

**CITY OF DODGE CITY, KANSAS**

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**FINANCIAL STATEMENT  
with  
INDEPENDENT AUDITOR'S REPORT  
YEAR ENDED DECEMBER 31, 2020**

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*Kennedy*  
*McKee & Company LLP* Certified Public Accountants

1100 W. Frontview  
P. O. Box 1477  
Dodge City, Kansas 67801  
Tel. (620) 227-3135  
Fax (620) 227-2308  
[www.kmc-cpa.com](http://www.kmc-cpa.com)

JAMES W. KENNEDY, CPA  
PATRICK M. FRIESS, CPA  
JOHN W. HENDRICKSON, CPA  
JEREMY J. APPEL, CPA

## INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Commissioners  
Dodge City, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of the City of Dodge City, Kansas as of and for the year ended December 31, 2020, and the related notes to the financial statement.

### **Management's Responsibility for the Financial Statement**

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

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

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

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

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

## **Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Dodge City, Kansas as of December 31, 2020, or changes in financial position and cash flows thereof for the year then ended.

## **Unmodified Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of the City of Dodge City, Kansas as of December 31, 2020, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

## **Other Matters**

### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures, and summary schedule of regulatory basis receipts and disbursements – agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The schedule of expenditures of federal awards is presented for additional analysis as required by Title 2 *U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

## **Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated August 30, 2021 on our consideration of the City of Dodge City, Kansas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Dodge City, Kansas' internal control over financial reporting and compliance.

*Kennedy McKee & Company LLP*

August 30, 2021

**CITY OF DODGE CITY, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
REGULATORY BASIS**

For the Year Ended December 31, 2020

Fund	Beginning unencumbered cash balance	Prior year canceled encumbrances	Receipts
General fund:			
General	\$ 3,149,694	\$ -	\$ 14,876,739
Special purpose funds:			
Special liability	-	-	693,616
Library	-	-	1,021,147
Library employee benefits	-	-	215,178
Sales tax	290,265	-	6,391,226
Convention and visitors	129,035	-	755,050
Special streets and highways	365,147	-	1,222,392
Special parks and recreation	123,216	-	78,746
Special alcohol and drug	11,863	-	78,746
Alcohol and drug safety action	8,467	-	100
Development and growth	607,779	-	481,135
Non-budgeted special purpose funds:			
Sales tax organizations	193,750	-	710,000
Sales tax depreciation and replacement	1,197,938	-	27,195
Sales tax event	55,048	-	-
Rural housing incentive district	172,597	-	464,393
Transient guest tax	162,827	-	247,791
Special law enforcement trust	39,601	-	25,434
Economic development revolving	409,454	-	74,428
Hoover trust	128,123	-	756
Roof insurance repairs	388,408	-	-
Medical insurance reserve	3,601,206	-	1,946,268
Capital equipment reserve	604,448	-	23,227
GREAT	3,877	-	1,267
Fire CPR training	12,860	-	4,560
Municipal band	4,804	-	-
SMPC trust	193,139	-	24,300
Depot	425,833	-	276,905
Civil asset forfeiture	8,359	-	13,353
Public art	22,406	-	11,530
Total special purpose funds	9,160,450	-	14,788,743

## STATEMENT 1

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<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
<u>\$ 12,493,035</u>	<u>\$ 5,533,398</u>	<u>\$ 734,679</u>	<u>\$ 6,268,077</u>
693,616	-	-	-
1,020,406	741	-	741
214,358	820	-	820
6,370,687	310,804	10,916	321,720
380,944	503,141	11,032	514,173
1,154,661	432,878	60,045	492,923
133,500	68,462	-	68,462
90,054	555	54	609
-	8,567	-	8,567
858,838	230,076	20	230,096
638,347	265,403	-	265,403
144,735	1,080,398	34,636	1,115,034
-	55,048	-	55,048
461,682	175,308	-	175,308
212,000	198,618	-	198,618
9,146	55,889	282	56,171
400,000	83,882	-	83,882
-	128,879	-	128,879
22,620	365,788	-	365,788
2,145,107	3,402,367	93,320	3,495,687
218,405	409,270	-	409,270
1,914	3,230	35	3,265
8,795	8,625	312	8,937
674	4,130	-	4,130
30,229	187,210	-	187,210
147,744	554,994	6,245	561,239
-	21,712	-	21,712
1,300	32,636	-	32,636
<u>15,359,762</u>	<u>8,589,431</u>	<u>216,897</u>	<u>8,806,328</u>

**CITY OF DODGE CITY, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
REGULATORY BASIS (CONTINUED)**

For the Year Ended December 31, 2020

Fund	Beginning unencumbered cash balance	Prior year canceled encumbrances	Receipts
<b>Grant funds:</b>			
Runway 14-32 design	\$ (828,814)	\$ -	\$ 1,089,147
Police body worn cameras	6,463	-	-
Minibus grant 2019-20	(57,150)	-	266,848
Minibus grant 2020-21	-	-	194,830
KHRC abandoned housing	-	-	131,955
Heritage landscaping	(96,838)	-	96,838
Model for change	4,921	-	-
USDA rural business development	12,349	-	217,230
CARES act	-	-	54,210
CDBG	-	-	68,972
SPARK	-	-	2,306,263
<b>Total grant funds</b>	<b>(959,069)</b>	<b>-</b>	<b>4,426,293</b>
<b>Debt service funds:</b>			
GO bond and interest	53,839	-	3,810,135
<b>Non-budgeted debt service funds:</b>			
Special events center revenue bonds	4,525,842	-	2,776,712
Water park revenue bonds	1,001,956	-	682,225
<b>Total debt service funds</b>	<b>5,581,637</b>	<b>-</b>	<b>7,269,072</b>
<b>Capital projects funds:</b>			
Capital improvement	74,673	-	539,081
<b>Non-budgeted capital project funds:</b>			
Temporary notes star bonds	312,072	-	-
GO bonds 2018	800,905	-	-
GO bonds 2013	781,482	-	-
GO bonds 2015	-	-	-
Temporary notes Candletree 2016	2,986	-	-
GO bonds 2016	878,489	-	-
GO bonds 2017	459,250	-	-
GO bonds 2019	1,224,154	-	-
GO bonds 2020	(75,339)	-	2,824,286
Star bond project	(28,674)	-	-
Star bond power center	4,636,638	-	22,579
Special obligation bonds 2017	606	-	2
Temporary notes Wagon Wheel	76,139	-	-
Lease purchase fire truck	8,011	-	-
Candletree 6 infrastructure	(9,497)	-	-

<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
\$ 314,442	\$ (54,109)	\$ 5,765	\$ (48,344)
-	6,463	-	6,463
209,698	-	-	-
272,945	(78,115)	14,911	(63,204)
131,955	-	-	-
-	-	-	-
-	4,921	-	4,921
440,229	(210,650)	918	(209,732)
69,000	(14,790)	-	(14,790)
68,972	-	-	-
2,306,263	-	21,986	21,986
3,813,504	(346,280)	43,580	(302,700)
3,859,975	3,999	-	3,999
2,616,925	4,685,629	-	4,685,629
684,800	999,381	-	999,381
7,161,700	5,689,009	-	5,689,009
396,826	216,928	-	216,928
-	312,072	-	312,072
595,388	205,517	10,000	215,517
-	781,482	-	781,482
3,500	(3,500)	3,500	-
-	2,986	-	2,986
742,894	135,595	-	135,595
-	459,250	-	459,250
797,394	426,760	70,577	497,337
882,518	1,866,429	35,132	1,901,561
-	(28,674)	-	(28,674)
354,625	4,304,592	16,120	4,320,712
608	-	-	-
(3,433)	79,572	-	79,572
-	8,011	-	8,011
162,905	(172,402)	-	(172,402)

**CITY OF DODGE CITY, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
REGULATORY BASIS (CONTINUED)**

For the Year Ended December 31, 2020

Fund	Beginning unencumbered cash balance	Prior year canceled encumbrances	Receipts
Capital projects funds (continued):			
Temporary notes Candletree	\$ 101,256	\$ -	\$ -
Temporary notes National Beef	919,964	-	-
YMCA building fund	(25,388)	-	445,000
KLETC project	-	-	449,408
Boot Hill museum	-	-	850,000
Airport terminal renovation	-	-	-
Wagon Wheel III	-	-	1,277,322
CREW building	-	-	-
	<u>10,137,727</u>	<u>-</u>	<u>6,407,678</u>
Total capital projects funds			
Business funds:			
Water/wastewater combined utility	2,121,683	-	10,961,722
Biogas operations	(426,719)	-	4,065,332
Solid waste utility	264,867	-	2,119,016
Drainage utility	410,765	-	234,553
Vehicle maintenance	-	-	390,626
Non-budgeted business funds:			
2009 temporary notes	17,409	-	-
Biogas construction 2016	(96,077)	-	-
Water and wastewater revenue bonds	130,725	-	-
	<u>2,422,653</u>	<u>-</u>	<u>17,771,249</u>
Total business funds			
Total reporting entity	<u>\$ 29,493,092</u>	<u>\$ -</u>	<u>\$ 65,539,774</u>

<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add encumbrances and accounts payable</u>	<u>Ending cash balance</u>
\$ 5,000	\$ 96,256	\$ -	\$ 96,256
919,964	-	-	-
789,366	(369,754)	25,856	(343,898)
259,042	190,366	-	190,366
616,800	233,200	-	233,200
250,983	(250,983)	5,011	(245,972)
1,476,176	(198,854)	29,084	(169,770)
713,674	(713,674)	-	(713,674)
8,964,230	7,581,175	195,280	7,776,455
10,513,649	2,569,756	376,646	2,946,402
3,641,514	(2,901)	269,619	266,718
1,960,247	423,636	76,774	500,410
586,856	58,462	138,572	197,034
381,722	8,904	21,928	30,832
-	17,409	-	17,409
-	(96,077)	96,077	-
-	130,725	-	130,725
17,083,988	3,109,914	979,616	4,089,530
\$ 64,876,219	\$ 30,156,647	\$ 2,170,052	\$ 32,326,699

**CITY OF DODGE CITY, KANSAS****SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH  
REGULATORY BASIS (CONTINUED)**

For the Year Ended December 31, 2020

## Composition of cash balance:

Demand deposits	\$ 3,961,892
Money market accounts	108,299
Certificates of deposit	10,536,391
Investments	20,168,974
Petty cash	<u>3,250</u>
Total cash	34,778,806
Agency funds	<u>(2,452,107)</u>
Total - excluding agency funds	<u><u>\$ 32,326,699</u></u>

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

# CITY OF DODGE CITY, KANSAS

## NOTES TO THE FINANCIAL STATEMENT

December 31, 2020

### A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the City's financial statement. The financial statement, schedules, and notes are representations of the City's management, which is responsible for their integrity and objectivity.

#### 1. Municipal Financial Reporting Entity

The City of Dodge City is a municipal corporation governed by a City Manager-Commission form of government. This regulatory financial statement presents the City of Dodge City (the Municipality) and does not include the related municipal entities shown below. A related municipal entity is an entity established to benefit the City and/or its constituents.

**Dodge City Public Library.** The members of the governing board of the Public Library are appointed by the City Commissioners. The Public Library is fiscally dependent on the City because the budget is approved by the City Commissioners. In addition, the Public Library is prohibited from issuing bonded debt without the approval of the City Commission.

**Dodge City – Ford County Development Corporation.** Two members of the Corporation's Board of Directors are appointed by the City Commissioners. The Corporation is fiscally dependent on the City because nearly all employees of the Corporation are paid by the City and are accountable to the City Manager and Commissioners.

**Dodge City Housing Authority.** The members of the governing board of the Housing Authority are appointed by the City Commission. Although the City does not have the authority to approve or modify the Housing Authority's operational and capital budgets, 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 agent of the City.

**VenuWorks of Dodge City, L.L.C.** Was organized under the laws of the State of Iowa on November 1, 2010 to operate United Wireless Arena. The City engaged VenuWorks to manage all activities and operations of the facility.

#### 2. Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

## A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### 2. Basis of Presentation – Fund Accounting (Continued)

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

#### REGULATORY BASIS FUND TYPES

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

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

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

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

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

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

### 3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

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

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

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information

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

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

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

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

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

A legal operating budget is not required for capital project funds and the following special purpose and business funds:

Sales Tax Organizations	Depot
Sales Tax Depreciation & Replacement	Civil Asset Forfeiture
Sales Tax Event	Public Art
Rural Housing Incentive District	Runway 14-32 Design
Transient Guest Tax	Police Body Worn Cameras
Special Law Enforcement Trust	Minibus Grant 2019-20
Economic Development Revolving	Minibus Grant 2020-21
Hoover Trust	KHRC Abandoned Housing
Roof Insurance Repairs	Heritage Landscaping
Medical Insurance Reserve	Model for Change
Capital Equipment Reserve	USDA Rural Business Development
GREAT	CARES Act
Fire CPR Training	CDBG
Municipal Band	SPARK
SMPC Trust	2009 Temporary Notes

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

A legal operating budget is not required for capital project funds and the following special purpose and business funds (continued):

Biogas Construction 2016	Water and Wastewater Revenue Bonds
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Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

5. Special Assessments

Projects financed in part by special assessments are financed through issuance of general obligation bonds of the City and are retired from the Bond and Interest Fund. Special assessments paid prior to the issuance of bonds are recorded as receipts in the appropriate project. Special assessments received after the issuance of bonds are recorded as receipts in the Bond and Interest Fund.

B. COMPLIANCE WITH KANSAS STATUTES

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

The budget law provide by K.S.A. 79-2935 prohibits the expenditure of funds in excess of that allowed by budget. Expenditures exceeded the adopted budget of the Drainage Utility by \$185,660.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in excess of available monies in a fund. Funds in the category are as follows:

GO Bonds 2015	\$	3,500
STAR Bond Project		28,674
Candletree 6 Infrastructure		172,402
YMCA Building		369,754
Airport Terminal Renovation		250,983
Wagon Wheel III		198,854
CREW Building		713,674
Biogas Operating		2,901
Biogas Construction 2016		96,077

Although the following special purpose federal grant funds overspent their cash balances, according to K.S.A. 12-1664, the City is not prohibited from financing the federal share of a local program from current funds if available.

Runway 14-32	\$	54,109
Minibus Grant 2020-21		78,115
USDA Rural Business Development		210,650
CARES Act		14,790

C. DEPOSITS AND INVESTMENTS

As of December 31, 2020, the City had the following investments and maturities.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity</u>	<u>Rating</u>
Kansas Municipal Investment Pool	\$ 8,012,148	< 1 Year	N/A
Escrow Accounts – Dreyfus	5,694,464	< 1 Year	AAAm
Federated Government Obligation Fund	<u>6,462,362</u>	< 1 Year	AAAm
	<u>\$20,168,974</u>		

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

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

*Concentration of credit risk.* State statutes place no limit on the amount the municipality may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City’s allocation of investments as of December 31, 2020 is as follows:

<u>Investment</u>	<u>Percentage of Investments</u>
Kansas Municipal Investment Pool	40%
Escrow Accounts – Dreyfus	28%
Federated Government Obligation Fund	32%

*Custodial credit risk - deposits.* Custodial credit risk is the risk that, in the event of a bank failure, the City’s deposits may not be returned to it. State statutes require the City’s deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2020.

At December 31, 2020, the City’s carrying amount of deposits, including certificates of deposit, was \$14,606,582 and the bank balance was \$15,139,366. Of the bank balance, \$1,861,299 was covered by federal depository insurance and \$13,278,067 was collateralized with securities held by the pledging financial institutions’ agents in the City’s name.

*Custodial credit risk – investments.* Custodial credit risk is the risk that, in the event of a bank failure, the City’s deposits may not be returned to it. State statutes require the City’s deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2020.

### C. DEPOSITS AND INVESTMENTS (CONTINUED)

At December 31, 2020, the City had invested \$8,012,148 in the State's Municipal Investment Pool. The Municipal Investment Pool is under the oversight of the Pooled Money Investment Board. The Board is comprised of the State Treasurer and four additional members appointed by the State Governor. The Board reports annually to the Kansas Legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

### D. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	<u>Project authorization</u>	<u>Cash disbursements and accounts payable to date</u>
Central Ave. Reconstruction	\$ 4,835,056	\$ 4,824,601
Green Hills O'Ford & Trail Street Drainage	336,681	216,138
Airport Runway 14-32	12,368,223	11,999,268
National Beef Sampling Basin	1,318,764	1,138,748
Wagon Wheel III Infrastructure	<u>1,314,206</u>	<u>1,257,541</u>
Total	<u>\$ 20,172,930</u>	<u>\$ 19,436,295</u>

### E. LONG-TERM DEBT

Changes in long-term liabilities for the municipal financial reporting entity for the year ended December 31, 2020, were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ payments</u>	<u>Balance end of year</u>	<u>Interest paid</u>
General obligation bonds:					
Series 2012-B					
issued August 1, 2012 in the amount of \$21,285,000 at interest rates of 2.00% to 4.00% maturing September 1, 2032	\$10,235,000	\$ -	\$1,865,000	\$8,370,000	\$ 371,038
Series 2013-A					
Issued December 12, 2013 in the amount of \$6,235,000 at interest rates of 2.00% to 4.00% maturing September 1, 2028	365,000	-	365,000	-	7,300
Series 2014-A					
issued December 1, 2014 in the amount of \$675,000 at interest rates of 2.00% to 3.25% maturing September 1, 2029	475,000	-	40,000	435,000	14,437

## E. LONG-TERM DEBT (CONTINUED)

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ payments</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Series 2016-A issued February 3, 2016 in the amount of \$5,705,000 at interest rates of 2.00% to 3.125% maturing September 1, 2035	\$4,745,000	\$ -	\$ 235,000	\$4,510,000	\$ 142,806
Series 2016-B issued December 15, 2016 in the amount of \$2,000,000 at interest rates of 2.00% to 4.00% maturing September 1, 2031	1,645,000	-	120,000	1,525,000	54,725
Series 2017-A issued June 1, 2017 in the amount of \$2,860,000 at interest rates of 2.50% to 3.00% maturing September 1, 2026	2,150,000	-	280,000	1,870,000	62,875
Series 2017-B issued December 28, 2017 in the amount of \$5,815,000 at interest rates of 2.00% to 4.00% maturing September 1, 2029	5,765,000	-	220,000	5,545,000	216,650
Series 2018-A issued December 20, 2018 in the amount of \$3,950,000 at interest rates of 3.00% to 5.00% maturing September 1, 2033	3,815,000	-	205,000	3,610,000	149,425
Series 2019-A issued December 5, 2019 in the amount of \$16,875,000 at interest rates of 2.125% to 4.00% maturing September 1, 2039	16,875,000	-	1,185,000	15,690,000	448,644
Series 2019-B issued December 5, 2019 in the amount of \$7,000,000 at interest rates of 2.183% to 2.896% maturing September 1, 2039	7,000,000	-	1,250,000	5,750,000	120,711
Series 2020-A issued August 13, 2020 in the amount of \$4,200,000 at interest rates of 1.00% to 2.00% maturing September 1, 2040	-	<u>4,200,000</u>	-	<u>4,200,000</u>	-
Total general obligation bonds	<u>53,070,000</u>	<u>4,200,000</u>	<u>5,765,000</u>	<u>51,505,000</u>	<u>1,588,611</u>
Revenue bonds:					
Series 2015 issued March 7, 2016 in the amount of \$9,840,000 at interest rates of 2.00% to 4.00% maturing June 1, 2034	8,380,000	-	390,000	7,990,000	294,700
Series 2016 issued March 22, 2016 in the amount of \$32,435,000 at interest rates of 1.75% to 5.00% maturing June 1, 2034	<u>32,215,000</u>	<u>-</u>	<u>1,345,000</u>	<u>30,870,000</u>	<u>1,271,825</u>
Total revenue bonds	<u>40,595,000</u>	<u>-</u>	<u>1,735,000</u>	<u>38,860,000</u>	<u>1,566,525</u>

## E. LONG-TERM DEBT (CONTINUED)

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ payments</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Loans:					
Jackson – land purchase issued December 14, 2018 in the amount of \$150,000 at the interest rate of 0% maturing January 15, 2021	\$ 100,000	\$ -	\$ 50,000	\$ 50,000	\$ -
VFW – land purchase issued April 29, 2019 in the amount of \$200,000 at the interest rate of 0% maturing January 10, 2020	150,000	-	150,000	-	-
KDHE - Wastewater loan issued September 22, 2009 in the amount of \$35,715,446 at the interest rate of 2.83% maturing March 1, 3031	<u>8,994,143</u>	<u>-</u>	<u>506,945</u>	<u>8,487,198</u>	<u>396,337</u>
Total loans	<u>9,244,143</u>	<u>-</u>	<u>706,945</u>	<u>8,537,198</u>	<u>396,337</u>
Capital leases:					
Golf Carts issued March 29, 2016 in the amount of \$77,557 at the interest rate of 3.800% maturing May 15, 2020	16,113	-	16,113	-	597
Radio Equipment issued June 1, 2016 in the amount of \$695,740 at the interest rate of 1.765% maturing June 1, 2023	404,930	-	98,575	306,355	7,193
Airport Hangar issued April 5, 2013 in the amount of \$349,878 at the interest rate of 3.00% maturing April 5, 2023	152,462	-	36,443	116,019	4,574
2018 Fire Truck issued October 18, 2018 in the amount of \$935,000 at the interest rate of 2.99% maturing October 18, 2027	<u>746,637</u>	<u>-</u>	<u>84,241</u>	<u>662,396</u>	<u>22,324</u>
Total capital leases	<u>1,320,142</u>	<u>-</u>	<u>235,372</u>	<u>1,084,770</u>	<u>34,688</u>

## E. LONG-TERM DEBT (CONTINUED)

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ payments</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Temporary Notes:					
GO Temporary Notes issued December 20, 2018 in the amount of \$990,000 at the interest rate of 2.15% maturing September 1, 2020	\$ 990,000	\$ -	\$ 990,000	\$ -	\$ 20,280
GO Temporary Notes issued December 5, 2019 in the amount of \$595,000 at the interest rate of 2.00% maturing September 1, 2021	595,000	-	-	595,000	8,793
GO Temporary Notes issued August 13, 2020 in the amount of \$1,285,000 at the interest rate of 0.75% maturing September 1, 2022	-	1,285,000	-	1,285,000	-
GO Temporary Notes issued September 1, 2020 in the amount of \$1,230,000 at interest rates of 0.06% to 1.00% maturing September 1, 2024	-	<u>1,230,000</u>	-	<u>1,230,000</u>	-
Total temporary notes	<u>1,585,000</u>	<u>2,515,000</u>	<u>990,000</u>	<u>3,110,000</u>	<u>29,073</u>
Total long-term debt	<u>\$105,814,285</u>	<u>\$6,715,000</u>	<u>\$9,432,317</u>	<u>\$103,096,968</u>	<u>\$ 3,615,234</u>

Current maturities of general obligation bonds and interest for the next five years and in five-year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2021	\$ 6,020,000	\$ 1,657,135	\$ 7,677,135
2022	6,235,000	1,454,750	7,689,750
2023	5,075,000	1,244,551	6,319,551
2024	5,120,000	1,081,769	6,201,769
2025	3,940,000	906,220	4,846,220
2026-2030	16,595,000	2,627,501	19,222,501
2031-2035	6,955,000	600,571	7,555,571
2036-2040	<u>1,565,000</u>	<u>107,780</u>	<u>1,672,780</u>
Total	<u>\$ 51,505,000</u>	<u>\$ 9,680,277</u>	<u>\$ 61,185,277</u>

E. LONG-TERM DEBT (CONTINUED)

Current maturities of revenue bonds and interest for the next five years and in five-year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2021	\$ 1,820,000	\$ 1,545,275	\$ 3,365,275
2022	1,900,000	1,504,313	3,404,313
2023	2,020,000	1,428,313	3,448,313
2024	2,160,000	1,331,713	3,491,713
2025	2,260,000	1,275,150	3,535,150
2026-2030	13,780,000	4,610,005	18,390,005
3031-2035	<u>14,920,000</u>	<u>1,350,026</u>	<u>16,270,026</u>
Total	<u>\$ 38,860,000</u>	<u>\$ 13,044,795</u>	<u>\$ 51,904,795</u>

Current maturities of loans and interest for the next five years and in five-year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2021	\$ 717,784	\$ 214,693	\$ 932,477
2022	686,816	197,342	884,158
2023	706,391	179,497	885,888
2024	726,523	161,143	887,666
2025	747,229	142,266	889,495
2026-2030	4,067,991	408,801	4,476,792
2031-2035	<u>884,464</u>	<u>17,155</u>	<u>901,619</u>
Total	<u>\$ 8,537,198</u>	<u>\$ 1,320,897</u>	<u>\$ 9,858,095</u>

Current maturities of capital leases and interest through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2021	\$ 224,623	\$ 28,728	\$ 253,351
2022	230,125	23,226	253,351
2023	235,770	17,581	253,351
2024	94,778	11,788	106,566
2025	97,612	8,954	106,566
2026-2027	<u>201,862</u>	<u>9,066</u>	<u>210,928</u>
Total	<u>\$ 1,084,770</u>	<u>\$ 99,343</u>	<u>\$ 1,184,113</u>

Current maturities of temporary notes and interest through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2021	\$ 900,000	\$ 32,656	\$ 932,655
2022	1,590,000	16,717	1,606,717
2023	310,000	4,030	314,030
2024	<u>310,000</u>	<u>2,170</u>	<u>312,170</u>
Total	<u>\$ 3,110,000</u>	<u>\$ 55,573</u>	<u>\$ 3,165,573</u>

F. INTERFUND TRANSACTIONS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory authority</u>
Sales tax	Special event center revenue bond	\$2,656,699	Resolution No. 2009-09
Sales tax	Water park revenue bond	684,223	Resolution No. 2015-03
Sales tax	Sales tax organizations	710,000	Resolution No. 2009-09
Sales tax	General	150,000	Resolution No. 2009-09
Sales tax	Special events center	925,000	Resolution No. 2009-09
Special park and recreation	General	133,500	K.S.A. 79-41a04
Sales tax organizations	Depot	250,000	Contractual
Special streets and highway	GO bond and interest	250,000	K.S.A. 68-590
Development and growth	General	176,000	K.S.A. 12-1,118
Development and growth	GO bond and interest	250,000	K.S.A. 12-1,118
Development and growth	Heritage landscaping	53,264	K.S.A. 12-1,118
GO bonds 2020	Public art	9,147	Resolution No. 2020-21
YMCA building project	Public art	1,483	Resolution No. 2020-21
Water	General	421,700	K.S.A. 12-825d
Wastewater	General	510,000	K.S.A. 12-825d
Biogas operating	Wastewater	500,000	K.S.A. 12-825d
Biogas operating	GO bond and interest	650,000	K.S.A. 12-825d
Biogas operating	Capital improvement	375,000	K.S.A. 12-825d
Sanitation	General	202,500	K.S.A. 12-825d
Drainage	General	39,800	K.S.A. 12-825d
Drainage	GO bond and interest	<u>112,050</u>	K.S.A. 12-825d
		<u>\$9,060,366</u>	

Transfers to the related municipal entity were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>
Library	Dodge City Public Library	\$1,018,700
Library Employee Benefits	Dodge City Public Library	<u>214,000</u>
		<u>\$1,232,700</u>

G. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

G. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONTINUED)

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

*Death and Disability Other Post-Employment Benefits.* As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% and contributions were \$66,915 for the year ended December 31, 2020.

*Termination Benefits.* The City provides an early retirement program for certain eligible employees. Full-time employees may voluntarily elect to retire early. Qualifying employees must have at least 10 years of continuous service with the City, must meet the KPERS or KP&F Early Retirement Qualifications (years of experience plus age), and must not be more than 64 years of age. The annual rate of retirement compensation is an annual sum of \$7,200. Benefits will cease when the retiree reaches age 65.

The future commitment for the voluntary early retirement plan is as follows:

	<u>Amount</u>
2021	\$ 147,323
2022	74,769
2023	63,138
2024	55,384
2025	43,200
2026-2030	147,045
2031-2033	<u>22,984</u>
Total	<u>\$ 553,842</u>

*Section 125 Plan.* The City offers a Section 125 flexible benefit plan to employees electing to participate. It is used for health insurance premiums, other medical costs, and child-care costs. The plan is administered by the health insurance provider.

*Health Savings Account.* The City offers eligible employees a health savings account administered by Fidelity State Bank. It is optional for employees to participate in the City's high deductible health plan. The City's match for the HSA is \$750 for family and \$250 for single.

*Compensated Absences.* The City's policies regarding vacation permit an employee to accumulate a maximum of 20 to 30 days of vacation, depending on years of experience. These amounts are paid to the employee upon retirement or if the employee left in good standing. A maximum accumulation of 120 days of sick leave is allowed. Upon retirement or termination, 25% of the accumulated sick leave is paid to employees in good standing and with twelve continuous months of service. The City has a sick leave bank whereby employees can transfer excess sick leave and have exhausted their own sick leave accumulation. The sick leave bank is administered by a committee of City employees. All employees are given credit for holidays worked, which is then accumulated for additional time off. This holiday time must be taken within the same year in which earned, or the time is lost.

## H. DEFINED BENEFIT PENSION PLAN

### General Information About the Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.61% for KPERS and 21.93% for KP&F for the fiscal year ended December 31, 2020. Contributions to the pension plan from the City were \$576,137 for KPERS, \$1,032,637 for KP&F, and \$7,804 for KPERS working after retirement for the year ended December 31, 2020.

### Net Pension Liability

At December 31, 2020, the City's proportionate share of the collective net pension liability reported by KPERS was \$6,194,068 and \$8,237,416 for KP&F. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, which was rolled forward to June 30, 2020. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

## I. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and medical needs of employees. The City participates in a public entity risk pool to cover worker's compensation claims. The City purchases commercial insurance to cover property, liability, and medical needs of employees. There have been no significant reductions in coverage from the prior year. Settled claims have not exceeded coverage in any of the past three years.

## J. CONTINGENCIES

The City receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statement of the City at December 31, 2020.

## K. JOINT VENTURES

On January 1, 1993, the City of Dodge City, Kansas entered into a joint venture with Ford County, Kansas, for the operation of a communications center. By joint resolution the Dodge City/Ford County Emergency Communications Board was created to operate the Dodge City/Ford County Communications Department. The Board consists of equal membership of City and County personnel. The department provides emergency communications for City and County agencies and is physically located in a separate location. The budgeted operating expenditures are shared equally by the two governments.

On July 21, 1997, the City of Dodge City, Kansas entered into a joint venture with Ford County, Kansas for the construction and operation of certain public projects. On June 10, 1997, the voters of Dodge City and of Ford County approved a one-half percent city-wide and a one-half percent county-wide retailer's sales tax to finance these projects. The projects included but were not limited to the following: air conditioning at the Civic Center building; an outdoor motor sports complex; field sport facilities, including a baseball/softball complex and additional soccer facilities and renovation of existing facilities; and a special events center.

All City sales tax revenues for these projects are deposited into the Sales Tax Fund. County sales tax revenues which are designated for Ford County and the City of Dodge City are transferred to the City and deposited into the same fund. All expenditures from the Sales Tax Fund are subject to approval of the City Commission. All real estate acquired for the projects is titled to the City.

The interlocal agreement was amended on August 10, 2005. The agreement created a Community Facilities Advisory Board (CFAB) to serve as the project review and advisory committee. There are seven members on the Board: one City Commissioner, one County Commissioner, four at-large members and the Chairperson of the Board of Directors of the Dodge City /Ford County Development Corporation, or their designee.

## K. JOINT VENTURES (CONTINUED)

On November 18, 2010, the City of Dodge City, Kansas entered into a joint venture with Venuworks of Dodge City, LLC. The agreement calls for Venuworks to operate and manage the Special Events Center. The City retains title and ownership of the Center. Venuworks receives a flat monthly management fee plus variable management fees for food and beverage sales, contractually obligated incomes, and fulfillment fees. Variable commissions are capped on an annual basis.

On November 5, 2012, the City of Dodge City, Kansas entered into a joint venture with Young Men's Christian Association of Southwest Kansas (YMCA). The agreement calls for YMCA to operate and manage the Parks and Recreation Department. The City retains title to all Parks and Recreation property. The City reimburses the YMCA for a percentage of payroll and also for large property purchases and repairs.

## L. RELATED PARTY TRANSACTIONS

During the year ended December 31, 2020, the City purchased \$90,925 worth of equipment from a business owned by a City Commissioner.

## M. CORONAVIRUS (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 result of operations. 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.

As a result of COVID-19, the State of Kansas has received Coronavirus Relief Funds (CRF) under the Coronavirus Aid, Relief and Economic Security (CARES) Act. The CRF were passed through to the counties of Kansas through Strengthening People and Revitalizing Kansas (SPARK). SPARKS's first round distribution was to local governments in the amount of \$400 million. The CRF are to be used to strengthen health, to allow the economy to reopen safely and to remain open. The goals are to be fair, impactful, and timely. Additional information and updates on SPARK, the CARES Act and CRF, which includes audit requirements, can be found at <https://covid.ks.gov/>.

## N. SUBSEQUENT EVENTS

Management has evaluated events subsequent to year end through August 30, 2021 and does not believe any events have occurred which affect the financial statement as presented except for the ongoing concern regarding the novel strain of the coronavirus (COVID-19) as discussed in Note M above.

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**

## CITY OF DODGE CITY, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

<u>Funds</u>	<u>Certified budget</u>	<u>Adjustment for qualifying budget credits</u>	<u>Total for budget comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General fund:					
General	\$ 17,813,069	\$ -	\$ 17,813,069	\$ 12,493,035	\$ 5,320,034
Special purpose funds:					
Special liability	876,000	-	876,000	693,616	182,384
Library	1,050,696	-	1,050,696	1,020,406	30,290
Library employee benefits	220,000	-	220,000	214,358	5,642
Sales tax	6,904,937	-	6,904,937	6,370,687	534,250
Convention and visitors	846,432	-	846,432	380,944	465,488
Special streets and highways	908,299	514,191	1,422,490	1,154,661	267,829
Special parks and recreation	133,500	-	133,500	133,500	-
Special alcohol and drug	103,900	-	103,900	90,054	13,846
Alcohol and drug safety action	-	-	-	-	-
Development and growth	1,131,000	-	1,131,000	858,838	272,162
Debt service funds:					
GO bond and interest	3,981,184	-	3,981,184	3,859,975	121,209
Capital project fund:					
Capital improvement fund					
Business funds:	900,000	-	900,000	396,826	503,174
Water/wastewater combined utility	11,291,189	-	11,291,189	10,513,649	777,540
Biogas operating	4,895,414	-	4,895,414	3,641,514	1,253,900
Solid waste	2,315,178	-	2,315,178	1,960,247	354,931
Drainage utility	401,196	-	401,196	586,856	(185,660)
Vehicle maintenance	475,573	-	475,573	381,722	93,851
<b>Total</b>	<b><u>\$ 54,247,567</u></b>	<b><u>\$ 514,191</u></b>	<b><u>\$ 54,761,758</u></b>	<b><u>\$ 44,750,888</u></b>	<b><u>\$ 10,010,870</u></b>

See Independent Auditor's Report.

CITY OF DODGE CITY, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Taxes:			
Ad valorem tax	\$ 3,876,801	\$ 3,941,785	\$ (64,984)
Motor vehicle tax	639,814	571,293	68,521
Recreational vehicle tax	1,284	2,773	(1,489)
16/20M truck tax	-	1,808	(1,808)
Delinquent tax	80,271	80,000	271
Commercial vehicle fee	31,890	29,870	2,020
Watercraft	-	1,263	(1,263)
Local alcoholic liquor tax	78,770	103,900	(25,130)
Local sales tax	4,696,840	4,716,000	(19,160)
Payment in lieu of taxes	13,039	22,907	(9,868)
Licenses, permits and fees	217,033	251,150	(34,117)
Franchise fees	1,690,165	1,860,000	(169,835)
Police	-	120,000	(120,000)
Engineering fees	4,470	8,000	(3,530)
Airport	128,596	124,000	4,596
Cemetery	107,632	80,000	27,632
Golf course	339,252	380,500	(41,248)
Licenses, permits and fees - other	36,972	-	36,972
Fines and forfeitures	701,006	805,000	(103,994)
Animal control	35,884	40,000	(4,116)
Rent and leases	120,898	93,000	27,898
Misc. charges for service	7,554	6,000	1,554
Interest	125,759	150,000	(24,241)
State aid	51,151	15,100	36,051
Operating grants	9,919	-	9,919
Contributions & donations	23,341	15,000	8,341
Zoo contributions	(529)	-	(529)
Sale of scrap	28,575	-	28,575
Sale of labor and materials	196,852	42,400	154,452
Operating transfers in	1,633,500	1,783,500	(150,000)
Total receipts	<u>14,876,739</u>	<u>\$ 15,245,249</u>	<u>\$ (368,510)</u>

CITY OF DODGE CITY, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Expenditures:			
Commission:			
Personal services	\$ 17,008	\$ 28,580	\$ 11,572
Contractual services	5,878	11,650	5,772
Commodities	221	1,050	829
Subtotal	<u>23,107</u>	<u>41,280</u>	<u>18,173</u>
Depot train station:			
Personal services	15,549	17,350	1,801
Contractual services	1,377	1,460	83
Commodities	331	1,150	819
Subtotal	<u>17,257</u>	<u>19,960</u>	<u>2,703</u>
Economic development:			
Personal services	281,096	399,578	118,482
Reimbursed wages	(86,617)	(64,200)	22,417
Subtotal	<u>194,479</u>	<u>335,378</u>	<u>140,899</u>
Police department:			
Personal services	3,806,060	4,789,346	983,286
Contractual services	308,585	438,490	129,905
Commodities	174,957	177,360	2,403
Capital outlay	105,697	36,010	(69,687)
Subtotal	<u>4,395,299</u>	<u>5,441,206</u>	<u>1,045,907</u>
Animal control:			
Personal services	224,355	324,080	99,725
Contractual services	59,843	65,010	5,167
Commodities	30,866	39,850	8,984
Capital outlay	75,418	-	(75,418)
Subtotal	<u>390,482</u>	<u>428,940</u>	<u>38,458</u>
Fire department:			
Personal services	1,636,761	2,300,929	664,168
Contractual services	75,059	68,400	(6,659)
Commodities	52,485	55,950	3,465
Capital outlay	16,274	17,500	1,226
Subtotal	<u>1,780,579</u>	<u>2,442,779</u>	<u>662,200</u>

CITY OF DODGE CITY, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Municipal court:			
Personal services	\$ 251,636	\$ 305,340	\$ 53,704
Contractual services	229,818	239,775	9,957
Commodities	5,304	8,400	3,096
Capital outlay	-	1,000	1,000
Subtotal	<u>486,758</u>	<u>554,515</u>	<u>67,757</u>
Public works:			
Personal services	250,466	347,108	96,642
Contractual services	444,718	464,700	19,982
Commodities	29,950	41,000	11,050
Subtotal	<u>725,134</u>	<u>852,808</u>	<u>127,674</u>
Engineering:			
Personal services	49,191	92,849	43,658
Contractual services	9,679	15,660	5,981
Commodities	3,909	7,250	3,341
Capital outlay	-	4,000	4,000
Subtotal	<u>62,779</u>	<u>119,759</u>	<u>56,980</u>
Airport:			
Personal services	45,025	139,030	94,005
Contractual services	81,913	66,975	(14,938)
Commodities	34,026	37,600	3,574
Capital outlay	20,350	-	(20,350)
Hangar lease	41,016	41,017	1
Subtotal	<u>222,330</u>	<u>284,622</u>	<u>62,292</u>
Cemetery:			
Personal services	100,226	131,496	31,270
Contractual services	42,956	42,200	(756)
Commodities	17,517	26,150	8,633
Capital outlay	-	3,000	3,000
Subtotal	<u>160,699</u>	<u>202,846</u>	<u>42,147</u>

**CITY OF DODGE CITY, KANSAS**

**GENERAL FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Public transportation:			
Personal services	\$ 7,264	\$ -	\$ (7,264)
Contractual services	29,738	220,000	190,262
Subtotal	<u>37,002</u>	<u>220,000</u>	<u>182,998</u>
Recreation - administrative:			
Contractual services	-	16,500	16,500
Capital outlay	-	25,000	25,000
Subtotal	<u>-</u>	<u>41,500</u>	<u>41,500</u>
Park:			
Personal services	666,585	964,993	298,408
Contractual services	103,295	127,700	24,405
Commodities	113,235	143,350	30,115
Capital outlay	6,624	47,600	40,976
Subtotal	<u>889,739</u>	<u>1,283,643</u>	<u>393,904</u>
Zoo:			
Personal services	125,833	141,277	15,444
Contractual services	22,429	17,350	(5,079)
Commodities	63,541	45,500	(18,041)
Subtotal	<u>211,803</u>	<u>204,127</u>	<u>(7,676)</u>
Golf course:			
Personal services	321,078	404,766	83,688
Contractual services	78,006	70,400	(7,606)
Commodities	153,782	210,500	56,718
Capital outlay	6,591	27,000	20,409
Golf cart lease	16,710	17,000	290
Subtotal	<u>576,167</u>	<u>729,666</u>	<u>153,499</u>
Hennessey hall:			
Personal services	30,982	37,260	6,278
Contractual services	92,982	102,450	9,468
Commodities	13,561	13,700	139
Capital outlay	10,328	-	(10,328)
Subtotal	<u>147,853</u>	<u>153,410</u>	<u>5,557</u>

**CITY OF DODGE CITY, KANSAS**

**GENERAL FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Development services:			
Personal services	\$ 421,637	\$ 466,734	\$ 45,097
Contractual services	34,667	109,175	74,508
Commodities	10,070	20,050	9,980
Capital outlay	752	1,500	748
Subtotal	<u>467,126</u>	<u>597,459</u>	<u>130,333</u>
Administration:			
Personal services	693,038	620,471	(72,567)
Contractual services	288,853	293,650	4,797
Commodities	19,114	21,100	1,986
Capital outlay	3,000	12,500	9,500
Subtotal	<u>1,004,005</u>	<u>947,721</u>	<u>(56,284)</u>
Non-departmental:			
Contractual services	679,949	117,050	(562,899)
Capital outlay	20,488	1,722,500	1,702,012
Other	-	588,200	588,200
Subtotal	<u>700,437</u>	<u>2,427,750</u>	<u>1,727,313</u>
Transfers out:			
Transfer to capital equipment	-	483,700	483,700
Subtotal	<u>-</u>	<u>483,700</u>	<u>483,700</u>
Total expenditures	<u>12,493,035</u>	<u>\$ 17,813,069</u>	<u>\$ 5,320,034</u>
Receipts over (under) expenditures	2,383,704		
Unencumbered cash, beginning of year	<u>3,149,694</u>	<u>\$ 2,567,820</u>	<u>\$ 581,874</u>
Unencumbered cash, end of year	<u>\$ 5,533,398</u>	<u>\$ -</u>	<u>\$ 5,533,398</u>

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## SPECIAL LIABILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Taxes:			
Ad valorem tax	\$ 403,635	\$ 397,685	\$ 5,950
Motor vehicle tax	48,751	55,366	(6,615)
Recreational vehicle tax	1,437	269	1,168
16/20M truck tax	-	175	(175)
Delinquent tax	8,294	10,000	(1,706)
Commercial vehicle fee	499	2,895	(2,396)
Watercraft	-	122	(122)
Charge for services:			
Sales tax	72,000	71,200	800
Water	73,750	73,750	-
Wastewater	54,250	54,250	-
Drainage	31,000	31,000	-
Biogas	-	74,000	(74,000)
Contributions & donations	-	105,000	(105,000)
Total receipts	<u>693,616</u>	<u>\$ 875,712</u>	<u>\$ (182,096)</u>
Expenditures:			
Contractual services	<u>693,616</u>	<u>\$ 876,000</u>	<u>\$ 182,384</u>
Receipts over (under) expenditures	-		
Unencumbered cash, beginning of year	<u>-</u>	<u>\$ 288</u>	<u>\$ (288)</u>
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## LIBRARY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Taxes:			
Ad valorem tax	\$ 860,806	\$ 873,166	\$ (12,360)
Motor vehicle tax	133,666	120,699	12,967
Recreational vehicle tax	724	586	138
16/20M truck tax	-	382	(382)
Delinquent tax	17,274	34,000	(16,726)
Commercial vehicle fee	4,235	6,311	(2,076)
Watercraft	-	267	(267)
Payment in lieu of taxes	4,442	3,700	742
Total receipts	<u>1,021,147</u>	<u>\$ 1,039,111</u>	<u>\$ (17,964)</u>
Expenditures:			
Contractual services	1,706	\$ -	\$ (1,706)
Appropriation to library board	1,018,700	1,050,696	31,996
Total expenditures	<u>1,020,406</u>	<u>\$ 1,050,696</u>	<u>\$ 30,290</u>
Receipts over (under) expenditures	741		
Unencumbered cash, beginning of year	-	\$ 11,585	\$ (11,585)
Unencumbered cash, end of year	<u>\$ 741</u>	<u>\$ -</u>	<u>\$ 741</u>

See Independent Auditor's Report.

**CITY OF DODGE CITY, KANSAS**

**LIBRARY EMPLOYEE BENEFITS FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Taxes:			
Ad valorem tax	\$ 182,350	\$ 183,743	\$ (1,393)
Motor vehicle tax	28,554	21,924	6,630
Recreational vehicle tax	151	106	45
16/20M truck tax	-	69	(69)
Delinquent tax	3,397	12,500	(9,103)
Commercial vehicle fee	726	1,146	(420)
Watercraft	-	48	(48)
Total receipts	<u>215,178</u>	<u>\$ 219,536</u>	<u>\$ (4,358)</u>
Expenditures:			
Contractual services	358	\$ -	\$ (358)
Appropriation to library board	214,000	220,000	6,000
Total expenditures	<u>214,358</u>	<u>\$ 220,000</u>	<u>\$ 5,642</u>
Receipts over (under) expenditures	820		
Unencumbered cash, beginning of year	-	\$ 464	\$ (464)
Unencumbered cash, end of year	<u>\$ 820</u>	<u>\$ -</u>	<u>\$ 820</u>

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## SALES TAX FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Local sales tax	\$ 6,092,433	\$ 5,896,000	\$ 196,433
Aquatics park revenue	214,818	505,000	(290,182)
Sports commission	42,849	70,660	(27,811)
Concessions	500	12,000	(11,500)
Interest	6,023	20,000	(13,977)
Contributions & donations	2,300	50,810	(48,510)
Sale of scrap	3,100	13,000	(9,900)
Athletic field:			
Admission	5,091	-	5,091
Other	13,177	105,000	(91,823)
Field rental	10,935	20,000	(9,065)
Total receipts	<u>6,391,226</u>	<u>\$ 6,692,470</u>	<u>\$ (301,244)</u>
Expenditures:			
Field sports - maintenance:			
Personal services	188,463	\$ 261,487	\$ 73,024
Contractual services	101,915	105,050	3,135
Commodities	58,541	95,100	36,559
Subtotal	<u>348,919</u>	<u>461,637</u>	<u>112,718</u>
Field sports - tournaments:			
Personal services	50,350	81,483	31,133
Contractual services	59,650	118,350	58,700
Commodities	567	19,000	18,433
Sports commission	2,658	70,000	67,342
Subtotal	<u>113,225</u>	<u>288,833</u>	<u>175,608</u>
Administration:			
Contractual services	-	865,300	865,300
Other	-	2,200	2,200
Subtotal	<u>-</u>	<u>867,500</u>	<u>867,500</u>

**CITY OF DODGE CITY, KANSAS**

**SALES TAX FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Motor sports:			
Personal services	\$ 8,110	\$ 10,800	\$ 2,690
Contractual services	264,380	328,500	64,120
Commodities	3,926	12,600	8,674
Capital outlay	22,946	7,300	(15,646)
Subtotal	<u>299,362</u>	<u>359,200</u>	<u>59,838</u>
Special events centers:			
Contractual services	48,660	895,500	846,840
Commodities	466	-	(466)
Capital outlay	12,854	20,000	7,146
Insurance & electrical	-	43,200	43,200
Subtotal	<u>61,980</u>	<u>958,700</u>	<u>896,720</u>
Facilities maintenance:			
Personal services	5,891	16,200	10,309
Contractual services	-	10,000	10,000
Commodities	3,011	7,300	4,289
Subtotal	<u>8,902</u>	<u>33,500</u>	<u>24,598</u>
Outdoor regional aquatics facility:			
Contractual services	402,940	555,500	152,560
Commodities	8,937	12,500	3,563
Insurance	-	10,000	10,000
Subtotal	<u>411,877</u>	<u>578,000</u>	<u>166,123</u>
Operating transfers out	<u>5,126,422</u>	<u>3,357,567</u>	<u>(1,768,855)</u>
Total expenditures	<u>6,370,687</u>	<u>\$ 6,904,937</u>	<u>\$ 534,250</u>
Receipts over (under) expenditures	20,539		
Unencumbered cash, beginning of year	<u>290,265</u>	<u>\$ 214,971</u>	<u>\$ 75,294</u>
Unencumbered cash, end of year	<u>\$ 310,804</u>	<u>\$ 2,504</u>	<u>\$ 308,300</u>

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## CONVENTION &amp; VISITORS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Transient guest tax	\$ 743,371	\$ 890,000	\$ (146,629)
Trolley charges	9,783	36,000	(26,217)
Contributions & donations	-	1,000	(1,000)
Other	1,896	3,250	(1,354)
Total receipts	<u>755,050</u>	<u>\$ 930,250</u>	<u>\$ (175,200)</u>
Expenditures:			
Personal services	177,894	\$ 310,232	\$ 132,338
Contractual services	191,299	322,800	131,501
Commodities	11,477	36,500	25,023
Capital outlay	274	26,900	26,626
Operating transfers out	-	150,000	150,000
Total expenditures	<u>380,944</u>	<u>\$ 846,432</u>	<u>\$ 465,488</u>
Receipts over (under) expenditures	374,106		
Unencumbered cash, beginning of year	<u>129,035</u>	<u>\$ 281</u>	<u>\$ 128,754</u>
Unencumbered cash, end of year	<u>\$ 503,141</u>	<u>\$ 84,099</u>	<u>\$ 419,042</u>

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## SPECIAL STREETS AND HIGHWAYS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
City and county revenue sharing	\$ 708,201	\$ 756,000	\$ (47,799)
State aid	514,191	-	514,191
Total receipts	<u>1,222,392</u>	<u>\$ 756,000</u>	<u>\$ 466,392</u>
Expenditures:			
Personal services	209,525	\$ 260,899	\$ 51,374
Contractual services	32,246	7,400	(24,846)
Commodities	171,811	115,500	(56,311)
Capital outlay	491,079	524,500	33,421
Operating transfers out	250,000	-	(250,000)
Adjustment for qualifying budget credits	-	514,191	514,191
Total expenditures	<u>1,154,661</u>	<u>\$ 1,422,490</u>	<u>\$ 267,829</u>
Receipts over (under) expenditures	67,731		
Unencumbered cash, beginning of year	<u>365,147</u>	<u>\$ 248,735</u>	<u>\$ 116,412</u>
Unencumbered cash, end of year	<u>\$ 432,878</u>	<u>\$ (417,755)</u>	<u>\$ 850,633</u>

See Independent Auditor's Report.

**CITY OF DODGE CITY, KANSAS**

**SPECIAL PARKS AND RECREATION FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
City and county revenue sharing	\$ 78,746	\$ 103,900	\$ (25,154)
Expenditures:			
Operating transfers out	133,500	\$ 133,500	\$ -
Receipts over (under) expenditures	(54,754)		
Unencumbered cash, beginning of year	123,216	\$ 119,002	\$ 4,214
Unencumbered cash, end of year	\$ 68,462	\$ 89,402	\$ (20,940)

See Independent Auditor's Report.

**CITY OF DODGE CITY, KANSAS**

**SPECIAL ALCOHOL AND DRUG FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2020

	<u>2020</u>		Variance favorable (unfavorable)
	<u>Actual</u>	<u>Budget</u>	
Receipts:			
City and county revenue sharing	\$ 78,746	<u>\$ 103,900</u>	<u>\$ (25,154)</u>
Expenditures:			
Contractual services	<u>90,054</u>	<u>\$ 103,900</u>	<u>\$ 13,846</u>
Receipts over (under) expenditures	(11,308)		
Unencumbered cash, beginning of year	<u>11,863</u>	<u>\$ 3,876</u>	<u>\$ 7,987</u>
Unencumbered cash, end of year	<u>\$ 555</u>	<u>\$ 3,876</u>	<u>\$ (3,321)</u>

See Independent Auditor's Report.

**CITY OF DODGE CITY, KANSAS**

**ALCOHOL AND DRUG SAFETY ACTION FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Attorney fees	\$ 100	\$ -	\$ 100
Expenditures	-	\$ -	\$ -
Receipts over (under) expenditures	100		
Unencumbered cash, beginning of year	8,467	\$ 4,121	\$ 4,346
Unencumbered cash, end of year	\$ 8,567	\$ 4,121	\$ 4,446

See Independent Auditor's Report.

CITY OF DODGE CITY, KANSAS

DEVELOPMENT AND GROWTH FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Lottery revenues	\$ 481,135	\$ 625,000	\$ (143,865)
Expenditures:			
Contractual services	89,069	\$ -	\$ (89,069)
Commodities	20	-	(20)
Capital outlay	290,485	705,000	414,515
Operating transfers out	479,264	426,000	(53,264)
Total expenditures	858,838	\$ 1,131,000	\$ 272,162
Receipts over (under) expenditures	(377,703)		
Unencumbered cash, beginning of year	607,779	\$ 892,900	\$ (285,121)
Unencumbered cash, end of year	\$ 230,076	\$ 386,900	\$ (156,824)

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## ALL NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>Sales tax organizations</u>	<u>Sales tax depreciation and replacement</u>	<u>Sales tax event</u>
Receipts:			
Taxes:			
Ad valorem	\$ -	\$ -	\$ -
Local sales tax	-	-	-
Fines and forfeitures	-	-	-
Charges for service	-	-	-
Interest	-	-	-
Contributions & donations	-	27,195	-
Sale of labor and materials	-	-	-
Insurance recoveries	-	-	-
Operating transfers in	<u>710,000</u>	<u>-</u>	<u>-</u>
Total receipts	<u>710,000</u>	<u>27,195</u>	<u>-</u>
Expenditures:			
Personal services	-	-	-
Contractual services	388,330	-	-
Commodities	17	-	-
Capital outlay	-	144,735	-
Reimburse development costs	-	-	-
Lease payments	-	-	-
Operating transfers out	<u>250,000</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>638,347</u>	<u>144,735</u>	<u>-</u>
Receipts over (under) expenditures	71,653	(117,540)	-
Unencumbered cash, beginning of year	<u>193,750</u>	<u>1,197,938</u>	<u>55,048</u>
Unencumbered cash, end of year	<u>\$ 265,403</u>	<u>\$ 1,080,398</u>	<u>\$ 55,048</u>

See Independent Auditor's Report.

<u>Rural housing incentive district</u>	<u>Transient guest tax</u>	<u>Special law enforcement trust</u>	<u>Economic development revolving</u>	<u>Hoover trust</u>	<u>Roof insurance repairs</u>	<u>Medical insurance reserve</u>
\$ 464,393	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	247,791	-	-	-	-	-
-	-	25,434	-	-	-	-
-	-	-	-	-	-	1,693,543
-	-	-	74,428	756	-	-
-	-	-	-	-	-	252,725
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>464,393</u>	<u>247,791</u>	<u>25,434</u>	<u>74,428</u>	<u>756</u>	<u>-</u>	<u>1,946,268</u>
-	-	-	-	-	-	739,213
-	212,000	5,050	400,000	-	22,620	1,405,894
-	-	4,096	-	-	-	-
-	-	-	-	-	-	-
461,682	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>461,682</u>	<u>212,000</u>	<u>9,146</u>	<u>400,000</u>	<u>-</u>	<u>22,620</u>	<u>2,145,107</u>
2,711	35,791	16,288	(325,572)	756	(22,620)	(198,839)
<u>172,597</u>	<u>162,827</u>	<u>39,601</u>	<u>409,454</u>	<u>128,123</u>	<u>388,408</u>	<u>3,601,206</u>
<u>\$ 175,308</u>	<u>\$ 198,618</u>	<u>\$ 55,889</u>	<u>\$ 83,882</u>	<u>\$ 128,879</u>	<u>\$ 365,788</u>	<u>\$ 3,402,367</u>

## CITY OF DODGE CITY, KANSAS

## ALL NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS (CONTINUED)

For the Year Ended December 31, 2020

	Capital equipment reserve	GREAT	Fire CPR Training
Receipts:			
Taxes:			
Ad valorem	\$ -	\$ -	\$ -
Local sales tax	-	-	-
Fines and forfeitures	-	-	-
Charges for service	-	-	4,560
Interest	-	-	-
Contributions & donations	-	1,267	-
Sale of labor and materials	-	-	-
Insurance recoveries	23,227	-	-
Operating transfers in	-	-	-
Total receipts	<u>23,227</u>	<u>1,267</u>	<u>4,560</u>
Expenditures:			
Personal services	-	-	-
Contractual services	-	695	8,795
Commodities	-	1,219	-
Capital outlay	111,839	-	-
Reimburse development costs	-	-	-
Lease payments	106,566	-	-
Operating transfers out	-	-	-
Total expenditures	<u>218,405</u>	<u>1,914</u>	<u>8,795</u>
Receipts over (under) expenditures	(195,178)	(647)	(4,235)
Unencumbered cash, beginning of year	<u>604,448</u>	<u>3,877</u>	<u>12,860</u>
Unencumbered cash, end of year	<u>\$ 409,270</u>	<u>\$ 3,230</u>	<u>\$ 8,625</u>

See Independent Auditor's Report.

<u>Municipal band</u>	<u>SMPC trust</u>	<u>Depot</u>	<u>Civil asset forfeiture</u>	<u>Public art</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 464,393
-	-	-	-	-	247,791
-	-	-	13,353	-	38,787
-	-	-	-	-	1,698,103
-	-	-	-	-	75,184
-	24,300	-	-	900	306,387
-	-	26,905	-	-	26,905
-	-	-	-	-	23,227
-	-	250,000	-	10,630	970,630
<u>-</u>	<u>24,300</u>	<u>276,905</u>	<u>13,353</u>	<u>11,530</u>	<u>3,851,407</u>
-	-	49,762	-	-	788,975
674	12,029	74,446	-	1,300	2,531,833
-	-	23,536	-	-	28,868
-	18,200	-	-	-	274,774
-	-	-	-	-	461,682
-	-	-	-	-	106,566
-	-	-	-	-	250,000
<u>674</u>	<u>30,229</u>	<u>147,744</u>	<u>-</u>	<u>1,300</u>	<u>4,442,698</u>
(674)	(5,929)	129,161	13,353	10,230	(591,291)
<u>4,804</u>	<u>193,139</u>	<u>425,833</u>	<u>8,359</u>	<u>22,406</u>	<u>7,624,678</u>
<u>\$ 4,130</u>	<u>\$ 187,210</u>	<u>\$ 554,994</u>	<u>\$ 21,712</u>	<u>\$ 32,636</u>	<u>\$ 7,033,387</u>

## CITY OF DODGE CITY, KANSAS

## SPECIAL PURPOSE GRANT FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended December 31, 2020

	Runway 14-32 Design	Police body worn cameras	Minibus grant 2019-20
Receipts:			
Federal grants and aid	\$ 1,034,822	\$ -	\$ 249,224
State grants and aid	-	-	-
Contributions & donations	-	-	6,102
Other	54,325	-	-
Operating transfers in	-	-	11,522
Total receipts	<u>1,089,147</u>	<u>-</u>	<u>266,848</u>
Expenditures:			
Personal services	-	-	160,936
Contractual services	-	-	28,159
Commodities	-	-	20,603
Capital outlay	314,442	-	-
Total expenditures	<u>314,442</u>	<u>-</u>	<u>209,698</u>
Receipts over (under) expenditures	774,705	-	57,150
Unencumbered cash (deficit), beginning of year	<u>(828,814)</u>	<u>6,463</u>	<u>(57,150)</u>
Unencumbered cash (deficit), end of year	<u>\$ (54,109)</u>	<u>\$ 6,463</u>	<u>\$ -</u>

See Independent Auditor's Report.

<u>Minibus grant 2020-21</u>	<u>KHRC abandoned housing</u>	<u>Heritage landscaping</u>	<u>Model for change</u>	<u>USDA rural business development</u>	<u>CARES act</u>
\$ 194,830	\$ -	\$ 43,574	\$ -	\$ 130,574	\$ 54,210
-	131,955	-	-	-	-
-	-	-	-	86,656	-
-	-	-	-	-	-
-	-	53,264	-	-	-
<u>194,830</u>	<u>131,955</u>	<u>96,838</u>	<u>-</u>	<u>217,230</u>	<u>54,210</u>
206,308	-	-	-	-	69,000
35,765	131,955	-	-	791	-
30,872	-	-	-	-	-
-	-	-	-	439,438	-
<u>272,945</u>	<u>131,955</u>	<u>-</u>	<u>-</u>	<u>440,229</u>	<u>69,000</u>
(78,115)	-	96,838	-	(222,999)	(14,790)
-	-	(96,838)	4,921	12,349	-
<u>\$ (78,115)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,921</u>	<u>\$ (210,650)</u>	<u>\$ (14,790)</u>

## CITY OF DODGE CITY, KANSAS

## SPECIAL PURPOSE GRANT FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS (CONTINUED)

For the Year Ended December 31, 2020

	<u>CDBG</u>	<u>SPARK</u>	<u>Total</u>
Receipts:			
Federal grants and aid	\$ 68,972	\$ 2,306,263	\$ 4,082,469
State grants and aid	-	-	131,955
Contributions & donations	-	-	92,758
Other	-	-	54,325
Operating transfers in	-	-	64,786
	<u>68,972</u>	<u>2,306,263</u>	<u>4,426,293</u>
Total receipts			
Expenditures:			
Personal services	-	1,607,353	2,043,597
Contractual services	68,972	24,906	290,548
Commodities	-	674,004	725,479
Capital outlay	-	-	753,880
	<u>68,972</u>	<u>2,306,263</u>	<u>3,813,504</u>
Total expenditures			
Receipts over (under) expenditures	-	-	612,789
Unencumbered cash (deficit), beginning of year	-	-	(959,069)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (346,280)</u>
Unencumbered cash (deficit), end of year			

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## GO BOND AND INTEREST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Taxes:			
Ad valorem tax	\$ 1,847,931	\$ 1,696,653	\$ 151,278
Motor vehicle tax	261,181	228,947	32,234
Recreational vehicle tax	1,403	1,111	292
16/20M truck tax	-	724	(724)
Delinquent tax	33,633	50,000	(16,367)
Commercial vehicle fee	11,935	11,970	(35)
Watercraft	-	506	(506)
Special assessments	373,282	501,018	(127,736)
Payment in lieu of taxes	8,631	-	8,631
Bond proceeds	10,089	-	10,089
Operating transfers in	1,262,050	1,242,050	20,000
Total receipts	<u>3,810,135</u>	<u>\$ 3,732,979</u>	<u>\$ 77,156</u>
Expenditures:			
Bond principal	2,905,500	\$ 2,875,500	\$ (30,000)
Other financing payments	-	240,000	240,000
Interest	954,475	865,684	(88,791)
Total expenditures	<u>3,859,975</u>	<u>\$ 3,981,184</u>	<u>\$ 121,209</u>
Receipts over (under) expenditures	(49,840)		
Unencumbered cash, beginning of year	53,839	\$ 248,205	\$ (194,366)
Unencumbered cash, end of year	<u>\$ 3,999</u>	<u>\$ -</u>	<u>\$ 3,999</u>

See Independent Auditor's Report.

**CITY OF DODGE CITY, KANSAS**

**NON-BUDGETED DEBT SERVICE FUNDS**

**SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS**

For the Year Ended December 31, 2020

	<u>Special events center revenue bonds</u>	<u>Water park revenue bonds</u>	<u>Total</u>
Receipts:			
Interest	\$ 120,013	\$ (1,998)	\$ 118,015
Operating transfers in	<u>2,656,699</u>	<u>684,223</u>	<u>3,340,922</u>
Total receipts	<u>2,776,712</u>	<u>682,225</u>	<u>3,458,937</u>
Expenditures:			
Principal	1,345,000	390,000	1,735,000
Interest	<u>1,271,925</u>	<u>294,800</u>	<u>1,566,725</u>
Total expenditures	<u>2,616,925</u>	<u>684,800</u>	<u>3,301,725</u>
Receipts over (under) expenditures	159,787	(2,575)	157,212
Unencumbered cash, beginning of year	<u>4,525,842</u>	<u>1,001,956</u>	<u>5,527,798</u>
Unencumbered cash, end of year	<u><u>\$ 4,685,629</u></u>	<u><u>\$ 999,381</u></u>	<u><u>\$ 5,685,010</u></u>

See Independent Auditor's Report.

CITY OF DODGE CITY, KANSAS

CAPITAL IMPROVEMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Taxes:			
Ad valorem	\$ 147,265	\$ 149,802	\$ (2,537)
Motor vehicle	15,911	14,273	1,638
Recreational vehicle	86	69	17
16/20M truck	-	45	(45)
Delinquent	3,263	10,000	(6,737)
Commercial vehicle fee	800	746	54
Watercraft	-	32	(32)
Rent & leases	(3,520)	-	(3,520)
Contributions & donations	276	-	276
Operating transfers in	375,000	700,000	(325,000)
	<u>539,081</u>	<u>\$ 874,967</u>	<u>\$ (335,886)</u>
Expenditures:			
Administration:			
Capital outlay	34,000	\$ 900,000	\$ 866,000
Police:			
Contractual services	293	-	(293)
Capital outlay	202,440	-	(202,440)
Lease payments	105,768	-	(105,768)
Public works:			
Capital outlay	54,325	-	(54,325)
Total expenditures	<u>396,826</u>	<u>\$ 900,000</u>	<u>\$ 503,174</u>
Receipts over (under) expenditures	142,255		
Unencumbered cash, beginning of year	74,673	\$ 25,033	\$ 49,640
Unencumbered cash, end of year	<u>\$ 216,928</u>	<u>\$ -</u>	<u>\$ 216,928</u>

See Independent Auditor's Report.

**CITY OF DODGE CITY, KANSAS**

**CAPITAL PROJECT FUNDS**

**SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS**

For the Year Ended December 31, 2020

	Temporary notes star bonds	GO bonds 2018	GO bonds 2013	GO bonds 2015
<b>Receipts:</b>				
Bond proceeds	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	-
Contributions & donations	-	-	-	-
<b>Total receipts</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Expenditures:</b>				
Debt issuance costs	-	-	-	-
Public works:				
Contractual services	-	-	-	-
Capital outlay	-	595,388	-	3,500
Capital project:				
Contractual services	-	-	-	-
Capital outlay	-	-	-	-
Operating transfers out	-	-	-	-
<b>Total expenditures</b>	<b>-</b>	<b>595,388</b>	<b>-</b>	<b>3,500</b>
Receipts over (under) expenditures	-	(595,388)	-	(3,500)
Unencumbered cash (deficit), beginning of year	312,072	800,905	781,482	-
Unencumbered cash (deficit), end of year	<u>\$ 312,072</u>	<u>\$ 205,517</u>	<u>\$ 781,482</u>	<u>\$ (3,500)</u>

See Independent Auditor's Report.

Temporary notes Candletree 2016	GO bonds 2016	GO bonds 2017	GO bonds 2019	GO bonds 2020	Star bond project
\$ -	\$ -	\$ -	\$ -	\$ 2,824,286	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	2,824,286	-
-	-	-	45,000	69,056	-
-	-	-	2,250	115,732	-
-	742,894	-	750,144	688,583	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	9,147	-
-	742,894	-	797,394	882,518	-
-	(742,894)	-	(797,394)	1,941,768	-
2,986	878,489	459,250	1,224,154	(75,339)	(28,674)
<u>\$ 2,986</u>	<u>\$ 135,595</u>	<u>\$ 459,250</u>	<u>\$ 426,760</u>	<u>\$ 1,866,429</u>	<u>\$ (28,674)</u>

## CITY OF DODGE CITY, KANSAS

## CAPITAL PROJECTS FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS (CONTINUED)

For the Year Ended December 31, 2020

	<u>Star bond power center</u>	<u>Special obligation bonds 2017</u>	<u>Temporary notes Wagon Wheel</u>	<u>Lease purchase fire truck</u>
Receipts:				
Bond proceeds	\$ -	\$ -	\$ -	\$ -
Interest	22,579	2	-	-
Contributions & donations	-	-	-	-
	<u>22,579</u>	<u>2</u>	<u>-</u>	<u>-</u>
Total receipts				
Expenditures:				
Debt issuance costs	-	-	-	-
Public works:				
Contractual services	-	-	-	-
Capital outlay	-	-	(3,433)	-
Capital project:				
Contractual services	22,471	-	-	-
Capital outlay	332,154	608	-	-
Operating transfers out	-	-	-	-
	<u>354,625</u>	<u>608</u>	<u>(3,433)</u>	<u>-</u>
Total expenditures				
Receipts over (under) expenditures	(332,046)	(606)	3,433	-
Unencumbered cash (deficit), beginning of year	<u>4,636,638</u>	<u>606</u>	<u>76,139</u>	<u>8,011</u>
Unencumbered cash (deficit), end of year	<u>\$ 4,304,592</u>	<u>\$ -</u>	<u>\$ 79,572</u>	<u>\$ 8,011</u>

See Independent Auditor's Report.

<u>Candletree 6 infrastructure</u>	<u>Temporary notes Candletree</u>	<u>Temporary notes National Beef</u>	<u>YMCA building</u>	<u>KLETC project</u>	<u>Boot Hill museum</u>	<u>Airport terminal renovation</u>
\$ -	\$ -	\$ -	\$ 445,000	\$ 380,179	\$ 850,000	\$ -
-	-	-	-	-	-	-
-	-	-	-	69,229	-	-
-	-	-	445,000	449,408	850,000	-
-	5,000	35,000	-	20,700	446	-
140,577	-	-	-	-	-	250,983
22,328	-	884,964	787,883	-	-	-
-	-	-	-	-	616,354	-
-	-	-	-	238,342	-	-
-	-	-	1,483	-	-	-
<u>162,905</u>	<u>5,000</u>	<u>919,964</u>	<u>789,366</u>	<u>259,042</u>	<u>616,800</u>	<u>250,983</u>
(162,905)	(5,000)	(919,964)	(344,366)	190,366	233,200	(250,983)
<u>(9,497)</u>	<u>101,256</u>	<u>919,964</u>	<u>(25,388)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (172,402)</u>	<u>\$ 96,256</u>	<u>\$ -</u>	<u>\$ (369,754)</u>	<u>\$ 190,366</u>	<u>\$ 233,200</u>	<u>\$ (250,983)</u>

**CITY OF DODGE CITY, KANSAS**

**CAPITAL PROJECTS FUNDS**

**SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS (CONTINUED)**

For the Year Ended December 31, 2020

	Wagon wheel III	CREW building	Total
Receipts:			
Bond proceeds	\$ 1,277,322	\$ -	\$ 5,776,787
Interest	-	-	22,581
Contributions & donations	-	-	69,229
<b>Total receipts</b>	<b>1,277,322</b>	<b>-</b>	<b>5,868,597</b>
Expenditures:			
Debt issuance costs	27,811	-	203,013
Public works:			
Contractual services	32,882	-	542,424
Capital outlay	1,415,483	713,674	6,601,408
Capital project:			
Contractual services	-	-	638,825
Capital outlay	-	-	571,104
Operating transfers out	-	-	10,630
<b>Total expenditures</b>	<b>1,476,176</b>	<b>713,674</b>	<b>8,567,404</b>
Receipts over (under) expenditures	(198,854)	(713,674)	(2,698,807)
Unencumbered cash (deficit), beginning of year	-	-	10,063,054
Unencumbered cash (deficit), end of year	<u>\$ (198,854)</u>	<u>\$ (713,674)</u>	<u>\$ 7,364,247</u>

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## WATER/WASTEWATER COMBINED UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Sale of water	\$ 4,457,003	\$ 4,000,000	\$ 457,003
Sewage service charges	4,936,569	5,050,000	(113,431)
Rent and leases	22,230	24,000	(1,770)
National Beef bond payment	827,638	827,640	(2)
Interest	40,317	46,000	(5,683)
Sale of scrap and equipment	11,756	-	11,756
Sale of labor and materials	144,450	81,000	63,450
Insurance recoveries	16,865	-	16,865
Other	4,894	5,000	(106)
Operating transfers in	500,000	500,000	-
Total receipts	<u>10,961,722</u>	<u>\$ 10,533,640</u>	<u>\$ 428,082</u>
Expenditures:			
Bond principal	2,859,500	\$ 3,208,100	\$ 348,600
Interest	672,482	332,910	(339,572)
Utilities:			
Water - personal services	884,537	801,032	(83,505)
Water - contractual services	937,150	862,700	(74,450)
Water - commodities	368,387	440,900	72,513
Water - capital outlay	143,035	175,000	31,965
Water - other	(18,792)	10,306	29,098
Collection - personal services	386,730	297,234	(89,496)
Collection - contractual services	54,845	21,300	(33,545)
Collection - commodities	9,447	24,550	15,103
Collection - capital outlay	100,966	317,500	216,534
Collection - other	19,408	25,176	5,768
Treatment - contractual services	3,027,390	3,272,181	244,791
Treatment - commodities	3,432	2,000	(1,432)
Treatment - capital outlay	133,432	-	(133,432)
Utility administration	-	568,600	568,600
Operating transfers out	931,700	931,700	-
Total expenditures	<u>10,513,649</u>	<u>\$ 11,291,189</u>	<u>\$ 777,540</u>

**CITY OF DODGE CITY, KANSAS**

WATER/WASTEWATER COMBINED UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts over (under) expenditures	\$ 448,073		
Unencumbered cash, beginning of year	2,121,683	\$ 1,350,775	\$ 770,908
Unencumbered cash, end of year	\$ 2,569,756	\$ 593,226	\$ 1,976,530

See Independent Auditor's Report.

**CITY OF DODGE CITY, KANSAS**

**BIOGAS OPERATIONS FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Sale of methane gas - energy credits	\$ 4,065,332	\$ 4,028,000	\$ 37,332
Expenditures:			
Bond principal	506,944	\$ 507,000	\$ 56
Interest	361,325	362,000	675
Debt service fees	35,012	18,500	(16,512)
Debt service reserve	-	450,000	450,000
Contractual services	998,577	1,347,914	349,337
Capital outlay	214,656	210,000	(4,656)
Operating transfers out	1,525,000	2,000,000	475,000
Total expenditures	3,641,514	\$ 4,895,414	\$ 1,253,900
Receipts over (under) expenditures	423,818		
Unencumbered cash (deficit), beginning of year	(426,719)	\$ 884,530	\$ (1,311,249)
Unencumbered cash (deficit), end of year	\$ (2,901)	\$ 17,116	\$ (20,017)

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## SOLID WASTE UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Service fees - sanitation	\$ 1,929,257	\$ 1,825,000	\$ 104,257
Yard waste	117,182	110,000	7,182
Container	175	3,000	(2,825)
Interest	7,385	10,000	(2,615)
State grants - capital	-	85,000	(85,000)
Sale of recyclables	15,606	30,000	(14,394)
Other	49,411	80,000	(30,589)
Total receipts	<u>2,119,016</u>	<u>\$ 2,143,000</u>	<u>\$ (23,984)</u>
Expenditures:			
Bond principal	-	\$ 60,000	\$ 60,000
Utilities:			
Collection - personal services	769,160	836,409	67,249
Collection - contractual services	578,917	523,900	(55,017)
Collection - commodities	180,925	202,150	21,225
Collection - capital outlay	31,242	47,400	16,158
Collection - other	13,427	1,837	(11,590)
Recycling - personal services	133,777	153,042	19,265
Recycling - contractual services	26,323	46,785	20,462
Recycling - commodities	7,144	12,900	5,756
Recycling - capital outlay	16,832	85,000	68,168
Recycling - other	-	1,105	1,105
Utility administration	-	142,150	142,150
Operating transfers out	202,500	202,500	-
Total expenditures	<u>1,960,247</u>	<u>\$ 2,315,178</u>	<u>\$ 354,931</u>
Receipts over (under) expenditures	158,769		
Unencumbered cash, beginning of year	264,867	\$ 178,389	\$ 86,478
Unencumbered cash, end of year	<u>\$ 423,636</u>	<u>\$ 6,211</u>	<u>\$ 417,425</u>

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## DRAINAGE UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Service fees	\$ 235,003	\$ 220,000	\$ 15,003
Interest	(450)	6,000	(6,450)
Total receipts	<u>234,553</u>	<u>\$ 226,000</u>	<u>\$ 8,553</u>
Expenditures:			
Personal services	70,137	\$ 69,546	\$ (591)
Contractual services	1,327	7,200	5,873
Commodities	-	100	100
Capital outlay	362,704	172,500	(190,204)
Other	838	-	(838)
Operating transfers out	151,850	151,850	-
Total expenditures	<u>586,856</u>	<u>\$ 401,196</u>	<u>\$ (185,660)</u>
Receipts over (under) expenditures	(352,303)		
Unencumbered cash, beginning of year	<u>410,765</u>	<u>\$ 252,723</u>	<u>\$ 158,042</u>
Unencumbered cash, end of year	<u>\$ 58,462</u>	<u>\$ 77,527</u>	<u>\$ (19,065)</u>

See Independent Auditor's Report.

CITY OF DODGE CITY, KANSAS

VEHICLE MAINTENANCE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2020

	2020		Variance favorable (unfavorable)
	Actual	Budget	
Receipts:			
Internal charges	\$ 390,626	\$ 480,000	\$ (89,374)
Expenditures:			
Personal services	127,865	\$ 133,383	\$ 5,518
Contractual services	75,173	136,740	61,567
Commodities	178,684	202,950	24,266
Capital outlay	-	2,500	2,500
Total expenditures	381,722	\$ 475,573	\$ 93,851
Receipts over (under) expenditures	8,904		
Unencumbered cash, beginning of year	-	\$ 4,494	\$ (4,494)
Unencumbered cash, end of year	\$ 8,904	\$ 8,921	\$ (17)

See Independent Auditor's Report.

**CITY OF DODGE CITY, KANSAS**

ALL NON-BUDGETED BUSINESS FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended December 31, 2020

	<u>2009 temp. notes</u>	<u>Biogas construction 2016</u>	<u>Water &amp; wastewater revenue bonds</u>	<u>Total</u>
Receipts	\$ -	\$ -	\$ -	\$ -
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	-	-	-	-
Unencumbered cash (deficit), beginning of year	<u>17,409</u>	<u>(96,077)</u>	<u>130,725</u>	<u>52,057</u>
Unencumbered cash (deficit), end of year	<u><u>\$ 17,409</u></u>	<u><u>\$ (96,077)</u></u>	<u><u>\$ 130,725</u></u>	<u><u>\$ 52,057</u></u>

See Independent Auditor's Report.

## CITY OF DODGE CITY, KANSAS

## AGENCY FUNDS

SCHEDULE OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS

For the Year Ended December 31, 2020

<u>Fund</u>	<u>Beginning cash balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending cash balance</u>
Community improvement district fund	\$ 123,707	\$ 176,177	\$ 145,926	\$ 153,958
Special obligation debt service 2011	1,771	72,606	68,800	5,577
Special obligation debt service 2013	1,048	84,517	82,575	2,990
Special obligation debt service 2014	3,695	56,404	56,300	3,799
Star bond debt service 2015	1,036,455	2,275,176	2,259,025	1,052,606
Special obligation debt service 2017	152	45,695	45,847	-
Special obligation debt service 2018	<u>1,505,600</u>	<u>887,940</u>	<u>1,160,363</u>	<u>1,233,177</u>
	<u>\$ 2,672,428</u>	<u>\$ 3,598,515</u>	<u>\$ 3,818,836</u>	<u>\$ 2,452,107</u>

See Independent Auditor's Report.

## **APPENDICES**

*Kennedy*  
*McKee & Company LLP* Certified Public Accountants

1100 W. Frontview  
P. O. Box 1477  
Dodge City, Kansas 67801  
Tel. (620) 227-3135  
Fax (620) 227-2308  
[www.kmc-cpa.com](http://www.kmc-cpa.com)

JAMES W. KENNEDY, CPA  
PATRICK M. FRIESS, CPA  
JOHN W. HENDRICKSON, CPA  
JEREMY J. APPEL, CPA

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED  
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Honorable Mayor  
and City Commissioners  
Dodge City, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statement of the City of Dodge City, Kansas, as of and for the year ended December 31, 2020, and the related notes to the financial statement and have issued our report thereon dated August 30, 2021. Our report on the financial statement disclosed that, as described in Note A to the financial statement, the City has prepared this financial statement on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

**Internal Control Over Financial Reporting**

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

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

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

### **Compliance and Other Matters**

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

### **Purpose of this Report**

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

*Kennedy McKee & Company LLP*

August 30, 2021

*Kennedy*  
*McKee & Company LLP* Certified Public Accountants

1100 W. Frontview  
P. O. Box 1477  
Dodge City, Kansas 67801  
Tel. (620) 227-3135  
Fax (620) 227-2308  
[www.kmc-cpa.com](http://www.kmc-cpa.com)

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

The Honorable Mayor  
and City Commissioners  
Dodge City, Kansas

**Report on Compliance for Each Major Federal Program**

We have audited the City of Dodge City, Kansas' compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Dodge City, Kansas' major federal programs for the year ended December 31, 2020. The City of Dodge City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

**Management's Responsibility**

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

**Auditor's Responsibility**

Our responsibility is to express an opinion on compliance for each of the City of Dodge City, Kansas' major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 *U.S. Code of Federal Regulation Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the *Kansas Municipal Audit and Accounting Guide*. Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

### **Opinion on Each Major Federal Program**

In our opinion, the City of Dodge City, Kansas complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.

### **Report on Internal Control over Compliance**

The management of the City of Dodge City, Kansas, is responsible for establishing and maintaining effective internal control over compliance with the requirements referred to above. In planning and performing our audit, we considered the City's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

*Kennedy McKee & Company LLP*

August 30, 2021

**CITY OF DODGE CITY, KANSAS**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

For the Year Ended December 31, 2020

Federal grantor/ pass-through grantor/ program title	Federal CFDA number	Pass-through/ grantor's number	Expenditures
<b>U.S. Department of Transportation</b>			
<b>Federal Aviation Administration</b>			
Direct programs:			
Runway Reconstruction 14-32	20.106	3-20-0017-029	\$ 298,720
COVID-19 CARES Act funding	21.019		<u>69,000</u>
<b>Total Federal Aviation Administration</b>			<u>367,720</u>
<b>U.S. Department of Transportation</b>			
Passed through Kansas			
Department of Transportation:			
Formula Grants for other than Urbanized Areas			
Formula Grants for Rural Areas 2019-2020	20.509		200,190
Formula Grants for Rural Areas 2020-2021	20.509		304,913
Alcohol Traffic Safety & Drunk Driving Prevention Incentive Grants (DUI)	20.601		<u>9,919</u>
<b>Total U.S. Department of Transportation</b>			<u>515,022</u>
<b>U.S. Department of Agriculture</b>			
Direct program:			
Rural Business Development Grant	10.351		<u>130,574</u>
<b>U.S. Department of Commerce</b>			
Pass through Kansas Dept. of Commerce:			
Community Development Block Grant	14.228		<u>68,972</u>
<b>U.S. Department of Treasury</b>			
Passed through Ford County:			
COVID-19 Coronavirus Relief Fund	21.019		<u>2,306,263</u>
			<u>2,306,263</u>
<b>Total federal awards</b>			<u><u>\$ 3,388,551</u></u>

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of this statement.

## CITY OF DODGE CITY, KANSAS

### NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

December 31, 2020

#### A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (Schedule) includes the federal award activity of the City of Dodge City, Kansas under programs of the federal government for the year ended December 31, 2020. The information in this Schedule is presented in accordance with the requirement of Title 2 *U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operation of the City of Dodge City, Kansas, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the City of Dodge City, Kansas. The Schedule is presented using a regulatory basis of accounting prescribed by the *Kansas Municipal Audit and Accounting Guide* (as described in Note A to the financial statement), which is the same basis of accounting as the financial statement accompanying this schedule.

#### B. BASIS OF ACCOUNTING

Expenditures reported on the Schedule are reported using the regulatory basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Expenditures include disbursement, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances.

#### C. INDIRECT COST RATE

The City of Dodge City, Kansas has not elected to use the 10% de minimis cost rate as allowed under the Uniform Guidance.

#### D. AWARDS TO SUBRECIPIENTS

There were no awards passed through to subrecipients.

# CITY OF DODGE CITY, KANSAS

## SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2020

### A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an adverse opinion on whether the financial statement of the City of Dodge City, Kansas was prepared in accordance with GAAP.
2. No significant deficiencies relating to the audit of the financial statements are reported in the Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
3. No instances of noncompliance material to the financial statements of the City of Dodge City, Kansas, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. No significant deficiencies relating to the audit of the major federal award programs are reported in the Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance.
5. The auditor's report on compliance for the major federal award programs for the City of Dodge City, Kansas expresses an unmodified opinion on all major programs.
6. Audit findings required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.
7. The program tested as a major program included:

Coronavirus Relief Fund	CFDA 21.019
-------------------------	-------------
8. The threshold for distinguishing Type A and Type B programs was \$750,000.
9. The City of Dodge City did not qualify as a low-risk auditee.

### B. FINDINGS - FINANCIAL STATEMENT AUDIT

None noted.

### C. FINDINGS AND QUESTIONED COSTS - MAJOR FEDERAL AWARD PROGRAMS AUDIT

None noted.