CITY ARLINGTON, KANSAS

FINANCIAL STATEMENT

FOR THE YEAR ENDED
DECEMBER 31, 2022



LOYD GROUP, LLC

Certified Public Accountants

CITY OF ARLINGTON, KANSAS

CITY OF THE THIRD CLASS

For the Year Ended December 31, 2022

Doug Smith, Mayor

CITY COUNCIL

Tricia Fowler — Joe Cannon

Richard Loder — Kay Sipe — Michael Fanucchi

CITY OFFICERS

Lisa King, Clerk — Stan Juhnke, Attorney

Steven Westfahl, Treasurer

CITY OF ARLINGTON, KANSAS

For the Year Ended December 31, 2022

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Arlington, 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 Arlington, Kansas (City), a Municipal Financial Reporting Entity, 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. Generally 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 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 statement.

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 statement, 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 statement.
- 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 statement.
- 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.

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, expenditures-actual and budget, and schedule of regulatory basis receipts and disbursements-agency (Schedules 1, 2, and 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.

We previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Arlington, Kansas as of and for the year ended December 31, 2021 (not presented herein), and have issued their report thereon dated June 29, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and their 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/oar/municipalservices. 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.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
June 9, 2023

CITY OF ARLINGTON, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended December 31, 2022

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUND:						
General Fund	$ 146,941	$ 266,850	$ 238,071	$ 175,720	$ (4,754)	$ 170,966
SPECIAL PURPOSE FUNDS:						
Library Fund	-	10,982	10,982	-	-	-
Special Highway Fund	42,141	13,589	26,535	29,195	-	29,195
Total Special Purpose Funds	42,141	24,571	37,517	29,195	-	29,195
CAPITAL PROJECTS FUND:						
Capital Improvement Fund	15,000	-	-	15,000		15,000
Equipment Reserve Fund	19,000	-	-	19,000	-	19,000
Total Capital Projects Funds	34,000	-	-	34,000	-	34,000
BUSINESS FUNDS:						
Water Fund	-	126,649	80,313	46,336	13,900	60,236
Sewer Fund	62,873	81,512	122,990	21,395	884	22,279
Trash Fund	49,737	33,314	32,060	50,991	2,501	53,492
Total Business Funds	112,610	241,475	235,363	118,722	17,285	136,007
TOTAL REPORTING ENTITY	$ 335,692	$ 532,896	$ 510,951	$ 357,637	$ 12,531	$ 370,168

COMPOSITION OF CASH:	
Petty cash	$ 100
Checking Account - Heartland Tri-State Bank	300,767
Certificates of Deposit - Heartland Tri-State Bank	69,301
Total Cash	$ 370,168

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

CITY OF ARLINGTON, KANSAS

NOTES TO FINANCIAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Municipal Financial Reporting Entity

The City of Arlington is a municipal corporation governed by an elected mayor and an elected five-member council. The regulatory financial statement presents the City of Arlington (the City), a Municipal Financial Reporting Entity, and its related municipal entity.

(b) Regulatory Basis Fund Types

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

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

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

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

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

Trust Fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.).

(c) Basis of Accounting

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

If the municipality is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The municipality did not hold a revenue neutral rate hearing for the year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for 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 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 prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budget expenditure authority lapses at year end.

A legal operating budget is not required for Capital Project Funds, Agency Funds, Trust Funds and certain Special Purpose Funds as noted in the presentation of the appropriate Schedule 2 and 3.

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.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

No statutory violations noted for December 31, 2022.

3. DEPOSITS AND INVESTMENTS

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.

3. DEPOSITS AND INVESTMENTS (CONT.)

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. The City does not have investments at December 31, 2022.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2022.

At December 31, 2022, the City's carrying amount of deposits was $370,068 and the bank balance was $374,583. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance and $124,583 was collateralized letters of credit with the City's financial institution.

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. State statutes require investments to be adequately secured.

4. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2022, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest and Fees Paid
KS Water Pollution	1.91%	9/1/2020	$ 820,000	3/1/2040	$ 606,214	$ 163,753	$ 34,262	$ 735,705	$ 16,447
KS Public Water Supply	3.04%	6-20-2007	526,729	2-1-2029	225,633	-	29,075	196,558	7,405
Total Contractual Indebtedness					$ 831,847	$ 163,753	$ 63,337	$ 932,263	$ 23,852

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

	Year								
	2023	2024	2025	2026	2,027	2028 to 2032	2033 to 2037	2038 to 2040	Total
PRINCIPAL:									
Kansas Water Pollution	$ 35,006	$ 35,766	$ 36,543	$ 37,337	$ 38,147	$ 203,529	$ 226,610	$ 122,767	$ 735,705
Kansas Public Water Supply	30,070	31,097	32,161	33,260	34,397	35,573	-	-	196,558
Total Principal	65,076	66,863	68,704	70,597	72,544	239,102	226,610	122,767	932,263
INTEREST:									
Kansas Water Pollution	15,704	14,943	14,167	13,373	12,562	50,017	26,936	4,006	151,708
Kansas Public Water Supply	5,749	4,827	3,874	2,888	1,868	813	-	-	20,019
Total Interest	21,453	19,770	18,041	16,261	14,430	50,830	26,936	4,006	171,727
TOTAL PRINCIPAL AND INTEREST	$ 86,529	$ 86,633	$ 86,745	$ 86,858	$ 86,974	$ 289,932	$ 253,546	$ 126,773	$ 1,103,990

The Kansas Water Pollution loan final maturity schedule has been released.

5. DEFINED BENEFIT 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.

5. DEFINED BENEFIT PENSION PLAN (CONT.)

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 6.00% 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 and 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 8.9% for the fiscal year ended December 31, 2022. Contributions to the pension plan from the City were $6,488 for the year ended December 31, 2022.

Net Pension Liability. At December 31, 2022, the City's proportionate share of the collective net pension liability reported by KPERS was $60,278. 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.

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits - Health Care Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

(b) Death and Disability Other Post Employment Benefits

K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2021.

(c) Other Employee Benefits

Vacation – Vacation leave shall be earned and accrued beginning with the date of employment. No vacation leave shall be taken until a new employee has completed six months of continuous service. Employees may use vacation leave in units of not less than one hour. Upon retirement, discharge, dismissal, or other circumstances of separation of an employee from his employment with the City, the City shall pay to such employee the value of any earned but unused vacation leave.

Each permanent full-time employee will accrue vacation leave as follows:

Years of Service	Weeks of Vacation
One Year	One week
Two to Five Years	Two weeks
Over Five Years	Three Weeks

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONT.)

Sick leave – Each permanent full-time employee shall be entitled to sick leave with pay for absences resulting from personal illness, injuries, accidents or other physical incapacities, occurring either on or off the job. Sick leave, if not taken, shall accrue to no more than 120 hours at the end of each year. All excess sick days not used by the end of the year will be forfeited. Upon termination, no employee will be compensated for unused sick leave.

Amount of sick leave – Eligible employees shall earn three hours of sick leave for each full month of service.

7. CLAIMS AND JUDGMENTS

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injury to employees, and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2021 to 2022 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations, the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material impact on the City.

8. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General Fund	Water Fund	K.S.A. 12-825d	$ 17,163
Special Highway Fund	General Fund	K.S.A. 12-1, 117	26,535
Sewer Fund	Water Fund	K.S.A. 12-825d	28,553
Total			$ 72,251

9. SUBSEQUENT EVENTS

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

CITY OF ARLINGTON, KANSAS

REGULATORY REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2022

CITY OF ARLINGTON, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2022

	Certified Budget	Adjustment for for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
GENERAL FUND:					
General Fund	$ 256,151	$ -	$ 256,151	$ 238,071	$ (18,080)
SPECIAL PURPOSE FUNDS:					
Library Fund	11,527	-	11,527	10,982	(545)
Special Highway Fund	26,535	-	26,535	26,535	-
BUSINESS FUNDS:					
Water Fund	80,750	-	80,750	80,313	(437)
Sewer Fund	118,332	4,658	122,990	122,990	-
Trash Fund	36,000	-	36,000	32,060	(3,940)

CITY OF ARLINGTON, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes -				
Ad valorem property tax	$ 117,895	$ 105,331	$ 110,227	$ (4,896)
Local sales tax	60,364	64,404	40,000	24,404
Total Taxes	178,259	169,735	150,227	19,508
Licenses and Permits -				
Licenses and permits	144	1,172	350	822
Court fines	418	265	-	265
Utility franchise fees	20,773	21,750	18,000	3,750
Total Licenses and Permits	21,335	23,187	18,350	4,837
Other -				
Miscellaneous	7,859	1,724	2,500	(776)
Community center	5,556	7,337	10,000	(2,663)
Grants	-	34,266	-	34,266
Donations	-	280	-	280
Interest on Idle Funds	752	610	300	310
Insurance reimbursements	-	3,176	-	3,176
Loan reimbursement from State of KS	68,767	-	-	-
Transfer from Special Highway	-	26,535	-	26,535
Total Other	82,934	73,928	12,800	61,128
Total Receipts	282,528	266,850	$ 181,377	$ 85,473
Expenditures				
Administrative -				
Personal Services	42,987	26,525	$ 60,888	$ (34,363)
Contractual services	69,980	81,750	35,906	45,844
Commodities	18,632	37,270	20,066	17,204
Capital outlay	23,301	17,081	26,725	(9,644)
ARPA expenditures	-	19,926	-	19,926
Miscellaneous	4,923	14,345	15,545	(1,200)
Total Administrative	159,823	196,897	159,130	37,767
Recreation and Parks	2,310	1,956	2,326	(370)
Sidewalks streets	32,523	4,311	72,000	(67,689)

CITY OF ARLINGTON, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Community Center				
Contractual services	$ 27,020	$ 17,114	$ 18,969	$ (1,855)
Miscellaneous	-	630	-	630
Total Community Center	27,020	17,744	18,969	(1,225)
Community events	-	-	3,726	(3,726)
Transfer to Water Fund	-	17,163	-	17,163
Transfer to Library Fund	10,684	-	-	-
Total Expenditures	232,360	238,071	$ 256,151	$ (18,080)
Receipts Over (Under) Expenditures	50,168	28,779		
Unencumbered Cash, Beginning	96,773	146,941		
Unencumbered Cash, Ending	$ 146,941	$ 175,720		

CITY OF ARLINGTON, KANSAS

SPECIAL PURPOSE FUND

LIBRARY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Ad valorem property tax	2,095	$ 10,982	$ 11,527	$ (545)
Transfer from General Fund	10,684	-	-	-
Total Receipts	12,779	10,982	$ 11,527	$ (545)
Expenditures				
Appropriation to Library	10,067	10,982	$ 11,527	$ (545)
Receipts Over (Under) Expenditures	2,712	-		
Unencumbered Cash, Beginning	(2,712)	-		
Unencumbered Cash, Ending	$ -	$ -		

CITY OF ARLINGTON, KANSAS

SPECIAL PURPOSE FUND

SPECIAL HIGHWAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
County tax	$ 1,549	$ 1,748	$ 1,620	$ 128
State of Kansas gas tax	12,974	11,841	11,550	291
Total Receipts	14,523	13,589	$ 13,170	$ 419
Expenditures				
Capital outlay	422	-	$ 26,535	$ (26,535)
Miscellaneous	149	-	-	-
Transfer to General Fund	-	26,535	-	26,535
Total Expenditures	571	26,535	$ 26,535	$ -
Receipts Over (Under) Expenditures	13,952	(12,946)		
Unencumbered Cash, Beginning	28,189	42,141		
Unencumbered Cash, Ending	$ 42,141	$ 29,195		

CITY OF ARLINGTON, KANSAS

SPECIAL PURPOSE FUND

CAPITAL IMPROVEMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021 Actual	2022 Actual
Cash Receipts	$ -	$ -
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	15,000	15,000
Unencumbered Cash, Ending	$ 15,000	$ 15,000

CITY OF ARLINGTON, KANSAS

CAPITAL PROJECT FUND

EQUIPMENT RESERVE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021 Actual	2022 Actual
Receipts	$ -	$ -
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	19,000	19,000
Unencumbered Cash, Ending	$ 19,000	$ 19,000

CITY OF ARLINGTON, KANSAS

BUSINESS FUND

WATER FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Water Charges	77,319	$ 80,564	$ 84,688	$ (4,124)
Interest income	16	344	-	344
Miscellaneous	-	25	-	25
Transfer from General Fund	-	17,163	-	17,163
Transfer from Sewer Fund	83,275	28,553	-	28,553
Total Cash Receipts	160,610	126,649	$ 84,688	$ 41,961
Expenditures				
Personal services	46,225	35,486	$ 24,000	$ 11,486
Contractual services	3,710	1,484	-	1,484
Commodities	7,611	9,149	7,500	1,649
Capital outlay	64,008	(3,643)	10,500	(14,143)
Debt payment	36,480	36,480	36,480	-
Other	4,759	1,357	2,270	(913)
Total Expenditures	162,793	80,313	$ 80,750	$ (437)
Receipts Over (Under) Expenditures	(2,183)	46,336		
Unencumbered Cash, Beginning	2,183	-		
Unencumbered Cash, Ending	$ -	$ 46,336		

CITY OF ARLINGTON, KANSAS

BUSINESS FUND

SEWER FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Sewer Charges	$ 76,974	$ 76,773	$ 78,000	$ (1,227)
Miscellaneous	85	-	-	-
Interest income	49	81	-	81
Settlement proceeds	1,089,905	4,658	-	4,658
Total Cash Receipts	1,167,013	81,512	$ 78,000	$ 3,512
Expenditures				
Personal services	-	32,153	$ 15,000	$ 17,153
Contractual services	3,397	2,594	3,500	(906)
Commodities	4,224	2,193	30,623	(28,430)
Capital outlay	11,551	3,701	3,500	201
Miscellaneous	425	429	15,000	(14,571)
Sewer lagoon project	723,135	2,658	-	2,658
Debt payment	386,023	50,709	50,709	-
Transfer to Water Fund	83,275	28,553	-	28,553
Total Expenditures	1,212,030	122,990	118,332	4,658
Budget credit for debt proceeds	-	-	4,658	(4,658)
Total Expenditures Subject to Budget	1,212,030	122,990	$ 122,990	$ -
Receipts Over (Under) Expenditures	(45,017)	(41,478)		
Unencumbered Cash, Beginning	107,890	62,873		
Unencumbered Cash, Ending	$ 62,873	$ 21,395		

CITY OF ARLINGTON, KANSAS

BUSINESS FUND

TRASH FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Cash Receipts				
Charges for Service	$ 32,607	$ 33,314	$ 36,000	$ (2,686)
Expenditures				
Contractual Services	30,444	32,060	$ 36,000	$ (3,940)
Receipts Over (Under) Expenditures	2,163	1,254		
Unencumbered Cash, Beginning	47,574	49,737		
Unencumbered Cash, Ending	$ 49,737	$ 50,991		