

The City of Dighton, Kansas
Financial Statement
For the Year Ended December 31, 2021

**The City of Dighton, Kansas
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For the Year Ended December 31, 2021**

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Dirks, Anthony & Duncan, LLC

Certified Public Accountants & Management Consultants

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Dighton, Kansas 67839

Adverse and Unmodified Opinions

We have audited the accompanying financial statement of the City of Dighton, Kansas, which comprise the statement of receipts, expenditures and unencumbered cash as of December 31, 2021, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the City of Dighton, as of December 31, 2021, or changes in net position, or cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

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

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

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

Responsibilities of Management for the Financial Statement

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

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Dighton'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 double shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 generally accepted 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 statement.

In performing an audit in accordance with generally accepted auditing standards, we:

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

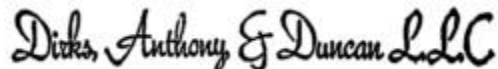
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

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

been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of Dighton as of and for the year ended December 31, 2020 (not presented herein), and have issued our reported thereon dated June 23, 2021, which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and our accompanying report are not presented herein but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <http://admin.ks.gov/offices/oar/municipal-services>. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2020 (Schedule 2 as listed in the table of contents) is presented for the purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2020, on the basis of accounting described in Note 1.



DIRKS, ANTHONY & DUNCAN, LLC
Certified Public Accountants

July 21, 2022

The City of Dighton, Kansas
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
<u>General Fund:</u>						
General Fund	\$ 403,167	\$ 731,913	\$ 584,751	\$ 550,329	\$ 23,245	\$ 573,574
<u>Special Purpose Funds:</u>						
Employee Benefits Fund	113,382	95,136	154,989	53,529	-	53,529
Special Highway Fund	36,901	26,024	22,329	40,596	30	40,626
Special Parks Fund	12,163	3,041	8,553	6,651	193	6,844
Equipment Reserve Fund	154,599	50,000	133,846	70,753	-	70,753
Fire Department Fund	4,501	-	-	4,501	-	4,501
Economic Development Fund	50,000	-	-	50,000	-	50,000
Capital Pharmacy Building Fund	14,844	20,672	24,869	10,647	-	10,647
American Rescue Plan Act Fund	-	68,827	-	68,827	-	68,827
<u>Bond and Interest Fund:</u>						
Bond & Interest Fund	19,104	112,951	121,055	11,000	-	11,000
<u>Business Funds:</u>						
Electric Utility Fund	2,038,516	1,419,210	1,375,215	2,082,511	16,325	2,098,836
Water Utility Fund	267,402	253,966	511,337	10,031	23,391	33,422
Trash Utility Fund	32,111	90,615	96,148	26,578	2,000	28,578
Sewer Utility Fund	79,402	86,476	61,855	104,023	250	104,273
 Total Reporting Entity (Excluding Agency Funds)	 \$ 3,226,092	 \$2,958,831	 \$ 3,094,947	 \$ 3,089,976	 \$ 65,434	 \$ 3,155,410
Composition of Cash:				Cash in Checking		\$ 2,558,032
				Money Market		123,617
				Petty Cash		300
				Time Deposits		500,000
				Total Cash		3,181,949
				Less: Agency Fund per Schedule 3		(26,539)
				Total Reporting Entity (Excluding Agency Fund)		\$ 3,155,410

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

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Financial Reporting Entity

The City of Dighton is a municipal corporation governed by an elected mayor and an elected five-member council. This financial statement presents the City of Dighton (the City). The City has no related municipal entities.

b) Regulatory Basis Fund Types

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

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest Fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

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

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

Trust Fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.)

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

c) Basis of Accounting

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

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

d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2021

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

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

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

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

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

A legal operating budget is not required for capital project funds, trust funds, and agency funds.

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

References made herein to the statutes are not intended as interpretations of law but are offered for consideration of the Director of Accounts and Reports, Kansas Department of Administration and Interpretation by legal repetition of the Municipality.

The bond payments to the State were not received within the required timeframe dictated by K.S.A. 10-130.

The City was carrying outstanding checks older than two years on their books which was in violation of K.S.A. 10-816.

There was a budget violation in water fund for \$65,536.

No other statute violations were noted for the year ending December 31, 2021.

NOTE 3 – DEPOSITS AND INVESTMENTS

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

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2021

NOTE 3 – DEPOSITS AND INVESTMENTS (CONT.)

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

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

Custodial Credit Risk- Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2021.

At December 31, 2021, the City's carrying amount of deposits was \$3,155,410 and the bank balance was \$3,317,860. The bank balance was held by one (1) bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance, and the remaining balance was collateralized with securities held by the pledging financial institutions' agents in the City's name.

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

NOTE 4 – INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
Electric Utility Fund	Equipment Reserve Fund	K.S.A. 12-825d	\$ 50,000
Electric Utility Fund	Bond and Interest Fund	K.S.A. 12-825d	23,770

NOTE 5 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 to be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1%

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2021

NOTE 5 – DEFINED BENEFIT PENSION PLAN (CONT.)

contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.87% for KPERS for the fiscal year ended December 31, 2021. Contributions to the pension plan from the City were \$25,925 for KPERS for the year ended December 31, 2021.

Net Pension Liability

At December 31, 2021, the City's proportionate share of the collective net pension liability reported by KPERS was \$172,410. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contribution of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE 6 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

a) Other Post-Employment Benefits

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

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

b) Death and Disability Other Post-Employment Benefit

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

c) Other Employee Benefits

Vacation Leave. Vacation leave is accrued at the rate of 5 days per year with 1 year of employment, 10 days with 2 to 9 years, and 15 days with 10 or more years. Vacation days can be accrued up to five days. Employees are paid for a maximum of 5 days at year-end for any unused accumulated vacation days. Any amount over 5 days that are paid out are lost. Upon termination, employees will be paid for any accumulated days, not to exceed 5 days.

Sick Leave. Sick days accrue at the rate of 1 day per month. Employees may accrue up to 90 days, and employees are paid for one-third of their accumulated sick leave upon retirement or termination. The amounts for the years ending December 31, 2021 for compensated absences and associated employee benefits are \$13,748 and \$977.

Temporary employees are not eligible for vacation leave. Permanent part-time employees are entitled to leave in proportion to the number of hours worked.

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2021

NOTE 7 – LONG-TERM DEBT

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

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
General Obligation Bonds: Series 2015	2.0 - 4.0%	4/1/2015	\$ 1,640,000	9/1/2035	\$ 1,365,000	\$ -	\$ 75,000	\$ 1,290,000	\$ 46,055

Current maturities of long-term debt and interest for the next years through maturity are as follow:

	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027-31</u>	<u>2032-35</u>	<u>Total</u>
<u>Principal:</u>								
General Obligation Bonds	\$ 75,000	\$ 80,000	\$ 80,000	\$ 80,000	\$ 85,000	\$ 460,000	\$ 430,000	\$ 1,290,000
<u>Interest:</u>								
General Obligation Bonds	44,368	42,680	40,880	38,640	36,400	139,950	44,000	386,918
Total Principal and Interest	\$ 119,368	\$ 122,680	\$ 120,880	\$ 118,640	\$ 121,400	\$ 599,950	\$ 474,000	\$ 1,676,918

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2021

NOTE 8 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date of this report. Management's evaluation concluded that there are no subsequent events that are required to be recognized, but one event is to be disclosed in this financial statement.

During March 2022, the City paid Midwest Electric \$32,373 for transformers.

The City of Dighton, Kansas

Regulatory - Required Supplementary Information

The City of Dighton, Kansas

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The City of Dighton, Kansas
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 (Budgeted Funds Only)
 For the Year Ended December 31, 2021

Funds	Certified Budget	Expenditures Chargeable to Current Year	Variance- Over (Under)
<u>General Fund:</u>			
General Fund	\$ 868,469	\$ 584,751	\$ (283,718)
<u>Special Purpose Funds:</u>			
Employee Benefits Fund	179,250	154,989	(24,261)
Special Highway Fund	64,919	22,329	(42,590)
Special Parks Fund	12,147	8,553	(3,594)
<u>Bond and Interest Fund:</u>			
Bond & Interest Fund	141,055	121,055	(20,000)
<u>Business Funds:</u>			
Electric Utility Fund	2,836,752	1,375,215	(1,461,537)
Water Utility Fund	445,801	511,337	65,536
Trash Utility Fund	110,151	96,148	(14,003)
Sewer Utility Fund	172,099	61,855	(110,244)

The City of Dighton, Kansas
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year	Actual	Budget	Over
	Actual			(Under)
Receipts				
Taxes				
Ad Valorem Property Tax	\$ 265,577	\$ 425,314	447,204	\$ (21,890)
Back Taxes	5,208	17,484	2,500	14,984
Motor and Recreational Vehicle Tax	58,952	64,536	57,800	6,736
Total Taxes	<u>329,737</u>	<u>507,334</u>	<u>507,504</u>	<u>(170)</u>
Intergovernmental Revenue				
Liquor Tax	2,074	3,041	2,868	173
Compensating Use Tax	33,730	43,196	20,000	23,196
Local Sales Tax	101,484	101,079	95,000	6,079
Total Intergovernmental Revenue	<u>137,288</u>	<u>147,316</u>	<u>117,868</u>	<u>29,448</u>
Fines, Permits and Licenses				
Franchise Tax	9,656	11,196	12,000	(804)
Court Revenue	3,528	15,427	10,000	5,427
Fines, Permits and Licenses	4,622	5,859	15,000	(9,141)
Swimming Pool	-	11,514	10,000	1,514
Total Fines, Permits and Licenses	<u>17,806</u>	<u>43,996</u>	<u>47,000</u>	<u>(3,004)</u>
Interest Income	7,050	5,332	5,000	332
Reimbursements	20,860	14,723	20,000	(5,277)
Miscellaneous - Fire Department	248	-	-	-
Miscellaneous	5,420	2,422	3,500	(1,078)
Sale of Equipment and Land	-	10,790	-	10,790
Total Receipts	<u>518,409</u>	<u>731,913</u>	<u>\$ 700,872</u>	<u>\$ 31,041</u>
Expenditures				
General Government				
Personal Services	\$ 117,669	\$ 123,376	\$ 150,000	\$ (26,624)
Contractual Services	17,998	20,244	25,000	(4,756)
Commodities	4,454	4,555	15,000	(10,445)
Capital Outlay	-	-	109,469	(109,469)
Miscellaneous	-	78	10,000	(9,922)
Total Personal Services	<u>140,121</u>	<u>148,253</u>	<u>309,469</u>	<u>(161,216)</u>
Beautification/Improvement				
Contractual Services	1,711	263	7,500	(7,237)
Commodities	3,557	1,941	7,500	(5,559)
Capital Outlay	2,468	-	-	-
Total Beautification/Improvement	<u>7,736</u>	<u>2,204</u>	<u>15,000</u>	<u>(12,796)</u>

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

		Current Year		Variance Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Street Department				
Personal Services	\$ 32,263	\$ 34,695	\$ 45,000	\$ (10,305)
Contractual Services	25,144	20,870	40,000	(19,130)
Commodities	32,420	44,783	50,000	(5,217)
Capital Outlay	88,520	106,756	100,000	6,756
Total Street Department	<u>178,347</u>	<u>207,104</u>	<u>235,000</u>	<u>(27,896)</u>
Fire Department				
Personal Services	8,180	7,640	10,000	(2,360)
Contractual Services	13,899	7,763	20,000	(12,237)
Commodities	6,304	4,077	20,000	(15,923)
Capital Outlay	-	-	30,000	(30,000)
Total Fire Department	<u>28,383</u>	<u>19,480</u>	<u>80,000</u>	<u>(60,520)</u>
Pool				
Personal Services	-	17,746	30,000	(12,254)
Contractual Services	2,219	5,873	7,500	(1,627)
Commodities	3,572	18,747	10,000	8,747
Capital Outlay	-	-	15,000	(15,000)
Total Pool	<u>5,791</u>	<u>42,366</u>	<u>62,500</u>	<u>(20,134)</u>
Municipal Court				
Personal Services	5,400	6,000	7,500	(1,500)
Contractual Services	1,019	1,019	2,500	(1,481)
Commodities	-	625	500	125
Court Expense	635	9,200	7,500	1,700
Total Municipal Court	<u>7,054</u>	<u>16,844</u>	<u>18,000</u>	<u>(1,156)</u>
Police Department - Contractual	<u>148,500</u>	<u>148,500</u>	<u>148,500</u>	<u>-</u>
Total Expenditures	<u>515,932</u>	<u>584,751</u>	<u>\$ 868,469</u>	<u>(283,718)</u>
Receipts Over (Under) Expenditures	2,477	147,162		<u>\$ 314,759</u>
Unencumbered Cash, Beginning	<u>400,690</u>	<u>403,167</u>		
Unencumbered Cash, Ending	<u>\$ 403,167</u>	<u>\$ 550,329</u>		

The City of Dighton, Kansas
Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance
	Prior Year	Actual	Budget	Over
	Actual			(Under)
Receipts				
Taxes				
Ad Valorem Property Tax	\$ 134,949	\$ 43,915	\$ 46,097	\$ (2,182)
Back Taxes	2,291	5,560	500	5,060
Motor and Recreation Vehicle Tax	8,774	43,697	25,435	18,262
Miscellaneous	5,844	1,964	-	1,964
Total Receipts	<u>151,858</u>	<u>95,136</u>	<u>\$ 72,032</u>	<u>\$ 23,104</u>
Expenditures				
Social Security	24,751	25,687	30,000	(4,313)
KPERs	23,723	25,925	27,500	(1,575)
Department of Human Resources	198	362	250	112
Employee Health Insurance/Cafeteria Plan	78,520	87,249	90,000	(2,751)
Contractual Services	12,567	12,854	30,000	(17,146)
Miscellaneous	2,806	2,912	1,500	1,412
Total Expenditures	<u>142,565</u>	<u>154,989</u>	<u>\$ 179,250</u>	<u>(24,261)</u>
Receipts Over (Under) Expenditures	9,293	(59,853)		<u>\$ 47,365</u>
Unencumbered Cash, Beginning	<u>104,089</u>	<u>113,382</u>		
Unencumbered Cash, Ending	<u>\$ 113,382</u>	<u>\$ 53,529</u>		

The City of Dighton, Kansas
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance Over (Under)
	Prior Year Actual	Actual	Budget	
Receipts				
State of Kansas	\$ 23,780	\$ 26,024	\$ 20,910	\$ 5,114
Total Receipts	<u>23,780</u>	<u>26,024</u>	<u>\$ 20,910</u>	<u>\$ 5,114</u>
Expenditures				
Personal Services	11,887	12,812	15,000	(2,188)
Contractual Service	2,106	2,212	5,000	(2,788)
Commodities	13,105	7,305	10,000	(2,695)
Capital Outlay	<u>-</u>	<u>-</u>	<u>34,919</u>	<u>(34,919)</u>
Total Expenditures	<u>27,098</u>	<u>22,329</u>	<u>\$ 64,919</u>	<u>(42,590)</u>
Receipts Over (Under) Expenditures	(3,318)	3,695		<u>\$ 47,704</u>
Unencumbered Cash, Beginning	<u>40,219</u>	<u>36,901</u>		
Unencumbered Cash, Ending	<u>\$ 36,901</u>	<u>\$ 40,596</u>		

The City of Dighton, Kansas
Special Parks Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance Over (Under)
	Prior Year Actual	Actual	Budget	
Receipts				
Liquor Tax	\$ 2,074	\$ 3,041	\$ 2,868	\$ 173
Transfer from Water Fund	10,000	-	-	-
Total Receipts	12,074	3,041	<u>\$ 2,868</u>	<u>\$ 173</u>
Expenditures				
Personal Services	2,178	917	-	917
Contractual Services	4,772	4,568	3,500	1,068
Commodities	4,189	3,068	3,500	(432)
Capital Outlay	2,800	-	5,147	(5,147)
Total Expenditures	13,939	8,553	<u>\$ 12,147</u>	<u>(3,594)</u>
Receipts Over (Under) Expenditures	(1,865)	(5,512)		<u>\$ 3,767</u>
Unencumbered Cash, Beginning	14,028	12,163		
Unencumbered Cash, Ending	<u>\$ 12,163</u>	<u>\$ 6,651</u>		

The City of Dighton, Kansas
 Equipment Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfer In	\$ 75,000	\$ 50,000
Total Receipts	<u>75,000</u>	<u>50,000</u>
Expenditures		
Principle Payments	-	5,596
Capital Outlay	<u>47,082</u>	<u>128,250</u>
Total Expenditures	<u>47,082</u>	<u>133,846</u>
Receipts Over (Under) Expenditures	27,918	(83,846)
Unencumbered Cash, Beginning	<u>126,681</u>	<u>154,599</u>
Unencumbered Cash, Ending	<u><u>\$ 154,599</u></u>	<u><u>\$ 70,753</u></u>

Schedule 2-6

The City of Dighton, Kansas
 Fire Department Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Donation Income	\$ -	\$ -
	<u>-</u>	<u>-</u>
Total Receipts	-	-
Expenditures		
Capital Outlay	-	-
	<u>-</u>	<u>-</u>
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>4,501</u>	<u>4,501</u>
Unencumbered Cash, Ending	<u><u>\$ 4,501</u></u>	<u><u>\$ 4,501</u></u>

The City of Dighton, Kansas
 Economic Development Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfer from General Fund	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Appropriation to Board	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	50,000	50,000
Unencumbered Cash, Ending	<u>\$ 50,000</u>	<u>\$ 50,000</u>

Schedule 2-8

The City of Dighton, Kansas
 Capital Pharmacy Building Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Rental Income	\$ 26,250	\$ 20,672
Total Receipts	<u>26,250</u>	<u>20,672</u>
Expenditures and Transfers		
Pharmacy Rent Paid to Lane County	13,665	10,336
Contractual Services	<u>8,879</u>	<u>14,533</u>
Total Expenditures	<u>22,544</u>	<u>24,869</u>
Receipts Over (Under) Expenditures	3,706	(4,197)
Unencumbered Cash, Beginning	<u>11,138</u>	<u>14,844</u>
Unencumbered Cash, Ending	<u><u>\$ 14,844</u></u>	<u><u>\$ 10,647</u></u>

The City of Dighton, Kansas
 American Rescue Plan Act Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Federal Funds	\$ -	\$ 68,827
Total Receipts	<u>-</u>	<u>68,827</u>
Expenditures and Transfers		
Contractual Services	-	-
Capital Outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	68,827
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>\$ -</u></u>	<u><u>\$ 68,827</u></u>

The City of Dighton, Kansas
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance Over (Under)
	Prior Year Actual	Actual	Budget	
Receipts				
Ad Valorem Property Tax	\$ 131,364	\$ 83,539	\$ 87,775	\$ (4,236)
Back Taxes	2,110	5,344	500	4,844
Motor and Recreation Vehicle Tax	1,289	298	25,171	(24,873)
Transfer from Electric Utility Fund	-	23,770	-	23,770
Total Receipts	<u>134,763</u>	<u>112,951</u>	<u>\$ 113,446</u>	<u>\$ (495)</u>
Expenditures				
Principal	70,000	75,000	75,000	-
Interest	48,155	46,055	46,055	-
Cash Basis Requirement	-	-	20,000	(20,000)
Total Expenditures	<u>118,155</u>	<u>121,055</u>	<u>\$ 141,055</u>	<u>(20,000)</u>
Receipts Over (Under) Expenditures	16,608	(8,104)		<u>\$ 19,505</u>
Unencumbered Cash, Beginning	<u>2,496</u>	<u>19,104</u>		
Unencumbered Cash, Ending	<u>\$ 19,104</u>	<u>\$ 11,000</u>		

The City of Dighton, Kansas
Electric Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Net Collection Fees	\$ 1,329,951	\$ 1,410,955	\$ 1,250,000	\$ 160,955
Interest Income	197	124	-	124
Miscellaneous	4,907	8,131	5,000	3,131
Total Receipts	<u>1,335,055</u>	<u>1,419,210</u>	<u>\$ 1,255,000</u>	<u>\$ 164,210</u>
Expenditures				
Personal Services	30,877	31,114	50,000	(18,886)
Contractual Services	178,738	189,445	250,000	(60,555)
Commodities	110,285	75,003	30,000	45,003
Capital Outlay	142,034	91,358	1,666,752	(1,575,394)
Power Purchases	495,229	877,226	750,000	127,226
Sales Tax	36,128	37,299	40,000	(2,701)
Transfer to Bond and Interest	-	23,770	-	23,770
Transfer to Equipment Reserve Fund	50,000	50,000	50,000	-
Total Expenditures	<u>1,043,291</u>	<u>1,375,215</u>	<u>\$ 2,836,752</u>	<u>(1,461,537)</u>
Receipts Over (Under) Expenditures	291,764	43,995		<u>\$ 1,625,747</u>
Unencumbered Cash, Beginning	<u>1,746,752</u>	<u>2,038,516</u>		
Unencumbered Cash, Ending	<u>\$ 2,038,516</u>	<u>\$ 2,082,511</u>		

The City of Dighton, Kansas
Water Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance Over (Under)
	Prior Year Actual	Actual	Budget	
Receipts				
Water Sales	\$ 211,982	\$ 230,162	\$ 200,000	\$ 30,162
Penalties	16,141	15,705	7,500	8,205
Miscellaneous	7,493	8,099	2,500	5,599
Total Receipts	235,616	253,966	\$ 210,000	\$ 43,966
Expenditures				
Personal Services	72,240	80,449	85,000	(4,551)
Contractual Services	35,651	36,399	50,000	(13,601)
Commodities	47,805	59,951	40,000	19,951
Capital Outlay	39,444	307,569	244,801	62,768
Sales Tax and Water Tax	4,361	6,086	6,000	86
Power Purchases	12,514	20,883	20,000	883
Transfer to Special Parks Fund	10,000	-	-	-
Total Expenditures	222,015	511,337	\$ 445,801	65,536
Receipts Over (Under) Expenditures	13,601	(257,371)		\$ (21,570)
Unencumbered Cash, Beginning	253,801	267,402		
Unencumbered Cash, Ending	\$ 267,402	\$ 10,031		

The City of Dighton, Kansas
 Trash Utility Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance Over (Under)
	Prior Year Actual	Actual	Budget	
Receipts				
Net Collection Fees	\$ 94,167	\$ 90,615	\$ 85,000	\$ 5,615
Transfer from Electric Fund	-	-	-	-
Total Receipts	<u>94,167</u>	<u>90,615</u>	<u>\$ 85,000</u>	<u>\$ 5,615</u>
Expenditures				
Contractual Services	<u>87,207</u>	<u>96,148</u>	<u>110,151</u>	<u>(14,003)</u>
Total Expenditures	<u>87,207</u>	<u>96,148</u>	<u>\$ 110,151</u>	<u>(14,003)</u>
Receipts Over (Under) Expenditures	6,960	(5,533)		<u>\$ 19,618</u>
Unencumbered Cash, Beginning	<u>25,151</u>	<u>32,111</u>		
Unencumbered Cash, Ending	<u>\$ 32,111</u>	<u>\$ 26,578</u>		

The City of Dighton, Kansas
Sewer Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		Current Year		Variance Over (Under)
	Prior Year Actual	Actual	Budget	
Receipts				
Net Collection Fees	\$ 84,414	\$ 85,676	\$ 80,000	\$ 5,676
Reimbursement	9,674	800	-	800
Total Receipts	<u>94,088</u>	<u>86,476</u>	<u>\$ 80,000</u>	<u>\$ 6,476</u>
Expenditures				
Personal Services	32,344	34,196	40,000	(5,804)
Contractual Services	8,937	8,922	10,000	(1,078)
Commodities	30,504	17,937	10,000	7,937
Capital Outlay	-	800	112,099	(111,299)
Transfer to Equipment Reserve Fund	25,000	-	-	-
Total Expenditures	<u>96,785</u>	<u>61,855</u>	<u>\$ 172,099</u>	<u>(110,244)</u>
Receipts Over (Under) Expenditures	(2,697)	24,621		<u>\$ 116,720</u>
Unencumbered Cash, Beginning	<u>82,099</u>	<u>79,402</u>		
Unencumbered Cash, Ending	<u>\$ 79,402</u>	<u>\$ 104,023</u>		

The City of Dighton, Kansas
 Agency Fund
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Customer Deposits	\$ 24,684	\$ 7,218	\$ 6,920	\$ 24,982
Aflac Cafeteria Fund	<u>1,219</u>	<u>3,227</u>	<u>2,889</u>	<u>1,557</u>
Total	<u>\$ 25,903</u>	<u>\$ 10,445</u>	<u>\$ 9,809</u>	<u>\$ 26,539</u>