# Public Wholesale Water Supply District #26
# Chase County, Kansas

## Regulatory Basis Financial Statement and Independent Auditors' Report

## For the Year Ended December 31, 2022

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**Public Wholesale Water Supply District #26**
**Chase County, Kansas**

Regulatory Basis Financial Statement
For the Year Ended December 31, 2022

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# Cindy Jensen
## Certified Public Accountant

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Independent Auditors' Report

To the Board
Public Wholesale Water Supply District #26
Chase County, Kansas

**Adverse and Unmodified Opinions**
I have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Public Wholesale Water Supply District #26, Chase County, Kansas, a municipality, as of and for the year ended December 31, 2022 and the related notes to the financial statement.

*Adverse Opinion on the U.S. Generally Accepted Accounting Principles*
In my opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion and Unmodified Opinions section of my report, the 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 Public Wholesale Water Supply District #26, as of December 31, 2022, or the changes in its financial position or cash flows for the year then ended.

*Unmodified Opinion on Regulatory Basis of Accounting*
In my opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Public Wholesale Water Supply District #26, 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 Opinion 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 Public Wholesale Water Supply District #26, and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements relating to my audit. I believe that the audit evidence we 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 Public Wholesale Water Supply District #26, Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

**Responsibilities of Management for the Financial Statement**
Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; 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 Public Wholesale Water Supply District #26'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 Responsibility 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, 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 Public Wholesale Water Supply District #26'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 Public Wholesale Water Supply District #26'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.

**Report on Regulatory – Required Supplementary Information**

My audit was conducted for the purpose of forming an opinion on the summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures (Schedules 1 and 2 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement but 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 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.

I also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Public Wholesale Water Supply District #26, Chase County, Kansas as of and for the year ended December 31, 2021 (not presented herein), and have issued my report dated October 3, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and my report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/chief-financial-officer/municipal-services/municipal-audits. 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 analysis and are 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 has been 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 my 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.



Cindy Jensen, CPA
October 16, 2023

Public Wholesale Water Supply District #26
Chase County, Kansas

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

| | Beginning Unencumbered Cash Balance | Prior Year Cancelled Encumbrances | Receipts | Expenditures | Ending Unencumbered Cash Balance | Add Outstanding Encumbrances & Accounts Payable | Ending Cash Balance |
|---|---|---|---|---|---|---|---|
| Special Purpose Funds | | | | | | | |
| Bond P&I Reserve | 65,163 | 0 | 109,992 | 109,385 | 65,770 | 0 | 65,770 |
| Bond Reserve | 66,055 | 0 | 11,007 | 0 | 77,062 | 0 | 77,062 |
| Short Lived Asset Replacement | 33,034 | 0 | 23,465 | 40,348 | 16,151 | 0 | 16,151 |
| Capital Project Fund | | | | | | | |
| Capital Project | (14,648) | 0 | 57,989 | 43,115 | 226 | 0 | 226 |
| Business Fund | | | | | | | |
| Water | 40,837 | 0 | 334,624 | 339,650 | 35,811 | 12,846 | 48,657 |
| Total Reporting Entity | $ 190,441 | $ 0 | $ 537,077 | $ 532,498 | $ 195,020 | $ 12,846 | $ 207,866 |

| Composition of Cash Balance: | |
|---|---|
| Checking-Operations | $ 207,640 |
| Checking-Grants | 226 |
| Total Reporting Entity | $ 207,866 |

The accompanying notes are an integral part of this statement.

Public Wholesale Water Supply District #26
Chase County, Kansas

Notes to the Financial Statement
December 31, 2022

## Note 1 – Summary of Significant Accounting Policies

The District has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The more significant of the District's accounting policies are described below.

### Financial Reporting Entity

Public Wholesale Water Supply District #26 (PWWSD#26) was organized in 2012 as a quasi-municipal corporation governed by an appointed board, represented by each of the three participating entities; the City of Strong City, the City of Cottonwood Falls, and Chase County Rural Water District No. 1. The District has no related municipal entities.

### Regulatory Basis Fund Types

The accounts of the District are organized and operated on the basis of funds, which are used to record the District's financial transactions. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Cash and other financial resources are recorded together with all related expenditures. A fund is used to segregate specific activities and for the purpose of attaining certain objectives in accordance with special regulations, restrictions, or limitations including State statutes. The following types of funds comprise the financial activities of the District:

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.

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.

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

Business fund – these funds are financed in whole, or in part, by fees charged to users of the goods and services.

### 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 of 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, other than those mentioned above.

The District 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 District to use the regulatory basis of accounting.

Note 1 – Summary of Significant Accounting Policies (Cont)

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 & 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 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 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 not hold a revenue neutral rate hearing for this year.

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

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of 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 and the following special purpose funds: Short Lived Asset and Bond Reserve. 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 by the governing body.

Note 2 – Stewardship, Compliance, and Accountability

Compliance with Finance-Related Legal and Contractual Provisions

References made herein to the statutes are not intended as interpretations of law but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney and legal representatives of the municipality.

K.S.A.9-1402 requires that the district's deposits be adequately secured at all times. The district's deposits were not secured at all times.

K.S.A. 10-130 requires that bond payments be made at least 20 days before the maturity date. Payments were received within that 20-day period.

Management is not aware of any other regulatory violations for the period covered by this audit.

## Note 3 – Cash and Deposits

K.S.A. 9-1401 established the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District 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 District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District'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 District has no investment policy that would further limit its investment choices.

Concentration of Credit Risk - State statutes place no limit on the amount the Municipality 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 District's deposits may not be returned to it. State statutes require the District'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%. All deposits were legally secured at December 31, 2022.

At year-end, the carrying amount of the District's deposits was $207,866. The actual bank balance was $211,672. The difference between the carrying amount and the bank balance is composed of checks that have not cleared and deposits in transit. The bank balance was held at two banks resulting in a concentration of credit risk. The entire bank balance was covered by FDIC insurance. The District held no investments on December 31, 2022.

## Note 4 – Contracts and Commitments

The District entered into a contract with the City of Strong City to obtain clerical services. PWWSD#26 agrees to reimburse the City based on the hourly rate of the employee, including leave, benefits and employer payroll taxes plus an additional 10%. The term of the agreement is for one year and continues indefinitely until either party gives written notice.

The District entered into a contract with the City of Cottonwood Falls and the City of Strong City to obtain water system operator services. The City of Strong City agrees to operate the plant on Monday through Friday. The City of Cottonwood Falls will operate the plant when Strong City personnel are absent and shall alternate holiday and weekend duties with Strong City personnel. The District agrees to reimburse the Cities based on the hourly rate of the employee, including leave, benefits, and employer payroll taxes plus an additional 10%. The term of the agreement is for one year and continues indefinitely until either party gives written notice.

The District entered into agreements with the City of Strong City, the City of Cottonwood Falls, and Chase County Rural Water District #1 for the sale of water. The initial sales price of water was $5.29 per thousand gallons and each entity agreed to purchase a minimum quantity to help defray the payment of debt service and production of water. The contracts extend forty years from the date of the initial delivery of water.

Note 4 – Contracts and Commitments (Cont)

The District entered into contracts with the City of Strong City and the City of Cottonwood Falls to lease each City's existing water wells. The District will pay each entity $100 annually for a term of forty years or as long as the lessee produces potable water in sufficient quantities, whichever occurs first.

Note 5 – Capital Projects

On July 20, 2020, the District was notified that a grant in the amount of $975,000 was received an Emergency Community Water Assistance Grant. The project will develop new wells and is projected to cost $975,000. As of December 31, 2022, the project had expenditures of $114,773 and was still in the planning stage.

Note 6 – Long-Term Debt

Series 2015 Revenue Bonds - The District issued $2,359,000 of No-Fund warrants on May 30, 2013 to construct infrastructure for its water operations. The No-Fund warrants carried interest of 2.47% and one payment was scheduled May 30, 2016. This temporary financing was paid by the issuance of Series 2015-A Revenue bonds which were purchased by USDA Rural Development. On May 21, 2015, the District issued Series 2015-A and Series 2015-B Revenue bonds in the amount of $2,359,000 and $255,000 respectively. The bonds carry interest of 2.75%. Forty annual payments beginning June 25, 2016 were scheduled with the first principal payment on June 25, 2017 and the last payment June 25, 2055.

Changes in Long-Term debt for the year ended December 31, 2022 were as follows:

| | Interest Rate | Date of Issue | Amount of Issue | Date of Final Maturity | Balance Due January 1 | Additions | Reductions/ Payments | Balance Due December 31 | Interest Paid |
|---|---|---|---|---|---|---|---|---|---|
| Series 2015A Rev Bds | 2.75% | 5/21/2015 | 2,359,000 | 6/25/2055 | 2,179,000 | 0 | 39,000 | 2,140,000 | 59,923 |
| Series 2015B Rev Bds | 2.75% | 5/21/2015 | 255,000 | 6/25/2055 | 235,000 | 0 | 4,000 | 231,000 | 6,462 |
| Total contractual indebtedness | | | | | $ 2,414,000 | $ 0 | $ 43,000 | $ 2,371,000 | $ 66,385 |

Note 6 – Long-Term Debt (Cont)

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

| Year | Series 2015A Revenue Bonds Principal | Series 2015A Revenue Bonds Interest | Series 2015A Revenue Bonds Total | Series 2015B Revenue Bonds Principal | Series 2015B Revenue Bonds Interest | Series 2015B Revenue Bonds Total |
|---|---|---|---|---|---|---|
| 2023 | $ 40,000 | $ 58,850 | $ 98,850 | $ 4,000 | $ 6,353 | $ 10,353 |
| 2024 | 41,000 | 57,750 | 98,750 | 4,000 | 6,242 | 10,242 |
| 2025 | 42,000 | 56,623 | 98,623 | 4,000 | 6,133 | 10,133 |
| 2026 | 43,000 | 55,467 | 98,467 | 5,000 | 6,022 | 11,022 |
| 2027 | 44,000 | 54,285 | 98,285 | 5,000 | 5,885 | 10,885 |
| 2028-2032 | 242,000 | 252,423 | 494,423 | 25,000 | 27,363 | 52,363 |
| 2033-2037 | 279,000 | 217,167 | 496,167 | 30,000 | 23,650 | 53,650 |
| 2038-2042 | 324,000 | 176,440 | 500,440 | 34,000 | 19,360 | 53,360 |
| 2043-2047 | 373,000 | 129,278 | 502,278 | 39,000 | 14,410 | 53,410 |
| 2048-2052 | 428,000 | 74,992 | 502,992 | 48,000 | 8,580 | 56,580 |
| 2053-2055 | 284,000 | 15,758 | 299,758 | 33,000 | 1,815 | 34,815 |
| | $ 2,140,000 | $ 1,149,033 | $ 3,289,033 | $ 231,000 | $ 125,813 | $ 356,813 |

## Note 7 – Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. Commercial insurance is purchased from independent third parties. Insurance claims have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance coverage from coverage in prior years.

## Note 8 – Transfers

| From | To | Authority | Amount |
|---|---|---|---|
| Water | Bond P&I Reserve | Bond Res May 21, 2015 | $ 109,992 |
| Water | Bond Reserve | Bond Res May 21, 2015 | 11,007 |
| Water | Short Lived Assets | USDA Letter of Conditions | 22,057 |

## Note 9 – Evaluation of Subsequent Events

Management has evaluated events through October 16, 2023, that date which the financial statement was available to be issued.

# Regulatory – Required Supplementary Information

Public Wholesale Water Supply District #26
Chase County, Kansas

Schedule 1

Summary Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

| | Certified Budget | Adjustment for Qualifying Budget Credits | Total Budget for Comparison | Expenditures Chargeable to Current Year | Variance Over (Under) |
|---|---|---|---|---|---|
| Special Purpose Funds | | | | | |
| Bond P&I Reserve | 109,416 | 0 | 109,416 | 109,385 | (31) |
| Business Fund | | | | | |
| Water | 377,334 | 0 | 377,334 | 339,650 | (37,684) |

See Accompanying Auditor's Report.

Public Wholesale Water Supply District #26
Chase County, Kansas

Schedule 2A

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

BOND PRINCIPAL & INTEREST RESERVE

| | Prior Year Actual | Current Year Actual | Budget | Variance Over (Under) |
|---|---|---|---|---|
| Receipts | | | | |
| Transfers In | $ 109,992 | $ 109,992 | $ 109,992 | $ 0 |
| Other | 0 | 0 | 0 | 0 |
| Total Receipts | 109,992 | 109,992 | 109,992 | 0 |
| Expenditures | | | | |
| Bond Principal & Interest | 109,540 | 109,385 | 109,416 | (31) |
| Receipts Over (Under) Expenditures | 452 | 607 | $ 576 | $ 31 |
| Unencumbered Cash, January 1 | 64,711 | 65,163 | | |
| Unencumbered Cash, December 31 | $ 65,163 | $ 65,770 | | |

See Accompanying Auditor's Report.

Public Wholesale Water Supply District #26
Chase County, Kansas

Schedule 2B

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021

BOND RESERVE

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Receipts | | |
| Transfer in | $ 11,007 | $ 11,007 |
| Other | 0 | 0 |
| Total Receipts | 11,007 | 11,007 |
| Expenditures | | |
| Bond payments | 0 | 0 |
| Other | 0 | 0 |
| Total Expenditures | 0 | 0 |
| Receipts Over (Under) Expenditures | 11,007 | 11,007 |
| Unencumbered Cash, January 1 | 55,048 | 66,055 |
| Unencumbered Cash, December 31 | $ 66,055 | $ 77,062 |

Public Wholesale Water Supply District #26
Chase County, Kansas

Schedule 2C

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021

SHORT LIVED ASSET REPLACEMENT

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Receipts | | |
| Transfers In | $ 22,057 | $ 22,057 |
| Other | 0 | 1,408 |
| Total Receipts | 22,057 | 23,465 |
| Expenditures | | |
| Short Lived Asset Replacement | 14,798 | 40,348 |
| Other | 0 | 0 |
| Total Expenditures | 14,798 | 40,348 |
| Receipts Over (Under) Expenditures | 7,259 | (16,883) |
| Unencumbered Cash, January 1 | 25,775 | 33,034 |
| Unencumbered Cash, December 31 | $ 33,034 | $ 16,151 |

Public Wholesale Water Supply District #26
Chase County, Kansas

Schedule 2D

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021

CAPITAL PROJECT

| | Prior Year Actual | Current Year Actual |
|---|---|---|
| Receipts | | |
| USDA grant | $ 54,038 | $ 57,989 |
| Miscellaneous reimbursements | 0 | 0 |
| Interest | 0 | 0 |
| Total Receipts | 54,038 | 57,989 |
| Expenditures | | |
| Project expenditures | 54,040 | 43,115 |
| Reimburse water fund expense | 0 | 0 |
| Local share costs | 0 | 0 |
| Total Expenditures | 54,040 | 43,115 |
| Receipts Over (Under) Expenditures | (2) | 14,874 |
| Unencumbered Cash, January 1 | (14,646) | (14,648) |
| Unencumbered Cash, December 31 | $ (14,648) | $ 226 |

See Accompanying Auditor's Report.

Public Wholesale Water Supply District #26
Chase County, Kansas

Schedule 2E

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

WATER FUND

| | Prior Year Actual | Current Year Actual | Budget | Variance Over (Under) |
|---|---|---|---|---|
| Receipts | | | | |
| Water sales | $ 316,843 | $ 330,396 | $ 329,600 | $ 796 |
| Interest | 19 | 23 | 35 | (12) |
| Transfer in | 0 | 0 | 0 | 0 |
| Other Receipts | 1,644 | 4,205 | 6,000 | (1,795) |
| Total Receipts | 318,506 | 334,624 | 335,635 | (1,011) |
| Expenditures | | | | |
| Capital outlay | 1,735 | 4,797 | 30,000 | (25,203) |
| Chemicals | 39,623 | 54,598 | 40,176 | 14,422 |
| Contractual | 12,522 | 16,619 | 34,000 | (17,381) |
| Dues & fees | 3,438 | 4,802 | 5,000 | (198) |
| Insurance | 17,718 | 19,654 | 20,000 | (346) |
| Operator & administrative reimbursements | 38,561 | 50,273 | 45,000 | 5,273 |
| Supplies & repairs | 941 | 2,503 | 23,000 | (20,497) |
| Telephone & utilities | 35,318 | 42,056 | 35,000 | 7,056 |
| Other expense | 99 | 1,292 | 2,100 | (808) |
| Transfers out | 143,056 | 143,056 | 143,058 | (2) |
| Total Expenditures | 293,011 | 339,650 | 377,334 | (37,684) |
| Receipts Over (Under) Expenditures | 25,495 | (5,026) | $ (41,699) | $ 36,673 |
| Unencumbered Cash, January 1 | 15,342 | 40,837 | | |
| Unencumbered Cash, December 31 | $ 40,837 | $ 35,811 | | |

See Accompanying Auditor's Report.