

CITY OF BONNER SPRINGS, KANSAS

Financial Statements

For the Year Ended December 31, 2021

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CITY OF BONNER SPRINGS, KANSAS
 Financial Statements
 For the Year Ended December 31, 2021
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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Bonner Springs, Kansas

Adverse and Unmodified Opinions

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

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

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

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

Responsibilities of Management for the Financial Statement

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

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Emphasis of Matter

Change in Accounting Principal

As discussed in Note 10 to the financial statements, the City changed from the GAAP basis of accounting to the Kansas regulatory basis of accounting during the current year. As a result of the change in the accounting basis, fund balances as of January 1, 2021, were restated. Our opinion is not modified with respect to this matter.

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, schedules of regulatory basis receipts and disbursements-related municipal entity, and the summary of receipts and disbursements-agency (Schedules 1, 2, 3 and 4 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*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statement. 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 8, 2022, on our consideration of the City's internal control over financial reporting and 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 the 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.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

April 8, 2022

CITY OF BONNER SPRINGS, KANSAS

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

Funds	Beginning	Prior Year	Receipts	Expenditures	Ending	Add:	Ending
	Unencumbered	Cancelled			Unencumbered	Encumbrances	
	Cash Balance	Encumbrances			Cash Balance	and Accounts Payable	Balance
General Funds:							
General	\$ 5,846,986	\$ 11,588	\$ 10,301,861	\$ 9,715,322	\$ 6,445,113	\$ 363,912	\$ 6,809,025
Special Purpose Funds:							
Library	[96]	-	481,375	481,415	[136]	119	[17]
Convention and Tourism Promotion	177,575	-	127,908	50,805	254,678	745	255,423
Drug and Alcohol	176,420	-	43,228	65,383	154,265	-	154,265
Soccer	1,757	-	10,535	5,073	7,219	-	7,219
Park Dedication	103,237	-	2,345	-	105,582	-	105,582
Risk Management	112,373	-	4,636	14,612	102,397	-	102,397
Senior Center	-	-	44,337	41,261	3,076	1,456	4,532
Special Parks and Recreation	137,604	-	43,179	127,090	53,693	42,478	96,171
Steet Projects	275,551	-	1,342,495	1,233,042	385,004	3,000	388,004
Summer Ball	57	-	12,057	11,438	676	-	676
Recreation Program	100,784	-	15,145	10,458	105,471	2,189	107,660
Swimming Pool	-	-	179,954	179,954	-	6,551	6,551
Tiblow Transit	5,020	-	77,658	65,034	17,644	2,362	20,006
Library Sales Tax	597,122	-	1,962	14,750	584,334	-	584,334
Bonner Springs Center CID City Contribution	-	-	72,949	72,949	-	-	-
Bonner Springs Center CID Sales Tax	-	-	101,298	101,298	-	-	-
Bonner Springs TIF Increment	-	-	264,735	264,735	-	-	-
Capital Improvement Sales Tax	691,780	-	625,815	500,000	817,595	-	817,595
Cemetery	-	-	105,334	105,334	-	2,091	2,091
Emergency Services Capital	495,646	-	625,025	363,968	756,703	-	756,703
FEMA Mitigation Grant	[259]	-	-	-	[259]	-	[259]
2020-A Bonds	1,228,351	-	2,108	1,230,459	-	-	-
Inspect Engineering Reimbursement	[259,596]	245,000	14,596	14,596	[14,596]	13,732	[864]
Asset Forfeiture	4,059	-	11	1,555	2,515	-	2,515
Senior Center Activities	1,651	-	1,450	3,101	-	885	885
Senior Center Scholarship	252	-	412	74	590	-	590
PHA Investment	196,604	-	320	196,924	-	-	-
Recreation Scholarship	30,472	-	118	1,369	29,221	-	29,221
Centennial Park	538	-	150	81	607	-	607
CDBG Funding Agreement	774	-	-	774	-	-	-
Fire Equipment Grant	9,476	-	-	-	9,476	-	9,476
LLEBG Grant	132	-	-	-	132	-	132
American Rescue Plan Act	-	-	603,937	603,937	-	-	-
Bond and Interest Funds:							
Bond and Interest Fund	509,878	-	1,087,121	1,066,749	530,250	-	530,250
Capital Project Funds:							
Police Facility	[379,685]	-	131,697	29,857	[277,845]	277,845	-
Bonner Pointe TIF	2,343	-	-	-	2,343	-	2,343
Water Treatment Plant	-	-	949,406	949,406	-	-	-
Government Services Center	[1,199,103]	-	1,238,339	138,854	[99,618]	99,762	144
Powell Drive/43rd Street	287,531	-	953	-	288,484	-	288,484
Sidewalk Escrow	45,238	-	150	-	45,388	-	45,388
Equipment Reserve	510,841	-	1,551	144,905	367,487	-	367,487
Capital Improvement Reserve	2,181,966	-	6,982	257,207	1,931,741	36,052	1,967,793
JoCo Riverfront Park	-	-	322,301	-	322,301	-	322,301
Business Funds:							
Solid Waste	115,639	-	479,549	476,696	118,492	-	118,492
Wastewater Collection/Treatment	624,936	-	2,205,354	1,967,460	862,830	144,710	1,007,540
Water Treatment/Distribution	1,264,039	1,422	2,784,406	2,226,657	1,823,210	287,977	2,111,187
Stormwater	134,751	-	112,013	138,630	108,134	3,223	111,357
Trust Funds:							
Law Enforcement Trust	1,085	-	480	1,470	95	-	95
Senior Center Trust	15,230	-	60	-	15,290	-	15,290
Bonner Beautiful Trust	1,428	-	270	60	1,638	-	1,638
Cemetery Trust	2,824	-	110	50	2,884	-	2,884
Police Canine Trust	2,686	-	5	2,000	691	-	691
Police Trust	848	-	2	300	550	-	550
Total Primary Government	14,056,745	258,010	24,427,682	22,877,092	15,865,345	1,289,089	17,154,434
Related Municipal Entities:							
Bonner Springs City Library	225,291	-	714,893	691,990	248,194	13,844	262,038
Total Reporting Entity [Excluding Agency Funds]	\$ 14,282,036	\$ 258,010	\$ 25,142,575	\$ 23,569,082	\$ 16,113,539	\$ 1,302,933	\$ 17,416,472

Composition of Cash		
Checking		\$ 607,672
Money market		16,619,925
Checking - Library		261,813
Petty cash - Library		225
Total Cash		17,489,635
Agency Funds per Schedule 4		[73,163]
Total Reporting Entity [Excluding Agency Funds]		\$ 17,416,472

CITY OF BONNER SPRINGS, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2021

NOTE 1 - Summary of Significant Accounting Policies

The City of Bonner Springs, Kansas, (the City) is a municipal corporation governed by a mayor and city council. This financial statement presents the City (the primary government) and its related municipal entity. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents.

Library Board - The Bonner Springs Library Board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City.

Basis of Presentation - Regulatory 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.

Reimbursed Expense

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as cash receipts. In the financial statement and budget schedule comparisons presented in this report, reimbursements and refunds are recorded as cash receipts. The reimbursements are recorded as cash receipts when received by the City Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

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 become a lien on the property on November 1st 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 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 taxes collected in the year levied prior to January 1st of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. On December 31 of each year, such taxes become a lien on the property.

Special Assessments

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligation bonds which are secured by the full faith and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as cash receipts in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as cash receipts in the bond and interest fund. Further, state statutes require levying additional general ad valorem property taxes in the City bond and interest fund to finance delinquent special assessments receivable.

CITY OF BONNER SPRINGS, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2021

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Regulatory Basis Fund Types

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the City of Bonner Springs, Kansas, for the year of 2021:

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

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

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 City (i.e., pension funds, investment trust funds, private purpose trust funds which benefit the City, scholarship funds, etc.)

Agency Fund - funds used to report assets held by the City in a purely custodial capacity (payroll clearing fund, court bond funds, etc.).

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 of the proposed budget and notice of public hearing on the budget on or before August 5th.
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 City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The City did not hold a revenue neutral rate 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. The original budget was amended for the Special Parks and Recreation, Street Projects, Wastewater Collection/Treatment, Water Treatment/Distribution, Bonner Springs Center CID City Contribution and Bonner Springs Center CID Sales Tax funds.

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.

CITY OF BONNER SPRINGS, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2021

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the 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 the special purpose funds presented on pages 37-38.

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

NOTE 2 - 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 branch 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 bank provides an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

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

Concentration of credit risk. State statutes place no limit on the amount the Government 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 as of December 31, 2021.

As of December 31, 2021, the City's and Library's carrying amount of deposits were \$17,227,597 and \$262,038, respectively, and the bank balances was \$17,709,188 and \$265,012, respectively. The City's bank balance was held by one bank and the Library's bank balance was held by one bank, resulting in a concentration of credit risk. Of the City's bank balance, \$250,000 was covered by federal depository insurance and the balance of \$17,459,188 was collateralized with pledged securities held by the pledging financial institutions' agents in the City's name. Of the Library's bank balance, \$250,000 was covered by federal depository insurance and the balance of \$15,012 was collateralized with pledged securities held by the pledging financial institutions' agents in the Library's name.

CITY OF BONNER SPRINGS, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2021

NOTE 3 - Interfund Transfers

Operating transfers were as follows during the year ended December 31, 2021:

From	To	Amount	Regulatory Authority
General	Cemetery	\$ 51,089	Ordinance 2178
General	Senior Center	34,811	Ordinance 2178
General	Swimming Pool	78,617	Ordinance 2178
General	Bonner Springs Center		
	CID City Contribution	72,949	Ordinance 2178
General	Wastewater Collection/Treatment	2,551	Ordinance 2178
Drug and Alcohol	General	25,184	Ordinance 2178
Stormwater	General	5,637	K.S.A. 12-825d
Solid Waste	General	23,942	K.S.A. 12-825d
Special Parks and Recreation	Swimming Pool	11,000	Ordinance 2178
Capital Improvement Sales Tax	Street Projects	500,000	Ordinance 2178
Senior Center Activities	Senior Center	3,101	Ordinance 2178
Capital Improvement Reserve	Government Services Center	139,577	K.S.A. 12-1,118
American Rescue Plan Act	Water Treatment Plant	603,937	K.S.A. 12-1,118
Wastewater Collection/Treatment	General	99,575	K.S.A. 12-825d
Wastewater Collection/Treatment	Bond and Interest	17,000	K.S.A. 12-825d
Water Treatment/Distribution	General	127,910	K.S.A. 12-825d
Water Treatment/Distribution	Bond and Interest	50,000	K.S.A. 12-825d
Water Treatment/Distribution	Water Treatment Plant	13,504	K.S.A. 12-825d
2020-A Bonds	Government Services Center	1,098,762	K.S.A. 12-1,118
2020-A Bonds	Police Facility	131,697	K.S.A. 12-1,118
		<u>\$ 3,090,844</u>	

NOTE 4 - Defined Benefit Pension Plan

Plan Description. The City and the Library participate 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 by writing to KPERs (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERs member-employee contribution rates. KPERs has multiple benefit structures and contribution rates depending on whether the employee is a KPERs 1, KPERs 2 or KPERs 3 member. KPERs 1 members are active and contributing members hired before July 1, 2009. KPERs 2 members were first employed in a covered position on or after July 1, 2009, and KPERs 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERs member-employee contribution rate at 6% of covered salary for KPERs 1, KPERs 2 and KPERs 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer and paid to KPERs according to the provisions of Section 414(h) of the Internal Revenue Code.

CITY OF BONNER SPRINGS, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2021

NOTE 4 - Defined Benefit Pension Plan (Continued)

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.87% for KPERS and 22.80% for KP&F for the fiscal year ended December 31, 2021. Contributions to the pension plan from the City were \$276,821 for KPERS and \$324,854 for KP&F for the year ended December 31, 2021. Contributions to the pension plan from the Library were \$27,023 for the year ended December 31, 2021.

Net Pension Liability. As of December 31, 2021, the City's proportionate share of the collective net pension liability reported by KPERS was \$1,853,008 and \$2,368,072 for KP&F. As of December 31, 2021, the Library's proportionate share of the collective net pension liability reported by KPERS was \$291,473. 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 and Library's proportion of the net pension liability was based on the ratio of the City's and Library's contributions to KPERS, relative to the total employer and non-employer contributions of the Local and Police & Firemen subgroups 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 KPERS website at www.kpers.org or can be obtained as described above.

NOTE 5 - Other Long-Term Obligations from Operations

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

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

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

Compensated Absences. It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits.

Vacation Leave. All full-time employees, including Library employees, who work at least 40 hours per week are entitled to vacation leave time according to the following table:

	Years of Continuous Employment			
	0-4	5-9	10-14	15+
Hours earned per month	8	10	12	14
24 hr. shift, fire/EMS hours earned per month	8	14	16	20

Employees may not accumulate more than 240 hours of vacation leave.

CITY OF BONNER SPRINGS, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2021

NOTE 5 - Other Long-Term Obligations from Operations (Continued)

Sick Leave. All full-time employees shall be entitled to sick leave with pay for absences. All full-time employees shall earn hours of sick leave for each month of service according to the following table:

	Years of Continuous Employment (before January 1, 2006)		
	0-4	5-14	15+
	Hours earned per month	8	10
24 hr. shift, fire/EMS hours earned per month	12	14	20

	Years of Continuous Employment (after January 1, 2006)	
	0-4	5+
	Hours earned per month	8
24 hr. shift, fire/EMS hours earned per month	12	14

Employees may not accumulate more than 480 hours of sick leave. Employees hired before January 1, 2006, may not accumulate more than 720 hours of sick leave on their anniversary date. City employees are entitled to a sick leave payout upon retirement from the City.

The City's estimated liability as of December 31, 2021, was \$225,992 for vacation leave and \$503,271 for sick leave. The Library's estimated liability as of December 31, 2021, was \$16,019 for vacation leave.

NOTE 6 - Long-Term Debt

The following table summarizes changes in the City's long-term liabilities during the year ended December 31, 2021:

<u>Type of Issue</u>	<u>Beginning Principal Outstanding</u>	<u>Additions to Principal</u>	<u>Reductions of Principal</u>	<u>Ending Principal Outstanding</u>	<u>Interest Paid</u>
General Obligation Bonds	\$ 22,765,000	\$ -	\$ 1,590,000	\$ 21,175,000	\$ 748,185
Temporary Notes	1,730,000	-	1,730,000	-	13,155
Revolving Loans	<u>671,495</u>	<u>331,965</u>	<u>39,645</u>	<u>963,815</u>	<u>14,887</u>
Total	<u>\$ 25,166,495</u>	<u>\$ 331,965</u>	<u>\$ 3,359,645</u>	<u>\$ 22,138,815</u>	<u>\$ 776,227</u>

General Obligation Bonds. The follow table details the City's outstanding general obligation bonds:

<u>General Obligation Bonds</u>	<u>Interest Rates</u>	<u>Amount Outstanding</u>	<u>Original Amount</u>	<u>Date of Issue</u>	<u>Final Maturity</u>
Series 2014-A	2.00% - 3.00%	\$ 870,000	\$ 1,978,784	4/16/2014	9/1/2028
Series 2016-A	0.80% - 2.55%	3,295,000	4,995,000	5/19/2016	9/1/2029
Series 2018-A	3.00%	1,455,000	1,740,000	6/28/2018	9/1/2033
Series 2019-A	3.00% - 5.00%	8,115,000	9,320,000	6/5/2019	9/1/2044
Series 2020-A	2.00% - 4.00%	<u>7,440,000</u>	7,500,000	3/26/2020	9/1/2040
		<u>\$ 21,175,000</u>			

CITY OF BONNER SPRINGS, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2021

NOTE 6 - Long-Term Debt(Continued)

Annual debt service requirements to maturity for the general obligation bonds are as follows:

Year Ending December 31,	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2022	\$ 871,523	\$ 448,981	\$ 848,477	\$ 164,844
2023	896,236	423,201	703,764	131,149
2024	925,024	397,075	479,976	110,326
2025	673,631	370,118	426,369	93,657
2026	695,347	346,607	434,653	77,406
2027 - 2031	3,543,809	1,402,180	1,641,191	148,544
2032 - 2036	3,802,888	957,050	117,112	5,301
2037 - 2041	3,805,000	468,600	-	-
2042 - 2044	1,310,000	79,350	-	-
Total	<u>\$ 16,523,458</u>	<u>\$ 4,893,162</u>	<u>\$ 4,651,542</u>	<u>\$ 731,227</u>

Revolving Loans. The follow table details the City's outstanding revolving loans:

<u>Revolving Loans</u>	<u>Interest Rate</u>	<u>Amount Outstanding</u>	<u>Original Amount</u>	<u>Date of Issue</u>	<u>Final Maturity</u>
Settling Tank and Replacement Well	2.25%	\$ 631,850	\$ 880,026	9/30/2015	2/1/2035
Water Treatment Plant	1.61%	<u>331,965</u>	22,000,000	6/1/2021	8/1/2054
		<u>\$ 963,815</u>			

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

Year Ending December 31,	Business-type Activities	
	Principal	Interest
2022	\$ 40,542	\$ 13,990
2023	41,460	13,073
2024	42,398	12,134
2025	43,357	11,175
2026	44,338	10,194
2027 - 2031	237,200	35,460
2032 - 2035	<u>182,555</u>	<u>8,307</u>
Total	<u>\$ 631,850</u>	<u>\$ 104,333</u>

On June 1, 2021, the City entered into a loan agreement with the Kansas Department of Health and Environment (KDHE) to finance the construction of a water treatment plant. The loan is for a maximum principal of \$22,000,000, carries a gross interest rate of 1.61%, and is payable in semi-annual installments. \$331,965 was drawn against the agreement during the year ended December 31, 2021. Annual debt service requirements to maturity are not available as the loan was not finalized as of December 31, 2021.

CITY OF BONNER SPRINGS, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2021

NOTE 7 - Economic Development Bonds

From time to time, the City has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State of Kansas, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. As of December 31, 2021, there were seven industrial revenue bond issues with principal balances due totaling \$22,450,250.

NOTE 8 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; natural disasters; and other events for which the City carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 9 - Contingencies

The City receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with the terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims would not have a material effect on the financial statement of the City as of December 31, 2021.

The City is a party to various claims, none of which is expected to have material financial impact on the City.

NOTE 10 - Change in Accounting Principle

During the year ended December 31, 2021, the City changed from the GAAP basis of accounting to the Kansas regulatory basis of accounting.

CITY OF BONNER SPRINGS, KANSAS

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

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credit</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance- Over [Under]</u>
General Funds:					
General	\$ 11,962,373	\$ -	\$ 11,962,373	\$ 9,715,322	\$ [2,247,051]
Special Purpose Funds:					
Library	454,865	46,489	501,354	481,415	[19,939]
Convention and Tourism Promotion	74,130	-	74,130	50,805	[23,325]
Drug and Alcohol	75,184	-	75,184	65,383	[9,801]
Soccer	16,390	-	16,390	5,073	[11,317]
Park Dedication	-	-	-	-	-
Risk Management	113,354	-	113,354	14,612	[98,742]
Senior Center	44,512	-	44,512	41,261	[3,251]
Special Parks and Recreation	127,090	-	127,090	127,090	-
Steet Projects	1,354,240	-	1,354,240	1,233,042	[121,198]
Summer Ball	26,760	-	26,760	11,438	[15,322]
Recreation Program	144,759	-	144,759	10,458	[134,301]
Swimming Pool	242,785	-	242,785	179,954	[62,831]
Tiblow Transit	90,523	-	90,523	65,034	[25,489]
Library Sales Tax	69,000	-	69,000	14,750	[54,250]
Bonner Springs Center CID City Contribution	80,000	-	80,000	72,949	[7,051]
Bonner Springs Center CID Sales Tax	110,000	-	110,000	101,298	[8,702]
Bonner Springs TIF Increment	275,000	-	275,000	264,735	[10,265]
Capital Improvement Sales Tax	500,000	-	500,000	500,000	-
Cemetery	115,010	-	115,010	105,334	[9,676]
Emergency Services Capital	478,269	-	478,269	363,968	[114,301]
Bond and Interest Funds:					
Bond and Interest Fund	2,860,463	-	2,860,463	1,066,749	[1,793,714]
Business Funds:					
Solid Waste	476,696	-	476,696	476,696	-
Wastewater Collection/Treatment	1,985,520	-	1,985,520	1,967,460	[18,060]
Water Treatment/Distribution	2,265,640	-	2,265,640	2,226,657	[38,983]
Stormwater	184,523	-	184,523	138,630	[45,893]

See independent auditor's report on the financial statements.

SCHEDULE 2 - 1

CITY OF BONNER SPRINGS, KANSAS

General Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Taxes	\$ 7,669,934	\$ 6,909,435	\$ 760,499
Intergovernmental	229,903	232,564	[2,661]
Licenses and permits	145,277	138,000	7,277
Charges for services	327,695	310,527	17,168
Fines and fees	685,912	552,000	133,912
Use of money and property	22,889	25,000	[2,111]
Reimbursements	209,669	195,000	14,669
Miscellaneous	728,334	567,172	161,162
Transfers in	<u>282,248</u>	<u>282,248</u>	<u>-</u>
Total receipts	<u>10,301,861</u>	<u>\$ 9,211,946</u>	<u>\$ 1,089,915</u>
Expenditures			
City council			
Personal services	10,085	\$ 10,095	\$ [10]
Contractual services	6,279	8,290	[2,011]
Commodities	<u>1,624</u>	<u>250</u>	<u>1,374</u>
Total city council	<u>17,988</u>	<u>18,635</u>	<u>[647]</u>
City manager			
Personal services	291,583	392,312	[100,729]
Contractual services	62,382	54,477	7,905
Commodities	<u>2,176</u>	<u>4,650</u>	<u>[2,474]</u>
Total city manager	<u>356,141</u>	<u>451,439</u>	<u>[95,298]</u>
City clerk			
Personal services	115,770	117,346	[1,576]
Contractual services	182,793	161,530	21,263
Commodities	987	5,600	[4,613]
Capital outlay	<u>12,102</u>	<u>-</u>	<u>12,102</u>
Total city clerk	<u>311,652</u>	<u>284,476</u>	<u>27,176</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

General Fund - Continued
 Schedule of Receipts and Expenditures - Actual and Budget (Continued)
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Expenditures (Continued)			
Budget & finance			
Personal services	\$ 387,383	\$ 433,284	\$ [45,901]
Contractual services	108,650	100,920	7,730
Commodities	3,764	4,500	[736]
Capital outlay	<u>9,872</u>	<u>-</u>	<u>9,872</u>
Total budget & finance	<u>509,669</u>	<u>538,704</u>	<u>[29,035]</u>
Municipal court			
Personal services	136,941	140,792	[3,851]
Contractual services	135,991	165,684	[29,693]
Commodities	686	1,400	[714]
Capital outlay	<u>2,122</u>	<u>-</u>	<u>2,122</u>
Total municipal court	<u>275,740</u>	<u>307,876</u>	<u>[32,136]</u>
Police			
Personal services	2,378,042	2,646,557	[268,515]
Contractual services	370,047	355,999	14,048
Commodities	142,787	111,750	31,037
Capital outlay	<u>42,440</u>	<u>-</u>	<u>42,440</u>
Total police	<u>2,933,316</u>	<u>3,114,306</u>	<u>[180,990]</u>
Fire			
Personal services	720,602	805,219	[84,617]
Contractual services	204,638	187,740	16,898
Commodities	75,375	75,700	[325]
Capital outlay	<u>193,597</u>	<u>184,000</u>	<u>9,597</u>
Total fire	<u>1,194,212</u>	<u>1,252,659</u>	<u>[58,447]</u>
Parks & recreation			
Personal services	267,402	315,946	[48,544]
Contractual services	115,785	91,814	23,971
Commodities	<u>8,459</u>	<u>9,725</u>	<u>[1,266]</u>
Total parks & recreation	<u>391,646</u>	<u>417,485</u>	<u>[25,839]</u>
Public works			
Personal services	782,492	931,180	[148,688]
Contractual services	350,881	353,461	[2,580]
Commodities	<u>150,234</u>	<u>154,000</u>	<u>[3,766]</u>
Total public works	<u>1,283,607</u>	<u>1,438,641</u>	<u>[155,034]</u>

See independent auditor's report on the financial statements.

SCHEDULE 2 - 1 (Continued)

CITY OF BONNER SPRINGS, KANSAS

General Fund
 Schedule of Receipts and Expenditures - Actual and Budget (Continued)
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Expenditures (Continued)			
Community & economic development			
Personal services	\$ 306,213	\$ 437,295	\$ [131,082]
Contractual services	109,055	61,422	47,633
Commodities	<u>6,625</u>	<u>9,050</u>	<u>[2,425]</u>
Total community & economic development	<u>421,893</u>	<u>507,767</u>	<u>[85,874]</u>
City hall operations			
Personal services	2,562	-	2,562
Contractual services	28,434	15,000	13,434
Commodities	4,929	35,000	[30,071]
Capital outlay	<u>360</u>	<u>1,600</u>	<u>[1,240]</u>
Total city hall operations	<u>36,285</u>	<u>51,600</u>	<u>[15,315]</u>
Debt service			
Principal	1,730,000	-	1,730,000
Interest and other charges	<u>13,155</u>	<u>-</u>	<u>13,155</u>
Total debt service	<u>1,743,155</u>	<u>-</u>	<u>1,743,155</u>
Transfer out	240,018	298,461	[58,443]
Cash basis reserve	<u>-</u>	<u>3,280,324</u>	<u>[3,280,324]</u>
Total expenditures	<u>9,715,322</u>	<u>\$ 11,962,373</u>	<u>\$ [2,247,051]</u>
Receipts over [under] expenditures	586,539		
Unencumbered cash, beginning	5,846,986		
Prior year cancelled encumbrances	<u>11,588</u>		
Unencumbered cash, ending	<u>\$ 6,445,113</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Library Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Taxes	\$ 434,886	\$ 429,865	\$ 5,021
Reimbursements	46,489	25,000	21,489
Total receipts	<u>481,375</u>	<u>\$ 454,865</u>	<u>\$ 26,510</u>
Expenditures			
Personal services	37,510	\$ -	\$ 37,510
Contractual services	7,565	-	7,565
Commodities	1,454	-	1,454
Component unit transfer out	434,886	454,865	[19,979]
Adjustment for qualifying budget credit	-	46,489	[46,489]
Total expenditures	<u>481,415</u>	<u>\$ 501,354</u>	<u>\$ [19,939]</u>
Receipts over [under] expenditures	[40]		
Unencumbered cash, beginning	<u> [96]</u>		
Unencumbered cash, ending	<u>\$ [136]</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Convention and Tourism Promotion Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Taxes	\$ 127,205	\$ 100,000	\$ 27,205
Use of money and property	703	900	[197]
Total receipts	<u>127,908</u>	<u>\$ 100,900</u>	<u>\$ 27,008</u>
Expenditures			
Contractual services	44,675	\$ 60,130	\$ [15,455]
Commodities	162	-	162
Capital outlay	5,968	14,000	[8,032]
Total expenditures	<u>50,805</u>	<u>\$ 74,130</u>	<u>\$ [23,325]</u>
Receipts over [under] expenditures	77,103		
Unencumbered cash, beginning	<u>177,575</u>		
Unencumbered cash, ending	<u>\$ 254,678</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Drug and Alcohol Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Taxes	\$ 42,729	\$ 35,000	\$ 7,729
Use of money and property	499	525	[26]
Total receipts	<u>43,228</u>	<u>\$ 35,525</u>	<u>\$ 7,703</u>
Expenditures			
Contractual services	16,016	\$ 50,000	\$ [33,984]
Capital outlay	24,183	-	24,183
Transfer out	25,184	25,184	-
Total expenditures	<u>65,383</u>	<u>\$ 75,184</u>	<u>\$ [9,801]</u>
Receipts over [under] expenditures	[22,155]		
Unencumbered cash, beginning	<u>176,420</u>		
Unencumbered cash, ending	<u>\$ 154,265</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Soccer Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 10,513	\$ 17,000	\$ [6,487]
Use of money and property	<u>22</u>	<u>-</u>	<u>22</u>
Total receipts	<u>10,535</u>	<u>\$ 17,000</u>	<u>\$ [6,465]</u>
Expenditures			
Personal services	421	\$ 1,220	\$ [799]
Contractual services	2,093	9,870	[7,777]
Commodities	<u>2,559</u>	<u>5,300</u>	<u>[2,741]</u>
Total expenditures	<u>5,073</u>	<u>\$ 16,390</u>	<u>\$ [11,317]</u>
Receipts over [under] expenditures	5,462		
Unencumbered cash, beginning	<u>1,757</u>		
Unencumbered cash, ending	<u>\$ 7,219</u>		

CITY OF BONNER SPRINGS, KANSAS

Park Dedication Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 2,000	\$ 2,000	\$ -
Use of money and property	<u>345</u>	<u>325</u>	<u>20</u>
Total receipts	<u>2,345</u>	<u>\$ 2,325</u>	<u>\$ 20</u>
Expenditures			
Capital outlay	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Total expenditures	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Receipts over [under] expenditures	2,345		
Unencumbered cash, beginning	<u>103,237</u>		
Unencumbered cash, ending	<u>\$ 105,582</u>		

See independent auditor's report on the financial statements.

SCHEDULE 2 - 7

CITY OF BONNER SPRINGS, KANSAS

Risk Management Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Reimbursements	\$ 4,272	\$ -	\$ 4,272
Use of money and property	<u>364</u>	<u>600</u>	<u>[236]</u>
Total receipts	<u>4,636</u>	<u>\$ 600</u>	<u>\$ 4,036</u>
Expenditures			
Contractual services	<u>14,612</u>	\$ 113,354	\$ [98,742]
Total expenditures	<u>14,612</u>	<u>\$ 113,354</u>	<u>\$ [98,742]</u>
Receipts over [under] expenditures		[9,976]	
Unencumbered cash, beginning	<u>112,373</u>		
Unencumbered cash, ending	<u>\$ 102,397</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Senior Center Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Intergovernmental	\$ 6,425	\$ 6,450	\$ [25]
Transfer in	<u>37,912</u>	<u>38,063</u>	<u>[151]</u>
Total receipts	<u>44,337</u>	<u>\$ 44,513</u>	<u>\$ [176]</u>
Expenditures			
Personal services	38,293	\$ 38,795	\$ [502]
Contractual services	1,378	4,717	[3,339]
Commodities	<u>1,590</u>	<u>1,000</u>	<u>590</u>
Total expenditures	<u>41,261</u>	<u>\$ 44,512</u>	<u>\$ [3,251]</u>
Receipts over [under] expenditures	3,076		
Unencumbered cash, beginning	<u>-</u>		
Unencumbered cash, ending	<u>\$ 3,076</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Special Parks and Recreation Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Taxes	\$ 42,729	\$ 40,000	\$ 2,729
Use of money and property	450	1,200	[750]
Total receipts	<u>43,179</u>	<u>\$ 41,200</u>	<u>\$ 1,979</u>
Expenditures			
Capital outlay	116,090	\$ 116,090	\$ -
Transfer out	11,000	11,000	-
Total expenditures	<u>127,090</u>	<u>\$ 127,090</u>	<u>\$ -</u>
Receipts over [under] expenditures	[83,911]		
Unencumbered cash, beginning	<u>137,604</u>		
Unencumbered cash, ending	<u>\$ 53,693</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Street Projects Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Intergovernmental	\$ 841,108	\$ 793,240	\$ 47,868
Use of money and property	1,387	1,000	387
Transfer in	<u>500,000</u>	<u>500,000</u>	<u>-</u>
Total receipts	<u>1,342,495</u>	<u>\$ 1,294,240</u>	<u>\$ 48,255</u>
Expenditures			
Contractual services	<u>1,233,042</u>	<u>\$ 1,354,240</u>	<u>\$ [121,198]</u>
Total expenditures	<u>1,233,042</u>	<u>\$ 1,354,240</u>	<u>\$ [121,198]</u>
Receipts over [under] expenditures	109,453		
Unencumbered cash, beginning	<u>275,551</u>		
Unencumbered cash, ending	<u>\$ 385,004</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Summer Ball Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 12,050	\$ 28,560	\$ [16,510]
Use of money and property	7	-	7
Total receipts	<u>12,057</u>	<u>\$ 28,560</u>	<u>\$ [16,503]</u>
Expenditures			
Personal services	1,685	\$ 4,008	\$ [2,323]
Contractual services	4,434	8,692	[4,258]
Commodities	5,319	14,060	[8,741]
Total expenditures	<u>11,438</u>	<u>\$ 26,760</u>	<u>\$ [15,322]</u>
Receipts over [under] expenditures	619		
Unencumbered cash, beginning	<u>57</u>		
Unencumbered cash, ending	<u>\$ 676</u>		

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CITY OF BONNER SPRINGS, KANSAS

Recreation Program Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 11,423	\$ 148,700	\$ [137,277]
Miscellaneous	3,389	2,500	889
Use of money and property	<u>333</u>	<u>600</u>	<u>[267]</u>
Total receipts	<u>15,145</u>	<u>\$ 151,800</u>	<u>\$ [136,655]</u>
Expenditures			
Personal services	4,963	\$ 101,000	\$ [96,037]
Contractual services	745	19,259	[18,514]
Commodities	<u>4,750</u>	<u>24,500</u>	<u>[19,750]</u>
Total expenditures	<u>10,458</u>	<u>\$ 144,759</u>	<u>\$ [134,301]</u>
Receipts over [under] expenditures	4,687		
Unencumbered cash, beginning	<u>100,784</u>		
Unencumbered cash, ending	<u>\$ 105,471</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Swimming Pool Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 89,487	\$ 133,546	\$ [44,059]
Miscellaneous	850	2,500	[1,650]
Transfer in	<u>89,617</u>	<u>106,739</u>	<u>[17,122]</u>
Total receipts	<u>179,954</u>	<u>\$ 242,785</u>	<u>\$ [62,831]</u>
Expenditures			
Personal services	78,896	\$ 162,800	\$ [83,904]
Contractual services	77,626	55,385	22,241
Commodities	15,156	20,600	[5,444]
Capital outlay	<u>8,276</u>	<u>4,000</u>	<u>4,276</u>
Total expenditures	<u>179,954</u>	<u>\$ 242,785</u>	<u>\$ [62,831]</u>
Receipts over [under] expenditures	-		
Unencumbered cash, beginning	<u>-</u>		
Unencumbered cash, ending	<u>\$ -</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Tiblow Transit Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 7,167	\$ 7,000	\$ 167
Intergovernmental	70,491	72,419	[1,928]
Transfer in	<u>-</u>	<u>11,799</u>	<u>[11,799]</u>
Total receipts	<u>77,658</u>	<u>\$ 91,218</u>	<u>\$ [13,560]</u>
Expenditures			
Personal services	52,094	\$ 75,994	\$ [23,900]
Contractual services	7,303	8,529	[1,226]
Commodities	<u>5,637</u>	<u>6,000</u>	<u>[363]</u>
Total expenditures	<u>65,034</u>	<u>\$ 90,523</u>	<u>\$ [25,489]</u>
Receipts over [under] expenditures	12,624		
Unencumbered cash, beginning	<u>5,020</u>		
Unencumbered cash, ending	<u>\$ 17,644</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Library Sales Tax Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Use of money and property	\$ 1,962	\$ 3,500	\$ [1,538]
Total receipts	<u>1,962</u>	<u>\$ 3,500</u>	<u>\$ [1,538]</u>
Expenditures			
Capital outlay	<u>14,750</u>	<u>\$ 69,000</u>	<u>\$ [54,250]</u>
Total expenditures	<u>14,750</u>	<u>\$ 69,000</u>	<u>\$ [54,250]</u>
Receipts over [under] expenditures	[12,788]		
Unencumbered cash, beginning	<u>597,122</u>		
Unencumbered cash, ending	<u>\$ 584,334</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Bonner Springs Center CID City Contribution Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Transfer in	\$ 72,949	\$ 80,000	\$ [7,051]
Total receipts	<u>72,949</u>	<u>\$ 80,000</u>	<u>\$ [7,051]</u>
Expenditures			
Contractual services	<u>72,949</u>	\$ 80,000	\$ [7,051]
Total expenditures	<u>72,949</u>	<u>\$ 80,000</u>	<u>\$ [7,051]</u>
Receipts over [under] expenditures	-		
Unencumbered cash, beginning	<u>-</u>		
Unencumbered cash, ending	<u>\$ -</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Bonner Springs Center CID Sales Tax Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Intergovernmental	\$ 101,298	\$ 110,000	\$ [8,702]
Total receipts	<u>101,298</u>	<u>\$ 110,000</u>	<u>\$ [8,702]</u>
Expenditures			
Contractual services	101,298	\$ 110,000	\$ [8,702]
Total expenditures	<u>101,298</u>	<u>\$ 110,000</u>	<u>\$ [8,702]</u>
Receipts over [under] expenditures	-		
Unencumbered cash, beginning	<u>-</u>		
Unencumbered cash, ending	<u>\$ -</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Bonner Springs TIF Increment Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Intergovernmental	\$ 264,735	\$ 275,000	\$ [10,265]
Total receipts	<u>264,735</u>	<u>\$ 275,000</u>	<u>\$ [10,265]</u>
Expenditures			
Contractual services	264,735	\$ 275,000	\$ [10,265]
Total expenditures	<u>264,735</u>	<u>\$ 275,000</u>	<u>\$ [10,265]</u>
Receipts over [under] expenditures	-		
Unencumbered cash, beginning	<u>-</u>		
Unencumbered cash, ending	<u>\$ -</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Capital Improvement Sales Tax Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Taxes	\$ 623,022	\$ 520,000	\$ 103,022
Use of money and property	2,793	2,500	293
Total receipts	<u>625,815</u>	<u>\$ 522,500</u>	<u>\$ 103,315</u>
Expenditures			
Transfers out	<u>500,000</u>	<u>\$ 500,000</u>	<u>\$ -</u>
Total expenditures	<u>500,000</u>	<u>\$ 500,000</u>	<u>\$ -</u>
Receipts over [under] expenditures	125,815		
Unencumbered cash, beginning	<u>691,780</u>		
Unencumbered cash, ending	<u>\$ 817,595</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Cemetery Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 54,245	\$ 36,150	\$ 18,095
Transfer in	51,089	78,860	[27,771]
Total receipts	<u>105,334</u>	<u>\$ 115,010</u>	<u>\$ [9,676]</u>
Expenditures			
Personal services	75,876	\$ 74,922	\$ 954
Contractual services	26,640	33,288	[6,648]
Commodities	2,818	6,800	[3,982]
Total expenditures	<u>105,334</u>	<u>\$ 115,010</u>	<u>\$ [9,676]</u>
Receipts over [under] expenditures	-		
Unencumbered cash, beginning	<u>-</u>		
Unencumbered cash, ending	<u>\$ -</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Emergency Services Capital Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Taxes	\$ 623,022	\$ 520,000	\$ 103,022
Use of money and property	2,003	1,500	503
Total receipts	<u>625,025</u>	<u>\$ 521,500</u>	<u>\$ 103,525</u>
Expenditures			
Capital outlay	115,699	\$ 230,000	\$ [114,301]
Debt service			
Principal	229,206	-	229,206
Interest	19,063	-	19,063
Transfer out	-	248,269	[248,269]
Total expenditures	<u>363,968</u>	<u>\$ 478,269</u>	<u>\$ [114,301]</u>
Receipts over [under] expenditures	261,057		
Unencumbered cash, beginning	<u>495,646</u>		
Unencumbered cash, ending	<u>\$ 756,703</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Nonbudgeted Special Purpose Funds - Actual *
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021

	FEMA Mitigation Grant	2020-A Bonds	Inspect Engineering Reimbursement	Asset Forfeiture	Senior Center Activities	Senior Center Scholarship
Receipts						
Use of money and property	\$ -	\$ 2,108	\$ -	\$ 11	\$ -	\$ 1
Intergovernmental	-	-	-	-	-	-
Reimbursements	-	-	14,596	-	-	-
Charges for services	-	-	-	-	1,450	-
Miscellaneous	-	-	-	-	-	411
Total receipts	-	2,108	14,596	11	1,450	412
Expenditures						
Contractual services	-	-	14,596	-	-	74
Commodities	-	-	-	-	-	-
Capital outlay	-	-	-	1,555	-	-
Transfer out	-	1,230,459	-	-	3,101	-
Total expenditures	-	1,230,459	14,596	1,555	3,101	74
Receipts over [under] expenditures	-	[1,228,351]	-	[1,544]	[1,651]	338
Unencumbered cash, beginning	[259]	1,228,351	[259,596]	4,059	1,651	252
Prior year cancelled encumbrances	-	-	245,000	-	-	-
Unencumbered cash, ending	\$ [259]	\$ -	\$ [14,596]	\$ 2,515	\$ -	\$ 590

* These funds are not required to be budgeted.

PHA Investment	Recreation Scholarship	Centennial Park	CDBG Funding Agreement	Fire Equipment Grant	LLEBG Grant	American Rescue Plan Act	Total
\$ 320	\$ 98	\$ -	\$ -	\$ -	\$ -	\$ 673	\$ 3,211
-	-	-	-	-	-	603,264	603,264
-	-	-	-	-	-	-	14,596
-	-	-	-	-	-	-	1,450
-	20	150	-	-	-	-	581
<u>320</u>	<u>118</u>	<u>150</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>603,937</u>	<u>623,102</u>
196,924	1,369	-	774	-	-	-	213,737
-	-	81	-	-	-	-	81
-	-	-	-	-	-	-	1,555
-	-	-	-	-	-	603,937	1,837,497
<u>196,924</u>	<u>1,369</u>	<u>81</u>	<u>774</u>	<u>-</u>	<u>-</u>	<u>603,937</u>	<u>2,052,870</u>
<u>[196,604]</u>	<u>[1,251]</u>	<u>69</u>	<u>[774]</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>[1,429,768]</u>
196,604	30,472	538	774	9,476	132	-	1,212,454
-	-	-	-	-	-	-	245,000
<u>\$ -</u>	<u>\$ 29,221</u>	<u>\$ 607</u>	<u>\$ -</u>	<u>\$ 9,476</u>	<u>\$ 132</u>	<u>\$ -</u>	<u>\$ 27,686</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Bond and Interest Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Taxes	\$ 898,597	\$ 889,749	\$ 8,848
Special assessments	118,219	105,000	13,219
Use of money and property	3,305	3,000	305
Transfer in	<u>67,000</u>	<u>1,338,436</u>	<u>[1,271,436]</u>
Total receipts	<u>1,087,121</u>	<u>\$ 2,336,185</u>	<u>\$ [1,249,064]</u>
Expenditures			
Debt service			
Principal	534,417	\$ 1,590,000	\$ [1,055,583]
Interest	532,332	748,185	[215,853]
Cash basis reserve	<u>-</u>	<u>522,278</u>	<u>[522,278]</u>
Total expenditures	<u>1,066,749</u>	<u>\$ 2,860,463</u>	<u>\$ [1,793,714]</u>
Receipts over [under] expenditures	20,372		
Unencumbered cash, beginning	<u>509,878</u>		
Unencumbered cash, ending	<u>\$ 530,250</u>		

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CITY OF BONNER SPRINGS, KANSAS

Capital Project Funds - Actual *
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021

	Police Facility	Bonner Pointe TIF	Water Treatment Plant	Government Services Center
Receipts				
Use of money and property	\$ -	\$ -	\$ -	\$ -
Trust proceeds	-	-	-	-
Loan proceeds	-	-	331,965	-
Transfer in	131,697	-	617,441	1,238,339
Total receipts	<u>131,697</u>	<u>-</u>	<u>949,406</u>	<u>1,238,339</u>
Expenditures				
Contractual services	22,643	-	949,406	55,590
Commodities	7,214	-	-	3,400
Capital outlay	-	-	-	79,864
Transfer out	-	-	-	-
Total expenditures	<u>29,857</u>	<u>-</u>	<u>949,406</u>	<u>138,854</u>
Receipts over [under] expenditures	101,840	-	-	1,099,485
Unencumbered cash, beginning	<u>[379,685]</u>	<u>2,343</u>	<u>-</u>	<u>[1,199,103]</u>
Unencumbered cash, ending	<u>\$ [277,845]</u>	<u>\$ 2,343</u>	<u>\$ -</u>	<u>\$ [99,618]</u>

* These funds are not required to be budgeted.

Powell Drive/ 43rd Street	Sidewalk Escrow	Equipment Reserve	Capital Improvement Reserve	JoCo Riverfront Park	Total
\$ 953	\$ 150	\$ 1,551	\$ 6,982	\$ 640	\$ 10,276
-	-	-	-	321,661	321,661
-	-	-	-	-	331,965
-	-	-	-	-	1,987,477
<u>953</u>	<u>150</u>	<u>1,551</u>	<u>6,982</u>	<u>322,301</u>	<u>2,651,379</u>
-	-	-	40,571	-	1,068,210
-	-	-	-	-	10,614
-	-	144,905	77,059	-	301,828
-	-	-	139,577	-	139,577
-	-	144,905	257,207	-	1,520,229
953	150	[143,354]	[250,225]	322,301	1,131,150
<u>287,531</u>	<u>45,238</u>	<u>510,841</u>	<u>2,181,966</u>	<u>-</u>	<u>1,449,131</u>
<u>\$ 288,484</u>	<u>\$ 45,388</u>	<u>\$ 367,487</u>	<u>\$ 1,931,741</u>	<u>\$ 322,301</u>	<u>\$ 2,580,281</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Solid Waste Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 479,099	\$ 479,734	\$ [635]
Use of money and property	450	600	[150]
Total receipts	<u>479,549</u>	<u>\$ 480,334</u>	<u>\$ [785]</u>
Expenditures			
Contractual services	452,754	\$ 452,754	\$ -
Transfer out	<u>23,942</u>	<u>23,942</u>	-
Total expenditures	<u>476,696</u>	<u>\$ 476,696</u>	<u>\$ -</u>
Receipts over [under] expenditures	2,853		
Unencumbered cash, beginning	<u>115,639</u>		
Unencumbered cash, ending	<u>\$ 118,492</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Wastewater Collection/Treatment Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 2,199,093	\$ 2,087,800	\$ 111,293
Miscellaneous	1,040	520	520
Use of money and property	2,670	2,400	270
Transfer in	<u>2,551</u>	<u>4,000</u>	<u>[1,449]</u>
Total receipts	<u>2,205,354</u>	<u>\$ 2,094,720</u>	<u>\$ 110,634</u>
Expenditures			
Personal services	489,634	\$ 490,542	\$ [908]
Contractual services	604,814	613,475	[8,661]
Commodities	53,473	55,500	[2,027]
Capital outlay	119,636	126,100	[6,464]
Debt service:			
Principal	462,932	-	462,932
Interest and other charges	120,396	-	120,396
Transfer out	<u>116,575</u>	<u>699,903</u>	<u>[583,328]</u>
Total expenditures	<u>1,967,460</u>	<u>\$ 1,985,520</u>	<u>\$ [18,060]</u>
Receipts over [under] expenditures	237,894		
Unencumbered cash, beginning	<u>624,936</u>		
Unencumbered cash, ending	<u>\$ 862,830</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Water Treatment/Distribution Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 2,763,027	\$ 2,628,197	\$ 134,830
Miscellaneous	16,357	617	15,740
Use of money and property	<u>5,022</u>	<u>5,000</u>	<u>22</u>
Total receipts	<u>2,784,406</u>	<u>\$ 2,633,814</u>	<u>\$ 150,592</u>
Expenditures			
Personal services	546,910	\$ 566,742	\$ [19,832]
Contractual services	354,436	407,203	[52,767]
Commodities	489,848	449,100	40,748
Capital outlay	229,364	250,000	[20,636]
Debt service:			
Principal	349,282	54,532	294,750
Interest and other charges	65,403	-	65,403
Transfer out	<u>191,414</u>	<u>538,063</u>	<u>[346,649]</u>
Total expenditures	<u>2,226,657</u>	<u>\$ 2,265,640</u>	<u>\$ [38,983]</u>
Receipts over [under] expenditures	557,749		
Unencumbered cash, beginning	1,264,039		
Prior year cancelled encumbrance	<u>1,422</u>		
Unencumbered cash, ending	<u>\$ 1,823,210</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Stormwater Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budget</u>	Variance- Over <u>[Under]</u>
Receipts			
Charges for services	\$ 111,538	\$ 111,155	\$ 383
Use of money and property	475	500	[25]
Total receipts	<u>112,013</u>	<u>\$ 111,655</u>	<u>\$ 358</u>
Expenditures			
Contractual services	52,166	\$ 99,200	\$ [47,034]
Commodities	1,141	-	1,141
Debt service:			
Principal	53,808	-	53,808
Interest and other charges	25,878	-	25,878
Transfer out	5,637	85,323	[79,686]
Total expenditures	<u>138,630</u>	<u>\$ 184,523</u>	<u>\$ [45,893]</u>
Receipts over [under] expenditures	[26,617]		
Unencumbered cash, beginning	<u>134,751</u>		
Unencumbered cash, ending	<u>\$ 108,134</u>		

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Trust Funds - Actual *
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2021

	Law Enforcement <u>Trust</u>
Receipts	
Use of money and property	\$ 1
Miscellaneous	<u>479</u>
Total receipts	<u>480</u>
Expenditures	
Contractual services	-
Commodities	-
Capital outlay	<u>1,470</u>
Total expenditures	<u>1,470</u>
Receipts over [under] expenditures	[990]
Unencumbered cash, beginning	<u>1,085</u>
Unencumbered cash, ending	<u><u>\$ 95</u></u>

* These funds are not required to be budgeted.

Senior Center <u>Trust</u>	Bonner Beautiful <u>Trust</u>	Cemetery <u>Trust</u>	Police Canine <u>Trust</u>	Police <u>Trust</u>	<u>Total</u>
\$ 51	\$ 5	\$ 10	\$ 5	\$ 2	\$ 74
9	265	100	-	-	853
<u>60</u>	<u>270</u>	<u>110</u>	<u>5</u>	<u>2</u>	<u>927</u>
-	-	50	2,000	-	2,050
-	60	-	-	300	360
-	-	-	-	-	1,470
<u>-</u>	<u>60</u>	<u>50</u>	<u>2,000</u>	<u>300</u>	<u>3,880</u>
60	210	60	[1,995]	[298]	[2,953]
<u>15,230</u>	<u>1,428</u>	<u>2,824</u>	<u>2,686</u>	<u>848</u>	<u>24,101</u>
<u>\$ 15,290</u>	<u>\$ 1,638</u>	<u>\$ 2,884</u>	<u>\$ 691</u>	<u>\$ 550</u>	<u>\$ 21,148</u>

See independent auditor's report on the financial statements.

SCHEDULE 3

CITY OF BONNER SPRINGS, KANSAS

Bonner Springs City Library
 Schedule of Receipts and Expenditures - Related Municipal Entity
 Regulatory Basis
 For the Year Ended December 31, 2021

Receipts	
State appropriations	\$ 2,247
County appropriations	434,886
City appropriations	235,807
Grants	20,699
Charges for services	14,981
Miscellaneous	1,012
Use of money and property	739
Donations	<u>4,522</u>
Total receipts	<u>714,893</u>
Expenditures	
Personal services	408,721
Contractual services	272,878
Commodities	4,189
Capital outlay	<u>6,202</u>
Total expenditures	<u>691,990</u>
Receipts over [under] expenditures	22,903
Unencumbered cash, beginning	<u>225,291</u>
Unencumbered cash, ending	<u>\$ 248,194</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Agency Funds
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2021

<u>Funds</u>	Beginning Cash <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	Ending Cash <u>Balance</u>
Clearing	\$ -	\$ 48,916	\$ 48,916	\$ -
Payroll Clearing	-	2,400	6,219	[3,819]
Court and Service Bond	17,216	67,160	33,480	50,896
Alcohol Drug and Safety	26,086	-	-	26,086
Public Housing Clearing	[391]	71,602	71,211	-
Total	<u>\$ 42,911</u>	<u>\$ 190,078</u>	<u>\$ 159,826</u>	<u>\$ 73,163</u>

See independent auditor's report on the financial statements.

CITY OF BONNER SPRINGS, KANSAS

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Expenditures
<u>U.S. Department of Agriculture</u>		
Passed Through Kansas State University: Cooperative Forestry Assistance	10.664	\$ <u>1,491</u>
Total U.S. Department of Agriculture		<u>1,491</u>
<u>U.S. Department of Homeland Security</u>		
Assistance to Firefighters Grant	97.044	61,810
Passed Through Kansas Adjutant General's Department: Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	<u>4,012</u>
Total U.S. Department of Homeland Security		<u>65,822</u>
<u>U.S. Department of the Treasury</u>		
Passed Through Unified Government of Wyandotte County and Kansas City, Kansas: Coronavirus Relief Fund	21.019	60,208
Passed Through Kansas Governor's Office: Coronavirus State and Local Fiscal Recovery Funds	21.027	<u>603,264</u>
Total U.S. Department of the Treasury		<u>663,472</u>
<u>U.S. Department of Transportation</u>		
Formula Grants for Rural Areas and Tribal Transit	20.509	<u>70,491</u>
Passed Through Kansas Department of Transportation: Highway Safety Cluster:		
State and Community Highway Safety	20.600	6,009
National Priority Safety Programs	20.616	<u>446</u>
Total Highway Safety Cluster		<u>6,455</u>
Total U.S. Department of Transportation		<u>76,946</u>
Total Expenditures of Federal Awards		<u>\$ 807,731</u>

The accompanying notes are an integral part of this schedule.

CITY OF BONNER SPRINGS, KANSAS

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2021

1. Organization

The City of Bonner Springs, Kansas, (the City), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. The City elected not to use the 10% de minimis indirect cost rate.

3. Local Government Contributions

Local cost sharing 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. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the City's grant programs for economy and efficiency and program results that may result in disallowed costs to the City. However, management does not believe such audits would result in any disallowed costs that would be material to the City's financial position at December 31, 2021.

5. Outstanding Loans

The City did not have any outstanding loans under any federal grants as of December 31, 2021.

6. Pass Through Numbers

Pass through numbers have not been assigned to pass through grants on the Schedule of Expenditures of Federal Awards.

CITY OF BONNER SPRINGS, KANSAS

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	<u>Unmodified (Regulatory Basis)</u> <u>Adverse (GAAP)</u>
Internal control over financial reporting:	
Material weakness(es) identified?	_____ Yes <u> X </u> No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes <u> X </u> None reported
Noncompliance material to financial statements noted?	_____ Yes <u> X </u> No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	_____ Yes <u> X </u> No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes <u> X </u> None reported
Type of auditor's report issued on compliance for major programs:	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Uniform Guidance?	_____ Yes <u> X </u> No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.027	Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between type A and type B programs:	<u>\$750,000</u>
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Auditee qualified as low-risk auditee?	_____ Yes <u> X </u> No
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CITY OF BONNER SPRINGS, KANSAS

Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2021

Section II - Financial Statement Findings

Prior Year Findings

Finding 2020-1

Condition: Material adjustments were identified related to retainage payable and investments held by the housing authority.

Criteria: Management is responsible for designing internal controls that are sufficient to ensure that financial statement balances are appropriately reported.

Context: After reviewing housing authority balances, an adjusting journal entry was required to properly report investment balances which resulted in a prior period adjustment in the amount of \$195,284. Retainage payable was identified during testing in the amount of \$701,671 that had not been recorded.

Cause: Internal controls over the financial reporting process were not sufficient to identify the entries noted above.

Effect: Financial statement balances could be materially misstated.

Recommendations: We recommend that management review and updated policies and procedures related to the financial reporting process to ensure that balances are appropriately stated.

Status: Resolved

Current Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Prior Year Findings

None Noted.

Current Year Findings

None Noted.

INDEPENDENT AUDITOR'S 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"

Mayor and City Council
City of Bonner Springs, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*, the financial statements of the City of Bonner Springs, 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's basic financial statements, and have issued our report thereon dated April 8, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's 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's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal controls 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 financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charge 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 or significant deficiencies may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

April 8, 2022

AUDITING ACCOUNTING CONSULTING

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Mayor and City Council
City of Bonner Springs, Kansas

Report on Compliance for Each Major Federal Program

We have audited the compliance of the City of Bonner Springs, Kansas (the City), with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2021. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City 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 (*Government Auditing Standards*); 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 responsibilities 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 the City and to meet our other 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 the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirement 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 grants agreements applicable to the City's 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 of the City's 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 judgement made by a reasonable user of the report on compliance about the City's 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 judgement 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 Example Entity's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the City's 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 the City's 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.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 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 the 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 the internal control over compliance that might be material weaknesses or significant deficiencies. Given these limitations, 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 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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the City as of and for the year ended December 31, 2021, and have issued our report thereon dated April 8, 2022, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. 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 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

April 8, 2022