

CITY OF LINCOLN CENTER, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2022

CITY OF LINCOLN CENTER, KANSAS
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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Lincoln Center, Kansas
Lincoln Center, Kansas

Adverse and Unmodified Opinions

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

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

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditors' Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, and summary of regulatory basis receipts and disbursements – agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement; however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City as of and for the year ended December 31, 2021 (not presented herein), and have issued our report thereon dated May 9, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2022 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2021, on the basis of accounting described in Note 1.



ADAMSBROWN, LLC

Certified Public Accountants

Great Bend, Kansas

May 8, 2023

CITY OF LINCOLN CENTER, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2022

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Regulatory Basis Fund Types							
General Fund	\$ 793,024	-	795,711	801,911	786,824	28,291	815,115
Special Purpose Funds							
Employee Benefits Fund	25,176	-	33,057	23,254	34,979	-	34,979
Library Fund	1,886	-	52,686	53,820	752	-	752
Special Highway Fund	157,683	-	57,271	88,609	126,345	-	126,345
Special Liability Fund	91,073	-	3	4,884	86,192	-	86,192
COVID-19 Federal Fund	90,116	-	90,116	-	180,232	-	180,232
Special Parks and Recreation Fund	12,956	-	2,909	-	15,865	-	15,865
Municipal Equipment Reserve Fund	172,875	-	46,010	-	218,885	-	218,885
Recreation Fund	98,967	-	75,313	45,311	128,969	3,075	132,044
Capital Project Funds							
CDBG Project Fund	(1,448)	-	403,343	404,895	(3,000)	3,000	-
Water Project Fund	(145,777)	-	1,162,731	1,016,954	-	-	-
Bond and Interest Fund							
Bond and Interest Fund	42,416	-	85,548	85,407	42,557	-	42,557
Business Funds							
Electric Utility Fund	2,685,434	-	1,759,117	1,778,745	2,665,806	48,333	2,714,139
Electric Utility Reserve Fund	300,000	-	100,000	-	400,000	-	400,000
Water Utility Fund	587,857	-	310,736	280,139	618,454	6,015	624,469
Water Utility Reserve Fund	150,000	-	30,000	-	180,000	-	180,000
Sewer Utility Fund	281,784	-	247,727	223,764	305,747	36,971	342,718
Sewer Utility Reserve Fund	60,000	-	15,000	-	75,000	-	75,000
Solid Waste Fund	12,596	-	102,132	101,827	12,901	-	12,901
Trust Fund							
Cemetery Trust Fund	80,702	-	156	-	80,858	-	80,858
Total Primary Government (Excluding Agency Funds)	<u>\$ 5,497,320</u>	<u>-</u>	<u>5,369,566</u>	<u>4,909,520</u>	<u>5,957,366</u>	<u>125,685</u>	<u>6,083,051</u>
			Composition of Cash				
						\$	50,000
							2,560,007
							3,530,099
							500
							6,140,606
							(57,555)
						Total Primary Government (Excluding Agency Funds)	<u>\$ 6,083,051</u>

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

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Lincoln Center, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The City is a municipal corporation governed by an elected five-member council. This financial statement does not include the related municipal entities shown below. A related municipal entity is an entity established to benefit the City and/or its constituents.

Lincoln Port Authority

The City's airport authority board operates the City's airport. The governing body is appointed by the City. Unaudited financial statements can be obtained by contacting the port authority office.

Lincoln Housing Authority

The City's housing authority operates the City's housing projects. The governing body is approved by the City. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Unaudited financial statements can be obtained by contacting the housing authority's office.

Lincoln Carnegie Library

The City's library board operates the City's public library. The governing body is appointed by the City. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. Unaudited financial statements can be obtained by contacting the library.

Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2022.

Regulatory Basis Fund Types

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

Special Purpose Fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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.

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2022

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

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

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

Basis of Accounting

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

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

Reimbursements

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

NOTE 2 – BUDGETARY INFORMATION

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

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2022

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for 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 schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

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

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose fund: Municipal Equipment Reserve Fund and COVID-19 Federal Fund.

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

NOTE 3 – DEPOSITS AND INVESTMENTS

City of Lincoln Center, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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

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

Concentration of Credit Risk

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

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2022

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City does not use "peak periods". All deposits were legally secured at December 31, 2022.

At December 31, 2022, the City's carrying amount of deposits was \$6,140,606 and the bank balance was \$6,371,253. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance and \$5,871,253 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. The City had no investments at December 31, 2022.

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Lincoln Center, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2022 were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Municipal Equipment Reserve Fund	K.S.A. 12-1,117	\$ 45,000
Water Utility Fund	Water Utility Reserve Fund	K.S.A. 12-825d	30,000
Electric Utility Fund	Electric Utility Reserve Fund	K.S.A. 12-825d	100,000
Electric Utility Fund	Bond and Interest Fund	K.S.A. 12-825d	50,272
Electric Utility Fund	General Fund	K.S.A. 12-825d	125,000
Solid Waste Fund	General Fund	K.S.A. 12-825d	2,000
Sewer Utility Fund	Sewer Utility Reserve Fund	K.S.A. 12-825d	15,000

NOTE 5 – CAPITAL PROJECTS

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

	<u>Project Authorization</u>	<u>Expenditures to Date</u>
CDBG Downtown Rehabilitation Project	\$ 375,714	375,714

A \$250,000 CDBG grant was awarded to the City under the Downtown Commercial Rehabilitation Program. The grant has a local match requirement of approximately \$125,714 that is to be paid by a local company. The City has no funding commitment.

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2022

Capital project authorization with approved change order compared with expenditures from inception:

	Project Authorization	Expenditures to Date
Waterline Project	\$ 1,702,963	1,702,963

A \$600,000 CDBG grant was awarded to the City. In addition to grant, the City obtained a KDHE loan to cover the \$1,075,900.

NOTE 6 – LITIGATION

City of Lincoln Center, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

NOTE 7 – RISK MANAGEMENT

City of Lincoln Center, Kansas is exposed to various risks of loss related to torts; damage to and destruction of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than related to employee health benefits. Settled claims have not exceeded this commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

The City has been unable to obtain workers' compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in the Kansas Municipal Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for 173 participating members. The City pays an annual premium to Kansas Municipal Insurance Trust for its workers' compensation insurance coverage. The agreement to participate provides that the Kansas Municipal Insurance Trust will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$500,000 for each insured event. During 2022, the City contributed \$7,962 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by Kansas Municipal Insurance Trust management.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Lincoln Center, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 9 – DEFERRED COMPENSATION PLAN

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

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 10 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

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

Contributions

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.90% for the fiscal year ended December 31, 2022. Contributions to the pension plan from the City were \$43,096 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 \$485,639. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

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

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2022

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

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

NOTE 12 – HEALTH REIMBURSEMENT ARRANGEMENT

City of Lincoln Center, Kansas entered into a Health Reimbursement Arrangement (HRA). The full-time employee benefit is an HRA as defined by Section 105 of the Internal Revenue Code. The HRA plan is funded solely by the employer. The HRA plan allows for reimbursement of certain out-of-pocket medical and prescription drug costs incurred by the employee, their spouse or their dependents. The maximum allowance per year through BCBS is \$6,350 for employee only, \$12,700 for employee and spouse, employee and children and employee and family. Of this amount the employee is responsible for \$2,675 for employee only and \$5,350 for employee and spouse, employee and children and employee and family. The City is responsible for the difference. The amount the City paid in HRA reimbursements was \$7,577 for the year ended December 31, 2022.

NOTE 13 – COMPENSATED ABSENCES

Vacation

City of Lincoln Center, Kansas' policy regarding vacation for full-time employees is as follows:

<u>Years Worked</u>	<u>Amount Earned</u>
0-15	6.67 hours/month
15 and over	10 hours/month

Half-time employees are entitled to one-half of the vacation granted to full-time employees. Part-time, seasonal and temporary employees shall not earn vacation. Accrued vacation shall not be carried over to the next year.

Sick Leave

The City's policy for sick leave permits full-time employees to earn sick leave at the rate of 8 hours per full month of service up to a maximum of 480 hours. Half-time employees shall earn sick leave at the rate of four hours per month of employment. For those employees who have attained and maintained a maximum accumulation of sick leave for the preceding year or upon termination, the City will pay them 25% of their accumulated sick leave at their current rate of pay.

Comp Time

Comp time is earned at the rate of 1½ hours per every hour worked over 40 hours during a one week period. It must be taken as time off within two pay periods following the pay period it was earned. Comp time must be used before the end of the year or it will be paid out as overtime.

CITY OF LINCOLN CENTER, KANSAS
Notes to Financial Statement
December 31, 2022

NOTE 14 – LONG-TERM DEBT

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

General Obligation Bonds

On November 1, 2008, the City issued \$360,000 in Series 2008 General Obligation bonds for the purpose of paying the costs of construction of street and gas utility improvements.

On March 29, 2017, the City issued \$600,000 in Series 2017 General Obligation bonds for the purpose of paying the costs for power plant improvements.

KDHE Revolving Loan

The City entered into a \$699,705 water pollution control revolving loan agreement on September 26, 2000 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance the construction of a lagoon cell. The City will use proceeds generated by the operation of the facility for loan repayment, which began September 1, 2004.

The City entered into a \$605,961 public water supply revolving loan agreement on October 8, 2020 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance the replacement of cast iron water pipes and meters. An amendment to the loan took place April 23, 2021 to increase loan amount to \$1,105,961. A CDBG grant was also awarded for \$600,000 to go towards the project. The City will use proceeds generated by the operation of the facility for loan repayment, which will begin February 1, 2023.

CITY OF LINCOLN CENTER, KANSAS

Notes to Financial Statement

December 31, 2022

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Series 2008	4.00% - 5.50%	11/01/2008	\$ 360,000	2024	\$ 95,000	-	30,000	65,000	5,135
Series 2017	3.20%	03/29/2017	600,000	2032	464,000	-	36,000	428,000	14,272
KDHE Loans									
Water Pollution Control Loan	3.14%	09/26/2000	699,705	2024	115,225	-	44,931	70,294	3,529
Water Supply Loan	1.29%	04/23/2021	1,105,961	2042	1,105,961	-	-	1,105,961	3,850
Total Contractual Indebtedness					\$ 1,780,186	-	110,931	1,669,255	26,786

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

	YEAR								Total
	2023	2024	2025	2026	2027	2028 - 2032	2033 - 2037	2038 - 2042	
Principal									
General Obligation Bonds	\$ 67,000	73,000	39,000	40,000	42,000	232,000	-	-	493,000
KDHE Loans	96,403	73,210	50,022	50,670	51,326	266,768	284,483	303,373	1,176,255
Total Principal	163,403	146,210	89,022	90,670	93,326	498,768	284,483	303,373	1,669,255
Interest									
General Obligation Bonds	16,649	13,829	10,672	9,408	8,096	19,104	-	-	77,758
KDHE Loans	14,905	13,868	12,825	12,178	11,522	47,471	29,757	10,867	153,393
Total Interest	31,554	27,697	23,497	21,586	19,618	66,575	29,757	10,867	231,151
Total Principal and Interest	\$ 194,957	173,907	112,519	112,256	112,944	565,343	314,240	314,240	1,900,406

CITY OF LINCOLN CENTER, KANSAS

Regulatory-Required Supplementary Information

CITY OF LINCOLN CENTER, KANSAS
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2022

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Regulatory Basis Fund Types					
General Fund	\$ 1,555,054	-	1,555,054	801,911	(753,143)
Special Purpose Funds					
Employee Benefits Fund	48,170	-	48,170	23,254	(24,916)
Library Fund	53,820	-	53,820	53,820	-
Special Highway Fund	159,798	-	159,798	88,609	(71,189)
Special Liability Fund	91,064	-	91,064	4,884	(86,180)
Special Parks and Recreation Fund	15,662	-	15,662	-	(15,662)
Recreation Fund	175,801	-	175,801	45,311	(130,490)
Bond and Interest Fund					
Bond and Interest Fund	127,717	-	127,717	85,407	(42,310)
Business Funds					
Electric Utility Fund	3,208,772	-	3,208,772	1,778,745	(1,430,027)
Water Utility Fund	530,500	-	530,500	280,139	(250,361)
Sewer Utility Fund	477,196	-	477,196	223,764	(253,432)
Solid Waste Fund	114,428	-	114,428	101,827	(12,601)

CITY OF LINCOLN CENTER, KANSAS
General Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 165,142	167,521	171,914	(4,393)
Delinquent	6,002	1,732	4,000	(2,268)
Motor Vehicle	33,147	31,612	28,804	2,808
Recreational Vehicle	560	520	3,082	(2,562)
Local Alcohol Liquor	2,918	2,909	2,566	343
County Sales	122,407	137,700	140,000	(2,300)
City Sales	171,554	180,373	170,000	10,373
Intangible Tax	10,061	12,103	4,116	7,987
Connecting Links	750	750	750	-
In Lieu of Taxes	807	-	869	(869)
Weed Abatement Fees	1,025	1,700	5,000	(3,300)
Franchise Fees	28,166	36,498	35,000	1,498
Licenses, Fees and Permits	2,605	3,252	3,300	(48)
Interest	4,096	14,160	8,000	6,160
Fines and Fees	621	159	2,500	(2,341)
Cemetery Lots	1,300	1,700	3,000	(1,300)
Rentals and Leases	16,927	18,227	22,000	(3,773)
Airport Leases	6,602	6,602	7,500	(898)
Gifts and Bequests	1,000	1,500	1,000	500
Miscellaneous	1,638	41,087	22,000	19,087
Lease Proceeds	40,000	-	-	-
Donations	-	-	2,000	(2,000)
Pool Receipts and Fees	9,354	11,918	15,000	(3,082)
Transfers In	157,000	127,000	127,000	-
Neighborhood Revitalization Rebate	(3,826)	(3,312)	(3,346)	34
Total Receipts	\$ 779,856	795,711	776,055	19,656

CITY OF LINCOLN CENTER, KANSAS
General Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures				
General Administrative	\$ 152,556	149,012	520,000	(370,988)
Public Safety				
Fire Department	22,455	23,539	48,000	(24,461)
Police Department	173,525	179,470	182,000	(2,530)
Recreation				
Park and Pool Department	84,227	137,501	164,500	(26,999)
Recreation	25,000	25,000	25,000	-
Street Lighting	5,577	4,659	23,000	(18,341)
Street Department	131,780	187,521	270,000	(82,479)
Cemetery	28,864	31,672	55,284	(23,612)
Airport Appropriations	15,000	15,000	215,000	(200,000)
Weed Control	1,083	3,282	6,470	(3,188)
Sales Tax	192	255	800	(545)
Transfers Out	30,000	45,000	45,000	-
Total Expenditures	<u>670,259</u>	<u>801,911</u>	<u>1,555,054</u>	<u>(753,143)</u>
Receipts Over (Under) Expenditures	109,597	(6,200)		
Unencumbered Cash - Beginning	<u>683,427</u>	<u>793,024</u>		
Unencumbered Cash - Ending	\$ <u><u>793,024</u></u>	<u><u>786,824</u></u>		

CITY OF LINCOLN CENTER, KANSAS
Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 27,549	27,994	28,728	(734)
Delinquent	989	288	500	(212)
Motor Vehicle	5,406	5,239	4,805	434
Recreational Vehicle	91	87	514	(427)
In Lieu of Taxes	135	-	145	(145)
Other	1	2	-	2
Neighborhood Revitalization Rebate	(638)	(553)	(559)	6
Total Receipts	33,533	33,057	<u>34,133</u>	<u>(1,076)</u>
Expenditures				
Employee Benefits	30,803	23,254	<u>48,170</u>	<u>(24,916)</u>
Receipts Over (Under) Expenditures	2,730	9,803		
Unencumbered Cash - Beginning	<u>22,446</u>	<u>25,176</u>		
Unencumbered Cash - Ending	\$ <u>25,176</u>	<u>34,979</u>		

CITY OF LINCOLN CENTER, KANSAS
Library Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 43,308	44,711	45,881	(1,170)
Delinquent	1,451	428	200	228
Motor Vehicle	8,419	8,295	7,554	741
Recreational Vehicle	144	136	808	(672)
State Aid	85,600	-	-	-
In Lieu of Taxes	212	-	228	(228)
Neighborhood Revitalization Rebate	(1,003)	(884)	(893)	9
Total Receipts	138,131	52,686	<u>53,778</u>	<u>(1,092)</u>
Expenditures				
Appropriations	138,920	53,820	<u>53,820</u>	<u>-</u>
Receipts Over (Under) Expenditures	(789)	(1,134)		
Unencumbered Cash - Beginning	<u>2,675</u>	<u>1,886</u>		
Unencumbered Cash - Ending	\$ <u>1,886</u>	<u>752</u>		

CITY OF LINCOLN CENTER, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
State Gasoline Tax	\$ 34,391	31,659	30,370	1,289
Reimbursed Expense	-	25,612	-	25,612
Total Receipts	34,391	57,271	<u>30,370</u>	<u>26,901</u>
Expenditures				
Personal Services	-	-	20,000	(20,000)
Commodities	15,606	88,609	139,798	(51,189)
Total Expenditures	15,606	88,609	<u>159,798</u>	<u>(71,189)</u>
Receipts Over (Under) Expenditures	18,785	(31,338)		
Unencumbered Cash - Beginning	138,898	157,683		
Unencumbered Cash - Ending	\$ <u>157,683</u>	<u>126,345</u>		

CITY OF LINCOLN CENTER, KANSAS
Special Liability Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues Delinquent	\$ 9	3	-	3
Expenditures				
Contractual Services	8,391	4,884	91,064	(86,180)
Receipts Over (Under) Expenditures	(8,382)	(4,881)		
Unencumbered Cash - Beginning	99,455	91,073		
Unencumbered Cash - Ending	\$ 91,073	86,192		

CITY OF LINCOLN CENTER, KANSAS
COVID-19 Federal Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Funds	\$ 101,296	90,116
Expenditures	-	-
Receipts Over (Under) Expenditures	101,296	90,116
Unencumbered Cash - Beginning	(11,180)	90,116
Unencumbered Cash - Ending	<u>\$ 90,116</u>	<u>180,232</u>

CITY OF LINCOLN CENTER, KANSAS
Special Parks and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Local Alcohol Liquor	\$ 2,918	2,909	2,566	343
Expenditures				
Contractual Services	-	-	500	(500)
Commodities	-	-	1,000	(1,000)
Capital Outlay	-	-	14,162	(14,162)
Total Expenditures	-	-	15,662	(15,662)
Receipts Over (Under) Expenditures	2,918	2,909		
Unencumbered Cash - Beginning	10,038	12,956		
Unencumbered Cash - Ending	\$ 12,956	15,865		

CITY OF LINCOLN CENTER, KANSAS
Municipal Equipment Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 30,000	45,000
Interest	444	1,010
	<hr/>	<hr/>
Total Receipts	30,444	46,010
Expenditures		
Capital Outlay	68,728	-
	<hr/>	<hr/>
Receipts Over (Under) Expenditures	(38,284)	46,010
Unencumbered Cash - Beginning	211,159	172,875
	<hr/>	<hr/>
Unencumbered Cash - Ending	\$ 172,875	218,885
	<hr/> <hr/>	<hr/> <hr/>

CITY OF LINCOLN CENTER, KANSAS
Recreation Fund

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Fees	\$ 19,155	24,298	28,000	(3,702)
Appropriations	50,000	50,000	50,000	-
Grant Proceeds	4,200	-	-	-
Miscellaneous	-	15	-	15
Donations	-	1,000	5,000	(4,000)
Total Receipts	<u>73,355</u>	<u>75,313</u>	<u>83,000</u>	<u>(7,687)</u>
Expenditures				
Sales Tax	-	379	600	(221)
Personal Services	12,147	17,684	25,000	(7,316)
Contractual Services	7,192	7,832	15,000	(7,168)
Commodities	8,375	11,578	20,000	(8,422)
Capital Outlay	7,295	1,450	115,201	(113,751)
Other	4,980	6,388	-	6,388
Total Expenditures	<u>39,989</u>	<u>45,311</u>	<u>175,801</u>	<u>(130,490)</u>
Receipts Over (Under) Expenditures	33,366	30,002		
Unencumbered Cash - Beginning	<u>65,601</u>	<u>98,967</u>		
Unencumbered Cash - Ending	\$ <u>98,967</u>	<u>128,969</u>		

CITY OF LINCOLN CENTER, KANSAS
CDBG Project Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid - CDBG	\$ -	247,000
Reimbursements	29,560	156,343
Total Receipts	29,560	403,343
Expenditures		
Contractual Services	21,801	404,895
Receipts Over (Under) Expenditures	7,759	(1,552)
Unencumbered Cash - Beginning	(9,207)	(1,448)
Unencumbered Cash - Ending	\$ (1,448)	(3,000)

CITY OF LINCOLN CENTER, KANSAS
Water Project Fund

Schedule of Receipts and Expenditures
 Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid - CDBG	\$ 270,114	326,886
KDHE Loan Proceeds	270,116	835,845
Total Receipts	540,230	1,162,731
Expenditures		
Contractual Services	686,007	1,016,954
Receipts Over (Under) Expenditures	(145,777)	145,777
Unencumbered Cash - Beginning	-	(145,777)
Unencumbered Cash - Ending	\$ (145,777)	-

CITY OF LINCOLN CENTER, KANSAS
Bond and Interest Fund

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis

For the Year Ended December 31, 2022

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 344	350	360	(10)
Delinquent	13	4	-	4
Motor Vehicle	69	66	60	6
Recreational Vehicle	1	1	7	(6)
Special Assessments	34,490	34,490	34,490	-
Interest	160	372	150	222
Neighborhood Revitalization Rebate	(8)	(7)	(7)	-
Transfers In	50,408	50,272	50,272	-
Total Receipts	<u>85,477</u>	<u>85,548</u>	<u>85,332</u>	<u>216</u>
Expenditures				
Principal Payments	65,000	66,000	66,000	-
Interest Payments	22,103	19,407	19,407	-
Cash Basis Reserve	-	-	42,310	(42,310)
Total Expenditures	<u>87,103</u>	<u>85,407</u>	<u>127,717</u>	<u>(42,310)</u>
Receipts Over (Under) Expenditures	(1,626)	141		
Unencumbered Cash - Beginning	<u>44,042</u>	<u>42,416</u>		
Unencumbered Cash - Ending	\$ <u>42,416</u>	<u>42,557</u>		

CITY OF LINCOLN CENTER, KANSAS
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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Sales to Customers	\$ 1,742,927	1,682,704	2,200,000	(517,296)
Other Charges	16,583	8,973	25,000	(16,027)
Sales Tax	50,403	50,113	77,000	(26,887)
Interest	5,872	16,417	15,000	1,417
Miscellaneous	310	910	10,000	(9,090)
Total Receipts	<u>1,816,095</u>	<u>1,759,117</u>	<u>2,327,000</u>	<u>(567,883)</u>
Expenditures				
Production	1,007,417	1,122,178	2,240,000	(1,117,822)
Distribution	235,404	273,783	520,000	(246,217)
General Administrative	64,944	60,331	100,000	(39,669)
Sales Tax	50,497	47,012	72,500	(25,488)
Meter Deposit Interest	45	169	1,000	(831)
Transfers Out	275,408	275,272	275,272	-
Total Expenditures	<u>1,633,715</u>	<u>1,778,745</u>	<u>3,208,772</u>	<u>(1,430,027)</u>
Receipts Over (Under) Expenditures	182,380	(19,628)		
Unencumbered Cash - Beginning	<u>2,503,054</u>	<u>2,685,434</u>		
Unencumbered Cash - Ending	\$ <u>2,685,434</u>	<u>2,665,806</u>		

CITY OF LINCOLN CENTER, KANSAS
Electric Utility Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 100,000	100,000
Expenditures	-	-
Receipts Over (Under) Expenditures	100,000	100,000
Unencumbered Cash - Beginning	200,000	300,000
Unencumbered Cash - Ending	<u>\$ 300,000</u>	<u>400,000</u>

CITY OF LINCOLN CENTER, KANSAS
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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Sales to Customers	\$ 265,782	275,292	286,500	(11,208)
Other Charges	13,665	19,414	25,000	(5,586)
Water Protection Fee	1,030	1,074	1,500	(426)
Interest	1,189	3,713	2,000	1,713
Rentals and Leases	9,828	9,418	13,000	(3,582)
Miscellaneous	-	1,825	-	1,825
Total Receipts	<u>291,494</u>	<u>310,736</u>	<u>328,000</u>	<u>(17,264)</u>
Expenditures				
Production	27,730	29,660	95,000	(65,340)
Distribution	149,931	172,426	315,000	(142,574)
General Administrative	57,215	42,114	86,000	(43,886)
Water Protection and Clean Drinking	1,996	2,080	4,000	(1,920)
Meter Deposit Interest	6	9	500	(491)
KDHE Loan	-	3,850	-	3,850
Transfers Out	60,000	30,000	30,000	-
Total Expenditures	<u>296,878</u>	<u>280,139</u>	<u>530,500</u>	<u>(250,361)</u>
Receipts Over (Under) Expenditures	(5,384)	30,597		
Unencumbered Cash - Beginning	<u>593,241</u>	<u>587,857</u>		
Unencumbered Cash - Ending	\$ <u>587,857</u>	<u>618,454</u>		

CITY OF LINCOLN CENTER, KANSAS
Water Utility Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 30,000	30,000
Expenditures	-	-
Receipts Over (Under) Expenditures	30,000	30,000
Unencumbered Cash - Beginning	120,000	150,000
Unencumbered Cash - Ending	<u>\$ 150,000</u>	<u>180,000</u>

CITY OF LINCOLN CENTER, KANSAS
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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Sewer Service Charges	\$ 235,920	236,627	232,000	4,627
Miscellaneous Rentals	135	11,100	500	10,600
Total Receipts	<u>236,055</u>	<u>247,727</u>	<u>232,500</u>	<u>15,227</u>
Expenditures				
Personal Services	38,676	50,356	70,000	(19,644)
Contractual Services	13,807	9,815	35,000	(25,185)
Commodities	3,004	24,750	20,600	4,150
Capital Outlay	-	75,383	288,136	(212,753)
Debt Service	48,460	48,460	48,460	-
Transfers Out	15,000	15,000	15,000	-
Total Expenditures	<u>118,947</u>	<u>223,764</u>	<u>477,196</u>	<u>(253,432)</u>
Receipts Over (Under) Expenditures	117,108	23,963		
Unencumbered Cash - Beginning	<u>164,676</u>	<u>281,784</u>		
Unencumbered Cash - Ending	\$ <u>281,784</u>	<u>305,747</u>		

CITY OF LINCOLN CENTER, KANSAS
Sewer Utility Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 15,000	15,000
Expenditures	-	-
Receipts Over (Under) Expenditures	15,000	15,000
Unencumbered Cash - Beginning	45,000	60,000
Unencumbered Cash - Ending	<u>\$ 60,000</u>	<u>75,000</u>

CITY OF LINCOLN CENTER, KANSAS
Solid Waste Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Trash Charges	\$ 101,544	102,132	103,500	(1,368)
Expenditures				
Contractual Services	99,576	99,827	112,428	(12,601)
Transfers Out	2,000	2,000	2,000	-
Total Expenditures	101,576	101,827	114,428	(12,601)
Receipts Over (Under) Expenditures	(32)	305		
Unencumbered Cash - Beginning	12,628	12,596		
Unencumbered Cash - Ending	\$ 12,596	12,901		

CITY OF LINCOLN CENTER, KANSAS
Cemetery Trust Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Interest	\$ 779	156
Donations	15,284	-
Total Receipts	16,063	156
Expenditures	-	-
Receipts Over (Under) Expenditures	16,063	156
Unencumbered Cash - Beginning	64,639	80,702
Unencumbered Cash - Ending	\$ 80,702	80,858

CITY OF LINCOLN CENTER, KANSAS
Agency Funds
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2022

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Health Insurance Clearing Fund	\$ 10,745	22,227	15,743	17,229
Meter Deposit Fund	36,834	16,275	12,783	40,326
Total Agency Funds	\$ 47,579	38,502	28,526	57,555