

CITY OF OSBORNE, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2022

CITY OF OSBORNE, KANSAS
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For the Year Ended December 31, 2022

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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Osborne, Kansas
Osborne, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **City of Osborne, 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 matters 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 Auditors' 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.

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



ADAMSBROWN, LLC
Certified Public Accountants
Hays, Kansas

July 5, 2023

CITY OF OSBORNE, 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 Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Regulatory Basis Fund Types							
General Fund	\$ 471,811	5,832	1,084,972	1,140,923	421,692	113,685	535,377
Special Purpose Funds							
Special Highway Fund	73,829	-	35,224	38,222	70,831	306	71,137
Library Fund	11,610	-	77,568	72,855	16,323	94	16,417
Recreation Fund	19,738	-	106,193	89,023	36,908	43,142	80,050
Special Parks Fund	22,583	-	-	-	22,583	-	22,583
Equipment Fund	1,088	-	-	-	1,088	-	1,088
Permanent Recreation, Park Equipment and Facilities Fund	28,042	-	5,000	17,700	15,342	-	15,342
Pool Project Fund	100	-	-	100	-	-	-
Emergency Services Building Fund	15,814	-	12,000	375	27,439	-	27,439
American Rescue Plan Act Fund	97,059	-	97,059	147,848	46,270	65,848	112,118
Bond and Interest Fund							
Bond and Interest Fund	769	-	50,356	51,125	-	-	-
Business Funds							
Golf Fund	51,298	-	75,673	57,664	69,307	10,276	79,583
Electric and Water Fund	1,776,475	-	2,540,992	2,660,236	1,657,231	52,473	1,709,704
Electric Utility Reserve Fund	1,396,220	-	250,000	-	1,646,220	-	1,646,220
Sewer Fund	196,507	-	100,466	125,119	171,854	876	172,730
Airport Fund	11,518	-	11,176	16,441	6,253	2,007	8,260
Trust Funds							
Economic Development Revolving Loan Fund	551,270	-	62,537	-	613,807	-	613,807
Permanent Trust - Cemetery Fund	25,312	-	475	-	25,787	-	25,787
Permanent Trust - Park Fund	2,396	-	-	-	2,396	-	2,396
Subtotal Primary Government	4,753,439	5,832	4,509,691	4,417,631	4,851,331	288,707	5,140,038
Related Municipal Entity							
Public Library	64,984	-	65,529	56,775	73,737	-	73,737
Total Primary Government	\$ 4,818,423	5,832	4,575,220	4,474,406	4,925,068	288,707	5,213,775
Composition of Cash							
						Checking Accounts	\$ 1,159,698
						Savings Accounts	2,380,240
						Cash on Hand	100
						Certificates of Deposit	1,600,000
						Subtotal Primary Government	5,140,038
						Related Municipal Entity	73,737
						Total Primary Government	\$ 5,213,775

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

CITY OF OSBORNE, KANSAS

Notes to Financial Statement
December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Osborne, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The City is a municipal corporation governed by an elected seven-member council. This financial statement presents the City (the municipality) and its related municipal entity, Osborne Public Library, shown below. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents. This financial statement does not include the related municipal entity, Osborne Housing Authority, shown below.

Osborne Public Library

The City's Library Board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City.

Osborne Housing Authority

The City's Housing Authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Audited financial statements can be obtained by contacting the housing authority's office.

Basis of Presentation – Fund Accounting

The accounts of the City 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 City 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 Fund – used to account for the proceeds of specific tax levies and other specific revenue 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.

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

Trust Fund – fund 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.).

CITY OF OSBORNE, KANSAS

Notes to Financial Statement

December 31, 2022

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The 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 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 City to use the regulatory basis of accounting.

Reimbursements

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting.

NOTE 2 – 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.

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in 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 10 days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

If the City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The City did hold a revenue neutral rate hearing this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

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

CITY OF OSBORNE, KANSAS
Notes to Financial Statement
December 31, 2022

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 revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for trust funds or the following special purpose funds: Pool Project Fund, Emergency Services Building Fund and American Rescue Plan Act Fund.

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

NOTE 3 – DEPOSITS AND INVESTMENTS

City of Osborne, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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

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

Concentration of Credit Risk

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

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City does not use "peak periods". All deposits were legally secured at December 31, 2022.

At December 31, 2022, the City's carrying amount of deposits was \$5,140,038 and the bank balance was \$5,242,798. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$750,000 was covered by federal depository insurance and \$4,492,798 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

CITY OF OSBORNE, KANSAS

Notes to Financial Statement

December 31, 2022

At December 31, 2022, the Public Library's carrying amount of deposits was \$73,737 and the bank balance was \$75,651. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, all was covered by federal depository insurance.

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. The City had no investments at December 31, 2022.

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Osborne, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2022 were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
Electric and Water Fund	Electric Utility Reserve Fund	K.S.A. 12-825d	\$ 250,000
Electric and Water Fund	General Fund	K.S.A. 12-825d	240,000
Electric and Water Fund	Bond and Interest Fund	K.S.A. 12-825d	29,291
Electric and Water Fund	Golf Fund	K.S.A. 12-825d	15,000
Recreation Fund	Permanent Recreation, Park Equipment and Facilities Fund	K.S.A. 12-1,117	5,000
Pool Project Fund	General Fund	Council Approved	100

NOTE 5 – LITIGATION

City of Osborne, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

NOTE 6 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; damage to and destruction of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than related to employee health benefits. Settled claims have not exceeded this commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

NOTE 7 – GRANTS AND SHARED REVENUES

City of Osborne, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

CITY OF OSBORNE, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 8 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

City of Osborne, Kansas 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 Annual Comprehensive Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.90% for the fiscal year ended December 31, 2022. Contributions to the pension plan from the City were \$66,893 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 \$754,841. 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.

NOTE 9 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Osborne, Kansas** allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually,

CITY OF OSBORNE, KANSAS

Notes to Financial Statement

December 31, 2022

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.

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 payments. The employer contribution rate is set at 1% for the year ended December 31, 2022.

NOTE 10 – COMPENSATED ABSENCES

Vacation

All employees of **City of Osborne, Kansas**, except temporary and part-time employees, accumulate and carry forward vacation as designated in the following schedule. Employees are paid for all accumulated vacation at their current wage rate upon termination of employment. The Public Library follows the same policy as the City. The Library Director is the only eligible employee and is paid by the City.

<u>Years of Service</u>	<u>Amount Earned</u>	<u>Vacation Days Allowed to Carry Over</u>
0-5	10 days/year	15.0 days/year
6	11 days/year	16.5 days/year
7	12 days/year	18.0 days/year
8	13 days/year	19.5 days/year
9	14 days/year	21.0 days/year
10 and over	15 days/year	22.5 days/year

Sick Leave

All employees of the City, except temporary and part-time employees, accumulate sick leave at a rate of 12 days per year. They may accumulate a maximum of 120 days of sick leave. Upon termination of employment, no sick leave is paid to the employee. If an employee retires after age 62 or upon full retirement and has earned 85 points from KPERS, the employee is paid one-half of his/her accumulated sick leave. The Public Library follows the same policy as the City. The Library Director is the only eligible employee and is paid by the City.

Comp Time

Full-time employees of the City earn comp time at the rate of time and a half for every hour over 40 hours worked during a week, which is paid on the following pay day. However, at the discretion of the department head, an employee may be given compensatory time off in lieu of cash payments. The Public Library follows the same policy as the City. The Library Director is the only eligible employee and is paid by the City.

Personal Leave

Employees considered to be in a supervisory position will be entitled up to five personal days per year not to exceed one day per month. Personal leave is not accumulative.

CITY OF OSBORNE, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 11 – LOAN AGREEMENTS

City of Osborne, Kansas has entered into the following economic revolving loans. The economic purpose of these loans was for the purchase of property and buildings and for startup costs for the businesses within the City of Osborne.

<u>Loan Date</u>	<u>Duration in Years</u>	<u>Interest Rate</u>		<u>Monthly Payment</u>
11/20/12	15	4.00	\$	777
04/15/13	15	4.00		592
07/15/18	15	4.00		473
10/18/19	10	4.00		354
10/06/20	3	0.00		278
10/06/20	3	0.00		278
04/15/21	15	4.00		180
07/14/21	10	4.00		120

NOTE 12 – DEBT RESTRICTIONS AND COVENANTS

KDHE Water Pollution Loan

City of Osborne, Kansas entered into a loan agreement with the Kansas Department of Health and Environment to fund repairs of the sewer line in the amount of \$292,010. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds. The City is in compliance with this requirement as of December 31, 2022 as it is providing dedicated funds through wastewater fees.

NOTE 13 – LONG-TERM DEBT

City of Osborne, Kansas has the following types of long-term debt.

General Obligations Bonds

On November 9, 2012, the City issued \$475,000 in General Obligation Bonds – Series B for the purpose of refinancing the outstanding balance of a loan agreement with the Kansas Department of Health and Environment dated June 15, 1999 and to permanently finance additional improvements to the City's public water supply system.

KDHE Revolving Loan

The City entered into a \$292,010 revolving loan agreement on December 20, 2007 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance the repairs of the sewer line. This agreement was amended on April 28, 2009. The City uses proceeds generated by the operation of the facility for loan repayment, which began March 17, 2010.

CITY OF OSBORNE, KANSAS

Regulatory-Required Supplementary Information

CITY OF OSBORNE, KANSAS
Notes to Financial Statement
December 31, 2022

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 Paid
General Obligation Bonds									
Improvement Project Series B	0.50 - 2.25%	11/09/12	\$ 475,000	11/09/22	\$ 50,000	-	(50,000)	-	1,125
KDHE Loan									
KDHE Water Pollution	2.67%	04/28/09	292,010	04/28/30	148,173	-	(14,772)	133,401	3,497
Total Contractual Indebtedness					\$ 198,173	-	(64,772)	133,401	4,622

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

	YEAR						Total
	2023	2024	2025	2026	2027	2028-2030	
Principal							
KDHE Loan	15,169	15,577	15,995	16,425	16,867	53,369	133,401
Interest							
KDHE Loan	3,137	2,768	2,388	1,998	1,598	2,285	14,175
Total Principal and Interest	\$ 18,306	18,344	18,383	18,424	18,465	55,654	147,576

CITY OF OSBORNE, 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 Over (Under)
Regulatory Basis Fund Types					
General Fund	\$ 1,287,580	-	1,287,580	1,140,923	(146,657)
Special Purpose Funds					
Special Highway Fund	101,845	-	101,845	38,222	(63,623)
Library Fund	82,350	-	82,350	72,855	(9,495)
Recreation Fund	31,850	60,716	92,566	89,023	(3,543)
Special Parks Fund	23,466	-	23,466	-	(23,466)
Equipment Fund	1,088	-	1,088	-	(1,088)
Permanent Recreation Park Equipment and Facilities Fund	32,642	-	32,642	17,700	(14,942)
Bond and Interest Fund					
Bond and Interest Fund	51,125	-	51,125	51,125	-
Business Funds					
Golf Fund	47,500	10,276	57,776	57,664	(112)
Electric and Water Fund	3,093,401	-	3,093,401	2,660,236	(433,165)
Sewer Fund	150,830	-	150,830	125,119	(25,711)
Airport Fund	20,205	-	20,205	16,441	(3,764)

CITY OF OSBORNE, 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Ad Valorem Tax	\$ 433,568	526,461	538,559	(12,098)
Delinquent Tax	18,198	16,720	-	16,720
Motor Vehicle Tax	74,126	71,155	68,335	2,820
Commercial Vehicle Fees	4,499	5,086	5,348	(262)
Recreational Vehicle Tax	1,875	1,956	1,713	243
16/20M Vehicle Tax	1,339	1,810	1,360	450
Watercraft Tax	510	528	551	(23)
Local Sales/Use Tax	66,897	70,713	52,000	18,713
Liquor Tax	277	-	205	(205)
Licenses and Permits	8,751	9,598	4,500	5,098
Franchise Taxes	31,487	40,402	29,000	11,402
Highway Connecting Links	15,090	15,000	9,000	6,000
Fines and Bond Payments	12,876	6,150	7,500	(1,350)
Sale of Assets	29	180	-	180
Cemetery Lots and Permits	6,300	4,300	2,000	2,300
Osborne County Rock Receipts	2,219	791	500	291
Sale of Fireworks	-	-	100	(100)
Refunds	26,200	21,843	-	21,843
Rent Income	5,818	5,871	6,000	(129)
Swimming Pool	21,592	19,777	11,500	8,277
Miscellaneous	5,592	2,357	500	1,857
Interest Income	10,788	12,228	5,500	6,728
Grant Funds	25,000	-	-	-
Transfers In	240,000	240,100	240,000	100
Federal Aid - FEMA	-	12,264	-	12,264
State Aid - FEMA	-	1,022	-	1,022
Neighborhood Revitalization Rebate	(3,484)	(1,340)	(1,223)	(117)
Total Receipts	1,009,547	1,084,972	982,948	102,024
Expenditures				
General Government				
Personal Services	52,790	54,234	80,000	(25,766)
Contractual	62,190	64,158	61,000	3,158
Commodities	4,905	4,895	5,000	(105)
Miscellaneous	29,675	2,303	1,000	1,303
FEMA Disbursements	-	5,341	-	5,341
Cash Forward	-	-	42,500	(42,500)
Total General Government	\$ 149,560	130,931	189,500	(58,569)

CITY OF OSBORNE, 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Police Department				
Personal Services	\$ 150,504	160,593	166,000	(5,407)
Contractual	9,854	7,940	9,000	(1,060)
Commodities	33,000	30,999	15,000	15,999
Capital Outlay	44,478	30,204	1,080	29,124
Attorney Fee/Inmate Expenses	-	-	10,850	(10,850)
Animal Control	-	-	1,500	(1,500)
Miscellaneous	16,053	1,767	15,500	(13,733)
Total Police Department	<u>253,889</u>	<u>231,503</u>	<u>218,930</u>	<u>12,573</u>
Fire Department				
Contractual	2,848	2,967	6,000	(3,033)
Commodities	4,836	3,120	11,150	(8,030)
Total Fire Department	<u>7,684</u>	<u>6,087</u>	<u>17,150</u>	<u>(11,063)</u>
Street Department				
Personal Services	37,341	40,877	38,000	2,877
Contractual	4,652	5,001	7,000	(1,999)
Commodities	88,442	74,853	82,500	(7,647)
Capital Outlay	1,092	151,261	135,000	16,261
Total Street Department	<u>131,527</u>	<u>271,992</u>	<u>262,500</u>	<u>9,492</u>
Ball Field				
Personal Services	9,021	6,167	5,500	667
Contractual	10	10	1,600	(1,590)
Commodities	2,889	5,572	10,400	(4,828)
Total Ball Field	<u>11,920</u>	<u>11,749</u>	<u>17,500</u>	<u>(5,751)</u>
Park Department				
Personal Services	36,963	38,383	40,000	(1,617)
Contractual	1,450	1,743	1,500	243
Commodities	7,600	8,076	7,600	476
Capital Outlay	36,858	28,651	55,200	(26,549)
Total Park Department	<u>82,871</u>	<u>76,853</u>	<u>104,300</u>	<u>(27,447)</u>
Cemetery				
Contractual	650	-	500	(500)
Commodities	4,009	5,069	4,700	369
Total Cemetery	<u>\$ 4,659</u>	<u>5,069</u>	<u>5,200</u>	<u>(131)</u>

CITY OF OSBORNE, 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Swimming Pool				
Personal Services	\$ 30,249	31,492	32,000	(508)
Contractual	133	259	2,500	(2,241)
Commodities	11,525	12,691	11,500	1,191
Capital Outlay	11,037	1,453	27,000	(25,547)
Total Swimming Pool	<u>52,944</u>	<u>45,895</u>	<u>73,000</u>	<u>(27,105)</u>
Tort Liability				
Contractual	<u>4,328</u>	<u>4,247</u>	<u>7,000</u>	<u>(2,753)</u>
Economic Development				
Personal Services	<u>28,922</u>	<u>29,790</u>	<u>29,500</u>	<u>290</u>
Golf				
Personal Services	<u>44,727</u>	<u>45,983</u>	<u>46,000</u>	<u>(17)</u>
City Office Building				
Personal Services	-	-	3,500	(3,500)
Contractual	7,451	7,174	9,000	(1,826)
Commodities	1,378	3,950	1,500	2,450
Total City Office Building	<u>8,829</u>	<u>11,124</u>	<u>14,000</u>	<u>(2,876)</u>
Ambulance				
Contractual	<u>27,000</u>	<u>27,000</u>	<u>27,000</u>	<u>-</u>
Employee Benefits				
Insurance Premiums	126,298	140,767	160,000	(19,233)
Payroll Taxes	33,132	33,979	29,000	4,979
Retirement	38,002	39,363	44,000	(4,637)
Unemployment Insurance	831	834	1,000	(166)
Workman's Compensation	40,871	27,757	42,000	(14,243)
Total Employee Benefits	<u>239,134</u>	<u>242,700</u>	<u>276,000</u>	<u>(33,300)</u>
Total Expenditures	<u>1,047,994</u>	<u>1,140,923</u>	<u>1,287,580</u>	<u>(146,657)</u>
Receipts Over (Under) Expenditures	(38,447)	(55,951)		
Unencumbered Cash - Beginning	510,258	471,811		
Prior Year Cancelled Encumbrances	-	5,832		
Unencumbered Cash - Ending	\$ <u>471,811</u>	<u>421,692</u>		

CITY OF OSBORNE, KANSAS
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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Gasoline Tax	\$ 37,032	35,224	32,710	2,514
Expenditures				
Personal Services	35,448	38,222	37,000	1,222
Contractual	-	-	4,000	(4,000)
Commodities	-	-	60,845	(60,845)
Total Expenditures	35,448	38,222	101,845	(63,623)
Receipts Over (Under) Expenditures	1,584	(2,998)		
Unencumbered Cash - Beginning	72,245	73,829		
Unencumbered Cash - Ending	\$ 73,829	70,831		

CITY OF OSBORNE, KANSAS
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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Ad Valorem Tax	\$ 61,808	63,969	65,434	(1,465)
Delinquent Tax	2,077	2,275	-	2,275
Motor Vehicle Tax	10,968	10,144	9,741	403
Commercial Vehicle Fees	657	725	762	(37)
Recreational Vehicle Tax	277	279	244	35
16/20M Vehicle Tax	206	264	194	70
Watercraft Tax	75	75	78	(3)
Neighborhood Revitalization Rebate	(497)	(163)	(149)	(14)
Total Receipts	<u>75,571</u>	<u>77,568</u>	<u>76,304</u>	<u>1,264</u>
Expenditures				
Personal Services	36,439	37,366	39,000	(1,634)
Contractual	674	567	1,500	(933)
Commodities	775	548	1,500	(952)
Capital Outlay	-	-	2,400	(2,400)
Appropriations to Library Board	37,575	34,350	36,950	(2,600)
Miscellaneous	-	24	1,000	(976)
Total Expenditures	<u>75,463</u>	<u>72,855</u>	<u>82,350</u>	<u>(9,495)</u>
Receipts Over (Under) Expenditures	108	4,713		
Unencumbered Cash - Beginning	<u>11,502</u>	<u>11,610</u>		
Unencumbered Cash - Ending	\$ <u>11,610</u>	<u>16,323</u>		

CITY OF OSBORNE, KANSAS
Recreation 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)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Ad Valorem Tax	\$ -	15,543	15,899	(356)
Delinquent Tax	372	444	-	444
Motor Vehicle Tax	2,147	-	-	-
Commercial Vehicle Fees	129	-	-	-
Recreational Vehicle Tax	54	-	-	-
16/20M Vehicle Tax	40	52	-	52
Watercraft Tax	15	-	-	-
Program Fees	30,229	29,478	3,500	25,978
Grant Funds	91,000	60,716	-	60,716
Neighborhood Revitalization Rebate	-	(40)	(36)	(4)
Total Receipts	123,986	106,193	<u>19,363</u>	<u>86,830</u>
Expenditures				
Contractual	8,300	10,250	17,000	(6,750)
Commodities	26,635	23,057	-	23,057
Summer Recreation Program	268	-	9,600	(9,600)
Miscellaneous	-	-	250	(250)
Grant Expenses - Equipment	91,000	50,716	-	50,716
Transfers Out	5,000	5,000	5,000	-
(a) Adjustment for Qualifying Budget Credit	-	-	60,716	(60,716)
Total Expenditures	131,203	89,023	<u>92,566</u>	<u>(3,543)</u>
Receipts Over (Under) Expenditures	(7,217)	17,170		
Unencumbered Cash - Beginning	26,955	19,738		
Unencumbered Cash - Ending	\$ <u>19,738</u>	<u>36,908</u>		
(a) Adjustment for Qualifying Budget Credit				
Grant Funds Over Amount Budgeted			\$ 60,716	

CITY OF OSBORNE, KANSAS
Special Parks 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Liquor Tax	\$ 277	-	205	(205)
Federal Aid	500	-	-	-
Total Receipts	777	-	<u>205</u>	<u>(205)</u>
Expenditures				
Capital Outlay	1,250	-	<u>23,466</u>	<u>(23,466)</u>
Receipts Over (Under) Expenditures	(473)	-		
Unencumbered Cash - Beginning	<u>23,056</u>	<u>22,583</u>		
Unencumbered Cash - Ending	\$ <u>22,583</u>	<u>22,583</u>		

CITY OF OSBORNE, KANSAS
Equipment 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts	\$ -	-	-	-
Expenditures				
Capital Outlay	-	-	1,088	(1,088)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	1,088	1,088		
Unencumbered Cash - Ending	\$ 1,088	1,088		

CITY OF OSBORNE, KANSAS
Permanent Recreation, Park Equipment and Facilities 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers In	\$ 5,000	5,000	5,000	-
Expenditures				
Capital Outlay	600	17,700	32,642	(14,942)
Receipts Over (Under) Expenditures	4,400	(12,700)		
Unencumbered Cash - Beginning	23,642	28,042		
Unencumbered Cash - Ending	\$ 28,042	15,342		

CITY OF OSBORNE, KANSAS
Pool Project 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)

	Prior Year Actual	Current Year Actual
Receipts		
Community Foundation	\$ 254,675	-
Federal Aid - CDBG Grant	245,438	-
Total Receipts	<u>500,113</u>	<u>-</u>
Expenditures		
Pool Project	377,682	-
Transfers Out	<u>-</u>	<u>100</u>
Total Expenditures	<u>377,682</u>	<u>100</u>
Receipts Over (Under) Expenditures	122,431	(100)
Unencumbered Cash - Beginning	<u>(122,331)</u>	<u>100</u>
Unencumbered Cash - Ending	<u>\$ 100</u>	<u>-</u>

CITY OF OSBORNE, KANSAS
Emergency Services Building 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)

	Prior Year Actual	Current Year Actual
Receipts		
Rents	\$ 12,000	12,000
Expenditures		
Commodities	956	375
Receipts Over (Under) Expenditures	11,044	11,625
Unencumbered Cash - Beginning	4,770	15,814
Unencumbered Cash - Ending	\$ 15,814	27,439

CITY OF OSBORNE, KANSAS
American Rescue Plan Act 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)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid - ARPA Funds	\$ 97,059	97,059
Expenditures		
Capital Outlay	-	147,848
Receipts Over (Under) Expenditures	97,059	(50,789)
Unencumbered Cash - Beginning	-	97,059
Unencumbered Cash - Ending	\$ <u>97,059</u>	<u>46,270</u>

CITY OF OSBORNE, KANSAS
Bond and Interest 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Ad Valorem Tax	\$ 92,077	-	-	-
Delinquent Tax	3,220	3,968	-	3,968
Motor Vehicle Tax	16,587	15,111	14,512	599
Commercial Vehicle Fees	941	1,080	1,136	(56)
Recreational Vehicle Tax	416	415	364	51
16/20M Vehicle Tax	360	378	289	89
Watercraft Tax	496	113	117	(4)
Transfers In	52,000	29,291	33,801	(4,510)
Neighborhood Revitalization Rebate	(740)	-	-	-
Total Receipts	165,357	50,356	50,219	137
Expenditures				
Bond Principal	162,000	50,000	50,000	-
Interest	5,748	1,125	1,125	-
Total Expenditures	167,748	51,125	51,125	-
Receipts Over (Under) Expenditures	(2,391)	(769)		
Unencumbered Cash - Beginning	3,160	769		
Unencumbered Cash - Ending	\$ 769	-		

CITY OF OSBORNE, KANSAS
Golf 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Fees and Collections	\$ 35,996	38,956	28,000	10,956
Rent	9,324	10,753	9,600	1,153
Donations	191	40	-	40
Transfers In	15,000	15,000	15,000	-
Grant	10,000	10,276	-	10,276
Miscellaneous	459	648	-	648
Total Receipts	<u>70,970</u>	<u>75,673</u>	<u>52,600</u>	<u>23,073</u>
Expenditures				
Personal Services	10,301	7,793	8,000	(207)
Contractual	2,775	3,927	6,000	(2,073)
Commodities	18,621	21,007	15,000	6,007
Grant Expense	10,000	10,276	3,500	6,776
Capital Outlay	14,411	14,661	15,000	(339)
(a) Adjustment for Qualifying Budget Credit	-	-	10,276	(10,276)
Total Expenditures	<u>56,108</u>	<u>57,664</u>	<u>57,776</u>	<u>(112)</u>
Receipts Over (Under) Expenditures	14,862	18,009		
Unencumbered Cash - Beginning	<u>36,436</u>	<u>51,298</u>		
Unencumbered Cash - Ending	\$ <u>51,298</u>	<u>69,307</u>		

(a) Adjustment for Qualifying Budget Credit

Grant Over Amount Budgeted \$ 10,276

CITY OF OSBORNE, KANSAS

Electric and 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)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Electric Utility				
Customer Sales	\$ 2,282,646	2,284,531	2,250,000	34,531
Penalties	10,830	10,258	-	10,258
Licenses and Permits	1,400	300	-	300
Rent	160	200	-	200
Refunds	166	821	5,000	(4,179)
Miscellaneous	2,370	8,471	-	8,471
Total Electric Utility	<u>2,297,572</u>	<u>2,304,581</u>	<u>2,255,000</u>	<u>49,581</u>
Water Utility				
Customer Sales	214,173	224,435	215,000	9,435
Miscellaneous	9,300	11,976	15,000	(3,024)
Total Water Utility	<u>223,473</u>	<u>236,411</u>	<u>230,000</u>	<u>6,411</u>
Total Receipts	<u>2,521,045</u>	<u>2,540,992</u>	<u>2,485,000</u>	<u>55,992</u>
Expenditures				
Electric Production				
Personal Services	102,665	113,453	120,000	(6,547)
Contractual	6,419	11,051	10,000	1,051
Commodities	30,975	28,563	30,000	(1,437)
Capital Outlay	26,955	52,866	84,000	(31,134)
Fuel and Electricity	1,050,311	1,069,318	1,220,000	(150,682)
Insurance	25,542	26,308	28,000	(1,692)
Total Electric Production	<u>1,242,867</u>	<u>1,301,559</u>	<u>1,492,000</u>	<u>(190,441)</u>
Electric Distribution				
Personal Services	107,021	106,075	170,000	(63,925)
Contractual	31,697	11,885	19,000	(7,115)
Commodities	70,141	70,470	65,000	5,470
Capital Outlay	66,809	110,452	111,500	(1,048)
Auto	1,116	1,116	7,000	(5,884)
Transfers Out	15,000	15,000	15,000	-
Total Electric Distribution	<u>\$ 291,784</u>	<u>314,998</u>	<u>387,500</u>	<u>(72,502)</u>

CITY OF OSBORNE, KANSAS

Electric and 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Electric Administration				
Personal Services	\$ 55,111	54,339	60,000	(5,661)
Contractual	19,868	17,852	20,000	(2,148)
Commodities	10,978	11,069	11,000	69
Insurance	22,893	26,445	25,000	1,445
Sales Tax	65,273	67,912	87,500	(19,588)
Payroll Taxes	18,522	19,224	30,000	(10,776)
Retirement	23,590	24,331	37,300	(12,969)
Health Insurance	58,114	58,193	96,000	(37,807)
Service Trust	-	-	7,000	(7,000)
Economic Development	8,041	9,387	15,800	(6,413)
Refunds	5,007	3,090	11,500	(8,410)
Transfers Out	490,000	490,000	490,000	-
Miscellaneous	128	6	2,000	(1,994)
Total Electric Administration	<u>777,525</u>	<u>781,848</u>	<u>893,100</u>	<u>(111,252)</u>
Water Production				
Personal Services	34,726	20,250	37,000	(16,750)
Contractual	9,783	9,983	10,000	(17)
Commodities	16,360	17,430	16,000	1,430
Capital Outlay	12,721	29,645	49,000	(19,355)
Auto	-	-	1,000	(1,000)
Total Water Production	<u>73,590</u>	<u>77,308</u>	<u>113,000</u>	<u>(35,692)</u>
Water Distribution				
Personal Services	32,521	18,900	30,000	(11,100)
Contractual	14,674	15,055	15,000	55
Commodities	10,157	12,445	10,000	2,445
Capital Outlay	11,080	45,965	40,000	5,965
Auto	4,729	9,940	9,000	940
Total Water Distribution	<u>\$ 73,161</u>	<u>102,305</u>	<u>104,000</u>	<u>(1,695)</u>

CITY OF OSBORNE, KANSAS

Electric and 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Water Administration				
Contractual	\$ 7,330	6,937	8,000	(1,063)
Commodities	2,976	1,336	4,300	(2,964)
Insurance	6,541	7,556	10,000	(2,444)
Payroll Taxes	4,341	2,573	5,000	(2,427)
Retirement	6,330	3,693	8,700	(5,007)
Health Insurance	27,362	15,179	30,000	(14,821)
Water Protection Fee	2,556	2,728	4,000	(1,272)
Contingency Reserve	17,500	12,925	-	12,925
Transfers Out	52,000	29,291	33,801	(4,510)
Total Water Administration	<u>126,936</u>	<u>82,218</u>	<u>103,801</u>	<u>(21,583)</u>
Total Expenditures	<u>2,585,863</u>	<u>2,660,236</u>	<u>3,093,401</u>	<u>(433,165)</u>
Receipts Over (Under) Expenditures	(64,818)	(119,244)		
Unencumbered Cash - Beginning	<u>1,841,293</u>	<u>1,776,475</u>		
Unencumbered Cash - Ending	\$ <u>1,776,475</u>	<u>1,657,231</u>		

CITY OF OSBORNE, KANSAS
Electric Utility Reserve 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)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 250,000	250,000
Expenditures	-	-
Receipts Over (Under) Expenditures	250,000	250,000
Unencumbered Cash - Beginning	1,146,220	1,396,220
Unencumbered Cash - Ending	\$ <u>1,396,220</u>	<u>1,646,220</u>

CITY OF OSBORNE, KANSAS
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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Customer Sales	\$ 97,382	100,466	91,000	9,466
Expenditures				
Personal Services	33,698	37,292	50,000	(12,708)
Contractual	3,209	4,021	8,000	(3,979)
Commodities	-	-	1,000	(1,000)
Capital Outlay	13,715	24,548	25,000	(452)
KDHE Water Pollution Loan	18,630	18,630	18,630	-
Operating Expenses	9,610	9,051	7,500	1,551
Insurance	6,541	7,556	10,000	(2,444)
Auto	1,500	-	8,000	(8,000)
Payroll Taxes	2,057	2,358	3,000	(642)
Health Insurance	20,639	18,151	16,000	2,151
Retirement	3,144	3,512	3,700	(188)
Total Expenditures	112,743	125,119	150,830	(25,711)
Receipts Over (Under) Expenditures	(15,361)	(24,653)		
Unencumbered Cash - Beginning	211,868	196,507		
Unencumbered Cash - Ending	\$ 196,507	171,854		

CITY OF OSBORNE, KANSAS

Airport 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)

	Prior Year Actual	Current Year		Variance Over Over (Under)
		Actual	Budget	
Receipts				
Rent	\$ 7,196	10,576	8,000	2,576
Insurance Reimbursements	-	600	-	600
Total Receipts	7,196	11,176	<u>8,000</u>	<u>3,176</u>
Expenditures				
Personal Services	2,110	1,482	4,000	(2,518)
Contractual	12,331	10,858	12,000	(1,142)
Commodities	5,010	4,101	4,205	(104)
Total Expenditures	19,451	16,441	<u>20,205</u>	<u>(3,764)</u>
Receipts Over (Under) Expenditures	(12,255)	(5,265)		
Unencumbered Cash - Beginning	23,773	11,518		
Unencumbered Cash - Ending	\$ <u>11,518</u>	<u>6,253</u>		

CITY OF OSBORNE, KANSAS
Economic Development Revolving Loan 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)

	Prior Year Actual	Current Year Actual
Receipts		
Loan Repayments	\$ 141,894	60,731
Interest Income	1,992	1,806
Total Receipts	143,886	62,537
Expenditures		
Loans	95,000	-
Receipts Over (Under) Expenditures	48,886	62,537
Unencumbered Cash - Beginning	502,384	551,270
Unencumbered Cash - Ending	\$ 551,270	613,807

CITY OF OSBORNE, KANSAS
Permanent Trust - Cemetery 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)

	Prior Year Actual	Current Year Actual
Receipts		
Cemetery Lots and Permits	\$ 800	475
Expenditures	-	-
Receipts Over (Under) Expenditures	800	475
Unencumbered Cash - Beginning	24,512	25,312
Unencumbered Cash - Ending	\$ 25,312	25,787

CITY OF OSBORNE, KANSAS
Permanent Trust - Park 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)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	<u>2,396</u>	<u>2,396</u>
Unencumbered Cash - Ending	<u>\$ 2,396</u>	<u>2,396</u>

CITY OF OSBORNE, KANSAS
Public Library
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)

	Prior Year Actual	Current Year Actual
Receipts		
CKLS	\$ 11,272	12,015
State Aid	362	367
Federal Aid	262	-
Interest Income	5	14
Fines and Copies	1,835	1,978
Contributions	13,164	14,154
Grants	1,432	261
Appropriations From City of Osborne	37,575	34,350
Miscellaneous	2,365	2,390
Total Receipts	<u>68,272</u>	<u>65,529</u>
Expenditures		
Salaries	14,306	15,301
Utilities	2,067	2,338
Books, Periodicals, and Records	17,974	17,830
Supplies	4,624	1,702
Capital Outlay	6,606	7,707
Miscellaneous	8,816	7,610
Mileage	1,102	943
Cleaning	3,055	3,345
Total Expenditures	<u>58,550</u>	<u>56,775</u>
Receipts Over (Under) Expenditures	9,722	8,753
Unencumbered Cash - Beginning	<u>55,262</u>	<u>64,984</u>
Unencumbered Cash - Ending	<u>\$ 64,984</u>	<u>73,737</u>