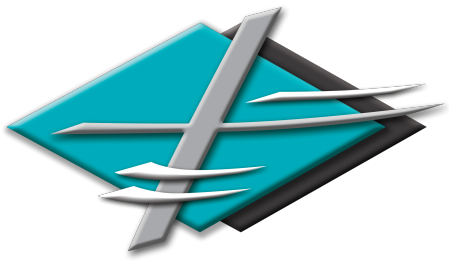
CITY OF STERLING, KANSAS

FINANCIAL STATEMENT

FOR THE YEAR ENDED
DECEMBER 31, 2022



LOYD GROUP, LLC

Certified Public Accountants

CITY OF STERLING, KANSAS
CITY OF THE SECOND CLASS
For the Year Ended December 31, 2022

CITY COMMISSION

Stephen Wilson	Steve Rivas Mayor	Richard Jones, Jr.
Todd Rowland		Robert Boltz

CITY OFFICERS

Susan Plett Treasurer	Craig Crossette Manager	Scott Bush Attorney
James Smith Police Chief	Sandra Fankhauser Clerk	Richard Burgess, Jr. Municipal Judge

CITY OF STERLING, KANSAS

For the Year Ended December 31, 2022

TABLE OF CONTENTS

		Page Numbers
	Independent Auditor's Report	1 – 3
	FINANCIAL SECTION	
Statement 1	Summary Statement of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis	4
	Notes to Financial Statement	5 – 11
	REGULATORY – REQUIRED SUPPLEMENTARY INFORMATION	
Schedule 1	Summary of Expenditures – Actual and Budget – Regulatory Basis	12
Schedule 2	Schedule of Receipts and Expenditures – Actual and Budget – Regulatory Basis	
	General Fund	
2-1	General Fund	13 – 14
	Special Purpose Funds	
2-2	Library Fund	15
2-3	Cemetery Fund	16
2-4	Special Highway Fund	17
2-5	Special Parks and Recreation Fund	18
2-6	Ambulance and Fire Equipment Fund	19
2-7	Sterling Community Cemetery Fund	20 – 21
2-8	Rescue Projects Fund	22
	Capital Project Fund	
2-9	Storm Sewer Project Fund	23
2-10	Bond Projects Fund	24

CITY OF STERLING, KANSAS

For the Year Ended December 31, 2022

TABLE OF CONTENTS

REGULATORY – REQUIRED SUPPLEMENTARY INFORMATION (CONT.)

		Page Numbers
	Business Funds	
2-11	Water Utility Fund	25
2-12	Electric Utility Fund	26
2-13	Electric Equipment Reserve Fund	27
2-14	Sewer Utility Fund	28
2-15	Medical Services Fund	29
Schedule 3	Agency Funds – Schedule of Receipts and Disbursements – Regulatory Basis	30

LOYD GROUP, LLC

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Commissioners
City of Sterling, Kansas 67579

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 Sterling, Kansas (City), a Municipal Financial Reporting Entity, 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 as of December 31, 2022, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

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

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

our opinion, the accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Sterling, Kansas as of and for the year ended December 31, 2021 (not presented herein), and have issued their report thereon dated June 7, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and their 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/oar/municipalservices. 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.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
April 12, 2023

CITY OF STERLING, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended December 31, 2022

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUND:						
General Fund	$ 435,535	$ 1,055,166	$ 1,029,472	$ 461,229	$ -	$ 461,229
SPECIAL PURPOSE FUNDS:						
Library Fund	-	60,587	60,525	62	-	62
Cemetery Fund	28	60,598	60,535	91	-	91
Special Highway Fund	834,715	680,152	548,541	966,326	-	966,326
Special Parks & Recreation Fund	6,525	1,990	-	8,515	-	8,515
Ambulance and Fire Equipment Fund	206,776	63,864	103,552	167,088	-	167,088
Sterling Community Cemetery Fund	240,391	85,892	102,514	223,769	-	223,769
Health Insurance Savings Fund	-	57,683	28,922	28,761	-	28,761
Rescue Projects Fund	167,560	168,557	200,759	135,358	-	135,358
Total Special Purpose Funds	1,288,435	953,083	875,667	1,365,851	-	1,529,970
CAPITAL PROJECTS FUNDS:						
Storm Sewer Project Fund	5,698	-	-	5,698	-	5,698
Bond Projects Fund	120,602	-	112,906	7,696	-	7,696
Total Capital Projects Funds	126,300	-	112,906	13,394	-	13,394
BUSINESS FUNDS:						
Water Utility Fund	36,582	397,450	365,585	68,447	-	68,447
Electric Utility Fund	1,279,350	2,942,645	2,950,029	1,271,966	64,654	1,336,620
Electric Equipment Reserve Fund	148,460	-	-	148,460	-	148,460
Sewer Utility Fund	258,405	423,296	463,335	218,366	-	218,366
Medical Services Fund	10,993	38,105	34,705	14,393	-	14,393
Total Business Funds	1,733,790	3,801,496	3,813,654	1,721,632	64,654	1,786,286
Total Reporting Entity (Excluding Agency Funds)	$ 3,584,060	$ 5,809,745	$ 5,831,699	$ 3,562,106	$ 64,654	$ 3,790,879

COMPOSITION OF CASH:	
Checking Accounts	$ 196,787
Savings Accounts	2,644,591
Certificates of Deposit	726,163
Sterling Community Cemetery	253,071
Cash on Hand	500
Total Cash	3,821,112
Less Agency Funds per Schedule 3	(30,233)
Total Reporting Entity (Excluding Agency Funds)	$ 3,790,879

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

CITY OF STERLING, KANSAS

NOTES TO FINANCIAL STATEMENT

For the Year Ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Municipal Financial Reporting Entity

The City of Sterling is a municipal financial reporting entity governed by an elected Commission. The financial statement presents all funds that are administered and controlled by the Commission.

Related Municipal Entity. The City of Sterling has the following related municipal entity:

Cemetery. Financial information for the Cemetery may be obtained from the City of Sterling at 114 North Broadway, Sterling, Kansas 67579. The Cemetery is presented as a special purpose fund.

(b) Regulatory Basis Fund Types

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

Special Purpose Fund – used to account for the proceeds of specific tax levies and other specific regulatory receipt 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.).

Trust Fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

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

(c) 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(c) Basis of Accounting (Cont.)

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments for the year 2022.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Capital Project Funds, Agency Funds, Trust Funds and certain Special Purpose Funds as noted in the presentation of the appropriate Schedule 2.

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

(e) Reimbursements

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABLILITY

Compliance with Kansas Statutes

No statute violations were noted during 2022.

3. DEPOSITS AND INVESTMENTS

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

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

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

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

At December 31, 2022, the City's carrying amount of deposits was $3,820,610 and the bank balance was $3,685,474. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $751,307 (for City and Cemetery) was covered by federal depository insurance and the remaining $2,934,166 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 or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

4. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
Electric Utility	General	K.S.A. 12-825d	$ 95,000
Water Utility	General	K.S.A. 12-825d	18,275
Sewer Utility	General	K.S.A. 12-825d	18,275
Total			$ 131,550

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 Paid
General Obligation Bonds:									
Series 2012B Refunding	1.65%	11-20-12	$ 220,000	08-01-23	$ 35,000	$ -	$ 25,000	$ 10,000	$ 495
Series 2020	2.5-4%	2-20-20	1,450,000	10-01-40	1,405,000	-	50,000	1,355,000	40,513
					1,440,000	-	75,000	1,365,000	41,008
Other:									
Kansas Water Pollution Control									
Revolving Loan	2.79%	08-20-08	1,220,348	09-01-29	561,112	-	63,529	497,583	16,619
					561,112	-	63,529	497,583	16,619
Capital Lease:									
Equipment Lease	2.65%	4-16-21	60,400	4-16-26	60,400	-	11,503	48,897	1,480
Catalytic Convertors	2.47%	10-07-13	530,000	10-07-23	116,816	-	57,680	59,136	2,566
Total Contractual Indebtedness					$ 2,178,328	$ -	$ 207,712	$ 1,970,616	$ 61,673

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

	Year								
	2023	2024	2025	2026	2027	2028 to 2032	2033 to 2037	2038 to 2040	Total
PRINCIPAL:									
General Obligation Bonds:									
Series 2012B Refunding	$ 10,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 10,000
Series 2020	65,000	70,000	75,000	80,000	90,000	415,000	340,000	220,000	1,355,000
	75,000	70,000	75,000	80,000	90,000	415,000	340,000	220,000	1,365,000
Other:									
Kansas Water Pollution Control									
Revolving Loan	65,313	67,148	69,035	70,975	72,968	152,144	-	-	497,583
Capital Leases:									
Equipment Lease	11,785	12,071	12,369	12,672	-	-	-	-	48,897
Catalytic Convertors	59,136	-	-	-	-	-	-	-	59,136
TOTAL PRINCIPAL	211,234	149,219	156,404	163,647	162,968	567,144	340,000	220,000	1,970,616
INTEREST:									
General Obligation Bonds:									
Series 2012B Refunding	41		-	-	-	-	-	-	41
Series 2020	38,512	35,913	33,112	30,113	26,913	90,963	50,350	11,125	317,001
	38,553	35,913	33,112	30,113	26,913	90,963	50,350	11,125	317,042
Other:									
Kansas Water Pollution Control									
Revolving Loan	13,430	11,595	9,709	7,769	5,775	5,343	-	-	53,621
Capital Leases:									
Equipment Lease	1,198	912	614	310	-	-	-	-	3,034
Catalytic Convertors	1,111	-	-	-	-	-	-	-	1,111
TOTAL INTEREST	54,292	48,420	43,435	38,192	32,688	96,306	50,350	11,125	374,808
TOTAL PRINCIPAL AND INTEREST	$ 265,526	$ 197,639	$ 199,839	$ 201,839	$ 195,656	$ 663,450	$ 390,350	$ 231,125	$ 2,345,424

6. 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.

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 8.9% for the fiscal year ended December 31, 2022. Contributions to the pension plan from the City were $110,846 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 $1,277,796. 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

(a) 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 City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

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

(b) Death and Disability Other Post Employment Benefits

K.S.A. 74-4927, disabled members in 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.

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

(c) Defined Contribution Pension Plan

The City participates in a defined contribution plan administered by the International City Manager's Association Retirement Corporation (ICMA Retirement). Employees become eligible for participation in the plan upon hire. The City contributes 1% of the participants' base wage and the participants may contribute any amount they determine up to IRS limits. For the year ended December 31, 2022, actual contributions by the City and plan participants were $18,392 and $14,087 respectively. ICMA Retirement includes 20 participants. Participants vest at service inception and are entitled to 100 percent of vested contributions. The plan is a money purchase plan qualified under Section 457 of the Internal Revenue Code.

(d) Other Employee Benefits

Vacation – Vacation time shall be earned on the basis of complete calendar months of service. Accrual of vacation shall start from the original date of employment and may be used within the first year. Vacation may not be used for any periods spent on unauthorized leave. Employees should make every effort to take their vacation in the calendar year in which it was earned. The City Manager at his discretion may allow vacation leave to be carried over from one calendar year to the next.

Each regular full-time employee will earn vacation leave as follows:

Years of Service	Per Year	Maximum Accumulation
Start through 9 years	80 hours	None
10 years and beyond	120 hours	None

Regular part-time employees earn vacation leave as follows:

Years of Service	Per Year	Maximum Accumulation
Start through 9 years	40 hours	None
10 years and beyond	80 hours	None

Upon separation of employment, employees shall be compensated for all earned but unused vacation leave at their final rate of pay, provided the employee has been employed with the City for at least twelve consecutive months.

Sick leave – All regular full time employees shall accrue sick leave at a rate of eight hours for each complete calendar month they are on paid status. Regular part-time employees shall accrue sick leave at a rate of four hours for each complete calendar month they are on paid status.

Accumulation of sick leave – Employees may accrue sick leave up to a maximum of seventy-five working days. Upon separation of employment, employees shall be compensated for one fourth (1/4) of accrued and unused sick leave at their final rate of pay, provided the employee has been employed with the City of Sterling for at least twelve consecutive months.

Compensation – Compensation time for authorized overtime work shall be at a rate of one and one-half times the employee's rate of pay. Employees shall be entitled to receive overtime compensation for all hours worked in excess of forty hours per week. Vacation, sick leave, personal days and holidays are generally counted as hours worked when computing overtime. However, no person employed in an administrative, executive or professional position, shall be eligible for overtime compensation.

8. CLAIMS AND JUDGMENTS

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to property loss; torts; theft of, damage to, and destruction of assets; errors and omissions; employee injuries and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2021 to 2022 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

9. CAPITAL PROJECTS

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

	Project Authorization	Expenditures To Date
W. Cleveland/Broadway Intersection Street project	$ 750,000	$ 675,224
Bond projects	2,420,629	869,894
EMS Station	167,264	98,422
Cleveland/Ast Street project	776,536	94,875
E. Cleveland Walking Path project	316,779	89,000
Warrior Way project	85,324	30,000
EV Charging Station project	34,467	8,371
	$ 4,550,999	$ 1,865,786

10. RELATED PARTIES

A Commission member is an officer of one of the financial institutions where the City has funds deposited. At December 31, 2022, funds deposited at this institution totaled $1,307,188.

11. SUBSEQUENT EVENTS

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

CITY OF STERLING, KANSAS

REGULATORY – REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2022

CITY OF STERLING, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2022

	Certified Budget	Adjustment for for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
GENERAL FUND:					
General Fund	$ 1,267,524	$ -	$ 1,267,524	$ 1,029,472	$ (238,052)
SPECIAL PURPOSE FUNDS:					
Library Fund	60,525	-	60,525	60,525	-
Cemetery Fund	60,535	-	60,535	60,535	-
Special Highway Fund	2,111,659	-	2,111,659	548,541	(1,563,118)
Special Parks and Recreation Fund	7,306	-	7,306	-	(7,306)
Ambulance and Fire Equipment Fund	254,050	-	254,050	103,552	(150,498)
BUSINESS FUNDS:					
Water Utility Fund	484,623	-	484,623	365,585	(119,038)
Electric Utility Fund	3,514,765	-	3,514,765	2,950,029	(564,736)
Sewer Utility Fund	622,962	-	622,962	463,335	(159,627)
Medical Services Fund	148,859	-	148,859	34,705	(114,154)

CITY OF STERLING, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2022

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

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes -				
Ad valorem property tax	$ 218,950	$ 228,195	$ 241,027	$ (12,832)
Delinquent tax	9,209	8,542	5,000	3,542
Motor vehicle tax	38,845	38,241	37,773	468
Recreational vehicle tax	779	758	845	(87)
16/20M vehicle tax	71	126	78	48
Commercial vehicle tax	4,129	5,234	4,202	1,032
In-Lieu of tax	9,270	10,736	8,000	2,736
Guest tax	8,734	10,123	4,000	6,123
Local alcoholic liquor tax	1,409	1,990	869	1,121
Local sales tax	245,418	258,540	235,000	23,540
Total Taxes	536,814	562,485	536,794	25,691
Licenses and Permits -				
Licenses and permits	9,469	10,375	6,000	4,375
Utility franchise fees	61,879	78,886	62,000	16,886
Dog tags, impounds, adoption fees	1,138	2,185	850	1,335
Total Licenses and Permits	72,486	91,446	68,850	22,596
Charges for Services -				
Burn site	50,274	54,519	50,400	4,119
Camping	36,641	24,615	24,000	615
Impoundment	135	552	-	552
Refuse collection	87,766	88,841	88,000	841
Swimming and concessions	7,934	8,140	5,000	3,140
Total Charges for Services	182,750	176,667	167,400	9,267
Fines, Forfeitures and Penalties -				
Police Fines	19,058	22,792	18,000	4,792
Use of Money and Property -				
Interest received	2,924	7,825	8,150	(325)
Other -				
Miscellaneous	20,580	34,128	20,680	13,448
Grants	-	4,273	-	4,273
Police contract	24,000	24,000	24,000	-
Total Other	44,580	62,401	44,680	17,721
Transfers In -				
Transfer from Electric Utility Fund	95,000	95,000	95,000	-
Transfer from Sewer Utility Fund	18,275	18,275	18,000	275
Transfer from Water Utility Fund	18,275	18,275	18,000	275
Total Transfers In	131,550	131,550	131,000	550
Total Receipts	990,162	1,055,166	$ 974,874	$ 80,292

CITY OF STERLING, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Expenditures				
Administrative -				
Personal services	$ 109,861	$ 116,289	$ 99,549	$ 16,740
Contractual services	173,619	207,203	155,100	52,103
Commodities	4,949	4,023	4,500	(477)
Capital outlay	24,726	22,500	40,000	(17,500)
Total Administrative	313,155	350,015	299,149	50,866
Police -				
Personal services	438,398	427,488	441,319	(13,831)
Contractual services	67,501	63,038	74,980	(11,942)
Commodities	22,641	35,245	21,425	13,820
Capital outlay	56,826	(2,360)	-	(2,360)
Total Police	585,366	523,411	537,724	(14,313)
Park -				
Contractual services	2,949	3,429	1,000	2,429
Commodities	17,964	29,704	35,150	(5,446)
Capital outlay	16,141	-	5,000	(5,000)
Total Park	37,054	33,133	41,150	(8,017)
Fire -				
Personal services	5,906	7,742	6,600	1,142
Contractual services	13,053	15,482	9,500	5,982
Commodities	210	1,063	2,525	(1,462)
Capital outlay	3,532	-	5,000	(5,000)
Total Fire	22,701	24,287	23,625	662
Swimming Pool -				
Personal services	30,833	38,822	28,000	10,822
Contractual services	5,313	13,355	5,000	8,355
Commodities	17,767	20,076	19,500	576
Capital outlay	-	-	2,000	(2,000)
Total Swimming Pool	53,913	72,253	54,500	17,753
Health & Sanitation -				
Contractual services	-	-	6,000	(6,000)
Commodities	796	-	2,500	(2,500)
Total Health & Sanitation	796	-	8,500	(8,500)
Other -				
Street department	1,386	-	-	-
Neighborhood revitalization rebate	25,791	26,373	29,343	(2,970)
Cash basis carryover	-	-	273,533	(273,533)
Total Expenditures	1,040,162	1,029,472	$ 1,267,524	$ (238,052)
Receipts Over (Under) Expenditures	(50,000)	25,694		
Unencumbered Cash, Beginning	485,535	435,535		
Unencumbered Cash, Ending	$ 435,535	$ 461,229		

CITY OF STERLING, KANSAS

SPECIAL PURPOSE FUND

LIBRARY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Ad valorem property tax	$ 45,881	$ 54,360	$ 56,008	$ (1,648)
Delinquent tax	2,016	1,973	-	1,973
Motor vehicle tax	8,800	9,084	8,976	108
Recreational vehicle tax	177	180	201	(21)
16/20M vehicle tax	150	29	19	10
Commercial vehicle tax	800	1,243	999	244
Neighborhood revitalization rebate	-	(6,282)	(6,571)	289
Total Receipts	57,824	60,587	$ 59,632	$ 955
Expenditures				
Appropriation to Library Board	57,824	60,525	$ 60,525	$ -
Receipts Over (Under) Expenditures	-	62		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ 62		

CITY OF STERLING, KANSAS

SPECIAL PURPOSE FUND

CEMETERY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Ad valorem property tax	$ 45,906	$ 54,371	$ 56,999	$ (2,628)
Delinquent tax	1,993	1,974	-	1,974
Motor vehicle tax	8,812	9,084	8,976	108
Recreational vehicle tax	177	180	201	(21)
16/20M vehicle tax	16	29	19	10
Commercial vehicle tax	937	1,243	999	244
Neighborhood revitalization rebate	-	(6,283)	(6,571)	288
Total Receipts	57,841	60,598	$ 60,623	$ (25)
Expenditures				
Appropriation to Sterling Community Cemetery	57,813	60,535	$ 60,535	$ -
Total Expenditures	57,813	60,535	$ 60,535	$ -
Receipts Over (Under) Expenditures	28	63		
Unencumbered Cash, Beginning	-	28		
Unencumbered Cash, Ending	$ 28	$ 91		

CITY OF STERLING, KANSAS

SPECIAL PURPOSE FUND

SPECIAL HIGHWAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Ad valorem property tax	$ 156,437	$ 185,013	$ 191,184	$ (6,171)
Delinquent tax	6,815	6,666	3,000	3,666
Motor vehicle tax	29,478	30,998	30,592	406
Recreational vehicle tax	591	613	684	(71)
16/20M vehicle tax	53	96	952,901	(952,805)
Commercial vehicle tax	3,134	4,239	3,404	835
Local sales tax	341,639	390,443	300,000	90,443
State of Kansas gas tax	63,647	60,807	56,800	4,007
State connecting links	14,560	14,570	7,250	7,320
FEMA reimbursement	53,203	(30,000)	-	(30,000)
Lease proceeds	60,000	-	-	-
Miscellaneous	14,365	16,707	-	16,707
Total Receipts	743,922	680,152	$ 1,545,815	$ (865,663)
Expenditures				
Personal services	125,249	164,251	$ 122,324	$ 41,927
Contractual services	252,448	87,404	1,371,674	(1,284,270)
Commodities	69,218	99,298	70,250	29,048
Capital outlay	40,000	128,174	50,000	78,174
Principal and interest	37,511	48,033	37,983	10,050
Transfer to Bond Projects Fund	-	-	437,070	(437,070)
Neighborhood revitalization rebate	-	21,381	22,358	(977)
Total Expenditures	524,426	548,541	$ 2,111,659	$ (1,563,118)
Receipts Over (Under) Expenditures	219,496	131,611		
Unencumbered Cash, Beginning	615,219	834,715		
Unencumbered Cash, Ending	$ 834,715	$ 966,326		

CITY OF STERLING, KANSAS

SPECIAL PURPOSE FUND

SPECIAL PARKS AND RECREATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local alcoholic liquor tax	$ 1,411	$ 1,990	$ 1,096	$ 894
Expenditures				
Capital outlay	-	-	$ 7,306	$ (7,306)
Receipts Over (Under) Expenditures	1,411	1,990		
Unencumbered Cash, Beginning	5,114	6,525		
Unencumbered Cash, Ending	$ 6,525	$ 8,515		

CITY OF STERLING, KANSAS

SPECIAL PURPOSE FUND

AMBULANCE AND FIRE EQUIPMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance - Over (Under)
Receipts				
Ad valorem property tax	$ 18,361	$ 21,748	$ 22,474	$ (726)
Delinquent tax	806	797	-	797
Motor vehicle tax	3,687	3,635	3,590	45
Recreational vehicle tax	74	72	80	(8)
16/20M vehicle tax	6	12	7	5
Commercial vehicle tax	393	497	400	97
Other	4,449	39,616	-	39,616
Neighborhood revitalization rebate	-	(2,513)	(2,628)	115
Total Receipts	27,776	63,864	$ 26,551	$ 39,826
Expenditures				
Capital outlay	26,443	103,552	$ 254,050	$ (150,498)
Total Expenditures	26,443	103,552	$ 254,050	$ (150,498)
Receipts Over (Under) Expenditures	1,333	(39,688)		
Unencumbered Cash, Beginning	205,443	206,776		
Unencumbered Cash, Ending	$ 206,776	$ 167,088		

CITY OF STERLING, KANSAS

SPECIAL PURPOSE FUND

STERLING COMMUNITY CEMETERY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2022		
	General Fund Actual	Stevenson Fund Actual	Perpetual Care Actual
Receipts			
Interest income	$ 1,544	$ -	$ -
Charges for service	12,715	-	-
Reimbursed expenses	2,760	-	-
Sale of lots	1,460	-	5,080
Township distribution	62,328	-	-
Total Receipts	80,807	-	5,080
Expenditures			
Personal services	83,446	-	-
Contractual services	11,188	-	-
Commodities	7,880	-	-
Total Expenditures	102,514	-	-
Receipts Over (Under) Expenditures	(21,707)	-	5,080
Unencumbered Cash, Beginning	36,649	59,700	139,003
Unencumbered Cash, Ending	$ 14,942	$ 59,700	$ 144,083

CITY OF STERLING, KANSAS

SPECIAL PURPOSE FUND

STERLING COMMUNITY CEMETERY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2022				
	Mausoleum Trust Funds				
	Mincer Actual	Manz Actual	Mead Actual	Total Cemetery Actual	2021 Actual
Receipts					
Interest income	$ 2	$ 2	$ 1	$ 1,549	$ 26,377
Charges for service	-	-	-	12,715	10,580
Reimbursed expenses	-	-	-	2,760	75
Sale of lots	-	-	-	6,540	8,718
Township distribution	-	-	-	62,328	60,019
Total Receipts	2	2	1	85,892	105,769
Expenditures					
Personal services	-	-	-	83,446	85,402
Contractual services	-	-	-	11,188	4,042
Commodities	-	-	-	7,880	992
Total Expenditures	-	-	-	102,514	90,436
Receipts Over (Under) Expenditures	2	2	1	(16,622)	15,333
Unencumbered Cash, Beginning	2,489	1,728	822	240,391	225,058
Unencumbered Cash, Ending	$ 2,491	$ 1,730	$ 823	$ 223,769	$ 240,391

CITY OF STERLING, KANSAS

CAPITAL PROJECT FUND

RESCUE PROJECTS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021	2022
Receipts		
Grants	$ 167,560	$ 168,557
Expenditures	-	200,759
Receipts Over (Under) Expenditures	167,560	(32,202)
Unencumbered Cash, Beginning	-	167,560
Unencumbered Cash, Ending	$ 167,560	$ 135,358

CITY OF STERLING, KANSAS

CAPITAL PROJECT FUND

STORM SEWER PROJECT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021	2022
Receipts	$ -	$ -
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	5,698	5,698
Unencumbered Cash, Ending	$ 5,698	$ 5,698

CITY OF STERLING, KANSAS

CAPITAL PROJECT FUND

BOND PROJECTS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021	2022
Receipts		
Bond proceeds	$ -	$ -
Expenditures		
Substation project	522,213	112,906
Receipts Over (Under) Expenditures	(522,213)	(112,906)
Unencumbered Cash, Beginning	642,815	120,602
Unencumbered Cash, Ending	$ 120,602	$ 7,696

CITY OF STERLING, KANSAS

BUSINESS FUND

WATER UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2022

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

		2022		
	2021	Actual	Budget	Variance - Over (Under)
Receipts				
Sale to customers	$ 355,850	$ 370,013	$ 360,000	$ 10,013
Connection fees	2,910	5,280	2,800	2,480
Hookups	1,056	453	750	(297)
Miscellaneous	6,137	5,331	57,666	(52,335)
Tower rent	18,672	16,373	17,232	(859)
Total Receipts	384,625	397,450	$ 438,448	$ (40,998)
Expenditures				
Production -				
Contractual services	1,609	4,329	$ 3,800	$ 529
Commodities	29,779	3,828	8,500	(4,672)
Total Production	31,388	8,157	12,300	(4,143)
Distribution -				
Personal services	105,585	97,708	119,591	(21,883)
Contractual services	9,108	7,817	13,100	(5,283)
Commodities	78,959	60,958	52,200	8,758
Total Distribution	193,652	166,483	184,891	(18,408)
General and Administrative -				
Personal services	111,193	106,591	91,048	15,543
Contractual services	20,381	25,129	15,800	9,329
Commodities	3,167	3,224	2,500	724
Capital outlay	-	-	113,333	(113,333)
Revolving loan principal	35,000	25,000	35,000	(10,000)
Revolving loan interest	18,570	11,039	11,040	(1)
Miscellaneous	1,705	1,687	-	1,687
Transfer to General Fund	18,275	18,275	18,275	-
Cash basis carryover	-	-	436	(436)
Total General and Administrative	208,291	190,945	287,432	(96,487)
Total Expenditures	433,331	365,585	$ 484,623	$ (119,038)
Receipts Over (Under) Expenditures	(48,707)	31,865		
Unencumbered Cash, Beginning	85,289	36,582		
Unencumbered Cash, Ending	$ 36,582	$ 68,447		

CITY OF STERLING, KANSAS

BUSINESS FUND

ELECTRIC UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Sales to customers	$ 2,470,284	$ 2,756,118	$ 2,400,000	$ 356,118
Connection fees	3,755	3,665	3,100	565
Street lighting	11,288	1,179	11,288	(10,109)
Installation charges	135	694	2,500	(1,806)
Capacity purchase reserve	104,513	104,307	93,449	10,858
Miscellaneous	20,241	76,682	22,000	54,682
Total Receipts	2,610,216	2,942,645	$ 2,532,337	$ 410,308
Expenditures				
Production -				
Personal services	182,037	226,225	$ 183,191	$ 43,034
Contractual services	1,230,125	1,670,359	1,244,250	426,109
Commodities	137,732	109,991	86,050	23,941
Capital outlay	-	-	15,000	(15,000)
Total Production	1,549,894	2,006,575	1,528,491	478,084
Distribution -				
Personal services	310,592	287,074	286,548	526
Contractual services	46,526	58,010	43,700	14,310
Commodities	134,062	98,270	139,050	(40,780)
Total Distribution	491,180	443,354	469,298	(25,944)
General and Administrative -				
Personal services	103,771	106,374	92,588	13,786
Contractual services	134,012	182,178	142,900	39,278
Commodities	6,178	7,008	5,600	1,408
Capital outlay	-	13,571	-	13,571
Catalytic convertors lease payment	95,513	95,502	87,008	8,494
Miscellaneous	5,877	467	100,000	(99,533)
Transfer to Equipment Reserve Fund	-	-	102,000	(102,000)
Transfer to General Fund	95,000	95,000	95,000	-
Cash basis carryover	-	-	891,880	(891,880)
Total General and Administrative	440,351	500,100	1,516,976	(1,016,876)
Total Expenditures	2,481,425	2,950,029	$ 3,514,765	$ (564,736)
Receipts Over (Under) Expenditures	128,791	(7,384)		
Unencumbered Cash, Beginning	1,150,559	1,279,350		
Unencumbered Cash, Ending	$ 1,279,350	$ 1,271,966		

CITY OF STERLING, KANSAS

BUSINESS FUND

ELECTRIC EQUIPMENT RESERVE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021 Actual	2022 Actual
Receipts	$ -	$ -
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	148,460	148,460
Unencumbered Cash, Ending	$ 148,460	$ 148,460

CITY OF STERLING, KANSAS

BUSINESS FUND

SEWER UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Sale to customers	$ 405,071	$ 415,666	$ 380,000	$ 35,666
Miscellaneous	3,571	7,630	55,666	(48,036)
Total Receipts	408,642	423,296	$ 435,666	$ (12,370)
Expenditures				
Collection -				
Contractual services	15,513	34,306	$ 16,500	$ 17,806
Commodities	3,048	4,308	3,250	1,058
Total Collection	18,561	38,614	19,750	18,864
Treatment -				
Personal services	109,407	148,396	117,904	30,492
Contractual services	12,459	21,473	14,500	6,973
Commodities	11,425	11,047	8,750	2,297
Total Treatment	133,291	180,916	141,154	39,762
General and Administration -				
Personal services	101,085	106,928	93,999	12,929
Contractual services	36,009	26,877	13,500	13,377
Commodities	3,169	3,319	3,500	(181)
Capital outlay	-	-	1,500	(1,500)
ARPA funded Projects	-	-	111,332	(111,332)
Revolving loan payment	90,072	88,406	88,406	-
Transfer to General Fund	18,275	18,275	18,275	-
Cash basis carryover	-	-	131,546	(131,546)
Total General and Administrative	248,610	243,805	462,058	(218,253)
Total Expenditures	400,462	463,335	$ 622,962	$ (159,627)
Receipts Over (Under) Expenditures	8,180	(40,039)		
Unencumbered Cash, Beginning	250,225	258,405		
Unencumbered Cash, Ending	$ 258,405	$ 218,366		

CITY OF STERLING, KANSAS

BUSINESS FUND

MEDICAL SERVICES FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Rent	$ 31,896	$ 31,596	$ 31,696	$ (100)
Miscellaneous	-	6,509	-	6,509
Total Receipts	$ 31,896	$ 38,105	$ 31,696	$ 6,409
Expenditures				
Contractual services	116,370	34,705	$ 148,859	$ (114,154)
Receipts Over (Under) Expenditures	(84,474)	3,400		
Unencumbered Cash, Beginning	95,467	10,993		
Unencumbered Cash, Ending	$ 10,993	$ 14,393		

CITY OF STERLING, 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
State cost analysis	$ 3,714	$ -	$ -	$ 3,714
Water utility deposits	6,530	1,700	1,878	6,352
Electric utility depostis	21,234	8,938	10,303	19,869
Police forfeiture	297	1	-	298
Total	$ 31,775	$ 10,639	$ 12,181	$ 30,233