

City of Wamego, Kansas

**Financial Statement
As of December 31, 2022
and For the Year Then Ended**

With Report by Independent Auditor



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INDEPENDENT AUDITOR'S REPORT

To the City Manager and City Commission of the
City of Wamego, Kansas

Adverse and Unmodified Opinions

I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of the City of Wamego, Kansas (the City), 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 my opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of my report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2022, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In my opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2022, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

I conducted my audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of my report. I am required to be independent of the City, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my adverse and unmodified audit opinions.

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

My 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 my opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, I:

- 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 my 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.

I am 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 I identified during the audit.

Supplementary Information

My 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, budget and summary of receipts and disbursements – agency funds and schedules of receipts and expenditures – related municipal entities (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my 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.

Shipley CPA, LLC

Shipley CPA, LLC
Topeka, Kansas
June 20, 2023

Statement 1

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances And Accounts Payable	Ending Cash Balance
General Fund:							
General Fund	\$ 733,455	\$ -	\$ 4,567,147	\$ 4,769,124	\$ 531,478	\$ 174,538	\$ 706,016
Special Purpose Funds:							
Library Fund	11,069	-	249,701	250,000	10,770	-	10,770
Library Employee Benefits Fund	1,505	-	37,913	38,000	1,418	-	1,418
Special Liability Fund	1,855	-	12	-	1,867	-	1,867
Special Parks and Recreation Fund	173,811	-	22,718	-	196,529	-	196,529
Special Highway Fund	56,981	-	139,152	120,127	76,006	2,358	78,364
Convention/Visitors Bureau Fund	-	-	60,728	60,728	-	-	-
Capital Improvement Reserve Fund	2,084,108	-	594,511	1,155,950	1,522,669	-	1,522,669
Equipment Reserve Fund	674,465	-	638,573	610,613	702,425	-	702,425
Law Enforcement Trust Fund	203	-	1	-	204	-	204
Fire Reserve Fund	194,906	-	192,771	170,723	216,954	-	216,954
Cemetery Lot Reserve Fund	48,832	-	6,170	-	55,002	-	55,002
Special Highway Reserve Fund	492,224	-	28,309	-	520,533	-	520,533
Restricted Reserve Fund	774,930	-	4,731	94,500	685,161	-	685,161
Police Rewards Fund	426	-	3	-	429	-	429
Permanent Maintenance Fund	85,299	-	2,832	-	88,131	-	88,131
COVID Fund	362,150	-	365,188	-	727,338	-	727,338
Bond and Interest Fund:							
Bond and Interest Fund	158,457	-	1,886,477	1,874,572	170,362	-	170,362
Capital Project Funds:							
Prairie Ridge #2 Fund	9,388	-	63	-	9,451	-	9,451
Industrial Commerce Route Fund	(1,180,488)	-	2,802,910	2,213,832	(591,410)	-	(591,410)
Valley Sewer Project Fund	16,863	-	113	-	16,976	-	16,976
ADIS Fund	4,276	-	29	-	4,305	-	4,305
Blower Replacement Fund	(65,975)	-	58,077	492,418	(500,316)	-	(500,316)
Street Improvements Fund	7,221,777	-	46,261	762,564	6,505,474	-	6,505,474
Library Project Fund	2,074,187	-	12,783	502,327	1,584,643	83,828	1,668,471
Water Line Project Fund	(40,874)	-	27,406	457,345	(470,813)	96,659	(374,154)
Highway 24 Turn Lane Fund	(5,720)	-	-	448,535	(454,255)	-	(454,255)
Shop Expansion Fund	(34,139)	-	2,501,411	2,445,151	22,121	-	22,121
Scenic Ridge Project Fund	-	-	-	38,535	(38,535)	-	(38,535)
N. Poplar Sewer Project Fund	-	-	-	16,127	(16,127)	-	(16,127)
Pickleball Project Fund	-	-	100,000	423,997	(323,997)	-	(323,997)
Municipal Road Waterline Fund	-	-	-	114,958	(114,958)	-	(114,958)

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

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances And Accounts Payable	Ending Cash Balance
Business Funds:							
Water Utility Fund	\$ 133,685	\$ -	\$ 775,379	\$ 758,636	\$ 150,428	\$ 18,058	\$ 168,486
Wastewater Utility Fund	27,418	-	755,149	698,544	84,023	7,809	91,832
Electric Utility Fund	480,326	-	5,988,163	6,233,386	235,103	47,211	282,314
Storm Water Utility Fund	164,137	-	83,262	227,150	20,249	-	20,249
Water Reserve Fund	585,026	-	78,778	-	663,804	-	663,804
Wastewater Reserve Fund	535,477	-	53,517	-	588,994	-	588,994
Electric Reserve Fund	2,975,158	-	216,136	1,582,724	1,608,570	-	1,608,570
Storm Water Reserve Fund	80,000	-	100,462	-	180,462	-	180,462
Related Municipal Entities:							
Wamego Public Library Fund	957,521	-	388,916	292,039	1,054,398	5,376	1,059,774
Wamego City Hospital Fund	3,320,641	-	852,747	628,741	3,544,647	-	3,544,647
Total Financial Reporting Entity (Excluding Agency Funds)	\$ 23,113,360	\$ -	\$ 23,638,499	\$ 27,481,346	\$ 19,270,513	\$ 435,837	\$ 19,706,350
Composition of Cash:							
							\$ 1,295,889
							8,369
							1,219,086
							16,757,775
							431,309
							70
							<u>19,712,498</u>
							<u>(6,148)</u>
							<u>\$ 19,706,350</u>

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

City of Wamego, Kansas

Notes to the Financial Statement December 31, 2022

Note 1 – Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Wamego, Kansas (the City), is a municipal corporation governed by an elected five-member commission-manager form of government. This financial statement presents the City and its related municipal entities. The related municipal entities are included in the City's reporting entity because they were established to benefit the City and/or its constituents.

Wamego Public Library

The Wamego Public Library (the WPL), is organized under K.S.A. 12-1218. The City levies a property tax for the WPL under K.S.A 79-1952, which is deposited in the City's Library Fund and transferred to the WPL for its operations.

Wamego City Hospital

The Wamego City Hospital (the WCH), is organized under K.S.A 12-1615. In 2002, the WCH entered into an agreement with the Wamego Hospital Association to operate its 26-bed acute care facility. In 1993, the City levied a sales tax to provide funds for the WCH.

Separate financial statements of the individual related municipal entities may be obtained from their respective administrative offices.

Regulatory Basis Fund Types

The accounts of the City are organized and operated on the basis of funds. 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 out specific activities or attaining certain objectives in accordance with specific regulations, restrictions, or limitations.

The following types of funds were utilized in recording the financial activities of the City for the year 2022:

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

Special Purpose funds – Used to account for the proceeds of specific tax levies and other specific regulatory receipt sources that are intended for specified purposes.

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

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

City of Wamego, Kansas

Notes to the Financial Statement December 31, 2022

Note 1 – Summary of Significant Accounting Policies (continued)

Basis of Accounting

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

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

Reimbursed Expenses

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

Note 2 – Budgetary Information

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

1. Preparation of budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
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 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. There were no such amendments to the 2022 budget.

City of Wamego, Kansas

Notes to the Financial Statement December 31, 2022

Note 2 – Budgetary Information (continued)

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which 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 and business funds:

Special Purpose Funds: Capital Improvement Reserve Fund, Equipment Reserve Fund, Law Enforcement Trust Fund, Fire Reserve Fund, Cemetery Lot Reserve Fund, Special Highway Reserve Fund, Cemetery Lot Reserve Fund, Permanent Maintenance Fund, Police Rewards Fund, COVID Fund and Restricted Reserve Fund.

Business Funds: Water Reserve Fund, Wastewater Reserve Fund, Storm Water Reserve Fund and Electric Reserve Fund.

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

Note 3 – Deposits and Investments

At December 31, 2022, the City had had the following investments:

<u>Investment Type</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Maturities in Years</u>	<u>Rating</u>	<u>Percentage of Investment</u>
Cash	\$ 151,016	\$ 151,016	N/A	N/A	32%
Investment Pool	180,293	179,219	N/A	N/A	38%
Annuity	100,000	137,261	9/30/2023	N/A	29%
	<u>\$ 431,309</u>	<u>\$ 467,496</u>			

The WCH also has various investments. These investments are included in the City's financial statement and composition of cash as presented in Statement 1, at cost.

The WCH has set up a designated fund through which third party donors can contribute to for the benefit of the WCH. The designated fund had a cost and fair market value of \$94,201 and \$83,774, respectively, at December 31, 2022. All contributions by outside donors into this designated fund will not be recognized until requested and subsequently received by the WCH.

City of Wamego, Kansas

**Notes to the Financial Statement
December 31, 2022**

Note 3 – Deposits and Investments (continued)

The WPL has set up a designated fund through which third party donors can contribute to for the benefit of the WPL. The designated fund had a cost and fair market value of \$23,385 and \$19,666, respectively, at December 31, 2022. All contributions by outside donors into this designated fund will not be recognized until requested and subsequently received by the WPL.

The City has set up a designated fund through which third party donors can contribute to for the benefit of the City. The designated fund had a cost and fair market value of \$111,574 and \$103,809, respectively, at December 31, 2022. All contributions by outside donors into this designated fund will not be recognized until requested and subsequently received by the City.

K.S.A. 12-1225 governs the investing of private gift money given to the WPL. K.S.A. 12-1675 authorizes the WPL to invest public funds in U.S. Treasury bills and notes, repurchase agreements, the State Municipal Investment Pool, and others. K.S.A. 12-1 225 authorizes the Library Board to invest private gift monies in the manner to best serve the interests of the WPL. Investments relating to private gift money consist of U.S. Treasury obligations, federal agency obligations, common stocks, various other bond instruments, and others. Investments are reported at cost on the books of the WPL. The fair value of these investments are reflected above.

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

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

Concentration of credit risk – investments. 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. As described above the WPL, under K.S.A. 12-1225, is authorized to invest private gift monies as approved by the Library Board.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City did not have a peak period pledge agreement during 2022, and therefore the City did not designate peak periods.

City of Wamego, Kansas

**Notes to the Financial Statement
December 31, 2022**

Note 3 – Deposits and Investments (continued)

At December 31, 2022, the carrying amount of the City's deposits, including certificates of deposit, was \$15,112,014 and the bank balance was \$15,730,315. The bank balance was held at three banks. The difference between the carrying amount and the bank balance is outstanding checks. Of the bank balance, \$750,000 was covered by FDIC insurance and the remaining was collateralized by pledged securities and or letters of credit held under joint custody receipts issued by a third-party bank in the City's name.

Related Municipal Entity

At December 31, 2022, the carrying amount of the WPL deposits, including certificates of deposit, was \$875,545 and the bank balance was \$879,409. The bank balance was held at one bank. The difference between the carrying amount and the bank balance is outstanding checks and deposits. Of the bank balance, \$250,000 was covered by FDIC insurance, and the remainder was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the WPL's name.

At December 31, 2022, the carrying amount of the WCH deposits, including certificates of deposit, was \$3,293,630 and the bank balance was \$3,293,630. The bank balance was held at five banks. The difference between the carrying amount and the bank balance is outstanding checks and deposits. Of the bank balance, \$888,008 was covered by FDIC insurance, \$2,388,238 was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the WCH's name and \$17,384 was under secured.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

Note 4 – Compliance, Stewardship and Accountability

K.S.A. 10-1113 requires that expenditures be made in compliance with the cash basis law which requires that no indebtedness be created for a fund in excess of available monies in that fund. At December 31, 2022, the Industrial Commerce Route Fund, Blower Replacement Fund, Water Line Project Fund, Highway 24 Turn Lane Fund, Scenic Ridge Project Fund, N. Poplar Sewer Project Fund, Pickleball Project Fund and Municipal Road Waterline Fund had negative ending unencumbered cash balances of \$591,410, \$500,316, \$374,154, \$454,255, \$38,535, \$16,127, \$323,997 and \$114,958, respectively. These funds appear to be in violation of this statute. All of these funds are project funds where the City was waiting on reimbursements at year end.

City of Wamego, Kansas

**Notes to the Financial Statement
December 31, 2022**

Note 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	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest and Service Fee Paid
General Obligation Bonds:									
Series 2014	2.00%-3.625%	10/28/2014	\$ 1,790,000	8/1/2029	\$ 880,000	\$ -	\$ 140,000	\$ 740,000	\$ 23,574
Series 2015	1.375%-4.0%	10/22/2015	510,000	8/1/2036	125,000	-	25,000	100,000	3,688
Series 2018-A	2.0%-3.75%	6/5/2018	5,660,000	8/1/2033	2,745,000	-	385,000	2,360,000	85,675
Series 2020	3.00%	2/11/2020	2,605,000	8/1/2035	2,340,000	-	135,000	2,205,000	70,200
Series 2021-A	3.00%	4/20/2021	8,290,000	8/1/2041	8,290,000	-	230,000	8,060,000	308,112
Series 2021-B Refunding	.45%-2.33%	7/29/2021	2,785,000	8/1/2036	2,785,000	-	50,000	2,735,000	41,335
Series 2022	3.00%-4.00%	4/5/2022	725,000	8/1/2042	-	725,000	-	725,000	-
Temporary Notes:									
Series 2018-1	2.25%-3.0%	6/5/2018	2,030,000	2/1/2022	575,000	-	575,000	-	7,188
Capital Leases:									
Fire Truck Lease	2.9%	9/27/2016	300,000	11/1/2026	160,000	-	30,000	130,000	4,640
Land Lease	3.5%	10/1/2017	235,000	9/1/2022	40,921	-	40,921	-	554
Total Contractual Indebtedness					<u>\$ 17,940,921</u>	<u>\$ 725,000</u>	<u>\$ 1,610,921</u>	<u>\$ 17,055,000</u>	<u>\$ 544,966</u>

During 2022, the City issued Series 2022 General Obligation bonds in the amount of \$725,000 for the purchase of a fire truck.

Subsequent to year end, the City issued Series 2023 Temporary Notes in the amount of \$7,745,000 for the purpose of the scenic ridge and street projects.

City of Wamego, Kansas

Notes to the Financial Statement
December 31, 2022

Note 5 – Long-Term Debt (continued)

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

	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028-2032</u>	<u>2033-2037</u>	<u>2038-2042</u>	<u>Total</u>
Principal									
Series 2014	\$ 140,000	\$ 145,000	\$ 145,000	\$ 155,000	\$ 155,000	\$ -	\$ -	\$ -	\$ 740,000
Series 2015	25,000	25,000	25,000	25,000	-	-	-	-	100,000
Series 2018-A	390,000	400,000	415,000	425,000	330,000	-	400,000	-	2,360,000
Series 2020	140,000	145,000	150,000	155,000	160,000	870,000	585,000	-	2,205,000
Series 2021-A	295,000	300,000	340,000	355,000	365,000	1,995,000	2,305,000	2,105,000	8,060,000
Series 2021-B Refunding	70,000	45,000	45,000	45,000	70,000	2,360,000	100,000	-	2,735,000
Series 2022	20,000	25,000	30,000	30,000	30,000	160,000	195,000	235,000	725,000
Fire Truck Lease	30,000	30,000	35,000	35,000	-	-	-	-	130,000
	<u>1,110,000</u>	<u>1,115,000</u>	<u>1,185,000</u>	<u>1,225,000</u>	<u>1,110,000</u>	<u>5,385,000</u>	<u>3,585,000</u>	<u>2,340,000</u>	<u>17,055,000</u>
Interest									
Series 2014	32,206	29,056	29,056	21,082	16,432	-	-	-	127,832
Series 2015	14,325	13,763	13,200	12,200	-	-	-	-	53,488
Series 2018-A	145,325	133,625	121,625	109,175	96,425	-	14,500	-	620,675
Series 2020	66,150	61,950	57,600	53,100	48,450	167,550	35,400	-	490,200
Series 2021-A	241,800	232,950	223,950	213,750	203,100	844,050	526,950	160,200	2,646,750
Series 2022	13,375	26,150	25,400	24,500	23,600	104,000	70,800	28,800	316,625
Series 2021-B Refunding	44,732	44,368	44,040	43,602	43,100	129,744	5,826	-	355,412
Fire Truck Lease	3,770	2,900	2,030	1,015	-	-	-	-	9,715
	<u>561,683</u>	<u>544,762</u>	<u>516,901</u>	<u>478,424</u>	<u>431,107</u>	<u>1,245,344</u>	<u>653,476</u>	<u>189,000</u>	<u>4,620,697</u>
	<u>\$ 1,671,683</u>	<u>\$ 1,659,762</u>	<u>\$ 1,701,901</u>	<u>\$ 1,703,424</u>	<u>\$ 1,541,107</u>	<u>\$ 6,630,344</u>	<u>\$ 4,238,476</u>	<u>\$ 2,529,000</u>	<u>\$ 21,675,697</u>

City of Wamego, Kansas

**Notes to the Financial Statement
December 31, 2022**

Note 6 – Property Taxes

In accordance with governing State statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar-year basis and are levied 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 of the full amounts of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes levied and collected in the year prior to January 1st of the ensuing year.

Note 7 – Interfund Transactions

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Authority</u>
General Fund	Equipment Reserve Fund	\$ 35,000	K.S.A 12-1,118
General Fund	Capital Improvement Reserve Fund	585,000	K.S.A 12-1,117
General Fund	Fire Reserve Fund	10,000	K.S.A 12-1,117
General Fund	Bond and Interest Fund	88,461	K.S.A 12-1,118
Water Utility Fund	Water Reserve Fund	75,000	K.S.A 12-1,825d
Wastewater Utility Fund	Wastewater Reserve Fund	50,000	K.S.A 12-1,825d
Electric Utility Fund	Electric Reserve Fund	200,000	K.S.A 12-1,825d
Electric Utility Fund	General Fund	600,000	K.S.A 12-1,825d
Capital Improvement Reserve Fund	Bond and Interest Fund	412,409	
Capital Improvement Reserve Fund	Shop Expansion Fund	587,591	
Electric Reserve Fund	Shop Expansion Fund	1,500,000	
General Fund	Shop Expansion Fund	412,409	
Storm Water Utility Fund	Storm Water Reserve Fund	100,000	K.S.A 12-1,825d
Special Highway Fund	Special Highway Reserve Fund	25,000	K.S.A 68-590

Note 8 – Capital Projects

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

<u>Project Name</u>	<u>Project Authorization</u>	<u>Expended To Date</u>
Street Improvements	\$ 7,500,000	\$ 1,114,572
Library	1,500,000	592,934
Waterline	1,281,220	498,219
Shop Expansion	2,750,000	2,479,290
Blower Project	590,160	558,393
Hwy 24 Turn Lane	512,278	532,489
Water Project	133,500	64,564
Pickleball Project	389,448	378,117
Municipal Road Waterline	150,000	114,958
Scenic Ridge	3,409,531	38,535
N Poplar Sewer	58,600	16,127

City of Wamego, Kansas

Notes to the Financial Statement December 31, 2022

Note 9 – Other Long-Term Obligations from Operations

Compensated Absences

The City's policy regarding personal time off (PTO) pay permits employees to carry over no more than 40 hours of vacation time as of the employee's anniversary date. Policy prohibits payment for vacation time in lieu of time off. For employees terminating in good standing, unused PTO will be paid out on a prorated basis determined by the number months worked. The City's policy regarding sick pay permits employees to accumulate a maximum of ninety working days of sick pay. Policy does not provide for payment of accumulated sick pay on the date of employment termination. Per the City's policy at December 31, 2022, the City's liability for unused PTO was approximately \$101,526.

Note 10 – 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; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have been no decreases in insurance coverage from the prior year.

The City pays an annual premium to Kansas Municipal Insurance Trust for its worker's compensation and employer's liability insurance coverage. The agreement to participate provides that the Municipalities will be self-sustaining through member premiums. Additional premiums may be due if total claims for the pool are different than what has been anticipated by pool administrator.

The City continues to carry commercial insurance for all other risks of loss, including general liability, crime, inland marine, errors and omissions, business auto, and property. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 11 – Defined Benefit Pension Plan

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

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.

City of Wamego, Kansas

Notes to the Financial Statement December 31, 2022

Note 11 – Defined Benefit Pension Plan (continued)

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% 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 \$188,801 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 \$2,102,993. 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 nonemployer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

Note 12 – Other Post-Employment Benefits

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

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

Death and Disability Other Post-Employment Benefits

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

City of Wamego, Kansas

**Notes to the Financial Statement
December 31, 2022**

Note 13 – Conduit Debt

The City has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are generally payable from and secured by the project financed and if needed, additional assets or revenues of the private-sector entities serviced by the bond issuance. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. As of December 31, 2022, the City is not tracking the amounts outstanding from conduit debt.

Note 14 – Tax Abatement

The Neighborhood Revitalization Program provides property tax abatements to promote revitalization and development of the City of Wamego, Kansas in order to promote the revitalization of the community and protect the health, safety, and welfare of the residents. If the property is approved, the abatement is for 3 years with an abatement being 60% of the qualifying property. From the abatement, 5% is paid to Potawatomie County to cover administrative costs incurred by the County. The total amount of taxes abated by this program for 2022 was \$147,180.

Note 15 – Donor Restricted Fund Balance

Donor restricted fund balance at December 31, 2022 is for the following purposes:

City Park Improvements	\$ 148,394
Cemetery Maintenance and Improvements	370,540
KDHE improvements	215,849
Fire Improvements	33,504

Note 16 – Evaluation of Subsequent Events

The City has evaluated events and transactions for potential recognition or disclosure through the date of the independent auditor’s report, which is the date the financial statement was available for issue.

Regulatory-Required Supplementary Information

City of Wamego, Kansas
Summary of Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds:					
General Fund	\$ 5,184,164	\$ -	\$ 5,184,164	\$ 4,769,124	\$ (415,040)
Special Purpose Funds:					
Library Fund	250,000	-	250,000	250,000	-
Library Employee Benefits Fund	38,000	-	38,000	38,000	-
Special Liability Fund	-	-	-	-	-
Special Parks and Recreation Fund	150,000	-	150,000	-	(150,000)
Special Highway Fund	160,268	-	160,268	120,127	(40,141)
Convention/Visitors Bureau Fund	66,000	-	66,000	60,728	(5,272)
Bond and Interest Funds:					
Bond and Interest Fund	1,905,420	-	1,905,420	1,874,572	(30,848)
Business Funds:					
Water Utility Fund	922,072	-	922,072	758,636	(163,436)
Wastewater Utility Fund	990,863	-	990,863	698,544	(292,319)
Electric Utility Fund	6,895,980	-	6,895,980	6,233,386	(662,594)
Storm Water Utility Fund	250,000	-	250,000	227,150	(22,850)

City of Wamego, Kansas
General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Ad valorem tax	\$ 787,900	\$ 796,927	\$ (9,027)
Delinquent tax	3,468	5,000	(1,532)
Motor vehicle tax	75,313	68,527	6,786
Recreational vehicle tax	1,765	1,409	356
16/20M vehicle tax	-	33	(33)
Commercial vehicle tax	11,636	7,399	4,237
Licenses, permits and fees	44,341	50,000	(5,659)
Liquor tax	21,470	13,000	8,470
Franchise fees	308,446	300,000	8,446
Dog licenses	480	500	(20)
Fines and fees	23,259	24,000	(741)
Cemetery lots and sales	750	4,000	(3,250)
911 telephone fee	1,266	-	1,266
Rentals	7,980	6,000	1,980
Local sales tax	1,001,961	855,000	146,961
County sales tax	1,078,198	900,000	178,198
Cemetery lot open and close	6,550	8,000	(1,450)
Special park/cemetery donations	29,951	15,000	14,951
Reimbursements	189,795	125,000	64,795
Utility loan fund	-	2,000	(2,000)
Airport revenue	11,596	10,000	1,596
Recreation revenue	219,317	150,000	69,317
Aquatic center	101,507	250,000	(148,493)
Excise tax	89	150	(61)
In lieu of taxes	2,504	2,000	504
Interest on idle funds	7,641	20,000	(12,359)
Miscellaneous	29,964	15,000	14,964
Transfers in	600,000	750,000	(150,000)
	<u>4,567,147</u>	<u>\$ 4,378,945</u>	<u>\$ 188,202</u>
Total Receipts			

City of Wamego, Kansas
General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Expenditures			
Administration	\$ 237,694	\$ 252,864	\$ (15,170)
Police	722,427	760,400	(37,973)
Communication center	-	79,000	(79,000)
Municipal court	71,767	75,000	(3,233)
Fire	141,417	180,400	(38,983)
Streets	238,829	437,300	(198,471)
Parks	229,637	344,450	(114,813)
Cemetery	79,079	133,000	(53,921)
Noxious weeds	-	2,000	(2,000)
Legal	46,997	38,000	8,997
Planning and zoning	73,600	79,800	(6,200)
Recreation	281,161	304,500	(23,339)
Aquatic center	555,716	535,500	20,216
Airport	34,160	48,000	(13,840)
Public safety	145,746	235,000	(89,254)
Utility extension loan fund	259	5,000	(4,741)
Special parks/cemetery projects	-	5,000	(5,000)
Special police	-	5,000	(5,000)
Capital outlay	190,258	232,950	(42,692)
Transfers out	1,130,870	630,870	500,000
Employee benefits	589,507	751,000	(161,493)
Other capital outlay	-	49,130	(49,130)
Miscellaneous expenditures	-	-	-
Total Expenditures	<u>4,769,124</u>	<u>\$ 5,184,164</u>	<u>\$ (415,040)</u>
Receipts Over (Under) Expenditures	(201,977)		
Unencumbered Cash, Beginning	<u>733,455</u>		
Unencumbered Cash, Ending	<u>\$ 531,478</u>		

City of Wamego, Kansas
Library Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Ad valorem tax	\$ 220,637	\$ 226,402	\$ (5,765)
Delinquent tax	814	-	814
Motor vehicle tax	25,116	18,556	6,560
Recreational vehicle tax	507	382	125
16/20M vehicle tax	-	9	(9)
CMV tax	2,615	2,004	611
Excise tax	12	30	(18)
Total Receipts	<u>249,701</u>	<u>\$ 247,383</u>	<u>\$ 2,318</u>
Expenditures			
Appropriations	<u>250,000</u>	<u>\$ 250,000</u>	<u>\$ -</u>
Total Expenditures	<u>250,000</u>	<u>\$ 250,000</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	(299)		
Unencumbered Cash, Beginning	<u>11,069</u>		
Unencumbered Cash, Ending	<u>\$ 10,770</u>		

City of Wamego, Kansas
Library Employee Benefit Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Ad valorem tax	\$ 34,199	\$ 34,600	\$ (401)
Delinquent tax	108	-	108
Motor vehicle tax	3,166	2,678	488
Recreational vehicle tax	71	55	16
16/20M vehicle tax	-	1	(1)
CMV tax	367	289	78
Excise tax	2	4	(2)
Total Receipts	<u>37,913</u>	<u>\$ 37,627</u>	<u>\$ 286</u>
Expenditures			
Appropriations	<u>38,000</u>	<u>\$ 38,000</u>	<u>\$ -</u>
Total Expenditures	<u>38,000</u>	<u>\$ 38,000</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	(87)		
Unencumbered Cash, Beginning	<u>1,505</u>		
Unencumbered Cash, Ending	<u>\$ 1,418</u>		

City of Wamego, Kansas
Special Liability Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	Actual	Budget	Variance Over (Under)
Receipts			
Interest on idle funds	\$ 12	\$ 50	\$ (38)
Total Receipts	12	\$ 50	\$ (38)
Expenditures			
Contractual services	-	\$ -	\$ -
Total Expenditures	-	\$ -	\$ -
Receipts Over (Under) Expenditures	12		
Unencumbered Cash, Beginning	1,855		
Unencumbered Cash, Ending	\$ 1,867		

City of Wamego, Kansas
Special Parks and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Liquor tax	\$ 21,470	\$ 9,500	\$ 11,970
Interest on idle funds	1,248	1,300	(52)
Total Receipts	<u>22,718</u>	<u>\$ 10,800</u>	<u>\$ 11,918</u>
Expenditures			
Capital outlay	-	\$ 150,000	\$ (150,000)
Total Expenditures	<u>-</u>	<u>\$ 150,000</u>	<u>\$ (150,000)</u>
Receipts Over (Under) Expenditures	22,718		
Unencumbered Cash, Beginning	<u>173,811</u>		
Unencumbered Cash, Ending	<u>\$ 196,529</u>		

City of Wamego, Kansas
Special Highway Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
State of Kansas gas tax	\$ 129,553	\$ 121,680	\$ 7,873
Connecting link	8,940	8,946	(6)
Interest on idle funds	659	1,000	(341)
Total Receipts	<u>139,152</u>	<u>\$ 131,626</u>	<u>\$ 7,526</u>
Expenditures			
Contractual services	4,182	\$ 35,000	\$ (30,818)
Commodities	90,945	63,000	27,945
Capital outlay	-	34,500	(34,500)
Transfers out	25,000	27,768	(2,768)
Total Expenditures	<u>120,127</u>	<u>\$ 160,268</u>	<u>\$ (40,141)</u>
Receipts Over (Under) Expenditures	19,025		
Unencumbered Cash, Beginning	<u>56,981</u>		
Unencumbered Cash, Ending	<u>\$ 76,006</u>		

City of Wamego, Kansas
Convention/Visitors Bureau Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Transient guest tax	\$ 60,728	\$ 66,000	\$ (5,272)
Total Receipts	<u>60,728</u>	<u>\$ 66,000</u>	<u>\$ (5,272)</u>
Expenditures			
Appropriation	60,728	\$ 66,000	\$ (5,272)
Total Expenditures	<u>60,728</u>	<u>\$ 66,000</u>	<u>\$ (5,272)</u>
Receipts Over (Under) Expenditures	-		
Unencumbered Cash, Beginning	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>		

City of Wamego, Kansas
Summary of Non-Budgeted Special Purpose Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Capital Improvement Reserve Fund</u>	<u>Equipment Reserve Fund</u>	<u>Law Enforcement Trust Fund</u>	<u>Fire Reserve Fund</u>
Receipts				
Interest on idle funds	\$ 9,511	\$ 3,573	\$ 1	\$ 1,238
Reimbursements	-	-	-	-
Bond proceeds	-	600,000	-	125,000
Bond premium	-	-	-	56,533
Transfers in	585,000	35,000	-	10,000
Total Receipts	<u>594,511</u>	<u>638,573</u>	<u>1</u>	<u>192,771</u>
Expenditures				
Contractual services	-	-	-	9,063
Capital outlay	117,474	610,613	-	161,660
Capital lease payment	38,476	-	-	-
Transfers out	1,000,000	-	-	-
Total Expenditures	<u>1,155,950</u>	<u>610,613</u>	<u>-</u>	<u>170,723</u>
Receipts Over (Under) Expenditures	(561,439)	27,960	1	22,048
Unencumbered Cash, Beginning	<u>2,084,108</u>	<u>674,465</u>	<u>203</u>	<u>194,906</u>
Unencumbered Cash, Ending	<u>\$ 1,522,669</u>	<u>\$ 702,425</u>	<u>\$ 204</u>	<u>\$ 216,954</u>

City of Wamego, Kansas
Summary of Non-Budgeted Special Purpose Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Cemetery Lot Reserve Fund</u>	<u>Special Highway Reserve Fund</u>	<u>Restricted Reserve Fund</u>
Receipts			
Cemetery lot sales	\$ 750	\$ -	\$ -
Interest on idle funds	5,420	3,309	4,731
Reimbursements	-	-	-
Transfers in	-	25,000	-
Total Receipts	<u>6,170</u>	<u>28,309</u>	<u>4,731</u>
Expenditures			
Contractual services	-	-	94,500
Total Expenditures	<u>-</u>	<u>-</u>	<u>94,500</u>
Receipts Over (Under) Expenditures	6,170	28,309	(89,769)
Unencumbered Cash, Beginning	<u>48,832</u>	<u>492,224</u>	<u>774,930</u>
Unencumbered Cash, Ending	<u>\$ 55,002</u>	<u>\$ 520,533</u>	<u>\$ 685,161</u>

City of Wamego, Kansas
Summary of Non-Budgeted Special Purpose Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2022

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	<u>Police Rewards Fund</u>	<u>Permanent Maintenance Fund</u>	<u>COVID Fund</u>
Receipts			
Miscellaneous receipts	\$ -	\$ 2,250	\$ -
Interest on idle funds	3	582	4,115
Grants	-	-	361,073
Total Receipts	<u>3</u>	<u>2,832</u>	<u>365,188</u>
Expenditures			
Capital outlay	-	-	-
Transfers out	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	3	2,832	365,188
Unencumbered Cash, Beginning	<u>426</u>	<u>85,299</u>	<u>362,150</u>
Unencumbered Cash, Ending	<u><u>\$ 429</u></u>	<u><u>\$ 88,131</u></u>	<u><u>\$ 727,338</u></u>

City of Wamego, Kansas
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Ad valorem tax	\$ 998,052	\$ 1,010,774	\$ (12,722)
Delinquent tax	2,518	-	2,518
Motor vehicle tax	88,410	73,733	14,677
Recreational vehicle tax	2,004	1,517	487
16/20M vehicle tax	-	36	(36)
CMV tax	12,743	7,962	4,781
Special assessments	281,100	280,000	1,100
Interest on idle funds	672	2,500	(1,828)
Excise tax	108	-	108
Transfers in	500,870	500,870	-
Total Revenues	<u>1,886,477</u>	<u>\$ 1,877,392</u>	<u>\$ 9,085</u>
Expenditures			
Principal	1,405,000	\$ 1,430,000	\$ (25,000)
Interest	469,572	475,420	(5,848)
Transfers out	-	-	-
Total Expenditures	<u>1,874,572</u>	<u>\$ 1,905,420</u>	<u>\$ (30,848)</u>
Receipts Over (Under) Expenditures	11,905		
Unencumbered Cash, Beginning	<u>158,457</u>		
Unencumbered Cash, Ending	<u>\$ 170,362</u>		

City of Wamego, Kansas
Summary of Non-Budgeted Capital Project Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Prairie Ridge #2 Fund</u>	<u>Industrial Commerce Route Fund</u>	<u>Valley Sewer Project Fund</u>	<u>ADIS Fund</u>	<u>Blower Replacement Fund</u>
Receipts					
Reimbursements	\$ -	\$ 2,802,910	\$ -	\$ -	\$ 58,077
Interest on idle funds	63	-	113	29	-
Total Receipts	<u>63</u>	<u>2,802,910</u>	<u>113</u>	<u>29</u>	<u>58,077</u>
Expenditures					
Capital outlay	-	2,213,832	-	-	492,418
Total Expenditures	<u>-</u>	<u>2,213,832</u>	<u>-</u>	<u>-</u>	<u>492,418</u>
Receipts Over (Under) Expenditures	63	589,078	113	29	(434,341)
Unencumbered Cash, Beginning	<u>9,388</u>	<u>(1,180,488)</u>	<u>16,863</u>	<u>4,276</u>	<u>(65,975)</u>
Unencumbered Cash, Ending	<u>\$ 9,451</u>	<u>\$ (591,410)</u>	<u>\$ 16,976</u>	<u>\$ 4,305</u>	<u>\$ (500,316)</u>

City of Wamego, Kansas
Summary of Non-Budgeted Capital Project Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Street Improvements Fund</u>	<u>Library Project Fund</u>	<u>Water Line Project Fund</u>	<u>Highway 24 Turn Lane Fund</u>	<u>Shop Expansion Fund</u>
Receipts					
Reimbursements	\$ -	\$ -	\$ 27,406	\$ -	\$ -
Transfers in	-	-	-	-	2,500,000
Interest on idle funds	46,261	12,783	-	-	1,411
Total Receipts	<u>46,261</u>	<u>12,783</u>	<u>27,406</u>	<u>-</u>	<u>2,501,411</u>
Expenditures					
Capital outlay	762,564	502,327	457,345	448,535	2,445,151
Total Expenditures	<u>762,564</u>	<u>502,327</u>	<u>457,345</u>	<u>448,535</u>	<u>2,445,151</u>
Receipts Over (Under) Expenditures	(716,303)	(489,544)	(429,939)	(448,535)	56,260
Unencumbered Cash, Beginning	<u>7,221,777</u>	<u>2,074,187</u>	<u>(40,874)</u>	<u>(5,720)</u>	<u>(34,139)</u>
Unencumbered Cash, Ending	<u>\$ 6,505,474</u>	<u>\$ 1,584,643</u>	<u>\$ (470,813)</u>	<u>\$ (454,255)</u>	<u>\$ 22,121</u>

City of Wamego, Kansas
Summary of Non-Budgeted Capital Project Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Scenic Ridge Project Fund</u>	<u>N. Poplar Sewer Project Fund</u>	<u>Pickleball Project Fund</u>	<u>Municipal Road Waterline Fund</u>
Receipts				
Reimbursements	\$ -	\$ -	\$ 100,000	\$ -
Total Receipts	<u>-</u>	<u>-</u>	<u>100,000</u>	<u>-</u>
Expenditures				
Capital outlay	38,535	16,127	423,997	114,958
Total Expenditures	<u>38,535</u>	<u>16,127</u>	<u>423,997</u>	<u>114,958</u>
Receipts Over (Under) Expenditures	(38,535)	(16,127)	(323,997)	(114,958)
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ (38,535)</u>	<u>\$ (16,127)</u>	<u>\$ (323,997)</u>	<u>\$ (114,958)</u>

City of Wamego, Kansas
Water Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Water sales	\$ 736,774	\$ 750,000	\$ (13,226)
Penalties	7,514	10,000	(2,486)
Sales tax	8,313	6,500	1,813
Tapping fees	10,400	13,500	(3,100)
Interest on idle funds	1,888	3,500	(1,612)
Miscellaneous	775	1,000	(225)
Reimbursements	9,715	5,500	4,215
	<u>775,379</u>	<u>\$ 790,000</u>	<u>\$ (14,621)</u>
Expenditures			
Commercial and general	142,824	\$ 149,400	\$ (6,576)
Production	316,421	280,911	35,510
Distribution	189,191	256,561	(67,370)
Debt service	35,200	35,200	-
Transfers out	75,000	200,000	(125,000)
	<u>758,636</u>	<u>\$ 922,072</u>	<u>\$ (163,436)</u>
Receipts Over (Under) Expenditures	16,743		
Unencumbered Cash, Beginning	<u>133,685</u>		
Unencumbered Cash, Ending	<u>\$ 150,428</u>		

City of Wamego, Kansas
Wastewater Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Sewer service charges	\$ 734,329	\$ 900,000	\$ (165,671)
Penalties	8,555	14,000	(5,445)
Interest on idle funds	958	3,000	(2,042)
Reimbursements	11,307	7,500	3,807
Total Receipts	<u>755,149</u>	<u>\$ 924,500</u>	<u>\$ (169,351)</u>
Expenditures			
Commercial and general	122,343	\$ 123,200	\$ (857)
Production	237,601	297,352	(59,751)
Distribution	118,600	250,311	(131,711)
Debt service	170,000	170,000	-
Transfers out	50,000	150,000	(100,000)
Total Expenditures	<u>698,544</u>	<u>\$ 990,863</u>	<u>\$ (292,319)</u>
Receipts Over (Under) Expenditures	56,605		
Unencumbered Cash, Beginning	<u>27,418</u>		
Unencumbered Cash, Ending	<u>\$ 84,023</u>		

City of Wamego, Kansas
Electric Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Electric service charges	\$ 5,610,680	\$ 5,686,000	\$ (75,320)
Penalties	53,678	67,000	(13,322)
Sales tax	217,432	230,000	(12,568)
Interest on idle funds	6,204	12,000	(5,796)
Miscellaneous	2,636	8,000	(5,364)
Reimbursements	97,533	90,000	7,533
Total Receipts	<u>5,988,163</u>	<u>\$ 6,093,000</u>	<u>\$ (104,837)</u>
Expenditures			
Commercial and general	783,961	\$ 824,200	\$ (40,239)
Production	3,921,086	4,356,780	(435,694)
Distribution	728,339	900,000	(171,661)
Stock materials	-	15,000	(15,000)
Transfers out	800,000	800,000	-
Total Expenditures	<u>6,233,386</u>	<u>\$ 6,895,980</u>	<u>\$ (662,594)</u>
Receipts Over (Under) Expenditures	(245,223)		
Unencumbered Cash, Beginning	<u>480,326</u>		
Unencumbered Cash, Ending	<u>\$ 235,103</u>		

City of Wamego, Kansas
Storm Water Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts			
Customer charges	\$ 81,371	\$ 88,000	\$ (6,629)
Penalties	951	1,000	(49)
Interest on idle funds	940	2,500	(1,560)
Total Receipts	<u>83,262</u>	<u>\$ 91,500</u>	<u>\$ (8,238)</u>
Expenditures			
Capital Outlay	127,150	\$ 200,000	\$ (72,850)
Contractual services	-	50,000	(50,000)
Transfers out	100,000	-	100,000
Total Expenditures	<u>227,150</u>	<u>\$ 250,000</u>	<u>\$ (22,850)</u>
Receipts Over (Under) Expenditures	(143,888)		
Unencumbered Cash, Beginning	<u>164,137</u>		
Unencumbered Cash, Ending	<u>\$ 20,249</u>		

City of Wamego, Kansas
Summary of Non-Budgeted Business Funds
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2022

	<u>Water Reserve Fund</u>	<u>Wastewater Reserve Fund</u>	<u>Electric Reserve Fund</u>	<u>Storm Water Reserve Fund</u>
Receipts				
Interest on idle funds	\$ 3,778	\$ 3,517	\$ 16,136	\$ 462
Transfers in	<u>75,000</u>	<u>50,000</u>	<u>200,000</u>	<u>100,000</u>
Total Receipts	<u>78,778</u>	<u>53,517</u>	<u>216,136</u>	<u>100,462</u>
Expenditures				
Capital outlay	-	-	82,724	-
Transfers out	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>1,582,724</u>	<u>-</u>
Receipts Over (Under) Expenditures	78,778	53,517	(1,366,588)	100,462
Unencumbered Cash, Beginning	<u>585,026</u>	<u>535,477</u>	<u>2,975,158</u>	<u>80,000</u>
Unencumbered Cash, Ending	<u>\$ 663,804</u>	<u>\$ 588,994</u>	<u>\$ 1,608,570</u>	<u>\$ 180,462</u>

City of Wamego, Kansas
Summary of Receipts and Disbursements – Agency Funds
Regulatory Basis
For the Year Ended December 31, 2022

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Wamego Housing Authority	\$ -	\$ 7,821	\$ 7,821	\$ -
Fireworks	-	84,920	83,289	1,631
Wamego City Hospital	-	1,079,154	1,079,152	2
Municipal Court Bonds	5,910	7,751	9,146	4,515
Total Agency Funds	\$ 5,910	\$ 1,179,646	\$ 1,179,408	\$ 6,148

City of Wamego, Kansas
Schedule of Receipts and Expenditures
Wamego Public Library
Regulatory Basis
For the Year Ended December 31, 2022

Receipts	
Donations	\$ 85,473
Fines and fees	8,048
Miscellaneous receipts	<u>295,395</u>
Total Receipts	<u>388,916</u>
Expenditures	
Personal services	192,902
Contractual services	52,175
Commodities	<u>46,962</u>
Total Expenditures	<u>292,039</u>
Excess (Deficit) Receipts Over Expenditures	96,877
Unencumbered Cash, Beginning	<u>957,521</u>
Unencumbered Cash, Ending	<u><u>\$ 1,054,398</u></u>

City of Wamego, Kansas
Schedule of Receipts and Expenditures
Wamego City Hospital
Regulatory Basis
For the Year Ended December 31, 2022

	Actual
Receipts	
Local sales tax	\$ 751,471
Rental income	51,356
Donations	30,153
Interest on idle funds	18,883
Miscellaneous receipts	884
Total Receipts	852,747
Expenditures	
Contractual	10,853
Commodities	117,162
Capital outlay	199,673
Debt service	300,000
Miscellaneous expenditures	1,053
Total Expenditures	628,741
Excess (Deficit) Receipts Over Expenditures	224,006
Unencumbered Cash, Beginning	3,320,641
Unencumbered Cash, Ending	\$ 3,544,647