CITY OF WHITEWATER KANSAS

FINANCIAL STATEMENT

FOR THE YEAR ENDED
DECEMBER 31, 2021



LOYD GROUP, LLC

Certified Public Accountants

CITY OF WHITEWATER, KANSAS

For the Year Ended December 31, 2021

Brad Gragg, Mayor

CITY COUNCIL

Jeff Artman

Trent Clark

Grant Bowlin

Dennis Nelson

Kenneth Stringer

CITY OFFICERS

Heather Thiel
Clerk

Greg Nye
Attorney

Sue Archer
Treasurer

Tom Moore
Deputy

Don Berg
Head Maintenance

CITY OF WHITEWATER, KANSAS

For the Year Ended December 31, 2021

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LOYD GROUP, LLC

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Whitewater, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Whitewater, Kansas (City), a Municipal Financial Reporting Entity, 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 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.

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts, expenditures-actual and budget, schedule of regulatory basis receipts and disbursements-agency funds and schedules of regulatory basis receipts and expenditures-actual-related municipal entity (Schedules 1, 2, 3 and 4 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.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
April 21, 2023

CITY OF WHITEWATER, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended December 31, 2021

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUND:						
General Fund	$ 15,921	$ 339,581	$ 351,479	$ 4,023	$ 8,792	$ 12,815
SPECIAL PURPOSE FUNDS:						
Library Fund	3,282	13,445	13,643	3,084	-	3,084
Special Highway Fund	36,680	35,143	26,203	45,620	-	45,620
Tourism Fund	3,093	1,427	1,300	3,220	-	3,220
Special Projects Fund	54,767	13,476	21,865	46,378	9,000	55,378
Centennial Program Fund	2,562	5	-	2,567	-	2,567
American Rescue Plan Act Fund	-	55,016	46,789	8,227	-	8,227
Total Special Purpose Funds	100,384	118,512	109,800	109,096	9,000	118,096
BOND AND INTEREST FUND:						
Bond and Interest Fund	3,633	22,003	24,920	716	-	716
CAPITAL PROJECTS FUNDS:						
Equipment Reserve Fund	1,794	-	-	1,794	-	1,794
Capital Improvement Fund	19,977	-	-	19,977	-	19,977
Total Capital Projects Funds	21,771	-	-	21,771	-	21,771
BUSINESS FUNDS:						
Sewer Utility Fund	49,029	145,104	140,896	53,237	87	53,324
Sewer Reserve Fund	3,481	-	-	3,481	-	3,481
Refuse Utility Fund	13,848	46,483	40,673	19,658	87	19,745
Water Utility Fund	118,945	198,214	208,984	108,175	7,905	116,080
Water Reserve Fund	60,659	-	32,194	28,465	-	28,465
Total Business Funds	245,962	389,801	422,747	213,016	8,079	221,095
RELATED MUNICIPAL ENTITIES:						
Library Board	38,147	76,813	76,434	38,526	-	38,526
Cemetery Board	72,675	10,084	8,291	74,468	-	74,468
Park and Rec Board	14,653	25,768	20,662	19,759	-	19,759
Total Related Municipal Entities	125,475	112,665	105,387	132,753	-	132,753
Total Reporting Entity (Excluding Agency Funds)	$ 513,146	$ 982,562	$ 1,014,333	$ 481,375	$ 25,871	$ 507,246

COMPOSITION OF CASH:	
Business State/Public - Vintage Bank Kansas	$ 338,824
Certificate of Deposit - Vintage State Bank	45,639
Related Municipal Entity - Library	38,526
Related Municipal Entity - Cemetery	74,468
Related Municipal Entity - Park	19,759
Total Cash	517,216
Less Agency Funds per Schedule 3	(9,970)
Total Reporting Entity (Excluding Agency Funds)	$ 507,246

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

CITY OF WHITEWATER, KANSAS

NOTES TO FINANCIAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Municipal Financial Reporting Entity

The City of Whitewater is a municipal corporation governed by an elected mayor and an elected five-member council. The regulatory financial statement presents the City of Whitewater (the municipality) and does not include any related municipal entities.

(b) Regulatory Basis Fund Types

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

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

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

Business Fund – funds financed in whole or in part by fees charged to users of the goods or services (i.e. 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.).

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

(c) Basis of Accounting

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(d) Budgetary Information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in 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 was no such budget amendment for the year 2021.

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 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, Agency 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 are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

No statute violations were noted during 2021.

3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such 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.

3. DEPOSITS AND INVESTMENTS (CONT.)

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. All deposits were legally secured at December 31, 2021.

At December 31, 2021, the City's carrying amount of deposits was $384,463 and the bank balance was $385,076. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $500,000 was covered by federal depository insurance and the remaining $153,448 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

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

4. LONG-TERM DEBT

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
General Obligation Bonds:									
Series 2010	3.25% to 5.00%	08-18-2010	$ 230,000	09-01-26	$ 120,000	$ -	$ 20,000	$ 100,000	$ 4,920
Series A&B 2004		09-22-2004	935,000	09-22-44	739,247	-	17,555	721,692	33,886
Total General Obligation Bonds					$ 859,247	$ -	$ 37,555	$ 821,692	$ 38,806

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 to 2031	2032 to 2036	2037 to 2041	2042 to 2044	Total
PRINCIPAL:										
General Obligation Bonds:										
Series 2010	$ 20,000	$ 20,000	$ 20,000	$ 20,000	$ 20,000	$ -	$ -	$ -	$ -	$ 100,000
Series A&B 2004	18,359	19,200	19,994	20,997	21,959	125,763	157,316	196,927	141,177	721,692
TOTAL PRINCIPAL	38,359	39,200	39,994	40,997	41,959	125,763	157,316	196,927	141,177	821,692
INTEREST:										
General Obligation Bonds:										
Series 2010	4,120	3,320	2,520	1,680	840	-	-	-	-	12,480
Series A&B 2004	33,081	32,240	31,446	30,443	29,481	131,438	99,884	60,276	13,143	461,432
TOTAL INTEREST	37,201	35,560	33,966	32,123	30,321	131,438	99,884	60,276	13,143	400,493
TOTAL PRINCIPAL AND INTEREST	$ 75,560	$ 74,760	$ 73,960	$ 73,120	$ 72,280	$ 257,201	$ 257,200	$ 257,203	$ 154,320	$ 1,222,185

5. DEFINED BENEFIT PENSION PLAN

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

State law provides that the employer contribution rates for KPERS 1 and 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 the City were $11,864.78 for the year ended December 31, 2021.

Net Pension Liability. At December 31, 2021, the City's proportionate share of the collective net pension liability reported by KPERS was $77,817. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these 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.

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

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

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

(b) Death and Disability Other Post Employment Benefits

K.S.A. 74-4927, disabled members in 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.

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONT.)

(c) Other Employee Benefits

Vacation – Five days of vacation leave may be accumulated and carried over to the next year. No vacation leave shall be taken until a new employee has completed one year of service.

Each permanent full-time employee will accrue vacation leave as follows:

Year of Service	Per Year
After 1 year	40 working hours
After 2 years	80 working hours
After 10 years	120 working hours
After 20 years	160 working hours

Amount of sick leave – Full-time employees earn sick leave after the initial probation period at the rate of four hours per pay period with a maximum accumulation of 60 working days. On termination of employment an employee shall not be paid for accumulated sick leave.

7. INTERFUND TRANSFERS

From	To	Regulatory Authority	Amount
Sewer Utility Fund	General Fund	K.S.A. 12-825d	$ 10,000

8. CLAIMS AND JUDGMENTS

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, the grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

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

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

9. COVID-19 NOTE

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 2021. Future potential impacts may include a decrease in certain revenues, reduced customer traffic and the temporary closure of operating hours of our offices.

9. COVID-19 NOTE (CONT.)

As a result of COVID-19, the State of Kansas has received Coronavirus Relief Funds (CRF) under the Coronavirus Aid, Relief and Economic Security (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARK's first round distribution was to local governments in the amount of $400 million. The City received CRF in the amount of $55,016 during 2021. The City is encouraged to share the CRF with local businesses within the City. The CRF are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful and timely. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found at https://covid.ks.gov/.

10. SUBSEQUENT EVENTS

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.

CITY OF WHITEWATER, KANSAS

REGULATORY – REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2021

CITY OF WHITEWATER, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2021

	Certified Budget	Adjustment for for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
GENERAL FUND:					
General Fund	$ 356,179	$ -	$ 356,179	$ 351,479	$ (4,700)
SPECIAL PURPOSE FUNDS:					
Library Fund	13,643	-	13,643	13,643	-
Special Highway Fund	26,203	-	26,203	26,203	-
Special Projects Fund	37,112	-	37,112	21,865	(15,247)
BOND AND INTEREST FUND:					
Bond and Interest Fund	27,129	-	27,129	24,920	(2,209)
BUSINESS FUNDS:					
Sewer Utility Fund	186,643	-	186,643	140,896	(45,747)
Refuse Utility Fund	52,996	-	52,996	40,673	(12,323)
Water Utility Fund	244,059	-	244,059	208,984	(35,075)

CITY OF WHITEWATER, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	2021		
	Actual	Budget	Variance - Over (Under)
Receipts			
Taxes -			
Ad valorem property tax	$ 213,799	$ 222,894	$ (9,095)
Delinquent tax	8,482	-	8,482
Motor vehicle tax	32,679	30,418	2,261
Recreational vehicle tax	402	245	157
16/20M vehicle tax	137	74	63
Commercial vehicle tax	846	681	165
Watercraft tax	-	264	(264)
Local sales tax	-	25,120	(25,120)
Total Taxes	256,345	279,696	(23,351)
Licenses and Permits -			
Utility franchise fees	23,084	-	23,084
Licenses and permits	10,452	36,120	(25,668)
Total Licenses and Permits	33,536	36,120	(2,584)
Fines, Forfeitures and Penalties -			
Court fines	2,256	-	2,256
Use of Money and Property -			
Interest received	17,455	9,000	8,455
Other -			
Miscellaneous	10,875	16,700	(5,825)
Charges for services	7,029	12,750	(5,721)
Grant	205	-	205
Reimbursements	1,880	-	1,880
Transfer from Sewer Fund	10,000	-	10,000
Total Other	29,989	29,450	539
Total Receipts	339,581	$ 354,266	$ (14,685)

CITY OF WHITEWATER, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	2021		
	Actual	Budget	Variance - Over (Under)
Expenditures			
Administrative -			
Personal services	54,499	$ 44,000	$ 10,499
Contractual services	85,269	70,000	15,269
Commodities	22,389	25,000	(2,611)
Capital outlay	-	1,000	(1,000)
Total Administrative	162,157	140,000	22,157
Governing Body -			
Contractual services	52,032	54,307	(2,275)
Streets -			
Personal services	-	10,000	(10,000)
Contractual services	53,952	36,500	17,452
Commodities	854	3,430	(2,576)
Total Streets	54,806	49,930	4,876
Parks -			
Personal services	-	8,000	(8,000)
Contractual services	1,500	1,500	-
Total Parks	1,500	9,500	(8,000)

CITY OF WHITEWATER, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	2021		
	Actual	Budget	Variance - Over (Under)
Expenditures (cont.)			
Police -			
Contractual services	$ 43,773	$ 44,276	$ (503)
Car Wash			
Personal services	1,825	4,000	(2,175)
Contractual services	2,994	5,500	(2,506)
Commodities	3,176	3,000	176
Capital Outlay	-	500	(500)
Total Car Wash	7,995	13,000	(5,005)
Cemetery	6,000	6,000	-
Employee Benefits	23,216	22,500	716
Transfer to Water Fund	-	8,333	(8,333)
Transfer to Sewer Fund	-	8,333	(8,333)
Total Other	29,216	45,166	(15,950)
Total Expenditures	351,479	$ 356,179	$ (4,700)
Receipts Over (Under) Expenditures	(11,898)		
Unencumbered Cash, Beginning	15,921		
Unencumbered Cash, Ending	$ 4,023		

CITY OF WHITEWATER, KANSAS

SPECIAL PURPOSE FUND

LIBRARY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	2021		
	Actual	Budget	Variance - Over (Under)
Receipts			
Ad valorem property tax	$ 11,213	$ 11,691	$ (478)
Delinquent tax	446	-	446
Motor vehicle tax	1,713	1,594	119
Recreational vehicle tax	21	13	8
16/20M vehicle tax	7	4	3
Commercial vehicle tax	45	36	9
Watercraft tax	-	14	(14)
Total Receipts	13,445	$ 13,352	$ 93
Expenditures			
Appropriation to Library Board	13,643	$ 13,643	$ -
Miscellaneous	-	-	-
Total Expenditures	13,643	$ 13,643	$ -
Receipts Over (Under) Expenditures	(198)		
Unencumbered Cash, Beginning	3,282		
Unencumbered Cash, Ending	$ 3,084		

CITY OF WHITEWATER, KANSAS

SPECIAL PURPOSE FUND

SPECIAL HIGHWAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	2021		
	Actual	Budget	Variance - Over (Under)
Receipts			
Local sales tax	$ 14,188	$ -	$ 14,188
Highway gas tax	20,955	18,990	1,965
	35,143	$ 18,990	$ 16,153
Expenditures			
Contractual	26,203	$ 20,000	$ 6,203
Transfer to Capital Improvement Reserve	-	6,203	(6,203)
Total Expenditures	26,203	$ 26,203	$ -
Receipts Over (Under) Expenditures	8,940		
Unencumbered Cash, Beginning	36,680		
Unencumbered Cash, Ending	$ 45,620		

CITY OF WHITEWATER, KANSAS

SPECIAL PURPOSE FUND

TOURISM FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	Actual
Receipts	
Taxes	$ 1,332
Miscellaneous	95
Total Receipts	1,427
Expenditures	
Commodities	1,300
Receipts Over (Under) Expenditures	127
Unencumbered Cash, Beginning	3,093
Unencumbered Cash, Ending	$ 3,220

CITY OF WHITEWATER, KANSAS

SPECIAL PURPOSE FUND

SPECIAL PROJECTS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2021

	Actual	Budget	Variance - Over (Under)
Receipts			
Franchise	$ 13,053	$ 13,000	$ 53
Miscellaneous	423	-	423
Total Receipts	13,476	$ 13,000	$ 476
Expenditures			
Contractual services	17,909	$ -	$ 17,909
Commodities	3,956	-	3,956
Capital Outlay	-	(22,112)	(22,112)
Total Expenditures	21,865	$ (22,112)	$ (247)
Receipts Over (Under) Expenditures	(8,389)		
Unencumbered Cash, Beginning	54,767		
Unencumbered Cash, Ending	$ 46,378		

CITY OF WHITEWATER, KANSAS

SPECIAL PURPOSE FUND

CENTENNIAL PROGRAM FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2021

	2021 Actual
Receipts	
Grants	$ 5
Expenditures	
Principal	-
Receipts Over (Under) Expenditures	5
Unencumbered Cash, Beginning	2,562
Unencumbered Cash, Ending	$ 2,567

CITY OF WHITEWATER, KANSAS

SPECIAL PURPOSE FUND

AMERICAN RESCUE PLAN ACT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2021

	2021 Actual
Receipts	
Grants	$ 55,016
Expenditures	
Contractual services	46,789
Receipts Over (Under) Expenditures	8,227
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	$ 8,227

CITY OF WHITEWATER, KANSAS

BOND AND INTEREST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	2021		
	Actual	Budget	Variance - Over (Under)
Receipts			
Ad valorem property tax	$ 21,778	$ 21,778	$ -
Delinquent tax	225	-	225
Total Receipts	22,003	$ 21,778	$ 225
Expenditures			
Principal	24,920	$ 27,129	$ (2,209)
Receipts Over (Under) Expenditures	(2,917)		
Unencumbered Cash, Beginning	3,633		
Unencumbered Cash, Ending	$ 716		

CITY OF WHITEWATER, KANSAS

CAPITAL PROJECT FUND

EQUIPMENT RESERVE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	2021 Actual
Receipts	
Transfer from General Fund	$ -
Expenditures	
Capital outlay	-
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	1,794
Unencumbered Cash, Ending	$ 1,794

CITY OF WHITEWATER, KANSAS

CAPITAL PROJECT FUND

CAPITAL IMPROVEMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	2021 Actual
Receipts	
Transfer from General Fund	$ -
Expenditures	
Capital outlay	-
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	19,977
Unencumbered Cash, Ending	$ 19,977

CITY OF WHITEWATER, KANSAS

BUSINESS FUND

SEWER UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	2021		
	Actual	Budget	Variance - Over (Under)
Receipts			
Service fees	$ 128,140	$ 130,000	$ (1,860)
State sales tax	11,418	-	11,418
Sewer hookup and miscellaneous	5,546	8,750	(3,204)
Transfer from General Fund	-	8,333	(8,333)
Total Receipts	145,104	$ 147,083	$ (1,979)
Expenditures			
Personal services	45,429	$ 55,000	$ (9,571)
Contractual services	32,357	50,000	(17,643)
Commodities	2,134	8,000	(5,866)
Capital outlay	-	17,667	(17,667)
Principal	50,976	50,976	-
Transfer to General Fund	10,000	-	10,000
Transfer to Sewer Improvement Reserve	-	5,000	(5,000)
Total Expenditures	140,896	$ 186,643	$ (45,747)
Receipts Over (Under) Expenditures	4,208		
Unencumbered Cash, Beginning	49,029		
Unencumbered Cash, Ending	$ 53,237		

CITY OF WHITEWATER, KANSAS

SPECIAL PURPOSE FUND

SEWER RESERVE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2021

	2021 Actual
Receipts	
Grants	$ -
Expenditures	
Contractual services	-
Receipts Over (Under) Expenditures	-
Unencumbered Cash, Beginning	3,481
Unencumbered Cash, Ending	$ 3,481

CITY OF WHITEWATER, KANSAS

BUSINESS FUND

REFUSE UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2021

	2021		
	Actual	Budget	Variance - Over (Under)
Receipts			
Service fees	$ 43,797	$ 42,000	$ 1,797
Penalties	2,686	4,000	(1,314)
Total Receipts	46,483	$ 46,000	$ 483
Expenditures			
Contractual services	39,206	$ 37,500	$ 1,706
Commodities	1,467	2,500	(1,033)
Capital Outlay	-	12,996	(12,996)
Total Expenditures	40,673	$ 52,996	$ (12,323)
Receipts Over (Under) Expenditures	5,810		
Unencumbered Cash, Beginning	13,848		
Unencumbered Cash, Ending	$ 19,658		

CITY OF WHITEWATER, KANSAS

BUSINESS FUND

WATER UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2021

	2021		
	Actual	Budget	Variance - Over (Under)
Receipts			
Service fees	$ 174,446	$ 175,000	$ (554)
Sales tax	11,418	-	11,418
Interest income	465	250	215
Connection fees	1,536	1,500	36
Penalties	6,309	10,100	(3,791)
Licenses and permits	25	-	25
Sales and Service	4,015	-	4,015
Transfer from General Fund	-	8,333	(8,333)
Total Receipts	198,214	$ 195,183	$ 3,031
Expenditures			
Personal services	46,253	$ 50,000	$ (3,747)
Contractual services	64,035	35,000	29,035
Commodities	98,696	95,000	3,696
Capital outlay	-	37,559	(37,559)
Sale tax	-	1,500	(1,500)
Transfer to Water Improvement Fund	-	15,000	(15,000)
Transfer to Capital Improvement Fund	-	10,000	(10,000)
Total Expenditures	208,984	$ 244,059	$ (35,075)
Receipts Over (Under) Expenditures	(10,770)		
Unencumbered Cash, Beginning	118,945		
Unencumbered Cash, Ending	$ 108,175		

CITY OF WHITEWATER, KANSAS

SPECIAL PURPOSE FUND

WATER RESERVE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2021

	2021 Actual
Receipts	
Grants	$ -
Expenditures	
Contractual services	32,194
Receipts Over (Under) Expenditures	(32,194)
Unencumbered Cash, Beginning	60,659
Unencumbered Cash, Ending	$ 28,465

CITY OF WHITEWATER, KANSAS

AGENCY FUNDS

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Payroll Clearing Fund	$ 10,364	$ 5,491	$ 5,885	$ 9,970

CITY OF WHITEWATER, KANSAS

RELATED MUNICIPAL ENTITY

WHITEWATER LIBRARY BOARD

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2021

	2021 Actual
Receipts	
Change bag	$ 1,640
Disribution	64,408
Donations	692
Grants	10,065
Interest income	8
Total Receipts	76,813
Expenditures	
Advertising	106
Library acquisitions	10,545
Library programming	1,559
Miscellaneous	1,444
Summer reading club	1,261
Supplies	7,004
Technology	4,579
Utilities	5,810
Wages	44,126
Total Expenditures	76,434
Receipts Over (Under) Expenditures	379
Unencumbered Cash, Beginning	38,147
Unencumbered Cash, Ending	$ 38,526

CITY OF WHITEWATER, KANSAS

RELATED MUNICIPAL ENTITY

WHITEWATER PARK BOARD

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2021

	2021 Actual
Receipts	
City appropriations	$ 1,500
Firework stand	4,041
Fees, concessions, dues - Basketball	4,095
Fees, concessions, dues - Baseball/Softball	7,821
Park project	6,431
Donations	794
Car show	914
Miscellaneous	172
Total Receipts	25,768
Expenditures	
Payroll	2,550
Firework stand	1,368
Program expense - Baseball/Softball	4,361
Equipment and supplies	1,655
Park project	10,591
Miscellaneous	137
Total Expenditures	20,662
Receipts Over (Under) Expenditures	5,106
Unencumbered Cash, Beginning	14,653
Unencumbered Cash, Ending	$ 19,759

CITY OF WHITEWATER, KANSAS

RELATED MUNICIPAL ENTITY

WHITEWATER CEMETERY BOARD

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2021

	2021 Actual
Receipts	
City appropriations	$ 6,000
Donations	3,400
Interest income	684
Total Receipts	10,084
Expenditures	
SD Box rent	11
Mowing	6,500
JL Unruh	1,780
Total Expenditures	8,291
Receipts Over (Under) Expenditures	1,793
Unencumbered Cash, Beginning	72,675
Unencumbered Cash, Ending	$ 74,468