GRAY COUNTY, KANSAS

FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT

YEAR ENDED DECEMBER 31, 2022

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Gray County, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Gray County, Kansas, 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 Gray County, Kansas, 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 Gray County, Kansas, 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 A.

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 Gray County, Kansas 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 A of the financial statement, the financial statement is prepared by Gray County, Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

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

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 Gray County, Kansas' 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 judgement 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 Gray County, Kansas' 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 Gray County, Kansas' 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 (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures, and summary of regulatory basis receipts and disbursements-agency funds (Schedules 1, 2, and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Gray County, Kansas as of and for the year ended December 31, 2021 (not presented herein), and have issued our report thereon dated June 6, 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 website of the Kansas Department of Administration at the following link: https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services/municipal-audits. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures 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 2021 basic financial statement as a whole for the year ended December 31, 2021, on the basis of accounting described in Note A.

Kennedy McKee & Company LLP

June 12, 2023

GRAY COUNTY, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH REGULATORY BASIS

For the Year Ended December 31, 2022

Funds	Beginning unencumbered cash balance	Prior year canceled encumbrances
General fund	$ 653,276	$ -
Special purpose funds:		
Road and bridge	461,229	-
Special bridge	136,600	-
Waste disposal	219,000	-
Noxious weed	88,311	-
County health	44,255	-
Mental health	3,048	-
Intellectual disability	2,129	-
Conservation district	1,557	-
Extension council	11,564	-
Historical society	955	-
Free fair	10,456	-
Council on aging	7,748	-
Ambulance	282,640	-
Appraiser's cost	88,952	-
Direct election expense	22,760	-
Tort liability expense	108,492	-
Employee benefits	845,850	-
Rural fire district	108,153	-
County library	3,050	-
PSAP 911E	193,814	-
Non-budgeted special purpose funds:		
Special highway	945,823	-
County clerk technology	7,409	-
County treasurer technology	6,679	-
Register of deeds technology	11,557	-
Special health	403,346	-
Regional bio-terrorism	3,296	-
Ambulance special equipment	29,217	-
Ambulance spec equip - South	7,459	-
Search and rescue	146	-
Enhanced 911 grant	3,561	-
Capital improvements	1,932,653	-
Equipment reserve	1,222,639	-
Prosecuting attorney trust	26,852	-
Local drug seizure	71,330	-
Sex offender	3,277	-
Special law enforcement trust	4,833	-
Law enforcement equipment	4,178	-
Alcohol programs	523	-
Parks and recreation	335	-
Rural fire training	9,838	-
Veterans memorial	952	-
Special vehicle	25,841	-
Postage	7,270	-
Drug task force	894	-
Total special purpose funds	7,370,471	-
Business fund:		
Self-insurance	252,041	-
Total reporting entity - excluding agency funds	$ 8,275,788	$ -

Receipts	Expenditures	Ending unencumbered cash balance	Add encumbrances and accounts payable	Ending cash balance
$ 3,029,727	$ 2,888,705	$ 794,298	$ 53,157	$ 847,455
4,004,061	4,143,470	321,820	22,332	344,152
494,756	79,068	552,288	-	552,288
632,666	546,980	304,686	8,071	312,757
77,168	130,676	34,803	1,096	35,899
201,798	214,020	32,033	4,948	36,981
45,921	46,643	2,326	-	2,326
31,800	32,329	1,600	-	1,600
24,663	25,000	1,220	-	1,220
181,426	183,756	9,234	-	9,234
15,549	15,675	829	-	829
169,612	171,430	8,638	-	8,638
123,448	125,000	6,196	-	6,196
486,713	498,532	270,821	24,576	295,397
114,768	140,643	63,077	10,386	73,463
44,812	38,984	28,588	195	28,783
-	-	108,492	-	108,492
1,618,603	2,015,467	448,986	1,227	450,213
105,259	160,225	53,187	3,646	56,833
37,148	36,800	3,398	-	3,398
60,188	89,670	164,332	-	164,332
422,178	1,228,787	139,214	5,677	144,891
2,190	-	9,599	-	9,599
2,191	3,225	5,645	-	5,645
8,762	9,360	10,959	-	10,959
223,177	256,504	370,019	772	370,791
19,241	22,537	-	-	-
200	5,719	23,698	558	24,256
5,455	4,086	8,828	1,488	10,316
-	-	146	-	146
-	-	3,561	-	3,561
504,427	277,404	2,159,676	114,251	2,273,927
350,473	154,853	1,418,259	16,505	1,434,764
1,972	1,001	27,823	-	27,823
50	-	71,380	-	71,380
1,640	596	4,321	-	4,321
4,818	-	9,651	-	9,651
-	-	4,178	-	4,178
-	-	523	-	523
-	-	335	-	335
400	-	10,238	-	10,238
-	-	952	-	952
66,376	65,951	26,266	1,077	27,343
764	-	8,034	-	8,034
-	-	894	-	894
10,084,673	10,724,391	6,730,753	216,805	6,947,558
943,156	556,643	638,554	91,587	730,141
$ 14,057,556	$ 14,169,739	$ 8,163,605	$ 361,549	$ 8,525,154

GRAY COUNTY, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH REGULATORY BASIS

For the Year Ended December 31, 2022

	Ending cash balance
Composition of cash balance:	
Cash on hand	$ 75,830
Checking accounts	12,736,672
Money market accounts	3,539,880
Certificates of deposit	5,397,353
Total cash	21,749,735
Agency funds	(13,224,581)
Total reporting entity - excluding agency funds	$ 8,525,154

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

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

1. Municipal Financial Reporting Entity

   Gray County, Kansas is a municipal corporation governed by an elected three-member commission. This regulatory financial statement does not include the related municipal entities shown below. A related municipal entity is an entity established to benefit the County and/or its constituents.

   Gray County Free Fair Association. The Association is fiscally dependent on the County and the budget is approved by the County Commissioners. In addition, the Association is prohibited from issuing bonded debt without the approval of the County Commission.

   Gray County Library District. The members of the governing board of the District are appointed by the County Commissioners. The District is fiscally dependent on the County and the budget is approved by the County Commissioners. In addition, the District is prohibited from issuing bonded debt without the approval of the County Commission.

   Gray County Extension Council. The Council is fiscally dependent on the County and the budget is approved by the County Commissioners. In addition, the Council is prohibited from issuing bonded debt without the approval of the County Commission.

2. Basis of Presentation – Fund Accounting

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

   The following types of funds comprise the financial activities of the County for the year ended December 31, 2022:

   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 funds – 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.

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

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basis of Presentation – Fund Accounting (Continued)

REGULATORY BASIS FUND TYPES (Continued)

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

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

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

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

4. Budgetary Information

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

a. Preparation of the budget for the succeeding calendar year on or before August 1st.

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

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

d. Adoption of the final budget on or before August 25th.

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 hold a revenue neutral rate hearing for this 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 this year.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which 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 budgeted expenditure authority lapses at year end.

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

Special Highway	Prosecuting Attorney Trust
County Clerk Technology	Local Drug Seizure
County Treasurer Technology	Sex Offender
Register of Deeds Technology	Special Law Enforcement Trust
Special Health	Law Enforcement Equipment
Regional Bio-Terrorism	Alcohol Programs
Ambulance Special Equipment	Parks and Recreation
Ambulance Spec Equip – South	Rural Fire Training
Search and Rescue	Veterans Memorial
Enhanced 911 Grant	Special Vehicle
Capital Improvements	Postage
Equipment Reserve	Drug Task Force

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.

B. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds to have a main or branch bank in the County, 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 County has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the County'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 County has no investment policy that would further limit its investment choices.

B. DEPOSITS AND INVESTMENTS (CONTINUED)

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County'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 County's carrying amount of deposits was $21,673,905 and the bank balance was $22,041,009. Of the bank balance, $619,388 was covered by federal depository insurance and $21,421,621 was collateralized with securities held by the pledging financial institutions' agents in the County's name.

C. LONG-TERM DEBT

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

Issue	Balance beginning of year	Additions/ net change	Reductions/ net change	Balance end of year	Interest paid
Caterpillar motor grader Issued April 27, 2018 In the amount of $236,107 At an interest rate of 3.90% Maturing April 30, 2022	$ 62,457	$ -	$ 62,457	$ -	$ 2,436
Caterpillar motor grader Issued September 27, 2018 In the amount of $263,145 At an interest rate of 3.90% Maturing January 27, 2023	110,789	-	54,316	56,473	2,340
Total finance leases	$ 173,246	$ -	$ 116,773	$ 56,473	$ 4,776

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

	Principal due	Interest due	Total due
2023	$ 56,473	$ 184	$ 56,657

D. CAPITAL PROJECTS

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

	Project commitments authorized	Cash disbursements and accounts payable to date	Remaining financial commitment
Asphalt overlay 2021	$ 1,008,303	$ 1,008,303	$ -
Noxious weed building	115,660	115,660	-
Fairgrounds driveway project	109,572	-	109,572
Total	$ 1,233,535	$ 1,123,963	$ 109,572

E. TRANSFERS

Operating transfers were as follows:

From	To	Regulatory authority	Amount
General	Capital improvement	K.S.A. 19-120	$ 424,528
General	Equipment reserve	K.S.A. 19-119	99,500
Road and bridge	Special highway	K.S.A. 68-590	160,957
Waste disposal	Equipment reserve	K.S.A. 19-119	60,000
Noxious weed	Equipment reserve	K.S.A. 19-119	7,000
Ambulance	Equipment reserve	K.S.A. 19-119	120,000
Appraiser's cost	Equipment reserve	K.S.A. 19-119	2,500
Direct election expense	Equipment reserve	K.S.A. 19-119	1,000
Rural fire district	Equipment reserve	K.S.A. 19-119	50,000
Special health	County health	Resolution	195,000
Special vehicle	General	K.S.A. 8-145	26,871
Total operating transfers			$ 1,147,356

Transfers to related municipal entities were as follows:

From	To	Regulatory authority	Amount
Extension council fund	Extension Council	K.S.A. 2-610	$ 183,756
Free fair fund	Free Fair Association	K.S.A. 2-129	171,430
County library fund	Library District	K.S.A. 12-1220	36,800
Total transfers to related municipal entities			$ 391,986

F. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other post-employment benefits. As provided by K.S.A. 12-5040, the County allows retirees to participate in the group health insurance plan. While most retirees pay the full amount of the applicable premium, conceptually, the County is subsidizing the retirees because each participant is charged a level of premium regardless of age. The County will pay a portion of the premium if certain conditions are met.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the County 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.

Death and disability other post-employment benefits. As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payment. The employer contribution rate was set at 1% for the year ended December 31, 2022, and contributions by the County totaled $12,081.

Vacation leave. The County's policies regarding vacations permit employees to accumulate a maximum of eighteen calendar days of vacation. Upon termination or resignation from service with the County, employees are entitled to payment for all accumulated vacation earned prior to termination or resignation up to a maximum of eighteen days.

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

Sick leave. All employees on permanent status earn sick leave at the rate of one calendar day per month with a maximum accumulation of one hundred thirty calendar days of sick leave. No allowance for unused sick leave is paid upon termination or resignation. The County has a sick leave bank whereby employees can transfer excess sick leave to be used by employees who are on extended sick leave and have exhausted their own sick leave accumulation. The sick leave bank is administered by the County Commissioners.

Section 125 cafeteria plan. The County offers a Section 125 cafeteria plan for all employees electing to participate. It can be used for health insurance premiums, unreimbursed medical and dependent care expenses. The plan is administered by an independent insurance company.

Section 457 deferred compensation plan. The County offers a Section 457 deferred compensation plan to all employees on a voluntary basis. The County does not contribute to the plan, which is administered by a third party.

G. DEFINED BENEFIT PENSION PLAN

Plan description. The County 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. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. 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, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.90% for KPERS and 22.99% for KP&F for the fiscal year ended December 31, 2022. Contributions to the pension plan from the County were $197,522 for KPERS and $106,009 for KP&F for the year ended December 31, 2022.

G. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Net pension liability

At December 31, 2022, the County's proportionate share of the collective net pension liability reported by KPERS was $2,150,487, and $1,258,189 for KP&F. 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 County's proportion of the net pension liability was based on the ratio of the County's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

H. RISK MANAGEMENT

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

I. PUBLIC ENTITY RISK POOLS

The County is a member of the Kansas Workers Risk Cooperative for Counties (KWORCC), a group funded pool for workers compensation coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for member counties. The County pays an annual contribution to the Cooperative as determined by the Board of Trustees based upon experience modification factors, payroll audits and any other bases the Board considers appropriate. It is not possible to estimate the maximum contributions which could be required. KWORCC covers claims up to $750,000 each and aggregate excess reinsurance provides aggregate coverage up to $1,000,000. Except for required contributions, no member can be held responsible for any claims made against any other member.

The County is also a member of the Kansas County Association Multi-Line Pool (KCAMP), a group funded pool for property, liability, crime, and surety coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for member counties. The County pays an annual contribution to the Pool as determined by the Board of Trustees. It is not possible to estimate the maximum contributions which could be required. KCAMP covers property loss up to the scheduled amount of values on file, which is $23,007,914, $500,000 for liability and $1,000,000 for crime. Excess reinsurance provides aggregate coverage up to $3,000,000 for liability. Except for required contributions, no member can be held responsible for any claims made against any other member.

J. MEDICAL SELF-INSURANCE

The County has established a business fund to account for its medical self-insurance program and has entered into a partially self-funded agreement. This agreement allows the County to assume a limited amount of liability by self-insuring a portion of the employees' medical expenses. Premiums paid for an excess coverage insurance policy cover individual and family claims in excess of $30,000 and the County is also protected by an aggregate stop-loss provision, which limits its liability on total self-insurance claims for a contract period. Liabilities for unpaid claims are those claims that are unpaid at year end. Changes in the claim's liability amount are as follows:

December 31,	Beginning of year liability	Claims and changes in estimates	Claim payments	End of year liability
2021	$ 158,809	$ 1,254,149	$ 1,373,008	$ 39,950
2022	$ 39,950	$ 607,904	$ 556,267	$ 91,587

K. CONTINGENCIES

The County receives Federal and State Grants for specific purposes that are subject to review and audit by Federal and State agencies. Such audits could result in a request for reimbursement for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of County management, such disallowances, if any, would be insignificant.

L. SUBSEQUENT EVENTS

The County has evaluated events subsequent to year end through June 12, 2023, the date on which the financial statements were available to be used. The Kansas Supreme Court has denied the County's petition to review the Dodge City Cooperative Exchange v Board of County Commissioners case, thus resulting in the County to reclassify grain elevator commercial and industrial machinery and equipment as personal instead of real property. The County has refunded $612,972 from the General fund to satisfy this decision. Other than the aforementioned event, the County concludes that there are no other subsequent events that are required to be recognized or disclosed.

REGULATORY–REQUIRED SUPPLEMENTARY INFORMATION

GRAY COUNTY, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2022

Funds	Certified budget	Adjustment for qualifying budget credits	Total budget for comparison	Expenditures chargeable to current year	Variance favorable (unfavorable)
General fund	$ 2,888,705	$ -	$ 2,888,705	$ 2,888,705	$ -
Special purpose funds:					
Road and bridge	4,055,000	88,470	4,143,470	4,143,470	-
Special bridge	2,085,000	-	2,085,000	79,068	2,005,932
Waste disposal	706,000	-	706,000	546,980	159,020
Noxious weed	170,000	-	170,000	130,676	39,324
County health	227,621	-	227,621	214,020	13,601
Mental health	46,643	-	46,643	46,643	-
Intellectual disability	32,329	-	32,329	32,329	-
Conservation district	25,000	-	25,000	25,000	-
Extension council	183,756	-	183,756	183,756	-
Historical society	15,675	-	15,675	15,675	-
Free fair	171,430	-	171,430	171,430	-
Council on aging	125,000	-	125,000	125,000	-
Ambulance	600,000	-	600,000	498,532	101,468
Appraiser's cost	164,302	-	164,302	140,643	23,659
Direct election expense	45,000	-	45,000	38,984	6,016
Tort liability expense	108,492	-	108,492	-	108,492
Employee benefits	2,015,467	-	2,015,467	2,015,467	-
Rural fire district	161,000	-	161,000	160,225	775
County library	36,800	-	36,800	36,800	-
PSAP 911E	150,000	-	150,000	89,670	60,330
Total	$ 14,013,220	$ 88,470	$ 14,101,690	$ 11,583,073	$ 2,518,617

See Independent Auditor's Report.

GRAY COUNTY, 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	Budget	Variance favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 610,279	$ 932,423	$ 902,523	$ 29,900
Delinquent tax	7,073	5,445	3,070	2,375
Motor vehicle tax	69,465	60,717	57,938	2,779
Recreational vehicle tax	1,418	1,178	1,401	(223)
16/20M truck tax	2,592	2,136	1,880	256
Interest on delinquent tax	59,365	17,348	25,000	(7,652)
Local sales tax	665,282	757,088	400,000	357,088
Mineral production tax	2,939	5,515	2,500	3,015
State and Federal aid	24,165	-	-	-
Licenses, permits and fees:				
County officers' fees	100,281	71,419	50,000	21,419
Diversion fees	52,542	35,269	20,000	15,269
Other fees	34,922	23,257	15,000	8,257
Charges for services:				
Law enforcement contract	170,418	237,505	186,340	51,165
Interest	11,193	18,986	15,000	3,986
Gifts from wind energy companies	761,160	786,384	761,160	25,224
Other	26,411	58,178	10,000	48,178
Operating transfers in	14,596	26,871	30,000	(3,129)
Neighborhood revitalization rebate	(7,778)	(9,992)	(10,263)	271
Total receipts	2,606,323	3,029,727	$ 2,471,549	$ 558,178
Expenditures:				
County commissioners:				
Personal services	43,984	43,153	$ 44,000	$ 847
Commodities	67	59	500	441
Contractual services	1,125	1,068	3,000	1,932
Subtotal	45,176	44,280	47,500	3,220

GRAY COUNTY, 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	Budget	Variance favorable (unfavorable)
County clerk:				
Personal services	$ 91,664	$ 124,497	$ 96,000	$ (28,497)
Commodities	4,906	6,963	5,000	(1,963)
Contractual services	5,035	5,093	6,000	907
Capital outlay	-	-	1,000	1,000
Subtotal	101,605	136,553	108,000	(28,553)
County treasurer:				
Personal services	168,362	170,769	165,000	(5,769)
Commodities	7,260	6,992	6,000	(992)
Contractual services	11,905	13,046	15,375	2,329
Subtotal	187,527	190,807	186,375	(4,432)
County attorney:				
Personal services	96,167	95,853	95,000	(853)
Commodities	2,218	2,427	4,000	1,573
Contractual services	81,079	65,436	72,000	6,564
Capital outlay	-	-	7,500	7,500
Subtotal	179,464	163,716	178,500	14,784
Register of deeds:				
Personal services	81,156	84,051	82,000	(2,051)
Commodities	1,406	1,596	5,800	4,204
Contractual services	3,940	4,484	5,600	1,116
Subtotal	86,502	90,131	93,400	3,269
Custodian:				
Personal services	74,358	63,954	74,500	10,546
Commodities	9,145	9,754	8,000	(1,754)
Contractual services	2,689	3,139	3,000	(139)
Subtotal	86,192	76,847	85,500	8,653

GRAY COUNTY, 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	Budget	Variance favorable (unfavorable)
District court:				
Commodities	$ 11,941	$ 3,804	$ 7,000	$ 3,196
Contractual services	69,006	93,677	77,945	(15,732)
Capital outlay	-	-	5,515	5,515
Subtotal	80,947	97,481	90,460	(7,021)
Courthouse general:				
Personal services	151,868	160,896	184,000	23,104
Commodities	6,517	30,336	40,000	9,664
Contractual services	262,173	278,237	305,000	26,763
Capital outlay	-	28,789	-	(28,789)
Subtotal	420,558	498,258	529,000	30,742
Sheriff:				
Personal services	789,403	768,348	800,000	31,652
Commodities	71,215	101,176	175,000	73,824
Contractual services	220,561	225,700	190,000	(35,700)
Capital outlay	68,197	67,072	85,000	17,928
Subtotal	1,149,376	1,162,296	1,250,000	87,704
Civil defense:				
Commodities	1,065	1,484	13,040	11,556
Contractual services	2,951	6,401	22,030	15,629
Capital outlay	-	-	12,000	12,000
Subtotal	4,016	7,885	47,070	39,185
Diversion fees:				
Personal services	5,504	5,192	5,400	208
Contractual services	450	-	-	-
Capital outlay	4,620	5,829	17,500	11,671
Subtotal	10,574	11,021	22,900	11,879

GRAY COUNTY, 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	Budget	favorable (unfavorable)
Reimbursed expenditures	$ (192,707)	$ (114,598)	$ -	$ 114,598
Transfer to other funds:				
Capital improvement	607,283	424,528	250,000	(174,528)
Equipment reserve	97,013	99,500	-	(99,500)
Subtotal	704,296	524,028	250,000	(274,028)
Total expenditures	2,863,526	2,888,705	$ 2,888,705	$ -
Receipts over (under) expenditures	(257,203)	141,022		
Unencumbered cash, beginning of year	910,479	653,276	$ 417,156	$ 236,120
Unencumbered cash, end of year	$ 653,276	$ 794,298		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

ROAD AND BRIDGE 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 3,216,642	$ 3,056,503	$ 2,957,145	$ 99,358
Delinquent tax	33,177	24,396	16,180	8,216
Motor vehicle tax	323,534	316,365	305,344	11,021
Recreational vehicle tax	6,652	6,133	7,382	(1,249)
16/20M tax	9,552	10,438	9,905	533
Gasoline tax	549,324	529,611	479,970	49,641
State and federal aid	6,927	88,470	-	88,470
Other	25,428	4,887	-	4,887
Neighborhood revitalization rebate	(40,995)	(32,742)	(33,626)	884
Total receipts	4,130,241	4,004,061	$ 3,742,300	$ 261,761
Expenditures:				
Highway and streets	3,165,484	4,062,190	$ 4,055,000	$ (7,190)
Reimbursed expenditures	(47,194)	(79,677)	-	79,677
Transfer to special highway	862,637	160,957	-	(160,957)
Adjustment for qualifying budget credits	-	-	88,470	88,470
Total expenditures	3,980,927	4,143,470	$ 4,143,470	$ -
Receipts over (under) expenditures	149,314	(139,409)		
Unencumbered cash, beginning of year	311,915	461,229	$ 312,700	$ 148,529
Unencumbered cash, end of year	$ 461,229	$ 321,820		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

SPECIAL BRIDGE 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 622,255	$ 434,025	$ 419,886	$ 14,139
Delinquent tax	4,064	3,764	3,131	633
Motor vehicle tax	48,519	58,924	59,081	(157)
Recreational vehicle tax	996	1,141	1,428	(287)
16/20M tax	1,506	1,551	1,917	(366)
Neighborhood revitalization rebate	(7,931)	(4,649)	(4,775)	126
Total receipts	669,409	494,756	$ 480,668	$ 14,088
Expenditures:				
Highways and streets	1,576,268	79,068	$ 2,085,000	$ 2,005,932
Receipts over (under) expenditures	(906,859)	415,688		
Unencumbered cash, beginning of year	1,043,459	136,600	$ 1,604,332	$ (1,467,732)
Unencumbered cash, end of year	$ 136,600	$ 552,288		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

WASTE DISPOSAL 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 125,689	$ 168,793	$ 163,385	$ 5,408
Special assessments	424,708	430,164	425,520	4,644
Delinquent tax	1,587	1,208	632	576
Motor vehicle tax	24,019	14,713	11,933	2,780
Recreational vehicle tax	504	287	289	(2)
16/20M tax	159	881	387	494
Other	59,992	18,429	-	18,429
Neighborhood revitalization rebate	(1,601)	(1,809)	(1,858)	49
Total receipts	635,057	632,666	$ 600,288	$ 32,378
Expenditures:				
Landfill:				
Personal services	56,021	43,406	$ 45,000	$ 1,594
Commodities	24,155	31,722	50,000	18,278
Contractual services	489,834	411,852	551,000	139,148
Capital outlay	-	-	60,000	60,000
Reimbursed expenditures	(9,420)	-	-	-
Transfer to equipment reserve	60,000	60,000	-	(60,000)
Total expenditures	620,590	546,980	$ 706,000	$ 159,020
Receipts over (under) expenditures	14,467	85,686		
Unencumbered cash, beginning of year	204,533	219,000	$ 105,712	$ 113,288
Unencumbered cash, end of year	$ 219,000	$ 304,686		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

NOXIOUS WEED 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 71,990	$ 68,080	$ 65,911	$ 2,169
Delinquent tax	1,192	674	362	312
Motor vehicle tax	12,183	7,724	6,838	886
Recreational vehicle tax	248	150	165	(15)
16/20M tax	481	369	222	147
Other	4,277	900	-	900
Neighborhood revitalization rebate	(917)	(729)	(749)	20
Total receipts	89,454	77,168	$ 72,749	$ 4,419
Expenditures:				
Highways and streets	252,148	198,788	$ 195,000	$ (3,788)
Reimbursed expenditures	(111,163)	(75,112)	(25,000)	50,112
Transfer to equipment reserve	5,000	7,000	-	(7,000)
Total expenditures	145,985	130,676	$ 170,000	$ 39,324
Receipts over (under) expenditures	(56,531)	(53,508)		
Unencumbered cash, beginning of year	144,842	88,311	$ 97,251	$ (8,940)
Unencumbered cash, end of year	$ 88,311	$ 34,803		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

COUNTY HEALTH 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 6,231	$ 6,004	$ 5,854	$ 150
Delinquent tax	1,232	322	31	291
Motor vehicle tax	3,746	513	594	(81)
Recreational vehicle tax	67	10	15	(5)
16/20M tax	672	13	19	(6)
Other	588	-	-	-
Operating transfers in	125,000	195,000	195,000	-
Neighborhood revitalization rebate	(79)	(64)	(67)	3
Total receipts	137,457	201,798	$ 201,446	$ 352
Expenditures:				
Health and welfare:				
Personal services	192,450	167,180	$ 188,031	$ 20,851
Commodities	63,132	67,668	54,135	(13,533)
Contractual services	11,850	14,172	9,955	(4,217)
Capital outlay	-	-	500	500
Reimbursed expenditures	(51,954)	(35,000)	(25,000)	10,000
Total expenditures	215,478	214,020	$ 227,621	$ 13,601
Receipts over (under) expenditures	(78,021)	(12,222)		
Unencumbered cash, beginning of year	122,276	44,255	$ 26,175	$ 18,080
Unencumbered cash, end of year	$ 44,255	$ 32,033		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

MENTAL HEALTH 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 favorable (unfavorable)
Receipts				
Taxes and shared revenue:				
Ad valorem property tax	$ 41,460	$ 41,663	$ 40,373	$ 1,290
Delinquent tax	485	334	209	125
Motor vehicle tax	4,547	4,142	3,942	200
Recreational vehicle tax	94	80	95	(15)
16/20M tax	129	148	128	20
Neighborhood revitalization rebate	(528)	(446)	(459)	13
Total receipts	46,187	45,921	$ 44,288	$ 1,633
Expenditures:				
Health and welfare:				
County appropriation	46,638	46,643	$ 46,643	$ -
Receipts over (under) expenditures	(451)	(722)		
Unencumbered cash, beginning of year	3,499	3,048	$ 2,355	$ 693
Unencumbered cash, end of year	$ 3,048	$ 2,326		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

INTELLECTUAL DISABILITY 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 28,696	$ 28,852	$ 27,970	$ 882
Delinquent tax	336	231	145	86
Motor vehicle tax	3,153	2,868	2,728	140
Recreational vehicle tax	65	56	65	(9)
16/20M tax	89	102	89	13
Neighborhood revitalization rebate	(365)	(309)	(318)	9
Total receipts	31,974	31,800	$ 30,679	$ 1,121
Expenditures:				
Health and welfare:				
County appropriation	32,325	32,329	$ 32,329	$ -
Receipts over (under) expenditures	(351)	(529)		
Unencumbered cash, beginning of year	2,480	2,129	$ 1,650	$ 479
Unencumbered cash, end of year	$ 2,129	$ 1,600		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

CONSERVATION DISTRICT 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 22,144	$ 22,389	$ 21,677	$ 712
Delinquent tax	260	179	112	67
Motor vehicle tax	2,435	2,213	2,109	104
Recreational vehicle tax	50	43	51	(8)
16/20M tax	69	79	68	11
Neighborhood revitalization rebate	(282)	(240)	(246)	6
Total receipts	24,676	24,663	$ 23,771	$ 892
Expenditures:				
General government:				
County appropriation	25,000	25,000	$ 25,000	$ -
Receipts over (under) expenditures	(324)	(337)		
Unencumbered cash, beginning of year	1,881	1,557	$ 1,229	$ 328
Unencumbered cash, end of year	$ 1,557	$ 1,220		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

EXTENSION COUNCIL 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 158,161	$ 165,382	$ 160,080	$ 5,302
Delinquent tax	1,751	1,261	796	465
Motor vehicle tax	16,733	15,706	15,015	691
Recreational vehicle tax	344	305	363	(58)
16/20M tax	474	544	487	57
Neighborhood revitalization rebate	(2,016)	(1,772)	(1,820)	48
Total receipts	175,447	181,426	$ 174,921	$ 6,505
Expenditures:				
Transfer to related municipal entity	176,688	183,756	$ 183,756	$ -
Receipts over (under) expenditures	(1,241)	(2,330)		
Unencumbered cash, beginning of year	12,805	11,564	$ 8,835	$ 2,729
Unencumbered cash, end of year	$ 11,564	$ 9,234		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

HISTORICAL SOCIETY 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 14,010	$ 14,080	$ 13,624	$ 456
Delinquent tax	179	118	71	47
Motor vehicle tax	1,696	1,420	1,336	84
Recreational vehicle tax	35	28	32	(4)
16/20M tax	52	54	43	11
Neighborhood revitalization rebate	(179)	(151)	(155)	4
Total receipts	15,793	15,549	$ 14,951	$ 598
Expenditures:				
Culture and recreation:				
County appropriation	16,068	15,675	$ 15,675	$ -
Receipts over (under) expenditures	(275)	(126)		
Unencumbered cash, beginning of year	1,230	955	$ 724	$ 231
Unencumbered cash, end of year	$ 955	$ 829		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

FREE FAIR 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 140,201	$ 155,339	$ 150,357	$ 4,982
Delinquent tax	1,624	1,154	705	449
Motor vehicle tax	15,377	14,011	13,314	697
Recreational vehicle tax	317	272	322	(50)
16/20M tax	432	500	432	68
Neighborhood revitalization rebate	(1,787)	(1,664)	(1,710)	46
Total receipts	156,164	169,612	$ 163,420	$ 6,192
Expenditures:				
Transfer to related municipal entity	157,680	171,430	$ 171,430	$ -
Receipts over (under) expenditures	(1,516)	(1,818)		
Unencumbered cash, beginning of year	11,972	10,456	$ 8,010	$ 2,446
Unencumbered cash, end of year	$ 10,456	$ 8,638		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

COUNCIL ON AGING 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 107,774	$ 112,524	$ 108,955	$ 3,569
Delinquent tax	1,162	851	542	309
Motor vehicle tax	11,402	10,700	10,234	466
Recreational vehicle tax	235	208	248	(40)
16/20M tax	325	370	332	38
Neighborhood revitalization rebate	(1,374)	(1,205)	(1,239)	34
Total receipts	119,524	123,448	$ 119,072	$ 4,376
Expenditures:				
Health and welfare:				
County appropriation	120,000	125,000	$ 125,000	$ -
Receipts over (under) expenditures	(476)	(1,552)		
Unencumbered cash, beginning of year	8,224	7,748	$ 5,928	$ 1,820
Unencumbered cash, end of year	$ 7,748	$ 6,196		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

AMBULANCE 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 376,065	$ 310,001	$ 299,962	$ 10,039
Delinquent tax	3,555	2,686	1,892	794
Motor vehicle tax	37,041	37,267	35,703	1,564
Recreational vehicle tax	769	723	863	(140)
16/20M tax	710	1,269	1,158	111
State and federal aid	1,540	1,410	-	1,410
Charges for services	126,992	135,897	110,000	25,897
Other	22,558	781	-	781
Neighborhood revitalization rebate	(4,793)	(3,321)	(3,411)	90
Total receipts	564,437	486,713	$ 446,167	$ 40,546
Expenditures:				
Health and welfare:				
Personal services	231,631	264,423	$ 350,000	$ 85,577
Commodities	26,096	51,912	80,000	28,088
Contractual services	52,801	67,977	50,000	(17,977)
Capital outlay	9,946	-	120,000	120,000
Reimbursed expenditures	-	(5,780)	-	5,780
Transfer to equipment reserve	195,000	120,000	-	(120,000)
Total expenditures	515,474	498,532	$ 600,000	$ 101,468
Receipts over (under) expenditures	48,963	(11,819)		
Unencumbered cash, beginning of year	233,677	282,640	$ 153,833	$ 128,807
Unencumbered cash, end of year	$ 282,640	$ 270,821		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

APPRAISER'S COST 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 115,569	$ 102,715	$ 99,489	$ 3,226
Delinquent tax	1,464	954	582	372
Motor vehicle tax	12,164	11,562	10,976	586
Recreational vehicle tax	252	224	265	(41)
16/20M tax	253	413	356	57
Other	297	-	-	-
Neighborhood revitalization rebate	(1,473)	(1,100)	(1,131)	31
Total receipts	128,526	114,768	$ 110,537	$ 4,231
Expenditures:				
General government:				
Personal services	107,577	112,426	$ 126,402	$ 13,976
Commodities	6,245	7,116	10,100	2,984
Contractual services	22,825	18,601	25,300	6,699
Capital outlay	-	-	2,500	2,500
Transfer to equipment reserve	2,500	2,500	-	(2,500)
Total expenditures	139,147	140,643	$ 164,302	$ 23,659
Receipts over (under) expenditures	(10,621)	(25,875)		
Unencumbered cash, beginning of year	99,573	88,952	$ 53,765	$ 35,187
Unencumbered cash, end of year	$ 88,952	$ 63,077		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

DIRECT ELECTION EXPENSE 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 19,776	$ 42,693	$ 41,408	$ 1,285
Delinquent tax	294	223	100	123
Motor vehicle tax	3,201	2,187	1,886	301
Recreational vehicle tax	67	43	46	(3)
16/20M tax	45	113	61	52
Other	45	10	-	10
Neighborhood revitalization rebate	(252)	(457)	(471)	14
Total receipts	23,176	44,812	$ 43,030	$ 1,782
Expenditures:				
General government:				
Personal services	11,125	11,574	$ 13,000	$ 1,426
Commodities	1,211	2,633	6,000	3,367
Contractual services	14,071	23,777	25,000	1,223
Capital outlay	-	-	1,000	1,000
Reimbursed expenditures	(3,163)	-	-	-
Transfer to equipment reserve	1,000	1,000	-	(1,000)
Total expenditures	24,244	38,984	$ 45,000	$ 6,016
Receipts over (under) expenditures	(1,068)	5,828		
Unencumbered cash, beginning of year	23,828	22,760	$ 1,970	$ 20,790
Unencumbered cash, end of year	$ 22,760	$ 28,588		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

TORT LIABILITY EXPENSE 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 favorable (unfavorable)
Receipts	$ -	$ -	$ -	$ -
Expenditures:				
General government:				
Contractual services	-	-	$ 108,492	$ 108,492
Receipts over (under) expenditures	-	-		
Unencumbered cash, beginning of year	108,492	108,492	$ 108,492	$ -
Unencumbered cash, end of year	$ 108,492	$ 108,492		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

EMPLOYEE BENEFITS 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 1,236,844	$ 1,497,829	$ 1,449,240	$ 48,589
Delinquent tax	14,374	10,313	6,221	4,092
Motor vehicle tax	117,968	120,410	117,412	2,998
Recreational vehicle tax	2,421	2,333	2,839	(506)
16/20M tax	3,716	3,763	3,809	(46)
Neighborhood revitalization rebate	(15,764)	(16,045)	(16,479)	434
Total receipts	1,359,559	1,618,603	$ 1,563,042	$ 55,561
Expenditures:				
General government:				
Personal services	1,441,302	2,015,467	$ 2,015,467	$ -
Receipts over (under) expenditures	(81,743)	(396,864)		
Unencumbered cash, beginning of year	927,593	845,850	$ 452,425	$ 393,425
Unencumbered cash, end of year	$ 845,850	$ 448,986		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

RURAL FIRE DISTRICT 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 favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 56,887	$ 86,282	$ 83,339	$ 2,943
Delinquent tax	562	636	286	350
Motor vehicle tax	8,065	4,678	3,963	715
Recreational vehicle tax	152	82	95	(13)
16/20M tax	503	397	378	19
Gifts from wind energy companies	8,644	13,184	8,644	4,540
Other	1,000	-	-	-
Total receipts	75,813	105,259	$ 96,705	$ 8,554
Expenditures:				
Public safety:				
Personal services	2,508	7,253	$ 21,000	$ 13,747
Commodities	12,705	23,067	30,000	6,933
Contractual services	50,937	60,742	60,000	(742)
Capital outlay	3,983	19,367	50,000	30,633
Reimbursed expenditures	-	(204)	-	204
Transfer to equipment reserve	50,000	50,000	-	(50,000)
Total expenditures	120,133	160,225	$ 161,000	$ 775
Receipts over (under) expenditures	(44,320)	(54,966)		
Unencumbered cash, beginning of year	152,473	108,153	$ 64,295	$ 43,858
Unencumbered cash, end of year	$ 108,153	$ 53,187		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

COUNTY 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	Budget	Variance favorable (unfavorable)
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	$ 22,552	$ 30,340	$ 29,385	$ 955
Delinquent tax	213	230	-	230
Motor vehicle tax	2,330	1,757	1,604	153
Recreational vehicle tax	53	36	45	(9)
16/20M tax	126	130	124	6
Gifts from wind energy companies	3,376	4,655	3,375	1,280
Total receipts	28,650	37,148	$ 34,533	$ 2,615
Expenditures:				
Transfer to related municipal entity	36,800	36,800	$ 36,800	$ -
Receipts over (under) expenditures	(8,150)	348		
Unencumbered cash, beginning of year	11,200	3,050	$ 2,267	$ 783
Unencumbered cash, end of year	$ 3,050	$ 3,398		

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

PSAP 911E

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 favorable (unfavorable)
Receipts:				
Licenses, permits and fees	$ 64,895	$ 59,976	$ 50,000	$ 9,976
Interest	180	212	-	212
Total receipts	65,075	60,188	$ 50,000	$ 10,188
Expenditures:				
Contractual services	27,608	36,072	$ 100,000	$ 63,928
Capital outlay	26,445	53,598	50,000	(3,598)
Total expenditures	54,053	89,670	$ 150,000	$ 60,330
Receipts over (under) expenditures	11,022	(29,482)		
Unencumbered cash, beginning of year	182,792	193,814	$ 102,791	$ 91,023
Unencumbered cash, end of year	$ 193,814	$ 164,332	$ 2,791	

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2022

	Special highway	County clerk technology	County treasurer technology	Register of deeds technology	Special health
Receipts:					
State and federal aid	$ -	$ -	$ -	$ -	$ -
Licenses, permits and fees	-	2,190	2,191	8,762	-
Charges for services	-	-	-	-	78,947
Interest	-	-	-	-	-
Other	261,221	-	-	-	144,230
Operating transfers in	160,957	-	-	-	-
Total receipts	422,178	2,190	2,191	8,762	223,177
Expenditures:					
Personal services	-	-	-	-	-
Commodities	88,082	-	3,225	5,770	2,512
Contractual services	-	-	-	3,590	45,636
Capital outlay	1,140,705	-	-	-	10,244
Remittance to state	-	-	-	-	-
Miscellaneous	-	-	-	-	3,112
Operating transfers out	-	-	-	-	195,000
Total expenditures	1,228,787	-	3,225	9,360	256,504
Receipts over (under) expenditures	(806,609)	2,190	(1,034)	(598)	(33,327)
Unencumbered cash, beginning of year	945,823	7,409	6,679	11,557	403,346
Unencumbered cash, end of year	$ 139,214	$ 9,599	$ 5,645	$ 10,959	$ 370,019

Regional bio-terrorism	Ambulance special equipment	Ambulance special equipment - South	Search and rescue	Enhanced 911 grant	Capital improve-ments	Equipment reserve
$ 19,241	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	12,429	10,473
-	200	5,455	-	-	67,470	-
-	-	-	-	-	424,528	340,000
19,241	200	5,455	-	-	504,427	350,473
-	-	-	-	-	-	-
-	1,874	-	-	-	-	-
22,537	-	-	-	-	4,680	-
-	3,845	4,086	-	-	272,724	154,853
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
22,537	5,719	4,086	-	-	277,404	154,853
(3,296)	(5,519)	1,369	-	-	227,023	195,620
3,296	29,217	7,459	146	3,561	1,932,653	1,222,639
$ -	$ 23,698	$ 8,828	$ 146	$ 3,561	$ 2,159,676	$ 1,418,259

GRAY COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2022

	Prosecuting attorney trust	Local drug seizure	Sex offender	Special law enforcement trust	Law enforcement equipment
Receipts:					
State and federal aid	$ -	$ -	$ -	$ -	$ -
Licenses, permits and fees	1,972	-	1,640	-	-
Charges for services	-	-	-	-	-
Interest	-	-	-	559	-
Other	-	50	-	4,259	-
Operating transfers in	-	-	-	-	-
Total receipts	1,972	50	1,640	4,818	-
Expenditures:					
Personal services	-	-	-	-	-
Commodities	-	-	-	-	-
Contractual services	-	-	596	-	-
Capital outlay	-	-	-	-	-
Remittance to state	1,001	-	-	-	-
Miscellaneous	-	-	-	-	-
Operating transfers out	-	-	-	-	-
Total expenditures	1,001	-	596	-	-
Receipts over (under) expenditures	971	50	1,044	4,818	-
Unencumbered cash, beginning of year	26,852	71,330	3,277	4,833	4,178
Unencumbered cash, end of year	$ 27,823	$ 71,380	$ 4,321	$ 9,651	$ 4,178

See Independent Auditor's Report.

Alcohol programs	Parks and recreation	Rural fire training	Veterans memorial	Special vehicle	Postage	Drug task force	Total
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 19,241
-	-	-	-	66,376	-	-	83,131
-	-	-	-	-	764	-	79,711
-	-	-	-	-	-	-	23,461
-	-	400	-	-	-	-	483,285
-	-	-	-	-	-	-	925,485
-	-	400	-	66,376	764	-	1,614,314
-	-	-	-	38,034	-	-	38,034
-	-	-	-	1,046		-	102,509
-	-	-	-	-	-	-	77,039
-	-	-	-	-	-	-	1,586,457
-	-	-	-	-	-	-	1,001
-	-	-	-	-	-	-	3,112
-	-	-	-	26,871	-	-	221,871
-	-	-	-	65,951	-	-	2,030,023
-	-	400	-	425	764	-	(415,709)
523	335	9,838	952	25,841	7,270	894	4,729,908
$ 523	$ 335	$ 10,238	$ 952	$ 26,266	$ 8,034	$ 894	$ 4,314,199

GRAY COUNTY, KANSAS

SELF-INSURANCE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

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

	2021	2022
Receipts:		
Charges for services	$ 604,170	$ 943,156
Expenditures:		
Claims	1,254,149	607,904
Reimbursements	(786,983)	(51,261)
Total expenditures	467,166	556,643
Receipts over (under) expenditures	137,004	386,513
Unencumbered cash, beginning of year	115,037	252,041
Unencumbered cash, end of year	$ 252,041	$ 638,554

See Independent Auditor's Report.

GRAY COUNTY, KANSAS

AGENCY FUNDS

SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the Year Ended December 31, 2022

Funds	Beginning cash balance	Receipts	Disbursements	Ending cash balance
County clerk	$ -	$ 4,184	$ 4,184	$ -
Register of deeds	9,216	73,573	76,976	5,813
District court	63,512	64,761	55,191	73,082
Sheriff	494	10,896	10,896	494
Ambulance grant	5,426	-	5,361	65
County treasurer	11,999,132	19,024,027	18,376,848	12,646,311
Local taxing districts	554	10,167,240	10,167,233	561
Heritage Trust Fund	850	4,381	4,704	527
Motor vehicle fees and sales tax collection	67,458	1,429,310	1,385,052	111,716
Wind farm donation	-	1,480,242	1,480,242	-
Payroll clearing funds	381,890	2,976,715	3,016,799	341,806
Law library	44,747	7,815	8,356	44,206
Total agency funds	$ 12,573,279	$ 35,243,144	$ 34,591,842	$ 13,224,581

See Independent Auditor's Report.