

CITY OF VALLEY CENTER, KANSAS

FINANCIAL STATEMENTS

Year Ended December 31, 2020

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CITY OF VALLEY CENTER, KANSAS

FINANCIAL STATEMENTS
Year Ended December 31, 2020

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Valley Center, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the municipal financial reporting entity of the City of Valley Center, Kansas (the City), as of and for the year ended December 31, 2020 and the related notes to the financial statement.

Management's Responsibility 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 to meet the financial reporting requirements of the State of Kansas; 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. 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*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

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" paragraph, the 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, 2020, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the 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, 2020, 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.

Other Matters 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, and the summary of receipts and disbursements-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.

Other Matter

The 2019 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget (Schedule 2 as listed in the table of contents) for the year ended December 31, 2019, is presented for purposes of additional analysis and is not a required part of the basic financial statement.

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 Valley City, Kansas as of and for the year ended December 31, 2019 (not presented herein) and have issued our report thereon dated June 1, 2020 which contained an unmodified opinion on the basic financial statement. The 2019 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 <https://admin.ks.gov/offices/oar/municipalservices>. The 2019 actual column (2019 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 purposes of additional analysis and is not a required part of the basic financial statement. Such 2019 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 2019 basic financial statement. The 2019 comparative information was subjected to the auditing procedures applied in the audit of the 2019 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 2019 basic financial statement or to the 2019 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 2019 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, 2019, on the basis of accounting described in Note 1.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

April 21, 2021

CITY OF VALLEY CENTER, KANSAS
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended December 31, 2020

<u>Funds</u>	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
General Fund:							
General	\$ 860,779	\$ -	\$ 3,372,955	\$ 3,060,101	\$ 1,173,633	\$ 64,874	\$ 1,238,507
Special Purpose Funds:							
Library	-	-	275,037	274,702	335	-	335
Employee Benefits	177,462	-	876,830	700,046	354,246	582	354,828
Emergency Equipment	105,437	-	67,540	37,319	135,658	-	135,658
Special Highway	421,115	-	1,088,894	1,071,282	438,727	7,121	445,848
Equipment Reserve	358,739	-	79,778	111,538	326,979	-	326,979
Alcohol and Drug Safety Action Program	1,049	-	3	-	1,052	-	1,052
Active Aging	1	-	-	1	-	-	-
Special Alcohol & Drug	41,304	-	6,796	43,001	5,099	-	5,099
Special Parks and Recreation	20,452	-	6,736	-	27,188	-	27,188
Drug Tax	5,347	-	14	-	5,361	-	5,361
Building Equipment Reserve	119,805	-	326	-	120,131	-	120,131
Park Beautification	2,202	-	6	-	2,208	-	2,208
D.A.R.E.	1,347	-	503	303	1,547	-	1,547
Law Enforcement	2,500	-	7	-	2,507	-	2,507
Land Bank Reserve	35,571	-	45,060	2,360	78,271	-	78,271
Public Safety Training	-	-	525	-	525	-	525
Gifts & Grants	-	-	177,682	172,747	4,935	-	4,935
Bond and Interest Fund:							
Bond and Interest	1,147,580	-	8,798,392	8,822,522	1,123,450	-	1,123,450
Capital Projects Funds:							
Capital Projects	6,396,297	-	4,717,058	10,276,122	837,233	-	837,233
Business Funds:							
Water	3,331,219	-	2,453,386	2,048,250	3,736,355	10,585	3,746,940
Sewer	1,341,616	-	1,321,334	1,287,972	1,374,978	18,088	1,393,066
Stormwater	213,808	-	320,163	287,745	246,226	139	246,365
Solid Waste	158,638	-	495,823	494,976	159,485	-	159,485
Total Primary Government	14,742,268	-	24,104,848	28,690,987	10,156,129	101,389	10,257,518
Related Municipal Entities:							
Valley Center Public Library	37,778	-	323,405	269,413	91,770	4,051	95,821
Total Reporting Entity	\$ 14,780,046	\$ -	\$ 24,428,253	\$ 28,960,400	\$ 10,247,899	\$ 105,440	\$ 10,353,339

Composition of Cash:

Intrust Bank	
Operating	\$ 9,259,409
Money Market	186,469
Halstead Bank	
Checking	705,724
Emprise Bank	
Certificate of Deposit	105,915
Chisolm Trail State Bank	
Library Checking	5,795
Library Money Market	89,927
Library Petty Cash	100
Total Reporting Entity	\$ 10,353,339

CITY OF VALLEY CENTER, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
Year Ended December 31, 2020

NOTE 1 - Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Valley Center (the City) is a municipal corporation governed by a mayor and eight-member council. This financial statement presents the City (the primary government) and the Valley Center Public Library (related municipal entity) for which the City is considered to be financially accountable. 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 City of Valley Center 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 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.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the City for the year ended December 31, 2020:

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 Projects 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).

CITY OF VALLEY CENTER, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
Year Ended December 31, 2020

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. During the year ended December 31, 2020, the City amended the budget for the Special Alcohol and Bond & Interest 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. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

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

A legal operating budget is not required for capital project funds and certain special purpose funds including: Equipment Reserve, Alcohol and Drug Safety Action Program, Active Aging, Drug Tax, Building Equipment Reserve, Park Beautification, D.A.R.E., Law Enforcement, Land Bank Reserve, Public Safety Training and Gifts & Grants funds.

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

Deposits. 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.

Investments. 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. As of December 31, 2020, the City held no such investments.

CITY OF VALLEY CENTER, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
Year Ended December 31, 2020

NOTE 2 - Deposits and Investments (Continued)

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

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has no designated "peak periods". All deposits were legally secured at December 31, 2020.

At December 31, 2020, the City's and Library's carrying amounts of deposits were \$10,257,518 and \$95,821, respectively, and the bank balances were \$10,302,647 and \$101,817, respectively. The City's bank balances were held by three banks and the Library's bank balances was held by one bank, resulting in a concentration of credit risk. Of the City's bank balance, \$605,915 was covered by federal depository insurance and the remaining balance of \$9,696,732 was collateralized with securities held by the pledging financial institutions' agents in the City's name. Of the Library's bank balance, \$101,817 was covered by federal depository insurance.

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 3 - Defined Benefit Pension

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.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1.00% contribution rate for the Death and Disability Program) and the statutory contribution rate 8.61% for the fiscal year ended December 31, 2020. Contributions to the pension plan from the City were \$224,557 for the year ended December 31, 2020.

Net Pension Liability. At December 31, 2020, the City's proportionate share of the collective net pension liability reported by KPERS was \$2,310,475. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup of KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

CITY OF VALLEY CENTER, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
Year Ended December 31, 2020

NOTE 3 - Defined Benefit Pension (Continued)

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 publically available on the KPERs website at www.kpers.org or can be obtained as described above.

NOTE 4 - Long-Term Debt

Following is a summary of changes in long-term debt for the year ended December 31, 2020:

	Balance January 1, 2020	Additions	Reductions	Balance December 31, 2020	Interest Paid
Paid by Taxes:					
General Obligation Bonds	\$ 19,555,000	\$ 11,050,000	\$ 7,985,000	\$ 22,620,000	\$ 736,613
Temporary Notes	4,895,000	-	4,895,000	-	53,525
Capital Leases	-	150,004	-	150,004	-
	<u>\$ 24,450,000</u>	<u>\$ 11,200,004</u>	<u>\$ 12,880,000</u>	<u>\$ 22,770,004</u>	<u>\$ 790,138</u>
Paid by Utility Revenues:					
KDHE Revolving Loan	\$ 1,671,503	\$ -	\$ 167,738	\$ 1,503,765	\$ 40,909
Total	<u>\$ 26,121,503</u>	<u>\$ 11,200,004</u>	<u>\$ 13,047,738</u>	<u>\$ 24,273,769</u>	<u>\$ 831,047</u>

General Obligation Bonds. Following is a detailed listing of the City's outstanding general obligation debt:

Description	Interest Rates	Amount Outstanding	Original Amount	Date of Issuance	Final Maturity
Paid by taxes					
G.O. Bonds issued:					
Series 2016-1	2.00% - 3.00%	\$ 3,840,000	\$ 4,490,000	6/1/2016	12/1/2036
Series 2017-1	2.00% - 3.35%	2,365,000	3,030,000	11/1/2017	12/1/2032
Series 2018-1	2.65% - 3.65%	1,470,000	1,470,000	8/23/2018	12/1/2038
Series 2019-1	3.00% - 4.00%	3,895,000	3,980,000	5/23/2019	12/1/2039
Series 2020-1	2.00% - 4.00%	4,510,000	4,510,000	2/6/2020	12/1/2044
Series 2020-2	1.00% - 2.00%	<u>6,540,000</u>	<u>6,540,000</u>	9/24/2020	12/1/2033
		<u>\$ 22,620,000</u>	<u>\$ 24,020,000</u>		

CITY OF VALLEY CENTER, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
Year Ended December 31, 2020

NOTE 4 - Long-Term Debt (Continued)

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

Year Ending December 31,	Principal	Interest	Totals
2021	\$ 1,460,000	\$ 584,989	\$ 2,044,989
2022	1,525,000	529,133	2,054,133
2023	1,495,000	491,548	1,986,548
2024	1,585,000	453,625	2,038,625
2025	1,485,000	412,980	1,897,980
2026 - 2030	6,392,500	1,522,980	7,915,480
2031 - 2035	5,142,500	829,770	5,972,270
2036 - 2040	2,740,000	271,458	3,011,458
2041 - 2044	795,000	46,170	841,170
	<u>\$ 22,620,000</u>	<u>\$ 5,142,651</u>	<u>\$ 27,762,651</u>

On February 6, 2020, the City issued General Obligation Bonds, Series 2020-1 in the amount of \$4,510,000. The bonds carry an interest rate of 2.00% to 4.00% with a final maturity date of December 1, 2044. The proceeds of the bonds were used to refund a portion of the City's outstanding Temporary Notes, Series 2018-1 and Series 2019-1.

On September 24, 2020, the City issued General Obligation Bonds, Series 2020-2 in the amount of \$6,540,000. The bonds carry an interest rate of 1.00% to 2.00% with a final maturity date of December 1, 2033. The proceeds of the bonds were used to refund a portion of the City's outstanding General Obligation Bonds, Series 2010-1, Series 2012-1, Series 2012-2, and Series 2013-1. As a result of the refunding, the Series 2010-1, Series 2012-1, Series 2012-2 and Series 2013-1 bonds were considered defeased and the liability was removed from the City's financial statements. The transaction resulted in an economic gain of \$893,938 and a reduction of \$893,938 in future debt payments.

Revolving Loans. Following is a listing of the City's Kansas Water Pollution Control Loan:

Propose	Description	Outstanding Balance
KDHE Project No. C20 1740 01 WWTP	KDHE Project No. C20 1740 01 WWTP	<u>\$ 1,503,765</u>

The debt service requirements to the maturity date are as follows:

Year Ending December 31,	Principal	Interest	Total
2021	\$ 171,975	\$ 33,019	\$ 204,994
2022	176,319	29,108	205,427
2023	180,772	25,099	205,871
2024	185,338	20,988	206,326
2025	190,019	16,773	206,792
2026-2028	599,342	23,950	623,292
Total	<u>\$ 1,503,765</u>	<u>\$ 148,937</u>	<u>\$ 1,652,702</u>

CITY OF VALLEY CENTER, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
Year Ended December 31, 2020

NOTE 4 - Long-Term Debt (Continued)

Capital Leases. The City has entered into lease agreements as lessee for financing the acquisition of equipment. The following is information regarding these leases:

<u>Capital Leases</u>	<u>Interest Rate</u>	<u>Amount Outstanding</u>	<u>Original Amount</u>	<u>Date of Issue</u>	<u>Final Maturity</u>
2018 Street Sweeper	3.125%	<u>\$ 150,004</u>	<u>\$ 150,004</u>	1/17/2020	1/1/2025

The debt service requirements to maturity are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2021	\$ 28,313	\$ 4,557	\$ 32,870
2022	29,015	3,856	32,871
2023	29,934	2,936	32,870
2024	30,883	1,988	32,871
2025	<u>31,859</u>	<u>1,012</u>	<u>32,871</u>
Total	<u>\$ 150,004</u>	<u>\$ 14,349</u>	<u>\$ 164,353</u>

Special Assessments. As provided by Kansas statutes, projects financed in part by special assessments are financed through general obligation bonds of the City and are retired from the Bond and Interest Fund. Special assessments paid prior to the issuance of bonds are recorded as regulatory receipts in the appropriate project. Special assessments received after the issuance of bonds are recorded as regulatory receipts in the Bond and Interest Fund. The special assessments receivable are not recorded as regulatory receipts when levied against the respective property owners as such amounts are not available to finance current year operations. The special assessment debt is a contingent liability of the City to the extent of property owner defaults which have historically been immaterial.

NOTE 5 - Commitments and 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 disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are 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 will not have a material effect on the financial Statement of the City as of December 31, 2020.

NOTE 6 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; 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.

CITY OF VALLEY CENTER, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
Year Ended December 31, 2020

NOTE 7 - Compensated Absences

It is the City's policy to pay employees' accrued vacation pay upon termination of employment, subject to the maximum hours of accumulation authorized in the following schedule:

<u>Work Years</u>	Days	
	<u>Days Earned</u>	<u>Days Available To Use</u>
Initial employment through first anniversary	10	0
2nd through 5th anniversary	10	10
6th through 8th anniversary	12	12
9th through 14th anniversary	14	14
15th through 20th anniversary	18	18
21st anniversary and thereafter	20	20

As of December 31, 2020, the liability for earned vacation pay was \$116,463.

NOTE 8 - Interfund Transfers

A reconciliation of transfers by fund type for 2020 follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
Water	Bond & Interest	\$ 354,500	K.S.A. 12-825d
Stormwater	Bond & Interest	200,000	K.S.A. 12-825d
Water	General	65,000	K.S.A. 12-825d
Sewer	General	50,000	K.S.A. 12-825d
Stormwater	General	10,000	K.S.A. 12-825d
Solid Waste	General	40,000	K.S.A. 12-825d
		<u>\$ 719,500</u>	

NOTE 9 - 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. There is no cost to the City under this program.

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, 2020.

CITY OF VALLEY CENTER, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

Year Ended December 31, 2020

NOTE 10 - Employee Health Care

The City has established a program to pay medical claims of covered employees through a stop-loss, self-funded healthcare insurance plan. Health insurance claims are paid monthly to the insurance provider up to a maximum accumulated attachment point. The attachment point is based on the number of employees enrolled and the type of plan each employee is enrolled in each month. The attachment point resets each January 1st. As of December 31, 2020, all claims have been paid and the annual attachment point limit for the year has been met. Therefore, no liability exists as of December 31, 2020.

NOTE 11 - Contingencies

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

CITY OF VALLEY CENTER, KANSAS
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2020

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Over [Under]</u>
General Funds:					
General	\$ 3,127,329	\$ -	\$ 3,127,329	\$ 3,060,101	\$ 67,228
Special Purpose Funds:					
Library	280,000	-	280,000	274,702	5,298
Employee Benefits	881,000	-	881,000	700,046	180,954
Emergency Equipment	128,837	-	128,837	37,319	91,518
Special Highway	1,108,900	150,004	1,258,904	1,071,282	187,622
Special Alcohol & Drug	45,807	-	45,807	43,001	2,806
Special Parks and Recreation	4,000	-	4,000	-	4,000
Bond and Interest Funds:					
Bond and Interest	2,120,528	6,846,990	8,967,518	8,822,522	144,996
Business Funds:					
Water	1,974,645	75,000	2,049,645	2,048,250	1,395
Sewer	1,217,917	72,825	1,290,742	1,287,972	2,770
Stormwater	337,775	-	337,775	287,745	50,030
Solid Waste	516,648	-	516,648	494,976	21,672

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Taxes	\$ 1,896,327	\$ 1,885,388	\$ 1,407,473	\$ 477,915
Intergovernmental	643,505	658,924	-	658,924
Licenses and permits	134,772	226,693	650,850	[424,157]
Fines and fees	147,368	139,751	151,000	[11,249]
Use of money and property	18,288	9,189	1,000	8,189
Charges for services	3,000	2,000	16,100	[14,100]
Reimbursement	122,113	279,652	116,155	163,497
Miscellaneous	135,463	6,358	169,000	[162,642]
Transfers in	-	165,000	-	165,000
Total Receipts	<u>3,100,836</u>	<u>3,372,955</u>	<u>\$ 2,511,578</u>	<u>\$ 861,377</u>
Expenditures				
General Government:				
Administration	670,708	601,648	\$ 649,323	\$ 47,675
Public Works:				
Community development	230,754	190,677	188,700	[1,977]
Public Safety:				
Police department	1,149,024	1,240,981	1,175,711	[65,270]
Fire department	338,744	374,969	381,850	6,881
Legal and municipal court	161,994	156,829	139,480	[17,349]
Culture and Recreation:				
Parks	529,395	494,997	592,265	97,268
Total Expenditures	<u>3,080,619</u>	<u>3,060,101</u>	<u>\$ 3,127,329</u>	<u>\$ 67,228</u>
Receipts Over [Under] Expenditures	20,217	312,854		
Unencumbered Cash, Beginning	<u>840,562</u>	<u>860,779</u>		
Unencumbered Cash, Ending	<u>\$ 860,779</u>	<u>\$ 1,173,633</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
LIBRARY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ 258,421	\$ 275,037	\$ 277,023	\$ [1,986]
Total Receipts	<u>258,421</u>	<u>275,037</u>	<u>\$ 277,023</u>	<u>\$ [1,986]</u>
Expenditures				
Culture and recreation appropriation	<u>259,423</u>	<u>274,702</u>	<u>\$ 280,000</u>	<u>\$ 5,298</u>
Total Expenditures	<u>259,423</u>	<u>274,702</u>	<u>\$ 280,000</u>	<u>\$ 5,298</u>
Receipts Over [Under] Expenditures	[1,002]	335		
Unencumbered Cash, Beginning	<u>1,002</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 335</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
 EMPLOYEE BENEFITS FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2020
 (With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year <u>Actual</u>	Current Year		Variance Over <u>[Under]</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ 567,308	\$ 864,730	\$ 879,709	\$ [14,979]
Use of money and property	3,355	482	-	482
Reimbursements	<u>16,378</u>	<u>11,618</u>	<u>-</u>	<u>11,618</u>
Total Receipts	<u>587,041</u>	<u>876,830</u>	<u>\$ 879,709</u>	<u>\$ [2,879]</u>
Expenditures				
Personal services	577,379	608,253	\$ 869,000	\$ 260,747
Insurance claims	<u>144,732</u>	<u>91,793</u>	<u>12,000</u>	<u>[79,793]</u>
Total Expenditures	<u>722,111</u>	<u>700,046</u>	<u>\$ 881,000</u>	<u>\$ 180,954</u>
Receipts Over [Under] Expenditures	[135,070]	176,784		
Unencumbered Cash, Beginning	<u>312,532</u>	<u>177,462</u>		
Unencumbered Cash, Ending	<u>\$ 177,462</u>	<u>\$ 354,246</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
 EMERGENCY EQUIPMENT FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2020
 (With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ 59,332	\$ 61,912	\$ 62,415	\$ [503]
Interest Income	-	286	-	286
Fines & Fees	-	1,575	-	1,575
Grants	-	3,767	-	3,767
Reimbursements	<u>365</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>59,697</u>	<u>67,540</u>	<u>\$ 62,415</u>	<u>\$ 5,125</u>
Expenditures				
Capital Outlay	66,965	37,319	\$ 61,280	\$ 23,961
Cash Forward	<u>-</u>	<u>-</u>	<u>67,557</u>	<u>67,557</u>
Total Expenditures	<u>66,965</u>	<u>37,319</u>	<u>\$ 128,837</u>	<u>\$ 67,557</u>
Receipts Over [Under] Expenditures	[7,268]	30,221		
Unencumbered Cash, Beginning	<u>112,705</u>	<u>105,437</u>		
Unencumbered Cash, Ending	<u>\$ 105,437</u>	<u>\$ 135,658</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
SPECIAL HIGHWAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year <u>Actual</u>	Current Year		Variance Over Over <u>[Under]</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ 89,474	84,344	\$ 88,730	\$ [4,386]
Intergovernmental	838,850	842,646	774,090	68,556
Transfer in	-	-	40,000	[40,000]
Lease proceeds	-	150,004	-	150,004
Licenses and permits	775	1,200	-	1,200
Use of money and property	3,353	1,333	-	1,333
Reimbursements	258	9,367	-	9,367
Miscellaneous	391	-	10,000	[10,000]
Total Receipts	<u>933,101</u>	<u>1,088,894</u>	<u>\$ 912,820</u>	<u>\$ 176,074</u>
Expenditures				
Personal services	273,380	314,060	\$ 327,300	\$ 13,240
Contractual services	53,988	49,378	62,800	13,422
Commodities	50,877	51,377	78,800	27,423
Capital outlay	534,956	656,467	631,000	[25,467]
Miscellaneous	-	-	5,000	5,000
Transfers out	4,000	-	4,000	4,000
Adjustment for qualifying budget credit	-	-	150,004	150,004
Total Expenditures	<u>\$ 917,201</u>	<u>\$ 1,071,282</u>	<u>\$ 1,258,904</u>	<u>\$ 187,622</u>
Receipts Over [Under] Expenditures	15,900	17,612		
Unencumbered Cash, Beginning	<u>405,215</u>	<u>421,115</u>		
Unencumbered Cash, Ending	<u>\$ 421,115</u>	<u>\$ 438,727</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
EQUIPMENT RESERVE FUND*
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfer in	\$ 23,000	\$ -
Use of money and property	-	975
Reimbursements	8,677	-
Miscellaneous	<u>-</u>	<u>78,803</u>
Total Receipts	<u>31,677</u>	<u>79,778</u>
Expenditures		
Capital outlay	<u>41,247</u>	<u>111,538</u>
Total Expenditures	<u>41,247</u>	<u>111,538</u>
Receipts Over [Under] Expenditures	[9,570]	[31,760]
Unencumbered Cash, Beginning	<u>368,309</u>	<u>358,739</u>
Unencumbered Cash, Ending	<u>\$ 358,739</u>	<u>\$ 326,979</u>

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
 ALCOHOL AND DRUG SAFETY ACTION PROGRAM FUND*
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS
 For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Interest income	\$ -	\$ 3
Total Receipts	<u>-</u>	<u>3</u>
Expenditures		
Capital outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over [Under] Expenditures	-	3
Unencumbered Cash, Beginning	<u>1,049</u>	<u>1,049</u>
Unencumbered Cash, Ending	<u>\$ 1,049</u>	<u>\$ 1,052</u>

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
ACTIVE AGING FUND*
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Intergovernmental	\$ _____ -	\$ _____ -
Total Receipts	_____ -	_____ -
Expenditures		
Personal services	_____ [27]	_____ 1
Total Expenditures	_____ [27]	_____ 1
Receipts Over [Under] Expenditures	27	[1]
Unencumbered Cash, Beginning	_____ [26]	_____ 1
Unencumbered Cash, Ending	<u>\$ _____ 1</u>	<u>\$ _____ -</u>

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
 SPECIAL ALCOHOL & DRUG FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2020
 (With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Interest income	\$ -	\$ 115	\$ -	\$ 115
Intergovernmental	<u>4,788</u>	<u>6,681</u>	<u>5,751</u>	<u>930</u>
Total Receipts	<u>4,788</u>	<u>6,796</u>	<u>\$ 5,751</u>	<u>\$ 930</u>
Expenditures				
Capital outlay	-	42,807	\$ 42,807	\$ -
Contractual services	<u>267</u>	<u>194</u>	<u>3,000</u>	<u>2,806</u>
Total Expenditures	<u>267</u>	<u>43,001</u>	<u>\$ 45,807</u>	<u>\$ 2,806</u>
Receipts Over [Under] Expenditures	4,521	[36,205]		
Unencumbered Cash, Beginning	<u>36,783</u>	<u>41,304</u>		
Unencumbered Cash, Ending	<u>\$ 41,304</u>	<u>\$ 5,099</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
SPECIAL PARKS AND RECREATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Intergovernmental	\$ 4,842	\$ 6,681	\$ 5,751	\$ 930
Interest income	-	55	-	55
Total Receipts	<u>4,842</u>	<u>6,736</u>	<u>5,751</u>	<u>985</u>
Expenditures				
Contractual services	-	-	\$ 4,000	\$ 4,000
Total Expenditures	-	-	<u>\$ 4,000</u>	<u>\$ 4,000</u>
Receipts Over [Under] Expenditures	4,842	6,736		
Unencumbered Cash, Beginning	<u>15,610</u>	<u>20,452</u>		
Unencumbered Cash, Ending	<u>\$ 20,452</u>	<u>\$ 27,188</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
 DRUG TAX FUND*
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Interest income	\$ -	\$ 14
 Total Receipts	 -	 14
 Expenditures		
Capital outlay	-	-
 Total Expenditures	 -	 -
 Receipts Over [Under] Expenditures	 -	 14
 Unencumbered Cash, Beginning	 5,347	 5,347
 Unencumbered Cash, Ending	 <u>\$ 5,347</u>	 <u>\$ 5,361</u>

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
 BUILDING EQUIPMENT RESERVE FUND*
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS
 For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Interest income	\$ -	\$ 326
Total Receipts	<u>-</u>	<u>326</u>
Expenditures		
Capital outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over [Under] Expenditures	-	326
Unencumbered Cash, Beginning	<u>119,805</u>	<u>119,805</u>
Unencumbered Cash, Ending	<u>\$ 119,805</u>	<u>\$ 120,131</u>

* - This is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
 PARK BEAUTIFICATION FUND*
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS
 For the Years Ended December 31, 2020 and 2019

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts		
Interest income	\$ -	\$ 6
Total Receipts	-	6
Expenditures		
Capital outlay	-	-
Total Expenditures	-	-
Receipts Over [Under] Expenditures	-	6
Unencumbered Cash, Beginning	2,202	2,202
Unencumbered Cash, Ending	\$ 2,202	\$ 2,208

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
D.A.R.E. FUND*
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Reimbursements	\$ 89	\$ 500
Interest income	<u>-</u>	<u>3</u>
Total Receipts	<u>89</u>	<u>503</u>
Expenditures		
Miscellaneous commodities	<u>296</u>	<u>303</u>
Total Expenditures	<u>296</u>	<u>303</u>
Receipts Over [Under] Expenditures	[207]	200
Unencumbered Cash, Beginning	<u>1,554</u>	<u>1,347</u>
Unencumbered Cash, Ending	<u>\$ 1,347</u>	<u>\$ 1,547</u>

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
 LAW ENFORCEMENT FUND*
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS
 For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Interest income	\$ -	\$ 7
Total Receipts	<u>-</u>	<u>7</u>
Expenditures		
Capital outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over [Under] Expenditures	-	7
Unencumbered Cash, Beginning	<u>2,500</u>	<u>2,500</u>
Unencumbered Cash, Ending	<u>\$ 2,500</u>	<u>\$ 2,507</u>

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
 LAND BANK RESERVE FUND*
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS
 For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Miscellaneous	\$ 40,000	\$ 44,963
Interest income	<u>-</u>	<u>97</u>
Total Receipts	<u>40,000</u>	<u>45,060</u>
Expenditures		
Contractual	<u>10,371</u>	<u>2,360</u>
Total Expenditures	<u>10,371</u>	<u>2,360</u>
Receipts Over [Under] Expenditures	29,629	42,700
Unencumbered Cash, Beginning	<u>5,942</u>	<u>35,571</u>
Unencumbered Cash, Ending	<u>\$ 35,571</u>	<u>\$ 78,271</u>

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
 PUBLIC SAFETY TRAINING*
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS
 For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Fines & Fees	\$ -	\$ 525
Total Receipts	<u>-</u>	<u>525</u>
Expenditures		
Contractual	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over [Under] Expenditures	-	525
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 525</u>

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
 GIFTS & GRANTS*
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS
 For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Miscellaneous	\$ -	\$ 9,621
Federal Grants	-	166,908
Donations	-	1,153
	<u>-</u>	<u>177,682</u>
Total Receipts	-	177,682
Expenditures		
Capital Outlay	-	172,747
	<u>-</u>	<u>172,747</u>
Total Expenditures	-	172,747
Receipts Over [Under] Expenditures	-	4,935
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 4,935</u>

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
 BOND AND INTEREST FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2020
 (With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Taxes	\$ 858,884	\$ 736,149	\$ 751,785	\$ [15,636]
Special assessment	1,263,473	450,635	275,000	175,635
Use of money and property	3,353	3,118	101	3,017
Bond proceeds	69,511	6,542,951	-	6,542,951
Bond premium	-	304,039	-	304,039
Reimbursement	50,000	25,000	50,000	[25,000]
Transfer in	449,500	736,500	736,500	-
Total Receipts	<u>2,694,721</u>	<u>8,798,392</u>	<u>\$ 1,813,386</u>	<u>\$ 6,985,006</u>
Expenditures				
Debt service				
Principal	1,360,000	8,054,529	\$ 1,465,000	\$ [6,589,529]
Interest	526,539	736,613	645,000	[91,613]
Cost of issuance	-	25,854	-	[25,854]
Miscellaneous	1,502	5,526	10,528	5,002
Adjustment for qualifying budget credit	-	-	6,846,990	6,846,990
Total Expenditures	<u>1,888,041</u>	<u>8,822,522</u>	<u>\$ 8,967,518</u>	<u>\$ 144,996</u>
Receipts Over [Under] Expenditures	806,680	[24,130]		
Unencumbered Cash, Beginning	<u>340,900</u>	<u>1,147,580</u>		
Unencumbered Cash, Ending	<u>\$ 1,147,580</u>	<u>\$ 1,123,450</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
 CAPITAL PROJECTS FUND*
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS
 For the Years Ended December 31, 2020 and 2019

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Bond proceeds	\$ 4,212,919	\$ 4,507,049
Temp note proceeds	3,337,527	-
Bond premium	-	192,447
Interest income	-	<u>17,562</u>
 Total Receipts	 <u>7,550,446</u>	 <u>4,717,058</u>
 Expenditures		
Contractual services	2,170,815	5,185,545
Principal	149,671	4,825,471
Interest	-	53,525
Cost of issuance	-	<u>211,581</u>
 Total Expenditures	 <u>2,320,486</u>	 <u>10,276,122</u>
 Receipts Over [Under] Expenditures	 5,229,960	 [5,559,064]
 Unencumbered Cash, Beginning	 <u>1,166,337</u>	 <u>6,396,297</u>
 Unencumbered Cash, Ending	 <u>\$ 6,396,297</u>	 <u>\$ 837,233</u>

* - This fund is not required to be budgeted.

CITY OF VALLEY CENTER, KANSAS
WATER FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Charges to customers	\$ 2,114,403	\$ 2,442,940	\$ 1,966,500	\$ 476,440
Use of money and property	3,353	9,132	-	9,132
Reimbursements	-	1,174	-	1,174
Miscellaneous	<u>609</u>	<u>140</u>	<u>2,100</u>	<u>[1,960]</u>
Total Receipts	<u>2,118,365</u>	<u>2,453,386</u>	<u>\$ 1,968,600</u>	<u>\$ 484,786</u>
Expenditures				
Personnel services	324,347	371,043	\$ 424,545	\$ 53,502
Contractual	1,218,170	1,149,445	772,600	[376,845]
Commodities	28,127	21,550	45,500	23,950
Capital outlay	140,857	151,712	118,500	[33,212]
Transfer out	278,500	354,500	593,500	239,000
Contingency	-	-	20,000	20,000
Reserve funds not subject to budget	<u>-</u>	<u>-</u>	<u>75,000</u>	<u>75,000</u>
Total Expenditures	<u>\$ 1,990,001</u>	<u>\$ 2,048,250</u>	<u>\$ 2,049,645</u>	<u>\$ 1,395</u>
Receipts Over [Under] Expenditures	128,364	405,136		
Unencumbered Cash, Beginning	<u>3,202,855</u>	<u>3,331,219</u>		
Unencumbered Cash, Ending	<u>\$ 3,331,219</u>	<u>\$ 3,736,355</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
SEWER FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Charges to customers	\$ 1,262,104	\$ 1,310,746	\$ 1,181,953	\$ 128,793
Use of money and property	3,353	3,713	14,000	[10,287]
Miscellaneous	401	6,875	6,000	875
Transfer in	<u>75,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>1,340,858</u>	<u>1,321,334</u>	<u>\$ 1,201,953</u>	<u>\$ 119,381</u>
Expenditures				
Personnel services	242,281	327,438	\$ 303,767	\$ [23,671]
Contractual	416,485	383,120	404,650	21,530
Commodities	19,310	22,983	30,000	7,017
Capital outlay	184,505	138,783	127,500	[11,283]
Debt service	204,161	204,573	-	[204,573]
Miscellaneous	4,451	4,075	-	[4,075]
Transfer out	75,000	207,000	352,000	145,000
Reserve funds not subject to budget	<u>-</u>	<u>-</u>	<u>72,825</u>	<u>72,825</u>
Total Expenditures	<u>1,146,193</u>	<u>1,287,972</u>	<u>\$ 1,290,742</u>	<u>\$ 2,770</u>
Receipts Over [Under] Expenditures	194,665	33,362		
Unencumbered Cash, Beginning	<u>1,146,951</u>	<u>1,341,616</u>		
Unencumbered Cash, Ending	<u>\$ 1,341,616</u>	<u>\$ 1,374,978</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
 STORMWATER FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2020
 (With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Charges to customers	\$ 312,339	\$ 319,557	\$ 300,000	\$ 19,557
Interest income	-	606	-	606
Total Receipts	<u>312,339</u>	<u>320,163</u>	<u>\$ 300,000</u>	<u>\$ 20,163</u>
Expenditures				
Contractual	26,563	18,047	\$ 21,900	\$ 3,853
Commodities	2,818	3,000	5,875	2,875
Capital outlay	69,931	66,698	85,000	18,302
Transfer out	<u>225,000</u>	<u>200,000</u>	<u>225,000</u>	<u>25,000</u>
Total Expenditures	<u>324,312</u>	<u>287,745</u>	<u>\$ 337,775</u>	<u>\$ 50,030</u>
Receipts Over [Under] Expenditures	[11,973]	32,418		
Unencumbered Cash, Beginning	<u>225,781</u>	<u>213,808</u>		
Unencumbered Cash, Ending	<u>\$ 213,808</u>	<u>\$ 246,226</u>		

See independent auditor's report on the financial statements.

CITY OF VALLEY CENTER, KANSAS
SOLID WASTE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2020
(With Comparative Actual Amounts for the Year Ended December 31, 2019)

	Prior Year Actual	Current Year		Variance Over [Under]
		Actual	Budget	
Receipts				
Charges to customers	\$ 474,088	\$ 495,365	\$ 468,304	\$ 27,061
Interest income	-	458	-	458
Miscellaneous	-	-	8,302	[8,302]
Total Receipts	<u>474,088</u>	<u>495,823</u>	<u>\$ 476,606</u>	<u>\$ 19,217</u>
Expenditures				
Contractual	458,833	494,976	\$ 490,648	\$ [4,328]
Capital outlay	-	-	11,000	11,000
Transfer out	15,000	-	15,000	15,000
Total Expenditures	<u>473,833</u>	<u>494,976</u>	<u>\$ 516,648</u>	<u>\$ 21,672</u>
Receipts Over [Under] Expenditures	255	847		
Unencumbered Cash, Beginning	<u>158,383</u>	<u>158,638</u>		
Unencumbered Cash, Ending	<u>\$ 158,638</u>	<u>\$ 159,485</u>		

See independent auditor's report on the financial statements.

Schedule 3

CITY OF VALLEY CENTER, KANSAS
 VALLEY CENTER PUBLIC LIBRARY - RELATED MUNICIPAL ENTITY
 GENERAL FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
 REGULATORY BASIS
 For the Year Ended December 31, 2020

Receipts	
State of Kansas	\$ 2,104
NEKL Association	24,844
City appropriation	272,537
Interest	23
Donations and sales	8,867
Grants	8,566
Miscellaneous	<u>6,464</u>
 Total Receipts	 <u>323,405</u>
Expenditures	
Salary and payroll taxes	168,068
Books, periodicals and film	22,673
Supplies	20,970
Utilities	15,992
Contractual	15,369
Maintenance	13,462
Miscellaneous	<u>12,879</u>
 Total Expenditures	 <u>269,413</u>
 Receipts Over [Under] Expenditures	 53,992
 Unencumbered Cash, Beginning	 <u>37,778</u>
 Unencumbered Cash, Ending	 <u>\$ 91,770</u>

See independent auditor's report on the financial statements.