounts			494,537
				Checking Accounts			201,317
				Petty Cash			151
				Total Cash			904,856
				Agency Funds per Schedule 3			(25,068)
				Total Reporting Entity (Excluding Agency Funds)	\$		879,788

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

CITY OF KANOPOLIS, KANSAS

Notes to Financial Statement

December 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Kanopolis, 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 mayor and five elected council members. This financial statement presents the City (the municipality) and its related municipal entity, Kanopolis Public Library, shown below. The related municipal entity is included in the City's reporting entity because they established to benefit the City and/or its constituents.

Kanopolis Public Library

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. The City levies taxes for 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 years ended December 31, 2021.

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.

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

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

CITY OF KANOPOLIS, KANSAS

Notes to Financial Statement

December 31, 2021

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.

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 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 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 statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

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

CITY OF KANOPOLIS, KANSAS

Notes to Financial Statement

December 31, 2021

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 funds: Municipal Equipment Fund and Municipal Improvement 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 Kanopolis, 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 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, 2021.

At December 31, 2021, the City's carrying amount of deposits was \$868,533 and the bank balance was \$868,698. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance, and \$618,698 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

At December 31, 2021, the Public Library's carrying amount of deposits was \$36,323 and the bank balance was \$36,374. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, all was covered by federal depository insurance.

CITY OF KANOPOLIS, KANSAS

Notes to Financial Statement

December 31, 2021

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, 2021.

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 Kanopolis, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2021 were as follows:

From	To	Regulatory Authority	Amount
Sewer Utility Fund	Employee Benefits Fund	K.S.A. 12-825d	\$ 12,000
Sewer Utility Fund	Sewer Utility Revolving Fund	K.S.A. 12-631o	6,900
Water Utility Fund	Employee Benefits Fund	K.S.A. 12-825d	12,000

NOTE 5 – CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	Project Authorization	Expenditures To Date
Water System Improvement Project	\$ 1,999,035	1,799,557

NOTE 6 – LITIGATION

City of Kanopolis, 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.

NOTE 7 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; damage to and destruction of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than related to employee health benefits. Settled claims have not exceeded this commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Kanopolis, 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.

CITY OF KANOPOLIS, KANSAS

Notes to Financial Statement

December 31, 2021

NOTE 9 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

The City did not remit bond payments within twenty days before the payment was due, which is a violation of K.S.A. 10-130.

NOTE 10 – DEFERRED COMPENSATION PLAN

City of Kanopolis, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time 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 11 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Kanopolis, 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.

NOTE 12 – COMPENSATED ABSENCES

Vacation

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

<u>Years Worked</u>	<u>Amount Earned</u>
0-5	8 hours/month
6 and over	10 hours/month

The maximum accumulation employees may accrue should not exceed 120 hours (15 days) of vacation. Any earned, but unused leave for any permanent employee leaving the service of the City shall be compensated at the employee's hourly rate.

Sick Leave

The City's policy regarding sick leave for full-time employees is received at a rate of one day per month of continuous service. Sick leave may be accumulated but not taken until such employee has completed three continual months of service. Employees may accumulate sick leave up to a maximum of 30 days. Sick leave credits are considered as having cash value of one-half time of sick days at the employee's hourly rate if the employee terminates at retirement in good standing.

NOTE 13 – DEBT RESTRICTIONS AND COVENANTS

KDHE Revolving Loan

The City entered into a loan agreement with the Kansas Department of Health and Environment to fund the sewer improvements in the amount of \$120,000. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds. The City is in compliance with this requirement as of December 31, 2021.

CITY OF KANOPOLIS, KANSAS
Notes to Financial Statement
December 31, 2021

NOTE 14 – LONG-TERM DEBT

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

General Obligation Bonds

On May 28, 2020, the City issued \$1,558,000 in Series 2020 General Obligation bonds for the purpose of financing the cost of certain improvements to the City.

KDHE Revolving Loan

The City entered into a \$120,000 revolving loan agreement on October 28, 2004 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance sewer improvements.

CITY OF KANOPOLIS, KANSAS

Notes to Financial Statement

December 31, 2021

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
KDHE Revolving Loan									
Water Pollution Control	2.83%	10/28/2004	\$ 120,000	2025	\$ 27,228	-	5,144	22,084	734
Bonds									
General Obligation Bond - Series 2020	1.88%	5/28/2020	\$ 1,558,000	2060	1,558,000	-	26,502	1,531,498	29,213
Total Contractual Indebtedness					\$ 1,585,228	-	31,646	1,553,582	29,947

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

	2022	2023	2024	2025	2026	2027 - 2031	2032 - 2036	2037 - 2041	2042 - 2046	2047 - 2051	2052 - 2056	2057 - 2060	Total
Principal													
KDHE Revolving Loan													
Water Pollution Control	\$ 5,291	5,441	5,597	5,755	-	-	-	-	-	-	-	-	22,084
General Obligation Bond - Series 2020	27,009	27,515	27,955	28,555	29,091	153,770	168,685	185,178	203,210	222,997	244,697	212,836	1,531,498
Total Principal	32,300	32,956	33,552	34,310	29,091	153,770	168,685	185,178	203,210	222,997	244,697	212,836	1,553,582
Interest													
KDHE Revolving Loan													
Water Pollution Control	536	398	257	112	-	-	-	-	-	-	-	-	1,303
General Obligation Bond - Series 2020	28,715	28,209	27,769	27,169	26,633	124,852	109,937	93,443	75,412	55,625	33,924	10,072	641,760
Total Interest	29,251	28,607	28,026	27,281	26,633	124,852	109,937	93,443	75,412	55,625	33,924	10,072	643,063
Total Principal and Interest	\$ 61,551	61,563	61,578	61,591	55,724	278,622	278,622	278,621	278,622	278,622	278,621	222,908	2,196,645

CITY OF KANOPOLIS, KANSAS

Regulatory-Required Supplementary Information

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

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds					
General Fund	\$ 271,900	-	271,900	205,084	(66,816)
Special Purpose Funds					
Employee Benefits Fund	38,850	-	38,850	32,496	(6,354)
Library Fund	14,000	-	14,000	10,711	(3,289)
Noxious Weed Fund	1,320	-	1,320	-	(1,320)
Special Highway Fund	33,952	-	33,952	-	(33,952)
Recreation Fund	1,300	-	1,300	318	(982)
Cemetery Fund	12,800	-	12,800	607	(12,193)
Business Funds					
Solid Waste Fund	47,966	-	47,966	37,143	(10,823)
Water Utility Fund	282,116	-	282,116	173,567	(108,549)
Sewer Utility Fund	164,446	-	164,446	50,157	(114,289)
Sewer Utility Revolving Fund	13,214	-	13,214	5,878	(7,336)

CITY OF KANOPOLIS, KANSAS
General Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2021

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property	\$ 105,102	107,426	109,588	(2,162)
Delinquent	6,254	3,012	-	3,012
Motor Vehicle	18,034	16,466	16,711	(245)
16/20 Motor Vehicle	-	-	221	(221)
Recreational Vehicle	572	849	489	360
Commercial Vehicle	1,100	1,080	1,196	(116)
Sales Tax	48,830	53,737	57,000	(3,263)
Franchise Fees	33,762	37,486	33,000	4,486
Licenses and Permits	627	1,049	800	249
Fines and Fees	80	1,493	100	1,393
Fire	6,560	2,500	2,000	500
Dividends	6,240	6,263	4,000	2,263
Lease	10	-	15	(15)
Community Center	2,950	2,400	2,500	(100)
Library Community Room	-	1,050	-	1,050
Interest	924	442	1,500	(1,058)
Miscellaneous	1,210	7,157	5,000	2,157
Total Receipts	<u>232,255</u>	<u>242,410</u>	<u>234,120</u>	<u>8,290</u>
Expenditures				
Personal Services	49,447	56,683	107,900	(51,217)
Contractual Services	36,052	39,343	50,000	(10,657)
Commodities	13,222	13,920	11,000	2,920
Capital Outlay	-	-	10,000	(10,000)
Community Center	6,576	6,415	6,000	415
Fire Department	22,850	22,171	20,000	2,171
Police Department	21,557	23,135	24,000	(865)
Park Department	750	571	2,000	(1,429)
Street Department	56,553	18,969	21,000	(2,031)
Street Lighting	12,480	15,507	15,000	507
Miscellaneous	5,442	8,370	5,000	3,370
Total Expenditures	<u>224,929</u>	<u>205,084</u>	<u>271,900</u>	<u>(66,816)</u>
Receipts Over (Under) Expenditures	7,326	37,326		
Unencumbered Cash - Beginning	<u>22,808</u>	<u>30,134</u>		
Unencumbered Cash - Ending	<u>\$ 30,134</u>	<u>67,460</u>		

CITY OF KANOPOLIS, KANSAS
Employee Benefits Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2021

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property	\$ 9,907	10,025	10,225	(200)
Delinquent	216	301	360	(59)
Motor Vehicle	1,727	1,550	1,573	(23)
Recreational Vehicle	55	80	46	34
16/20 Motor Vehicle	-	-	21	(21)
Commercial Vehicle	105	102	112	(10)
Transfers In	20,000	24,000	24,000	-
Total Receipts	32,010	36,058	<u>36,337</u>	<u>(279)</u>
Expenditures				
Employee Benefits	31,728	32,496	<u>38,850</u>	<u>(6,354)</u>
Receipts Over (Under) Expenditures	282	3,562		
Unencumbered Cash - Beginning	3,657	3,939		
Unencumbered Cash - Ending	\$ <u>3,939</u>	<u>7,501</u>		

CITY OF KANOPOLIS, KANSAS
Library Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2021

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem	\$ 8,603	10,175	10,381	(206)
Delinquent	190	260	-	260
Motor Vehicle	1,491	1,346	1,384	(38)
Recreational Vehicle	47	69	40	29
Commerical Vehicle	91	88	98	(10)
Grants	-	-	1,000	(1,000)
Total Receipts	<u>10,422</u>	<u>11,938</u>	<u>12,903</u>	<u>(965)</u>
Expenditures				
Personal Services	10,746	10,711	12,000	(1,289)
Contractual Services	75	-	1,000	(1,000)
Commodities	56	-	1,000	(1,000)
Capital Outlay	432	-	-	-
Total Expenditures	<u>11,309</u>	<u>10,711</u>	<u>14,000</u>	<u>(3,289)</u>
Receipts Over (Under) Expenditures	<u>(887)</u>	<u>1,227</u>		
Unencumbered Cash - Beginning	<u>1,352</u>	<u>465</u>		
Unencumbered Cash - Ending	<u>\$ 465</u>	<u>1,692</u>		

CITY OF KANOPOLIS, KANSAS
Noxious Weed Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2021

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem	\$ 186	192	194	(2)
Delinquent	5	6	8	(2)
Motor Vehicle	37	29	29	-
Recreational Vehicle	1	2	1	1
Commercial Vehicle	2	2	2	-
Total Receipts	231	231	234	(3)
Expenditures				
Commodities	157	-	1,320	(1,320)
Receipts Over (Under) Expenditures	74	231		
Unencumbered Cash - Beginning	1,061	1,135		
Unencumbered Cash - Ending	\$ 1,135	1,366		

CITY OF KANOPOLIS, KANSAS
Special Highway Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2021

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts				
State of Kansas Gas Tax	\$ 11,881	13,034	10,740	2,294
Expenditures				
Contractual Services	-	-	33,952	(33,952)
Receipts Over (Under) Expenditures	11,881	13,034		
Unencumbered Cash - Beginning	25,183	37,064		
Unencumbered Cash - Ending	\$ 37,064	50,098		

CITY OF KANOPOLIS, KANSAS
Recreation Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2021

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem	\$ 222	288	294	(6)
Delinquent	7	7	8	(1)
Motor Vehicle	37	35	35	-
Recreational Vehicle	1	2	1	1
Commerical Vehicle	2	2	2	-
Donations and Grants	450	80	400	(320)
Tournament and Other	-	80	500	(420)
Total Receipts	<u>719</u>	<u>494</u>	<u>1,240</u>	<u>(746)</u>
Expenditures				
Commodities	370	213	1,300	(1,087)
Miscellaneous	-	105	-	105
Total Expenditures	<u>370</u>	<u>318</u>	<u>1,300</u>	<u>(982)</u>
Receipts Over (Under) Expenditures	349	176		
Unencumbered Cash - Beginning	<u>201</u>	<u>550</u>		
Unencumbered Cash - Ending	\$ <u>550</u>	<u>726</u>		

CITY OF KANOPOLIS, KANSAS
Cemetery Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2021

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem	\$ 2,060	2,066	2,107	(41)
Delinquent	47	65	83	(18)
Motor Vehicle	372	322	331	(9)
Recreational Vehicle	12	17	10	7
Commerical Vehicle	23	21	23	(2)
Sales of Lots	250	250	500	(250)
Donation	-	655	-	655
Total Receipts	<u>2,764</u>	<u>3,396</u>	<u>3,054</u>	<u>342</u>
Expenditures				
Personal Services	911	607	12,500	(11,893)
Contractual	263	-	300	(300)
Total Expenditures	<u>1,174</u>	<u>607</u>	<u>12,800</u>	<u>(12,193)</u>
Receipts Over (Under) Expenditures	1,590	2,789		
Unencumbered Cash - Beginning	<u>8,167</u>	<u>9,757</u>		
Unencumbered Cash - Ending	\$ <u>9,757</u>	<u>12,546</u>		

CITY OF KANOPOLIS, KANSAS
Municipal Equipment Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures		
Capital Outlay	12,663	9,035
Receipts Over (Under) Expenditures	(12,663)	(9,035)
Unencumbered Cash - Beginning	46,027	33,364
Unencumbered Cash - Ending	\$ 33,364	24,329

CITY OF KANOPOLIS, KANSAS
Municipal Improvement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Reimbursements	\$ 34,165	1,077
Donations	3,860	-
Total Receipts	38,025	1,077
Expenditures		
Contractual	30,549	7,484
Receipts Over (Under) Expenditures	7,476	(6,407)
Unencumbered Cash - Beginning	42,281	49,757
Unencumbered Cash - Ending	\$ 49,757	43,350

CITY OF KANOPOLIS, KANSAS
Capital Projects Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ 322,007	39,490
Bond Proceeds	1,558,000	-
Interest	1,088	-
Grants	-	9,894
	<hr/>	<hr/>
Total Receipts	1,881,095	49,384
	<hr/>	<hr/>
Expenditures		
Professional Services	31,188	5,963
Construction	488,735	39,031
Bond Principal	1,500,000	-
Bond Interest	70,667	-
	<hr/>	<hr/>
Total Expenditures	2,090,590	44,994
	<hr/>	<hr/>
Receipts Over (Under) Expenditures	(209,495)	4,390
	<hr/>	<hr/>
Unencumbered Cash - Beginning	558,749	349,254
	<hr/>	<hr/>
Unencumbered Cash - Ending	\$ 349,254	353,644
	<hr/> <hr/>	<hr/> <hr/>

CITY OF KANOPOLIS, KANSAS
Solid Waste Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2021

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Customer Collection	\$ 40,560	40,976	40,000	976
Expenditures				
Personal Services	429	-	-	-
Contractual Services	39,398	37,143	40,000	(2,857)
Miscellaneous	-	-	7,966	(7,966)
Total Expenditures	39,827	37,143	47,966	(10,823)
Receipts Over (Under) Expenditures	733	3,833		
Unencumbered Cash - Beginning	7,966	8,699		
Unencumbered Cash - Ending	\$ 8,699	12,532		

CITY OF KANOPOLIS, KANSAS
Water Utility Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2021

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Sales to Customers	\$ 155,251	165,849	155,000	10,849
Sales Tax	439	457	300	157
Reimbursements	-	2,215	-	2,215
Miscellaneous	-	1,528	-	1,528
Interest	1,495	1,076	5,000	(3,924)
Total Receipts	157,185	171,125	160,300	10,825
Expenditures				
Personal Services	56,720	57,801	163,397	(105,596)
Contractual Services	25,790	32,794	22,000	10,794
Commodities	10,209	13,791	15,000	(1,209)
Bond Principal and Interest	-	55,715	64,719	(9,004)
Miscellaneous	1,263	1,466	5,000	(3,534)
Transfers Out	10,000	12,000	12,000	-
Total Expenditures	103,982	173,567	282,116	(108,549)
Receipts Over (Under) Expenditures	53,203	(2,442)		
Unencumbered Cash - Beginning	65,647	118,850		
Unencumbered Cash - Ending	\$ 118,850	116,408		

CITY OF KANOPOLIS, KANSAS
Sewer Utility Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2021

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

		Current Year		Variance Over (Under)
		Prior Year Actual	Actual	
Receipts				
Sewer Service Charges	\$	56,158	55,611	(389)
Interest		340	158	158
Total Receipts		56,498	55,769	(231)
Expenditures				
Personal Services		22,165	22,481	(98,665)
Contractual Services		2,323	5,427	1,127
Commodities		4,983	3,349	(2,651)
Capital Outlay		-	-	(15,000)
Transfers Out		16,000	18,900	900
Total Expenditures		45,471	50,157	(114,289)
Receipts Over (Under) Expenditures		11,027	5,612	
Unencumbered Cash - Beginning		93,629	104,656	
Unencumbered Cash - Ending	\$	104,656	110,268	

CITY OF KANOPOLIS, KANSAS
Sewer Utility Revolving Fund

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis

For the Year Ended December 31, 2021

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers In	\$ 6,000	6,900	6,000	900
Expenditures				
Principal	5,002	5,144	12,544	(7,400)
Interest	876	734	670	64
Total Expenditures	5,878	5,878	13,214	(7,336)
Receipts Over (Under) Expenditures	122	1,022		
Unencumbered Cash - Beginning	7,015	7,137		
Unencumbered Cash - Ending	\$ 7,137	8,159		

CITY OF KANOPOLIS, KANSAS
Kanopolis Public Library Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual
Receipts		
State Aid	\$ 133	128
CKLS	7,903	7,686
Donations	320	48
Interest	89	76
Miscellaneous	718	100
	<u>9,163</u>	<u>8,038</u>
Total Receipts		
	<u>9,163</u>	<u>8,038</u>
Expenditures		
Programs	364	2,604
Books and Periodicals	2,726	3,839
Supplies	888	1,256
Training	127	200
Utilities	246	254
Capital Outlay	-	2,760
Miscellaneous	3,229	265
	<u>7,580</u>	<u>11,178</u>
Total Expenditures		
	<u>7,580</u>	<u>11,178</u>
Receipts Over (Under) Expenditures	1,583	(3,140)
Unencumbered Cash - Beginning	<u>37,880</u>	<u>39,463</u>
Unencumbered Cash - Ending	\$ <u>39,463</u>	<u>36,323</u>

CITY OF KANOPOLIS, 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
Meter Deposit Fund	\$ 22,353	2,740	25	25,068