

**CITY OF JUNCTION CITY, KANSAS**

Annual Comprehensive Financial Report

Year Ended December 31, 2021

Prepared By

Lindsay Miller - Finance Director

Allen Dinkel - City Manager

**CITY OF JUNCTION CITY, KANSAS**  
 Financial Statements With Independent Auditors' Report  
 For the Year Ended December 31, 2021

**TABLE OF CONTENTS**

**INTRODUCTORY SECTION**

Letter of Transmittal ..... i - vi

**FINANCIAL SECTION**

**Independent Auditor's Report** ..... 1-3

**Management's Discussion and Analysis** ..... 4-10

**Basic Financial Statements**

Government-Wide Financial Statements  
 Statement of Net Position ..... 11  
 Statement of Activities ..... 12  
 Fund Financial Statements  
 Balance Sheet - Governmental Funds ..... 13  
 Reconciliation of the Total Governmental Fund Balances to Net Position of  
 Governmental Activities ..... 14  
 Statement of Revenues, Expenditures, and Changes in  
 Fund Balances - Governmental Funds ..... 15  
 Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes  
 in Fund Balances to the Governmental Activities in the Statement of Activities ..... 16  
 Proprietary Funds  
 Statement of Net Position ..... 17  
 Statement of Revenues, Expenses, and Changes in Net Position ..... 18  
 Statement of Cash Flows ..... 19-20  
 Fiduciary Funds  
 Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position -  
 Combined Fiduciary Funds ..... 21  
 Notes to the Basic Financial Statements ..... 22-50

**Required Supplementary Information**

Schedule of Revenues, Expenditures, and Changes in Fund Balance – Actual and Budget  
 General Fund ..... 51-52  
 Capital Improvement Fund ..... 53  
 Land Bank Fund ..... 54  
 KPERS Pension Plan  
 Schedule of the City's Proportionate Share of the Collective Net Pension Liability ..... 55-56  
 Schedule of the City's Contributions ..... 57  
 Other Postemployment Healthcare Benefits  
 Schedule of Changes in the City's Total Other Postemployment Benefits and Related Ratios ..... 58  
 Other Postemployment Benefits – Death and Disability  
 Schedule of Changes in the City's Death and Disability Total OPEB Liability and Related Ratios ..... 59

**Other Supplementary Information**

Nonmajor Governmental Funds  
 Combining Balance Sheet - Nonmajor Special Revenue Funds ..... 60-62  
 Combining Statement of Revenues, Expenditures and Changes in  
 Fund Balances - Nonmajor Special Revenue Funds ..... 63-65

**CITY OF JUNCTION CITY, KANSAS**  
 Financial Statements With Independent Auditors' Report  
 For the Year Ended December 31, 2021

**TABLE OF CONTENTS (continued)**

**FINANCIAL SECTION (continued)**

**Other Supplementary Information (continued)**

Schedule of Revenues, Expenditures and Changes in Fund Balance – Actual and Budget	
Economic Development Fund .....	66
Employee Benefits Fund.....	67
Library Fund .....	68
Special Highway Fund .....	69
Fire Equipment Fund .....	70
Special Parks and Recreation Fund.....	71
Drug and Alcohol Fund .....	72
CDBG Revolving Loans Fund .....	73
Rural Housing District Fund.....	74
Law Enforcement Trust Fund .....	75
Law Enforcement Training Fund .....	76
Federal Equitable Sharing Fund.....	77
Treasury Forfeiture Fund .....	78
Temporary Notes Fund.....	79
Debt Service Fund .....	80
Nonmajor Enterprise Funds	
Combining Statement of Net Position .....	81
Combining Statement of Revenues, Expenses, and Changes in Net Position .....	82
Combining Statement of Cash Flows.....	83-84
Custodial Funds	
Combining Statement of Fiduciary Net Position and Changes in Fiduciary Net Position .....	85

**STATISTICAL SECTION**

Net Position by Component .....	86
Changes in Net Position.....	87
Fund Balances - Governmental Funds.....	88
Changes in Fund Balances, Governmental Funds .....	89
Water Produced/Consumed and Wastewater Treated .....	90
Annual Water and Wastewater Tap Sales .....	91
Number of Water and Wastewater Customers by Type .....	92
Water and Wastewater Rates .....	93
Ten Largest Water and Wastewater Utility Customers.....	94
Assessed and Estimated Actual Value of Taxable Property .....	95
Direct and Overlapping Property Tax Rates .....	96
Ten Largest Tax Payers .....	97
Property Tax Levies and Collections .....	98
Ratios of Outstanding Debt by Type.....	99
Legal Debt Margin Information.....	100
Ratios of Net General Bonded Debt Outstanding .....	101
Direct and Overlapping Governmental Debt Activities.....	102
Pledged Revenue Coverage.....	103
Demographic and Economic Statistics .....	104
Principal Employers.....	105
Full-time Employees by Department .....	106
Operating Indicators by Function/Program .....	107
Capital Asset Statistics by Function/Program .....	108
Debt Limit Calculations.....	109

**Allen J. Dinkel**  
**City Manager**  
**Administration**  
**www.junctioncity-ks.gov**



P.O. Box 287  
700 North Jefferson Street  
Junction City, KS 6644-0287

Phone: 785-238-3103 Ext. 300  
Fax: 785-223-4262

June 20, 2022

To the Citizens of the City of Junction City:

The comprehensive annual financial report of the City of Junction City, Kansas (the “City”) for the year ended December 31, 2021, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of all various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City’s financial activities have been included.

The comprehensive annual financial report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the City’s organizational chart and a list of principal officials. The financial section includes the general-purpose financial statements including the combining statements, individual fund and account group statements and schedules, and the independent auditors report on the financial statements and schedules and a management narrative that provides an introduction, overview, and analysis to accompany the basic financial statements in the form of Management’s Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with the section. The City’s MD&A can be found immediately following the Auditor’s report in the financial section. The statistical section includes selected financial and demographic information generally presented on a multi-year basis.

This report includes all funds of the City. The City provides a full range of services which include law enforcement, fire protection, building and codes enforcement, construction and maintenance of streets, airport, recreation, and cultural operations. In addition to general government activities, the City provides water, wastewater, solid waste, and storm water utility services.

### **ECONOMIC CONDITION AND OUTLOOK**

Fort Riley United States Military Post, adjacent to the City, remains the area’s top employer. The federal government has invested millions of dollars on service and infrastructure upgrades at Fort Riley. This investment positions the Fort well in the event a BRAC review. The opening of the new military hospital in the past four years has increased civilian workers on base. Deployments of troops does have a short-term impact on sales tax revenue, but to date this has been manageable. The City has been conservative in sales tax revenue forecasts and with that have been able to meet projections. As troops return from deployment there is an increase in sales tax revenue. This was very true in the fall of 2019 when troops returned to Fort Riley after being deployed. Sales tax receipts sky-rocketed and fortunately have continued to do so. There was a deployment in 2021 of soldier that had very little impact, but it appears there is an upcoming deployment of the 2<sup>nd</sup> Brigade, but this community understands that the role of Fort Riley is to prepare soldiers to defend our Country.

The City continues to support the military base through the Junction City Military Affairs Council, Kansas Military Affairs Commission, and participation in the Government Support Partnership task group.

Efforts continue in the area of Economic Development. Camso/Michelin established a plant to manufacture rubberized tracks for the agriculture industry. This plant has exceeded all projects for growth in the number of employees and appears growth of the plant and the number of employees will continue.

In conjunction with the Junction City Area Chamber of Commerce prospects for business and industry are being sought on an aggressive basis with a number of prospects very active at this time.

A new \$135 million dollar plus high school is currently being constructed and this improvement should help to draw more businesses and people to the community. The building was opened in August of 2021.

At the beginning of the Covid-19 pandemic in March of 2020, City administrative staff had concerns of the possible economic to the City's potential revenue. We felt confident that due to past conservative budgeting practices we could survive any possible downswing in revenues without making any cuts in staffing. As time moved on the sales tax however sky-rocketed and local businesses thrived. The City's sale tax revenue for 2020 was \$1,303,194.40 or 12% more than in the previous year. Sales tax revenue increased again in 2021 and to date the 2022 revenue is steady when compared to 2021.

## **HOUSING DEVELOPMENT**

From 2006 through 2008 the City aggressively approved the creation of subdivisions for housing development to prepare for Fort Riley's expansion. The market crash in 2008 and a less than expected placement of soldiers and their families at Fort Riley led to the failure of more than half of the lots not being developed or sold, and ultimately the financial failure of the developments. This equated to approximately 1,000 existing empty lots that was in a state of flux; some ready for sale, some tied up in bankruptcy proceedings with FDIC, and many in foreclosure or tax sale proceedings. Geary County had Sheriff Tax sales on these lots in 2013, 2014, and 2015.

To deal with land that went through tax sale with no resale, the City adopted a resolution to form the Junction City Land Bank and the ownership of the land was transferred to the Land Bank. Then, a plan of action was developed to maintain and market the empty lots. In January 2015, the Junction City Land Bank took possession of 940 lots. The land bank has taken the necessary steps to clear title, resize, or restructure the subdivisions as needed to make these lots ready for development. This was an important step to continue housing development in Junction City with existing infrastructure. In 2015 the first lots were sold for development. Although housing construction has significantly reduced in 2016, the land bank is slowly selling lots to local developers for building new homes. The Land Bank continues to search for ways to market these lots and encourage more construction of residential units.

Recently sales of these lots are improving as the demand for houses is increasing and supply has decreased. The location of these lots near the new High School has been advantageous and demand is increasing.

## **TRANSPORTATION**

Many of the City's transportation improvement plans were shelved following its' financial crisis. However, the financial crisis did force the city to review all operations and it was determined that the contract service operation and management of its streets was not functioning well. Therefore, on June 23, 2012, the City took back the day-to-day operation and maintenance of streets, traffic control, building maintenance, water system, and wastewater system. The 2012 review of this take back determined the move was very successful.

The City is now providing basic street maintenance that had been absent for many years. All streets have been inventoried, evaluated, and programmed in a long-term maintenance program. The biggest challenge will be providing sufficient funding to meet the expensive maintenance and repair needs of the streets and bridges. Each year the city has increased the amount of funds allocated for street maintenance. Even though there is no lack of streets needing improvements, there continues to be an emphasis in aggressively addressing street issues.

The City has now completed several KLINK grant projects for street improvements, a KDOT Geometric Grant for a new stop light at 6<sup>th</sup> & Franklin and has participated in all of the new street improvements along US77/K18, which includes a new intersection and stop lights at Rucker Road and Golden Belt, a new diversion diamond interchange at I-70, a new interchange and bridge at K-18 and US77, and widening of US 77 through Junction City. The City utilized Federal Exchange Funds for street improvements on Goldenbelt Drive and other streets. A KDOT CCLIP Grant will be used to make repairs in 2020 on 18<sup>th</sup> Street and a Community Development Block Grant was awarded in 2019 for phase 1 of Spring Valley Road improvements. KDOT funding was secured for a roundabout on Highway 18 near the new High School and a BUILD Grant has been applied for to fund additional road improvements. A new one-mile street known as Blue Jay Way has been constructed to serve the new High School and will add for future development in this area.

The City utilized KDOT Grant to establish a walking path along K-18 on the new K-18 and US 77 interchange as part of these US 77 improvements. Additional improvements in the walking trail infrastructure will be made in 2022 and plans are in the works for additional walking trails. Additional KDOT funds were utilized for a street improvement on 18<sup>th</sup> Street last year. Street projects continue and additional revenue sources are always sought.

## **GRANT AWARDS**

The City continues to seek grant opportunities through a number of programs such as Community Development Block Grants and the Kansas Department of Transportation (KDOT). These programs have allowed for more public improvements. The City has also secured low interest loans through the Kansas Department of Health and Environment (KDHE) for water and wastewater improvements.

The Covid-19 Pandemic has allowed more grant funds to be available to the City. This includes funding for Police, EMS, Airport as well as the SPARKS and ARPA programs. The impact of these funds will be positive for a number of years.

### **FINANCIAL PICTURE**

The City's assessed property valuation remained stable with a major uptick in 2022. The City's financial management has stabilized, and its recovery plan is on track. The City's bond rating improved from A- to A in 2013 and to A+ in 2014. The City took advantage of low interest rates and refinanced bonds that could be called for such purpose and refinanced its' Certificate of Participation loan. The City has been able to provide basic services such as fire and police protection with good statistical results and maintain its' quality-of-life services with dedicated employees working hard to maintain those services.

The City completed of a water, wastewater, and storm water system independent analysis to determine the needs of each treatment facility and each utility system. A rate analysis of each utility was completed in 2014 with rate increases adopted for water, wastewater, and solid waste. The City was awarded an \$11 million-dollar KDHE Wastewater Revolving Loan for improvements at the two wastewater treatment plants and has applied for a \$12 million KDHE Water Revolving Loan for water plant improvements. Plans are being made for Phase 2 improvements to all three plants. A rate structure for water and wastewater was implemented in 2014 and provides funds for these projects. In addition, cash balances have increased in water and wastewater funds and other needs will be addressed. A storm water utility rate increase was made in 2018 to provide needed funds for storm water projects.

The City's residential solid waste service was also taken back from contract services in 2012. At the time of the take back the services were operating with a negative balance. By the end of 2013, the solid waste fund had a positive balance, and it continues to be an enterprise fund profit center. Cash balances in this fund have increased and new equipment can be purchased without adding to City debt.

### **DEBT MANAGEMENT**

The City suffered a financial crisis in 2010 and 2011. The City developed a financial recovery plan, fully activated its' recovery plan in 2011 and 2012, and reached stability in 2013. However, due to its' high debt load the City must continue to be budget wisely and carefully monitor its' revenue sources to prevent any disruption in cash flows and debt management.

The City continues to meet all debt payments on time and continues to build cash reserves to protect its ability to make all payments in the future. The City is on track to meet its debt reduction goals financially and statutorily. The City has dedicated staff hours to meeting bond requirements for federal and state regulatory requirements.

Special assessment collections have continued to improve, which reduces the tax burden. The City continues to improve its' debt ratios and debt per capita.

In 2010, City voters passed a 1% sales tax for debt service. This sales tax ended on December 31, 2020, however voters have already approved the continuation of this sales tax to December 31, 2030. These funds are a key in addressing the repayment of the City debt. The recent increases in sales tax revenue also allow more flexibility in addressing the debt.

### **FINANCIAL INFORMATION**

The City adopted a new fiscal policy in 2011, which is a comprehensive policy that provides proper guidelines for good fiscal management. This policy was updated in late 2021 to reflect needed adjustments and changes. Although the City suffered a fiscal crisis in 2010 and 2011, the City has now stabilized with growing cash balances and reserves. However, the City, like many cities across the United States, struggles to find revenue to adequately invest in capital improvements needed for aging infrastructure. Staff and the City Commission continues to review all options for new revenue sources. The City adopted Sunday liquor sales in April 2015 as one new revenue source. In 2019 a licensing fee has been implemented for non-city waste management firms operating in the City. The City Commission and staff continues to look for cost effective methods for providing services while maintaining high quality delivery of services.

The City employed consultants to develop a business plan for its water, wastewater and storm water utilities, which were completed in 2014 and 2015. This business plan was readdressed and adjusted in 2020 to provide the long-term capital plans with recommended rate structures to ensure that the City can make the needed improvements.

### **BUDGETARY CONTROLS**

The City adopted new, stricter fiscal policies in 2011, which are utilized daily by staff. The purchasing policy is followed with purchase orders required for any purchase greater than \$999. The City uses purchase cards with a very strict system for receipt tracking and purchase review.

The budgets are reviewed monthly by staff, management, and the City Commission.

### **CASH MANAGEMENT**

The City continues to build cash reserves to reinforce financial stability. In the past four years cash reserves have averaged more than \$30,000,000 as compared to December 31, 2010, of \$2,924,346. The City hired Columbia Capital Consultants at the end of 2013 to manage its investments. The City utilizes point of sale systems for all revenue generating stations, which provides a good cash management tool for protecting cash intake.

### **RISK MANAGEMENT**

In 2013 the City changed general liability coverage from Traveler's Insurance to the Midwest Public Risk (a municipal risk pool) which expanded and improved coverage and lowered the insurance premium. The City continues to participate in the KERIT workers' compensation risk pool for workers' compensation coverage. All City deposits were insured per standards and code or

collateralized. Both companies provide a claims tracking and communications system that has improved claims management, which has improved financial losses.

The City of Junction City has stabilized Health Insurance costs and built a cash reserve to help to stabilize these cost in future years. The City is also seeing a decrease in worker's compensation costs due to various practices being employed by the City.

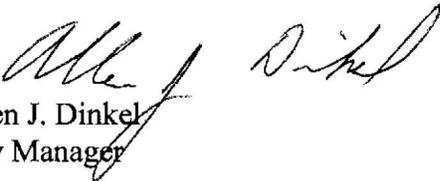
### **INDEPENDENT AUDIT**

Kansas Statutes Annotated 75-1122 requires an annual audit of the books of account, financial records and transactions of all administrative departments of the City by independent certified public accountants selected by the City Commission. This requirement has been complied with and the auditor's opinion has been included in this report.

### **ACKNOWLEDGEMENTS**

The preparation of the Comprehensive Annual Financial Report was made possible by the dedicated services of the City employees. The City Commission and City Administration appreciate the hard work of the City's dedicated employees with regard to fiscal responsibility and transparency.

Respectively submitted,



Allen J. Dinkel  
City Manager

**INDEPENDENT AUDITOR’S REPORT**

To the Mayor and City Commissioners  
**City of Junction City, Kansas**  
Junction City, Kansas

**Adverse and Unmodified Opinions**

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

**Summary of Opinions**

<u>Opinion Unit</u>	<u>Type of Opinion</u>
Governmental Activities	Unmodified
Business-Type Activities	Unmodified
Aggregate Discretely Presented Component Unit	Adverse
Each Major Fund	Unmodified
Aggregate Remaining Fund Information	Unmodified

*Adverse Opinion on Aggregate Discretely Presented Component Units*

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statements referred to above do not present fairly the financial position of the aggregate discretely presented component unit of **City of Junction City, Kansas** as of December 31, 2021, or the changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

*Unmodified Opinions on Governmental Activities, Business-Type Activities, Each Major Fund and Aggregate Remaining Fund Information*

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, each major fund and the aggregate remaining fund information of **City of Junction City, Kansas**, as of December 31, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Basis for Adverse and Unmodified Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical

responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for unmodified audit opinions.

*Matter Giving Rise to Adverse Opinion on the Aggregate Discretely Presented Component Unit*

The financial statements of the Dorothy Bramlage Public Library, a discretely presented component unit of the **City of Junction City, Kansas**, are prepared to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

**Responsibilities of Management for the Financial Statements**

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

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

**Auditors' Responsibilities for the Audit of the Financial Statements**

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

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

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

**Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that management's discussion and analysis and the required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

**Supplementary Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The statements and schedules under the supplementary information section in the accompanying table of contents and other information including the introductory and statistical sections, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit and the procedures performed as described above, the information as noted above is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.



**ADAMSBROWN, LLC**  
Certified Public Accountants  
Great Bend, Kansas

July 5, 2022

**CITY OF JUNCTION CITY, KANSAS**  
**Management's Discussion and Analysis**  
**(Unaudited)**

**December 31, 2021**

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

**Financial Highlights**

- The City continues to lower the amount of debt owed by the City. Refinancing of General Obligation in 2016, 2020, and 2021 has offered a great savings in interest costs and will allow great financial savings to the City.
- The City continues to stabilize property taxes yet continue to provide services and take care of debt retirement.

**Overview of the Financial Statements**

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements**

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The statement of net assets presents information on all of the City's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both government-wide financial statements distinguish functions for the City that are principally supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The government activities of the City include the general fund, special revenue funds, capital projects fund, and the debt service fund. The business-type activities of the City include Water and Sewer Utility, Solid Waste Utility, and Storm Water Utility.

**Fund Financial Statements**

A fund is a grouping or related account that are used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into two categories: governmental funds and business-type activity funds.

## Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between the governmental funds and government activities.

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

The City adopts an annual appropriated budget for its funds. A budgetary comparison statement has been provided for the various governmental funds that are required to have a budget. This is to demonstrate compliance with the annually adopted budget.

## Proprietary Funds

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water and wastewater operation, storm water operation, and solid waste operation.

Proprietary fund financial statements provide the same type of information as the government wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water and wastewater fund, solid waste fund, and storm water fund.

## **Notes to the Basic Financial Statements**

The notes to the basic financial statements begin on page 22. They provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

## **Government-Wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$99,365,083 at the close of 2021. The City's net position increased by \$12,130,406. The governmental activities increased by \$7,066,053. The business type activities increased by \$5,064,353.

City of Junction City  
Government-Wide Financial Statements

	Governmental Activities		Business-Type Activities	
	2020	2021	2020	2021
Current Assets	\$ 52,198,167	\$ 48,167,418	\$ 21,202,935	\$ 22,126,951
Capital Assets	69,961,714	70,769,800	84,723,667	86,497,860
Deferred Outflows of Resources	4,829,472	3,975,579	344,463	299,266
Total Assets and Deferred Outflows	<u>\$ 126,989,353</u>	<u>\$ 122,912,797</u>	<u>\$ 106,271,065</u>	<u>\$ 108,924,077</u>
Current Liabilities	\$ 11,586,367	\$ 14,114,657	\$ 2,696,687	\$ 2,819,694
Long-Term Liabilities	94,163,064	81,250,016	24,327,437	21,554,855
Deferred Inflows of Resources	13,203,453	12,445,602	48,733	286,967
Total Liabilities and Deferred Inflows	<u>\$ 118,952,884</u>	<u>\$ 107,810,275</u>	<u>\$ 27,072,857</u>	<u>\$ 24,661,516</u>
Net Position				
Net Investment in Capital Assets	\$ [4,240,100]	\$ 1,855,384	\$ 60,116,146	\$ 64,523,334
Restricted	16,972,073	15,197,503	-	-
Unrestricted	(4,695,504)	(1,950,365)	19,082,062	19,739,227
Total Net Position	<u>\$ 8,036,469</u>	<u>\$ 15,102,522</u>	<u>\$ 79,198,208</u>	<u>\$ 84,262,561</u>

By far the largest portion of the City's net position reflects its investments in capital assets (e.g., land, buildings, infrastructure, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these are not available for future spending. Although the City's investments in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

A portion of the City's net position, \$15,102,522, represents resources that are subject to external restrictions on how they may be used. There was a decrease of \$1,537,023 in restricted net assets reported in connection with the City's governmental activities.

City of Junction City  
Changes in Net Position

	Governmental Activities		Business-Type Activities	
	2020	2021	2020	2021
Revenues				
Program Revenues				
Charges for Services	3,514,456	4,053,054	15,366,232	16,213,576
Operating Grants and Contributions	5,576,117	3,434,135	-	-
Capital Grants and Contributions	567,565	628,878	-	-
General Revenues				
Property Taxes	9,387,669	9,864,739	-	-
Sales Taxes	12,141,567	13,218,727	-	-
Franchise Taxes	1,803,278	1,799,530	-	-
Other	3,538,536	2,817,815	881,307	470,135
Total Revenue	<u>36,529,188</u>	<u>35,816,878</u>	<u>16,247,539</u>	<u>16,683,711</u>
Expenses				
General Government	4,367,013	3,367,670	-	-
Public Safety	11,094,025	10,444,315	-	-
Public Works	6,038,726	6,720,426	-	-

Culture and Recreation	2,292,080	2,391,099	-	-
Economic Development	1,049,502	1,330,034	-	-
Public Health and Sanitation	3,339,863	3,587,360	-	-
Interest on Long-term Debt	3,750,985	2,802,849	-	-
Water	-	-	3,483,605	3,887,776
Sewer	-	-	4,664,618	4,048,592
Stormwater	-	-	493,853	593,597
Sanitation	-	-	1,198,087	1,196,465
Total Expenses	<u>31,932,194</u>	<u>30,643,753</u>	<u>9,840,163</u>	<u>9,726,430</u>
Change in Net Position				
Before Transfers	4,596,994	5,173,125	6,407,376	6,957,281
Transfers	<u>1,902,452</u>	<u>1,892,928</u>	<u>[1,902,452]</u>	<u>[1,892,928]</u>
Change in Net Position	6,499,446	7,066,053	4,504,924	5,064,353
Net Position, Beginning of Year	<u>1,537,023</u>	<u>8,036,469</u>	<u>74,693,284</u>	<u>79,198,208</u>
Net Position, End of Year	<u>\$ 8,036,469</u>	<u>15,102,522</u>	<u>79,198,208</u>	<u>84,262,561</u>

### Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

#### Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The general fund is the main operating fund of the City. At the end of 2021 and 2020, unreserved fund balance of the general fund was \$5,082,060 and \$5,532,244, respectively.

#### Proprietary Funds

The City's proprietary funds financial statements provide the same type of information found in the government-wide financial statements, but in more detail. The City split the Water/Wastewater Fund in 2017 to a Water Fund and a Sewer Fund.

In 2021 and 2020, unrestricted fund balance of the Water Fund amounted to \$8,333,951 and \$7,693,043, the Sewer Fund amounted to \$5,442,830 and \$5,685,357, and the Stormwater Fund amounted to \$1,888,349 and \$1,845,066, respectively. In 2021 and 2020, the non-major proprietary fund balance for Solid Waste Fund amounted to \$4,074,097 and \$3,858,596, respectively. The total change in net position from 2020 to 2021 for the water, sewer and stormwater funds was an increase of \$2,341,196, \$2,328,649, and 189,428 respectively. The nonmajor proprietary fund had an increase of \$205,080.

### General Fund Budgetary Highlights

The City continues to be impacted by the Fort Riley, the adjacent military installation, home of the First Division of the Big Red One, which reached 'full nest' in 2012, but threatens to be decreased by federal reduction in forces. Military actions has and may further change due to recent elections and a Republican controlled federal government. More troops are being sent over seas, which reduces city population, which impact city revenues with a decrease in sales tax.

The City's revenues have remained stable overall for the last three years. Sales tax revenue in 2021 was \$13,218,727, which was close to steady from the prior year. Franchise fees remain stable. The tax mill value is also stable.

Residential construction grew rapidly from 2006-2009, and from 2010 to 2012 single family new home construction averaged 116 per year, in addition to 19 multiplex projects. However, in 2013 single family home construction dropped to 47 new homes and 1 duplex project; in 2014 there were 20 single family home construction projects and 1 duplex project; in 2015 there were 32 single family home construction projects and no duplex project; in 2017 there was only 12 single family homes constructed, in 2018 there were 13 single family homes constructed, 17 single family homes in 2019, 42 in 2020, 2021 there were 47 new homes constructed. This was offset with an increase in residential remodel projects that had averaged 280 projects per year to 386 in 2015, 427 in 2016, 348 in 2017, 349 in 2018, 735 in 2019, 823 in 2020, and 925 in 2021. The total number building permits issued in 2021 was 2,181 as compared to a three-year average of 1,896. The City did form the Junction City Land Bank in 2014 and accepted ownership of 940 lots that had not sold at tax sales to bring developable lots back into the market and accepted an additional 159 lots in 2018.

The COVID-19 pandemic started to show an impact in our City in early 2020; however, local shopping increased which resulted in an upward tick for our sales tax revenues. We know at some point the growth will slow down and level off, so we continue to spend responsibly and hold budgeted revenues steady.

The community voted to renew the 1% sales tax for debt service for another ten years which started in 2020. This gives us more flexibility in our general fund for other projects.

## Capital Asset and Debt Administration

### Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of December 31, 2021, amounts to \$157,267,660 (net of accumulated depreciation). This investment in capital assets includes construction in progress, land, buildings, streets, water and sewer lines, storm sewers, equipment and improvements. See detailed capital asset information in Note 3 of the notes to the financial statements.

	City of Junction City			
	Capital Assets			
	Governmental Activities		Business-Type Activities	
	2020	2021	2020	2021
Construction in Progress	\$ 1,938,294	\$ 2,926,728	\$ 26,885,031	\$ 28,373,786
Land	14,007,622	14,007,622	442,563	442,563
Buildings	21,030,536	21,064,063	25,219,140	25,219,140
Infrastructure	98,505,690	101,730,064	80,801,248	82,818,456
Machinery and Equipment	18,556,259	19,234,927	8,875,981	9,049,524
Less Accumulated Depreciation	[84,076,687]	[88,193,604]	[57,500,296]	[59,405,609]
Total Capital Assets, Net	<u>\$ 69,961,714</u>	<u>\$ 70,769,800</u>	<u>\$ 84,723,667</u>	<u>\$ 86,497,860</u>

### Long-Term Debt

At the end of 2021, the City had total bonded debt outstanding of \$69,347,525 backed by full faith and credit of the city, \$2,500,000 temporary notes, and \$22,906,470 of State of Kansas Revolving Loan fund debt. In 2010 and 2011, the City experienced a cash flow crisis which had to be addressed to make the second half bond payments in 2011. The crisis was averted by the implementation of several immediate cutbacks as well as significant increases in revenues. Ultimately, a *Fiscal Transformation Plan* was developed to ensure complete recovery. Some of the actions taken to respond and recover included the following:

1. Debt restructuring to improve cash flow position.
2. Increase in property taxes by 2.068 mills in 2011 and subsequently reduced the next year and remained steady as follows: 2010-48.282; 2011-50.35; 2012-47.841; 2013-47.938; 2014-47.666; 2015-47.667; 2016-48.089; and 2017-48.066.
3. Requested and received by a vote of the citizens, a one cent sales tax restricted for debt payments. This was with a 10-year sunset.
4. Worked with Standards & Poor's to retain an A bond rating and since improved the bond rating; 2010 – A-, 2012 – A, and 2014 – A+.
5. Multiple community meetings and forums to engage public in discussions of organizational structure, prioritization of services, and education.
6. Kept open communications with Fort Riley, which is the cities' largest employer.
7. Worked with legislative delegations to extend debt limit revisions for Junction City and was successful in 2012 legislature. We also requested assistance from congressional delegates to lessen the local burden created by Fort Riley.
8. A complete review of all contract services was done to ensure contracts were viable and actions were taken to revise or cancel if contracts were found insufficient. This has led to cancellation of contract for services for operating public works through a private contractor. Contract errors that were found have been corrected.
9. A complete city staff organization plan was analyzed, and changes made to develop efficiencies and eliminated services no longer in demand or deemed a high priority.
10. Administration and franchise fees were established for all utility funds.
11. The policy on Special Assessment practices was changed to ensure that a project developer is responsible for the cost of development.
12. Economic development debt was halted and policy changes to be changed for future projects. Spirit of '76 transactions were reorganized, and controls put in place to reduce city liability.
13. All organizational expenditures were analyzed and limited to operational priorities.
14. The City accounting and fund management practices revised. A new Fiscal Policy was adopted, and multiple checks and balances implemented. The City hired a new audit firm and continues to work with auditors to improve accounting system to meet GAAP and GASB standards.
15. All debt payments have been made, in full and on time, since the 2010 financial crisis.

More detailed information about the City's long-term debt is presented in Note 11 to the basic financial statements.

City of Junction City  
Outstanding Debt  
General Obligation, Revenue and State of Kansas Revolving Loans

	Governmental Activities		Business-Type Activities	
	2020	2021	2020	2021
General Obligation Bonds	\$ 62,141,543	\$ 55,391,810	\$ 4,160,295	\$ 3,793,118
Special Assessment Debt	11,046,664	10,162,597	-	-
State of KS Revolving Loans	6,816,235	6,002,668	18,666,993	16,903,802
Certificates of Participation	525,000	265,000	-	-
Temporary Notes	-	2,500,000	-	-
Capital Lease Obligations	1,868,272	1,391,542	1,780,233	1,277,605
<b>Total</b>	<b>\$ 82,397,714</b>	<b>\$ 75,713,617</b>	<b>\$ 24,607,521</b>	<b>\$ 21,974,525</b>

The City's total debt decreased by a net amount of \$9,317,093 during 2021.

The State of Kansas statutes limit the amount of general obligation debt a government entity may issue up to 30 percent of its total assessed valuation. Certain types of debt do not count in the State of Kansas calculation. Exemptions exist for water and sewer infrastructure projects.

## **Requests for Information**

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the City's finances. Questions concerning any information provided in this report or requests for additional financial information should be addressed to the City Manager's Office, 700 N. Jefferson, Junction City, Kansas or by email at [allen.dinkel@jcks.com](mailto:allen.dinkel@jcks.com).

**CITY OF JUNCTION CITY, KANSAS**

Statement of Net Position

December 31, 2021

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total Primary Government	Dorothy Bramlage Public Library
<b><u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u></b>				
<b>Assets</b>				
Cash and Investments	\$ 13,846,821	18,877,754	32,724,575	951,944
Receivables, Net of Allowance for Uncollectible				
Accounts	1,894,044	3,212,965	5,107,009	-
Taxes	10,756,552	-	10,756,552	-
Special Assessments	14,780,033	-	14,780,033	-
Interest	14,703	36,232	50,935	-
Prepaid Expenses	76,065	-	76,065	-
Assets Held for Sale	6,799,200	-	6,799,200	-
Capital Assets, Nondepreciable				
Land	14,007,622	442,563	14,450,185	-
Construction in Progress	2,926,728	28,373,786	31,300,514	-
Capital Assets, Depreciable	142,029,054	117,087,120	259,116,174	-
Less: Accumulated Depreciation	(88,193,604)	(59,405,609)	(147,599,213)	-
<b>Total Assets</b>	<b>118,937,218</b>	<b>108,624,811</b>	<b>227,562,029</b>	<b>951,944</b>
<b>Deferred Outflows of Resources</b>				
Pension Liability	3,776,881	255,265	4,032,146	-
KPERS Other Postemployment Benefits Liability	64,113	-	64,113	-
Other Postemployment Benefits Liability	26,585	-	26,585	-
Unamortized Loss on Refunding	108,000	44,001	152,001	-
<b>Total Deferred Outflows of Resources</b>	<b>3,975,579</b>	<b>299,266</b>	<b>4,274,845</b>	<b>-</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>122,912,797</b>	<b>108,924,077</b>	<b>231,836,874</b>	<b>951,944</b>
<b><u>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u></b>				
<b>Liabilities</b>				
Accounts Payable	882,099	872,361	1,754,460	-
Accrued Liabilities	246,562	17,505	264,067	-
Interest Payable	726,753	240,875	967,628	-
Court Bonds Payable	261,699	-	261,699	-
Meter Deposits Payable	-	495,097	495,097	-
Unearned Revenue - Grant Proceeds	1,720,194	-	1,720,194	-
Noncurrent Liabilities				
Due Within One Year	10,277,350	1,193,856	11,471,206	-
Due in More Than One Year	81,250,016	21,554,855	102,804,871	-
<b>Total Liabilities</b>	<b>95,364,673</b>	<b>24,374,549</b>	<b>119,739,222</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>				
Unavailable Revenue - Property Taxes	8,357,470	-	8,357,470	-
KPERS Other Postemployment Benefits Liability	25,812	-	25,812	-
Other Postemployment Benefits Liability	62,781	-	62,781	-
Pension Liability	3,999,539	286,967	4,286,506	-
<b>Total Deferred Inflows of Resources</b>	<b>12,445,602</b>	<b>286,967</b>	<b>12,732,569</b>	<b>-</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>107,810,275</b>	<b>24,661,516</b>	<b>132,471,791</b>	<b>-</b>
<b><u>NET POSITION</u></b>				
Net Investment in Capital Assets	1,855,384	64,523,334	66,378,718	-
Restricted for Expendable				
Revolving Funds	223,764	-	223,764	-
Equipment	920,459	-	920,459	-
Debt Service	14,053,280	-	14,053,280	-
Unrestricted	(1,950,365)	19,739,227	17,788,862	951,944
<b>Total Net Position</b>	<b>\$ 15,102,522</b>	<b>84,262,561</b>	<b>99,365,083</b>	<b>951,944</b>

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

**CITY OF JUNCTION CITY, KANSAS**  
Statement of Activities  
For the Year Ended December 31, 2021

	Net (Expenses) Revenue and Changes in Net Assets							Component Unit
	Program Revenues				Primary Government			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities	Total Business-Type Activities	Total	
<b>Primary Government</b>								
<b>Governmental Activities</b>								
General Government	\$ 3,367,670	853,223	2,276,205	-	(238,242)	-	(238,242)	-
Public Safety	10,444,315	767,034	30,340	-	(9,646,941)	-	(9,646,941)	-
Public Works	6,720,426	85,836	22,000	628,878	(5,983,712)	-	(5,983,712)	-
Culture and Recreation	2,391,099	591,853	-	-	(1,799,246)	-	(1,799,246)	-
Economic Development	1,330,034	-	-	-	(1,330,034)	-	(1,330,034)	-
Public Health and Sanitation	3,587,360	1,755,108	1,105,590	-	(726,662)	-	(726,662)	-
Interest on Long-Term Debt	2,802,849	-	-	-	(2,802,849)	-	(2,802,849)	-
<b>Total Governmental Activities</b>	<u>30,643,753</u>	<u>4,053,054</u>	<u>3,434,135</u>	<u>628,878</u>	<u>(22,527,686)</u>	<u>-</u>	<u>(22,527,686)</u>	<u>-</u>
<b>Business-Type Activities</b>								
Water	3,887,776	6,549,530	-	-	-	2,661,754	2,661,754	-
Sewer	4,048,592	6,811,401	-	-	-	2,762,809	2,762,809	-
Stormwater	593,597	1,070,963	-	-	-	477,366	477,366	-
Sanitation	1,196,465	1,781,682	-	-	-	585,217	585,217	-
<b>Total Business-Type Activities</b>	<u>9,726,430</u>	<u>16,213,576</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,487,146</u>	<u>6,487,146</u>	<u>-</u>
<b>Total Primary Government</b>	<u>\$ 40,370,183</u>	<u>20,266,630</u>	<u>3,434,135</u>	<u>628,878</u>	<u>(22,527,686)</u>	<u>6,487,146</u>	<u>(16,040,540)</u>	<u>-</u>
<b>Component Unit</b>								
Dorothy Bramlage Public Library	\$ 983,232	-	92,993	-	-	-	-	(890,239)
<b>General Revenues and Transfers</b>								
Property Tax					\$ 9,864,739	-	9,864,739	965,000
Sales Tax					13,218,727	-	13,218,727	-
Franchise Tax					1,799,530	-	1,799,530	-
In Lieu of Tax					48,340	-	48,340	-
Special Assessments					218,050	-	218,050	-
Use of Money or Property					944,656	20,579	965,235	2,977
Miscellaneous					1,606,769	449,556	2,056,325	-
Transfers, Net					1,892,928	(1,892,928)	-	-
<b>Total General Revenues and Transfers</b>					<u>29,593,739</u>	<u>(1,422,793)</u>	<u>28,170,946</u>	<u>967,977</u>
<b>Change in Net Position</b>					7,066,053	5,064,353	12,130,406	77,738
<b>Net Position - Beginning of Year</b>					8,036,469	79,198,208	87,234,677	874,206
<b>Net Position - End of Year</b>					<u>\$ 15,102,522</u>	<u>84,262,561</u>	<u>99,365,083</u>	<u>951,944</u>

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

**CITY OF JUNCTION CITY, KANSAS**

Balance Sheet  
Governmental Funds  
December 31, 2021

	<u>General</u>	<u>Capital Improvement</u>	<u>Debt Service</u>	<u>Land Bank</u>	<u>Spirit of '76</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b><u>ASSETS</u></b>							
<b>Assets</b>							
Cash and Investments	\$ 3,130,633	1,309,209	2,592,186	305,091	2,962	6,506,740	<b>13,846,821</b>
Receivables, Net							
Accounts	603,495	-	-	-	-	1,290,549	<b>1,894,044</b>
Taxes	6,924,591	-	2,491,716	-	-	1,340,245	<b>10,756,552</b>
Special Assessments	-	-	14,780,033	-	-	-	<b>14,780,033</b>
Due From Other Funds	1,146,351	-	-	-	-	-	<b>1,146,351</b>
Accrued Interest	5,151	1,176	5,073	-	-	3,303	<b>14,703</b>
<b>Total Assets</b>	\$ <u>11,810,221</u>	<u>1,310,385</u>	<u>19,869,008</u>	<u>305,091</u>	<u>2,962</u>	<u>9,140,837</u>	<u><b>42,438,504</b></u>
<b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE</u></b>							
<b>Liabilities</b>							
Accounts Payable	\$ 746,229	46,328	-	713	-	88,829	<b>882,099</b>
Court Bonds Payable	261,699	-	-	-	-	-	<b>261,699</b>
Accrued Liabilities	246,223	-	-	-	-	339	<b>246,562</b>
Due to Other Funds	-	-	-	-	-	1,146,351	<b>1,146,351</b>
Unearned Revenue - Grant Proceeds	-	-	-	-	-	1,720,194	<b>1,720,194</b>
<b>Total Liabilities</b>	<u>1,254,151</u>	<u>46,328</u>	<u>-</u>	<u>713</u>	<u>-</u>	<u>2,955,713</u>	<u><b>4,256,905</b></u>
<b>Deferred Inflows of Resources</b>							
Unavailable Revenue - Property Taxes	4,525,509	-	2,491,716	-	-	1,340,245	<b>8,357,470</b>
Unavailable Revenue - Special Assessments	-	-	14,780,033	-	-	-	<b>14,780,033</b>
<b>Total Deferred Inflows of Resources</b>	<u>4,525,509</u>	<u>-</u>	<u>17,271,749</u>	<u>-</u>	<u>-</u>	<u>1,340,245</u>	<u><b>23,137,503</b></u>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<u>5,779,660</u>	<u>46,328</u>	<u>17,271,749</u>	<u>713</u>	<u>-</u>	<u>4,295,958</u>	<u><b>27,394,408</b></u>
<b>Fund Balance</b>							
Restricted	948,501	10,686	2,597,259	-	-	3,485,962	<b>7,042,408</b>
Committed	-	-	-	304,378	2,962	1,337,519	<b>1,644,859</b>
Assigned	-	1,253,371	-	-	-	21,398	<b>1,274,769</b>
Unassigned	5,082,060	-	-	-	-	-	<b>5,082,060</b>
<b>Total Fund Balance</b>	<u>6,030,561</u>	<u>1,264,057</u>	<u>2,597,259</u>	<u>304,378</u>	<u>2,962</u>	<u>4,844,879</u>	<u><b>15,044,096</b></u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	\$ <u>11,810,221</u>	<u>1,310,385</u>	<u>19,869,008</u>	<u>305,091</u>	<u>2,962</u>	<u>9,140,837</u>	<u><b>42,438,504</b></u>

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

**CITY OF JUNCTION CITY, KANSAS**  
Reconciliation of the Total Governmental Fund Balances  
to Net Position of Governmental Activities  
December 31, 2021

Total Governmental Fund Balances	\$	15,044,096
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
The cost of capital assets is		158,963,404
Accumulated depreciation is		<u>(88,193,604)</u>
		70,769,800
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
		21,579,233
Unamortized early retirement on debt, which results in a consumption of net position applicable to a future reporting period is recognized as deferred outflows in the governmental activities in the statement of net position.		
		108,000
Pension and OPEB contributions are reported as an expense in the funds and as a deferred outflow of resources in the governmental activities in the statement of net position.		
		3,867,579
Pension and OPEB fundings are reported as a revenue in the funds and as a deferred inflow of resources in the governmental activities in the statement of net position.		
		(4,088,132)
The following assets and liabilities are not due and payable in the current period and therefore are not reported as assets and liabilities in the funds.		
Prepaid expenses		76,065
Compensated absences		(754,532)
Net pension liability		(12,550,635)
Net OPEB obligation		(389,814)
Net KPERS OPEB obligation		(181,603)
Loans payable		(6,002,668)
General obligation bonds payable		(57,891,810)
Special assessment bonds payable		(10,162,597)
Spirit loans payable		(1,937,165)
Certificates of participation payable		(265,000)
Capital lease payable		(1,391,542)
Accrued interest on the bonds		<u>(726,753)</u>
		<u>(92,178,054)</u>
<b>Net Position of Governmental Activities</b>	<b>\$</b>	<b><u>15,102,522</u></b>

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

**CITY OF JUNCTION CITY, KANSAS**  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds  
For the Year Ended December 31, 2021

	General	Capital Improvement	Debt Service	Land Bank	Spirit of '76	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>							
Taxes							
Property	\$ 5,156,470	36	2,920,520	-	-	1,787,713	9,864,739
Sales	8,171,781	-	5,046,946	-	-	-	13,218,727
Franchise	1,799,530	-	-	-	-	-	1,799,530
In Lieu of Taxes	48,340	-	-	-	-	-	48,340
Charges for Services	2,822,956	-	-	-	-	-	2,822,956
Intergovernmental	1,440,383	-	-	-	375,105	2,247,525	4,063,013
Licenses and Permits	316,192	-	-	-	-	-	316,192
Fines and Fees	913,906	-	-	-	-	-	913,906
Special Assessments	60,692	-	2,403,443	-	-	-	2,464,135
Use of Money and Property	105,275	1,079	4,815	-	-	834,474	945,643
Miscellaneous	465,226	-	163,680	96,000	-	869,342	1,594,248
<b>Total Revenues</b>	<u>21,300,751</u>	<u>1,115</u>	<u>10,539,404</u>	<u>96,000</u>	<u>375,105</u>	<u>5,739,054</u>	<u>38,051,429</u>
<b>Expenditures</b>							
General Government	1,644,111	-	-	21,369	-	2,871,917	4,537,397
Public Safety	9,792,847	-	-	-	-	295,021	10,087,868
Public Works	3,547,076	1,558,222	-	-	-	654,643	5,759,941
Public Health and Sanitation	3,587,434	-	-	-	-	-	3,587,434
Culture and Recreation	2,594,675	-	-	-	-	3,811	2,598,486
Economic Development	549,797	-	-	-	-	519,088	1,068,885
Miscellaneous	-	46,328	54,641	-	-	-	100,969
Debt Service							
Principal	551,895	-	12,371,751	-	269,167	529,167	13,721,980
Interest and Other Charges	40,038	8,776	2,530,933	-	105,932	117,170	2,802,849
Cost of Issuance	-	32,250	86,364	-	-	-	118,614
<b>Total Expenditures</b>	<u>22,307,873</u>	<u>1,645,576</u>	<u>15,043,689</u>	<u>21,369</u>	<u>375,099</u>	<u>4,990,817</u>	<u>44,384,423</u>
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<u>(1,007,122)</u>	<u>(1,644,461)</u>	<u>(4,504,285)</u>	<u>74,631</u>	<u>6</u>	<u>748,237</u>	<u>(6,332,994)</u>
<b>Other Financing Sources (Uses)</b>							
Debt Proceeds	75,165	2,335,333	4,686,252	-	-	164,667	7,261,417
Transfers In	1,760,274	150,000	300,000	-	-	-	2,210,274
Transfers Out	(150,000)	(37,072)	-	-	-	(130,274)	(317,346)
<b>Net Other Financing Sources (Uses)</b>	<u>1,685,439</u>	<u>2,448,261</u>	<u>4,986,252</u>	<u>-</u>	<u>-</u>	<u>34,393</u>	<u>9,154,345</u>
<b>Net Change in Fund Balance</b>	678,317	803,800	481,967	74,631	6	782,630	2,821,351
<b>Fund Balance - Beginning of Year</b>	<u>5,352,244</u>	<u>460,257</u>	<u>2,115,292</u>	<u>229,747</u>	<u>2,956</u>	<u>4,062,249</u>	<u>12,222,745</u>
<b>Fund Balance - End of Year</b>	<u>\$ 6,030,561</u>	<u>1,264,057</u>	<u>2,597,259</u>	<u>304,378</u>	<u>2,962</u>	<u>4,844,879</u>	<u>15,044,096</u>

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

**CITY OF JUNCTION CITY, KANSAS**  
 Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in  
 Fund Balances to the Governmental Activities in the Statement of Activities  
 For the Year Ended December 31, 2021

Total Net Change in Fund Balances - Governmental Funds	\$	2,821,351
<p>Amounts reported for governmental activities in the statement of activities are different because Capital outlays to purchase or build assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities. This is the amount by which capital outlays exceeds depreciation in the period.</p>		
Capital outlays		3,528,303
Depreciation expense		<u>(4,116,917)</u>
		(588,614)
<p>Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due, and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. This is the amount by which interest decreased.</p>		
		126,491
<p>Revenues for long-term special assessment receivables are recorded in the statement of activities that do not provide current financial resources are not recorded in the governmental funds.</p>		
		(2,246,085)
<p>Some expenses reported in the statement of activities, such as compensated absences and other post employment benefits, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.</p>		
Compensated absences		152,928
Prepaid expense		(29,927)
Net OPEB liability		(23,001)
Net KPERS OPEB liability		(24,411)
<p>Long-term debt proceeds are other financing sources in the governmental funds, but they increase long-term liabilities in the statement of net position and do not affect the statement of activities. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>		
General obligation debt premiums and discounts		(7,186,252)
Capital lease proceeds		(75,165)
<p>Pension payments are reported as expenditures in the governmental funds and do not affect the statement of net activities.</p>		
		95,107
<p>Repayment of bond principal and amortization of bond premium is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net position and does not affect the statement of activities.</p>		
General obligation debt		11,435,985
Special assessment debt		884,068
Spirit loan		269,167
Loans		813,566
Capital leases		551,895
Certificates of participation		260,000
Unamortized loss on refunding		<u>(171,050)</u>
<b>Change in Net Position of Governmental Activities</b>	<b>\$</b>	<b><u>7,066,053</u></b>

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

**CITY OF JUNCTION CITY, KANSAS**  
Statement of Net Position  
Proprietary Funds  
December 31, 2021

	Business-Type Activities				Total
	Water	Sewer	Stormwater	Nonmajor Enterprise Funds	
<b><u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u></b>					
<b>Current Assets</b>					
Cash and Investments	\$ 8,226,859	4,950,261	1,757,352	3,943,282	18,877,754
Receivables, Net of Allowances for Uncollectible					
Accounts	1,269,908	1,335,382	225,396	382,279	3,212,965
Accrued Interest	15,796	9,549	3,318	7,569	36,232
<b>Total Current Assets</b>	<b>9,512,563</b>	<b>6,295,192</b>	<b>1,986,066</b>	<b>4,333,130</b>	<b>22,126,951</b>
<b>Noncurrent Assets</b>					
<b>Capital Assets</b>					
Nondepreciable Capital Assets					
Land	428,683	13,880	-	-	442,563
Construction in Progress	14,722,018	13,651,768	-	-	28,373,786
Depreciable Capital Assets					
Capital Assets	45,603,493	56,788,639	13,331,775	1,363,213	117,087,120
Accumulated Depreciation	(24,509,183)	(30,400,625)	(3,235,102)	(1,260,699)	(59,405,609)
<b>Total Noncurrent Assets</b>	<b>36,245,011</b>	<b>40,053,662</b>	<b>10,096,673</b>	<b>102,514</b>	<b>86,497,860</b>
<b>Total Assets</b>	<b>45,757,574</b>	<b>46,348,854</b>	<b>12,082,739</b>	<b>4,435,644</b>	<b>108,624,811</b>
<b>Deferred Outflows of Resources</b>					
Pension Liability	80,511	83,393	14,142	77,219	255,265
Unamortized Loss on Refunding	22,274	21,727	-	-	44,001
<b>Total Deferred Outflows of Resources</b>	<b>102,785</b>	<b>105,120</b>	<b>14,142</b>	<b>77,219</b>	<b>299,266</b>
<b>Total Assets and Deferred Outflows of Resources</b>	<b>45,860,359</b>	<b>46,453,974</b>	<b>12,096,881</b>	<b>4,512,863</b>	<b>108,924,077</b>
<b><u>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u></b>					
<b>Current Liabilities</b>					
Accounts Payable	329,075	484,934	54,223	4,129	872,361
Accrued Liabilities	5,820	5,909	937	4,839	17,505
Interest Payable	116,624	124,251	-	-	240,875
Meter Deposits Payable	495,097	-	-	-	495,097
Current Portion of Loans Payable	39,007	345,639	-	-	384,646
Current Portion of Capital Lease Payable	394,824	15,579	48,907	-	459,310
Current Portion of General Obligation Bonds Payable	140,960	208,940	-	-	349,900
<b>Total Current Liabilities</b>	<b>1,521,407</b>	<b>1,185,252</b>	<b>104,067</b>	<b>8,968</b>	<b>2,819,694</b>
<b>Noncurrent Liabilities</b>					
Net Pension Liability	232,272	240,583	40,800	222,771	736,426
Loans Payable	6,560,319	9,958,839	-	-	16,519,158
Capital Lease Payable	765,773	-	52,522	-	818,295
General Obligation Bonds Payable	1,376,287	2,066,930	-	-	3,443,217
Compensated Absences Payable	11,998	8,056	-	17,705	37,759
<b>Total Noncurrent Liabilities</b>	<b>8,946,649</b>	<b>12,274,408</b>	<b>93,322</b>	<b>240,476</b>	<b>21,554,855</b>
<b>Total Liabilities</b>	<b>10,468,056</b>	<b>13,459,660</b>	<b>197,389</b>	<b>249,444</b>	<b>24,374,549</b>
<b>Deferred Inflows of Resources</b>					
Pension Liability	90,511	93,749	15,899	86,808	286,967
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>10,558,567</b>	<b>13,553,409</b>	<b>213,288</b>	<b>336,252</b>	<b>24,661,516</b>
<b><u>NET POSITION</u></b>					
<b>Net Position</b>					
Net Investment in Capital Assets	26,967,841	27,457,735	9,995,244	102,514	64,523,334
Unrestricted	8,333,951	5,442,830	1,888,349	4,074,097	19,739,227
<b>Total Net Position</b>	<b>\$ 35,301,792</b>	<b>32,900,565</b>	<b>11,883,593</b>	<b>4,176,611</b>	<b>84,262,561</b>

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

**CITY OF JUNCTION CITY, KANSAS**  
Statement of Revenues, Expenses, and Changes in Net Position  
Proprietary Funds  
For the Year Ended December 31, 2021

	Business-Type Activities				Total
	Water	Sewer	Stormwater	Nonmajor Enterprise Funds	
<b>Operating Revenues</b>					
Charges for Services	\$ 6,549,530	6,811,401	1,070,963	1,781,682	<b>16,213,576</b>
Miscellaneous	117,540	296,838	10,061	25,117	<b>449,556</b>
<b>Total Operating Revenues</b>	<u>6,667,070</u>	<u>7,108,239</u>	<u>1,081,024</u>	<u>1,806,799</u>	<b>16,663,132</b>
<b>Operating Expenses</b>					
Personnel Services	475,105	477,959	65,868	439,475	<b>1,458,407</b>
Contractual Services	2,250,095	2,271,883	222,914	527,305	<b>5,272,197</b>
Commodities	163,374	72,204	20,758	162,820	<b>419,156</b>
Depreciation and Amortization	791,401	924,622	279,771	66,270	<b>2,062,064</b>
<b>Total Operating Expense</b>	<u>3,679,975</u>	<u>3,746,668</u>	<u>589,311</u>	<u>1,195,870</u>	<b>9,211,824</b>
<b>Net Operating Income</b>	<u>2,987,095</u>	<u>3,361,571</u>	<u>491,713</u>	<u>610,929</u>	<b>7,451,308</b>
<b>Nonoperating Revenues (Expenses)</b>					
Interest Income	9,830	4,002	2,001	4,746	<b>20,579</b>
Interest Expense	(207,801)	(301,924)	(4,286)	(595)	<b>(514,606)</b>
<b>Net Nonoperating Revenues (Expenses)</b>	<u>(197,971)</u>	<u>(297,922)</u>	<u>(2,285)</u>	<u>4,151</u>	<b>(494,027)</b>
<b>Net Income Before Transfers</b>	<u>2,789,124</u>	<u>3,063,649</u>	<u>489,428</u>	<u>615,080</u>	<b>6,957,281</b>
Transfers In	37,072	-	-	-	<b>37,072</b>
Transfers Out	(485,000)	(735,000)	(300,000)	(410,000)	<b>(1,930,000)</b>
<b>Net Transfers</b>	<u>(447,928)</u>	<u>(735,000)</u>	<u>(300,000)</u>	<u>(410,000)</u>	<b>(1,892,928)</b>
<b>Change in Net Position</b>	2,341,196	2,328,649	189,428	205,080	<b>5,064,353</b>
<b>Net Position - Beginning of Year</b>	<u>32,960,596</u>	<u>30,571,916</u>	<u>11,694,165</u>	<u>3,971,531</u>	<b>79,198,208</b>
<b>Net Position - End of Year</b>	<u>\$ 35,301,792</u>	<u>32,900,565</u>	<u>11,883,593</u>	<u>4,176,611</u>	<b>84,262,561</b>

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

**CITY OF JUNCTION CITY, KANSAS**  
Statement of Cash Flows  
Proprietary Funds  
For the Year Ended December 31, 2021

	Business-Type Activities				Total
	Water	Sewer	Stormwater	Nonmajor Enterprise Funds	
<b>Cash Flows From Operating Activities</b>					
Cash Received From Customers and Users	\$ 6,263,779	6,722,060	1,057,311	1,707,718	<b>15,750,868</b>
Cash Paid to Suppliers of Goods and Services	(2,379,162)	(2,057,786)	(212,463)	(701,836)	<b>(5,351,247)</b>
Cash Paid to Employees	(476,721)	(496,538)	(82,783)	(467,500)	<b>(1,523,542)</b>
Other Operating Receipts	117,540	296,838	10,061	25,117	<b>449,556</b>
<b>Net Cash Provided by Operating Activities</b>	<u>3,525,436</u>	<u>4,464,574</u>	<u>772,126</u>	<u>563,499</u>	<b><u>9,325,635</u></b>
<b>Cash Flows From Investing Activities</b>					
Interest Received	15,717	9,501	3,301	7,530	<b>36,049</b>
<b>Cash Flows From Capital and Related Financing Activities</b>					
Purchase and Construction of Capital Assets	(1,186,160)	(2,228,889)	(377,828)	(6,307)	<b>(3,799,184)</b>
Principal Payments - Capital Lease	(389,780)	(15,217)	(48,088)	(49,542)	<b>(502,627)</b>
Principal Payments - General Obligation Bonds	(146,871)	(220,307)	-	-	<b>(367,178)</b>
Interest Payments	(216,626)	(315,176)	(4,286)	(595)	<b>(536,683)</b>
Principal Payments - Loans Payable	(731,807)	(1,031,383)	-	-	<b>(1,763,190)</b>
<b>Net Cash Used for Capital and Related Financing Activities</b>	<u>(2,671,244)</u>	<u>(3,810,972)</u>	<u>(430,202)</u>	<u>(56,444)</u>	<b><u>(6,968,862)</u></b>
<b>Cash Flows From Noncapital Financing Activities</b>					
Transfers Out	(485,000)	(735,000)	(300,000)	(410,000)	<b>(1,930,000)</b>
<b>Net Change in Cash and Investments</b>	384,909	(71,897)	45,225	104,585	<b>462,822</b>
<b>Cash and Investments - Beginning of Year</b>	<u>7,841,950</u>	<u>5,022,158</u>	<u>1,712,127</u>	<u>3,838,697</u>	<b><u>18,414,932</u></b>
<b>Cash and Investments - End of Year</b>	<u>\$ 8,226,859</u>	<u>4,950,261</u>	<u>1,757,352</u>	<u>3,943,282</u>	<b><u>18,877,754</u></b>

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

**CITY OF JUNCTION CITY, KANSAS**  
Statement of Cash Flows  
Proprietary Funds (Continued)  
For the Year Ended December 31, 2021

	Business-Type Activities				Total
	Water	Sewer	Stormwater	Nonmajor Enterprise Funds	
<b>Reconciliation of Net Operating Income to Net Cash Provided by Operating Activities</b>					
Net Operating Income	\$ 2,987,095	3,361,571	491,713	610,929	<b>7,451,308</b>
<b>Adjustments to Reconcile Net Operating Income to Net Cash Provided by Operating Activities</b>					
Depreciation and Bond Amortization Expense	791,401	924,622	279,771	66,270	<b>2,062,064</b>
(Increase) Decrease in Accounts Receivable	(299,705)	(89,341)	(13,652)	(73,964)	<b>(476,662)</b>
(Increase) Decrease in Deferred Outflows	6,365	14,972	6,813	12,157	<b>40,307</b>
Increase (Decrease) in Meter Deposits Payable	13,954	-	-	-	<b>13,954</b>
Increase (Decrease) in Accounts Payable	32,212	284,253	30,958	(12,543)	<b>334,880</b>
Increase (Decrease) in Accrued Liabilities	2,095	2,048	251	72,072	<b>76,466</b>
Increase (Decrease) in Accrued Compensated Absences	192	7,227	-	(6,738)	<b>681</b>
Increase (Decrease) in Net Pension Liability	(86,835)	(120,723)	(36,172)	(105,516)	<b>(349,246)</b>
Increase (Decrease) in Deferred Inflows	78,662	79,945	12,444	832	<b>171,883</b>
<b>Net Cash Provided by Operating Activities</b>	<b>\$ 3,525,436</b>	<b>4,464,574</b>	<b>772,126</b>	<b>563,499</b>	<b>9,325,635</b>

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

**CITY OF JUNCTION CITY, KANSAS**  
Statement of Fiduciary Net Position  
Combined Fiduciary Funds  
December 31, 2021

---

	<u>ASSETS</u>		<u>Custodial Funds</u>
Cash		\$	<u>5,135</u>
	<u>LIABILITIES</u>		
Due To Others		\$	<u>5,135</u>

**CITY OF JUNCTION CITY, KANSAS**  
Statement of Changes in Fiduciary Net Position  
Combined Fiduciary Funds  
For the Year Ended December 31, 2021

---

	<u>Custodial Funds</u>
Revenues	\$ -
Expenditures	<u>-</u>
Excess (Deficit) of Revenues Over Expenditures	-
Fund Balance - Beginning of Year	<u>-</u>
Fund Balance - End of Year	\$ <u>-</u>

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

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting and reporting policies of **City of Junction City, Kansas**, relating to the funds included in the accompanying financial statements, conform to generally accepted accounting principles applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governments (GASB 34 Edition), and by the Financial Accounting Standards Board, when applicable. The following is a summary of such significant policies.

**Reporting Entity**

**City of Junction City, Kansas** (the City) was incorporated in 1859 and became a City of the first class on January 1, 1962. The City operates under a City Commission–Manager form of government. The accompanying basic financial statements present the City (the primary government) and its component units, Dorothy Bramlage Public Library and Spirit of '76, entities for which the City is considered to be financially accountable. The Public Library is a discretely presented component unit that is reported in a separate column in the government-wide financial statements to emphasize that the Public Library is legally separate from the City. Spirit of '76 is a blended component unit that is reported as a governmental fund of the City to emphasize that Spirit of '76 is part of the City.

**Discretely Presented Component Unit**

The Dorothy Bramlage Public Library (the Library) is operated by a Library Board which is appointed by the City Commission. The City levies and collects a special library tax to subsidize the Library's operations. The Library's mill levy can be capped by charter ordinance of the City Commission. Bond issuances must also be approved by the City. Separately issued financial statements for the Library are available at the Library.

**Blended Component Unit**

Spirit of '76, a Kansas not-for-profit 501(c)(4) corporation, is operated by an eleven-member Board appointed by the Mayor and the Chairman of the Board of County Commissioners. The City has issued several series of Industrial Revenue Bonds (IRB's) for economic development projects within the City for which Spirit of '76 is the tenant under separate financing leases. In relation to these IRB's the City and Spirit of '76 have entered into economic development grant agreements whereby the City agrees to provide Spirit with an economic development grant in an amount necessary for Spirit of '76 to make basic rental payments required by the leases. Spirit of '76 is presented as a governmental fund type. Separately issued financial statements for Spirit of '76 are not available.

**Use of Estimates**

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

**Government-Wide and Fund Financial Statements**

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

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's water/sewer function and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water/sewer and stormwater funds are charges to customers for sales and services. Operating expenses for the water/sewer and stormwater funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary funds are used to account for assets held on behalf of outside parties. The City uses custodial funds to report resources held by the City in a custodial capacity for remittance of fiduciary resources to individuals, private organizations or other governments.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds. Major individual governmental funds and the major individual enterprise funds are reported as separate columns in the fund financial statements.

**Measurement Focus, Basis of Accounting and Financial Statement Presentation**

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are generally considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. A 90-day availability period is used for revenue recognition for all governmental fund revenues except property taxes. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, sales taxes, franchise taxes, interest associated with the current fiscal period, and certain state and federal grants and entitlements are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the City. While property taxes receivable are shown on the balance sheet as current assets of the City, they

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

are not recognized as revenue at year end because statutory provisions prohibit their use until the year for which they were raised and budgeted. Instead, they are offset by deferred revenue accounts.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

The City reports the following major governmental funds:

**General Fund** - The general fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. This fund accounts for the general operating transactions of the City including public safety, public works, parks, recreation, and administration.

**Capital Improvement Fund** - The capital improvement fund was established to provide a financing mechanism for the repair, restoration and rehabilitation of existing public facilities.

**Debt Service Fund** - The debt service fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

**Land Bank Fund** - The land bank fund accounts for proceeds received from the sale of land bank properties.

**Spirit of '76 Fund** - The Spirit of '76 fund accounts for several economic development projects of the City.

The City reports the following major proprietary funds:

**Water Fund** - The water fund accounts for the operation and maintenance activities of the City's water distribution systems.

**Sewer Fund** - The sewer fund accounts for the operation and maintenance activities of the City's wastewater collection and treatment systems.

**Stormwater Fund** - The stormwater fund accounts for the operation and maintenance activities of the City's stormwater collection and treatment systems.

**Statement of Cash Flows**

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

**Receivables and Payables**

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All trade accounts receivable are shown net of an allowance for uncollectible. Management records a trade accounts receivable allowance based on percentages of collection estimated from the aging of the accounts receivable.

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

**Property Taxes and Receivable**

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Property taxes are collected and remitted to the Geary County Treasurer. Taxes levied annually on November 1<sup>st</sup> are due one-half by December 20<sup>th</sup> and one-half by May 10<sup>th</sup>. Taxes are recognized as revenue in the year received. Delinquent tax payments are recognized as revenue in the year received. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operations of the City and therefore, are not susceptible to accrual. At December 31, such taxes are recorded as taxes receivable, net of anticipated delinquencies with a corresponding amount recorded as deferred inflows of resources on the balance sheet of the appropriate funds. It is not practicable to apportion delinquent taxes at the end of the year and, further, the amounts are not material in relationship to the primary government financial statements.

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

Kansas statutes require that projects financed in part by special assessments to be paid in installments must be financed through the issuance of general obligation bonds or temporary notes which are secured by the full faith and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as revenue in the appropriate capital project. Special assessments received after the issuance of general obligation bonds are recorded as revenue in the Debt Service Fund. Further, Kansas statutes require levying additional general and ad valorem property taxes in the City's Debt Service Fund to finance delinquent special assessments receivable. Accordingly, special assessments receivable are accounted for within the City's Debt Service Fund. Special assessments as levied over a 15 to 20-year period, and annual installments are due and payable with annual ad valorem property taxes. The City may foreclose liens against property benefited by special assessments when delinquent assessments are two years in arrears. On December 31<sup>st</sup>, the special assessment taxes levied are a lien on the property are recorded as special assessments receivable in the Debt Service Fund with a corresponding amount recorded as a deferred inflow of resources.

**Capital Assets**

Capital assets, which include property, plant, equipment, infrastructure (e.g., roads, bridges, sidewalks and similar items) and construction in progress are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as assets with an initial individual cost greater than \$5,000 an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets of the primary government are depreciated using the straight-line method over the following estimated useful lives:

Buildings and systems	50 years
Improvements	7 - 50 years
Machinery and equipment	3 - 15 years
Infrastructure	15 - 50 years

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

**Prepaid Expenses**

Payments made to vendors for goods or services that will benefit periods beyond the date of this report are recorded as prepaid expenses.

**Compensated Absences**

Under the terms of the City's personnel policy, City employees are granted vacation and sick leave in varying amounts. Employees are allowed to accumulate vacation leave not to exceed 240 hours. Fire department employees may accumulate up to 480 hours. The policy prohibits payment for vacation in lieu of time off. Upon termination or retirement, vacation is paid to employees up to the maximum accumulations noted above.

All regular full-time employees employed by the City on or before December 31, 1994 who have an accumulation of more than 1,040 sick leave hours, or more than 1,452 sick leave hours for Fire department shift captains, may accumulate up to the accrued balance of the sick leave hours as of December 31, 1994 which then will become their accumulated maximum. All regular full-time employees employed by the City after December 31, 1994 may accumulate up to 1,040 sick leave hours, with no maximum sick leave hours for Fire department shift captains. Upon retirement from the City, employees are paid one quarter of their accumulated sick leave up to a maximum amount of 240 hours for employees and 480 hours for fire department shift captains. To be eligible for the sick leave payout, the retiring employee must be eligible to receive retirement benefits for service with the City through the Kansas Public Employees Retirement System (KPERs) or Kansas Police and Firemen's Retirement System (KP&F).

All vacation pay is accrued when incurred and the varying amounts of accumulated sick leave are accrued upon employees becoming KPERs or KP&F retirement eligible in the government-wide and proprietary financial statements. In the governmental fund financial statements, a liability is accrued when it has matured, for example, as a result of employee resignations and retirements.

**Long-Term Obligations**

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or business-type activities statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

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

**Deferred Outflows and Inflows of Resources**

In addition to assets, the statement of net position may report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City reports a collective deferred outflow of resources related to pensions, OPEB and unamortized loss on refunding of debt, which is described in more detail in Note 4 – Defined Benefit Pension Plan, Note 5 – Other Post Employment Healthcare Benefits and Note 6 – Other Post Employment Benefits (KPERs).

In addition to liabilities, the statement of net position may report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds report unavailable revenues from two

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Deferred revenues are reported in both the government-wide statement of net position and the governmental funds balance sheet for property tax receivable. Property taxes are not recognized as revenue until the period for which they are levied. Additionally, the City reports collective deferred inflow of resources related to pensions and OPEB, which is described in more detail in Note 4 – Defined Benefit Pension Plan, Note 5 – Other Post Employment Healthcare Benefits and Note 6 - Other Post Employment Benefits (KPERs).

**Net Position and Fund Balance**

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

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

In the governmental fund financial statements, fund balance is comprised of five different classifications designed to disclose the hierarchy of constraints placed on how fund balance can be spent. The fund balance is classified as follows:

- Non-spendable – Assets legally or contractually required to be maintained or are not in spendable form. Such constraint is binding until the legal requirement is repealed or the amounts become spendable.
- Restricted – Assets with externally imposed constraints, such as those mandated by creditors, grantors, and contributors, or laws and regulations. Such constraint is binding unless modified or rescinded by the applicable external body, laws, or regulations.
- Committed – Assets with a purpose formally imposed by resolution by the City Commission, binding unless modified or rescinded by the City Commission.
- Assigned – Comprised of amounts intended to be used by the City for specific purposes that are neither restricted nor committed. Intent is expressed by (1) the City Commission or (2) a body or official to whom the City Commission has delegated the authority to assign amounts to be used for specific purposes as prescribed by the City’s fund balance and cash policy.
- Unassigned – All amounts not included in the other fund balance classifications. The general fund shall be the only fund required to report positive unassigned fund balance. All other governmental funds may report negative unassigned fund balance.

In circumstances when an expenditure is made for a purpose which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

The following is the detail for fund balance classifications in the financial statements:

	Major Governmental Funds					Other Governmental Funds	Total Governmental Funds
	<u>General</u>	<u>Capital Improvement</u>	<u>Debt Service</u>	<u>Land Bank</u>	<u>Spirit of '76</u>		
Fund Balances							
Restricted for							
Economic Development	\$ -	-	-	-	-	651,608	<b>651,608</b>
Public Works	-	-	-	-	-	892,111	<b>892,111</b>
Public Safety	-	-	-	-	-	1,303,832	<b>1,303,832</b>
Debt Service	-	-	2,597,259	-	-	586,355	<b>3,183,614</b>
Culture and Recreation	-	-	-	-	-	52,056	<b>52,056</b>
Encumbrances	948,501	10,686	-	-	-	-	<b>959,187</b>
Committed for							
Employee Benefits	-	-	-	-	-	1,323,097	<b>1,323,097</b>
Economic Development	-	-	-	-	2,962	-	<b>2,962</b>
Capital Improvements	-	-	-	304,378	-	-	<b>304,378</b>
Culture and Recreation	-	-	-	-	-	14,422	<b>14,422</b>
Assigned for							
Capital Improvements	-	1,253,371	-	-	-	21,398	<b>1,274,769</b>
Unassigned	<u>5,082,060</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<b><u>5,082,060</u></b>
Total Fund Balances	\$ <u>6,030,561</u>	<u>1,264,057</u>	<u>2,597,259</u>	<u>304,378</u>	<u>2,962</u>	<u>4,844,879</u>	<b><u>15,044,096</u></b>

**Concentrations of Credit Risk**

Loans are extended and secured with a lien on the property and a personal guaranty to local industries under the revolving loan program. Unsecured credit is extended to customers for water and sewer fees and charges for services. Intergovernmental receivables include unsecured amounts due from federal, state and county agencies for various grant programs. Credit is extended to citizens for special assessments levied by the City for capital improvements. These assessments are secured by liens on the related properties.

**Budgetary Information**

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

1. Preparation of the budget for the succeeding calendar year on or before August 1<sup>st</sup>.
2. Publication in local newspaper on or before August 5<sup>th</sup> of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15<sup>th</sup>, but at least 10 days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25<sup>th</sup>.

If the City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20<sup>th</sup>.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were budget amendments in the Temporary Notes, Debt Service, Federal Equitable Sharing, and Disaster Insurance Trust Funds for the year ended December 31, 2021.

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each governmental 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 revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, fiduciary funds and the following special revenue funds: Spirit of '76 Fund, Sundown Salute Fund, Grants Fund, Special Projects Fund, PSAP 911 Fund, Federal Funds Exchange Fund and ARPA Fund.

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.

**Pending Governmental Accounting Standards Board Statements**

At December 31, 2021, the Governmental Accounting Standards Board (GASB) has issued several statements not yet implemented by the City. The Statements that might impact the City are as follows:

GASB Statement No. 87, *Leases*, improves accounting and financial reporting for leases by governments. Statement 87 increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities. The requirements of this Statement are effective for periods beginning after June 15, 2021, as a result of GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*.

GASB Statement No. 91, *Conduit Debt Obligations*, eliminates diversity in practice associated with government issuers' financial reporting of conduit debt obligations. The Statement achieves that objective by classifying the existing definition of a conduit debt obligation, establishing that a conduit debt obligation is not a liability of the issuer, establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations, and improving required note disclosures. The requirements for this statement are effective for periods beginning after December 15, 2021, as a result of GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*.

GASB Statement No. 93, *Replacement of Interbank Offered Rates*, provides guidance where some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR) -most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate. The requirements of this Statement are effective for periods beginning after

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

June 15, 2021, as a result of GASB Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*.

GASB Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements, improves financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). A PPP is an arrangement in which a government contracts with an operator to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset, for a period of time in an exchange or exchange-like transaction. This statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs), which is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction. The requirements for this statement are effective for periods beginning after June 15, 2022.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The requirements for this statement are effective for periods beginning after June 15, 2022.

GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, (1) increases consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigates costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhances the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. The requirements for this statement are effective for periods beginning after June 15, 2021.

## **NOTE 2 – DEPOSITS AND INVESTMENTS**

The City follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund type in the balance sheet.

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

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. The rating of the City's investments is noted above.

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

As of December 31, 2021, the City had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (Less Than 1 Year)</u>	<u>Moody Rating</u>
U.S. Agency Securities	\$ 24,492,890	24,492,890	Aaa
Treasury Bonds	764,774	764,774	Aaa
Treasury Notes	523,758	523,758	Aaa

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles (GAAP). The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs. The U.S. Agency Securities are valued using quoted matrix pricing models (Level 2 inputs).

Several of the above investments are measured at the net asset value, have an ongoing redemption frequency and liquidity fees or redemption gates are not imposed on any of the investments.

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

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. Kansas statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City did not use "peak periods" during 2021. All deposits were legally secured at December 31, 2021.

At December 31, 2021, The City's and Fiduciary's carrying amount of deposits were \$32,724,575 and \$5,135, respectively. The bank balance was \$34,067,943. The bank balance was held by three banks, resulting in a concentration of credit risk. Of the bank balance, \$526,924 was covered by federal depository insurance, \$7,259,597 was secured by letters of credit in the City's name, and \$26,281,422 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

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

**NOTE 3 – CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2021 was as follows:

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Governmental Activities</b>				
Capital Assets Not Being Depreciated				
Land	\$ 14,007,622	-	-	<b>14,007,622</b>
Construction in Progress	1,938,294	3,274,364	2,285,930	<b>2,926,728</b>
Total Capital Assets Not Being Depreciated	<u>15,945,916</u>	<u>3,274,364</u>	<u>2,285,930</u>	<b><u>16,934,350</u></b>
Capital Assets Being Depreciated				
Buildings and Improvements	21,030,536	33,527	-	<b>21,064,063</b>
Infrastructure	98,505,690	3,224,374	-	<b>101,730,064</b>
Machinery and Equipment	18,556,259	678,668	-	<b>19,234,927</b>
Total Capital Assets Being Depreciated	<u>138,092,485</u>	<u>3,936,569</u>	<u>-</u>	<b><u>142,029,054</u></b>
Less Accumulated Depreciation for				
Buildings and Improvements	12,049,392	413,058	-	<b>12,462,450</b>
Infrastructure	58,226,422	2,535,784	-	<b>60,762,206</b>
Machinery and Equipment	13,800,873	1,168,075	-	<b>14,968,948</b>
Total Accumulated Depreciation	<u>84,076,687</u>	<u>4,116,917</u>	<u>-</u>	<b><u>88,193,604</u></b>
Total Capital Assets Being Depreciated, Net	<u>54,015,798</u>	<u>(180,348)</u>	<u>-</u>	<b><u>53,835,450</u></b>
Governmental Activities Capital Assets, Net	<u>\$ 69,961,714</u>	<u>3,094,016</u>	<u>2,285,930</u>	<b><u>70,769,800</u></b>

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Business-type Activities</b>				
Capital Assets Not Being Depreciated				
Land	\$ 442,563	-	-	442,563
Construction in Progress	26,885,031	3,505,963	2,017,208	28,373,786
Total Capital Assets Not Being Depreciated	27,327,594	3,505,963	2,017,208	28,816,349
Capital Assets Being Depreciated				
Buildings and Improvements	25,219,140	-	-	25,219,140
Machinery and Equipment	8,875,980	458,544	285,000	9,049,524
Infrastructure	80,801,248	2,017,208	-	82,818,456
Total Capital Assets Being Depreciated	114,896,368	2,475,752	285,000	117,087,120
Less Accumulated Depreciation for				
Buildings and Improvements	11,185,901	413,264	-	11,599,165
Machinery and Equipment	7,101,610	226,770	156,750	7,171,630
Infrastructure	39,212,781	1,422,033	-	40,634,814
Total Accumulated Depreciation	57,500,292	2,062,067	156,750	59,405,609
Total Capital Assets Being Depreciated, Net	57,396,076	413,685	128,250	57,681,511
Business-type Activities Capital Assets, Net	\$ 84,723,670	3,919,648	2,145,458	86,497,860

Depreciation expense was charged to functions/programs of the primary government as follows:

<b>Governmental Activities</b>		<b>Business-type Activities</b>	
General government	\$ 513,864	Water	\$ 791,401
Public safety	656,545	Sewer	924,622
Public works	2,716,863	Stormwater	279,771
Parks and recreation	229,645	Nonmajor	66,270
<b>Total</b>	<b>\$ 4,116,917</b>	<b>Total</b>	<b>\$ 2,062,064</b>

**NOTE 4 – DEFINED BENEFIT PENSION PLAN**

**Plan Description**

**City of Junction City, Kansas** participates in a cost-sharing multiple-employer defined benefit pension plan (Pension Plan), as defined in Governmental Accounting Standards Board Statement No. 67, Financial Reporting for Pension Plans. The Pension Plan is administered by the Kansas Public Employees Retirement System (KPERs), a body corporate and an instrumentality of the State of Kansas. KPERs provides benefit provisions to the following statewide pension groups under one plan, as provided by K.S.A. 74, article 49:

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

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

Substantially all public employees in Kansas are covered by the Pension Plan. Participation by local political subdivisions is optional, but irrevocable once elected.

Those employees participating in the Pension Plan for the City are included in the Local employees and Police and Firemen group.

KPERS issues a stand-alone comprehensive annual financial report, which is available on the KPERS website at [www.kpers.org](http://www.kpers.org).

**Benefits**

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

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

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

The 2012 Legislature made changes affecting new hires, current members and employers. A new cash balance retirement plan (KPERS 3) was created for new hires starting after January 1, 2015. Normal retirement age for KPERS 3 is 65 with 5 years of service or 60 with 30 years of service. Early retirement is available at age 55 with 10 years of service with a reduced benefit. Monthly benefit options are an annuity benefit based on the account balance at retirement.

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

**Contributions**

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

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

For fiscal years beginning in 1995, Kansas legislation established statutory limits on increases in contribution rates for KPERS employers. Annual increases in the employer contribution rates related to subsequent benefit enhancements are not subject to these limitations. The statutory cap increase over the prior year contribution rate is 1.2% of total payroll for the fiscal year ended June 30, 2021.

The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory employer capped contribution rate for local government employees are both 8.87%. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory employer capped contribution rate for police and firemen employees are both 22.80%. The member contribution rates as a percentage of eligible compensation for the fiscal year ended June 30, 2021 was 6.00% for local government employees and 7.15% for police and firemen.

Contributions to the pension plan for the City were \$379,138 for local government and \$1,456,283 for police and firemen for the year ended December 31, 2021.

**Employer Allocations**

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

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

To facilitate the separate (sub) actuarial valuations, KPERS maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedules of pension amounts by employer and nonemployer.

The allocation percentages for the City's share of the collective pension amounts as of December 31, 2021 were based on the ratio of each employer's contributions to the total employer and nonemployer contributions of the group for the fiscal year ended June 30, 2021.

The contributions used exclude contributions made for prior service, excess benefits and irregular payments.

**Net Pension Liability**

Net pension liability activity for the year ended December 31, 2021 was as follows:

	<b>Local Government</b>	<b>Police and Firemen</b>
Net Pension Liability	\$2,489,670	\$10,797,391
Measurement Date	June 30, 2021	June 30, 2021
Valuation Date	December 31, 2020	December 31, 2020
City's Proportion	0.207%	1.13%
Change in Proportion	0.001%	-0.031%

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

**Actuarial Assumptions**

The actuarial valuation used the following actuarial assumptions applied to all periods included in the measurement:

Actuarial Cost Method	Entry age normal
Price inflation	2.75%
Salary increase	3.50 to 12.00%, including inflation
Investment rate of return net of investment expense, including price inflation	7.25%

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

The actuarial assumptions used in the December 31, 2020 valuation were based on the results of an actuarial experience study conducted for the three year period January 1, 2016 through December 31, 2018. The experience study is dated January 7, 2020.

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

<u>Asset Class</u>	<u>Long-Term Target Allocation</u>		<u>Long-Term Expected Real Rate of Return</u>	
U.S. Equities	23.50	%	5.20	%
Non-U.S. Equities	23.50		6.40	
Private Equity	8.00		9.50	
Private Real Estate	11.00		4.45	
Yield Driven	8.00		4.70	
Real Return	11.00		3.25	
Fixed Income	11.00		1.55	
Short-term Investments	4.00		0.25	
<b>Total</b>	<b>100.00</b>	<b>%</b>		

**Discount Rate**

The discount rate used to measure the total pension liability was 7.25%. The local groups do not necessarily contribute the full actuarial determined rate. Based on legislation passed in 1993 and subsequent legislation, the employer contribution rates certified by the Board may not increase by more than the statutory cap. The statutory cap was 1.2%.

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.25%, as well as what the City's proportionate share of the net pension liability would be if

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

it were calculated using a discount rate that is 1 percentage point lower (6.50%) or 1 percentage point higher (8.25%) than the current rate:

	<b>1% Decrease (6.25%)</b>	<b>Discount Rate (7.25%)</b>	<b>1% Increase (8.25%)</b>
Local Employees	\$ 4,095,264	\$ 2,489,670	\$ 1,143,174
Police and Firemen	16,205,850	10,797,391	6,273,213

**Pension Expense**

For the year ended December 31, 2021, the City recognized pension expense of \$1,643,047, which includes the changes in the collective net pension liability, projected earnings on pension plan investments, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

**Deferred Outflows of Resources and Deferred Inflows of Resources**

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources for local employees and police and firemen:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between actual and expected experience	\$ 950,268	22,543
Net differences between projected and actual earnings on investments	-	3,716,784
Changes in assumptions	1,863,537	-
Changes in proportion	220,123	547,179
City contributions subsequent to measurement date	998,218	-
<b>Total</b>	<b>\$ 4,032,146</b>	<b>4,286,506</b>

The \$998,218 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ending December 31, 2022. Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<b>Year Ending</b>		
2022	\$	(12,376)
2023		(166,208)
2024		(240,125)
2025		(901,348)
2026		67,479
Thereafter		-

**NOTE 5 – OTHER POSTEMPLOYMENT HEALTHCARE BENEFITS**

**Plan Description**

The City offers postemployment health insurance to retired employees. The benefits are provided through a single employer defined benefit postemployment healthcare plan administered by the City. Kansas statutes provide that postemployment healthcare benefits be extended to retired employees who have met age and/or service eligibility requirements until the individuals become eligible for Medicare coverage at age 65. The medical insurance benefit provides the same coverage for retirees and their dependents as for active employees and their dependents. The benefit is available for selection at retirement and is extended to early retirees with at least ten years of service and their dependents until the individuals become eligible for Medicare at 65. The plan does not issue a stand-alone financial report.

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

**Funding Policy**

The City provides health insurance benefits to retirees and their dependents in accordance with Kansas law (K.S.A. 12-5040). Kansas statutes, which may be amended by the state legislature, establish that participating retirees may be required to contribute to the employee group health benefits plan, including administrative costs at an amount not to exceed 125 percent of the premium cost for other similarly situated employees. The City requires participating retirees to contribute 100 percent of the composite premium cost of active employees to maintain coverage. The City appropriates funds annually for the costs associated with this retirement benefit and provides funding for the expenditures on a pay-as-you-go basis through the General Fund. In 2021, the City did not contribute to the plan. As of the January 1, 2021 census, the following employees were covered by the benefit terms:

Active Employees	177
Retirees and Covered Spouses	9
<b>Total</b>	<b><u>186</u></b>

**Total OPEB Liability**

At December 31, 2021, the total OPEB liability was \$389,814. The OPEB liability was measured as of December 31, 2021 and was determined by an actuarial valuation performed as of January 1, 2021 using the participant census as of January 1, 2021.

**Actuarial Assumptions**

The total OPEB liability in the January 1, 2021 actuarial valuation was determined using the following assumptions and other inputs, applied to all periods in the measurement, unless otherwise specified:

Valuation Date		January 1, 2021
Actuarial Cost Method	Individual Entry Age Normal as a level % of payroll	
Inflation		2.50%
Salary Increases		3.50%
Discount Rate		2.25%
Healthcare Cost Trend Rates	Medical & Pharmacy: 7.5% decreasing .5% per year to an ultimate rate of 4.5%	
Retiree's Share of Benefit Related Costs	100% of premium equivalent rates	

The discount rate was based on an index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

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

Changes in the total OPEB liability are as follows:

Total OPEB Liability – Beginning of Year		\$	<b><u>418,572</u></b>
Service Cost			<b>12,526</b>
Interest Cost			<b>8,369</b>
Net Benefits Paid by Employer			<b>6,039</b>
Ad Hoc Postemployment Benefit Changes			-
Differences Between Expected and Actual Experience			<b>(5,714)</b>
Changes in Assumptions			<b><u>(49,978)</u></b>
Net Changes			<b><u>(28,758)</u></b>
<b>Total OPEB Liability – End of Year</b>		<b>\$</b>	<b><u>389,814</u></b>

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

**Sensitivity of the City's OPEB Liability to Changes in the Discount Rates**

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.25%) or one percentage point higher (4.25%) than the current discount rate:

	<b>1% Decrease (2.25%)</b>	<b>Discount Rate (3.25%)</b>	<b>1% Increase (4.25%)</b>
Total OPEB Liability	\$ 415,238	389,814	366,453

The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current healthcare cost trend rate:

	<b>1% Decrease</b>	<b>Health Cost Trend Rates</b>	<b>1% Increase</b>
Total OPEB Liability	\$ 358,161	389,814	426,912

**OPEB Expense, Deferred Outflows and Deferred Inflows of Resources Related to OPEB**

For the year ended December 31, 2021, the City recognized OPEB expense of \$16,962. The City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between actual and expected experience	\$ -	17,029
Changes in assumptions	26,585	45,752
<b>Total</b>	<b>\$ 26,585</b>	<b>62,781</b>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<b>Year Ending</b>	
2022	\$ (3,933)
2023	(3,933)
2024	(3,933)
2025	(3,933)
2026	(3,948)
Thereafter	(16,516)

**NOTE 6 – OTHER POSTEMPLOYMENT BENEFITS (KPERs)**

**Plan Description**

The City participates in a single-employer defined benefit other postemployment benefit (OPEB) plan (the Plan) which is administered by the Kansas Public Employees Retirement System (KPERs). The Plan provides long-term disability benefits and a life insurance benefit for disabled members to KPERs members, as provided by K.S.A. 74-4925. The Plan is administered through a trust held by KPERs that is funded to pay annual benefit payments. However, because the trust's assets are used to pay employee benefits other than OPEB, the trust does not meet the criteria in paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. Accordingly, the Plan is considered to be administered on a pay-as-you-go basis.

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

**Benefits**

Benefits are established by statute and may be amended by the KPERS Board of Trustees. The Plan provides long-term disability and life insurance benefits to eligible disabled members. Benefits provided are self-funded, and the full cost of the benefits is covered by the OPEB Plan. The monthly benefit is 60% of the member's monthly rate of compensation, with a minimum of \$100 and a maximum of \$5,000. The monthly benefit is subject to reduction by deductible sources of income, which include Social Security primary disability or retirement benefits, worker's compensation benefits, other disability benefits from any other source by reason of employment, and earnings from any form of employment. If the disability begins before age 60, benefits are payable while disability continues until the member's 65th birthday or retirement date, whichever first occurs. If the disability occurs at or after age 60, benefits are payable while disability continues, for a period of five years or until the date of the member's retirement, whichever first occurs. Upon the death of a member who is receiving monthly disability benefits, the plan will pay a lump sum benefit to eligible beneficiaries. The benefit amount will be 150% of the greater of (a) the member's annual rate of compensation at the time of disability, or (b) the member's previous 12 months of compensation at the time of the last date on payroll. If the member had been disabled for five or more years, the annual compensation or salary rate at the time of death will be indexed before the life insurance benefit is computed. The indexing is based on the consumer price index, less one percentage point. If a member is diagnosed as terminally ill with a life expectancy of 12 months or less, he or she may be eligible to receive up to 100% of the death benefit rather than having the benefit paid to the beneficiary.

Employer contributions are established and may be amended by state statute. Members are not required to contribute. Employer contributions paid for benefits as they came due during the fiscal year ended December 31, 2021 totaled \$19,054.

**Employees Covered by Benefit Terms**

As of the valuation date of December 31, 2020, the following employees were covered by the benefit terms:

Active Members	92	
Disabled Members	2	
<b>Total</b>	<b>94</b>	

**Total OPEB Liability**

The total KPERS OPEB liability of \$181,603 reported as of December 31, 2021, was measured as of June 30, 2021, and was determined by an actuarial valuation performed as of December 31, 2020.

**Actuarial Assumptions and Other Inputs**

The total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all period included in the measurement, unless otherwise noted:

Discount Rate	2.16%	
Implicit Inflation Rate	2.75%	
Mortality Rates	Local Males: 90% of RP-2014 M Total Dataset +2	
	Local Females: 90% of RP-2014 F Total Dataset +1	
	Generational mortality improvements were projected for future years using MP-2021	
	Post-disability mortality rates are included in long-term disability claim termination rates.	
Salary Increases	3.50% to 10.00% based on years of service	
Payroll Growth	3.00%	
Actuarial Cost Method	Entry Age Normal	

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

The discount rate was based on the bond buyer general obligation 20-bond municipal index. The discount rate increased from 3.58% in 2017 to 3.87% in 2018, then decreased to 3.50% in 2019, 2.21% in 2020 and 2.16% in 2021.

The actuarial assumptions used in the December 31, 2020 valuation were based on the results of an actuarial experience study for the period January 1, 2016 through December 31, 2018.

There were no significant changes between the valuation date and the fiscal year end.

**Changes in the Total OPEB Liability**

The following table shows the changes of the City's total OPEB liability:

Total OPEB Liability – Beginning of Year	\$	<u>118,175</u>
Service Cost		15,009
Interest Cost		2,751
Effect on Economic/Demographic Gains or Losses		62,961
Effect of Assumptions Changes or Inputs		273
Benefit Payments		<u>(17,566)</u>
Net Changes		<u>63,428</u>
 <b>Total OPEB Liability – End of Year</b>	 \$	 <b><u>181,603</u></b>

**Sensitivity of the Total KPERS OPEB Liability to Changes in the Discount Rate**

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

	<u>1% Decrease (1.16%)</u>	<u>Discount Rate (2.16%)</u>	<u>1% Increase (3.16%)</u>
Total OPEB Liability	\$ 186,887	181,603	176,015

**Sensitivity of the Total KPERS OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the total KPERS OPEB liability of the City, as well as what the City's total KPERS OPEB liability would be if it were calculated using trend rates that are one percentage point lower or one percentage point higher than the current trend rates:

	<u>1% Decrease</u>	<u>Health Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 181,603	181,603	181,603

**OPEB Expense, Deferred Outflows and Deferred Inflows of Resources Related to OPEB**

For the year ended December 31, 2021, the City recognized OPEB expense of \$20,963. The City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	\$	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between actual and expected experience	\$	56,702	23,348
Changes in assumptions		<u>7,411</u>	<u>2,464</u>
 <b>Total</b>	 \$	 <b><u>64,113</u></b>	 <b><u>25,812</u></b>

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ending</u>	
2022	\$ 3,203
2023	3,203
2024	3,203
2025	3,203
2026	3,323
Thereafter	22,166

**NOTE 7 - RISK MANAGEMENT**

**City of Junction City, Kansas** is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

The City has been unable to obtain commercial insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other public entities in the State of Kansas and Missouri to participate in the Midwest Public Risk Pool (MPR), a public entity risk pool currently operating as a common risk management and insurance program for 153 participating members. The agreement to participate provides that MPR will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$500,000 for each insured event. During 2021, the City contributed \$381,135 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by MPR management.

The City has been unable to obtain workers' compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in the Kansas Eastern Region Insurance Trust (KERIT), a public entity risk pool currently operating as a common risk management and insurance program for 19 participating members. The agreement to participate provides that KERIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$1,000,000 for each insured event. During 2021, the City contributed \$190,400 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KERIT management.

**NOTE 8 – COMMITMENTS AND CONTINGENCIES**

**Litigation**

There are a number of claims and/or lawsuits to which the City is a party as a result of the ordinary course of City activities. The City management and legal counsel anticipate that the potential claims against the City not covered by insurance; if any, resulting from such matters would not materially affect the financial position of the City.

**Industrial Revenue Bonds**

The City has issued industrial revenue bonds to finance the purchase of land and construction of facilities leased to local businesses. The lease agreements provide for rentals sufficient to service the related bonds. The debt service on these issues is paid solely from lease agreements; these issues do not constitute a debt of the City. The lessees have the option of purchasing the leased properties at any time during the lease periods for amounts sufficient to retire the related outstanding bonds. At the end of the lease periods, which conform to bond maturity schedules, the lessees may either purchase the property for a nominal amount or renew the leases annually at nominal amounts. As of December 31, 2021, industrial revenue bonds of \$8,811,533 are outstanding.

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

The City has issued several series of industrial revenue bonds (IRB's) for economic development projects within the City for which Spirit of '76, Inc, a Kansas not-for-profit 501(c)(41) corporation, is the tenant under separate financing leases that provide for basic rental payments in amounts sufficient to pay debt service on the IRB's. For each of the projects, Spirit of '76 has entered into a sublease agreement with an entity that occupies and operates the project. The entities occupying and operating the projects are Capgemini, Inc. and the Junction City Opera House. The City has guaranteed IRB's in the form of grant payments with outstanding balances as of December 31, 2021, of \$1,937,165 and is recorded as Spirit loans payable in the government-wide statements of the City, as Spirit of '76 is blended with the City financial statements.

In relation to these IRB's the City and Spirit of '76 have entered into economic development grant agreements whereby the City agrees to provide Spirit with an economic development grant in an amount necessary for Spirit of '76 to make the basic rental payments required by the leases. Pursuant to its home rule powers, the City has adopted an ordinance authorizing the issuance of general obligation bonds in amounts necessary to fulfill the City's obligations under each of the grant agreements, thus making the City's obligations to Spirit of '76 pursuant to the grant agreements binding obligations not subject to appropriation. The City does not intend to issue such general obligation bonds, but to make the payments on the dates necessary for Spirit of '76 to make the basic rent payments.

**NOTE 9 – ENCUMBRANCES**

Encumbrances included in fund balances as of December 31, 2021 are reported in the accompanying table:

Fund	Encumbrances
Major Funds	
General Fund	\$ 948,501
Capital Improvement Fund	10,686
Water Fund	13,005,614
Sewer Fund	452,515
Nonmajor Governmental Funds	1,991,234
Nonmajor Proprietary Funds	17,686
<b>Total Reporting Entity</b>	<b>\$ 16,426,236</b>

**NOTE 10 – BOND REFUNDING DEBT DEFEASANCE**

On July 20, 2021, the City issued Series 2021 General Obligation Refunding bonds of \$4,530,000 (par value) with an interest rate of 3.00%. The bond proceeds were used to current refund \$2,500,000 of Series 2011A General Obligation bonds and \$1,970,000 of Series 2013A General Obligation bonds. The Series 2021 bonds were issued at a premium of \$156,252, and after paying issuance costs of \$89,596 and underwriter's discount of \$37,599, the net proceeds were \$4,559,056. The current refunding met the requirements of a debt defeasance and the term bonds in the amount of \$4,470,000 were called on September 1, 2021. The Series 2021 bonds mature on September 1, 2034 and will be subject to optional redemption and payment prior to their stated maturity. The City completed the refunding to reduce its total debt service requirements and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$893,329.

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

**NOTE 11 – LONG-TERM DEBT**

**General Obligation Bonds**

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. General obligation bonds payable at December 31, 2021 are comprised of the following issues:

	<u>Interest Rates</u>	<u>Original Issue</u>	<u>Final Maturity Date</u>	<u>Outstanding December 31, 2021</u>
<b>Governmental Activities</b>				
Series 2008-DS	4.125%	\$ 382,000	9/15/2028	\$ 169,913
Series 2008-DT	5.25%	1,995,000	9/1/2024	531,579
Series 2011A	4.50% to 5.00%	4,017,074	9/1/2034	-
Series 2011C	5.00% to 5.75%	410,000	9/1/2026	-
Series 2013A	2.00% to 3.00%	8,247,988	9/1/2024	-
Series 2015A	2.25% to 3.00%	3,815,000	9/1/2025	1,645,000
Series 2016A	2.125% to 5.00%	35,407,217	9/1/2029	26,826,824
Series 2016B	2.00% to 3.00%	7,460,000	9/1/2028	5,265,000
Series 2020A	3.00%	8,937,306	9/1/2031	8,212,362
Series 2020B	1.20% to 2.10%	3,401,691	9/1/2031	3,145,182
Series 2021A	1.5% to 2.00%	4,530,000	9/1/2034	4,530,000
Series 2021-1 Temporary Notes	0.71%	2,500,000	3/1/2025	2,500,000
<b>Total Governmental Activities</b>				<b><u>52,825,860</u></b>
<b>Business-Type Activities</b>				
Series 2016A	2.125% to 5.00%	3,552,784	9/1/2029	2,593,187
Series 2020A	3.00%	34,339	9/1/2031	29,860
Series 2020B	1.20% to 2.10%	905,000	9/1/2036	900,000
<b>Total Business-Type Activities</b>				<b><u>3,523,047</u></b>
<b>Total General Obligation Bonds Payable</b>				<b><u>\$ 56,348,907</u></b>

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

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

Year Ending December 31,	Governmental Activities	Business-Type Activities	Total
2022	\$ 8,663,120	461,194	9,124,314
2023	8,573,386	461,870	9,035,256
2024	8,202,473	461,651	8,664,124
2025	7,710,893	461,267	8,172,160
2026	6,676,000	461,130	7,137,130
2027-2031	17,938,005	866,545	18,804,550
2032-2036	1,840,000	912,725	2,752,725
Total Principal and Interest	59,603,877	4,086,382	63,690,259
Less Total Interest	6,778,017	563,335	7,341,352
<b>Total Principal</b>	<b>\$ 52,825,860</b>	<b>3,523,047</b>	<b>56,348,907</b>

**Special Assessment Bonds**

The City's special assessment debt was issued to provide funds for the construction of infrastructure in new commercial and residential developments. These bonds will be repaid from amounts levied against the property owners benefitted by this construction. In the event that a deficiency exists because of unpaid or delinquent special assessments at the time the debt service payment is due, the government must provide resources to cover the deficiency until other resources, for example, foreclosure proceeds, are received.

Special assessment bonds at December 31, 2021 are comprised of the following issues:

	Interest Rates	Original Issue	Final Maturity Date	Outstanding December 31, 2021
<b>Governmental Activities</b>				
Series 2020A	3.00%	\$ 10,318,355	9/1/2031	\$ 9,492,779
Series 2020B	1.20% to 2.10%	728,309	9/1/2031	669,818
				<b>\$ 10,162,597</b>

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

Annual debt service requirements to maturity for special assessment bonds are as follows:

	<b>Governmental Activities</b>	
	<b>Principal</b>	<b>Interest</b>
2022	\$ 925,737	296,737
2023	956,455	269,587
2024	981,760	241,526
2025	1,013,421	212,714
2026	1,040,489	182,972
2027-2031	5,244,735	439,647
<b>Total Special Assessments</b>	<b>\$ 10,162,597</b>	<b>1,643,183</b>

**Capital Leases – Direct Borrowing**

The City has entered into lease agreements as lessee for financing the acquisition of equipment. These lease agreements qualify as capital leases and therefore have been recorded at the present value of their future minimum lease payments as of the inception date.

The following is a schedule of future minimum lease payments for capital leases as of December 31, 2021:

<b>Year Ending</b>	<b>Governmental Activities</b>		<b>Business-Type Activities</b>		
	<b>December 31,</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2022	\$	572,127	31,523	459,310	23,411
2023		562,830	18,547	452,456	16,388
2024		372,192	8,153	405,110	9,217
2025		126,843	2,558	410,352	3,974
2026		82,385	919	-	-
<b>Total</b>	<b>\$</b>	<b>1,716,377</b>	<b>61,700</b>	<b>1,727,228</b>	<b>52,990</b>

\* \$324,835 in the governmental activities and \$449,623 in the business-type activities was not drawn down until 2022, but is included in this schedule.

**Revolving Loans Payable – Direct Borrowing**

The City has engaged in loans with the Kansas Public Water Supply Revolving Fund, the Kansas Water Pollution Control Revolving Fund, and the Kansas Department of Transportation. The following displays annual debt service requirements to maturity for the loans outstanding at December 31, 2021:

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

Year Ending December 31,	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2022	\$ 845,618	239,402	384,645	52,385
2023	879,178	205,842	368,688	41,919
2024	914,074	170,946	378,901	31,755
2025	950,361	134,660	389,399	21,307
2026	988,093	96,928	400,188	10,569
2027 - 2031	1,425,344	77,346	67,142	5,358
<b>Total</b>	<b>\$ 6,002,668</b>	<b>925,124</b>	<b>1,988,963</b>	<b>163,293</b>

The amortization schedules for two revolving loans have not been finalized as of December 31, 2021, and therefore, have not been included in the future annual debt service requirements above. The outstanding balance as of December 31, 2021 on these loans is \$14,914,839.

**Certificates of Participation**

The City issued Series 2015 Certificates of Participation in the amount of \$1,795,000 on September 9, 2015 to refund series 2007 Certificates of Participation. The interest rate on the certificates is 0.35% to 2.00% and has a final maturity of December 31, 2022.

Future maturities of the certificates of participation are as follows:

		Governmental Activities	
		Principal	Interest
2022	\$	265,000	5,300

Changes in long-term debt outstanding are as follows:

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Due Within One Year</u>
<b>Governmental Activities</b>					
General Obligation Bonds	\$ 56,469,977	4,530,000	10,674,117	50,325,860	7,053,868
Temporary Notes	-	2,500,000	-	2,500,000	615,000
Plus: Unamortized Bond Premium	5,671,566	156,252	761,868	5,065,950	-
Special Assessment Debt with City Commitment	11,046,663	-	884,066	10,162,597	925,737
KDOT Loans Payable - Direct Borrowing	6,816,234	-	813,566	6,002,668	845,618
Spirit Loans Payable	2,206,332	-	269,167	1,937,165	-
Certificates of Participation	525,000	-	260,000	265,000	265,000
Capital Leases Payable - Direct Borrowing	1,868,272	75,165	551,895	1,391,542	572,127
Compensated Absences	907,460	-	152,928	754,532	-
Net Pension Liability	16,828,063	-	4,277,428	12,550,635	-
Total OPEB Liability	418,572	-	28,758	389,814	-
Total OPEB Liability - KPERs	118,175	63,428	-	181,603	-
<b>Total Long-Term Debt</b>	<b>\$ 102,876,314</b>	<b>7,324,845</b>	<b>18,673,793</b>	<b>91,527,366</b>	<b>10,277,350</b>
<b>Business-Type Activities</b>					
General Obligation Bonds	\$ 3,855,030	-	331,983	3,523,047	349,901
Plus: Unamortized Bond Premium	305,265	-	35,194	270,071	-
KDHE Loans Payable - Direct Borrowing	18,666,993	-	1,763,191	16,903,802	384,645
Capital Leases Payable - Direct Borrowing	1,780,233	-	502,628	1,277,605	459,310
Compensated Absences	37,079	681	-	37,760	-
Net Pension Liability	1,085,672	-	349,246	736,426	-
<b>Total Long-Term Debt</b>	<b>\$ 25,730,272</b>	<b>681</b>	<b>2,982,242</b>	<b>22,748,711</b>	<b>1,193,856</b>

For the governmental activities, compensated absences are generally liquidated by the general fund.

**NOTE 12 – SPECIAL ASSESSMENTS**

Kansas statutes require special benefit district projects financed in part by special assessments to be financed through the issuance of general obligation bonds that are secured by the full faith and credit of the City. Further, state statutes permit levying additional general ad valorem taxes in the City's debt service fund to finance delinquent special assessments receivable. Accordingly, special assessments receivable are accounted for within the City's debt service fund. Special assessments are levied over the repayment period of the bonds and the annual installments are due and payable with annual ad valorem taxes. At December 31, 2021, the special assessment taxes levied are a lien on the property and are recorded as a special assessment receivable in the debt service fund with a corresponding amount recorded as deferred revenue. Special assessments receivable, net of allowance at December 31, 2021, was \$14,780,033.

**NOTE 13 – INTERFUND TRANSFERS**

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service on a routine basis as authorized by Kansas statutes. The City's operating transfers and statutory authority for the year ended December 31, 2021 were as follows:

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

<u>From Fund</u>	<u>To Fund</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General	Capital Improvement	\$ 150,000	K.S.A. 12-1,118
Sewer	General	735,000	K.S.A. 12-825d
Water	General	485,000	K.S.A. 12-825d
Sanitation	General	410,000	K.S.A. 12-825d
Stormwater	Debt Service	300,000	K.S.A. 12-825d
Grants	General	130,274	Grant Agreement
Temporary Notes	Water	37,072	Bond Agreement
Water	Water Reserve	22,761	K.S.A. 12-825d
Sewer	Sewer Reserve	239,784	K.S.A. 12-825d

In the governmental fund financial statements, total transfers in of \$1,892,928 tie to the total transfers out of \$1,892,928 from the proprietary funds.

**NOTE 14 – TAX ABATEMENTS**

*Neighborhood Revitalization Areas.* The City has an established neighborhood revitalization plan as of December 31, 2021. NRAs are established under K.S.A. 12-17,114 and are subject to City policy. NRAs are provided to assist with spurring investment and revitalization of properties which can benefit a neighborhood and the general public. The program works by rebating a portion of the incremental increase in property taxes resulting from improvements back to the property owner. To qualify for an NRA rebate, property owners must submit an application to be reviewed by City staff and approved by the City Commission. Applicants must also provide verification that they are current on all real or personal property taxes.

The percentage of the increase in property taxes rebated back to the property owners depends on the type and location of the property. Commercial and industrial properties receive a 95% rebate for a maximum of 10 years. Multi-family residential properties receive a 95% rebate for a maximum of five years. Single-family residential properties receive a 95% rebate for the first two years, 75% rebate in year three, 50% rebate in year four and 25% rebate in the fifth and final year.

During the year ended December 31, 2021, the City paid \$90,929 to various property owners under the Neighborhood Revitalization Program.

No other governments have entered into tax abatement agreements that reduce the City's tax revenues.

**NOTE 15 – LAND HELD FOR SALE**

During 2015, the City took possession of 942 lots of land that failed to sell at tax-foreclosure auctions. These lots include infrastructure improvements (streets, water and sewer lines, etc.) paid for by special assessments levied by the City. In 2018, the City took possession of an additional 159 lots. These lots were then placed in the City's Land Bank and will be listed for sale. Kansas statutes allow the re-amortization of the special assessments levied on each property over a twenty-year period starting when a lot is sold. Proceeds from the sale of the properties will be used to retire the outstanding special assessment bonds, as authorized by Kansas statutes. At December 31, 2021, the value of the land held for sale totaled \$6,799,200.

**CITY OF JUNCTION CITY, KANSAS**  
Notes to the Basic Financial Statements  
For the Year Ended December 31, 2021

---

**NOTE 16 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**City of Junction City, Kansas** did not remit or provide a certificate to the state fiscal agent stating that funds are on deposit and held in trust for the payment of interest and principal at least 20 days prior to maturity of the bonds, which is a violation of K.S.A. 10-130.

**NOTE 17 – SUBSEQUENT EVENTS**

Management has evaluated subsequent events through July 5, 2022, which is the date the financial statements were available to be issued.

**CITY OF JUNCTION CITY, KANSAS**

Required Supplementary Information

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
General Fund  
For the Year Ended December 31, 2021

	Actual	Budgeted Amounts		Variance
		Original	Final	Over (Under)
<b>Revenues</b>				
Taxes	\$ 15,511,839	13,199,128	13,199,128	2,312,711
Charges for Services	2,822,956	3,246,935	3,246,935	(423,979)
Special Assessments	60,692	-	-	60,692
Intergovernmental	1,440,383	1,842,534	1,842,534	(402,151)
Licenses and Permits	316,192	245,000	245,000	71,192
Fines and Fees	913,906	625,000	625,000	288,906
Use of Money and Property	111,717	35,000	35,000	76,717
Prior Year Cancelled Encumbrance	608,251	-	-	608,251
Miscellaneous	465,227	75,000	75,000	390,227
<b>Total Revenues</b>	<b>22,251,163</b>	<b>19,268,597</b>	<b>19,268,597</b>	<b>2,982,566</b>
<b>Expenditures</b>				
Administration	1,039,443	634,026	634,026	405,417
Building Maintenance	174,539	237,833	237,833	(63,294)
Information Systems	339,855	445,877	445,877	(106,022)
Airport	161,124	131,800	131,800	29,324
Court	441,800	382,301	382,301	59,499
Legal	187,650	353,505	353,505	(165,855)
Ambulance	3,545,813	3,752,624	3,752,624	(206,811)
Animal Shelter	255,613	275,419	275,419	(19,806)
Planning and Development	454,337	472,665	472,665	(18,328)
County Inspection	33,668	-	-	33,668
Police	6,119,340	6,626,650	6,626,650	(507,310)
Fire	2,682,112	2,973,801	2,973,801	(291,689)
Parks	1,232,855	1,113,088	1,113,088	119,767
Recreation	1,276,156	889,370	889,370	386,786
Spin City	53,567	151,322	151,322	(97,755)
Streets	3,453,262	3,073,099	3,073,099	380,163
Engineering	2,079	-	-	2,079
Opera House	124,120	172,000	172,000	(47,880)
Swimming Pool	138,044	201,529	201,529	(63,485)
Miscellaneous	-	615,000	615,000	(615,000)
Debt Service				
Principal	551,895	-	-	551,895
Interest and Other Charges	40,038	-	-	40,038
<b>Total Expenditures</b>	<b>22,307,310</b>	<b>22,501,909</b>	<b>22,501,909</b>	<b>(194,599)</b>
<b>Excess (Deficit) of Revenues Over (Under) Expenditures</b>	<b>\$ (56,147)</b>	<b>(3,233,312)</b>	<b>(3,233,312)</b>	<b>3,177,165</b>

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

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
General Fund (Continued)  
For the Year Ended December 31, 2021

	Actual	Budgeted Amounts		Variance Over (Under)
		Original	Final	
<b>Other Financing Sources (Uses)</b>				
Transfer In	\$ 1,760,274	1,630,000	1,630,000	130,274
Transfer Out	(150,000)	(150,000)	(150,000)	-
<b>Net Other Financing Sources (Uses)</b>	<b>1,610,274</b>	<b>1,480,000</b>	<b>1,480,000</b>	<b>130,274</b>
<b>Excess Revenues and Other Financing Sources (Uses) Over (Under) Expenditures</b>	<b>1,554,127</b>	<b>(1,753,312)</b>	<b>(1,753,312)</b>	<b>3,307,439</b>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>520,205</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>2,074,332</b>			
<b>GAAP Adjustments</b>				
Encumbrances	948,501			
Accounts Receivable	603,495			
Taxes Receivable	2,399,082			
Accrued Interest Receivable	5,151			
<b>Fund Balance - End of Year</b>	<b>\$ 6,030,561</b>			

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

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Capital Improvement Fund  
For the Year Ended December 31, 2021

	<b>Actual</b>	<b>Budgeted Amounts</b>		<b>Variance Over (Under)</b>
		<b>Original</b>	<b>Final</b>	
<b>Revenues</b>				
Taxes	\$ 36	-	-	36
Use of Money and Property	1,170	-	-	1,170
<b>Total Revenues</b>	<b>1,206</b>	<b>-</b>	<b>-</b>	<b>1,206</b>
<b>Expenditures</b>				
Contractual	-	160,000	160,000	(160,000)
<b>Excess (Deficit) of Revenues Over (Under) Expenditures</b>	<b>(55,808)</b>	<b>(160,000)</b>	<b>(160,000)</b>	<b>161,206</b>
<b>Other Financing Sources</b>				
Transfers In	150,000	150,000	150,000	-
<b>Excess Revenues and Other Financing Sources Over (Under) Expenditures</b>	<b>94,192</b>	<b>(10,000)</b>	<b>(10,000)</b>	<b>161,206</b>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>458,990</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>553,182</b>			
<b>GAAP Adjustments</b>				
Encumbrances	10,686			
Accrued Interest Receivable	1,176			
<b>Fund Balance - End of Year - Capital Improvement Fund Only</b>	<b>565,044</b>			
<b>Fund Balances for Budgeted Funds Included with the Capital Improvement Fund on GAAP Basis Financials</b>				
Temporary Notes Fund	699,013			
<b>Fund Balance - End of Year</b>	<b>\$ 1,264,057</b>			

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

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Land Bank Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		Variance Over (Under)
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Intergovernmental	\$ 96,000	50,000	50,000	46,000
<b>Expenditures</b>				
Contractual	<u>21,369</u>	<u>254,390</u>	<u>254,390</u>	<u>(233,021)</u>
<b>Excess Revenues Over (Under) Expenditures</b>	<b>74,631</b>	<u>204,390</u>	<u>204,390</u>	<u>279,021</u>
<b>Fund Balance - Beginning of Year</b>	<u>229,747</u>			
<b>Fund Balance - End of Year</b>	\$ <u><u>304,378</u></u>			

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

**CITY OF JUNCTION CITY, KANSAS**  
 Required Supplementary Information  
 December 31, 2021

**KPERS PENSION PLAN**

**Schedule of the City's Proportionate Share of the Collective Net Pension Liability  
 Last Seven Fiscal Years\***

Fiscal Year-End Measurement Date	December 31, 2021 June 30, 2021	December 31, 2020 June 30, 2020	December 31, 2019 June 30, 2019	December 31, 2018 June 30, 2018	December 31, 2017 June 30, 2017	December 31, 2016 June 30, 2016	December 31, 2015 June 30, 2015
<b>KPERS</b>							
City's proportion of the net pension liability	0.207%	0.206%	0.200%	0.211%	0.205%	0.210%	0.217%
City's proportionate share of the net pension liability	\$ 2,489,670	\$ 3,575,263	\$ 2,795,639	\$ 2,934,890	\$ 2,968,813	\$ 3,249,381	\$ 2,853,521
City's covered-employee payroll	\$ 4,011,516	\$ 3,885,874	\$ 3,672,092	\$ 3,673,329	\$ 3,661,174	\$ 3,654,639	\$ 3,570,008
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	62.06%	92.01%	76.13%	79.90%	81.09%	88.91%	79.93%
<b>KP&amp;F</b>							
City's proportion of the net pension liability	1.132%	1.163%	1.158%	1.218%	1.158%	1.207%	1.233%
City's proportionate share of the net pension liability	\$ 10,797,391	\$ 14,338,472	\$ 11,724,303	\$ 11,717,817	\$ 10,861,684	\$ 11,209,981	\$ 8,951,992
City's covered-employee payroll	\$ 6,339,858	\$ 6,384,551	\$ 6,228,404	\$ 6,235,516	\$ 5,955,667	\$ 5,686,971	\$ 5,367,327
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	170.31%	224.58%	188.24%	187.92%	182.38%	197.12%	166.79%
Plan fiduciary net position as a percentage of the total pension liability	76.40%	66.30%	69.88%	68.88%	67.12%	65.10%	64.95%

\* The amounts presented for each fiscal year were determined as of December 31<sup>st</sup>. GASB No. 68 requires presentation of ten years. Until a full 10 year trend is compiled, the City will present information for those years for which information is available.

**Notes to Schedule**

*Changes in assumptions.*

As a result of the experience study completed in November 2016, there were several changes made to the actuarial assumptions and methods since the prior valuation are as follows:

- The price inflation assumption was lowered from 3.00% to 2.75%.
- The investment return assumption was lowered from 8.00% to 7.75%.
- The general wage growth assumption was lowered from 4.00% to 3.50%.
- The payroll growth assumption was lowered from 4.00% to 3.00%.

Changes from the November 2016 experience study that impacted individual groups are listed below:

**KPERS**

- The post-retirement health mortality assumption was changed to the RP-2014 Mortality Table, with adjustments to better fit the observed experience for the various KPERS groups. The most recent mortality improvement scale, MP-2016, is used to anticipate future mortality improvements in the valuation process through the next experience study.
- The active member mortality assumption was modified to also be based on the RP-2014 Employee Mortality Table with adjustments.
- The retirement rates for the select period (when first eligible for unreduced benefits under Rule of 85) were increased, but all other retirement rates were decreased.
- Disability rates were decreased for all three groups.
- The termination of employment assumption was increased for all three groups.
- The interest crediting rate assumption for KPERS 3 members was lowered from 6.50% to 6.25%.

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Required Supplementary Information  
December 31, 2021

---

**KP&F**

- The post-retirement healthy mortality assumption was changed to the RP-2014 Mortality Table with 1-year age set forward and the MP-2016, is used to anticipate future mortality improvements.
- The mortality assumption for disabled members was changed to the RP-2014 Disabled Lives Table (generational using MP-2016) with a 1-year age set forward.
- The active member mortality assumption was modified to the RP-2014 Employee Mortality Table with a 1- year age set forward with a 90% scaling factor.
- The retirement rates for Tier 1 were lowered and the ultimate assumed retirement age was changed from 63 to 65 for Tier 2.
- The termination of employment rates for Tier 2 were increased to better match the observed experience.

As a result of the experience study completed in January 2020, there were several changes made to the actuarial assumptions and methods since the prior valuation. The changes that impact all groups were effective December 31, 2019 and include:

- The investment return assumption was lowered from 7.75% to 7.25%.
- The general wage growth assumption was lowered from 3.50% to 3.25%.
- The payroll growth assumption was lowered from 3.00% to 2.75%.

Changes from the January 2020 experience study that impacted individual groups are listed below:

**KPERS**

- Retirement rates were adjusted to partially reflect observed experience.
- Termination rates were increased for most KPERS groups.
- Disability rates were reduced.
- Factors for the State group that are used to anticipate higher liabilities due to higher final average salary at retirement for pre-1993 hires were modified to better reflect actual experience.
- The administrative expense load for contributions rates was increased from 0.16% to 0.18%.

**KP&F**

- Retirement rates were adjusted to partially reflect observed experience.
- Factors for the KP&F group that are used to anticipate higher liabilities due to higher final average salary at retirement for pre-1993 hires were modified to better reflect actual experience.
- The administrative expense load for contributions rates was increased from 0.16% to 0.18%

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
 Required Supplementary Information  
 December 31, 2021

**KPERS PENSION PLAN**

Schedule of the City's Contributions  
 Last Seven Fiscal Years\*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<b>KPERS</b>							
Contractually required contribution	\$ <b>349,580</b>	340,751	319,579	308,192	309,735	329,651	346,460
Contributions in relation to the contractually required contribution	<u><b>349,580</b></u>	<u>340,751</u>	<u>319,579</u>	<u>308,192</u>	<u>309,735</u>	<u>329,651</u>	<u>346,460</u>
Contribution deficiency (excess)	\$ <u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
City's covered payroll	\$ <b>4,056,019</b>	4,049,332	3,834,349	3,673,329	3,661,174	3,590,968	3,654,639
Contributions as a percentage of covered payroll	<b>8.62%</b>	8.41%	8.33%	8.39%	8.46%	9.18%	9.48%
<b>KP&amp;F</b>							
Contractually required contribution	\$ <b>1,417,586</b>	1,407,286	1,309,322	1,252,715	1,133,364	1,181,953	1,214,737
Contributions in relation to the contractually required contribution	<u><b>1,417,586</b></u>	<u>1,407,286</u>	<u>1,309,322</u>	<u>1,252,715</u>	<u>1,133,364</u>	<u>1,181,953</u>	<u>1,214,737</u>
Contribution deficiency (excess)	\$ <u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
City's covered payroll	\$ <b>6,387,209</b>	6,650,840	6,369,466	6,235,516	5,955,667	5,788,214	5,686,971
Contributions as a percentage of covered payroll	<b>22.19%</b>	21.16%	20.56%	20.09%	19.03%	20.42%	21.36%

\* GASB No. 68 requires presentation of ten years. Until a full 10 year trend is compiled, the City will present information for those years for which information is available.

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
 Required Supplementary Information  
 December 31, 2021

OTHER POSTEMPLOYMENT HEALTHCARE BENEFITS

Schedule of Changes in the City's Total Other  
 Postemployment Benefits and Related Ratios  
 Last Five Fiscal Years\*

<b>Total OPEB Liability</b>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Service Cost	\$ <b>12,526</b>	10,324	9,263	5,684	4,986
Interest Cost	<b>8,369</b>	12,260	12,342	11,265	11,897
Differences Between Expected and Actual Experience	<b>(5,714)</b>	-	(16,579)	-	-
Changes in Assumptions	<b>(49,978)</b>	27,566	(1,232)	-	8,425
Employer Contributions (Benefit Payments)	<b>6,039</b>	5,374	8,012	(35,494)	45,896
Net Changes in Total OPEB Liability	<b>(28,758)</b>	55,524	11,806	(18,545)	71,204
Total OPEB Liability - Beginning of Year	<b>418,572</b>	363,048	351,242	369,787	298,583
Total OPEB Liability - End of Year	\$ <b>389,814</b>	418,572	363,048	351,242	369,787
Covered Payroll	\$ <b>9,106,181</b>	11,232,627	7,649,954	6,640,607	6,416,045
Total OPEB Liability as a Percentage of Covered Payroll	<b>4.28%</b>	3.73%	4.75%	5.29%	5.76%

**Notes to Schedule**

*Changes of assumptions and other inputs*

Changes in assumptions and other inputs reflect a change in the discount rate from 3.70% in 2017, 3.20% in 2018, 3.64% in 2019, 3.26% in 2020 and 2.25% in 2021.

\*GASB 75 requires presentation of ten years. Until a full 10-year trend is compiled, the City will present information for those years for which information is available.

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
 Required Supplementary Information  
 December 31, 2021

OTHER POSTEMPLOYMENT BENEFITS – DEATH AND DISABILITY

Schedule of Changes in the City's Death and Disability  
 Total OPEB Liability and Related Ratios  
 Last Four Fiscal Years\*

<b>Total OPEB Liability</b>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Service Cost	\$ <b>15,009</b>	11,975	12,671	12,554
Interest Cost	<b>2,751</b>	4,144	4,803	4,591
Effect of Economic/Demographic Gains or Losses	<b>62,961</b>	(7,610)	(15,333)	(11,359)
Effect of Assumptions Changes or Inputs	<b>273</b>	7,643	1,542	(1,332)
Employer Contributions (Benefit Payments)	<b>(17,566)</b>	(8,712)	(8,712)	(8,712)
Net Changes in Total OPEB Liability	<u><b>63,428</b></u>	<u>7,440</u>	<u>(5,029)</u>	<u>(4,258)</u>
Total OPEB Liability - Beginning of Year	<u><b>118,175</b></u>	<u>110,735</u>	<u>115,764</u>	<u>120,022</u>
Total OPEB Liability - End of Year	\$ <u><b>181,603</b></u>	<u>118,175</u>	<u>110,735</u>	<u>115,764</u>
Covered Payroll	\$ <b>3,830,010</b>	3,741,420	3,299,627	3,577,688
Total OPEB Liability as a Percentage of Covered Payroll	<b>4.74%</b>	3.16%	3.36%	3.24%

**Notes to Schedule**

*Changes of assumptions and other inputs*

Changes in assumptions and other inputs reflect a change in the discount rate from 3.87% in 2018, 3.50% in 2019, 2.21% in 2020 and 2.16% in 2021.

\*GASB 75 requires presentation of ten years. Until a full 10-year trend is compiled, the City will present information for those years for which information is available.

See Independent Auditor's Report.

## **NONMAJOR GOVERNMENTAL FUNDS**

### **Special Revenue Funds**

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes. The special revenue funds used by the City of Junction City, Kansas are:

Economic Development Fund – To account for the joint City/County department that promotes retail and industrial development within or near Junction City and Geary County.

Employee Benefits Fund - To account for all payroll-related benefit expenses including the City's costs of workers' compensation, social security, retirement, unemployment and health insurance.

Library Fund - To account for the levying of ad valorem property tax on behalf of the Dorothy Bramlage Library Board.

Special Highway Fund - To account for monies levied by the State of Kansas which produces revenues the City can use to defray, in whole or in part, the cost of constructing, altering, reconstructing, maintaining and repairing streets and highways.

Fire Equipment Fund - To account for revenues and expenses for the purchase of rolling stock equipment for the fire department.

Special Parks and Recreation Fund - to account for the state shared tax and park land development fees for parks and recreation.

Drug and Alcohol Fund - To account for the monies provided by as state liquor tax on private clubs which are to be expended for the purchase, establishment, maintenance or expansion of services or programs for alcoholism prevention and education. The City used this fund to support the D.A.R.E. program in the public school system.

Sundown Salute Fund - To account for the collection of donations used for the City's annual 4<sup>th</sup> of July community celebration.

CDBG Revolving Loans Fund – To account for CDBG grant proceeds received.

Grants Fund – To account for grant proceeds received from various funding sources.

Rural Housing District Fund – To account for the taxes received to pay the debt on the Bluffs Park.

Law Enforcement Trust Fund – To account for funds collected through drug forfeitures. The funds can only be used for additional technical equipment or expertise, matching funds for federal grants or to defray the costs of protracted or complex investigation for local police.

Law Enforcement Training Fund – To account for funds collected through tickets issued by the police department. The funds can only be used for training of law enforcement personnel.

Federal Equitable Sharing Fund – To account for forfeiture of assets received by the City in connection with criminal prosecutions under federal law.

Treasury Forfeiture Fund – To account for forfeiture of assets received by the City in connection with other criminal prosecutions.

Special Projects Fund – To account for special projects including donation contributions and related expenses.

PSAP 911 Fund – To account for 911 fees including costs associated with 911 services.

Federal Funds Exchange Fund – To account for monies received from the Federal Funds Exchange.

ARPA Fund - to account for COVID-19 relief monies received from the American Rescue Plan Act.

## **NONMAJOR ENTERPRISE FUNDS**

Sanitation Fund – To account for the operation and maintenance of the sanitation system operated within the City.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Balance Sheet  
Nonmajor Special Revenue Funds  
December 31, 2021

<b>ASSETS</b>	Economic Development	Employee Benefits	Library	Special Highway	Fire Equipment	Special Parks and Recreation	Drug and Alcohol
<b>Assets</b>							
Cash and Investments	\$ 406,843	1,393,900	13,355	139,510	918,689	52,056	19,460
Receivables							
Property Tax	172,790	-	821,640	-	345,815	-	-
Accounts	20,218	8,990	-	-	-	-	-
Accrued Interest	783	-	-	202	1,770	-	38
<b>Total Assets</b>	<b>\$ 600,634</b>	<b>1,402,890</b>	<b>834,995</b>	<b>139,712</b>	<b>1,266,274</b>	<b>52,056</b>	<b>19,498</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u></b>							
<b>Liabilities</b>							
Accounts Payable	\$ -	79,793	-	28	-	-	-
Accrued Liabilities	-	-	-	-	-	-	339
Unearned Revenue - Grant Proceeds	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>79,793</b>	<b>-</b>	<b>28</b>	<b>-</b>	<b>-</b>	<b>339</b>
<b>Deferred Inflows of Resources</b>							
Unavailable Revenue - Property Taxes	172,790	-	821,640	-	345,815	-	-
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>172,790</b>	<b>79,793</b>	<b>821,640</b>	<b>28</b>	<b>345,815</b>	<b>-</b>	<b>339</b>
<b>Fund Balance</b>							
Restricted	427,844	-	-	139,684	920,459	52,056	19,159
Committed	-	1,323,097	13,355	-	-	-	-
Assigned	-	-	-	-	-	-	-
<b>Total Fund Balance</b>	<b>427,844</b>	<b>1,323,097</b>	<b>13,355</b>	<b>139,684</b>	<b>920,459</b>	<b>52,056</b>	<b>19,159</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 600,634</b>	<b>1,402,890</b>	<b>834,995</b>	<b>139,712</b>	<b>1,266,274</b>	<b>52,056</b>	<b>19,498</b>

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Balance Sheet  
Nonmajor Special Revenue Funds (Continued)  
December 31, 2021

<u>ASSETS</u>	Sundown Salute	CDBG Revolving Loans	Grants	Rural Housing District	Law Enforcement Trust	Law Enforcement Training
<b>Assets</b>						
Cash and Investments	\$ 1,086	191,855	-	586,355	219,975	4,170
Receivables						
Property Tax	-	-	-	-	-	-
Accounts	294	31,909	1,227,938	-	-	-
Accrued Interest	-	-	-	-	424	7
<b>Total Assets</b>	<b>\$ 1,380</b>	<b>223,764</b>	<b>1,227,938</b>	<b>586,355</b>	<b>220,399</b>	<b>4,177</b>
 <b><u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</u></b>						
<b>Liabilities</b>						
Accounts Payable	\$ 313	-	568	-	4,129	-
Accrued Liabilities	-	-	-	-	-	-
Unearned Revenue - Grant Proceeds	-	-	81,019	-	-	-
Due to Other Funds	-	-	1,146,351	-	-	-
<b>Total Liabilities</b>	<b>313</b>	<b>-</b>	<b>1,227,938</b>	<b>-</b>	<b>4,129</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>						
Unavailable Revenue - Property Taxes	-	-	-	-	-	-
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>313</b>	<b>-</b>	<b>1,227,938</b>	<b>-</b>	<b>4,129</b>	<b>-</b>
<b>Fund Balance</b>						
Restricted	-	223,764	-	586,355	216,270	4,177
Committed	1,067	-	-	-	-	-
Assigned	-	-	-	-	-	-
<b>Total Fund Balance</b>	<b>1,067</b>	<b>223,764</b>	<b>-</b>	<b>586,355</b>	<b>216,270</b>	<b>4,177</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 1,380</b>	<b>223,764</b>	<b>1,227,938</b>	<b>586,355</b>	<b>220,399</b>	<b>4,177</b>

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Balance Sheet  
Nonmajor Special Revenue Funds (Continued)  
December 31, 2021

<b>ASSETS</b>	Federal Equitable Sharing	Treasury Forfeiture	Special Projects	PSAP 911	Federal Funds Exchange Funds	ARPA	<b>Totals</b>
<b>Assets</b>							
Cash and Investments	\$ 126,815	15,925	20,400	4,744	752,427	1,639,175	<b>6,506,740</b>
Receivables							
Property Tax	-	-	-	-	-	-	<b>1,340,245</b>
Accounts	-	-	1,200	-	-	-	<b>1,290,549</b>
Accrued Interest	-	31	40	8	-	-	<b>3,303</b>
<b>Total Assets</b>	<b>\$ 126,815</b>	<b>15,956</b>	<b>21,640</b>	<b>4,752</b>	<b>752,427</b>	<b>1,639,175</b>	<b>9,140,837</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>							
<b>Liabilities</b>							
Accounts Payable	\$ 3,756	-	242	-	-	-	<b>88,829</b>
Accrued Liabilities	-	-	-	-	-	-	<b>339</b>
Unearned Revenue - Grant Proceeds	-	-	-	-	-	1,639,175	<b>1,720,194</b>
Due to Other Funds	-	-	-	-	-	-	<b>1,146,351</b>
<b>Total Liabilities</b>	<b>3,756</b>	<b>-</b>	<b>242</b>	<b>-</b>	<b>-</b>	<b>1,639,175</b>	<b>2,955,713</b>
<b>Deferred Inflows of Resources</b>							
Unavailable Revenue - Property Taxes	-	-	-	-	-	-	<b>1,340,245</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>	<b>3,756</b>	<b>-</b>	<b>242</b>	<b>-</b>	<b>-</b>	<b>1,639,175</b>	<b>4,295,958</b>
<b>Fund Balance</b>							
Restricted	123,059	15,956	-	4,752	752,427	-	<b>3,485,962</b>
Committed	-	-	-	-	-	-	<b>1,337,519</b>
Assigned	-	-	21,398	-	-	-	<b>21,398</b>
<b>Total Fund Balance</b>	<b>123,059</b>	<b>15,956</b>	<b>21,398</b>	<b>4,752</b>	<b>752,427</b>	<b>-</b>	<b>4,844,879</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 126,815</b>	<b>15,956</b>	<b>21,640</b>	<b>4,752</b>	<b>752,427</b>	<b>1,639,175</b>	<b>9,140,837</b>

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended December 31, 2021

	Economic Development	Employee Benefits	Library	Special Highway	Fire Equipment	Special Parks and Recreation	Drug and Alcohol
<b>Revenues</b>							
Taxes	\$ 194,930	110	856,708	-	393,331	-	52,056
Intergovernmental	-	-	-	628,878	-	-	-
Use of Money and Property	466,344	-	-	-	2,007	52,056	30
Miscellaneous	-	281,560	-	-	-	-	235
Bond Proceeds	-	-	-	164,667	-	-	-
<b>Total Revenues</b>	<u>661,274</u>	<u>281,670</u>	<u>856,708</u>	<u>793,545</u>	<u>395,338</u>	<u>52,056</u>	<u>52,321</u>
<b>Expenditures</b>							
General Government	-	251,347	870,000	-	-	-	-
Public Safety	-	-	-	-	42,296	-	48,786
Public Works	-	-	-	654,643	-	-	-
Recreation	-	-	-	-	-	-	-
Economic Development	511,070	-	-	-	-	-	-
Debt Service							
Principal	269,167	-	-	-	-	-	-
Interest and Other Charges	105,932	-	-	-	-	-	-
<b>Total Expenditures</b>	<u>886,169</u>	<u>251,347</u>	<u>870,000</u>	<u>654,643</u>	<u>42,296</u>	<u>-</u>	<u>48,786</u>
<b>Excess (Deficit) of Revenues Over (Under) Expenditures</b>	(224,895)	30,323	(13,292)	138,902	353,042	52,056	3,535
<b>Other Financing Sources (Uses)</b>							
Transfers Out	-	-	-	-	-	-	-
<b>Net Change in Fund Balance</b>	(224,895)	30,323	(13,292)	138,902	353,042	52,056	3,535
<b>Fund Balance - Beginning of the Year</b>	<u>652,739</u>	<u>1,292,774</u>	<u>26,647</u>	<u>782</u>	<u>567,417</u>	<u>-</u>	<u>15,624</u>
<b>Fund Balance - End of Year</b>	<u>\$ <u>427,844</u></u>	<u><u>1,323,097</u></u>	<u><u>13,355</u></u>	<u><u>139,684</u></u>	<u><u>920,459</u></u>	<u><u>52,056</u></u>	<u><u>19,159</u></u>

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Special Revenue Funds (Continued)  
For the Year Ended December 31, 2021

	Sundown Salute	CDBG Revolving Loans	Grants	Rural Housing District	Law Enforcement Trust	Law Enforcement Training
<b>Revenues</b>						
Taxes	\$ -	-	-	290,578	-	-
Intergovernmental	-	-	1,333,708	-	284,939	-
Use of Money and Property	-	-	-	-	726	3
Miscellaneous	3,835	-	539,301	-	-	14,985
Bond Proceeds	-	-	-	-	-	-
<b>Total Revenues</b>	<u>3,835</u>	<u>-</u>	<u>1,873,009</u>	<u>290,578</u>	<u>285,665</u>	<u>14,988</u>
<b>Expenditures</b>						
General Government	-	-	1,735,157	-	-	-
Public Safety	-	-	-	-	95,855	15,031
Public Works	-	-	-	-	-	-
Recreation	3,811	-	-	-	-	-
Economic Development	-	8,018	-	-	-	-
Debt Service						
Principal	-	-	-	260,000	-	-
Interest and Other Charges	-	-	-	11,238	-	-
<b>Total Expenditures</b>	<u>3,811</u>	<u>8,018</u>	<u>1,735,157</u>	<u>271,238</u>	<u>95,855</u>	<u>15,031</u>
<b>Excess (Deficit) of Revenues Over (Under) Expenditures</b>	24	(8,018)	137,852	19,340	189,810	(43)
<b>Other Financing Sources (Uses)</b>						
Transfers Out	-	-	130,274	-	-	-
<b>Net Change in Fund Balance</b>	24	(8,018)	7,578	19,340	189,810	(43)
<b>Fund Balance - Beginning of the Year</b>	1,043	231,782	(7,578)	567,015	26,460	4,220
<b>Fund Balance - End of Year</b>	\$ <u>1,067</u>	<u>223,764</u>	<u>-</u>	<u>586,355</u>	<u>216,270</u>	<u>4,177</u>

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Special Revenue Funds (Continued)  
For the Year Ended December 31, 2021

	Federal Equitable Sharing	Treasury Forfeiture	Special Projects	PSAP 911	Federal Funds Exchange Funds	ARPA	<b>Totals</b>
<b>Revenues</b>							
Taxes	\$ -	-	-	-	-	-	1,787,713
Intergovernmental	-	-	-	-	-	-	2,247,525
Use of Money and Property	-	22	60	5	313,221	-	834,474
Miscellaneous	-	-	29,426	-	-	-	869,342
Bond Proceeds	-	-	-	-	-	-	164,667
<b>Total Revenues</b>	<u>-</u>	<u>22</u>	<u>29,486</u>	<u>5</u>	<u>313,221</u>	<u>-</u>	<u>5,903,721</u>
<b>Expenditures</b>							
General Government	-	-	15,413	-	-	-	2,871,917
Public Safety	93,053	-	-	-	-	-	295,021
Public Works	-	-	-	-	-	-	654,643
Recreation	-	-	-	-	-	-	3,811
Economic Development	-	-	-	-	-	-	519,088
Debt Service							
Principal	-	-	-	-	-	-	529,167
Interest and Other Charges	-	-	-	-	-	-	117,170
<b>Total Expenditures</b>	<u>93,053</u>	<u>-</u>	<u>15,413</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,990,817</u>
<b>Excess (Deficit) of Revenues Over (Under) Expenditures</b>	(93,053)	22	14,073	5	313,221	-	912,904
<b>Other Financing Sources (Uses)</b>							
Transfers Out	-	-	-	-	-	-	130,274
<b>Net Change in Fund Balance</b>	(93,053)	22	14,073	5	313,221	-	782,630
<b>Fund Balance - Beginning of the Year</b>	216,112	15,934	7,325	4,747	439,206	-	4,062,249
<b>Fund Balance - End of Year</b>	<u>\$ 123,059</u>	<u>15,956</u>	<u>21,398</u>	<u>4,752</u>	<u>752,427</u>	<u>-</u>	<u>4,844,879</u>

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Economic Development Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Taxes	\$ 195,093	193,906	193,906	1,187
Use of Money and Property	467,340	464,760	464,760	2,580
<b>Total Revenues</b>	<b>662,433</b>	<b>658,666</b>	<b>658,666</b>	<b>3,767</b>
<b>Expenditures</b>				
Commodities	-	10,000	10,000	(10,000)
Contractual Services	431,069	1,088,313	1,088,313	(657,244)
Debt Service				
Principal	269,167	242,023	242,023	27,144
Interest and Other Charges	105,932	113,687	113,687	(7,755)
<b>Total Expenditures</b>	<b>806,168</b>	<b>1,454,023</b>	<b>1,454,023</b>	<b>(647,855)</b>
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>(143,735)</b>	<b>(795,357)</b>	<b>(795,357)</b>	<b>651,622</b>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>525,795</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>382,060</b>			
<b>GAAP Adjustments</b>				
Encumbrances	45,000			
Accrued Interest Receivable	784			
<b>Fund Balance - End of Year</b>	<b>\$ 427,844</b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Employee Benefits Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Taxes	\$ 110	-	-	110
Miscellaneous	281,559	250,000	250,000	31,559
<b>Total Revenues</b>	<b>281,669</b>	<b>250,000</b>	<b>250,000</b>	<b>31,669</b>
<b>Expenditures</b>				
Personnel Services	38,691	-	-	38,691
Contractual Services	212,655	1,157,070	1,157,070	(944,415)
<b>Total Expenditures</b>	<b>251,346</b>	<b>1,157,070</b>	<b>1,157,070</b>	<b>(905,724)</b>
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>30,323</b>	<b>(907,070)</b>	<b>(907,070)</b>	<b>937,393</b>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>1,292,774</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>\$ 1,323,097</b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Library Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Taxes	\$ <b>857,517</b>	842,332	842,332	15,185
<b>Expenditures</b>				
Contractual Services	<b>870,000</b>	870,000	870,000	-
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>(12,483)</b>	<b>(27,668)</b>	<b>(27,668)</b>	<b>15,185</b>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>25,838</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	\$ <b>13,355</b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Special Highway Fund  
For the Year Ended December 31, 2021

	Actual	Budgeted Amounts		Variance Over (Under)
		Original	Final	
<b>Revenues</b>				
Intergovernmental	\$ 628,878	519,590	519,590	109,288
Use of Money and Property	201	3,000	3,000	(2,799)
Temporary Note Proceeds	164,667	-	-	164,667
<b>Total Revenues</b>	<b>793,746</b>	<b>522,590</b>	<b>522,590</b>	<b>271,156</b>
<b>Expenditures</b>				
Contractual Services	202,349	1,013,080	1,013,080	(810,731)
Capital Outlay	17,323	-	-	17,323
<b>Total Expenditures</b>	<b>219,672</b>	<b>1,013,080</b>	<b>1,013,080</b>	<b>(793,408)</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>574,074</b>	<b>(490,490)</b>	<b>(490,490)</b>	<b>1,064,564</b>
<b>Other Financing Uses</b>				
Transfers Out	-	300,000	300,000	(300,000)
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>574,074</b>	<b>(790,490)</b>	<b>(790,490)</b>	<b>764,564</b>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>(434,592)</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>139,482</b>			
<b>GAAP Adjustments</b>				
Accrued Interest Receivable	202			
<b>Fund Balance - End of Year - Capital</b>	<b>\$ 139,684</b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Fire Equipment Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Taxes	\$ 393,684	388,682	388,682	5,002
Use of Money and Property	1,762	-	-	1,762
<b>Total Revenues</b>	<b>395,446</b>	<b>388,682</b>	<b>388,682</b>	<b>6,764</b>
<b>Expenditures</b>				
Commodities	-	219,725	219,725	(219,725)
Contractual	-	25,500	25,500	(25,500)
Capital Outlay	42,298	571,000	571,000	(528,702)
<b>Total Expenditures</b>	<b>42,298</b>	<b>816,225</b>	<b>816,225</b>	<b>(773,927)</b>
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>353,148</b>	<b>(427,543)</b>	<b>(427,543)</b>	<b>780,691</b>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>565,540</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>918,688</b>			
<b>GAAP Adjustments</b>				
Accrued Interest Receivable	1,771			
<b>Fund Balance - End of Year - Capital</b>	<b>\$ 920,459</b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Special Parks and Recreation Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Liquor Taxes	\$ <b>52,056</b>	61,154	61,154	(9,098)
<b>Expenditures</b>	<u>-</u>	<u>61,154</u>	<u>61,154</u>	<u>(61,154)</u>
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>52,056</b>	<u>-</u>	<u>-</u>	<u>52,056</u>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<u>-</u>			
<b>Budgetary Basis Fund Balance - End of Year</b>	\$ <u><u>52,056</u></u>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Drug and Alcohol Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Taxes	\$ 52,056	61,154	61,154	(9,098)
Miscellaneous	235	-	-	235
Use of Money and Property	37	-	-	37
<b>Total Revenues</b>	<b>52,328</b>	61,154	61,154	(8,826)
<b>Expenditures</b>				
Personnel Services	48,786	71,291	71,291	(22,505)
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>3,542</b>	<u>(10,137)</u>	<u>(10,137)</u>	<u>13,679</u>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>15,579</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>19,121</b>			
<b>GAAP Adjustments</b>				
Accrued Interest Receivable	38			
<b>Fund Balance - End of Year</b>	<b>\$ 19,159</b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
CDBG Revolving Loans Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Miscellaneous	\$ 12,728	15,000	15,000	(2,272)
<b>Expenditures</b>				
Contractual Services	-	246,809	246,809	(246,809)
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>12,728</b>	<u>(231,809)</u>	<u>(231,809)</u>	<u>244,537</u>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<u>179,127</u>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>191,855</b>			
<b>GAAP Adjustments</b>				
Accounts Receivable	<u>31,909</u>			
<b>Fund Balance - End of Year</b>	<b>\$ <u>223,764</u></b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Rural Housing District Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Taxes	\$ <b>290,578</b>	400,000	400,000	(109,422)
<b>Expenditures</b>				
Debt Service				
Principal	<b>260,000</b>	260,000	260,000	-
Interest and Other Charges	<b>11,238</b>	90,000	20,000	(8,762)
<b>Total Expenditures</b>	<b>271,238</b>	350,000	280,000	(8,762)
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>19,340</b>	<u>50,000</u>	<u>120,000</u>	<u>(100,660)</u>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<u><b>567,015</b></u>			
<b>Budgetary Basis Fund Balance - End of Year</b>	\$ <u><u><b>586,355</b></u></u>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Law Enforcement Trust Fund  
For the Year Ended December 31, 2021

	<b>Actual</b>	<b>Budgeted Amounts</b>		<b>Variance Over (Under)</b>
		<b>Original</b>	<b>Final</b>	
<b>Revenues</b>				
Intergovernmental	\$ <b>284,939</b>	500,000	500,000	(215,061)
Use of Money and Property	<b>422</b>	-	-	422
<b>Total Revenues</b>	<b>285,361</b>	500,000	500,000	(214,639)
<b>Expenditures</b>				
Commodities	<b>79,902</b>	300,000	300,000	(220,098)
Contractual Services	<b>7,843</b>	143,802	143,802	(135,959)
Capital Outlay	-	415,000	415,000	(415,000)
<b>Total Expenditures</b>	<b>87,745</b>	858,802	858,802	(771,057)
<b>Excess (Deficit) of Revenues Over (Under) Expenditures</b>	<b>197,616</b>	<u>(358,802)</u>	<u>(358,802)</u>	<u>556,418</u>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>18,230</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>215,846</b>			
<b>GAAP Adjustments</b>				
Accrued Interest Receivable	<b>424</b>			
<b>Fund Balance - End of Year</b>	<b>\$ 216,270</b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Law Enforcement Training Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Miscellaneous	\$ 14,985	15,000	15,000	(15)
Use of Money and Property	8		-	8
<b>Total Revenues</b>	<b>14,993</b>	15,000	15,000	(7)
<b>Expenditures</b>				
Contractual Services	15,031	16,689	16,689	(1,658)
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>(38)</b>	<u>(1,689)</u>	<u>(1,689)</u>	<u>1,651</u>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>4,207</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>4,169</b>			
<b>GAAP Adjustments</b>				
Accrued Interest Receivable	8			
<b>Fund Balance - End of Year</b>	<b>\$ 4,177</b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Federal Equitable Sharing Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Miscellaneous	\$ -	200,000	200,000	(200,000)
<b>Expenditures</b>				
Commodities	10,577	-	150,000	(139,423)
Contractual Services	82,476	260,000	260,000	(177,524)
<b>Total Expenditures</b>	<b>93,053</b>	260,000	410,000	(316,947)
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>(93,053)</b>	<u>(60,000)</u>	<u>(210,000)</u>	<u>116,947</u>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>216,112</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>\$ 123,059</b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Treasury Forfeiture Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Miscellaneous	\$ 34	50,000	50,000	(49,966)
<b>Expenditures</b>				
Contractual Services	-	59,530	59,530	(59,530)
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>34</b>	<u>(9,530)</u>	<u>(9,530)</u>	<u>9,564</u>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<u>15,891</u>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>15,925</b>			
<b>GAAP Adjustments</b>				
Accrued Interest Receivable	<u>31</u>			
<b>Fund Balance - End of Year</b>	<b>\$ <u>15,956</u></b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Temporary Notes Fund  
For the Year Ended December 31, 2021

	<u>Actual</u>	<u>Budgeted Amounts</u>		<u>Variance Over (Under)</u>
		<u>Original</u>	<u>Final</u>	
<b>Revenues</b>				
Temporary Note Proceeds	\$ <b>2,335,333</b>	-	2,298,261	37,072
<b>Expenditures</b>				
Bond Interest	<b>8,776</b>	-	9,000	(224)
Cost of Issuance	<b>32,250</b>	-	35,000	(2,750)
Capital Improvement	<b>1,648,864</b>	-	2,000,000	(351,136)
Miscellaneous	-	-	254,260	(254,260)
<b>Total Expenditures</b>	<b>1,689,890</b>	-	2,298,260	(608,370)
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>645,443</b>	-	1	645,442
<b>Other Financing Uses</b>				
Transfers Out	<b>(37,072)</b>	-	-	(37,072)
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>608,371</b>	-	1	608,370
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	-			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>608,371</b>			
<b>GAAP Adjustments</b>				
Encumbrances	<b>90,642</b>			
<b>Fund Balance - End of Year</b>	\$ <b>699,013</b>			

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Actual and Budget  
Debt Service Fund  
For the Year Ended December 31, 2021

	Actual	Budgeted Amounts		Variance
		Original	Final	Over (Under)
<b>Revenues</b>				
Taxes	\$ 2,923,922	2,893,858	2,791,432	132,490
Special Assessments	2,403,443	2,330,000	2,339,981	63,462
Sales Tax	5,046,946	4,200,000	4,565,221	481,725
Use of Money and Property	5,048	-	-	5,048
Bond Proceeds	4,686,252	18,000	10	4,686,242
Miscellaneous	163,680	25,000	257,870	(94,190)
<b>Total Revenues</b>	<b>15,229,291</b>	<b>9,466,858</b>	<b>9,954,514</b>	<b>5,274,777</b>
<b>Expenditures</b>				
Debt Service				
Principal	12,371,751	8,099,162	8,311,104	4,060,647
Interest and Other Charges	2,530,933	2,530,933	2,530,933	-
Cost of Issuance	86,364	-	-	86,364
Other	54,640	17,040	17,040	37,600
(a) Adjustment for Qualifying Budget Credit	-	4,686,242	4,686,242	(4,686,242)
<b>Total Expenditures</b>	<b>15,043,688</b>	<b>15,333,377</b>	<b>15,545,319</b>	<b>(501,631)</b>
<b>Excess (Deficit) of Revenues Over (Under) Expenditures</b>	<b>185,603</b>	<b>(5,866,519)</b>	<b>(5,590,805)</b>	<b>5,776,408</b>
<b>Other Financing Sources</b>				
Transfer In	300,000	300,000	300,000	-
<b>Excess (Deficit) of Revenues Over Expenditures</b>	<b>485,603</b>	<b>(5,566,519)</b>	<b>(5,290,805)</b>	<b>5,776,408</b>
<b>Budgetary Basis Fund Balance - Beginning of Year</b>	<b>2,106,583</b>			
<b>Budgetary Basis Fund Balance - End of Year</b>	<b>2,592,186</b>			
<b>GAAP Adjustments</b>				
Accrued Interest Receivable	5,073			
<b>Fund Balance - End of Year</b>	<b>\$ 2,597,259</b>			
<b>(a) Adjustment for Qualifying Budget Credit</b>				
Bond Proceeds Over Amount Budgeted			\$ 4,686,242	

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Statement of Net Position  
Nonmajor Enterprise Funds  
December 31, 2021

	Sanitation	Total
<b><u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u></b>		
<b>Current Assets</b>		
Cash and Investments	\$ 3,943,282	<b>3,943,282</b>
Receivables, Net of Allowance for Uncollectibles		
Accounts	382,279	<b>382,279</b>
Accrued Interest	7,569	<b>7,569</b>
	4,333,130	<b>4,333,130</b>
<b>Total Current Assets</b>		
<b>Noncurrent Assets</b>		
<b>Capital Assets</b>		
Depreciable Capital Assets	1,363,213	<b>1,363,213</b>
Accumulated Depreciation	(1,260,699)	<b>(1,260,699)</b>
	102,514	<b>102,514</b>
<b>Total Noncurrent Assets</b>		
	4,435,644	<b>4,435,644</b>
<b>Total Assets</b>		
<b>Deferred Outflows of Resources</b>		
Pension Liability	77,219	<b>77,219</b>
	4,512,863	<b>4,512,863</b>
<b>Total Assets and Deferred Outflows of Resources</b>		
<b><u>LIABILITIES AND DEFERRED INFLOWS OF RESOURCES</u></b>		
<b>Current Liabilities</b>		
Accounts Payable	4,129	<b>4,129</b>
Accrued Liabilities	4,839	<b>4,839</b>
Current Portion of Compensated Absences Payable	17,705	<b>17,705</b>
	26,673	<b>26,673</b>
<b>Total Current Liabilities</b>		
<b>Noncurrent Liabilities</b>		
Net Pension Liability	222,771	<b>222,771</b>
	249,444	<b>249,444</b>
<b>Total Liabilities</b>		
<b>Deferred Inflows of Resources</b>		
Pension Liability	86,808	<b>86,808</b>
	336,252	<b>336,252</b>
<b>Total Liabilities and Deferred Inflows of Resources</b>		
<b><u>NET POSITION</u></b>		
<b>Net Position</b>		
Net Investment in Capital Assets	102,514	<b>102,514</b>
Unrestricted	4,074,097	<b>4,074,097</b>
	4,176,611	<b>4,176,611</b>
<b>Total Net Position</b>		
	\$ 4,176,611	<b>4,176,611</b>

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Statement of Revenues, Expenses, and Changes in Net Position  
Nonmajor Enterprise Funds  
For the Year Ended December 31, 2021

	Sanitation	Total
<b>Operating Revenues</b>		
Charges for Services	\$ 1,781,682	1,781,682
Miscellaneous	25,117	25,117
<b>Total Operating Revenues</b>	<u>1,806,799</u>	<u>1,806,799</u>
<b>Operating Expenses</b>		
Personal Services	439,475	439,475
Commodities	162,820	162,820
Contractual Services	527,305	527,305
Depreciation	66,270	66,270
<b>Total Operating Expenses</b>	<u>1,195,870</u>	<u>1,195,870</u>
<b>Net Operating Income</b>	<u>610,929</u>	<u>610,929</u>
<b>Nonoperating Revenues (Expense)</b>		
Interest Expense	(595)	(595)
Interest Income	4,746	4,746
<b>Net Nonoperating Revenues (Expense)</b>	<u>4,151</u>	<u>4,151</u>
<b>Net Income Before Transfers</b>	615,080	615,080
Transfers Out	(410,000)	(410,000)
<b>Change in Net Position</b>	205,080	205,080
<b>Net Position - Beginning of Year</b>	<u>3,971,531</u>	<u>3,971,531</u>
<b>Net Position - End of Year</b>	<u>\$ 4,176,611</u>	<u>4,176,611</u>

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
For the Year Ended December 31, 2021

	Sanitation	Total Nonmajor Enterprise Funds
<b>Cash Flows From Operating Activities</b>		
Cash Received From Customers and Users	\$ 1,707,718	1,707,718
Cash Paid to Suppliers of Goods and Services	(701,836)	(701,836)
Cash Paid to Employees	(467,500)	(467,500)
Other Operating Receipts	25,117	25,117
	563,499	563,499
<b>Net Cash Provided by Operating Activities</b>		
<b>Cash Flows From Capital and Related Financing Activities</b>		
Purchase of Capital Assets	(6,307)	(6,307)
Interest Payments	(595)	(595)
Principal Payments - Capital Lease	(49,542)	(49,542)
	(56,444)	(56,444)
<b>Net Cash Used by Capital and Related Financing Activities</b>		
<b>Cash Flows From Noncapital Financing Activities</b>		
Transfer Out	(410,000)	(410,000)
<b>Cash Flows From Investing Activities</b>		
Interest Received	7,530	7,530
<b>Net Increase in Cash and Investments</b>	104,585	104,585
<b>Cash and Investments - Beginning of Year</b>	3,838,697	3,838,697
<b>Cash and Investments - End of Year</b>	\$ 3,943,282	3,943,282

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Statement of Cash Flows  
Nonmajor Enterprise Funds (Continued)  
For the Year Ended December 31, 2021

	Sanitation	Total Nonmajor Enterprise Funds
<b>Reconciliation of Net Operating Income to Net Cash Provided by Operating Activities</b>		
Net Operating Income	\$ 610,929	<b>610,929</b>
<b>Adjustments to Reconcile Net Operating Income to Net Cash Provided by Operating Activities</b>		
Depreciation Expense	66,270	<b>66,270</b>
(Increase) Decrease in Accounts Receivable	(73,964)	<b>(73,964)</b>
(Increase) Decrease in Deferred Outflows	12,157	<b>12,157</b>
Increase (Decrease) in Accounts Payable	(12,543)	<b>(12,543)</b>
Increase (Decrease) in Accrued Compensated Absences	(6,738)	<b>(6,738)</b>
Increase (Decrease) in Net Pension Liability	(105,516)	<b>(105,516)</b>
Increase (Decrease) in Accrued Liabilities	832	<b>832</b>
Increase (Decrease) in Deferred Inflows	72,072	<b>72,072</b>
<b>Net Cash Provided by Operating Activities</b>	\$ 563,499	<b>563,499</b>

See Independent Auditor's Report.

**CITY OF JUNCTION CITY, KANSAS**  
Combining Statement of Fiduciary Net Position  
Custodial Funds  
December 31, 2021

---

		<u>Trust and Agency Fund</u>	<u>Insurance Disaster Fund</u>	<u>Total Custodial Funds</u>
	<b><u>ASSETS</u></b>			
Cash		\$ <u>2,409</u>	<u>2,726</u>	<u>5,135</u>
	<b><u>LIABILITIES</u></b>			
Due to Others		\$ <u>2,409</u>	<u>2,726</u>	<u>5,135</u>

**CITY OF JUNCTION CITY, KANSAS**  
Combining Statement of Changes in Fiduciary Net Position  
Custodial Funds  
December 31, 2021

---

		<u>Trust and Agency Fund</u>	<u>Insurance Disaster Fund</u>	<u>Total Custodial Funds</u>
Revenues	\$	-	-	-
Expenditures		<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficit) of Revenues Over Expenditures		-	-	-
Fund Balance - Beginning of Year		<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending of Year	\$	<u>-</u>	<u>-</u>	<u>-</u>

See Independent Auditor's Report.

## **CITY OF JUNCTION CITY, KANSAS**

Statistical Section (Unaudited)

December 31, 2021

---

This part of **City of Junction City, Kansas**' financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

### **Financial Trends**

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.

### **Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting the City's ability to generate its most significant local revenue source, water and wastewater revenues, as well as its property tax.

### **Debt Capacity**

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.

### **Demographic and Economical Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time with other governments.

### **Operating Information**

These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.

*Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Financial Report for the relevant year.*

**CITY OF JUNCTION CITY, KANSAS**  
Net Position by Component  
Last Ten Fiscal Years  
(Accrual Basis of Accounting)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Governmental Activities</b>										
Net investment in capital assets	\$(51,875,398)	\$(47,479,333)	\$(42,071,227)	\$(26,982,525)	\$(34,673,724)	\$(28,929,834)	\$(31,384,052)	\$(10,002,423)	\$(4,240,100)	\$ 1,855,384
Restricted	49,923,152	47,659,856	47,133,957	45,298,451	47,262,307	51,094,342	19,572,461	17,469,658	16,972,073	15,197,503
Unrestricted	10,048,563	10,177,293	10,843,958	1,503,427	6,880,515	15,598,864	11,883,804	(5,930,212)	(4,695,504)	(1,950,365)
Total governmental activities net position	\$ 8,096,317	\$ 10,357,816	\$ 15,906,688	\$ 19,819,353	\$ 19,469,098	\$ 37,763,372	\$ 72,213	\$ 1,537,023	\$ 8,036,469	\$ 15,102,522
<b>Business-type activities</b>										
Net investment in capital assets	\$ 50,626,121	\$ 49,048,348	\$ 49,249,853	\$ 50,335,663	\$ 49,098,164	\$ 38,852,077	\$ 34,217,403	\$ 55,971,316	\$ 60,116,146	\$ 64,523,334
Unrestricted	6,123,942	7,096,226	8,786,568	9,005,441	15,544,505	28,927,670	36,015,248	18,721,968	19,082,062	19,739,227
Total business-type activities net position	\$ 56,750,063	\$ 56,144,574	\$ 58,036,421	\$ 59,341,104	\$ 64,642,669	\$67,779,747	\$ 70,232,651	\$ 74,693,284	\$ 79,198,208	\$ 84,262,561
<b>Primary government</b>										
Net investment in capital assets	\$ (1,249,277)	\$ 1,589,015	\$ 7,178,626	\$ 23,353,138	\$ 14,424,440	\$ 9,922,243	\$ 2,833,351	\$ 45,968,893	\$ 55,876,046	\$ 66,378,718
Restricted	49,923,152	47,659,856	47,133,957	45,298,451	47,262,307	51,094,342	19,572,461	17,469,658	16,972,073	15,197,503
Unrestricted	16,172,505	17,273,519	19,630,526	10,508,868	22,425,020	44,526,534	47,899,052	12,791,756	14,386,558	17,788,862
Total primary government net position	\$ 64,846,380	\$ 66,522,390	\$ 73,943,109	\$ 79,160,457	\$ 84,111,767	\$105,543,119	\$ 70,304,864	\$ 76,230,307	\$ 87,234,677	\$ 99,365,083

**CITY OF JUNCTION CITY, KANSAS**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(Accrual basis accounting)**

<b>Expenses</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>
<b>Governmental Activities</b>										
General government	\$ 2,972,338	\$ 2,818,453	\$ 2,564,763	\$ 2,583,982	\$ 5,233,594	\$ 2,831,910	\$ 5,087,215	\$ 2,985,520	\$ 4,367,013	\$ 3,367,670
Public safety	7,466,537	9,247,065	10,515,859	8,543,841	10,445,544	10,628,985	11,099,497	11,875,862	11,094,025	10,444,315
Public works	6,220,145	5,013,275	5,348,714	6,522,980	7,602,497	6,072,476	5,820,618	6,310,351	6,038,726	6,720,426
Culture and recreation	1,414,550	1,284,881	2,927,200	1,895,285	1,895,645	1,821,822	2,458,268	2,440,722	2,292,080	2,391,099
Economic Development	975,615	1,264,637	1,823,290	1,257,753	589,757	1,260,150	881,207	1,372,758	1,049,502	1,330,034
Public health and sanitation	2,034,862	2,053,932	2,160,507	2,560,853	2,871,981	2,996,894	3,485,194	3,576,872	3,339,863	3,587,360
Payments on other obligations (see note)	1,855,634	655,548	98,604	98,382	-	-	-	-	-	-
Interest long term debt	6,771,428	6,568,899	5,524,717	4,629,537	8,748,963	4,423,563	4,094,142	3,732,873	3,750,985	2,802,849
<b>Total governmental expenses</b>	<b>\$ 29,711,109</b>	<b>\$ 28,906,690</b>	<b>\$ 30,963,654</b>	<b>\$ 28,092,613</b>	<b>\$ 37,387,981</b>	<b>\$ 30,035,800</b>	<b>\$ 32,926,141</b>	<b>\$ 32,294,958</b>	<b>\$ 31,932,194</b>	<b>\$ 30,643,753</b>
<b>Business-type activities</b>										
Water/sewer	\$ 7,207,927	\$ 7,740,690	\$ 7,455,346	\$ 7,596,112	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Water	-	-	-	-	3,211,650	3,330,993	4,577,366	3,299,778	3,483,605	3,887,776
Sewer	-	-	-	-	4,022,608	4,216,058	4,616,729	4,616,295	4,664,618	4,048,592
Rolling Meadows golf	-	-	-	-	-	-	-	-	-	-
Sanitation	1,268,602	1,084,085	1,016,260	1,072,567	1,402,381	1,096,946	1,210,990	1,166,632	1,198,087	1,196,465
Storm water	462,200	498,018	546,754	545,779	438,112	452,520	570,214	462,706	493,853	593,597
Spin City	257,592	164,748	-	-	-	-	-	-	-	-
<b>Total business-type activities expenses</b>	<b>\$ 9,196,321</b>	<b>\$ 9,487,541</b>	<b>\$ 9,018,360</b>	<b>\$ 9,214,458</b>	<b>\$ 9,074,751</b>	<b>\$ 9,096,517</b>	<b>\$ 10,975,299</b>	<b>\$ 9,545,411</b>	<b>\$ 9,840,163</b>	<b>\$ 9,726,430</b>
<b>Total primary government expenses</b>	<b>\$ 38,907,430</b>	<b>\$ 38,394,231</b>	<b>\$ 39,982,014</b>	<b>\$ 37,307,071</b>	<b>\$ 46,462,732</b>	<b>\$ 39,132,317</b>	<b>\$ 43,901,440</b>	<b>\$ 41,840,369</b>	<b>\$ 41,772,357</b>	<b>\$ 40,370,183</b>
<b>Program Revenues</b>										
<b>Governmental activities:</b>										
Charges for services	\$ 3,693,576	\$ 3,460,191	\$ 3,553,426	\$ 3,841,165	\$ 3,492,201	\$ 3,504,359	\$ 3,269,321	\$ 3,662,968	\$ 3,514,456	\$ 4,053,054
Operating grants and contributions	1,634,111	1,769,732	3,168,858	11,265,285	1,943,858	3,018,944	3,899,360	2,537,153	5,576,117	3,434,135
Other	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	2,518,706	481,939	996,975	982,671	2,343,810	1,778,195	641,136	617,458	567,565	628,878
<b>Total governmental activities program revenue</b>	<b>\$ 7,846,393</b>	<b>\$ 5,711,862</b>	<b>\$ 7,719,259</b>	<b>\$ 16,089,121</b>	<b>\$ 7,779,869</b>	<b>\$ 8,301,498</b>	<b>\$ 7,809,817</b>	<b>\$ 6,817,579</b>	<b>\$ 9,658,138</b>	<b>\$ 8,116,067</b>
<b>Business-type activities</b>										
Charges for services										
Water/sewer	\$ 9,747,283	\$ 9,356,857	\$ 9,708,263	\$ 10,375,233	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Water	-	-	-	-	5,324,962	5,570,696	5,575,484	5,800,617	6,044,835	6,549,530
Sewer	-	-	-	-	5,513,814	5,581,828	5,971,026	6,193,996	6,539,606	6,811,401
Sanitation	1,461,004	1,455,036	1,505,555	1,534,395	1,526,242	1,537,200	1,577,636	1,624,144	1,701,232	1,781,682
Storm water	781,779	780,995	855,654	771,705	773,532	766,720	919,900	1,062,066	1,080,559	1,070,963
Spin City	143,203	121,183	-	-	-	-	-	-	-	-
<b>Total business-type activities prgrm revenue</b>	<b>\$ 12,133,269</b>	<b>\$ 11,714,071</b>	<b>\$ 12,069,472</b>	<b>\$ 12,681,333</b>	<b>\$ 13,138,550</b>	<b>\$ 13,456,444</b>	<b>\$ 14,044,046</b>	<b>\$ 14,680,823</b>	<b>\$ 15,366,232</b>	<b>\$ 16,213,576</b>
<b>Total primary government program revenue</b>	<b>\$ 19,979,662</b>	<b>\$ 17,425,933</b>	<b>\$ 19,788,731</b>	<b>\$ 28,770,454</b>	<b>\$ 20,918,419</b>	<b>\$ 21,757,942</b>	<b>\$ 21,853,863</b>	<b>\$ 21,498,402</b>	<b>\$ 25,024,370</b>	<b>\$ 24,329,643</b>
<b>Net (Expense) Revenue</b>										
Governmental activities	\$(21,864,716)	\$(23,194,828)	\$(23,244,395)	\$(12,003,492)	\$(29,608,112)	\$(21,734,302)	\$(25,116,324)	\$(25,477,379)	\$(22,274,056)	\$(22,527,686)
Business-type activities	2,936,948	2,226,530	3,051,112	3,466,875	4,063,799	4,359,927	3,068,747	5,135,412	5,526,069	6,487,146
<b>Total primary government net expenses</b>	<b>\$(18,927,768)</b>	<b>\$(20,968,298)</b>	<b>\$(20,193,283)</b>	<b>\$(8,536,617)</b>	<b>\$(25,544,313)</b>	<b>\$(17,374,375)</b>	<b>\$(22,047,577)</b>	<b>\$(20,341,967)</b>	<b>\$(16,747,987)</b>	<b>\$(16,040,540)</b>
<b>Gen Revenues &amp; Other Changes Net position</b>										
<b>Governmental activities</b>										
<b>Taxes</b>										
Property taxes	\$ 9,937,633	\$ 9,470,337	\$ 9,668,455	\$ 9,641,838	\$ 9,566,983	\$ 9,974,398	\$ 9,259,840	\$ 9,475,876	\$ 9,387,669	\$ 9,864,739
Sales taxes	10,915,013	11,143,399	10,918,894	10,746,724	10,611,641	10,345,095	10,905,654	10,822,585	12,141,567	13,218,727
Franchise taxes	1,833,692	1,882,737	1,967,710	1,829,821	1,834,814	1,820,583	1,903,630	1,750,282	1,803,278	1,799,530
Special assessments	-	-	-	-	4,113,971	8,661,942	739,550	29,630	1,244,685	218,050
Payment in lieu of property tax	16,406	14,137	13,052	14,335	21,232	22,852	17,810	28,798	48,340	-
Investment earnings	586,731	481,805	215,382	770,359	728,903	1,131,277	1,424,232	755,298	674,094	944,656
Gain on sale of capital assets	2,268,414	-	-	-	-	-	-	-	-	-
Miscellaneous	-	2,342,981	4,183,466	1,849,293	1,298,313	1,187,479	2,936,420	2,060,094	1,590,959	1,606,769
Transfers	1,452,824	1,522,500	1,522,500	1,505,000	1,530,000	1,630,000	1,630,000	2,030,614	1,902,452	1,892,928
<b>Total governmental activities</b>	<b>\$ 27,010,713</b>	<b>\$ 26,857,896</b>	<b>\$ 28,489,459</b>	<b>\$ 26,357,370</b>	<b>\$ 29,705,857</b>	<b>\$ 32,973,626</b>	<b>\$ 28,799,326</b>	<b>\$ 26,942,189</b>	<b>\$ 28,773,502</b>	<b>\$ 29,593,739</b>
<b>Business-type activities</b>										
Investment earnings	\$ 408,889	\$ -	\$ 1,332	\$ 23,177	\$ 47,293	\$ 106,590	\$ 141,136	\$ 494,801	\$ 238,524	\$ 20,579
Miscellaneous	-	253,963	222,018	387,675	2,720,473	300,561	873,021	200,355	642,783	449,556
Transfers	(1,452,824)	(1,522,500)	(1,522,500)	(1,505,000)	(1,530,000)	(1,630,000)	(1,630,000)	(2,030,614)	(1,902,452)	(1,892,928)
<b>Total business-type activities</b>	<b>\$ (1,043,935)</b>	<b>\$ (1,268,537)</b>	<b>\$ (1,299,150)</b>	<b>\$ (1,094,148)</b>	<b>\$ 1,237,766</b>	<b>\$ (1,222,849)</b>	<b>(\$615,843)</b>	<b>\$ (1,335,458)</b>	<b>\$ (1,021,145)</b>	<b>\$ (1,422,793)</b>
<b>Total primary government</b>	<b>\$ 25,966,778</b>	<b>\$ 25,589,359</b>	<b>\$ 27,190,309</b>	<b>\$ 25,263,222</b>	<b>\$ 30,943,623</b>	<b>\$ 31,750,777</b>	<b>\$ 28,183,483</b>	<b>\$ 25,606,731</b>	<b>\$ 27,752,357</b>	<b>\$ 28,170,946</b>
<b>Change in Net position</b>										
Governmental activities	\$ 5,145,997	\$ 3,663,068	\$ 5,245,064	\$ 14,353,878	\$ 97,745	\$ 11,239,324	\$ 3,683,002	\$ 1,464,810	\$ 6,499,446	\$ 7,066,053
Business-type activities	1,893,013	957,993	1,751,962	2,372,727	5,301,565	3,137,078	2,452,904	3,799,954	4,504,924	5,064,353
<b>Total primary government</b>	<b>\$ 7,039,010</b>	<b>\$ 4,621,061</b>	<b>\$ 6,997,026</b>	<b>\$ 16,726,605</b>	<b>\$ 5,399,310</b>	<b>\$ 14,376,402</b>	<b>\$ 6,135,906</b>	<b>\$ 5,264,764</b>	<b>\$ 11,004,370</b>	<b>\$ 12,130,406</b>

Note: The Water and Sewer Fund was split to two separate funds during the year ended December 31, 2016.

**CITY OF JUNCTION CITY, KANSAS**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(Modified accrual basis of accounting)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b><u>General Fund</u></b>										
Unassigned	\$ 4,808,908	\$ 5,186,893	\$ 5,479,409	\$ 5,728,814	\$ 5,661,462	\$ 5,971,682	\$ 4,975,366	\$ 3,946,045	\$ 3,870,092	\$ 5,082,060
Restricted	-	-	-	-	-	-	-	743,706	1,482,152	948,501
Prior Period Adjustment	-	-	-	-	-	-	218,800	-	-	-
<b>Total general fund</b>	<b>\$ 4,808,908</b>	<b>\$ 5,186,893</b>	<b>\$ 5,479,409</b>	<b>\$ 5,728,814</b>	<b>\$ 5,661,462</b>	<b>\$ 5,971,682</b>	<b>\$ 5,194,166</b>	<b>\$ 4,689,751</b>	<b>\$ 5,352,244</b>	<b>\$ 6,030,561</b>
<b><u>All Other Governmental Funds</u></b>										
Restricted	\$ 5,223,204	\$ 6,522,254	\$ 8,055,770	\$ 8,387,112	\$ 6,703,683	\$ 5,865,885	\$ 6,381,528	\$ 4,167,708	\$ 4,849,752	\$ 6,093,907
Committed	297,329	717,710	521,194	184,473	453,959	4,285,376	5,032,260	1,156,015	1,553,167	1,644,859
Assigned	-	-	-	-	-	-	-	-	467,582	1,274,769
Unassigned	(164,901)	-	-	(46,123)	(1,282,276)	(317,356)	(972,663)	378,007	-	-
Prior Period Adjustment	-	-	-	-	-	-	(4,179,024)	-	-	-
<b>Total all other governmental funds</b>	<b>\$ 5,355,632</b>	<b>\$ 7,239,964</b>	<b>\$ 8,576,964</b>	<b>\$ 8,525,462</b>	<b>\$ 5,875,366</b>	<b>\$ 9,833,905</b>	<b>\$ 6,262,101</b>	<b>\$ 5,701,730</b>	<b>\$ 6,870,501</b>	<b>\$ 9,013,535</b>

**CITY OF JUNCTION CITY, KANSAS**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
(Modified accrual basis of accounting)

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Revenues</b>										
Taxes	\$ 22,702,744	\$ 22,510,610	\$ 22,528,108	\$ 22,232,718	\$ 22,034,670	\$ 22,162,928	\$ 22,069,124	\$ 22,066,553	\$ 23,361,312	\$ 24,931,336
Licenses and permits	335,164	269,865	215,096	345,903	246,051	233,077	229,139	462,924	268,162	316,192
Intergovernmental	1,634,111	1,769,732	3,168,858	11,265,285	4,287,668	4,797,139	4,540,496	3,057,261	6,143,682	4,063,013
Charges for service	2,096,506	2,133,342	2,244,575	2,545,381	2,517,489	2,533,361	2,355,640	2,564,346	2,671,503	2,822,956
Fines and fees	1,261,909	1,056,984	1,093,755	949,881	728,661	737,921	684,542	635,698	574,791	913,906
Special assessments	2,900,364	2,304,567	2,373,750	2,339,693	2,336,794	2,382,986	2,362,387	2,376,885	2,357,111	2,464,135
Use of money & property	586,731	481,805	215,382	770,359	728,903	1,131,277	1,424,232	755,298	674,862	945,643
Miscellaneous	2,268,414	2,343,777	5,988,271	2,085,289	1,214,613	1,174,440	2,084,079	1,960,487	2,246,795	1,594,248
<b>Total revenues</b>	<b>\$ 33,785,943</b>	<b>\$ 32,870,682</b>	<b>\$ 37,827,795</b>	<b>\$ 42,534,509</b>	<b>\$ 34,094,849</b>	<b>\$ 35,153,129</b>	<b>\$ 35,749,639</b>	<b>\$ 33,879,452</b>	<b>\$ 38,298,218</b>	<b>\$ 38,051,429</b>
<b>Expenditures</b>										
General government	\$ 2,630,079	\$ 2,441,196	\$ 2,200,394	\$ 11,154,437	\$ 5,459,427	\$ 2,842,479	\$ 4,429,097	\$ 2,425,802	\$ 6,189,890	\$ 4,537,397
Public safety	7,581,904	8,806,794	11,815,167	10,126,551	10,781,855	10,787,374	10,208,068	11,049,870	9,925,070	10,087,868
Public works	3,698,812	2,368,331	3,279,179	3,554,234	3,528,336	3,052,776	3,024,850	3,692,611	4,202,489	5,759,941
Public health & sanitation	1,991,829	2,053,932	2,160,507	2,854,895	2,816,623	2,909,230	3,379,405	3,402,441	3,137,964	3,587,434
Culture & recreation	1,443,330	1,553,195	2,854,406	1,830,773	1,920,453	1,974,825	2,634,463	2,460,181	2,286,194	2,598,486
Economic development	975,615	1,264,637	1,823,290	1,257,753	589,757	1,260,150	881,207	985,931	814,527	1,068,885
Capital outlay	32,427	1,424	-	-	-	-	-	-	-	-
Debt service principal	6,135,149	13,578,026	6,997,015	12,618,600	7,291,695	8,095,728	8,899,570	9,023,955	33,775,199	13,721,980
Debt service interest & fees	6,679,307	6,686,399	5,861,176	5,688,196	5,605,844	4,533,302	4,181,089	3,912,850	3,750,985	2,802,849
Payment contractual obligations	1,855,634	655,548	98,604	98,382	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-	-	-	118,614
Miscellaneous	185,128	358,809	631,041	337,606	883,890	194,432	130,986	21,211	177,321	100,969
<b>Total Expenditures</b>	<b>\$ 33,209,214</b>	<b>\$ 39,768,291</b>	<b>\$ 37,720,779</b>	<b>\$ 49,521,427</b>	<b>\$ 38,877,880</b>	<b>\$ 35,650,296</b>	<b>\$ 37,768,735</b>	<b>\$ 36,974,852</b>	<b>\$ 64,259,639</b>	<b>\$ 44,384,423</b>
Excess revenues over (under) expenditures	\$ 576,729	\$ (6,897,609)	\$ 107,016	\$ (6,986,918)	\$ (4,783,031)	\$ (497,167)	\$ (2,019,096)	\$ (3,095,400)	\$ (25,961,421)	\$ (6,332,994)
<b>Other Financing Sources (Uses)</b>										
Bonds issued	\$ -	\$ 8,247,988	\$ -	\$ 5,667,850	\$ 47,446,979	\$ -	\$ -	\$ -	\$ 25,862,685	\$ 7,261,417
Payment to Refunded Bond	-	-	-	-	(46,911,396)	-	-	-	-	-
Transfers in	1,857,306	1,522,918	1,722,500	2,105,000	2,164,000	2,080,000	2,080,000	2,480,614	2,380,000	2,210,274
Transfers out	(404,482)	(418)	(200,000)	(600,000)	(634,000)	(450,000)	(450,000)	(450,000)	(450,000)	(317,346)
<b>Total other financing sources (uses)</b>	<b>\$ 1,452,824</b>	<b>\$ 9,770,488</b>	<b>\$ 1,522,500</b>	<b>\$ 7,172,850</b>	<b>\$ 2,065,583</b>	<b>\$ 1,630,000</b>	<b>\$ 1,630,000</b>	<b>\$ 2,030,614</b>	<b>\$ 27,792,685</b>	<b>\$ 9,154,345</b>
<b>Net change in fund balances</b>	<b>\$ 2,029,553</b>	<b>\$ 2,872,879</b>	<b>\$ 1,629,516</b>	<b>\$ 185,932</b>	<b>\$ (2,717,448)</b>	<b>\$ 1,132,833</b>	<b>\$ (389,096)</b>	<b>\$ (1,064,786)</b>	<b>\$ 1,831,264</b>	<b>\$ 2,821,351</b>
Debt service as a percentage of noncapital expenditures	40.05%	52.21%	34.09%	36.97%	33.17%	35.42%	35.91%	34.99%	58.40%	37.23%

**CITY OF JUNCTION CITY, KANSAS**  
 Water Produced/Consumed and Wastewater Treated  
 Last Ten Fiscal Years

Fiscal Year	Gallons of Water Produced	Gallons of Water Consumed	Gallons of Water Unbilled	Average Percent Unbilled	Gallons of Wastewater Treated		Total Direct Rate				
							Water			Sewer	
							Base Rate (1)	Usage Rate (2)	Usage Rate (3)	Base Rate (4)	Usage Rate (5)
2012	1,682,167,000	1,096,078,000	586,089,000	34.80%	602,250,000	260,975,000	\$ 15.72	\$ 2.02	\$ 2.33	\$ 25.50	\$ 1.90
2013	1,436,404,000	1,081,639,000	354,765,000	24.70%	595,267,000	260,641,000	\$ 15.72	\$ 2.02	\$ 2.33	\$ 25.50	\$ 1.90
2014	1,531,362,000	1,084,990,000	446,372,000	29.15%	573,511,000	328,075,000	\$ 16.03	\$ 2.06	\$ 2.37	\$ 25.50	\$ 1.90
							\$ 17.07	\$ 2.22	\$ 2.55	\$ 26.90	\$ 2.00
2015	1,508,578,000	1,053,697,000	454,881,000	30.15%	552,069,000	332,744,000	\$ 18.27	\$ 2.36	\$ 2.72	\$ 28.65	\$ 2.13
2016	1,583,177,000	1,068,745,000	514,432,000	32.49%	544,693,200	381,866,000	\$ 19.36	\$ 2.51	\$ 2.89	\$ 30.37	\$ 2.26
2017	1,427,400,400	1,204,712,400	222,688,000	18.00%	529,758,000	291,700,000	\$ 20.62	\$ 2.68	\$ 3.08	\$ 32.19	\$ 2.40
2018	1,461,342,020	1,035,511,854	425,830,166	29.14%	563,584,000	284,254,000	\$ 21.96	\$ 2.85	\$ 3.28	\$ 34.12	\$ 2.54
2019	1,487,270,000	935,666,000	551,604,000	37.08%	590,620,000	281,820,000	\$ 23.39	\$ 3.04	\$ 3.49	\$ 36.17	\$ 2.70
2020*	1,473,169,000	1,024,407	448,792	30.00%	568,680,000	301,820,000	\$ 18.00	\$ 0.42	\$ 0.48	\$ 32.00	\$ 0.40
2021	1,467,255,510	1,403,060,000	213,139,479	29.57%	579,650,000	291,820,000	\$ 18.81	\$ 0.44	\$ 0.50	\$ 33.76	\$ 0.42

1/1 to 6/16  
 6/17 to 12/31

- (1) Water rate is for 1" or less size meter and includes 200 cubic feet of water consumption
- (2) Water rate for over 200 cubic feet but not more than 1,000 cubic feet of water consumption
- (3) Water rate for above 1,000 cubic feet of water consumption and above
- (4) Sewer Base Rate includes the first 200 cubic feet of water consumption
- (5) Sewer usage rate is for usage over 200 cubic feet - charge per 100 cubic feet

\*Rates Changed to Gallons for Unit of Measure, and no product is included in the base.

**CITY OF JUNCTION CITY, KANSAS**  
**Annual Water and Wastewater Tap Sales**  
**Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>Water Meter Taps Sold</b>	<b>Wastewater Taps Sold</b>	<b>Total Taps</b>
<b>2012</b>	100	99	199
<b>2013</b>	28	23	51
<b>2014</b>	21	17	38
<b>2015</b>	15	13	28
<b>2016</b>	9	8	17
<b>2017</b>	6	10	16
<b>2018</b>	3	0	3
<b>2019</b>	5	3	8
<b>2020</b>	14	13	27
<b>2021</b>	29	28	57

**CITY OF JUNCTION CITY, KANSAS**  
 Number of Water and Wastewater Customers by Type  
 Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>WATER</b>		<b>WASTEWATER</b>		<b>TOTAL</b>	
	<b>RESIDENTIAL</b>	<b>COMMERCIAL</b>	<b>RESIDENTIAL</b>	<b>COMMERCIAL</b>	<b>WATER</b>	<b>WASTEWATER</b>
<b>2012</b>	9,915	878	8,781	812	10,793	9,593
<b>2013</b>	10,091	818	8,708	812	10,909	9,520
<b>2014</b>	10,141	835	8,767	813	10,976	9,575
<b>2015</b>	10,148	856	8,503	803	11,004	9,306
<b>2016</b>	10,150	849	8,640	810	10,999	9,450
<b>2017</b>	10,140	853	8,532	805	10,993	9,337
<b>2018</b>	10,206	798	8,534	813	11,004	9,347
<b>2019</b>	10,158	850	8,403	807	11,008	9,210
<b>2020</b>	8,835	824	8,576	794	9,659	9,370
<b>2021</b>	8,871	688	8,602	807	9,559	9,409

**CITY OF JUNCTION CITY, KANSAS**  
**Water and Wastewater Rates**  
**Last Ten Fiscal Years**

<b>WATER - per month inside or outside city limits (1)</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020**</b>	<b>2021</b>
			1/1 to 6/16 6/17-12/31								
1. Minimum charge, Not in excess of 200 cubic feet 1" meter or less	\$ 15.72	\$ 15.72	\$ 16.03	\$ 17.07	\$ 18.27	\$ 19.36	\$ 20.62	\$ 21.96	\$ 23.39	\$ 18.00	\$ 18.00
2. Minimum charge, Not in excess of 200 cubic feet Over 1" and up to and including 1.5" meters	\$ 98.55	\$ 98.55	\$ 100.52	\$ 107.05	\$ 114.55	\$ 124.42	\$ 129.32	\$ 137.72	\$ 146.67	\$ 140.00	\$ 140.00
3. Minimum charge, Not in excess of 200 cubic feet Over 1.5" and up to and including 2" meters	\$ 194.91	\$ 194.91	\$ 198.80	\$ 211.72	\$ 226.54	\$ 240.14	\$ 255.75	\$ 272.37	\$ 290.08	\$ 285.00	\$ 285.00
4. Minimum charge, Not in excess of 200 cubic feet Over 2" and up to and including 3" meters	\$ 288.19	\$ 288.19	\$ 293.95	\$ 313.06	\$ 334.97	\$ 355.08	\$ 378.16	\$ 402.74	\$ 428.92	\$ 425.00	\$ 425.00
5. Minimum charge, Not in excess of 200 cubic feet Over 3" and up to and including 4" meters	\$ 382.08	\$ 382.08	\$ 389.72	\$ 415.05	\$ 444.11	\$ 470.76	\$ 501.36	\$ 533.94	\$ 568.66	\$ 560.00	\$ 560.00
6. Minimum charge, Not in excess of 200 cubic feet 4" meter and over	\$ 480.53	\$ 480.53	\$ 490.14	\$ 522.00	\$ 558.54	\$ 592.07	\$ 630.55	\$ 671.54	\$ 715.19	\$ 700.00	\$ 700.00
7. 300 cubic feet to 1,000 cubic feet, per 100 cubic feet	\$ 2.02	\$ 2.02	\$ 2.06	\$ 2.22	\$ 2.36	\$ 2.51	\$ 2.68	\$ 2.85	\$ 3.04	\$ 0.42	\$ 0.42
8. All above 1,000 cubic feet, per 100 cubic feet	\$ 2.33	\$ 2.33	\$ 2.37	\$ 2.55	\$ 2.72	\$ 2.89	\$ 3.08	\$ 3.28	\$ 3.49	\$ 0.48	\$ 0.48
<b>WASTEWATER - rates per month (2)</b>											
1. Minimum charge, not in excess of 200 cubic feet / Not Prod Included in Gals.	\$ 25.50	\$ 25.50	\$ 25.50	\$ 26.90	\$ 28.65	\$ 30.37	\$ 32.19	\$ 34.12	\$ 36.17	\$ 32.00	\$ 32.00
2. 300 cubic feet and above, per 100 cubic feet	\$ 1.90	\$ 1.90	\$ 1.90	\$ 2.00	\$ 2.13	\$ 2.26	\$ 2.40	\$ 2.54	\$ 2.70	\$ 0.40	\$ 0.40
3. For users contributing wastewater which is greater strength than normal domestic sewage, the following surcharge is added:											
\$0.16 per pound BOD (biological oxygen demand)											
\$0.18 per pound SS (suspended solids)											
Large contributor (over 500,000 gallons) \$0.104 per pound BOD (biological oxygen demand)											
\$0.117 per pound SS (suspended solids)											
<b>STORM WATER</b>											
1. Developed residential assessment per living unit	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 7.00	\$ 7.00	\$ 7.00	\$ 7.00
2. For each living unit served by more than one water meter, \$3.00 per month per additional meter	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00
3. Undeveloped residential property per month per lot or tract	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 5.00	\$ 5.00	\$ 5.00	\$ 5.00

(1) Residential users are billed based on average monthly water usage during the months of January, February, and March. Commercial users are billed based on water consumption each month.  
(2) Storm water utility became effective in 2009

\*\* Changed to Gallons as a unit of measure and no product included in the base

**CITY OF JUNCTION CITY, KANSAS**  
**TEN LARGEST WATER AND WASTEWATER UTILITY CUSTOMERS**  
**AS OF DECEMBER 31, 2021**

Water Revenue			Sewer Revenue		
Customer	Amount	Percent	Customer	Amount	Percent
ARMOUR ECKRICH	\$510,184.57	9.79%	ARMOUR ECKRICH	\$656,169.14	12.16%
CITY OF GRANDVIEW PLAZA	\$129,770.64	2.49%	PENN ENTERPRISE	\$71,221.28	1.32%
PENN ENTERPRISES	\$93,090.44	1.26%	GEARY COMMUNITY HOSPITAL	\$49,477.76	0.92%
GEARY COMMUNITY HOSPITAL	\$65,552.93	1.79%	HODGDON POWDER COMPANY	\$25,920.00	0.48%
GREEN PARK APARTMENTS	\$29,217.26	0.56%	GREEN PARK APARTMENTS	\$30,843.08	0.57%
FOOT LOCKER	\$27,406.15	0.53%	VENTRIA BIOSCIENCE	\$18,743.93	0.35%
RURAL WATER DIST #1	\$27,027.28	0.50%	FOOT LOCKER	\$16,337.47	0.30%
VALLEY VIEW SR LIFE	\$25,908.34	0.52%	CEDAR POINT CAR WASH	\$15,735.63	0.29%
KANSAS EXPRESS INN	\$23,046.50	0.61%	KANSAS EXPRESS INN	\$13,694.21	0.25%
RURAL WATER DISTRICT # 1	\$31,866.46	0.44%	USD 475	\$13,276.53	0.25%
Subtotal (10 largest)	\$963,070.57	18.48%		\$911,419.03	16.89%
Balance from other customers	\$4,249,516.75	81.52%	Balance from other customers	\$4,484,156.83	83.11%
Grand Total	\$5,212,587.32	100.00%	Grand Total	\$5,395,575.86	100.00%

**CITY OF JUNCTION CITY, KANSAS**  
 Assessed and  
 Estimated Actual Value of Taxable Property  
 Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>Real Estate</b>	<b>Personal Property</b>	<b>Utilities</b>	<b>Assessed Value</b>	<b>Total Direct Tax Rate</b>	<b>Estimated Actual Value</b>	<b>Assessed to Total Estimated Actual Value</b>
<b>2012</b>	\$ 160,411,817	\$ 4,426,706	\$ 7,073,239	\$ 171,911,762	47.841	\$ 1,155,720,247	14.87%
<b>2013</b>	\$ 161,129,693	\$ 4,218,203	\$ 7,662,284	\$ 173,010,180	47.635	\$ 1,164,604,565	14.90%
<b>2014</b>	\$ 162,987,182	\$ 3,087,175	\$ 8,302,106	\$ 174,376,463	47.666	\$ 1,177,486,959	14.81%
<b>2015</b>	\$ 165,518,313	\$ 3,478,915	\$ 8,934,896	\$ 177,932,124	47.714	\$ 1,183,325,319	15.04%
<b>2016</b>	\$ 166,521,128	\$ 2,961,204	\$ 9,248,288	\$ 178,730,620	48.089	\$ 1,197,845,374	14.92%
<b>2017</b>	\$ 163,847,940	\$ 2,776,258	\$ 9,066,607	\$ 175,690,805	48.089	\$ 1,168,918,812	15.03%
<b>2018</b>	\$ 160,761,225	\$ 2,638,894	\$ 9,355,482	\$ 172,755,601	48.115	\$ 1,147,833,059	15.05%
<b>2019</b>	\$ 161,891,264	\$ 2,489,853	\$ 9,877,208	\$ 174,258,325	48.345	\$ 1,159,514,895	15.03%
<b>2020</b>	\$ 163,103,672	\$ 2,239,446	\$ 9,398,662	\$ 174,741,780	48.346	\$ 1,162,731,804	15.03%
<b>2021</b>	\$ 163,158,089	\$ 2,254,320	\$ 11,049,351	\$ 176,461,760	48.328	\$ 1,174,176,551	15.03%

Source: Geary County Clerk

Note: Does not include penalty amounts.

**CITY OF JUNCTION CITY, KANSAS**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**(PER \$1,000 OF ASSESSED VALUE)**  
**LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Basic Rate</b>	<b>Debt Service</b>	<b>Library</b>	<b>Total Direct Rate</b>	<b>USD 475</b>	<b>Geary County</b>	<b>State of Kansas</b>	<b>Total</b>
<b>2012</b>	10.233	33.172	4.436	47.841	45.823	52.205	1.5	145.869
<b>2013</b>	14.324	28.87	4.436	47.635	45.961	54.084	1.5	147.680
<b>2014</b>	18.578	24.865	4.223	47.666	43.525	60.827	1.5	153.518
<b>2015</b>	21.98	21.545	4.189	47.714	43.525	67.478	1.5	160.217
<b>2016</b>	22.258	21.742	4.089	48.089	43.525	73.614	1.5	166.728
<b>2017</b>	17.148	23.651	4.299	48.095	43.525	72.005	1.5	165.125
<b>2018</b>	25.173	16.424	4.162	48.115	43.528	70.470	1.5	162.113
<b>2019</b>	22.98	17.744	4.61	48.345	43.584	70.949	1.5	162.878
<b>2020</b>	26.66	14.357	4.328	48.346	43.524	70.771	1.5	162.641
<b>2021</b>	26.169	14.409	4.751	48.328	43.474	70.416	1.5	163.718

Source: Geary County Clerk

**CITY OF JUNCTION CITY, KANSAS**

Ten Largest Tax Payers

Ten Year Comparison

2021				2011			
Rank	Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value	Rank	Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value
1	Evergy	\$ 7,466,547.00	4.27%	1	F.W. Woolworth Co.	\$ 3,942,923	2.32%
2	F.W. Woolworth Co.	\$ 3,870,769.00	2.22%	2	Armour-Eckrich	\$ 3,000,000	1.77%
3	Bluffs - Capital Solutions	\$ 3,453,860.00	1.98%	3	Westar Energy	\$ 2,718,130	1.60%
4	Kansas Gas Service	\$ 2,418,008.00	1.38%	4	Hammons, John Q	\$ 2,415,300	1.42%
5	Smithfield Package	\$ 2,250,478.00	1.29%	5	Wal-Mart Real Estate	\$ 2,349,918	1.39%
6	Wal-Mart	\$ 2,192,381.00	1.25%	6	Patriot Group	\$ 878,713	0.52%
7	Patriot Pointe	\$ 1,170,387.00	0.67%	7	Kansas Gas Service	\$ 505,379	0.30%
8	Azd Development	\$ 1,162,336.00	0.67%	8	Blueuay Properties	\$ 451,477	0.27%
9	Camso	\$ 1,031,676.00	0.59%	9	Big D Development	\$ 378,088	0.22%
10	Bramlage Properties	\$ 933,692.00	0.53%	10	Fort Development	\$ 317,552	0.19%
Total Taxable Assessed Value in 2021		\$174,741,780		Total Taxable Assessed Value in 2011		\$169,640,933	

Source: Geary County Clerk

**CITY OF JUNCTION CITY, KANSAS**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

<b>Year</b>	<b>*Total Tax Levy</b>	<b>Current Tax Collections</b>	<b>Percentage of Levy Collected</b>	<b>**Delinquent Tax Collections</b>	<b>Total Tax Collections</b>	<b>Total Collections as a Percent of Current Tax Levy</b>	<b>Outstanding Delinquent Tax</b>	<b>Outstanding Delinquent Taxes as a Percent of Current Levy</b>
<b>2012</b>	\$ 8,361,778	\$ 8,034,670	96.09%	\$ -	\$ 8,034,670	96.09%	\$ 278,919	3.34%
<b>2013</b>	\$ 8,381,011	\$ 8,027,870	95.79%	\$ 375,117	\$ 8,402,987	100.26%	\$ 315,106	3.76%
<b>2014</b>	\$ 8,562,672	\$ 7,983,131	93.23%	\$ 243,076	\$ 8,226,207	96.07%	\$ 583,424	6.81%
<b>2015</b>	\$ 8,722,531	\$ 8,022,142	91.97%	\$ 30,979	\$ 8,053,121	92.33%	\$ 692,484	7.94%
<b>2016</b>	\$ 8,802,881	\$ 8,233,155	93.53%	\$ 86,474	\$ 8,319,629	94.51%	\$ 483,252	5.49%
<b>2017</b>	\$ 8,585,333	\$ 8,124,986	94.64%	\$ 182,992	\$ 8,307,978	96.77%	\$ 460,345	5.36%
<b>2018</b>	\$ 8,540,150	\$ 7,978,511	93.42%	\$ 194,170	\$ 8,172,681	95.70%	\$ 561,639	6.58%
<b>2019</b>	\$ 8,593,755	\$ 7,741,571	90.08%	\$ 195,506	\$ 7,937,077	92.36%	\$ 852,184	9.92%
<b>2020</b>	\$ 8,595,679	\$ 7,988,028	92.93%	\$ 4,496	\$ 7,992,525	92.98%	\$ 603,163	7.02%
<b>2021</b>	\$ 8,610,988	\$ 8,591,270	96.88%	\$ 21,608	\$ 8,322,696	96.65%	\$ 268,574	3.12%

Source: Geary County Treasurer

\*Total tax levied includes adds and abates. Excludes large trucks and special assessments.

\*\*May reflect 0 amount at which time, collections undistributed.

**CITY OF JUNCTION CITY, KANSAS**  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years

Fiscal Year	Governmental Activities						Business-Type Activities					
	General Obligation Bonds	Special Assessment Debt	KDOT Revolving Loans	Capital Lease Obligations	Notes Payable	Temporary Notes	General Obligation Bonds	K.D.H.E. Revolving Loan	Notes Payable	Capital Lease Obligations	Total Primary Government	Per Capita
2012	\$ 59,348,137	\$ 58,529,603	\$ 13,661,758	\$ 1,366,638	\$ 567,814	\$ -	\$ 9,800,000	\$ 6,785,481	\$ -	\$ 654,551	\$ 150,713,982	\$ 6,276
2013	\$ 57,853,046	\$ 55,615,724	\$ 12,783,257	\$ 968,153	\$ 487,031	\$ -	\$ 8,869,586	\$ 6,316,556	\$ -	\$ 513,261	\$ 143,406,614	\$ 5,555
2014	\$ 54,967,596	\$ 53,050,057	\$ 11,877,072	\$ 1,808,113	\$ 431,277	\$ -	\$ 7,826,597	\$ 5,832,674	\$ -	\$ 628,566	\$ 136,421,952	\$ 5,284
2015	\$ 52,055,296	\$ 50,391,760	\$ 10,935,283	\$ 3,329,844	\$ 787,185	\$ -	\$ 6,748,608	\$ 5,333,523	\$ -	\$ 632,140	\$ 130,213,639	\$ 5,322
2016	\$ 81,521,495	\$ 19,358,528	\$ 9,956,488	\$ 2,701,812	\$ 469,011	\$ -	\$ 5,826,502	\$ 8,369,575	\$ -	\$ 627,904	\$ 128,831,315	\$ 5,328
2017	\$ 77,220,225	\$ 17,247,374	\$ 9,075,508	\$ 2,128,877	\$ 148,675	\$ -	\$ 4,939,712	\$ 17,754,391	\$ -	\$ 469,693	\$ 128,984,455	\$ 5,611
2018	\$ 67,914,320	\$ 15,062,463	\$ 8,351,491	\$ 828,996	\$ 50,123	\$ -	\$ 4,224,004	\$ 29,726,662	\$ -	\$ 319,950	\$ 126,478,009	\$ 5,718
2019	\$ 72,190,570	\$ 14,976,644	\$ 8,323,052	\$ 2,639,996	\$ -	\$ -	\$ 4,605,227	\$ 28,789,437	\$ -	\$ 305,740	\$ 131,830,666	\$ 5,960
2020	\$ 56,469,977	\$ 11,046,664	\$ 6,816,235	\$ 1,868,272	\$ -	\$ -	\$ 3,855,030	\$ 18,666,993	\$ -	\$ 1,780,233	\$ 100,503,404	\$ 4,544
2021	\$ 49,381,793	\$ 10,202,596	\$ 6,802,668	\$ 1,622,456	\$ -	\$ 2,500,000	\$ 3,523,047	\$ 16,903,803	\$ -	\$ 1,702,714	\$ 92,639,077	\$ 4,188

Debt listed as of December 31  
July 1, 2017 estimated population from US Census = 22,988

**CITY OF JUNCTION CITY, KANSAS**  
 Legal Debt Margin Information  
 Last Ten Fiscal Years

**Legal Debt Margin Calculation for Fiscal Year 2021:**

Assessed Valuation (1)

Legal Debt Limit at 30% of AV (2)

General Obligation Bonds Outstanding

Outstanding GO Debt Applicable to Debt Limit

Legal Debt Margin

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt Limit	\$ 69,454,577	\$ 69,918,259	\$ 70,486,430	\$ 72,017,789	\$ 72,522,779	\$ 66,781,502	\$ 66,642,553	\$ 59,247,831	\$ 58,000,635	\$ 58,809,903
Total Net Debt Applicable to Limit	\$ 64,843,235	\$ 62,640,908	\$ 59,410,241	\$ 56,091,866	\$ 52,748,992	\$ 48,959,557	\$ 45,038,304	\$ 40,986,855	\$ 36,369,361	\$ 31,607,112
Legal Debt Margin	\$ 4,611,342	\$ 7,277,351	\$ 11,076,189	\$ 15,925,923	\$ 19,773,787	\$ 17,821,945	\$ 21,604,249	\$ 18,260,976	\$ 21,631,274	\$ 27,202,791
Total net debt applicable to the limit as a percentage of debt limit	93%	90%	84%	78%	73%	73%	68%	69%	63%	54%

(1) Includes motor vehicle valuation.

(2) Debt limit is set at 30% of assessed valuation per state statute. In 2009 the statute was scheduled to decline to 37% in 2011, 34% in 2013 and 30% in 2015. In early 2012, the statute was amended a second time and the decline in limit was revised to remain at 37% until July 1, 2016, 34% until July 1, 2020 and 30% thereafter.

\*Numbers courtesy of Columbia Capital Financial

**CITY OF JUNCTION CITY, KANSAS**  
Ratios of Net General Bonded Debt Outstanding  
Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>General Obligation Bonds (1)</b>	<b>Less Amount Available in Debt Service Fund (2)</b>	<b>Total</b>	<b>Actual Taxable Value of Property</b>	<b>Percent of Actual Taxable Value of Property</b>	<b>Population (3)</b>	<b>Per Capita</b>
2012	\$ 120,207,668	\$ 2,085,600	\$ 118,122,068	\$ 171,911,762	74.70%	25,817	\$ 4,575
2013	\$ 117,842,419	\$ 2,949,451	\$ 114,892,968	\$ 173,010,180	66.41%	25,817	\$ 4,450
2014	\$ 108,950,876	\$ 3,016,451	\$ 105,934,425	\$ 174,367,463	60.75%	25,388	\$ 4,173
2015	\$ 103,967,787	\$ 3,131,394	\$ 100,836,393	\$ 177,932,124	56.67%	24,665	\$ 4,088
2016	\$ 100,880,023	\$ 2,304,121	\$ 98,575,902	\$ 178,730,620	55.15%	24,180	\$ 4,077
2017	\$ 94,467,599	\$ 2,591,112	\$ 91,876,487	\$ 175,690,805	52.29%	22,988	\$ 3,997
2018	\$ 83,801,783	\$ 2,021,151	\$ 81,780,632	\$ 172,755,601	47.34%	22,120	\$ 3,697
2019	\$ 87,551,117	\$ 861,241	\$ 86,689,876	\$ 174,258,325	49.75%	21,482	\$ 4,035
2020	\$ 60,326,007	\$ 2,106,583	\$ 58,219,424	\$ 171,741,780	33.90%	21,482	\$ 2,710
2021	\$ 52,904,839	\$ 2,626,937	\$ 50,277,902	\$ 176,461,760	28.49%	22,616	\$ 2,223

(1) Does not include GO bonds that are paid by utility funds.

(2) Cash As of December 31st

(3) As of July 1 prior year from US Census Bureau

**CITY OF JUNCTION CITY, KANSAS**  
 Direct and  
 Overlapping Governmental Debt Activities  
 As of December 31, 2016

Government Unit	Debt Outstanding	Estimated Percentage Applicable**	Estimated Share of Direct and Overlapping Debt
Geary County	\$ 23,870,000	67.9%	\$ 16,207,730
U.S.D. #475 School District	116,080,000	67.9%	78,818,320
Total Estimated Overlapping Debt	139,950,000		95,026,050
<b>DIRECT DEBT</b>			
City of Junction City	92,639,077	100%	92,639,077
<b>DIRECT &amp; ESTIMATED OVERLAPPING DEBT</b>	<b>\$ 232,589,077</b>		<b>\$ 187,665,127</b>

Source: Office of Geary County Clerk

\*Numbers provided by County were for June 30, 2018

\*\*Per person within city limits based on July 1, 2018 estimated population.

Junction City = 22120 Geary County = 32,549

(1) Information represents the share of the respective debt which are obligations of the citizens of Junction City.

**CITY OF JUNCTION CITY, KANSAS**  
Pledged Revenue Coverage  
Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>Utility Service Charges</b>	<b>Less: Operating Expenses</b>	<b>Net Available Revenue</b>	<b>Debt Service Principal &amp; Interest</b>	<b>Coverage</b>
<b>2012*</b>	\$ 10,004,859	\$ 5,935,892	\$ 4,068,967	\$ 1,323,232	307%
<b>2013</b>	\$ 9,580,170	\$ 6,445,000	\$ 3,135,170	\$ 2,049,426	153%
<b>2014</b>	\$ 9,950,736	\$ 6,405,590	\$ 3,545,146	\$ 2,032,415	174%
<b>2015</b>	\$ 9,939,474	\$ 6,763,085	\$ 3,176,389	\$ 2,034,982	156%
	WATER				
<b>2016**</b>	\$ 5,294,769	\$ 3,018,168	\$ 2,276,601	\$ 640,872	355%
	WASTEWATER				
<b>2016**</b>	\$ 5,538,928	\$ 3,384,443	\$ 2,154,485	\$ 1,419,476	152%
	WATER				
<b>2017</b>	\$ 5,636,854	\$ 3,228,918	\$ 2,407,936	\$ 868,562	277%
	WASTEWATER				
<b>2017</b>	\$ 5,810,768	\$ 3,898,489	\$ 1,912,279	\$ 883,674	216%
	WATER				
<b>2018</b>	\$ 5,747,108	\$ 3,529,185	\$ 2,217,923	\$ 1,047,617	212%
	WASTEWATER				
<b>2018</b>	\$ 6,150,387	\$ 3,913,457	\$ 2,236,929	\$ 1,513,594	148%
	WATER				
<b>2019</b>	\$ 5,543,406	\$ 3,676,695	\$ 1,866,711	\$ 963,691	194%
	WASTEWATER				
<b>2019</b>	\$ 5,372,257	\$ 3,893,892	\$ 1,478,365	\$ 1,398,522	106%
	WATER				
<b>2020</b>	\$ 5,745,005	\$ 4,044,491	\$ 1,700,513	\$ 1,002,684	170%
	WASTEWATER				
<b>2020</b>	\$ 6,281,411	\$ 5,266,426	\$ 1,014,986	\$ 1,454,002	70%
	WATER				
<b>2021</b>	\$ 6,427,183	\$ 5,003,562	\$ 1,423,621	\$ 1,017,646	140%
	WASTEWATER				
<b>2021</b>	\$ 6,895,350	\$ 5,782,078	\$ 1,113,272	\$ 1,488,797	75%

\*City took over operations of water & wastewater distribution system in 2012.

\*\*In 2016 water and wastewater utility budget split to form separate utilities.

**CITY OF JUNCTION CITY, KANSAS**  
Demographic and Economic Statistics  
Last Ten Fiscal Years

<b>Fiscal Year</b>	<b>Population (1)</b>	<b>Personal Income (2)</b>	<b>Per Capita Income (3)</b>	<b>Public School Enrollment (4)</b>	<b>Unemployment Rate (5)</b>	<b>Median Age (6)</b>
2011	24,440	\$ 1,070,936,360	\$43,819	8,151	6.7	n/a
2012	25,817	\$ 1,076,078,377	\$41,681	7,905	7.3	n/a
2013	25,817	\$ 1,091,336,224	\$42,272	8,089	6.9	26.6
2014	25,388	\$ 1,100,645,964	\$43,353	8,172	6.5	29.3
2015	24,621	n/a	n/a	7,732	5.5	29
2016	24,180	n/a	\$44,203	7,686	5.1	26.8
2017	22,988	n/a	\$45,106	7,302	4.9	26.5
2018	22,120	n/a	\$47,217	6,834	4.8	27
2019	21,482	n/a	\$50,463	7,407	4.7	27.2
2020	21,482	n/a	\$53,932	6,745	4.9	26
2021	22,616	n/a	\$53,949	6,776	3.8	26

- (1) US Census Bureau as of July 1, 2018
- (2 & 3) US Census Bureau Fact Finder based on 2018 surveys
- (4) Unified School District #475 via phone 09/2020 submission
- (5) Home Facts
- (6) US Census Bureau Fact Finder based on 2018 surveys

**CITY OF JUNCTION CITY, KANSAS**  
Principal Employers

Employers	2021	Employers	2011
	Estimated Number of Employees		Estimated Number of Employees
Fort Riley Civil Service (1) Civilian employees	5439	Fort Riley Civil Service Civilian employees	7,786
U.S.D. #475 School District	1,302	U.S.D. #475 School District	1,350
Foot Locker Distribution Center	850	Geary Community Hospital	475
Smithfield Foods	451	Wal-Mart	415
Advanced Call Center Technolo	250	Armour Eckrich	400
Walmart Super Center	375	Wal-Mart	415
Geary Community Hospital	195	Foot Locker Inc.	338
City of Junction City	226	Geary County	200
Geary County	265	City of Junction City	153
CAMSO/Michelin	126	Kaw Valley Engineering	152

(1) Information Provided by Junction City/Geary County Economic Development  
Fort Riley spans two counties (Geary and Riley).

**CITY OF JUNCTION CITY, KANSAS**  
**Full-time Employees by Department**  
**Last Ten Fiscal Years**

	2012**		2013		2014		2015		2016		2017		2018		2019		2020		2021	
	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%	No.	%
<b>Governmental Activities</b>																				
<b>General Government</b>																				
General Administration	4	2.07	4	2.07	4	2.05	4	2.01	4	2.00	4	2.01	5	2.48	3	1.49	3	1.49	3	1.54
Human Resources	1	0.52	1	0.52	1	0.51	1.5	0.75	1.5	0.75	1.5	0.75	2.5	1.24	3	1.49	3	1.49	3	1.54
Information Services	1	0.52	1	0.52	2	1.03	2	1.00	2	1.00	2	1.01	2	0.99	2	0.99	2	0.99	2	1.03
Economic Development	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
Building Maintenance	3	1.55	3	1.55	3	1.54	3	1.50	3	1.50	3	1.51	3	1.49	3	1.49	3	1.49	3	1.54
<b>Public Safety</b>																				
Police Department	73	37.82	75	38.76	75	38.46	76.5	38.35	77	38.40	77	38.69	69	34.24	69	34.24	69	34.24	69	35.38
Fire/EMS Department	53	27.46	53	27.39	53	27.18	53	26.57	53	26.43	53	26.63	47	23.33	47	23.33	47	23.33	47	24.10
Codes/Inspection	3	1.55	3	1.55	4	2.05	5	2.51	5	2.49	5	2.51	5	2.48	5	2.48	5	2.48	5	2.56
Municipal Court	6	3.11	6	3.10	5	2.56	6.5	3.26	6.5	3.24	6.5	3.27	6	2.98	6	2.98	6	2.98	6	3.08
<b>Public Works</b>																				
Engineering	2	1.04	3.5	1.81	4	2.05	3	1.50	1	0.50	1	1.00	0	1.00	0	0.00	0	0.00	0	0.00
Self Help Housing	3	1.55	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
Streets **	12	6.22	12	6.20	12	6.15	12	6.02	13	6.48	12	6.03	12	5.96	12	5.96	12	5.96	12	6.15
<b>Culture &amp; Recreation</b>																				
Recreation	1	0.52	1	0.52	1	0.51	1	0.50	1.5	0.75	1.5	0.75	5	2.48	5	2.48	5	2.48	5	2.56
Parks	6	3.11	6	3.10	6	3.08	6	3.01	6	2.99	7	3.52	8	3.97	8.5	4.22	8.5	4.22	9	4.62
Junction City Arts	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
Spin City	2	1.04	1	0.52	1	0.51	1	0.50	1	0.50	1	0.50	7.5	0.50	7.5	3.72	7.5	3.72	0	0.00
Rolling Meadows Golf Course	2	1.04	3	1.55	3	1.54	3	1.50	3	1.50	2.5	1.26	9.5	4.71	11	5.21	11	5.21	11	5.38
<b>Total for Gov't-type Activities</b>	<b>172</b>	<b>89.12</b>	<b>173</b>	<b>89.15</b>	<b>174</b>	<b>89.23</b>	<b>178</b>	<b>88.97</b>	<b>178</b>	<b>88.53</b>	<b>177</b>	<b>88.94</b>	<b>182</b>	<b>90.07</b>	<b>182</b>	<b>90.07</b>	<b>182</b>	<b>90.07</b>	<b>175</b>	<b>89.49</b>
<b>Business-type Activities</b>																				
Solid Waste	6	3.11	6	3.10	6	3.08	6	3.01	6	2.99	6	3.02	4	1.99	4	1.99	4	1.99	4	2.05
Storm Water	0		0		0		1	0.50	1	0.50	1	0.50	1	0.50	1	0.50	1	0.50	1	0.51
Water/Sewer	15	7.77	15	7.75	15	7.69	15	7.52	16	7.98	15	7.54	15	7.44	15	7.44	15	7.44	15	7.69
<b>Total Business-type Activities</b>	<b>21</b>	<b>10.88</b>	<b>21</b>	<b>10.85</b>	<b>21</b>	<b>10.77</b>	<b>22</b>	<b>11.03</b>	<b>23</b>	<b>11.47</b>	<b>22</b>	<b>11.06</b>	<b>20</b>	<b>9.93</b>	<b>20</b>	<b>9.93</b>	<b>20</b>	<b>9.93</b>	<b>20</b>	<b>10.26</b>
<b>Total Full-time Employees</b>	<b>193</b>		<b>193.5</b>		<b>195</b>		<b>199.5</b>		<b>200.5</b>		<b>199</b>		<b>201.5</b>		<b>201.5</b>		<b>201.5</b>		<b>195</b>	

\*2012 to 2016 Full-time equivalent for regularly scheduled employees with 25 hrs/week or more. Regular part-time is designated as .5.

\*\*2012 the city took over public works operations that had been contract services since 1999.

Worksheet revised 2016 to correct historical numbers.

\*\*\*\*2021 Close Spin City due to COVID and have not reopened

**CITY OF JUNCTION CITY, KANSAS**  
**Operating Indicators by Function / Program**  
**Last Ten Fiscal Years**

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>General Government</b>										
Building Permits Issued	958	994	1,090	1,174	1,304	1,126	824	1,478	2,028	2,181
Building Inspections Conducted	4,572	3,637	3,700	4,340	2,195	2,087	826	2,876	1,692	1,483
<b>Police</b>										
Physical Arrests	2,396	1,708	2,431	3,032	2,886	2,994	2,339	1,920	1,939	2,289
Traffic Violations	8,232	6,314	6,678	5,743	5,337	6,234	6,127	6,881	4,940	6,879
<b>Fire</b>										
Fire Calls	1,712	1,683	1,559	1,691	1,832	1,859	1,704	1,456	3,385	3,694
Emergency Medical Service Calls	2,804	2,815	2,921	3,188	3,120	3,115	3,094	3,231	3,165	3,452
<b>Parks &amp; Recreation</b>										
Golf course (Rounds of Golf)	17,016	12,952	15,678	17,346	15,359	15,427	12,881	13,274	20,756	22,900
Golf course (Rounds per Special Events)	808	1,077	571	1,564	1,263	1,506	1,093	880	1,219	1,653
<b>Water</b>										
Average daily consumption (gallons x 1,000)	3,190,000	2,904,667	2,973,000	2,888,000	2,928,000	2,924,000	2,837,019	2,563,468	2,806,595	3,844,000
Peak daily consumption (gallons x 1000)	5,620,000	5,229,000	6,331,000	5,719,000	5,260,000	4,705,000	4,003,677	4,074,712	4,078,787	4,257,000
<b>Wastewater</b>										
East Plant Average daily sewage treatment (gallons)	1,650,000	1,630,000	1,572,000	1,513,000	1,494,000	1,451,000	1,544,066	1,618,137	1,558,027	1,719,500
SW Plant Average daily sewage treatment (gallons)	715,000	770,000	816,000	831,000	855,000	799,000	778,778	772,110	826,904	1,130,000

**CITY OF JUNCTION CITY, KANSAS**  
 Capital Asset Statistics by Function/Program  
 Last Ten Fiscal Years

Function/Program	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Police</b>										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	7	7	7	7	7	9	9	9	9	9
<b>Fire Stations</b>	2	2	2	2	2	2	2	2	2	2
<b>Public Works</b>										
Streets (miles)	149	149	149	149	150	150	150	150	150	151.5
Streetlights	1,615	1,615	1,615	1,615	1,615	1,647	502	502	502	586
Traffic Signals	18	18	18	18	18	22	21	21	21	21
<b>Parks &amp; Recreation</b>										
Public Parks	19	19	19	19	19	19	19	19	19	19
Swimming Pools	1	1	1	1	1	1	1	1	1	1
Golf Courses	1	1	1	1	1	1	1	1	1	1
Baseball/Softball Fields	7	7	7	7	7	10	10	10	10	10
Tennis Courts	6	6	6	6	6	6	6	6	6	6
Community Centers	1	1	1	1	1	1	1	1	1	1
Spin City Recreation Complex	1	1	1	1	1	1	1	1	1	1
Rathert Stadium						1	1	1	1	1
<b>Water</b>										
Water mains (miles)	123.3	123.3	123.3	123.3	123.3	123.3	123.3	123.3	123.3	126
Storage capacity (gallons)	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	3,500,000	3,500,000	3,500,000	3,500,000	3,500,000
<b>Wastewater</b>										
Sanitary sewers (miles)	107	107	107	107	130.9	130.9	130.9	130.9	130.9	131.9
Treatment daily capacity (gallons)	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
<b>Stormwater</b>										
Storm sewers (miles)	14.2	14.2	14.2	14.2	14.2	51.4	51.4	51.4	51.4	53

Source: City of Junction City, Kansas Departments  
 \*Summer Fun Club Building is no longer used.

**CITY OF JUNCTION CITY, KANSAS**  
Debt Limit Calculations

<b>Legal Debt Margin Calculation As of July 1, 2021</b>			<b>Legal Debt Margin Calculation As of July 1, 2011</b>		
Assessed Valuation:	Real Property	\$ 163,158,089	Assessed Valuation:	Real Property	\$ 159,395,617
	Motor Vehicles	\$ 21,523,408		Motor Vehicles	\$ 22,474,972
	Total	<u>\$ 184,681,497</u>		Total	<u>\$ 181,870,589</u>
Legal Debt Limit Percentage		<u>30%</u>	Legal Debt Limit Percentage		<u>40%</u>
Legal Debt Limit Dollar Value		\$ 55,404,449	Legal Debt Limit Dollar Value		\$ 72,748,236
Outstanding GO Debt Applicable to Debt Limit		<u>-</u>	Outstanding GO Debt Applicable to Debt Limit		<u>-</u>
Legal Debt Margin		<u><u>\$ 55,404,449</u></u>	Legal Debt Margin		<u><u>\$ 72,748,236</u></u>