The Mense CPA Firm, LLC

CERTIFIED PUBLIC ACCOUNTANTS

MEMBERS OF
MISSOURI SOCIETY OF CPA'S
AMERICAN INSTITUTE OF CPA'S

To the County Commission
Sewer District No. 1 of Cherokee County, Kansas

Management is responsible for the accompanying projection of Sewer District No. 1 of Cherokee County, Kansas, which comprises the projected financial receipts, expenditures and unencumbered cash – regulatory basis for the years ending December 31, 2021 and December 31, 2022 and the actual receipts, expenditures and unencumbered cash – regulatory basis for the year ended December 31, 2020, including the related summaries of significant assumptions in accordance with guidelines for the presentation of a projection established by the American Institute of Certified Public Accountants (AICPA), and for determining that the regulatory basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not examine or review the projection for the years ending December 31, 2021 or 2022 nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on this projection.

The financial projection is prepared under the regulatory basis of accounting in the prescribed form required by the State of Kansas, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The projected results may not be achieved as there will usually be differences between the projected and actual results because events and circumstances frequently do not occur as expected, and these differences may be material. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

Management has elected to omit substantially all the disclosures required by guidelines for the presentation of a projection established by the AICPA other than those related to the significant assumptions. If the omitted disclosures were included in the projection, they might influence the user's conclusion about Sewer District No. 1 of Cherokee County, Kansas's projected receipts, expenditures and unencumbered cash - regulatory basis. Accordingly, the projection is not designed for those who are not informed about such matters.

The Mense CPA Firm, LLC
Certified Public Accountants

Joplin, Missouri
September 13, 2021

2001 Byers Avenue • Joplin, Missouri 64804-1835 • 417-553-4448 • Fax 553-4447

State of Kansas
Special District

2022

CERTIFICATE

To the Clerk of Cherokee County, State of Kansas
We, the undersigned, officers of
Sewer District No 1

certify that: (1) the hearing mentioned in the attached publication was held;
(2) after the Budget Hearing this budget was duly approved and adopted
maximum expenditures for the various funds for the year 2022; and (3) the
Amount(s) of 2021 Ad Valorem Tax are within statutory limitations for the 2022 Budget.

Table of Contents:		Page No.	2022 Adopted Budget: Budget Authority for Expenditures	Amount of 2021 Ad Valorem Tax	County Clerk's Use Only
Allocation MVT, RVT,16/20M Vehicle Ta		2			
Schedule of Transfers		3			
Statement of Indebt. & Lease/Purchase		4			
Fund	**K.S.A.**				
General	19-27a03	5	161,505		
Debt Service	10-113	6			
Totals		xxxxxxxxx	161,505	0	
Budget Summary		7			
Neighborhood Revitalization Rebate					

County Clerk's Use Only

Nov. 1, 2021 Total Assessed Valuation

Assisted by:
The Mense CPA Firm LLC

Address:
2001 Byers Ave
Joplin MO 64804-1835
Email:
gmense@mensecpas.com

Toni Johnson
Myra Carlisle Frazier

Attest: September 27, 2021
Kyle D. Rennie
County Clerk

Governing Body

See Accountant's Compilation Report and Summary of Significant Assumptions.

Sewer District No 1
Cherokee County

2022

Allocation of MV, RV, 16/20M, Commercial Vehicle, and Watercraft Tax Estimates

2021 Budgeted Funds	Tax Levy Amount in 2021 Budget	Allocation for Year 2022				
		MVT	RVT	16/20M Veh	Comm Veh	Watercraft
General	0	0	0	0	0	0
Debt Service	0	0	0	0	0	0
	0	0	0	0	0	0
	0	0	0	0	0	0
Total	0	0	0	0	0	0

County Treas Motor Vehicle Estimate 0

County Treas Recreational Vehicle Estimate 0

County Treas 16/20M Vehicle Estimate 0

County Treas Commercial Vehicle Tax Estimate 0

County Treas Watercraft Tax Estimate 0

MVT Factor 0.00000

RVT Factor 0.00000

16/20M Factor 0.00000

Comm Veh Facto 0.00000

Watercraft Facto: 0.00000

See Accountant's Compilation Report and Summary of Significant Assumptions.

2022

Sewer District No 1
Cherokee County

Schedule of Transfers

Expenditure Fund Transferred From:	Receipt Fund Transferred To:	Actual Amount for 2020	Current Amount for 2021	Proposed Amount for 2022	Transfers Authorized by Statute
	Totals	0	0	0	
	Adjustments*				
	Adjusted Totals	0	0	0	

See Accountant's Compilation Report and Summary of Significant Assumptions.

*Note: Adjustments are required only if the transfer is being made in 2021 and/or 2022 from a non-budgeted fund.

Sewer District No 1
Cherokee County

2022

STATEMENT OF INDEBTEDNESS

Type of Debt	Date of Issue	Interest Rate %	Amount Issued	Amount Outstanding Jan 1,2021	Date Due		Amount Due 2021		Amount Due 2022	
					Interest	Principal	Interest	Principal	Interest	Principal
General Obligation:										
Total G.O.				0			0	0	0	0
Revenue Bonds:										
Total Revenue				0			0	0	0	0
Other:										
KDHE Loan	7/26/2010	2.61	284,469	163,799	3-1 & 9-1	3-1 & 9-1	3,800	11,240	3,533	11,535
Total Other				163,799			3,800	11,240	3,533	11,535
Total				**163,799**			**3,800**	**11,240**	**3,533**	**11,535**

STATEMENT OF CONDITIONAL LEASE-PURCHASE AND CERTIFICATE OF PARTICIPATION*

Items Purchased	Contract Date	Term of Contract (Months)	Interest Rate %	Total Amount Financed (Beginning Principal)	Principal Balance On Jan 1,2021	Payments Due 2021	Payments Due 2022
Certificates of Participation	3/30/2017	120	3.75	535,000	296,000	64,088	62,063
			Total	**535,000**	**296,000**	**64,088**	**62,063**

See Accountant's Compilation Report and Summary of Significant Assumptions.
***If you are merely leasing/renting with no intent to purchase, do not list--such transactions are not lease-purchases.

Sewer District No 1
Cherokee County
FUND PAGE FOR FUNDS WITH A TAX LEVY

2022

State of Kansas
Special District

Adopted Budget **General**	Prior Year Actual for 2020	Current Year Estimate for 2021	Proposed Budget Year for 2022
Unencumbered Cash Balance Jan 1	43,654	53,827	75,317
Receipts:			
Ad Valorem Tax		0	xxxxxxxxxxxxxxxx
Delinquent Tax			
Motor Vehicle Tax			0
Recreational Vehicle Tax			0
16/20M Vehicle Tax			0
Commercial Vehicle Tax			0
Watercraft Tax			0
LAVTR			0
Charges for Services and Assessments	165,142	180,000	200,000
Interest on Idle Funds			
Neighborhood Revitalization Rebate			0
Miscellaneous			
Does misc. exceed 10% of Total Receipts			
Total Receipts	**165,142**	**180,000**	**200,000**
Resources Available:	**208,796**	**233,827**	**275,317**
Expenditures:			
KDHE Loan Payments	15,442	15,422	15,442
Certificates of Participation Payments	66,113	64,088	62,063
Public Works	73,414	75,000	80,000
Cheokee County		4,000	4,000
Cash Forward (2022 column)			
Miscellaneous			
Does misc. exceed 10% Total Expenditure			
Total Expenditures	**154,969**	**158,510**	**161,505**
Unencumbered Cash Balance Dec 31	53,827	75,317	xxxxxxxxxxxxxxxx
2020/2021/2022 Budget Authority Amount	0	232,375	161,505
		Non-Appropriated Balance	
See Tab A		Total Expenditure/Non-Appr Balance	161,505
		Tax Required	0
	Delinquent Comp Rate:	0.0%	0
		Amount of 2021 Ad Valorem Tax	0

See Accountant's Compilation Report and Summary of Significant Assumptions.

Sewer District No 1 2022
Cherokee County

FUND PAGE FOR FUNDS WITH A TAX LEVY

Adopted Budget **Debt Service**	Prior Year Actual for 2020	Current Year Estimate for 2021	Proposed Budget Year for 2022
Unencumbered Cash Balance Jan 1		0	0
Receipts:			
Ad Valorem Tax		0	xxxxxxxxxxxxxxxx
Delinquent Tax			
Motor Vehicle Tax			0
Recreational Vehicle Tax			0
16/20M Vehicle Tax			0
Commercial Vehicle Tax			0
Watercraft Tax			0
In Lieu of Tax (IRB)			
Interest on Idle Funds			
Neighborhood Revitalization Rebate			0
Miscellaneous			
Does misc. exceed 10% of Total Receipts			
Total Receipts	0	0	0
Resources Available:	0	0	0
Expenditures:			
Cash Basis Reserve (2022 column)			
Miscellaneous			
Does misc. exceed 10% Total Expenditure			
Total Expenditures	0	0	0
Unencumbered Cash Balance Dec 31	0	0	xxxxxxxxxxxxxxxx
2020/2021/2022 Budget Authority Amoun	0	0	0
		Non-Appropriated Balance	
		Total Expenditure/Non-Appr Balance	0
		Tax Required	0
	Delinquent Comp Rate:	0.0%	0
		Amount of 2021 Ad Valorem Tax	0

See Accountant's Compilation Report and Summary of Significant Assumptions.

State of Kansas
Special District
2022

NOTICE OF BUDGET HEARING

The governing body of
Sewer District No 1
Cherokee County
will meet on September 13, 2021 at 6:30 P.M. at the County Courthouse for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of tax to levied. Detailed budget information is available at Cherokee County Clerk's Office and will be available at this hearing.

BUDGET SUMMARY

Proposed Budget 2022 Expenditures and Amount of 2021 Ad Valorem Tax establish the maximum limits of the 2022 budget. Estimated Tax Rate is subject to change depending on the final assessed valuation.

	Prior Year Actual 2020		Current Year Estimate for 202		Proposed Budget Year for 2022		
FUND	Expenditures	Actual Tax Rate*	Expenditures	Actual Tax Rate*	Budget Authority for Expenditures	Amount of 2021 Ad Valorem Tax	Estimate Tax Rate*
General	154,969		158,510		161,505		
Debt Service							
Totals	154,969	0.000	158,510	0.000	161,505	0	0.000
*Revenue Neutral Rate***							*0.000*
Less: Transfers	0		0		0		
Net Expenditures	154,969		158,510		161,505		
Total Tax Levied	0		0		xxxxxxxxxxxxxxx		
Assessed Valuation	0		0		0		

Outstanding Indebtedness, Jan 1,	2019	2020	2021
G.O. Bonds	0	0	0
Revenue Bonds	0	0	0
Other	185,423	174,751	163,799
Lease Pur. Princ.	404,000	350,000	296,000
Total	589,423	524,751	459,799

*Tax rates are expressed in mills.

***Revenue Neutral Rate as defined by 2021 Kansas Senate Bill 13.*

See Accountant's Compilation Report and Summary of Significant Assumptions.

Kyle Rennie
County Clerk

SEWER DISTRICT NO. 1 OF CHEROKEE COUNTY, KANSAS
SUMMARY OF SIGNIFICANT ASSUMPTIONS

Note A: NATURE OF THE PROJECTION

This financial projection presents, to the best of Management's knowledge and belief, the District's results of operations and significant changes in financial position for the projection period if the hypothetical assumptions occur. Accordingly, the projection reflects management's judgment as of September 13, 2021, the date of this projection, of the expected conditions if the hypothetical assumptions occur. The presentation is designed to provide information for management and the County Clerk of the county that the District resides in, to calculate the tax levy needed to support the District's operations and other interested parties and should not be considered to be a presentation of expected future results. Accordingly, this projection may not be useful for other purposes. Furthermore, even if the hypothetical assumptions occur, there will usually be differences between the projected and actual results, because events and circumstances frequently do not occur as expected, and those differences may be material. The assumptions disclosed herein are those that management believes are significant to the projection.

Note B: SUMMARY OF SIGNIFICANT ASSUMPTIONS

1. Receipts for services will be collected as projected and be sufficient to make payments on the District's debt.
2. Expenditures will be spent as appropriated.
3. Unencumbered cash balances will be as projected.
4. There will not be any catastrophic events or circumstances beyond the District's control that would affect the above assumptions.
5. The COVID-19 pandemic could have an effect on the District's receipts, the specific impact is not readily determinable.