

CITY OF STAFFORD, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2022

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TABLE OF CONTENTS

Independent Auditors' Report	1
Summary Statement of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis	4
Notes to Financial Statement	5
Regulatory–Required Supplementary Information	
Schedule 1 – Summary of Expenditures – Actual and Budget – Regulatory Basis	15
Schedule 2 – Schedule of Receipts and Expenditures – Regulatory Basis Individually presented by fund	
Regulatory Basis Type Funds	
General Fund	
2-1 General Fund	16
Special Purpose Funds	
2-2 Library Fund	17
2-3 Fire Equipment Reserve Fund	18
2-4 Airport Fund	19
2-5 Special Parks and Recreation Fund	20
2-6 Special Highway Fund	21
2-7 Equipment Reserve Fund	22
2-8 Capital Improvement Fund	23
2-9 Community Education Fund	24
2-10 City Attorney Diversion Fund	25
2-11 Swimming Pool Fund	26
2-12 Covid-19 Federal Grant Fund	27
2-13 Land Bank M.I.H. Grant Fund	28
Business Funds	
2-14 Electrical and Streets Improvement Fund	29
2-15 Equipment Reserve Depreciation Fund	30
2-16 Bond Reserve Fund	31
2-17 Water Reserve Fund	32
2-18 Power Plant Reserve Fund	33
2-19 Sewer Reserve Fund	34
2-20 Water and Light Fund	35
2-21 Sewer Service Fund	36
2-22 Trash Fund	37
2-23 Ritz Theatre Fund	38
Related Municipal Entities	
2-24 Stafford Public Building Commission – Swimming Pool Fund	39
2-25 Land Bank Fund	40
Schedule 3 – Summary of Receipts and Disbursements – Regulatory Basis Agency Funds	41

INDEPENDENT AUDITORS' REPORT

To the City Council
City of Stafford, Kansas
Stafford, 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 Stafford, 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 Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Responsibilities of Management for the Financial Statement

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

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, 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 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 dated August 22, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2022 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2021, on the basis of accounting described in Note 1.



ADAMSBROWN, LLC
Certified Public Accountants
Great Bend, Kansas

August 14, 2023

CITY OF STAFFORD, 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	\$ 172,208	-	968,318	921,772	218,754	9,435	228,189
Special Purpose Funds							
Library Fund	-	-	23,555	23,555	-	-	-
Fire Equipment Reserve Fund	141,050	-	51	-	141,101	-	141,101
Airport Fund	59,274	-	8,015	14,888	52,401	1,516	53,917
Special Parks and Recreation Fund	2,453	-	783	-	3,236	-	3,236
Special Highway Fund	48,050	-	25,101	10,022	63,129	-	63,129
Equipment Reserve Fund	54,080	-	25,250	-	79,330	-	79,330
Capital Improvement Fund	91,240	-	45,239	-	136,479	-	136,479
Community Education Fund	8,258	-	10,521	3,358	15,421	339	15,760
City Attorney Diversion Fund	3,231	-	3,102	-	6,333	-	6,333
Swimming Pool Fund	226,866	-	158,397	88,300	296,963	-	296,963
Covid-19 Federal Grant Fund	72,413	-	72,413	11,450	133,376	-	133,376
Land Bank M.I.H. Grant Fund	(20,353)	-	20,353	-	-	-	-
Business Funds							
Electrical and Streets Improvement Fund	531,860	-	158,397	102,604	587,653	-	587,653
Equipment Reserve Depreciation Fund	25,000	-	-	25,000	-	-	-
Bond Reserve Fund	128,690	-	-	128,690	-	-	-
Water Reserve Fund	3,566	-	21,483	-	25,049	-	25,049
Power Plant Reserve Fund	131,554	-	21,991	-	153,545	-	153,545
Sewer Reserve Fund	229,365	-	17,655	-	247,020	-	247,020
Water and Light Fund	289,239	-	2,769,432	2,801,234	257,437	67,966	325,403
Sewer Service Fund	115,065	-	103,882	123,483	95,464	-	95,464
Trash Fund	43,987	-	168,452	150,881	61,558	13,394	74,952
Ritz Theatre Fund	5,810	-	49,861	37,066	18,605	1,699	20,304
Total Primary Government	2,362,906	-	4,672,251	4,442,303	2,592,854	94,349	2,687,203
Related Municipal Entity							
Stafford Public Building Commission - Swimming Pool Fund	-	-	88,300	88,300	-	-	-
Land Bank Fund	921	-	19,472	9,580	10,813	-	10,813
Total Primary Government (Excluding Agency Funds)	\$ 2,363,827	-	4,780,023	4,540,183	2,603,667	94,349	2,698,016
Composition of Cash							
					Certificates of Deposit	\$	790,050
					Savings Accounts		6,335
					Checking Accounts		1,890,975
					Cash on Hand		100
					Total Primary Government		2,687,460
					Total Related Municipal Entities		10,813
					Agency Funds per Schedule 3		(257)
					Total Primary Government (Excluding Agency Funds)	\$	2,698,016

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

CITY OF STAFFORD, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Stafford, 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 mayor and five-member council. This financial statement presents the City (the municipality) and its related municipal entities, Stafford Public Building Commission and Stafford Land Bank, shown below. The related municipal entities are included in the City's reporting entity because they were established to benefit the City and/or its constituents. This financial statement does not include the related municipal entities, Housing Authority and Public Library, shown below.

Stafford Public Building Commission

The Public Building Commission (PBC) is a municipal corporation of the State of Kansas formed under the authority of K.S.A. 12-1757 *et seq.* and City Ordinance No. 1039 of **City of Stafford, Kansas**. The Commission has been organized by the governing body of **City of Stafford, Kansas** (the "City") for the purposes of acquiring a site or sites for constructing, reconstructing, equipping and furnishing, or purchasing or otherwise acquiring, a building or buildings or other facilities of a revenue producing character.

Stafford Land Bank

The Stafford Land Bank is formed under the authority of K.S.A. 12-5901 *et seq.* and City Ordinance No. 1054 of **City of Stafford, Kansas**. The board of trustees consists of five members appointed by the Mayor. The land bank develops, acquires and holds certain vacant, unused and abandoned properties within City limits. The land bank can sue and be sued, and can buy, sell, or lease real property.

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. Unaudited financial statements can be obtained by contacting the housing authority's office.

Public Library

The City's Library Board operates the Nora E. Larabee Memorial 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. The Board's members are appointed by the City Council. The City substantially funds the library's operations by levying tax dollars for the library. Unaudited financial statements can be obtained by contacting the library.

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.

CITY OF STAFFORD, KANSAS

Notes to Financial Statement

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.

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

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

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.

CITY OF STAFFORD, KANSAS

Notes to Financial Statement

December 31, 2022

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 the year ended December 31, 2022.

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 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 capital project funds, trust funds, and the following special purpose funds: Equipment Reserve Fund, Community Education Fund, City Attorney Diversion Fund, Swimming Pool Fund, Covid-19 Federal Grant Fund, or Land Bank M.I.H. Grant 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 Stafford, 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.

CITY OF STAFFORD, KANSAS

Notes to Financial Statement

December 31, 2022

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, 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 \$2,687,460 and the bank balance was \$2,768,319. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and \$2,518,319 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

At December 31, 2022, the Stafford Land Bank's carrying amount of deposits was \$10,813 and the bank balance was \$10,863. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, the entire balance 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 Stafford, 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>
General Fund	Electrical and Streets Improvement Fund	Resolution 04-12	\$ 158,397
General Fund	Swimming Pool Fund	Ordinance 1042	158,397
Water and Light Fund	General Fund	K.S.A. 12-825d	30,000
Water and Light Fund	Power Plant Reserve Fund	K.S.A. 12-825d	21,991
Water and Light Fund	Equipment Reserve Fund	K.S.A. 12-825d	25,000
Water and Light Fund	Capital Improvement Fund	K.S.A. 12-825d	25,000
Water and Light Fund	Water Reserve Fund	K.S.A. 12-825d	21,483
Sewer Service Fund	Ritz Theatre Fund	K.S.A. 12-825d	20,000
Sewer Service Fund	Sewer Reserve Fund	K.S.A. 12-631o	17,655
Sewer Service Fund	General Fund	K.S.A. 12-825d	75,000
Trash Fund	General Fund	K.S.A. 12-825d	5,000
Trash Fund	Ritz Theatre Fund	K.S.A. 12-825d	2,500
Equipment Reserve	Water and Light Fund	K.S.A. 12-825d	25,000
Depreciation Fund			

NOTE 5 – LITIGATION

City of Stafford, 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.

CITY OF STAFFORD, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 6 – RISK MANAGEMENT

City of Stafford, Kansas 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. The City has been unable to obtain workers' compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other counties in the State to participate in Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for 173 participating members.

The City pays an annual premium to KMIT for its workers' compensation insurance coverage. The agreement to participate provides that the KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$500,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT's management.

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 Stafford, 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.

NOTE 8 – DEFERRED COMPENSATION PLAN

City of Stafford, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The City is not required to make any contributions.

NOTE 9 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

City of Stafford, 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

CITY OF STAFFORD, KANSAS

Notes to Financial Statement

December 31, 2022

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 \$47,533 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 \$497,508. 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 10 – OTHER POST EMPLOYMENT BENEFITS

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

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

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 11 – COMPENSATED ABSENCES

Vacation

City of Stafford, Kansas' policy regarding vacation is that a full-time employee is entitled to paid vacation according to the following schedule:

CITY OF STAFFORD, KANSAS

Notes to Financial Statement

December 31, 2022

Years of Continuous Employment	0-5	5-10	10-15	15-20	20+
Hours Earned Per Month	8	10	12	14	16
Maximum Hours Accumulation	144	180	216	252	288

Upon termination, an employee shall be compensated for all earned but unused vacation at his/her final rate of pay.

Sick Leave

The City's policy regarding sick leave is that full-time employees, who work at least 17 days out of the month, accumulate sick leave at 8 hours per month, which is cancelled upon the termination of the employee. There is no limit to the accumulation of sick leave.

NOTE 12 – HEALTH REIMBURSEMENT ARRANGEMENT

City of Stafford, Kansas entered into a Health Reimbursement Arrangement (HRA) during 2015. The full-time employee benefit is an HRA as defined by Section 105 of the Internal Revenue Code. The HRA plan is funded solely by the employer. The HRA plan allows for reimbursement of certain out-of-pocket medical and prescription drug costs incurred by the employee, their spouse or their dependents. The HRA plan allows for reimbursement of certain out-of-pocket medical and prescription drug costs incurred by the employee, their spouse or their dependents. The maximum allowance per year through BCBS is \$6,500 for employee only, \$13,000 for employee and spouse, employee and children and employee and family. Of this amount the employee is responsible for \$2,500 for employee only and \$5,000 for employee and spouse, employee and children and employee and family. The City is responsible for the difference. The amount the City paid in HRA reimbursements was \$5,705 for the year ended December 31, 2022.

NOTE 13 – STAFFORD PUBLIC BUILDING COMMISSION

Lease Receivable

Stafford Public Building Commission entered into a separate lease agreement with **City of Stafford, Kansas** for the lease of the swimming pool. The City is obligated to make payments to the Commission equivalent to the debt that the Commission has assumed and to pay its outstanding revenue bond. Total payments receivable are as follows:

<u>Years Ending December 31</u>	<u>Total</u>
2023	\$ 86,500
2024	90,465
2025	89,315
2026	88,015
2027	86,715
2028-2032	445,215
2033-2037	446,250
2038-2042	<u>441,125</u>
Total	\$ <u>1,773,600</u>

Long-Term Debt

The Commission issued Revenue Bonds, Series 2017 dated October 17, 2017 with an original issue amount of \$1,475,000 for the construction of a swimming pool. The bonds have varying maturities with annual payments. Interest rates range from 2.30-4.75% depending on the maturity date.

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

NOTE 14 – CURRENT YEAR DEBT DEFEASANCE

On June 14, 2022, the City issued General Obligation Electric and Water Utility System Refunding Revenue Bonds Series 2022 of \$1,005,000 (par value) with an interest rate of 3.0-3.35%. The bond proceeds were used to current refund \$1,165,000 of Electric and Water Utility System Series 2014 revenue bonds. The refunding bonds were issued at par and after paying issuance costs of \$37,186, the net proceeds were \$967,814. The current refunding met the requirements of a debt defeasance and the term bonds in the amount of \$1,165,000 were called on September 1, 2022. The Electric and Water Utility System Revenue Series 2022 Refunding bonds mature on September 1, 2035 and will be subject to optional redemption and payment prior to their stated maturity. The City completed the refunding to reduce its total debt service requirements and to obtain an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$24,694.

NOTE 15 – LONG-TERM DEBT

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

On March 4, 2014, the City issued \$1,925,000 in Electric and Water Utility System Series 2014 revenue bonds for acquiring, constructing, reconstructing, improving or enlarging the system.

On June 14, 2022, the City issued \$1,005,000 in General Obligation Electric and Water Utility System Refunding Revenue Bonds Series 2022 for the purpose of refunding the Electric and Water Utility System Series 2014 revenue bonds.

Finance Leases

The City entered a lease agreement with Stafford Public Building Commission on October 17, 2017 in which the City is the lessee. The basic term ends on August 1, 2042.

The terms of the lease provide for basic rent to be paid on each basic rent payment date in an amount sufficient to pay on the next succeeding payment date, the principal of, redemption premium, if any, and interest on the Series 2017 revenue bonds which are due. The basic rent payment dates are February 1 and August 1, commencing August 1, 2018, and continuing through the basic term of the lease. The lease agreement also provides for the payment of additional rent, in addition to basic rent, in amounts pursuant to the terms of the lease. The City intends that revenues received from a one cent sales tax, approved by the voters of the City on August 15, 2016, and from the operation of the project under the provisions of the lease, will be used to make the City's payments to the Commission under the lease, which payments will in turn, be used to pay debt service on the Series 2017 refunding bonds. To the extent that the payments of basic rent and additional rent are not adequate to provide the Commission with funds sufficient to pay the principal and interest on the bonds as they become due and payable, the City shall be obligated to pay, as additional rent, further sums of money as may be required for such purposes.

Years Ending December 31	Total
2023	\$ 86,500
2024	90,465
2025	89,315
2026	88,015
2027	86,715
2028-2032	445,215
2033-2037	446,250
2038-2042	441,125
Total	\$ 1,773,600

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

The City has entered into lease agreements with an option to purchase at the expiration of the lease terms. The leases contain a fiscal funding clause.

CITY OF STAFFORD, 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	Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Finance Leases									
2013 Pole Truck	3.00%	05/04/2022	\$ 89,900	04/30/2026	\$ -	89,900	-	89,900	-
2021 Dodge Police Car	1.50%	04/28/2021	30,387	04/28/2026	30,387	-	5,887	24,500	470
Public Building Commission - Series 2017	2.30-4.75%	10/17/2017	1,475,000	08/01/2042	1,305,000	-	45,000	1,260,000	43,300
Revenue Bonds									
Electric and Water Utility System Revenue Bond Refunding	3.00-3.35%	06/14/2022	1,005,000	09/01/2035	-	1,005,000	-	1,005,000	-
Revenue Bonds - Series 2014	2.00-4.55%	03/04/2014	1,925,000	09/01/2037	1,165,000	-	1,165,000	-	45,655
Total for City of Stafford					2,500,387	1,094,900	1,215,887	2,379,400	89,425
Stafford Public Building Commission									
Revenue Bonds - Series 2017	2.30-4.75%	10/17/2017	1,475,000	08/01/2042	1,305,000	-	45,000	1,260,000	43,300
Total Contractual Indebtedness					\$ 3,805,387	1,094,900	1,260,887	3,639,400	132,725

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 - 2032	2033 - 2037	2038 - 2042	
City									
Principal									
Finance Leases	\$ 72,500	78,198	78,967	79,735	50,000	285,000	335,000	395,000	1,374,400
Revenue Bonds	65,000	75,000	75,000	75,000	80,000	425,000	210,000	-	1,005,000
Total Principal	137,500	153,198	153,967	154,735	130,000	710,000	545,000	395,000	2,379,400
Interest									
Finance Leases	44,561	42,829	40,909	38,823	36,715	160,215	111,250	46,125	521,427
Revenue Bonds	38,125	29,458	27,208	24,958	22,708	76,263	11,803	-	230,520
Total Interest	82,686	72,287	68,117	63,781	59,423	236,478	123,053	46,125	751,947
Total City Principal and Interest	\$ 220,186	225,485	222,084	218,516	189,423	946,478	668,053	441,125	3,131,347
Stafford Public Building Commission									
Principal									
Revenue Bonds	\$ 45,000	50,000	50,000	50,000	50,000	285,000	335,000	395,000	1,260,000
Interest									
Revenue Bonds	41,500	40,465	39,315	38,015	36,715	160,215	111,250	46,125	513,600
Total Stafford Public Building Commission Principal and Interest	\$ 86,500	90,465	89,315	88,015	86,715	445,215	446,250	441,125	1,773,600

CITY OF STAFFORD, KANSAS

Regulatory-Required Supplementary Information

CITY OF STAFFORD, 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	\$ 916,769	8,539	925,308	921,772	(3,536)
Special Purpose Funds					
Library Fund	23,750	-	23,750	23,555	(195)
Fire Equipment Reserve Fund	81,413	-	81,413	-	(81,413)
Airport Fund	50,839	-	50,839	14,888	(35,951)
Special Parks and Recreation Fund	1,453	-	1,453	-	(1,453)
Special Highway Fund	52,516	-	52,516	10,022	(42,494)
Capital Improvement Fund	180,198	-	180,198	-	(180,198)
Business Funds					
Water and Light Fund	1,937,544	1,008,496	2,946,040	2,801,234	(144,806)
Sewer Service Fund	181,173	-	181,173	123,483	(57,690)
Trash Fund	177,391	-	177,391	150,881	(26,510)
Ritz Theatre Fund	45,882	-	45,882	37,066	(8,816)

CITY OF STAFFORD, 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				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 267,864	291,397	290,226	1,171
Delinquent	4,316	2,948	10,000	(7,052)
Motor Vehicle	59,141	54,323	47,135	7,188
Recreational Vehicle	1,699	1,656	1,105	551
16/20 M Vehicle	620	618	879	(261)
Local Alcohol Liquor	-	782	243	539
County Sales	82,652	88,260	67,000	21,260
Franchise Tax	16,775	19,692	20,000	(308)
City Sales Tax	281,432	316,794	260,000	56,794
Transient Guest Tax	-	886	2,000	(1,114)
Fines and Forfeitures	8,880	22,250	4,000	18,250
Licenses and Permits	1,445	885	1,200	(315)
Swimming Pool	8,170	11,662	5,000	6,662
Miscellaneous	29,622	26,919	20,000	6,919
Reimbursed Expenses	-	8,539	-	8,539
Demolition Reimbursement	-	7,085	-	7,085
Leases and Rentals	12,667	16,353	8,400	7,953
Interest	853	507	2,400	(1,893)
Mowing and Other	2,648	6,765	500	6,265
Transfers In	110,000	110,000	125,000	(15,000)
Neighborhood Revitalization	(18,943)	(20,003)	(18,407)	(1,596)
Total Receipts	<u>869,841</u>	<u>968,318</u>	<u>846,681</u>	<u>121,637</u>
Expenditures				
General Administrative	66,047	60,979	75,140	(14,161)
Public Safety				
Fire Department	42,463	35,149	38,800	(3,651)
Police Department	318,670	322,707	277,858	44,849
Parks and Recreation	15,800	20,833	26,000	(5,167)
Swimming Pool	52,998	55,792	46,300	9,492
Public Works	49,827	85,088	77,500	7,588
Employee Benefits	13,389	9,334	45,061	(35,727)
Other	15,739	15,096	70,110	(55,014)
Transfers Out	281,432	316,794	260,000	56,794
(a) Adjustment for Qualifying Budget Credits	-	-	8,539	(8,539)
Total Expenditures	<u>856,365</u>	<u>921,772</u>	<u>925,308</u>	<u>(3,536)</u>
Receipts Over (Under) Expenditures	13,476	46,546		
Unencumbered Cash - Beginning	<u>158,732</u>	<u>172,208</u>		
Unencumbered Cash - Ending	\$ <u>172,208</u>	<u>218,754</u>		
(a) Adjustment for Qualifying Budget Credits				
Reimbursed Expenses Over Amount Budgeted			\$ 8,539	

CITY OF STAFFORD, 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				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 19,756	20,551	20,424	127
Delinquent	310	212	500	(288)
Motor Vehicle	4,442	4,030	3,475	555
Recreational Vehicle	127	123	81	42
16/20 M Vehicle	44	47	65	(18)
Cash Reserve	-	-	500	(500)
Neighborhood Revitalization	(1,396)	(1,408)	(1,295)	(113)
Total Receipts	23,283	23,555	<u>23,750</u>	<u>(195)</u>
Expenditures				
Appropriations to Library Board	23,283	23,555	<u>23,750</u>	<u>(195)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

CITY OF STAFFORD, 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 (Under)
		Actual	Budget	
Receipts				
Sale of Crops and Hangar Rental	\$ 7,891	8,015	5,000	3,015
Interest	46	-	150	(150)
Total Receipts	<u>7,937</u>	<u>8,015</u>	<u>5,150</u>	<u>2,865</u>
Expenditures				
Contractual Services	3,455	5,941	4,000	1,941
Commodities	1,747	6,092	2,000	4,092
Capital Outlay	-	2,855	44,839	(41,984)
Total Expenditures	<u>5,202</u>	<u>14,888</u>	<u>50,839</u>	<u>(35,951)</u>
Receipts Over (Under) Expenditures	2,735	(6,873)		
Unencumbered Cash - Beginning	<u>56,539</u>	<u>59,274</u>		
Unencumbered Cash - Ending	\$ <u>59,274</u>	<u>52,401</u>		

CITY OF STAFFORD, KANSAS
Special Parks and 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				
Taxes and Shared Revenues				
Local Alcohol Liquor	\$ -	783	-	783
Expenditures				
Contractual Services	-	-	250	(250)
Commodities	-	-	250	(250)
Capital Outlay	-	-	953	(953)
Total Expenditures	-	-	<u>1,453</u>	<u>(1,453)</u>
Receipts Over (Under) Expenditures	-	783		
Unencumbered Cash - Beginning	<u>2,453</u>	<u>2,453</u>		
Unencumbered Cash - Ending	\$ <u>2,453</u>	<u>3,236</u>		

CITY OF STAFFORD, 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				
Taxes and Shared Revenues				
State Gasoline Tax	\$ 27,133	25,101	<u>24,400</u>	<u>701</u>
Expenditures				
Commodities	<u>2,659</u>	10,022	<u>52,516</u>	<u>(42,494)</u>
Receipts Over (Under) Expenditures	24,474	15,079		
Unencumbered Cash - Beginning	<u>23,576</u>	48,050		
Unencumbered Cash - Ending	\$ <u>48,050</u>	63,129		

CITY OF STAFFORD, KANSAS
Equipment Reserve 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		
Interest	\$ 250	250
Transfers In	-	25,000
Total Receipts	250	25,250
Expenditures	-	-
Receipts Over (Under) Expenditures	250	25,250
Unencumbered Cash - Beginning	53,830	54,080
Unencumbered Cash - Ending	\$ 54,080	79,330

CITY OF STAFFORD, KANSAS
Capital Improvement 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	\$ -	25,000	75,000	(50,000)
User Fees	20,042	20,239	22,000	(1,761)
Total Receipts	20,042	45,239	<u>97,000</u>	<u>(51,761)</u>
Expenditures				
Capital Outlay	-	-	<u>180,198</u>	<u>(180,198)</u>
Receipts Over (Under) Expenditures	20,042	45,239		
Unencumbered Cash - Beginning	71,198	91,240		
Unencumbered Cash - Ending	\$ <u>91,240</u>	<u>136,479</u>		

CITY OF STAFFORD, KANSAS
Community Education 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		
Donations	\$ 2,881	10,521
Expenditures		
Donations	994	1,712
Contractual Services	727	1,646
Total Expenditures	1,721	3,358
Receipts Over (Under) Expenditures	1,160	7,163
Unencumbered Cash - Beginning	7,098	8,258
Unencumbered Cash - Ending	\$ 8,258	15,421

CITY OF STAFFORD, KANSAS
City Attorney Diversion 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		
Interest	\$ 1	2
Diversion Fees	500	3,100
Total Receipts	501	3,102
Expenditures	-	-
Receipts Over (Under) Expenditures	501	3,102
Unencumbered Cash - Beginning	2,730	3,231
Unencumbered Cash - Ending	\$ 3,231	6,333

CITY OF STAFFORD, KANSAS
Swimming Pool 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		
Transfers In	\$ 140,716	158,397
Expenditures		
Rent to Stafford Public Building Commission - Swimming Pool	90,100	88,300
Receipts Over (Under) Expenditures	50,616	70,097
Unencumbered Cash - Beginning	176,250	226,866
Unencumbered Cash - Ending	\$ 226,866	296,963

CITY OF STAFFORD, KANSAS
Covid-19 Federal Grant 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	\$ 72,413	72,413
Expenditures		
Grant Distributions	-	11,450
Receipts Over (Under) Expenditures	72,413	60,963
Unencumbered Cash - Beginning	-	72,413
Unencumbered Cash - Ending	\$ 72,413	133,376

CITY OF STAFFORD, KANSAS
Land Bank M.I.H. Grant 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		
Reimbursement	\$ 19,870	20,353
Expenditures		
Miscellaneous	20,352	-
Receipts Over (Under) Expenditures	(482)	20,353
Unencumbered Cash - Beginning	(19,871)	(20,353)
Unencumbered Cash - Ending	\$ (20,353)	-

CITY OF STAFFORD, KANSAS
Electrical and Streets Improvement 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		
Transfers In	\$ 140,716	158,397
Expenditures		
Capital Outlay	170,203	102,604
Receipts Over (Under) Expenditures	(29,487)	55,793
Unencumbered Cash - Beginning	561,347	531,860
Unencumbered Cash - Ending	\$ 531,860	587,653

CITY OF STAFFORD, KANSAS
Equipment Reserve Depreciation 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		
Transfers Out	-	25,000
Receipts Over (Under) Expenditures	-	(25,000)
Unencumbered Cash - Beginning	25,000	25,000
Unencumbered Cash - Ending	\$ 25,000	-

CITY OF STAFFORD, KANSAS
Bond Reserve 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		
Bond Principal	-	100,000
Bond Interest	-	28,690
Total Expenditures	-	128,690
Receipts Over (Under) Expenditures	-	(128,690)
Unencumbered Cash - Beginning	128,690	128,690
Unencumbered Cash - Ending	\$ 128,690	-

CITY OF STAFFORD, KANSAS
Water Reserve 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		
Transfers In	\$ -	21,483
Expenditures	-	-
Receipts Over (Under) Expenditures	-	21,483
Unencumbered Cash - Beginning	3,566	3,566
Unencumbered Cash - Ending	\$ 3,566	25,049

CITY OF STAFFORD, KANSAS
Power Plant Reserve 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		
Transfers In	\$ 50,000	21,991
Expenditures	-	-
Receipts Over (Under) Expenditures	50,000	21,991
Unencumbered Cash - Beginning	81,554	131,554
Unencumbered Cash - Ending	\$ 131,554	153,545

CITY OF STAFFORD, KANSAS
Sewer Reserve 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		
Transfers In	\$ 5,000	17,655
Expenditures	-	-
Receipts Over (Under) Expenditures	5,000	17,655
Unencumbered Cash - Beginning	224,365	229,365
Unencumbered Cash - Ending	\$ 229,365	247,020

CITY OF STAFFORD, KANSAS
Water and Light 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				
Sales and Services	\$ 1,374,974	1,613,611	1,600,000	13,611
Penalties	13,944	16,042	18,000	(1,958)
Sales Tax	42,631	56,555	45,000	11,555
Interest	3,288	3,884	10,000	(6,116)
Connection Fees	6,460	7,956	5,000	2,956
Sale of Property	27,100	-	-	-
Bond Proceeds	-	1,008,496	-	1,008,496
Reimbursed Expenses	66,024	37,888	1,000	36,888
Transfers In	-	25,000	-	25,000
Total Receipts	<u>1,534,421</u>	<u>2,769,432</u>	<u>1,679,000</u>	<u>1,090,432</u>
Expenditures				
Power Plant Production	691,662	804,690	923,000	(118,310)
Transmission and Distribution				
Electric	169,479	168,659	174,000	(5,341)
Water	136,081	136,040	120,000	16,040
Combined	75,475	104,455	61,000	43,455
General Administrative	233,106	264,195	285,139	(20,944)
Sales and Use Tax	44,201	58,298	55,000	3,298
Water Resource Tax	1,487	2,386	2,750	(364)
Community Development and Promotion	5,602	1,765	11,000	(9,235)
Capital Outlay	23,476	18,121	60,000	(41,879)
Bond Payment	60,000	1,065,000	65,000	1,000,000
Interest Payment	47,455	16,965	45,655	(28,690)
Bond Costs of Issuance	-	37,186	-	37,186
Transfers Out	80,000	123,474	135,000	(11,526)
(a) Adjustment for Qualifying Budget Credits	-	-	1,008,496	(1,008,496)
Total Expenditures	<u>1,568,024</u>	<u>2,801,234</u>	<u>2,946,040</u>	<u>(144,806)</u>
Receipts Over (Under) Expenditures	(33,603)	(31,802)		
Unencumbered Cash - Beginning	<u>322,842</u>	<u>289,239</u>		
Unencumbered Cash - Ending	\$ <u>289,239</u>	<u>257,437</u>		

(a) Adjustment for Qualifying Budget Credits

Bond Proceeds Over Amount Budgeted \$ 1,008,496

CITY OF STAFFORD, KANSAS
Sewer Service 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				
User Fees	\$ 97,316	103,882	100,000	3,882
Interest	542	-	1,500	(1,500)
Other	100	-	100	(100)
Total Receipts	<u>97,958</u>	<u>103,882</u>	<u>101,600</u>	<u>2,282</u>
Expenditures				
Contractual Services	-	-	1,000	(1,000)
Commodities	7,166	10,828	30,000	(19,172)
Capital Outlay	-	-	40,173	(40,173)
Transfers Out	90,000	112,655	110,000	2,655
Total Expenditures	<u>97,166</u>	<u>123,483</u>	<u>181,173</u>	<u>(57,690)</u>
Receipts Over (Under) Expenditures	792	(19,601)		
Unencumbered Cash - Beginning	<u>114,273</u>	<u>115,065</u>		
Unencumbered Cash - Ending	\$ <u>115,065</u>	<u>95,464</u>		

CITY OF STAFFORD, KANSAS
Trash Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Trash Service Collections	\$ 150,740	168,452	150,000	18,452
Expenditures				
Contractual Services	139,144	143,381	169,891	(26,510)
Transfers Out	7,500	7,500	7,500	-
Total Expenditures	146,644	150,881	<u>177,391</u>	<u>(26,510)</u>
Receipts Over (Under) Expenditures	4,096	17,571		
Unencumbered Cash - Beginning	39,891	43,987		
Unencumbered Cash - Ending	\$ <u>43,987</u>	<u>61,558</u>		

CITY OF STAFFORD, KANSAS
Ritz Theatre 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				
Sales	\$ 6,415	25,966	18,000	7,966
Donations and Miscellaneous	826	1,395	1,000	395
Transfers In	12,500	22,500	22,500	-
Total Receipts	<u>19,741</u>	<u>49,861</u>	<u>41,500</u>	<u>8,361</u>
Expenditures				
Salaries and Benefits	4,580	12,650	16,250	(3,600)
Contractual Services	3,541	12,867	13,550	(683)
Commodities	5,485	11,215	12,000	(785)
Capital Outlay	457	334	4,082	(3,748)
Total Expenditures	<u>14,063</u>	<u>37,066</u>	<u>45,882</u>	<u>(8,816)</u>
Receipts Over (Under) Expenditures	5,678	12,795		
Unencumbered Cash - Beginning	<u>132</u>	<u>5,810</u>		
Unencumbered Cash - Ending	\$ <u>5,810</u>	<u>18,605</u>		

CITY OF STAFFORD, KANSAS
Stafford Public Building Commission - Swimming Pool 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		
Rent from City of Stafford	\$ 90,100	88,300
Expenditures		
Principal and Interest Payment	90,100	88,300
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

CITY OF STAFFORD, KANSAS
Land Bank 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		
Reimbursement	\$ 945	19,472
Expenditures		
Miscellaneous	24	9,580
Receipts Over (Under) Expenditures	921	9,892
Unencumbered Cash - Beginning	-	921
Unencumbered Cash - Ending	\$ 921	10,813

CITY OF STAFFORD, KANSAS
Agency Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Stafford Bucks	\$ 137	2,225	2,105	257