


# CITY OF LYNDON, KANSAS

**Financial Statements for the**
**Year December 31, 2022**
**And Independent Auditors' Report**

# CITY OF LYNDON, KANSAS

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MDP
Michael D. Peroo CPA, PA

**INDEPENDENT AUDITORS' REPORT**

The Honorable Mayor and City Council
City of Lyndon, Kansas

***Adverse and Unmodified Opinions***

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Lebo, Kansas (City), as of and for the year ended December 31, 2022 and the related notes to the financial statement.

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*
In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2022, or changes in financial position and cash flows thereof for the year then ended.

*Unmodified Opinion on Regulatory Basis of Accounting*
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2022, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

***Basis for Adverse and Unmodified Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement 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 our adverse and unmodified audit opinions.

*Matter Giving Rise to Adverse Opinion on U.S. General Accepted Accounting Principles*
As discussed in Note 1 of the financial statement, the financial statement is prepared by the City on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Responsibilities of Management for the Financial Statement***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, 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.

***Auditor's Responsibilities for the Audit of the Financial Statement***

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is 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 generally accepted auditing standards 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.

***Other Matters***

***Regulatory-Required Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1-3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2021 actual column presented in the individual fund schedules of regulartory basis receipts and expenditures – actual and budget for the year ended December 31, 2022 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City as of and for the year ended December 31, 2021 (not presented herein), and have issued our report thereon dated October 14, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures - actual and budget for the year ended December 31, 2022 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2021, on the basis of accounting described in Note 1.

Michael D. Peroo, CPA, PA

Olathe, Kansas

November 13, 2023

Michael D. Peroo, CPA

Michael D. Peroo, CPA, PA
In Charge of and Actively
Engaged on this Audit

## CITY OF LYNDON, KANSAS

### SUMMARY OF CASH RECEIPTS AND EXPENDITURES
### YEAR ENDED DECEMBER 31, 2022

| | Beginning Unencumbered Cash Balance | Cash Receipts | Cash Expenditures | Ending Unencumbered Cash Balance |
|---|---|---|---|---|
| General Fund | $ 580,911 | $ 651,628 | $ 446,663 | $ 785,876 |
| Special Revenue Funds: | | | | |
| Employee Benefit Fund | 2,743 | 142,453 | 145,089 | 107 |
| City 1% Sales Tax Fund | 135,974 | 191,358 | 181,979 | 145,353 |
| City 1/2% Sales Tax Fund | 409,577 | 95,679 | 80,164 | 425,092 |
| Special Highway Fund | 27,841 | 27,892 | 25,000 | 30,733 |
| Law Enforcement Fund | 21,497 | 14,564 | 29,600 | 6,461 |
| Special Parks and Recreation Fund | 10,117 | 2,656 | 4,105 | 8,668 |
| Special Machinery Fund | 29,498 | - | 3,789 | 25,709 |
| Equipment Reserve Fund | 13,542 | 28,000 | 8,204 | 33,338 |
| Capital Project Funds: | | | | |
| Special Projects Fund | 14 | 29,415 | 29,415 | 14 |
| Ball Park Lighting Fund | - | - | - | - |
| Enterprise Funds: | | | | |
| Water Fund | 484,663 | 453,003 | 516,122 | 421,544 |
| Sewer Fund | 144,358 | 427,377 | 389,100 | 182,636 |
| Storm Water Fund | 27,728 | 6,896 | 9,562 | 25,062 |
| Trash Fund | 30,228 | 84,199 | 82,233 | 32,195 |
| Total Reporting Entity (excluding Agency Funds) | $ 1,918,691 | 2,155,122 | 1,951,025 | $ 2,122,789 |
| Less transfers | | 28,000 | 28,000 | |
| Net Receipts and Expenditures | | $ 2,127,122 | $ 1,923,025 | |

| COMPOSITION OF CASH: | |
|---|---|
| Petty Cash | $ 140 |
| Checking Accounts | 1,914,720 |
| Checking Account - Court | 1,319 |
| Checking Account - Veterans | 2,374 |
| Checking Account - Project | 15 |
| Certificates of Deposit | 215,001 |
| Total Cash and Certificates of Deposits | 2,133,569 |
| Agency Funds per Schedule 3 | (10,780) |
| Total Reporting Entity (excluding Agency Funds) | $ 2,122,789 |

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Presentation - Fund Accounting - The accounts of the City of Lyndon, Kansas (City) are organized on the basis of funds, each of which is considered a separate accounting entity.

The following types of funds comprise the financial activities of the City for 2022.

Governmental funds:

General fund - to account for all unrestricted resources except those required to be accounted for in other funds or account groups.

Special revenue funds - to account for the proceeds of specific revenue sources or to finance specified activities as required by law or administrative regulation.

Capital project funds – to account for major capital expenditures not financed by other funds.

Debt service funds – to account for the payment of interest and principal on long-term general debt obligation.

Proprietary funds:

Enterprise funds - to account for operations that are financed and operated in a manner similar to business enterprises, where the stated intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where periodic determination of revenues earned, expenses incurred, and/or net income is deemed appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Agency funds:

Agency funds - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (ie. Payroll clearing fund, sales tax collection account, etc.)

b. Basis of Accounting - These financial statements are presented on a basis of accounting that demonstrates compliance with the cash basis and budget laws of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund from which the cash is transferred.

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

c. Departure from Generally Accepted Accounting Principles - The basis of accounting described above results in a financial statement presentation that shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not

presented. Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year-end did not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. General fixed assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, temporary notes, and compensated absences are not presented in the financial statements.

d. 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. 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.

2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5.

3. Public hearing on or before August 15, but at least ten days after publication of notice of hearing.

4. Adoption of the final budget on or before August 25.

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 20th. The City did not hold a revenue neutral rate hearing for the year ending December 31, 2022.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time.

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

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

A legal operating budget is not required for capital project funds.

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

e. Component units -

The component units are reported separately to emphasize that they are legally separate from the City. The City is not aware of any component units at December 31, 2022.

2. TAXES

The City collects the following taxes from the city, state and county:

***Property Taxes*** – The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser annually determines assessed valuations and the County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county.

In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the following year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. One-half of the property taxes is due December 20, prior to the fiscal year for which they are budgeted, and the second half is due the following May 10.

***Motor Vehicle Taxes*** – Since 1981, most motor vehicles became subject to a special tax paid at the time of registration instead of the traditional property tax. In 1995, the legislature enacted a five-year phase down in the assessment rate on motor vehicles from 30% to 20% of market value.

***Sales Tax*** – On January 1, 1995, the City under Ordinance No. 1296, levied a City wide retailers' sales tax at the rate of .25%. The tax will be used for the improvement and maintenance of the public streets.

On December 2, 2013, the City approved Ordinance No. 13-007 authorizing an additional 1/2% sales tax to go into effect April 1, 2014 and terminate December 31, 2023. The sales tax is to be used for infrastructure and debt relief.

In 2022 and 2021, the City received the following from city, county and state taxes:

| | 2022 | 2021 |
|---|---|---|
| Property Taxes | $ 428,816 | $ 426,871 |
| Motor Vehicle Taxes | 53,304 | 71,650 |
| State Highway Aid | 27,892 | 29,520 |
| Sales Taxes | 378,626 | 342,656 |
| Local Alcohol Taxes | 5,312 | 5,401 |
| | $ 893,950 | $ 876,098 |

The assessed valuation in 2022 and 2021 was $6,774,715 and $6,560,714, respectively, which was used to determine the mill levy for 2022 and 2021.

The mill levy was 64.261 and 66.360 for 2022 and 2021, respectively, for the following funds:

| | 2022 | 2021 |
|---|---|---|
| General | 46.178 | 47.685 |
| Law Enforcement | 1.941 | 2.005 |
| Employee Benefits | 16.142 | 16.670 |
| | 64.261 | 66.360 |

3. DEPOSITS

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

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

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

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

At year-end, the carrying amount of the City's cash balance was $2,133,569 and the bank balances were $2,186,961. The differences between the carrying amount and the bank balances are outstanding checks and deposits in transit. The bank balance is covered by FDIC insurance and collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the City's name.

The following represents information regarding certificates of deposit at December 31, 2022:

Under K.S.A. 12-1675, the City is limited to investment of idle funds. Certificates of deposit are considered low risk.

| | Maturity Date | Interest Rate | Amount |
|---|---|---|---|
| Lyndon State Bank | 6/1/2024 | 3.50% | $ 35,000 |
| Lyndon State Bank | 2/23/2023 | 0.25% | 35,000 |
| Lyndon State Bank | 5/29/2024 | 3.50% | 15,000 |
| Lyndon State Bank | 9/26/2023 | 0.60% | 70,000 |
| Lyndon State Bank | 2/23/2023 | 0.25% | 45,000 |
| Lyndon State Bank | 2/1/2023 | 0.25% | 10,001 |
| Lyndon State Bank | 2/1/2023 | 0.25% | 5,000 |
| | | | $ 215,001 |

4. UTILITIES

The City provides water, sewer, and solid waste. The City reads the meters between the 1st and 4th of each month. Utility bills are mailed on or before the 10th of the month and are due by the 23rd. Delinquent accounts are assessed a $10.00 late charge. Accounts not paid by the 1st of the following month will be terminated without further notice. Accounts terminated will be assessed $100 to reconnect.

The City requires that, at the time of making application for utility service, the property owner or customer shall make a non-refundable connection fee of $100.

Utility Rates for residential and commercial users are as follows:

| Water: | Inside | Outside | |
|---|---|---|---|
| Minimum | $30.89 | $38.48 | Includes 1,000 gallons |
| Rate per next 2,000 gallons | $ 13.05 | | |
| Rate per next 2,000 gallons and more | | $ 17.22 | |
| Rate per 3,000 gallons and more | $ 13.80 | | |
| Sewer: | | | |
| Minimum | $ 36.45 | $ 53.15 | Includes 1,000 gallons |
| Rate per next 1,000 gallons | $ 5.33 | $ 5.33 | |
| Rate per 3,000 gallons and more | $ 6.84 | $ 6.84 | |
| Debt service fee | $ 25.00 | $ 25.00 | |
| Trash: | | | |
| Monthly fee | $14.00 | | Includes 1 poly cart |

5. LONG-TERM DEBT

The City's long-term debt is comprised of general obligation bonds, loans from the state and revenue bonds to finance the costs related to certain improvements of the City and are backed by the full faith and credit of the City at large and the City's inherent power to levy general ad valorem taxes and increase utility rates.

Changes in Long-Term Debt:

| | Payable at 12/31/2021 | Advances | Payments | Payable at 12/31/2022 |
|---|---|---|---|---|
| GO Bonds Series 2019 | $ 505,000 | $ | $ 15,000 | $ 490,000 |
| GO Bonds Series 2020 | 7,538,875 | | 136,472 | 7,402,403 |
| | $ 8,043,875 | $ | $ 151,472 | $ 7,892,403 |

Interest Payments:

| | |
|---|---|
| GO Bonds Series 2019 | $ 13,383 |
| GO Bonds Series 2020 | 136,472 |
| | $ 149,855 |

Total Debt Service:

| | |
|---|---|
| GO Bonds Series 2019 | $ 28,383 |
| GO Bonds Series 2020 | 272,944 |
| | $ 301,327 |

General Obligation Bonds

General obligation refunding and improvement bonds, Series 2019 issued in the amount of $535,000 ($490,000 outstanding at December 31, 2022) are to be retired June 1, 2046. Principal payments will be paid annually on December 1, ranging from $265,000 to $325,000 and semi-annual interest will be payable on June 1 and December 1. Interest rates are variable ranging from 1.50% to 3.50%. The bonds were issued to refinance general obligations bonds, Series 2006A and 2006B.

The governing body of the City shall annually make provision for the payment of principal and interest by levying and collecting the necessary taxes upon all of the taxable tangible property within the City.

General obligation sewer improvement bonds, Series 2020 issued in the amount of $7,673,000 ($7,402,403 outstanding at December 31, 2022) are to be retired October 27, 2060. Principal payment will be paid annually on October 1 and semi-annual interest will be payable on. Interest rates are fixed at 1.75%. The bonds were issued to pay off the temporary debt used for the sewer improvement project.

The debt service payments are paid from the sewer fund. The City added a $25 debt service fee to the utility bills in 2021.

Lease

In 2020, the City approved a lease purchase agreement for ball field lighting equipment, with a ten-year term. The City paid $154,375 followed by nine annual payments of $26,373 with an imputed interest rate of 3.85% ($159,157 outstanding at December 31, 2022). The lease is paid from sales taxes and sublease revenue from the Lyndon Recreation Commission.

The following represents the payments on the lease payments:

| Year Ending | Principal | Interest | Total |
|---|---|---|---|
| 2023 | $ 20,245 | $ 6,128 | $ 26,373 |
| 2024 | 21,024 | 5,349 | 26,373 |
| 2025 | 21,821 | 4,552 | 26,373 |
| 2026 | 22,674 | 3,699 | 26,373 |
| 2027 | 23,547 | 2,826 | 26,373 |
| 2028 | 24,453 | 1,920 | 26,373 |
| 2029 | 25,393 | 980 | 26,373 |
| | $ 159,157 | $ 25,454 | $ 184,611 |

In 2020, the City and the Lyndon Recreation Commission entered into a Sublease agreement with City in exchange for the right to sponsor league and tournament play at the ball diamonds. The sublease terms required a $50,000 up front payment and nine yearly payments of $15,983. The sublease expires in 2030.

Principal and interest payments of long-term debt are as follows:

**GO Bonds Series 2020**

| Year Ending | Principal | Interest | Total |
|---|---|---|---|
| 2023 | $ 138,860 | $ 129,542 | $ 268,402 |
| 2024 | 140,942 | 127,460 | 268,402 |
| 2025 | 143,756 | 124,646 | 268,402 |
| 2026 | 146,272 | 122,130 | 268,402 |
| 2027 | 148,832 | 119,570 | 268,402 |
| 2028 | 151,116 | 117,286 | 268,402 |
| 2029 | 154,081 | 114,321 | 268,402 |
| 2030 | 156,777 | 111,625 | 268,402 |
| 2031 | 159,521 | 108,881 | 268,402 |
| Thereafter | 6,062,247 | 1,721,411 | 7,783,658 |
| | $ 7,402,404 | $ 2,796,872 | $ 10,199,276 |

**GO Bonds Series 2019**

| Year Ending | Principal | Interest | Total |
|---|---|---|---|
| 2023 | $ 15,000 | $ 13,120 | $ 28,120 |
| 2024 | 15,000 | 12,843 | 27,843 |
| 2025 | 15,000 | 12,550 | 27,550 |
| 2026 | 15,000 | 12,688 | 27,688 |
| 2027 | 15,000 | 12,388 | 27,388 |
| 2028 | 20,000 | 12,013 | 32,013 |
| 2029 | 20,000 | 11,563 | 31,563 |
| 2030 | 20,000 | 11,113 | 31,113 |
| 2031 | 20,000 | 10,638 | 30,638 |
| Thereafter | 320,000 | 78,377 | 398,377 |
| | $ 475,000 | $ 187,293 | $ 662,293 |

6. CONTRACTS

In 1994, the City entered into an agreement with Public Wholesale Water Supply District 12, Osage County, Kansas (District) to buy water in quantities as may be required by the City not to exceed 5,000,000. The City pays the District $5.00 per 1,000 gallons purchased or a minimum based on 2.5 million gallons per month. They purchased 268,790,000 gallons in 2022.

7. PENSION PLAN

General Information about the Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.89% for the fiscal year ended December 31, 2022.

The payroll for the employees covered by the System for 2022 was $269,475 and the City's total payroll for 2022 was $319,989.

The contribution requirement for the year ended December 31, 2021 was $40,152 which consisted of $16,169 from the employee, and $23,983 from the City.

Net Pension Liability

At December 31, 2022, the City's proportionate share of the collective net pension liability reported by KPERS was $265,424. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

## 8. COMPENSATED ABSENCES FOR EMPLOYEES

The City's personnel employed on a full-time basis (40 hours per week) are eligible for paid vacation. Full time employees may accrue vacation at varying intervals, according to length of service, up to a maximum of 240 hours. Vacation is paid upon resignation, retirement or when taken and recognized as an expense at that time.

The City also has available sick time for all full time employees. Each employee will accrue at the rate of eight hours for each month of service, with a maximum accumulation of 480 hours. The employee must be in good standing upon resignation or retirement, according to their years of service. The City's policy is to record sick leave expense when paid.

## 9. INTERFUND TRANSFERS

Operating transfers were as follows:

| From | To | Regulatory Authority | Amount |
|---|---|---|---|
| General | Equipment Reserve | K.S.A. 12-1,117 | $ 20,000 |
| Water | Equipment Reserve | K.S.A. 12-825d(a) | 8,000 |
| | | | $ 28,000 |

## 10. CONCENTRATIONS OF CREDIT RISK

The City is engaged in the sale of water, electricity, sanitation, and trash to customers located in Lyndon, Kansas. The City grants credit to those customers and requires no collateral.

## 11. RELATED PARTY TRANSACTIONS

In 2022 there were no material transactions with related parties.

12. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

| | Project Authorization | Expenditures To Date |
|---|---|---|
| Community Center Project | $ 1,002,222 | $ 104,764 |
| Sidewalks and Street Overlay | 337,212 | 343,471 |
| 2020 Waterline Improvement | 32,000 | 22,865 |
| Sewer Improvement Project | 10,990,000 | 10,406,401 |

Although not part of a capital project, the City made expenditures on the following large items in 2022:

| Project | General | Law Enforcement | Special Parks | Water |
|---|---|---|---|---|
| Tower Painting | $ | $ | $ | $ 167,750 |
| Playground Mats | | | 4,105 | |
| Dodge Durango | | 29,600 | | |
| Pool Pump | 4,128 | | | |
| Dodge Durango Equipment | 2,295 | | | |
| New Computer | 2,093 | | | |
| Concealable Carrier | 1,632 | | | |
| Baseball Field Grading | 7,133 | | | |
| Disc Golg | 1,210 | | | 5,688 |
| Totals | $ 18,491 | $ 29,600 | $ 4,105 | $ 173,438 |

13. ADEQUACY OF UTILITY RATES

To determine whether the City was charging adequate rates for water, sewer and trash the City used operating ratio and debt service coverage ratio. The target minimum for these ratios are 1.20 and 1.25, respectively. The City uses these ratios to facilitate management in measuring the adequacy of the rates. There is no penalty for falling below these benchmarks.

The Operating Ratio for the following funds are as follows:

| | Water | Sewer | Trash |
|---|---|---|---|
| Operating Revenues | $ 453,003 | $ 427,377 | $ 84,199 |
| Operating Expenses | $ 309,542 | $ 103,237 | $ 82,233 |
| Operating Ratio | 1.46 | 4.14 | 1.02 |

The Debt Service Coverage Ratio for the following funds are as follows:

| | Water | Sewer |
|---|---|---|
| Available for Debt Servic | $ 143,461 | $ 324,141 |
| Operating Expenses | $ 28,820 | $ 268,402 |
| Operating Ratio | 4.98 | 1.21 |

14. COMPLIANCE WITH KANSAS LAW

Kansas statutes require that fixed budgets be legally adopted for special revenue and enterprise funds. Actual expenditures compared to budgeted expenditures are included within this report

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney and legal representatives of the City. There were no apparent statutory violations, except the quarterly treasury reports were published more than 30 days after the end of the quarter.

15. SUBSEQUENT EVENTS

In preparing the financial statements, and according to ASC 855, Subsequent Events, the City has evaluated events and transactions for potential recognition or disclosure through November 13, 2023**,** the date the financial statements were available to be issued. There are no events or transactions that require adjustment to or disclosure in these financial statements.

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## CITY OF LYNDON, KANSAS

**SCHEDULE 1**

### SCHEDULE OF EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS
### YEAR ENDED DECEMBER 31, 2022

| | Total Expenditures | Total Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|
| General Fund | $ 446,663 | $ 1,213,456 | $ 766,793 |
| | | | - |
| Special Revenue Funds: | | | - |
| Employee Benefit Fund | 145,089 | 169,025 | 23,936 |
| City 1% | 181,979 | 204,000 | 22,021 |
| City .5% | 80,164 | 173,000 | 92,836 |
| Special Highway Fund | 25,000 | 31,500 | 6,500 |
| Law Enforcement Fund | 29,600 | 37,338 | 7,738 |
| Special Parks Fund | 4,105 | 8,000 | 3,895 |
| Special Machinery Fund | 3,789 | 20,000 | 16,211 |
| Equipment Reserve Fund | 8,204 | 32,100 | 23,896 |
| Enterprise Funds: | | | - |
| Water Fund | 516,122 | 648,320 | 132,198 |
| Sewer Fund | 389,100 | 409,654 | 20,554 |
| Trash Fund | 82,233 | 82,700 | 467 |
| Stormwater Fund | 9,562 | 30,000 | 20,438 |
| | | | - |
| Total Budgeted Funds | 1,921,609 | $ 3,059,093 | $ 1,137,484 |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2A**

**GENERAL FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Ad Valorem Tax | $ 297,667 | $ 299,204 | $ 312,843 | $ (13,639) |
| Delinquent Tax | 9,141 | 8,966 | 10,219 | (1,253) |
| Vehicle Taxes | 50,228 | 38,303 | 48,660 | (10,357) |
| Recreational Vehicle Tax | 1,259 | - | 1,017 | (1,017) |
| Local Alcoholic Tax | 2,701 | 2,656 | 1,981 | 675 |
| Local Sales and Use Tax | 83,654 | 91,589 | 70,000 | 21,589 |
| Franchise Fees | 58,470 | 66,999 | 55,000 | 11,999 |
| Licenses | 547 | 670 | 1,000 | (330) |
| Permits | 700 | 400 | 2,800 | (2,400) |
| Municipal Court | 14,000 | 26,138 | 12,000 | 14,138 |
| Fines and Fees | 1,908 | 1,530 | 2,700 | (1,170) |
| Reimbursed Expenses | 8,134 | - | 2,000 | (2,000) |
| Swimming Pool Fees | 9,449 | 10,263 | 8,500 | 1,763 |
| Community Center | 3,440 | 3,165 | 2,500 | 665 |
| Miscellaneous | 10,099 | 15,217 | 3,000 | 12,217 |
| ARPA Grant | 77,907 | 68,322 | 77,446 | (9,124) |
| Transfer | - | - | - | - |
| Jones Park Lease Reimbursement | - | 15,983 | 15,983 | - |
| Interest on Idle Funds | 2,147 | 2,224 | 3,000 | (776) |
| Total Cash Receipts | 631,451 | 651,628 | $ 630,649 | $ 20,979 |
| **CASH EXPENDITURES:** | | | | |
| Administrative | | | | |
| Salaries and Wages | 44,855 | 48,733 | $ 48,500 | $ (233) |
| Contractual | 65,885 | 58,971 | 66,700 | 7,729 |
| Commodities | 14,374 | 13,955 | 8,000 | (5,955) |
| Capital Outlay | 500 | 2,093 | 10,000 | 7,908 |
| Total Administrative | 125,614 | 123,752 | 133,200 | 9,448 |
| Police | | | | |
| Salaries and Wages | 79,122 | 70,762 | 90,500 | 19,738 |
| Contractual | 4,272 | 3,914 | 3,500 | (414) |
| Commodities | 27,714 | 22,212 | 22,000 | (212) |
| Capital Outlay | 13,598 | 3,927 | 20,000 | 16,074 |
| Total Police | 124,706 | 100,814 | 136,000 | 35,186 |
| Street and Alley | | | | |
| Salaries and Wages | 36,312 | 32,462 | 38,000 | 5,538 |
| Contractual | 2,024 | 3,948 | 1,000 | (2,948) |
| Commodities | 14,465 | 13,014 | 19,000 | 5,986 |
| Salt and Sand | 1,114 | 2,399 | 5,000 | 2,601 |
| Capital Outlay | 400 | - | 10,000 | 10,000 |
| Total Street and Alley | 54,315 | 51,823 | 73,000 | 21,177 |

**GENERAL FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| Parks and Recreation | | | | |
| Salaries and Wages | 20,186 | 22,691 | 26,500 | 3,809 |
| Contractual | 3,991 | 3,877 | 6,000 | 2,123 |
| Commodities | 11,409 | 4,347 | 3,500 | (847) |
| Capital Outlay | 400 | 8,343 | 10,000 | 1,657 |
| Total Parks and Recreation | 35,986 | 39,257 | 46,000 | 6,743 |
| Swimming Pool | | | | |
| Salaries and Wages | 14,589 | 16,598 | 21,000 | 4,402 |
| Contractual | 2,873 | 3,101 | 3,200 | 100 |
| Commodities | 8,102 | 6,791 | 8,000 | 1,209 |
| Capital Outlay | | 4,128 | 10,000 | 5,872 |
| Total Swimming Pool | 25,564 | 30,618 | 42,200 | 11,582 |
| Municipal Court | | | | |
| Salaries and Wages | 6,449 | 7,182 | 7,000 | (182) |
| Contractual | 6,027 | 5,169 | 6,300 | 1,131 |
| Commodities | 807 | 713 | 1,500 | 787 |
| Audit | | | | - |
| Total Municipal Court | 13,283 | 13,064 | 14,800 | 1,736 |
| Community Center | | | | |
| Contractual | 7,718 | 5,240 | 7,500 | 2,260 |
| Commodities | 564 | 429 | 1,500 | 1,071 |
| Capital Outlay | | | 8,000 | 8,000 |
| Total Parks and Recreation | 8,282 | 5,669 | 17,000 | 11,331 |
| Street Lighting | 35,221 | 35,293 | 37,000 | 1,707 |
| EAB Reserve | | | 5,000 | 5,000 |
| Ballfield Lighting Lease | | 26,373 | 26,372 | (1) |
| Demolition of Blighted Housing | | | 30,000 | 30,000 |
| Capital Projects | | | 632,884 | 632,884 |
| Transfer Out | 30,390 | 20,000 | 20,000 | - |
| Total Cash Expenditures | 453,361 | 446,663 | $ 1,213,456 | $ 766,793 |
| Receipts over Expenditures | 178,090 | 204,965 | | |
| **CASH, BEGINNING BALANCE** | 402,821 | 580,911 | | |
| **CASH, ENDING BALANCE** | $ 580,911 | $ 785,876 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2B**

**EMPLOYEE BENEFITS FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Ad Valorem Tax | $ 104,061 | $ 104,590 | $ 109,362 | $ (4,772) |
| Delinquent Tax | 3,109 | 3,102 | 3,047 | 55 |
| Motor Vehicle Tax | 17,551 | 13,390 | 17,013 | (3,623) |
| Recreational Vehicle Tax | 440 | - | 356 | (356) |
| Allocation from Utilities | 12,400 | 21,356 | 30,000 | (8,644) |
| Interest | 37 | 15 | 85 | (70) |
| Total Cash Receipts | 137,598 | 142,453 | $ 159,863 | $ (17,410) |
| **CASH EXPENDITURES:** | | | | |
| Social Security/Medicare | 23,226 | 21,681 | $ 26,600 | $ 4,919 |
| KPERS | 26,001 | 25,421 | 30,150 | 4,729 |
| State Unemployment Tax | 338 | 349 | 675 | 326 |
| Workman's Compensation Insurance | 11,349 | 11,056 | 13,600 | 2,544 |
| Health Insurance | 79,136 | 86,582 | 98,000 | $ 11,418 |
| Total Cash Expenditures | 140,050 | 145,089 | $ 169,025 | $ 23,936 |
| Receipts under expenditures | (2,452.00) | (2,636) | | |
| **CASH, BEGINNING BALANCE** | 5,195 | 2,743 | | |
| **CASH, ENDING BALANCE** | $ 2,743 | $ 107 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2C**

**CITY 1% SALES TAX**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Local Sales Tax | $ 172,668 | $ 191,358 | $ 180,000 | $ 11,358 |
| Total Cash Receipts | 172,668 | 191,358 | $ 180,000 | $ 11,358 |
| **CASH EXPENDITURES:** | | | | |
| Capital Outlay | 198,462 | 181,979 | $ 204,000 | $ 22,021 |
| Total Cash Expenditures | 198,462 | 181,979 | $ 204,000 | $ 22,021 |
| Receipts over (under) Expenditures | (25,794) | 9,379 | | |
| **CASH, BEGINNING BALANCE** | 161,768 | 135,974 | | |
| **CASH, ENDING BALANCE** | $ 135,974 | $ 145,353 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2D**

**CITY 1/2% SALES TAX**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Local Sales Tax | $ 86,334 | $ 95,679 | $ 80,000 | $ 15,679 |
| Total Cash Receipts | 86,334 | 95,679 | $ 80,000 | $ 15,679 |
| **CASH EXPENDITURES:** | | | | |
| Capital Outlay | 20,850 | 80,164 | $ 173,000 | $ 92,836 |
| Total Cash Expenditures | 20,850 | 80,164 | $ 173,000 | $ 92,836 |
| Receipts over Expenditures | 65,484 | 15,515 | | |
| **CASH, BEGINNING BALANCE** | 344,093 | 409,577 | | |
| **CASH, ENDING BALANCE** | $ 409,577 | $ 425,092 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2E**

**SPECIAL HIGHWAY FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURE - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| State Gas Tax | 29,520 | $ 27,892 | $ 26,260 | $ 1,632 |
| Total Cash Receipts | 29,520 | 27,892 | $ 26,260 | $ 1,632 |
| **CASH EXPENDITURES:** | | | | |
| Contractual Services | | | $ | $ - |
| Commodity Expense | | | | - |
| Capital Outlay | 40,000 | 25,000 | 25,000 | - |
| Transfer to Special Machinery | 6,900 | - | 6,500 | 6,500 |
| Nondesignated/Cash Forward | | | | - |
| Total Cash Expenditures | 46,900 | 25,000 | $ 31,500 | $ 6,500 |
| Receipts over (under) Expenditures | (17,380) | 2,892 | | |
| **CASH, BEGINNING BALANCE** | 45,221 | 27,841 | | |
| **CASH, ENDING BALANCE** | $ 27,841 | $ 30,733 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2F**

**LAW ENFORCEMENT FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURE - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Ad Valorem Tax | $ 12,515 | $ 12,576 | $ 13,154 | $ (578) |
| Delinquent Tax | 384 | 377 | 396 | (19) |
| Motor Vehicle Tax | 2,112 | 1,610 | 2,046 | (436) |
| Recreational Vehicle Tax | 53 | - | 43 | (43) |
| Total Cash Receipts | 15,064 | 14,564 | $ 15,639 | $ (1,075) |
| **CASH EXPENDITURES:** | | | | |
| Capital Outlay | 25,000 | 29,600 | $ 37,338 | $ 7,738 |
| Total Cash Expenditures | 25,000 | 29,600 | $ 37,338 | $ 7,738 |
| Receipts under Expenditures | (9,936) | (15,036) | | |
| **CASH, BEGINNING BALANCE** | 31,433 | 21,497 | | |
| **CASH, ENDING BALANCE** | $ 21,497 | $ 6,461 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2G**

**SPECIAL PARKS AND RECREATION FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorably (Unfavorably) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Local Alcohol Liquor Tax | $ 2,701 | $ 2,656 | $ 1,982 | $ 674 |
| Total Cash Receipts | 2,701 | 2,656 | $ 1,982 | $ 674 |
| **CASH EXPENDITURES:** | | | | |
| Park Maintenance | 475 | | $ 8,000 | $ 8,000 |
| Capital Outlay | | 4,105 | | |
| Total Cash Expenditures | 475 | 4,105 | $ 8,000 | $ 8,000 |
| Receipts over (under) Expenditures | 2,226 | (1,449) | | |
| **CASH, BEGINNING BALANCE** | 7,891 | 10,117 | | |
| **CASH, ENDING BALANCE** | $ 10,117 | $ 8,668 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2H**

**SPECIAL MACHINERY FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Transfer from Special Highway | $ 6,900 | $ - | $ 6,500 | $ (6,500) |
| Total Cash Receipts | 6,900 | - | $ 6,500 | $ (6,500) |
| **CASH EXPENDITURES:** | | | | |
| Capital Outlay | 5,688 | 3,789 | $ 20,000 | $ 16,211 |
| Total Cash Expenditures | 5,688 | 3,789 | $ 20,000 | $ 16,211 |
| Receipts over (under) Expenditures | 1,212 | (3,789) | | |
| **CASH, BEGINNING BALANCE** | 28,286 | 29,498 | | |
| **CASH, ENDING BALANCE** | $ 29,498 | $ 25,709 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2I**

**EQUIPMENT RESERVE FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Transfer from General | $ 20,000 | $ 20,000 | $ 20,000 | $ - |
| Transfer from Water | 8,000 | 8,000 | 8,000 | - |
| Total Cash Receipts | 28,000 | 28,000 | $ 28,000 | $ - |
| **CASH EXPENDITURES:** | | | | |
| Equipment Purchases for General Use | | - | $ 20,000 | $ 20,000 |
| Equipment Purchases for Water Utility Use | | - | 3,500 | 3,500 |
| Equipment Purchases for Sewer Utility Use | | - | | - |
| Equipment Purchases for Parks | | - | 8,600 | 8,600 |
| Equipment Purchases | 112,879 | - | | - |
| Equipment - nonvehicle | 4,340 | 8,204 | | (8,204) |
| Total Cash Expenditures | 117,219 | 8,204 | $ 32,100 | $ 23,896 |
| Receipts over (under) Expenditures | (89,219) | 19,796 | | |
| **CASH, BEGINNING BALANCE** | 102,761 | 13,542 | | |
| **CASH, ENDING BALANCE** | $ 13,542 | $ 33,338 | | |

# CITY OF LYNDON, KANSAS

**SCHEDULE 2J**

## SPECIAL PROJECTS FUND
## SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
## YEAR ENDING DECEMBER 31, 2022
## (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

| | 2021 Actual | 2022 Actual |
|---|---|---|
| **CASH RECEIPTS:** | | |
| USDA Funds | 517,529 | $ 29,415 |
| Interest | 15 | - |
| Total Cash Receipts | 517,544 | 29,415 |
| **CASH EXPENDITURES:** | | |
| Administrative | 870 | - |
| Construction | 444,345 | 29,415 |
| Professional Services | 61,641 | - |
| Reimbursement | 10,674 | - |
| Total Cash Expenditures | 517,530 | 29,415 |
| Receipts over Expenditures | 14 | - |
| **CASH, BEGINNING BALANCE** | - | 14 |
| **CASH, ENDING BALANCE** | $ 14 | $ 14 |

# CITY OF LYNDON, KANSAS

**SCHEDULE 2K**

## BALL PARK LIGHTING PROJECT FUND
### SCHEDULE OF RECEIPTS AND EXPENDITURES - REGULATORY BASIS
### YEAR ENDING DECEMBER 31, 2022
### (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

| | 2021 Actual | 2022 Actual |
|---|---|---|
| **CASH RECEIPTS:** | | |
| Reimbursement | 35,000 | $ - |
| Transfers In | 10,390 | - |
| Total Cash Receipts | 45,390 | $ - |
| **CASH EXPENDITURES:** | | |
| Contractual Services | 45,390 | $ - |
| Total Cash Expenditures | 45,390 | - |
| Receipts over Expenditures | - | - |
| **CASH, BEGINNING BALANCE** | - | - |
| **CASH, ENDING BALANCE** | $ - | $ - |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2L**

**WATER FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Water Sales | $ 409,538 | $ 427,823 | $ 425,000 | $ 2,823 |
| Vending | 1,950 | 2,681 | 2,460 | 221 |
| Late Charges | 6,500 | 7,182 | 10,000 | (2,818) |
| Kansas Water Plan Tax | 691 | 707 | 733 | (26) |
| Interest | 765 | 478 | 1,500 | (1,022) |
| Miscellaneous | 12,296 | 14,132 | 3,571 | 10,561 |
| Total Cash Receipts | 431,740 | 453,003 | $ 443,264 | $ 9,739 |
| **CASH EXPENDITURES:** | | | | |
| Salaries and Wages | 88,882 | 82,150 | $ 95,000 | $ 12,850 |
| Allocation to Employee Benefits | 12,400 | 20,000 | 20,000 | - |
| Water Purchases | 150,200 | 150,000 | 150,000 | - |
| Contractual Services | 31,615 | 34,733 | 34,500 | (233) |
| Commodities | 28,312 | 22,659 | 27,000 | 4,341 |
| Debt Service | 29,068 | 28,820 | 28,820 | - |
| Water Infrastructure Improvements | | | 100,000 | 100,000 |
| Water Meter Replacement | | | 15,000 | 15,000 |
| Capital Outlay | 30,444 | 169,760 | 170,000 | 240 |
| Transfer Out | 8,000 | 8,000 | 8,000 | - |
| Total Cash Expenditures | 378,921 | 516,122 | $ 648,320 | $ 132,198 |
| Receipts over (under) Expenditures | 52,819 | (63,119) | | |
| **CASH, BEGINNING BALANCE** | 431,844 | 484,663 | | |
| **CASH, ENDING BALANCE** | $ 484,663 | $ 421,544 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2M**

**SEWER FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Sewer Charges | $ 288,759 | $ 283,384 | $ 290,000 | $ (6,616) |
| Debt Service Fee | 69,148 | 141,783 | 141,000 | 783 |
| Late Charges | 1,949 | 2,160 | 2,200 | (40) |
| Grant | 10,674 | | 10,000 | (10,000) |
| Sewer Tax and Other | 852 | 50 | 2,200 | (2,150) |
| Total Cash Receipts | 371,382 | 427,377 | $ 445,400 | $ (18,023) |
| **CASH EXPENDITURES:** | | | | |
| Personnel | 40,838 | 34,003 | $ 39,000 | $ 4,997 |
| Allocation to Employee Benefits | | 1,356 | 10,000 | 8,644 |
| Contractual Services | 44,807 | 52,289 | 45,000 | (7,289) |
| Commodities | 11,626 | 15,589 | 16,000 | 411 |
| Sewer Headworks Maintenance | | | 8,000 | 8,000 |
| Debt Service | 268,402 | 268,402 | 268,402 | |
| Bond Reserve Short Lived Assets | | | 15,252 | 15,252 |
| Capital Outlay | 25,213 | 17,461 | 8,000 | (9,461) |
| Total Cash Expenditures | 390,886 | 389,100 | $ 409,654 | $ 20,554 |
| Receipts over (under) Expenditures | (19,504) | 38,278 | | |
| **CASH, BEGINNING BALANCE** | 163,862 | 144,358 | | |
| **CASH, ENDING BALANCE** | $ 144,358 | $ 182,636 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2N**

**STORM WATER FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Storm Water Fees | $ 6,881 | $ 6,896 | $ 6,846 | $ 50 |
| Total Cash Receipts | 6,881 | 6,896 | $ 6,846 | $ 50 |
| **CASH EXPENDITURES:** | | | | |
| Contractual Services | | 6,500 | $ | $ (6,500) |
| Commodities | 5,695 | 3,062 | 30,000 | 26,938 |
| Total Cash Expenditures | 5,695 | 9,562 | $ 30,000 | $ 20,438 |
| Receipts over (under) Expenditures | 1,186 | (2,666) | | |
| **CASH, BEGINNING BALANCE** | 26,542 | 27,728 | | |
| **CASH, ENDING BALANCE** | $ 27,728 | $ 25,062 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 2O**

**TRASH FUND**
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**
**(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)**

| | 2021 Actual | 2022 Actual | 2022 Budget | Variance Favorable (Unfavorable) |
|---|---|---|---|---|
| **CASH RECEIPTS:** | | | | |
| Collection Fees and Charges | $ 74,744 | $ 77,504 | $ 75,000 | $ 2,504 |
| Poly Carts | 3,907 | 4,374 | 4,000 | 374 |
| Late Charges | 1,947 | 2,160 | 2,200 | (40) |
| Sticker Books | 204 | 162 | 150 | 12 |
| Total Cash Receipts | 80,802 | 84,199 | $ 81,350 | $ 2,849 |
| **CASH EXPENDITURES:** | | | | |
| Salaries and Wages | 4,175 | 5,408 | $ 6,600 | $ 1,192 |
| Employee Benefits | | | 2,000 | 2,000 |
| Contractual Services | 71,736 | 75,300 | 73,600 | (1,700) |
| Commodities | 521 | 1,525 | 500 | (1,025) |
| Total Cash Expenditures | 76,432 | 82,233 | $ 82,700 | $ 467 |
| Receipts over Expenditures | 4,370 | 1,967 | | |
| **CASH, BEGINNING BALANCE** | 25,858 | 30,228 | | |
| **CASH, ENDING BALANCE** | $ 30,228 | $ 32,195 | | |

## CITY OF LYNDON, KANSAS

**SCHEDULE 3**

**AGENCY FUNDS**
**SUMMARY OF RECEIPTS AND DISBURSEMENTS - AGENCY FUNDS - REGULATORY BASIS**
**YEAR ENDING DECEMBER 31, 2022**

| | Beginning Cash Balance | Cash Receipts | Cash Disbursements | Ending Cash Balance |
|---|---|---|---|---|
| **Fund** | | | | |
| **Pooled Funds:** | | | | |
| Deposits | $ - | $ - | $ - | $ - |
| Prepaid Utility Bills | 3,544 | | | 3,544 |
| Sales Tax | 2,574 | 4,603 | 4,681 | 2,496 |
| | 6,118 | 4,603 | 4,681 | 6,040 |
| **Separate Accounts** | | | | |
| Unposted Clearings | 281 | - | - | 281 |
| Veterans Banner Project | 2,374 | - | - | 2,374 |
| Court | 17,735 | 11,824 | 27,474 | 2,085 |
| | 20,390 | 11,824 | 27,474 | 4,740 |
| **Total** | $ 26,508 | $ 16,427 | $ 32,155 | $ 10,780 |