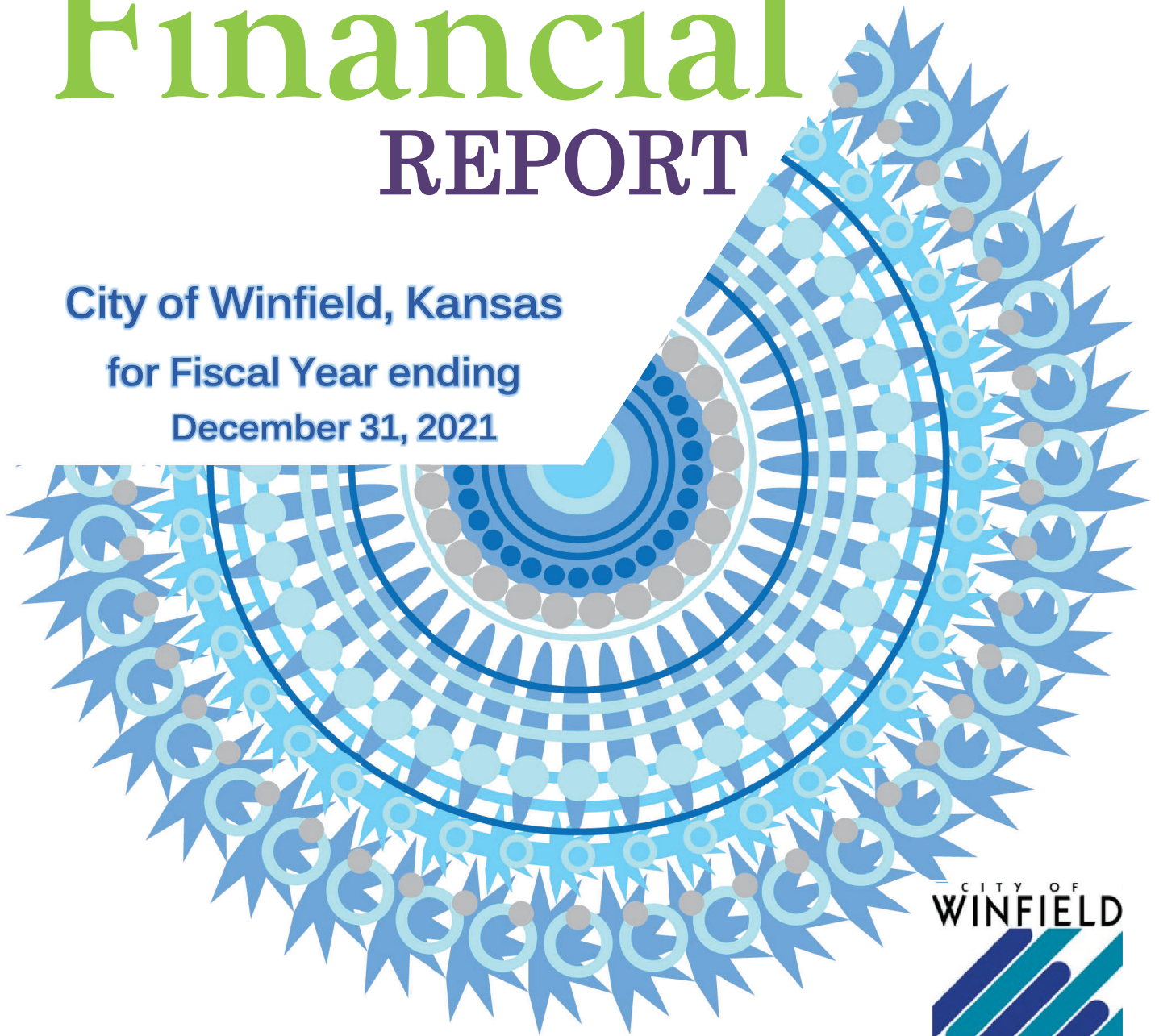


ANNUAL Comprehensive Financial REPORT

City of Winfield, Kansas
for Fiscal Year ending
December 31, 2021



CITY OF WINFIELD, KANSAS
For the Year Ended December 31, 2021

Ronald E Hutto, Mayor

COMMISSIONERS

Gregory N. Thompson

Phillip R. Jarvis

CITY OFFICERS

Taggart Wall, City Manager

Melissa Schooley, City Treasurer

William E. Muret, City Attorney

Brenda Peters, Director of Finance/City Clerk

Thomas D. Herlocker, Municipal Judge

Robbie DeLong, Chief of Police

CITY OF WINFIELD, KANSAS

For the Year Ended December 31, 2021

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CITY OF WINFIELD, KANSAS

For the Year Ended December 31, 2021

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INTRODUCTORY SECTION



July 30, 2022

To the Citizens of the City of Winfield, Kansas
Honorable Mayor and City Commissioners

This document is the Annual Comprehensive Financial Report (ACFR) of the City of Winfield, Kansas for the year ended December 31, 2021. This report was prepared by the City's finance department. Responsibility for both the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the management of the City. We believe the report, as presented, is accurate in all material respects. We also believe it is presented in a manner designed to set forth the financial position and results of operations of the City as measured by the financial activity of its various funds. Finally, we believe that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

The Annual Comprehensive Financial Report is presented in three sections: Introductory, Financial, and Statistical. The introductory section includes a description of the City, including services provided, and explanation of the City's accounting system and budgetary controls, and a brief discussion of the City's economic condition and outlook. The City's organizational chart is also included to assist the reader in understanding the structure of the City. The financial section includes the independent auditor's report, Management's Discussion & Analysis, Government-wide financial statements, fund financial statements, notes to the financial statements, and individual and combining statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The reader is specifically directed to Management's Discussion and Analysis (MD&A) which immediately follows the independent auditor's report. MD&A provides a narrative explanation and overview of significant features and trends reflected by data in the financial statements.

Management of the City is responsible for establishing and maintaining an internal control structure to ensure that the assets of the City are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The cost of the internal controls should not outweigh their benefits. Thus, the City of Winfield's internal controls are designed to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement.

Kansas Statute 75-1122 requires an annual audit of all funds of the City by independent certified public accountants. The firm of Loyd Group, LLC issued an unmodified opinion on the City of Winfield's financial statements for the year ended December 31, 2021. The independent auditor's report is located on page 9 in the Financial Section of this report.

Profile of the Government

The City of Winfield, incorporated in 1873, has a population of 11,726 and has an incorporated area of 12.35 square miles. Winfield is located in south central Kansas, less than an hour away from Wichita, and two hours from Tulsa and Oklahoma City. Winfield serves as the county seat for Cowley County, population approximately 34,496.

The City is unique in providing a full range of municipal utility services to its citizens, including electric and gas utilities, water, wastewater, and sanitation services. Other municipal services include police and fire protection, ambulance services, construction and maintenance of streets, drainage facilities and other infrastructure, recreation and cultural activities, a municipal golf course, community, and industrial development, planning and zoning, building inspection, cemetery operations and maintenance, general administration, and internal support services. The City provides limited recycling to its citizens, along with composting site facilities, available at no charge to area residents. In addition, library services and low-income housing are provided by component units of the City. Additional information on the component units can be found in Note 1 in the notes to the financial statements.

The City of Winfield operates under a Commission/Manager form of government. One member of the three-member commission is elected annually by the Commission to act as Mayor. The City Manager is appointed by the City Commission and is responsible to them for the management of all City employees and administration of all City affairs. Regular city elections are held in odd years. The person receiving the largest number of votes is elected to a four-year term and the person receiving the second largest number of votes is elected to a two-year term.

Expenditures are authorized by a budget approved by the City Commission as required by State statute. The State statute level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is established at an individual fund level but is monitored by department within each fund. The City Manager and Finance Department continually review and approve all significant deviations from budget authorizations. The Kansas cash basis and budget laws requires cash be on hand before an expenditure is authorized, that all expenditures be budgeted (unless specifically exempted by statute), and that the budget not exceed anticipated revenues, including carry forward balances. Budget-to-actual comparisons are provided in this report for each individual fund in which an adopted annual operating budget is required by Kansas statute.

Economic Condition and Outlook

Winfield is home to three state agencies including the Winfield Correctional Facility, the Department of Children and Family Services, and the Kansas Veterans Home at Winfield. Winfield Correctional Facility, operated by the State of Kansas, consolidated facilities and expanded operations and employment in Winfield.

The City manages its economic development and industrial development work in tandem with Cowley First, the eco-devo arm of Cowley County. Additionally, the City works closely with Winfield Economic Development, Inc., a non-profit economic development group that owns industrial property; The City supports the operations and development of both the Winfield Chamber of Commerce, and Winfield Main Street as well as many other non-profit entities that support the community.

2021 sales tax showed a 9.1% positive change in sales tax collections from 2020 based on a 1 cent sales tax. In June of 2019, the City's residents approved a measure to replace the four-tenths of one percent (.40%) which was to be used for street improvements with a one percent (1%) sales tax to be used for funding the proposed Public Safety Facility, street improvements, and other capital projects. The one percent (1%) sales tax began October 1, 2020 and will expire September 30, 2045.

Real estate property assessed valuation showed a very slight decrease in 2021, reflecting steady property values. The City issued four new dwelling unit permits, and a total of \$9,952,813 of building/construction permits in 2021. Residential construction remained steady; however, the overall value of new commercial construction was down significantly causing overall construction valuation to drop for 2021, likely due to the sharp increase in many building products. At the end of 2021, Cowley County unemployment was at 2.4%, which is lower than the unemployment rate of 3.5% at the end of 2020. With the increase in sales tax as well as permit dollars issued, as well as the unemployment rate indicates a continued improving economic environment. Major industries are still maintaining or expanding.

City Business and Financial Planning

The City annually revises the current year's budget during preparation of the upcoming year budget, to provide internal management with better oversight. Additionally, the City maintains a five-year projected budget for its Capital Improvement Fund, for internal purposes.

The City manages its finances with a long-term perspective. Reacting to the ongoing cutbacks in state funding, the City increased fees for many of its fee-based services. The City increased water rates in 2014, and, made other adjustments to these increases in 2017 to cover current debt as well as building a fund balance in the water fund for future projects. There was an increase in electric rates in 2014 which comes after numerous years of increasing electric costs and no corresponding increase to base rates, these increases expired in May of 2020. The Commission also approved an increase to the City's refuse rates to plan for future capital items and to steady the uncertain recycling market. In addition, sewer user rates were increased in 2018 to plan for future capital purchases and upgrades to the wastewater treatment facility. The City has resisted tax increases in the past several years to cover ongoing services, instead looking at long-term efficiencies and alternatives. The City has been able to sustain a level mill levy in dollars for a decade, though actual levies fluctuated slightly with changes in assessed valuation. The City monitors its utility funds' cash balances and future capital needs. Rate increases, when necessary, are designed to cover long term needs of the utility.

The City had numerous large capital projects in the past fifteen years, that have provided long term 'quality of life' enhancements and maintained necessary city infrastructure. Years 2009-2012 were viewed as stabilization years as we paid down bonded indebtedness. In October of 2015, the City refinanced existing debt and temporary notes into general obligation debt. Bonds were also issued in 2018 to pay off previous temporary note issues for various projects. The City issued bonds in 2019 to begin Phase I of the Public Safety Facility and re-financed more existing debt, temporary notes and some new projects including Country Club Villas. The City completed two bond issues in 2020. Issue 2020-A was for a project at Strother Field Industrial Park, which is jointly owned by The City of Winfield and the City of Arkansas City, and for a CCLIP project on US Highway 77. Issue 2020-B was issued to fund a benefit district for Stonebrook Subdivision for infrastructure improvements; also, for the 2020 CCLIP project on US Highway 160; and to fund a large transmission project for the Electric Utility. The City issued temporary notes in 2021 for repairs to Meyer Hall as well as the Advanced Metering Infrastructure project. We continue to evaluate our financial goals on the notion of an improving economy.

The City's insurance and self-insurance programs have been funded and administered as part of the City's Risk management. Funds were maintained in a reserve fund as authorized in Kansas Statutes. Additionally, the City maintains insurance policies and bonds as detailed in the Additional Information Section of this report. The City currently maintains full workers' compensation coverage through the Kansas Eastern Region Insurance Trust group (KERIT) but continues to fund the Risk Management reserve to fulfill liabilities prior to transitioning to KERIT in 2011.

Cash Management Policies and Practices

The City maintains its cash and investments under a pooled concept. This mechanism enhances the City's investment possibilities. The City requests competitive bids on all investments in accordance with K.S.A. 12-1675. Idle funds are used to purchase certificates of deposit or other allowable investments, with maturities scheduled to meet anticipated cash flow requirements. During 2021, an average of \$8.56 million was invested for an average of 215 days, at an average rate of 0.09%.

Major Initiatives

- City of Winfield continues to maintain its single-family home builds.
- The City began collecting sales tax from an increase for a 7 year period for library renovations and street/infrastructure improvements. Voters approved an additional .4% sales tax increase in February 2014, with 81% of those voting in favor of the increase. The increase went into effect

July 1, 2014. The library portion of \$900,000 was reached in March of 2016. Going forward, all collections will be used for street and ADA projects. In June of 2019, the City's residents approved a measure to replace the four-tenths of one percent (.40%) with a one percent (1%) sales tax to be used for funding the proposed Public Safety Facility, street improvements, and other capital projects. The one percent (1%) sales tax will begin October 1, 2019 and is set to expire September 30, 2045.

- The City entered into an agreement with USD 465 for the transfer of property as the proposed site of a future public safety facility. The City also entered into an agreement with Agora Architecture to provide professional design services for Phase I of this project. Demolition of the current structure located on the site was finished in the Fall of 2018. The construction of Phase 2, Fire Department Bay Addition, is anticipated to be completed by early fall of 2022. Construction on what was originally considered Phase 4, the renovation of the historic fire station, began in July of 2022 with an estimated completion date of the fall of 2023. The city has entered into an agreement with Agora architecture for the design of Phase 3, the Police Department and Shared Public Safety spaces in July of 2022. This phase is the final anticipated phase for the project which is estimated to be let for bid in the summer of 2023 with a construction completion date of late 2024.
- 2021 Street Projects as follows: 2021 Mill and Overlay projects were completed for the following areas, 10th Avenue from Lowry to West of Main, 11th Avenue from Lowry to Manning, 12th Avenue from Lowry to Manning, Menor from 9th to 12th, and 14th Avenue from the Walnut River to the entrance to the fairgrounds. In addition, microseal projects were performed on portions of 7th Avenue, 8th Avenue, and 10th Avenue. Curb and gutter was constructed on 5th Avenue from College Street to Maris. Mill and overlay is scheduled for 2022.
- Various Micro-seal Street re-surfacing projects were also done in 2021.
- Construction of pickleball courts at Albright Park are complete. Authorization for financing of Meyer Hall Improvements and a future AMI (Advanced Metering Infrastructure) project beginning in 2022.
- Approval of an agreement between the City and Midwest Moos, Inc. for a field agreement at Broadway Sports Complex for the 2022 and 2023 baseball seasons. The Midwest Moos are a part of the Kansas Collegiate Baseball League.
- A new development, Stonebrook Division to be located at 19th Avenue and Bliss Street is in progress and will provide construction of multi-family housing.
- In 2020, the City completed a sale of 65% share in the City's transmission assets to GridLiance GP, LLC. The move is expected to aid the City in technical expertise and an able capital partner to complete mandated and other necessary electric transmission asset improvements. The proceeds of the sale have been directly input back into the system upgrades. The City will continue to provide maintenance for the entire system and is being reimbursed by GridLiance, LLP for such work as well as an annual franchise payment from GridLiance to the City. In 2020 and 2021, the two completed approximately \$4.2M and \$5M, respectively, in improvements with the City responsible for 35% of those costs. Those costs will be directly recovered through applicable transmission zonal charges to customers in the Southwest Power Pool.
- The City is currently undertaking a planning process aimed at determining the direction from the public for policies, programs and services. The program will conclude with a new Future Land Use Map being adopted for the City for use in future development. The process began in the fall of 2019 and is still ongoing. The cost of the planning process is expected to be \$50,000. The City has money allocated toward this project in the Capital Improvements Fund.

- The most recent Standard & Poor's Rating Services affirmed its 'A+' long-term rating on Winfield, Kansas' General Obligation (GO) bonds, based on improved general fund balance levels, strong management team, and strong liquidity.
- The City continued its sidewalk and other infrastructure improvements, related to ADA compliance.
- 2021 Natural Gas Storm Event: the storm event occurred in February of 2021 causing an historical increase in natural gas prices throughout the Midwest. The City incurred approximately \$8 million in natural gas fees for the month of February. The City then entered into a loan agreement with the State of Kansas in order to pay the increased cost to provide natural gas to customers.

Certificate of Achievement and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Winfield for its comprehensive annual financial report for the year ended December 31, 2020. This was the 23rd consecutive year that the City has received this prestigious award.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the assistance of numerous persons both in and out of local government. The firm of Loyd Group, LLC provided independent audit services. Specific appreciation is expressed to the dedicated staff of the City accounting department. We would also like to thank members of the other City departments who assisted and contributed to this report. Finally, preparation of this report would not be possible without the support of the City Commission. We express special appreciation to them for their leadership in planning and conducting the financial operations of the City in a professional, responsible, and progressive manner in the best interests of the residents of Winfield.

Respectfully submitted,



Taggart Wall
City Manager



Brenda Peters
City Clerk



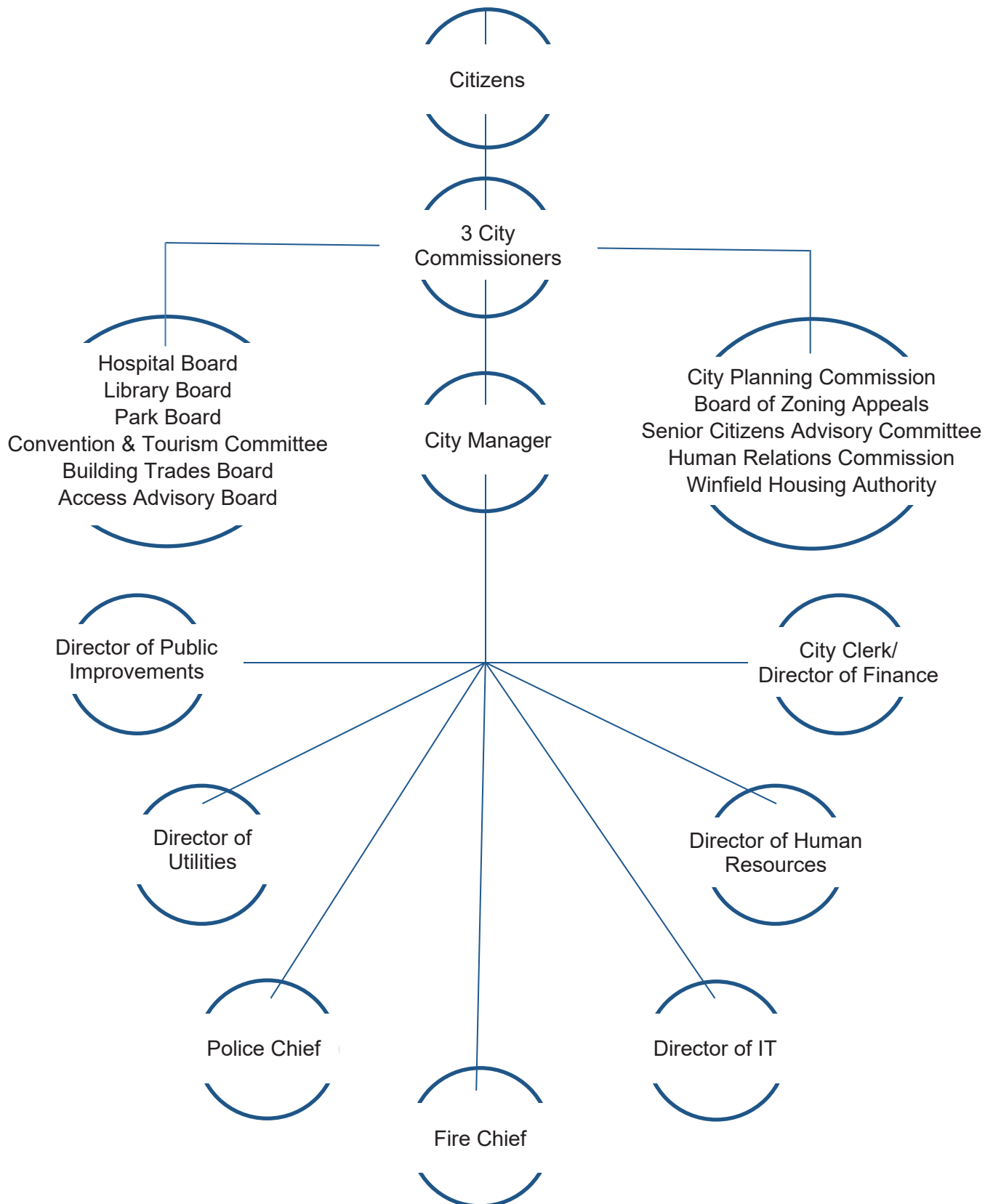
Melissa Schooley
City Treasurer

CITY OF WINFIELD, KANSAS

LIST OF PRINCIPAL OFFICIALS December 31, 2021

Mayor	Ronald E. Hutto
Commissioner	Gregory N. Thompson
Commissioner	Phillip R. Jarvis
City Manager	Taggart Wall
City Attorney	William Muret
City Treasurer	Melissa Schooley
Director of Finance/City Clerk	Brenda Peters
Fire Chief	Vincent Warren
Police Chief	Robbie DeLong
Municipal Judge	Thomas D. Herlocker
Director of Public Improvements	Patrick Steward
Director of Utilities	Adam R. Collins
Director of Information Systems	Jerred Schmidt
Director of Human Resources	Jamie Chism

City of Winfield Organization





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Winfield
Kansas**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morrell

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Commission
City of Winfield, Kansas 67019

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Winfield, as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and Special Streets and Highway Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Winfield Public Library or Winfield Housing Authority, which represent 100% percent, 100% percent, and 100% percent, respectively, of the assets net position, and revenues of the discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based solely on the report of the other auditors.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

City of Winfield's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Winfield's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, Schedule of Changes in the Net OPEB Liability – Healthcare, Schedule of the Total OPEB Liability as a Percentage of Covered Employee Payroll - Healthcare, Schedule of Changes in the Net OPEB Liability – KPERS Death and Disability, Schedule of the Total OPEB Liability as a Percentage of Covered Employee Payroll - KPERS Death and Disability, Schedule of the City's Proportionate Share of the Net Pension Liability, Schedule of City's Contributions, and the notes to the required supplementary information as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise City of Winfield's basic financial statements. The introductory section, the combining and individual nonmajor fund financial statements, and statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The introductory section, the combining and individual nonmajor fund financial statements, and statistical section as listed in the table of contents are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, introductory section, the combining and individual nonmajor fund financial statements, and statistical section as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information Included in the Comprehensive Annual Financial Report

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

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
July 29, 2022

CITY OF WINFIELD, KANSAS

Management's Discussion and Analysis December 31, 2021

As management for the City of Winfield, Kansas (the City) we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2021. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Finances for this City are multifaceted and quite complex. As such, management desires for this narrative to be informative beyond what is seen on the face of the statements and to discuss the financial activities of the City. We hope you find these comments helpful as you read through them.

Financial Highlights

The assets and deferred outflow of resources for the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$67.829 million (net position). Of this amount, a negative \$3.6 million (unrestricted net position) is the balance.

The City's total net position in business activities and governmental activities decreased by \$638 thousand during the fiscal year. Governmental net position increased 13% and business activities net position decreased 11%.

At the close of 2021, the City's governmental funds reported combined ending fund balances of \$14.719 million. There is a positive \$808 thousand of unassigned Fund Balance.

At the close of 2021, the City's primary operating fund, the general fund, had a balance of \$1.67 million.

At the close of 2021, the City's total long-term debt for governmental activities decreased \$2.83 million. At the close of 2021, the City's total long-term debt for business activities increased \$5.7 million. This largest allocation of this long term debt is toward a loan through the State of Kansas in response to the 2021 Winter Storm Uri impact on natural gas prices. The City took on approximately \$8.5 million in low-interest financing through the state with a ten year amortization schedule and no penalty for early repayment. The City has enacted a surcharge on natural gas to recover the funds and make early payoff in approximately six years or mid-2027. The City continues to make payments on existing debt. The fund balance in the Bond and Interest Fund increased to \$1.41 million.

Overview of the Financial Statements

The City's financial report consists of the following sections:

- Management Discussion and Analysis;
- The basic financial statements, which include the government-wide and the fund financial statements, along with the notes to the basic financial statements;
- Combining and individual statements and schedules for non-major funds; and,
- Statistical section

The basic financial statements of the City include the government-wide financial statements and the fund financial statements. The notes to the financial statements follow the basic financial statements and are essential for the reader's understanding of the financial statements. Other supplementary information, including the statistical section, is also included at the end of this report to provide additional context and information for the reader.

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

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The *statement of net position* reports all the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference between the two reported as *net position*. Net position is an important measure of the City's overall financial health. The increases and decreases in net position can be monitored to determine whether the City's financial position is improving or deteriorating.

The *statement of activities* shows how the City's net position changed during the most recent fiscal year. The unique feature of this statement is how it shows the revenues and expenses related to specific programs and how much of the programs were supported by the general taxes of the City. Since this statement is prepared on the accrual basis of accounting, all revenues and expenses are included, regardless of when cash is received.

Both statements show the operations of the City broken down by governmental activities and business-type activities. Governmental activities are the operations of the City generally supported by taxes, such as public works, public safety, parks, land management, and general administration. Business-type activities are operations of the City that are intended to recover all or a significant portion of their costs through user fees and charges. These consist of the five utilities the City operates: electric, natural gas, water, wastewater, and storm water along with the Quail Ridge Golf Course.

Fund financial statements focus on individual parts of the City's government. These statements report the City's operations in more detail than the government-wide financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure compliance with finance-related legal requirements. These funds are divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

The City maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, debt service fund and capital projects fund, all of which are major funds. Data from the remaining governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary funds are used by the City to account for activities that operate like commercial enterprises found in the private sector. Funds that charge fees for services provided to outside customers including other local governments are called enterprise funds. These funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Funds that charge fees for services provided to departments within the reporting government are known as internal service funds. Proprietary funds use the accrual basis of accounting; thus, the only reconciling items needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements relate to the elimination of internal service fund activity and capital asset ownership transfers.

The City has seven enterprise funds: Electric Transmission Fund, Electric Fund, Natural Gas Fund, Water Fund, Wastewater Fund, Refuse Fund, and the Quail Ridge Golf Course Fund. The City has two internal

CITY OF WINFIELD, KANSAS

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service funds: Management Services Fund, and Operational Services Fund. The Electric, Natural Gas, Water and Wastewater funds are the only ones considered major for presentation purposes.

Fiduciary funds are used by the City to account for resources held by the City for the benefit of a third party. Fiduciary funds are not reflected in the government-wide financial statements, since the resources of those funds are not available to support the City's operations. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the basic financial statements provide additional information that is essential to obtain a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the financial statements and accompanying notes described above, this report also contains *required supplementary information* concerning the City's progress in funding its obligation to provide postemployment benefits to its employees and supplementary information regarding non-major funds have been included to give the reader greater context of the information provided.

CITY OF WINFIELD, KANSAS

Management's Discussion and Analysis December 31, 2021

Analysis of the Government-Wide Financial Statements

Analysis of net position

As indicated earlier, net position may serve over time as a useful indicator of the City's financial condition. For the City, assets plus deferred outflows exceeded liabilities plus deferred inflows of resources by \$67.83 million at the close of the current fiscal year. The City's net position decreased by \$639 thousand from the prior year, with business-type activities accounting for a decrease of \$4.13 million offset and governmental activities increasing by 3.49 million. The City expects net position to improve long term as the removal of liabilities—particularly those from Winter Storm Uri (mentioned prior)-- outpace remaining life and value of assets.

City of Winfield Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Current and other asset	\$ 23,779,992	\$ 22,389,036	\$ 18,771,442	\$ 16,409,390	\$ 42,551,434	\$ 38,798,426
Capital assets	39,547,653	35,572,549	40,059,807	39,844,053	79,607,460	75,416,602
Total assets	63,327,645	57,961,585	58,831,249	56,253,443	122,158,894	114,215,028
Deferred Outflow s	2,051,260	2,278,363	1,533,353	1,957,015	3,584,613	4,235,378
Long-term liabilities	24,307,383	27,062,314	18,411,834	13,804,294	42,719,217	40,866,608
Other liabilities	5,042,022	2,420,938	2,622,022	2,112,907	7,664,044	4,533,845
Total liabilities	29,349,405	29,483,252	21,033,856	15,917,201	50,383,261	45,400,453
Deferred Inflow s	6,015,548	4,233,625	1,514,888	348,073	7,530,436	4,581,698
Net position:						
Net investment in						
Capital Assets	24,749,918	20,386,054	33,222,041	34,245,778	57,971,959	54,631,832
Restricted for:						
Capital Projects	2,179,847	1,389,733	236,716	175,293	2,416,563	1,565,026
General Government	7,571,396	7,152,640	-	-	7,571,396	7,152,640
Public Safety	597,693	595,038	-	-	597,693	595,038
Public Works	-	-	-	-	-	-
Adv. Metering infra. Proj	518	-	-	-	-	-
Health & Welfare	457,677	290,759	-	-	457,677	290,759
Street improvements	-	1,064,038	-	-	-	-
Environmental Prot.	-	-	-	-	-	-
Cultural & Recreation	159,837	129,511	-	-	159,837	129,511
Economic Devel.	815,498	797,641	-	-	815,498	797,641
Debt Service	1,414,033	1,304,522	-	-	1,414,033	1,304,522
Unrestricted (deficit)	(7,932,465)	(6,586,864)	4,357,101	7,524,116	(3,575,364)	937,252
Total net position	\$ 30,013,952	\$ 26,523,072	\$ 37,815,858	\$ 41,945,187	\$ 67,829,810	\$ 68,468,259

Assets increased by \$7.94 million. Governmental Activities Assets increased \$5.3 million. Business-Type Activities Assets increased \$2.57 thousand.

Liabilities increased by \$4.98 million. Governmental Activities Liabilities decreased nominally. Business-Type Activities Liabilities increased \$5.11 million.

Approximately 82 percent of the City's net position reflect a net investment in capital assets (e.g., land, buildings, improvements, machinery and equipment, and construction work in process), less any

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outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently the capital assets are not available for future spending.

Analysis of Changes in Net Position

The following table reflects the revenues and expenses for the City's activities for the year ended December 31, 2021, and illustrate the comparison between the current year, and the prior year:

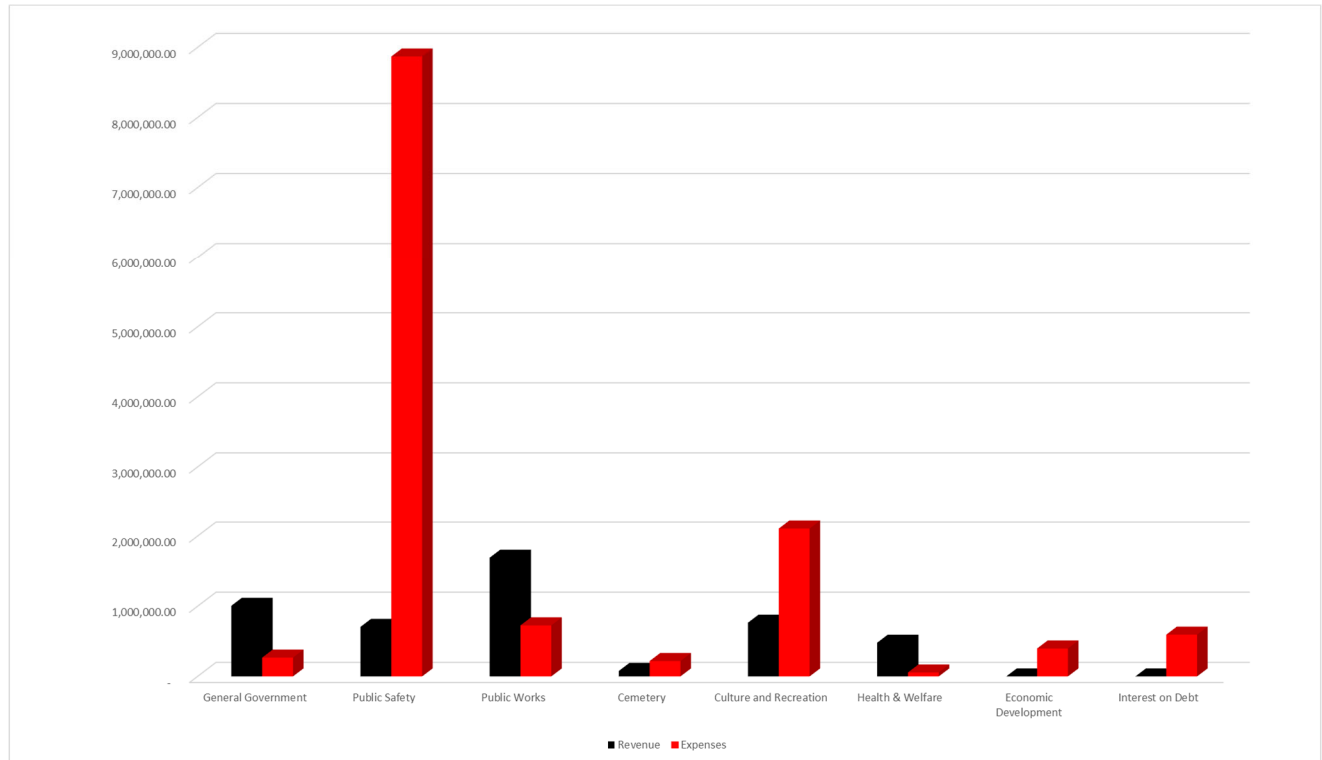
City of Winfield Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program revenues:						
Charges for services	\$ 3,331,600	\$ 3,262,724	\$ 47,732,617	\$ 35,163,385	\$ 51,064,217	\$ 38,426,109
Operating grants and contributions	482,853	1,091,696	-	-	482,853	1,091,696
Capital grants and contributions	911,306	284,517	-	-	911,306	284,517
General revenues:						
Property taxes	4,465,226	4,442,747	-	-	4,465,226	4,442,747
Sales taxes	4,116,950	4,097,235	-	-	4,116,950	4,097,235
Transient Guest Tax	67,025	66,411	-	-	67,025	66,411
Alcohol Beverage Tax	71,636	55,302	-	-	71,636	55,302
Investment Earnings	15,427	90,030	7,855	48,828	23,282	138,858
Total revenues	13,462,023	13,390,662	47,740,472	35,212,213	61,202,495	48,602,875
Expenses:						
General government	267,814	488,894	-	-	267,814	488,894
Public safety	8,870,037	6,506,678	-	-	8,870,037	6,506,678
Public works	726,896	487,448	-	-	726,896	487,448
Cemetery	218,943	218,448	-	-	218,943	218,448
Culture and recreation	2,106,902	3,806,248	571,269	647,327	2,678,171	4,453,575
Health & welfare	56,365	66,414	-	-	56,365	66,414
Economic development	397,542	432,608	-	-	397,542	432,608
Interest on long-term debt	594,776	562,558	-	-	594,776	562,558
Electric	-	-	28,449,128	24,172,843	28,449,128	24,172,843
Electric Transmission	-	-	1,495,358	569,585	1,495,358	569,585
Natural Gas	-	-	3,587,759	2,951,091	3,587,759	2,951,091
Natural gas loan	-	-	8,536,679	-	8,536,679	-
Water	-	-	2,481,147	2,388,496	2,481,147	2,388,496
Wastewater	-	-	1,667,344	1,618,722	1,667,344	1,618,722
Refuse	-	-	1,587,589	1,607,660	1,587,589	1,607,660
Total expenses	13,239,275	12,569,296	48,376,273	33,955,724	61,615,548	46,525,020
Change in net position before transfers	222,748	821,366	(635,801)	1,256,489	(413,053)	2,077,855
Transfers	3,268,132	3,012,827	(3,268,132)	(3,012,827)	-	-
Change in net position after transfers	3,490,880	3,834,193	(3,903,933)	(1,756,338)	(413,053)	2,077,855
Net position, beginning	26,523,072	22,688,294	41,945,187	43,701,525	68,468,259	66,389,819
Restated GASB 84	-	585	(225,396)	-	(225,396)	585
Net position, ending	\$ 30,013,952	\$ 26,523,072	\$ 37,815,858	\$ 41,945,187	\$ 67,829,810	\$ 68,468,259

CITY OF WINFIELD, KANSAS

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The city's net position in governmental activities increased \$3.49 million. The chart below illustrates how the City's various governmental activities program revenue vs. program expenses fared in 2021.



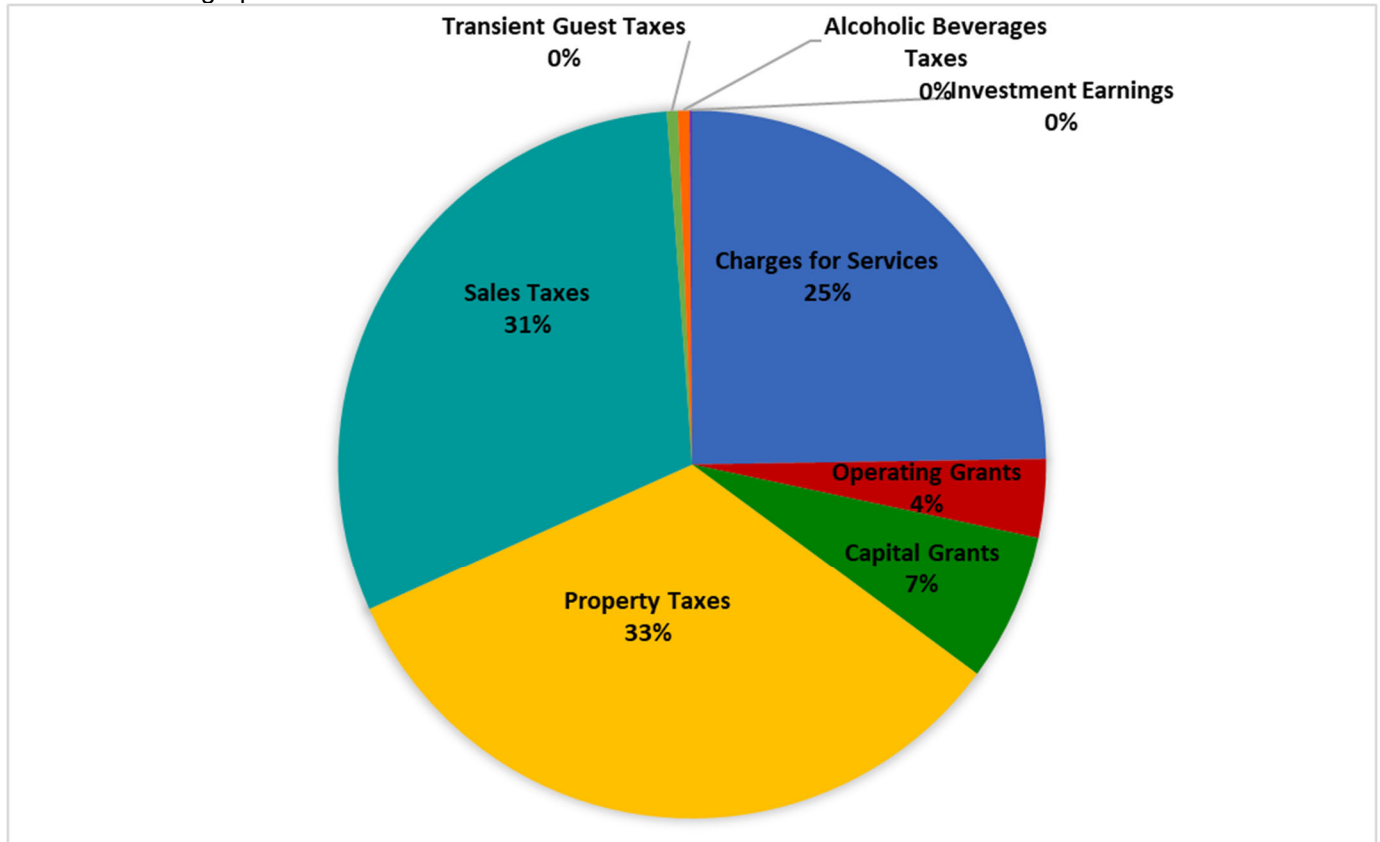
- Public safety activities continue to represent the largest governmental activity expense, \$8.85 million, or 67% percent of the City's total governmental activity expenses. Public safety expenses include police, fire, ambulance, building inspection and public parking services provided by the City. These expenses increased \$2.36 million, largely attributed one-time expenses in facility construction for fire and EMS. This will continue to be reflected in out years as construction continues for the fire/EMS facility and then on the police facility. Additional capital expenses occurred for the acquisition of new ambulances with approximately \$130 thousand of ambulance expenses to be reimbursed to the City through grant funds in 2022.
- Culture and recreation activities account for \$2.1 million, or about 16% percent of the total governmental activity expenses. This activity includes the Aquatic Center, parks maintenance and the recreation operations at the City of Winfield Lake, the Broadway Sports Complex, and the Winfield Fairgrounds. This item reflects investments in facilities including the improvements to Albright Park. The noted decrease reflects less investment in facilities than 2020, when several capital projects were undertaken.
- Public works activities account for \$726 thousand, or about 5% of the total governmental activity expenses. This activity primarily includes the street pavement maintenance program. This item increased as the program resumed normal activity following the slowdown due to the Coronavirus Pandemic.
- General government activities account for \$268 thousand, or 2% of the total governmental activity expenses. This activity includes cost not directly attributable to any other category such as street lights, property insurance, management services, etc.

CITY OF WINFIELD, KANSAS

Management's Discussion and Analysis December 31, 2021

The next chart illustrates the City's overall program and general revenues for governmental activities in 2021.

Major sources of revenue in the governmental activities continue to be property, sales, and other taxes as illustrated in the graph.



- Property taxes totaled \$4.465 million, or 33% of the City's governmental activities revenues. This continues to be consistent with long term trends of support by taxes for these activities. These revenues increased \$23 thousand.
- Charges for services totaled \$3.331 million or 25% of the City's governmental activities revenues. These fees can essentially be summarized into four categories: community development, cemetery services, parks and recreation, and emergency medical services. These revenues increased \$69 thousand. The City annually reviews charges for services and adjusts based on market demand and service delivery costs.
- Sales taxes totaled \$4.116 million, or 31% of the City's governmental activities revenues. Budgetary basis reflects a 9.1% increase in sales tax receipts for the City—a reflection of continued strong local economic activity coming out of the Coronavirus Pandemic. The City has a 1% general sales tax. 1/2 of that tax is dedicated to Capital Projects and is recorded and tracked separately from the General Fund. The other 1/2 is used for general government services to help keep property taxes down.

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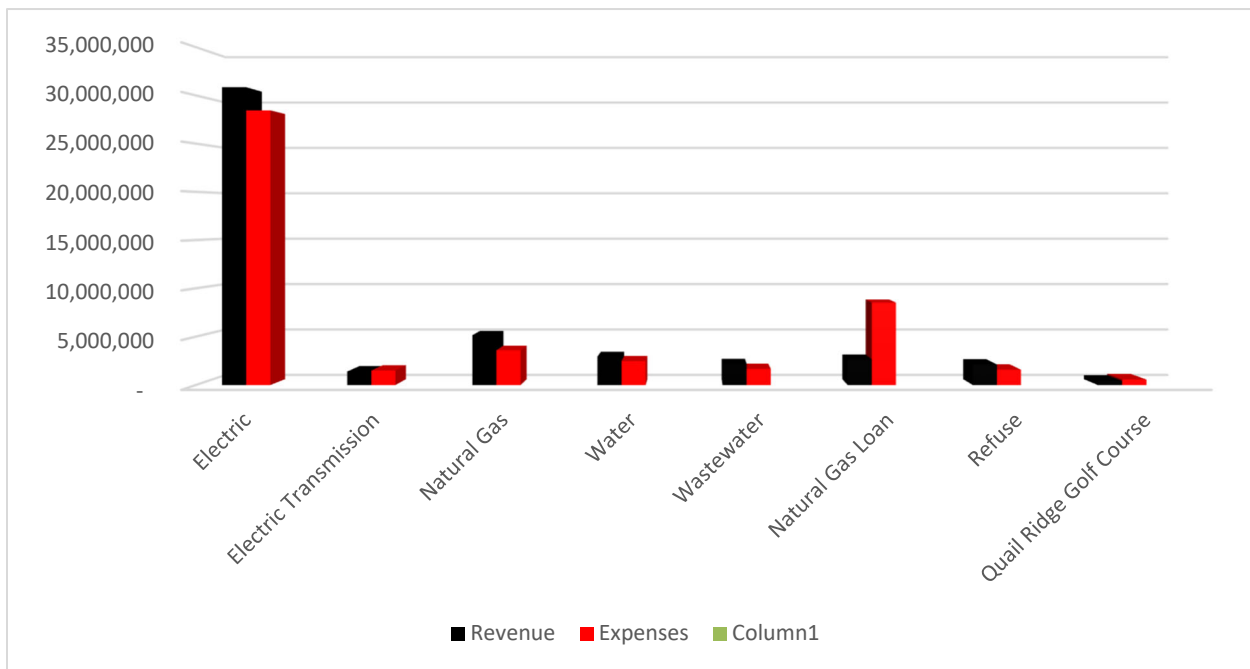
In 2021, the City collected an additional 1% sales tax for capital improvements. For the year 2021, 6/10 of one cent went toward the public safety center construction project and 4/10 of one cent went to the Consolidated Street and Highway Fund.

- Capital grants and contributions totaled \$911 thousand or 7% of the City's governmental activities revenues. These revenues include private and public contributions including federal and state grants for public safety equipment, various park improvements, and for public works street improvement projects.

Business-type Activities

The City operates six utilities and a municipal golf course. Combined, the transmission, electric and gas utilities comprise 79% of the total business-type activity charges.

The City's net position related to business-type activities decreased by \$4.13 million from the prior year. A substantial contributing factor to this change is the liability created with respect to natural gas charges accrued in response to Winter Storm Uri. The utilities remain to see a need for monitoring the ability to cover shared costs with governmental activities as well as future equipment and capital expenses.



Highlights in the business-type activities area include:

- The Electric Fund had revenues of \$30.85 million, a significant increase attributed to higher usage across the system—both industrial and residential/small commercial as well as increased energy costs. Higher energy costs were related to Winter Storm Uri impact on the electric utility as well as increased natural gas pricing in the market causing generation costs within the Southwest Power Pool generating area to rise. Accordingly, expenses were \$28.449 million. Budgetary basis reflected a decrease in available cash. This was due to one-time expenses related to plant improvements and equipment purchases.

CITY OF WINFIELD, KANSAS

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- The Natural Gas Fund had revenues of \$5.164 million, also a significant increase mainly attributed to increased sales during the emergency winter weather event of Winter Storm Uri and the continued rise in the market costs of natural gas for resale to customers related to market based fear remaining from Winter Storm Uri, a lower supply entering the winter season of late 2021 and increased demand on the resource for power generation. Accordingly, expenses were \$3.59 million. Budgetary basis expenses exceeded revenues due to unplanned one-time legal expenses related to Winter Storm Uri.
- The Water Fund had revenues of \$2.94 million, which increased \$226 thousand from the prior year mainly attributed to increased sales. Expenses were \$2.481 million, also increased from the prior year and attributed to increased costs in materials and supplies. Budgetary basis revenues exceeded expenses were more than expenses by \$59 thousand.
- The Wastewater Fund had revenues of \$2.18 million, which was an increase of \$60 thousand. Expenses were \$1.67 million, about \$59 thousand more than the prior year. Budgetary revenues exceeded expenses by \$577 thousand.
- The Refuse Fund had revenues of \$2.14 million, which was about \$477 thousand more than the prior year. Expenses were \$1.59 million, reflecting the purchase and financing of capital for a refuse truck. Budgetary revenues were more than expenses by \$430 thousand.
- The Quail Ridge Golf Course Fund had revenues of \$419 thousand, which was an increase of \$81 thousand over the prior year. The primary factor for the revenue increase was favorable weather inducing increased play and the adjustment of rates. The City continues working to move toward more event play to help recover gap losses in the future. The main resource for this fund is transfers in from other funds, which offset the difference between revenues and expenses. Expenses for 2021 were \$571 thousand.

Financial Analysis of the City's Funds

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. Unassigned fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year. Types of governmental funds reports by the City include the general fund, special revenue funds, debt service funds, and capital project funds.

General Fund

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the total fund balance was \$1.67 million, increased compared to the prior year. As a measure of the general fund's liquidity, it may be useful to compare the budgetary basis unencumbered available fund balance, \$1.203 million, to total general fund expenditures. This comparison represents 12% of total general fund expenditures of \$9.63 million.

The total revenue in the general fund was \$9.77 million, an increase of \$636 thousand over the prior year. This change is related to an increase in charges for services. The City has taken active steps to realign service charges with market conditions as well as service costs.

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The total expenditures in the general fund were \$9.64 million, an increase of 541 thousand. This is a reflection of increased capital investment in parks facilities as well as the realignment of certain planning activities into the General Fund.

Debt Service Fund

At the end of the current fiscal year, the total fund balance was \$1.42 million, an increase of \$167 thousand over the prior year. This balance is restricted for the payment of future debt and expected to grow as revenues exceed expenditures in future years. The City has made concerted efforts toward this point.

The fund is expected to continue to acquire fund balance that will be used to offset the refunding of current debt in 2025.

Advanced Metering Infrastructure Fund

This fund is used to separately account for temporary note and long term indebtedness related expenditures to accommodate the upgrade of metering system for utilities. The fund reflects \$1.3 million in short term temporary notes and less than \$1 thousand expenses toward the project at year end. The project is expected to continue into 2022 and 2023 and will be financed through the issuance of long term debt at which point the fund will close.

Special Streets and Highway Fund

At the end of the current fiscal year, the total fund balance was \$1.76 million, an increase of \$170 thousand over the prior year. This balance is not restricted to uses related to streets as it is largely funded by a general sales tax that the City elected to allocate to the fund for 2021. The City realized increase balance in the fund due to strong sales tax receipts of 9.1% in the positive. Annually, the City completes a pavement analysis to determine the best application of dollars for long term asset impact.

Expenditures in this fund occur as projects become ready for construction. While other street maintenance work occurred, in 2021, the East 9th Ave. reconstruction project was the main expense for the fund.

Public Safety Needs Study Fund

The fund balance of \$3.11 million and related revenues and expenses in the fund are related to a facilities project the City has undertaken. Prior to 2019, when a sales tax referendum was approved with 89% voter approval for the project, the City completed necessary study demonstrating the need for improved facilities and later demolition on existing facilities. In 2020, the City began construction on a new public safety facility. The project is slated to occur in four phases:

Phase I Demolition/Study
Phase II Fire/EMS Addition
Phase III Police Facility/Shared Training Facility
Phase IV Renovation of Existing Fire Station

The first phase was expected to be complete in the fall of 2021 but has fallen behind schedule due to supply chain and other related Pandemic issues. The estimated completion date for Phase II is now estimated to be the fall of 2022. No major cost overruns are expected. Sales tax receipts are more than expected and other monies in the fund balance are related to applicable bond proceeds to finance the construction of the facility.

Expenditures in this fund occur as the project is constructed. As the bond proceeds balance is drawn down, sales tax dollars will be transferred into the fund to cover expenditures.

CITY OF WINFIELD, KANSAS

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Capital Projects Fund

At the end of the current fiscal year, the total fund balance in the major capital project funds was \$1.39 million, a decrease of \$82 thousand compared to the prior year all of which is restricted for future capital projects.

The total revenue was \$1.03 million, flat over the previous fiscal year. The largest financing source to these funds is a direct revenue from sales tax for the ½ cent sales tax attributable to capital projects/equipment.

The total expenditures were \$489 thousand, an increase from the previous fiscal year. Expenditures in this fund occur as projects become ready for construction.

Other governmental funds (Combined)

This grouping is the summation of all other special revenue funds. These funds are not considered major funds, so the detail on each specific fund can be found in the section titled, "Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds".

At the end of the current fiscal year, the total fund balances in all other governmental funds was \$5.37 million, an increase of \$526 thousand compared to the prior year. The factor contributing at this time is the ongoing accruing of funds and releasing of funds towards the planned for construction of the public safety center and other specific capital improvements/construction.

The total revenue was \$3.46 million. The total expenditures were \$2.7 million.

Proprietary Funds

The City's proprietary fund statements provide the same type of information found in the government-wide statements, but for our business type activities. The funds listed below are the City's major proprietary funds:

The electric transmission fund was established in 2020. The electric transmission fund had a total net position of \$1.27 million at the end of the current fiscal year.

The electric fund had a total net position of \$20.68 million at the end of the current fiscal year. This is an increase from the prior year and largely reflects the change in operating revenues for the utility as reviewed prior.

The natural gas fund had a total net position of \$5.76 million at the end of the current fiscal year. This is a increase from the prior year and largely reflects the change in operating revenues for the utility as reviewed prior. The loan proceeds attributable to Winter Storm Uri are in their own fund and reflect a negative net position of \$5.89 million.

The water fund had a total net position of \$5.232 million at the end of the current fiscal year. This is an decrease of \$30 thousand from the previous year.

The wastewater fund had a total net position of \$8.611 million at the end of the current fiscal year. This is an increase of \$317 thousand from the previous year, attributed to increasing available cash assets.

Fiduciary Funds

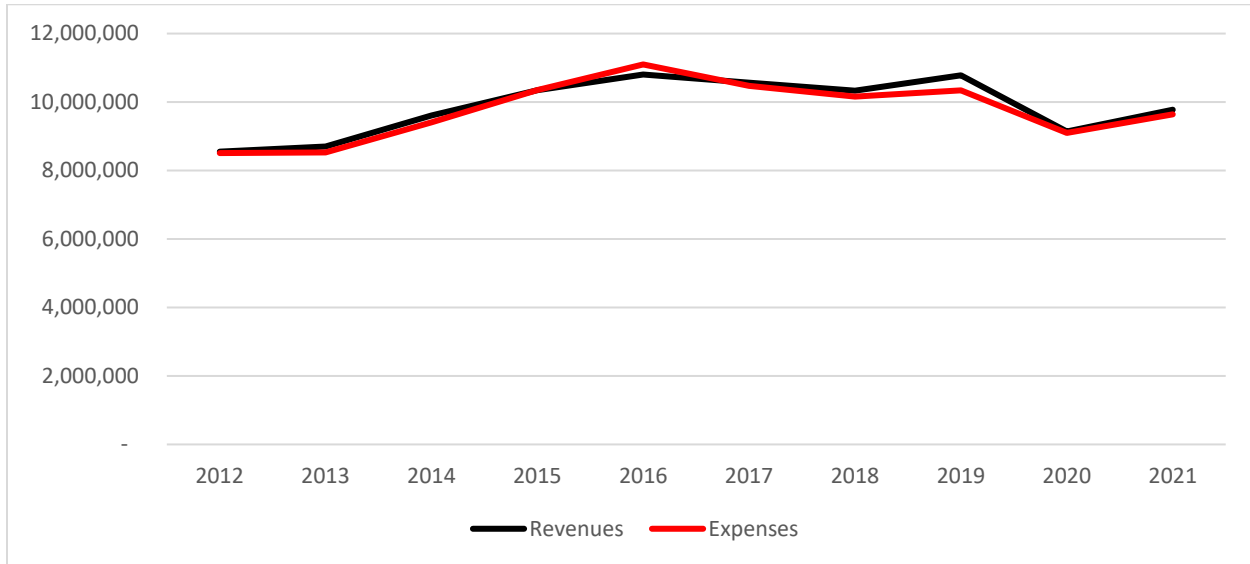
The City maintains three fiduciary funds: Payroll Clearing, Sales Tax, and Flexible Medical.

CITY OF WINFIELD, KANSAS

Management's Discussion and Analysis December 31, 2021

General Fund Budgetary Highlights

The following graph illustrates the City's General Fund Revenues against Expenditures for fiscal years ended 2012 through 2021:



As this graph illustrates, the City has had revenues more than expenditures nine of the last ten years. The City will need to continue monitoring expenditures as compared to stable growth with respect to assessed valuations, which allow for no measurable increase in property tax received. To combat flat property tax receipts, the City will need to review expenditures and likely identify user fee adjustments or ways to promote local sales tax receipts. Increases in franchise charges to utilities may need to be reviewed and adjusted upward to offset as necessary.

Capital Asset and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of December 31, 2021, amounts to \$79.61 million (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements, machinery and equipment, intangibles, vehicles, roads, water lines, sewer lines, natural gas lines and electric lines.

CITY OF WINFIELD, KANSAS

Management's Discussion and Analysis December 31, 2021

City of Winfield Capital Assets

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
Land	\$ 2,155,216	\$ 2,155,216	\$ 830,779	\$ 830,779	\$ 2,985,995	\$ 2,985,995
Buildings	11,773,181	10,074,274	12,848,518	13,287,869	24,621,699	23,362,143
Improvements	36,961,087	34,710,490	65,876,444	63,818,038	102,837,531	98,528,528
Machinery & Equipment	10,386,654	9,809,336	28,888,823	31,866,761	39,275,477	41,676,097
Less Accumulated Deprec.	(22,356,813)	(21,303,228)	(68,871,039)	(70,776,623)	(91,227,852)	(92,079,851)
Leased Equipment	1,149,933	464,464	583,966	114,417	1,733,899	578,881
Less Accumulated Amort.	(521,605)	(338,003)	(196,886)	(80,092)	(718,491)	(418,095)
Construction in Process	-	-	99,202	782,904	99,202	782,904
Total	\$ 39,547,653	\$ 35,572,549	\$ 40,059,807	\$ 39,844,053	\$ 79,607,460	\$ 75,416,602

For additional information on capital assets, see Note 4 to the Basic Financial Statements.

Debt Administration

At the end of 2021, the City had a total long-term debt outstanding of \$46.39 million. Of this amount, \$23.95 million was general obligation debt backed by the full faith and credit of the City and \$6.12 was general obligation debt that is supported by business activities.

City of Winfield Outstanding Debt

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
General Obligation	\$ 17,766,218	\$ 19,276,361	\$ 6,178,782	\$ 6,628,639	\$ 23,945,000	\$ 25,905,000
Capital Leases	769,923	361,674	520,239	76,061	1,290,162	437,735
State of KS Loan	-	-	7,668,487	-	7,668,487	-
Interlocal Agreement	33,500	67,000	-	-	33,500	67,000
Compensated Absences	326,710	353,645	473,908	467,059	800,618	820,704
Net Premium on GO Bonds	721,331	774,113	91,003	84,243	812,334	858,356
Net OPEB Obligation	941,151	836,783	1,274,971	1,274,303	2,216,122	2,111,086
Net pension Obligation	5,661,408	7,375,643	3,960,652	5,972,822	9,622,060	13,348,465
Total	\$ 26,220,241	\$ 29,045,219	\$ 20,168,042	\$ 14,503,127	\$ 46,388,283	\$ 43,548,346

The City's long-term debt increased due to the natural gas loan undertaken by the City and previously discussed to address costs accrued during Winter Storm Uri.

The City was assigned an "A+" rating from Standard & Poor's in 2019.

For additional information on debt administration, see Note 5 to the Basic Financial Statements.

Requests for Information

This financial report is designed to provide the reader with a general overview of the City's finances. Questions or requests for more information concerning any of the information provided in this report should be directed to Finance Department, City of Winfield, 200 E 9th Ave, Winfield, KS 67156.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF WINFIELD, KANSAS

Statement of Net Position
December 31, 2021

	Primary Government			Component units
	Governmental Activities	Business Type Activities	Total	
Assets:				
Cash and cash equivalents	\$ 16,211,854	\$ 11,777,354	\$ 27,989,208	\$ 750,440
Receivables:				
Property taxes	3,954,645	-	3,954,645	-
Special assessment taxes	1,150,449	-	1,150,449	-
Sales taxes	382,709	-	382,709	-
Franchise fees	31,645	-	31,645	-
Trade accounts, net	289,170	5,364,251	5,653,421	202,167
Internal balances	1,024,308	(1,024,308)	-	-
Inventories	-	2,329,791	2,329,791	3,468
Prepaid expenses	24,960	18,916	43,876	9,745
Investment in joint venture	-	56,765	56,765	-
Other investments	-	11,957	11,957	-
Restricted assets	-	236,716	236,716	18,766
Land held for resale	710,252	-	710,252	-
Capital assets:				
Land	2,155,216	830,779	2,985,995	52,776
Construction work in progress	-	99,202	99,202	-
Buildings	11,773,181	12,848,518	24,621,699	6,114,572
Improvements other than buildings	36,961,087	65,876,444	102,837,531	-
Machinery and equipment	10,386,654	28,888,823	39,275,477	376,621
Less accumulated depreciation	(22,356,813)	(68,871,039)	(91,227,852)	(3,643,362)
Leased equipment	1,149,933	583,966	1,733,899	-
Less accumulated amortization	(521,605)	(196,886)	(718,491)	-
Total assets	63,327,645	58,831,249	122,158,894	3,885,193
Deferred Outflows of Resources:				
Deferred outflows related to pensions	1,901,182	1,330,043	3,231,225	82,902
Deferred outflows related to OPEB healthcare	141,264	191,370	332,634	-
Deferred outflows related to OPEB KPERS	8,814	11,940	20,754	10,302
Deferred outflows of resources	2,051,260	1,533,353	3,584,613	93,204
Liabilities:				
Accounts payable	941,947	710,894	1,652,841	52,349
Accrued payroll payable	105,013	107,178	212,191	18,460
Accrued interest payable	182,204	47,742	229,946	-
Temporary notes payable	1,900,000	-	1,900,000	-
Noncurrent liabilities:				
Due within one year	1,912,858	1,756,208	3,669,066	2,631
Due in more than one year	24,307,383	18,411,834	42,719,217	393,797
Total liabilities	29,349,405	21,033,856	50,383,261	467,237
Deferred Inflows of Resources:				
Deferred inflows for property taxes receivable	3,954,643	-	3,954,643	-
Deferred inflows for grant receivable	-	-	-	164,580
Deferred inflows unearned revenue	-	652	652	-
Deferred inflows related to pensions	1,950,308	1,364,411	3,314,719	59,835
Deferred inflows related to OPEB healthcare	4,742	6,423	11,165	319
Deferred inflows related to OPEB KPERS	105,855	143,402	249,257	6,876
Total deferred inflows of resources	6,015,548	1,514,888	7,530,436	231,610
Net Position:				
Net investment in capital assets	24,749,918	33,222,041	57,971,959	2,900,607
Restricted for:				
Debt service	1,414,033	-	1,414,033	-
Capital improvements	2,179,847	236,716	2,416,563	164,580
General government	7,571,396	-	7,571,396	-
Public safety	597,693	-	597,693	-
Advance metering infrastructure project	518	-	518	-
Health and welfare	457,677	-	457,677	-
Culture and recreation	159,837	-	159,837	-
Economic development	815,498	-	815,498	-
Unrestricted	(7,932,465)	4,357,101	(3,575,364)	214,363
Total net position	\$ 30,013,952	\$ 37,815,858	\$ 67,829,810	\$ 3,279,550

CITY OF WINFIELD, KANSAS

Statement of Activities
Year Ended December 31, 2021

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units
					Governmental Activities	Business Type Activities	Total	
Governmental Activities:								
General government	\$ 267,814	\$ 1,006,386	\$ -	\$ -	\$ 738,572	\$ -	\$ 738,572	\$ -
Public safety	8,870,037	705,672	-	-	(8,164,365)	-	(8,164,365)	-
Public works/stormwater	726,896	300,166	480,015	911,306	964,591	-	964,591	-
Cemetery	218,943	77,570	-	-	(141,373)	-	(141,373)	-
Culture and recreation	2,106,902	762,458	2,838	-	(1,341,606)	-	(1,341,606)	-
Health and welfare	56,365	479,348	-	-	422,983	-	422,983	-
Economic development	397,542	-	-	-	(397,542)	-	(397,542)	-
Interest on long-term debt	594,776	-	-	-	(594,776)	-	(594,776)	-
Total Governmental Activities	\$ 13,239,275	\$ 3,331,600	\$ 482,853	\$ 911,306	(8,513,516)	-	(8,513,516)	-
Business-Type Activities:								
Electric Utility	\$ 28,449,128	\$ 30,848,249	\$ -	\$ -	-	2,399,121	2,399,121	-
Electric Transmission	1,495,358	1,398,503	-	-	-	(96,855)	(96,855)	-
Gas Utility	3,587,759	5,164,495	-	-	-	1,576,736	1,576,736	-
Water Utility	2,481,147	2,941,602	-	-	-	460,455	460,455	-
Wastewater Utility	1,667,344	2,178,380	-	-	-	511,036	511,036	-
Natural Gas Loan	8,536,679	2,643,641	-	-	-	(5,893,038)	(5,893,038)	-
Refuse	1,587,589	2,137,993	-	-	-	550,404	550,404	-
Quail Ridge Golf Course	571,269	419,754	-	-	-	(151,515)	(151,515)	-
Total Business-Type Activities	\$ 48,376,273	\$ 47,732,617	\$ -	\$ -	-	(643,656)	(643,656)	-
Component Units:								
Winfield Public Library	\$ 582,971	\$ 12,436	\$ 76,640	\$ -	-	-	-	(493,895)
Winfield Housing Authority	417,634	185,505	84,009	111,154	-	-	-	(36,966)
Total Component Units	\$ 1,000,605	\$ 197,941	\$ 160,649	\$ 111,154	-	-	-	(530,861)
General Revenues and Transfers:								
General Revenues:								
Property taxes levied for:								
General purposes					3,827,983	-	3,827,983	-
Debt service					637,243	-	637,243	-
Sales taxes					4,116,950	-	4,116,950	-
Transient guest taxes					67,025	-	67,025	-
Alcohol beverage taxes					71,636	-	71,636	-
Payment from City of Winfield					-	-	-	544,728
Investment earnings					15,427	7,855	23,282	1,975
Gain (loss) on disposal of property and equipment					-	-	-	(113,219)
Transfers in (out)					3,268,132	(3,268,132)	-	-
Total general revenues and transfers					12,004,396	(3,260,277)	8,744,119	433,484
Change in net position					3,490,880	(3,903,933)	(413,053)	(97,377)
Net position at beginning of year					26,523,072	41,945,187	68,468,259	3,376,927
Prior period adjustment (Note 23)					-	(225,396)	(225,396)	-
Net position at beginning of year, restated					26,523,072	41,719,791	68,242,863	3,376,927
Net position at end of year					\$ 30,013,952	\$ 37,815,858	\$ 67,829,810	\$ 3,279,550

The accompanying notes are an integral part of the financial statements.

FUND FINANCIAL STATEMENTS

CITY OF WINFIELD, KANSAS

Balance Sheet - Governmental Funds
December 31, 2021

	General	Debt Service	Capital Improvements	Special Streets and Highway	Public Safety Needs Study	Advance Metering Infrastructure Project	Other Governmental Funds	Total Governmental Funds
Assets:								
Cash and short-term investments	\$ 1,434,696	\$ 1,221,556	\$ 1,307,937	\$ 1,682,574	\$ 3,363,159	\$ 1,300,688	\$ 5,901,244	\$ 16,211,854
Property taxes receivable	2,742,460	587,176	-	-	-	-	625,009	3,954,645
Prepaid sales tax	-	-	-	-	-	-	24,960	24,960
Special assessment taxes receivable	128,871	1,021,578	-	-	-	-	-	1,150,449
Due from other funds	20,265	-	-	-	-	-	-	20,265
Accounts receivable, net	139,710	21,756	-	25,511	-	-	102,193	289,170
Due from other governmental agencies	-	183,277	-	-	-	-	-	183,277
Franchise fees receivable	31,645	-	-	-	-	-	-	31,645
Sales tax receivable	143,504	-	79,735	63,788	-	-	95,682	382,709
Land held for resale	-	-	-	-	-	-	710,252	710,252
Total assets	\$ 4,641,151	\$ 3,035,343	\$ 1,387,672	\$ 1,771,873	\$ 3,363,159	\$ 1,300,688	\$ 7,459,340	\$ 22,959,226
Liabilities:								
Accounts payable	\$ 18,916	\$ -	\$ -	\$ 4,526	\$ 250,650	\$ -	\$ 667,854	\$ 941,946
Accrued payroll	85,612	-	-	4,830	-	-	14,571	105,013
Due to other funds	-	-	-	-	-	-	183,277	183,277
Temporary notes payable	-	-	-	-	-	1,300,170	599,830	1,900,000
Total liabilities	104,528	-	-	9,356	250,650	1,300,170	1,465,532	3,130,236
Deferred Inflows of Resources:								
Property taxes receivable	2,742,460	587,176	-	-	-	-	625,007	3,954,643
Special assessment taxes receivable	128,871	1,021,578	-	-	-	-	-	1,150,449
Intergovernmental	-	12,556	-	-	-	-	-	12,556
Total deferred inflows of resources	2,871,331	1,621,310	-	-	-	-	625,007	5,117,648
Fund Balances:								
Nonspendable	-	-	-	-	-	-	6,124	6,124
Restricted:								
Debt service	-	1,414,033	-	-	-	-	-	1,414,033
General government	-	-	-	-	-	-	911,729	911,729
Public safety	-	-	-	-	-	-	597,693	597,693
Stormwater drainage improvements	-	-	-	-	-	-	432,243	432,243
Recreation	-	-	-	-	-	-	159,837	159,837
Health and welfare	-	-	-	-	-	-	24,951	24,951
Economic development	-	-	-	-	-	-	809,374	809,374
Levee maintenance	-	-	-	-	-	-	28,343	28,343
Street improvements	-	-	-	-	-	-	2,179,847	2,179,847
Equipment acquisitions	-	-	1,387,672	1,762,517	3,112,509	518	367,208	6,630,424
Committed:								
Water quality improvements	-	-	-	-	-	-	282,328	282,328
Fairgrounds improvements	-	-	-	-	-	-	225,023	225,023
Cemetery improvements	-	-	-	-	-	-	74,363	74,363
Assigned:								
Subsequent year's budget	132,740	-	-	-	-	-	-	132,740
Unassigned	1,532,552	-	-	-	-	-	(730,262)	802,290
Total fund balances	1,665,292	1,414,033	1,387,672	1,762,517	3,112,509	518	5,368,801	14,711,342
Total liabilities, deferred inflows and fund balances	\$ 4,641,151	\$ 3,035,343	\$ 1,387,672	\$ 1,771,873	\$ 3,363,159	\$ 1,300,688	\$ 7,459,340	\$ 22,959,226

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Reconciliation of the Balance Sheet of Governmental Funds
To Statement of Net Position
December 31, 2021

Total Governmental Fund Balances		\$ 14,711,342
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds (capital assets net of accumulated depreciation):		
Cost	62,426,071	
Accumulated depreciation	<u>(22,878,418)</u>	
		39,547,653
Other assets not available to pay for current period expenditures and therefore are not reported in the governmental funds:		
Special assessments taxes receivable		1,150,449
Long-term contractual receivables from other governmental agencies		12,556
Certain items, which result in a consumption of net position applicable to a future reporting period, are recognized as deferred outflows of resources in government-wide financial statements:		
Deferred outflows related to pensions		1,901,182
Deferred outflows related to OPEB		150,078
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Accrued interest payable on general obligation bonds	182,204	
Compensated absences payable	326,710	
Capital lease obligations payable	769,923	
General obligation bonds payable	17,766,218	
Unamortized premium on sale of general obligation bonds	721,331	
Interlocal agreement payable	33,500	
Net pension liability payable	5,661,408	
Net death & disability liability payable	132,209	
Net OPEB liability payable	<u>808,942</u>	
		(26,402,445)
Certain items, which result in an acquisition of net position applicable to a future reporting period, are recognized as deferred inflows of resources in government-wide financial statements:		
Deferred inflows related to pensions		(1,950,308)
Deferred inflows related to OPEB		(110,597)
Internal service funds are used to charge the cost of certain activities to individual funds. The accumulated equity for the governmental fund types is reported on the statement of net position as internal balances		<u>1,004,042</u>
Net Position of Governmental Activities		<u>\$ 30,013,952</u>

CITY OF WINFIELD, KANSAS

Statement of Revenues, Expenditures and Changes
In Fund Balances - Governmental Funds
Year Ended December 31, 2021

	General	Debt Service	Capital Improvements	Special Streets and Highway	Public Safety Needs Study	Advance Metering Infrastructure Project	Other Governmental Funds	Total Governmental Funds
Revenues:								
Property taxes	\$3,128,240	\$ 637,243	\$ -	\$ -	\$ -	\$ -	\$ 699,743	\$ 4,465,226
Sales taxes	1,029,255	-	1,029,255	823,333	-	-	1,235,107	4,116,950
Special assessment taxes	-	271,102	-	-	-	-	-	271,102
Franchise taxes	130,401	-	-	-	-	-	-	130,401
Intergovernmental	502,685	-	-	480,015	-	-	1,030,631	2,013,331
Licenses and permits	77,479	-	-	-	-	-	-	77,479
Charges for services	1,516,608	-	-	-	-	-	330,149	1,846,757
Fines and forfeitures	58,857	-	-	-	-	-	-	58,857
Use of money and property	115,733	769	1,103	1,539	3,536	518	34,849	158,047
Miscellaneous	272,306	188,294	-	8,598	-	-	125,782	594,980
Total revenues	<u>6,831,564</u>	<u>1,097,408</u>	<u>1,030,358</u>	<u>1,313,485</u>	<u>3,536</u>	<u>518</u>	<u>3,456,261</u>	<u>13,733,130</u>
Expenditures:								
Current:								
General government	398,156	12,840	-	-	-	-	148,924	559,920
Public safety	6,859,221	-	-	-	1,734,614	-	259,624	8,853,459
Public works	-	-	-	1,708,774	-	-	1,263,966	2,972,740
Culture and recreation	1,788,268	-	-	-	-	-	947,026	2,735,294
Health and welfare	31,200	-	-	-	-	-	25,165	56,365
Economic development	343,991	-	-	-	-	-	53,552	397,543
Cemetery	208,898	-	-	-	-	-	3,113	212,011
Capital improvements	-	-	489,537	-	-	-	-	489,537
Debt service	33,500	2,752,581	-	24,016	-	-	-	2,810,097
Total expenditures	<u>9,663,234</u>	<u>2,765,421</u>	<u>489,537</u>	<u>1,732,790</u>	<u>1,734,614</u>	<u>-</u>	<u>2,701,370</u>	<u>19,086,966</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,831,670)</u>	<u>(1,668,013)</u>	<u>540,821</u>	<u>(419,305)</u>	<u>(1,731,078)</u>	<u>518</u>	<u>754,891</u>	<u>(5,353,836)</u>
Other Financing Sources (Uses):								
Proceeds from capital lease obligation	376,686	-	-	308,783	-	-	-	685,469
Transfers in	3,008,342	1,863,175	43,300	350,000	-	-	179,606	5,444,423
Transfers out	<u>(423,473)</u>	<u>(27,593)</u>	<u>(665,918)</u>	<u>(63,520)</u>	<u>-</u>	<u>-</u>	<u>(409,694)</u>	<u>(1,590,198)</u>
Total other financing sources (uses)	<u>2,961,555</u>	<u>1,835,582</u>	<u>(622,618)</u>	<u>595,263</u>	<u>-</u>	<u>-</u>	<u>(230,088)</u>	<u>4,539,694</u>
Net change in fund balances	129,885	167,569	(81,797)	175,958	(1,731,078)	518	524,803	(814,142)
Fund balances, beginning year	<u>1,535,407</u>	<u>1,246,464</u>	<u>1,469,469</u>	<u>1,586,559</u>	<u>4,843,587</u>	<u>-</u>	<u>4,843,998</u>	<u>15,525,484</u>
Fund balances, end of year	<u>\$1,665,292</u>	<u>\$1,414,033</u>	<u>\$ 1,387,672</u>	<u>\$ 1,762,517</u>	<u>\$ 3,112,509</u>	<u>\$ 518</u>	<u>\$ 5,368,801</u>	<u>\$ 14,711,342</u>

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities Year Ended December 31, 2021

Net Change in Fund Balances - Total Governmental Funds		\$ (814,142)
Amounts reported for governmental activities in the statement of net position are different because:		
Governmental funds report capital outlays as expenditures.		
However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:		
Capital outlays	\$ 6,642,894	
Depreciation	<u>(1,643,096)</u>	
Excess capital outlays over depreciation		4,999,798
Debt proceeds provide current financial resources for governmental funds but issuing debt increases long-term liabilities in the statement of net position for:		
Capital lease obligations payable		(641,069)
In the statement of activities, interest is accrued on outstanding debt, whereas in governmental funds, an interest expenditure is reported when due.		
		11,329
In the statement of activities, the gain or loss from the disposition of capital assets is reported, whereas in the governmental funds, only cash proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the assets sold.		
		(1,024,694)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets:		
General obligation bond payments	1,510,143	
Capital lease obligation payments	232,819	
Interlocal agreement payments	<u>33,500</u>	
Total payments on long-term liabilities		1,776,462
In the statement of activities the deferred refunding costs increases deferred outflows of resources but does not provide current resources to the governmental funds. Amortization of the deferred refunding costs is reflected in the statement of activities but is not reported as expenditures in the governmental funds:		
Amortization of deferred refunding costs		9,207
Special assessments are not considered available to liquidate liabilities of the current period. However, they are recognized as revenue in the statement of activities as soon as the related improvements is completed and the special assessments are levied.		
		(272,654)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental fund for long-term receivables		
		(188,294)
Pension contributions is an expenditure in the governmental funds but reduces the net pension liability in the statement of net position. Additionally, the effect of changes in deferred outflows and inflows for pensions are only recorded in the statement of activities.		
		(249,711)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.		
Net Other Postemployment Benefits Other Than Pensions		(104,369)
Deferred inflows and outflows related to OPEB		(7,872)
Compensated absences payable		26,935
Amortization of premium on issuance of general obligation bonds		52,781
Internal service funds are used to charge the cost of certain activities to the individual funds.		
Net revenue (expense) of the internal service funds is reported within governmental activities.		<u>(82,827)</u>
Change in Net Position of Governmental Activities		<u>\$ 3,490,880</u>

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
General Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes				
Property	\$ 3,093,091	\$ 3,093,091	\$ 3,065,588	\$ (27,503)
Sales	1,856,000	1,856,000	1,029,255	(826,745)
Franchise	147,000	147,000	130,401	(16,599)
Intergovernmental	474,000	474,000	499,391	25,391
Licenses, fees and permits	214,900	214,900	77,479	(137,421)
Charges for services	1,345,110	1,345,110	1,514,803	169,693
Fines and forfeitures	62,550	62,550	58,857	(3,693)
Use of money and property	114,500	114,500	115,733	1,233
Miscellaneous	15,500	15,500	274,111	258,611
Transfers in	2,967,000	2,967,000	3,008,342	41,342
Total revenues	10,289,651	10,289,651	9,773,960	(515,691)
Expenditures and encumbrances:				
General government				
Administrative/other	1,766,790	1,766,790	467,669	(1,299,121)
Cemetery maintenance	208,482	208,482	440,226	231,744
Public safety:				
Police Department	2,901,007	2,901,007	2,955,446	54,439
Fire Department	2,897,685	2,897,685	2,951,914	54,229
EMS Department	409,793	409,793	297,465	(112,328)
Municipal Court	81,685	81,685	78,582	(3,103)
Parking	-	-	299	299
Culture and recreation:				
City Lake	396,671	396,671	449,532	52,861
Park maintenance	602,883	602,883	720,502	117,619
Baden Square	253,832	253,832	201,187	(52,645)
Aquatic facility	204,187	204,187	184,171	(20,016)
Sports complex	268,446	268,446	122,420	(146,026)
Economic Development:				
Community development	327,788	327,788	344,642	16,854
Transfers out	-	-	423,473	423,473
Total expenditures and encumbrances	10,319,249	10,319,249	9,637,528	(681,721)
Revenues over (under) expenditures and encumbrances	(29,598)	(29,598)	136,432	166,030
Unencumbered cash, beginning of year	984,594	984,594	1,061,000	76,406
Unencumbered cash, end of year	\$ 954,996	\$ 954,996	\$ 1,197,432	\$ 242,436

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual - Budgetary Basis
 Special Streets and Highway Fund
 Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary	Variance With Final Budget Over (Under)
	Original	Final	Basis	
Revenues:				
Intergovernmental	\$ 506,300	\$ 506,300	\$ 654,016	\$ 147,716
Taxes	718,145	718,145	823,265	105,120
Interest earnings	4,000	4,000	1,539	(2,461)
Miscellaneous	1,530	1,530	8,598	7,068
Transfers in	350,000	350,000	350,000	-
Total revenues	1,579,975	1,579,975	1,837,418	257,443
Expenditures and encumbrances:				
Personal services	365,967	365,967	344,538	(21,429)
Contractual services	74,700	74,700	774	(73,926)
Commodities	341,319	341,319	97,781	(243,538)
Capital outlay	1,341,079	1,341,079	940,821	(400,258)
Principal	-	-	17,724	17,724
Interest	-	-	6,292	6,292
Miscellaneous	-	-	-	-
Transfer out	41,825	41,825	63,520	21,695
Total expenditures and encumbrances	2,164,890	2,164,890	1,471,450	(693,440)
Revenues over (under) expenditures	(584,915)	(584,915)	365,968	950,883
Unencumbered cash, beginning of year	584,915	584,915	1,377,107	792,192
Unencumbered cash, end of year	\$ -	\$ -	\$ 1,743,075	\$ 1,743,075

CITY OF WINFIELD, KANSAS

Statement of Net Position - Proprietary Funds
December 31, 2021

	Business-Type Activities - Enterprise Funds								Governmental Activities
	Electric Utility	Electric Transmission	Gas Utility	Water Utility	Wastewater Utility	Natural Gas Loan	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Current Assets:									
Cash and cash equivalents	\$ 4,800,443	\$ 693,242	\$ 971,579	\$ 328,776	\$ 1,127,866	\$ 1,512,071	\$ 693,876	\$ 10,127,853	\$ 1,649,501
Trade accounts receivable	3,127,989	202,861	1,214,620	262,636	145,487	263,981	103,482	5,321,056	43,195
Inventories	1,450,502	32,946	502,035	149,552	34,983	-	25,458	2,195,476	134,315
Prepaid insurance	-	-	-	-	-	-	-	-	18,916
Restricted assets:									
Cash and cash equivalents restricted for:									
Wastewater Utility improvements	-	-	-	-	236,716	-	-	236,716	-
Total current assets	9,378,934	929,049	2,688,234	740,964	1,545,052	1,776,052	822,816	17,881,101	1,845,927
Property, Plant and Equipment:									
Land	382,366	-	6,305	8,801	23,355	-	403,452	824,279	6,500
Buildings	2,976,463	-	-	1,209,573	5,857,389	-	687,444	10,730,869	2,117,649
Construction in process	-	99,202	-	-	-	-	-	99,202	-
Improvements other than buildings	26,364,622	4,651,531	6,490,865	11,747,725	13,721,809	-	2,653,497	65,630,049	246,395
Machinery and equipment	15,899,841	-	704,206	5,590,653	2,460,560	-	2,269,637	26,924,897	1,963,926
Less accumulated depreciation (build & leasehold)	(32,600,900)	(832,866)	(3,356,867)	(10,440,099)	(14,358,965)	-	(4,268,599)	(65,858,296)	(3,012,743)
Leased equipment	308,979	-	-	-	77,245	-	197,742	583,966	-
Less accumulated amortization	(61,796)	-	-	-	(69,521)	-	(65,569)	(196,886)	-
Property, plant and equipment, net	13,269,575	3,917,867	3,844,509	8,116,653	7,711,872	-	1,877,604	38,738,080	1,321,727
Other Assets:									
Advances to other funds	27,587	-	6,645	2,970	4,912	-	7,620	49,734	-
Investment in joint venture	-	-	-	-	-	-	56,765	56,765	-
Other investments	11,957	-	-	-	-	-	-	11,957	-
Total other assets	39,544	-	6,645	2,970	4,912	-	64,385	118,456	-
Total non-current assets	13,309,119	3,917,867	3,851,154	8,119,623	7,716,784	-	1,941,989	38,856,536	1,321,727
Total assets	22,688,053	4,846,916	6,539,388	8,860,587	9,261,836	1,776,052	2,764,805	56,737,637	3,167,654
Deferred Outflows of Resources:									
Deferred outflows related to pensions	346,580	-	98,621	157,103	128,878	-	135,870	867,052	462,991
Deferred outflows related to OPEB healthcare	38,901	-	14,170	23,315	18,931	-	22,056	117,373	73,997
Deferred outflows related to OPEB KPERS	2,427	-	884	1,455	1,181	-	1,376	7,323	4,617
Total deferred outflows of resources	387,908	-	113,675	181,873	148,990	-	159,302	991,748	541,605
Total assets and deferred outflows of resources	23,075,961	4,846,916	6,653,063	9,042,460	9,410,826	1,776,052	2,924,107	57,729,385	3,709,259

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Net Position - Proprietary Funds (Continued)
December 31, 2021

	Business-Type Activities - Enterprise Funds								Governmental Activities
	Electric Utility	Electric Transmission	Gas Utility	Water Utility	Wastewater Utility	Natural Gas Loan	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Current Liabilities:									
Salaries and wages payable	\$ 30,720	\$ -	\$ 6,023	\$ 12,421	\$ 10,137	\$ -	\$ 11,503	\$ 70,804	\$ 36,374
Accounts payable	45,624	198,830	363,449	10,123	17,520	-	31,387	666,933	43,961
Compensated absences payable	72,486	-	23,825	33,198	31,805	-	26,316	187,630	96,690
Current portion of general obligation bonds payable	-	157,757	-	313,812	-	-	-	471,569	-
Accrued interest payable	-	17,226	-	30,516	-	-	-	47,742	-
Current portion of capitalized lease obligations payable	59,999	-	-	-	45,072	-	52,738	157,809	-
Current portion of loan payable	-	-	-	-	-	842,510	-	842,510	-
Total current liabilities	208,829	373,813	393,297	400,070	104,534	842,510	121,944	2,444,997	177,025
Noncurrent Liabilities:									
Advances from other funds	-	-	-	-	-	-	-	-	70,000
Long-term portion of compensated absences payable	44,726	-	15,451	16,364	40,496	-	18,950	135,987	53,601
Long-term portion of general obligation bonds payable	-	3,201,990	-	2,596,226	-	-	-	5,798,216	-
Long-term portion of capitalized lease obligations	248,980	-	-	-	-	-	113,450	362,430	-
Long-term portion of loan payable	-	-	-	-	-	6,825,977	-	6,825,977	-
Total OPEB obligation payable	259,172	-	94,403	155,334	126,123	-	146,945	781,977	492,994
Net pension liability payable	1,032,059	-	293,676	467,828	383,777	-	404,601	2,581,941	1,378,711
Total noncurrent liabilities	1,584,937	3,201,990	403,530	3,235,752	550,396	6,825,977	683,946	16,486,528	1,995,306
Total liabilities	1,793,766	3,575,803	796,827	3,635,822	654,930	7,668,487	805,890	18,931,525	2,172,331
Deferred Inflows of Resources:									
Deferred Inflows unearned revenue	-	-	-	-	-	-	652	652	-
Deferred inflows related to pensions	355,536	-	101,169	161,163	132,208	-	139,381	889,457	474,954
Deferred inflows related to OPEB healthcare	1,306	-	476	783	635	-	740	3,940	2,483
Deferred inflows related to OPEB KPERS	29,150	-	10,618	17,471	14,186	-	16,528	87,953	55,449
Total deferred inflows of resources	385,992	-	112,263	179,417	147,029	-	157,301	982,002	532,886
Net Position:									
Net investment in capital assets	12,960,596	540,894	3,844,509	5,176,099	7,666,800	-	1,711,416	31,900,314	1,321,727
Restricted for Wastewater Utility Improvements	-	-	-	-	236,716	-	-	236,716	-
Unrestricted	7,935,607	730,219	1,899,464	51,122	705,351	(5,892,435)	249,500	5,678,828	(317,685)
Total net position	\$ 20,896,203	\$ 1,271,113	\$ 5,743,973	\$ 5,227,221	\$ 8,608,867	\$ (5,892,435)	\$ 1,960,916	\$ 37,815,858	\$ 1,004,042

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
Year Ended December 31, 2021

	Business-Type Activities - Enterprise Funds								Governmental Activities
	Electric Utility	Electric Transmission	Gas Utility	Water Utility	Wastewater Utility	Natural Gas Loan	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating Revenues:									
Charges for services	\$ 30,718,261	\$ 1,398,672	\$ 5,171,630	\$ 2,925,742	\$ 2,189,303	\$ 2,643,641	\$ 2,397,108	\$ 47,444,357	\$ 3,835,472
Miscellaneous	323,761	-	950	20,277	-	-	161,868	506,856	62,756
Total operating revenues	31,042,022	1,398,672	5,172,580	2,946,019	2,189,303	2,643,641	2,558,976	47,951,213	3,898,228
Operating Expenses:									
Services and supplies	27,161,397	1,363,698	3,469,339	1,898,963	1,375,900	8,520,781	1,933,967	45,724,045	4,074,077
Depreciation and amortization	1,287,731	97,932	118,420	492,332	289,085	-	222,989	2,508,489	201,140
Total operating expenses	28,449,128	1,461,630	3,587,759	2,391,295	1,664,985	8,520,781	2,156,956	48,232,534	4,275,217
Operating income (loss)	2,592,894	(62,958)	1,584,821	554,724	524,318	(5,877,140)	402,020	(281,321)	(376,989)
Nonoperating Revenues (Expense):									
Interest income	4,149	-	1,442	269	1,043	603	349	7,855	1,152
Interest expense	-	(33,728)	-	(89,852)	(2,359)	(15,898)	(1,902)	(143,739)	-
Intergovernmental	-	-	-	-	-	-	-	-	306,265
Gain (loss) on disposal of assets	(193,773)	(169)	(8,085)	(4,417)	(10,923)	-	2,263	(215,104)	(19)
Loss on joint venture	-	-	-	-	-	-	(3,492)	(3,492)	-
Total nonoperating revenue (expense)	(189,624)	(33,897)	(6,643)	(94,000)	(12,239)	(15,295)	(2,782)	(354,480)	307,398
Income (loss) before transfers	2,403,270	(96,855)	1,578,178	460,724	512,079	(5,892,435)	399,238	(635,801)	(69,591)
Transfers from other funds	375,000	-	-	-	61,250	-	350,000	786,250	-
Transfers to other funds	(2,276,301)	(189,023)	(653,783)	(495,882)	(258,471)	-	(180,922)	(4,054,382)	(13,236)
Change in net position	501,969	(285,878)	924,395	(35,158)	314,858	(5,892,435)	568,316	(3,903,933)	(82,827)
Net position, beginning of year	20,394,234	1,782,387	4,819,578	5,262,379	8,294,009	-	1,392,600	41,945,187	1,086,869
Prior period adjustment	-	(225,396)	-	-	-	-	-	(225,396)	-
Net position, end of year	\$ 20,896,203	\$ 1,271,113	\$ 5,743,973	\$ 5,227,221	\$ 8,608,867	\$ (5,892,435)	\$ 1,960,916	\$ 37,815,858	\$ 1,004,042

CITY OF WINFIELD, KANSAS

Statement of Cash Flows - Proprietary Funds
Year Ended December 31, 2021

	Business-Type Activities - Enterprise Funds								Governmental Activities
	Electric Utility	Electric Transmission	Gas Utility	Water Utility	Wastewater Utility	Natural Gas Loan	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash flows from operating activities:									
Cash received from customers	\$ 29,006,652	\$ 1,397,070	\$ 4,360,828	\$ 2,887,517	\$ 2,196,099	\$ 2,379,660	\$ 2,421,927	\$ 44,649,753	\$ -
Cash received from interfund charges	-	-	-	-	-	-	-	-	3,872,742
Other cash receipts	323,761	-	950	20,277	-	-	161,868	506,856	62,757
Cash payments for materials and services	(24,579,329)	(1,238,503)	(2,301,363)	(569,815)	(457,674)	(8,520,781)	(660,104)	(38,327,569)	(1,484,910)
Cash payments to employees for services and benefits	(1,369,515)	-	(542,522)	(927,639)	(724,996)	-	(960,047)	(4,524,719)	(2,783,102)
Cash payments for interfund services	(1,377,326)	(113,011)	(766,494)	(418,790)	(177,239)	-	(308,708)	(3,161,568)	-
Net cash provided (used by) operating activities	2,004,243	45,556	751,399	991,550	836,190	(6,141,121)	654,936	(857,247)	(332,513)
Cash flows from capital and related financing activities:									
Proceeds from capital lease obligation	308,979	-	-	-	-	-	-	308,979	-
Proceeds from disposal of capital assets	21,790	-	119	-	-	-	-	21,909	-
Principal paid on capital lease obligations	-	-	-	-	(6,284)	-	(19,087)	(25,371)	-
Proceeds from loan	-	-	-	-	-	7,668,487	-	7,668,487	-
Principal paid on general obligation bonds	-	(174,496)	-	(282,407)	-	-	-	(456,903)	-
Interest paid on debt	-	(22,726)	-	(93,230)	(2,359)	(15,898)	(1,902)	(136,115)	-
Acquisition and construction of capital assets	(1,097,921)	(2,057,271)	(25,205)	(67,441)	(241,072)	-	(415,256)	(3,904,166)	(6,881)
Net cash provided (used) by capital and related financing activities	(767,152)	(2,254,493)	(25,086)	(443,078)	(249,715)	7,652,589	(436,245)	3,476,820	(6,881)
Cash flows from noncapital financing activities:									
Intergovernmental	-	-	-	-	-	-	-	-	306,265
Transfers from other funds	375,000	-	-	-	61,250	-	350,000	786,250	-
Transfers to other funds	(2,276,301)	(189,023)	(653,783)	(495,882)	(258,471)	-	(180,922)	(4,054,382)	(13,236)
Net cash provided (used) by noncapital financing activities	(1,901,301)	(189,023)	(653,783)	(495,882)	(197,221)	-	169,078	(3,268,132)	293,029
Cash flows from investing activities:									
Interest received	4,149	-	1,442	269	1,043	603	349	7,855	1,152
Net increase (decrease) in cash and cash equivalents	(660,061)	(2,397,960)	73,972	52,859	390,297	1,512,071	388,118	(640,704)	(45,213)
Cash and cash equivalents, beginning of year	5,460,504	3,091,202	897,607	275,917	974,285	-	305,758	11,005,273	1,694,714
Cash and cash equivalents, end of year	\$ 4,800,443	\$ 693,242	\$ 971,579	\$ 328,776	\$ 1,364,582	\$ 1,512,071	\$ 693,876	\$ 10,364,569	\$ 1,649,501
Reconciliation of cash and cash equivalents									
Cash and cash equivalents per net position	\$ 4,800,443	\$ 693,242	\$ 971,579	\$ 328,776	\$ 1,127,866	\$ 1,512,071	\$ 693,876	\$ 10,127,853	\$ 1,649,501
Restricted cash and cash equivalents included in restricted assets	-	-	-	-	236,716	-	-	236,716	-
Cash and cash equivalents, end of year	\$ 4,800,443	\$ 693,242	\$ 971,579	\$ 328,776	\$ 1,364,582	\$ 1,512,071	\$ 693,876	\$ 10,364,569	\$ 1,649,501

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Cash Flows - Proprietary Funds (Continued)
Year Ended December 31, 2021

	Business-Type Activities - Enterprise Funds								Governmental Activities
	Electric Utility	Electric Transmission	Gas Utility	Water Utility	Wastewater Utility	Natural Gas Loan	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided (used) by operating activities									
Operating income (loss)	\$ 2,592,894	\$ (62,958)	\$ 1,584,821	\$ 554,724	\$ 524,318	\$ (5,877,140)	\$ 402,020	\$ (281,321)	\$ (376,989)
Adjustments to reconcile operating income (loss) to net cash Provided (used) by operating activities:									
Depreciation and amortization expense	1,287,731	97,932	118,420	492,332	289,085	-	222,989	2,508,489	201,140
(Increase) decrease in trade accounts receivable	(1,711,609)	(1,603)	(810,802)	(38,224)	6,796	(263,981)	24,819	(2,794,604)	32,390
(Increase) decrease in inventories	(6,913)	1,775	(174,603)	(15,599)	(1,705)	-	-	(197,045)	(13,604)
(Increase) decrease in advances to others	-	1	-	-	-	-	-	1	-
(Increase) decrease in prepaid insurance	-	-	-	-	-	-	-	-	4,984
(Increase) decrease in deferred outflows related to pensions & OPEB	120,395	-	33,829	38,832	33,956	-	32,859	259,871	163,791
Increase (decrease) in salaries and wages payable	(25,913)	-	(133)	1,434	700	-	1,914	(21,998)	261
Increase (decrease) in accounts payable	20,600	10,409	62,241	9,050	27,999	-	25,027	155,326	(5,768)
Increase (decrease) in deferred inflows related to pensions & OPEB	299,542	-	87,808	142,415	116,474	-	123,252	769,491	418,370
Increase (decrease) in compensated absences payable	17,477	-	5,694	(1,416)	4,007	-	(16,117)	9,645	(2,796)
Increase (decrease) in OPEB obligation payable	(68,543)	-	4,899	17,792	13,148	-	16,727	(15,977)	8,753
Increase (decrease) in net pension liability payable	(521,418)	-	(160,775)	(209,790)	(178,588)	-	(178,554)	(1,249,125)	(763,045)
Net cash provided (used by) operating activities	\$ 2,004,243	\$ 45,556	\$ 751,399	\$ 991,550	\$ 836,190	\$ (6,141,121)	\$ 654,936	\$ (857,247)	\$ (332,513)

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Notes to the Financial Statements December 31, 2021

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The City of Winfield, Kansas (the City) was founded in 1869. Located in the northern half of Cowley County, the City has a population of over 12,000 living within an area of 12 square miles. The City operates under a charter adopted February 2, 1873, as a Commission/Manager form of government. The City provides a full range of municipal utility services to its citizens including electric, gas, water, wastewater and sanitation services. Other municipal services include police and fire protection, ambulance services, construction and maintenance of streets, drainage facilities and other infrastructure, recreation and cultural activities, a municipal golf course, community and industrial development, planning and zoning, building inspection, cemetery operations and maintenance, general administration and internal support services.

As required by generally accepted accounting principles, these financial statements present the City of Winfield, Kansas (primary government) and its component units, entities for which the City is considered to be financially accountable. A primary government is financially accountable if it appoints a voting majority of an organization's governing body and (1) it is able to impose its will on that organization or (2) there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. The component units discussed in the following paragraphs are included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

Discretely presented component units

Winfield Public Library

The Winfield Public Library operates the public library in the City. The Winfield Public Library is accounted for using the same principles as the governmental fund types of the City. The City Commission appoints all Library Board members and the Library Board may not purchase or lease a site or erect a building for use of the library without the approval of the City Commission. The Library Board taxes are levied under the taxing authority of the City and are included as part of the City's total tax levy. These taxes are accounted for in the Library special revenue fund of the City. The Library Board also receives funding through state assistance programs and other sources. The Library Board issues separate financial statements and a copy can be obtained by contacting the administrative offices of the Winfield Public Library, 605 College, Winfield, Kansas 67156.

Winfield Housing Authority

The Winfield Housing Authority (Housing Authority) operates the City's housing projects. The Winfield Housing Authority is accounted for using the same principles as the business-type funds of the City. The City created the Winfield Housing Authority as its agent in 1978 under the provisions of K.S.A. 17-2340. The City Commission appoints all board members and has the ability to impose its will on the Winfield Housing Authority. Although the City does not have the authority to approve or modify the Housing Authority's operational and capital budgets, and the Housing Authority has the ability to issue bonded debt, the City is fiscally responsible for the Housing Authority since it was created as an agent of the City. The City Commission has delegated to the Housing Authority the power to operate and manage the low-rent housing projects of the City. The Housing Authority is on a June 30th fiscal year end and data included in these financial statements are for the fiscal year ended June 30, 2020. The Winfield Housing Authority issues separate financial statements and a copy can be obtained by contacting the administrative offices of the Winfield Housing Authority, 1417 Pine Terrace, Winfield, Kansas 67156.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Joint ventures

A joint venture is a legal entity or other organization that results from a contractual arrangement (or interlocal agreement) and is owned, operated or governed by two or more participants as a separate and specific activity subject to joint control. The participants retain (a) an on-going financial interest or, (b) an on-going financial responsibility. The City participates in the following joint ventures:

Strother Field Airport and Industrial Park

The Cities of Winfield and Arkansas City, Kansas entered into an interlocal agreement to create Strother Field Airport and Industrial Park (Strother Field). Three commissioners from both cities comprise the Strother Field governing body. The two cities jointly own Strother Field. The cities provide no financial support to Strother Field. Separate audited financial statements are available from Strother Field Airport and Industrial Park, P.O. Box 47, Winfield, Kansas 67156.

Cowley County Humane Society Interlocal Agreement

The Cities of Winfield and Arkansas City, Kansas entered into an interlocal agreement to jointly operate and fund the animal shelter. The purpose of this agreement is to provide for the continuity for the use of the Cowley County Humane Society to temporarily house, care for and disperse unwanted or stray animals. Each City and the Society shall continue to have equal one-third ownership interest in the shelter facility. Records and reporting are maintained by the Humane Society, and both cities contribute annually to the operations of the shelter and have an ongoing financial interest in the organization. Unaudited financial statements are available from the Cowley County Humane Society, 7468 222nd Road, Winfield, Kansas 67156.

Arkansas City/Winfield Recycling Center

The Cities of Winfield and Arkansas City, Kansas entered into an interlocal agreement to jointly purchase and operate a recycling center. Additionally, the City of Winfield offers single stream recycling to Winfield residents. Records are maintained by the City of Winfield and both cities share equally in the costs and recycling revenues. No separate financial statements are prepared for this joint venture. Further financial information can be obtained from the City of Winfield, 200 E. 9th Avenue, Winfield, Kansas 67516. A summary of 2021 revenues and expenses for the recycling center are as follows:

Recycling revenues	\$	45,016
Recycling expense		94,201
Depreciation Expense		3,492

Related organizations

A related organization is an organization of which a primary government is not financially accountable (because it does not impose will or have a financial benefit or burden relationship) even though the primary government appoints a voting majority of that organization's governing board.

William Newton Memorial Hospital

The City Commission is responsible for appointing the Board members of the William Newton Memorial Hospital (Hospital), but the City's accountability for the Hospital does not extend beyond making appointments.

Basis of presentation

The financial statements of the City have been prepared in conformity with accounting principals generally accepted in the United States of America as applied to governmental units. The *Governmental Accounting Standards Board* (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The more significant of the City's accounting policies are described here-in.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Basis of presentation (cont.)

The City's basic financial statements include both government-wide, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide financial statements

The government-wide financial statements, consisting of the statement of net position and the statement of activities, report information on all the nonfiduciary activities of the primary government and its component units. As a general rule, the effect of interfund activities has been eliminated from the government-wide financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable.

The statement of net position presents the financial condition of the City and its component units at year-end. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as governmental revenues.

Fund financial statements

The fund financial statements provide information about the City's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

Measurement focus and basis of accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers property tax revenues to be available in the period for which levied and other revenues if they are collected in 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Sales taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property taxes and special assessments are not available as explained in Note 1, topic *Property Taxes and Other Receivable*, and result in unavailable revenue. All other revenue items are considered measurable and available only when cash is received by the City.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Measurement focus and basis of accounting (cont.)

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The custodial funds are reported using the economic resources measurement focus and the accrual basis of accounting.

The City reports the following major governmental funds:

General Fund - The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

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

Capital Improvements Fund - The Capital Improvements Fund is used to account for many of the major capital improvements of the City (other than those financed in proprietary funds) and is financed primarily through one-half of the local sales tax revenues and other City transfers.

Special Streets and Highway - to account for street maintenance operations. Financing is provided through motor fuel taxes distributed from the State of Kansas Special City and County Highway Fund.

Public Safety Needs Study - to account for a project authorized by the City Commission in 2015 to determine the long-term solution for police, fire and ambulance facilities.

Advance Metering Infrastructure Project—used for the improvement of the metering system of the City's utilities including water, sewer, electric and natural gas. Long term financing is paid through transfers from applicable utility funds by percentage of the project total.

Additionally, the City reports the following major proprietary funds:

Electric Utility Fund - The Electric Utility Fund is used to account for the operation and maintenance of the City's electric generation and distribution system. The City purchases electricity and maintains a 65 KW generation capacity. Electric service is provided to more than 7,400 meters, both within the City and in surrounding areas, and sold wholesale to neighboring cities.

Electric Transmission Fund - The Electric Transmission Fund accounts for the ongoing costs of the newly formed partnership of GridLiance Great Plains and the City of Winfield to jointly own and operate the transmission lines previously owned 100% by the City. GridLiance Great Plains now owns 65% interest of this asset with the City owning 35% of the asset.

Gas Utility Fund - The Gas Utility Fund accounts for the operation and maintenance of the City's gas distribution system. The City purchases natural gas and provides service to approximately 5,200 meters.

Water Utility Fund - The Water Utility Fund is used to account for the operation and maintenance of the City's water treatment plant and the water distribution system. The Winfield City Lake provides adequate quality water supply to Winfield citizens providing water to approximately 5,200 meters. The City also provides access to water for five rural water districts and one neighboring city.

Wastewater Utility Fund - The Wastewater Utility Fund is used to account for the operation and maintenance of the City's wastewater collection system and wastewater treatment plant. The City collects and treats effluent of City residents providing service through the City to approximately 5,000 customers.

Natural Gas Loan Fund - to account for the ongoing costs and collections related to the State of KS loan that was taken out to cover the increased costs related to the winter storm of February 2021. The City is collecting fees from customers over the next 10 years to provide funds to repay the loan.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Measurement focus and basis of accounting (cont.)

The City also reports the following fund types:

Special Revenue Funds - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Project Funds - The Capital Project Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets other than those financed by proprietary funds.

Permanent Funds - Permanent Funds are used to report an endowment restricted to the perpetual care of the municipal cemeteries.

Internal Service Funds - The Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis and to account for the City's self-insurance activities.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments for franchise fees and other charges between the City's enterprise funds and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reports for the various functions concerned.

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year-end are reported as due from/due to other funds and advanced to/from other funds. While these balances are reported in the fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between funds included in governmental activities are eliminated so that only the net amount is included in the governmental activities column. Similarly, balances between funds included in business-type activities are eliminated so that only the net amount is included in the business-type activities column. The City does not have a formal policy on removing internal activity on the government-wide financial statements.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. In addition, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperation items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds' principal ongoing operations. Principal operating revenues of the proprietary fund are charges to customers for sales and services. Operating expenses for Enterprise and Internal Service Funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting these criteria are reported as nonoperation revenues and expenses.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Measurement focus and basis of accounting (cont.)

Property taxes are not susceptible to accrual. Sales taxes collected and held by the State at year-end on behalf of the City are recognized as revenue. In addition, gaming facility revenues collected and held by the State at year-end on behalf of the City are recognized as revenue. Recognized state shared taxes represent payments received during the current fiscal period. State statutes specify distribution dates for such shared taxes and consequently, for revenue recognition purposes, amounts collected and held by the State on behalf of the City at year-end are not due and receivable until the ensuing year.

Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. Unrestricted aid is reported as revenue in the fiscal year the entitlement is received.

Licenses, fees, fines, forfeitures and other revenue are generally not susceptible to accrual and are recorded when received as cash.

Cash and pooled investments

Cash and investments of the individual funds are combined to form a pool that is managed by the Director of Finance. Each fund's equity in the pool is included in "cash and cash equivalents" in the financial statements. Cash includes amounts in demand deposits. Investments in the pooled accounts consist of certificates of deposit and money market investments backed by U.S. government securities. Investments are carried at fair value. Deposits are reported at their cost, which approximates fair value. Interest income is allocated based on management discretion and is credited to the investing fund based on their average monthly balances.

Cash flows statement

For purposes of the cash flows statement, the City considers deposits of highly liquid investments with an original maturity of three months or less to be cash equivalents.

Restricted cash is related to the Wastewater Depreciation Reserve funds. See note 8 for more information on this amount.

Property taxes and other receivables

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and are levied and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of other taxes levied on or before December 20th during the year levied, with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, the taxes levied during the current year are not due and receivable until the ensuing year. At December 31 such taxes are a lien on the property and are recorded as taxes receivable, net of anticipated delinquencies, with a corresponding amount recorded as unearned revenue on the balance sheets of the appropriate funds. It is not practical to apportion delinquent taxes held by the County Treasurer at the end of the year and, further, the amounts thereof, are not material in relationship to the financial statements taken as a whole.

Recognized State-shared taxes represent payments received during the current fiscal period. State statutes specify distribution dates for such shared taxes. For revenue recognition purposes, amounts collected and held by the State on behalf of the City at year-end are not due and receivable until the ensuing year.

Federal and state grant aid is reported as revenue when the related reimbursable expenditures are incurred. Unrestricted aid is reported as revenue in the fiscal year the entitlement is received.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Special assessments receivable

As required by State statutes, projects financed in part by special assessments are financed through the issuance of general obligation bonds that are secured by the full faith and credit of the City and are retired from the City's debt service fund. Further, State statutes permit levying additional general ad valorem property taxes in the City's debt service fund to finance delinquent special assessments receivable. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate construction project. Special assessments received after the issuance of bonds are recorded as revenue in the debt service fund. Special assessment taxes are levied over a ten or fifteen-year period and the annual installments are due and payable by special assessments when delinquent assessments are two years in arrears. At December 31, the special assessment taxes levied are a lien on the property and are recorded as special assessments receivable in the debt service fund and accrued as revenues in the statement of net position. Since they are not considered available spendable resources for the funds statement, the special assessment receivables are reported as unearned revenue in the funds statement.

Revenue recognition for proprietary funds

Revenue is recorded as billed to customers on a cycle basis. Residential and commercial customers are billed monthly. The uncollected portion of billed services through December 31 and estimates of unbilled service at December 31 are reflected as accounts receivable net of amounts estimated to be uncollectible. All users, including other City departments are charged for services provided by the respective proprietary funds.

Inventories and prepaid expenditures

As a general rule, inventories and prepaid expenses that benefit future periods, other than those recorded in the proprietary fund types, are recorded as expenditures during the year of purchase. Inventories of supplies are stated at cost and inventories held for resale are stated at the lower of cost or net realizable value, cost being determined by the average unit cost method. Certain prepaid payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items of government funds are recorded as expenditures when consumed rather than when purchased.

Capital assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g. roads, bridges, curbs and similar items) and construction in progress are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial individual cost of \$5,000 or more. Capital assets are valued at historical cost, or estimated historical cost (if actual historical cost is not available.) The historical cost, or estimates of historical cost, for the City's infrastructure assets include only those assets acquired subsequent to January 1, 1980. Donated capital assets are valued at their acquisition value on the date donated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of an asset are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. For proprietary funds, interest costs incurred to bring certain assets to the condition and location necessary for their intended use are capitalized as part of the historical cost of acquiring the assets. Additionally, in situations involving the acquisition of certain assets financed with the proceeds of tax-exempt borrowing, any interest earned on related interest-bearing investments from such proceeds are offset against the related interest costs in determining either capitalization rates or limitations on the amount of interest costs to be capitalized. During 2021, the City had no interest costs subject to capitalization.

Property, plant and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Capital assets (Cont.)

<u>Asset</u>	<u>Life/Years</u>
Buildings and improvements	40-50
Equipment	5-15
Vehicles	8
Meters	20-30
Asphalt and concrete streets	40-50
Sidewalk and curbs and gutters	40-50
Park/recreational infrastructure	20-30
Electric generation plans	30-35
Transformers	15-20
Electric poles	25
Conductors/related equipment	35
Gas lines/infrastructure	40-75
Water treatment plant	30-50
Water lines/infrastructure	30-65
Sewer lines/infrastructure	50-75
Lift stations	25

Amortization of capital assets acquired under lease purchase agreements is included in depreciation expense. Capital assets not being depreciated include land and construction work in process.

Compensated absences

The City provides compensated absence benefits for the following:

Vacation

All permanent full-time employees of the City are eligible for vacation benefits. Employees with less than ten years employment service with the City have vacation days accumulated at the rate of one day for each month of employment, with a maximum of eighteen days. If employed ten years or more, the rate is one and one-half days per month, with a maximum accumulation of twenty-four days. All vacation pay is accrued when incurred in the government-wide and proprietary financial statements.

Sick leave

Sick leave is accumulated at the rate of one day per month, regardless of the length of employment, with the accumulated carryover not to exceed ninety days. Accumulated sick leave is not paid to employees separating from service prior to retirement. No liability is reported in the financial statements for accrued sick leave, unless an employee is entitled to the payout due to retirement.

Sick leave reserve

Employees who have accrued the maximum ninety days of sick leave are eligible to accrue sick leave in a reserve account. Reserve sick leave is credited for twenty-five percent of each eight hours sick leave that would have been accrued had the ninety days maximum accrual not been reached. There is no maximum as to the number of reserve sick leave hours that may be accumulated and sick leave reserve hours accumulated by employees eligible for retirement are reflected as accrued liabilities in the financial statements.

Sick leave bonus

Any permanent full-time employee who has reached the maximum ninety days sick leave accrual is eligible for the annual sick leave bonus program. For each pay period that an employee begins and ends with ninety days maximum accrued sick leave they accrue one hour's pay at their regular rate of pay. This bonus is paid out to those employees annually.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Accrued liabilities and long-term debt

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments, compensated absences, general obligation bonds and capital lease obligations that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year.

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

Deferred amounts on bond refundings and bond premiums and discounts are being amortized on a straight-line method over the life of the related bonds in the enterprise funds and for the government-wide financial statements, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

Long-term liabilities for certain general obligation bonds payable and capital lease obligations payable are recorded as liabilities in the enterprise funds. Principal payments are deducted from the liability as made.

Pension plans

Substantially all full-time employees, except for police, fire and emergency medical services employees, are members of the State of Kansas Public Employee's Retirement System, which is a cost sharing multi-employer statewide-defined benefit pension plan. Police, fire and emergency medical services employees are members of the State of Kansas Police and Firemen's Retirement System, which is also a cost sharing multi-employer statewide pension plan. The City's policy is to fund all pension costs accrued; such costs to be funded are determined annually by the System's actuary.

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

Other post-employment benefit plans

The City administers an Other Postemployment Benefits (OPEB) plan providing medical and dental benefits to retired employees and their dependents under certain conditions. Individuals who are employed by the City and are eligible to participate in the group medical and dental plans are eligible to continue healthcare benefits upon retirement after retiring under the KPERS or the KP&FRS. The City also participates in a multiple-employer defined benefit other postemployment benefit plan (the plan) which is administered by the Kansas Public Employees Retirement System (KPERS). The Plan provides long-term disability benefits and a life insurance benefit for disabled members to KPERS members, as provided by K.S.A. 74-04927.

For the year ended December 31, 2021, the City had a total OPEB liability of \$2,216,121, which was comprised of the Health plan of \$1,940,810 and the KPERS plan of \$311,311. The City recognized a combined total OPEB expense of \$159,972, with \$145,841 for the Health plan and \$14,131 for the KPERS plan.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Deferred outflows/inflows of resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. The separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Finally, there is a deferred outflow related to pensions as actuarially determined and explained in Note 10 and other post employment benefits (OPEB) as actuarially determined and explained in Notes 11 and 12.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three types of items that qualify for reporting in this category. (1) The City reports amounts related to pensions and OPEB on the government-wide statement of net position as a deferred inflow of resources. For more information on the deferred inflows for pensions, see Note 10 and for OPEB, see Notes 11 and 12. (2) Under a modified accrual basis of accounting, the governmental funds and business-type activities funds report unavailable revenues from two sources as deferred inflows of resources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available and earned. (3) The deferred change on refunding is reported in the government-wide and proprietary fund statements of net position. A deferred change on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

Net position

In the government-wide financial statements, net position is classified into three components:

- Net investment in capital assets - consisting of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, leases, or other borrowing that are attributable to the acquisition, construction or improvement of those assets.
- Restricted net position - consisting of net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The City first utilizes restricted resources to finance qualifying activities.
- Unrestricted net position - all other net position that does not meet the definition of "restricted" or "net investment in capital assets."

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

Fund balance

Governmental fund balance classifications are based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be expended. In the governmental funds financial statements, fund balance is classified into potentially five components:

- *Nonspendable fund balances* - includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivables.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Fund balance (cont.)

- *Restricted fund balances* - includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- *Committed fund balances* - includes amounts that can be used only for a specific purpose determined by a formal action of the City Commission. The City Commission is the highest level of decision-making authority for the City. Commitments may be established, modified, or rescinded only through ordinances approved through a majority vote by a quorum of the Commission.
- *Assigned fund balances* - the assigned portion of fund balance is comprised of amounts intended to be used by the City for specific purposes that are neither restricted nor committed. Intent is expressed by (1) the City Commission or (2) a body or official to whom the City Commission has delegated the authority to. The City Commission has delegated authority to the City Manager or Department Heads to assign amounts to be used for specific purposes. The portion of fund balance that is appropriated by the City Commission for the next year's budget that is not already restricted or committed is considered assigned. Encumbrances, which can be approved by designated senior staff, are included in the assigned fund
- *Unassigned fund balances* - is the residual classification for the General Fund and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose. The General Fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Concentration of credit risk

The City routinely grants credit to utility customers, in accordance with applicable utility rate ordinances, all of which are located within the environs of the City.

Risk management

The City's insurance coverage consists of both self-insurance and policies maintained with various carriers. The City uses four internal service funds to address four risk areas, which include general risk management, worker's compensation, health insurance and short-term disability insurance. The City records liabilities for known claims and estimated liabilities for claims incurred, but not reported at year-end. These claims are reflected under accounts payable in the internal service funds.

Risk management reserve

The City established the Risk Management Reserve Fund in 1987 in accordance with provisions of K.S.A. 12-2615. This fund provides for payment of insurance premiums, deductibles, excess liability losses, uninsured losses and insurable losses not otherwise covered. Insurance deductibles vary by type of property insurance coverage. Funding, when determined necessary, for the Risk Management Reserve Fund, is provided by annual contributions provided by an insurance consultant to the City. The City purchases commercial insurance coverage for all substantial areas of risk, including property loss, auto liability, boiler and machinery, and general and public official's liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Risk management (cont.)

The following is a summary of changes in liability activity under the plan for the last three years:

	Beginning of Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Year Liability
2019	\$ -	\$ 77,875	\$ 77,875	\$ -
2020	-	30,051	30,051	-
2021	-	(21,721)	(21,721)	-

During 2021, the City charged \$0 of unfunded Kansas Police and Firemen's Retirement System contributions to the Risk Management Reserve Fund. This liability was the result of converting certain emergency medical service personnel from the Kansas Public Employees Retirement System to the Kansas Police and Firemen's Retirement System. At December 31, 2021, Risk Management Reserve Fund cash and short-term investments of \$481,528 were held for the purpose of funding the City's future claims liabilities.

Worker's Compensation Reserve

Prior to 2011, the City maintained a partially self-funded worker's compensation program to cover substantially all full-time and part-time employees. In 2011, the City joined the Kansas Eastern Region Insurance Trust (KERIT), a self-funded insurance risk pool, and claims for 2011 and forward are handled by KERIT. KERIT is comprised of eighteen government entities within the State of Kansas. It is organized under the pooling laws of the State of Kansas, is a risk sharing pool which self-insures, up to certain limits, and reinsures additional excess amounts up to certain limits, workers' compensation and other related expenses. The City pays annual premiums to KERIT based on historical experience and legal requirements mandated by the State of Kansas and participates in management decisions as a trustee. Members of the trust may be assessed additional premiums to cover losses up to the attached point of excess coverage, and for losses in excess of the aggregate loss limit of \$5,000,000 per year. The City has not been involved in any settlements where the amounts exceeded coverage in the past three years.

Health Insurance Reserve

The City created the Health Insurance Reserve Fund in 1993 to accumulate monies to eventually fund a partially self-insured health insurance program. Resources accumulated may be used to pay excess losses, health claims, partial payments of health insurance premiums for employees, and other miscellaneous health insurance related expenses. Annual funding is provided by contributions from other funds, as determined by management in the budgeting process. Health insurance premiums are paid through this reserve fund. The employee health insurance program is a fully insured program with health insurance offered to substantially all full-time employees of the City. At December 31, 2021, the Health Insurance Reserve Fund had a net position of \$980,988 available for future health insurance premiums. The funds are being retained to stabilize projected premium increases and to provide a reserve if the City should choose to self-insure in the future.

Use of estimates

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

New standards

The GASB has issued the following statements, which will have an impact on the City's future financial reporting, although they are not yet required to be implemented by the City:

- GASB Statement No. 87, *Leases*, issued June 2017, will be effective for the City beginning with its year ending December 31, 2022. The objective of this Statement is to improve consistency in accounting and financial reporting for leases. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset.
- GASB Statement No. 91, *Conduit Debt Obligations*, issued May 2019, will be effective for the City beginning with its year ending December 31, 2022. The objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures.
- GASB Statement No. 92, *Omnibus 2020*, issued January 2020, will be effective for the City beginning with its year ending December 31, 2022. The objectives of this Statement are to enhance comparability is accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements.
- GASB Statement No. 93, *Replacement of Interbank Offered Rates*, issued March 2020, will be effective for the City beginning with its year ending December 31, 2022. The objectives of this Statement are to address other accounting and financial reporting implications that result from the replacement of an IBOR.
- GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, issued March 2020, will be effective for the City beginning with its year ending December 31, 2023. The objectives of this Statement are to address issues related to public-private and public-public partnership arrangements. It also provides guidance for accounting and financial reporting for availability payment arrangements.
- GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, issued May 2020, will be effective for the City beginning with its year ending December 31, 2023. The objectives of this Statement are to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements for government end users.

The City's management has not yet determined the effect these statements will have on the City's financial statements.

2. BUDGETARY PRINCIPLES

The City is required by state statute to legally adopt annual operating budgets for the general fund, special revenue funds (unless exempted by specific statute), debt service fund, enterprise funds and internal service funds (unless exempted by specific statute). The funds exempted from legally adopted budgets include the American Rescue Plan Act, Payroll Clearing, Fire Insurance proceeds, Sales Tax, Flex Medical, Equipment Reserve, Grants and Contributions, Alcohol and Drug Safety Action, Barr Police Building, CDBG, Baseball Complex Maintenance Reserve, Capital Improvements, Electric Transmission, Natural Gas Loan, Risk Management Reserve, Worker's Compensation Reserve, Health Insurance Reserve and Short-term Disability Reserve Funds. 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 10 days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

2. BUDGETARY PRINCIPLES (CONT.)

Senate Bill 13 repealed the tax lid law and introduced the use of a revenue neutral rate with an additional budget hearing required if the proposed tax levy exceeds the revenue neutral rate. These policy changes apply to the 2022 budget cycle. Additional information can be found in the Memo to State of Kansas Taxing Subdivisions (2021) at <https://admin.ks.gov/offices/oar/municipal-services>.

If the municipality 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 municipality did not hold a revenue neutral rate hearing for the year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. This process requires a notice of public hearing to amend the budget to 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 2021, there were amendments to the budget.

Kansas 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. Management has the authority to revise line items within a department; however, changes to total appropriations at the department level must be approved by the City Commission.

All legal annual operating budgets are prepared using the cash basis of accounting, modified further by the inclusion of accounts payable and the encumbrance method of accounting. For budgetary purposes, encumbrances of the budgeted governmental fund types, representing purchase orders, contracts and other commitments, are reported as a charge to the current year budget. All unencumbered appropriations lapse at the end of the year, except for capital project funds, which are carried forward until such time as the project is completed or terminated. In addition, revenues are not recognized as revenues until their date of receipt. Also, interfund receivable and payable transactions are recognized as revenues and expenditures in the respective funds for budgetary purposes. Accordingly, actual data presented in the budgetary comparison statements can differ from the expenditure data presented in the financial statements prepared in accordance with generally accepted accounting principles. For budget purposes, fund balances are determined by deducting accounts payable and encumbrances from cash.

Controls over spending in funds that are not subject to legal budgets are maintained by other statutes or by the use of internal spending limits established by management.

3. DEPOSITS AND INVESTMENTS

Kansas Statutes Annotated (K.S.A.) 9-1401 establishes the depositories that may be used by governmental entities in Kansas. The statutes 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 bank 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 Federal Depository Insurance Corporation (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's formal investment policies set forth the prime objectives, in order of priority, as safety of principal, liquidity and yield. The standard of care to be used by investment officials shall be the "prudent man rule".

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 ad 9-1405. The City's allocation of cash and investments as of December 31, 2021, is as follows:

RCB Bank	72%
Union State Bank	24%
Community National Bank and Trust	4%

3. DEPOSITS AND INVESTMENTS (CONT.)

Custodial Credit Risk - Deposits

Custodial credit risk for deposits is the risk that in the event of bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. The City's policy follows applicable State Statutes and requires deposits to be 100% secured by collateral (pledge securities) valued at market, less the amount of the Federal Deposit Insurance Corporation (FDIC) insurance. State Statutes define the allowable pledge securities.

At year-end, the carrying amount of the City's deposits was \$28,222,517, with the bank balances of such accounts being \$28,241,793. Of the bank balances, \$750,000 was covered by federal depository insurance and the remaining balance of \$27,491,793 was covered by collateral held by the City's custodial banks in joint custody in the name of the City and its banks. The fair value of those pledged securities held by the City's custodial investment agencies was \$33,037,502 at December 31, 2021.

The remaining carrying amount of the City's cash and cash equivalents at December 31, 2021, consisted of cash on hand of \$3,405.

A reconciliation of cash and investments as reported in the financial statements at December 31, 2021, is as follows:

Cash on hand	\$ 3,405
Carrying amount of deposits - City	28,222,517
Carrying amount of deposits - component unit	<u>769,206</u>
Total	<u>\$ 28,995,128</u>
Amounts per statement of net position:	
Cash and cash equivalents	\$ 27,989,206
Restricted assets	236,716
Component unit cash and cash equivalents	750,440
Component unit restricted assets	<u>18,766</u>
Total	<u>\$ 28,995,128</u>

4. RECEIVABLES

Utility Receivables

A summary of the City's utility receivables (not including miscellaneous accounts receivable) at December 31, 2021, is as follows:

	Total receivables	Less provision for uncollectible accounts	Net Receivables
Electric Utility	\$ 3,434,334	\$ 649,580	\$ 2,784,754
Gas Utility	1,358,255	146,592	1,211,663
Water Utility	331,151	68,620	262,531
Wastewater Utility	204,402	58,975	145,427
Refuse	143,639	41,609	102,030
Management Service	26,541	-	26,541
2021 Natural Gas Utility	269,965	5,984	263,981
Sales Tax (Special Revenue Fund)	<u>67,714</u>	<u>-</u>	<u>67,714</u>
Totals	<u>\$ 5,836,001</u>	<u>\$ 971,360</u>	<u>\$ 4,864,641</u>

4. RECEIVABLES (CONT.)

The City adjusts its reserves for uncollectible accounts based on a eight-year average. Based on this computation, the provision for uncollectible accounts was increased by \$64,136, \$10,098, \$6,400, \$4,916, \$3,983 and \$5,985 for the Electric Utility, Gas Utility, Water Utility, Wastewater Utility, Refuse and 2021 Natural Gas Funds, respectively, for the year ended December 31, 2021.

Other Receivables

Miscellaneous accounts receivable are recorded at the full value of services provided. A provision for uncollectible accounts is established for all uncollected balances over one year old. For ambulance service billings, accounts are routinely settled for amounts less than the full rate as a result of negotiated contracts with third-party payers (insurance companies and Medicare). The provision for contractual adjustments is set up to reflect anticipated reductions in those settlements. The City has estimated the provision for contractual adjustments based on prior years' experience history. The City contracts with a third-party provider for all medical billing services including ambulance billings and collections.

The following is a summary of accounts receivable in the governmental fund types:

	Accounts receivable	Less provision for uncollectible accounts	Less provision for contractual adjustments	Net accounts receivable
Major Funds:				
General:				
Miscellaneous	\$ 43,267	\$ -	\$ -	\$ 43,267
Ambulance services	355,995	216,019	43,533	96,443
Total General Fund	<u>399,262</u>	<u>216,019</u>	<u>43,533</u>	<u>139,710</u>
Debt Service	21,756	-	-	21,756
Special Street	25,511	-	-	25,511
Total Major Funds	<u>446,529</u>	<u>216,019</u>	<u>43,533</u>	<u>186,977</u>
Nonmajor Funds:				
Fairground Improvements	350	-	-	350
Special Alcohol Program	422	-	-	422
Flex Medical	13,539	-	-	13,539
Stormwater Drainage	25,243	5,075	-	20,168
Total Nonmajor Funds	<u>39,554</u>	<u>5,075</u>	<u>-</u>	<u>34,479</u>
Total miscellaneous receivables	<u>\$ 486,083</u>	<u>\$ 221,094</u>	<u>\$ 43,533</u>	<u>\$ 221,456</u>

The following is a summary of miscellaneous accounts receivable in the business type activity enterprise funds:

	Total receivables	Less provision for uncollectible accounts	Net Receivables
Electric Utility	\$ 343,235	\$ -	\$ 343,235
Electric Transmission	202,861	-	202,861
Gas Utility	2,957	-	2,957
Water Utility	105	-	105
Wastewater Utility	60	-	60
Quail Ridge	1,452	-	1,452
Management Service	16,655	-	16,655
Totals	<u>\$ 567,325</u>	<u>\$ -</u>	<u>\$ 567,325</u>

4. RECEIVABLES (CONT.)

Long-term Receivables

The City has entered into several interlocal agreements with other local governmental entities which are related to debt financing and repayment arrangements. The City included project costs of these entities in general obligation bond issues and the interlocal agreements provide for repayment of the principal, interest and issuance costs to the City over various time periods. These receivables are included in governmental activities for the statement of net position and, because they are not considered to be available to liquidate liabilities of the current period, they are considered unearned and also reflected as a deferred inflow of resources in the Debt Service Fund in the governmental funds balance sheet. A summary of these long-term receivables is as follows:

<u>Year</u>	<u>Winfield Recreation Commission</u>	<u>Total</u>
2022	\$ 50,985	\$ 50,985
2023	50,985	50,985
2024	50,985	50,985
2025	<u>30,322</u>	<u>30,322</u>
	<u>\$ 183,277</u>	<u>\$ 183,277</u>

The Winfield Recreation Commission is a component unit of the local school district.

5. CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance January 1, 2021	Additions	Deletions	Balance December 31, 2021
<u>Governmental Activities:</u>				
Non-depreciable capital assets:				
Land	\$ 2,155,216	\$ -	\$ -	\$ 2,155,216
Total non-depreciable capital assets	2,155,216	-	-	2,155,216
Depreciable capital assets:				
Buildings	10,074,274	1,698,907	-	11,773,181
Improvements other than buildings	34,710,490	3,267,068	1,016,471	36,961,087
Machinery and equipment	9,809,336	991,450	414,132	10,386,654
Leased equipment	464,464	685,469	-	1,149,933
Total depreciable capital assets	55,058,564	6,642,894	1,430,603	60,270,855
Accumulated depreciation:				
Buildings	5,213,429	205,951	-	5,419,380
Improvements other than buildings	10,186,381	651,434	-	10,837,815
Machinery and equipment	5,903,418	602,109	405,909	6,099,618
Leased equipment	338,003	183,602	-	521,605
Total accumulated depreciation	21,641,231	1,643,096	405,909	22,878,418
Total depreciable capital assets (net)	33,417,333	4,999,798	1,024,694	37,392,437
Governmental activities capital assets (net)	\$ 35,572,549	\$ 4,999,798	\$ 1,024,694	\$ 39,547,653
<u>Business-Type Activities:</u>				
Non-depreciable capital assets:				
Land	\$ 830,779	\$ -	\$ -	\$ 830,779
Construction work in progress	782,904	104,182	787,884	99,202
Total non-depreciable capital assets	1,613,683	104,182	787,884	929,981
Depreciable capital assets:				
Buildings	13,287,869	-	439,351	12,848,518
Improvements other than buildings	63,818,038	2,378,136	319,730	65,876,444
Machinery and equipment	31,866,761	1,026,423	4,004,361	28,888,823
Leased equipment	114,417	469,549	-	583,966
Total depreciable capital assets	109,087,085	3,874,108	4,763,442	108,197,751
Accumulated depreciation:				
Buildings	10,907,108	189,040	293,498	10,802,650
Improvements other than buildings	34,881,851	776,673	319,730	35,338,794
Machinery and equipment	24,987,664	1,065,162	3,323,231	22,729,595
Leased equipment	80,092	116,794	-	196,886
Total accumulated depreciation	70,856,715	2,147,669	3,936,459	69,067,925
Total depreciable capital assets (net)	38,230,370	1,726,439	826,983	39,129,826
Business-type activities capital assets (net)	\$ 39,844,053	\$ 1,830,621	\$ 1,614,867	\$ 40,059,807

5. CHANGES IN CAPITAL ASSETS (CONT.)

Depreciation and amortization expense was charged to the function/programs of the primary government as follows:

Governmental activities:

General government	\$ 375,143
Public safety	465,909
Public works (including depreciation of infrastructure assets)	492,763
Culture and recreation	216,988
Economic development	69,343
Cemetery	22,950

Total governmental activities depreciation and amortization expense \$ 1,643,096

Business-Type activities:

Enterprise Funds:

Electric Utility	\$ 725,772
Electric Transmission Utility	97,932
Gas Utility	118,420
Water Utility	492,332
Wastewater Utility	289,085
Refuse	179,328
Quail Ridge Golf Course	43,660

Internal Service Funds:

Management Services	138,812
Operations Center	62,328

Total business-type activities depreciation and amortization expense \$ 2,147,669

6. LONG-TERM DEBT

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

	Outstanding January 1, 2021	Additions	Deletions	Outstanding December 31, 2021	Due Within One Year
<u>Government activities</u>					
General obligation bonds	\$ 19,276,361	\$ -	\$ 1,510,143	\$ 17,766,218	\$ 1,478,431
Capital leases	361,674	641,069	232,820	769,923	146,268
Interlocal agreement debt	67,000	-	33,500	33,500	33,500
Compensated absences	353,645	169,055	195,990	326,710	201,878
Net premium on issuance of general obligation bonds	774,113		52,782	721,331	52,781
Total other postemployment benefits obligation	836,783	137,917	33,549	941,151	-
Net pension liability	<u>7,375,643</u>	<u>(945,807)</u>	<u>768,428</u>	<u>5,661,408</u>	<u>-</u>
Total long-term liabilities - Governmental activities	<u>\$ 29,045,219</u>	<u>\$ 2,234</u>	<u>\$ 2,827,212</u>	<u>\$ 26,220,241</u>	<u>\$ 1,912,858</u>
<u>Business-Type activities</u>					
General obligation bonds	\$ 6,628,639	\$ -	\$ 449,857	\$ 6,178,782	\$ 471,569
Capital leases	76,061	469,549	25,371	520,239	157,809
State of KS loan	-	8,514,795	846,308	7,668,487	842,510
Compensated absences	467,059	242,230	235,381	473,908	284,320
Net premium on issuance of general obligation bonds	84,243	6,760	-	91,003	-
Total other postemployment benefits obligation	1,274,303	46,117	45,449	1,274,971	-
Net pension liability	<u>5,972,822</u>	<u>(1,474,588)</u>	<u>537,582</u>	<u>3,960,652</u>	<u>-</u>
Total long-term liabilities - Business-Type activities	<u>\$ 14,503,127</u>	<u>\$ 7,804,863</u>	<u>\$ 2,139,948</u>	<u>\$ 20,168,042</u>	<u>\$ 1,756,208</u>

6. LONG-TERM DEBT (CONT.)

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general, government, and proprietary activities. These bonds are reported in the proprietary funds if they are expected to be repaid from proprietary fund revenues. In addition, general obligation bonds have been issued to refund both general obligation and revenue bonds.

General obligation bonds payable are serial bonds to be retired through calendar year 2038. At December 31, 2021, bonds consist of the following:

	<u>Interest rates</u>	<u>Bonds outstanding</u>
General Obligation Refunding and Improvement Bonds, Series 2015-A	3.00% - 4.00%	\$ 5,520,000
Taxable General Obligation Improvement Bonds, Series B 2015	3.00% - 3.00%	325,000
General Obligation Bonds, Series 2018-A	3.00% - 4.00%	4,660,000
General Obligation Bonds, Series 2019-A	2.00% - 4.00%	8,110,000
General Obligation Bonds, Series 2020-A	1.06% - 2.06%	1,380,000
General Obligation Bonds, Series 2020-B	1.70% - 2.00%	<u>3,950,000</u>
Total general obligation bonds outstanding		23,945,000
Less: debt service from enterprise funds		<u>(6,178,782)</u>
Total general obligation bonds payable from debt service fund		<u>\$ 17,766,218</u>

Remaining debt service requirements for general obligation bonds will be paid from the debt service fund with future property tax revenues and special assessment taxes. Annual debt service requirements to maturity for general obligation bonds to be retired from the debt service fund are as follows:

<u>Year ended December 31:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 1,478,431	\$ 534,354	\$ 2,012,785
2023	1,413,987	489,806	1,903,793
2024	1,469,176	445,645	1,914,821
2025	1,336,890	401,890	1,738,780
2026	1,107,407	368,034	1,475,441
2027-2031	5,236,928	1,336,643	6,573,571
2032-2036	3,210,396	707,532	3,917,928
2037-2041	1,838,404	221,635	2,060,039
2042-2045	674,599	41,184	715,783
Total	<u>\$ 17,766,218</u>	<u>\$ 4,546,723</u>	<u>\$ 22,312,941</u>

General obligation bonds payable from enterprise funds

Remaining debt service requirements for general obligation bonds to be paid from the Water Utility Fund and Electric Transmission Fund are as follows:

<u>Year ended December 31:</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 471,569	\$ 136,116	\$ 607,685
2023	431,013	121,920	552,933
2024	445,824	108,354	554,178
2025	463,111	95,444	558,555
2026	277,594	84,985	362,579
2027-2031	1,433,073	331,142	1,764,215
2032-2036	1,339,604	215,376	1,554,980
2037-2041	991,596	102,776	1,094,372
2042-2045	325,398	19,866	345,264
Total	<u>\$ 6,178,782</u>	<u>\$ 1,215,979</u>	<u>\$ 7,049,497</u>

6. LONG-TERM DEBT (CONT.)

Loans

During 2021, the City Commission entered into a loan agreement to establish a low-interest loan program to provide assistance to cities for extraordinary electric or natural gas costs incurred during the extreme weather event. The loan agreement provides for semi-annual payments, including interest of .25%, in the amount of \$431,104 through January 2031.

Year ended December 31:	Principal	Interest	Total
2022	\$ 842,510	\$ 19,698	\$ 862,208
2023	844,618	17,590	862,208
2024	846,731	15,477	862,208
2025	848,849	13,359	862,208
2026	850,973	11,235	862,208
2027-2031	3,434,806	14,326	3,449,132
Total	\$ 7,668,487	\$ 91,685	\$ 7,760,172

Capitalized lease obligations

During 2017, the City Commission entered into a lease agreement for the financing of two Skid-Steer Loaders for the Wastewater Department. The lease agreement provided for monthly payments in the amounts of \$4,358 and \$4,286 and a lump-sum payment of \$23,721 and \$23,420, respectively, in June 2022, including interest at 4.50%.

During 2017, the City Commission entered into a lease agreement for the financing of a Skid-Steer Loader for the Refuse Department. The lease agreement provided for a monthly payment in the amount of \$4,162 and a lump-sum payment of \$22,355 in September 2022, including interest at 4.50%.

During 2017, the City Commission entered into a lease agreement for the financing of a Skid-Steer Loader for the Street Department. The lease agreement provided for a monthly payment in the amount of \$5,017 and a lump-sum payment of \$25,735 in August 2022, including interest at 4.50%.

During 2018, the City Commission entered into a lease agreement for the financing of a John Deere Loader for the Street Department. The lease agreement provided for an annual payment in the amount of \$19,000 and a lump-sum payment of \$136,800 in August 2023, including interest at 3.09%.

During 2020 & 2021, the City Commission entered into a lease agreement for the financing of two Ambulances for the General Fund. The lease agreement provided for semi-annual payments in the amounts of \$22,263 & \$21,670 through October 2024 and 2026, including interest at 2.14% and 1.76%, respectively.

During 2021, the City Commission entered into a lease agreement for the financing of a Caterpillar Motor Grader for the Street Department. The lease agreement provided for an annual payment in the amount of \$31,095 through May 2026, including interest at 2.28%.

During 2021, the City Commission entered into a lease agreement for the financing of a Crane Carrier for the Refuse Department. The lease agreement provided for a semi-annual payment in the amount of \$16,828 through April 2026, including interest at 1.89%.

During 2021, the City Commission entered into a lease agreement for the financing of a Digger Derric Truck for the Electric Department. The lease agreement provided for a semi-annual payment in the amount of \$32,369 through October 2026, including interest at 1.76%.

The Skid-Steer lease payments are being financed from the City's Special Street and Highway Fund and the Refuse Fund. The Wastewater treatment plant lease payments are being financed from the Wastewater Utility Fund. The Ambulance lease payments are being financed from the General Fund. The Caterpillar Motor Grader is being financed from the Special Street and Highway Fund. The Crane Carrier is being financed from the Refuse Fund. The Digger Derrick Truck is being financed from the Electric Fund.

The cost and accumulated amortization of the leased equipment is as follows:

	Governmental Activities	Business-Type Activities
Cost	\$ 1,149,933	\$ 583,967
Accumulated Depreciation	521,604	196,886

6. LONG-TERM DEBT (CONT.)

These leases qualify as capital leases for accounting purposes and, accordingly, have been recorded at the present value of the net minimum lease payments at the date of the lease inception. The annual requirements to amortize the capital lease obligation outstanding at December 31, 2021, including interest payments, is as follows:

		Business-Type Funds		
Year ended December 31:		Principal	Interest	Total
	2022	\$ 157,809	\$ 10,084	\$ 167,893
	2023	92,269	6,126	98,395
	2024	93,946	4,449	98,395
	2025	95,653	2,742	98,395
	2026	80,562	1,004	81,566
Total		<u>\$ 520,239</u>	<u>\$ 24,405</u>	<u>\$ 544,644</u>

		Governmental Activities		
Year ended December 31:		Principal	Interest	Total
	2022	\$ 146,268	\$ 17,427	\$ 163,695
	2023	240,006	15,754	255,760
	2024	111,393	7,622	119,015
	2025	68,850	5,584	74,434
	2026	203,407	4,229	207,636
		<u>\$ 769,924</u>	<u>\$ 50,616</u>	<u>\$ 820,540</u>

Other long-term debt

The City entered into an interlocal agreement with the City of Arkansas City, Kansas related to construction of a countywide animal shelter. The agreement provides for the City of Winfield to make annual payments to the City of Arkansas City for an agreed-upon share of the costs. The City renewed the agreement in December 2017. The new agreement calls for annual payments of \$33,500 through December 2021. The payments under the agreement have been made from the City's General Fund.

Compensated absences

The governmental funds portion of outstanding compensated absence liabilities is principally liquidated from resources of the City's General Fund.

Other postemployment benefits

The governmental funds portion of the other postemployment benefit obligation (OPEB) is principally liquidated from the City's General Fund. Total expense including changes in deferred inflows and outflows for all OPEB plans for the year ended December 31, 2021 was \$159,972.

Net pension liability

The governmental funds portion of the net pension liability is principally liquidated from the City's General Fund. Total expense, including changes in deferred inflows and outflows for all pension plans for the year ended December 31, 2021 was \$1,483,472.

Conduit debt

The City has issued limited obligation bonds for the purpose of financing capital activities of unrelated third parties. Although conduit debt obligations bear the name of the City, they are payable solely from resources provided by leases or loans with the third parties on whose behalf they were issued. The bonds do not constitute an indebtedness or pledge of the faith or credit of the City of Winfield, and accordingly, are not included as liabilities in the accompanying financial statements. There are six industrial revenue bond series outstanding at December 31, 2021. During 2021, there were \$0 new issues and \$2,760,000 of debt retired. The aggregate outstanding balance of Industrial Revenue Bonds was \$46,028,965 at December 31, 2021.

7. TEMPORARY NOTES

Kansas statutes permit the issuance of temporary notes to finance certain capital improvement projects which will be refinanced with general obligation bonds or paid through other resources available to the City. Prior to the issuance of the temporary notes, the governing body must take the necessary legal steps to authorize the issuance of general obligation bonds. Temporary notes issued may not exceed the aggregate amount of bonds authorized, are interest bearing and have a maturity date not later than four years from the date of issuance.

During 2021, the temporary note activity for the various capital improvement projects was as follows:

Beginning Balance	Additions	Retirements	Defeased	Ending Balance
\$ -	\$ 1,900,000	\$ -	\$ -	\$ 1,900,000

8. WASTEWATER DEPRECIATION RESERVES

Applicable state statutes permit the governing body to legally restrict a portion of operating revenue to be used for future acquisition of equipment and utility system improvements. Net position in the Wastewater Utility Fund in the amount of \$236,543 has been reserved for the portion of assets legally restricted for future equipment acquisitions and facility improvements.

9. CAPITAL PROJECT FUND AUTHORIZATIONS

At December 31, 2021, individual project authorizations compared with project expenditures from inception which are reported with the Capital Projects Fund are as follows:

Project	Project authorizations	Expenditures project inception to December 31, 2021
Vaughn Tennis Center Project	\$ 1,049,745	\$ 1,049,745
East 9th Street - 2021 CCLIP	500,000	500,000
Public Safety Needs Study	5,708,192	2,439,927
Baden Center Building Improvements	101,081	79,192

10. PENSION PLAN

Plan Description

The City of Winfield participates in the Kansas Public Employees Retirement System (KPERs), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law and administered by KPERs, a body corporate and an instrumentality of the State of Kansas. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available, stand-alone comprehensive annual financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERs (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737, or at the KPERs website at www.kpers.org.

KPERs provides benefit to the following statewide pension groups under one plan, as provided by K.S.A 74 article 49:

- Public employees, which include:
 - State/School Employees
 - Local Employees
- Police and Firemen
- Judges

Substantially all public employees in Kansas are covered by the pension plan. The State of Kansas and Kansas schools are required to participate, while participation by local political subdivisions is optional, but irrevocable once elected.

Those employees participating in the pension plan for City of Winfield are included in the local employee group and the Kansas Police and Firemen group.

10. PENSION PLAN (CONT.)

Benefits Provided

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

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

Members choose one of seven payment options for their monthly retirement benefits. At retirement, a member may receive a lump sum payment of up to 50% of the actuarial present value of the member's lifetime benefit. His or her monthly retirement benefit is then permanently reduced based on the amount of the lump sum. Benefit increases, including ad hoc postretirement benefit increases, must be passed into law by the Kansas Legislature. Benefit increases are under the authority of the Legislature and the Governor of the State of Kansas.

The 2012 Legislature made changes affecting new hires, current members and employers. A new cash balance retirement plan (KPERS 3) was created for new hires starting after January 1, 2015. Normal retirement age for KPERS 3 is 65 with five years of service or 60 with 30 years of service. Early retirement is available at age 55 with ten years of service, with a reduced benefit. Monthly benefit options are an annuity benefit based on the account balance at retirement.

For all pension coverage groups, the retirement benefits are disbursed from the retirement benefit payment reserve fund as established by K.S.A. 74 4922.

Contributions

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

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

The actuarially determined employer contribution rates and the statutory contribution rates for local government employees are 8.87% and 8.87%, respectively. 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 of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members.

Employer Allocations

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

10. PENSION PLAN (CONT.)

Employer Allocations (Cont.)

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

To facilitate the separate (sub) actuarial valuations, KPERS maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedules of pension amounts by employer and nonemployer. The allocation percentages for each group as of June 30, 2020, are based on the ratio of the employer's contributions to total employer and nonemployer contributions of the group for the fiscal years ended June 30, 2020. The contributions used exclude contributions made for prior service, excess benefits and irregular payments.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2021, City of Winfield reported a liability of \$9,622,060, for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2020, which was rolled forward to June 30, 2021. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the ratio of its contributions to the total of the employer and nonemployer contributions of the group for the fiscal years ended June 30, 2021. The contributions used exclude contributions made for prior service, excess benefits and irregular payments. At June 30, 2021, the City's proportion was 0.90782% percent, which was an decrease of 0.0172% from its proportion measured as of June 30, 2020.

For the year ended December 31, 2021, rolled forward from June 30, 2021, the City recognized pension expense of \$1,483,472, which includes the changes in the collective net pension liability, projected earnings on pension plan investments, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
City contributions subsequent to the measurement date	\$ 1,004,826	\$ -
Differences between expected and actual experience	574,525	42,415
Net difference between projected and actual earnings on pension plan investments	-	2,958,813
Changes in assumptions	1,550,203	-
Changes in proportion	101,672	313,492
Total	<u>\$ 3,231,226</u>	<u>\$ 3,314,720</u>

The deferred outflows of resources related to pensions totaling \$1,004,826, resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended December 31,</u>	<u>Amount</u>
2022	\$ (122,074)
2023	(106,905)
2024	(200,628)
2025	(713,440)
2026	54,727
	<u>\$ (1,088,320)</u>

The City contributes 100% of the contributions to the pension plan, therefore, there is no revenue recognized for the support provided by nonemployer contributing entities.

10. PENSION PLAN (CONT.)

Actuarial Assumptions

The net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021, using the following actuarial assumptions, applied to all periods included in the measurement:

• Inflation	2.75 percent
• Salary increases, including wage increases	3.50 to 12.00 percent, including inflation
• Long-term rate of return, compounded annually, net of investment expense, and including price inflation	7.25 percent

Mortality rates were based on the RP-2014 Mortality Tables with age setbacks and age set forwards as well as other adjustments based on different membership groups. Future mortality improvements are anticipated used Scale MP-2016.

There were no changes between the measurement date of December 31, 2020, rolled forward to June 30, 2021, and City of Winfield's reporting date of December 31, 2021.

The long-term expected rate of return of pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class as of the most recent experience study, dated January 7, 2020, as provided by KPER's investment consultant, are summarized in the following table.

Asset class	Long-term target allocation	Long-term expected real rate of return
U.S. Equities	23.50%	5.20%
Non-U.S. Equities	23.50%	6.40%
Private Equity	8.00%	9.50%
Private Real Estate	11.00%	4.45%
Yield Driven	8.00%	4.70%
Real Return	11.00%	3.25%
Fixed Income	11.00%	1.55%
Short-term Investments	4.00%	0.25%
Total	100.00%	

Discount Rate

The discount rate used to measure the total pension liability at the measurement date of June 30, 2021 was 7.25 percent. The discount rate used to measure total pension liability at the prior measurement date of June 30, 2020 was 7.50 percent. The actuarial assumptions used in the calculation of the total pension liability were based on the results of the most recent actuarial experience study. It covered the three-year period of January 1, 2016 through December 31, 2018 and was dated January 7, 2020.

The projection of cash flows used to determine the discount rate was based on member and employer contributions. In KPERS, the State/School and Local groups do not necessarily contribute the full actuarial determined rate. Based on legislation first passed in 1993 and subsequent legislation, the employer contribution rates certified by the Board may not increase by more than the statutory cap. The statutory cap for Fiscal Year 2020 was 1.2 percent.

10. PENSION PLAN (CONT.)

Discount Rate (Cont.)

In recent years, the Legislature has made several changes to statutory rates that deviate from the schedules contribution increases set under the caps established in 2012 for the State/School group. Under 2015 SB 4, the previously certified State/School statutory rate for the Fiscal Year 2015 of 11.27 percent was reduced to 8.65 percent for the last half of the fiscal year as part of the Governor's allotment. That same session, SB 228 recertified statutory rates for the State/School group to 10.91 percent for Fiscal Year 2016 and 10.81 percent for Fiscal Year 2017 in anticipation of the issuance of \$1 billion in pension obligation bonds. Legislation in the 2016 session (SB 161) provided for the delay of up to \$100 million in State and School contributions to the Pension Plan. Legislation passed by the 2017 Legislature removed the repayment provisions included in SB 161.

In addition, 2017 S Sub. For Sub. HB 2052 delayed \$64.1 million in Fiscal Year State/School contribution, to be repaid over 20 years in level dollar installments. The first year payment of \$6.4 million was received in July 2017 and appropriations for Fiscal Year 2018 are intended to fully fund the State/School group statutory contribution rate of 12.01 percent for that year. Additional legislation in the 2017 Session (S Sub for HB 2002) provided for a reduction of \$194 million from the previously certified contribution rate of 13.21 percent in the State/School contributions for Fiscal Year 2019. Like the Fiscal Year 2017 reduction, it is to be paid back over a 20 year period, beginning in Fiscal Year 2020. Therefore, both reductions will be accounted for as long-term receivables by the Pension Plan. The 2019 Legislature passed House Sub for Sen Bill 109, which directed on-behalf payment of \$56 million and \$82 million be made to the System. The \$56 million payment was received by the System on June 30, 2018, and recorded as Fiscal Year 2018 contributions. The \$82 million was received July 1, 2019, and was recorded as Fiscal Year 2019 contributions. The 2019 Legislative session passed Senate Bill 9 which authorized a transfer of \$115 million to KPERS, received in March 2019. House Sub for Senate Bill 25 from the 2019 Legislative session authorized additional funding for the KPERS School group in Fiscal Year 2020 of \$51 million.

The 2021 Legislature passed House Bill 2405, which authorizes the state of Kansas to issue bonds with net proceeds of \$500 million to fund a portion of the School Group's unfunded actuarial liability, assuming certain criteria are met. As a result, the State/School contribution rate was recertified for Fiscal Years 2022 and 2023, lowering them respectively to 13.86 and 13.11 percent. The bond proceeds were received on August 26, 2021, and were reflected in the projected cash flows.

Based on employer contribution history as described above, it is a reasonable estimate that the State/School group's contribution rate may not be certified at the statutory rate. It has been assumed that contribution rates will be made within the same range as have been seen in the past few years. Using this assumption actuarial modeling indicates that employer contribution rates for the State/School group are sufficient to avoid a depletion date.

Sensitivity of City of Winfield's proportionate share of the net pension liability to changes in the discount rate

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

1% Decrease (6.25%)	Discount rate (7.25%)	1% Increase (8.25%)
\$15,116,330	\$9,622,060	\$5,019,678

11. OTHER POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB)

Plan Description

The City administers an Other Postemployment Benefits (OPEB) plan providing medical and dental benefits to retired employees and their dependents under certain conditions. The City does not issue a separate report that includes financial statements and required supplementary information for the OPEB plan.

Individuals who are employed by the City and are eligible to participate in the group medical and dental plans are eligible to continue healthcare benefits upon retirement after retiring under the KPERS or the KP&FRS. Coverage during retirement continues in the group medical and dental plans up to age 65 for current retirees. Retirees covered by the plan make contributions toward the plan premiums.

11. OTHER POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB) (CONT.)

Plan Description (Cont.)

As of January 1, 2020, plan membership consisted of the following:

Retirees and beneficiaries receiving benefits	8
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	179
Total	<u>187</u>

Funding Policy

The contribution requirement of plan members and the City are established and can be amended by the City's Board of Directors. Contributions are made to the plan on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation

The City's annual OPEB cost (expense) consists of the service cost plus interest on total OPEB liability and changes in assumptions and inputs. The service cost is the portion of the Actuarial Present Value of OPEB benefits that is allocated to the current year by the Actuarial Cost method. The following table presents the components of the City's annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the City's total OPEB obligation to the Plan.

	<u>Dec 31, 2021</u>
Total OPEB liability - beginning of year	<u>\$ 1,800,803</u>
Service cost	96,398
Interest cost	51,199
Changes in benefit terms	-
Differences between actual and expected experience	-
Changes in assumptions and inputs	-
Employer contributions (benefit payments)	<u>(43,590)</u>
Net changes	<u>104,007</u>
Net OPEB liability - end of year	<u>\$ 1,904,810</u>

Changes in assumptions and other inputs FY19 to FY20 reflect the following:

- The assumed mortality was changed to the Society of Actuaries RP 2014 annuitant distinct mortality table Adjusted to 2006 with MP-2020 Full Generational Projection of Future Mortality Improvement.
- The discount rate was changed from 3.44% to 2.73%.

Total OPEB Liability

The City's total OPEB liability of \$1,904,810 reported as of December 31, 2021 was measured as of December 31, 2021 (the measurement date), and was determined by an actuarial valuation as of January 1, 2020, using the following actuarial assumptions:

Valuation Procedures and Discount Rate

General inflation	2.50%
Salary increases; including wage increases	3.00%
Discount rate	2.73%

The actuarial value of assets must be determined based on some recognition of the fair market value of assets. The City's obligation is unfunded at January 1, 2020. There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

As an unfunded plan, the discount rate reflects the Bond Buyer index rate for 20 year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher as of the measurement date. The discount rate used to measure the total OPEB liability as of December 31, 2021 was 2.73%.

11. OTHER POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB) (CONT.)

Valuation Procedures and Discount Rate (Cont.)

The financial information for the year ended December 31, 2021 is based upon a GASB 75 actuarial valuation performed as of January 1, 2020 using the participant census as of January 1, 2020.

The measurement date as selected by the City under GASB 75 Standards is December 31, 2021. The results of the valuation were projected to the beginning of year and end of year measurement dates using standard actuarial techniques.

In the December 31, 2021, actuarial valuation, the Entry Age Normal - Level Percent of Pay Actuarial Cost method was applied. The actuarial assumptions included a 2.73% investment rate of return, which is a blended rate of the expected long-term investment returns on Plan assets and on the City's pooled funds and investments. The valuation assumed annual healthcare cost trend rate of 5.50% in the first year and then decreasing by 0.25% until it reaches an ultimate rate of 5.00%. The valuation followed generally accepted actuarial methods and included tests as considered necessary to assure the accuracy of the results.

Sensitivity of Total OPEB Liability to changes in Healthcare Cost Trend Rate

The following presents the total OPEB liability of the City as of December 31, 2021, calculated using the current healthcare cost trend rates of 5.50% as well as what the City's total OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates.

	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$1,677,377	\$1,904,810	\$2,174,803

Sensitivity of Total OPEB Liability of changes in the Discount Rate

The following presents the total OPEB liability of the City as of December 31, 2021, calculated using the discount rate of 2.73%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.73%) or 1 percentage point higher (3.73%) than the current rate.

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
Total OPEB Liability	\$2,108,227	\$1,904,810	\$1,723,713

OPEB Expense

For the year ended December 31, 2021, the City recognized OPEB expense of \$145,841, which includes the changes in the total OPEB liability, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

Deferred Outflows of Resources and Deferred Inflows of Resources

Under GASB 75, gains and losses which are amortized over future years are referred to as deferred inflows or gains, and deferred outflows or losses. Economic and demographic gains and losses and changes in the total OPEB liability due to changes in assumptions are recognized over a closed period equal to the average expected remaining service lives of all covered active and inactive members, determined as of the beginning of the measurement period. As of December 31, 2021, and deferred inflows and outflows of resources are as follows:

<u>Category</u>	<u>Deferred outflows of resources</u>	<u>Deferred inflows of resources</u>
Differences between actual and expected experience (1)	\$ 27,140	\$ (11,165)
Changes in assumptions	305,494	-
Total	<u>\$ 332,634</u>	<u>\$ (11,165)</u>

(1) Economic/demographic (gains) and losses for the period ending December 31, 2021, should be adjusted by the unamortized balance of the difference between actual and employer contributions.

11. OTHER POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB) (CONT.)

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont.)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as an expense/(income) item in future years' OPEB expense as follows:

<u>Year ended December 31:</u>	<u>Amount</u>
2022	\$ 39,602
2023	39,602
2024	39,602
2025	39,602
2026	39,602
Thereafter	123,459

12. OTHER POSTEMPLOYMENT BENEFIT PLAN - KPERS DEATH & DISABILITY

Plan Description

The City participates in a single employer long-term disability other postemployment benefit (OPEB) plan (the plan) which is administered by the Kansas Public Employees Retirement System (KPERS). The Plan provides long-term disability benefits and a life insurance benefit for disabled members to KPERS members, as provided by K.S.A. 74-04927. The Plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. However, because the trust's assets are used to pay employee benefits other than OPEB, the trust does not meet the criteria in paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. Accordingly, the Plan is considered to be administered on a pay-as-you-go basis.

Benefits

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

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

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

The City has the following employees covered by the Plan as of June 30, 2020 (actuary measurement date):

Retirees and beneficiaries receiving benefits	2
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	124
Total	<u>126</u>

12. OTHER POSTEMPLOYMENT BENEFIT PLAN - KPERS DEATH & DISABILITY (CONT.)

Total OPEB Liability

At December 31, 2021, the total OPEB liability recognized by the City was \$311,311. The City's total OPEB liability was determined by an actuarial valuation as of December 31, 2020, calculated based on the discount rate and actuarial assumptions below, and rolled forward to the measurement date as of June 30, 2021. Any significant changes during this period have been reflected as prescribed by GASB 75.

Actuarial Assumptions

The financial information for the year December 31, 2021, is based upon an actuarial valuation performed as of December 31, 2020, rolled forward to June 30, 2021, using the participant census as of December 31, 2020.

The measurement date as selected by the City under GASB 75 Standards is June 30th. The results of the valuation were projected to the end of year measurement date using standard actuarial techniques.

Price inflation	2.75%
Salary increases, including wage increases	3.50-11.50%
Discount rate (based on the 20 year municipal bond rate with an average rating of AA/Aa or better, obtained from the index.)	2.16%

Mortality rates used for the death benefits were based on the RP-2014 Healthy Annuitant Mortality Table for Males and Females, adjusted for generational mortality improvement using Scale AA. Mortality rates used for the disability benefits were based on the RP-2014 Disabled Life Table with generational mortality improvement using Scale AA.

The actuarial assumptions used in the December 31, 2020, valuation were based on the results of an actuarial experience study conducted for three years during 2016-2018.

Annual OPEB Cost and Net OPEB Obligation

The City's annual OPEB cost (expense) consists of the service cost plus interest on total OPEB liability and changes in assumptions and inputs. The service cost is the portion of the Actuarial Present Value of OPEB benefits that is allocated to the current year by the Actuarial Cost method. The following table presents the components of the City's annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the City's total OPEB obligation to the Plan.

	December 31, 2021
Total OPEB liability - beginning of year	\$ 310,281
Service cost	28,510
Interest cost	7,356
Changes in benefit terms	-
Differences between actual and expected experience	-
Changes in economic/demographic gains or losses	(23,531)
Changes in assumptions and inputs	572
Employer contributions (benefit payments)	(11,877)
Net changes	1,030
Total OPEB liability - end of year	\$ 311,311

The City saw no benefit changes to the disability's percentage of replacement income due to the changes from FY20 to FY21.

The discount rate was updated in accordance with the requirements of GASB 75. The change went from 2.21% to 2.16%. The mortality projection scale was updated to the most recent table published by the Society of Actuaries. The overall impact of the new assumptions is a increase in the benefit obligations.

12. OTHER POSTEMPLOYMENT BENEFIT PLAN - KPERS DEATH & DISABILITY (CONT.)

Sensitivity of Total OPEB Liability to changes in Healthcare Cost Trend Rate

The following presents the total OPEB liability of the City as of December 31, 2021, calculated using the current healthcare cost trend rates as well as what the City's total OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current trend rates. The reader should note that healthcare trend rates do not affect the liabilities related to the long-term disability benefits sponsored by KPERS, but this exhibit is provided as it is a required disclosure under GASB 75.

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	\$311,311	\$311,311	\$311,311

Sensitivity of Total OPEB Liability to changes in the Discount Rate

The following present the total OPEB liability of the City as of December 31, 2021, calculated using the discount rate of 2.16%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.16%) or 1 percentage point higher (3.16%) than the current

	1% Decrease 1.16%	Current Single Discount Rate Assumption 2.16%	1% Increase 3.16%
Total OPEB Liability	\$322,189	\$311,311	\$299,495

OPEB Expense

For the year ended December 31, 2021, the City recognized OPEB expense of \$14,131, which includes the changes in the total OPEB liability, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

Deferred Outflows of Resources and Deferred Inflows of Resources

Under GASB 75, gains and losses which are amortized over future years are referred to as deferred inflows or gains, and deferred outflows or losses. Economic and demographic gains and losses and changes in the total OPEB liability due to changes in assumptions are recognized over a closed period equal to the average expected remaining service lives of all covered active and inactive members, determined as of the beginning of the measurement period. As of December 31, 2021 and deferred inflows and outflows of resources are as follows:

Category	Deferred outflows of resources	Deferred inflows of resources
Differences between actual and expected experience	\$ -	\$ 235,497
Changes in assumptions	20,755	13,758
Benefit payments subsequent to the measurement date	-	-
Total	<u>\$ 20,755</u>	<u>\$ 249,255</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as an expense/(income) item in OPEB expense as follows:

Year ended December 31:	Amount
2021	\$ 36,060
2022	36,060
2023	36,060
2024	36,060
2025	35,370
Thereafter	48,890

13. DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan (the Plan) in accordance with Internal Revenue Cost Section 457. Employees may choose between VOYA Financial 457 Plan or the ICMA Plan. The Plan, available to all city employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. Assets of the Plan, values at current market values, are held in trust for the benefit of the participants.

All amounts of compensation deferred under the Plan as well as earnings attributable to those amounts, are solely the property of the participant employees. Accordingly, the assets and related liabilities for the Plan are not recorded in the accompanying financial statements. In addition, the City Commission has adopted by resolution a salary reduction flexible benefit plan (125 Plan) under Section 125 of the Internal Revenue Code. All permanent full-time employees are eligible to participate in the 125 Plan beginning after one full month of employment. Each participant may elect to reduce his or her salary to purchase benefits offered through the 125 Plan. Benefits offered through the 125 Plan include various insurances and disability benefits.

14. BUDGETARY DATA

As described in Note 1, the actual data presented in the budgetary comparison statements differ from data presented in accordance with generally accepted accounting principles (GAAP) for the governmental fund types. The following reconciliations are presented to provide a correlation between the different bases of reporting:

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Capital Improvements</u>	<u>Special Streets and Highway</u>
GAAP Fund balance at				
December 31, 2021	\$ 1,671,094	\$ 1,414,033	\$ 1,387,672	\$ 1,763,935
Adjustments:				
Accrued sales tax revenues	(143,504)	-	(79,735)	-
Accrued franchise fee revenues	(31,645)	-	-	-
Due to (from) other funds	(20,265)	(183,277)	-	-
Other receivables	(139,710)	-	-	(19,441)
Land held for resale	-	-	-	-
Reserves for encumbrances				
- budgeted funds	<u>(132,736)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Budgetary Fund Balance at				
December 31, 2021	<u>\$ 1,203,234</u>	<u>\$ 1,230,756</u>	<u>\$ 1,307,937</u>	<u>\$ 1,744,494</u>
		<u>Public Safety Needs Study</u>	<u>Advance Metering Infrastructure Project</u>	<u>Other Nonmajor Governmental Funds</u>
GAAP Fund balance at				
December 31, 2021		\$ 3,112,509	\$ 518	\$ 5,369,284
Adjustments:				
Accrued sales tax revenues		-	-	-
Accrued franchise fee revenues		-	-	-
Due to (from) other funds		-	-	183,277
Other receivables		-	-	(116,200)
Land held for resale		-	-	(710,251)
Reserves for encumbrances				
- budgeted funds		<u>-</u>	<u>-</u>	<u>-</u>
Budgetary Fund Balance at				
December 31, 2021		<u>\$ 3,112,509</u>	<u>\$ 518</u>	<u>\$ 4,726,110</u>

15. DEFINED CONTRIBUTION PLAN

The City established a 401(a) money purchase deferred compensation plan in 2004 for the benefit of City employees. Employees, who have reached the top step in their position's pay range, and make a minimum contribution of \$20 per pay period into the City sponsored 457 plan, are additionally eligible for employer contributions into the 401(a) plan. The plan provides that the City make matching contributions, up to \$20 per pay period. The City contributed \$25,100 to employee accounts in 2021. The City of Winfield administers the plan and has the authority for establishing and amending the plan's provisions and contribution requirements. Employees have the option of investing contributions with VOYA Financial or ICMA-RC Investments.

16. INTERFUND RECEIVABLES AND PAYABLES

Individual interfund receivables and payables (due to/due from funds) at December 31, 2021, were as follows:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
Major Funds:		
General	\$ 20,265	\$ -
Debt Service	183,277	-
Electric Utility	27,588	-
Gas Utility	6,645	-
Water Utility	2,970	-
Wastewater Utility	4,912	-
Total major funds	<u>245,657</u>	<u>-</u>
Nonmajor Funds:		
Stormwater Drainage	-	183,277
Refuse	7,620	-
Operations Center	-	70,000
Total nonmajor funds	<u>7,620</u>	<u>253,277</u>
	<u>\$ 253,277</u>	<u>\$ 253,277</u>

The amount due to the Debt Service Fund is related to debt service payments actually paid by the Debt Service Fund in prior years' but were scheduled to be paid by the Stormwater Drainage Fund.

17. FUND BALANCE DISCLOSURE

The nonspendable balance of \$6,124 in the Cemetery Endowment Fund are funds donated to the Endowment and are permanent in nature. Only the income can be spent, unless authorized by the Commission for specific improvements.

At December 31, 2021, the City had the following significant contractual or purchase commitments that were outstanding and encumbered against available resources:

<u>Fund</u>	<u>Encumbered for</u>	<u>Amount</u>
Capital Improvements	Community Center Roof	\$ 136,401
Electric Utility	Repairs/Maintenance	203,002
Electric Depreciation	Repairs/Maintenance	268,889
Public Safety Needs Assessment	Building and structural improvements	2,609,155
Meyer Hass	Meyer Hall HVAC	70,180

18. INTERFUND TRANSFERS

A summary of interfund transfers by individual fund for 2021 is as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
Major Funds:		
General	3,008,342	423,473
Debt Service	1,863,175	27,594
Capital Improvements	43,300	665,918
Special Streets and Highway	350,000	63,520
Electric Utility	375,000	2,276,301
Gas Utility	-	653,783
Water Utility	-	871,516
Wastewater Utility	61,250	258,471
Total major funds	<u>5,701,067</u>	<u>5,240,576</u>
Nonmajor Funds:		
Water Preservation	48,513	8,300
Senior Citizens Facility	3,500	-
Operational services	-	10,000
Management Services	-	3,236
Streets - Sales Tax	-	217,668
Stonebrook Streets	-	68,359
Stonebrook Sewer	1,415	-
Stonebrook Water	-	4,424
Lift Station	9,085	-
Refuse Truck	1,604	-
Grants and contributions	100,000	-
Equipment reserve	-	80,000
Stormwater Drainage	-	20,000
Winfield Recreation Expansion	12,848	-
Electric Transmission	-	386,245
2013 EMS Ambulance	2,641	-
Hospital Improvements	-	10,943
Refuse	80,000	180,922
Quail Ridge Golf Course	270,000	-
Total nonmajor funds	<u>529,606</u>	<u>990,097</u>
	<u>\$ 6,230,673</u>	<u>\$ 6,230,673</u>

Interfund transfers reflect the flow of resources from one fund to another fund, generally from the fund in which the resources are received or reside to the fund in which the resources will be expended.

The General Fund received transfers from the Electric Utility, Gas Utility, Water Utility and Refuse Funds in the amounts of \$1,792,801, \$518,783, \$154,587 and \$154,647 respectively. These transfers represent in lieu of franchise taxes ranging from 4% to 6.9% of gross sales. The in lieu of taxes mirror the payment received from external utilities providing services to the City, such as telephone and cable services. All other transfers represent operational transfers, capital equipment transfers, and transfers to assist with debt service payments.

19. FUND DEFICITS

At December 31, 2021, the following individual funds had incurred deficits:

<u>Fund</u>	<u>Amount</u>
East 9th	\$ 345,717
Stonebrook Streets	37,500
Meyer Hall	468,280

These fund deficits will be financed through the sale of bonds authorized by the City Commission, not yet sold at December 31, 2021, or through other revenue sources available to the City.

20. TAX ABATEMENTS

The City operates three economic development programs that qualify as tax abatements under Governmental Accounting Standards Board (GASB) No. 77. These programs include: (1) Neighborhood Revitalize Plan (NRP), (2) Economic Development Tax Exemption (EDX) and (3) Industrial Revenue Bond Exemption (IRB). NRP authority is K.S.A. 12-17,114 et. seq. EDX authority is given to local units of government in Article II, Section 13 of the Kansas Constitution. IRB exemptions authority is K.S.A. 12-1740 et. seq. Those programs as are summarized as follows:

Neighborhood Revitalization Programs Property Tax Abatements

The City of Winfield Neighborhood Revitalization Plan (NRP), which was effective January 1, 2015 and approves property tax abatements in accordance with K.S.A. 79-201a Second and Twenty-Fourth and K.S.A. 12-1740 to 12-1749d, inclusive. The NRP incentive program requires that the construction of an improvement must have been commenced on or after January 1, 2015 and be located within the designated Neighborhood Revitalization Areas. The NRP program shall expire on December 31, 2020, however, the City Commission will review the program annually on or before August 15, at which time the City Commission will consider modifications and extensions. An application for tax rebate must be filed within 60 days of the issuance of a building permit. The minimum investment in an improvement is \$5,000, as determined by the building permit value, for residential, commercial and historic property. Rehabilitation, alterations and additions to any existing residential commercial and industrial structure or multi-family residential, commercial or industrial new construction, shall be eligible. The rebate period will be for a period of 7 years with the rebate amount being 75% of the increased valuation from such improvements. Single-family residential new construction is also eligible with a rebate period of 5 years at 50% of the first \$150,000 of appraised value. In addition, properties in the National , Kansas or Local Historical Register shall be eligible with a rebate period of 10 years with the rebate amount being 100%. Properties within the City of Winfield located with Cowley County are eligible. On June 1, 2015, the City Commission amended the NRP Plan to include properties within the Winfield city limits acquired by delinquent tax or mortgage foreclosures. Building permits must be issued from a minimum of \$20,000 and improvements made with 24 months after filing of the Sheriff's Deed. Eligibility will be revoked if building permit and improvement requirements are not met. Eligible properties will receive a rebate of 75% for 7 years after final project completion. Upon timely payment in full of all real estate tax and special assessments for the property, a rebate of the taxes related to the valuation improvement (less an administrative fee not to exceed 5% to be retained by Cowley County, Kansas) will be made to the property owner. Cowley County issues the rebate checks directly to the individual taxpayers. All taxing subdivisions overlapping the City of Winfield participate in this NRP program.

For the year ended December 31, 2021, the City abated property taxes totaling \$90,872 under the NRP program.

Eligible properties for economic development tax exemptions are new or existing business engaged in manufacturing articles of commerce, conducting research and development or storing goods or commodities which are sold or traded in interstate commerce.

The City's Tax Exemption Policy allows tax abatements that meet the guidelines for EDX and IRB tax exemptions under Kansas law. The City considers granting an exemption incentive upon a clear and factual showing of direct economic benefit to the City Factors considered in determining the amount and term of a tax exemption include, but are not limited to: increased employment and earnings, additional revenues from new or expanded business, types of jobs created, degree to which the business improves diversification of the economy, potential for future expansion and additional job creation, utilization of local products or materials in manufacturing and the additional direct and indirect public costs for additional infrastructure. All applications require a Cost Benefit Analysis per Kansas regulations, which can be prepared by an independent consultant or Kansas Department of Commerce.

The business is required to report any change in ownership of exempt assets which requires a new application for property tax exemption.

There is an annual requirement that the business submit an Annual Claim for Exemption from Property Taxation form with the County Appraiser. The annual review of the business report by the County is to ensure that the ownership and se of the property and any other qualifying criteria of the business for the tax exemption incentive shall continue to exist.

20. TAX ABATEMENTS (CONT.)

Economic Development Tax Exemption (EDX) and Industrial Revenue Bond (IRB) Tax Abatements

All applications and records pertaining to a property tax exemption request shall be subject to the provisions of the Kansas Open Records Act. Any business records or information eligible to remain confidential will be kept confidential only if requested by the applicant.

The City has no provisions to recapture abated taxes if the business does not meet initial new employment or salary estimates used in the preparation of the initial Cost Benefit Analysis. If the use changes to another qualifying use the annual tax abatement will most likely continue following review of the Annual Claim for Exemption Form. The tax abatement incentive is cancelled for any business that ceases to operate or no longer is considered an eligible property.

Property tax incentives issued by the City are abated based on the new or expanded costs of improvements at 100% of the cost of the improvements. Per Kansas law, machinery and equipment placed in use by a business after June 30, 2006, is exempt from ad valorem taxes.

The City has made no commitments other than reduced taxes to business receiving tax abatement incentives.

The City negotiates property tax abatement agreements on an individual basis. The abated taxes reflect the amounts that would have been levied on behalf of the City of the 2020 tax roll to fund expenditures during the calendar year 2021 were it not for an exemption.

A summary of economic development tax abatements for 2021 is as follows:

<u>Location of Exempt Property</u>	<u>Amount</u>
EDX and IRB Tax Abatements:	
City	\$ 436,529
Other taxing entities	841,086
Total abatements	<u>\$ 1,399,859</u>

21. COMMITMENTS AND CONTINGENCIES

Electric Purchase Commitments

The City became a member of the Kansas Power Pool (KPP), a municipal energy agency, in January 2005. KPP was created to provide economic benefits to its member cities, through coordination of collective electrical resources, facilities and loads. The City has power supply contracts with the Kansas Municipal Energy Agency (KMEA) for power supply from the Grand River Dam Authority (GRDA). The scheduling responsibilities for those contracts and the City's contract with the Southwestern Power Administration (SPA) have been assigned to KPP. That agency manages power supply on behalf of the City. The contracts with KMEA for GRDA Power were in force through December 31, 2015, KPP has entered into transmission arrangements with the Southwest Power Pool on behalf of the City. The City terminated its SPA power supply arrangement from KMEA in 2010 and entered into a contract directly with SPA. This contract is in force through May 31, 2025. In September 2012 the city entered into a twenty-year power purchase contract with KPP, to purchase all of the City's required electrical power. That contract was amended in June 2017 to provide a commitment to purchase power and energy and the associated transmission service not to exceed 40 years.

The payment and scheduling responsibilities under all these contracts have all been assigned to KPP and all billings and payments are handled through KPP. Payment responsibility for each of these contracts remains with the City for the full term of each contract and would be under the respective contract conditions should the City withdraw from KPP.

Natural Gas Purchase Commitments

The City entered into a contract with the Kansas Municipal Gas Agency (KMGA) in February 2014 to purchase its entire gas requirements from and through KMGA for the term of the agreement. The contract provides that the City may provide for alternative supplies not to exceed 35% of its total annual gas supply. The contract provides for a year-to-year term until terminated by either party giving at least a 1-year written notice to the other party.

22. COVID-19

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the City's financial condition, liquidity and future results of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the City is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition or liquidity for fiscal year 2021. Future potential impacts may include a decrease in certain revenues, reduced customer traffic and the temporary closure of operating hours of our offices.

As a result of COVID-19, the State of Kansas has received Coronavirus State and Local Fiscal Recovery Funds (SLFRF) under the American Rescue Plan Act (ARPA). The SLFRF was received from the U.S. Department of Treasury. The City received SLFRF in the amount of \$911,306 during 2021, but has not spent any of the funds as of year end. The SLFRF are to be used to strengthen and improve infrastructure and continue to support the recovery related to the public health emergency. Additional information and updates on ARPA SLFRF, which includes audit requirements, can be found at <https://home.treasury.gov/>.

23. PRIOR PERIOD ADJUSTMENT

During the year ended December 31, 2021, more work was done in conjunction with the Gridliance team to finalize the capital asset activity for the Electric Transmission Fund. This resulted in a prior period adjustment of \$225,396, which was a decrease to net position.

24. SUBSEQUENT EVENTS

Management has evaluated the effects on the financial statements of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WINFIELD

Schedule of Changes in the Net OPEB Liability - Healthcare
12/31/21

Last 10 Fiscal Years

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Total OPEB Liability - Beginning of year	<u>\$ 1,800,803</u>	<u>\$ 1,592,921</u>	<u>\$ 1,511,697</u>	<u>\$ 1,072,835</u>	For 2012 to 2017, this data is not yet available.					
Service Cost	96,398	93,590	75,727	73,521	For 2012 to 2017, this data is not yet available.					
Interest Cost	51,199	48,341	53,777	51,039	For 2012 to 2017, this data is not yet available.					
Changes in Benefit Terms	-	-	-	-	For 2012 to 2017, this data is not yet available.					
Differences between actual and expected experience	-	(13,397)	-	41,424	For 2012 to 2017, this data is not yet available.					
Changes in assumptions and inputs	-	115,870	-	318,900	For 2012 to 2017, this data is not yet available.					
Employer contributions	<u>(43,590)</u>	<u>(36,522)</u>	<u>(48,280)</u>	<u>(46,022)</u>	For 2012 to 2017, this data is not yet available.					
Net Changes	<u>104,007</u>	<u>207,882</u>	<u>81,224</u>	<u>438,862</u>	For 2012 to 2017, this data is not yet available.					
Total OPEB Liability - End of year	<u>\$ 1,904,810</u>	<u>\$ 1,800,803</u>	<u>\$ 1,592,921</u>	<u>\$ 1,511,697</u>	For 2012 to 2017, this data is not yet available.					

* For December 31, 2018, GASB 75 was implemented. The information for years 2012-2017 is not available under the measurement requirements of GASB 75.

CITY OF WINFIELD

Schedule of the Total OPEB Liability as a Percentage of Covered Employee Payroll - Healthcare
12/31/2021

Last 10 Fiscal Years

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Total OPEB Liability	\$ 1,904,810	\$ 1,800,803	\$ 1,592,921	\$ 1,511,697	For 2012 to 2017, this data is not yet available.					
Fiduciary net position	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	For 2012 to 2017, this data is not yet available.					
Net OPEB liability	<u>\$ 1,904,810</u>	<u>\$ 1,800,803</u>	<u>\$ 1,592,921</u>	<u>\$ 1,511,697</u>	For 2012 to 2017, this data is not yet available.					
Fiduciary net position as a percentage of total OPEB liability	0.00%	0.00%	0.00%	0.00%	For 2012 to 2017, this data is not yet available.					
Covered-employee payroll	\$ 9,657,375	\$ 9,376,092	\$ 8,776,769	\$ 8,521,135	For 2012 to 2017, this data is not yet available.					
Net OPEB liability as a percentage of covered payroll	19.72%	19.21%	18.15%	17.74%	For 2012 to 2017, this data is not yet available.					

* For December 31, 2018, GASB 75 was implemented. The information for years 2012-2017 is not available under the measurement requirements of GASB 75.

**There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

CITY OF WINFIELD

Schedule of Changes in the Net OPEB Liability - KPERS Death and Disability
12/31/2021

Last 10 Fiscal Years*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Total OPEB Liability - Beginning of year	\$ <u>310,281</u>	\$ <u>285,873</u>	\$ <u>423,724</u>	\$ <u>559,525</u>	For 2012 to 2017, this data is not yet available.					
Service Cost	28,510	23,544	22,136	22,046	For 2012 to 2017, this data is not yet available.					
Interest Cost	7,356	10,624	17,135	20,118	For 2012 to 2017, this data is not yet available.					
Changes in Benefit Terms	-	-	-	-	For 2012 to 2017, this data is not yet available.					
Differences between actual and expected experience	(23,531)	(19,476)	(175,230)	(132,092)	For 2012 to 2017, this data is not yet available.					
Changes in assumptions and inputs	572	21,593	4,357	(6,312)	For 2012 to 2017, this data is not yet available.					
Employer contributions	<u>(11,877)</u>	<u>(11,877)</u>	<u>(6,249)</u>	<u>(39,561)</u>	For 2012 to 2017, this data is not yet available.					
Net Changes	<u>1,030</u>	<u>24,408</u>	<u>(137,851)</u>	<u>(135,801)</u>	For 2012 to 2017, this data is not yet available.					
Total OPEB Liability - End of year	\$ <u>311,311</u>	\$ <u>310,281</u>	\$ <u>285,873</u>	\$ <u>423,724</u>	For 2012 to 2017, this data is not yet available.					

* For December 31, 2018, GASB 75 was implemented. The information for years 2012-2017 is not available under the measurement requirements of GASB 75.

CITY OF WINFIELD

Schedule of the Total OPEB Liability as a Percentage of Covered Employee Payroll - KPERS Death and Disability
12/31/2021

Last 10 Fiscal Years*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Total OPEB Liability	\$ 311,311	\$ 310,281	\$ 285,873	\$ 423,724	For 2012 to 2017, this data is not yet available.					
Fiduciary net position	-	-	-	-	For 2012 to 2017, this data is not yet available.					
Net OPEB liability	<u>\$ 311,311</u>	<u>\$ 310,281</u>	<u>\$ 285,873</u>	<u>\$ 423,724</u>	For 2012 to 2017, this data is not yet available.					
Fiduciary net position as a percentage of total OPEB liability	0.00%	0.00%	0.00%	0.00%	For 2012 to 2017, this data is not yet available.					
Covered-employee payroll	\$ 6,658,242	\$ 6,658,242	\$ 6,286,818	\$ 6,143,092	For 2012 to 2017, this data is not yet available.					
Net OPEB liability as a percentage of covered payroll	4.68%	4.66%	4.55%	6.90%	For 2012 to 2017, this data is not yet available.					

* For December 31, 2018, GASB 75 was implemented. The information for years 2012-2017 is not available under the measurement requirements of GASB 75.

**There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

CITY OF WINFIELD, KANSAS

Schedule of City's Proportionate Share of the Net Pension Liability
12/31/2021

Kansas Public Employees Retirement System
Last 10 Fiscal Years*

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
<u>Local</u>										
City's proportionate percentage of the net pension liability	0.39038%	0.38795%	0.38209%	0.38257%	0.38608%	0.38485%	0.34185%	For 2012 to 2014, this data is not yet available.		
City's proportionate share of the net pension liability	\$ 4,684,341	\$ 6,725,780	\$ 5,339,234	\$ 5,332,208	\$ 5,592,197	\$ 5,953,805	\$ 4,488,598			
City's covered payroll	\$ 7,192,183	\$ 7,062,027	\$ 6,738,782	\$ 6,647,838	\$ 6,605,786	\$ 6,773,665	\$ 6,609,246			
City's proportionate share of the net pension liability as a percentage of its covered payroll	65.13%	95.24%	79.23%	80.21%	84.66%	87.90%	67.91%			
Plan fiduciary net position as a percentage of the total pension liability	81.14%	70.77%	75.02%	74.22%	72.15%	68.55%	71.98%			
<u>Police and Firemen</u>										
City's proportionate percentage of the net pension liability	0.51745%	0.53706%	0.54736%	0.54034%	0.58177%	0.59448%	0.69902%			
City's proportionate share of the net pension liability	\$ 4,937,719	\$ 6,622,685	\$ 5,539,933	\$ 5,199,141	\$ 5,455,754	\$ 5,521,321	\$ 5,075,730			
City's covered employee payroll	\$ 2,985,077	\$ 2,950,297	\$ 2,930,906	\$ 2,745,990	\$ 2,678,286	\$ 2,758,488	\$ 2,675,888			
City's proportionate share of the net pension liability as a percentage of its covered payroll	165.41%	224.48%	189.02%	189.34%	203.70%	200.16%	189.68%			
Plan fiduciary net position as a percentage of the total pension liability	76.09%	66.81%	71.22%	71.53%	70.99%	69.30%	74.60%			

* Data became available with the inception of GASB Statement No. 68 during fiscal year 2015, therefore 10 years of data is unavailable.

CITY OF WINFIELD, KANSAS

Schedule of City's Contributions
12/31/2021

Kansas Public Employees Retirement System
Last 10 Fiscal Years*

<u>Local</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Contractually required contribution	\$ 685,293	\$ 790,860	\$ 711,635	\$ 635,073	\$ 583,687	\$ 620,385
Contributions in relation to the contractually required contribution	<u>(685,293)</u>	<u>(790,860)</u>	<u>(711,635)</u>	<u>(635,073)</u>	<u>(583,687)</u>	<u>(620,385)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered employee payroll	\$ 7,192,183	\$ 7,400,717	\$ 6,995,351	\$ 6,574,849	\$ 6,535,786	\$ 6,705,665
Contributions as a percentage of covered payroll	9.53%	10.69%	10.17%	9.66%	8.93%	9.25%
<u>Police and Firemen</u>						
Contractually required contribution	\$ 692,346	\$ 660,077	\$ 656,064	\$ 661,858	\$ 614,203	\$ 678,363
Contributions in relation to the contractually required contribution	<u>(692,346)</u>	<u>(660,077)</u>	<u>(656,064)</u>	<u>(661,858)</u>	<u>(614,203)</u>	<u>(678,363)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 2,985,077	\$ 3,009,791	\$ 2,963,952	\$ 2,880,147	\$ 2,812,286	\$ 2,891,488
Contributions as a percentage of covered payroll	23.19%	21.93%	22.13%	22.98%	21.84%	23.46%

* Data became available with the inception of GASB Statement No. 68 during fiscal year 2015, therefore 10 years of data is unavailable. Data is measured as of the most recent fiscal year end.

CITY OF WINFIELD, KANSAS

Notes to Required Supplementary Information
For the Year Ended December 31, 2021

Other Post Employment Benefits - Healthcare

Changes in benefit terms:

There are no changes in benefits.

Changes in assumptions:

Changes in assumptions and other inputs FY20 to FY21 reflect the following:

- RP 2014 annuitant distinct mortality table adjusted to 2006 with MP 2021 generational projection of future mortality improvement.
- The discount rate was changed from 2.73% in FY20 to 2.06% in FY21.

Other Post Employment Benefits - KPERS Death and Disabilities

Changes in benefit terms:

There are no changes in benefits.

Changes in assumptions:

Changes in assumptions and other inputs FY19 to FY20 reflect the following:

- The discount rate was changed from 2.21% in FY19 to 2.16% in FY20.

Defined Benefit Pension Plan

Changes in benefit terms:

There are no changes in benefits.

Changes in assumptions:

The discount rate was changed from 7.50% in FY19 to 7.25% in FY20.

**COMBINING FINANCIAL STATEMENTS
AND
INDIVIDUAL FUND SCHEDULES**

CITY OF WINFIELD, KANSAS

GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS

The primary purpose of the Special Revenue Funds is to account for the proceeds of designated revenue sources which are used to finance specified activities as required by law or administrative regulation. The following nonmajor Special Revenue Funds are reported:

Flood Control - to account for maintenance costs of the flood levee.

Special Parks and Recreation - to account for park and recreation upgrades. Financing is provided through one-third of the 10% gross receipts tax on the sale of alcoholic liquor, which is a statewide alcohol liquor tax.

Special Alcohol - to account for expenditures of drug and alcohol education, treatment and prevention services for City residents. Financing is provided through one-third of the 10% gross receipts tax on the sale of alcoholic liquor, which is a statewide alcohol liquor tax.

Law Enforcement Trust - to account for the net proceeds of sale of forfeited property and moneys related to controlled substances activities. The enabling statute defines allowable expenditures.

Water Preservation - established in 2004 to provide funding for programs to protect the upstream quality of water flowing into the Winfield City Lake, the primary water source for the City. A portion of the lake permit fees and two cents for every one thousand gallons of water billed provide the revenue sources for this fund.

Senior Citizens Facility - to account for the operations of the Senior Center activities. Financing is provided from appropriations from the Cowley County Council on Aging and other sources.

Special Liability - to account for City employee legal defense costs and various uninsured risk costs as provided by applicable statutes. Financing is provided by a specific tax levy.

American Rescue Plan Act - used for the strategic investment in long-lived assets responding to the public health and economic impacts of Covid-19 Pandemic. The City elected to receive the entirety of funds using the standard revenue allowance which provided flexibility of uses under general government spending on previously provided public services including utilities, as well as simplified reporting mechanisms. The funds must be obligated by December 31, 2024 and expended by December 31, 2026.

Industrial Development - to account for the promotion of industrial development. Financing is provided through a specific tax levy.

Convention and Tourism - to account for the administration of the Transient Guest Tax received by the City. All moneys are to be expended for convention and tourism promotion per applicable State statutes.

Payroll Clearing - to account for moneys held on behalf of City employees' payroll for related payroll taxes, retirement contributions, insurance and other authorized withholdings by City employees.

Fire Insurance Proceeds - to collect and pass through flexible benefit contributions.

Sales Tax - to account for sales tax collected and to be remitted to the State of Kansas.

Flex Medical - to account for moneys held on behalf of City employees' payroll for reimbursement of qualifying medical expenses by City employees.

Fairgrounds Improvements - to account for Cowley County Fairgrounds maintenance and improvement expenditures. Financing is provided by fairgrounds facility usage fees.

Cemetery Improvements - Cemetery operations and maintenance expenditures are paid from this fund with one-third of sales proceeds of each cemetery space and pre-need payments providing the funding for this fund.

Library - to account for the City's tax levy funding of the operation of the Winfield Public Library. Financing is provided by a specific tax levy.

Equipment Reserve - to account for the resources provided by other City funds to provide for future equipment purchases.

Grants and Contributions - to account for federal and state grants and contributions from private enterprise for general government type projects.

Alcohol and Drug Safety Action - to account for assessment fees collected by the Municipal Court for alcohol and drug related charges, as established by state statutes. Resources can only be used for court expenditures involved in administering the provisions of the related statute.

Barr Police Building - The City received a \$542,972 bequest in 2015 restricted for use of police improvements.

Streets - Sales Tax - to account for the .4% cent sales tax approved by the voters of the city beginning July 1, 2014 and ending June 30, 2021 to be used for library, street and other capital improvements. The first \$600,000 of sales tax collections is committed to library improvements with 50% of the remaining collections allocated to the library, to a maximum of \$900,000, with the remaining resources for the specified City purposes.

CDBG - to account for housing rehabilitation of approximately 15 rental units occupied by qualifying low to moderate income families.

Baseball Complex Maintenance Reserve - to track the revenues and expenses associated with the Broadway Complex Facility Lease Agreement between the City, USD 465, Southwestern College and the Winfield Recreation Commission.

Stormwater Drainage - established in 1996 to fund major drainage projects throughout the City. Financing is provided through stormwater drainage fees charges to City utility customers.

NONMAJOR CAPITAL PROJECT FUNDS

The primary purpose of the capital projects fund is to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds. Nonmajor projects included within this fund type are as follows:

Winfield Rec Expansion - to account for the costs of the expansion and complete re-model of the weight room and exercise equipment portion of the Recreation Center.

US 77 - to account for the financing of US 77 work to be financed from the issuance of general obligation bonds or other resources available to the City.

East 9th Street – 2021 CCLIP Project - to account for the costs of infrastructure improvements to U.S. 160 from College Street to Viking Blvd. KDOT provides funding for a portion of the project with the balanced to be financed with other resources available.

Hospital Improvements - to account for facility improvements at the William Newton Memorial Hospital with financing to be provided through the issuance of general obligation bonds to be repaid by the hospital through a financing agreement with the City.

Vaughn Tennis Center Project - to account for the improvements to the tennis center facilities located on the south end of Whittier Elementary School. The City entered into an agreement with the Winfield Unified School District No. 465, Southwestern College and the Winfield Recreation Commission to expand and improve the tennis center.

Stonebrook Streets - to account for the capital project funds for a housing development in progress.

Stonebook Sewer - to account for the capital project funds for a housing development in progress.

Stonebrook Water - to account for the capital project funds for a housing development in progress.

Lift Station - to account for the upgrades to the 4th street Lift Station for the wastewater department.

Refuse Truck - to account for the purchase of a Refuse truck.

Baden Center Building Improvements - to account for improvements to the Baden Center building to be financing from the issuance of general obligation bonds and other resources available to the City.

Meyer Hall Project - used for mechanical and roof upgrades of Meyer Hall facilities. Meyer Hall is currently leased to outside agencies for office and assembly spaces. The leases pay the long-term financing on the project total.

PERMANENT FUNDS

Cemetery Endowment - the fund is an endowment from a citizen and prohibits the use of the principal and only the investment earnings can be used for cemetery improvements.

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2021

	Special Revenue Funds	Capital Projects Funds	Permanent Fund Cemetery Endowment	Total All Nonmajor Governmental Funds
Assets:				
Cash and cash equivalents	\$ 5,642,335	\$ 252,785	\$ 6,124	\$ 5,901,244
Accounts receivable	102,193	-	-	102,193
Sales tax receivable	95,682	-	-	95,682
Property tax receivable	625,009	-	-	625,009
Prepaid sales tax	24,960	-	-	24,960
Land held for resale	710,252	-	-	710,252
Total assets	\$ 7,200,431	\$ 252,785	\$ 6,124	\$ 7,459,340
Liabilities, Deferred Inflows and Fund Balances				
Liabilities:				
Accounts payable	\$ 284,637	\$ 383,217	\$ -	\$ 667,854
Accrued payroll and accrued liabilities	14,571	-	-	14,571
Due to other funds	183,277	-	-	183,277
Temporary notes payable	-	599,830	-	599,830
Total liabilities	482,485	983,047	-	1,465,532
Deferred Inflows of Resources:				
Property taxes receivable	625,007	-	-	625,007
Fund Balances:				
Nonspendable	-	-	6,124	6,124
Restricted:				
General government	911,729	-	-	911,729
Public safety	597,693	-	-	597,693
Stormwater drainage improvements	432,243	-	-	432,243
Culture and recreation	159,837	-	-	159,837
Health and welfare	24,951	-	-	24,951
Economic development	809,374	-	-	809,374
Levee maintenance	28,343	-	-	28,343
Street improvements	2,179,847	-	-	2,179,847
Equipment acquisition	367,208	-	-	367,208
Committed:				
Water quality programs	282,328	-	-	282,328
Fairgrounds improvements	225,023	-	-	225,023
Cemetery improvements	74,363	-	-	74,363
Assigned:				
Capital projects	-	-	-	-
Unassigned	-	(730,262)	-	(730,262)
Total fund balances	6,092,939	(730,262)	6,124	5,368,801
Total liabilities, deferred inflows and fund balances	\$ 7,200,431	\$ 252,785	\$ 6,124	\$ 7,459,340

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended December 31, 2021

	Special Revenue Funds	Capital Projects Funds	Permanent Fund Cemetery Endowment	Total All Nonmajor Governmental Funds
Revenues:				
Property taxes	\$ 699,743	\$ -	\$ -	\$ 699,743
Sales taxes	1,235,107	-	-	1,235,107
Intergovernmental	1,030,631	-	-	1,030,631
Charges for services	330,149	-	-	330,149
Use of money and property	34,491	353	5	34,849
Miscellaneous	125,782	-	-	125,782
Total revenues	<u>3,455,903</u>	<u>353</u>	<u>5</u>	<u>3,456,261</u>
Expenditures:				
Current:				
General government	148,924	-	-	148,924
Public safety	259,624	-	-	259,624
Public works	65,640	1,198,326	-	1,263,966
Culture and recreation	894,176	52,850	-	947,026
Health and welfare	25,165	-	-	25,165
Economic development	53,552	-	-	53,552
Cemetery	3,113	-	-	3,113
Total expenditures	<u>1,450,194</u>	<u>1,251,176</u>	<u>-</u>	<u>2,701,370</u>
Expenditures over revenues	<u>2,005,709</u>	<u>(1,250,823)</u>	<u>5</u>	<u>754,891</u>
Other Financing Sources (Uses):				
Transfers in	152,013	27,593	-	179,606
Transfers out	(325,968)	(83,726)	-	(409,694)
Total other financing sources (uses)	<u>(173,955)</u>	<u>(56,133)</u>	<u>-</u>	<u>(230,088)</u>
Net change in fund balances	1,831,754	(1,306,956)	5	524,803
Fund balances (deficit), beginning of year	<u>4,261,185</u>	<u>576,694</u>	<u>6,119</u>	<u>4,843,998</u>
Fund balances (deficit), end of year	<u>\$ 6,092,939</u>	<u>\$ (730,262)</u>	<u>\$ 6,124</u>	<u>\$ 5,368,801</u>

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2021

	Flood Control	Special Parks and Recreation	Special Alcohol Program	Law Enforcement Trust	Water Preservation	Senior Citizens Facility	Special Liability	American Rescue Plan Act
Assets:								
Cash and cash equivalents	\$ 28,343	\$ 142,506	\$ 23,893	\$ 41,106	\$ 282,328	\$ 17,339	\$ 1	\$ 911,725
Accounts receivable	-	-	422	-	-	-	-	-
Sales tax receivable	-	-	-	-	-	-	-	-
Property taxes receivable	-	-	-	-	-	-	129,206	-
Prepaid sales tax	-	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-	-
Total assets	<u>\$ 28,343</u>	<u>\$ 142,506</u>	<u>\$ 24,315</u>	<u>\$ 41,106</u>	<u>\$ 282,328</u>	<u>\$ 17,339</u>	<u>\$ 129,207</u>	<u>\$ 911,725</u>
Liabilities, Deferred Inflows and Fund Balances								
Liabilities:								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8	\$ -	\$ -
Wages payable	-	-	-	-	-	-	-	-
Accrued payroll and taxes	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:								
Property taxes receivable	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>129,203</u>	<u>-</u>
Fund Balances:								
Restricted:								
General government	-	-	-	-	-	-	4	911,725
Public safety	-	-	-	41,106	-	-	-	-
Stormwater drainage improvements	-	-	-	-	-	-	-	-
Culture and recreation	-	142,506	-	-	-	17,331	-	-
Health and welfare	-	-	24,315	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-
Levee maintenance	28,343	-	-	-	-	-	-	-
Equipment acquisition	-	-	-	-	-	-	-	-
Committed:								
Street improvements	-	-	-	-	-	-	-	-
Water quality programs	-	-	-	-	282,328	-	-	-
Fairgrounds improvements	-	-	-	-	-	-	-	-
Cemetery improvements	-	-	-	-	-	-	-	-
Total fund balances	<u>28,343</u>	<u>142,506</u>	<u>24,315</u>	<u>41,106</u>	<u>282,328</u>	<u>17,331</u>	<u>4</u>	<u>911,725</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 28,343</u>	<u>\$ 142,506</u>	<u>\$ 24,315</u>	<u>\$ 41,106</u>	<u>\$ 282,328</u>	<u>\$ 17,339</u>	<u>\$ 129,207</u>	<u>\$ 911,725</u>

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2021

	Industrial Development	Convention and Tourism	Payroll Clearing	Fire Insurance Proceeds	Sales Tax	Flex Medical	Fairgrounds Improvements	Cemetery Improvement	Library
Assets:									
Cash and cash equivalents	\$ 7,733	\$ 92,911	\$ 15,544	\$ -	\$ 158,534	\$ -	\$ 224,673	\$ 74,363	\$ -
Accounts receivable	-	-	-	-	67,714	13,539	350	-	-
Sales tax receivable	-	-	-	-	-	-	-	-	-
Property taxes receivable	11,321	-	-	-	-	-	-	-	484,482
Prepaid sales tax	-	-	-	-	24,960	-	-	-	-
Land held for resale	710,252	-	-	-	-	-	-	-	-
Total assets	<u>\$ 729,306</u>	<u>\$ 92,911</u>	<u>\$ 15,544</u>	<u>\$ -</u>	<u>\$ 251,208</u>	<u>\$ 13,539</u>	<u>\$ 225,023</u>	<u>\$ 74,363</u>	<u>\$ 484,482</u>
Liabilities, Deferred Inflows and Fund Balances									
Liabilities:									
Accounts payable	\$ -	\$ 1,521	\$ 1,781	\$ -	\$ 251,208	\$ 13,539	\$ -	\$ -	\$ -
Wages payable	-	-	-	-	-	-	-	-	-
Accrued payroll and taxes	-	-	13,763	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>1,521</u>	<u>15,544</u>	<u>-</u>	<u>251,208</u>	<u>13,539</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:									
Property taxes receivable	<u>11,322</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>484,482</u>
Fund Balances:									
Restricted:									
General government	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Stormwater drainage improvements	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-
Economic development	717,984	91,390	-	-	-	-	-	-	-
Levee maintenance	-	-	-	-	-	-	-	-	-
Equipment acquisition	-	-	-	-	-	-	-	-	-
Committed:									
Street improvements	-	-	-	-	-	-	-	-	-
Water quality programs	-	-	-	-	-	-	-	-	-
Fairgrounds improvements	-	-	-	-	-	-	225,023	-	-
Cemetery improvements	-	-	-	-	-	-	-	74,363	-
Total fund balances	<u>717,984</u>	<u>91,390</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>225,023</u>	<u>74,363</u>	<u>-</u>
Total liabilities, deferred inflows and fund balances	<u>\$ 729,306</u>	<u>\$ 92,911</u>	<u>\$ 15,544</u>	<u>\$ -</u>	<u>\$ 251,208</u>	<u>\$ 13,539</u>	<u>\$ 225,023</u>	<u>\$ 74,363</u>	<u>\$ 484,482</u>

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2021

	Equipment Reserve	Grants and Contributions	Alcohol and Drug Safety Action	Barr Police Building	Streets Sales Tax	CDBG	Baseball Complex Maintenance Reserve	Stormwater Drainage	Total Nonmajor Special Revenue Funds
Assets:									
Cash and cash equivalents	\$ 120,213	\$ 263,373	\$ 636	\$ 556,587	\$ 2,065,880	\$ 122	\$ 18,269	\$ 596,256	\$ 5,642,335
Accounts receivable	-	-	-	-	-	-	-	20,168	102,193
Sales tax receivable	-	-	-	-	95,682	-	-	-	95,682
Property taxes receivable	-	-	-	-	-	-	-	-	625,009
Prepaid sales tax	-	-	-	-	-	-	-	-	24,960
Land held for resale	-	-	-	-	-	-	-	-	710,252
Total assets	\$ 120,213	\$ 263,373	\$ 636	\$ 556,587	\$ 2,161,562	\$ 122	\$ 18,269	\$ 616,424	\$ 7,200,431
Liabilities, Deferred Inflows and Fund Balances									
Liabilities:									
Accounts payable	\$ -	\$ 16,378	\$ -	\$ -	\$ -	\$ -	\$ 106	\$ 96	\$ 284,637
Wages payable	-	-	-	-	-	-	-	808	808
Accrued payroll and taxes	-	-	-	-	-	-	-	-	13,763
Due to other funds	-	-	-	-	-	-	-	183,277	183,277
Total liabilities	-	16,378	-	-	-	-	106	184,181	482,485
Deferred Inflows of Resources:									
Property taxes receivable	-	-	-	-	-	-	-	-	625,007
Fund Balances:									
Restricted:									
General government	-	-	-	-	-	-	-	-	911,729
Public safety	-	-	-	556,587	-	-	-	-	597,693
Stormwater drainage improvements	-	-	-	-	-	-	-	432,243	432,243
Culture and recreation	-	-	-	-	-	-	-	-	159,837
Health and welfare	-	-	636	-	-	-	-	-	24,951
Economic development	-	-	-	-	-	-	-	-	809,374
Levee maintenance	-	-	-	-	-	-	-	-	28,343
Street improvements	-	-	-	-	2,161,562	122	18,163	-	2,179,847
Equipment acquisition	120,213	246,995	-	-	-	-	-	-	367,208
Committed:									
Water quality programs	-	-	-	-	-	-	-	-	282,328
Fairgrounds improvements	-	-	-	-	-	-	-	-	225,023
Cemetery improvements	-	-	-	-	-	-	-	-	74,363
Total fund balances	120,213	246,995	636	556,587	2,161,562	122	18,163	432,243	6,092,939
Total liabilities, deferred inflows and fund balances	\$ 120,213	\$ 263,373	\$ 636	\$ 556,587	\$ 2,161,562	\$ 122	\$ 18,269	\$ 616,424	\$ 7,200,431

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
Year Ended December 31, 2021

	Flood Control	Special Parks and Recreation	Special Alcohol Program	Law Enforcement Trust	Water Preservation	Senior Citizens Facility	Special Liability	American Rescue Plan Act
Revenues:								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 143,592	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental revenues	-	23,338	23,338	1,624	-	4,000	-	911,306
Charges for services	-	-	-	-	-	-	-	-
Use of money and property	24	17,127	19	33	219	13	5	419
Miscellaneous	-	2,128	950	225	-	2,661	1	-
Total revenues	24	42,593	24,307	1,882	219	6,674	143,598	911,725
Expenditures:								
Current:								
General government	-	-	-	-	-	-	148,448	-
Public safety	-	-	-	-	-	-	-	-
Public works	430	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	585	8,441	-	-
Health and welfare	-	-	25,165	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-
Cemetery	-	-	-	-	-	-	-	-
Total expenditures	430	-	25,165	-	585	8,441	148,448	-
Revenues over (under) expenditures	(406)	42,593	(858)	1,882	(366)	(1,767)	(4,850)	911,725
Other Financing Sources (Uses):								
Transfers in	-	-	-	-	48,513	3,500	-	-
Transfers out	-	-	-	-	(8,300)	-	-	-
Total other financing sources (uses)	-	-	-	-	40,213	3,500	-	-
Net change in fund balance	(406)	42,593	(858)	1,882	39,847	1,733	(4,850)	911,725
Fund balances, beginning of year	28,749	99,913	25,173	39,224	242,481	15,598	4,854	-
Fund balances, end of year	\$ 28,343	\$ 142,506	\$ 24,315	\$ 41,106	\$ 282,328	\$ 17,331	\$ 4	\$ 911,725

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
Year Ended December 31, 2021

	Industrial Development	Convention and Tourism	Payroll Clearing	Fire Insurance Proceeds	Sales Tax	Flex Medical	Fairgrounds Improvements	Cemetery Improvement	Library
Revenues:									
Property taxes	\$ 109	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 556,042
Sales taxes	-	-	-	-	-	-	-	-	-
Intergovernmental revenues	-	67,025	-	-	-	-	-	-	-
Charges for services	-	2,790	-	-	-	-	27,193	-	-
Use of money and property	1,412	68	-	-	-	-	191	11,536	-
Miscellaneous	-	-	-	-	-	-	1,185	150	-
Total revenues	<u>1,521</u>	<u>69,883</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>28,569</u>	<u>11,686</u>	<u>556,042</u>
Expenditures:									
Current:									
General government	-	-	-	476	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	3,626	-	570,042
Health and welfare	-	-	-	-	-	-	-	-	-
Economic development	703	52,849	-	-	-	-	-	-	-
Cemetery	-	-	-	-	-	-	-	3,113	-
Total expenditures	<u>703</u>	<u>52,849</u>	<u>-</u>	<u>476</u>	<u>-</u>	<u>-</u>	<u>3,626</u>	<u>3,113</u>	<u>570,042</u>
Revenues over (under) expenditures	<u>818</u>	<u>17,034</u>	<u>-</u>	<u>(476)</u>	<u>-</u>	<u>-</u>	<u>24,943</u>	<u>8,573</u>	<u>(14,000)</u>
Other Financing Sources (Uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	818	17,034	-	(476)	-	-	24,943	8,573	(14,000)
Fund balances, beginning of year	<u>717,166</u>	<u>74,356</u>	<u>-</u>	<u>476</u>	<u>-</u>	<u>-</u>	<u>200,080</u>	<u>65,790</u>	<u>14,000</u>
Fund balances, end of year	<u>\$ 717,984</u>	<u>\$ 91,390</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 225,023</u>	<u>\$ 74,363</u>	<u>\$ -</u>

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds (continued)
Year Ended December 31, 2021

	Equipment Reserve	Grants and Contributions	Alcohol and Drug Safety Action	Barr Police Building	Streets Sales Tax	CDBG	Baseball Complex Maintenance Reserve	Stormwater Drainage	Total Nonmajor Special Revenue Funds
Revenues:									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 699,743
Sales taxes	-	-	-	-	1,235,107	-	-	-	1,235,107
Intergovernmental revenues	-	-	-	-	-	-	-	-	1,030,631
Charges for services	-	-	-	-	-	-	-	300,166	330,149
Use of money and property	149	266	1	1,249	1,304	-	18	438	34,491
Miscellaneous	-	98,482	-	-	-	-	20,000	-	125,782
Total revenues	149	98,748	1	1,249	1,236,411	-	20,018	300,604	3,455,903
Expenditures:									
Current:									
General government	-	-	-	-	-	-	-	-	148,924
Public safety	22,124	170,763	-	-	-	-	18,635	48,102	259,624
Public works	-	-	-	-	-	-	-	65,210	65,640
Culture and recreation	-	311,482	-	-	-	-	-	-	894,176
Health and welfare	-	-	-	-	-	-	-	-	25,165
Economic development	-	-	-	-	-	-	-	-	53,552
Cemetery	-	-	-	-	-	-	-	-	3,113
Total expenditures	22,124	482,245	-	-	-	-	18,635	113,312	1,450,194
Revenues over (under) expenditures	(21,975)	(383,497)	1	1,249	1,236,411	-	1,383	187,292	2,005,709
Other Financing Sources (Uses):									
Transfers in	-	100,000	-	-	-	-	-	-	152,013
Transfers out	(80,000)	-	-	-	(217,668)	-	-	(20,000)	(325,968)
Total other financing sources (uses)	(80,000)	100,000	-	-	(217,668)	-	-	(20,000)	(173,955)
Net change in fund balance	(101,975)	(283,497)	1	1,249	1,018,743	-	1,383	167,292	1,831,754
Fund balances, beginning of year	222,188	530,492	635	555,338	1,142,819	122	16,780	264,951	4,261,185
Fund balances, end of year	\$ 120,213	\$ 246,995	\$ 636	\$ 556,587	\$ 2,161,562	\$ 122	\$ 18,163	\$ 432,243	\$ 6,092,939

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Flood Control Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Interest earnings	\$ 350	\$ 350	\$ 24	\$ (326)
Expenditures and encumbrances:				
Contractual services	10,250	10,250	34	(10,216)
Commodities	5,000	5,000	396	(4,604)
Total expenditures and encumbrances	15,250	15,250	430	(14,820)
Revenues over (under) expenditures	(14,900)	(14,900)	(406)	14,494
Fund balance, beginning of year	15,290	15,290	28,749	13,459
Fund balance, end of year	\$ 390	\$ 390	\$ 28,343	\$ 27,953

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Special Parks and Recreation Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Intergovernmental	\$ 22,500	\$ 22,500	\$ 23,338	\$ 838
Rent	17,396	17,396	17,025	(371)
Interest earnings	800	800	102	(698)
Miscellaneous	1,000	1,000	2,126	1,126
Total revenues	41,696	41,696	42,591	895
Expenditures and encumbrances:				
Commodities	35,000	35,000	-	(35,000)
Capital outlay	127,636	127,636	-	(127,636)
Total expenditures and encumbrances	162,636	162,636	-	(162,636)
Revenues over (under) expenditures	(120,940)	(120,940)	42,591	163,531
Fund balance, beginning of year	120,941	120,941	99,913	(21,028)
Fund balance, end of year	\$ 1	\$ 1	\$ 142,504	\$ 142,503

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Special Alcohol Program Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Intergovernmental	\$ 23,000	\$ 23,000	\$ 23,338	\$ 338
Interest earnings	250	250	19	(231)
Miscellaneous	1,800	1,800	950	(850)
Total revenues	25,050	25,050	24,307	(743)
Expenditures and encumbrances:				
Personal services	50,444	50,444	25,165	(25,279)
Commodities	100	100	-	(100)
Total expenditures and encumbrances	50,544	50,544	25,165	(25,379)
Revenues over (under) expenditures	(25,494)	(25,494)	(858)	24,636
Fund balance, beginning of year	25,494	25,494	25,173	(321)
Fund balance, end of year	\$ -	\$ -	\$ 24,315	\$ 24,315

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Law Enforcement Trust Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Interest earnings	\$ 300	\$ 300	\$ 1,657	\$ 1,357
Miscellaneous	300	300	225	(75)
Total revenues	600	600	1,882	1,282
Expenditures and encumbrances:				
Contractual services	2,000	2,000	-	(2,000)
Contingency	34,013	34,013	-	(34,013)
Total expenditures and encumbrances	36,013	36,013	-	(36,013)
Revenues over (under) expenditures	(35,413)	(35,413)	1,882	37,295
Fund balance, beginning of year	35,413	35,413	39,224	3,811
Fund balance, end of year	\$ -	\$ -	\$ 41,106	\$ 41,106

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Water Preservation Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Interest earnings	\$ 1,000	\$ 1,000	\$ 219	\$ (781)
Transfer In	<u>53,400</u>	<u>53,400</u>	<u>48,513</u>	<u>(4,887)</u>
Total revenues	<u>54,400</u>	<u>54,400</u>	<u>48,732</u>	<u>(5,668)</u>
Expenditures and encumbrances:				
Contractual services	259,334	259,334	586	(258,748)
Transfer out	<u>8,300</u>	<u>8,300</u>	<u>8,300</u>	<u>-</u>
Total expenditures and encumbrances	<u>267,634</u>	<u>267,634</u>	<u>8,886</u>	<u>(258,748)</u>
Revenues over (under) expenditures	(213,234)	(213,234)	39,846	253,080
Fund balance, beginning of year	<u>213,234</u>	<u>213,234</u>	<u>242,481</u>	<u>29,247</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 282,327</u>	<u>\$ 282,327</u>

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual - Budgetary Basis
 Senior Citizens Facility Fund
 Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Intergovernmental	\$ 4,000	\$ 4,000	\$ 4,000	\$ -
Interest earnings	75	75	13	(62)
Miscellaneous	1,500	1,500	2,661	1,161
Transfer In	<u>3,500</u>	<u>3,500</u>	<u>3,500</u>	<u>-</u>
Total revenues	<u>9,075</u>	<u>9,075</u>	<u>10,174</u>	<u>1,099</u>
Expenditures and encumbrances:				
Contractual services	<u>24,297</u>	<u>24,297</u>	<u>8,441</u>	<u>(15,856)</u>
Revenues over (under) expenditures	(15,222)	(15,222)	1,733	16,955
Fund balance, beginning of year	<u>15,222</u>	<u>15,222</u>	<u>15,598</u>	<u>376</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 17,331</u>	<u>\$ 17,331</u>

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Special Liability Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	\$ 138,976	\$ 143,732	\$ 140,776	\$ (2,956)
Interest Earnings	500	500	5	(495)
Total revenues	139,476	144,232	140,781	(3,451)
Expenditures and encumbrances:				
Commodities	186,244	191,000	145,630	(45,370)
Other	-	-	1	1
Total expenditures and encumbrances	186,244	191,000	145,631	(45,369)
Revenues over (under) expenditures	(46,768)	(46,768)	(4,850)	41,918
Fund balance, beginning of year	46,768	46,768	4,854	(41,914)
Fund balance, end of year	\$ -	\$ -	\$ 4	\$ 4

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Industrial Development Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ 109	\$ 109
Miscellaneous	-	-	1,412	1,412
Total revenues	-	-	1,521	1,521
Expenditures and encumbrances:				
Contractual services	2,068	2,068	-	(2,068)
Capital outlay	2,000	2,000	703	(1,297)
Total expenditures and encumbrances	4,068	4,068	703	(3,365)
Revenues over (under) expenditures	(4,068)	(4,068)	818	4,886
Fund balance, beginning of year	6,433	6,433	6,914	481
Fund balance, end of year	\$ 2,365	\$ 2,365	\$ 7,732	\$ 5,367

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Convention and Tourism Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Intergovernmental	\$ 75,000	\$ 75,000	\$ 67,025	\$ (7,975)
Interest earnings	500	500	68	(432)
Miscellaneous	-	-	2,790	2,790
Total revenues	<u>75,500</u>	<u>75,500</u>	<u>69,883</u>	<u>(5,617)</u>
Expenditures and encumbrances:				
Contractual services	15,235	15,235	8,645	(6,590)
Commodities	300	300	184	(116)
Capital outlay	-	-	915	915
Other	<u>108,443</u>	<u>108,443</u>	<u>43,104</u>	<u>(65,339)</u>
Total expenditures and encumbrances	<u>123,978</u>	<u>123,978</u>	<u>52,848</u>	<u>(71,130)</u>
Revenues over (under) expenditures	(48,478)	(48,478)	17,035	65,513
Fund balance, beginning of year	<u>48,478</u>	<u>48,478</u>	<u>74,356</u>	<u>25,878</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 91,391</u>	<u>\$ 91,391</u>

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Fairgrounds Improvement Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 15,000	\$ 15,000	\$ 27,193	\$ 12,193
Miscellaneous	-	-	1,185	1,185
Interest earnings	1,500	1,500	191	(1,309)
Total revenues	16,500	16,500	28,569	12,069
Expenditures and encumbrances:				
Capital outlay	138,877	138,877	2,745	(136,132)
Contingency	50,000	50,000	882	(49,118)
Total expenditures and encumbrances	188,877	188,877	3,627	(185,250)
Revenues over (under) expenditures	(172,377)	(172,377)	24,942	197,319
Fund balance, beginning of year	172,377	172,377	199,729	27,352
Fund balance, end of year	\$ -	\$ -	\$ 224,671	\$ 224,671

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Cemetery Improvements Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Sale of lots	\$ 7,000	\$ 7,000	\$ 11,477	\$ 4,477
Interest earnings	500	500	59	(441)
Miscellaneous	400	400	150	(250)
Total revenues	7,900	7,900	11,686	3,786
Expenditures and encumbrances:				
Commodities	8,500	8,500	1,752	(6,748)
Capital outlay	40,978	40,978	1,361	(39,617)
Total expenditures and encumbrances	49,478	49,478	3,113	(46,365)
Revenues over (under) expenditures	(41,578)	(41,578)	8,573	50,151
Fund balance, beginning of year	41,578	41,578	65,790	24,212
Fund balance, end of year	\$ -	\$ -	\$ 74,363	\$ 74,363

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Library Fund
Year Ended December 31, 2021

	<u>Budgeted Amounts</u>		<u>Actual Amounts Budgetary Basis</u>	<u>Variance With Final Budget Over (Under)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 532,419	\$ 561,110	\$ 544,729	\$ (16,381)
Expenditures and encumbrances:				
Appropriations to Library Board	<u>545,000</u>	<u>573,691</u>	<u>558,727</u>	<u>(14,964)</u>
Total expenditures and encumbrances	<u>545,000</u>	<u>573,691</u>	<u>558,727</u>	<u>(14,964)</u>
Revenues over (under) expenditures	(12,581)	(12,581)	(13,998)	(1,417)
Fund balance, beginning of year	<u>12,581</u>	<u>12,581</u>	<u>14,000</u>	<u>1,419</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2</u>	<u>\$ 2</u>

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual - Budgetary Basis
 Street - Sales Tax Fund
 Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	\$ 1,077,217	\$ 1,077,217	\$ 1,235,107	\$ 157,890
Interest earnings	5,000	5,000	1,304	(3,696)
Total revenues:	1,082,217	1,082,217	1,236,411	154,194
Expenditures and encumbrances:				
Transfer out	2,034,622	2,034,622	217,668	(1,816,954)
Revenues over (under) expenditures	(952,405)	(952,405)	1,018,743	1,971,148
Fund balance, beginning of year	952,405	952,405	1,047,137	94,732
Fund balance, end of year	\$ -	\$ -	\$ 2,065,880	\$ 2,065,880

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Stormwater Drainage Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 151,000	\$ 151,000	\$ 290,604	\$ 139,604
Interest earnings	2,500	2,500	438	(2,062)
Total revenues	153,500	153,500	291,042	137,542
Expenditures and encumbrances:				
Personal services	74,276	74,276	70,532	(3,744)
Contractual services	51,200	51,200	163	(51,037)
Commodities	366,065	366,065	42,132	(323,933)
Transfers out	20,000	20,000	20,000	-
Total expenditures and encumbrances	511,541	511,541	132,827	(378,714)
Revenues over (under) expenditures	(358,041)	(358,041)	158,215	516,256
Fund balance, beginning of year	358,042	358,042	437,620	79,578
Fund balance, end of year	\$ 1	\$ 1	\$ 595,835	\$ 595,834

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Debt Service Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	\$ 616,955	\$ 616,955	\$ 624,403	\$ 7,448
Special assessments	299,781	299,781	271,102	(28,679)
Intergovernmental	214,530	214,530	50,985	(163,545)
Interest earnings	5,000	5,000	769	(4,231)
Transfers in	1,522,626	1,522,626	1,863,175	340,549
Total revenues	2,658,892	2,658,892	2,810,434	151,542
Expenditures and encumbrances:				
Debt principal	3,728,287	3,728,287	1,822,691	(1,905,596)
Debt interest	-	-	708,347	708,347
Debt issuance costs	-	-	84,234	84,234
Transfers out	-	-	27,593	27,593
Total expenditures and encumbrances	3,728,287	3,728,287	2,642,865	(1,085,422)
Revenues over (under) expenditures	(1,069,395)	(1,069,395)	167,569	1,236,964
Fund balance, beginning of year	1,069,395	1,069,395	1,063,187	(6,208)
Fund balance, end of year	\$ -	\$ -	\$ 1,230,756	\$ 1,230,756

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Capital Project Funds
December 31, 2021

	Winfield Rec Expansion	US 77	East 9th Street	Hospital Improvements	Vaughn Tennis Center Project	Stonebrook Streets	Stonebrook Sewer
Assets:							
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 93,940	\$ -	\$ -
Liabilities and Fund Balances							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ 345,717	\$ -	\$ -	\$ 37,500	\$ -
Temporary notes payable	-	-	-	-	-	-	-
Total liabilities	-	-	345,717	-	-	37,500	-
Fund balances (deficit):							
Assigned:							
Capital projects	-	-	(345,717)	-	93,940	(37,500)	-
Total liabilities and fund balances	\$ -	\$ -	\$ -	\$ -	\$ 93,940	\$ -	\$ -

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Capital Project Funds (Continued)
December 31, 2021

	Stonebrook Water	Lift Station	Refuse Truck	Baden Center Building Improvements	Meyer Hall Project	Total Nonmajor Capital Project Funds
Assets:						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 27,295	\$ 131,550	\$ 252,785
Liabilities and Fund Balances						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 383,217
Temporary notes payable	-	-	-	-	599,830	599,830
Total liabilities	-	-	-	-	599,830	983,047
Fund balances (deficit):						
Assigned:						
Capital projects	-	-	-	27,295	(468,280)	(730,262)
Total liabilities and fund balances	\$ -	\$ -	\$ -	\$ 27,295	\$ 131,550	\$ 252,785

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Project Funds
Year Ended December 31, 2021

	Winfield Rec Expansion	US 77	East 9th Street	Hospital Improvements	Vaughn Tennis Center Project	Stonebrook Streets	Stonebrook Sewer
Revenues:							
Interest income	\$ -	\$ -	\$ -	\$ 9	\$ 79	\$ 57	\$ -
Expenditures:							
Public works	-	2	729,877	-	-	-	-
Culture and recreation	8	-	-	-	-	45,774	-
Total expenditures	8	2	729,877	-	-	45,774	-
Revenues over (under) expenditures	(8)	(2)	(729,877)	9	79	(45,717)	-
Other financing sources (uses):							
Transfers in	12,848	2,641	-	-	-	-	1,415
Transfers out	-	-	-	(10,943)	-	(68,359)	-
Total other financing sources (uses)	12,848	2,641	-	(10,943)	-	(68,359)	1,415
Net change in fund balance	12,840	2,639	(729,877)	(10,934)	79	(114,076)	1,415
Fund balances (deficit), beginning of year	(12,840)	(2,639)	384,160	10,934	93,861	76,576	(1,415)
Fund balances (deficit), end of year	\$ -	\$ -	\$ (345,717)	\$ -	\$ 93,940	\$ (37,500)	\$ -

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Project Funds (Continued)
Year Ended December 31, 2021

	Stonebrook Water	Lift Station	Refuse Truck	Baden Center Building Improvements	Meyer Hall Project	Total Nonmajor Capital Project Funds
Revenues:						
Interest income	\$ 4	\$ -	\$ 14	\$ 30	\$ 160	\$ 353
Expenditures:						
Public works	-	7	-	-	468,440	1,198,326
Culture and recreation	-	-	-	7,068	-	52,850
Total expenditures	-	7	-	7,068	468,440	1,251,176
Revenues over (under) expenditures	4	(7)	14	(7,038)	(468,280)	(1,250,823)
Other financing sources (uses):						
Transfers in	-	9,085	1,604	-	-	27,593
Transfers out	(4,424)	-	-	-	-	(83,726)
Total other financing sources (uses)	(4,424)	9,085	1,604	-	-	(56,133)
Net change in fund balance	(4,420)	9,078	1,618	(7,038)	(468,280)	(1,306,956)
Fund balances (deficit), beginning of year	4,420	(9,078)	(1,618)	34,333	-	576,694
Fund balances (deficit), end of year	\$ -	\$ -	\$ -	\$ 27,295	\$ (468,280)	\$ (730,262)

CITY OF WINFIELD, KANSAS

ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The fund measurers focus is upon determination of net income, financial position and change in financial position. The following Enterprise Funds are reported:

Electric Utility - to account for the operations and maintenance of the City's electric generation and distribution system. The City purchases electricity and maintains a 65 KW generation capacity. Electric service is provided to approximately 7,500 meters both within the City and in surrounding areas, and sold wholesale to neighboring towns. Financing is provided by user charges.

Electric Transmission - to account for the ongoing costs of the newly formed partnership of GridLiance Great Plains and the City of Winfield to jointly own and operate the transmission lines previously owned 100% by the City. GridLiance Great Plains now owns 65% interest of this asset with the City owning 35% of the asset.

Gas Utility - to account for the operations and maintenance of the City's gas distribution system. The City purchases natural gas and provides service to approximately 5,200 customers. Financing is provided by user charges.

Water Utility - to account for the operation and maintenance of the City's water treatment plan and water distribution system. The Winfield City Lake provides adequate quality water supply to Winfield citizens providing water to approximately 5,200 meters. The City also provides water to five rural water districts and one neighboring town. Financing is provided by user charges.

Wastewater Utility - to account for the operation and maintenance of the City's wastewater collection system and wastewater treatment plan. The City collects and treats effluent of City residents providing service to approximately 5,000 households. Financing is provided by user charges.

Natural Gas Loan Fund - to account for the ongoing costs and collections related to the State of KS loan that was taken out to cover the increased costs related to the winter storm of February 2021. The City is collecting fees from customers over the next 10 years to provide funds to repay the loan.

Refuse - to account for revenues and expenses related to the operation and maintenance of the refuse collection and recycling programs operated by the City. All activities necessary to provide such services are account for into his fund, including but not limited to, administration, operations and maintenance, financing and related debt service, and capital improvements. In addition, a prorata portion of administration, utility billings and collection expenses are charged to this fund from the Management Services Fund. Financing is provided by user charges.

Quail Ridge Golf Course - to account for the operation and maintenance of the City's eighteen hole golf course owned and operated by the City. The golf course revenues consist of memberships, round fees, cart rentals and driving range fees.

CITY OF WINFIELD, KANSAS

Combining Statement of Net Position
Nonmajor Enterprise Funds
December 31, 2021

	Refuse	Quail Ridge Golf Course	Total All Nonmajor Enterprise Funds
Assets:			
Cash and cash equivalents	\$ 661,544	\$ 32,332	\$ 693,876
Accounts receivable	102,030	1,452	103,482
Inventories	-	25,458	25,458
Total current assets	<u>763,574</u>	<u>59,242</u>	<u>822,816</u>
Noncurrent Assets:			
Land	3,503	399,949	403,452
Buildings	173,238	514,206	687,444
Improvements other than buildings	-	2,653,497	2,653,497
Machinery and equipment	1,836,831	432,806	2,269,637
Less accumulated depreciation	(1,198,657)	(3,069,942)	(4,268,599)
Leased equipment	197,742	-	197,742
Less accumulated amortization	(65,569)	-	(65,569)
Total noncurrent assets	<u>947,088</u>	<u>930,516</u>	<u>1,877,604</u>
Other Assets:			
Advance to other funds	7,620	-	7,620
Investment in joint venture	56,765	-	56,765
Total other assets	<u>64,385</u>	<u>-</u>	<u>64,385</u>
Total assets	<u>1,775,047</u>	<u>989,758</u>	<u>2,764,805</u>
Deferred Outflows of Resources:			
Deferred outflows related to pensions	89,749	46,121	135,870
Deferred outflows related to OPEB healthcare	14,392	7,664	22,056
Deferred outflows related to OPEB KPERS	898	478	1,376
Total deferred outflows of resources	<u>105,039</u>	<u>54,263</u>	<u>159,302</u>
Current Liabilities:			
Accounts payable	29,267	2,120	31,387
Accrued wages payable	7,686	3,817	11,503
Current portion of compensated absences payable	19,792	6,524	26,316
Current portion of long-term lease payable	52,738	-	52,738
Total current liabilities	<u>109,483</u>	<u>12,461</u>	<u>121,944</u>
Noncurrent Liabilities:			
Long-term portion of accrued compensated absences payable	14,259	4,691	18,950
Long-term portion of capitalized lease obligations	113,450	-	113,450
Net OPEB obligation payable	95,886	51,059	146,945
Net pension liability	267,259	137,342	404,601
Total noncurrent liabilities	<u>490,854</u>	<u>193,092</u>	<u>683,946</u>
Total liabilities	<u>600,337</u>	<u>205,553</u>	<u>805,890</u>
Deferred Inflows of Resources:			
Deferred Inflows unearned revenue	-	652	652
Deferred inflows related to pensions	92,068	47,313	139,381
Deferred inflows related to OPEB healthcare	483	257	740
Deferred inflows related to OPEB KPERS	10,785	5,743	16,528
Total deferred inflows of resources	<u>103,336</u>	<u>53,965</u>	<u>157,301</u>
Net Position:			
Net investment in capital assets	780,900	930,516	1,711,416
Unrestricted	395,513	(146,013)	249,500
Total net position	<u>\$ 1,176,413</u>	<u>\$ 784,503</u>	<u>\$ 1,960,916</u>

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
Year Ended December 31, 2021

	Refuse	Quail Ridge Golf Course	Total Nonmajor Enterprise Funds
Operating Revenues:			
Charges for services and sales	\$ 1,977,857	\$ 419,251	\$ 2,397,108
Other	161,745	123	161,868
Total operating revenues	<u>2,139,602</u>	<u>419,374</u>	<u>2,558,976</u>
Operating Expenses			
Services and supplies	1,406,358	527,609	1,933,967
Depreciation	179,329	43,660	222,989
Total operating expenses	<u>1,585,687</u>	<u>571,269</u>	<u>2,156,956</u>
Revenues over (under) expenses	553,915	(151,895)	402,020
Nonoperating Revenues (Expenses):			
Interest income	337	12	349
Interest expense	(1,902)	-	(1,902)
Gain (loss) on sale of equipment	1,883	380	2,263
Loss on joint venture	(3,492)	-	(3,492)
Total nonoperating revenues (expenses)	<u>(3,174)</u>	<u>392</u>	<u>(2,782)</u>
Income (loss) before transfers	550,741	(151,503)	399,238
Transfers in	80,000	270,000	350,000
Transfers out	(180,922)	-	(180,922)
Change in net position	449,819	118,497	568,316
Net position, beginning of year	<u>726,594</u>	<u>666,006</u>	<u>1,392,600</u>
Net position, end of year	<u>\$ 1,176,413</u>	<u>\$ 784,503</u>	<u>\$ 1,960,916</u>

CITY OF WINFIELD, KANSAS

Combining Statement of Cash Flows
Nonmajor Enterprise Funds
Year Ended December 31, 2021

	Refuse	Quail Ridge Golf Course	Total Nonmajor Enterprise Funds
Cash flows from operating activities:			
Receipts from customers	\$ 2,003,476	\$ 418,451	\$ 2,421,927
Other receipts	161,745	123	161,868
Payments to suppliers and providers	(496,825)	(163,279)	(660,104)
Payments to employees for salaries and benefits	(602,392)	(357,655)	(960,047)
Cash payments for interfund services	(280,155)	(28,553)	(308,708)
Net cash provided by (used in) operations	<u>785,849</u>	<u>(130,913)</u>	<u>654,936</u>
Cash flows from capital and related financing activities:			
Debt service principal paid	(19,087)	-	(19,087)
Interest paid on debt and capital lease	(1,902)		(1,902)
Acquisition of capital assets	(294,224)	(121,032)	(415,256)
Net cash provided (used) by capital and related financing activities	<u>(315,213)</u>	<u>(121,032)</u>	<u>(436,245)</u>
Cash flows noncapital financing activities:			
Transfers in	80,000	270,000	350,000
Transfers out	(180,922)	-	(180,922)
Net cash provided (used) for noncapital financing activities	<u>(100,922)</u>	<u>270,000</u>	<u>169,078</u>
Cash flows from investing activities:			
Interest income	<u>337</u>	<u>12</u>	<u>349</u>
Net increase (decrease) in cash and cash equivalents	370,051	18,067	388,118
Cash and cash equivalents, beginning of year	<u>291,493</u>	<u>14,265</u>	<u>305,758</u>
Cash and cash equivalents, end of year	<u>\$ 661,544</u>	<u>\$ 32,332</u>	<u>\$ 693,876</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	\$ 553,915	\$ (151,895)	\$ 402,020
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	179,329	43,660	222,989
(Increase) decrease in accounts receivable	25,619	(800)	24,819
(Increase) decrease in deferred outflows of resources related to pensions & OPEB	19,132	13,727	32,859
(Increase) decrease in accounts payable	29,267	(4,240)	25,027
(Increase) decrease in accrued wages payable	1,708	206	1,914
(Increase) decrease in compensated absences payable	(7,146)	(8,971)	(16,117)
(Increase) decrease in deferred inflows of resources related to pensions & OPEB	81,779	41,473	123,252
(Increase) decrease in OPEB liability payable	11,946	4,781	16,727
(Increase) decrease in net pension liability payable	(109,700)	(68,854)	(178,554)
Net cash provided (used) by operating activities	<u>\$ 785,849</u>	<u>\$ (130,913)</u>	<u>\$ 654,936</u>

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Budgetary Basis Electric Utility Fund Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 26,929,000	\$ 30,527,045	\$ 28,696,501	\$ (1,830,544)
Use of money and property	15,000	15,000	408	(14,592)
Miscellaneous	86,600	86,600	270,841	184,241
Total revenues	27,030,600	30,628,645	28,967,750	(1,660,895)
Expenditures and encumbrances:				
Personal services	2,202,656	2,202,656	1,547,565	(655,091)
Contractual services	20,638,899	20,638,899	537,467	(20,101,432)
Commodities	632,500	632,500	1,568,366	935,866
Purchased energy	-	-	23,035,200	23,035,200
Capital outlay	1,314,868	4,912,913	646,866	(4,266,047)
Miscellaneous	18,650	18,650	18,186	(464)
Transfers out	2,842,000	2,842,000	2,276,301	(565,699)
Total expenditures and encumbrances	27,649,573	31,247,618	29,629,951	(1,617,667)
Revenues over (under) expenditures and encumbrances	(618,973)	(618,973)	(662,201)	(43,228)
Fund balance, beginning of year	618,974	618,974	796,330	177,356
Fund balance, end of year	\$ 1	\$ 1	\$ 134,129	\$ 134,128

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Gas Utility Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 4,116,500	\$ 4,116,500	\$ 4,336,440	\$ 219,940
Use of money and property	8,500	8,500	1,442	(7,058)
Miscellaneous	9,000	9,000	5,385	(3,615)
Total revenues	4,134,000	4,134,000	4,343,267	209,267
Expenditures and encumbrances:				
Personal services	558,740	558,740	548,085	(10,655)
Contractual services	61,350	61,350	151,480	90,130
Commodities	-	-	915,485	915,485
Purchased energy	2,336,069	2,336,069	1,976,942	(359,127)
Capital outlay	1,497,508	1,497,508	117,238	(1,380,270)
Miscellaneous	5,500	5,500	3,974	(1,526)
Transfers out	580,000	580,000	653,783	73,783
Total expenditures and encumbrances	5,039,167	5,039,167	4,366,987	(672,180)
Revenues over (under) expenditures and encumbrances	(905,167)	(905,167)	(23,720)	881,447
Fund balance, beginning of year	905,168	905,168	590,242	(314,926)
Fund balance, end of year	\$ 1	\$ 1	\$ 566,522	\$ 566,521

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Water Utility Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 2,789,500	\$ 2,789,500	\$ 2,872,877	\$ 83,377
Use of money and property	1,000	1,000	269	(731)
Tower rents	15,870	15,870	19,771	3,901
Miscellaneous	11,200	11,200	4,641	(6,559)
Total revenues	<u>2,817,570</u>	<u>2,817,570</u>	<u>2,897,558</u>	<u>79,988</u>
Expenditures and encumbrances:				
Personal services	893,146	893,146	927,659	34,513
Contractual services	221,955	221,955	237,172	15,217
Commodities	759,588	759,588	648,784	(110,804)
Capital outlay	307,127	307,127	138,356	(168,771)
Miscellaneous	-	-	19,969	19,969
Transfers out	814,183	814,183	871,516	57,333
Total expenditures and encumbrances	<u>2,995,999</u>	<u>2,995,999</u>	<u>2,843,456</u>	<u>(152,543)</u>
Revenues over (under) expenditures and encumbrances	(178,429)	(178,429)	54,102	232,531
Fund balance, beginning of year	<u>178,429</u>	<u>178,429</u>	<u>250,817</u>	<u>72,388</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 304,919</u>	<u>\$ 304,919</u>

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Wastewater Utility Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 2,150,060	\$ 2,150,060	\$ 2,183,063	\$ 33,003
Use of money and property	4,000	4,000	869	(3,131)
Miscellaneous	3,575	3,575	8,494	4,919
Total revenues	2,157,635	2,157,635	2,192,426	34,791
Expenditures and encumbrances:				
Personal services	770,681	770,681	727,342	(43,339)
Contractual services	314,271	314,271	303,599	(10,672)
Commodities	368,230	368,230	226,555	(141,675)
Capital outlay	606,118	606,118	328,372	(277,746)
Miscellaneous	-	-	677	677
Principal	-	-	6,284	6,284
Interest	-	-	2,359	2,359
Transfers out	334,571	334,571	258,471	(76,100)
Total expenditures and encumbrances	2,393,871	2,393,871	1,853,659	(540,212)
Revenues over (under) expenditures and encumbrances	(236,236)	(236,236)	338,767	575,003
Fund balance, beginning of year	236,237	236,237	755,049	518,812
Fund balance, end of year	\$ 1	\$ 1	\$ 1,093,816	\$ 1,093,815

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances Budget and Actual - Budgetary Basis Refuse Fund Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 1,813,000	\$ 1,813,000	\$ 1,778,170	\$ (34,830)
Use of money and property	7,000	7,000	337	(6,663)
Miscellaneous	35,000	35,000	208,645	173,645
Transfers in	-	-	80,000	80,000
Total revenues	<u>1,855,000</u>	<u>1,855,000</u>	<u>2,067,152</u>	<u>212,152</u>
Expenditures and encumbrances:				
Personal services	583,395	583,395	596,954	13,559
Contractual services	438,875	438,875	151,219	(287,656)
Commodities	518,142	518,142	411,678	(106,464)
Capital outlay	351,390	351,390	277,581	(73,809)
Miscellaneous	-	-	1,208	1,208
Principal	-	-	19,088	19,088
Interest	-	-	1,902	1,902
Transfers out	<u>213,831</u>	<u>213,831</u>	<u>180,922</u>	<u>(32,909)</u>
Total expenditures and encumbrances	<u>2,105,633</u>	<u>2,105,633</u>	<u>1,640,552</u>	<u>(465,081)</u>
Revenues over (under) expenditures and encumbrances	(250,633)	(250,633)	426,600	677,233
Fund balance, beginning of year	<u>250,633</u>	<u>250,633</u>	<u>23,992</u>	<u>(226,641)</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 450,592</u>	<u>\$ 450,592</u>

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual - Budgetary Basis
 Quail Ridge Golf Course Fund
 Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary	Variance With Final Budget Over (Under)
	Original	Final	Basis	
Revenues:				
Charges for services	\$ 347,325	\$ 347,325	\$ 416,831	\$ 69,506
Use of money and property	-	-	12	12
Miscellaneous	1,100	1,100	1,472	372
Transfers in	360,000	360,000	270,000	(90,000)
Total revenues	708,425	708,425	688,315	(20,110)
Expenditures and encumbrances:				
Personal services	374,641	374,641	348,890	(25,751)
Contractual services	62,534	62,534	52,032	(10,502)
Commodities	332,969	332,969	206,542	(126,427)
Capital outlay	-	-	12,821	12,821
Miscellaneous	1,450	1,450	469	(981)
Principal	-	-	35,802	35,802
Total expenditures and encumbrances	771,594	771,594	656,556	(115,038)
Revenues over (under) expenditures and encumbrances	(63,169)	(63,169)	31,759	94,928
Fund balance, beginning of year	63,169	63,169	(3,912)	(67,081)
Fund balance, end of year	\$ -	\$ -	\$ 27,847	\$ 27,847

CITY OF WINFIELD, KANSAS

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for services performed by one governmental department to other departments of the City on a cost-reimbursement basis, and for risk financing activities. The following Internal Service Funds are reported:

Management Services - a cost center for the City's engineering, management information systems, utility billing and general administration departments' expenses. These expenses are charged to other City funds based on several criteria and ratios.

Operation Center - a cost center for the City's operations building and its equipment and for the Service Center department activities. The building and equipment maintenance costs are charged to other City funds on a square footage basis. The Service Center charges other departments based on usage.

Risk Management Reserve - pays for deductibles, excess liability losses, uninsured losses, and insurable losses not otherwise covered by commercial insurance. Funding is provided by annual contributions from other City funds that have insurable risk, based on actuarial computations provided by an insurance consultant. The City purchases commercial insurance coverage for substantial areas of risk, including property loss, auto liability, boiler and machinery and general and public officials' liability. Individual funds pay their portions of insurance policy premiums that are recorded as expenditures/expenses in those funds.

Worker's Compensation Reserve - accounts for all workers' compensation-related claims, judgements and expenses through September 24, 2011. At this time, the City purchased workers' compensation insurance to cover all future claims. The City's workers' compensation program was a partially self-funded program covering substantially all full-time and part-time employees of the City. Funds have been provided by annual contributions from other City functions that have an insurable risk, based on actuarial computations provided by an insurance consultant.

Health Insurance Reserve - created to eventually fund a partially self-insured health insurance program. The fund currently is used to pay a portion of the employee health insurance premiums.

Short Term Disability Reserve - used to provide short-term disability for up to twenty-six weeks of financial assistance to City full-time employees following sixty days of continuous disability.

CITY OF WINFIELD, KANSAS

Combining Statement of Net Position
Nonmajor Internal Service Funds
December 31, 2021

	Management Services	Operations Center	Risk Management Reserve	Workers' Compensation Reserve	Health Insurance Reserve	Total Internal Service Funds
Current Assets:						
Cash and cash equivalents	\$ 79,863	\$ 6,600	\$ 481,528	\$ 119,438	\$ 962,072	\$ 1,649,501
Accounts receivable	43,195	-	-	-	-	43,195
Prepaid insurance	-	-	-	-	18,916	18,916
Inventories	32,056	102,259	-	-	-	134,315
Total current assets	155,114	108,859	481,528	119,438	980,988	1,845,927
Noncurrent Assets:						
Land	-	6,500	-	-	-	6,500
Buildings	297,677	1,819,972	-	-	-	2,117,649
Improvements other than buildings	86,850	159,545	-	-	-	246,395
Machinery and equipment	1,555,129	408,797	-	-	-	1,963,926
Less accumulated depreciation	(1,548,966)	(1,463,777)	-	-	-	(3,012,743)
Total noncurrent assets	390,690	931,037	-	-	-	1,321,727
Total assets	545,804	1,039,896	481,528	119,438	980,988	3,167,654
Deferred Outflows of Resources:						
Deferred outflows related to pensions	399,841	63,150	-	-	-	462,991
Deferred outflows related to OPEB healthcare	63,228	10,769	-	-	-	73,997
Deferred outflows related to OPEB KPERS	3,945	672	-	-	-	4,617
Total deferred outflows of resources	467,014	74,591	-	-	-	541,605
Current Liabilities:						
Accounts payable	10,541	2,027	-	31,393	-	43,961
Accrued payroll payable	31,821	4,553	-	-	-	36,374
Current portion of compensated absences payable	86,540	10,150	-	-	-	96,690
Total current liabilities	128,902	16,730	-	31,393	-	177,025
Noncurrent Liabilities:						
Long-term portion of compensated absences payable	53,377	224	-	-	-	53,601
Net OPEB liability	421,247	71,747	-	-	-	492,994
Net pension liability	1,190,660	188,051	-	-	-	1,378,711
Advances from other funds	-	70,000	-	-	-	70,000
Total noncurrent liabilities	1,665,284	330,022	-	-	-	1,995,306
Total liabilities	1,794,186	346,752	-	31,393	-	2,172,331
Deferred Inflows of Resources:						
Deferred inflows related to pensions	410,172	64,782	-	-	-	474,954
Deferred inflows related to OPEB healthcare	2,122	361	-	-	-	2,483
Deferred inflows related to OPEB KPERS	47,379	8,070	-	-	-	55,449
Total deferred inflows of resources	459,673	73,213	-	-	-	532,886
Net Position:						
Net investment in capital assets	390,690	931,037	-	-	-	1,321,727
Unrestricted (deficit)	(1,631,731)	(236,515)	481,528	88,045	980,988	(317,685)
Total net position (deficit)	\$ (1,241,041)	\$ 694,522	\$ 481,528	\$ 88,045	\$ 980,988	\$ 1,004,042

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Internal Service Funds
Year Ended December 31, 2021

	Management Services	Operations Center	Risk Management Reserve	Workers' Compensation Reserve	Health Insurance Reserve	Total Internal Service Funds
Operating Revenues:						
Charges for services	\$ 3,049,733	\$ 631,269	\$ -	\$ 154,470	\$ -	\$ 3,835,472
Other	61,484	-	-	1,272	-	62,756
Total operating revenues	3,111,217	631,269	-	155,742	-	3,898,228
Operating Expenses:						
Administration	3,215,097	592,078	-	-	-	3,807,175
Premiums and claims	-	-	54,201	158,346	54,355	266,902
Depreciation	138,812	62,328	-	-	-	201,140
Total operating expenses	3,353,909	654,406	54,201	158,346	54,355	4,275,217
Operating income (loss)	(242,692)	(23,137)	(54,201)	(2,604)	(54,355)	(376,989)
Nonoperating Revenues (Expenses):						
Interest income	-	-	246	74	832	1,152
Intergovernmental	-	-	306,265	-	-	306,265
Gain (loss) on sale of equipment	(19)	-	-	-	-	(19)
Income (loss) before transfers	(242,711)	(23,137)	252,310	(2,530)	(53,523)	(69,591)
Transfers out	(3,236)	(10,000)	-	-	-	(13,236)
Change in net position	(245,947)	(33,137)	252,310	(2,530)	(53,523)	(82,827)
Net position (deficit), beginning of year	(995,094)	727,659	229,218	90,575	1,034,511	1,086,869
Net position (deficit), end of year	\$ (1,241,041)	\$ 694,522	\$ 481,528	\$ 88,045	\$ 980,988	\$ 1,004,042

CITY OF WINFIELD, KANSAS

Combining Statement of Cash Flows
Nonmajor Internal Service Funds
Year Ended December 31, 2021

	Management Services	Operations Center	Risk Management Reserve	Worker's Compensation Reserve	Health Insurance Reserve	Total Internal Service Funds
Cash flows from operating activities:						
Receipts from interfund charges	\$ 3,049,206	\$ 631,269	\$ 32,813	\$ 154,470	\$ 4,984	\$ 3,872,742
Other receipts	61,485	-	-	1,272	-	62,757
Payments to suppliers and providers	(999,281)	(218,727)	(54,201)	(158,346)	(54,355)	(1,484,910)
Payments to employees for salaries and benefits	(2,361,229)	(421,873)	-	-	-	(2,783,102)
Net cash provided by (used in) operations	(249,819)	(9,331)	(21,388)	(2,604)	(49,371)	(332,513)
Cash flows used in capital and related financing activities:						
Acquisition of capital assets	-	(6,881)	-	-	-	(6,881)
Cash flows used in noncapital financing activities:						
Intergovernmental	-	-	306,265	-	-	306,265
Transfers out	(3,236)	(10,000)	-	-	-	(13,236)
Net cash provided by (used in) noncapital financing activities	(3,236)	(10,000)	306,265	-	-	293,029
Cash flows from investing activities:						
Interest income	-	-	246	74	832	1,152
Net increase (decrease) in cash and cash equivalents	(253,055)	(26,212)	285,123	(2,530)	(48,539)	(45,213)
Cash and cash equivalents, beginning of year	332,918	32,812	196,405	121,968	1,010,611	1,694,714
Cash and cash equivalents, end of year	\$ 79,863	\$ 6,600	\$ 481,528	\$ 119,438	\$ 962,072	\$ 1,649,501
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	(242,692)	(23,137)	(54,201)	(2,604)	(54,355)	(376,989)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	138,812	62,328	-	-	-	201,140
(Increase) decrease in accounts receivable	(423)	-	32,813	-	-	32,390
(Increase) decrease in inventories	2,958	(16,562)	-	-	-	(13,604)
Decrease in prepaid expenses	-	-	-	-	4,984	4,984
(Increase) decrease in deferred outflows of resources related to pensions & OPEB	145,116	18,675	-	-	-	163,791
Increase in accounts payable	3,584	(9,352)	-	-	-	(5,768)
Increase (decrease) in accrued wages payable	1,010	(749)	-	-	-	261
(Decrease) in compensated absences payable	8,399	(11,195)	-	-	-	(2,796)
Increase (decrease) in deferred inflows of resources related to pensions & OPEB	353,451	64,919	-	-	-	418,370
Increase in OPEB liability payable	7,890	863	-	-	-	8,753
Increase (decrease) in net pension liability payable	(667,924)	(95,121)	-	-	-	(763,045)
Net cash provided (used) by operating activities	\$ (249,819)	\$ (9,331)	\$ (21,388)	\$ (2,604)	\$ (49,371)	\$ (332,513)

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Management Services Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 3,966,960	\$ 3,966,960	\$ 3,052,731	\$ (914,229)
Miscellaneous	250	250	67,172	66,922
Total revenues	3,967,210	3,967,210	3,119,903	(847,307)
Expenditures and encumbrances:				
Personal services	2,687,199	2,687,199	2,370,638	(316,561)
Contractual services	1,042,025	1,042,025	715,395	(326,630)
Commodities	114,750	114,750	159,318	44,568
Capital outlay	120,000	120,000	103,305	(16,695)
Miscellaneous	-	-	44,242	44,242
Transfer out	3,236	3,236	3,236	-
Total expenditures and encumbrances	3,967,210	3,967,210	3,396,134	(571,076)
Revenues over (under) expenditures, encumbrances, and other uses	-	-	(276,231)	(276,231)
Fund balance, beginning of year	1	1	276,299	276,298
Fund balance, end of year	\$ 1	\$ 1	\$ 68	\$ 67

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Operations Center Fund
Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	\$ 660,405	\$ 660,405	\$ 635,285	\$ (25,120)
Miscellaneous	950	950	-	(950)
Total revenues	661,355	661,355	635,285	(26,070)
Expenditures and encumbrances:				
Personal services	427,196	427,196	409,931	(17,265)
Contractual services	182,005	182,005	116,295	(65,710)
Commodities	-	-	57,360	57,360
Capital outlay	41,222	41,222	41,430	208
Miscellaneous	1,900	1,900	16,381	14,481
Transfers	10,000	10,000	10,000	-
Total expenditures and encumbrances	662,323	662,323	651,397	(10,926)
Revenues over (under) expenditures, encumbrances, and other uses	(968)	(968)	(16,112)	(15,144)
Fund balance, beginning of year	969	969	16,131	15,162
Fund balance, end of year	\$ 1	\$ 1	\$ 19	\$ 18

CITY OF WINFIELD, KANSAS

COMPONENT UNITS

Winfield Housing Authority

The Winfield Housing Authority was created in 1978 as an agent of the City under K.S.A. 17-2340. The City Commission appoints all Board members and has the ability to impose its will on the Winfield Housing Authority. Although the City does not have the authority to approve or modify the Housing Authority's operational and capital budgets, and the Housing Authority has the authority to issue bonded debt, the City is fiscally responsible for the Housing Authority since it was created as an agency of the City. The City has delegated to the Housing Authority the power to operate and manage the low-rent housing projects of the City. The Housing Authority is on a June 30th fiscal year end and financial data included in these financial statements are for the fiscal year ended June 30, 2021.

Winfield Public Library

The Winfield Public Library is reported as a discretely presented component unit within the financial statements of the City of Winfield (the reporting entity) to emphasize its separate legal status. The Winfield Public Library Board is appointed by the City Council and operates the public library of the City. The Library Board taxes are levied under the taxing authority of the City and are included as part of the City's total tax levy. These taxes are accounted for in the Library special revenue fund of the City. The Library Board also received funding through state assistance programs, fines and donations from the public.

CITY OF WINFIELD, KANSAS

Winfield Housing Authority Statement of Net Position June 30, 2021

Assets:

Cash including investments	\$ 25,425
Security deposits	18,766
Accounts receivable, net	1,680
Accounts receivable - vacated tenants	4,515
Less: allowance for uncollectible accounts	(4,683)
HUD operating subsidy grant receivable	36,075
HUD restricted capital grant receivable	164,580
Prepaid expenses	9,745
Inventory	3,468
Land	52,776
Buildings	3,363,851
Furniture, equipment and machinery	185,579
Accumulated depreciation	<u>(2,472,364)</u>
Total assets	<u>1,389,413</u>

Deferred Outflows of Resources:

Deferred pension outflow	35,637
Deferred OPEB outflow - Healthcare	9,707
Deferred OPEB outflow - KPERS	<u>595</u>
Total deferred outflows of resources	<u>45,939</u>

Liabilities:

Accounts payable and accrued liabilities	19,975
Salaries and benefits payable	7,063
Tenant security deposits	18,766
Tenant prepaid rents	2,619
Noncurrent liabilities:	
Due in one year	2,631
Due after one year	<u>253,437</u>
Total liabilities	<u>304,491</u>

Deferred Inflows of Resources:

Deferred inflows - HUD capital grant receivable	164,580
Deferred pension inflow	2,949
Deferred OPEB inflow - Healthcare	319
Deferred OPEB inflow - KPERS	<u>6,876</u>
Total deferred inflows of resources	<u>174,724</u>

Net Position:

Net investment in capital assets	1,129,842
Restricted for capital projects	164,580
Unrestricted	<u>(338,285)</u>
Total net position	<u>\$ 956,137</u>

CITY OF WINFIELD, KANSAS

Winfield Housing Authority Statement of Revenues, Expenses and Changes in Net Position For the Year Ended June 30, 2021

Operating Revenues:	
Dwelling rentals	\$ 171,651
HUD operating subsidies	79,241
Cares grant	4,768
Other operating income	<u>13,854</u>
Total operating revenues	<u>269,514</u>
Operating Expenses:	
Payroll and employee benefits	156,398
Maintenance and repairs	78,309
Utilities	7,775
Insurance	22,968
Administration	44,507
Payments in lieu of taxes	17,131
Depreciation	84,906
Miscellaneous expenses	<u>5,640</u>
Total operating expenses	<u>417,634</u>
Operating loss	(148,120)
Nonoperating revenues - interest income	44
Gain (loss) on disposal of property and equipment	<u>(113,219)</u>
Loss before capital contributions	(261,295)
HUD capital improvement grants	<u>111,154</u>
Change in net position	(150,141)
Net position, beginning of year	<u>1,106,278</u>
Net position, end of year	<u>\$ 956,137</u>

CITY OF WINFIELD, KANSAS

Winfield Public Library
Statement of Net Position
December 31, 2021

Assets:

Cash including investments	\$ 725,015
Leasehold cost	2,383,443
Computers and equipment	191,042
Furniture and fixtures	117,824
Books, audio visual, and automation	249,454
Accumulated depreciation	<u>(1,170,998)</u>

Total assets	<u>2,495,780</u>
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Deferred Outflows of Resources:

Deferred outflows related to pensions	<u>47,265</u>
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Liabilities:

Accounts payable	10,989
Salaries and benefits payable	11,397
Noncurrent liabilities:	
Due after one year	<u>140,360</u>

Total liabilities	<u>162,746</u>
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Deferred Inflows of Resources:

Deferred inflows related to pensions	<u>56,886</u>
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Net Position:

Net investment in capital assets	1,770,765
Unrestricted	<u>552,648</u>

Total net position	<u>\$ 2,323,413</u>
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CITY OF WINFIELD, KANSAS

Winfield Public Library
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended December 31, 2021

Operating Revenues:	
Appropriations from City of Winfield	\$ 544,728
Operating grants, gifts and memorials	76,640
Charges for services	1,734
Charges for fines	2,789
Investment earnings	1,931
Miscellaneous	4,518
Intergovernmental - state aid	<u>3,395</u>
 Total operating revenues	 <u>635,735</u>
Operating Expenses:	
Current:	
Personal services	330,497
Materials and services	151,968
Gifts and memorials	5,922
Grants	11,362
Depreciation	71,595
Capital outlay	<u>11,627</u>
 Total expenses	 <u>582,971</u>
 Revenues over expenses	 32,764
Net position, beginning of year	<u>2,270,649</u>
 Net position, end of year	 <u>\$ 2,323,413</u>

STATISTICAL SECTION

CITY OF WINFIELD, KANSAS

STATISTICAL SECTION

This part of the City of Winfield's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information indicates about the government's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	134
Revenue Capacity	
These schedules contain information to help the reader assess the City's most significant local revenue source.	140
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	144
Demographic and Economic Information	
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	152
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	154

Sources: *Unless otherwise noted, the information in these schedules is derived from the City's Comprehensive Annual Financial Reports for the relevant year.*

CITY OF WINFIELD, KANSAS

Net Position by Component, Last Ten Fiscal Years
(accrual basis of accounting)

Table 1

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Net investment in										
capital assets	\$ 16,850,705	\$ 17,623,357	\$ 16,436,223	\$ 17,577,431	\$ 18,881,347	\$ 20,175,047	\$ 19,201,579	\$ 15,466,287	\$ 20,386,054	\$ 24,749,918
Restricted	903,217	1,582,593	897,959	2,424,216	3,096,336	4,037,430	4,866,445	5,617,667	12,723,882	13,196,499
Unrestricted	<u>5,240,513</u>	<u>3,957,875</u>	<u>6,018,000</u>	<u>(2,175,827)</u>	<u>(2,327,930)</u>	<u>(4,498,957)</u>	<u>(3,700,574)</u>	<u>1,604,340</u>	<u>(6,586,864)</u>	<u>(7,932,465)</u>
Total governmental activities										
net position	<u>\$ 22,994,435</u>	<u>\$ 23,163,825</u>	<u>\$ 23,352,182</u>	<u>\$ 17,825,820</u>	<u>\$ 19,649,753</u>	<u>\$ 19,713,520</u>	<u>\$ 20,367,450</u>	<u>\$ 22,688,294</u>	<u>\$ 26,523,072</u>	<u>\$ 30,013,952</u>
Business-type activities										
Net investment in										
capital assets	\$ 37,304,887	\$ 37,119,806	\$ 38,288,922	\$ 38,571,383	\$ 38,952,498	\$ 36,999,468	\$ 36,633,890	\$ 35,938,587	\$ 34,245,778	\$ 33,222,041
Restricted	-	-	-	-	2,574,319	3,308,708	3,938,533	4,528,811	175,293	236,716
Unrestricted	<u>11,902,772</u>	<u>11,561,504</u>	<u>10,405,524</u>	<u>6,655,354</u>	<u>1,132,671</u>	<u>1,337,375</u>	<u>2,011,960</u>	<u>3,234,124</u>	<u>7,524,116</u>	<u>4,357,101</u>
Total business-type activities										
net position	<u>\$ 49,207,659</u>	<u>\$ 48,681,310</u>	<u>\$ 48,694,446</u>	<u>\$ 45,226,737</u>	<u>\$ 42,659,488</u>	<u>\$ 41,645,551</u>	<u>\$ 42,584,383</u>	<u>\$ 43,701,522</u>	<u>\$ 41,945,187</u>	<u>\$ 37,815,858</u>
Primary government										
Net investment in										
capital assets	\$ 54,155,592	\$ 54,743,163	\$ 54,725,145	\$ 56,148,814	\$ 57,833,845	\$ 57,174,515	\$ 55,835,469	\$ 51,404,874	\$ 54,631,832	\$ 57,971,959
Restricted	903,217	1,582,593	897,959	2,424,216	5,670,655	7,346,138	8,804,978	10,146,478	12,899,175	13,433,215
Unrestricted	<u>17,143,285</u>	<u>15,519,379</u>	<u>16,423,524</u>	<u>4,479,527</u>	<u>(1,195,259)</u>	<u>(3,161,582)</u>	<u>(1,688,614)</u>	<u>4,838,464</u>	<u>937,252</u>	<u>(3,575,364)</u>
Total primary government										
net position	<u>\$ 72,202,094</u>	<u>\$ 71,845,135</u>	<u>\$ 72,046,628</u>	<u>\$ 63,052,557</u>	<u>\$ 62,309,241</u>	<u>\$ 61,359,071</u>	<u>\$ 62,951,833</u>	<u>\$ 66,389,816</u>	<u>\$ 68,468,259</u>	<u>\$ 67,829,810</u>

CITY OF WINFIELD, KANSAS

Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

Table 2

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
<i>Governmental activities:</i>										
General government	\$ 1,296,695	\$ 1,679,541	\$ 2,536,371	\$ 2,681,384	\$ 1,857,537	\$ 1,313,256	\$ 592,182	\$ 1,329,125	\$ 488,894	\$ 267,814
Public safety	4,588,327	4,467,782	5,497,169	6,533,821	5,839,730	6,590,362	5,866,449	6,184,198	6,506,678	8,870,037
Public works/stormwater	1,413,920	940,998	1,354,619	303,226	1,874,415	1,426,464	2,003,535	1,799,347	487,448	726,896
Cemetery	156,726	170,300	172,554	166,866	176,880	155,216	216,031	202,876	218,448	218,943
Culture and recreation	1,986,876	3,295,984	2,465,021	1,980,871	2,369,941	2,352,435	2,381,671	2,373,817	3,806,248	2,106,902
Health and welfare	344,062	327,336	37,455	101,146	78,513	935,641	78,077	57,403	66,414	56,365
Economic development	305,823	163,584	146,271	190,447	278,007	461,928	377,593	378,499	432,608	397,542
Interest on debt	487,573	613,933	449,271	459,790	154,058	303,648	354,950	624,626	562,558	594,776
Total governmental activities expenses	<u>10,580,002</u>	<u>11,659,458</u>	<u>12,658,731</u>	<u>12,417,551</u>	<u>12,629,081</u>	<u>13,538,950</u>	<u>11,870,488</u>	<u>12,949,891</u>	<u>12,569,296</u>	<u>13,239,275</u>
<i>Business-type activities:</i>										
Electric	24,216,773	24,159,020	27,821,735	24,958,831	26,856,102	25,798,434	24,705,106	24,604,865	24,172,843	28,449,128
Electric Transmission	-	-	-	-	-	-	-	-	569,585	1,495,358
Gas	3,507,599	4,054,864	4,946,102	3,376,428	3,087,782	3,469,446	3,641,758	2,964,941	2,951,091	3,587,759
Water	2,433,503	2,352,849	2,206,641	2,322,396	2,136,541	2,434,505	2,104,702	1,872,083	2,388,496	2,481,147
Refuse	1,151,417	1,137,167	1,323,129	1,322,722	1,363,589	1,313,917	1,153,414	1,598,412	1,607,660	1,587,589
Wastewater	1,844,635	1,714,342	1,522,762	1,954,858	2,302,971	2,018,355	1,246,911	1,448,011	1,618,722	1,667,344
Natural Gas Loan	-	-	-	-	-	-	-	-	-	8,536,679
Quail Ridge Golf course	681,748	581,179	539,075	611,452	581,613	678,223	754,226	788,748	647,327	571,269
Total business-type activities expenses	<u>33,835,675</u>	<u>33,999,421</u>	<u>38,359,445</u>	<u>34,546,687</u>	<u>36,328,598</u>	<u>35,712,880</u>	<u>33,606,117</u>	<u>33,277,060</u>	<u>33,955,724</u>	<u>48,376,273</u>
Total primary government expenses	<u>\$ 44,415,677</u>	<u>\$ 45,658,879</u>	<u>\$ 51,018,176</u>	<u>\$ 46,964,238</u>	<u>\$ 48,957,679</u>	<u>\$ 49,251,830</u>	<u>\$ 45,476,605</u>	<u>\$ 46,226,951</u>	<u>\$ 46,525,020</u>	<u>\$ 61,615,548</u>

CITY OF WINFIELD, KANSAS

Changes in Net Position, Last Ten Fiscal Years (Continued)
(accrual basis of accounting)

Table 2

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Program Revenues										
<i>Governmental activities:</i>										
General government	\$ 336,317	\$ 416,522	\$ 499,031	\$ 355,557	\$ 303,368	\$ 643,513	\$ 240,294	\$ 551,281	\$ 1,225,007	\$ 1,006,386
Public safety	233,349	225,052	1,431,890	637,143	1,008,550	1,060,172	994,099	909,619	704,107	705,672
Public works/stormwater	150,130	146,302	199,247	151,162	157,748	184,720	249,288	150,513	153,113	300,166
Cemetery	63,810	51,550	50,403	44,662	44,445	77,565	56,445	44,640	48,870	77,570
Culture and recreation	508,072	388,829	407,773	583,748	563,921	647,920	624,845	622,954	651,446	762,458
Health and welfare	178,714	177,307	180,974	399,189	-	451,329	454,886	466,972	480,181	479,348
Economic Development					3,831	-	-	-	-	-
Operating grants and contributions	646,035	619,871	463,505	606,833	1,295,256	735,755	439,911	790,802	1,091,696	482,853
Capital grants and contributions	1,118,000	499,185	255,641	614,080	307,425	1,603,376	259,199	541,402	284,517	911,306
Total governmental activities										
program revenues	<u>3,234,427</u>	<u>2,524,618</u>	<u>3,488,464</u>	<u>3,392,374</u>	<u>3,684,544</u>	<u>5,404,350</u>	<u>3,318,967</u>	<u>4,078,183</u>	<u>4,638,937</u>	<u>4,725,759</u>
<i>Business-type activities:</i>										
Charges for services:										
Electric	26,074,970	25,075,556	29,332,542	26,922,703	27,469,873	27,691,161	27,275,596	27,150,127	24,264,160	30,848,249
Electric transmission		-	-	-	-	-	-	-	636,939	1,398,503
Gas	3,750,750	4,366,055	5,539,500	3,990,898	3,135,190	3,325,465	4,106,044	4,487,651	3,429,904	5,164,495
Water	2,470,167	2,188,618	2,280,116	2,334,501	2,349,167	2,507,101	2,591,867	2,714,348	2,715,577	2,941,602
Refuse	1,379,195	1,385,780	1,365,123	1,374,125	1,367,750	1,419,973	1,829,929	1,981,287	2,117,854	2,137,993
Wastewater	2,072,943	2,094,907	2,015,682	1,940,840	2,101,798	1,869,697	1,346,930	1,458,749	1,660,802	2,178,380
Natural Gas Loan	-	-	-	-	-	-	-	-	-	2,643,641
Golf course	448,759	411,866	348,137	347,342	330,211	318,089	301,171	272,280	338,149	419,754
Capital grants and contributions	85,932	762,833	195,159	122,547	-	-	-	-	-	-
Total business-type activities										
program revenues	<u>36,282,716</u>	<u>36,285,615</u>	<u>41,076,260</u>	<u>37,032,956</u>	<u>36,753,989</u>	<u>37,131,486</u>	<u>37,451,537</u>	<u>38,064,442</u>	<u>35,163,385</u>	<u>47,732,617</u>
Total primary government										
program revenues	<u>\$ 39,517,143</u>	<u>\$ 38,810,233</u>	<u>\$ 44,564,724</u>	<u>\$ 40,425,330</u>	<u>\$ 40,438,533</u>	<u>\$ 42,535,836</u>	<u>\$ 40,770,504</u>	<u>\$ 42,142,625</u>	<u>\$ 39,802,322</u>	<u>\$ 52,458,376</u>
Net (Expenses)/Revenue										
Governmental activities	\$ (7,345,575)	\$ (8,055,384)	\$ (8,170,994)	\$ (9,266,357)	\$ (8,733,007)	\$ (7,224,731)	\$ (10,219,983)	\$ (8,871,708)	\$ (7,930,359)	\$ (8,513,516)
Business-type activities	<u>2,447,041</u>	<u>2,449,941</u>	<u>7,076,839</u>	<u>(1,326,489)</u>	<u>2,207,302</u>	<u>802,888</u>	<u>1,738,657</u>	<u>4,787,382</u>	<u>1,207,661</u>	<u>(643,656)</u>
Total primary government net expense	<u>\$ (4,898,534)</u>	<u>\$ (5,605,444)</u>	<u>\$ (1,094,155)</u>	<u>\$ (10,592,846)</u>	<u>\$ (6,525,705)</u>	<u>\$ (6,421,843)</u>	<u>\$ (8,481,326)</u>	<u>\$ (4,084,326)</u>	<u>\$ (6,722,698)</u>	<u>\$ (9,157,172)</u>

CITY OF WINFIELD, KANSAS

Changes in Net Position, Last Ten Fiscal Years (Continued)
(accrual basis of accounting)

Table 2

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Revenues and Other										
Changes in Net Position										
<i>Governmental activities:</i>										
Taxes										
Property taxes	\$ 3,941,589	\$ 4,156,656	\$ 4,157,886	\$ 4,068,492	\$ 4,122,880	\$ 4,200,161	\$ 4,258,631	\$ 4,399,021	\$ 4,442,747	\$ 4,465,226
Sales taxes	1,744,484	1,765,516	2,221,697	2,814,924	2,593,154	2,610,928	2,425,381	2,552,264	4,097,235	4,116,950
Franchise taxes	247,602	218,778	200,961	173,254	162,633	154,830	152,318	149,089	-	-
Other taxes	144,171	137,802	116,005	172,802	154,121	167,937	146,977	147,565	121,713	138,661
Payments in lieu of taxes	2,576,964	2,503,962	2,530,448	2,643,580	2,877,787	2,252,293	2,827,397	2,786,366	2,458,400	2,783,342
Investment earnings	11,056	17,741	15,085	11,666	27,740	36,798	106,259	153,739	90,030	15,427
Miscellaneous	-	161,977	57,071	84,349	-	-	-	-	-	-
Special items	-	-	-	-	-	-	-	-	-	-
Transfers	284,722	341,798	117,128	149,472	161,529	231,285	(305,779)	1,004,508	554,427	3,268,132
Total governmental activities	<u>8,950,588</u>	<u>9,304,230</u>	<u>9,416,281</u>	<u>10,118,539</u>	<u>10,099,844</u>	<u>9,654,232</u>	<u>9,611,184</u>	<u>11,192,552</u>	<u>11,764,552</u>	<u>14,787,738</u>
<i>Business-type activities</i>										
Investment earnings	24,030	33,217	23,540	25,308	46,676	51,035	80,831	120,631	48,828	7,855
In lieu of franchise fees	(2,576,964)	(2,503,962)	(2,530,448)	(2,643,580)	(2,877,787)	(2,252,293)	(2,827,397)	(2,786,366)	(2,458,400)	(2,783,342)
Transfers	(284,722)	(341,798)	(117,128)	(149,472)	(161,529)	(231,285)	305,779	(1,004,508)	(554,427)	(3,268,132)
Total business-type activities	<u>(2,837,656)</u>	<u>(2,812,543)</u>	<u>(2,624,036)</u>	<u>(2,767,744)</u>	<u>(2,992,640)</u>	<u>(2,432,543)</u>	<u>(2,440,787)</u>	<u>(3,670,243)</u>	<u>(2,963,999)</u>	<u>(6,043,619)</u>
Total primary government	<u>\$ 6,112,932</u>	<u>\$ 6,491,687</u>	<u>\$ 6,792,245</u>	<u>\$ 7,350,795</u>	<u>\$ 7,107,204</u>	<u>\$ 7,221,689</u>	<u>\$ 7,170,397</u>	<u>\$ 7,522,309</u>	<u>\$ 8,800,553</u>	<u>\$ 8,744,119</u>
Change in Net Position										
Governmental activities	\$ 1,113,757	\$ 1,248,846	\$ 1,245,287	\$ 852,182	\$ 1,366,837	\$ 2,429,501	\$ (608,799)	\$ 2,320,844	\$ 3,834,193	\$ 6,274,222
Business-type activities	261,939	(362,604)	4,452,802	(4,094,233)	(785,338)	(1,629,655)	(702,130)	1,117,139	(1,756,338)	(6,687,275)
Total primary government	<u>\$ 1,375,696</u>	<u>\$ 886,243</u>	<u>\$ 5,698,089</u>	<u>\$ (3,242,051)</u>	<u>\$ 581,499</u>	<u>\$ 799,846</u>	<u>\$ (1,310,929)</u>	<u>\$ 3,437,983</u>	<u>\$ 2,077,855</u>	<u>\$ (413,053)</u>

CITY OF WINFIELD, KANSAS

Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Table 3

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General fund										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Nonspendable	20,265	20,265	20,265	20,265	20,265	20,265	20,265	20,265	-	-
Restricted	-	-	-	218,132	-	-	104,000	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	464,835	580,434	1,171,872	976,043	330,351	270,293	1,177,192	819,547	819,547	132,740
Unassigned	-	-	-	-	606,992	693,135	-	474,326	715,860	1,532,552
Total general fund	<u>\$ 485,100</u>	<u>\$ 600,699</u>	<u>\$ 1,192,137</u>	<u>\$ 1,214,440</u>	<u>\$ 957,608</u>	<u>\$ 983,693</u>	<u>\$ 1,301,457</u>	<u>\$ 1,314,138</u>	<u>\$ 1,535,407</u>	<u>\$ 1,665,292</u>
All other governmental funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Nonspendable	6,000	6,000	722,252	716,252	716,252	716,300	5,988	6,083	6,119	6,124
Restricted	1,575,860	1,496,982	829,976	1,546,813	2,380,084	3,300,865	4,762,445	5,617,667	12,898,913	13,188,474
Committed	348,373	291,949	327,030	450,250	816,084	648,291	389,388	443,487	508,351	581,714
Assigned	669,560	943,224	1,283,045	(25,097)	170	9,250	9,588	4,348,713	576,694	-
Unassigned	-	(43,833)	-	-	(610,033)	(3,200,545)	(1,683,007)	-	-	(730,262)
Total other governmental funds	<u>\$ 2,599,793</u>	<u>\$ 2,694,322</u>	<u>\$ 3,162,302</u>	<u>\$ 2,688,218</u>	<u>\$ 3,302,557</u>	<u>\$ 1,474,161</u>	<u>\$ 3,484,402</u>	<u>\$ 10,415,950</u>	<u>\$ 13,990,077</u>	<u>\$ 13,046,050</u>

* In 2011, The City implemented GASB Statement No. 54 under which governmental fund balances are reported as nonspendable, restricted, committed, assigned, and unassigned compared to previous years.

CITY OF WINFIELD, KANSAS

Changes in Fund Balances, Governmental Funds, Last Ten Fiscal Years
(modified accrual basis of accounting)

Table 4

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Revenues										
Property taxes	\$ 3,941,589	\$ 4,156,656	\$ 4,157,886	\$ 4,081,948	\$ 4,122,880	\$ 4,200,160	\$ 4,258,630	\$ 4,399,021	\$ 4,442,747	\$ 4,465,226
Sales taxes	1,744,484	1,749,986	2,221,697	2,814,924	2,593,154	2,610,927	2,425,381	2,552,264	4,097,235	4,116,950
Intergovernmental revenue	1,166,436	1,174,855	984,128	1,175,486	1,674,896	2,052,388	1,266,383	241,418	274,893	271,102
Charges for services	559,154	568,504	1,810,152	1,336,419	1,721,968	1,914,875	1,801,373	149,089	135,808	130,401
Franchise taxes	247,603	180,218	200,961	173,254	162,633	154,831	152,318	1,854,990	1,854,542	2,013,331
Special assessments	256,707	205,071	223,940	204,679	243,164	224,114	231,568	58,432	59,765	77,479
Fines and penalties	120,658	119,892	99,604	100,911	84,232	108,868	89,634	1,732,620	1,521,953	1,846,757
Licenses, fees, and permits	82,150	46,922	66,382	59,219	52,941	58,504	73,966	57,296	60,953	58,857
Investment earnings	6,057	9,266	12,438	9,259	170,200	175,000	250,443	286,067	210,710	158,047
Other revenues	2,201,816	764,473	614,607	712,812	266,346	605,643	429,615	764,102	869,306	594,980
Total revenues	10,326,654	8,975,843	10,391,795	10,668,911	11,092,414	12,105,310	10,979,311	12,095,299	13,527,912	13,733,130
Expenditures										
General government	1,181,274	1,819,569	2,014,877	1,563,415	1,236,497	996,029	769,871	1,092,181	574,263	559,920
Public safety	4,613,336	4,478,126	5,629,779	6,718,548	6,333,425	6,323,508	6,543,220	6,520,468	6,674,423	8,853,459
Public works/streets	1,028,453	1,026,521	2,606,888	863,600	1,886,666	3,554,756	4,095,780	3,271,475	1,397,067	2,972,740
Cemetery	160,451	163,385	187,041	166,866	170,768	176,113	232,672	222,380	219,127	212,011
Culture and recreation	1,805,704	3,050,218	2,231,156	2,062,813	2,201,156	2,158,499	2,138,907	2,197,149	3,930,501	2,735,294
Health and welfare	344,062	327,336	37,455	101,146	86,130	935,642	78,077	57,403	66,415	56,365
Economic development	3,956,430	163,584	146,271	190,447	204,014	461,928	377,593	378,499	363,265	397,543
Debt service:										
Debt principal payments	966,116	3,167,487	7,098,815	11,411,228	1,321,322	1,793,389	1,893,724	1,884,872	934,041	2,011,224
Debt interest payments	512,828	451,172	445,119	409,927	307,589	474,901	426,871	515,044	656,842	714,639
Debt issuance costs	-	24,515	32,610	184,250	-	8,235	59,995	77,896	20,471	84,234
Capital outlay	279,691	226,844	240,044	272,656	147,909	85,592	112,318	244,387	177,024	489,537
Total expenditures	14,848,345	14,898,757	20,670,054	23,944,896	13,895,476	16,968,592	16,729,028	16,461,754	15,013,439	19,086,966
Excess of revenues over (under) expenditures	(4,521,691)	(5,922,914)	(10,278,259)	(13,275,985)	(2,803,062)	(4,863,282)	(5,749,717)	(4,366,455)	(1,485,527)	(5,353,836)
Other Financing Sources (Uses)										
Transfers in	2,093,424	2,991,209	5,968,200	3,457,125	3,276,678	3,654,470	7,454,605	10,515,217	5,396,830	2,661,081
Transfers out	(1,970,140)	(1,973,180)	(5,168,219)	(2,629,373)	(3,115,149)	(2,845,792)	(7,195,494)	(11,784,163)	(4,829,167)	(1,590,198)
Transfers in - Pymts in lieu of franchise fees	2,576,965	2,503,962	2,530,448	2,643,579	2,877,787	2,252,293	2,827,397	2,786,366	2,458,400	2,783,342
Issuance of temporary notes	3,410,000	2,610,000	8,083,543	-	-	-	-	-	-	-
Issuance of bonds	-	-	-	6,720,000	-	-	4,660,000	9,365,000	2,230,000	-
Issuance of refunding debt	1,520,000	-	-	4,780,000	-	-	-	-	-	-
Premium on bonds issued	-	-	-	553,742	-	-	38,209	428,264	24,275	-
Issuance of KDOT debt	-	-	-	-	-	-	-	-	-	-
Issuance of capital lease	-	-	-	-	41,558	-	189,000	-	-	-
Payments to escrow agent	(1,833,955)	-	-	(2,700,868)	-	-	-	-	-	-
Insurance recoveries	-	-	-	-	-	-	-	-	-	-
Debt issuance costs	(17,505)	-	-	-	-	-	-	-	-	-
Sales of property	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	5,778,789	6,131,991	11,413,972	12,824,205	3,080,874	3,060,971	7,973,717	11,310,684	5,280,338	3,854,225
Net change in fund balances	\$ 1,257,098	\$ 209,077	\$ 1,135,713	\$ (451,780)	\$ 277,812	\$ (1,802,311)	\$ 2,224,000	\$ 6,944,229	\$ 3,794,811	\$ (1,499,611)
Debt service as a percentage of noncapital expenditures	13.80%	26.29%	41.00%	24.42%	13.32%	16.21%	19.34%	18.73%	12.15%	21.90%

CITY OF WINFIELD, KANSAS

Assessed Value and Estimated Actual Value of Taxable Property, Last Ten Fiscal Years (in thousands of dollars)

Table 5

Fiscal Year	Real Property	Personal Property	[a] Utilities	Motor Vehicles	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2012	\$ 57,032	\$ 6,296	\$ 69	\$ 9,848	\$ 73,245	\$ 55.068	\$ 488,629	14.99%
2013	56,870	6,677	1,731	9,923	75,201	54.631	432,743	17.38%
2014	57,802	7,154	1,767	9,935	76,658	54.393	438,971	17.46%
2015	59,597	6,869	1,911	9,843	78,220	53.722	451,785	17.31%
2016	61,149	7,056	2,004	10,171	80,380	53.359	459,831	17.48%
2017	61,938	6,954	1,923	10,117	80,932	53.287	468,506	17.27%
2018	63,651	6,954	2,186	9,963	82,754	54.246	476,879	17.35%
2019	64,142	5,551	2,302	10,172	82,167	54.147	475,149	17.29%
2020	64,308	5,399	2,345	10,344	82,396	54.680	469,202	17.56%
2021	65,762	4,349	2,215	10,583	82,909	54.693	488,305	16.98%

Source: Cowley County Clerk, Treasurer, and Appraiser Offices.

Notes: Property in Cowley County is reassessed annually. Commercial property is assessed at 25% of actual value, and residential at 11.5%.

[a] includes oil and gas. Beginning in 2007, certain types of personal property were removed from the tax rolls.

CITY OF WINFIELD, KANSAS

Direct and Overlapping Property Tax Rates Last Ten Fiscal Years (rate per \$1,000 of assessed dollars)

Table 6

Year	City of Winfield Direct Rates			Overlapping Rates-Other Governments				Total Direct & Overlapping Rate
	Operating Rate	Debt Service	Total Direct Rate	USD 465	State of Kansas	Cowley College	Cowley County	
2012	45.704	9.364	55.068	58.600	1.500	19.020	40.100	174.288
2013	45.352	9.279	54.631	62.909	1.500	19.388	43.302	181.730
2014	45.252	9.141	54.393	55.795	1.500	18.790	43.186	173.664
2015	44.693	9.029	53.722	55.752	1.500	18.915	43.568	173.457
2016	45.330	8.029	53.359	51.193	1.500	18.998	43.449	168.499
2017	45.350	7.937	53.287	50.995	1.500	20.302	45.063	171.147
2018	46.236	8.010	54.246	50.981	1.500	20.313	45.058	172.098
2019	45.969	8.178	54.147	50.951	1.500	20.281	46.985	173.864
2020	46.954	7.726	54.680	51.053	1.500	21.072	47.084	175.389
2021	46.572	8.121	54.693	49.538	1.500	20.399	48.626	174.756

Source: Cowley County Clerk's office.

Notes: The city's property tax rates are set annually by the City commission. Rates for debt service are set based on each year's requirements. Overlapping rates are those of local and county governments that apply to property owners within the City of Winfield.

CITY OF WINFIELD, KANSAS

Principal Property Taxpayers
Current Year and Nine Years Ago

Table 7

Taxpayer	2021			2012		
	Assessed Valuation [a]	Rank	Percentage of Total City Taxable Assessed Value [a]	Assessed Valuation [a]	Rank	Percentage of Total City Taxable Assessed Value [a]
Rubbermaid	\$ 4,759,804	1	6.58%	\$ 4,338,575	1	6.84%
Walmart	2,087,661	2	2.89%	2,256,677	2	3.56%
Silgan Dispensing	1,636,243	3	2.26%			
GE	1,089,433	4	1.51%	690,969	8	1.09%
Galaxy Tool	1,030,424	5	1.43%			
Union Pacific Railroad	923,673	6	1.28%	780,519	6	1.23%
RCB Bank	811,450	7	1.12%			
Calmar	750,785	8	1.04%	719,583	7	1.14%
Kevin & Carol Coon	597,746	9	0.83%			
BNSF	564,486	10	0.78%			
Insite	N/A			1,660,806	3	2.62%
Winfield Economic Development, Inc	N/A			1,185,300	4	1.87%
Meadwestvaco	N/A			1,067,054	5	1.68%
Dillons	N/A			554,245	9	0.87%
Webster	N/A			419,486	10	0.66%

[a] excludes motor vehicle valuation.

Source: Cowley County Clerk Office.

CITY OF WINFIELD, KANSAS

Property Tax Levies and Collections Last Ten Fiscal Years

Table 8

Year	Taxes Levied	Collected within the Fiscal Year of Levy		Delinquent	Total	Percentage of Levy
	For Fiscal Year	Amount	Percentage of Levy	Tax Collections	Tax Collections	
2012	\$ 3,532,435	\$ 3,371,833	95.45%	\$ 42,135	\$ 3,413,968	96.65%
2013	3,590,753	3,484,949	97.05%	102,552	3,587,501	99.91%
2014	3,562,198	3,538,003	99.32%	23,945	3,561,948	99.99%
2015	3,632,089	3,497,585	96.30%	63,113	3,560,698	98.03%
2016	3,674,502	3,537,750	96.28%	58,798	3,596,548	97.88%
2017	3,767,764	3,518,922	93.40%	59,729	3,578,651	94.98%
2018	3,880,664	3,618,626	93.25%	67,560	3,686,186	94.99%
2019	3,895,935	2,257,177	57.94%	25,101	2,282,278	58.58%
2020	3,912,661	3,779,387	96.59%	82,498	3,861,885	98.70%
2021	3,962,784	3,653,892	92.21%	82,498	3,736,390	94.29%

Source: Cowley County Clerk and County Treasurer's office.

CITY OF WINFIELD, KANSAS

Legal Debt Margin Information
Last Ten Fiscal Years
(dollars in thousands)

Table 9

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Legal debt limit [1]	\$ 21,974	\$ 22,560	\$ 22,997	\$ 23,466	\$ 24,114	\$ 21,226	\$ 21,589	\$ 21,599	\$ 21,616	\$ 21,698
Total debt applicable to debt limit	14,865	18,435	19,525	17,135	17,705	21,340	19,725	22,680	26,762	26,658
Less self-supporting debt [2]	(5,773)	(5,347)	(4,908)	(5,007)	(4,503)	(3,990)	(3,525)	(3,455)	(6,713)	(6,270)
Total net debt applicable to limit	9,092	13,088	14,617	12,128	13,202	17,350	16,200	19,225	20,049	20,388
Legal debt margin	\$ 12,882	\$ 9,472	\$ 8,380	\$ 11,338	\$ 10,912	\$ 3,876	\$ 5,389	\$ 2,374	\$ 1,567	\$ 1,310
Total net debt applicable to the limit as a percentage of debt limit	41.38%	58.01%	63.56%	51.68%	54.75%	81.74%	75.04%	89.01%	92.75%	93.96%

Legal debt margin calculation for fiscal year 2021

Assessed taxable v \$ 72,326

Debt limit (30% of total assessed value) \$ 21,698

[1] Under K.S.A. 10-308, the city's outstanding bonded indebtedness cannot exceed 30 percent of assessed valuation of the city.

[2] Principal amount of City's general obligation and state revolving fund debt which is anticipated to be paid from net revenues from the operation of the City's water and sewer systems.

CITY OF WINFIELD, KANSAS

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(dollars in thousands)

Table 10

Governmental Activities						
Year	General Obligation Bonds	Sales Tax Revenue Bonds	KDOT Loan	Contractual Debt	Certificates of Participation	Capital Leases
2012	\$ 9,071	\$ -	\$ -	\$ 33	\$ -	\$ 498
2013	7,843	-	-	128	-	349
2014	6,551	-	-	96	-	235
2015	12,697	-	-	64	-	118
2016	11,361	-	-	32	-	36
2017	10,103	-	-	167	-	359
2018	13,561	-	-	134	-	422
2019	18,730	-	-	100	-	391
2020	20,050	-	-	67	-	362
2021	18,488	-	-	33	-	770

Business-type Activities								
Year	General Obligation Bonds	Capital Leases	KDHE Loans	Certificates of Participation	Total Primary Government	Percentage of Personal Income	Per Capita	Current Population
2012	\$ 5,774	\$ 3,064	\$ -	\$ -	\$ 18,440	1.87%	\$ 1,812	12,365
2013	5,347	2,581	-	-	16,248	1.48%	1,743	12,333
2014	4,944	2,088	-	-	13,914	1.58%	1,794	12,258
2015	5,067	1,583	-	-	19,529	1.40%	1,600	12,204
2016	4,503	1,100	-	-	17,032	1.27%	1,387	12,284
2017	3,990	640	-	-	15,259	1.18%	1,261	12,104
2018	3,525	93	-	-	17,735	1.35%	1,471	12,057
2019	3,455	85	-	-	22,761	1.67%	2,032	11,201
2020	6,712	76	-	-	6,788	0.49%	577	11,765
2021	6,270	520	7,668	-	33,749	2.30%	2,878	11,726

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

General obligation bond balances include general obligation debt, net of related premiums, discounts, and adjustments. It does not include short-term debt instruments.

CITY OF WINFIELD, KANSAS

Ratio of General Bonded Debt Outstanding Last Ten Fiscal Years (dollars in thousands, except per capita)

Table 11

Year	General Bonded Debt Outstanding [b]		LESS: Amounts Restricted to Repaying Principal	Total	Percentage of Actual Taxable Value of Property [a]	Per Capita
	General Obligation Bonds	KDOT GO Debt				
2012	\$ 14,865	\$ -	\$ (208)	\$ 18,617	3.81%	\$ 1,506
2013	13,190	-	(463)	17,972	4.15%	1,457
2014	11,496	-	(314)	19,257	4.39%	1,571
2015	17,764	-	(478)	17,286	3.83%	1,416
2016	15,375	-	(594)	14,781	3.21%	1,203
2017	13,640	-	(909)	12,731	2.72%	1,052
2018 [c]	16,670	-	(810)	15,860	3.33%	1,315
2019	21,810	-	(1,267)	20,543	4.32%	1,834
2020	26,763	-	(1,246)	25,517	5.44%	2,169
2021	24,757	-	(912)	23,845	4.88%	2,034

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[a] See Table 5 for property value data

[b] In accordance with KSA 10-1116 and KSA 79-5028, KDOT loans constitute 'bonds'

characterization. KDOT debt for street improvements are being repaid as general obligation debt.

[c] Includes \$3,525 thousand of general obligation debt, that is being repaid from water revenues, net of related premiums, discounts, and adjustments.

CITY OF WINFIELD, KANSAS

Governmental Activities Direct and Overlapping Debt
December 31, 2020

Table 12

	<u>Debt</u>	<u>Percent of Debt Applicable to City</u>	<u>City Share of Debt</u>
Direct debt:			
General obligation bonded debt	\$ 19,156,385	100.00%	\$ 19,156,385
Interlocal agreement debt	100,500	100.00%	100,500
Capital leases	391,067	100.00%	<u>391,067</u>
Total direct debt			<u>19,647,952</u>
Overlapping debt:			
USD 465	\$ 5,240,000	57.45%	\$ 3,010,394
Cowley County	9,670,000	23.60%	<u>2,281,896</u>
Total overlapping debt			<u>5,292,290</u>
Total direct and overlapping debt			<u>\$ 24,940,242</u>

Sources: Assessed valuation provided by Cowley County Clerk.
Debt outstanding data is provided by each governmental unit.

Percentage of debt applicable to the City of Winfield is based on the proportion that the assessed valuation of the City of Winfield bears to the assessed valuation of the overlapping entity.

CITY OF WINFIELD, KANSAS

Pledged-Revenue Coverage
Last Ten Fiscal Years
(dollars in thousands)

Table 13

Electric Revenue Bonds and Certificates of Participation Debt [2]						
Year	Utility Service Charges	Less: Operating Expenses [1]	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2012	\$ 26,098	\$ 24,202	\$ 1,896	\$ -	\$ -	-
2013	25,076	25,182	(106)	-	-	-
2014	29,333	29,232	101	-	-	-
2015	26,786	26,849	(63)	-	-	-
2016	27,452	26,651	801	-	-	-
2017	27,697	25,798	1,899	-	-	-
2018	27,310	24,705	2,605	-	-	-
2019	27,136	24,605	2,531	-	-	-
2020	24,382	22,738	1,644	-	-	-
2021	30,485	27,143	3,342	-	-	-

Water Debt						
Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2012	\$ 2,470	\$ 2,419	\$ 51	\$ 421	\$ 148	0.09
2013	2,189	2,328	(139)	427	138	(0.25)
2014	2,280	2,201	79	439	129	0.14
2015	2,334	2,295	39	446	120	0.07
2016	2,349	1,976	373	504	125	0.59
2017	2,499	2,324	175	513	22	0.33
2018	2,716	2,105	611	465	104	1.07
2019	2,861	1,818	1,043	535	86	1.68
2020	2,734	2,251	483	276	115	1.24
2021	2,946	1,893	1,053	450	133	1.81

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Operating expenses do not include interest/amortization expense, but do include payments in lieu of franchise fees.

[2] Certification of Participation was paid in full in 2012.

CITY OF WINFIELD, KANSAS

Pledged-Revenue Coverage
Last Ten Fiscal Years
(dollars in thousands)

Table 13 (cont.)

Wastewater Debt						
Year	Utility Service Charges	Less: Operating Expenses [1]	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2012	\$ 2,073	\$ 1,781	\$ 292	\$ 465	\$ 87	0.53
2013	2,095	1,629	466	482	66	0.85
2014	2,016	1,483	533	493	55	0.97
2015	1,941	1,955	(14)	506	43	(0.03)
2016	1,974	2,107	(133)	516	32	(0.24)
2017	1,855	2,018	(163)	536	27	(0.29)
2018	1,898	1,247	651	544	12	1.17
2019	1,983	1,598	385	6	3	42.78
2020	2,111	1,598	513	6	3	57.00
2021	2,189	1,373	816	6	3	90.67

Quail Ridge Golf Course Certificates of Participation Debt [2]						
Year	Golf Course Fees	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2012	\$ 449	\$ 674	\$ (225)	\$ -	\$ -	-
2013	412	564	(152)	-	-	-
2014	348	539	(191)	-	-	-
2015	347	611	(264)	-	-	-
2016	310	557	(247)	-	-	-
2017	318	678	(360)	-	-	-
2018	320	754	(434)	-	-	-
2019	274	789	(515)	-	-	-
2020	332	652	(320)	-	-	-
2021	419	527	(108)	-	-	-

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Operating expenses do not include interest/amortization expense, but do include payments in lieu of franchise fees.

[2] Certification of Participation was paid in full in 2012.

CITY OF WINFIELD, KANSAS

Pledged-Revenue Coverage
Last Ten Fiscal Years
(dollars in thousands)

Table 13 (cont.)

Special Assessment Bonds				
Year	Special Assessment Collections	Debt Service [1]		Coverage
		Principal	Interest	
2012	\$ 257	\$ 219	\$ 138	0.72
2013	205	225	130	0.58
2014	224	237	121	0.63
2015	205	253	112	0.56
2016	243	260	102	0.67
2017	224	182	65	0.91
2018	232	175	60	0.99
2019	241	204	54	0.93
2020	275	176	48	1.23
2021	271	178	43	1.23

Sales Tax Revenue Bonds [2]				
Year	Sales Tax Collections	Debt Service		Coverage
		Principal	Interest	
2012	\$ 1,746	\$ -	\$ -	-
2013	1,766	-	-	-
2014	2	-	-	-
2015	2,698	-	-	-
2016	2,653	-	-	-
2017	2,629	-	-	-
2018	2,557	-	-	-
2019	2,560	-	-	-
2020	3,774	-	-	-
2021	4,117	-	-	-

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Debt service includes total project costs, including city-at-large portion.

[2] The City's 1 percent sales tax is pledged against payment of the 2002 refunding sales tax bonds. Bonds paid in full in 2010.

CITY OF WINFIELD, KANSAS

Pledged-Revenue Coverage Last Ten Fiscal Years (dollars in thousands)

Table 13 (concluded)

Year	Stormwater Debt						Coverage
	Stormwater Revenue Collections	Less: Operating Expenses [1]	Net Available Revenue	Debt Service			
				Principal	Interest		
2012	\$ 150	\$ 106	\$ 44	\$ 84	\$ 7		0.48
2013	152	110	42	85	6		0.46
2014	151	94	57	87	6		0.61
2015	150	132	18	90	3		0.19
2016	150	35	115	91	1		1.25
2017	149	28	121	-	-		-
2018	156	54	102	-	-		-
2019	169	50	119	-	-		-
2020	191	125	66	-	-		-
2021	300	113	187	-	-		-

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Operating expenses do not include interest/amortization expense, but do include payments in lieu of franchise fees.

CITY OF WINFIELD, KANSAS

Demographic and Economic Statistics, Last Ten Fiscal Years

Table 14

Year	Population [1]	Personal Income [2] (<i>thousands of dollars</i>)	Per Capita Personal Income [2]*	School Enrollment [3]	Unemployment Rate [4]
2012	12,365	\$ 1,199,453	\$ 37,004	\$ 2,318	5.80%
2013	12,333	1,454,597	38,278	2,449	4.80%
2014	12,258	1,390,203	38,656	2,332	4.40%
2015	12,204	1,390,203	38,656	2,156	4.50%
2016	12,284	1,337,790	37,381	2,303	4.20%
2017	12,104	1,295,687	36,240	2,290	3.00%
2018	12,057	1,315,552	37,203	2,175	3.10%
2019	11,943	1,363,188	38,707	2,284	3.20%
2020	11,765	1,397,793	40,042	2,327	3.50%
2021	11,726	1,465,955	42,334	2,203	2.40%

[1] Provided by League of Kansas Municipalities.

[2] Provided by U.S. Bureau of Economic Analysis.

[3] Provided by U.S.D. #465. Includes public school system only. Non-weighted FTE.

[4] From cowleycounty.org/employment-statistics, end of year.

* in 2012, Kansas University Institute for Policy and Social Research combined City of Arkansas City and City of Winfield as a Micropolitan Area.

CITY OF WINFIELD, KANSAS

Principal Employers, Current Year and Nine Years Ago

Table 15

Employer	2021			2012		
	Estimated Employees	Rank	Percentage of Total County Employment	Estimated Employees	Rank	Percentage of Total County Employment
Creekstone Farms Premium Beef	850	1	5.19%	720	3	4.24%
Newell-Rubbermaid	800	2	4.89%	969	1	5.70%
General Electric Aviation	750	3	4.58%	800	2	4.71%
USD #465	625	4	3.82%	645	4	79.00%
USD #470	444	5	2.71%	463	5	2.72%
William Newton Memorial Hospital	310	6	1.89%	325	6	1.91%
Kan-Pak	277	7	1.69%	229	8	1.35%
Silgan Dispensing	276	8	1.69%			
SCKRMC	215	9	1.31%			
Southwestern College	214	10	1.31%			
Western Industries				207	10	1.22%
South Central Medical Center				219	9	1.27%
Calmar, Inc (MeadWestVaco)				305	7	1.79%
Total employment	16,362					

Source: cowleycounty.org and KS Dept of Labor

The City of Winfield is located approximately twelve miles from the city of Arkansas City, Kansas (population 12,063). Both cities are located in Cowley County, and many employers have work forces consisting of residents of both cities. Major employers listed above are for the Arkansas City/Winfield populations.

CITY OF WINFIELD, KANSAS

Full-time Equivalent Employees by Function
Last Ten Fiscal Years

Table 16

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
General government										
Management services	13	14	13	13	16	13	14	15	16	18
Legal/court	2	2	2	2	2	2	2	2	3	3
Utility billing	8	7	7	7	9	8	8	8	9	8
Engineering	8	7	7	7	7	6	5	5	2	2
Service and operations center	9	10	10	10	10	7	9	9	9	6
Public safety										
Fire	19	20	28	29	26	29	31	31	28	29
Police	31	26	31	30	26	26	29	28	27	28
Public works/stormwater	6	6	6	6	6	6	6	6	8	8
Cemetery	2	2	2	2	2	2	2	2	2	2
Culture and recreation	9	9	9	9	9	8	8	10	9	9
Health and welfare										
Economic development										1
Electric	28	26	26	25	24	26	24	24	24	23
Gas	8	8	8	8	8	8	7	7	6	6
Water	11	12	12	10	11	10	11	10	11	11
Refuse	9	8	8	9	8	8	7	8	10	9
Wastewater	8	8	8	8	8	8	8	9	8	8
Golf course	3	3	2	3	2	4	4	4	4	4
Total	<u>174</u>	<u>168</u>	<u>179</u>	<u>178</u>	<u>174</u>	<u>171</u>	<u>175</u>	<u>178</u>	<u>176</u>	<u>175</u>

Source: City records

CITY OF WINFIELD, KANSAS

Operating Indicators by Function/Program
Last Ten Fiscal Years

Table 17

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General government										
Building permits issued	324	313	310	353	310	454	390	366	416	299
Municipal court cases	929	984	799	901	739	937	701	380	314	316
Police										
Class I Offenses	615	734	558	548	434	422	534	534	467	379
Domestic Violence/ DUI/Drug Arrests	181	201	165	131	105	181	199	168	134	193
Accidents	346	322	304	N/A	316	284	296	304	243	292
Fire/EMS										
Total responses*	1,734	1,606	2,239	2,527	2,788	3,205	3,204	2,885	2,754	3,049
Parks and recreation										
Aquatic center attendance	17,613	14,441	15,888	N/A	16,480	15,963	15,190	17,423	6,582	13,885
Annual lake permits	1,548	1,429	1,811	2,035	2,160	2,166	2,106	2,026	2,709	2,294
Cemetery										
Cemetery spaces sold	77	49	45	33	43	100	62	54	48	68
Streets maintenance										
Resurfacing, annual in tons	5,774	3,220	3,583	2,515	2,902	8,514	4,056	10,996	132	3,240
Electric utility										
MWH sold, annual	293,650	304,843	309,246	292,191	295,480	291,868	292,223	276,099	285,344	302,683
Peak daily consumption, MWH	66,825	64,734	63,408	61,300	64,376	63,563	61,447	60,086	59,800	62,890
Gas Utility										
MCF sold, annual	469,299	573,585	648,287	518,406	445,930	473,019	572,692	592,702	515,853	796,176
Water Utility										
Gallons sold annual, in thousands	741,021	705,878	700,180	633,399	583,415	583,606	624,514	510,797	622,590	615,924
Refuse (annual tons, in thousands)										
Refuse collected	7,617	7,784	7,783	7,640	7,813	8,059	7,785	7,844	8,147	8,200
Recyclables collected	1,150	518	697	827	887	988	1,009	986	432	308
Wastewater Utility										
Sewage treatment, avg daily flow (in thousands of gallons)	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500

Sources: City departments

In July 2014, City of Winfield Fire Department took over Winfield Area EMS operations. Includes Fire & EMS calls.

N/A - information not available

CITY OF WINFIELD, KANSAS

Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Table 18

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units (marked)	17	22	23	26	25	26	28	28	28	24
Fire stations	1	1	1	1	1	1	1	1	1	1
Public works										
Streets (miles)	130	130	130	130	130	130	130	130	130	130
Parks and recreation										
Public park acreage	294	294	294	296	296	296	435	435	435	435
Base/softball diamonds	5	5	5	5	5	5	7	7	7	7
Soccer fields	6	6	6	6	6	6	6	6	6	6
Football fields	1	1	1	1	1	1	1	1	1	1
Electric Utility										
Electric lines (miles) [1]	114	114	114	114	114	114	114	114	114	114
Gas Utility										
Gas main lines (miles) [1]	95	95	94	94	94	94	94	94	94	94
Water Utility										
Water main lines (miles) [1]	95	95	95	95	95	95	118	118	131	131
Fire hydrants [1]	535	535	535	535	535	535	535	535	587	586
Storage capacity (thousands)	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750
Refuse										
Collection trucks	5	5	5	5	5	5	6	6	6	6
Wastewater										
Sanitary sewer (miles)	73	73	76	76	76	76	76	76	76	76
Treatment capacity (thousands, per day)	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000

**TRANSMISSION FUND SUPPLEMENTARY
INFORMATION SECTION**

City of Winfield, Kansas
Supplementary Information Related to Statement of Net Position- Transmission Fund
December 31, 2021

FERC #	City accounts		Jan	Feb	Mar	Apr	May	Jun	July	Aug	Sept	Oct	Nov	Dec
	401.00.000.00000.000-	Utility Plant - Transmission												
101-106	160550	Transmission plant	3,634,276	4,560,500	4,776,672	4,776,672	4,776,672	4,776,672	4,696,823	4,812,349	4,865,502	4,943,856	4,788,445	4,651,531
--	154105	Land held for future use	-	-	-	-	-	-	-	-	-	-	-	-
107	160550	Construction work in progress	-	-	-	-	-	-	615	15,084	38,276	74,285	88,113	99,202
		Total Utilities	3,634,276	4,560,500	4,776,672	4,776,672	4,776,672	4,776,672	4,697,437	4,827,433	4,903,778	5,018,141	4,876,558	4,750,733
108	161550	Less Accum provision for Depreciation	(832,841)	(839,956)	(848,089)	(856,415)	(864,741)	(873,067)	(881,529)	(890,171)	(898,814)	(907,574)	(916,265)	(832,866)
		Net Utility Plant - Transmission	2,801,435	3,720,544	3,928,583	3,920,257	3,911,931	3,903,605	3,815,908	3,937,262	4,004,964	4,110,568	3,960,293	3,917,867
		Current and Accrued Assets												
130	101000	Cash and working funds	4,052,981	1,190,271	1,247,863	1,105,140	599,194	563,845	648,296	889,889	767,123	722,655	840,831	693,242
154	141154	Plant materials and operating supplies	34,720	34,720	34,720	34,720	34,720	34,720	34,720	34,700	34,694	34,699	34,699	32,946
143	113100	Accounts receivable	479,307	683,105	750,037	876,929	431,081	486,926	566,785	107,711	150,473	146,940	191,418	202,861
228.x	132228	Unfunded reserves	-	-	-	-	-	-	-	-	-	-	-	-
165	144165	Prepayments	-	-	-	-	-	-	-	-	-	-	-	-
		Total current and accrued assets	4,567,009	1,908,096	2,032,619	2,016,789	1,064,994	1,085,491	1,249,801	1,032,300	952,290	904,294	1,066,949	929,049
		Deferred Debits												
--	GAAP adjustment acct	Unamortized debt expenses	-	-	-	-	-	-	-	-	-	-	-	-
--	GAAP adjustment acct	Miscellaneous deferred debits	-	-	-	-	-	-	-	-	-	-	-	-
		Total deferred debits	-	-	-	-	-	-	-	-	-	-	-	-
		TOTAL ASSETS	\$ 7,368,444	\$ 5,628,640	\$ 5,961,202	\$ 5,937,046	\$ 4,976,925	\$ 4,989,096	\$ 5,065,709	\$ 4,969,562	\$ 4,957,254	\$ 5,014,862	\$ 5,027,242	\$ 4,846,916
		LIABILITIES												
		Current and Accrued Liabilities												
232/242	201100/204100/201110/201900	Accounts payable	\$ 2,299,090	\$ 557,036	\$ 879,143	\$ 937,629	\$ -	\$ -	\$ 141,984	\$ 10,550	\$ 10,550	\$ 92,173	\$ 100,389	\$ 198,830
221	205100	Bonds payable, current portion	170,212	170,212	170,212	170,212	170,212	170,212	170,212	170,212	170,212	170,212	170,212	157,757
237	214000	Accrued interest payable	6,224	6,224	6,224	6,224	6,224	6,224	6,224	6,224	6,224	6,224	6,224	17,226
		Total current and accrued liabilities	2,475,526	733,473	1,055,580	1,114,065	176,436	176,436	318,421	186,987	186,987	268,609	276,825	373,813
		Noncurrent Liabilities												
221	205100	Bonds payable, long-term portion	3,279,789	3,279,789	3,279,789	3,279,789	3,279,789	3,279,789	3,279,789	3,279,789	3,279,789	3,279,789	3,279,789	3,122,031
225	GAAP adjustment acct	Unamortized premium on long-term debt	84,243	84,243	84,243	84,243	84,243	84,243	84,243	84,243	84,243	84,243	84,243	79,959
		Total noncurrent liabilities	3,364,031	3,364,031	3,364,031	3,364,031	3,364,031	3,364,031	3,364,031	3,364,031	3,364,031	3,364,031	3,364,031	3,201,990
		Total Liabilities	5,839,558	4,097,504	4,419,611	4,478,096	3,540,468	3,540,468	3,682,452	3,551,018	3,551,018	3,632,640	3,640,857	3,575,803
		EQUITY												
215/216	310500	Retained earnings	1,528,886	1,531,136	1,541,591	1,458,949	1,436,457	1,448,628	1,383,257	1,418,544	1,406,236	1,382,221	1,386,385	1,271,114
		TOTAL LIABILITIES AND EQUITY	\$ 7,368,444	\$ 5,628,640	\$ 5,961,202	\$ 5,937,046	\$ 4,976,925	\$ 4,989,096	\$ 5,065,709	\$ 4,969,562	\$ 4,957,254	\$ 5,014,862	\$ 5,027,242	\$ 4,846,916

City of Winfield, Kansas
Supplementary Information Related to Statement of Revenues, Expense and Changes in Net Position - Transmission Fund
December 31, 2021

FERC #	City Account #		TOTAL	Jan	Feb	Mar	Apr	May	Jun	July	Aug	Sept	Oct	Nov	Dec
	401-90-208-00000-000-	UTILITY OPERATING INCOME													
	476000	Transmission revenue - Gridliance Capital	334,216	106,297	122,676	53,161	27,791	7,126	13,500	3,666	-	-	-	-	-
	476000	Transmission revenue - Annual Payments NTC & River Crossing	25,000	-	-	-	-	25,000	-	-	-	-	-	-	-
	476200	Transmission revenue - Gridliance O&M	515,287	37,009	36,283	36,737	36,356	38,184	36,834	37,989	40,950	38,678	40,891	40,140	95,236
	476300	Revenue Credits for Admin & General overheads	56,735	3,995	3,697	4,874	3,897	6,437	5,264	4,017	7,583	4,120	4,288	4,308	4,253
	476400	Reimbursement to Gridliance - O&M	(200,207)	(14,352)	(13,993)	(14,564)	(14,089)	(15,617)	(14,734)	(14,702)	(16,987)	(14,979)	(15,613)	(15,557)	(34,821)
456.1	477000	Transmission revenue from SPP	654,488	17,028	57,966	57,957	57,960	57,973	57,912	58,031	57,919	57,844	57,906	58,013	57,978
456.1	477100	Transmission revenue from SPP P-to-P	12,615	937	1,140	833	888	905	1,215	1,155	1,259	1,299	1,057	981	946
456.1	477200	Transmission revenue from projects	-	-	-	-	-	-	-	-	-	-	-	-	-
454	462454	Rents	539	-	-	-	-	-	-	-	-	-	539	-	-
		Total operating income	1,398,672	150,914	207,770	138,998	112,804	120,008	99,991	90,156	90,725	86,961	88,869	87,885	123,592
		UTILITY OPERATING EXPENSES													
		Operations and Maintenance Expense													
571	535740	Transmission line maintenance	667,416	45,314	39,257	37,960	43,163	75,990	36,834	45,924	40,594	45,317	52,684	36,353	168,026
565	537800	Transmission by other	-	-	-	-	-	-	-	-	-	-	-	-	-
566	548000	Misc transmission exp in trans O&M	-	-	-	-	-	-	-	-	-	-	-	-	-
566	548100	Misc transmission expense allowable	-	-	-	-	-	-	-	-	-	-	-	-	-
		Total operations and maintenance expense	667,416	45,314	39,257	37,960	43,163	75,990	36,834	45,924	40,594	45,317	52,684	36,353	168,026
		A&G Expense													
923	522200/522700	Other professional services	11,135	-	3,254	-	-	-	636	1,354	3,350	903	-	-	1,639
928	522820	FERC annual fee	-	-	-	-	-	-	-	-	-	-	-	-	-
913	523100	Advertising costs	-	-	-	-	-	-	-	-	-	-	-	-	-
928	525500	Regulatory commission exp	-	-	-	-	-	-	-	-	-	-	-	-	-
923	525600	A&G expense from Gridliance	231,288	14,231	21,063	17,432	83,794	24,613	-	59,304	(32,245)	3,552	17,646	11,329	10,570
921		Other fees	6,632	341	400	464	483	828	628	784	545	472	483	499	704
923	561100	Internal Support - MIS	20,821	1,306	1,598	3,114	1,741	1,428	1,762	1,928	1,610	2,993	1,326	1,960	55
923	561200	Internal Support - Mgmt services	43,737	2,516	5,775	3,697	3,777	3,238	3,068	4,814	3,149	4,651	3,531	5,331	188
923	561300	Internal Support - Customer service	32,342	2,322	2,927	2,785	3,812	2,471	2,331	3,605	2,636	2,978	3,742	2,609	124
923	561500	Internal Support - City hall building	3,469	113	234	642	682	114	168	293	550	304	194	166	9
923	561600	Internal Support - Engineering	11,727	889	1,163	1,087	1,094	917	935	1,499	914	1,077	1,047	1,054	51
923	561800	Internal Support - Operations ctr building	915	46	58	69	142	51	54	71	89	66	151	32	87
		Total A&G Expense	362,066	21,762	36,472	29,290	95,527	33,660	9,582	73,652	(19,404)	16,997	28,120	22,981	13,427
		Other Expense													
927	581100	Property tax (PILOT)	162,523	-	-	-	16,222	12,981	15,161	18,810	21,189	23,896	23,320	15,696	15,249
	581250	Deprecation Reserve	26,500	-	-	-	4,417	4,417	4,417	4,417	4,417	4,417	-	-	-
	581800	Infrastructure Improvements	334,216	106,297	122,676	53,161	27,791	7,126	13,500	3,666	-	-	-	-	-
403	591100	Depreciation expense	97,932	5,648	7,115	8,133	8,326	8,326	8,326	8,890	8,642	8,643	8,760	8,691	8,432
411.6	591200	(Gain) loss on disposals	169	-	-	-	-	-	-	169	-	-	-	-	-
427/429	572427	Interest expense	33,728	-	-	-	-	-	-	-	-	-	-	-	33,728
		Total Other Expense	655,069	111,945	129,791	61,294	56,755	32,850	41,404	35,951	34,247	36,956	32,079	24,387	57,410
		Total Expense	1,684,551	179,021	205,520	128,544	195,445	142,500	87,820	155,528	55,438	99,269	112,883	83,721	238,863
		Net Income (Loss)	(285,879)	(28,107)	2,250	10,455	(82,642)	(22,492)	12,171	(65,371)	35,287	(12,308)	(24,015)	4,164	(115,271)
215/216	310500	Beginning Equity	1,556,993	1,556,993	1,528,886	1,531,136	1,541,591	1,458,949	1,436,457	1,448,628	1,383,257	1,418,544	1,406,236	1,382,221	1,386,385
215/216	310500	Ending Equity	1,271,114	1,528,886	1,531,136	1,541,591	1,458,949	1,436,457	1,448,628	1,383,257	1,418,544	1,406,236	1,382,221	1,386,385	1,271,114
		Electric Utilities Information for Wages Allocation													
14.20%		Production	293,631												
	402-201-511100	Gross wages	238,741												
	402-201-511200	Overtime wages	54,890												
	402-201-511300	Other wages	-												
17.20%		Transmission	355,598												
	401-208-511100	Gross wages	355,539												
	401-208-511200	Overtime wages	59												
	401-208-511300	Other wages	-												
47.72%		Distribution	986,602												
	402-206-511100	Gross wages	953,265												
	402-206-511200	Overtime wages	33,337												
	402-206-511300	Other wages	-												
20.88%		Customer Service	431,814												
	508-801-511100	Gross wages	408,986												
	508-801-511200	Overtime wages	22,828												
	508-801-511300	Other wages	-												
100.00%		Totals	2,067,645												

[a] Winfield City Council adopted rate of 6.9%

[b] 516100/516200/524500/524600/525800/527300/541200/541300