



2021

ANNUAL COMPREHENSIVE
FINANCIAL REPORT

Lenexa
K A N S A S 

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May 18, 2022

The Honorable Mayor, City Council, Citizens,
Taxpayers and Other Interested Parties
City of Lenexa, Kansas

Introduction

The Annual Comprehensive Financial Report of the City of Lenexa (the City) for the fiscal year ended December 31, 2021 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the government. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included, which includes management's discussion and analysis.

Generally Accepted Accounting Principles (GAAP) require that management provide a narrative introduction overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

The Financial Reporting Entity

The Governmental Accounting Standards Board (GASB) has established the criteria to determine the financial reporting entity for a municipal governments financial report. Therefore, the City used these criteria to examine the relationship of the City to other associated but legally separate entities to determine if their inclusion in this report would be necessary to fairly present the financial position of the City. These criteria generally have to do with financial benefit or burden and levels of influence over the activities of these organizations. Management has determined that no such separate entities met the definition that would require these entities to be included in this report. The financial reporting entity includes all funds of the City.

Government Structure

The town of Lenexa was platted in August 1869 and became a city of the first class on December 1, 1980. The City operates under a Mayor-Council form of government with the addition of a City Manager. The Mayor is elected on an at-large, nonpartisan basis and serves a four-year term. The eight Council members are elected (nonpartisan) by ward and serve four-year terms of office. An election for Council members is held every odd-numbered year, with one representative from each of the four wards being chosen at each election.

The City provides a full range of services, including police and fire protection, emergency preparedness, street and storm drainage maintenance, comprehensive recreation and cultural events, planning and zoning management, and general administrative services.

Economic Condition and Outlook

Lenexa is located in Johnson County, Kansas, approximately 12 miles from downtown Kansas City, Missouri. Lenexa occupies a strategic location within the metropolitan area. Its superior position at the intersection of several major transportation routes has been a major factor in the City's growth and development, particularly for high-quality business park development.

Lenexa's commercial and residential construction decreased from \$450.0 million to \$311.8 million in 2021 (a decrease of 31%). In 2021, a total of 191 permits were issued for single family homes and a grand total of 2,761 building permits for residential and commercial were issued.

The number of new businesses that located in Lenexa in 2021 is 143.

Lenexa's current population is 57,434 with a projected population for year 2026 of 61,690.

The City's 2021 assessed valuation increased to \$1,538,147,275 (including motor vehicles and recreational vehicles) from \$1,450,374,180 in 2020, a 6.1% increase.

Major Initiatives

2021 Initiatives and Highlights

The City of Lenexa started the process to create a new Comprehensive Plan in mid-2021. Through surveys, online mapping tools and workshops, hundreds of Lenexa residents, business representatives, students, community leaders and other stakeholders provided their feedback on how Lenexa should grow and develop over the next 25 years. The Comprehensive Plan process will continue in 2022, with a final report expected to be ready late in the year.

The 2021 Pavement Management Program brought new surface treatments to Prairie Star Parkway (from its westernmost point to the bridges west of Ridgeview Road), Woodland Road (from 95th Street to Prairie Star Parkway), Renner Boulevard (from College Boulevard to the south city limits) and Strang Line Road (from Greenwood Street to the south city limits). An ultra-thin bonded asphalt surface was applied to streets in residential areas including Greystone Estates and Greystone Estate South.

Design work began on the new Lenexa Justice Center planned near Britton Street and Prairie Star Parkway. The new facility will meet the future space and staffing needs for police, court and police training with enhancements to security, training, communications, dispatch and records and evidence storage. Construction on the new facility is expected to start in 2022, and operations will continue out of the current Public Safety Complex at 87th Street and Monrovia until construction is complete.

The Stormwater Infrastructure Replacement Program completed improvements in Lakeview and Ashley Park neighborhoods that will prevent future drainage issues and emergency repairs. The City has more than 60 miles of corrugated metal pipe for stormwater infrastructure.

Future/Planned Initiatives

The Governing Body guiding principles are as follows:

- Superior Quality Services: Ensure that City Services are provided efficiently and effectively in ways that create a safe, clean, and attractive community for residents, businesses, and visitors.
- Prudent Financial Management: Provide exceptional value in public investments by committing to structural fiscal balance in operational and capital activities while upholding transparent finance and budgeting processes.
- Strategic Community Investment: Purposefully invest in high-quality infrastructure, facilities, programs, and initiatives across all areas of the community.
- Extraordinary Community Pride: Celebrate Lenexa's history and reputation as a visionary community and use that heritage to instill future generations with the pride that is reflected in the City's public places, plans, programs, and people.
- Inclusive Community Building: Enthusiastically engage the public in community initiatives and visioning, including intentionally seeking input and ideas from a diverse assembly of stakeholders.
- Responsible Economic Development: Fortify the city's economic base by encouraging high-quality private development as well as fostering economic opportunity through thoughtful planning processes and the judicious use of economic development investment programs.

- Sustainable Policies and Practices: Lead by example in implementing sustainable and resilient practices where financially and operationally practicable as well as enact community-wide policies and strategies that motivate both residents and businesses to do so when reasonable.
- Values-Based Organizational Culture: Create an organization that reflects the community's diversity and fosters a superior culture by employing, supporting, and rewarding professionals who make decisions with integrity, deliver results through teamwork, provide exceptional service, lead into the future with vision, are dedicated to excellence, and who truly care about Lenexa.

Financial Information

The 2021 operating budget includes appropriate contingency funding to meet unexpected requirements that may arise during the year. Specifically, there is a contingency amount budgeted in the General Fund, and unallocated resources are available in the Capital Improvement Fund and other funds, which include the Municipal Buildings Fund and the Capital Acquisition Fund.

Internal Control Structure and Budgetary Controls

Management of the City is responsible for establishing and maintaining internal control designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Governing Body. Activities of the General Fund, certain Special Revenue Funds, Enterprise Funds and Debt Service Fund are included in the annual appropriated budget. Project length financial plans are prepared by City staff and adopted by the Governing Body for all capital projects accounted for in the Capital Projects Funds. The level at which expenditures cannot legally exceed the appropriated amount is the fund level. The level of budgetary control is established within the individual funds. The City also maintains an encumbrance accounting system as one method of accomplishing budgetary control. Unencumbered amounts lapse at year end.

As demonstrated by the statements and schedules included in the Financial Section of this report, the City continues to meet its responsibility for sound financial management.

Single Audit

The City of Lenexa is usually subject to Single Audit requirements in conformity with the provisions of the Single Audit Amendments of 1996 and U.S. Office of Management and Budget (OMB) Uniform Guidance Subpart F, Audit Requirements. As a recipient of federal, state, and local financial assistance, the City also is responsible for ensuring that an adequate internal control structure is in place to maintain compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the City.

Other Information

Independent Audit

Kansas Statutes Annotated 75-1122 requires an annual audit of the books of account, financial records, and transactions of all administrative departments of the City by independent certified public accountants. The accounting firm of RubinBrown LLP was selected by the Governing Body.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) has awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Lenexa for its annual financial report for 43 consecutive years (each of the fiscal years ended December 31, 1978 through 2020).

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized annual financial report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe this current report continues to conform to the Certificate of Achievement program requirements, and we are submitting this report to the GFOA to determine its eligibility for another certificate.

In addition, the government also received the GFOA's Distinguished Budget Presentation Award for its annual budget for the fiscal year beginning January 1, 2021. The City has received the Distinguished Budget Presentation Award since 1990. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan and as a communications medium.

Acknowledgments

The preparation of the annual financial report on a timely basis was made possible by the dedicated service of the entire Finance Department staff. Each staff member has our sincere appreciation for their work in preparation of this report.

In closing, without the leadership and support of the Governing Body of the City of Lenexa, preparation of this report would not have been possible.

Sincerely,



Rebecca Yocham
City Manager



Nathanael Blum
Chief Financial Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Lenexa
Kansas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

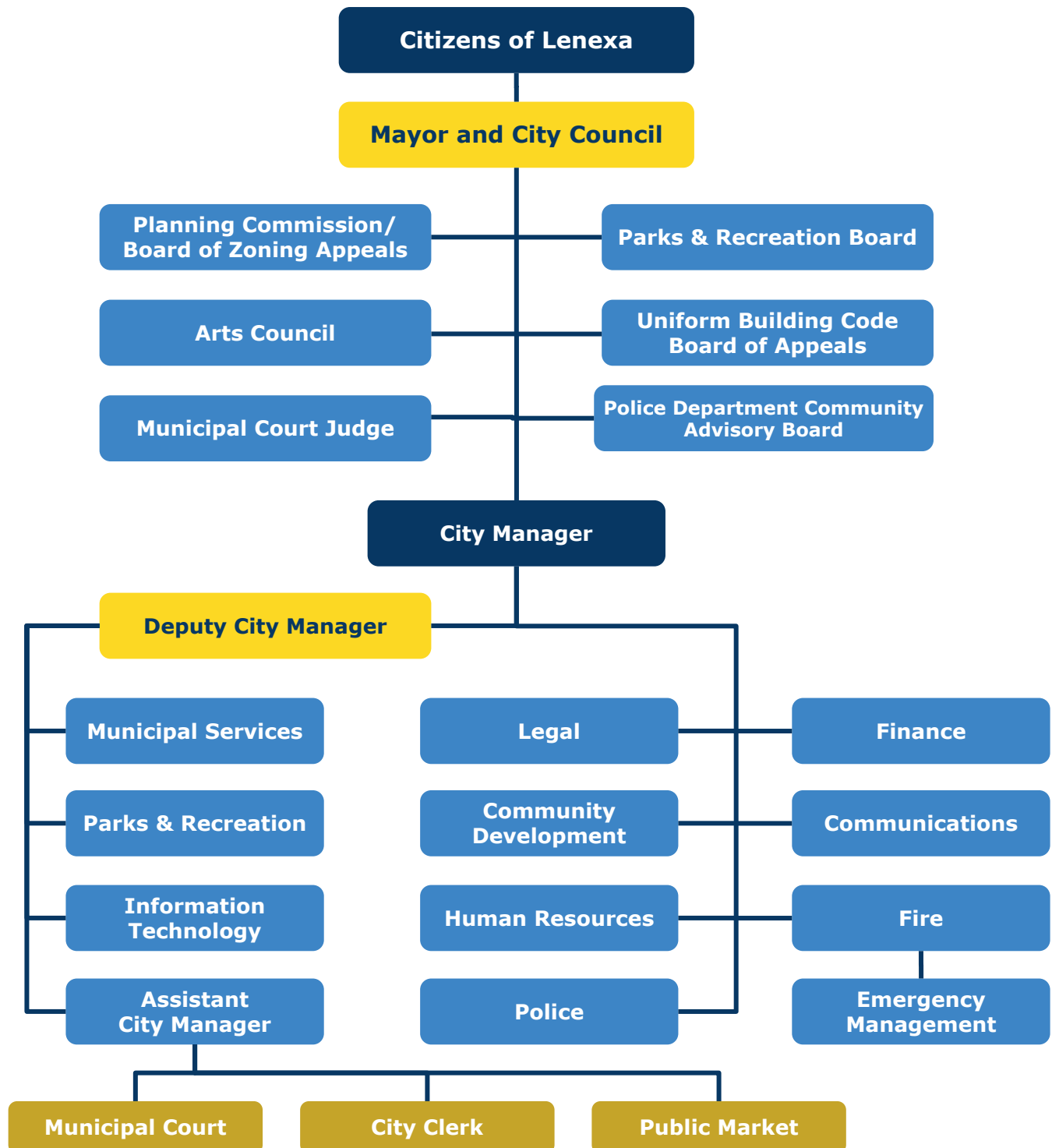
December 31, 2020

Christopher P. Morill

Executive Director/CEO

CITY OF LENEXA

Organizational Chart (Population 57,434)



LIST OF PRINCIPAL OFFICIALS

Mayor

Michael Boehm

City Council

Joe Karlin

Courtney Eiterich

Bill Nicks

Thomas Nolte

Dan Roh

Melanie Arroyo

Craig Denny

Julie Sayers

City Manager

Rebecca Yocham

Deputy City Manager

Todd Pelham

Assistant City Manager

Michael Nolan

Finance Department

Nathanael Blum, Chief Financial Officer

Megan Sterling, Accounting Manager

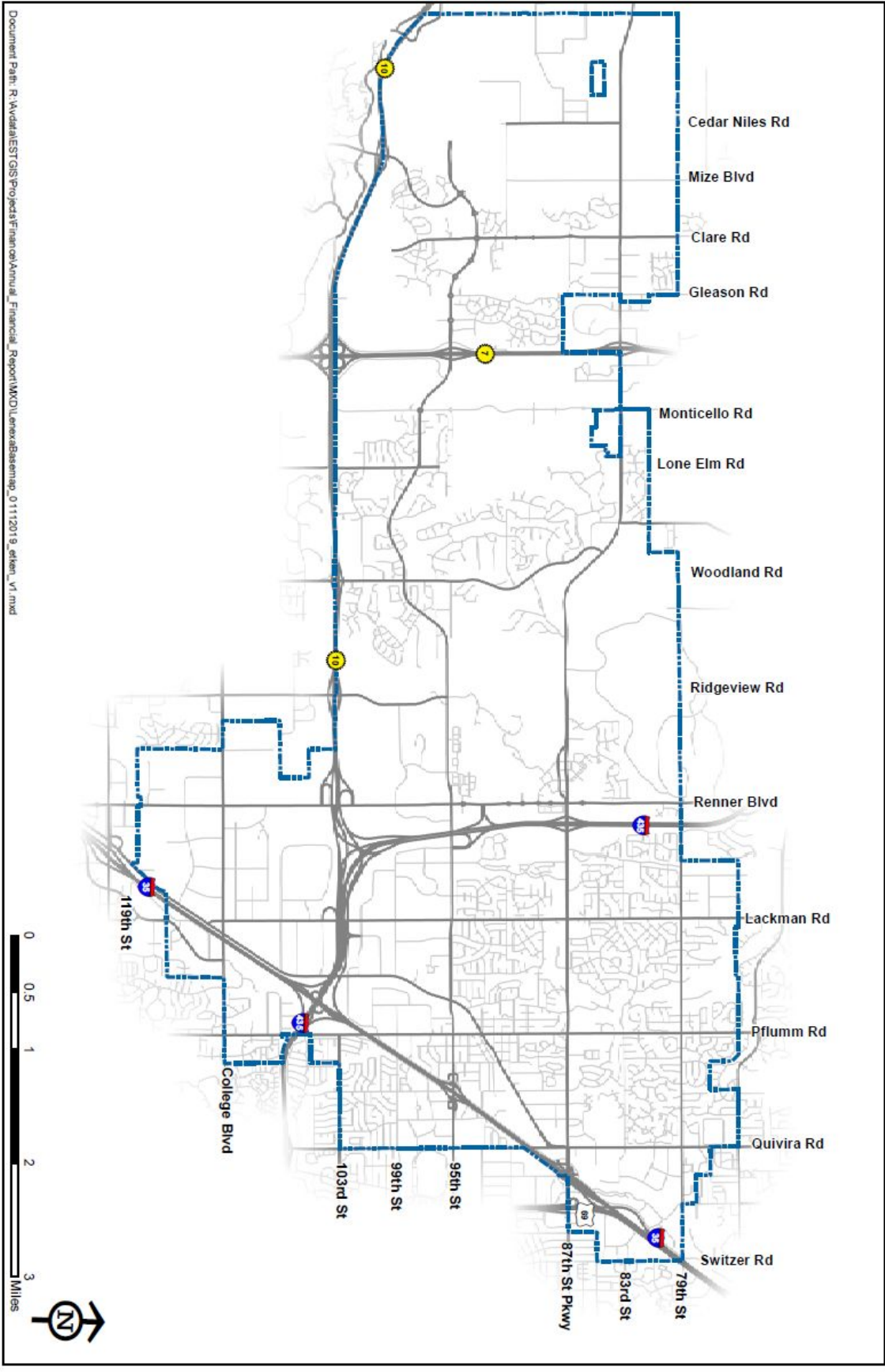
Lisa Cline, Senior Budget & Financial Analyst

Benjamin Ntonjira, Financial Accountant

Barbara Young, Senior Payroll Specialist

Myia Kelly, Accountant

MAP OF LENEXA BOUNDARIES





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CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

Independent Auditors' Report

The Honorable Mayor and
Members of the City Council
City of Lenexa, Kansas

Report On The Audit Of The Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Lenexa, Kansas (the City), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City of Lenexa, Kansas' basic financial statements, as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Lenexa, Kansas as of December 31, 2021, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America (GAAP).

Basis For Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities For The Audit Of The Financial Statements section of our report. We are required to be independent of the City of Lenexa, 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 audit opinions.

Responsibilities Of Management For The Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

The Honorable Mayor and
Members of the City Council
City of Lenexa, Kansas

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Lenexa, 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.

Auditors' Responsibilities For The Audit Of The Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 and *Government Auditing Standards* 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 statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, 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 statements.
- 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 Lenexa, 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 statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Lenexa, 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 internal control related matters that we identified during the audit.

The Honorable Mayor and
Members of the City Council
City of Lenexa, Kansas

Required Supplementary Information

GAAP requires that the Management's Discussion and Analysis on pages 15 through 26, the Budgetary Comparison Information on pages 95 through 97 and the Pension and Other Post Employment Benefits schedules on pages 98 through 105 to be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Lenexa, Kansas's basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

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 statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Honorable Mayor and
Members of the City Council
City of Lenexa, Kansas

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 18, 2022 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

RubinBrown LLP

May 18, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2021

This discussion and analysis of the City of Lenexa, Kansas (the City) financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2021. We encourage readers to consider the information presented here in conjunction with the accompanying transmittal letter, the basic financial statements and the accompanying notes to those financial statements.

Financial Highlights

The City's total assets and deferred outflows of resources exceeded its total liabilities and deferred inflows of resources at the end of 2021 by \$635,992,671. Of this amount, \$41,876,527 is unrestricted net position.

The City's total long-term liabilities increased by \$24,371,858. The key factors in this increase were the issuance of \$47,480,000 in general obligation bonds, the principal payments of \$20,785,000 in general obligation bonds and \$5,075,000 in general obligation notes payable.

Capital assets decreased \$10,231,386 due to \$7,914,125 in infrastructure additions, (including donated capital assets from developers of \$2,725,633) net increase of construction in progress of \$2,646,402, and non-infrastructure capital asset additions and retirements of \$1,457,095 and net depreciation of \$22,249,008.

At the end of 2021, the fund balance for the General Fund was \$41,357,220.

The Basic Financial Statements

The Basic Financial Statements of the City include the Government-Wide Financial Statements, the Fund Financial Statements and notes to the basic financial statements. The Notes to the Basic Financial Statements are essential for the readers understanding of the financial statements. Required and other supplementary information is also included at the end of this report to provide additional information for the reader.

Government-Wide Financial Statements

The Government-Wide Financial Statements present the results of the City's operations using the accrual basis of accounting, the basis of accounting used by private-sector businesses. These statements focus on the long-term financial picture of the City as a whole.

The Statement of Net Position reports all of the City's assets, deferred outflows, liabilities and deferred inflows. Assets and deferred outflows less liabilities and deferred inflows equals net position, which is one way to measure the City's financial health, or financial position. Over time, the increases and decreases in net position can be monitored to determine whether the City's financial position is improving or deteriorating. Other non-financial factors necessary to assess the overall health of the City include changes in the City's property tax base and the condition of the City's capital assets (streets, building and storm drainage).

The Statement of Activities shows how the net position has changed during the fiscal year. The unique feature of this statement is how it shows the revenues and expenses related to specific programs and how much of the programs were supported by the general taxes of the City. Since this statement is prepared on the accrual basis of accounting, all revenues and expenses are included, regardless of when cash is actually received or the expense is paid.

Both statements show the operations of the City distinguished between governmental activities and business-type activities. Governmental activities are the operations and services of the City generally supported by taxes, such as Municipal Services, Police, Fire, Parks and Recreation, and General Administration.

Fund Financial Statements

The City uses three types of funds to manage its resources: Governmental Funds, Proprietary Funds and Fiduciary Funds. A fund is a fiscal entity with a set of self-balancing accounts recording financial resources, together with all related liabilities and residual equities and balances, and the changes therein. These accounting entities are separated for the purpose of carrying on specific activities or attaining certain objectives in accordance with regulations, restrictions or limitations.

Governmental Fund financial statements are prepared on the modified accrual basis. Under the modified accrual basis, revenues are recognized when they become measurable and available, and expenditures are recognized when the related fund liability is incurred, with the exception of long-term debt and other similar items, which are recorded when due. The focus, therefore, is on the short-term financial position and results of the operations reported rather than the City as a whole. Most of the City's basic operations are reported in the Governmental Fund Financial Statements. The information reported in these statements can be compared to the governmental activities information in the Government-Wide Statements. The reconciliation at the end of the fund financial statements details the relationship between the two types of financial statements.

Proprietary Funds fall into two categories: Enterprise Funds and Internal Service Funds. All Proprietary Funds are prepared on the accrual basis of accounting. Enterprise Funds are used to account for business-type transactions. Enterprise Fund statements present the same information that is in the Government-Wide Statements for business activities, only in greater detail. Currently, the City uses an Enterprise fund to account for its Stormwater and Rec Center operations. Internal Service Funds are used to account for the cost of operations shared by various functions of the City. The City uses three Internal Services Funds to account for its self-insurance activities: Health Plan Fund, Risk Management Fund, and the Workers Compensation Fund. These three funds are combined into a single column on the Proprietary Fund statement. A combining statement for these funds can be found in the supplementary information. In the Government-Wide Statements, the information for these Internal Service Funds is presented as part of the governmental activities information.

Fiduciary Funds are used by the City to account for resources held by the City for the benefit of a third party. Because the resources of these funds are not available for the City's operations, they are not presented in the Government-Wide Financial Statements. The City's Fiduciary Fund is the Defined Benefit Pension Plan Fund, which is reported as a pension trust fund.

Notes To The Basic Financial Statements

The notes to the basic financial statements are an integral part of the basic financial statements since they contain valuable additional information necessary for gaining a complete understanding of the City's financial statements.

Other Information

In addition to the financial statements and the notes described above, required supplementary information regarding the City's General Fund budget and schedules of funding progress for the City's Defined Benefit Pension Plan and Other Post Employment Benefit Plan have been included to give the reader further insight into the City's funding progress. The combining statements for Nonmajor Funds are included after the required supplementary information on pension plans. Finally, the Statistical Section includes statistical data about the City.

ANALYSIS OF GOVERNMENT-WIDE FINANCIAL STATEMENTS

STATEMENT OF NET POSITION

COMBINED NET POSITION OF THE CITY AT DECEMBER 31 IS AS FOLLOWS:

	Governmental Activities		Business Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
ASSETS						
Current and other assets	\$267,333,628	\$200,692,241	\$13,668,203	\$14,228,999	\$281,001,831	\$214,921,240
Capital assets	514,490,909	523,610,991	124,897,397	126,008,701	639,388,306	649,619,692
TOTAL ASSETS	781,824,537	724,303,232	138,565,600	140,237,700	920,390,137	864,540,932
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflow - pension	11,055,500	13,334,322	353,411	436,498	11,408,911	13,770,820
Deferred outflow - OPEB	1,760,044	1,926,194	99,197	107,653	1,859,241	2,033,847
TOTAL DEFERRED OUTFLOWS OF RESOURCES	12,815,544	15,260,516	452,608	544,151	13,268,152	15,804,667
LIABILITIES						
Current liabilities	11,538,969	8,592,276	1,083,012	703,441	12,621,981	9,295,717
Self insurance claims payable	1,660,465	1,515,946	-	-	1,660,465	1,515,946
Long-term obligations	150,573,618	123,865,673	24,824,598	27,160,685	175,398,216	151,026,358
OPEB liability	7,620,176	8,043,110	389,258	413,517	8,009,434	8,456,627
Net pension liability	33,268,780	44,862,708	971,919	1,430,829	34,240,699	46,293,537
TOTAL LIABILITIES	204,662,008	186,879,713	27,268,787	29,708,472	231,930,795	216,588,185
DEFERRED INFLOWS OF RESOURCES						
Property tax	48,509,745	45,444,318	-	-	48,509,745	45,444,318
Deferred inflow - pension	13,772,208	3,121,528	415,756	51,324	14,187,964	3,172,852
Deferred inflow - OPEB	2,097,239	565,503	109,587	29,833	2,206,826	595,336
Deferred amount on refunding	511,348	349,855	318,940	333,004	830,288	682,859
TOTAL DEFERRED INFLOWS OF RESOURCES	64,890,540	49,481,204	844,283	414,161	65,734,823	49,895,365
NET POSITION						
Net investment in capital assets	410,377,689	408,588,303	99,413,388	100,390,724	509,791,077	508,979,027
Restricted	80,392,315	53,384,378	3,932,752	4,108,539	84,325,067	57,492,917
Unrestricted	34,317,529	41,230,150	7,558,998	6,159,955	41,876,527	47,390,105
TOTAL NET POSITION	\$525,087,533	\$503,202,831	\$110,905,138	\$110,659,218	\$635,992,671	\$613,862,049

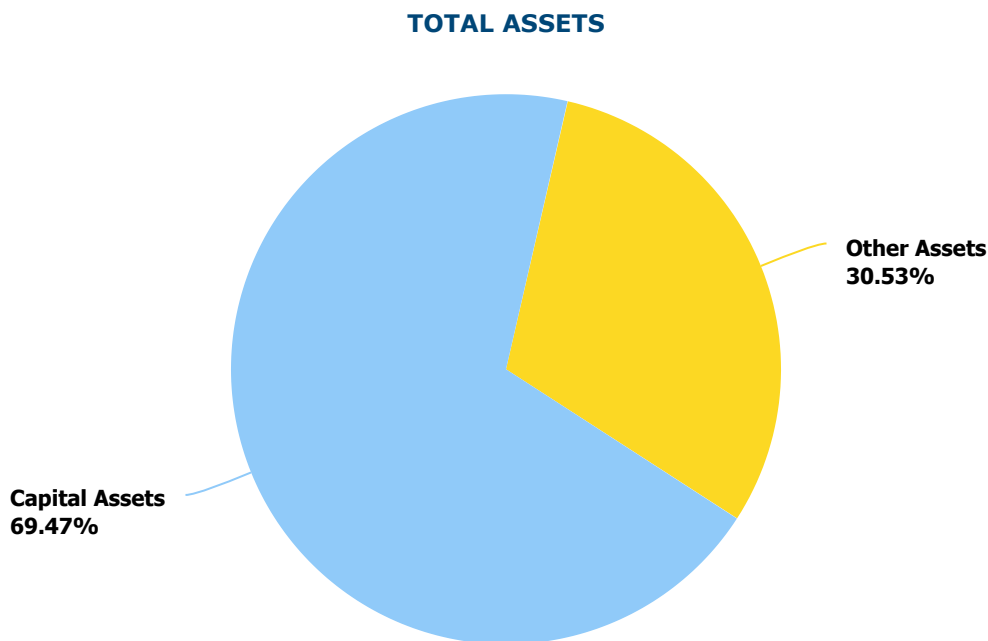
As noted earlier, net position may serve over time as useful indicators of a government's financial position. In the case of the City, assets and deferred outflows exceed liabilities and deferred inflows by \$635,992,671 at December 31, 2021.

The largest portion of the City's net position, \$509,791,077 (80.2%) reflects its investment in capital assets (e.g. land, buildings, machinery and equipment) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

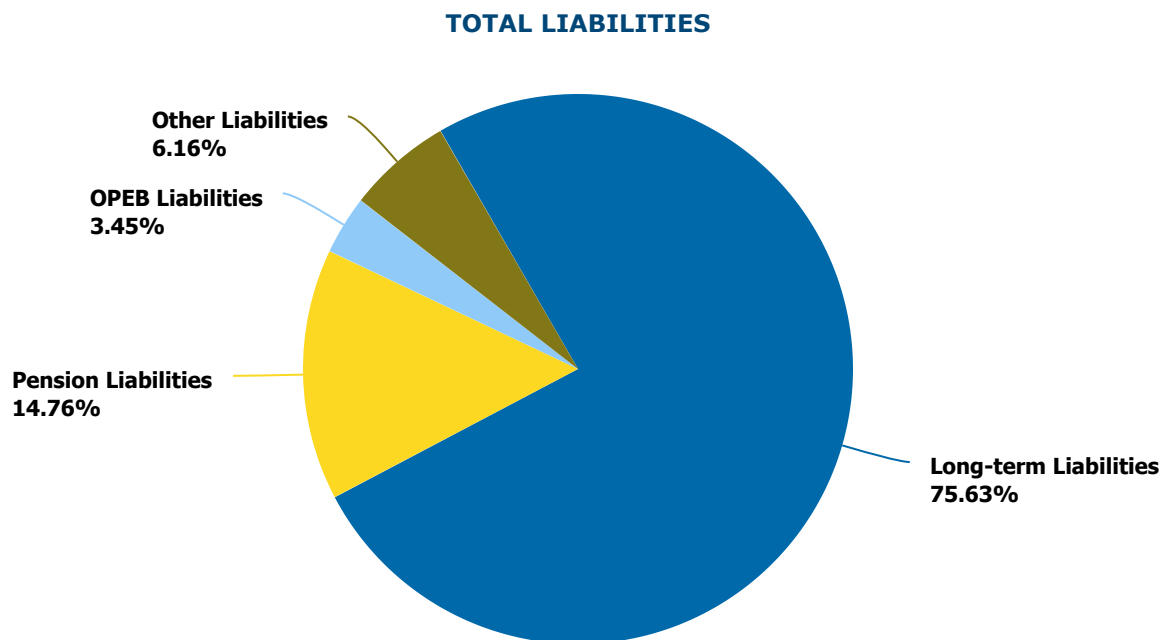
An additional portion of the City's net position \$84,325,067 (13.3%) , represents resources that are subject to external restrictions on how they may be used. Unrestricted net position, which totals \$41,876,527 (6.6%) , represents assets that may be used to meet the government's ongoing obligations to citizens and creditors. The government's net position increased by \$22,130,622, or 3.6%, during the current fiscal year.

A review of the government-wide financial statement of net position reveals the following:

The City ended 2021 with a positive net position. Total assets for the City are \$920,390,137 . Of these total assets, \$639,388,306 are capital assets and \$281,001,831 are other assets.



Total liabilities for the City are \$231,930,795. Of these total liabilities, \$175,398,216 are for long-term liabilities, \$34,240,699 for net pension liability, \$8,009,434 are for Other Post Employment Benefit liability, \$1,660,465 for self-insurance claims payable and \$12,621,981 for other liabilities. The majority of the long-term liabilities are for debt issued for major capital projects. Debt issues are never extended longer than the useful life of the project for which debt is being issued.



Total net position for the City is \$635,992,671. Of this, \$41,876,527 are unrestricted and \$84,325,067 are restricted. Net investment in capital assets is \$509,791,077.

STATEMENT OF ACTIVITIES

The following table reflects the revenues and expenses for the City's activities for the year ended December 31:

	Governmental Activities		Business Type Activities		Total Primary Government		Variance Over
	2021	2020	2021	2020	2021	2020	(Under)
PROGRAM REVENUES							
Charges for services	\$6,480,792	\$6,317,870	\$9,690,672	\$7,685,078	\$16,171,464	\$14,002,948	\$2,168,516
Grants and contributions	1,690,306	3,276,729	-	8,404	1,690,306	3,285,133	(1,594,827)
Capital grants and contributions	4,087,757	8,021,817	365,815	1,544,519	4,453,572	9,566,336	(5,112,764)
General revenues:							
Property taxes	48,715,916	49,678,176	122,435	235,610	48,838,351	49,913,786	(1,075,435)
Sales tax	46,283,939	38,897,812	-	-	46,283,939	38,897,812	7,386,127
Other taxes	14,018,983	12,838,294	-	-	14,018,983	12,838,294	1,180,689
Investment revenue	(273,536)	1,672,459	21,937	79,995	(251,599)	1,752,454	(2,004,053)
Other	1,122,437	1,312,815	10,634	5,546	1,133,071	1,318,361	(185,290)
TOTAL REVENUES	122,126,594	122,015,972	10,211,493	9,559,152	132,338,087	131,575,124	762,963
EXPENSES							
General government	17,216,539	17,817,052	-	-	17,216,539	17,817,052	(600,513)
Public safety	30,761,137	32,530,261	-	-	30,761,137	32,530,261	(1,769,124)
Municipal services	33,303,599	34,961,757	-	-	33,303,599	34,961,757	(1,658,158)
Parks and recreation	7,163,809	5,593,257	-	-	7,163,809	5,593,257	1,570,552
Economic development	8,717,041	6,915,091	-	-	8,717,041	6,915,091	1,801,950
Interest on long-term debt	2,930,085	3,614,590	-	-	2,930,085	3,614,590	(684,505)
Rec Center	-	-	3,582,985	3,523,656	3,582,985	3,523,656	59,329
Stormwater	-	-	6,532,270	6,727,065	6,532,270	6,727,065	(194,795)
TOTAL EXPENSES	100,092,210	101,432,008	10,115,255	10,250,721	110,207,465	111,682,729	(1,475,264)
Excess Of Revenues Over Expenditures	22,034,384	20,583,964	96,238	(691,569)	22,130,622	19,892,395	2,238,227
Other Financing Sources (Uses) Transfers	(149,682)	(137,013)	149,682	137,013	-	-	-
Total Other Financing Sources (Uses)	(149,682)	(137,013)	149,682	137,013	-	-	-
Change In Net Position	21,884,702	20,446,951	245,920	(554,556)	22,130,622	19,892,395	2,238,227
Net Position - Beginning Of Year	503,202,831	482,755,880	110,659,218	111,213,774	613,862,049	593,969,654	19,892,395
NET POSITION, END OF YEAR	\$525,087,533	\$503,202,831	\$110,905,138	\$110,659,218	\$635,992,671	\$613,862,049	\$22,130,622

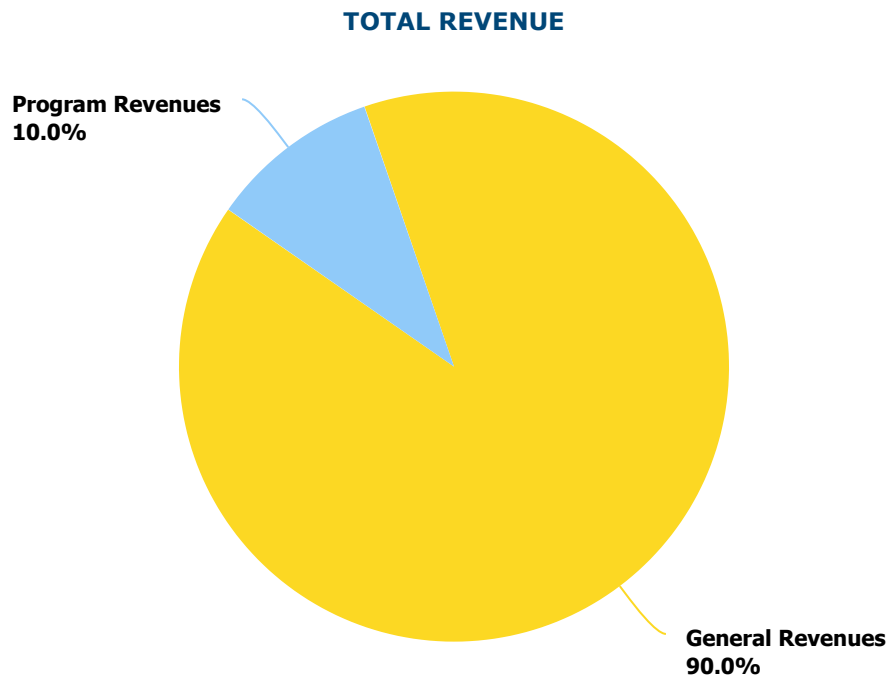
The City's net position increased for governmental activities by \$21,884,702. Key elements of this increase are as follows:

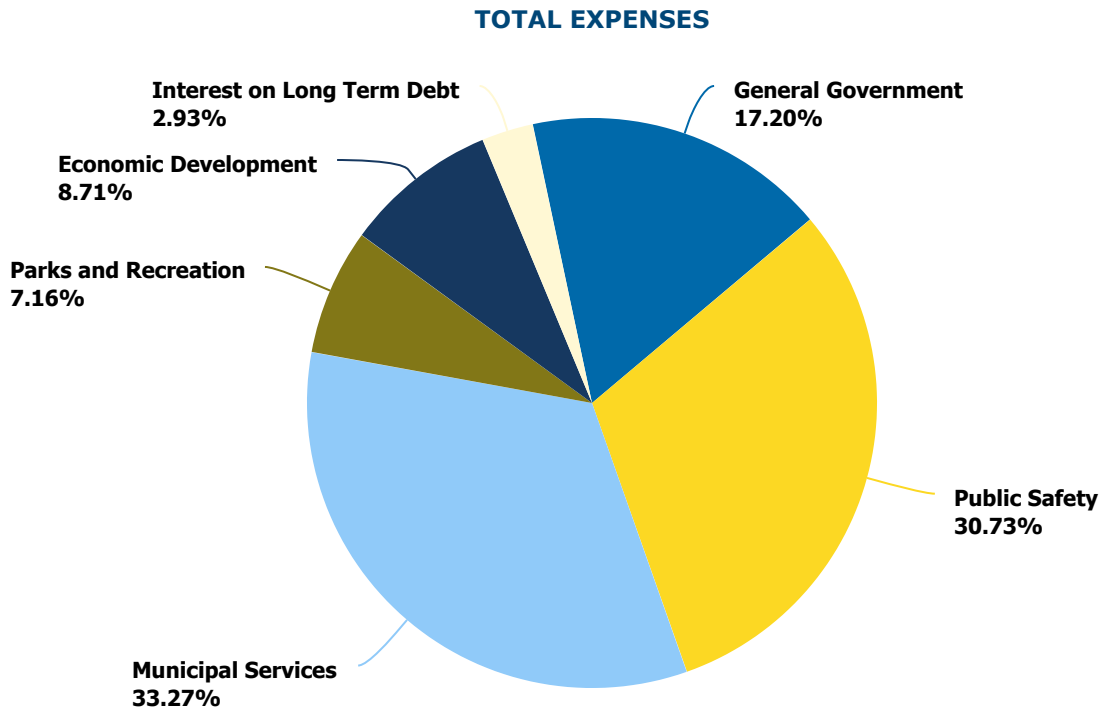
- The City received \$2.4 million of donated streets through developer constructed projects.
- Completion of Lackman Road mixed use trail totaling \$2.5 million.
- The City received \$2.6 million in Federal American Rescue Plan Act (ARPA) funding issued in response to the COVID-19 pandemic.
- An increase in sales tax revenue of \$7.4 million primarily due to increase in grocery and wholesale club spending.

The City's net position increased for business-type activities by \$245,920. The key element of this increase is as follows:

- An increase in charges for service by the Rec Center of \$0.85 million due to reopening of the facility along with less capacity restrictions.
- An increase of \$1.16 million in storm water charges for services due to continued development throughout the city.
- The City received \$0.37 million in donated storm sewers, a decrease of \$1.17 million from the 2020 total of \$1.54 million. Storm sewer pipes are donated after the completion of developer constructed projects.

The government-wide statement of activities indicates the major sources of program revenues are capital grants and contributions. General revenues comprised 90.0% of total revenues for governmental activities. Property taxes are the largest general revenue source for governmental activities amounting to 44.3% followed closely by sales tax amounting to 42.1% of general revenues.





For purposes of the above graph, only governmental activities are included. In addition, the capital grants and contributions amounts of \$4.1 million have not been included in the net costs of services. The total cost of services for 2021 was \$100.1 million; however, \$6.5 million was funded by charges to users directly benefiting from the services. Of the remaining \$93.6 million for cost of services, \$95.0 million of these services was funded primarily through property taxes and sales taxes with \$1.7 million being funded by operating grants.

Analysis Of The Fund Financial Statements

Governmental Funds

The City's governmental fund statements can be found on pages 32 to 37 of the basic financial statements. As stated earlier, these statements are presented on the modified accrual basis. Reconciliation to the Government-Wide Financial Statements has been provided with these fund statements. The Governmental Funds ended fiscal year 2021 with an increase in fund balance.

The General Fund is the main operating fund of the City. The fund balance of the General Fund at December 31, 2021 was \$41,357,220. This represents a decrease of \$7,061,752 or a 14.6% decrease over the previous years balance which is due to an increase in overall expenditures of \$2.8 million and increase in net transfers out of \$21.3 million. Property tax revenues increased \$1,452,267 due to an increase in assessed valuation of 5.8% and mill levy reduction of .08 mills. Sales and compensating use tax revenue increased \$6.8 million or 17.9%. Excluding refunds and one-time payments received in 2021, City sales tax revenues increased by \$0.9 million or .5% compared to 2020. The investment earnings in the general fund decreased \$1.1 million or 108% compared to 2020.

The fund balance of the Debt Service Fund at December 31, 2021 was \$5,028,455. This represents an increase of \$813,291 or a 19.3% increase over the previous year's balance. All of the Debt Service Fund balance is reserved for the payment of debt service expenditures.

The fund balance of the Capital Improvement Fund at December 31, 2021 was \$21,332,093. This represents a decrease of \$10,423,762 or a 32.8% decrease over the previous year's balance. This decrease is primarily the result of the planned utilization of the fund balance for capital improvement projects.

The fund balance of the Street Improvement Fund will vary on a year-to-year basis depending on what capital projects are in process, the cost of those projects and the various funding sources for those projects. The fund balance of the Street Improvement Fund at December 31, 2021 was \$15,192,816. This represents an increase of \$4,136,476 or a 37.4% increase over the previous year's balance.

The fund balance of the Municipal Buildings Fund at December 31, 2021 was \$66,128,462. This represents an increase of \$63,578,306. This increase is primarily due to the issuance of general obligation bonds for construction of the Lenexa Justice Center.

The fund balance of the City Center TIF Fund at December 31, 2021 was \$3,075,453. This represents an increase of \$1,293,504 or a 73% increase. This increase is primarily due to the increase in valuation for the property in the TIF District.

Proprietary Funds

Proprietary funds are used to account for activities that are similar to those found in the private sector. The measurement focus used is the economic resources measurement focus. Enterprise funds are used to account for the operations that are financed and operated in a manner similar to private business enterprises where the intent of the government body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The City reports the Stormwater Fund and the Rec Center Fund as Enterprise Funds. All activities necessary to provide such services are accounted for in these funds, including administration, operations, maintenance, financing and related debt service.

The Internal Service Funds information is included with the governmental activities information on the Government-Wide Statements. Any asset, revenue, and/or expense fluctuations have been discussed in the Government-Wide Statement section.

General Fund Budgetary Highlights

The legally adopted budget for the General Fund was not amended by the Governing Body during 2021. However, departments within the City are allowed to transfer budget between line items and between activities within a department. Revenues were over budgetary estimates by \$5.6 million and expenditures were less than budgetary estimates by \$6.3 million. Revenues increased in the general fund \$8.2 million over the prior year. Expenditures increased \$2.8 million while transfers out to other funds increased \$21.3 million. The following are major budgetary highlights of the general fund for the 2021 fiscal year:

- Total taxes revenue was \$84.0 million, which was \$5.4 million over than the budget estimate of \$78.6 million. This is due to increased sales and use tax revenue.
- Licenses and permits revenue was \$2.4 million, which was an increase of \$1.0 million over the budget estimate due to increased development activity.
- An increase in operating expense for the General Fund due to increases in employee compensation.
- The City proactively responded to the COVID-19 pandemics economic effects by leaving positions vacant, delaying some capital projects and operating expense.

Capital Asset and Debt Administration

Capital Assets

The total amount of capital assets for the City at December 31, 2021 was \$ 639,388,306 net of accumulated depreciation. This investment of capital assets includes land, buildings, improvements, vehicles and equipment, park facilities, storm sewers, bridges and streets. The following chart breaks down the City's capital asset balance, net of accumulated depreciation, into the various categories of assets.

	Governmental Activities	
	2021	2020
Land	\$25,322,049	\$25,322,049
Buildings	58,845,292	61,807,696
Machinery and equipment	11,958,834	13,244,349
Other capital, depreciable	96,877	164,247
Other capital, non-depreciable	411,700	411,700
Infrastructure, depreciable	408,819,549	416,270,744
Construction in progress	9,036,608	6,390,206
TOTAL	\$ 514,490,909	\$ 523,610,991

	Business-Type Activities	
	2021	2020
Land	\$1,042,499	\$1,042,499
Buildings	28,772,047	29,900,363
Machinery and equipment	1,216,140	1,129,844
Other capital, non-depreciable	98,800	98,800
Infrastructure, depreciable	93,767,911	93,837,195
TOTAL	\$ 124,897,397	\$ 126,008,701

Major capital events during the fiscal year included the following:

- The Pavement Management Program brought new surface treatments to Prairie Star Parkway, Woodland Road, Renner Boulevard, and Strang Line Road.
- In 2021 new bike lanes, sharrows, and signage were added to enhance safety and comfort as part of a bike route connecting Old Town to central Lenexa and other key points in the City.
- Work began in 2021 on major infrastructure projects designed to improve traffic at the following key locations: Interstate 435/87th Street Parkway, Quivira Road and 75th Street, and Prairie Star Parkway and Kansas Highway 7.
- Lenexa lined approximately 13,855 linear feet of stormwater pipe to prevent the corrosion that causes flooding.

Additional information can be found in Note 5 of this report.

Debt Administration

At December 31, 2021, the City had a number of debt issues outstanding. These issues include \$155,000,000 of general obligation bonds and special assessment debt backed by the full faith and credit of the City. This balance represents a \$26,695,000 net increase over the 2020 balance. This net increase is primarily due to the issuance of \$47,480,000 of general obligation bonds along with the principal payment of \$20,785,000 on existing and refunded bonds. The City maintained its bond rating from Standard and Poors of AAA and maintained an Aaa bond rating from Moody’s Investors Service, Inc. on general obligation bond issues. Under current state statutes, the City’s bonded debt issuances are subject to a legal limitation based on a percentage of the assessed valuation of real estate and personal property. As of December 31, 2021, the total general obligation debt of \$155,000,000 was well below the City’s legal limit of \$461,444,183. A summary of outstanding debt is as follows:

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
General obligation bonds	\$131,670,000	\$102,655,000	\$23,330,000	\$25,650,000	\$155,000,000	\$128,305,000
TIF revenue bonds	5,627,305	5,795,953	-	-	5,627,305	5,795,953
General obligation notes payable	-	5,075,000	-	-	-	5,075,000
Employee compensated absences (net)	3,106,171	3,396,886	97,689	116,695	3,203,860	3,513,581
Net unamortized premium	10,170,142	6,944,712	1,249,312	1,232,948	11,419,454	8,177,660
Discount on notes	-	(1,878)	-	-	-	(1,878)
Revolving loan	-	-	147,597	161,042	147,597	161,042
TOTAL LONG-TERM LIABILITIES	\$ 150,573,618	\$ 123,865,673	\$ 24,824,598	\$ 27,160,685	\$ 175,398,216	\$ 151,026,358

Additional information on the City's debt can be found in Note 9 of this report.

Requests For Information

This financial report is intended to give the reader a general overview of the City's finances. Questions about the information contained in this report or requests for additional information should be directed to the Chief Financial Officer, 17101 W. 87th Street Parkway, Lenexa, Kansas 66219.

STATEMENT OF NET POSITION

DECEMBER 31, 2021			
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Deposits, including investments and restricted cash and investments	\$176,844,840	\$9,568,474	\$186,413,314
Receivables (net of allowance for governmental activities of \$1,667,598)	83,536,392	4,050,267	87,586,659
Net pension asset	4,237,217	49,462	4,286,679
Prepays	2,715,179	-	2,715,179
Capital assets - nondepreciable	34,770,357	1,141,299	35,911,656
Capital assets - depreciable, net	479,720,552	123,756,098	603,476,650
TOTAL ASSETS	781,824,537	138,565,600	920,390,137
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflow - pensions	11,055,500	353,411	11,408,911
Deferred outflow - OPEB	1,760,044	99,197	1,859,241
TOTAL DEFERRED OUTFLOWS OF RESOURCES	12,815,544	452,608	13,268,152
LIABILITIES			
Accounts payable	2,829,888	582,154	3,412,042
Accrued interest payable	4,436,812	256,778	4,693,590
Accrued compensation	1,440,759	93,582	1,534,341
Other	2,831,510	150,498	2,982,008
Self-insurance claims payable:			
Due within one year	1,408,937	-	1,408,937
Due in more than one year	251,528	-	251,528
Long-term liabilities:			
Due within one year	21,312,006	2,363,105	23,675,111
Due in more than one year	129,261,612	22,461,493	151,723,105
Net pension liability	33,268,780	971,919	34,240,699
OPEB liability	7,620,176	389,258	8,009,434
TOTAL LIABILITIES	204,662,008	27,268,787	231,930,795
DEFERRED INFLOWS OF RESOURCES			
Property Tax	48,509,745	-	48,509,745
Deferred amount on refunding	511,348	318,940	830,288
Deferred inflow - pensions	13,772,208	415,756	14,187,964
Deferred inflow - OPEB	2,097,239	109,587	2,206,826
TOTAL DEFERRED INFLOWS OF RESOURCES	64,890,540	844,283	65,734,823
NET POSITION			
Net investment in capital assets	410,377,689	99,413,388	509,791,077
Restricted for:			
Capital Projects	34,233,933	-	34,233,933
Debt Service	23,703,039	3,932,752	27,635,791

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

(Continued)			
	Governmental Activities	Business-Type Activities	Total
General Government	2,748,815	-	2,748,815
Municipal Services	10,856,668	-	10,856,668
Parks and Recreation	7,877,055	-	7,877,055
Public Safety	972,805	-	972,805
Unrestricted	34,317,529	7,558,998	41,876,527
TOTAL NET POSITION	\$525,087,533	\$110,905,138	\$635,992,671

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2021

FUNCTIONS/PROGRAMS	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
PRIMARY GOVERNMENT:							
Governmental activities:							
General Government	\$ 17,216,539	\$ 3,311,704	\$ 10,630	\$ -	\$ (13,894,205)	\$ -	\$ (13,894,205)
Public Safety	30,761,137	1,340,899	39,089	-	(29,381,149)	-	(29,381,149)
Municipal Services	33,303,599	506,007	1,640,587	4,087,757	(27,069,248)	-	(27,069,248)
Parks & Recreation	7,163,809	1,322,182	-	-	(5,841,627)	-	(5,841,627)
Economic Development	8,717,041	-	-	-	(8,717,041)	-	(8,717,041)
Debt Service	2,930,085	-	-	-	(2,930,085)	-	(2,930,085)
Total governmental activities	100,092,210	6,480,792	1,690,306	4,087,757	(87,833,355)	-	(87,833,355)
Business-type activities:							
Rec Center	3,582,985	2,591,140	-	-	-	(991,845)	(991,845)
Stormwater	6,532,270	7,099,532	-	365,815	-	933,077	933,077
TOTAL BUSINESS-TYPE ACTIVITIES	10,115,255	9,690,672	-	365,815	-	(58,768)	(58,768)
TOTAL PRIMARY GOVERNMENT	\$ 110,207,465	\$ 16,171,464	\$ 1,690,306	\$ 4,453,572	(87,833,355)	(58,768)	(87,892,123)
GENERAL REVENUES:							
Property taxes					48,715,916	122,435	48,838,351
Sales taxes					46,283,939	-	46,283,939
Franchise taxes					7,036,556	-	7,036,556
Motor vehicle taxes					3,313,333	-	3,313,333
Transient guest tax					1,262,952	-	1,262,952
Excise tax					1,376,836	-	1,376,836
Special liquor tax					1,029,306	-	1,029,306
Unrestricted investment earnings					(273,536)	21,937	(251,599)
Miscellaneous					1,122,437	10,634	1,133,071
Transfers					(149,682)	149,682	-
TOTAL GENERAL REVENUES, SPECIAL ITEMS, AND TRANSFERS					109,718,057	304,688	110,022,745
Change in net position					21,884,702	245,920	22,130,622
NET POSITION - BEGINNING					503,202,831	110,659,218	613,862,049
NET POSITION - ENDING					\$ 525,087,533	\$ 110,905,138	\$ 635,992,671

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

BALANCE SHEET - GOVERNMENTAL FUNDS

DECEMBER 31, 2021								
	Major Fund						Nonmajor Funds	Total
	General Fund	Debt Service Fund	Capital Improvement Fund	City Center TIF	Street Improvements	Municipal Buildings	Total Nonmajor Funds	Governmental Funds
ASSETS								
Deposits and investments	\$36,873,775	\$5,015,475	\$16,811,510	\$3,075,453	\$15,591,259	\$66,179,718	\$26,592,418	\$170,139,608
Restricted cash and investments	29,626	-	-	-	-	-	1,988	31,614
Prepaid Expense	300,851	-	2,414,328	-	-	-	-	2,715,179
Special assessment receivable	-	23,022,607	-	-	-	-	-	23,022,607
Property tax receivable (net of allowance for uncollectible)	28,177,813	7,316,552	-	7,628,224	-	-	5,387,156	48,509,745
Sales tax receivable	8,318,605	-	-	-	-	-	341,086	8,659,691
Transient guest tax receivable	-	-	-	-	-	-	369,985	369,985
Franchise tax receivable	664,107	-	-	-	-	-	-	664,107
Special highway tax receivable	-	-	-	-	-	-	384,025	384,025
Special liquor tax receivable	95,584	-	-	-	-	-	191,167	286,751
Intergovernmental receivable	-	-	-	-	491,819	-	109,556	601,375
Interest receivable	229,413	12,980	48,659	-	-	107,941	21,040	420,033
Due from other funds	-	-	1,932,530	-	-	-	-	1,932,530
Other receivable	98,001	-	125,066	-	-	-	61,551	284,618
TOTAL ASSETS	\$74,787,775	\$35,367,614	\$21,332,093	\$10,703,677	\$16,083,078	\$66,287,659	\$33,459,972	\$258,021,868
LIABILITIES								
Accounts payable	\$1,576,042	\$-	\$-	\$-	\$890,262	\$159,197	\$181,795	\$2,807,296
Accrued compensation	1,439,217	-	-	-	-	-	-	1,439,217
Due to other funds	1,932,530	-	-	-	-	-	61,551	1,994,081
Municipal court deposits	24,600	-	-	-	-	-	-	24,600
Unearned revenue	241,118	-	-	-	-	-	2,565,792	2,806,910
TOTAL LIABILITIES	5,213,507	-	-	-	890,262	159,197	2,809,138	9,072,104

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

								(Continued)
	Major Fund						Nonmajor Funds	
	General Fund	Debt Service Fund	Capital Improvement Fund	City Center TIF	Street Improvements	Municipal Buildings	Total Nonmajor Funds	Total Governmental Funds
DEFERRED INFLOWS OF RESOURCES								
Property tax	28,177,813	7,316,552	-	7,628,224	-	-	5,387,156	48,509,745
Special assessments	-	23,022,607	-	-	-	-	-	23,022,607
Other	39,235	-	-	-	-	-	47,567	86,802
Total deferred inflow of resources	28,217,048	30,339,159	-	7,628,224	-	-	5,434,723	71,619,154
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES								
	33,430,555	30,339,159	-	7,628,224	890,262	159,197	8,243,861	80,691,258
FUND BALANCES (DEFICITS)								
Nonspendable	300,850	-	2,414,328	-	-	-	-	2,715,178
Restricted	-	5,028,455	4,481,667	3,075,453	10,257,754	62,429,808	15,054,664	100,327,801
Committed	307,427	-	194,434	-	4,935,062	3,698,654	7,665,565	16,801,142
Assigned	271,483	-	14,241,664	-	-	-	2,530,973	17,044,120
Unassigned	40,477,460	-	-	-	-	-	(35,091)	40,442,369
TOTAL FUND BALANCES	41,357,220	5,028,455	21,332,093	3,075,453	15,192,816	66,128,462	25,216,111	177,330,610
TOTAL LIABILITIES AND FUND BALANCES	\$74,787,775	\$35,367,614	\$21,332,093	\$10,703,677	\$16,083,078	\$66,287,659	\$33,459,972	\$258,021,868

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

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**DECEMBER 31, 2021****TOTAL FUND BALANCE - GOVERNMENTAL FUNDS \$177,330,610**

Amounts Reported For Governmental Activities In The Statement Of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds: Governmental capital assets (less accumulated depreciation). 514,490,909

Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the statement of net position. 5,384,025

Some of the City's revenues, including taxes, will be collected after year end, but are not available soon enough to pay for the current period's expenditures and, therefore, are reported as deferred inflows in the fund financial statements. 23,109,409

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported as liabilities within the fund financial statements. All liabilities - both current and long-term - are reported on the government-wide statement of net position. Balances as of year end are:

Accrued compensated absences (3,106,171)

Other post employment benefits obligation (7,620,176)

Unamortized premium on bonds payable (10,170,142)

Net pension asset 4,237,217

Accrued interest payable on long-term debt (4,436,812)

Deferred amount on refunding (511,348)

Tax increment financing bonds payable (5,627,305)

General obligation bonds payable (131,670,000)

Net pension liability (33,268,780)

Deferred outflows - pension 11,055,500

Deferred inflows - pension (13,772,208)

Deferred outflows - OPEB 1,680,564

Deferred inflows - OPEB (1,895,826)

Deferred outflow - OPEB/KPERS 79,480

Deferred inflow - OPEB/KPERS (201,413)

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES \$525,087,533

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2021

	Major Funds						Nonmajor Funds	Total Governmental Funds
	General Fund	Debt Service Fund	Capital Improvement Fund	City Center TIF	Street Improvements	Municipal Buildings	Total Nonmajor Funds	
REVENUES								
Taxes	\$83,972,751	\$11,254,497	\$-	\$7,355,163	\$-	\$-	\$10,232,671	\$112,815,082
Intergovernmental	-	-	1,030	-	1,314,546	-	375,279	1,690,855
Licenses and permits	2,375,060	-	-	-	-	-	-	2,375,060
Charges for services	1,765,644	-	-	-	-	-	825,828	2,591,472
Rents and leases	807,428	-	-	-	-	-	-	807,428
Fines and forfeits	913,736	-	-	-	-	-	36,619	950,355
Investment earnings (loss)	(81,054)	31,971	128,096	-	-	(389,526)	(7,464)	(317,977)
Miscellaneous	301,341	-	821,653	-	-	-	5,640	1,128,634
TOTAL REVENUES	90,054,906	11,286,468	950,779	7,355,163	1,314,546	(389,526)	11,468,573	122,040,909
EXPENDITURES								
Current:								
General Government	15,244,803	19,381	262,051	-	-	-	878,866	16,405,101
Public Safety	28,063,691	-	-	-	-	-	331,152	28,394,843
Municipal Services	8,856,280	-	45,106	-	-	-	-	8,901,386
Parks & Recreation	6,177,287	-	-	-	-	-	62,889	6,240,176
Economic Development	-	-	435,000	4,428,210	-	-	3,853,831	8,717,041
Debt service:								
Principal retirement	-	8,990,000	2,095,000	-	11,195,000	-	343,648	22,623,648
Interest and fiscal charges	-	2,863,361	744,100	-	90,825	-	188,208	3,886,494
Capital outlay:								
Municipal Services	-	-	350,628	-	12,619,666	1,093,425	1,622,129	15,685,848
TOTAL EXPENDITURES	58,342,061	11,872,742	3,931,885	4,428,210	23,905,491	1,093,425	7,280,723	110,854,537
Excess (deficiency) of revenues over expenditures	31,712,845	(586,274)	(2,981,106)	2,926,953	(22,590,945)	(1,482,951)	4,187,850	11,186,372

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

							(Continued)	
	Major Funds						Nonmajor Funds	Total Governmental Funds
	General Fund	Debt Service Fund	Capital Improvement Fund	City Center Tif	Street Improvements	Municipal Buildings	Total Nonmajor Funds	
OTHER FINANCING SOURCES (USES)								
Issuance of general obligation bonds	-	-	-	-	5,115,000	36,010,000	-	41,125,000
Issuance of general obligation refunding bonds	-	-	-	-	5,270,000	-	-	5,270,000
Premium on general obligation bonds	-	-	-	-	1,340,001	3,185,705	-	4,525,706
Transfers in	75,504	1,399,565	38,225,491	-	16,074,186	26,233,552	9,439,462	91,447,760
Transfers out	(38,850,101)	-	(45,668,147)	(1,633,449)	(1,071,766)	(368,000)	(4,005,981)	(91,597,444)
TOTAL OTHER FINANCING SOURCES (USES)	(38,774,597)	1,399,565	(7,442,656)	(1,633,449)	26,727,421	65,061,257	5,433,481	50,771,022
Net change in fund balances	(7,061,752)	813,291	(10,423,762)	1,293,504	4,136,476	63,578,306	9,621,331	61,957,394
Fund balances - beginning	48,418,972	4,215,164	31,755,855	1,781,949	11,056,340	2,550,156	15,594,780	115,373,216
FUND BALANCES - ENDING	\$41,357,220	\$5,028,455	\$21,332,093	\$3,075,453	\$15,192,816	\$66,128,462	\$25,216,111	\$177,330,610

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

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES**FOR THE YEAR ENDED DECEMBER 31, 2021****NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS****\$61,957,394**

Amounts reported for governmental activities in the statement of activities are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period (excluding the internal service fund).

Expenditure for capital assets:

Capital outlays	\$7,930,444
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Depreciation expense	(19,402,012)
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The net effect of various transactions involving capital assets is to increase net position:

Contributions from developers	2,359,818
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Net book value of current year disposals	(8,332)
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Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:

Change in accrued interest payable	(430,216)
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Change in employee compensated absences	290,715
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Change in net pension	951,125
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Change in other post employment benefits obligation	(1,274,954)
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\$(9,583,412)

Some revenues reported in the statement of activities do not provide current financial resources and, therefore, are not reported as revenues in governmental funds. Change in receivables not considered available in the fund statements:

\$(2,068,854)

The issuance of long-term debt provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in these statements of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also governmental funds report the effect of premiums and discounts when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:

General obligation bond proceeds	(46,395,000)
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Bond principal payment	17,380,000
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General obligation note payments	5,075,000
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Tax increment financing revenue bond payments	168,648
---	---------

Bond premium	(4,525,706)
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Amortization of bond premium	1,300,276
------------------------------	-----------

Amortization of bond discount	(1,878)
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Deferred amount on refunding	(249,720)
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Amortization of deferred amount on refunding	88,226
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\$(27,160,154)

Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of all internal service funds is reported with governmental activities.

\$(1,260,272)**CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES****\$21,884,702**

STATEMENT OF NET POSITION - PROPRIETARY FUNDS

DECEMBER 31, 2021				
	Business-Type Activities			Governmental Activities
	Stormwater	Rec Center	Total Enterprise Funds	Internal Service Funds
ASSETS				
Current assets:				
Deposits and investments	\$7,355,196	\$2,213,278	\$9,568,474	\$6,673,618
Special assessment receivable	3,932,752	-	3,932,752	-
Interest receivable	10,527	5,737	16,264	12,717
Intergovernmental receivable	35,663	-	35,663	-
Due from other funds	-	-	-	61,551
Other receivable	-	65,588	65,588	320,738
TOTAL CURRENT ASSETS	11,334,138	2,284,603	13,618,741	7,068,624
Noncurrent assets:				
Capital assets - nondepreciable	1,042,499	98,800	1,141,299	-
Capital assets - depreciable, net	94,831,934	28,924,164	123,756,098	-
Net pension asset	49,462	-	49,462	-
TOTAL NONCURRENT ASSETS	95,923,895	29,022,964	124,946,859	-
TOTAL ASSETS	107,258,033	31,307,567	138,565,600	7,068,624
DEFERRED OUTFLOWS OF RESOURCES				
Deferred outflows - pension	238,515	114,896	353,411	-
Deferred outflows - OPEB	69,201	29,996	99,197	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	307,716	144,892	452,608	-
LIABILITIES				
Current liabilities:				
Accounts payable	545,981	36,173	582,154	22,592
Accrued interest payable	256,778	-	256,778	-
Accrued compensation	34,752	58,830	93,582	1,542
Self insurance claims payable	-	-	-	1,408,937
Current portion of long-term obligations	2,344,187	18,918	2,363,105	-
Unearned revenue	-	150,498	150,498	-
TOTAL CURRENT LIABILITIES	3,181,698	264,419	3,446,117	1,433,071
Noncurrent liabilities:				
Noncurrent portion of long-term obligations	22,457,357	4,136	22,461,493	-
Self insurance claims payable	-	-	-	251,528
Net pension liability	647,945	323,974	971,919	-
Net OPEB liability	271,994	117,264	389,258	-
TOTAL NONCURRENT LIABILITIES	23,377,296	445,374	23,822,670	251,528
TOTAL LIABILITIES	26,558,994	709,793	27,268,787	1,684,599

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

	Business-Type Activities			(Continued) Governmental Activities
	Stormwater	Rec Center	Total Enterprise Funds	Internal Service Funds
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows - pension	290,288	125,468	415,756	-
Deferred inflows - OPEB	76,511	33,076	109,587	-
Deferred amount on refunding	318,940	-	318,940	-
TOTAL DEFERRED INFLOWS OF RESOURCES	685,739	158,544	844,283	-
NET POSITION				
Net investment in capital assets	70,390,424	29,022,964	99,413,388	-
Restricted for debt service	3,932,752	-	3,932,752	-
Unrestricted	5,997,840	1,561,158	7,558,998	5,384,025
TOTAL NET POSITION	\$80,321,016	\$30,584,122	\$110,905,138	\$5,384,025

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION PROPRIETARY FUND

FOR THE YEAR ENDED DECEMBER 31, 2021

	Business-Type Activities			Governmental Activities
	Stormwater	Rec Center	Total Enterprise Funds	Internal Service Funds
OPERATING REVENUES				
Charges for services	\$7,099,532	\$2,591,140	\$9,690,672	\$6,947,767
Property tax	122,435	-	122,435	-
Reimbursements from insurance companies	-	-	-	1,544,206
Miscellaneous	-	10,634	10,634	295,400
TOTAL OPERATING REVENUES	7,221,967	2,601,774	9,823,741	8,787,373
OPERATING EXPENSES				
Personal services	1,377,978	1,759,169	3,137,147	45,175
Contractual services	-	-	-	1,211,469
Commodities	-	-	-	242,666
Stormwater operations	2,711,491	-	2,711,491	-
Rec Center operations	-	519,839	519,839	-
Depreciation	1,799,119	1,303,977	3,103,096	-
Claims	-	-	-	8,592,782
TOTAL OPERATING EXPENSES	5,888,588	3,582,985	9,471,573	10,092,092
Operating Income (Loss)	1,333,379	(981,211)	352,168	(1,304,719)
NONOPERATING REVENUES (EXPENSES)				
Investment income (loss)	25,778	(3,841)	21,937	44,447
Interest expense	(643,682)	-	(643,682)	-
TOTAL NONOPERATING REVENUES (EXPENSES)	(617,904)	(3,841)	(621,745)	44,447
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	715,475	(985,052)	(269,577)	(1,260,272)
Capital contributions	365,815	-	365,815	-
Transfers in	164,613	10,069	174,682	-
Transfers out	(25,000)	-	(25,000)	-
CHANGE IN NET POSITION	1,220,903	(974,983)	245,920	(1,260,272)
TOTAL NET POSITION - BEGINNING OF YEAR	79,100,113	31,559,105	110,659,218	6,644,297
TOTAL NET POSITION - END OF YEAR	\$80,321,016	\$30,584,122	\$110,905,138	\$5,384,025

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

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2021

	Business-Type Activities			Governmental Activities
	Stormwater	Rec Center	Total Enterprise Funds	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash receipts from customer	\$7,115,746	\$2,614,778	\$9,730,524	\$7,243,167
Cash Other	298,222	-	298,222	-
Cash from interfund	-	-	-	12,381
Cash received from insurance companies	-	-	-	1,285,519
Cash Payments for personnel services	(1,405,304)	(1,731,454)	(3,136,758)	(44,992)
Cash payments for contractual services and accounts payable	(2,353,209)	(539,016)	(2,892,225)	(9,886,939)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	3,655,455	344,308	3,999,763	(1,390,864)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	164,613	10,069	174,682	-
Transfers out	(25,000)	-	(25,000)	-
NET CASH PROVIDED BY (USED IN) NONCAPITAL FINANCING ACTIVITIES	139,613	10,069	149,682	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Premium on bonds	196,615	-	196,615	-
Interest paid on long-term debt	(830,935)	-	(830,935)	-
Additions to capital assets	(1,625,976)	-	(1,625,976)	-
Principal paid on revolving loan	(13,445)	-	(13,445)	-
Proceeds from bonds	1,085,000	-	1,085,000	-
Principal paid on bonds	(3,405,000)	-	(3,405,000)	-
NET CASH PROVIDED BY (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES	(4,593,741)	-	(4,593,741)	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income	25,778	(3,841)	21,937	-
Interest received	-	-	-	61,878
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	25,778	(3,841)	21,937	61,878
Net increase (decrease) in cash and cash equivalents	(772,895)	350,536	(422,359)	(1,328,986)
Cash And Cash Equivalents – Beginning Of Year	8,128,091	1,862,742	9,990,833	8,002,604
CASH AND CASH EQUIVALENTS – END OF YEAR	\$7,355,196	\$2,213,278	\$9,568,474	\$6,673,618

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

	Business-Type Activities			(Continued) Governmental Activities
	Stormwater	Rec Center	Total Enterprise Funds	Internal Service Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES				
Operating Income (loss)	\$1,333,379	\$(981,211)	\$352,168	\$(1,304,719)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	1,799,119	1,303,977	3,103,096	-
Changes in assets and liabilities:				
Other operating receivables	16,212	2,632	18,844	(246,306)
Customer Receivables	-	(29,501)	(29,501)	-
Net OPEB	44,709	19,240	63,949	-
Compensated absences	(19,458)	455	(19,003)	-
Accounts, wages and claims payable	335,176	(2,541)	332,635	160,161
Net Pension	(29,469)	(8,615)	(38,084)	-
Unearned revenue	-	39,872	39,872	-
Special Assessment Receivable	175,787	-	175,787	-
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	\$3,655,455	\$344,308	\$3,999,763	\$(1,390,864)

STATEMENT OF FIDUCIARY NET POSITION

DECEMBER 31, 2021

	Pension Trust Fund
ASSETS	
Cash and short-term investments	\$318,694
Investments at fair value:	
Domestic stocks	9,454,006
Master Limited Partnerships	5,105,795
Fixed Income Mutual Funds	9,213,500
International Mutual Funds	9,571,626
REIT's	78,541
Domestic Mutual Funds	130,477
TOTAL INVESTMENTS AT FAIR VALUE	33,553,945
Prepaid expenses	134,936
TOTAL ASSETS	34,007,575
LIABILITIES	
Accounts payable	5,275
NET POSITION RESTRICTED FOR PENSIONS	\$34,002,300

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

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FOR THE YEAR ENDED DECEMBER 31, 2021

	Pension	Trust Fund
ADDITIONS		
Contributions:		
Employer		\$-
Investment income:		
Net Appreciation in fair value of investments	4,163,180	
Dividends and interest	24,705	
Investment Expenses	(123,489)	
Net investment income	4,064,396	
TOTAL ADDITIONS	4,064,396	
DEDUCTIONS		
Benefits Paid	2,197,094	
Net Increase	1,867,302	
Net Position Restricted For Pensions	2,197,094	
NET POSITION RESTRICTED FOR PENSIONS		
Beginning of year	32,134,998	
END OF YEAR	\$ 34,002,300	

NOTES TO BASIC FINANCIAL STATEMENTS

December 31, 2021

1. Summary Of Significant Accounting Policies

The following is a summary of significant accounting policies employed in the preparation of the accompanying financial statements.

Reporting Entity

The City of Lenexa, Kansas (the City) was incorporated as a city in 1907 and designated as a city of the first class on December 1, 1980, under the provisions of K.S.A. 13-101, et seq. The City operates under a Mayor-Council form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, culture and recreation, public improvements, planning and zoning, and general administrative services. The City is governed by an elected eight-member council and a mayor. As required by accounting principles generally accepted in the United States of America, these financial statements present the City's primary government. The City of Lenexa Defined Benefit Pension Plan (the Plan) is a single employer, defined benefit pension plan, as discussed further in Note 11. The Plan is a legally separate trust. The Plan is included in the City of Lenexa's financial reporting entity because it meets the requirements for inclusion as a component unit because of the City's governance of the Plan and the burden on the City to ensure the Plan is funded. In accordance with GASB Statement No. 84, Fiduciary Activities, the balances and transactions of this component unit are presented in a separate fiduciary fund (the Pension Trust Fund).

Government-Wide And Fund Financial Statements

The Government-Wide Financial Statements (that is, the Statement of Net Position and the Statement of Activities) report information on all non fiduciary activities of the primary government. The effect of interfund activity has been removed from these statements to minimize the duplication of internal activities with the exception of interfund services provided and used. The City reports stormwater functions and a recreation center as business-type activities.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Administrative overhead charges are included in direct expenses. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

Separate financial statements are provided for Governmental Funds, Proprietary Funds and Fiduciary Funds, even though the latter are excluded from the Government-Wide Financial Statements. Major individual Governmental Funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis Of Accounting And Financial Statement Presentation

The Government-Wide Financial Statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the Proprietary and Fiduciary Fund Financial Statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within

the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and pension costs are recorded only when payment is due.

Property taxes and special assessments, though measurable, are not available to finance current period obligations. Therefore, property taxes and special assessment receivables are recorded and deferred in the fund statements until they become available.

The City reports the following Major Governmental Funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government except those required to be accounted for in another fund.

The *Debt Service Fund* is used to account for the resources accumulated and payments made for principal and interest on long-term general obligation debt of the Governmental Funds.

The *Capital Improvement Fund* is used to account for the monies transferred from the General Fund for the purpose of financing authorized improvement projects and expenditures for machinery and equipment.

The *City Center TIF Fund* is used to account for monies received from the TIF property tax increment to finance City Center projects.

The *Street Improvements Fund* is used to account for the financing and construction of various street improvement projects within the City.

The *Municipal Buildings Fund* is used to account for the financing and construction of municipal buildings with the City.

Additionally, the City reports the following fund types:

Internal Service Funds are used to account for payments of judgments, claims, uninsured losses and health and workers compensation claims on a cost-reimbursement basis.

Enterprise Funds are used to report the City's stormwater activities and Rec Center activities. The stormwater fund is used to account for the resources received from stormwater utility charges, capital charges and grant funds to provide a systematic, economical and environmentally sensitive means for managing stormwater. The Rec Center fund is used to account for the activities related to the rec center.

The *Pension Trust Fund* is used to account for the accumulation of resources for pension benefit payments.

Proprietary Funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a Proprietary Funds principal ongoing operations.

The principal operating revenues of the stormwater fund are utility charges to customers and other capital charges. Operating expenses include the costs of operating and maintaining the system, administrative expenses and depreciation on capital assets. The principal operating revenues of the rec center fund are charges to customers. Operating expenses include the costs of operating and maintain the rec center. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

Deposits And Investments

The City temporarily pools available idle funds for the purpose of increasing revenue through investment activities. Each funds portion of this pool is displayed on the financial statements as Deposits, including investments. Interest earned on this pool is allocated to various funds on the basis of the funds average month end cash balance. The deposits and investments of the pension trust fund are held separately from those of other City funds.

Investments are reported at fair value in accordance with Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application*.

The City typically invests available cash in demand deposits, time deposits and U.S. Government securities with maturities of twenty-four months or less. The average yield on investments during the year was 0.29% and the amount of investment loss was -\$251,599.

For the statement of cash flows purposes, the City considers demand deposits and investments purchased with an original maturity of three months or less, which are not limited as to use, to be cash and cash equivalents.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar-year basis and are levied and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing the taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, 2021, such taxes are a lien on the property and are recorded as taxes receivable, net of anticipated delinquencies, with a corresponding amount recorded as deferred inflows on the balance sheets of the appropriate funds and the government-wide statements of net position. In addition, amounts received during the year levied are deferred until the subsequent year. Delinquent taxes receivable held by the County Treasurer at December 31, 2021 are not significant.

Interfund Receivables And Payables

Activity between funds that is representative of borrowing/lending arrangements outstanding at the end of the fiscal year are referred to as either due to/due from other funds.

Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (for example, roads, bridges, sidewalks and similar items), are reported in the Government-Wide Financial Statements. Governmental capital assets are defined by the government as assets with individual costs of more than \$10,000 for machinery and equipment and a minimum of \$300,000 for infrastructure assets. Proprietary or Business type capital assets are defined as having an individual cost of more than \$5,000 for machinery and equipment and a minimum of \$300,000 for infrastructure assets. Such assets are recorded at historical cost or estimated cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	30
Communications equipment	5 - 10
Infrastructure	20 - 99
Motor vehicles	2 - 8
Operating equipment/mowers	3 - 15
Office equipment	5 - 15
Playground equipment	15

Deferred Outflows Of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has deferred outflows related to pensions and OPEB that result from net differences between projected and actual earnings on investments, differences in actual and expected experience, changes in proportion, and contributions made subsequent to the measurement date.

Compensated Absences

All full-time, part-time and seasonal employees are eligible for vacation benefits in varying annual amounts. For the 2021 calendar year, full-time employees were allowed to accumulate and carry forward 240 hours of vacation, shift firefighters could carry forward 336 hours and part-time employees could carry forward 120 to 180 hours depending on annually scheduled hours. Hours accumulated and not taken in excess of these amounts as of the last day of the first pay period of the following calendar year were transferred to the employees sick leave balance. This was a change from the 2020 calendar year, where due to the Covid-19 pandemic, full-time employees were allowed to accumulate and carry forward 280 hours of vacation, shift firefighters could carry forward 392 hours and part-time employees could carry forward 140 to 210 hours depending on annually scheduled hours. Hours accumulated and not taken in excess of these amounts as of the last day of the first pay period of the calendar year were transferred to the employees sick leave balance. Upon termination or resignation, full-time employees and part-time employees on regular status who have been employed for a minimum of one year shall be compensated for all accumulated, unused vacation leave. Seasonal employees accrue vacation according to the part-time accrual schedule but do not carry over balances. Vacation time accrued and not used by the end of the season is paid out to separating employees who worked the entire season. All vacation pay is accrued when incurred in the Government-Wide Financial Statements. A liability for these amounts is reported in Governmental Funds only if they have matured, for example, as a result of employee resignations and retirements.

Sick leave benefits accrue to all full-time and part-time employees in an amount based on position type, with no maximum accumulation. Sick leave balances are not paid out to an employee upon separation of service.

Supervisors may authorize employees in full-time, part-time, and non-shift firefighter, nonexempt positions to earn compensatory leave time in lieu of overtime up to a maximum of 80 hours. Any unused compensatory leave will be paid out upon separation of service to an employee.

Long-Term Obligations

In the Government-Wide and Proprietary Fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bond using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, Governmental Fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Deferred Inflows Of Resources

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has nonexchange revenue transactions where a receivable has

been recorded because property taxes were levied, but the resources cannot be used until a future period. A deferred inflow for pension and OPEB results from pension and OPEB differences between expected and actual experience, changes of assumptions, differences between expected and actual earnings and changes in proportion. These amounts are deferred and amortized over the average expected remaining service life of the active and inactive plan members. The City also has deferred gains on refunding reported in the government-wide statement of net position. A deferred gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. These items have been reported as deferred inflows on the government-wide statement of net position.

On the modified accrual basis of accounting, the City has recorded certain receivables where the related revenue is unavailable. Unavailable revenues have been reported as deferred inflows of resources on the governmental funds balance sheet.

KPERS Pension

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Kansas Public Employees Retirement System (KPERS) and additions to/deductions from KPERS fiduciary net position have been determined on the same basis as they are reported by KPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Special Assessments

Kansas statutes require that certain projects financed in part by special assessments to be financed through the issuance of general obligation bonds that are secured by the full faith and credit of the City. Special assessments received prior to or after the issuance of general obligation bonds are recorded as revenue in the Debt Service Fund unless related to the Stormwater Fund. Further, state statutes require levying additional general ad valorem property taxes in the Debt Service Fund for any governmental fund assessments to finance delinquent special assessments receivable. Accordingly, special assessments receivable governmental funds are accounted for within the Debt Service Fund. Stormwater special assessments are reflected in the proprietary stormwater fund. Special assessments are levied over a 10-, 15- or 20-year period and annual installments are due and payable with annual ad valorem property taxes. Johnson County (the County) may foreclose liens against property benefited by special assessments when delinquent assessments are two years in arrears. At December 31, 2021, the special assessment taxes levied are a lien on the property and are recorded as special assessments receivable in the applicable governmental fund with a corresponding amount recorded as deferred revenue. The stormwater special assessment revenue is recognized in full at the time of the assessment in the stormwater proprietary fund.

Equity Classifications

In the Government-Wide statements, equity is shown as net position and is classified into three components:

- a) Net investment in capital assets — consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgage notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b) Restricted net position — consists of net position with restrictions placed on their use either by (a) external groups such as creditors, grantors, contributors or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, it is the City's practice to use restricted resources first and then unrestricted resources, as they are needed.
- c) Unrestricted net position — All other net position that does not meet the definition of restricted or net investment in capital assets.

In the fund financial statements, governmental funds report fund balance in five different classifications:

- a) *Nonspendable* — Assets legally or contractually required to be maintained or are not in spendable form. Such constraint is binding until the legal requirement is repealed or the amounts become spendable.
- b) *Restricted* — Assets with externally imposed constraints, such as those mandated by creditors, grantors, and contributors or laws and regulations. Such constraint is binding unless modified or rescinded by the applicable external body, laws or regulations.
- c) *Committed* — Assets with a purpose formally imposed by ordinance of the City Council, binding unless modified or rescinded by the City Council through a similar action.
- d) *Assigned* — Assets intended to be used for a specific purpose that is neither restricted or committed. Intent is expressed by the City Council or their designee. The City Council has delegated the authority to assign amounts to be used for specific purposes through policies approved by the City Council.
- e) *Unassigned* — All amounts not included in the other fund balance classifications. The general fund shall be the only fund to report positive unassigned fund balance. All other governmental funds may report negative unassigned fund balance.

For the classification of fund balances, the City considers restricted amounts to have been spent first when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Expenditures are to be spent from restricted fund balance first, followed by committed, assigned and, lastly, unassigned.

Fund balances for all major and nonmajor governmental funds as of December 31, 2021 were allocated as follows:

	Major						Nonmajor	Total Governmental Funds
	General	Debt Service	Capital Improvement	City Center TIF	Street Improvements	Municipal Buildings	Other Governmental Funds	
FUND BALANCES								
Nonspendable	\$300,850	\$-	\$2,414,328	\$-	\$-	\$-	\$-	\$2,715,178
Restricted for:								
Debt service	-	5,028,455	-	-	-	-	1,988	5,030,443
Public safety:								
Alcohol prevention	-	-	-	-	-	-	734,970	734,970
Police Department	-	-	-	-	-	-	237,835	237,835
Municipal Services:								
Community Improvement Districts	-	-	-	-	-	-	696,578	696,578
Traffic improvements	-	-	-	-	-	-	2,171,406	2,171,406
Street improvements	-	-	-	-	-	-	384,025	384,025
TIF districts	-	-	-	3,075,453	-	-	4,529,208	7,604,661
Parks and recreation:								
Parks projects	-	-	4,296,594	-	-	-	3,120,748	7,417,342
Street Trees	-	-	-	-	-	-	459,664	459,664
General government:								
Economic Development	-	-	185,073	-	-	-	-	185,073
Neighborhood Redevelopment	-	-	-	-	-	-	441,810	441,810
Tourism	-	-	-	-	-	-	2,079,460	2,079,460
Legal	-	-	-	-	-	-	77,563	77,563
Capital projects:								
Street improvements	-	-	-	-	10,257,754	-	-	10,257,754
Municipal Buildings	-	-	-	-	-	62,429,808	-	62,429,808
Parks and Recreation	-	-	-	-	-	-	119,409	119,409

	Major						Nonmajor	(Continued)	
	General	Debt Service	Capital Improvement	City Center TIF	Street Improvements	Municipal Buildings	Governmental Funds	Other Governmental Funds	Total Governmental Funds
Committed to:									
Community Development	189,157	-	-	-	-	-	-	-	189,157
Foundation	118,270	-	-	-	-	-	-	-	118,270
Street projects	-	-	194,434	-	4,935,062	-	-	-	5,129,496
Capital Acquisition	-	-	-	-	-	-	506,153	-	506,153
Municipal Building projects	-	-	-	-	-	3,698,654	-	-	3,698,654
Parks and Recreation projects	-	-	-	-	-	-	7,159,412	-	7,159,412
Assigned to:									
Municipal Services	11,379	-	-	-	-	-	-	-	11,379
Parks projects	72,935	-	-	-	-	-	-	-	72,935
Information Technology	73,121	-	-	-	-	-	-	-	73,121
Engineering Services	29,207	-	-	-	-	-	-	-	29,207
Equipment	84,841	-	-	-	-	-	2,530,973	-	2,615,814
Future Capital Projects	-	-	14,241,664	-	-	-	-	-	14,241,664
Unassigned	40,477,460	-	-	-	-	-	(35,091)	-	40,442,369
TOTAL	\$41,357,220	\$5,028,455	\$21,332,093	\$3,075,453	\$15,192,816	\$66,128,462	\$25,216,111	\$177,330,610	

Use Of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and expenditures during the reporting period. Actual results could differ from those estimates.

2. Deposits And Investments

A summary of the City's significant accounting policies regarding cash, cash equivalents and investments may be found in Note 1 of the Basic Financial Statements. The City's deposits and investments are generally segregated into two parts: City-wide deposits and investments and the City's Defined Benefit Pension Plan deposits and investments. Below is a description of the policies associated with these categories of deposits and investments.

City-Wide Deposits And Investments

According to Kansas statutes and the City's formal investment policy adopted by the Governing Body, the City is allowed to pool idle cash from all funds for the purpose of increasing income through temporary investment activities, which may include certificates of deposit, repurchase agreements, money market funds, passbook savings accounts, U.S. Government securities and the Kansas Municipal Investment Pool (KMIP). KMIP is not registered with the SEC and is governed by the State of Kansas Pooled Money Investment Board. KMIP does not include any involuntary participants.

In 2003, the City was granted expanded investment powers by the State of Kansas. In addition to the options mentioned above, expanded investment powers allow the City to extend maturities up to four years. The City is required to provide an annual report of investment results to the State as a condition of maintaining the expanded powers.

Investments are stated at fair value or at a method that approximates fair value. The fair value of marketable securities is based on quotations, which are generally obtained from national securities exchanges. Where marketable securities are not listed on an exchange, quotations are obtained from brokerage firms or national pricing services.

The carrying value of deposits and investments are summarized as follows:

	Governmental Activities	Business Type Activities	Total
Deposits	\$(163,374)	\$(9,044)	\$(172,418)
Petty cash	9,531	700	10,231
Investments:			
Municipal investment pool	610,641	33,040	643,681
Repurchase agreements	11,788,173	637,827	12,426,000
U.S. Governments securities	89,146,226	4,823,464	93,969,690
U.S. Treasury notes	75,451,654	4,082,487	79,534,141
Investments held with trustee:			
State and local government securities	1,989	-	1,989
TOTAL DEPOSITS, INCLUDING INVESTMENTS	\$176,844,840	\$9,568,474	\$186,413,314

Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The City's policy is to collateralize the demand deposits with securities held by the financial institutions agent and in the City's name. At December 31, 2021, the City's deposits were insured by federal depository insurance and uninsured deposits were fully collateralized in accordance with the City's policy.

For an investment, the custodial credit risk is the risk that in the event of the failure of the 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. The City's safeguarding policy is that investments are to be held in a single safekeeping agent in the name of the City. At December 31, 2021, the City's investments were in compliance with the policy.

Credit Risk And Concentration Of Credit Risk

The City's investment option types are limited, which inherently reduces credit risk. State statutes do not address concentration of credit risk. The City's investment policy limits the percentage of the portfolio that can be invested in various investment classes. The investment classes and their respective limits are shown below:

Investment Type	Maximum Percentage Of Portfolio
Repurchase agreements	30%
Collateralized time and demand deposits	100%
U.S. Treasury Notes and Bills	100%
U.S. Government Agency Obligations	90%
Kansas Municipal Investment Pool	30%
Bank Trust Department Mutual Pools	10%
Kansas General Obligation Bonds	10%
Temporary Notes or No-Fund Warrants	10%

The limit on repurchase agreements and KMIP deposits may exceed 60%, but not more than 75%, of the portfolio for a maximum of 45 days during each of the January and June property tax distributions, and prior to debt service payments on March 1 and September 1.

No single financial institution should hold demand or time deposits which will constitute more than 10% of the City's portfolio. No more than 33% of the total portfolio in any investment type of the City should be placed with a single issuer other than the United States Treasury.

Presented below is the actual rating by Moody's Investor Services for all investment types excluding the Kansas Municipal Investment Pool. The actual rating for the Kansas Municipal Investment Pool is by Standard and Poor's. Also included in the table is the concentration of the issuers of securities, and the respective fair value of those securities:

Investment Type	Total	Rating As Of December 31, 2021	Percentage
Kansas Municipal Investment Pool	\$643,681	AAAF/S1+	0%
Repurchase agreements	12,426,000	Aaa Collateral	7%
U.S. Government Securities:			
Federal National Mortgage Association	5,054,724	Aaa	3%
Federal Home Loan Banks	30,381,370	Aaa	16%
Federal Home Loan Mortgage Corporation	12,081,276	Aaa	6%
Federal Farm Credit	46,452,320	Aaa	25%
U.S. Treasury Notes	79,534,141	**	43%
Investments held by trustee:			
State and local government securities	1,989	**	0%
TOTAL	\$186,575,501		100%

** U.S. Treasury Notes and State and local government securities (issued by the U.S. Government) are not rated because they are considered of the highest quality and are backed by the full faith and credit of the U.S. Government.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of debt security investments. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City has a formal policy to structure the portfolio so that securities mature to meet cash requirements for ongoing operations to minimize sales of securities prior to maturity. Exposure to interest rate risk is further limited by setting a maximum maturity of four years.

As of December 31, 2021, the City's investment portfolio had the following investments and maturities:

Investment Type	Total	6 Months Or Less	6 - 12 Months	12 - 24 Months
Kansas Municipal Investment Pool	\$643,681	\$643,681	\$-	\$-
Repurchase agreements	12,426,000	12,426,000	-	-
U.S. Government Securities:				
Federal National Mortgage Association	5,054,724	3,013,452	-	2,041,272
Federal Home Loan Banks	30,381,370	5,020,110	17,105,947	8,255,313
Federal Home Loan Mortgage Corporation	12,081,276	-	2,998,593	9,082,683
Federal Farm Credit	46,452,320	5,004,995	9,987,495	31,459,830
U.S. Treasury Notes	79,534,141	22,091,720	16,093,282	41,349,139
Investments held by Trustee:				
State and local government securities	1,989	1,989	-	-
TOTAL	\$186,575,501	\$48,201,947	\$46,185,317	\$92,188,237

Fair Value

The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs and Level 3 inputs are significant unobservable inputs.

The City has the following recurring fair value measurements as of December 31, 2021:

- › U.S. Government Securities of \$93,969,690 measured using a matrix pricing model (Level 2 inputs)
- › U.S. Treasury Notes of \$79,534,141 measured using quoted prices in an active market (Level 1 inputs)

The Kansas Municipal Investment Pool of \$643,681 and the Repurchase Agreements of \$12,426,000 are measured at net asset value, which approximates fair value, and amortized cost, respectively. There are no restrictions on the redemption of the funds as the strategy of the funds is to provide liquidity with an investment return.

Defined Benefit Pension Plan

The City had \$33,872,639 in cash and investments related to the City's defined benefit pension plan. These investments are carried at fair value. The City determines fair value based on current available market pricing. The primary objective of the City of Lenexa Defined Benefit Pension Plan is to provide eligible employees with retirement benefits. The Plan's investment objectives should be pursued as long-term goals designed to maximize return while reducing exposure to undue risk. At a minimum, it is the objective of the plan to meet its actuarial interest assumption on an ongoing basis. Currently, the actuarial interest assumption is 7.00%.

There are six asset classes used: domestic equity, emerging markets equity, international equity, domestic fixed income, real assets and cash. The allocation percentages for each asset category are listed in the table below. Percentage allocations are intended to serve as guidelines.

Asset Category	Allocation			Long-Term
	Target*	Minimum	Maximum	Expected Return**
Domestic equity	28%	20%	40%	4.3%
International equities	23%	15%	30%	6.5%
Domestic fixed income	21%	15%	30%	2.1%
Alternative assets	20%	10%	30%	5.9%
Emerging markets equity	8%	5%	15%	7.2%
Cash	0%	0%	5%	1.1%

*Target approximates the assumed asset allocation

**Geometric mean

The benchmark for the domestic equity portion of the portfolio is to match or exceed the return of the Domestic Equity Composite Index (net of investment management fees and transaction costs); the benchmark for the emerging markets portion of the portfolio is the MSCI Emerging Markets Index (net of investment management fees and transaction costs); the benchmark for the international equity portion of the portfolio is to match or exceed the return of the International Equity Composite Index (net of management fees and transaction costs); the benchmark for the fixed income portion of the plan is to equal or exceed the return of the Bloomberg U.S. Aggregate (net of management fees and transaction costs); the benchmark for the alternative assets of the plan is to equal or exceed the return of the Alternative Composite Index (net of management fees and transaction costs). Investments in cash must represent maturities of one year or less at the time of purchase.

Interest Rate Risk

Interest rate risk is the risk associated with a portfolio's sensitivity to changes in interest rates. The Plan has no specific policy regarding interest rate risk. As of December 31, 2021, the Plan had the following investments and maturities:

	Total	12 Months Or Less	12 - 48 Months	> 48 Months
Fixed income mutual funds	\$6,087,196	\$-	\$-	\$6,087,196
Money market mutual funds	318,694	318,694	-	-
	6,405,890	\$318,694	\$-	\$6,087,196
Domestic stocks	9,454,006			
Real estate	78,541			
Mutual funds	12,828,407			
Master limited partnerships	5,105,795			
TOTAL INVESTMENTS	\$ 33,872,639			

The underlying holdings of the fixed income mutual funds have a weighted average maturity of 8.98 years.

Credit Risk

Credit risk is associated with the credit quality or rating of debt instrument investments. The Plan has no specific policy regarding credit risk. The fixed income mutual funds of \$9,213,500 and the money market mutual funds of \$318,694 are unrated for the purposes of credit risk.

Concentration Of Credit Risk

As of December 31, 2021, the following table lists the issuers of securities and the respective fair value of those securities that represent 5% or more of the Plan's total investments:

Metwest Total Return Bond Fund Class I	\$6,016,439	18%
Meritage Large Cap Growth	5,147,532	15%
American Funds/Euro Pacific Growth	4,260,109	13%
Columbia Threadneedle	4,034,628	12%
Vanguard Index/Small Cap	3,126,304	9%
Ironwood International LTD	3,120,457	9%
Vanguard Developed Markets	2,885,202	9%
Tortoise Capital Advisors	2,796,860	8%
Vanguard Emerging Markets	2,426,312	7%

Foreign Currency Risk

The Plan's investment policy permits it to invest up to 20% of total investments in foreign currency denominated investments. Currently, the Plan does not have any foreign currency denominated investments. The Plan's investment in international equities is comprised of mutual funds and separately managed accounts denominated in U.S. currency.

Fair Value

The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs Level 3 inputs are significant unobservable inputs.

	Total as of December 31, 2021	Fair Value Measurements Using:		
		Quoted prices in active markets for identical assets Level 1	Significant other observable inputs Level 2	Significant unobservable inputs Level 3
Investments by Fair Value Level				
COMMON STOCK				
Communication	\$203,573	\$203,573	\$-	\$-
Consumer Discretionary	1,273,427	1,273,427	-	-
Consumer Staples	340,308	340,308		
Energy	1,151,652	1,151,652	-	-
Financials	961,450	961,450	-	-
Healthcare	1,130,737	1,130,737	-	-
Industrials	652,942	652,942	-	-
Materials	35,313	35,313	-	-
Services	336,362	336,362		
Technology	3,198,484	3,198,484	-	-
Utilities	169,758	169,758	-	-
TOTAL COMMON STOCK	9,454,006	9,454,006	-	-
Master Limited Partnerships	1,967,359	1,967,359	-	-
REIT's	78,541	78,541	-	-
MUTUAL FUNDS				
Fixed Income - Intermediate-Term	6,087,196	6,087,196	-	-
Small Cap Index Fund	3,126,304	3,126,304		
International - Foreign Large Growth	4,260,110	4,260,110	-	-
International - Foreign Large Blend	2,885,203	2,885,203	-	-
International - Diversified Emerging Markets	2,426,313	2,426,313	-	-
Domestic Commingled and ETF	130,477	130,477	-	-
TOTAL MUTUAL FUNDS	18,915,603	18,915,603	-	-
INVESTMENTS BY FAIR VALUE LEVEL	\$30,415,509	\$30,415,509	\$-	\$-
Investments at Net Asset Value				
Limited partnerships	\$3,138,436			
Investments measured at amortized cost				
Money Market Investments	318,694			
TOTAL INVESTMENTS VALUE	\$33,872,639			

Common Stock and REITS

Common Stock and REITS classified in Level 1 are priced by identical securities traded on an established exchange.

Master Limited Partnerships

Master Limited Partnerships classified in Level 1 are priced by identical securities traded on an established exchange.

Money Market and Mutual Funds

Money Market and Mutual funds classified in Level 1 are the sum of their respective public market holdings and are leveled according to those inputs and are not driven by the characteristic of their ownership.

Investments Measured At Net Asset Value (NAV)

For the Ironwood International commingled funds, the fair value of the investment has been determined on the basis of pricing information obtained from various sources, from administrators of underlying funds in which the Fund may have invested, the underlying funds themselves, or the Fund's investment adviser. There are no unfunded commitments to Ironwood. Ironwood International Ltd. is a Cayman Island limited company designed to allow sophisticated investors access to a variety of investment strategies as a means of enhancing the diversification of their overall portfolios. The Fund's investment objective is capital appreciation with limited variability of returns. The Fund attempts to achieve this objective by investing substantially all of its assets, net of reserves maintained for reasonably anticipated expenses, in Ironwood Partners L.P. (the "Master Fund"). The Master Fund attempts to achieve its investment objective by allocating capital among a number of pooled entities, each managed by an independent investment adviser pursuant to relative value investment strategies or other techniques.

3. Receivables

Receivables as of year-end for the City's Major Funds, Nonmajor Funds and Internal Service Funds, including applicable allowances for uncollectible accounts, are as follows:

	General	Debt Service	Capital Improvement	Street Improvements	City Center TIF	Municipal Buildings	Other Governmental	Internal Service	Total
Property tax	\$29,499,930	\$7,662,033	\$-	\$-	\$7,628,224	\$-	\$5,387,156	\$-	\$50,177,343
Sales tax	8,318,605	-	-	-	-	-	341,086	-	8,659,691
Transient guest tax	-	-	-	-	-	-	369,985	-	369,985
Franchise tax	664,107	-	-	-	-	-	-	-	664,107
Special highway tax	-	-	-	-	-	-	384,025	-	384,025
Special liquor tax	95,584	-	-	-	-	-	191,167	-	286,751
Special assessment	-	23,022,607	-	-	-	-	-	-	23,022,607
Intergovernmental	-	-	-	491,819	-	-	109,556	-	601,375
Interest	229,413	12,980	48,659	-	-	107,941	21,040	12,717	432,750
Other	98,001	-	125,066	-	-	-	61,551	320,738	605,356
Less: allowance for uncollectible accounts	(1,322,117)	(345,481)	-	-	-	-	-	-	(1,667,598)
TOTAL RECEIVABLES	\$37,583,523	\$30,352,139	\$173,725	\$491,819	\$7,628,224	\$107,941	\$6,865,566	\$333,455	\$83,536,392

Included in "Other" in the Capital Improvement Fund is a \$125,066 tenant improvement loan with Park University.

4. Tax Revenues

Tax revenues for the City's Major Funds and Nonmajor Funds are as follows:

	General	Debt Service	City Center TIF	Municipal Buildings	Other Governmental Funds	Total
Property tax	\$28,046,911	\$7,699,162	\$7,355,163	\$-	\$4,935,500	\$48,036,736
Sales tax	44,576,511	-	-	-	1,707,429	46,283,940
Transient guest tax	-	-	-	-	1,262,952	1,262,952
Franchise tax	7,036,556	-	-	-	-	7,036,556
Special assessment	-	2,834,836	-	-	-	2,834,836
Motor vehicle	2,592,834	720,499	-	-	-	3,313,333
Other	1,719,939	-	-	-	2,326,790	4,046,729
TOTAL TAX REVENUES	\$83,972,751	\$11,254,497	\$7,355,163	\$-	\$10,232,671	\$112,815,082

5. Capital Assets

The following is a summary of changes in capital assets for the year ended December 31, 2021:

	Balance December 31, 2020	Increases	Decreases	Balance December 31, 2021
GOVERNMENTAL ACTIVITIES:				
Assets not being depreciated:				
Land	\$25,322,049	\$-	\$-	\$25,322,049
Other capital - non-depreciated	411,700	-	-	411,700
Construction in progress	6,390,206	7,234,633	4,588,231	9,036,608
TOTAL NONDEPRECIABLE CAPITAL ASSETS	32,123,955	7,234,633	4,588,231	34,770,357
ASSETS BEING DEPRECIATED:				
Buildings	99,941,974	-	-	99,941,974
Machinery and equipment	31,930,743	1,296,527	21,735	33,205,535
Other capital - depreciated	2,218,706	-	242,696	1,976,010
Infrastructure - streets	696,847,287	6,347,333	1	703,194,619
TOTAL DEPRECIABLE CAPITAL ASSETS	830,938,710	7,643,860	264,432	838,318,138
LESS ACCUMULATED DEPRECIATION				
Buildings	(38,134,278)	(2,962,404)	-	(41,096,682)
Machinery and equipment	(18,686,394)	(2,573,711)	(13,404)	(21,246,701)
Other capital - depreciated	(2,054,459)	(67,370)	(242,696)	(1,879,133)
Infrastructure - streets	(280,576,543)	(13,798,527)	-	(294,375,070)
TOTAL ACCUMULATED DEPRECIATION	(339,451,674)	(19,402,012)	(256,100)	(358,597,586)
Total capital assets being depreciated, net	491,487,036	(11,758,152)	8,332	479,720,552
TOTAL GOVERNMENTAL ACTIVITIES, CAPITAL ASSETS, NET	\$ 523,610,991	-\$ 4,523,519	\$ 4,596,563	\$ 514,490,909

	Balance December 31, 2020	Increases	Decreases	Balance December 31, 2021
Business type activities:				
ASSETS NOT BEING DEPRECIATED:				
Land	\$1,042,499	\$-	\$-	\$1,042,499
Other capital - non-depreciated	98,800	-	-	98,800
Construction in progress	-	1,200,976	1,200,976	-
TOTAL NONDEPRECIABLE CAPITAL ASSETS	1,141,299	1,200,976	1,200,976	1,141,299
ASSETS BEING DEPRECIATED:				
Buildings	33,849,468	-	-	33,849,468
Machinery and equipment	2,611,852	424,999	-	3,036,851
Infrastructure - stormwater	121,845,102	1,566,793	-	123,411,895
TOTAL DEPRECIABLE CAPITAL ASSETS	158,306,422	1,991,792	-	160,298,214
LESS ACCUMULATED DEPRECIATION				
Buildings	(3,949,105)	(1,128,316)	-	(5,077,421)
Machinery and equipment	(1,482,008)	(338,703)	-	(1,820,711)
Infrastructure - stormwater	(28,007,907)	(1,636,077)	-	(29,643,984)
TOTAL ACCUMULATED DEPRECIATION	(33,439,020)	(3,103,096)	-	(36,542,116)
Total capital assets being depreciated, net	124,867,402	(1,111,304)	-	123,756,098
TOTAL BUSINESS TYPE ACTIVITIES, CAPITAL ASSETS, NET	\$126,008,701	\$89,672	\$1,200,976	\$124,897,397

Depreciation expense was charged to functions/programs of the primary government as follows:

GOVERNMENTAL ACTIVITIES:	
General Government	\$578,020
Public Safety	1,629,034
Municipal Services	2,470,613
Infrastructure	13,798,527
Parks and recreation	925,818
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	\$19,402,012
BUSINESS-TYPE ACTIVITIES:	
Rec Center	\$1,303,977
Stormwater	1,799,119
TOTAL DEPRECIATION EXPENSE - BUSINESS TYPE ACTIVITIES	\$3,103,096

6. Commitments

Construction Commitments

Construction commitments have been made for future expenditures related to the City's capital projects programs. At December 31, 2021, outstanding construction commitments, including obligations for capital outlay, were \$26,095,896.

At December 31, 2021, capital project authorizations compared with expenditures from inception are as follows:

	Project Authorizations	Expenditures - Project Inception To December 31, 2021
Governmental activities:		
Street improvements	\$79,657,340	\$8,269,934
Municipal buildings	80,503,000	654,476
Capital acquisitions	3,041,000	7,381
Parks and recreation	21,284,658	104,817
TOTAL	\$ 184,485,998	\$ 9,036,608

	Project Authorizations	Expenditures - Project Inception To December 31, 2021
Business-type activities:		
Storm drainage	\$ 16,989,488	\$-

Economic Conditions

The recent outbreak of COVID-19, which has been declared by the World Health Organization to be a public health emergency of international concern, has spread across the globe and is impacting worldwide economic activity. The COVID-19 outbreak poses the risk that the City or its employees, contractors, residents, local businesses, and other partners may be prevented from conducting business activities for an indefinite period of time, due to shutdowns that may be requested or mandated by governmental authorities.

Other Commitments And Contingencies

The City is a defendant in various legal actions pending or in process for property damage, personal injuries, zoning matters and other miscellaneous claims. Such litigation, in the opinion of management, based on the advice of counsel, prior experience and further based on the present status of the City's insurance coverage, will have no material effect on the financial statements of the City.

7. Interfund Receivables, Payables And Transfers

Interfund receivable and payable balances at December 31, 2021 are as follows:

	Interfund Receivables	Interfund Payables
General fund	\$-	\$1,932,530
Capital improvement fund	1,932,530	-
City Center East #1 CID fund	-	61,551
Risk management	61,551	-
TOTAL	\$1,994,081	\$1,994,081

The General Fund interfund payable is a portion of the 3/8 cent sales tax to fund parks and road improvements. The payable will be eliminated in 2022.

A summary of interfund transfers by fund type is as follows at December 31, 2021:

	Transfers Out							
	General	Street Improvements	City Center TIF	Capital Improvements	Municipal Buildings	Nonmajor Governmental	Enterprise	Total
TRANSFERS IN:								
General	\$-	\$-	\$51,659	\$-	\$-	\$23,845	\$-	\$75,504
Debt service	-	205,129	190,206	-	-	1,004,230	-	1,399,565
Street Improvements	-	-	-	13,628,987	-	2,420,200	25,000	16,074,187
Capital Improvements	35,740,032	595,387	1,226,972	-	368,000	295,100	-	38,225,491
Municipal Buildings	1,250,000	-	-	24,983,552	-	-	-	26,233,552
Non Major Governmental	1,850,000	271,250	-	7,055,608	-	262,605	-	9,439,463
Enterprise	10,069	-	164,613	-	-	-	-	174,682
TOTAL	\$38,850,101	\$1,071,766	\$1,633,450	\$45,668,147	\$368,000	\$4,005,980	\$25,000	\$91,622,444

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts and (3) use unrestricted revenues collected in a fund that is used to finance various programs and capital outlay projects accounted for in another fund in accordance with budgetary authorizations. Any transfers within the governmental funds or within the proprietary funds have been eliminated in the government-wide statement of activities.

8. Lease Income

Following are descriptions of the City's major operating lease agreements.

Lenexa Chamber Of Commerce

The City leases to the Lenexa Chamber of Commerce, the Thompson Farm premise located in the Southlake Business Park. The lease provides for monthly lease payments of \$1,674. The cost of the Thompson Farm was \$790,000 with accumulated depreciation of \$645,167 and a current carrying value of \$144,833.

Cellular Tower Leases

The City has lease agreements with multiple wireless telecommunications providers for space on City-owned monopole towers located at 87th and Lackman, 87th and Quivira Road, 7700 Cottonwood, and 87th and Monrovia.

The lease agreements provide for monthly lease payments. The cost of the cellular towers was \$1,063,500 with accumulated depreciation of \$1,063,500 and a current carrying value of \$0.

The following is a schedule of minimum future rentals on the cellular tower leases:

Year	Amount
2022	\$ 444,335
2023	459,090
2024	458,266
2025	397,074
2026	398,986
2027 - 2031	1,574,690
2032 - 2035	341,722
TOTAL	\$ 4,074,163

Park University Lease

The City leases to Park University, a portion of the building at Lenexa City Hall, 17101 West 87th Street Parkway for post-secondary educational opportunities. This lease consists of 5,600 square feet on the second floor of City Hall. The lease provided for monthly rent payments in the amount of \$9,777 for the first 36 months of the lease. The monthly rental amount for the 37th month to the 60th month increased to \$10,262. The monthly rent payments for the 61st to the 83rd month decreased back to \$9,777. The monthly rent amount for the 83rd month to the 96th month will increase back to \$10,262. Minimum future rentals are as follows:

Year	Amount
2022	\$ 120,717
2023	117,320
2024	119,747
2025	71,834
TOTAL	\$ 429,618

Public Market Lease

The City has multiple lease agreements with vendors for market space in the city owned Public Market at 8750 Penrose Lane in the lower level of Lenexa City Hall. The lease agreements provide for monthly lease payments. The lease agreements for four of our anchor tenants are for 24 months. Base rent is calculated as 10% of gross sales for the period commencing on the 15th day of the calendar month two months prior to the month in which the base rent is due through the 14th day of the month immediately preceding the calendar month in which the base rent is due. One of the Public Market anchor tenants has a 36-month lease agreement with an option to renew with a 3% increase for an additional 36 months. The minimum future rentals payments are as follows:

Year	Amount
2022	\$ 32,124
2023	24,501
2024	3,100
TOTAL	\$ 59,725

9. Long-Term Debt And Other Obligations

Changes In Long-Term Liabilities

The following is a summary of the changes in long-term debt for the year ended December 31, 2021:

	Balance December 31, 2020	Additions	Retired	Balance December 31, 2021	Due Within One Year
GOVERNMENTAL ACTIVITIES:					
General obligation bonds	\$102,655,000	\$46,395,000	\$17,380,000	\$131,670,000	\$12,095,000
Net unamortized premium	6,944,712	4,525,706	1,300,276	10,170,142	1,040,878
Less unamortized discount	(1,878)	-	(1,878)	-	-
Tax increment revenue bonds	5,795,953	-	168,648	5,627,305	5,627,305
General obligation notes payable	5,075,000	-	5,075,000	-	-
Employee compensated absences	3,396,886	2,345,103	2,635,818	3,106,171	2,548,823
TOTAL GOVERNMENTAL ACTIVITIES LONG-TERM OBLIGATIONS	123,865,673	53,265,809	26,557,864	150,573,618	21,312,006
BUSINESS TYPE ACTIVITIES:					
General obligation bonds	25,650,000	1,085,000	3,405,000	23,330,000	2,125,000
Net unamortized premium	1,232,948	196,615	180,251	1,249,312	144,129
Employee compensated absences	116,695	63,896	82,902	97,689	80,162
Revolving loans payable	161,042	-	13,445	147,597	13,814
TOTAL BUSINESS TYPE ACTIVITIES LONG-TERM OBLIGATIONS	27,160,685	1,345,511	3,681,598	24,824,598	2,363,105
TOTAL	\$151,026,358	\$54,611,320	\$30,239,462	\$175,398,216	\$23,675,111

For governmental activities, compensated absences and other post-employment benefits obligations are generally liquidated from the General Fund.

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental and business-type activities.

In the 2021A debt issue the City completed a current refunding of the General Obligation Bonds Series 2011A and 2012A for both the general government activities and the Stormwater business-type activity. The total remaining debt service on the 2011A and 2012B series was \$10,479,141 versus the new debt service for the 2021A of \$9,501,175 resulting in a savings for the City of \$977,966. This savings reported as net present value cash flow savings at 1.205% (Bond Yield) is \$910,927. The 2021B debt issue of \$36,010,000 was issued to finance the Justice Center.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as 10-year, 15-year or 20-year serial bonds with level debt service payments. General obligation bonds currently outstanding are as follows:

GENERAL OBLIGATION BONDS OUTSTANDING

	Series	Interest Rates %	Original Issue Amount	Final Maturity Date	Outstanding December 31, 2021	Interest Paid 2021
Building improvements	2011A	3.0 to 4.0%	4,800,000	9/1/2021	-	15,900
Street improvements	2012A	2.25 to 3.25%	13,000,000	9/1/2032	-	221,575
Street Improvements	2013A	2.0 to 4.125%	4,635,000	9/1/2028	1,265,000	53,275
Street Improvements	2014A	2.125 to 5.0%	14,490,000	9/1/2035	6,690,000	275,350
Street improvements, refunding	2014B	2.0 to 5.0%	4,320,000	9/1/2021	-	29,000
Street improvements, refunding	2015A	2.0 to 5.0%	21,390,000	9/1/2035	14,040,000	545,925
Civic Center Project	2015B	2.0 to 5.0%	44,140,000	9/1/2035	30,585,000	1,245,588
Refunding, Benefit Districts	2018A	2.0 to 5.0%	13,300,000	9/1/2038	8,255,000	385,831
Street improvements	2018C	3.0 to 5.0%	15,550,000	9/1/2038	13,845,000	566,000
Street improvements	2019C	2.25% to 5.0%	6,945,000	9/1/2039	6,295,000	248,388
Street improvements, refunding	2020A	1% to 3.5%	5,045,000	9/1/2041	4,300,000	130,842
Street improvements, refunding	2021A	1.5% to 4.0%	10,385,000	9/1/2041	10,385,000	-
Justice Center Project	2021B	1.75% to 4.0%	36,010,000	9/1/2041	36,010,000	-
TOTAL					\$131,670,000	\$3,717,674
	Series	Interest Rates %	Original Issue Amount	Final Maturity Date	Outstanding December 31, 2021	Interest Paid 2021
Stormwater improvements	2011A	3.0 to 4.0%	1,260,000	9/1/2031	-	28,864
Stormwater improvements	2012A	2.25 to 3.25%	1,465,000	9/1/2032	-	20,964
Stormwater refunding	2012B	2.0 to 3.0%	4,208,124	9/1/2024	1,170,000	46,050
Stormwater Improvements	2013A	2.0 to 4.125%	2,985,000	9/1/2033	2,005,000	78,106
Stormwater Improvements	2014A	2.125 to 5.0%	1,115,000	9/1/2034	805,000	26,456
Stormwater improvements, refunding	2014B	2.0 to 5.0%	4,325,000	9/1/2026	2,130,000	66,812
Stormwater improvements	2015A	2.0 to 5.0%	1,705,000	9/1/2035	1,320,000	49,700
Stormwater improvements, refunding	2018A	2.0 to 5.0%	9,700,000	9/1/2038	8,085,000	323,150
Stormwater improvements	2018C	3.0 to 5.0%	1,170,000	9/1/2038	1,045,000	42,619
Stormwater improvements	2019C	2.25% to 5.0%	2,035,000	9/1/2039	1,900,000	68,313
Stormwater improvements, refunding	2020A	1% to 3.5%	3,995,000	9/1/2040	3,785,000	76,005
Stormwater improvements, refunding	2021A	1.5% to 4.0%	1,085,000	9/1/2032	1,085,000	-
TOTAL					\$23,330,000	\$827,040

Annual debt service requirements to maturity for general obligation bonds are as follows for the governmental and business-type activities, respectively:

Year	Principal	Interest	Total
2022	\$12,095,000	\$4,308,020	\$16,403,020
2023	11,475,000	4,071,286	15,546,286
2024	10,270,000	3,611,336	13,881,336
2025	9,475,000	3,184,393	12,659,393
2026	8,715,000	2,789,518	11,504,518
2027 - 2031	36,295,000	9,449,488	45,744,488
2032 - 2036	27,570,000	4,020,575	31,590,575
2037 - 2041	15,775,000	942,535	16,717,535
TOTAL	\$131,670,000	\$32,377,151	\$164,047,151

Year	Principal	Interest	Total
2022	\$2,125,000	\$760,636	\$2,885,636
2023	2,160,000	683,666	2,843,666
2024	2,210,000	624,216	2,834,216
2025	1,880,000	545,323	2,425,323
2026	1,675,000	488,073	2,163,073
2027 - 2031	6,075,000	1,612,256	7,687,256
2032 - 2036	4,975,000	700,290	5,675,290
2037 - 2041	2,230,000	110,364	2,340,364
TOTAL	\$23,330,000	\$5,524,824	\$28,854,824

General Obligation Notes Payable

Kansas statutes permit the issuance of notes to finance certain capital improvement projects. Prior to note issuance, the Governing Body must take the necessary legal steps to authorize the issuance of bonds for the project. Notes are interest-bearing and have a maturity date no later than four years from the date of issuance. General obligation notes outstanding at December 31, 2021 are payable as follows:

Project	Interest Rate %	Issue Date	Maturity Date	Outstanding December 31, 2021	Interest Paid 2021
Street Improvements	1.63%	4/26/2019	9/1/2021	-	82,469
TOTAL				\$-	\$82,469

The City's total general obligation debt is \$155,000,000 and general obligation notes payable of \$0 for a total of \$155,000,000. The City has \$324,632,496 remaining before reaching its legal debt margin.

The above bonds include debt issued for special assessments for certain capital improvements made on behalf of benefit districts as further discussed in Note 1, with the remainder of the obligations to be liquidated from future general operations. Delinquent special assessments will be paid from additional general ad valorem property tax levies.

GASB 88

The City has reviewed all debt in accordance with the criteria outlined in GASB Statement 88, *Certain Disclosures Related to Debt, including Direct Borrowing and Direct Placements*. Through the City's purchasing card program, the City has a credit limit of \$1,000,000, of which \$379,770 was available at December 31, 2021. The amount due against the credit limit is included within accounts payable. The City has no other unused lines of credit. The City's only direct borrowing is the city's participation in the Kansas State Water Pollution Control Revolving Fund Loan that had a year-end balance of \$147,597. No assets are pledged as collateral on debt issues. The note below outlines the only item of default for the City, the Tax Increment Revenue Bonds Series 2007.

Tax Increment Revenue Bonds

On August 1, 2007, the City issued \$7,865,000 of tax increment revenue bonds related to the City Center East Project I (Revenue Bond Series 2007). The bonds are special, limited obligations of the City payable solely and only from ad valorem taxes collected from real property located within the Project Area on or after January 1, 2008, that is in excess of the amount of real property taxes which were collected from the Project Area in the year the Redevelopment District was established. Incremental ad valorem taxes were projected to produce 110% of debt service requirements over the life of the bonds. For 2021, incremental ad valorem tax revenues were \$244,382.

On April 1, 2013, the trustee for the bond issue (Security Bank of Kansas City) made a partial payment of \$190,000 on the accrued interest for the bonds.

On July 9, 2013, pursuant to the request of the owners of not less than a majority in principal amount of the bonds outstanding, the trustee for the bond issue declared the principal of all bonds outstanding and the accrued interest thereon due and payable.

On August 1, 2013, pursuant to the terms of the Indenture, the trustee transferred the amount of \$873,503 from the Full Valuation Reserve Fund account to the Debt Service Fund account. On October 1, 2013, the trustee applied \$820,045 of these funds for the partial redemption payment of principal on the bonds and \$53,458 of these funds for partial payment of the accrued interest on the bonds.

In March 2014, the trustee filed a communication to bondholders on the Electronic Municipal Market Access (EMMA) website. The trustee's communication to bondholders states "it is unlikely there will be sufficient funds to make the October 1, 2014 interest and principal payment due on the bonds or to pay past due amounts. Future payments of principal of and interest on the bonds will be dependent on increases in incremental tax revenues and timely payment of ad valorem taxes by the owner of the project — the trustee cannot predict if those increases will occur or when they might occur or if those payments will be made timely. The significantly reduced assessed value of the project (and any further reduction) can be expected to negatively impact the incremental tax revenues from the anticipated receipts set out in the official statement."

On April 1, 2014, the trustee made a partial redemption payment of principal on the bonds in the amount of \$191,782 and a partial payment of the accrued interest in the amount of \$18,278. On July 15, 2015, the trustee made a partial redemption payment of principal on the bonds in the amount of \$177,566 and a partial payment of the accrued interest in the amount of \$27,444. On July 12, 2016, the trustee made a partial redemption payment of principal on the bonds in the amount of \$181,199 and a partial payment of the accrued interest in the amount of \$38,801. On July 14, 2017, the trustee made a partial redemption payment of principal on the bonds in the amount of \$184,500 and a partial payment of the accrued interest in the amount of \$50,500. On July 13, 2018, the trustee made a partial redemption payment of principal on the bonds in the amount of \$180,007 and a partial payment of the accrued interest in the amount of \$59,993. On July 17, 2019, the trustee made a partial redemption payment of principal on the bonds in the amount of \$168,718 and a partial payment of the accrued interest in the amount of \$66,282. On July 10, 2020, the trustee made a partial redemption payment of principal on the bonds in the amount of \$165,240 and a partial payment of the accrued interest in the amount of \$74,760. On

July 14, 2021, the trustee made a partial redemption payment of principal on the bonds in the amount of \$168,648 and a partial payment of the accrued interest in the amount of \$86,352.

As of December 31, 2021, the outstanding principal for the bonds is \$5,627,305 and the outstanding accrued interest is \$3,176,931.

Reimbursable Developer Project Costs

These obligations represent tax increment financing (TIF) project costs that have been certified by the City as eligible for reimbursement to the applicant from TIF revenues attributable to a TIF project. Costs are certified upon project completion and may be certified in phases. Under the state TIF Act and City policy, the City may reimburse approved certified cost amounts from incremental taxes generated from the redevelopment project plan for a period up to 20 years from the date of such plan approval. Reimbursement is made in accordance with the terms of a Disposition & Development Agreement (DDA) entered into between an applicant and the City. Accordingly, certified project costs in excess of amounts reimbursed to date are tracked by the City for future repayment upon collection of attributable property tax. The City is only obligated for the amount of incremental taxes received attributable to the project and then, only in accordance with the terms of the DDA. Any project costs in excess of the incremental taxes received are the responsibility of the applicant.

The City has five established active redevelopment districts and, as of December 31, 2021, the City has approved thirty-seven redevelopment project plans. All but two of the redevelopment project plans are reimbursement only, and three of the approved plans provide for reimbursement only to the City. At the time of redevelopment project plan approval, a feasibility study is performed to support a finding that the incremental ad valorem taxes projected and other available revenues, including private equity, are sufficient to pay for the approved TIF project costs.

Ridgeview Mining (formerly Meritex) TIF Project Plan Two was approved by Ordinance No. 5594 on April 18, 2017. This ordinance provides solely for reimbursement to the City for TIF eligible infrastructure improvements associated with the construction of Ridgeview Road (Prairie Star Parkway to K-10 Highway), remainder of the 99th Street and 98th Street.

Ridgeview Mining (formerly Meritex) TIF Project Plan Three was approved by Ordinance No. 5689 on November 6, 2018. At December 31, 2021, no certified costs have been submitted.

Ridgeview Mining (formerly Meritex) TIF Project Plan Four was approved by Ordinance No. 5718 on April 16, 2019. At December 31, 2021, no certified costs have been submitted.

Ridgeview Mining (formerly Meritex) TIF Project Plan Five was approved by Ordinance No. 5776 on April 7, 2020. At December 31, 2021, no certified costs have been submitted.

Ridgeview Mining (formerly Meritex) TIF Project Plan Six was approved by Ordinance No. 5791 on September 15, 2020. At December 31, 2020, no certified costs have been submitted.

A redevelopment district was established by Ordinance No. 4604 on April 6, 2004 for the Mining TIF District. The Mining TIF District was amended on December 20, 2005 by Ordinance No. 4825 to expand its boundaries. Mining TIF Project Plan One was approved by Ordinance No. 4609 in 2004 and amended by Ordinance No. 4938 on May 15, 2007. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$858,116. The applicant may be reimbursed up to the balance of the certified cost amount of \$2,702,007 until 2024.

Mining TIF Project Plan Two was approved by Ordinance No. 5033 on May 6, 2008. The applicant may be reimbursed up to the balance of the certified cost amount of \$3,108,971 through June 2025, and the City shall be reimbursed for its TIF eligible costs through May 2028. The applicant receives first priority for the TIF distributions, if they meet certain performance benchmarks. At December 31, 2021, no certified costs have been submitted.

Mining TIF Project Plan Three was approved by Ordinance No. 5262 on June 5, 2012 and amended by Ordinance No. 5631 on December 5, 2017. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$900,997. The applicant may be reimbursed up to the balance of the certified cost amount of \$7,165,446 through June 2032.

Mining TIF Project Plan Four was approved by Ordinance No. 5688 on November 6, 2018. No certified costs have been submitted.

A redevelopment district was established by Ordinance No. 4427 on September 11, 2001 for the City Center TIF District and was subsequently amended by Ordinance No. 4824 on December 20, 2005 to expand the boundaries. The initial project plan (project plan 1) for the City Center TIF District was approved on October 16, 2001 by Ordinance No. 4431, which subsequently was amended by Ordinance No. 4482 on April 9, 2002 and again on May 16, 2006 by Ordinance No. 4846. This project plan provides solely for reimbursement to the City for TIF eligible land acquisition costs.

City Center TIF project plan 1B was approved by Ordinance No. 5043 on July 1, 2008. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$338,925. The applicant may be reimbursed up to the balance of the certified cost amount of \$1,546,158 until July 2028.

City Center TIF project plan 1C was approved by Ordinance No. 5272 on July 11, 2012. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$955,539. The applicant may be reimbursed up to the balance of the certified cost amount of \$11,311,137 through July 2032.

City Center TIF project plan 1D was approved by Ordinance No. 5297 on March 5, 2013. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$99,606. The applicant may be reimbursed up to the balance of the certified cost amount of \$288,666 until March 2033.

City Center TIF project plan 1E was approved by Ordinance No. 5357 on January 21, 2014. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$396,818. The applicant may be reimbursed up to the balance of the certified cost amount of \$6,317,513 until January 2029.

City Center TIF project plan 1F was approved by Ordinance No. 5516 on February 16, 2016. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$649,257. The applicant may be reimbursed up to the balance of the certified cost amount of \$12,348,510 until February 2036.

City Center TIF project plan 1G was approved by Ordinance No. 5517 on February 16, 2016. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$164,411. The applicant may be reimbursed up to the balance of the certified cost amount of \$1,910,019 until February 2036.

City Center TIF project plan 1H was approved by Ordinance No. 5657 on June 5, 2018. No certified costs have been submitted.

City Center TIF project plan 1I was approved by Ordinance No. 5670 on July 17, 2018. No certified costs have been submitted. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$18,325. The applicant may be reimbursed up to the balance of the certified cost amount of \$1,289,177 until February 2038.

City Center TIF project plan 2 was approved by Ordinance No. 4803 on November 15, 2005, which was subsequently repealed on April 17, 2007 with the adoption of Ordinance No. 4932 approving the amended project plan 2. The City issued TIF revenue bonds in 2007 to finance approved TIF eligible developer costs.

City Center TIF project plan 2B was approved by Ordinance No. 5370 on April 15, 2014. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$315,859. The applicant may be reimbursed up to the balance of the certified cost amount of \$1,163,754 until April 2034.

City Center TIF project plan 2C was approved by Ordinance No. 5738 on June 18, 2019. No certified costs have been submitted. In 2021, incremental ad valorem tax revenues and payments made to the

applicant were \$172,569. The applicant may be reimbursed up to the balance of the certified cost amount of \$1,974,334 until June 2039.

City Center TIF project plan 3A was approved by Ordinance No. 4933 on April 17, 2007, which was subsequently repealed on August 19, 2008 with the adoption of Ordinance No. 5053 approving the amended project plan 3A. This ordinance provides solely for reimbursement to the City for TIF eligible street and stormwater improvements.

City Center TIF project plan 3B was approved by Ordinance No. 5430 on March 17, 2015. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$322,334. The applicant may be reimbursed up to the balance of the certified cost amount of \$5,470,338 until March 2035.

City Center TIF project plan 3F was approved by Ordinance No. 5613 on September 5, 2017. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$127,522. The applicant may be reimbursed up to the balance of the certified cost amount of \$2,886,618 until September 2037.

City Center TIF project plan 3G was approved by Ordinance No. 5644 on February 20, 2018. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$59,317. The applicant may be reimbursed up to the balance of the certified cost amount of \$2,180,769 until February 2038.

City Center TIF project plan 4A was approved by Ordinance No. 5321 on June 18, 2013. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$285,555. The applicant may be reimbursed up to the balance of the certified cost amount of \$6,213,835 until June 2033.

City Center TIF project plan 4B was approved by Ordinance No. 5448 on June 16, 2015. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$334,989. The applicant may be reimbursed up to the balance of the certified cost amount of \$5,320,601 until June 2035.

City Center TIF project plan 4C was approved by Ordinance No. 5701 on December 18, 2018. No certified costs have been submitted.

City Center TIF project plan 5A was approved by Ordinance No. 5658 on June 5, 2018. In 2021, incremental ad valorem tax revenues and payments made to the applicant were \$316,890. The applicant may be reimbursed up to the balance of the certified cost amount of \$2,446,939 until June 2038.

City Center TIF project plan 5B was approved by Ordinance No. 5659 on June 5, 2018. No certified costs have been submitted.

City Center TIF project plan 5C was approved by Ordinance No. 5803 on November 17, 2020. No certified costs have been submitted.

A redevelopment district was established by Ordinance No. 4923 on February 6, 2007 for the I-35 and 95th Street TIF District. I-35 and 95th Street TIF District project plan 1 was approved by Ordinance No. 5306 on April 16, 2013. In 2021 incremental ad valorem tax revenues and payments made to the applicant were \$35,441. The applicant may be reimbursed up to the balance of the certified cost amount of \$380,997 until April 2033.

I-35 and 95th Street TIF District project plan 3 was approved by Ordinance No. 5549 on August 16, 2016. In 2021, incremental ad valorem tax revenues and payments made to the applicants were \$269,627. The applicants may be reimbursed up to the balance of the certified costs of \$4,044,149 until August 2036.

I-35 and 95th Street TIF District project plan 4 was approved by Ordinance No. 5593 on April 18, 2017. This ordinance provides solely for reimbursement to the City for TIF eligible infrastructure landscaping improvements associated with the 95th Street and I- 35 interchange project.

I-35 and 95th Street TIF District project plan 5 was approved by Ordinance No. 5660 on June 5, 2018. No certified costs have been submitted.

Community Improvement District

Upon petition of the developer and all of the property owners within the proposed community improvement district, the City has established ten community improvement districts (CID). Prior to reimbursement of any approved CID eligible costs, the City enters into a Development Agreement with the developer setting forth the terms and conditions under which reimbursement is made. Certified project costs in excess of amounts reimbursed to date are tracked by the City for future repayment upon collection of attributable sales tax. These obligations represent developer project costs that have been certified by the City as eligible for reimbursement from community improvement district revenues attributable to the project. The City is only obligated for the amount of sales tax received attributable to the project; any deficiencies are the responsibility of the developer.

The City established the Orchards Corner CID by Ordinance No. 5174 on October 19, 2010, approving and levying an additional 1% sales tax within the CID. The purpose of the District is to finance the cost of traffic improvements and internal tenant improvements to the Orchard Corners Center located on the southwest corner of 95th Street and Quivira Road. The additional sales tax became effective April 1, 2011. The developer may be reimbursed up to the certified cost amount from collected sales taxes up to a period of 22 years from the date the CID sales tax is first collected in accordance with the terms of the Development Agreement. The developer may be reimbursed up to the balance of the certified cost amount of \$5,340,265.

The City established the Prairie Creek CID by Ordinance No. 5263 on June 5, 2012, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to finance the cost of traffic improvements and internal tenant improvements to the Prairie Creek development located on the northwest corner of Prairie Star Parkway and Renner Boulevard. The additional sales tax became effective October 1, 2012. The developer may be reimbursed up to the certified cost amount from collected sales taxes up to a period of 22 years from the date the CID sales tax is first collected in accordance with the terms of the Development Agreement. The Developer may be reimbursed up to the balance of the certified cost amount of \$28,634,248.

The City established the Quivira 95 CID by Ordinance No. 5307 on April 16, 2013, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to finance the cost of improvements associated with the design, development and construction of the Quivira 95 development, consisting of a multi-tenant commercial/retail structure and the associated infrastructure located at the northwest corner of 95th Street and Quivira Road. The additional sales tax became effective October 1, 2013. The developer may be reimbursed up to the certified cost amount from collected sales taxes up to a period of 22 years from the date the CID sales tax is first collected in accordance with the terms of the Development Agreement. The Developer may be reimbursed up to the balance of the certified cost amount of \$840,141.

The City established the Greystone Plaza CID by Ordinance No. 5344 on October 10, 2013, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to finance the renovation and redevelopment of the Greystone Shopping Center located north of 87th Street Parkway and west of Rosehill Road. The additional sales tax became effective April 1, 2014. The developer may be reimbursed up to the certified cost amount from collected sales taxes up to a period of 22 years from the date the CID sales tax is first collected in accordance with the terms of the Development Agreement. The Developer may be reimbursed up to the balance of the certified cost amount of \$1,026,359.

The City established the City Center East I CID by Ordinance No. 5377 on June 3, 2014 approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for eligible costs associated with the tenant finishes, landscaping and streetscaping. The CID area includes a four story commercial office/retail building with adjacent outdoor plaza area. The additional sales tax became effective October 1, 2014. The developer may be reimbursed up to the certified cost from collected sales taxes up to a period of 22 years from the date the CID sales tax is first collected in accordance with the terms of the Development Agreement. The Developer may be reimbursed up to the balance of the certified cost amount of \$765,396.

The City established the City Center East II CID by Ordinance No. 5369 on April 15, 2014, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the developers of the hotel, conference center and restaurant for eligible tenant, site and building improvements. The additional sales tax became effective on January 1, 2016. The Developers may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of a development agreement entered into with each Developer. The Developer may be reimbursed up to the balance of the certified cost amount of \$1,038,568.

The City established the Candlewood Suites CID by Ordinance No. 5558 on October 18, 2016, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the developers of the hotel for eligible site and building improvements. The additional sales tax became effective on January 1, 2017. The developers may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of a development agreement entered into with each Developer. The Developer may be reimbursed up the balance of the certified cost amount of \$1,678,091.

The City established the Holiday Inn Express CID by Ordinance No. 5559 on October 18, 2016, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the developers of the hotel for eligible site and building improvements. The additional sales tax became effective on October 1, 2017. The developers may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of a development agreement entered into with each developer. The Developer may be reimbursed up the balance of the certified cost amount of \$1,676,713.

The City established the Midas Springhill Suites CID by Ordinance No. 5588 on February 21, 2017, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developers for the construction of a 124 room Marriott Springhill Suites hotel, retail space, a two story parking garage and other eligible site and building improvements. The additional sales tax became effective on July 1, 2017. The Developers may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of a development agreement entered into with each Developer. The Developer may be reimbursed up to the balance of the certified cost amount of \$1,836,869.

The City established the City Center Area E CID by Ordinance No. 5694 on November 20, 2018, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of a mixed-use building. The additional sales tax became effective on July 1, 2019. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. The Developer may be reimbursed up to the balance of the certified cost amount of \$3,037,182.

The City established the Lenexa Point CID by Ordinance No. 5765 on December 17, 2019, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for building and site improvements. The additional sales tax became effective on April 1, 2020. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. The developer may be reimbursed up to the balance of the certified cost amount of \$779,018.

The City established the Sonoma Plaza CID by Ordinance No. 5765 on December 17, 2019, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of multiple buildings. The additional sales tax became effective on July 1, 2020. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall

be made in accordance with the terms of the development agreement entered into with each developer. The developer may be reimbursed up to the balance of the certified cost amount of \$8,556,127.

The City established the Ten Ridge CID by Ordinance No. 5802 on November 3, 2020, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of streets, sidewalks and parking structures. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. No certified costs were submitted as of December 31, 2021.

The City established Jayhawk Ridge CID by Ordinance No. 5783 on July 7, 2020, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of streets, sidewalks and parking structures. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. No certified costs were submitted as of December 31, 2021.

The City established The Retreat on the Prairie CID by Ordinance No. 5869 on November 16, 2021, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of mixed use buildings. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. No certified costs were submitted as of December 31, 2021.

Revolving Loan

The City entered into a loan agreement with the Kansas Department of Health and Environment (KDHE) during the year ended December 31, 2010 for the City Center Central Green project. The loan was entered into on September 21, 2009 with an interest rate of 2.72% and a maximum amount of \$1,073,430. As of December 31, 2021, \$1,073,430 has been drawn on this loan and the payback amount is \$147,597. Principal payments of \$13,445 were made in 2021. KDHE has committed to 75% principal forgiveness of the loan beginning in 2010. The payback period for the amount of the loan remaining after the principal forgiveness is 20 years. The loan payments began in 2011 when the project was completed.

Annual debt service requirements to maturity for the revolving loan are as follows:

Year	Principal	Interest	Total
2022	\$13,814	\$3,561	\$17,375
2023	14,192	3,217	17,409
2024	14,581	2,864	17,445
2025	14,980	2,502	17,482
2026	15,390	2,129	17,519
2027 - 2031	74,640	4,692	79,332
TOTAL	\$147,597	\$18,965	\$166,562

Conduit Debt Obligations

The City has issued industrial revenue bonds to provide financial assistance to private businesses for economic development purposes. These bonds are secured by the properties financed, as well as letters of credit, and are payable solely from payments received from the private businesses involved. The City has also issued multifamily housing bonds to provide mortgage loans for the construction and financing of

multifamily rental and single-family residences in the City. These bonds are secured solely by the property financed by the respective bond issues and by credit guarantees of reinvestment-grade financial institutions. Ownership of the acquired facilities is in the name of the private business served by the bond issuance. Neither the City nor any political subdivision thereof is obligated in any manner for the repayment of the bonds.

Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2021, there were 30 issues of industrial revenue and multifamily housing bonds outstanding. These issues have an aggregate original issue amount of approximately \$639 million and an aggregate balance outstanding of approximately \$523 million at December 31, 2021.

10. Risk Management

The City is exposed to various risks of loss related to property, various types of litigation and workers' compensation.

The City's risk financing activities are reported separately in the Risk Management, Health Plan and Workers Compensation Internal Service Funds. Property and liability insurance coverage is purchased from outside sources. The City is insured for property losses under blanket coverage at replacement cost. The policy carries a \$25,000 deductible on property losses. The City has a deductible of \$25,000 per occurrence on all liability claims. In addition, the City carries an excess liability policy with a limit of \$8,000,000. The City has purchased both specific and aggregate reinsurance to protect the City from extreme liability. For workers compensation, the City has a self-insurance retention of \$450,000 per occurrence on all Police and Fire Department liability claims and \$400,000 per occurrence on all other claims with a \$1,000,000 statutory limit. The aggregate stop loss is \$2,859,989. There have been no significant reductions in insurance coverage from the prior year. In addition, the City is not aware of any potential liability at December 31, 2021 that would exceed insurance coverage. There have been no insurance settlements that have exceeded insurance coverage for the past three years.

The Risk Management Fund was established to fund expenses related to threatened or actual litigation, deductibles and any uninsured losses. This fund is designed to protect the City by funding losses not covered by insurance. The claims liability is based on estimates of the ultimate cost of claims, including inflation factors and historical trend data. Other non-incremental costs are not included in the basis of estimating the liability.

At December 31, 2021, the workers compensation net position balance was \$1,240,720 with claims liability of \$813,461. This claims liability is based on estimates of the ultimate cost of claims, including inflation factors and historical trend data. Other non-incremental costs are not included in the basis of estimating the liability. Claims administration of the fund is performed by Thomas McGee. The City and Thomas McGee filed the necessary papers with the Kansas Insurance Commissioner and received approval to be self-funded.

The City self-insures a health benefit and short-term disability plan. Contributions of 510,407 a month on behalf of and from current employees are made to a special City bank account, and approximately \$9,582 is deposited monthly from COBRA and retiree participants. Trustmark administers, processes and pays employee health claims from funds in this account in accordance with the plan. The medical plan will pay medical and pharmacy claims up to the individual stop loss deductible of \$100,000 per person enrolled on the medical plan. There is a one-time aggregating specific deductible of \$65,000. Claims over \$100,000 per person and the aggregating deductible are covered under the specific stop loss contract with American National Insurance. Aggregate reinsurance coverage through Aetna covers the next \$1,000,000 over the annual amount of \$7,418,304 in medical and pharmacy claims paid by the City. Payments made in accordance with the plans and related insurance premiums are recorded in the Health Plan Fund. As of December 31, 2021, a liability of \$690,199 has been recorded in the fund for outstanding healthcare claims, including an estimate for claims incurred but not recorded. This claims liability is based on estimates of the ultimate cost of claims, including inflation factors and historical trend data. Other non-incremental costs are not included in the basis of estimating the liability.

Changes in the Risk Management Fund insurance claims payable were as follows:

Year	Beginning Of Fiscal Year Liability	Current Year Claims And Changes In Estimates	Claim Payments	Balance At Fiscal Year End
2020	\$53,520	\$181,861	\$-	\$235,381
2021	235,381	(78,576)	-	156,805

Changes in the Workers Compensation Plan Fund insurance claims payable were as follows:

Year	Beginning Of Fiscal Year Liability	Current Year Claims And Changes In Estimates	Claim Payments	Balance At Fiscal Year End
2020	\$1,426,861	\$22,466	\$553,102	\$896,225
2021	896,225	(30,209)	52,555	813,461

Changes in the Health Plan Fund insurance claims payable were as follows:

Year	Beginning Of Fiscal Year Liability	Current Year Claims And Changes In Estimates	Claim Payments	Balance At Fiscal Year End
2020	\$601,304	\$4,783,856	\$5,000,820	\$384,340
2021	384,340	6,997,131	6,691,272	690,199

11. Employee Retirement Systems And Pension Plans

Defined Contribution Plan

Effective January 1, 2010, pursuant to resolution, the Governing Body established the City of Lenexa 401(a) Defined Contribution Plan (Defined Contribution Plan) which is currently administered by Voya Financial. This 401(a) plan is a defined contribution plan governed by the Internal Revenue Code of 1986. Under the authority of the Governing Body, the City will contribute 4% of total compensation for each employee into a 401(a) account for all full time and part time employees of the City, which includes all employees whose employment is not seasonal, temporary or elected and whose employment requires at least 1,000 hours of work each year. In addition, the City will match 50% of an employee's contribution up to a maximum of an additional 2%. The City's total maximum contribution per employee would be 6%. The plan was subsequently amended in 2014 to require the City to contribute an additional 5.3% of the City Manager's compensation into a 401(a) account. The City contributed \$1,845,477 during 2021 to the Defined Contribution Plan. The Defined Contribution Plan provides funds for retirements and for beneficiaries in the event of death. Eligible participants are not required to contribute to the Defined Contribution Plan; however, the participant may choose to contribute. Eligible participants are 100% vested after three years of employment. In accordance with GASB 84 and GASB 87, the City does not present the related assets and liabilities of the defined contribution pension plan.

Defined Benefit Plan – City Of Lenexa Defined Benefit Pension Plan

Plan Description And Provisions

On January 1, 1989, the City initiated The City of Lenexa Defined Benefit Pension Plan (the Plan). The Plan is a single-employer plan that covers eligible employees who are employed by the City, excluding any person who is an elected or appointed official.

Employees are 100% vested after three years of service. The Plan provides retirement, disability and death benefits to plan members and beneficiaries. The City, as the employer sponsoring the Plan, has the authority to establish benefit provisions and contribution amounts under Sections 4.1 and 8.1 of the Plan. The Retirement Committee (Trustees) serves as the trustees of the Plan. The Trustees have the authority to amend the Plan, including changes affecting plan design, but not to terminate a plan. The Governing Body retains the authority to terminate any plan. The Trustees consist of nine members: the City Manager, the Chief Financial Officer, Fire Chief, Police Chief, Parks & Recreation Director, Municipal Services Director, Human Resources Director and two at-large members appointed by the City Manager. The Trustees review investment performance on a quarterly basis and reviews Plan performance. A stand-alone financial report is not issued for the Plan. The Plan is considered part of the City's reporting entity and is presented solely in the accompanying financial statements as a pension trust fund in the Fiduciary Fund financial statements.

Under the Plan, employees were eligible to participate when they had worked 1,000 hours in a plan year. Employees were 100% vested after three years of service and obtained no vesting in the first two years of service. The Plan was closed to new participants as of December 31, 2009.

The financial statements are prepared using the accrual basis of accounting. The government's contributions are recognized when a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price on the government's balance sheet. Securities without an established market are reported at estimated fair value.

Membership of the Plan consisted of the following at December 31, 2021, the date of the latest measurement:

	Public Service	Police & Fire
Inactive members or beneficiaries receiving benefits	124	76
Inactive members entitled to future benefits	107	45
Active plan members	84	67
TOTAL	315	188

The Plan has two different retirement dates. Employees, other than those working as sworn police officers or firefighters, who retire at or after age 62 are entitled to a normal retirement benefit, payable monthly for life, equal to 0.75% of the average monthly compensation, as defined in the plan agreement, multiplied by the years of credited service plus 1% of the average monthly compensation multiplied by the total number of years of service from January 1, 1989 to the normal retirement date. In addition, the Plan also provides for early retirement and death benefits. Police officers and firefighters have the same benefits as Public Service employees except that the normal retirement age is 55 versus 62 and there is no early retirement option.

Contributions

The City's contribution is set by the City Council in conjunction with its approval of the annual budget, based on information provided by the Plan's consulting actuary and the Retirement Committee. For the year ending December 31, 2021, the City contributed 0.00% of the payroll of active members.

ACTUARIAL ASSUMPTIONS**Actuarial methods and assumptions:**

Valuation date	January 1, 2022
Actuarial cost method	Entry Age Normal
Amortization method	Level dollar open ended
Remaining amortization period	30 years
Asset valuation method	Five-year moving average

Primary actuarial assumptions:

Investment rate of return	7.00%
Discount rate	6.50%
Inflation rate	3.00%
Projected salary increases	N/A, frozen benefit
Withdrawal rates	T-3 Table
Mortality table	Pub-2010 mortality table base rates projected generationally with scale MP-2021
Administrative expenses	Paid outside of the plan assets

Net Pension Liability (Asset)

Consistent with the requirements of GASB Statement No. 67, Financial Reporting for Pension Plans, the Plan is required to calculate and disclose the net pension liability (asset) of the City. For the year ended December 31, 2021, the City recorded the net pension liability (asset) of the City on the statement of net position in accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions. The components of the net pension liability (asset) of the City, based on a measurement date and valuation date of December 31, 2021 and January 1, 2022, respectively, according to the calculations required by GASB Statement No. 68, were as follows:

TOTAL PENSION LIABILITY	\$29,585,958
Plan fiduciary net position	33,872,637
CITY'S NET PENSION LIABILITY (ASSET)	\$(4,286,679)
Plan fiduciary net position as a percentage	114.49%

Changes to the total pension liability, the plan's fiduciary net position, and the City's net pension liability during 2021 are summarized as follows:

TOTAL PENSION LIABILITY	
Service cost	\$-
Interest	1,854,696
Difference between expected and actual experience	59,238
Changes of assumptions	(23,616)
Benefit payments	(2,197,094)
NET CHANGE IN TOTAL PENSION LIABILITY	(306,776)
Total pension liability - beginning	29,892,734
Total pension liability - ending (A)	29,585,958
PLAN FIDUCIARY NET POSITION	
Contributions - Employer	-
Net investment income	4,203,707
Benefit payments	(2,197,094)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	2,006,613
Total Fiduciary Net Position - Beginning	31,866,024
Total Fiduciary Net Position - Ending (B)	33,872,637
NET PENSION LIABILITY (ASSET) (A) - (B)	\$(4,286,679)

Reconciling items between the amount listed above for fiduciary net position-ending of \$33,872,637 and the Statement of Fiduciary Net Position-Net Position Restricted For Pensions at December 31, 2022 of \$34,002,300 include prepaid amounts of \$134,936 and liabilities of \$5,275 that the City recorded at the end of the year.

At December 31, 2021, \$4,237,217 of the net pension asset was allocated to governmental activities and \$49,462 to business-type activities.

Investment Categories

Refer to Note 2: Deposits and Investments for policies pertaining to the allocation of investments.

Rates Of Return

The money-weighted rate of return expresses investment performance, net of pension plan investment expense, adjusted for the changing amounts actually invested. For the year ended December 31, 2021, the annual money-weighted rate of return on pension plan investments, net of expense, was 13.88%. Refer to Note 2: Deposits and Investments for policies pertaining to the expected return.

Discount Rate

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at a rate equal to the actuarially determined contribution rates. Based on those assumptions, the pension plans fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity Of The Net Pension Liability (Asset) To Changes In The Discount Rate

The following presents the net pension liability (asset) of the City, calculated using the discount rate of 6.50%, as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	1% Decrease	Current Discount	1% Increase
Discount Rate	5.50%	6.50%	7.50%
City Net Pension Liability (Asset)	\$(821,130)	\$(4,286,679)	\$(7,175,260)

Pension Expense

For the year ended December 31, 2021, the City recognized pension benefit of \$1,060,699, which includes the changes in the net pension liability (asset), projected earnings on pension plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. For the year ended December 31, 2021, pension benefit of \$1,048,460 was allocated to governmental activities and \$12,239 to business-type activities.

Deferred Outflows Of Resources And Deferred Inflows Of Resources

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Difference between actual and expected experience	\$247,892	\$745,206
Net differences between projected and actual earnings on investments	-	2,219,233
Changes in assumptions	507,974	446,103
TOTAL	\$755,866	\$3,410,542

At December 31, 2021, total deferred outflows of resources of \$747,144 were allocated to governmental activities and \$8,722 were allocated to business-type activities. At December 31, 2021, total deferred inflows of resources of \$3,371,190 were allocated to governmental activities and \$39,352 were allocated to business-type activities.

The amounts reported as deferred outflows of resources and deferred inflows of resources related to the Plan will be recognized in pension expense as follows:

Year Ended December 31,	Amount
2022	\$(352,296)
2023	(1,272,665)
2024	(453,335)
2025	(369,332)
2026	(87,750)
Thereafter	(119,298)
TOTAL	\$(2,654,676)

Defined Benefit Pension Plan KPERS & KP&F

Description Of Pension Plan

Employees of the City of Lenexa, Kansas participate in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer public employee retirement system (the Pension Plan). The Pension Plan is administered by the KPERS, a body corporate and an instrumentality of the State of Kansas. KPERS provides benefit provisions to the following statewide pension groups under one plan, as provided by K.S.A. 74, article 49:

› Public employees, which includes:

State/School employees

Local employees

› Police and Firemen

› Judges

Substantially all public employees are covered by the Pension Plan. Participation by local political subdivisions is optional, but irrevocable once elected.

The employees participating in the Pension Plan for the City of Lenexa are included in the Local Employee group or the Police and Firemen group.

KPERS issues a stand-alone comprehensive annual financial report, which is available on the KPERS website at www.kpers.org.

Benefits

Benefits are established by statute and may only be changed by the General Assembly. Members (except Police and Firemen) with ten or more years of credited service may retire as early as age 55 (Police and Fireman may be age 50 with 20 years of credited service), with the actuarially reduced monthly benefit. Normal retirement is at age 65, age 62 with ten years of credited service, or whenever a members combined age and years of service equal 85 (Police and Firemen normal retirement ages are age 60 with 15 years of credited service, age 55 with 20 years, age 50 with 25 years or any age with 36 years of service).

Monthly retirement benefits are based on a statutory formula that includes final average salary and years of service. When ending employment, members may withdraw their contributions from their individual accounts, including interest. Members who withdraw their accumulated contributions lose all rights and privileges of membership. For all pension coverage groups, the accumulated contributions and interest are deposited into and disbursed from the membership accumulated reserve fund as established by K.S.A. 74-4922.

Contributions

Member contributions are established by state law, and are paid by the employee according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates are determined based on the results of an actuarial valuation. The contributions and assets of all groups are deposited in the Kansas Public Employees Retirement Fund established by K.S.A 74-4921. All of the retirement systems are funded on an actuarial reserve basis.

For fiscal years beginning in 1995, Kansas legislation established statutory limits on increases in contribution rates for KPERS employers. Annual increases in the employer contribution rates are related to subsequent benefit enhancements and are not subject to these limitations. The statutory cap increase over the prior year contribution rate is 1.2% of total payroll for the fiscal year ended June 30, 2021.

The actuarially determined employer contribution rate and the statutory contribution rate for the local employee group are both 8.87%. Member contribution rates as a percentage of eligible compensation for

the fiscal year ended June 30, 2021 are 6%. The actuarially determined employer contribution rate and the statutory contribution rate for the police and firemen group are both 22.80%. Member contribution rates for this group are 7.15%.

Contributions to the Pension Plan from the City for the local employee group and police and fireman group were \$1,648,395 and \$3,170,815, respectively, for the year ended December 31, 2021.

Employer Allocations

Although KPERS administers one cost-sharing multiple-employer defined benefit pension plan, separate actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources and pension expense are determined separately for each of the following groups of the plan:

- › State/School
- › Local
- › Police and Fireman
- › Judges

To facilitate separate (sub)actuarial valuations, KPERS maintains separate accounts to identify additions, deductions and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to the amounts presented in the schedules of pension amounts by employer and nonemployer.

The allocation percentages for the City's share of the collective pension amounts as of June 30, 2021 were based on the ratio of its contributions to the total of the employer and nonemployer contributions of the group for the fiscal years ended June 30, 2021.

The contributions used exclude contributions made for prior service, excess benefits and irregular payments. At June 30, 2021, the City's proportion in the local employee group was 0.89996%, which was a decrease of 0.01704% from its proportion measured at June 30, 2020. The City's proportion in the police and fire group was 2.4565%, which was a decrease of 0.0833% from its June 30, 2020 proportion.

Net Pension Liability

At June 30, 2021, the City's local employee group reported a liability of \$10,799,102 for its proportionate share of the net pension liability. The City's police and fire group reported net pension liability of \$23,441,597 at June 30, 2021. On December 31, 2021, the aggregate KPERS plan net pension liability was allocated \$33,268,780 to the governmental activities and \$971,919 to the business-type activities. The aggregate 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.

There were no significant changes in the benefit terms during the KPERS plan year ended June 30, 2021 that affected the measurement of the total pension liability.

Actuarial Assumptions

The total pension liability as of the measurement date of June 30, 2021 was determined using the following actuarial assumptions:

Price Inflation	2.75%
Wage Inflation	3.00%
Salary increases, including wage increases and inflation	3.50 to 12.00%, including inflation
Long-term rate of return, net of investment expense and including price inflation	7.25%

Mortality rates were based on the RP-2014 Mortality Table, with adjustments to better match actual experience. Separate tables apply for males and females as well as each group (State, School, Local, Police and Fire and Judges).

The actuarial cost method is entry age normal. The amortization method is level percentage of payroll, closed.

The actuarial assumptions used in the December 31, 2020 valuation were based on the results of an actuarial experience study completed January 7, 2021. It covered the three-year period of January 1, 2016 through December 31, 2018. It resulted in maintaining the Price Inflation of 2.75%, maintaining the wage inflation at 3.00%, and a reduction in the long-term rate of return (net of investment expense and including price inflation) from 7.50% to 7.25%.

The long-term expected rate of return of pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2021 are summarized in the following table:

Asset Class	Long Term Target Allocation	Long-Term Expected Rate Of Return
US Equities	23.5%	5.20%
Non-US Equities	23.5%	6.40%
Fixed Income	11.0%	1.55%
Yield Driven	8.0%	4.70%
Real Return	11.0%	3.25%
Real Estate	11.0%	4.45%
Alternatives	8.0%	9.50%
Short-Term Investments	4.0%	0.25%
	100%	

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the contractually required rate. The State, School and Local employers do not necessarily contribute the full actuarial determined rate. Based on legislation passed in 1993, the employer contribution rates certified

by the System's Board of Trustees for these groups may not increase by more than the statutory cap. The expected KPERS employer statutory contribution was modeled for future years, assuming all actuarial assumptions are met in future years. Employers contribute the full actuarial determined rate for Police and Fireman and Judges. Future employer contribution rates were also modeled for Police and Fireman and Judges, assuming all actuarial assumptions are met in future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity Of The City's Proportionate Share Of The Net Pension Liability To Changes In The Discount Rate

The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.25% as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.25%) or 1-percentage point higher (8.25%) than the current rate:

	1.00% Decrease (6.25%)	Current Rate (7.25%)	1.00% Increase (8.25%)
Local	\$17,763,474	\$10,799,102	\$4,958,593
Police and Fireman	35,183,595	23,441,597	13,619,414
TOTAL	\$52,947,069	\$34,240,699	\$18,578,007

Pension Expense

For the year ended December 31, 2021, the City recognized pension expense of \$71,491, which includes the changes in the collective net pension liability, projected earnings on pension plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. For the year ended December 31, 2021, pension expense (benefit) of \$97,336 was allocated to governmental activities and (\$25,845) to business-type activities.

Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Difference between actual and expected experience	\$2,275,983	\$97,781
Net differences between projected and actual earnings on investments	-	9,984,665
Changes in assumptions	5,107,620	-
Changes in proportional share	856,219	694,976
City contributions subsequent to the measurement date of June 30, 2021	2,413,226	-
TOTAL	\$10,653,048	\$10,777,422

At December 31, 2021, total deferred outflows of resources of \$10,308,357 were allocated to governmental activities and \$344,691 were allocated to business-type activities. At December 31, 2021, total deferred inflows of resources of \$10,401,019 were allocated to governmental activities and \$376,403 were allocated to business-type activities.

Contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent year. The remaining amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Year Ended December 31,					Total
	2022	2023	2024	2025	2026	
Local	\$63,873	\$(43,208)	\$(288,208)	\$(945,817)	\$67,134	\$(1,146,226)
Police and fireman	206,328	49,111	(360,295)	(1,414,387)	127,866	(1,391,377)
TOTAL	\$2,716,550	\$2,451,549	\$1,794,521	\$66,674	\$195,000	\$(2,537,603)

Pension Plan Fiduciary Net Position

Detailed information about the Pension Plan's fiduciary net position is available in the separately issued KPERS' financial report.

Aggregate Pension Expense

The aggregate pension expense (benefit) for the year ended December 31, 2021 for all pensions recognized by the City was (\$989,208), which includes the changes in the net pension liability, projected earnings on pension plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. For the year ended December 31, 2021, aggregate pension benefit of (\$951,124) was allocated to governmental activities and aggregate pension benefit of (\$38,084) to business-type activities.

12. Postemployment Benefits Other Than Pensions

Plan Description – City Plan

The City allows qualifying retirees to continue insurance coverage under the City's program until Medicare eligibility (i.e., age 65) in accordance with Kansas Statute 12- 5040. Retirees who retire with at least 10 years of cumulative service with the City and commence retirement or disability benefits under the Kansas Public Employee Retirement System (KPERs) are eligible for benefits. Medical, prescription and dental coverage are available. The benefit plan structure operates as a single-employer defined benefit plan. Coverage is provided through self-insurance with stop-loss coverage. The City adopted a new retiree contribution policy effective January 1, 2021, decreasing high deductible plan rates to 102% of the funding rate and PPO plan rates to 110% of the funding rate to receive benefits. The difference between these amounts is the implicit rate subsidy, which is considered other post-employment benefits (OPEB) under Governmental Accounting Standards Board Statement No. 75 (GASB Statement 75). The plan is funded on a pay-as-you-go basis. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

Membership of the Plan consisted of the following at January 1, 2022, the date of the latest actuarial valuation:

Active plan members	430
Retirees and beneficiaries receiving benefits	13
TOTAL	443

Retirees and spouses have the same benefits as active employees. Retiree coverage terminates either when the retiree becomes covered under another employer health plan or when the retiree reaches Medicare eligibility age, which is currently age 65. Spouses are offered COBRA coverage for 36 months when the retiree becomes covered under another employer health plan, attains Medicare eligibility age or dies.

Funding Policy

Total OPEB Liability And Changes In OPEB Liability - City Plan

The City's total OPEB liability was based on an actuarial valuation dated January 1, 2020, using a measurement date of December 31, 2021. The changes in the OPEB liability are as follows:

Net OPEB liability - beginning of year	\$7,854,580
Service costs	599,453
Interest cost	165,747
Changes in benefit terms	524,675
Difference between actual and expected experience	(105,764)
Changes in assumptions and inputs	(1,546,068)
Employer contributions (Benefit payments)	4,878
Net changes	(357,079)
OPEB LIABILITY - END OF YEAR	\$7,497,501

At December 31, 2021, \$7,152,788 of the net OPEB liability was allocated to governmental activities and \$344,713 to business-type activities.

Actuarial Methods And Assumptions - City Plan

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Valuation date:	January 1, 2022
Actuarial cost method:	Entry Age - Level Percent of Pay
Measurement date:	December 31, 2021 end of year
Salary scale	3.50%
Discount rate	2.04% per annum end of year
	1.96% per annum beginning of year
Mortality:	MP-2021; previously was MP-2020
Medical/Rx Cost Trend:	6.5% decreasing to ultimate rate of 4.5%
Dental Cost Trend:	3.0% per year
Inflation Rate:	2.50% per year

The municipal bond rate was determined by taking the average of the S&P Municipal Bond 20 Year High Grade and Fidelity GO AA-20 Year published yields was evaluated to determine the discount rate. The selected rates are 1.96% (beginning of the year measurement) and 2.04% (end of year measurement).

GASB 75 requires full updated valuations every 2 years unless a material change occurs. Though a full valuation was not required for interim year fiscal year 2020 (assuming no material changes) the OPEB Expense and NET OPEB Liability was re-measured using a discount rate based on the published bond rates as of the measurement date of December 31, 2021.

Sensitivity Of The Total OPEB Liability To Changes In The Discount Rate – City Plan

The following presents the City's total OPEB liability, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (1.04%) or 1-percentage point higher (3.04%) than the current rate:

	1.00% Decrease (1.04%)	Current Discount (2.04%)	1.00% Increase (3.04%)
Total OPEB Liability	\$8,383,628	\$7,497,501	\$6,717,457

Sensitivity Of The Total OPEB Liability To Changes In The Healthcare Trend Rate – City Plan

The following presents the City's total OPEB liability, as well as what the City's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1.00% Decrease	Current Discount	1.00% Increase
Total OPEB Liability	\$6,512,057	\$7,497,501	\$8,684,356

OPEB Expense And Deferred Outflows Of Resources And Deferred Inflows Of Resources Related To OPEB – City Plan

For the year ended December 31, 2021, the City recognized OPEB expense for this plan of \$1,280,646. At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources.

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Difference between actual and expected experience	\$86,200	\$(559,076)
Changes in assumptions	1,599,429	(1,427,140)
TOTAL	\$1,685,629	\$(1,986,216)

At December 31, 2021, total deferred outflows of resources of \$1,608,129 were allocated to governmental activities and \$77,500 were allocated to business-type activities. At December 31, 2021, total deferred inflows of resources of \$1,894,896 were allocated to governmental activities and \$91,320 were allocated to business-type activities.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows.

Fiscal Year Ending 2022	Deferred Inflows Of Resources
2022	(14,107)
2023	(14,107)
2024	(14,107)
2025	(14,107)
2026	(14,107)
2027 & thereafter	(230,052)
TOTAL	\$(300,587)

Plan Description – KPERS Long-Term Disability Plan

The City participates in a multiple-employer defined benefit other postemployment benefit (OPEB) plan (KPERS Plan) which is administered by the Kansas Public Employees Retirement System (KPERS). The KPERS Plan provides long-term disability benefits and a life insurance benefit for disabled members to KPERS members, as provided by K.S.A. 74-04927. The KPERS Plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. However, because the trust's assets are used to pay employee benefits other than OPEB, the trust does not meet the criteria in paragraph 4 of GASB

Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. Accordingly, the Plan is considered to be administered on a pay-as-you-go basis.

Benefits

Benefits are established by statute and may be amended by the KPERS Board of Trustees. The KPERS Plan provides long-term disability benefits equal to 60 percent (prior to January 1, 2006, 66 2/3 percent) of annual compensation, offset by other benefits. Members receiving long-term disability benefits also receive credit towards their KPERS retirement benefits and have their group life insurance coverage continued under the waiver of premium provision.

The monthly long-term disability benefit is 60 percent of the member’s monthly compensation, with a minimum of \$100 and a maximum of \$5,000. The monthly benefit is subject to reduction by deductible sources of income, which include Social Security primary disability or retirement benefits, workers’ compensation benefits, other disability benefits from any other sources by reason of employment, and earnings from any form of employment. If the disability begins before age 60, benefits are payable while the disability continues until the member’s 65th birthday or retirement date, whichever occurs first. If the disability begins after age 60, benefits are payable while the disability continues, for a period of five years or until the member retires, whichever occurs first. Benefit payments for disabilities caused or contributed to by substance abuse or non-biologically based mental illnesses are limited to the shorter of the term of the disability or 24 months per lifetime.

The death benefit paid to beneficiaries of disabled members is 150% of the greater of 1) the member’s annual rate of compensation at the time of disability, or 2) the members previous 12 months of compensation at the time of the last date on payroll. If the member has been disabled for five or more years, the annual compensation or salary rate at the time of death will be indexed using the consumer price index, less one percentage point, to compute the death benefit. If a member is diagnosed as terminally ill with a life expectancy of 12 months or less, the member may be eligible to receive up to 100% of the death benefit rather than having the benefit paid to the beneficiary. If a member retires or disability benefits end, the member may convert the group life insurance coverage to an individual insurance policy.

Covered Employees

The City has the following employees covered by the KPERS Plan as of December 31, 2021:

Inactive employees or beneficiaries currently receiving benefit payments	2
Active employees	274
TOTAL	276

Total OPEB Liability - KPERS Plan

The City’s total OPEB liability for the KPERS Plan of \$511,933 reported as of December 31, 2021 was measured as of June 30, 2021 (the measurement date), and was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021, using the following actuarial assumptions:

Price inflation:	2.75%
Salary increase, including wage increases:	3.50%
Discount rate (based on the 20 year municipal bond rate with an average rating of AA/Aa or better, obtained from the Bond Buyer index.)	2.16%

Mortality rates used for the death benefits were based on the RP-2014 Healthy Annuitant Mortality Table for Males and Females, adjusted for generational mortality improvement using MP-2021.

Changes In Total OPEB Liability

OPEB LIABILITY - BEGINNING OF YEAR	\$602,047
Changes for the year:	
Service costs	78,140
Interest cost	14,841
Difference between actual and expected experience	(166,473)
Changes in assumptions and inputs	744
Benefit payments	(17,366)
Net changes	(90,114)
OPEB LIABILITY - END OF YEAR	\$ 511,933

At December 31, 2021, \$467,387 of the net OPEB liability was allocated to governmental activities and \$44,546 to business-type activities.

Sensitivity Analysis

The following presents the City's total OPEB liability for the KPERS Plan calculated using the discount rate of 2.16%, as well as what the City's total OPEB liability for the KPERS Plan would be if it were calculated using a discount rate that is 1-percentage point lower (1.16%) or 1-percentage point higher (3.16%) than the current rate:

	1% Decrease	Current Discount	1% Increase
Discount Rate	1.16%	2.16%	3.16%
TOTAL OPEB LIABILITY	\$ 524,872	\$ 511,933	\$ 495,554

Healthcare cost trend rate sensitivity analysis is not applicable as healthcare trend rates do not affect the liabilities related to the long-term disability benefits sponsored by KPERS.

OPEB Expense

For the year ended December 31, 2021, the City recognized KPERS OPEB expense for the KPERS Plan of \$58,257, which includes the changes in the total OPEB liability, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

Deferred Outflows Of Resources And Deferred Inflows Of Resources

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB for the KPERS Plan from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Difference between actual and expected experience	\$51,701	\$(211,910)
Changes in assumptions	35,354	(8,700)
TOTAL	\$87,055	\$(220,610)

At December 31, 2021, total deferred outflows of resources of \$79,480 were allocated to governmental activities and \$7,575 were allocated to business-type activities. At December 31, 2021, total deferred inflows of resources of \$201,413 were allocated to governmental activities and \$19,197 were allocated to business-type activities.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending	Deferred Inflows Of Resources
2022	(17,358)
2023	(17,358)
2024	(17,358)
2025	(17,358)
2026	(16,968)
2027 & thereafter	(47,155)
TOTAL	\$(133,555)

Aggregate OPEB Expense

The aggregate OPEB expense for the year ended December 31, 2021 for all OPEB plans recognized by the City was \$1,338,903, which includes the changes in the total OPEB liability and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. For the year ended December 31, 2021, aggregate OPEB expense of \$1,273,037 was allocated to governmental activities and aggregate OPEB expense of \$65,866 to business-type activities.

13. Tax Abatements

In fiscal year 2016, the City implemented GASB Statement No. 77, Tax Abatement Disclosures. The objective of GASB Statement No. 77 is to improve financial reporting by giving financial statement users essential information regarding the nature and magnitude of tax abatements.

The City operates three economic development programs that qualify as tax abatements under GASB Statement No. 77. These programs are summarized as follows.

Property Tax Abatements

The City approves property tax abatements in accordance with K.S.A. 79-201a Second and Twenty-Fourth and K.S.A. 12-1740 to 12-1749d, inclusive. The City adopted the "Private Activity Conduit Financing and Tax Abatement Policy for Economic Development" to guide the Governing Body in deciding whether to grant property tax abatements for economic development projects. The City expects property tax abatements to help achieve some or all of the following objectives included in the policy:

- › Retention and/or expansion of existing businesses located in the City;
- › Diversification of the local economy;
- › Positive net impact on the City or a particular area of the City where economic assistance is needed;
- › Enhance the City's economic climate and increase/maintain the City's job market;
- › Establish the City's visual identity as the highest quality built commercial environment in the metropolitan area;
- › Increase the property tax base of commercial properties to further support the cost of City services;
- › Enhance the City's credit worthiness by broadening the tax base;
- › Promote the redevelopment of the City's older areas; and
- › Promote the completion of existing City business parks and encourage the development of new business enterprises.

The policy allows the City to grant tax abatements ranging from 45% to 55% of property taxes for a maximum period of 10 years. In addition, the Governing Body may choose to waive the policy and grant tax abatements greater than 55% for specific projects.

For the fiscal year ended December 31, 2021, the City abated property taxes totaling \$946,131, including the following property tax abatements exceeding 20% of the total property taxes abated for the year:

- › 100% property tax abatement for WaterSide Residences on Quivira to construct apartments located at 8201 Quivira Road. The property tax abatement amount was \$240,651.

Neighborhood Revitalization Program

The City established a Neighborhood Revitalization District in accordance with K.S.A. 12-117, 114 et seq., as amended. The City established the district to promote the revitalization and development of residential and commercial properties in the district area by offering property tax rebates on incremental taxes generated from properties within the district area. The property tax rebates range from 75% to 85% for a maximum period of 10 years. In addition, the Governing Body may choose to grant property tax rebates greater than 85% for specific projects.

For the fiscal year ended December 31, 2021, the City granted property tax rebates totaling \$225,601, including the following property tax rebates exceeding 20% of the total property taxes rebated for the year:

- › 75% property tax rebate for Ceva Animal Health, LLC to construct a new commercial facility on its campus at 8901 Rosehill Road. The property tax rebate amount was \$56,468.
- › 100% property tax rebate for Shamrock Trading Corporation to demolish a vacant retail building and construct a new commercial office building at 8600 Quivira Road. The property tax rebate amount was \$92,309.
- › 75% property tax rebate for Sparhawk Laboratories Inc. to construct an addition to its campus at 12340 Santa Fe Trail Drive. The property tax rebate amount was \$69,721.

Tax Increment Financing

The City discloses information on Tax Increment Financing in Footnote 9 (Long-Term Debt and Other Obligations). The total payments of certified project costs during 2021 were approximately \$6,622,096.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND FOR THE YEAR ENDED DECEMBER 31, 2021

	Budgeted Amounts		Actual	Variance With Final Budget - Positive
	Original Budget	Final Budget		(Negative)
REVENUES				
Taxes	\$70,699,055	\$78,596,055	\$83,972,751	\$5,376,696
Licenses and permits	1,405,000	1,405,000	2,375,060	970,060
Charges for services	2,066,919	2,066,919	1,765,644	(301,275)
Rents and leases	799,411	799,411	807,428	8,017
Fines and forfeitures	991,000	891,000	913,736	22,736
Investment earnings (loss)	400,000	400,000	(81,054)	(481,054)
Miscellaneous	305,810	305,810	301,341	(4,469)
TOTAL REVENUES	76,667,195	84,464,195	90,054,906	5,590,711
EXPENDITURES				
Current				
General government:				
Executive	4,143,759	4,212,544	3,470,051	742,493
Information technology	3,608,490	3,649,490	3,341,522	307,968
Finance	1,395,351	1,449,997	1,394,761	55,236
Legal	1,720,308	1,731,308	1,450,003	281,305
Human resources	1,266,860	1,302,310	1,169,268	133,042
Community development	4,709,948	4,909,948	4,419,198	490,750
TOTAL GENERAL GOVERNMENT	16,844,716	17,255,597	15,244,803	2,010,794
PUBLIC SAFETY:				
Police administration	6,281,127	6,281,127	5,842,485	438,642
Police investigation	1,545,387	1,576,355	1,539,361	36,994
Police patrol	9,560,327	9,529,359	8,767,595	761,764
Fire	12,195,394	12,218,816	11,914,250	304,566
TOTAL PUBLIC SAFETY	29,582,235	29,605,657	28,063,691	1,541,966
MUNICIPAL SERVICES:				
Municipal services administration	721,107	704,818	608,926	95,892
Streets	2,678,245	2,678,245	2,412,030	266,215
Traffic	1,799,429	1,812,695	1,326,057	486,638
Fleet	2,077,070	2,255,986	2,134,424	121,562
Parking structure	90,000	90,000	8,450	81,550
Facilities management	2,604,531	2,604,531	2,366,393	238,138
TOTAL MUNICIPAL SERVICES	9,970,382	10,146,275	8,856,280	1,289,995

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

(Continued)

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
RECREATION:				
Recreation administration	959,719	954,155	742,369	211,786
Maintenance	4,573,437	4,720,813	3,908,492	812,321
Programs	1,977,979	1,983,543	1,526,426	457,117
TOTAL RECREATION	7,511,135	7,658,511	6,177,287	1,481,224
TOTAL EXPENDITURES	63,908,468	64,666,040	58,342,061	6,323,979
Excess Of Revenues Over Expenditures	12,758,727	19,798,155	31,712,845	11,914,690
OTHER FINANCING SOURCES (USES)				
Transfers in	100,000	100,000	75,504	(24,496)
Transfers out	(46,944,363)	(38,569,000)	(38,850,101)	(281,101)
TOTAL OTHER FINANCING SOURCES (USES)	(46,844,363)	(38,469,000)	(38,774,597)	(305,597)
NET CHANGES IN FUND BALANCE	\$(34,085,636)	\$(18,670,845)	\$(7,061,752)	\$11,609,093
Fund Balance - Beginning Of Year			48,418,972	
Fund Balance - End Of Year - GAAP Basis			41,357,220	

NOTE TO BUDGETARY COMPARISON INFORMATION

December 31, 2021

1. Budgetary Information

Applicable Kansas statutes require that annual budgets be legally adopted for all funds (including Proprietary Funds) unless exempted by a specific statute. Specific funds exempted from legally adopted budgets are Federal and State Assistance Funds, which are the following Special Revenue Funds: Law Enforcement Trust, Legal Trust, TIF Funds, and all Capital Projects, Internal Service and Fiduciary Funds.

Control over spending in funds that are not subject to legal budgets is maintained by the use of internal spending limits established by management. For budgeting, revenues are recognized when they become both measurable and available to finance expenditures of the current period, except for special assessments of the Debt Service Fund, which are recognized on the cash basis. Applicable Kansas statutes require the use of an encumbrance system as a management control technique to assist in controlling expenditures. Encumbrances of the budgeted Governmental Fund types represent purchase orders, contracts and other commitments.

The statutes provide for the following sequence and timetable in adoption of budgets:

- a) Preparation of the budget for the succeeding calendar year on or before August 1 of each year
- b) Publication of proposed budget on or before August 5 of each year
- c) A minimum of 10 days notice of public hearing, published in a local newspaper, on or before August 15 of each year
- d) Adoption of final budget on or before August 25 of each year

Kansas statutes permit transferring budgeted amounts from one object or purpose to another within the same fund; however, such statutes prohibit creating expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. All appropriations lapse at the end of the year except for Capital Projects Funds, which are carried forward until such time as the project is completed or terminated. All encumbered appropriations are reappropriated as part of the following year's budget. Current year encumbrances are included as expenditures for the budgetary presentations. Kansas statutes permit original budgets to be increased for previously unbudgeted increases in revenue other than ad valorem property taxes. The City must first publish a notice of hearing to amend the budget. Ten days after publication, a public hearing is held and the Governing Body may amend the budget at that time. Management is not allowed to amend a fund's total budgeted expenditures without the City Councils approval. In October 2021, an additional appropriation was approved for \$99,865 for the Special Highway fund; \$120,252 for Special Parks and Recreation; \$14,590 for the Prairie Creek CID; \$175,000 for Sonoma Plaza CID; \$24,868 for the City Center Area E CID; and \$115,000 for the Lenexa Point CID.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS CITY OF LENEXA DEFINED BENEFIT PLAN								
	December 31,							
	2021	2020	2019	2018	2017	2016	2015	2014
TOTAL PENSION LIABILITY								
Interest	\$1,854,696	\$1,894,363	\$1,809,914	\$1,816,557	\$1,808,088	\$1,860,371	\$1,789,881	\$1,676,595
Difference between expected and actual experience	59,238	(319,317)	339,743	6,959	(392,796)	(1,068,566)	(258,290)	(236,393)
Changes of assumptions	(23,616)	(40,403)	798,318	(327,887)	181,279	(250,237)	(363,604)	1,296,099
Benefit payments	(2,197,094)	(1,647,002)	(1,603,673)	(1,640,783)	(1,239,651)	(1,448,422)	(900,412)	(947,023)
NET CHANGE IN TOTAL PENSION LIABILITY	(306,776)	(112,359)	1,344,302	(145,154)	356,920	(906,854)	267,575	1,789,278
Total pension liability - beginning	29,892,734	30,005,093	28,660,791	28,805,945	28,449,025	29,355,879	29,088,304	27,299,026
Total pension liability - ending (a)	29,585,958	29,892,734	30,005,093	28,660,791	28,805,945	28,449,025	29,355,879	29,088,304
PLAN FIDUCIARY NET POSITION								
Contributions - employer	-	-	-	-	454,534	433,000	432,000	610,000
Net investment income	4,203,707	2,171,993	4,891,765	(2,561,165)	4,727,547	2,275,523	(116,314)	1,648,230
Benefit payments	(2,197,094)	(1,647,002)	(1,603,673)	(1,640,783)	(1,239,651)	(1,448,421)	(971,868)	(890,052)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	2,006,613	524,991	3,288,092	(4,201,948)	3,942,430	1,260,102	(656,182)	1,368,178
Total fiduciary net position - beginning	31,866,024	31,341,033	28,052,941	32,254,889	28,312,459	27,052,357	27,708,539	26,340,361
Total fiduciary net position - ending (b)	33,872,637	31,866,024	31,341,033	28,052,941	32,254,889	28,312,459	27,052,357	27,708,539
NET PENSION LIABILITY (ASSET) (A) - (B)	(4,286,679)	(1,973,290)	(1,335,940)	607,850	(3,448,944)	136,566	2,303,522	1,379,765
Plan fiduciary net position as a percentage of the total pension liability	114.49%	106.60%	104.45%	97.88%	111.97%	99.52%	92.15%	95.26%
Covered payroll	12,947,167	14,238,159	14,755,309	15,871,187	15,056,728	16,132,606	18,119,199	17,220,621
Covered employee payroll	12,337,502	12,961,214	13,699,060	14,204,035	13,798,331	15,625,068	17,261,969	16,486,181
Net pension liability (asset) as a percentage of covered payroll	-33.11%	-13.86%	-9.05%	3.83%	-22.91%	0.85%	12.71%	8.01%

Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

REQUIRED SUPPLEMENTARY INFORMATION

THE CITY OF LENEXA DEFINED BENEFIT PENSION PLAN SCHEDULE OF CONTRIBUTIONS LAST 10 YEARS

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Actuarially Determined Contribution	\$-	\$-	\$-	\$-	\$-	\$62,623	\$69,766	\$188,237	\$511,375	\$329,624
Contribution in relation to the actuarially determined contribution	-	-	-	-	454,534	433,000	432,000	610,000	572,000	432,000
CONTRIBUTION DEFICIENCY (EXCESS)	\$-	\$-	\$-	\$-	\$(454,534)	\$(370,377)	\$(362,234)	\$(421,763)	\$(60,625)	\$(102,376)
Covered Payroll	\$12,337,502	\$12,961,214	\$13,699,060	\$14,204,035	\$13,798,331	\$15,265,068	\$17,261,969	\$17,220,621	\$18,218,474	\$19,526,691
Contribution as a percentage of covered payroll	-	-	-	-	3.29	2.84	2.50	3.54	3.14	2.21

Notes:

Methods and Assumptions:

Actuarial Cost Method	Entry Age Normal (Plan benefits frozen January 1, 2010)
Asset Valuation Method	Unit Credit
Withdrawal	T-3
Salary Increases	N/A, Frozen Benefit
Investment Rate of Return	7.00%
Retirement Age	Service - 62, Police & Fire - 55
Mortality	In the 2021 actuarial valuation, the assumed life expectancies were according to the Pub-2010 Mortality Table are rates projected generationally with scale MP- 2021

REQUIRED SUPPLEMENTARY INFORMATION

THE CITY OF LENEXA DEFINED BENEFIT PENSION PLAN SCHEDULE OF INVESTMENT RETURNS LAST 10 YEARS

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Annual money-weighted rate of return, net of investment expense	13.88%	7.25%	18.11%	-8.04%	16.91%	8.52%	-0.36%	6.00%	14.71%	10.85%

REQUIRED SUPPLEMENTARY INFORMATION

KANSAS EMPLOYEES' RETIREMENT SYSTEM

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	Plan Year June 30,							
	2021	2020	2019	2018	2017	2016	2015	2014
City's local group proportion of the net pension liability	0.89996%	0.91703%	0.92357%	0.86255%	0.83363%	0.78462%	0.74050%	0.74050%
City's local group proportionate share of the net pension liability	\$10,799,102	\$15,898,092	\$12,905,741	\$12,022,150	\$12,075,427	\$12,138,319	\$9,723,131	\$9,723,131
City's local group covered payroll	17,290,471	17,248,084	17,017,030	15,393,856	14,749,129	13,376,593	12,249,628	12,249,628
City's local group proportionate share of net pension liability as a percentage of its covered payroll	62.46%	92.17%	75.84%	78.10%	81.87%	90.74%	79.37%	79.37%
Plan fiduciary net position as a percentage of the total pension liability	76.40%	66.30%	69.88%	68.88%	67.12%	65.10%	64.95%	64.95%

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	Plan Year June 30,							
	2021	2020	2019	2018	2017	2016	2015	2014
City's police & fire proportion of the net pension liability	2.45656%	2.46489%	2.49663%	2.40319%	2.51123%	2.42603%	2.39714%	2.39710%
City's police & fire proportionate share of the net pension liability	\$23,441,597	\$30,395,445	\$25,268,926	\$23,123,525	\$23,550,108	\$22,532,082	\$17,406,056	\$17,406,056
City's police & fire covered payroll	13,763,976	13,545,668	13,364,015	12,217,739	12,537,063	11,516,050	10,913,458	10,913,458
City's police & fire proportionate share of net pension liability as a percentage of its covered payroll	170.31%	224.39%	189.08%	189.26%	187.84%	195.66%	159.49%	159.49%
Plan fiduciary net position as a percentage of the total pension liability	76.40%	66.30%	69.88%	68.88%	67.12%	65.10%	64.95%	64.95%

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

TOTAL PLAN	Plan Year June 30,							
	2021	2020	2019	2018	2017	2016	2015	2014
City's proportion of the net pension liability	3.35652%	3.38192%	3.42020%	3.26574%	3.34486%	3.21065%	3.13764%	3.13760%
City's proportionate share of the net pension liability	\$34,240,699	\$46,293,537	\$38,174,667	\$35,145,675	\$35,625,535	\$34,670,401	\$27,129,187	\$27,129,187
City's covered payroll	31,054,447	30,793,752	30,381,045	27,611,595	27,286,192	24,892,643	23,163,086	23,163,086
City's proportionate share of net pension liability as a percentage of its covered payroll	110.26%	150.33%	125.65%	127.29%	130.56%	139.28%	117.12%	117.12%
Plan fiduciary net position as a percentage of the total pension liability	76.40%	66.30%	69.88%	68.88%	67.12%	65.10%	64.95%	64.95%

SCHEDULE OF CONTRIBUTIONS

	December 31,							
	2021	2020	2019	2018	2017	2016	2015	2014
Required local group contribution	\$1,648,395	\$1,678,175	\$1,710,050	\$1,532,015	\$1,284,486	\$1,261,475	\$1,285,709	\$1,049,182
Contributions made in relation to the required contribution	1,648,395	1,678,175	1,710,050	1,532,015	1,284,486	1,261,475	1,285,709	1,049,182
Contribution deficiency	-	-	-	-	-	-	-	-
City's local group covered payroll	17,649,901	17,482,361	17,308,092	16,330,984	14,686,136	13,717,099	13,465,754	11,772,906
Contributions as a percentage of local group covered payroll	9.34%	9.60%	9.88%	9.38%	8.75%	9.20%	9.55%	8.91%

SCHEDULE OF CONTRIBUTIONS								
	2021	2020	2019	December 31,		2016	2015	2014
				2018	2017			
Required police & fire contribution	\$3,170,815	\$2,984,120	\$3,021,033	\$2,572,690	\$2,305,146	\$2,407,153	\$2,480,273	\$2,143,302
Contributions made in relation to the required contribution	3,170,815	2,984,120	3,021,033	2,572,690	2,305,146	2,407,153	2,480,273	2,143,302
Contribution deficiency	-	-	-	-	-	-	-	-
City's police & fire covered payroll	13,907,084	13,607,479	13,651,300	12,805,819	12,113,219	11,788,210	11,611,765	10,732,609
Contributions as a percentage of police & fire covered payroll	22.80%	21.93%	22.13%	20.09%	19.03%	20.42%	21.36%	19.97%

SCHEDULE OF CONTRIBUTIONS								
	2021	2020	2019	December 31,		2016	2015	2014
TOTAL PLAN				2018	2017			
Required contribution	\$4,819,210	\$4,662,295	\$4,731,083	\$4,104,705	\$3,589,632	\$3,668,628	\$3,765,982	\$3,192,484
Contributions made in relation to the required contribution	4,819,210	4,662,295	4,731,083	4,104,705	3,589,632	3,668,628	3,765,982	3,192,484
Contribution deficiency	-	-	-	-	-	-	-	-
City's covered payroll	31,556,985	31,089,840	30,959,392	29,136,803	26,799,355	25,505,309	25,077,519	22,505,515
Contributions as a percentage of covered payroll	15.27%	15.00%	15.28%	14.09%	13.39%	14.38%	15.02%	14.19%

Notes:

Above schedules are intended to show information for 10 years. Additional years will be displayed as they become available.

Information is provided on a measurement date and actuarial valuation as of December 31, 2020, 2019, 2018, 2017, 2016, 2015, 2014 and 2013, rolled forward to June 30, 2021, 2020, 2019, 2018, 2017, 2016, 2015 and 2014.

Changes Of Benefit Terms Or Assumptions

There were no significant changes to benefit terms or actuarial assumptions for the most recent actuarial valuation.

SCHEDULE OF OTHER POST EMPLOYMENT BENEFITS**LONG TERM DISABILITY BENEFITS SPONSORED BY
KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM (KPERs)****For The Fiscal Year Ended June 30,**

	2021	2020	2019	2018
Service cost	\$78,140	\$66,963	\$56,146	\$55,759
Interest on total OPEB liability	14,841	17,635	18,706	17,886
Changes of benefit terms	-	-	-	-
Effect of economic/demographic gains or (losses)	(166,473)	64,807	(37,667)	(61,187)
Effect of assumption changes or inputs	744	37,852	6,487	(5,004)
Benefit payments	(17,366)	(43,897)	(24,123)	(24,123)
Net change in total OPEB liability	(90,114)	143,360	19,549	(16,669)
Total OPEB liability - beginning	602,047	458,687	439,138	455,807
TOTAL OPEB LIABILITY - ENDING	\$511,933	\$602,047	\$458,687	\$439,138
COVERED PAYROLL	\$16,899,739	\$16,826,629	\$16,226,943	\$14,329,127
TOTAL OPEB LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	3.03%	3.58%	2.83%	3.06%

Notes:

Above schedules are intended to show information for 10 years. Additional years will be displayed as they become available. Information is provided on an actuarial valuation date as of December 31, 2020, rolled forward to the measurement date of June 30, 2021.

Changes Of Benefit Terms Or Assumptions

The discount rate decreased to 2.16% as of June 30, 2021 from 2.21% as of June 30, 2020.

**SCHEDULE OF OTHER POST EMPLOYMENT BENEFITS
HEALTHCARE BENEFITS FOR PRE-MEDICARE RETIREES – CITY PLAN**

	For The Years Ended December 31			
	2021	2020	2019	2018
Service cost	\$599,453	\$364,434	\$300,949	\$275,906
Interest on total OPEB liability	165,747	153,120	185,278	137,764
Changes of benefit terms	524,675	1,013,770	-	-
Effect of economic/demographic gains or (losses)	(105,764)	101,872	(615,264)	-
Effect of assumption changes or inputs	(1,546,068)	1,458,733	139,855	390,338
Benefit payments (employer contributions)	4,878	46,142	(56,185)	(36,406)
Net change in total OPEB liability	(357,079)	3,138,071	(45,367)	-
Total OPEB liability - beginning	7,854,580	4,716,509	4,761,876	3,994,274
TOTAL OPEB LIABILITY - ENDING	\$7,497,501	\$7,854,580	\$4,716,509	\$4,761,876
COVERED PAYROLL	\$28,679,589	\$27,818,766	\$27,818,766	\$24,110,711
TOTAL OPEB LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	26.14%	28.23%	16.95%	19.75%

Notes:

Above schedules are intended to show information for 10 years. Additional years will be displayed as they become available. Information is provided on an actuarial valuation date as of January 1, 2022, rolled to December 31, 2021.

Changes Of Benefit Terms Or Assumptions

The discount rate increased to 2.04% as of the measurement date of December 31, 2021 from 1.96% as of the measurement date of December 31, 2020.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Fund Descriptions

Grants

To account for various grants in which the City receives Federal and State funding (i.e., Step grant, Saturation grant, COPS grant).

Law Enforcement Trust

To account for monies received from the confiscation and sale of items seized in drug-related offenses and also proceeds from certain state grant programs.

Legal Trust

To account for monies received from the confiscation and sale of items seized in drug-related offenses and to be used for additional law enforcement and prosecutorial purposes as the City Attorney deems appropriate.

Special Highway*

To account for monies levied by the state of Kansas (Motor Fuel Tax) producing revenues to be used to defray in whole or in part the cost of constructing, altering, reconstructing, maintaining, and repairing streets and highways pursuant to K.S.A. 79-3425C.

Special Alcohol Control*

To account for monies provided by a state liquor taxation on private clubs and expended for the purchase, establishment, maintenance, or expansion of services or programs for alcoholism prevention and education.

Special Park And Recreation*

To account for monies provided by a state liquor taxation on private clubs and expended for the purchase, establishment, maintenance, and expansion of park and recreational services, programs and facilities.

Tourism And Convention*

To account for monies derived from transient guest tax levied on the gross rental receipts paid by guests for lodging to be used for promotion of tourism, conventions, and economic development.

Neighborhood Revitalization District*

To account for incentives available to encourage property owners to reinvest and increase the assessed value of their properties.

Parks And Recreation Impact Fee (Zones 1, 2 And 3)*

To account for monies provided by park impact fees imposed on new development and expended on parks and recreation facilities.

Street Tree (Zones 1, 2 And 3)*

To account for monies received from building permits for the purpose of financing the landscaping of street-side property in areas under development.

Transportation Improvement Plan (TIP) (Zones 1, 2 And 3)*

To account for monies provided by traffic impact fees imposed on new development and expended on transportation operational improvements.

City Center East TIF Bonds

To account for monies received from TIF revenue bonds to finance the City Center East project.

Mining TIF District*

To account for monies received by the City from the TIF property tax increment to reimburse the developer for certified costs associated with the Mining TIF district.

Ridgeview (Meritex) Mining TIF*

To account for the monies received from the Tax Increment Financing District for the purpose of redevelopment at the intersection of 95th and Renner Boulevard.

South Mining TIF District

To account for monies received by the City from the TIF property tax increment to reimburse developers for certified costs associated with the South Mining TIF district.

Orchard Corners CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on development within the District (southwest corner of 95th and Quivira).

Prairie Creek CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on development within the District (northwest corner of Prairie Star Parkway and Renner Boulevard).

Quivira 95 CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on development within the District (located at the northwest corner of Quivira and 95th Street).

Greystone Plaza CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on development within the District (located north of 87th Street Parkway and west of Rosehill Road).

City Center East (CCE) #1 CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on development within the District (a four-story commercial office/retail building with an adjacent outdoor plaza area).

City Center East (CCE) #2 CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (City Center East Village first and second plat).

I-35 & 95th Street TIF*

To account for monies received by the City from the TIF property tax increment to be expended on eligible reimbursable costs associated with the Interstate 35 and 95th Street TIF district.

Springhill Suites CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located northwest corner of 87th Street Parkway and Penrose).

Candlewood Suites CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located northwest corner of 96th Terrace and Rosehill Road).

Holiday Inn Express CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located at the northwest corner of 96th Terrace and Rosehill Road).

Sonoma Plaza CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located in the southeast corner of 87th Street Parkway and I-435).

Lenexa City Center Area E. CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located at the southwest corner of 87th Street Parkway and Renner Boulevard).

Lenexa Point CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located in the northwest corner of 87th Street Parkway and Maurer Road).

*Budgeted Special Revenue Fund.

Debt Service Funds**Fund Descriptions****Debt Service Reserve - TIF**

To account for the Debt Service Reserve Fund for City Center East TIF Revenue bonds to be used for the payment of principal and interest if monies otherwise available is insufficient to pay bonds.

Capital Projects Funds**Fund Descriptions****Capital Acquisition**

To account for the financing for municipal capital purchases.

Parks And Recreation

To account for monies received for the purchase of park land and park development.

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021**

	Capital Project Funds					Total Nonmajor Governmental Funds
	Combined Special Revenue Funds	Debt Service Reserve TIF	Parks And Recreation	Capital Acquisition		
ASSETS						
Deposits, including investments	\$16,279,967	\$-	\$7,281,872	\$3,030,576	\$26,592,415	
Restricted cash and investments	-	1,988	-	-	1,988	
Property tax receivable (net of allowance for uncollectibles)	5,387,156	-	-	-	5,387,156	
Sales tax receivable	341,086	-	-	-	341,086	
Transient guest tax receivable	369,985	-	-	-	369,985	
Special highway tax receivable	384,025	-	-	-	384,025	
Special liquor tax receivable	191,168	-	-	-	191,168	
Intergovernmental receivable	109,057	-	500	-	109,557	
Interest receivable	14,490	-	-	6,550	21,040	
Other receivable	61,551	-	-	-	61,551	
TOTAL ASSETS	\$23,138,485	\$1,988	\$7,282,372	\$3,037,126	\$33,459,971	
Liabilities, Deferred Inflows And Fund Balances						
LIABILITIES						
Accounts payable	\$178,243	\$-	\$3,551	\$-	\$181,794	
Due to other funds	61,551	-	-	-	61,551	
Unearned revenue	2,565,792	-	-	-	2,565,792	
TOTAL LIABILITIES	2,805,586	-	3,551	-	2,809,137	
DEFERRED INFLOWS OF RESOURCES						
Property tax	5,387,156	-	-	-	5,387,156	
Other	47,567	-	-	-	47,567	
FUND BALANCES						
Restricted	14,933,267	1,988	119,409	-	15,054,664	
Committed	-	-	7,159,412	506,153	7,665,565	
Assigned	-	-	-	2,530,973	2,530,973	
Unassigned	(35,091)	-	-	-	(35,091)	
TOTAL FUND BALANCES	14,898,176	1,988	7,278,821	3,037,126	25,216,111	
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$23,138,485	\$1,988	\$7,282,372	\$3,037,126	\$33,459,971	

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

	Capital Project Funds					Total Nonmajor Governmental Funds
	Combined Special Revenue Funds	Debt Service Reserve TIF	Parks And Recreation	Capital Acquisition		
REVENUES						
Taxes	\$10,232,673	\$-	\$-	\$-	\$10,232,673	
Intergovernmental	48,690	-	326,590	-	375,280	
Charges for services	825,828	-	-	-	825,828	
Fines and forfeitures	36,619	-	-	-	36,619	
Investment earnings (loss)	(2,785)	16	-	(4,699)	(7,468)	
Miscellaneous	-	-	-	5,640	5,640	
TOTAL REVENUES	11,141,025	16	326,590	941	11,468,572	
EXPENDITURES						
Current:						
General government	870,825	8,041	-	-	878,866	
Public safety	331,152	-	-	-	331,152	
Municipal services	-	-	-	-	-	
Recreation	62,889	-	-	-	62,889	
Economic development	3,853,831	-	-	-	3,853,831	
Capital outlay:						
Municipal services	-	-	514,106	1,108,023	1,622,129	
Debt service:						
Principal retirement	175,000	168,648	-	-	343,648	
Interest and fiscal charges	101,856	86,352	-	-	188,208	
TOTAL EXPENDITURES	5,395,553	263,041	514,106	1,108,023	7,280,723	
Excess (Deficiency) Of Revenues Over Expenditures	5,745,472	(263,025)	(187,516)	(1,107,082)	4,187,849	

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED DECEMBER 31, 2021					(Continued)
	Combined Special Revenue Funds	Debt Service Reserve TIF	Capital Project Funds		Total Nonmajor Governmental Funds
			Parks And Recreation	Capital cquisition	
OTHER FINANCING SOURCES (USES)					
Transfers in	271,250	262,605	7,000,000	1,905,608	9,439,463
Transfers out	(3,855,381)	-	(24,100)	(126,500)	(4,005,981)
TOTAL OTHER FINANCING SOURCES (USES)	(3,584,131)	262,605	6,975,900	1,779,108	5,433,482
Net Changes In Fund Balances	2,161,341	(420)	6,788,384	672,026	9,621,331
FUND BALANCES - BEGINNING OF YEAR	12,736,835	2,408	490,437	2,365,100	15,594,780
FUND BALANCES - END OF YEAR	\$14,898,176	\$1,988	\$7,278,821	\$3,037,126	\$25,216,111

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2021**

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	Grants	Law Enforcement Trust	Legal Trust	Special Highway	Special Alcohol Control	Special Parks And Recreation	Tourism And Convention	Neighborhood Revitalization District
ASSETS								
Deposits and investments	\$2,475,871	\$231,175	\$77,563	\$-	\$658,505	\$41,910	\$1,709,475	\$441,810
Property tax receivable (net of allowance for uncollectibles)	-	-	-	-	-	-	-	271,154
Sales tax receivable	-	-	-	-	-	-	-	-
Transient guest tax receivable	-	-	-	-	-	-	369,985	-
Special highway tax receivable	-	-	-	384,025	-	-	-	-
Special liquor tax receivable	-	-	-	-	95,584	95,584	-	-
Intergovernmental receivable	102,397	6,660	-	-	-	-	-	-
Interest receivable	-	-	-	-	-	-	-	-
Other receivable	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$2,578,268	\$237,835	\$77,563	\$384,025	\$754,089	\$137,494	\$2,079,460	\$712,964
Liabilities, Deferred Inflows And Fund Balances								
LIABILITIES								
Accounts payable	\$-	\$-	\$-	\$-	\$19,119	\$-	\$-	\$-
Due to other funds	-	-	-	-	-	-	-	-
Unearned revenue	2,565,792	-	-	-	-	-	-	-
TOTAL LIABILITIES	2,565,792	-	-	-	19,119	-	-	-
DEFERRED INFLOWS OF RESOURCES								
Other	47,567	-	-	-	-	-	-	-
Property tax	-	-	-	-	-	-	-	271,154
FUND BALANCES								
Restricted	-	237,835	77,563	384,025	734,970	137,494	2,079,460	441,810
Unassigned	(35,091)	-	-	-	-	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$2,578,268	\$237,835	\$77,563	\$384,025	\$754,089	\$137,494	\$2,079,460	\$712,964

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2021**

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	Parks And Recreation Impact Zone 1	Parks And Recreation Impact Zone 2	Parks And Recreation Impact Zone 3	Street Tree Zone 1	Street Tree Zone 2	Street Tree Zone 3	TIP Zone 1	TIP Zone 2	TIP Zone 3
ASSETS									
Deposits and investments	\$1,136,503	\$968,392	\$870,660	\$102,944	\$146,441	\$209,093	\$990,111	\$718,984	\$456,706
Property tax receivable (net of allowance for uncollectibles)	-	-	-	-	-	-	-	-	-
Sales tax receivable	-	-	-	-	-	-	-	-	-
Transient guest tax receivable	-	-	-	-	-	-	-	-	-
Special highway tax receivable	-	-	-	-	-	-	-	-	-
Special liquor tax receivable	-	-	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-	-	-
Interest receivable	2,940	2,506	2,253	266	379	541	2,562	1,861	1,182
Other receivable	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$1,139,443	\$970,898	\$872,913	\$103,210	\$146,820	\$209,634	\$992,673	\$720,845	\$457,888
Liabilities, Deferred Inflows And Fund Balances									
LIABILITIES									
Accounts payable	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Due to other funds	-	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	-	-	-	-	-	-	-	-
DEFERRED INFLOWS OF RESOURCES									
Other	-	-	-	-	-	-	-	-	-
Property tax	-	-	-	-	-	-	-	-	-
FUND BALANCES									
Restricted	1,139,443	970,898	872,913	103,210	146,820	209,634	992,673	720,845	457,888
Unassigned	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$1,139,443	\$970,898	\$872,913	\$103,210	\$146,820	\$209,634	\$992,673	\$720,845	\$457,888

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2021**

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	City Center East TIF Bonds	Mining TIF District	Ridgeview Mining TIF	South Mining District TIF	Orchard Corners CID	Prairie Creek CID	Quivira 95 CID	Greystone Plaza CID
ASSETS								
Deposits and investments	\$23,772	\$1,497,344	\$844,292	\$12,345	\$99,399	\$15,825	\$2,311	\$6,783
Property tax receivable (net of allowance for uncollectibles)	256,572	2,623,296	1,456,893	338	-	-	-	-
Sales tax receivable	-	-	-	-	139,315	28,422	6,235	9,883
Transient guest tax receivable	-	-	-	-	-	-	-	-
Special highway tax receivable	-	-	-	-	-	-	-	-
Special liquor tax receivable	-	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-	-
Interest receivable	-	-	-	-	-	-	-	-
Other receivable	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$280,344	\$4,120,640	\$2,301,185	\$12,683	\$238,714	\$44,247	\$8,546	\$16,666
Liabilities, Deferred Inflows And Fund Balances								
LIABILITIES								
Accounts payable	\$-	\$-	\$-	\$-	\$66,628	\$15,825	\$2,311	\$6,783
Due to other funds	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	-	-	-	66,628	15,825	2,311	6,783
DEFERRED INFLOWS OF RESOURCES								
Other	-	-	-	-	-	-	-	-
Property tax	256,572	2,623,296	1,456,893	338	-	-	-	-
FUND BALANCES								
Restricted	23,772	1,497,344	844,292	12,345	172,086	28,422	6,235	9,883
Unassigned	-	-	-	-	-	-	-	-
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$280,344	\$4,120,640	\$2,301,185	\$12,683	\$238,714	\$44,247	\$8,546	\$16,666

**COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2021**

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	City Center East #1 CID	City Center East #2 CID	I-35 & 95th Street TIF	Springhill Suites CID	Candlewood Suites CID	Holiday Inn Express CID	Sonoma Plaza CID	Lenexa City Center Area E CID	Lenexa Point CID	Total Special Revenue Funds
ASSETS										
Deposits and investments	\$13,861	\$308,860	\$2,151,455	\$4,715	\$2,020	\$2,173	\$43,980	\$2,755	\$11,934	\$16,279,967
Property tax receivable (net of allowance for uncollectibles)	-	-	778,903	-	-	-	-	-	-	5,387,156
Sales tax receivable	1,317	29,426	-	7,330	2,981	2,751	73,496	7,205	32,725	341,086
Transient guest tax receivable	-	-	-	-	-	-	-	-	-	369,985
Special highway tax receivable	-	-	-	-	-	-	-	-	-	384,025
Special liquor tax receivable	-	-	-	-	-	-	-	-	-	191,168
Intergovernmental receivable	-	-	-	-	-	-	-	-	-	109,057
Interest receivable	-	-	-	-	-	-	-	-	-	14,490
Other receivable	61,551	-	-	-	-	-	-	-	-	61,551
TOTAL ASSETS	\$76,729	\$338,286	\$2,930,358	\$12,045	\$5,001	\$4,924	\$117,476	\$9,960	\$44,659	\$23,138,485
Liabilities, Deferred Inflows And Fund Balances										
LIABILITIES										
Accounts payable	\$-	\$-	\$-	\$4,715	\$2,020	\$2,173	\$43,980	\$2,755	\$11,934	\$178,243
Due to other funds	61,551	-	-	-	-	-	-	-	-	61,551
Unearned revenue	-	-	-	-	-	-	-	-	-	2,565,792
TOTAL LIABILITIES	61,551	-	-	4,715	2,020	2,173	43,980	2,755	11,934	2,805,586
DEFERRED INFLOWS OF RESOURCES										
Other	-	-	-	-	-	-	-	-	-	47,567
Property tax	-	-	778,903	-	-	-	-	-	-	5,387,156
FUND BALANCES										
Restricted	15,178	338,286	2,151,455	7,330	2,981	2,751	73,496	7,205	32,725	14,933,267
Unassigned	-	-	-	-	-	-	-	-	-	(35,091)
TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES	\$76,729	\$338,286	\$2,930,358	\$12,045	\$5,001	\$4,924	\$117,476	\$9,960	\$44,659	\$23,138,485

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

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	Grants	Law Enforcement Trust	Legal Trust	Special Highway	Special Alcohol Control	Special Parks & Recreation	Tourism & Convention	Neighborhood Revitalization District
REVENUES								
Taxes	\$-	\$-	\$-	\$1,640,587	\$343,103	\$343,101	\$1,262,953	\$271,299
Intergovernmental	36,478	12,212	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	34,828	1,791	-	-	-	-	-
Investment earnings (loss)	-	-	-	-	-	-	-	-
TOTAL REVENUES	36,478	47,040	1,791	1,640,587	343,103	343,101	1,262,953	271,299
EXPENDITURES								
Current:								
General Government	24,636	-	-	-	-	-	620,588	225,601
Public Safety	59,576	37,021	-	-	234,555	-	-	-
Municipal Services	-	-	-	-	-	-	-	-
Parks & Recreation	-	-	-	-	-	-	-	-
Economic Development	-	-	-	-	-	-	61,500	-
Debt service:								
Principal retirement	-	-	-	-	-	-	175,000	-
Interest and fiscal charges	-	-	-	-	-	-	101,856	-
Capital outlay:								
Municipal Services	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	84,212	37,021	-	-	234,555	-	958,944	225,601
Excess (deficiency) of revenues over expenditures	(47,734)	10,019	1,791	1,640,587	108,548	343,101	304,009	45,698
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	(1,621,986)	-	(271,000)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	(1,621,986)	-	(271,000)	-	-
Net change in fund balances	(47,734)	10,019	1,791	18,601	108,548	72,101	304,009	45,698
FUND BALANCES - BEGINNING	12,643	227,816	75,772	365,424	626,422	65,393	1,775,451	396,112
FUND BALANCES - ENDING	\$(35,091)	\$237,835	\$77,563	\$384,025	\$734,970	\$137,494	\$2,079,460	\$441,810

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

Page 2 Of 4

	Parks & Rec Impact - Zone 1	Parks & Rec Impact - Zone 2	Parks & Rec Impact - Zone 3	Street Tree - Zone 1	Street Tree - Zone 2	Street Tree - Zone 3	TIP Fee - Zone 1	TIP Fee - Zone 2	TIP Fee - Zone 3
REVENUES									
Taxes	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Intergovernmental	-	-	-	-	-	-	-	-	-
Charges for services	134,953	54,240	72,138	-	15,600	70,850	234,889	98,181	144,977
Fines and forfeits	-	-	-	-	-	-	-	-	-
Investment earnings (loss)	(1,074)	(533)	(674)	(8)	(6)	(578)	2,337	(764)	(1,485)
TOTAL REVENUES	133,879	53,707	71,464	(8)	15,594	70,272	237,226	97,417	143,492
EXPENDITURES									
Current:									
General Government	-	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-	-
Municipal Services	-	-	-	-	-	-	-	-	-
Parks & Recreation	-	-	-	2,382	30,307	30,200	-	-	-
Economic Development	-	-	-	-	-	-	-	-	-
Debt service:									
Principal retirement	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-
Capital outlay:									
Municipal Services	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	-	-	-	2,382	30,307	30,200	-	-	-
Excess (deficiency) of revenues over expenditures	133,879	53,707	71,464	(2,390)	(14,713)	40,072	237,226	97,417	143,492
OTHER FINANCING SOURCES (USES)									
Transfers in	-	-	-	-	-	-	-	-	271,250
Transfers out	-	-	-	-	-	-	(595,000)	-	(76,713)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-	(595,000)	-	194,537
Net change in fund balances	133,879	53,707	71,464	(2,390)	(14,713)	40,072	(357,774)	97,417	338,029
FUND BALANCES - BEGINNING	1,005,564	917,191	801,449	105,600	161,533	169,562	1,350,447	623,428	119,859
FUND BALANCES - ENDING	\$1,139,443	\$970,898	\$872,913	\$103,210	\$146,820	\$209,634	\$992,673	\$720,845	\$457,888

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

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	City Center East TIF Debt	Mining TIF District	Ridgeview Mining TIF	South Mining District TIF	Orchard Corners CID	Prairie Creek CID	Quivira 95 CID	Greystone Plaza CID
REVENUES								
Taxes	\$262,605	\$2,517,325	\$1,016,074	\$166	\$700,621	\$150,947	\$39,386	\$60,130
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Investment earnings (loss)	-	-	-	-	-	-	-	-
TOTAL REVENUES	262,605	2,517,325	1,016,074	166	700,621	150,947	39,386	60,130
EXPENDITURES								
Current:								
General Government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-	-
Municipal Services	-	-	-	-	-	-	-	-
Parks & Recreation	-	-	-	-	-	-	-	-
Economic Development	-	1,759,113	-	-	665,242	145,937	37,471	57,708
Debt service:								
Principal retirement	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-
Capital outlay:								
Municipal Services	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	-	1,759,113	-	-	665,242	145,937	37,471	57,708
Excess (deficiency) of revenues over expenditures	262,605	758,212	1,016,074	166	35,379	5,010	1,915	2,422
OTHER FINANCING SOURCES (USES)								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(262,605)	(4,528)	(1,004,230)	-	(6,889)	(1,553)	(386)	(624)
TOTAL OTHER FINANCING SOURCES (USES)	(262,605)	(4,528)	(1,004,230)	-	(6,889)	(1,553)	(386)	(624)
Net change in fund balances	-	753,684	11,844	166	28,490	3,457	1,529	1,798
FUND BALANCES - BEGINNING	23,772	743,660	832,448	12,179	143,596	24,965	4,706	8,085
FUND BALANCES - ENDING	\$23,772	\$1,497,344	\$844,292	\$12,345	\$172,086	\$28,422	\$6,235	\$9,883

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

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	City Center East #1 CID	City Center East #2 CID	I-35 & 95th Street TIF	Springhill Suites CID	Candlewood Suites CID	Holiday Inn Express CID	Sonoma Plaza CID	Lenexa City Center Area E CID	Lenexa Point CID	Total Special Revenue Funds
REVENUES										
Taxes	\$(7,061)	\$79,679	\$868,032	\$41,141	\$19,036	\$20,489	\$400,454	\$39,279	\$163,327	\$10,232,673
Intergovernmental	-	-	-	-	-	-	-	-	-	48,690
Charges for services	-	-	-	-	-	-	-	-	-	825,828
Fines and forfeits	-	-	-	-	-	-	-	-	-	36,619
Investment earnings (loss)	-	-	-	-	-	-	-	-	-	(2,785)
TOTAL REVENUES	(7,061)	79,679	868,032	41,141	19,036	20,489	400,454	39,279	163,327	11,141,025
EXPENDITURES										
Current:										
General Government	-	-	-	-	-	-	-	-	-	870,825
Public Safety	-	-	-	-	-	-	-	-	-	331,152
Municipal Services	-	-	-	-	-	-	-	-	-	-
Parks & Recreation	-	-	-	-	-	-	-	-	-	62,889
Economic Development	-	1,031	305,068	38,008	18,838	17,661	443,873	58,314	244,067	3,853,831
Debt service:										
Principal retirement	-	-	-	-	-	-	-	-	-	175,000
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	101,856
Capital outlay:										
Municipal Services	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	-	1,031	305,068	38,008	18,838	17,661	443,873	58,314	244,067	5,395,553
Excess (deficiency) of revenues over expenditures	(7,061)	78,648	562,964	3,133	198	2,828	(43,419)	(19,035)	(80,740)	5,745,472
OTHER FINANCING SOURCES (USES)										
Transfers in	-	-	-	-	-	-	-	-	-	271,250
Transfers out	-	(17)	(1,533)	(400)	(200)	(179)	(4,484)	(589)	(2,465)	(3,855,381)
TOTAL OTHER FINANCING SOURCES (USES)	-	(17)	(1,533)	(400)	(200)	(179)	(4,484)	(589)	(2,465)	(3,584,131)
Net change in fund balances	(7,061)	78,631	561,431	2,733	(2)	2,649	(47,903)	(19,624)	(83,205)	2,161,341
FUND BALANCES - BEGINNING	22,239	259,655	1,590,024	4,597	2,983	102	121,399	26,829	115,930	12,736,835
FUND BALANCES - ENDING	\$15,178	\$338,286	\$2,151,455	\$7,330	\$2,981	\$2,751	\$73,496	\$7,205	\$32,725	\$14,898,176

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL CITY CENTER TIF FUND MAJOR FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes	\$8,689,000	\$8,689,000	\$7,355,163	\$(1,333,837)
EXPENDITURES				
Current:				
Economic Development	8,645,555	8,645,555	4,428,210	4,217,345
Excess (Deficiency) Of Revenues Over Expenditures	43,445	43,445	2,926,953	2,883,508
OTHER FINANCING USES				
Transfers out	(1,803,352)	(1,633,449)	(1,633,449)	-
Net Changes In Fund Balances	(1,759,907)	(1,590,004)	1,293,504	2,883,508
FUND BALANCES - BEGINNING OF YEAR			1,781,949	
FUND BALANCES - END OF YEAR			\$3,075,453	

The budgetary statement for the City Center TIF fund also includes the City Center East TIF Debt Service fund.

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL SPECIAL HIGHWAY FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$1,210,000	\$1,309,865	\$1,640,587	\$330,722
OTHER FINANCING USES				
Transfers out	(1,598,135)	(1,621,986)	(1,621,986)	-
Net Changes In Fund Balances	(388,135)	(312,121)	18,601	330,722
FUND BALANCES - BEGINNING OF YEAR			365,424	
FUND BALANCES - END OF YEAR			\$384,025	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL SPECIAL ALCOHOL CONTROL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$78,000	\$78,000	\$343,103	\$265,103
EXPENDITURES				
Current:				
Public safety	235,000	235,000	234,555	445
Recreation	-	-	-	-
TOTAL EXPENDITURES	235,000	235,000	234,555	445
Excess (Deficiency) Of Revenues Over Expenditures	(157,000)	(157,000)	108,548	265,548
OTHER FINANCING USES				
Transfers out	(316,700)	-	-	-
Net Changes In Fund Balances	(473,700)	(157,000)	108,548	265,548
FUND BALANCES - BEGINNING OF YEAR			626,422	
FUND BALANCES - END OF YEAR			\$734,970	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL SPECIAL PARKS AND RECREATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$78,000	\$205,607	\$343,101	\$137,494
OTHER FINANCING USES				
Transfers out	(150,748)	(271,000)	(271,000)	-
Net Changes In Fund Balances	(72,748)	(65,393)	72,101	137,494
FUND BALANCES - BEGINNING OF YEAR			65,393	
FUND BALANCES - END OF YEAR			\$137,494	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL TOURISM AND CONVENTION FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes	\$584,000	\$584,000	\$1,262,953	\$678,953
EXPENDITURES				
Current:				
General government	652,363	652,363	620,588	31,775
Parks & Recreation	-	-	-	-
Economic development	1,925	61,925	61,500	425
Debt service:				
Principal retirement	175,000	175,000	175,000	-
Interest and fiscal charges	101,856	101,856	101,856	-
TOTAL EXPENDITURES	931,144	991,144	958,944	32,200
Excess (Deficiency) Of Revenues Over Expenditures	(347,144)	(407,144)	304,009	711,153
OTHER FINANCING USES				
Transfers out	(1,296,075)	-	-	-
Net Changes In Fund Balances	(1,643,219)	(407,144)	304,009	711,153
FUND BALANCES - BEGINNING OF YEAR			1,775,451	
FUND BALANCES - END OF YEAR			\$2,079,460	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL NEIGHBORHOOD REVITALIZATION DISTRICT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes	\$350,000	\$350,000	\$271,299	\$(78,701)
EXPENDITURES				
Current:				
General Government	350,000	350,000	225,601	124,399
Excess (Deficiency) Of Revenues Over Expenditures	-	-	45,698	45,698
OTHER FINANCING USES				
Transfers out	(350,292)	-	-	-
Net Changes In Fund Balances	(350,292)	-	45,698	45,698
FUND BALANCES - BEGINNING OF YEAR			396,112	
FUND BALANCES - END OF YEAR			\$441,810	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL PARKS AND RECREATION IMPACT FEE ZONE 1 FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Charges for services	\$225,000	\$225,000	\$134,953	\$(90,047)
Investment earnings/(loss)	-	-	(1,074)	(1,074)
TOTAL REVENUES	225,000	225,000	133,879	(91,121)
Excess (Deficiency) Of Expenditures Over Revenues	225,000	225,000	133,879	(91,121)
OTHER FINANCING USES				
Transfers out	(869,420)	(225,000)	-	225,000
Net Changes In Fund Balances	(644,420)	-	133,879	133,879
FUND BALANCES - BEGINNING OF YEAR			1,005,564	
FUND BALANCES - END OF YEAR			\$1,139,443	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL PARKS AND RECREATION IMPACT FEE ZONE 2 FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Charges for services	\$100,000	\$100,000	\$54,240	\$(45,760)
Investment earnings	-	-	(533)	(533)
TOTAL REVENUES	100,000	100,000	53,707	(46,293)
Excess (Deficiency) of Expenditures Over Revenues	100,000	100,000	53,707	(46,293)
OTHER FINANCING USES				
Transfers out	(813,768)	(100,000)	-	100,000
Net Changes In Fund Balances	(713,768)	-	53,707	53,707
FUND BALANCES - BEGINNING OF YEAR			917,191	
FUND BALANCES - END OF YEAR			\$970,898	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL PARKS AND RECREATION IMPACT FEE ZONE 3 FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Charges for services	\$100,000	\$100,000	\$72,138	\$(27,862)
Investment earnings	-	-	(674)	(674)
TOTAL REVENUES	100,000	100,000	71,464	(28,536)
Excess (Deficiency) of Expenditures over Revenue	100,000	100,000	71,464	(28,536)
OTHER FINANCING USES				
Transfers out	(801,671)	(100,000)	-	100,000
Net Changes In Fund Balances	(701,671)	-	71,464	71,464
FUND BALANCES - BEGINNING OF YEAR			801,449	
FUND BALANCES - END OF YEAR			\$872,913	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL STREET TREE ZONE 1 FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Charges for services	\$10,000	\$10,000	\$-	\$(10,000)
Investment earnings/(loss)	-	-	(8)	(8)
TOTAL REVENUES	10,000	10,000	(8)	(10,008)
EXPENDITURES				
Current:				
Recreation	10,000	6,000	2,382	3,618
Excess (Deficiency) Of Revenues Over Expenditures	-	4,000	(2,390)	(6,390)
OTHER FINANCING USES				
Transfers Out	(107,767)	-	-	-
Net Changes In Fund Balances	(107,767)	4,000	(2,390)	(6,390)
FUND BALANCES - BEGINNING OF YEAR			105,600	
FUND BALANCES - END OF YEAR			\$103,210	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL STREET TREE ZONE 2 FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Charges for services	\$50,000	\$50,000	\$15,600	(34,400)
Investment earnings/(loss)	-	-	(6)	(6)
TOTAL REVENUES	50,000	50,000	15,594	(34,406)
EXPENDITURES				
Current:				
Recreation	50,000	45,000	30,307	14,693
Excess (Deficiency) Of Revenues Over Expenditures	-	5,000	(14,713)	(19,713)
OTHER FINANCING USES				
Transfers out	(182,581)	-	-	-
Net Changes In Fund Balances	(182,581)	5,000	(14,713)	(19,713)
FUND BALANCES - BEGINNING OF YEAR			161,533	
FUND BALANCES - END OF YEAR			\$146,820	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL STREET TREE ZONE 3 FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Charges for services	\$30,000	\$30,000	\$70,850	\$40,850
Investment earnings/(loss)	-	-	(578)	(578)
TOTAL REVENUES	30,000	30,000	70,272	40,272
EXPENDITURES				
Current:				
Recreation	30,000	39,000	30,200	8,800
Excess (Deficiency) Of Revenues Over Expenditures	-	(9,000)	40,072	49,072
OTHER FINANCING USES				
Transfers out	(150,040)	-	-	-
Net Changes In Fund Balances	(150,040)	(9,000)	40,072	49,072
FUND BALANCES - BEGINNING OF YEAR			169,562	
FUND BALANCES - END OF YEAR			\$209,634	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL TIP FEE ZONE 1 FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Charges for services	\$320,000	\$320,000	\$234,889	\$(85,111)
Investment earnings/(loss)	-	-	2,337	2,337
TOTAL REVENUES	320,000	320,000	237,226	(82,774)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(1,850,963)	(595,000)	(595,000)	-
Net Changes In Fund Balances	(1,530,963)	(275,000)	(357,774)	(82,774)
FUND BALANCES - BEGINNING OF YEAR			1,350,447	
FUND BALANCES - END OF YEAR			\$992,673	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL TIP FEE ZONE 2 FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Charges for services	\$225,000	\$225,000	\$98,181	\$(126,819)
Investment earnings/(loss)	-	-	(764)	(764)
TOTAL REVENUES	225,000	225,000	97,417	(127,583)
OTHER FINANCING SOURCES (USES)				
Transfers out	(651,456)	(225,000)	-	225,000
Net Changes In Fund Balances	(426,456)	-	97,417	97,417
FUND BALANCES - BEGINNING OF YEAR			623,428	
FUND BALANCES - END OF YEAR			\$720,845	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL TIP FEE ZONE 3 FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Charges for services	\$150,000	\$150,000	\$144,977	\$(5,023)
Investment earnings/(loss)	-	-	(1,485)	(1,485)
TOTAL REVENUES	150,000	150,000	143,492	(6,508)
OTHER FINANCING USES				
Transfers in	\$-	\$-	\$271,250	\$271,250
Transfers out	(901,878)	(150,000)	(76,713)	73,287
Net Changes In Fund Balances	(751,878)	-	338,029	338,029
FUND BALANCES - BEGINNING OF YEAR			119,859	
FUND BALANCES - END OF YEAR			\$457,888	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL RIDGEVIEW MINING TIF DISTRICT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$1,292,000	\$1,292,000	\$1,016,074	\$(275,926)
EXPENDITURES				
Current:				
Economic Development	1,285,540	1,285,540	-	1,285,540
Excess (Deficiency) Of Revenues Over Expenditures	6,460	6,460	1,016,074	1,009,614
OTHER FINANCING USES				
Transfers out	(1,002,142)	(1,004,230)	(1,004,230)	-
Net Changes In Fund Balances	(995,682)	(997,770)	11,844	1,009,614
FUND BALANCES - BEGINNING OF YEAR			832,448	
FUND BALANCES - END OF YEAR			\$844,292	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL MINING TIF DISTRICT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes	\$3,645,000	\$3,645,000	\$2,517,325	\$(1,127,675)
EXPENDITURES				
Current:				
Economic Development	3,626,775	3,626,775	1,759,113	1,867,662
Excess (Deficiency) Of Revenues Over Expenditures	18,225	18,225	758,212	739,987
OTHER FINANCING USES				
Transfers out	(115,851)	(18,225)	(4,528)	13,697
Net Changes In Fund Balances	(97,626)	-	753,684	753,684
FUND BALANCES - BEGINNING OF YEAR			743,660	
FUND BALANCES - END OF YEAR			\$1,497,344	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL ORCHARD CORNERS CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$700,000	\$700,000	\$700,621	\$621
EXPENDITURES				
Current:				
Economic Development	693,000	693,000	665,242	27,758
Excess (Deficiency) Of Revenues Over Expenditures	7,000	7,000	35,379	28,379
OTHER FINANCING USES				
Transfers out	(149,181)	(7,000)	(6,889)	111
Net Changes In Fund Balances	(142,181)	-	28,490	28,490
FUND BALANCES - BEGINNING OF YEAR			143,596	
FUND BALANCES - END OF YEAR			\$172,086	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL PRAIRIE CREEK CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$125,000	\$139,590	\$150,947	\$11,357
EXPENDITURES				
Current:				
Economic Development	123,750	158,604	145,937	12,667
Excess (Deficiency) Of Revenues Over Expenditures	1,250	(19,014)	5,010	24,024
OTHER FINANCING USES				
Transfers out	(21,660)	(1,396)	(1,553)	(157)
Net Changes In Fund Balances	(20,410)	(20,410)	3,457	23,867
FUND BALANCES - BEGINNING OF YEAR			24,965	
FUND BALANCES - END OF YEAR			\$28,422	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL QUIVIRA 95 CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$52,000	\$52,000	\$39,386	\$(12,614)
EXPENDITURES				
Current:				
Economic Development	51,480	51,480	37,471	14,009
Excess (Deficiency) Of Revenues Over Expenditures	520	520	1,915	1,395
OTHER FINANCING USES				
Transfers out	(7,635)	(520)	(386)	134
Net Changes In Fund Balances	(7,115)	-	1,529	1,529
FUND BALANCES - BEGINNING OF YEAR			4,706	
FUND BALANCES - END OF YEAR			\$6,235	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL GREYSTONE PLAZA CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$80,000	\$80,000	\$60,130	\$(19,870)
EXPENDITURES				
Current:				
Economic Development	79,200	79,200	57,708	21,492
Excess (Deficiency) Of Revenues Over Expenditures	800	800	2,422	1,622
OTHER FINANCING USES				
Transfers out	(11,394)	(800)	(624)	176
Net Changes In Fund Balances	(10,594)	-	1,798	1,798
FUND BALANCES - BEGINNING OF YEAR			8,085	
FUND BALANCES - END OF YEAR			\$9,883	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL CITY CENTER EAST #1 CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$20,000	\$20,000	\$(7,061)	\$(27,061)
EXPENDITURES				
Current:				
Economic Development	19,800	19,800	-	19,800
Excess (Deficiency) Of Revenues Over Expenditures	200	200	(7,061)	(7,261)
OTHER FINANCING USES				
Transfers out	(26,131)	(200)	-	200
Net Changes In Fund Balances	(25,931)	-	(7,061)	(7,061)
FUND BALANCES - BEGINNING OF YEAR			22,239	
FUND BALANCES - END OF YEAR			\$15,178	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL CITY CENTER EAST #2 CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes	\$110,000	\$110,000	\$79,679	\$(30,321)
EXPENDITURES				
Current:				
Economic Development	108,900	108,900	1,031	107,869
Excess (Deficiency) Of Revenues Over Expenditures	1,100	1,100	78,648	77,548
OTHER FINANCING USES				
Transfers out	(242,192)	(1,100)	(17)	1,083
Net Changes In Fund Balances	(241,092)	-	78,631	78,631
FUND BALANCES - BEGINNING OF YEAR			259,655	
FUND BALANCES - END OF YEAR			\$338,286	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL I-35 & 95TH STREET TIF FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes	\$1,642,000	\$1,642,000	\$868,032	\$(773,968)
EXPENDITURES				
Current:				
Economic Development	1,633,790	1,633,790	305,068	1,328,722
Excess (Deficiency) Of Revenues Over Expenditures	8,210	8,210	562,964	554,754
OTHER FINANCING USES				
Transfers In	-	-	-	-
Transfers Out	(785,337)	(8,210)	(1,533)	6,677
Net Changes In Fund Balances	(777,127)	-	561,431	561,431
FUND BALANCES - BEGINNING OF YEAR			1,590,024	
FUND BALANCES - END OF YEAR			\$2,151,455	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL SPRINGHILL SUITES CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$60,000	\$60,000	\$41,141	\$(18,859)
EXPENDITURES				
Current:				
Economic Development	59,400	59,400	38,008	21,392
Excess (Deficiency) Of Revenues Over Expenditures	600	600	3,133	2,533
OTHER FINANCING USES				
Transfers out	(7,692)	(600)	(400)	200
Net Changes In Fund Balances	(7,092)	-	2,733	2,733
FUND BALANCES - BEGINNING OF YEAR			4,597	
FUND BALANCES - END OF YEAR			\$7,330	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CANDLEWOOD SUITES CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$30,000	\$30,000	\$19,036	\$(10,964)
EXPENDITURES				
Current:				
Economic Development	29,700	29,700	18,838	10,862
Excess (Deficiency) Of Revenues Over Expenditures	300	300	198	(102)
OTHER FINANCING USES				
Transfers out	(3,182)	(300)	(200)	100
Net Changes In Fund Balances	(2,882)	-	(2)	(2)
FUND BALANCES - BEGINNING OF YEAR			2,983	
FUND BALANCES - END OF YEAR			\$2,981	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL HOLIDAY INN EXPRESS CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Taxes	\$35,000	\$35,000	\$20,489	\$(14,511)
EXPENDITURES				
Current:				
Economic Development	34,650	34,650	17,661	16,989
Excess (Deficiency) Of Revenues Over Expenditures	350	350	2,828	2,478
OTHER FINANCING USES				
Transfers out	(3,823)	(350)	(179)	171
Net Changes In Fund Balances	(3,473)	-	2,649	2,649
FUND BALANCES - BEGINNING OF YEAR			102	
FUND BALANCES - END OF YEAR			\$2,751	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL SONOMA PLAZA CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$280,000	\$455,000	\$400,454	\$(54,546)
EXPENDITURES				
Current:				
Economic Development	277,200	450,450	443,873	6,577
Excess (Deficiency) Of Revenues Over Expenditures	2,800	4,550	(43,419)	(47,969)
OTHER FINANCING USES				
Transfers out	(2,800)	(4,550)	(4,484)	66
Net Changes In Fund Balances	-	-	(47,903)	(47,903)
FUND BALANCES - BEGINNING OF YEAR			121,399	
FUND BALANCES - END OF YEAR			\$73,496	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL LENEXA CITY CENTER AREA E CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$50,000	\$74,868	\$39,279	\$(35,589)
EXPENDITURES				
Current:				
Economic Development	49,500	80,251	58,314	21,937
Excess (Deficiency) Of Revenues Over Expenditures	500	(5,383)	(19,035)	(13,652)
OTHER FINANCING USES				
Transfers out	(6,632)	(749)	(589)	160
Net Changes In Fund Balances	(6,132)	(6,132)	(19,624)	(13,492)
FUND BALANCES - BEGINNING OF YEAR			26,829	
FUND BALANCES - END OF YEAR			\$7,205	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL LENEXA POINT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$206,000	\$321,000	\$163,327	\$(157,673)
EXPENDITURES				
Current:				
Economic Development	203,940	317,790	244,067	73,723
Excess (Deficiency) Of Revenues Over Expenditures	2,060	3,210	(80,740)	(83,950)
OTHER FINANCING USES				
Transfers out	(2,060)	(3,210)	(2,465)	745
Net Changes In Fund Balances	-	-	(83,205)	(83,205)
FUND BALANCES - BEGINNING OF YEAR			115,930	
FUND BALANCES - END OF YEAR			\$32,725	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL DEBT SERVICE MAJOR FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Actual	Variance With Final Budget -
	Original Budget	Final Budget		Positive (Negative)
REVENUES				
Taxes	\$13,175,026	\$13,141,349	\$11,254,497	\$(1,886,852)
Investment earnings/(loss)	40,000	40,000	31,971	(8,029)
TOTAL REVENUES	13,215,026	13,181,349	11,286,468	(1,894,881)
EXPENDITURES				
Current:				
General government	-	19,381	19,381	-
Debt service:				
Principal retirement	9,010,552	9,010,552	8,990,000	20,552
Interest and fiscal charges	2,920,013	2,842,810	2,863,361	(20,551)
TOTAL EXPENDITURES	11,930,565	11,872,743	11,872,742	1
Excess (Deficiency) of Expenditures over Revenue	1,284,461	1,308,606	(586,274)	(1,894,880)
OTHER FINANCING SOURCES				
Transfers in	-	-	1,399,565	1,399,565
Transfers out	(4,808,631)	(998,000)	-	998,000
TOTAL OTHER FINANCING SOURCES (USES)	(4,808,631)	(998,000)	1,399,565	2,397,565
Net Changes In Fund Balances	(3,524,170)	310,606	813,291	502,685
FUND BALANCES - BEGINNING OF YEAR			4,215,164	
FUND BALANCES - END OF YEAR			\$5,028,455	

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL CITY CENTER TIF DEBT SERVICE RESERVE FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts			Variance With Final Budget - Positive (Negative)
	Original Budget	Final Budget	Actual	
REVENUES				
Investment earnings/(loss)	\$-	\$-	\$16	\$16
EXPENDITURES				
Current:				
General government	-	-	8,041	(8,041)
Debt Service:				
Principal retirement	-	-	168,648	(168,648)
Interest and fiscal charges	244,000	244,000	86,352	157,648
TOTAL EXPENDITURES	244,000	244,000	263,041	(19,041)
Excess (Deficiency) Of Revenues Over Expenditures	(244,000)	(244,000)	(263,025)	(19,025)
OTHER FINANCING SOURCES				
Transfers in	-	-	262,605	262,605
Net Changes In Fund Balances	(244,000)	(244,000)	(420)	243,580
FUND BALANCES - BEGINNING OF YEAR			2,408	
FUND BALANCES - END OF YEAR			\$1,988	

**COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2021**

	Health Plan	Risk Management	Workers' Compensation	Total
ASSETS				
Deposits and investments	\$3,153,458	\$1,459,908	\$2,060,252	\$6,673,618
Interest receivable	6,802	3,959	1,956	12,717
Due from other funds	-	61,551	-	61,551
Other receivable	320,738	-	-	320,738
TOTAL ASSETS	3,480,998	1,525,418	2,062,208	7,068,624
LIABILITIES				
Current Liabilities				
Accounts payable	315	15,792	6,485	22,592
Accrued compensation	-	-	1,542	1,542
Self insurance claims payable	690,199	156,805	561,933	1,408,937
TOTAL CURRENT LIABILITIES	690,514	172,597	569,960	1,433,071
NONCURRENT LIABILITIES				
Self insurance claims payable	-	-	251,528	251,528
TOTAL LIABILITIES	690,514	172,597	821,488	1,684,599
Net Position				
UNRESTRICTED	\$2,790,484	\$1,352,821	\$1,240,720	\$5,384,025

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Health Plan	Risk Management	Workers' Compensation	Total
OPERATING REVENUES				
Charges for services	\$6,239,839	\$16,767	\$691,161	\$6,947,767
Intergovernmental	-	-	-	-
Reimbursements from insurance companies	1,417,773	126,433	-	1,544,206
Miscellaneous	284,591	-	10,809	295,400
TOTAL OPERATING REVENUES	7,942,203	143,200	701,970	8,787,373
OPERATING EXPENSES				
Personal services	-	-	45,175	45,175
Contractual services	818,812	93,119	299,538	1,211,469
Commodities	3,473	237,440	1,753	242,666
Claims (and changes in estimates)	8,405,815	(78,576)	265,543	8,592,782
TOTAL OPERATING EXPENSES	9,228,100	251,983	612,009	10,092,092
Operating Income (Loss)	(1,285,897)	(108,783)	89,961	(1,304,719)
NONOPERATING REVENUES				
Investment income	28,848	740	14,859	44,447
Change In Net Position	(1,257,049)	(108,043)	104,820	(1,260,272)
TOTAL NET POSITION - BEGINNING OF YEAR	4,047,533	1,460,864	1,135,900	6,644,297
TOTAL NET POSITION - END OF YEAR	\$2,790,484	\$1,352,821	\$1,240,720	\$5,384,025

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Health Plan	Risk Management	Workers' Compensation	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash receipts from customers	6,524,430	16,766	701,971	7,243,167
Cash received from insurance companies	1,159,086	126,433	-	1,285,519
Cash from interfund	-	12,381	-	12,381
Cash payments for personnel services	-	-	(44,992)	(44,992)
Cash payments for contractual services and accounts payable	(8,927,776)	(316,050)	(643,113)	(9,886,939)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	(1,244,260)	(160,470)	13,866	(1,390,864)
CASH FLOWS FROM INVESTING				
Activities				
INTEREST RECEIVED	40,986	4,507	16,385	61,878
Net Increase (Decrease) In Cash And Cash Equivalents	(1,203,274)	(155,963)	30,251	(1,328,986)
Cash And Cash Equivalents - Beginning Of Year	4,356,732	1,615,871	2,030,001	8,002,604
CASH AND CASH EQUIVALENTS - END OF YEAR	\$3,153,458	\$1,459,908	\$2,060,252	\$6,673,618
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating income (loss)	\$(1,285,897)	\$(108,783)	\$89,961	\$(1,304,719)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Change in other operating receivables	(258,687)	12,381	-	(246,306)
Change in accounts, wages and claims payable	300,324	(64,068)	(76,095)	160,161
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	\$(1,244,260)	\$(160,470)	\$13,866	\$(1,390,864)

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STATISTICAL SECTION

This part of the City of Lenexa, Kansas’ (the City) comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City’s overall financial health.

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Revenue Capacity

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Demographic And Economic Information

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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

NET POSITION BY COMPONENT LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING)					SCHEDULE 1
	2021	2020	2019	2018	2017
GOVERNMENTAL ACTIVITIES:					
Net investment in capital assets	\$410,377,689	\$408,588,303	\$398,828,195	\$394,509,349	\$378,322,396
Restricted component of net position	80,392,315	53,384,378	47,441,146	41,828,452	21,792,575
Unrestricted component of net position	34,317,529	41,230,150	36,493,549	30,007,952	49,864,758
TOTAL GOVERNMENTAL ACTIVITIES NET POSITION	\$525,087,533	\$503,202,831	\$482,762,890	\$466,345,753	\$449,979,729
BUSINESS-TYPE ACTIVITIES:					
Net investment in capital assets	\$99,413,388	\$100,390,724	\$102,036,824	\$102,015,292	\$103,251,937
Restricted component of net position	3,932,752	4,108,539	3,275,934	-	-
Unrestricted component of net position	7,558,998	6,159,955	1,621,779	2,090,589	1,289,949
TOTAL BUSINESS-TYPE ACTIVITIES NET POSITION	\$110,905,138	\$110,659,218	\$106,934,537	\$104,105,881	\$104,541,886
PRIMARY GOVERNMENT:					
Net investment in capital assets	\$509,791,077	\$508,979,027	\$500,865,019	\$496,524,641	\$481,574,333
Restricted component of net position	84,325,067	57,492,917	50,717,080	41,828,452	21,792,575
Unrestricted component of net position	41,876,527	47,390,105	38,115,328	32,098,541	51,154,707
TOTAL PRIMARY GOVERNMENT NET POSITION	\$635,992,671	\$613,862,049	\$589,697,427	\$570,451,634	\$554,521,615

NET POSITION BY COMPONENT LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING)					SCHEDULE 1 (Continued)
	2016	2015	2014	2013	2012
GOVERNMENTAL ACTIVITIES:					
Net investment in capital assets	\$391,517,602	\$338,017,512	\$385,442,966	\$286,099,738	\$388,380,343
Restricted component of net position	43,833,114	82,384,501	38,132,771	32,754,028	23,790,801
Unrestricted component of net position	41,592,339	43,591,227	57,408,155	51,295,806	53,736,140
TOTAL GOVERNMENTAL ACTIVITIES NET POSITION	\$476,943,055	\$463,993,240	\$480,983,892	\$370,149,572	\$465,907,284
BUSINESS-TYPE ACTIVITIES:					
Net investment in capital assets	\$64,187,268	\$59,006,961	\$55,638,165	\$59,267,375	\$60,553,428
Restricted component of net position	1,211,653	2,267,544	5,730,161	1,187,798	1,504,271
Unrestricted component of net position	(1,941,940)	281,125	1,683,970	2,323,704	1,692,811
TOTAL BUSINESS-TYPE ACTIVITIES NET POSITION	\$63,456,981	\$61,555,630	\$63,052,296	\$62,778,877	\$63,750,510
PRIMARY GOVERNMENT:					
Net investment in capital assets	\$455,704,870	\$397,024,473	\$441,081,131	\$445,367,113	\$448,933,771
Restricted component of net position	45,044,767	84,652,045	43,862,932	33,941,826	25,295,072
Unrestricted component of net position	39,650,399	43,872,352	59,092,125	53,619,510	55,428,951
TOTAL PRIMARY GOVERNMENT NET POSITION	\$540,400,036	\$525,548,870	\$544,036,188	\$532,928,449	\$529,657,794

**CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**
SCHEDULE 2

	2021	2020	2019	2018	2017
EXPENSES					
GOVERNMENTAL ACTIVITIES					
General government	\$17,216,539	\$17,817,052	\$18,166,556	\$16,514,423	\$15,360,882
Public safety	30,761,137	32,530,261	27,617,842	28,042,267	26,839,241
Municipal services	33,303,599	34,961,757	35,972,375	34,830,561	36,074,412
Parks and recreation	7,163,809	5,593,257	7,406,308	6,657,697	6,847,771
Economic development	8,717,041	6,915,091	6,800,669	6,102,991	4,152,083
Interest on long-term debt	2,930,085	3,614,590	3,956,751	3,003,720	3,729,948
TOTAL GOVERNMENTAL ACTIVITIES EXPENSES	100,092,210	101,432,008	99,920,501	95,151,659	93,004,337
BUSINESS-TYPE ACTIVITIES					
Rec Center	3,582,985	3,523,656	3,731,577	3,557,455	2,058,289
Stormwater	6,532,270	6,727,065	7,849,969	8,170,562	4,835,726
TOTAL BUSINESS-TYPE ACTIVITIES EXPENSES	10,115,255	10,250,721	11,581,546	11,728,017	6,894,015
TOTAL PRIMARY GOVERNMENT EXPENSES	110,207,465	111,682,729	111,502,047	106,879,676	99,898,352
PROGRAM REVENUES					
Governmental Activities					
Charges for services:					
General government	3,311,704	3,342,493	3,227,081	3,409,364	3,414,991
Public safety	1,340,899	1,203,835	1,748,663	1,311,863	1,473,915
Municipal services	506,007	668,458	604,424	738,272	601,756
Parks and recreation	1,322,182	1,103,085	1,456,653	1,461,020	1,713,616
Operating grants and contributions	1,690,306	3,276,729	1,596,552	1,631,502	1,426,465
Capital grants and contributions	4,087,757	8,021,816	4,755,410	5,394,360	6,863,630
TOTAL GOVERNMENTAL ACTIVITIES PROGRAM REVENUES	12,258,855	17,616,416	13,388,783	13,946,381	15,494,373
BUSINESS-TYPE ACTIVITIES					
Charges for services:					
Rec Center	2,591,140	1,745,187	3,153,499	2,624,792	743,893
Stormwater	7,099,532	5,939,891	1,596,552	1,631,502	1,426,465

SCHEDULE 2 (Continued)					
	2021	2020	2019	2018	2017
Operating grants and contributions	-	8,404	16,688	12,233	1,677
Capital grants and contributions	365,815	1,544,519	1,809,807	1,682,329	2,206,171
TOTAL BUSINESS-TYPE ACTIVITIES PROGRAM REVENUES	10,056,487	9,238,001	11,868,361	10,737,288	9,180,713
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	22,315,342	26,854,417	25,257,144	24,683,669	24,675,086
NET EXPENSES	(87,892,123)	(84,828,312)	(86,244,903)	(82,196,007)	(75,223,266)
GENERAL REVENUES					
Governmental Activities					
Property taxes	\$48,715,916	\$49,678,176	\$48,414,945	\$40,772,586	\$38,184,871
Sales tax	46,283,939	38,897,812	37,571,363	37,689,395	34,370,104
Franchise taxes	7,036,556	6,847,965	6,935,635	7,608,294	7,031,329
Motor vehicle tax	3,313,333	3,215,447	3,370,119	3,287,944	3,127,535
Transient guest tax	1,262,952	750,897	1,385,902	1,430,576	1,251,267
Excise tax	1,376,836	1,329,054	812,409	865,081	2,281,357
Special liquor tax	1,029,306	694,931	940,469	912,429	783,143
Investment revenue	(273,536)	1,672,459	3,695,242	2,062,833	766,565
Miscellaneous	1,122,437	1,312,815	1,861,306	3,196,937	1,509,879
Transfers	(149,682)	(137,013)	(2,038,540)	(521,417)	(3,706,560)
Capital contributions	-	-	-	-	(35,052,634)
TOTAL GOVERNMENTAL ACTIVITIES GENERAL REVENUES	109,718,057	104,262,543	102,948,850	97,304,658	50,546,856
BUSINESS-TYPE ACTIVITIES					
Property taxes	122,435	235,610	298,222	-	-
Investment revenue	21,937	79,995	183,199	90,273	38,402
Miscellaneous	10,634	5,546	21,880	16,646	397
Transfers	149,682	137,013	2,038,540	521,416	3,706,560
Capital contributions	-	-	-	-	35,052,634
TOTAL BUSINESS-TYPE ACTIVITIES GENERAL REVENUES	304,688	458,164	2,541,841	628,335	38,797,993
TOTAL PRIMARY GOVERNMENT GENERAL REVENUES	110,022,745	104,720,707	105,490,691	97,932,993	89,344,849
CHANGES IN NET POSITION					
Governmental Activities	21,884,702	20,446,951	16,417,132	16,099,380	(26,963,108)
Business-Type Activities	245,920	(554,556)	2,828,656	(362,394)	41,084,691
TOTAL CITY	\$22,130,622	\$19,892,395	\$19,245,788	\$15,736,986	\$14,121,583

CHANGES IN NET POSITION LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING)					SCHEDULE 2 (Continued)
	2016	2015	2014	2013	2012
EXPENSES					
GOVERNMENTAL ACTIVITIES					
General government	\$14,071,946	\$13,024,689	\$12,392,323	\$11,787,142	\$10,983,954
Public safety	25,217,583	23,965,389	25,336,801	22,687,013	21,738,865
Municipal services	28,861,872	32,918,834	31,499,578	28,675,556	33,013,487
Parks and recreation	5,538,469	4,986,999	3,184,030	4,900,596	2,706,899
Economic development	3,121,938	2,784,901	2,014,151	2,024,180	543,750
Interest on long-term debt	4,367,401	2,701,398	2,797,985	2,863,649	5,395,666
TOTAL GOVERNMENTAL ACTIVITIES EXPENSES	81,179,209	80,382,210	77,224,868	72,938,136	74,382,621
BUSINESS-TYPE ACTIVITIES					
Rec Center	-	-	-	-	-
Stormwater	4,981,885	5,486,056	4,376,849	8,464,812	4,397,887
TOTAL BUSINESS-TYPE ACTIVITIES EXPENSES	4,981,885	5,486,056	4,376,849	8,464,812	4,397,887
TOTAL PRIMARY GOVERNMENT EXPENSES	86,161,094	85,868,266	81,601,717	81,402,948	78,780,508
PROGRAM REVENUES					
Governmental Activities					
Charges for services:					
General government	3,092,003	3,056,118	2,484,045	2,179,527	2,226,117
Public safety	1,774,878	1,885,903	2,120,745	1,779,419	1,655,728
Municipal services	604,279	402,705	640,068	447,415	302,153
Parks and recreation	1,633,639	1,256,064	1,459,156	1,178,267	1,154,169
Operating grants and contributions	1,425,016	1,347,293	1,305,664	1,257,628	1,256,493
Capital grants and contributions	3,980,005	4,443,906	3,123,154	2,192,684	7,591,002
TOTAL GOVERNMENTAL ACTIVITIES PROGRAM REVENUES	12,509,820	12,391,989	11,132,832	9,034,940	14,185,662
BUSINESS-TYPE ACTIVITIES					
Charges for services:					
Rec Center	-	-	-	-	-
Stormwater	6,500,502	5,281,665	5,417,668	5,362,455	4,693,889

	2016	2015	2014	SCHEDULE 2 (Continued)	
				2013	2012
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	-	-	22,146	1,357,326	1,352,307
TOTAL BUSINESS-TYPE ACTIVITIES PROGRAM REVENUES	6,500,502	5,281,665	5,439,814	6,719,781	6,046,196
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	19,010,322	17,673,654	16,572,646	15,754,721	20,231,858
NET EXPENSES	(67,150,772)	(68,194,612)	(65,029,071)	(65,648,227)	(58,548,650)
GENERAL REVENUES					
Governmental Activities					
Property taxes	\$34,933,119	\$36,691,396	\$29,232,719	\$27,717,179	\$42,037,662
Sales tax	32,611,098	31,721,438	31,493,735	28,958,995	27,723,180
Franchise taxes	7,070,186	6,794,649	6,845,226	6,577,958	6,188,771
Motor vehicle tax	3,012,057	2,817,064	2,596,900	2,244,946	2,044,063
Transient guest tax	894,214	837,296	799,992	668,185	727,321
Excise tax	676,916	1,147,282	373,460	632,142	466,233
Special liquor tax	761,406	754,006	705,861	670,553	552,189
Investment revenue	1,179,090	260,491	203,173	291,576	312,271
Miscellaneous	859,450	(846,276)	3,802,033	1,181,972	1,097,597
Transfers	(378,550)	651,614	873,257	(798,022)	596,791
Capital contributions	-	-	-	-	-
TOTAL GOVERNMENTAL ACTIVITIES GENERAL REVENUES	81,618,986	80,828,960	76,926,356	68,145,484	81,746,078
BUSINESS-TYPE ACTIVITIES					
Property taxes	-	-	-	-	-
Investment revenue	4,398	43,871	83,711	(32,144)	21,013
Miscellaneous	-	-	-	7,520	-
Transfers	378,550	(651,613)	(873,257)	798,022	(596,791)
Capital contributions	-	-	-	-	-
TOTAL BUSINESS-TYPE ACTIVITIES GENERAL REVENUES	382,948	(607,742)	(789,546)	773,398	(575,778)
TOTAL PRIMARY GOVERNMENT GENERAL REVENUES	82,001,934	80,221,218	76,136,810	68,918,882	81,170,300
CHANGES IN NET POSITION					
Governmental Activities	12,949,597	12,838,739	10,834,320	4,242,288	21,549,119
Business-Type Activities	1,901,565	(812,133)	273,419	(971,633)	1,072,531
TOTAL CITY	\$14,851,162	\$12,026,606	\$11,107,739	\$3,270,655	\$22,621,650

FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)					SCHEDULE 3
	2021	2020	2019	2018	2017
GENERAL FUND:					
Nonspendable	\$300,850	\$330,146	\$-	\$-	\$-
Committed	307,427	270,736	64,232	278,649	42,902
Assigned	271,483	39,876	77,730	335,313	127,668
Unassigned	40,477,460	47,778,214	39,217,072	35,826,309	32,778,478
TOTAL	41,357,220	48,418,972	39,359,034	36,440,271	32,949,048
ALL OTHER GOVERNMENTAL FUNDS:					
Nonspendable	2,414,328	-	-	-	-
Restricted	100,327,801	31,762,712	28,474,705	27,021,639	21,792,576
Committed	16,493,715	2,514,318	5,809,723	15,218,794	550,475
Assigned	16,772,637	32,677,214	31,579,194	27,203,712	30,330,565
Unassigned	(35,091)	-	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$135,973,390	\$66,954,244	\$65,863,622	\$69,444,145	\$52,673,616

FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)			SCHEDULE 3 (Continued)		
	2016	2015	2014	2013	2012
GENERAL FUND:					
Nonspendable	\$-	\$-	\$-	\$-	\$-
Committed	212,860	61,021	149,626	84,903	119,570
Assigned	233,532	37,050	42,995	178,674	153,898
Unassigned	31,980,503	29,733,107	28,171,990	25,858,737	23,554,040
TOTAL	32,426,895	29,831,178	28,364,611	26,122,314	23,827,508
ALL OTHER GOVERNMENTAL FUNDS:					
Nonspendable	-	1,508,749	1,590,037	1,588,700	-
Restricted	43,833,114	82,384,501	38,132,771	32,754,028	23,790,801
Committed	1,503,475	5,697,966	146,369	-	-
Assigned	21,554,891	16,741,864	12,498,596	8,882,052	12,684,407
Unassigned	-	(5,297)	(7,693)	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	\$66,891,480	\$106,327,783	\$52,360,080	\$43,224,780	\$36,475,208

Note: The increase in the 2015 Restricted Fund Balance of the Governmental Funds is due to the issuance of \$44 million of general obligation bonds for the Civic Center project.

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)					SCHEDULE 4
	2021	2020	2019	2018	2017
REVENUES					
Taxes	\$112,815,082	\$100,364,739	\$96,530,885	\$95,618,659	\$90,027,720
Intergovernmental	1,690,855	5,388,722	827,854	2,028,304	1,049,376
Licenses and permits	2,375,060	2,564,797	2,266,423	2,626,121	2,745,234
Charges for services	2,591,472	2,566,289	2,912,551	2,964,137	3,060,961
Rents and leases	807,428	691,078	791,386	695,946	491,591
Fines and forfeitures	950,355	790,040	1,325,705	872,986	1,065,920
Investment earnings	(317,977)	1,526,721	3,343,822	1,808,325	685,158
Miscellaneous	1,128,634	975,567	1,969,645	3,612,372	1,300,919
TOTAL REVENUES	122,040,909	114,867,953	109,968,271	110,226,850	100,426,879
EXPENDITURES					
Current:					
General government	16,405,101	16,391,275	16,421,818	15,822,800	15,379,648
Public safety	28,394,843	27,629,192	27,306,074	26,592,180	25,311,240
Municipal services	8,901,386	9,130,794	8,483,375	9,330,177	7,822,972
Recreation	6,240,176	5,786,220	6,686,478	6,645,360	6,280,647
Economic Development	8,717,041	6,918,780	6,800,669	6,102,991	4,152,081
Capital projects	15,685,848	23,168,332	36,441,890	28,398,112	38,336,699
Debt service:					
Principal retirement	22,623,648	16,589,240	15,038,718	26,395,332	11,690,300
Interest and fiscal charges	3,886,494	4,489,114	4,495,283	4,274,843	4,691,068
TOTAL EXPENDITURES	110,854,537	110,102,947	121,674,305	123,561,795	113,664,655
Excess Of Revenues Under Expenditures	11,186,372	4,765,006	(11,706,034)	(13,334,945)	(13,237,776)
OTHER FINANCING SOURCES AND USES, INCLUDING TRANSFERS					
Issuance of general obligation bonds	41,125,000	505,000	6,945,000	21,530,000	-
Premium from general obligation & refunding bonds	4,525,706	477,565	669,452	1,355,207	-

	SCHEDULE 4 (Continued)				
	2021	2020	2019	2018	2017
Issuance of general obligation refunding bonds	-	-	-	7,320,000	-
Issuance of general obligation temporary notes	-	-	5,468,367	3,690,000	3,575,000
Issuance of refunding bonds	5,270,000	4,540,000	-	-	-
Transfers in	91,447,760	34,809,290	70,247,216	55,182,329	51,083,170
Transfers out	(91,597,444)	(34,946,303)	(72,285,755)	(55,480,840)	(55,116,105)
TOTAL OTHER FINANCING SOURCES AND USES, INCLUDING TRANSFERS	50,771,022	5,385,552	11,044,280	33,596,696	(457,935)
NET CHANGE IN FUND BALANCES	\$61,957,394	\$10,150,558	\$(661,754)	\$20,261,751	\$(13,695,711)
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	26%	26%	25%	34%	23%

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)					SCHEDULE 4 (Continued)
	2016	2015	2014	2013	2012
REVENUES					
Taxes	\$82,818,546	\$79,016,621	\$73,822,909	\$69,935,607	\$69,468,897
Intergovernmental	4,044,792	1,799,978	2,121,400	3,533,064	5,483,626
Licenses and permits	2,531,585	2,367,142	1,907,425	1,582,011	1,410,326
Charges for services	3,037,254	2,536,409	1,946,108	2,433,306	1,139,474
Rents and leases	450,333	456,630	439,154	442,765	423,205
Fines and forfeitures	1,292,297	1,448,719	2,887,025	1,392,102	2,513,195
Investment earnings	1,168,818	122,431	245,231	166,166	282,440
Miscellaneous	1,111,344	1,386,484	3,297,853	910,349	1,040,724
TOTAL REVENUES	96,454,969	89,134,414	86,667,105	80,395,370	81,761,887
EXPENDITURES					
Current:					
General government	13,417,765	13,166,663	12,207,937	11,798,749	10,796,956
Public safety	24,821,072	23,919,222	22,462,965	22,988,869	21,563,319
Municipal services	7,451,323	7,308,458	8,224,579	8,023,102	7,391,326
Recreation	5,789,301	5,703,193	4,984,799	4,926,008	4,320,126
Economic Development	3,121,938	2,784,904	2,014,152	2,024,180	1,926,943
Capital projects	62,422,767	31,559,271	35,072,756	17,594,799	30,224,938
Debt service:					
Principal retirement	14,151,811	20,875,431	8,594,078	9,399,176	17,235,000
Interest and fiscal charges	4,773,089	3,167,356	2,882,772	3,256,045	3,432,403
TOTAL EXPENDITURES	135,949,066	108,484,498	96,444,038	80,010,928	96,891,011
Excess Of Revenues Under Expenditures	(39,494,097)	(19,350,084)	(9,776,933)	384,442	(15,129,124)
OTHER FINANCING SOURCES AND USES, INCLUDING TRANSFERS					
Issuance of general obligation bonds	-	60,385,000	14,490,000	4,635,000	13,000,000
Premium from general obligation & refunding bonds	-	6,122,830	1,971,270	192,898	590,008

	SCHEDULE 4 (Continued)				
	2016	2015	2014	2013	2012
Premium from general obligation temporary notes	16,229	-	-	-	-
Issuance of general obligation refunding bonds	-	5,145,000	4,320,000	-	2,401,876
Issuance of general obligation temporary notes	2,940,000	-	-	4,830,000	885,000
Sale of Land	-	2,479,912	-	-	-
Transfers in	26,274,450	63,179,444	27,349,281	25,638,451	27,721,177
Transfers out	(26,577,171)	(62,527,830)	(26,976,021)	(26,636,473)	(27,124,386)
TOTAL OTHER FINANCING SOURCES AND USES, INCLUDING TRANSFERS	2,653,508	74,784,356	21,154,530	8,659,876	17,473,675
NET CHANGE IN FUND BALANCES	\$(36,840,589)	\$55,434,272	\$11,377,597	\$9,044,318	\$2,344,551
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	27%	32%	19%	21%	32%

GOVERNMENTAL FUND TYPES REVENUES BY SOURCE LAST TEN FISCAL YEARS					SCHEDULE 5
	2021	2020	2019	2018	2017
TAXES					
Property	\$48,036,736	\$44,264,137	\$41,697,459	\$40,131,389	\$37,542,038
Sales (including compensating use)	46,283,940	38,897,812	37,571,362	37,689,395	34,370,107
Franchise	7,036,556	6,847,965	6,935,635	7,608,294	7,031,329
Special assessments	2,834,836	2,940,883	2,303,132	2,240,776	2,229,268
Motor vehicle excise	3,313,333	3,215,447	3,370,118	3,287,945	3,127,535
Transient guest	1,262,952	750,897	1,385,902	1,430,576	1,251,267
Excise	1,376,836	1,329,054	812,409	865,081	2,281,357
Other taxes	2,669,893	2,118,544	2,454,868	2,365,203	2,194,819
TOTAL TAXES	112,815,082	100,364,739	96,530,885	95,618,659	90,027,720
REVENUES					
Intergovernmental	1,690,855	5,388,722	827,854	2,028,304	1,049,377
Licenses and permits	2,375,060	2,564,797	2,266,423	2,626,121	2,745,234
Charges for services	2,591,472	2,566,289	1,325,705	872,986	1,065,920
Rents and leases	807,428	691,078	791,386	695,946	491,591
Fines and forfeitures	950,355	790,040	2,912,551	2,964,137	3,060,961
Investment earnings (loss)	(317,977)	1,526,721	3,343,822	1,808,325	685,158
Miscellaneous	1,128,634	975,567	1,969,645	3,612,372	1,300,919
TOTAL REVENUES	9,225,827	14,503,214	13,437,386	14,608,191	10,399,160
GRAND TOTAL	\$122,040,909	\$114,867,953	\$109,968,271	\$110,226,850	\$100,426,880

GOVERNMENTAL FUND TYPES REVENUES BY SOURCE LAST TEN FISCAL YEARS					SCHEDULE 5 (Continued)
	2016	2015	2014	2013	2012
TAXES					
Property	\$34,149,273	\$31,546,294	\$27,685,512	\$27,079,695	\$26,648,809
Sales (including compensating use)	32,611,098	31,721,440	31,493,735	28,958,995	27,719,387
Franchise	7,070,186	6,794,649	6,845,226	6,577,958	7,437,234
Special assessments	2,250,546	2,058,023	2,022,506	1,850,735	3,869,871
Motor vehicle excise	3,012,057	2,817,063	2,596,900	2,244,945	2,044,064
Transient guest	894,214	837,297	799,992	668,185	731,114
Excise	676,916	1,147,282	373,460	631,142	466,233
Other taxes	2,154,259	2,094,573	2,005,578	1,923,952	552,185
TOTAL TAXES	82,818,549	79,016,621	73,822,909	69,935,607	69,468,897
REVENUES					
Intergovernmental	4,045,792	1,799,978	2,121,400	3,533,064	5,483,626
Licenses and permits	2,531,585	2,367,142	1,907,425	1,582,011	1,410,326
Charges for services	1,292,297	1,448,719	1,946,108	2,433,306	2,513,195
Rents and leases	450,333	456,630	439,154	442,765	423,205
Fines and forfeitures	3,037,255	2,536,409	2,887,025	1,392,102	1,139,474
Investment earnings (loss)	1,168,819	122,431	245,231	166,166	282,440
Miscellaneous	1,110,344	1,386,484	3,297,853	910,349	1,040,724
TOTAL REVENUES	13,636,425	10,117,793	12,844,196	10,459,763	12,292,990
GRAND TOTAL	\$96,454,974	\$89,134,414	\$86,667,105	\$80,395,370	\$81,761,887

**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN FISCAL YEARS**
SCHEDULE 6

Tax Year Ended December 31,	Fiscal Year Ended December 31,	Real Estate	Assess Value As A Percentage Of Actual Value	Estimated Actual Taxable Value	Personal Property	State Assessed Utilities	Motor Vehicle ⁽¹⁾	Total Taxable Assessed Value	Total Direct Tax Rate
2020	2021	\$1,382,707,942	15%	\$8,958,581,320	\$14,079,657	\$35,774,003	\$105,585,673	\$1,538,147,275	29.242
2019	2020	1,296,984,645	15%	8,582,933,048	14,057,813	32,794,898	106,536,824	1,450,374,180	29.319
2018	2019	1,214,325,371	15%	8,095,733,570	16,488,515	30,620,263	103,148,304	1,364,582,453	29.909
2017	2018	1,146,089,588	17%	6,920,478,999	17,923,645	29,706,402	99,049,196	1,292,768,831	31.832
2016	2017	1,053,541,388	15%	7,037,789,230	21,061,775	27,978,598	96,118,010	1,198,699,771	31.828
2015	2016	989,935,596	16%	6,112,670,017	22,349,586	28,127,653	93,061,812	1,133,474,647	31.807
2014	2015	924,106,434	15%	6,020,523,550	23,679,751	27,548,961	85,542,570	1,060,877,716	31.765
2013	2014	849,596,536	15%	5,585,677,480	27,206,191	27,077,031	79,426,145	983,305,903	29.713
2012	2013	793,950,131	15%	5,429,641,216	36,743,490	29,661,638	76,704,885	937,060,144	29.668
2011	2012	771,570,154	14%	5,397,313,060	45,628,362	27,492,147	74,417,660	919,108,323	29.635

⁽¹⁾ Includes recreational vehicle assessed value:

2012 recreational vehicle tax amounted to \$307,520

2013 recreational vehicle tax amounted to \$216,510

2014 recreational vehicle tax amounted to \$247,645

2015 recreational vehicle tax amounted to \$254,573

2016 recreational vehicle tax amounted to \$272,638

2016 recreational vehicle tax amounted to \$275,649

2018 recreational vehicle tax amounted to \$279,729

2019 recreational vehicle tax amounted to \$308,505

2020 recreational vehicle tax amounted to \$321,095

2021 recreational vehicle tax amounted to \$390,466

Source: Johnson County Appraiser

**DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS****SCHEDULE 7**

Tax Year	Fiscal Year	City Direct Rates			Overlapping Rates		
		General	Debt Service	Total Direct	State	County	Library
2020	2021	22.946	6.296	29.242	1.500	18.799	3.905
2019	2020	23.006	6.313	29.319	1.500	19.036	3.904
2018	2019	23.120	6.789	29.909	1.500	19.024	3.901
2017	2018	23.891	7.941	31.832	1.500	19.318	3.921
2016	2017	23.891	7.937	31.828	1.500	19.590	3.915
2015	2016	21.875	9.932	31.807	1.500	19.582	3.912
2014	2015	23.066	8.699	31.765	1.500	17.764	3.157
2013	2014	21.028	8.685	29.713	1.500	17.745	3.155
2012	2013	20.496	9.172	29.668	1.500	17.717	3.149
2011	2012	20.473	9.162	29.635	1.500	17.700	3.145

**DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS**
SCHEDULE 7 (Continued)

County	Community College	Park	Total Overlapping Without Schools	Overlapping Rates		School District De Soto	School District Olathe	Total Direct And Overlapping Rates
				School Shawnee	District Mission			
	9.191	3.093	65.730		52.351	62.284	69.138	94.972
	9.121	3.090	65.970		52.121	63.829	69.878	95.289
	9.266	3.088	66.688		52.427	64.841	70.665	96.597
	9.503	3.112	69.186		53.663	67.467	71.174	101.018
	9.473	3.102	69.408		54.940	68.864	67.774	101.236
	9.469	3.101	69.371		54.059	74.461	67.764	101.178
	9.461	2.349	65.996		55.911	71.951	67.868	97.761
	9.551	2.347	64.011		55.611	79.984	69.486	93.724
	8.785	2.344	63.163		55.766	82.262	69.618	92.831
	8.776	2.343	63.099		56.135	82.558	69.925	92.734

Source: All overlapping governments, Johnson County Clerk's office. Rates are for Taxing District No. 4, which apply to the majority of the City's taxpayers.

Note A: Tax Year - The tax levy is the following year's tax revenue.

Note B: Overlapping rates are those of local and county government that apply to property owners within the City of Lenexa. Not all overlapping rates apply to all Lenexa property owners.

PRINCIPAL PROPERTY TAX PAYERS CURRENT YEAR AND NINE YEARS AGO				SCHEDULE 8			
2020 Tax Year/2021 Fiscal Year				2011 Tax Year/2012 Fiscal Year			
Taxpayer	Taxable Assessed Value	Rank	Percentage Of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Value	Rank	Percentage Of Total City Taxable Assessed Value
Perg Buildings LLC	\$19,826,140	1	1.29%	HRPT Lenexa Properties Trust	\$24,150,490	1	2.75%
Southlake Investments SPE LLC	18,363,282	2	1.19%	Perg Buildings, LLC	17,848,470	2	2.19%
Kiewit Properties (Kansas) LLC	17,407,120	3	1.13%	Sprint Spectrum LP	9,937,368	3	1.20%
Atlas KCC	11,484,695	4	0.75%	MEPT Kansas Commerce	8,333,153	4	0.74%
Meritex Lenexa Executive Park LLC	10,743,191	5	0.70%	JC Penney Corporation Inc	6,728,930	5	0.71%
Colfin 2017-11 Industrial Owner LLC	10,305,797	6	0.67%	Labone, Inc	5,437,546	6	0.68%
TCD 229 KC Logistics Property LLC	7,209,483	7	0.47%	Karbank Holdings, LLC	4,716,749	7	0.56%
CTL Prop Co II LLC	6,962,001	8	0.45%	LIT Industrial Limited	4,705,031	8	0.53%
District At City Center LLC	6,957,632	9	0.45%	RREEF America Reit II Corp	4,667,502	9	0.51%
Sonoma Pointe LLC	6,873,780	10	0.45%	Orchard Center Co, LLC	4,453,002	10	0.49%
TOTAL	\$116,133,121			TOTAL	\$90,978,241		
CITY OF LENEXA (INCLUDES MOTOR VEHICLES)	\$1,538,147,275			CITY OF LENEXA (INCLUDES MOTOR VEHICLES)	\$919,108,323		

Source: Johnson County Department of Records and Tax Administration

SALES TAX RATES LAST TEN FISCAL YEARS										SCHEDULE 9
Fiscal Year	City Sales	City Roads/ Parks Civic Facility Sales	County Sales	County Public Safety - I Sales	County Stormwater	County Public Safety - II Sales	County Research Triangle Sales	County Public Safety - III Sales	State	Total Direct
2012	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.000%	6.300%	8.900%
2013*	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.000%	6.300%	8.900%
2014	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.000%	6.150%	8.900%
2015**	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.000%	6.500%	8.750%
2016	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.000%	6.500%	9.100%
2017	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.100%
2017	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%
2019	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%
2020	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%
2021	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%

Tax Rates from Kansas Department of Revenue

*Effective July 1, 2013 the State Sales tax rate changed from 6.3% to 6.15%.

**Effective July 1, 2015 the State Sales tax rate changed from 6.15% to 6.50%.

PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS								SCHEDULE 10
Fiscal Year ⁽¹⁾	Total Tax Levy	Current Tax Collections ⁽²⁾	Current TIF Collections ⁽³⁾	Total Collections	Percentage Current Tax Collected	Prior Year's Tax Collected	Total Tax Collections	Percentage Total Collection To Current Levy
2012	\$25,183,253	\$24,399,073	\$-	\$24,399,073	96.89%	\$246,678	\$24,645,751	97.87%
2013	25,070,608	24,373,596	-	24,373,596	97.22%	209,564	24,583,160	98.06%
2014	25,571,353	24,617,004	-	24,617,004	96.27%	315,311	24,932,315	97.50%
2015	28,735,721	27,429,025	-	27,429,025	95.45%	262,422	27,691,447	96.37%
2016	31,019,568	29,402,974	1,298,955	30,701,929	98.98%	192,265	30,894,195	99.60%
2017	33,112,343	31,218,276	1,813,783	33,032,059	99.76%	91,524	33,123,583	100.03%
2018	35,096,845	32,703,904	2,265,796	34,969,700	99.64%	(106,831)	34,862,868	99.33%
2019	35,702,969	33,189,074	2,479,288	35,668,362	99.90%	89,153	35,757,515	100.15%
2020	36,983,743	33,936,024	3,064,702	37,000,726	100.05%	(41,344)	36,959,382	99.93%
2021	39,296,988	35,652,115	3,659,406	39,311,521	100.04%	93,958	39,405,478	100.28%

⁽¹⁾The year shown is the year in which the collections are received. The tax levy is made in the year preceding the fiscal year.

⁽²⁾Property tax revenue received from TIF districts are not included.

⁽³⁾TIF collections only include City portion of the total.

RATIOS OF DEBT OUTSTANDING LAST TEN FISCAL YEARS									SCHEDULE 11	
Fiscal Year	Governmental Activities			Business-Type Activities			Total	Percentage Of Total Personal Income ⁽²⁾	Per Capita ⁽²⁾	
	General Obligation Bonds ⁽³⁾	General Obligation Notes	TIF Revenue Bonds ⁽¹⁾	General Obligation Bonds ⁽³⁾	General Obligation Notes	Revolving Loans Payable				
2012	\$81,015,279	\$885,000	\$7,865,000	\$30,572,179	\$-	\$256,475	\$120,593,933	4.19%	\$2,489	
2013	77,620,539	4,830,000	7,044,955	31,164,912	-	245,644	120,906,050	4.08%	2,448	
2014	89,408,756	4,830,000	6,853,173	34,224,793	-	234,514	135,551,236	4.37%	2,693	
2015	144,348,272	-	6,675,617	30,753,258	-	223,082	182,000,229	5.59%	3,566	
2016	129,204,450	2,940,000	6,494,418	25,440,669	4,585,000	211,334	168,875,871	4.79%	3,217	
2017	116,559,498	6,515,000	6,309,918	22,259,485	4,585,000	199,266	156,428,167	4.26%	2,905	
2018	125,762,972	3,690,000	6,129,911	27,043,723	-	186,868	162,813,474	4.05%	2,942	
2019	121,292,003	5,474,000	5,961,193	25,433,733	-	174,130	158,335,059	3.84%	2,845	
2020	109,597,834	5,075,000	5,795,953	26,882,948	-	161,042	147,512,777	3.39%	2,586	
2021	141,840,142	-	5,627,305	24,579,312	0.00%	147,597	172,194,356	3.76%	2,998	

Note: City's outstanding debt is further detailed in the notes to the basic financial statements.

⁽¹⁾ TIF Revenue Bonds are special, limited obligations of the City payable solely and only from ad valorem taxes collected from real property located within the Project Area on or after January 1, 2008, that is in excess of the amount of real property taxes which were collected from the Project Area in the year the Redevelopment District was established.

⁽²⁾ See Exhibit 15 for personal income and population data.

⁽³⁾ Bonds include premiums and discounts.

RATIOS OF GENERAL OBLIGATION DEBT OUTSTANDING LAST TEN FISCAL YEARS								SCHEDULE 12	
Fiscal Year	Governmental Activities			Business-Type Activities			Total	Percentage Of Assessed Taxable Value1 Of Property ⁽¹⁾	Per Capita2 ⁽²⁾
	General Obligation Bonds	General Obligation Notes	General Obligation Debt	General Obligation Bonds	General Obligation Notes	Less: Amounts Available In Debt Service Fund			
2012	\$81,015,279	\$885,000	\$81,900,279	\$30,572,179	\$-	\$8,348,380	\$104,124,078	11.33%	\$2,149
2013	77,620,539	4,830,000	82,450,539	31,164,912	-	8,106,262	105,509,189	11.26%	2,136
2014	89,408,756	4,830,000	94,238,756	34,224,793	-	7,875,076	120,588,473	12.26%	2,395
2015	144,348,272	-	144,348,272	30,753,258	-	7,350,082	167,751,448	15.81%	3,287
2016	129,204,450	2,940,000	132,144,450	25,440,669	4,585,000	7,205,821	150,379,298	13.27%	2,865
2017	116,559,498	6,515,000	123,074,498	22,259,485	4,585,000	5,813,059	139,520,924	11.64%	2,591
2018	125,762,972	3,690,000	129,452,972	27,043,723	-	4,506,695	151,990,000	11.76%	2,746
2019	121,292,003	5,474,000	126,766,003	25,433,733	-	4,364,862	147,834,874	10.19%	2,656
2020	109,597,834	5,075,000	114,672,834	26,882,948	-	4,215,164	137,340,618	9.47%	2,408
2021	141,840,142	-	141,840,142	24,579,312	-	5,028,455	161,390,999	10.49%	2,810

Note: City's outstanding debt is further detailed in the notes to the basic financial statements.

⁽¹⁾ See Exhibit 6 for property value data.

⁽²⁾ See Exhibit 15 for personal income and population data.

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT DECEMBER 31, 2021			SCHEDULE 13
Governmental Unit	Debt Outstanding	Estimated Percentage Applicable ⁽¹⁾	Estimated Share Of Overlapping Debt
DEBT TO BE REPAYED WITH PROPERTY TAXES			
Johnson County, Kansas	\$580,315,200	11.58%	\$67,200,500
Johnson County Parks & Recreation	-	11.58%	-
Community College	-	11.58%	-
U.S.D. #232 (De Soto)	172,510,000	7.63%	13,162,513
U.S.D. #233 (Olathe)	503,134,386	15.83%	79,646,173
U.S.D. #512 (Shawnee Mission)	416,250,000	20.36%	84,748,500
TOTAL OVERLAPPING DEBT			244,757,686
City Direct Debt	147,467,447	100.00%	147,467,447
TOTAL DIRECT AND OVERLAPPING DEBT			\$392,225,133

Sources: Assessed value data used to estimate percentage were obtained from the Johnson County, Kansas Appraiser's Office. Debt outstanding data provided by Johnson County Department of Records and Tax Administration. Johnson County and City of Lenexa Debt as of 12/31/2021. Other debt as of 6/30/2021.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the overlapping debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

⁽¹⁾ For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value. This approach was also applied to the other debt of the overlapping governmental units.

LEGAL DEBT MARGIN LAST TEN FISCAL YEARS										SCHEDULE 14
Fiscal Year	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt limit	\$275,732,497	\$281,118,043	\$294,991,771	\$318,263,315	\$340,042,394	\$359,609,931	\$387,830,649	\$409,374,736	\$435,112,254	\$461,444,183
TOTAL NET DEBT APPLICABLE TO LIMIT	73,551,899	74,344,277	86,363,680	136,998,190	124,938,629	116,368,390	124,946,277	122,401,141	110,457,670	136,811,687
LEGAL DEBT LIMIT	\$202,180,598	\$206,773,766	\$208,628,091	\$181,265,125	\$215,103,765	\$243,241,541	\$262,884,372	\$286,973,595	\$324,654,584	\$324,632,496
Total net debt applicable to the limit as a percentage of the limit	26.7%	26.4%	29.3%	43.0%	36.7%	32.4%	32.2%	29.9%	25.4%	29.6%
Total net debt as a percentage of assessed value*	11.0%	7.6%	8.8%	12.9%	11.0%	9.7%	9.6%	9.0%	7.6%	8.9%

Legal Debt Margin Calculation For Fiscal Year 2021

Assessed value	\$1,538,147,275
DEBT LIMIT (30% OF TOTAL ASSESSED VALUE)	461,444,183
Debt applicable to limit:	
General obligation debt	141,840,142
Less: Amount set aside for repayment of general obligation debt	5,028,455
NET DEBT APPLICABLE TO LIMIT	136,811,687
LEGAL DEBT MARGIN	\$324,632,496

*Under State law, the City's outstanding general obligation debt should not exceed 30% percent of the total assessed property value. By law, the general obligation debt subject to the limitation may be offset by reserved fund balance amounts in the debt service fund.

**DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS**
SCHEDULE 15

Fiscal Year	City Population	County Population*	City Population Percent Change	Personal Income*	Per Capita Personal Income*	City Unemployment Rate	State Unemployment Rate
2021	57,434	613,219	0.7%	\$4,582,831,162	\$79,793	3.8%	4.8%
2020	57,039	609,390	2.5%	4,346,714,034	76,206	10.9%	11.9%
2019	55,653	602,401	0.6%	4,118,878,530	74,010	3.4%	4.2%
2018	55,345	596,767	2.8%	4,024,522,365	72,717	3.3%	4.0%
2017	53,840	589,609	2.6%	3,669,626,720	68,158	3.7%	4.6%
2016	52,488	584,451	2.8%	3,527,036,136	67,197	4.3%	5.2%
2015	51,042	590,604	1.4%	3,255,969,180	63,790	5.6%	6.6%
2014	50,344	574,096	1.9%	3,103,405,536	61,644	5.0%	6.3%
2013	49,394	566,933	2.0%	2,966,998,792	60,068	5.4%	6.7%
2012	48,448	559,836	0.3%	2,875,243,456	59,347	5.0%	5.3%

*Restated 2011-2013 in fiscal year 2014.

Data Sources: Lenexa Community Development Department; www.laborstats.dol.ks.gov/lfe/lfecurrent.htm

Per Capita Personal Income reflects that of Johnson County, Kansas. Figures are not available by municipality.

PRINCIPAL EMPLOYERS CURRENT YEAR AND NINE YEARS AGO				SCHEDULE 16			
2020 Tax Year/2021 Fiscal Year				2011 Tax Year/2012 Fiscal Year			
Employer	Employees	Rank	Percentage Of Total City Employment	Employer	Employees	Rank	Percentage Of Total City Employment
Quest Diagnostics	1,830	1	3.17%	Quest Diagnostics/Lab One	2,411	1	5.24%
Kiewit Power Engineers	1,300	2	2.25%	United Parcel Service	2,133	2	4.64%
Alliance Data Systems Corp	920	3	1.59%	Faith Technologies	1,540	3	3.35%
Community America Credit Union	750	4	1.30%	Freightquote.com	963	4	2.09%
JC Penney Logistics Center	700	5	1.21%	JC Penney Logistics Center	899	5	1.95%
P1 Group	700	6	1.21%	Kiewit Power Engineers Company	800	6	1.74%
Community Living Opportunities	680	7	1.18%	Gear for Sports	603	7	1.31%
United Parcel Service	650	8	1.12%	Deluxe Corporation	600	8	1.30%
Gear for Sports Inc	600	9	1.04%	Lakeview Village	511	9	1.11%
Henderson Engineers Inc	563	10	0.97%	Coca-Cola Bottling	506	10	1.10%
TOTAL	8,693			TOTAL	10,966		
CITY OF LENEXA (TOTAL EMPLOYMENT)	61,761			CITY OF LENEXA (TOTAL EMPLOYMENT)	46,000		

Source: Chamber of Commerce Membership Directory/ESRI

**FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS****SCHEDULE 17**

	Fiscal Year									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
FUNCTION										
General government	100	101	99	99	91	88	89	83	83	83
Public safety	247	246	244	244	239	232	222	216	216	215
Municipal services	72	72	71	71	68	67	67	66	70	70
Parks and recreation	130	126	128	124	102	72	72	72	62	62
TOTAL	549	545	542	538	500	459	450	437	431	430

Source: Human Resources Department

**CAPITAL ASSET STATISTICS BY FUNCTION LAST
LAST TEN FISCAL YEARS****SCHEDULE 18**

	Fiscal Year									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
GENERAL GOVERNMENT										
City Hall	1	1	1	1	1	1	1	1	1	1
PUBLIC SAFETY										
Police Station	1	1	1	1	1	1	1	1	1	1
Police Substation	1	1	1	1	1	1	1	1	1	1
Fire Stations	5	5	5	5	5	5	5	5	5	5
MUNICIPAL SERVICES										
Center lane miles added	2	4	4	4	9	1	1	-	-	-
Service Center	1	1	1	1	1	1	1	1	1	1
Public Storm Structures (manholes, inlets and junction boxes)	8,226	8,281	8,116	8,044	7,652	7,638	7,523	7,286	6,957	6,957
Streetlights maintained	8,006	8,006	7,713	7,446	7,306	7,333	7,605	7,149	7,368	7,567
PARKS AND RECREATION										
Parks (acres & trail system)**	887	887	887**	802	802	799	795	795	795	776*
Pools	4	4	4	4	4	3	3	3	3	3
Conference Center	1	1	1	1	1	1	1	1	1	1
Community Center	1	1	1	1	1	1	1	1	1	1
Recreation Center	1	1	1	1	1	-	-	-	-	-
Senior Center	1	1	1	1	1	1	1	1	1	1

* Per Parks & Recreation Comprehensive Plan

**Per Parks & Recreation GIS software

Sources: Various City departments. No capital assets indicators are available for the general government function.

**OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**
SCHEDULE 19

	Fiscal Year									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
GENERAL GOVERNMENT										
GIS										
Data sets maintained	961	990	783	777	750	950	750	750	803	713
Map requests	210	275	310	185	150	200	65	75	154	386
ArcGIS users supported	165	232	180	146	114	96	85	85	83	71
COMMUNITY DEVELOPMENT										
Planning commission items	88	71	89	106	102	83	92	86	89	66
Staff review final plans	12	14	17	7	9	7	14	15	9	9
New single family permits	191	215	154	241	242	189	241	169	213	146
Valuation of new construction (millions of dollars)	222	373	203	242	296	68	78	53	67	103
Commercial construction (millions of dollars)	186	224	194	324	219	134	110	68	82	132
HUMAN RESOURCES										
Positions filled (full-time/part-time/temporary)	211	143	287	269	348	189	210	196	190	188
Work comp/disability/FMLA cases managed	135	128	115	133	132	117	118	110	91	142
Separations/retirements processed	176	118	224	240	198	171	190	176	48	170
FINANCE										
Accounts payable invoices	3,468	3,375	4,138	4,050	3,953	3,864	4,614	5,195	4,977	4,927
Payroll checks processed	17,138	16,667	17,457	16,796	14,366	12,964	13,515	12,534	12,490	12,294
Purchasing Card transactions	11,576	11,273	13,940	14,754	15,054	13,589	13,245	12,905	13,743	13,871
INFORMATION TECHNOLOGY										
Supported users	724	605	722	611	569	491	457	583	589	446
Workstations	379	509	419	428	442	397	412	421	423	451
Laptops	298	344	307	282	244	229	205	207	182	161

**OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS**
SCHEDULE 19 (Continued)

	Fiscal Year									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Servers	198	204	175	162	165	161	218	183	133	122
Printers	249	231	217	225	219	214	224	106	156	152
MUNICIPAL COURT										
Charges issued	8,375	6,519	11,824	7,213	8,558	12,349	12,907	14,514	14,151	11,474
Charges completed	8,681	6,135	10,481	7,113	8,639	10,909	12,880	14,349	14,167	10,363
Charges pending	1,430	2,351	2,716	2,266	1,495	2,977	2,707	3,002	3,417	2,897
D.U.I. issued	139	164	170	128	162	193	172	547	222	151
LEGAL										
Appeals to District Court prosecuted	5	6	5	5	3	9	5	12	7	19
Forfeitures cases filed	18	6	9	5	8	9	9	14	20	16
Third party claims made v. City	14	15	26	12	8	12	12	21	22	8
Third party claims paid	9	9	16	11	2	7	5	10	18	2
PUBLIC SAFETY										
POLICE										
Calls for service	21,347	19,859	22,706	21,551	21,223	20,886	20,819	20,402	21,631	21,293
Officer self initiated	17,218	15,412	26,845	18,656	19,889	23,600	21,289	24,582	24,571	20,664
Walk in/station reports	543	706	1,106	1,234	1,254	1,388	1,369	1,037	1,047	1,081
Total incidents	39,108	35,977	49,551	41,441	42,366	45,874	43,689	46,622	48,013	43,838
Arrests	2,592	2,225	3,277	3,191	3,266	3,365	2,976	3,176	3,870	3,581
Citations	7,249	6,228	11,823	7,106	8,457	12,245	11,598	14,300	14,023	11,284
Discovery requests approved	800	655****	792	753	441	388	462	463	467	364
FIRE										
Emergency incident responses	6,673	5,820	6,318	6,265	5,913	5,682	5,638	5,237	5,204	5,012
Building fires/1,000 pop.	1	1	1	1	1	1	1	1	1	1
Ill or injured patients treated	3,952	2,443	2,843	2,799	2,756	3,065	3,108	2,818	2,895	2,935
Fire inspections	5,923	7,192	8,827	9,471	7,922	7,929	6,086	4,585	4,008	3,623
Training hours	22,920	26,293	27,328	26,593	26,209	24,118	24,243	25,200	24,387	24,453

OPERATING INDICATORS BY FUNCTION LAST TEN FISCAL YEARS										SCHEDULE 19 (Continued)
	Fiscal Year									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
MUNICIPAL SERVICES										
Number of City vehicles maintained	446	502	502	496	496	457	455	368	354	346
Lane-miles of roadway	833	828	798	787	787	660	660	660	660	660
Signalized intersections maintained	91	91	82	82	73	69	67	67	67	66
Streetlights maintained	9,594	9,091	7,782	7,972	7,593	7,333	6,904	7,149	7,368	7,000
Traffic signs maintained	13,741	14,211	13,877	12,697	12,757	11,997	11,780	12,094	12,055	11,800
Square feet maintained	692,755	692,755	692,755	673,455	673,455	327,555	327,555	327,555	327,555	327,555
PARKS AND RECREATION										
Acres of park maintained	887	887	887	802	802	799	795	795	795	776
Number of events - Thompson Barn	218	125	304	295	299	342	307	271	220	177
Pool attendance	36,430	24,758	41,651	44,773	45,976	47,903	41,254	47,526	45,421	55,952
Swim lessons	551	356	559	581	1,037	743	643	679	740	666
REC CENTER*										
Pool attendance	160,615	90,505	93,186	98,901	4368**	-	-	-	-	-
Swim lessons	1,530	829	1,369	1040***	295**	-	-	-	-	-

*Rec Center officially opened on 7/31/17.

**Rec Center statistics for November and December 2017.

***Rec Center swim lessons statistic for 2018 was corrected in 2019.

****2020 statistic updated in 2021.

Sources: Various City departments.

CITY OF LENEXA, KANSAS
UNIFORM GUIDANCE
SINGLE AUDIT REPORT
DECEMBER 31, 2021

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**Independent Auditors' Report On Internal
Control Over Financial Reporting And On
Compliance And Other Matters Based On An
Audit Of Financial Statements Performed In
Accordance With *Government Auditing Standards***

Honorable Mayor and Members
of the City Council
City of Lenexa, Kansas

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Audit Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lenexa, Kansas as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City of Lenexa, Kansas' basic financial statements, and have issued our report thereon dated May 18, 2022.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Lenexa, Kansas' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Lenexa, Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Lenexa, Kansas' internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City of Lenexa, Kansas' financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit the attention of those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section, and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that were not identified.

Report on Compliance And Other Matters

As part of obtaining reasonable assurance about whether the City of Lenexa, Kansas' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose Of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Lenexa, Kansas' internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Lenexa, Kansas' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RubinBrown LLP

May 18, 2022

**Independent Auditors' Report On Compliance
For Each Major Federal Program; Report On
Internal Control Over Compliance; And Report
On Schedule Of Expenditures Of Federal
Awards Required By The Uniform Guidance**

Honorable Mayor and Members
of the City Council
City of Lenexa, Kansas

Report On Compliance For Each Major Federal Program

We have audited City of Lenexa, Kansas' compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of City of Lenexa, Kansas' major federal programs for the year ended December 31, 2021. The City of Lenexa, Kansas' major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, City of Lenexa, Kansas complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2021.

Basis For Opinion On Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibility under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of City of Lenexa, Kansas and to meet our ethical responsibilities in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of City of Lenexa, Kansas' compliance with the compliance requirements referred to above.

Responsibilities Of Management For Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to City of Lenexa, Kansas' federal programs.

Auditor's Responsibilities For The Audit Of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of Lenexa, Kansas' compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City of Lenexa, Kansas' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City of Lenexa, Kansas' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City of Lenexa, Kansas' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of City of Lenexa, Kansas' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report On Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Honorable Mayor and Members
of the City Council
City of Lenexa, Kansas

**Report On Schedule Of Expenditures Of Federal Awards Required By The
Uniform Guidance**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Lenexa, Kansas as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City of Lenexa, Kansas' basic financial statements. We issued our report thereon dated May 18, 2022, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. 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 statements and certain additional procedures including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

RubinBrown LLP

May 18, 2022

CITY OF LENEXA, KANSAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS For The Year Ended December 31, 2021

Federal Grantor/Pass-Through Grantor/ Program Or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through To Subrecipients	Total Federal Expenditures
U.S. Department Of Justice				
Direct:				
2019 Bulletproof Vest Partnership Grant	16.607	2019 - 04/01/19-03/31/20	\$ —	\$ 1,404
2020 Bulletproof Vest Partnership Grant	16.607	2020 - 04/01/20-03/31/21	—	6,440
2021 Bulletproof Vest Partnership Grant	16.607	2021 - 4/01/21 -3/31/22	—	4,368
Subtotal AL 16.607			—	12,212
U.S. Department Of Transportation				
Passed Through Kansas Department of Transportation:				
Highway Safety Cluster:				
Special Traffic Enforcement Program (STEP) (407)	20.600	SP-1300-19/PT-1085-21 10/01/2020-09/30/2021	—	9,640
Special Traffic Enforcement Program (STEP) (407)	20.600	SP-1300-19/PT-1085-22 10/01/2021-09/30/2022	—	5,101
Subtotal AL 20.600 - Highway Safety Cluster			—	14,741
Highway Planning and Construction Cluster:				
Lackman Trail Phase II (70023) (2021-2022 \$750K CMAQ funds thru MARC)	20.205	46 TE-0430-01 TA-T043(001)	—	327,090
87th St Pkwy - Renner Blvd to Maurer Rd Improvement (60108) STP Funds	20.205	46 N-0699-01	—	372,006
87th St Pkwy - Renner Blvd to Maurer Rd Improvement (60108) (2021)	20.205	N-0699-01	—	81,389
Lenexa Bike Share (April 2020 - \$51,600 CMAQ funds thru MARC)	20.205	046-N-0695-01	—	9,600
Subtotal AL 20.205 - Highway Planning and Construction Cluster			—	790,085
Total U.S. Department Of Transportation			—	804,826
U.S. Fish And Wildlife Service				
Passed Through State of Kansas:				
Federal Aid & Sport Fish Restoration 1/1/18-12/31/27	15.605	CFR 15.605	—	1,030
U.S. Department Of The Treasury				
Passed through Johnson County, Kansas				
COVID 19 Coronavirus Relief Fund (CARES Act)	21.019	182300007-6 SLT0120	—	12,136
Total Expenditures Of Federal Awards			\$ —	\$ 830,204

CITY OF LENEXA, KANSAS

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

December 31, 2021

1. Organization

The accompanying schedule of expenditures of federal awards presents the activity of all federal award programs of the City of Lenexa, Kansas (the City) for the year ended December 31, 2021. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the schedule.

2. Basis Of Presentation

The accompanying schedule of expenditures of federal awards is presented on the modified-accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

3. Local Government Contributions

Local cost sharing, as defined by 2 CFR Section 200.306 of the Uniform Guidance, is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

4. Indirect Cost Rate

The City has elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

CITY OF LENEXA, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS December 31, 2021

Section I - Summary Of Auditors' Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:

Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? ☐ yes ☒ none reported

Noncompliance material to financial statements noted? ☐ yes ☒ no

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? ☐ yes ☒ no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? ☐ yes ☒ none reported

Type of auditors' report issued on compliance for major federal programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a) of the Uniform Guidance?

☐ yes ☒ no

Identification of major programs:

Assistance Listing

Number	Name Of Federal Program Or Cluster
20.205	Highway Planning and Construction Cluster

Dollar threshold used to distinguish between type A and type B programs:

\$750,000

Auditee qualified as low-risk auditee?

☐ yes ☒ no

CITY OF LENEXA, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (*Continued*)

December 31, 2021

Section II - Financial Statement Findings

None

Section III - Financial Award Findings And Questioned Costs

None