

CITY OF FREDONIA, KANSAS

Independent Auditor's Report and
Financial Statement with
Supplementary Information

For the Year Ended December 31, 2022

CITY OF FREDONIA, KANSAS

For the Year Ended December 31, 2022

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CITY OF FREDONIA, KANSAS

For the Year Ended December 31, 2022

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JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Commission
City of Fredonia, Kansas

Adverse and Unmodified Opinions

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Fredonia, Kansas as of December 31, 2022, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 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), the *Kansas Municipal Audit and Accounting Guide*, and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 of Fredonia, Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible

for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, 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, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 *U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and*

Audit Requirements for Federal Awards, and is also not a required part of the basic financial statement. 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 City of Fredonia, Kansas as of and for the year ended December 31, 2021 (not presented herein), and have issued our report thereon dated August 15, 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-governments/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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 20, 2023 on our consideration of the City of Fredonia, Kansas’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Fredonia, Kansas’s internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Fredonia, Kansas’s internal control over financial reporting and compliance.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

July 20, 2023
Chanute, Kansas

CITY OF FREDONIA, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis

For the Year Ended December 31, 2022

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Cash Balance December 31, 2022
General Fund	\$ 556,443.04	\$ 1,562,985.72	\$ 1,457,839.43	\$ 661,589.33	\$ 30,300.81	\$ 691,890.14
Special Purpose Funds:						
Industrial Development	34,706.46	35,609.62	37,298.46	33,017.62	10,941.24	43,958.86
Library	-	102,916.22	102,916.22	-	-	-
Special Parks and Recreation	31,996.80	2,767.39	1,144.05	33,620.14	-	33,620.14
Special Highway	60,778.33	72,317.31	61,600.00	71,495.64	-	71,495.64
Tourism	26,314.50	18,379.38	2,240.82	42,453.06	-	42,453.06
Capital Improvement Reserve	107,974.53	-	-	107,974.53	-	107,974.53
Neighborhood Revitalization	300.00	-	-	300.00	-	300.00
Fire Reserve	10,099.87	-	-	10,099.87	-	10,099.87
1/2 Cent Sales Tax	5,046.76	-	-	5,046.76	-	5,046.76
1/2 Cent Infrastructure Sales Tax	485,147.13	337,632.05	225,762.85	597,016.33	-	597,016.33
1 Cent Swimming Pool Sales Tax	286,824.80	480,166.39	396,990.35	370,000.84	-	370,000.84
Capital Project Funds:						
CDBG-Grant	(181,195.62)	426,615.70	233,399.83	12,020.25	-	12,020.25
Sewer Projects	(893,360.77)	6,919,108.56	6,396,523.21	(370,775.42)	305,499.71	(65,275.71)
Water and Light Meter Replacement	262,015.63	19,703.79	210,500.05	71,219.37	-	71,219.37
Bond and Interest Fund:						
Bond and Interest	15,878.12	429,101.41	415,407.50	29,572.03	-	29,572.03
Business Funds:						
Water Utility	242,554.37	1,060,486.00	1,147,426.05	155,614.32	65,031.79	220,646.11
Electric Utility	1,816,454.22	4,296,201.18	4,494,579.25	1,618,076.15	149,059.08	1,767,135.23
Sewer Utility	191,032.88	516,257.81	344,526.46	362,764.23	4,856.39	367,620.62
Solid Waste Utility	75,213.84	280,846.62	264,196.19	91,864.27	4,511.76	96,376.03
Water Bond Reserve	127,500.00	-	-	127,500.00	-	127,500.00
Water Maintenance Reserve	25,000.00	-	-	25,000.00	-	25,000.00
Water Capital Reserve	169,777.68	169,777.68	24,221.03	315,334.33	-	315,334.33
Water Security Deposit	7,195.50	-	-	7,195.50	-	7,195.50
Water Reserve	50,000.00	-	-	50,000.00	-	50,000.00
Electric Security Deposit	17,695.71	-	-	17,695.71	-	17,695.71
Electric Capital Reserve	414,018.38	-	-	414,018.38	-	414,018.38
Sewer Reserve	201,144.63	61,915.40	-	263,060.03	-	263,060.03
Total Primary Government (Excluding Agency Funds)	\$ 4,146,556.79	\$ 16,792,788.23	\$ 15,816,571.75	\$ 5,122,773.27	\$ 570,200.78	\$ 5,692,974.05

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

CITY OF FREDONIA, KANSAS

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
 Regulatory Basis
 For the Year Ended December 31, 2022

	<u>2022</u>
Total Cash to be accounted for:	<u>\$ 5,692,974.05</u>
Composition of Cash:	
Utility Cash on Hand.....	\$ 450.00
General Account	110,702.53
Petty Cash	1,612.56
CDBG Account	12,020.33
Cultivate Fredonia Account	39,227.61
Freedom Claims Account	77,199.74
Municipal Court Account	17,007.14
Municipal Court Diversion Account	4,967.20
Select Account.....	9,504.90
Police Department Drug Account	1,778.68
Fire Donations Account	10,565.87
Fredonia Fast Forward Account	23,407.14
National Night Out Account	2,250.04
Business Committee Account	2,343.58
Community National Bank & Trust Savings Account	420,447.80
The Kansas State Bank Savings Account	1,987,490.35
1st National Bank in Fredonia Savings Account	899,041.84
1st National Bank in Fredonia Certificates of Deposit	500,000.00
Kansas Municipal Investment Pool	<u>1,849,885.92</u>
Total Cash	5,969,903.23
Agency Funds per Schedule 3	<u>(276,929.18)</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 5,692,974.05</u>

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

CITY OF FREDONIA, KANSAS

Notes to Financial Statement
For the Year Ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement and schedules of the City of Fredonia, Kansas, have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies follow. Note 1 describes how the City's accounting policies differ from generally accepted accounting policies.

Reporting Entity

The City of Fredonia is a municipal corporation governed by a Mayor and elected two-member Commission. This financial statement presents the City of Fredonia.

Related Municipal Entities: A related municipal entity is determined by the following criteria. Whether the City exercises oversight responsibility on financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters, scope of the public service, and significant operational or financial relationships with the City. Related municipal entities are not required to be included in the City's audit by the Kansas Municipal Audit and Accounting Guide (KMAAG). Based upon the application of this criterion, the following is a brief review of potential related municipal entities:

Fredonia Public Library – The City of Fredonia Library Board operates the City's public library. Acquisition or disposition of real property or bond issuances must be approved by the City. Separate financial statements are prepared and are available at the Fredonia Public Library.

The Housing Authority of the City of Fredonia – The Housing Authority of the City of Fredonia, Kansas 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. Separate financial statements are prepared and are available at the Housing Authority of the City of Fredonia, Kansas.

Fredonia Regional Hospital – The Fredonia Regional Hospital operates the City's hospital. The hospital can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Separate financial statements are prepared and are available at the Fredonia Regional Hospital.

Regulatory Basis Fund Types

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the City of Fredonia, Kansas, for the year of 2022:

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Regulatory Basis Fund Types (Continued)

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.

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

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

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

Basis of Accounting – Regulatory 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 revenues 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 municipality 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 municipality to use the regulatory basis of accounting.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pension Plan

Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System which is a multi-employer, state-wide pension plan. The City's policy is to fund all pension costs accrued; such costs to be funded are actuarially determined annually by the State of Kansas.

Special Assessments

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligation bonds which are secured by the full faith and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as revenue in the bond and interest fund. Further, state statutes require levying additional general ad valorem property taxes in the City bond and interest fund to finance delinquent special assessments receivable.

Reimbursed Expenses

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as revenues. In the financial statement and budget comparison schedules presented in this report, reimbursements and refunds are recorded as revenues. The reimbursements are recorded as cash receipts when received by the City Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

Budgetary Information

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

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

If the City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The City did not hold a revenue neutral rate hearing for 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 ten days after publication the hearing may be held and the governing body may amend the budget at that time. During the year ended December 31, 2022, the City did not amend any funds.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds:

- Capital Improvements Reserve Fund
- Neighborhood Revitalization Fund
- Fire Reserve Fund
- ½ Cent Sales Tax 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.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

Statement 1 and Schedule 1 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statement 1, the City was in apparent violation with K.S.A. 10-1,113. The City has obligated expenditures in excess of available monies in the Sewer Projects Fund, however, K.S.A. 10-1,116 provides that under certain situations, the fund can end the year with a negative unencumbered cash balance and therefore, is exempt from the cash basis laws of the State of Kansas. This fund met the criteria under the statutes and therefore, is deemed not to be in violation of the Kansas cash basis law. As shown in Schedule 1, the City was in apparent violation of K.S.A. 79-2934 as the City has obligated expenditures in excess of budgetary limits in the Electric Utility Fund.

The City was in apparent violation of K.S.A. 12-1608, which requires the treasurer of first and second class cities to publish the quarterly statements showing the total amount received in to each fund and the total amount expended from each fund and the cash balances of each fund at the beginning and close of each quarter. Such quarterly statements shall show the amount of outstanding registered warrants, temporary notes, bonds, and all other obligations and liabilities of the City. Two of the four quarterly statements were not published within the 30 day requirement.

3. DEPOSITS AND INVESTMENTS

As of December 31, 2022, the City had the following investments and maturities.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less than 1</u>	<u>1-2</u>	<u>Rating</u>
Kansas Investment Pool	\$1,849,885.92	\$1,849,885.92	\$ - -	S&P AA Af/S1+

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 branch or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

3. DEPOSITS AND INVESTMENTS (Continued)

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. The rating of the City’s investments is noted above.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City’s allocation of investments as of December 31, 2022, is as follows:

<u>Investments</u>	<u>Percentage of Investments</u>
Kansas Investment Pool	100%

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

Deposits: At year-end, the City’s carrying amount of deposits was \$4,119,567.31 and the bank balance was \$4,221,272.36. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$1,054,035.52 was covered by FDIC insurance and \$3,167,236.84 was collateralized with securities held by the pledging financial institutions’ agents in the City’s name.

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 to be adequately secured.

At December 31, 2022, the City has invested \$1,849,885.92 in the State’s municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas Legislature. State pooled monies may be invested in direct obligation that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities of up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

4. RIGHT TO USE CONTRACTS

The City has entered into contracts for copy machines and six police Tasers. Rent expense for the year ended December 31, 2022, was \$7,452.00. Under the current agreements, the future minimum rental payments are as follows:

2023	\$ 7,452.00
2024	6,942.00
2025	3,978.00
2026	3,228.00

5. LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Paid by Utility Receipts:									
Series 2016 A - Flood Refunding	3.00%	July 14, 2016	\$ 1,488,600.00	October 1, 2028	\$ 965,000.00	\$ -	\$ (125,000.00)	\$ 840,000.00	\$ 28,950.00
Series 2017 A - Electric	3.00%	December 7, 2017	1,930,000.00	October 1, 2027	1,220,000.00	-	(190,000.00)	1,030,000.00	36,600.00
Paid by Sales Tax Levied:									
Series 2021 A - Refunding Bonds	.45 - .95%	August 19, 2021	1,180,000.00	October 1, 2026	1,180,000.00	-	(235,000.00)	945,000.00	9,354.88
Paid by Property Tax Levied:									
Series 2020 A - Fire Station	1.0 % - 2.0%	August 25, 2020	340,000.00	October 1, 2030	310,000.00	-	(30,000.00)	280,000.00	4,857.50
State Low Interest Utility Loan	0.25%	March 17, 2021	700,000.00	January 1, 2031	630,456.73	-	(69,357.05)	561,099.68	1,527.95
GRDA Repayment Revolving Loans	2.50%	October 31, 2021	130,468.00	February 28, 2026	125,706.66	-	(28,987.98)	96,718.68	2,279.10
Kansas Water Pollution Control 1750-01	2.12%	August 19, 2019	14,140,000.00	September 1, 2023	4,293,559.87	6,367,764.68	(200.00)	10,661,124.55	120,520.01
Kansas Water Pollution Control 3000-01	1.33%	January 4, 2021	2,219,300.00	September 1, 2023	706,232.00	678,350.48	(100.00)	1,384,482.48	12,620.07
Total Contractual Indebtedness					\$ 9,430,955.26	\$ 7,046,115.16	\$ (678,645.03)	\$ 15,798,425.39	\$ 216,709.51

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

Principal Issue	2023	2024	2025	2026	Less		Total
					Proceeds	Not Drawdown	
General Obligation Bonds							
Series 2016 A - Flood Refunding	\$ 130,000.00	\$ 135,000.00	\$ 140,000.00	\$ 140,000.00	\$ 150,000.00	\$ -	\$ 840,000.00
Series 2017 A	195,000.00	200,000.00	205,000.00	210,000.00	-	-	1,030,000.00
Series 2021 A - Refunding Bonds	240,000.00	235,000.00	230,000.00	240,000.00	-	-	945,000.00
Series 2020 A - Fire Station	35,000.00	35,000.00	30,000.00	35,000.00	110,000.00	-	280,000.00
State Low Interest Utility Loan	31,677.15	64,633.42	66,377.20	68,168.03	260,236.71	-	561,099.68
GRDA Repayment Revolving Loans	29,721.04	30,472.66	31,243.26	5,281.72	-	-	96,718.68
Kansas Water Pollution Control 1750-01	14,139,800.00	-	-	-	-	(3,478,675.45)	10,661,124.55
Kansas Water Pollution Control 3000-01	1,553,380.00	-	-	-	-	(168,897.52)	1,384,482.48
Total Principal Payments	16,354,578.19	700,106.08	702,620.46	698,449.75	520,236.71	(3,647,572.97)	15,798,425.39
Interest							
General Obligation Bonds							
Series 2016 A - Flood Refunding	25,200.00	21,300.00	17,250.00	13,050.00	4,500.00	-	90,150.00
Series 2017 A	30,900.00	25,050.00	19,050.00	12,900.00	-	-	94,500.00
Series 2021 A - Refunding Bonds	7,320.00	5,880.00	4,235.00	2,280.00	-	-	19,715.00
Series 2020 A - Fire Station	4,527.50	4,107.50	3,652.50	3,232.50	4,360.00	-	22,570.00
State Low Interest Utility Loan	7,518.74	13,758.36	12,014.58	10,223.75	14,134.33	-	66,034.37
GRDA Repayment Revolving Loans	2,078.96	1,327.34	556.74	7.28	-	-	3,970.32
Kansas Water Pollution Control 1750-01	199,779.76	-	-	-	-	-	199,779.76
Kansas Water Pollution Control 3000-01	20,659.29	-	-	-	-	-	20,659.29
Total Interest Payments	297,984.25	71,423.20	56,758.82	41,693.53	22,994.33	-	517,378.74
Total Principal and Interest	\$ 16,652,562.44	\$ 771,529.28	\$ 759,379.28	\$ 740,143.28	\$ 543,231.04	\$ (3,647,572.97)	\$ 16,315,804.13

6. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.90% for the fiscal year ended December 31, 2022. Contributions to the pension plan from the City were \$126,183.49 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 \$1,140,422.00. 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.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Death and Disability Other Post-Employment Benefits

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

Other Post Employment Benefits

As provided by K.S.A. 12-5040, the local government 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 these financial statements.

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. There is no cost to the City under this program.

Compensated Absences

Regular full time employees shall receive 10 days of vacation leave on the first day of the month following the first completed year of continuous service. After one year continuous service an employee shall receive vacation leave beginning on the first day of the month following the employee’s anniversary date of employment as follows:

<u>Years of Employment</u>	<u>Accrued Vacation Time</u>	<u>Hours Accrued Per Month</u>
1 - 7	10 days per year	6.67
8 - 14	15 days per year	10
15 - 19	20 days per year	13.33
20 - 29	25 days per year	16.67
30 and Over	30 days per year	20

Vacation leave may be carried over into the following calendar year in amounts not to exceed 110% of annual earning amounts.

Regular full time employees may accrue no more than 480 hours of sick leave. Employees who were employed with the City prior to January 1, 2007 and have accumulated more than 480 hours of sick leave as of December 31, 2006, will maintain the excess leave as “banked leave”. All banked leave must be used before any other accumulated sick leave. Employees who have accumulated more than 480 hours of sick leave prior to January 1, 2007 will not accrue additional sick leave until they drop below the 480 hour cap of accumulated leave.

Employees who accumulate at least 240 hours of sick leave are entitled to sell back any of the sick leave accumulated during that calendar year in excess of 240 hours. In exchange for eight hours of sick leave, the City will make a lump sum payment to the employee in the amount of \$50.00. Employees with 30 years of service time upon retirement will be paid out for 480 hours of banked sick time.

The City accrues a liability for compensated absences which meet the following criteria:

1. The City’s obligation relating to employees’ rights to receive compensation for future absences is attributable to employees’ services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated and, is material.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (Continued)

In accordance with the above criteria, the City has estimated a liability for vacation pay, which has been earned, but not taken by City employees of \$53,885.89 and estimated a liability for sick leave, which has been earned, but not taken by City employees of \$49,322.94.

8. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters. The City manages these risks of loss through the purchase of various insurance policies.

The City has been unable to obtain workers' compensation insurance at a cost it considers to be economically justifiable. For this reason, the City has joined together with other cities 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 participating members. The City pays annual premium to KMIT for its workers' compensation insurance coverage. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of a stated dollar amount for each insurance event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

9. ECONOMIC DEPENDENCY

Currently, the City purchases its water from Public Wholesale Water Supply District No. 23. To continue serving its patrons, the City is dependent upon Public Wholesale Water Supply District No. 23 to provide adequate, reasonably priced water. All water sales are made to residents in the area of the City. Accordingly, the City's operations are dependent upon the ability to purchase water from Public Wholesale Water Supply District No. 23.

10. COMMITMENTS AND CONTINGENCIES

The City has entered into an agreement with the Public Wholesale Water Supply District No. 23 for the purchase of water until September 2040.

11. RENTAL ACTIVITIES

The City rents various buildings, land, and farm and hay meadows. Rent collected during the year ended December 31, 2022 was \$13,950.00. Under the current agreements, there was no future minimum rental income.

12. CAPITAL PROJECTS

The following is a summary of capital project authorizations and expenditures to date:

<u>PROJECT NAME</u>	<u>AUTHORIZED</u>	<u>EXPENDED THRU 12/31/22</u>	<u>ESTIMATED COMPLETION</u>
Collection System Improvements	\$ 13,668,000.00	\$ 10,982,351.90	2023
Wastewater Treatment Facility	2,819,400.00	1,738,781.69	2023
Storm Water Project	491,138.95	489,138.95	Completed

13. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
1 Cent Swimming Pool	General		
Sales Tax		K.S.A. 12-197	\$ 114,000.00
Electric Utility	General	K.S.A. 12-825d	650,000.00
Electric Utility	Bond and Interest	K.S.A. 12-825d	260,960.00
Sewer Utility	General	K.S.A. 12-825d	20,000.00
Sewer Utility	Bond and Interest	K.S.A. 12-825d	30,000.00
Sewer Utility	Sewer Utility Reserve	K.S.A. 12-631o	12,500.00
½ Cent Infrastructure			
Sales Tax	Sewer Utility Reserve	K.S.A. 12-197	5,000.00
Water Utility	Bond and Interest	K.S.A. 12-825d	40,000.00
Water Utility	General	K.S.A. 12-825d	21,098.33

14. SUBSEQUENT EVENTS

The City evaluated events and transactions occurring subsequent to year end, and there were no subsequent events requiring recognition in the financial statement. The City did approve a chip seal proposal from Circle Paving for \$187,413.61 to be paid with funds held in reserve and approved payment requests for the Solar Farm Project totaling \$2,190,462.07 which is being financed through UMB Bank with a finance lease.

SUPPLEMENTARY INFORMATION

CITY OF FREDONIA, KANSAS
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 (Budgeted Funds Only)
 For the Year Ended December 31, 2022

Funds	Certified Budget	Adjustments for		Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Over (Under)
		Qualifying Budget Credits	Budget Credits			
General Fund	\$ 1,594,570.00	\$ 42,248.62	\$ 1,636,818.62	\$ 1,457,839.43	\$ (178,979.19)	
Special Purpose Funds:						
Industrial Development	37,900.00	-	37,900.00	37,298.46	(601.54)	
Library	105,738.00	-	105,738.00	102,916.22	(2,821.78)	
Special Parks and Recreation	100,000.00	-	100,000.00	1,144.05	(98,855.95)	
Special Highway	61,600.00	-	61,600.00	61,600.00	-	
Tourism	8,000.00	-	8,000.00	2,240.82	(5,759.18)	
1/2 Cent Infrastructure Sales Tax	1,021,500.00	96,273.90	1,117,773.90	225,762.85	(892,011.05)	
1 Cent Swimming Pool Sales Tax	441,600.00	-	441,600.00	396,990.35	(44,609.65)	
Bond and Interest Fund:						
Bond and Interest	425,558.00	-	425,558.00	415,407.50	(10,150.50)	
Business Funds:						
Water Utility	1,123,733.00	23,693.05	1,147,426.05	1,147,426.05	-	
Electric Utility	3,670,883.00	-	3,670,883.00	4,494,579.25	823,696.25	
Sewer Utility	371,378.00	-	371,378.00	344,526.46	(26,851.54)	
Solid Waste Utility	278,430.00	-	278,430.00	264,196.19	(14,233.81)	

CITY OF FREDONIA, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 447,005.07	\$ 452,428.88	\$ 478,639.00	\$ (26,210.12)
Delinquent Tax	22,001.68	21,085.25	20,000.00	1,085.25
Motor Vehicle Tax	70,190.42	74,238.73	72,023.00	2,215.73
Recreational Vehicle Tax	1,369.88	1,092.36	1,641.00	(548.64)
16/20M Truck Tax	1,136.63	1,181.29	1,139.00	42.29
Commercial Vehicle Tax	9,284.66	12,512.29	7,907.00	4,605.29
Neighborhood Revitalization	(7,797.53)	(8,203.98)	-	(8,203.98)
Franchise Taxes	62,681.31	69,852.54	60,000.00	9,852.54
Special Assessments	1,932.39	2,374.20	-	2,374.20
Intergovernmental				
Local Alcoholic Liquor Tax	3,302.69	2,767.39	-	2,767.39
Licenses and Permits				
Licenses, Permits & Fees	6,132.00	5,493.00	5,000.00	493.00
Charges for Services				
Reconnect Fees	8,725.00	3,000.00	-	3,000.00
Animal Tags/Pound Fees	4,334.00	2,351.00	6,000.00	(3,649.00)
Cemetery Fees	12,475.00	8,600.00	7,500.00	1,100.00
Fines, Forfeitures and Penalties				
Fines	40,946.00	37,520.82	50,000.00	(12,479.18)
Use of Money and Property				
Rental Receipts	6,660.00	10,400.00	-	10,400.00
Interest Income	8,355.07	8,076.50	3,000.00	5,076.50
Sale of Assets	-	8,460.00	-	8,460.00
Other Receipts				
Donations	5,900.00	2,172.50	7,000.00	(4,827.50)
Miscellaneous	-	236.00	7,000.00	(6,764.00)
Reimbursed Expense	44,378.08	42,248.62	40,000.00	2,248.62
Operating Transfers from:				
1 Cent Swimming Pool				
Sales Tax Fund	65,000.00	114,000.00	65,000.00	49,000.00
Electric Utility Fund	650,000.00	650,000.00	650,000.00	-
Water Utility Fund	40,000.00	21,098.33	40,000.00	(18,901.67)
Sewer Utility Fund	20,000.00	20,000.00	20,000.00	-
Total Receipts	1,524,012.35	1,562,985.72	\$ 1,541,849.00	\$ 21,136.72
Expenditures				
Administration Department				
Personal Services	30,601.66	46,638.54	\$ 49,800.00	\$ (3,161.46)
Contractual Services	40,590.72	43,968.43	34,200.00	9,768.43
Commodities	1,445.93	6,796.01	4,300.00	2,496.01
Capital Outlay	-	1,499.00	2,500.00	(1,001.00)

CITY OF FREDONIA, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Police Department				
Personal Services	\$ 459,290.69	\$ 514,183.65	\$ 535,890.00	\$ (21,706.35)
Contractual Services	52,770.49	40,363.56	32,400.00	7,963.56
Commodities	22,931.93	30,736.23	28,100.00	2,636.23
Capital Outlay	20.00	-	-	-
Street Department				
Personal Services	261,618.20	233,908.61	295,145.00	(61,236.39)
Contractual Services	31,320.61	29,501.47	27,474.00	2,027.47
Commodities	37,208.77	54,334.05	37,911.00	16,423.05
Capital Outlay	-	-	2,057.00	(2,057.00)
Parks Department				
Personal Services	88,386.75	112,510.81	160,236.00	(47,725.19)
Contractual Services	11,709.92	8,673.42	10,300.00	(1,626.58)
Commodities	19,423.16	19,444.93	25,600.00	(6,155.07)
Capital Outlay	-	-	2,500.00	(2,500.00)
Fire Department				
Personal Services	24,923.30	27,162.71	46,740.00	(19,577.29)
Contractual Services	23,388.58	28,255.97	23,000.00	5,255.97
Commodities	7,274.34	13,714.96	6,800.00	6,914.96
Capital Outlay	691.12	-	6,200.00	(6,200.00)
Code Enforcement Department				
Personal Services	33,748.01	42,201.72	23,845.00	18,356.72
Contractual Services	11,837.33	2,327.94	7,970.00	(5,642.06)
Commodities	3,634.90	4,683.79	5,850.00	(1,166.21)
Capital Outlay	1,965.00	8,675.00	10,000.00	(1,325.00)
Municipal Court Department				
Personal Services	33,123.61	35,260.93	52,202.00	(16,941.07)
Contractual Services	19,201.97	14,914.92	15,700.00	(785.08)
Commodities	2,171.93	2,225.89	2,750.00	(524.11)
Cemetery Department				
Personal Services	78,870.35	102,002.05	117,850.00	(15,847.95)
Contractual Services	11,453.36	10,066.77	8,650.00	1,416.77
Commodities	4,138.45	8,113.48	7,000.00	1,113.48
Art Council				
Contractual Services	2,000.00	-	2,000.00	(2,000.00)

CITY OF FREDONIA, KANSAS
GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Airport				
Contractual Services	\$ 4,860.15	\$ 8,208.32	\$ 4,600.00	\$ 3,608.32
Arts Council				
Contractual Services	-	2,000.00	-	2,000.00
Animal Pound				
Contractual Services	4,475.30	5,466.27	5,000.00	466.27
Total Certified Budget			1,594,570.00	(136,730.57)
Adjustments for Qualifying Budget Credits			42,248.62	(42,248.62)
Total Expenditures	<u>1,325,076.53</u>	<u>1,457,839.43</u>	<u>\$ 1,636,818.62</u>	<u>\$ (178,979.19)</u>
Receipts Over(Under) Expenditures	198,935.82	105,146.29		
Unencumbered Cash, Beginning	<u>357,507.22</u>	<u>556,443.04</u>		
Unencumbered Cash, Ending	<u>\$ 556,443.04</u>	<u>\$ 661,589.33</u>		

CITY OF FREDONIA, KANSAS
INDUSTRIAL DEVELOPMENT FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 25,745.99	\$ 26,065.78	\$ 28,774.00	\$ (2,708.22)
Delinquent Tax	1,378.52	1,336.06	1,325.00	11.06
Motor Vehicle Tax	4,221.67	4,276.05	4,148.00	128.05
Recreational Vehicle Tax	82.11	62.92	95.00	(32.08)
Commercial Vehicle Tax	556.39	720.67	-	720.67
16/20M Truck Tax	69.93	70.79	525.00	(454.21)
Neighborhood Revitalization	(449.11)	(472.65)	-	(472.65)
Use of Money and Property				
Rental Receipts	8,500.00	3,550.00	4,500.00	(950.00)
Other Receipts				
Miscellaneous	1,070.00	-	-	-
Total Receipts	41,175.50	35,609.62	\$ 39,367.00	\$ (3,757.38)
Expenditures				
General Government				
Contractual Services	20,054.27	36,972.29	\$ 36,300.00	\$ 672.29
Commodities	3,426.13	326.17	1,600.00	(1,273.83)
Total Expenditures	23,480.40	37,298.46	\$ 37,900.00	\$ (601.54)
Receipts Over(Under) Expenditures	17,695.10	(1,688.84)		
Unencumbered Cash, Beginning	17,011.36	34,706.46		
Unencumbered Cash, Ending	<u>\$ 34,706.46</u>	<u>\$ 33,017.62</u>		

CITY OF FREDONIA, KANSAS
LIBRARY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 82,879.16	\$ 83,889.54	\$ 92,647.00	\$ (8,757.46)
Delinquent Tax	4,159.41	4,032.30	2,479.00	1,553.30
Motor Vehicle Tax	13,617.68	13,764.74	13,354.00	410.74
Recreational Vehicle Tax	264.88	202.53	304.00	(101.47)
16/20M Truck Tax	225.52	228.32	226.00	2.32
Commercial Vehicle Tax	1,794.74	2,319.97	1,466.00	853.97
Neighborhood Revitalization	(1,445.76)	(1,521.18)	-	(1,521.18)
Total Receipts	101,495.63	102,916.22	\$ 110,476.00	\$ (7,559.78)
Expenditures				
Culture and Recreation				
Library Appropriations	101,495.63	102,916.22	\$ 105,738.00	\$ (2,821.78)
Total Expenditures	101,495.63	102,916.22	\$ 105,738.00	\$ (2,821.78)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

CITY OF FREDONIA, 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 Amounts for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Local Alcoholic Liquor Tax	\$ 3,302.67	\$ 2,767.39	\$ 1,647.00	\$ 1,120.39
Other Receipts				
Donations	475.00	-	98,353.00	(98,353.00)
Total Receipts	<u>3,777.67</u>	<u>2,767.39</u>	<u>\$ 100,000.00</u>	<u>\$ (97,232.61)</u>
Expenditures				
Culture and Recreation				
Commodities	-	1,144.05	\$ 100,000.00	\$ (98,855.95)
Capital Outlay	1,067.05	-	-	-
Total Expenditures	<u>1,067.05</u>	<u>1,144.05</u>	<u>\$ 100,000.00</u>	<u>\$ (98,855.95)</u>
Receipts Over(Under) Expenditures	2,710.62	1,623.34		
Unencumbered Cash, Beginning	<u>29,286.18</u>	<u>31,996.80</u>		
Unencumbered Cash, Ending	<u>\$ 31,996.80</u>	<u>\$ 33,620.14</u>		

CITY OF FREDONIA, KANSAS
SPECIAL HIGHWAY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Motor Fuel Tax	\$ 63,969.51	\$ 58,031.16	\$ 61,600.00	\$ (3,568.84)
Intergovernmental				
Federal Grant Proceeds	-	12,605.43	-	12,605.43
State Grant Proceeds	-	1,680.72	-	1,680.72
Total Receipts	<u>63,969.51</u>	<u>72,317.31</u>	<u>\$ 61,600.00</u>	<u>\$ 10,717.31</u>
Expenditures				
General Government				
Commodities	31,727.65	-	\$ -	\$ -
Capital Outlay	-	61,600.00	61,600.00	-
Total Expenditures	<u>31,727.65</u>	<u>61,600.00</u>	<u>\$ 61,600.00</u>	<u>\$ -</u>
Receipts Over(Under) Expenditures	32,241.86	10,717.31		
Unencumbered Cash, Beginning	<u>28,536.47</u>	<u>60,778.33</u>		
Unencumbered Cash, Ending	<u>\$ 60,778.33</u>	<u>\$ 71,495.64</u>		

CITY OF FREDONIA, KANSAS
TOURISM FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Transient Guest Tax	\$ 14,573.21	\$ 18,379.38	\$ 8,000.00	\$ 10,379.38
Other Receipts				
Donations	900.00	-	-	-
Total Receipts	<u>15,473.21</u>	<u>18,379.38</u>	<u>\$ 8,000.00</u>	<u>\$ 10,379.38</u>
Expenditures				
General Government				
Contractual Services	4,874.25	1,336.82	\$ 6,900.00	\$ (5,563.18)
Commodities	-	-	1,100.00	(1,100.00)
Capital Outlay	-	904.00	-	904.00
Total Expenditures	<u>4,874.25</u>	<u>2,240.82</u>	<u>\$ 8,000.00</u>	<u>\$ (5,759.18)</u>
Receipts Over(Under) Expenditures	10,598.96	16,138.56		
Unencumbered Cash, Beginning	<u>15,715.54</u>	<u>26,314.50</u>		
Unencumbered Cash, Ending	<u>\$ 26,314.50</u>	<u>\$ 42,453.06</u>		

CITY OF FREDONIA, KANSAS
CAPITAL IMPROVEMENT RESERVE FUND
 Schedule of Receipts and Expenditures - Actual
 Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	107,974.53	107,974.53
Unencumbered Cash, Ending	\$ 107,974.53	\$ 107,974.53

CITY OF FREDONIA, KANSAS
NEIGHBORHOOD REVITALIZATION FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	300.00	300.00
Unencumbered Cash, Ending	\$ 300.00	\$ 300.00

CITY OF FREDONIA, KANSAS
FIRE RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	10,099.87	10,099.87
Unencumbered Cash, Ending	\$ 10,099.87	\$ 10,099.87

CITY OF FREDONIA, KANSAS
1/2 CENT SALES TAX FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Reimbursed Expense	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	5,046.76	5,046.76
Unencumbered Cash, Ending	\$ 5,046.76	\$ 5,046.76

CITY OF FREDONIA, KANSAS
1/2 CENT INFRASTRUCTURE SALES TAX FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Sales Tax	\$ 231,451.71	\$ 240,083.15	\$ 220,000.00	\$ 20,083.15
Charges for Services				
Transfer Utility Fee	1,325.00	1,275.00	1,500.00	(225.00)
Use of Money and Property				
Revolving Loan Proceeds	391,721.44	96,273.90	800,000.00	(703,726.10)
Total Receipts	624,498.15	337,632.05	\$ 1,021,500.00	\$ (683,867.95)
Expenditures				
Improvements				
Contractual Services	-	10,000.00	\$ -	\$ 10,000.00
Capital Outlay	442,705.99	210,762.85	1,021,500.00	(810,737.15)
Operating Transfer to				
Sewer Utility Reserve	-	5,000.00	-	5,000.00
Total Certified Budget			1,021,500.00	(795,737.15)
Adjustments for Qualifying				
Budget Credits			96,273.90	(96,273.90)
Total Expenditures	442,705.99	225,762.85	\$ 1,117,773.90	\$ (892,011.05)
Receipts Over(Under) Expenditures	181,792.16	111,869.20		
Unencumbered Cash, Beginning	303,354.97	485,147.13		
Unencumbered Cash, Ending	<u>\$ 485,147.13</u>	<u>\$ 597,016.33</u>		

CITY OF FREDONIA, KANSAS
1 CENT SWIMMING POOL SALES TAX FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Sales Tax	\$ 462,903.42	\$ 480,166.39	\$ 425,000.00	\$ 55,166.39
Total Receipts	462,903.42	480,166.39	\$ 425,000.00	\$ 55,166.39
Expenditures				
Improvements				
Contractual Services	589.82	1,110.44	\$ -	\$ 1,110.44
Commodities	20,386.11	29,959.93	35,100.00	(5,140.07)
Capital Outlay	19,274.90	7,565.10	37,600.00	(30,034.90)
Debt Service				
Principal	215,000.00	235,000.00	220,000.00	15,000.00
Interest	39,622.50	9,354.88	34,900.00	(25,545.12)
Finance Lease	29,080.28	-	-	-
Operating Transfers to				
General Fund	65,000.00	114,000.00	114,000.00	-
Total Expenditures	388,953.61	396,990.35	\$ 441,600.00	\$ (44,609.65)
Receipts Over(Under) Expenditures	73,949.81	83,176.04		
Unencumbered Cash, Beginning	212,874.99	286,824.80		
Unencumbered Cash, Ending	\$ 286,824.80	\$ 370,000.84		

CITY OF FREDONIA, KANSAS
CDBG-GRANT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grants	\$ 189,008.52	\$ 426,615.70
Total Receipts	189,008.52	426,615.70
Expenditures		
General Government		
Capital Outlay	382,224.47	233,399.83
Total Expenditures	382,224.47	233,399.83
Receipts Over(Under) Expenditures	(193,215.95)	193,215.87
Unencumbered Cash, Beginning	12,020.33	(181,195.62)
Unencumbered Cash, Ending	\$ (181,195.62)	\$ 12,020.25

CITY OF FREDONIA, KANSAS
SEWER PROJECTS FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Revolving Loan Proceeds	\$ 3,450,513.42	\$ 6,919,108.56
Total Receipts	3,450,513.42	6,919,108.56
Expenditures		
General Government		
Capital Outlay	4,343,874.19	6,396,523.21
Total Expenditures	4,343,874.19	6,396,523.21
Receipts Over(Under) Expenditures	(893,360.77)	522,585.35
Unencumbered Cash, Beginning	-	(893,360.77)
Unencumbered Cash, Ending	\$ (893,360.77)	\$ (370,775.42)

CITY OF FREDONIA, KANSAS
WATER AND LIGHT METER REPLACEMENT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ 76.35	\$ 19,703.79
Bond Proceeds	20,000.00	-
Total Receipts	<u>20,076.35</u>	<u>19,703.79</u>
Expenditures		
Improvements		
Capital Outlay	512,112.77	210,500.05
Total Expenditures	<u>512,112.77</u>	<u>210,500.05</u>
Receipts Over(Under) Expenditures	(492,036.42)	(190,796.26)
Unencumbered Cash, Beginning	<u>754,052.05</u>	<u>262,015.63</u>
Unencumbered Cash, Ending	<u>\$ 262,015.63</u>	<u>\$ 71,219.37</u>

CITY OF FREDONIA, 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 Amounts for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	\$ 77,217.22	\$ 78,155.80	\$ 86,323.00	\$ (8,167.20)
Delinquent Tax	3,926.84	3,756.47	7,000.00	(3,243.53)
Motor Vehicle Tax	12,702.21	12,824.49	12,442.00	382.49
Recreational Vehicle Tax	247.14	188.68	284.00	(95.32)
16/20M Truck Tax	210.12	212.99	211.00	1.99
Commercial Vehicle Tax	1,674.48	2,161.45	1,366.00	795.45
Neighborhood Revitalization	(1,347.00)	(1,417.22)	-	(1,417.22)
Other Receipts				
Reimbursed Expense	-	2,258.75	-	2,258.75
Operating Transfers from:				
Electric Utility Fund	264,650.00	260,960.00	260,000.00	960.00
Water Utility Fund	40,000.00	40,000.00	40,000.00	-
Sewer Utility Fund	30,000.00	30,000.00	30,000.00	-
Total Receipts	429,281.01	429,101.41	\$ 437,626.00	\$ (8,524.59)
Expenditures				
Debt Service				
Principal	335,000.00	345,000.00	\$ 345,000.00	\$ -
Interest	80,373.25	70,407.50	70,558.00	(150.50)
Postage and Commissions	1,806.25	-	10,000.00	(10,000.00)
Total Expenditures	417,179.50	415,407.50	\$ 425,558.00	\$ (10,150.50)
Receipts Over(Under) Expenditures	12,101.51	13,693.91		
Unencumbered Cash, Beginning	3,776.61	15,878.12		
Unencumbered Cash, Ending	\$ 15,878.12	\$ 29,572.03		

CITY OF FREDONIA, KANSAS
WATER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Water Charges	\$ 979,083.63	\$ 975,587.09	\$ 1,125,000.00	\$ (149,412.91)
Connection Fee	11,763.89	10,779.27	-	10,779.27
Late Fees	38,579.85	45,026.59	-	45,026.59
Use of Money and Property				
Sale of Assets	-	5,400.00	-	5,400.00
Other Receipts				
Reimbursed Expense	3,540.12	23,693.05	-	23,693.05
Total Receipts	1,032,967.49	1,060,486.00	\$ 1,125,000.00	\$ (64,514.00)
Expenditures				
Production				
Personal Services	-	814.17	\$ -	\$ 814.17
Contractual Services	619,781.84	643,762.15	665,000.00	(21,237.85)
Commodities	-	3,452.43	-	3,452.43
Distribution				
Personal Services	79,667.65	94,514.93	98,462.00	(3,947.07)
Contractual Services	27,945.24	40,156.60	16,000.00	24,156.60
Commodities	41,389.47	90,168.91	52,100.00	38,068.91
Capital Outlay	31,702.36	36,460.34	48,000.00	(11,539.66)
Commercial				
Personal Services	108,497.13	161,379.03	145,171.00	16,208.03
Contractual Services	8,524.88	9,908.57	8,100.00	1,808.57
Commodities	2,645.20	2,310.12	3,900.00	(1,589.88)
Capital Outlay	-	-	2,000.00	(2,000.00)
Kansas User Tax	4,131.89	3,400.47	5,000.00	(1,599.53)
Operating Transfers to:				
General Fund	40,000.00	21,098.33	40,000.00	(18,901.67)
Bond and Interest Fund	40,000.00	40,000.00	40,000.00	-
Total Certified Budget			1,123,733.00	23,693.05
Adjustments for Qualifying Budget Credits			23,693.05	(23,693.05)
Total Expenditures	1,004,285.66	1,147,426.05	\$ 1,147,426.05	\$ -
Receipts Over(Under) Expenditures	28,681.83	(86,940.05)		
Unencumbered Cash, Beginning	213,872.54	242,554.37		
Unencumbered Cash, Ending	\$ 242,554.37	\$ 155,614.32		

CITY OF FREDONIA, KANSAS
ELECTRIC UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Electric Charges	\$ 2,834,472.68	\$ 2,994,897.47	\$ 3,780,000.00	\$ (785,102.53)
Fuel Cost Adjustment	667,247.77	1,263,664.96	-	1,263,664.96
Connection Fees	12,330.01	9,639.31	-	9,639.31
Intergovernmental				
Sales Tax	1,199.12	1,495.04	-	1,495.04
Use of Money and Property				
Interest Income	1,463.22	1,097.76	-	1,097.76
Rental Fees	694.50	1,089.00	-	1,089.00
Loan Proceeds	700,000.00	-	-	-
Other Receipts				
Miscellaneous	-	17,614.51	-	17,614.51
Reimbursed Expense	10,077.50	6,703.13	-	6,703.13
Total Receipts	4,227,484.80	4,296,201.18	\$ 3,780,000.00	\$ 516,201.18
Expenditures				
Production				
Contractual Services	2,190,323.37	2,325,088.32	\$ 2,103,500.00	\$ 221,588.32
Commodities	110.57	70.00	-	70.00
Distribution				
Personal Services	165,804.16	220,364.22	237,443.00	(17,078.78)
Contractual Services	30,125.61	29,305.32	29,698.00	(392.68)
Commodities	60,784.07	89,786.41	85,000.00	4,786.41
Capital Outlay	511,076.48	633,867.87	2,300.00	631,567.87
Commercial				
Personal Services	177,501.10	154,978.40	201,124.00	(46,145.60)
Contractual Services	25,410.99	22,404.30	19,502.00	2,902.30
Commodities	2,653.66	2,195.77	4,150.00	(1,954.23)
Other Expenditures				
Miscellaneous	5,081.04	3,406.56	4,700.00	(1,293.44)
Debt Service				
Principal	74,304.61	98,345.03	70,887.00	27,458.03
Interest	1,880.41	3,807.05	1,619.00	2,188.05
Operating Transfers to:				
General Fund	650,000.00	650,000.00	650,000.00	-
Bond and Interest Fund	264,650.00	260,960.00	260,960.00	-
Total Expenditures	4,159,706.07	4,494,579.25	\$ 3,670,883.00	\$ 823,696.25
Receipts Over(Under) Expenditures	67,778.73	(198,378.07)		
Unencumbered Cash, Beginning	1,748,675.49	1,816,454.22		
Unencumbered Cash, Ending	<u>\$ 1,816,454.22</u>	<u>\$ 1,618,076.15</u>		

CITY OF FREDONIA, KANSAS
SEWER UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Wastewater Charges	\$ 414,813.96	\$ 506,215.10	\$ 435,300.00	\$ 70,915.10
Connection Fees	6,590.00	4,907.82	-	4,907.82
Other Receipts				
Reimbursed Expense	-	5,134.89	-	5,134.89
Total Receipts	<u>421,403.96</u>	<u>516,257.81</u>	<u>\$ 435,300.00</u>	<u>\$ 80,957.81</u>
Expenditures				
Collection and Treatment				
Personal Services	73,128.07	87,834.16	\$ 90,347.00	\$ (2,512.84)
Contractual Services	40,574.93	54,219.66	55,700.00	(1,480.34)
Commodities	25,616.52	32,015.26	40,000.00	(7,984.74)
Capital Outlay	-	5,250.00	-	5,250.00
Debt Service				
Principal	100.00	300.00	100,000.00	(99,700.00)
Interest	29,253.74	102,407.38	10,331.00	92,076.38
Operating Transfers to:				
General Fund	20,000.00	20,000.00	20,000.00	-
Bond and Interest Fund	30,000.00	30,000.00	30,000.00	-
Sewer Utility Reserve Fund	100,000.00	12,500.00	25,000.00	(12,500.00)
Total Expenditures	<u>318,673.26</u>	<u>344,526.46</u>	<u>\$ 371,378.00</u>	<u>\$ (26,851.54)</u>
Receipts Over(Under) Expenditures	102,730.70	171,731.35		
Unencumbered Cash, Beginning	<u>88,302.18</u>	<u>191,032.88</u>		
Unencumbered Cash, Ending	<u>\$ 191,032.88</u>	<u>\$ 362,764.23</u>		

CITY OF FREDONIA, KANSAS
SOLID WASTE UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Solid Waste Fees	\$ 246,466.21	\$ 244,769.09	\$ 250,000.00	\$ (5,230.91)
Recycling Fees	28,393.28	31,747.34	25,000.00	6,747.34
Other Receipts				
Miscellaneous	1,332.01	1,129.00	2,000.00	(871.00)
Reimbursed Expense	550.00	3,201.19	2,000.00	1,201.19
Total Receipts	<u>276,741.50</u>	<u>280,846.62</u>	<u>\$ 279,000.00</u>	<u>\$ 1,846.62</u>
Expenditures				
Collections				
Personal Services	160,869.83	174,509.06	\$ 186,930.00	\$ (12,420.94)
Contractual Services	36,570.73	41,916.08	38,000.00	3,916.08
Commodities	46,494.74	47,771.05	43,000.00	4,771.05
Capital Outlay	-	-	10,500.00	(10,500.00)
Debt Service				
Finance Lease	22,191.29	-	-	-
Total Expenditures	<u>266,126.59</u>	<u>264,196.19</u>	<u>\$ 278,430.00</u>	<u>\$ (14,233.81)</u>
Receipts Over(Under) Expenditures	10,614.91	16,650.43		
Unencumbered Cash, Beginning	<u>64,598.93</u>	<u>75,213.84</u>		
Unencumbered Cash, Ending	<u>\$ 75,213.84</u>	<u>\$ 91,864.27</u>		

CITY OF FREDONIA, KANSAS
WATER BOND RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	127,500.00	127,500.00
Unencumbered Cash, Ending	\$ 127,500.00	\$ 127,500.00

CITY OF FREDONIA, KANSAS
WATER MAINTENANCE RESERVE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	25,000.00	25,000.00
Unencumbered Cash, Ending	\$ 25,000.00	\$ 25,000.00

CITY OF FREDONIA, KANSAS
WATER CAPITAL RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grants	\$ 169,777.68	\$ 169,777.68
Total Receipts	169,777.68	169,777.68
Expenditures		
General Government		
Contractual Services	-	24,221.03
Total Expenditures	-	24,221.03
Receipts Over(Under) Expenditures	169,777.68	145,556.65
Unencumbered Cash, Beginning	-	169,777.68
Unencumbered Cash, Ending	\$ 169,777.68	\$ 315,334.33

CITY OF FREDONIA, KANSAS
WATER SECURITY DEPOSIT FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	7,195.50	7,195.50
Unencumbered Cash, Ending	\$ 7,195.50	\$ 7,195.50

CITY OF FREDONIA, KANSAS
WATER RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	50,000.00	50,000.00
Unencumbered Cash, Ending	\$ 50,000.00	\$ 50,000.00

CITY OF FREDONIA, KANSAS
ELECTRIC SECURITY DEPOSIT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	17,695.71	17,695.71
Unencumbered Cash, Ending	\$ 17,695.71	\$ 17,695.71

CITY OF FREDONIA, KANSAS
ELECTRIC CAPITAL RESERVE FUND
 Schedule of Receipts and Expenditures - Actual
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Amounts for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Electric Utility Fund	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	414,018.38	414,018.38
Unencumbered Cash, Ending	\$ 414,018.38	\$ 414,018.38

CITY OF FREDONIA, KANSAS
SEWER RESERVE FUND

Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grants	\$ -	\$ 39,190.06
State Grants	-	5,225.34
Operating Transfer from:		
Sewer Utility Fund	100,000.00	12,500.00
1/2 Cent Infrastructure Sales Tax Fund	-	5,000.00
Total Receipts	<u>100,000.00</u>	<u>61,915.40</u>
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over(Under) Expenditures	100,000.00	61,915.40
Unencumbered Cash, Beginning	<u>101,144.63</u>	<u>201,144.63</u>
Unencumbered Cash, Ending	<u>\$ 201,144.63</u>	<u>\$ 263,060.03</u>

CITY OF FREDONIA, KANSAS
AGENCY FUNDS
 Schedule of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2022

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Municipal Court Diversion	\$ 4,666.58	\$ 1,775.00	\$ 1,474.38	\$ 4,967.20
Health Insurance	3,224.20	18,560.00	12,279.30	9,504.90
Freedom Claims Account	68,916.90	56,913.63	48,630.79	77,199.74
Payroll Clearing	1,642.70	8,609.72	8,721.45	1,530.97
Sales Tax	81,157.96	663,735.20	669,614.61	75,278.55
Animal Shelter	28,068.29	19,120.67	35,321.20	11,867.76
Cultivate Fredonia	27,851.44	18,404.00	7,027.83	39,227.61
Municipal Court Bonds	22,937.14	5,747.00	11,677.00	17,007.14
Police Department Drug	1,778.68	-	-	1,778.68
National Night Out	3,991.15	210.04	1,951.15	2,250.04
Business Committee	-	2,860.00	516.42	2,343.58
Fire Donations	10,290.87	275.00	-	10,565.87
Fredonia Fast Forward	22,706.43	12,835.71	12,135.00	23,407.14
	<u>\$ 277,232.34</u>	<u>\$ 809,045.97</u>	<u>\$ 809,349.13</u>	<u>\$ 276,929.18</u>

CITY OF FREDONIA, KANSAS
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2022

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL CFDA NUMBER	PROVIDED TO SUBRECIPIENTS	CASH RECEIPTS	DISBURSE- MENTS/ EXPENDITURES
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>					
Passed through the State of Kansas Department of Commerce Community Development Block Grant	21-PF-007	14.228	\$ -	\$ 426,615.70	\$ 233,399.83
Total U.S. Department of Housing and Urban Development			-	426,615.70	233,399.83
<u>U.S. DEPARTMENT OF THE TREASURY</u>					
Passed through State of Kansas, Department of Administration, Coronavirus State and Local Fiscal Recovery Funds (CSLFRF) - COVID-19	N/A	21.027	-	169,777.68	24,221.03
Total U.S. Department of the Treasury			-	169,777.68	24,221.03
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>					
Passed through the Kansas Division of Emergency Management Public Assistance Grant		FEMA-4449-DR-KS 97.036	-	51,795.49	51,795.49
Total U.S. Department of Homeland Security			-	51,795.49	51,795.49
<u>U.S. DEPARTMENT OF AGRICULTURE</u>					
Direct Grant Water and Waste Disposal Systems for Rural Communities	N/A	10.760	-	-	6,396,523.21
Total U.S. Department of Agriculture			-	-	6,396,523.21
TOTAL ALL PROGRAMS			\$ -	\$ 648,188.87	\$ 6,705,939.56

NOTE A -- BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Fredonia, Kansas and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statement.

NOTE B -- INDIRECT COSTS

The City of Fredonia, Kansas did not elect to use the 10% de minimis cost rate.

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF FINANCIAL STATEMENT PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and City Commission
City of Fredonia, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of the City of Fredonia, Kansas, as of and for the year ended December 31, 2022, and the related notes to the financial statement, which collectively comprise the City of Fredonia, Kansas' basic financial statement and have issued our report thereon dated July 20, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered the City of Fredonia, Kansas' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the City of Fredonia, Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Fredonia, Kansas' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statement will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2022-01 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Fredonia, Kansas' financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as item 2022-01.

City of Fredonia, Kansas' Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the City of Fredonia, Kansas' response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. City of Fredonia, Kansas' response was not subjected to the other auditing procedures applied in the audit of the financial statement and, accordingly, we express no opinion on the response.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
July 20, 2023

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM
GUIDANCE**

Honorable Mayor and City Commission
City of Fredonia, Kansas

Report on Compliance for Each Major Federal Program
Opinion on Each Major Federal Program

We have audited City of Fredonia, Kansas' compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of City of Fredonia, Kansas' major federal programs for the year ended December 31, 2022. City of Fredonia, Kansas' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, City of Fredonia, Kansas complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of City of Fredonia, Kansas and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of City of Fredonia, Kansas' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to City of Fredonia, Kansas' federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of Fredonia, Kansas' compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City of Fredonia, Kansas' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City of Fredonia, Kansas' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City of Fredonia, Kansas' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of City of Fredonia, Kansas' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
July 20, 2023

CITY OF FREDONIA, KANSAS

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2022

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statement:

The auditor's report expresses an adverse opinion on the basic financial statement of City of Fredonia, Kansas on the Generally Accepted Accounting Principles (GAAP) basis of accounting and an unmodified opinion on the regulatory basis of accounting.

Internal Control over Financial Reporting:

Material weakness(es) identified?	<u> X </u>	Yes	<u> </u>	No
Significant deficiencies identified?	<u> </u>	Yes	<u> X </u>	None Reported
Noncompliance or other matters required to be reported under <i>Government Auditing Standards</i>	<u> </u>	Yes	<u> X </u>	No

Federal Awards:

Internal control over major programs:				
Material weakness(es) identified?	<u> </u>	Yes	<u> X </u>	No
Significant deficiencies identified?	<u> </u>	Yes	<u> X </u>	None Reported

The auditor's report on compliance for the major federal award programs for City of Fredonia, Kansas expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	<u> </u>	Yes	<u> X </u>	No
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Identification of major programs:

U.S. DEPARTMENT OF AGRICULTURE

Water and Waste Disposal Systems for
Rural Communities

CFDA No. 10.760

The threshold for distinguishing Types A and B programs was \$750,000.00.

Auditee qualified as a low risk auditee?	<u> </u>	Yes	<u> X </u>	No
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CITY OF FREDONIA, KANSAS

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2022
(Continued)

II. FINANCIAL STATEMENT FINDINGS

Finding 2022-001 – Bank Reconciliation

Criteria:

Internal controls should be in place that provide reasonable assurance that the financial system provide records for proper accountability for all funds and other assets of the City.

Condition:

Bank statements were not reconciled to the general ledger. Not reconciling the bank accounts on a monthly basis could result in errors or other problems occurring that might not be recognized and resolved on a timely basis. Management and the City Commission may be relying on inaccurate financial reports in making decisions that affect the City.

Cause:

The City did not have adequate staff properly trained in the software to complete the necessary timely reconciliations.

Effect:

The deficiencies in the design and operation of the internal controls in this area could adversely affect the recording, processing, summarization, and reporting of financial data if actual cash bank balances are not reconciled to the cash balances in the general ledger at the end of each month on a timely basis.

Views of responsible officials and planned corrective action:

See the Corrective Action Plan on page 57 of the current year audit.

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

NONE

CITY OF FREDONIA, KANSAS

Schedule of Prior Audit Findings
For the Year Ended December 31, 2022

NONE



FREDONIA CITY HALL
100 NORTH 15TH STREET
FREDONIA, KANSAS 66736

PHONE: (620) 378-2231
FAX: (620) 378-2693
www.fredoniaks.org

Corrective Action Plan

July 20, 2023

Cognizant or Oversight Agency for Audit

City of Fredonia, Kansas respectfully submits the following corrective action plan for the year ended December 31, 2022.

Name and address of independent public accounting firm: Jarred, Gilmore & Phillips, PA, P.O. Box 779, 1815 S Santa Fe, Chanute, Kansas 66720.

Audit period: Year ended December 31, 2022.

The finding from the July 20, 2023 schedule of findings and questioned costs are discussed below. The finding is numbered consistently with the number assigned in the schedule.

Finding 2022-001 – Bank Reconciliations

Condition: Bank statements were not reconciled to the general ledger. Not reconciling the bank accounts on a monthly basis could result in errors or other problems occurring that might not be recognized and resolved on a timely basis. Management and the City Commission may be relying on inaccurate financial reports in making decisions that affect the City.

Recommendation:

Timely preparation of complete and accurate bank reconciliations is a key to maintaining adequate internal controls over both cash receipts and cash disbursements. The City's general ledger should be adjusted to match with the audit at December 31, 2022, and proceed forward in implementing this recommendation on a monthly basis.

Views of responsible officials and planned corrective action: **We are in agreement and the appropriate staffing levels and processes have been implemented to ensure timely bank reconciliations.**

If the Oversight Agency for Audit has questions regarding this plan, please call Wesley Young, City Administrator, at (620) 820-0233.

Sincerely,

City of Fredonia, Kansas

City of Fredonia, Kansas