CITY OF BAXTER SPRINGS, KANSAS

Independent Auditor's Report
and Financial Statement with
Supplementary Information

For the Year Ended December 31, 2021

THE MENSE CPA FIRM, LLC
Certified Public Accountants

CITY OF BAXTER SPRINGS, KANSAS
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The Mense
CPA Firm, LLC
CERTIFIED PUBLIC ACCOUNTANTS

MEMBERS OF
MISSOURI SOCIETY OF CPA'S
AMERICAN INSTITUTE OF CPA'S

To the Mayor and City Council
City of Baxter Springs, Kansas

INDEPENDENT AUDITOR'S REPORT

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 Baxter Springs, 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 matter 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 of Baxter Springs, Kansas 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 of Baxter Springs, 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.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with the 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 of Baxter Springs, Kansas, 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.

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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 of Baxter Springs, 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.

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 of Baxter Springs, Kansas'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 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 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 of Baxter Springs, Kansas'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 of Baxter Springs, Kansas'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 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 balance (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget. (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 basis 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.



The Mense CPA Firm, LLC
Certified Public Accountants

Joplin, Missouri
June 29, 2022

CITY OF BAXTER SPRINGS, 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 Funds:							
General	$ 806,902	$ -	$ 2,057,892	$ 2,004,985	$ 859,809	$ 62,609	$ 922,418
Special Purpose Funds:							
Transient Guest	7,550	-	7,994	1,150	14,394	-	14,394
Special Highway	80,023	-	113,808	179,248	14,583	596	15,179
Library	19,762	-	114,514	114,514	19,762	-	19,762
Library Employee Benefits	2,911	-	12,502	12,502	2,911	-	2,911
Recreation	7,041	-	7,853	7,853	7,041	-	7,041
Museum	12,813	-	69,592	69,592	12,813	-	12,813
Industrial Development	922	-	1	-	923	-	923
Special Liability	85,020	-	3	-	85,023	-	85,023
Municipal Equipment Reserve	54,887	-	99,085	-	153,972	-	153,972
Municipal Equipment Reserve - Fire Department	92,073	-	68,037	75,010	85,100	-	85,100
Capital Improvement	11,499	-	-	-	11,499	-	11,499
Employee Benefits	184,150	-	359,786	359,124	184,812	667	185,479
Special Parks and Recreation	1,137	-	356	-	1,493	-	1,493
Fire Ordinance 711	1,074	-	-	-	1,074	-	1,074
Memorial	2,579	-	1,485	741	3,323	-	3,323
Public Improvement Sales Tax	831,479	-	883,989	1,014,094	701,374	64,890	766,264
Special	-	-	342,171	40,921	301,250	-	301,250
Community Development Block Grant	-	-	404,279	404,279	-	-	-
Bond and Interest Funds:							
Debt Service	199,617	-	541,514	396,064	345,067	-	345,067
Business Funds:							
Water	642,766	-	1,044,082	1,224,794	462,054	125,566	587,620
Sewer	1,040,006	-	584,675	616,827	1,007,854	37,055	1,044,909
Refuse	62,264	-	274,167	268,030	68,401	19,683	88,084
Trust Funds:							
Cemetery Perpetual Care	65,732	-	315	-	66,047	-	66,047
Total Reporting Entity	$ 4,212,207	$ -	$ 6,988,100	$ 6,789,728	$ 4,410,579	$ 311,066	$ 4,721,645

Composition of Cash:

Checking Account - American Bank	$ 4,719,425
Checking Account - Baxter State Bank	700
Cash on Hand	1,520
Total Reporting Entity	$ 4,721,645

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

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

I.A. INTRODUCTION

The City of Baxter Springs, Kansas, was incorporated in 1858 and operates as a second class city under the Statutes of the State of Kansas, (KSA 14-101 et. seq.). The City operates under a Mayor-Council form of government. Major services provided by the City include: Public Safety - Police and Fire, Highways and Streets, Sanitation, Health and Social Services, Culture - Recreation, Public Improvements, Planning and Zoning, and General Administrative Services. In addition, the City provides Water and Sewer Utility Services.

I.B. FINANCIAL REPORTING ENTITY

This financial statement presents the City of Baxter Springs, Kansas, (the municipality) as defined in K.S.A. 75-1117.

Related Municipal Entities: A related municipal entity is any legally separate municipal organization which was established to benefit the municipality or its' constituents. Related municipal entities are not required to be included in the City's audit by the Kansas Municipal Audit and Accounting Guide (KMAAG). Based upon the application of this criterion, the following is a brief review of potential related municipal entities:

Library Board. The City of Baxter Springs 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.

Recreation Commission. The City of Baxter Springs Recreation Commission oversees recreation activities. The Recreation Commission operates as a separate governing body but the City levies taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928.

Museum Board. The City of Baxter Springs Museum Board oversees the museum. The City levies taxes for the Museum Board. Bond issues must be approved by the City.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I.C. REGULATORY BASIS FUND TYPES

The accounts of the City are organized into funds each of which is considered to be a separate accounting entity. The operations of each fund is summarized by providing a separated set of self-balancing accounts. The following fund types are used by the City:

General Fund—the main 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 receipt 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.

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

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.)

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

I.E. 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.

If the municipality 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 municipality did not hold a revenue neutral rate hearing for this year.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I.E. BUDGETARY INFORMATION (CONTINUED)

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

A legal operating budget is not required for capital project funds, trust funds, and certain special purpose funds as noted in the presentation of the appropriate Schedule 2.

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.

I.F. ASSETS AND LIABILITIES

I.F.1. Cash and Investments

The City pools cash resources of its various funds to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the pool cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in time deposits.

Additional cash and investment information is presented in Note III.A.

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I.G. RECEIPTS AND EXPENDITURES

I.G.1. Sales Tax

The City of Baxter Springs, Kansas levies a 1% sales tax on taxable sales within the City. The tax is collected by the Kansas Department of Revenue and remitted to the City. The tax is placed in the General Fund to provide city services. In addition the City levies a 1% sales tax for the purpose of operating and maintaining levels of emergency services, law enforcement, public safety and infrastructure. The tax is placed in a special purpose fund.

I.G.2. Property Tax

Property taxes are an enforceable lien on property as of January 1. Taxes are levied on November 1 and are due and payable one-half on December 20th and one-half on May 10th of the ensuing year. Unpaid taxes become delinquent after the due dates.

The assessed valuation of tangible property for the calendar year 2021 for the purposes of taxation was $26,834,153.

The tax levy per $100.00 of assessed valuation of tangible property for the calendar year was $5.51. The levy is composed of the sum of the legal tax levies for all funds with authorized levies.

Collection of current year property tax by the County Treasurer is not completed, apportioned, nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. These taxes are used to finance budgeted expenditures for the succeeding year in accordance with Kansas Statutes.

I.G.3. 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 accounting.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

II.A. STATUTORY COMPLIANCE

Refuse Fund expenditures exceeded budgeted limits. (K.S.A. 79-2935).

III. DETAILED NOTES ON FUNDS AND ACCOUNTS

III.A. DEPOSITS AND INVESTMENTS

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

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City does not designate "peak periods". All deposits were legally secured at December 31, 2021.

III. DETAILED NOTES ON FUNDS AND ACCOUNTS (CONTINUED)

III.A. DEPOSITS AND INVESTMENTS (CONTINUED)

At December 31, 2021, the City's carrying amount of deposits was $4,720,125 and the bank balance was $4,815,495. Ninety-nine percent of the bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,730 was covered by federal depository insurance and $4,564,765 was secured by securities held by the pledging financial institutions' agents in the City's name.

IV. CAPITAL PROJECT

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

	Project Authorization	Expenditures To Date
Outdoor Pool	$ 1,600,000	$ 1,375,269

Funding for the project will consist of a Community Development Block Grant of $960,000 and other local funding of $640,000. The City entered into a lease purchase agreement to provide up to an aggregate amount of $501,500 of the local funding. The balance of the local funding will be provided by local sales tax receipts.

V. LONG-TERM DEBT

Changes in long-term liabilities for the City of Baxter Springs, Kansas for 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
General Obligation Bonds:									
Series 2012	.40-1.75%	11/15/2012	$ 1,805,000	8/1/2022	$ 415,000	$ -	$ 205,000	$ 210,000	$ 6,077
Series 2013	.50-3.25%	9/15/2013	$ 1,390,000	12/1/2024	505,000	-	135,000	370,000	13,562
Series 2018	3.00-3.625%	8/28/2018	$ 530,000	12/1/1938	495,000	-	20,000	475,000	16,425
Total General Obligation Bonds					$ 1,415,000	$ -	$ 360,000	$ 1,055,000	$ 36,064
KDHE Loan									
Sewer Project	3.57%	4/11/2000	$ 622,243	9/1/2021	$ 20,308	$ -	$ 20,308	$ -	$ 362
Capital Leases Payable:									
Fire Department - Pierce Enforcer Pumper	3.98%	2/12/2016	$ 473,689	3/12/2027	$ 347,919	$ -	$ 34,632	$ 313,287	$ 13,848
Special Highway - Case 580SN Backhoe and Loader	3.25%	3/1/2018	$ 86,715	3/2/2022	44,747	-	44,747	-	2,018
Municipal Equipment Fire Department - Pierce FXT Tanker	3.49%	12/18/2019	$ 270,130	12/18/2029	270,130	-	46,597	223,533	18,413
Public Improvement Sales Tax - Aquatic Center	1.95%	8/25/2020	$ 376,182	6/1/2025	113,550	262,632	100,105	276,077	1,518
Sewer - Case Mini Track Loader	1.95%	2/20/2020	$ 63,100	2/20/2023	63,100	-	63,100	-	1,861
Total Capital Leases Payable					$ 839,446	$ 262,632	$ 289,181	$ 812,897	$ 37,658
Total Long-Term Debt					$ 2,274,754	$ 262,632	$ 669,489	$ 1,867,897	$ 74,084

V. LONG-TERM DEBT (CONTINUED)

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

	Year								
	2022	2023	2024	2025	2026	2027-2031	2032-2036	2037-2038	Total
Principal:									
General Obligation Bonds	$ 365,000	$ 160,000	$ 120,000	$ 25,000	$ 25,000	$ 135,000	$ 155,000	$ 70,000	$ 1,055,000
Capital Leases Payable	160,715	163,010	141,470	67,866	70,432	209,404	-	-	812,897
Total principal	525,715	$ 323,010	$ 261,470	$ 92,866	$ 95,432	$ 344,404	$ 155,000	$ 70,000	$ 1,867,897
Interest:									
General Obligation Bonds	$ 28,660	$ 21,462	$ 16,981	$ 13,875	$ 13,125	$ 53,924	$ 29,679	$ 3,807	$ 181,513
Capital Leases Payable	25,320	21,606	17,076	13,119	10,553	6,792	-	-	94,466
Total interest	$ 53,980	$ 43,068	$ 34,057	$ 26,994	$ 23,678	$ 60,716	$ 29,679	$ 3,807	$ 275,979
Total principal and interest	$ 579,695	$ 366,078	$ 295,527	$ 119,860	$ 119,110	$ 405,120	$ 184,679	$ 73,807	$ 2,143,876

VI. 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 manages these various risks by carrying commercial insurance. There have been no significant reductions in insurance coverage. Settlements have not exceeded insurance coverage for the current or three prior years.

VII. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General Fund	Municipal Equipment Reserve- Fire Department Fund	KSA 12-1,117	$ 68,037
General Fund	Municipal Equipment Reserve Fund	KSA 12-1,117	$ 99,085

VIII. PENSION PLAN

General Information about the Pension Plan

Plan description

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

Contributions

K.S.A. 74-4919 and 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.

VIII. PENSION PLAN (CONTINUED)

Contributions (Continued)

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.87% for the fiscal year ended December 31, 2021. Contributions to the pension plan from City of Baxter Springs, Kansas were $102,787 for the year ended December 31, 2021.

Net Pension Liability

At December 31, 2021, the City of Baxter Springs, Kansas's proportionate share of the collective net pension liability reported by KPERS was $709,186. 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 of Baxter Springs, Kansas's proportion of the net pension liability was based on the ratio of the City of Baxter Springs, Kansas's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

IX. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post Employment Benefits. As provided by K.S.A. 12-540, the City allows retirees to participate in the group health insurance plan. The 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.

IX. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONTINUED)

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.

Compensated Absences. The City's policies regarding vacation and sick pay permit employees to accumulate a maximum of five weeks of vacation time and a maximum of 45 days of sick pay. Vacation time is paid to employees upon termination. Sick leave is forfeited upon termination. At December 31, 2021, management estimates that the value of accumulated vacation to not be material.

X. TAX ABATEMENTS

Neighborhood Revitalization Program

The City has approved a Neighborhood Revitalization Program (NRP). Applicants must apply for the rebate during the five year program period. Applicants must meet the criteria of the program. There must be a minimum investment of $5,000 for residential property and $10,000 for commercial and/or industrial property, to receive the rebate.

Property taxes rebated under the NRP during 2021 were $32,463.

XI. CONTINGENCIES

XI.A. LITIGATION

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.

XI.B. GRANT PROGRAM INVOLVEMENT

In the normal course of operations, the City participates in various federal and state grant/loan programs from year to year. The grant/loan programs are often subject to additional audits by agents of the granting or loaning agency, the purpose of which is to ensure compliance with the specific conditions of the grant or loan. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

XII. SUBSEQUENT EVENTS

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the City's financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the City is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2022. Future potential impacts may include a decrease in certain revenues,, reduced customer traffic and the temporary closure of operating hours of our offices.

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

REGULATORY REQUIRED SUPPLEMENTARY INFORMATION

Schedule 1

CITY OF BAXTER SPRINGS, 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)
General Funds:					
General	$ 2,109,807	$ 228	$ 2,110,035	$ 2,004,985	$ (105,050)
Special Purpose Funds:					
Transient Guest	9,459	-	9,459	1,150	(8,309)
Special Highway	212,413	-	212,413	179,248	(33,165)
Library	116,700	-	116,700	114,514	(2,186)
Library Employee Benefits	14,000	-	14,000	12,502	(1,498)
Recreation	10,800	-	10,800	7,853	(2,947)
Museum	74,262	-	74,262	69,592	(4,670)
Industrial Development	920	-	920	-	(920)
Municipal Equipment - Fire	75,010	-	75,010	75,010	-
Employee Benefits	447,000	-	447,000	359,124	(87,876)
Special Parks and Recreation	1,000	-	1,000	-	(1,000)
Fire Ordinance 711	50,000	-	50,000	-	(50,000)
Memorial	1,200	-	1,200	741	(459)
Public Improvement Sales Tax	750,000	265,432	1,015,432	1,014,094	(1,338)
Bond and Interest Funds:					
Debt Service	521,065	-	521,065	396,064	(125,001)
Business Funds:					
Water	1,326,882	-	1,326,882	1,224,794	(102,088)
Sewer	728,660	-	728,660	616,827	(111,833)
Refuse	265,000	-	265,000	268,030	3,030

CITY OF BAXTER SPRINGS, 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:			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 448,457	$ 433,249	$ 15,208
Delinquent Tax	12,503	2,000	10,503
Motor Vehicle Tax	51,394	47,640	3,754
Recreational Vehicle Tax	514	402	112
16/20 M Vehicle Tax	389	213	176
Commercial Vehicle Tax	620	569	51
Watercraft Tax	-	145	(145)
Neighborhood Revitalization Rebate	(10,364)	(7,472)	(2,892)
Sales Tax	927,806	600,000	327,806
Local Alcohol Liquor Tax	355	600	(245)
Grants	5,030	-	5,030
Franchise Fees	303,488	300,000	3,488
Fines	129,101	100,000	29,101
Finger Print Fees	6,056	4,000	2,056
Community Building Fees	3,741	3,000	741
Vehicle Inspection Fees	8,760	8,000	760
Sale of Cemetery Lots	1,785	900	885
Grave Opening	8,000	7,000	1,000
Mowing and Weed Notices	904	4,000	(3,096)
Permits	830	1,500	(670)
Cereal Malt Beverage Licenses	525	300	225
Liquor Licenses	906	800	106
Swimming Pool Receipts	18,650	14,000	4,650
Animal Tags	314	300	14
Park and Camping Fees	7,310	500	6,810
Charges for Fire Protection	68,037	54,000	14,037
Donations	228	-	228
Sale of Property	54,085	-	54,085
Interest	4,912	8,500	(3,588)
Other	3,556	24,500	(20,944)
Total Receipts	$ 2,057,892	$ 1,608,646	$ 449,246
Expenditures:			
City Clerk	$ 56,955	$ 159,695	$ (102,740)
Police	756,715	794,632	(37,917)
VIN Inspections (Law Enforcement)	11,790	20,000	(8,210)
Fire	207,410	152,385	55,025
Street	438,412	479,150	(40,738)
Community Services	8,743	10,600	(1,857)
Cemetery	86,996	93,150	(6,154)
Court	125,294	123,550	1,744
Code Enforcement	39,892	29,600	10,292
Community Center	15,611	18,925	(3,314)
Swimming Pool	41,565	34,620	6,945
Capital Lease - Fire Truck	48,480	48,500	(20)
Capital Lease - Fire Truck	-	46,000	(46,000)
Operating Transfers	167,122	99,000	68,122
Qualifying Budget Credits	-	228	(228)
Total Expenditures	$ 2,004,985	$ 2,110,035	$ (105,050)
Receipts Over (Under) Expenditures	$ 52,907		
Unencumbered Cash, Beginning	806,902		
Unencumbered Cash, Ending	$ 859,809		

CITY OF BAXTER SPRINGS, KANSAS
Transient Guest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Guest Tax	$ 7,994	$ 1,500	$ 6,494
Expenditures:			
Convention and Tourism	$ 1,150	$ 9,459	$ (8,309)
Receipts Over (Under) Expenditures	$ 6,844		
Unencumbered Cash, Beginning	7,550		
Unencumbered Cash, Ending	$ 14,394		

CITY OF BAXTER SPRINGS, 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:			
Total Receipts	$ 113,808	$ 89,460	$ 24,348
Expenditures:			
Public Works	$ 132,483	$ 188,943	$ (56,460)
Capital Lease - Backhoe	46,765	23,470	23,295
Total Expenditures	$ 179,248	$ 212,413	$ (33,165)
Receipts Over (Under) Expenditures	$ (65,440)		
Unencumbered Cash, Beginning	80,023		
Unencumbered Cash, Ending	$ 14,583		

CITY OF BAXTER SPRINGS, KANSAS
Library Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 96,856	$ 93,536	$ 3,320
Delinquent Tax	3,630	1,800	1,830
Motor Vehicle Tax	15,814	14,659	1,155
Recreational Vehicle Tax	158	124	34
16/20 M Vehicle Tax	103	66	37
Commercial Vehicle Tax	191	175	16
Watercraft Tax	-	45	(45)
Neighborhood Revitalization Rebate	(2,238)	(1,817)	(421)
Total Receipts	$ 114,514	$ 108,588	$ 5,926
Expenditures:			
Appropriations to Library Board	$ 114,514	$ 116,700	$ (2,186)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash, Beginning	19,762		
Unencumbered Cash, Ending	$ 19,762		

CITY OF BAXTER SPRINGS, KANSAS
Library Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 10,678	$ 10,314	$ 364
Delinquent Tax	465	650	(185)
Motor Vehicle Tax	1,556	1,440	116
Recreational Vehicle Tax	16	12	4
16/20 M Vehicle Tax	15	6	9
Commercial Vehicle Tax	19	17	2
Watercraft Tax	-	4	(4)
Neighborhood Revitalization Rebate	(247)	(202)	(45)
Total Receipts	$ 12,502	$ 12,241	$ 306
Expenditures:			
Appropriations to Library Board	$ 12,502	$ 14,000	$ (1,498)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash, Beginning	2,911		
Unencumbered Cash, Ending	$ 2,911		

CITY OF BAXTER SPRINGS, KANSAS
Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 6,669	$ 6,427	$ 242
Delinquent Tax	287	200	87
Motor Vehicle Tax	866	801	65
Recreational Vehicle Tax	9	7	2
16/20 M Vehicle Tax	12	4	8
Commercial Vehicle Tax	10	10	-
Watercraft Tax	-	2	(2)
Neighborhood Revitalization Rebate	-	(126)	126
Total Receipts	$ 7,853	$ 7,325	$ 528
Expenditures:			
Appropriation to Recreation Commission	$ 7,853	$ 10,800	$ (2,947)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash, Beginning	7,041		
Unencumbered Cash, Ending	$ 7,041		

CITY OF BAXTER SPRINGS, KANSAS
Museum Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 59,669	$ 57,640	$ 2,029
Delinquent Tax	2,223	1,700	523
Motor Vehicle Tax	8,816	8,171	645
Recreational Vehicle Tax	88	69	19
16/20 M Vehicle Tax	68	37	31
Commercial Vehicle Tax	107	98	9
Watercraft Tax	-	25	(25)
Neighborhood Revitalization Rebate	(1,379)	(1,132)	(247)
Total Receipts	$ 69,592	$ 66,608	$ 2,984
Expenditures:			
Appropriation to Museum Bond	$ 69,592	$ 74,262	$ (4,670)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash, Beginning	12,813		
Unencumbered Cash, Ending	$ 12,813		

CITY OF BAXTER SPRINGS, KANSAS
Industrial Development Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Taxes and Shared Receipts:			
Delinquent Tax	$ 1	$ -	$ 1
Expenditures:			
Economic Development	$ -	$ 920	$ (920)
Receipts Over (Under) Expenditures	$ 1		
Unencumbered Cash, Beginning	922		
Unencumbered Cash, Ending	$ 923		

CITY OF BAXTER SPRINGS, KANSAS
Special Liability Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year ended December 31, 2021

Receipts:		
Taxes and Shared Receipts:		
Delinquent Tax	$	3
Expenditures:		
Insurance	$	-
Receipts Over (Under) Expenditures	$	3
Unencumbered Cash, Beginning		85,020
Unencumbered Cash, Ending	$	85,023

CITY OF BAXTER SPRINGS, KANSAS
Municipal Equipment Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year ended December 31, 2021

Receipts:		
Operating Transfers	$	99,085
Expenditures:		
Capital Outlay	$	-
Receipts Over (Under) Expenditures	$	99,085
Unencumbered Cash, Beginning		54,887
Unencumbered Cash, Ending	$	153,972

CITY OF BAXTER SPRINGS, KANSAS
Municipal Equipment Reserve - Fire Department Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Operating Transfers	$ 68,037	$ 54,000	$ 14,037
Expenditures:			
Capital Outlay	$ 10,000	$ 10,000	$ -
Capital Lease - Fire Truck	65,010	65,010	-
Total Expenditures	$ 75,010	$ 75,010	$ -
Receipts Over (Under) Expenditures	$ (6,973)		
Unencumbered Cash, Beginning	92,073		
Unencumbered Cash, Ending	$ 85,100		

CITY OF BAXTER SPRINGS, KANSAS
Capital Improvement Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year ended December 31, 2021

Receipts:	
Operating Transfers	$ -
Expenditures:	
Capital Outlay	$ -
Receipts Over (Under) Expenditures	$ -
Unencumbered Cash, Beginning	11,499
Unencumbered Cash, Ending	$ 11,499

CITY OF BAXTER SPRINGS, KANSAS
Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 314,252	$ 303,559	$ 10,693
Delinquent Tax	10,423	3,000	7,423
Motor Vehicle Tax	41,268	38,252	3,016
Recreational Vehicle Tax	413	323	90
16/20 M Vehicle Tax	194	171	23
Commercial Vehicle Tax	498	458	40
Watercraft Tax	-	117	(117)
Neighborhood Revitalization Rebate	(7,262)	(5,962)	(1,300)
Total Receipts	$ 359,786	$ 339,918	$ 19,868
Expenditures:			
General Government	$ 359,124	$ 447,000	$ (87,876)
Receipts Over (Under) Expenditures	$ 662		
Unencumbered Cash, Beginning	184,150		
Unencumbered Cash, Ending	$ 184,812		

CITY OF BAXTER SPRINGS, KANSAS
Special Parks and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Local Alcohol Liquor Tax	$ 356	$ 612	$ (256)
Expenditures:			
Recreation	$ -	$ 1,000	$ (1,000)
Receipts Over (Under) Expenditures	$ 356		
Unencumbered Cash, Beginning	1,137		
Unencumbered Cash, Ending	$ 1,493		

CITY OF BAXTER SPRINGS, KANSAS
Fire Ordinance 711 Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Other	$ -	$ 50,000	$ (50,000)
Expenditures:			
Public Works	$ -	$ 50,000	$ (50,000)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash, Beginning	1,074		
Unencumbered Cash, Ending	$ 1,074		

CITY OF BAXTER SPRINGS, KANSAS
Memorial Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Donations	$ 1,485	$ 1,200	$ 285
Expenditures:			
Recreation	$ 741	$ 1,200	$ (459)
Receipts Over (Under) Expenditures	$ 744		
Unencumbered Cash, Beginning	2,579		
Unencumbered Cash, Ending	$ 3,323		

CITY OF BAXTER SPRINGS, KANSAS
Public Improvement 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 Tax	$ 613,763	$ 600,000	$ 13,763
Donations	2,800	-	2,800
Miscellaneous	4,794	-	4,794
Capital Lease Proceeds	262,632	-	262,632
Total Receipts	$ 883,989	$ 600,000	$ 283,989
Expenditures:			
Water and Sewer	$ 530,242	$ 400,000	$ 130,242
City Hall	4,035	-	4,035
Fire	51,314	-	51,314
Pool	294,507	-	294,507
Capital Outlay	32,373	200,000	(167,627)
Capital Lease - Pool	101,623	150,000	(48,377)
Qualifying Budget Credits	-	265,432	(265,432)
Total Expenditures	$ 1,014,094	$ 1,015,432	$ (1,338)
Receipts Over (Under) Expenditures	$ (130,105)		
Unencumbered Cash, Beginning	831,479		
Unencumbered Cash, Ending	$ 701,374		

CITY OF BAXTER SPRINGS, KANSAS
Special Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual
Receipts:	
Grants	$ 301,250
Donations	40,921
Total Receipts	$ 342,171
Expenditures:	
Capital Outlay	$ 40,921
Receipts Over (Under) Expenditures	$ 301,250
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	$ 301,250

CITY OF BAXTER SPRINGS, KANSAS
Community Development Block Grant Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year ended December 31, 2021

Receipts:	
Grants	$ 404,279
Expenditures:	
Public Works	$ 404,279
Receipts Over (Under) Expenditures	$ -
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	$ -

CITY OF BAXTER SPRINGS, KANSAS
Debt Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts:			
Taxes and Shared Receipts:			
Ad Valorem Property Tax	$ 474,752	$ 458,681	$ 16,071
Delinquent Tax	11,543	2,000	9,543
Motor Vehicle Tax	64,379	59,676	4,703
Recreational Vehicle Tax	644	504	140
16/20 M Vehicle Tax	392	268	124
Commercial Vehicle Tax	777	714	63
Watercraft Tax	-	182	(182)
Neighborhood Revitalization Rebate	(10,973)	(9,172)	(1,801)
Total Receipts	$ 541,514	$ 512,853	$ 28,661
Expenditures:			
Principle	$ 360,000	$ 360,000	$ -
Interest and Fees	36,064	36,065	(1)
Cash Basis Reserve	-	125,000	(125,000)
Total Expenditures	$ 396,064	$ 521,065	$ (125,001)
Receipts Over (Under) Expenditures	$ 145,450		
Unencumbered Cash, Beginning	199,617		
Unencumbered Cash, Ending	$ 345,067		

CITY OF BAXTER SPRINGS, KANSAS
Water 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 for Services	$ 1,043,078	$ 1,050,500	$ (7,422)
Other	1,004	-	1,004
Total Receipts	$ 1,044,082	$ 1,050,500	$ (6,418)
Expenditures:			
Personal Services	$ 478,113	$ 493,210	$ (15,097)
Contractual Services	89,969	130,622	(40,653)
Commodities	252,938	267,200	(14,262)
Water Protection Fee	7,120	8,000	(880)
Sales Tax	24,125	20,000	4,125
Maintenance	357,669	207,500	150,169
Capital Outlay	14,788	12,250	2,538
Other	72	8,100	(8,028)
Capital Outlay - Water Project	-	180,000	(180,000)
Total Expenditures	$ 1,224,794	$ 1,326,882	$ (102,088)
Receipts Over (Under) Expenditures	$ (180,712)		
Unencumbered Cash, Beginning	642,766		
Unencumbered Cash, Ending	$ 462,054		

CITY OF BAXTER SPRINGS, KANSAS
Sewer 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 for Services	$ 584,165	$ 536,000	$ 48,165
Other	510	500	10
Total Receipts	$ 584,675	$ 536,500	$ 48,175
Expenditures:			
Personal Services	$ 124,613	$ 131,000	$ (6,387)
Contractual Services	39,559	35,440	4,119
Commodities	98,602	137,700	(39,098)
KDHE Loan Payment	20,670	21,898	(1,228)
Other	2,271	8,750	(6,479)
Maintenance	78,816	172,500	(93,684)
Capital Outlay	187,335	199,500	(12,165)
Capital Lease - Track Loader	64,961	21,872	43,089
Total Expenditures	$ 616,827	$ 728,660	$ (111,833)
Receipts Over (Under) Expenditures	$ (32,152)		
Unencumbered Cash, Beginning	1,040,006		
Unencumbered Cash, Ending	$ 1,007,854		

CITY OF BAXTER SPRINGS, KANSAS
Refuse 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 For Services	$ 274,167	$ 265,000	$ 9,167
Expenditures:			
Sanitation	$ 268,030	$ 265,000	$ 3,030
Receipts Over (Under) Expenditures	$ 6,137		
Unencumbered Cash, Beginning	62,264		
Unencumbered Cash, Ending	$ 68,401		

CITY OF BAXTER SPRINGS, KANSAS
Cemetery Perpetual Care Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year ended December 31, 2021

Receipts:		
Sale of Cemetery Lots	$	315
Expenditures:		
Public Works	$	-
Receipts Over (Under) Expenditures	$	315
Unencumbered Cash, Beginning		65,732
Unencumbered Cash, Ending	$	66,047