CITY OF MINNEAPOLIS' MUNICIPAL FINANCIAL REPORTING ENTITY
Minneapolis, Kansas

FINANCIAL STATEMENT
AND
INDEPENDENT AUDITOR'S REPORT

December 31, 2022

City of Minneapolis' Municipal Financial Reporting Entity
Minneapolis, Kansas

TABLE OF CONTENTS
Year ended December 31, 2022

	Statements	Page
Independent Auditor's Report		1
Financial Statement		
Summary Statement of Receipts, Expenditures and Unencumbered Cash	1	3
Notes to Financial Statements		7
Regulatory Basis Supplementary Information	Schedule	
Summary of Expenditures – Actual and Budget	1	17
Schedule of Receipts and Expenditures – General Fund	2a	18
Schedule of Receipts and Expenditures – Library	2b	21
Schedule of Receipts and Expenditures – Recreation Commission	2c	22
Schedule of Receipts and Expenditures – Special Parks & Recreation	2d	23
Schedule of Receipts and Expenditures – Special Highway	2e	24
Schedule of Receipts and Expenditures – Capital Improvement	2f	25
Schedule of Receipts and Expenditures – Equipment Reserve	2g	26
Schedule of Receipts and Expenditures – Revitalization	2h	27
Schedule of Receipts and Expenditures – Economic Development	2i	28
Schedule of Receipts and Expenditures – Bond and Interest	2j	29
Schedule of Receipts and Expenditures – Ambulance Operations	2k	30
Schedule of Receipts and Expenditures – Waterworks Operations	2l	31
Schedule of Receipts and Expenditures – Waterworks Surplus	2m	32
Schedule of Receipts and Expenditures – Electric Operations	2n	33
Schedule of Receipts and Expenditures – Electric Band & Interest	2o	34
Schedule of Receipts and Expenditures – Electric Surplus	2p	35
Schedule of Receipts and Expenditures – Electric Depreciation/Replacement	2q	36
Schedule of Receipts and Expenditures – Sewer Operations	2r	37
Summary of Receipts and Disbursements - Agency Funds	3	38
Related Municipal Entities		
Schedule of Receipts and Expenditures – Minneapolis Public Library	4a	39
Schedule of Receipts and Expenditures – Minneapolis Recreation Commission	4b	40

234 South Main
Ottawa, Kansas 66067
(785) 242-3170
(785) 242-9250 FAX
www.agc-cpas.com WEB SITE

Agler & Gaeddert CHARTERED
Certified Public Accountants

Harold K. Mayes, CPA
Jennifer L. Kettler, CPA
Lucille L. Hinderliter, CPA

INDEPENDENT AUDITOR'S REPORT

City Commissioners
City of Minneapolis
Minneapolis, Kansas

Report on Financial Statements
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Minneapolis' 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 of Adverse Opinion 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 City of Minneapolis' Municipal Financial Reporting Entity 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 City of Minneapolis' Municipal Reporting Entity 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 C.

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 responsibility 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 City of Minneapolis' Municipal Financial Reporting Entity, 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.

Matters giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note C of the financial statement, the financial statement is prepared by City of Minneapolis' Municipal Financial Reporting Entity 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 C 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 Statements
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 C; 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 City of Minneapolis' Municipal Financial Reporting Entity 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.

INPACT
INTERNATIONAL NETWORK OF PROFESSIONAL ACCOUNTANTS
AFFILIATE

Auditor's Responsibility for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about where 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 an 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 judgement made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

1. Exercise professional judgement and maintain professional skepticism throughout the audit.

2. 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.

3. 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 City of Minneapolis' Municipal Financial Reporting Entity internal control. Accordingly, no such opinion is expressed.

4. Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimate made by management, as well as evaluate the overall presentation of the financial statement.

5. Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Minneapolis' Municipal Financial Reporting Entity 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 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 expenditure-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1, and 2 as listed in the table of contents), the summary of receipts and disbursements (Schedule 3) and the related municipal entities schedule of receipts and expenditures (Schedule 4) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide.* 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 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 C.

Prior Year Comparative

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Minneapolis' Municipal Financial Reporting Entity as of and for the year ended December 31, 2021 (not presented herein), and have issued our report thereon dated May 24, 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 available in electronic form from the web site of the Kansas Department of Administration at the following link http//admin.ks.gov/offices/oar/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 statements 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 C.

Harold K. Mayes Jr

Harold K Mayes Jr. CPA
Agler & Gaeddert, Chartered
April 17, 2023

City of Minneapolis's Municipal Financial Reporting Entity
Minneapolis, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year ended December 31, 2022

Fund	Unencumbered Cash Balance Beginning of Year	Prior Year Cancelled Encumbrance	Cash Receipts
Governmental Type Funds			
General Fund	$ 211,343	$ 0	$ 1,213,793
Special Purpose Funds			
Library	6,146	0	62,372
Recreation Commission	5,029	0	49,156
Special Parks and Recreation	33,042	0	2,489
Special Highway	132,101	0	52,006
Capital Improvement	666,597	0	3,851,921
Equipment Reserve	53,288	0	139,515
Revitalization	40,906	0	75
Economic Development	104,767	0	6,716
	1,041,876	0	4,164,250
Bond and Interest			
Bond and Interest	99,407	0	0
Business Funds			
Ambulance Operations	519,841	0	534,128
Waterworks Operations	346,192	0	472,891
Waterworks Surplus	90,005	0	0
Electric Operations	342,755	0	3,190,667
Electric Bond and Interest	330,676	0	0
Electric Surplus	464,978	0	0
Electric Depreciation/Replacement	27,813	0	482
Sewer Operations	67,464	0	154,457
	1,233,686	0	3,345,606

The accompanying notes are an integral part of this statement.

	Expenditures	Unencumbered Cash Balance End of Year	Add Outstanding Encumbrances and Accounts Payable	Cash Balance End of Year
$	1,224,738	$ 200,398	$ 28,266	$ 228,664
	68,518	0	0	0
	54,185	0	0	0
	2,388	33,143	0	33,143
	92,415	91,692	896	92,588
	1,583,520	2,934,998	110,634	3,045,632
	141,621	51,182	5,300	56,482
	6,031	34,950	0	34,950
	23,372	88,111	0	88,111
	1,972,050	3,234,076	116,830	3,350,906
	0	99,407	0	99,407
	583,763	470,206	7,079	477,285
	575,673	243,410	37,670	281,080
	0	90,005	0	90,005
	3,128,921	404,501	21,341	425,842
	0	330,676	0	330,676
	0	464,978	0	464,978
	0	28,295	0	28,295
	173,314	48,607	2,625	51,232
	3,302,235	1,277,057	23,966	2,149,393

The accompanying notes are an integral part of this statement.

City of Minneapolis's Municipal Financial Reporting Entity
Minneapolis, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
For the Year ended December 31, 2022

Fund	Unencumbered Cash Balance Beginning of Year	Prior Year Cancelled Encumbrance	Cash Receipts
Related Municipal Entities			
Minneapolis Public Library	$ 94,691	$ 0	$ 103,957
Minneapolis Recreation Commission	70,839	0	112,858
	165,530	0	216,815
	$ 2,751,842	0	$ 8,940,464

The accompanying notes are an integral part of this statement.

	Expenditures	Unencumbered Cash Balance End of Year	Add Outstanding Encumbrances and Accounts Payable	Cash Balance End of Year
$	83,403	$ 115,245	$ 4,125	$ 119,370
	130,355	53,342	0	53,342
	213,758	168,587	4,125	172,712
$	6,712,781	$ 4,979,525	$ 173,187	$ 6,001,082

Cash balance consisting of	
Balance on deposit	
Checking, money market accounts & petty cash	$ 5,829,254
Library	119,370
Recreation Commission	53,342
Total cash	6,001,966
Agency Funds Per Schedule 3	(884)
Total cash (excluding agency funds)	$ 6,001,082

The accompanying notes are an integral part of this statement.

City of Minneapolis' Municipal Financial Reporting Entity
Minneapolis, Kansas

NOTES TO FINANCIAL STATEMENT
December 31, 2022

NOTE A. MUNICIPAL REPORTING ENTITY

The City of Minneapolis is a municipal corporation governed by an elected mayor and six member council. This financial statement presents the City of Minneapolis (the municipality) and its related municipal entities (entities for which the government is considered to be financially accountable). The related municipal entities are described below and they have a December 31 year end.

Related Municipal Entity

Minneapolis Public Library: The Library Board operates the City's public library. The Library Board operates as a separate governing body but the City levies the taxes for the Library. Acquisition or disposition of real property by the Board must be approved by the City. Bond issuances must also be approved by the City.

Minneapolis Recreation Commission: The Recreation Commission oversees recreation activities. The Recreation Commission operates as a separate governing body but the City levies the taxes for the Recreation Commission and the Recreation Commission has only the powers granted by statute, K.S.A. 12-1928.

The following related municipal entity is excluded from the financial statement of the primary government:

Housing Authority: The City of Minneapolis Housing Authority operates the City's housing projects. The Housing Authority can sue and be sued, and can buy or sell real property. Bond issuances must be approved by the City. The Housing Authority is audited separately. Copies of the City of Minneapolis Housing Authority audit may be obtained by contacting their office at 114 South Rock Street, Minneapolis, Kansas.

NOTE B. REGULATORY BASIS FUND TYPES

The accounts of the City are organized and operated on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. 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 City potential could have the following types of funds.

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

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

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and used to make payments 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. The City did not have any these type funds for the current year under audit.

Business Fund – funds financed in whole or part by fees charged to users of goods or services (i.e. enterprise and internal service funds 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.). The City did not have any these type funds for the current year under audit.

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

NOTES TO FINANCIAL STATEMENT
December 31, 2022

NOTE C. 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 on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above.

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

NOTE 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 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 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 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.

Adjustment for Qualifying Budget Credits – Municipalities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

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

NOTE D. BUDGETARY INFORMATION - continued

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

Capital Improvement	Equipment Reserve
Waterworks Surplus	Electric Bond & Interest
Electric Surplus	Electric Depreciation/Replacement

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

NOTE E. DEPOSITS AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds. All investments are stated at cost.

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 City or in an adjoining City 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 bank to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

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

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

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%. There were no designated "peak periods" during the year. All bank deposits were legally secured at December 31, 2022.

At December 31, 2022, the carrying amount of the City's bank deposits was $5,829,254 (which includes petty cash funds of $2,000) and the bank balance was $5,848,393. The bank balance was held by one bank which increases concentration risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, $250,000 was covered by federal depository insurance, and $5,234,393 was collateralized with securities held by the pledging financial institution's 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 be adequately secured. The City had no such investments at year end.

NOTE E. DEPOSITS AND INVESTMENTS - continued

At December 31, 2022, the carrying amount of the Library's bank deposits was $119,370 (includes $436 in petty cash) and the bank balance was $119,509 The bank balance was held by one bank which increases concentration risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, $119,509 was covered by federal depository insurance.

At December 31, 2022, the carrying amount of the Recreation Commission's bank deposits was $53,342 (which includes petty cash funds) and the bank balance was $55,867. The bank balance was held by one bank which increases concentration risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, $55,867 was covered by federal depository insurance.

NOTE F. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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 retiree's health insurance plan because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been qualified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (CORBA), 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.

The City has adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Service Code. All full-time employees of the City are eligible to participate in the plan beginning the first day of the month following employment.

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

Compensated Absences: Employees accumulate sick leave at a rate of 8 hours per month. Sick leave accumulates to a maximum of 720 hours. Upon retirement, the City pays out sick leave at one-half of normal pay rate for the accumulated sick leave available the person has available. Sick leave cannot be used for vacation leave. Employees with less than 10 years of service earn 8 hours of vacation for each month employed by the City. Those employees with more than 10 year experience earn 10 hours of vacation for each month employed by the City. Employees with less than 10 years can carryover a maximum of 144 hours of vacation time and employees with more than 10 years can carry over a maximum of 192 hours of vacation time. Vacation is paid out at current regular employee rates upon termination or retirement. Total vacation hours at year end 1,838. Sick leave hours at year end (which are paid out at half the regular pay rate) totaled 4,425.

The City pays employees longevity pay once a year based upon years of service and is limited to a maximum of $750 per person. Total payout for 2022 was $5,210.

NOTE G. DEFINED BENEFIT PENSION PLAN

Plan description - The City of Minneapolis 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 publically 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 calling 1-888-275-5737.

NOTE G. DEFINED BENEFIT PENSION PLAN - continued

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 8.87% for the fiscal year ended December 31, 2022. Contributions to the pension plan from the City of Minneapolis were $96,093 for the year ended December 31, 2022.

Net Pension Liability – At December 31, 2022, the City of Minneapolis's proportionate share of the collective net pension liability reported by KPERS was $1,020,284. The net pension liability was measured as of June 30, 2022, and the total pension liability was 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 of Minneapolis's proportion of the net pension liability was based on the ratio of the City of Minneapolis'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 these financial statements.

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 H. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority		Amount
General Fund	Equipment Reserve Fund	12-1118	$	120,000
General Fund	Capitral Improvement Fund	12-1118		170,000
Waterworks Fund	General Fund	12-1118		46,705
Ambulance Operations	General Fund	12-1118		45,000

NOTE I. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. Settlement of claims has not exceeded commercial insurance coverage in any of the last three fiscal years.

NOTES TO FINANCIAL STATEMENT
December 31, 2022

NOTE J. 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 Maturity
Bonds:				
Revenue Series 2007	4.375-4.650%	7/1/07	750,000	5/1/2022
GO Refunding Series 2012	1.875-2.5%	3/15/12	2,445,000	8/1/2026
GO Series 2014	0.50-4.05%	12/23/13	965,000	8/1/2029
GO Bonds 2022	4.0-4.1%	10/13/22	2,810,000	8/1/2042
Water Pollution Control Loan	2.29%	2/25/16	687,578	9/1/2034

	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
Bonds:						
Revenue Series 2007	$ 130,000	$ 0	$ 130,000	$ (130,000)	$ 0	$ 2,990
GO Refunding Series 2012	805,000	0	150,000	(150,000)	655,000	18,725
GO Series 2014	565,000	0	65,000	(65,000)	500,000	19,195
GO Bonds 2022	0	2,810,000	0	2,810,000	2,810,000	0
Water Pollution Control Loan	266,539	0	17,820	(17,820)	248,719	5,347
	$ 1,766,539	$ 2,810,000	$ 362,820	$ 2,447,180	$ 4,213,719	$ 46,257

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

	Year 2023	2024	2025	2026	2027	2028-2032
Principal:						
GO Refunding Series 2012	$ 160,000	$ 160,000	$ 165,000	$ 170,000	$ 0	$ 0
GO Series 2014	65,000	65,000	70,000	70,000	75,000	155,000
GO Bonds 2022	115,000	100,000	100,000	105,000	110,000	620,000
Water Pollution Control Loan	18,231	18,650	19,080	19,519	19,969	106,959
Total principal	$ 358,231	$ 343,650	$ 354,080	$ 364,519	$ 204,969	$ 881,959

	Year 2033-2037	Year 2038-2042	Total
Principal:			
GO Refunding Series 2012	$ 0	$ 0	$ 655,000
GO Series 2014	0	0	500,000
GO Bonds 2022	750,000	910,000	2,810,000
Water Pollution Control Loan	46,311	0	248,719
Total principal	$ 796,311	$ 910,000	$ 4,213,719

NOTE J. LONG-TERM DEBT - continued

	Year					
	2023	2024	2025	2026	2027	2028-2032
Interest:						
GO Refunding Series 2012	$ 15,575	$ 11,975	$ 8,375	$ 4,250	$ 0	$ 0
GO Series 2014	17,538	15,685	13,735	11,425	8,940	9,405
GO Bonds 2022	86,468	108,185	104,185	100,185	95,985	410,125
Water Pollution Control Loan	5,593	5,172	4,743	4,303	3,854	12,155
Total interest	$ 125,174	$ 141,017	$ 131,038	$ 120,163	$ 108,779	$ 431,685

	Year		
	2033-2037	2038-2042	Total
Interest:			
GO Refunding Series 2012	$ 0	$ 0	$ 40,175
GO Series 2014	0	76,728	153,456
GO Bonds 2022	275,925	113,535	1,294,593
Water Pollution Control Loan	1,333	0	37,153
Total interest	$ 277,258	$ 190,263	$ 1,525,377

The debt limit per Kansas Statutes is limited to thirty percent of the assessed tangible valuation for exempt farm property, business aircraft and motor vehicles given by the County Appraiser to the County Clerk on June 15 each year. At December 31, 2022, the statutory limit for the City was $3,177,926 providing a debt margin of $(1,035,793) after removing debt exempt from the limitation.

NOTE K. FINANCING LEASES

The City has the following financing leases as of December 31, 2022.

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Maturity
Ambulance	2.20%	4/1/2018	$ 172,308	4/1/2023
Volleyball Courts	2.50%	2/11/2016	65,000	2/11/2026
Motor Grader	3.48%	8/29/2019	127,300	4/1/2024
Utility Software	2.78%	5/18/2020	317,551	5/18/2025
Vehicles	4.259%	9/01/2022	272,000	8/01/2027

	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
Ambulance	$ 71,076	$ 0	$ 35,240	$ (35,240)	$ 35,836	$ 1,564
Volleyball Courts	34,429	0	6,580	(6,580)	27,849	861
Motor Grader	77,891	0	25,012	(25,012)	52,879	2,780
Utility Software	257,397	0	61,826	(61,826)	195,571	15,984
Vehicles	0	272,000	0	272,000	272,000	0
	$ 369,717	$ 272,000	$ 93,418	$ 178,582	$ 548,299	$ 19,625

NOTES TO FINANCIAL STATEMENT
December 31, 2022

NOTE K. FINANCING LEASES – continued

Current lease payments due through the end of the lease are as follows:

Principal:	Year					
	2023	2024	2025	2026	2027	Total
Ambulance	$ 35,836	$ 0	$ 0	$ 0	$ 0	$ 35,836
Volleyball Courts	6,745	6,914	7,086	7,104	0	27,849
Motor Grader	25,955	26,855	0	0	0	52,810
Utility Software	63,545	65,312	66,714	0	0	195,571
Vehicles	49,965	52,067	54,310	56,623	59,035	272,000
	$ 96,245	$ 99,081	$ 73,800	$ 7,104	$ 0	$ 276,230

Interest:	Year					
	2023	2024	2025	2026	2027	Total
Ambulance	$ 788	$ 0	$ 0	$ 0	$ 0	$ 788
Volleyball Courts	696	528	355	178	0	1,757
Motor Grader	1,838	937	0	0	0	2,775
Utility Software	5,437	3,670	1,855	0	0	10,962
Vehicles	11,584	9,482	7,239	4,926	2,514	33,231
Total interest	$ 7,971	$ 5,135	$ 2,210	$ 178	$ 0	$ 15,494

NOTE L. OTHER INFORMATION

Reimbursed Expenses: The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursement as revenue in the same fund. For purposes of budgetary comparisons, the reimbursements are shown as adjustments for qualifying budget credits.

Ad valorem tax revenues: The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser annually determines assessed valuations and the County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county. In accordance with Kansas statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year.

Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. One-half of the property taxes are due December 20th, prior to the fiscal year for which they are budgeted and the second half is due the following May 10th. This procedure eliminated the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year. The City Treasurer draws down all available funds from the County Treasurer's office in two-month intervals

Compliance with Kansas Statutes: References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the State Director of Accounts and Reports and interpretation by the legal representative of the municipality.

The following funds exceeded budget at year end: Library by $5,374, Recreation $2,526 and Electric Operations by $495,385. The Library and Recreation violations resulted from not budgeting for the cash carryover from the prior year which was paid out in 2022. The Electric Operations was the result of a significant increase in rates by the provider.

Management is not aware of any other violations as of December 31, 2022.

NOTES TO FINANCIAL STATEMENT
December 31, 2022

NOTE M. SUBSEQUENT EVENTS

Subsequent Events: The City evaluated subsequent events through April 17, 2023, the date the financial statements were available to be issued. During the year the City released general obligation bonds – series 2022 in the amount of $2,810,000. Proceeds from this issue in the amount of $2,799,225 were deposited into the Capital Improvement fund. These funds will be used in 2023 to make improvements to a building addition within the city and to make street improvements.

REGULATORY BASIS
SUPPLEMENTARY INFORMATION

City of Minneapolis, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year ended December 31, 2022

Fund	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type funds					
General Fund	$ 1,245,439	$ 0	$ 1,245,439	$ 1,224,738	$ (20,701)
Special Purpose Funds					
Library	63,144	0	63,144	68,518	5,374
Recreation Commission	51,659	0	51,659	54,185	2,526
Special Parks and Recreation	35,416	0	35,416	2,388	(33,028)
Special Highway	150,243	0	150,243	92,415	(57,828)
Revitalization	55,535	0	55,535	6,031	(49,504)
Economic Development	116,623	0	116,623	23,372	(93,251)
Bond and Interest Funds					
Bond and Interest	99,406	0	99,406	0	(99,406)
Business Funds					
Ambulance Operations	603,949	0	603,949	583,763	(20,186)
Waterworks Operations	706,942	0	706,942	575,673	(131,269)
Electric Operations	2,633,536	0	2,633,536	3,128,921	495,385
Sewer Operations	262,194	0	262,194	173,314	(88,880)

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2a

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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts				
Taxes				
Ad Valorem Property Tax	$ 390,090	$ 388,347	$ 389,269	$ (922)
Delinquent Tax	14,917	4,672	10,000	(5,328)
Motor Vehicle Tax	68,088	68,704	70,685	(1,981)
Recreational Vehicle Tax	1,208	1,335	1,356	(21)
16/20M Tax	1,235	1,794	1,072	722
Commercial Truck Tax	1,822	1,594	2,557	(963)
Watercraft Tax	502	718	438	280
Subtotal	477,862	467,164	475,377	(8,213)
Intergovernmental				
Local Sales Tax	285,435	305,760	219,966	85,794
City Share Sales and Use Tax	121,332	96,512	90,000	6,512
State Connecting Links	15,210	15,220	15,230	(10)
Local Alcoholic Liquor Fund	705	1,344	649	695
Subtotal	422,682	418,836	325,845	92,991
Licenses, fees and permits				
Utility Franchise Tax	90,566	123,849	128,000	(4,151)
Occupation & Amusement Licenses	1,550	635	1,800	(1,165)
Permits	1,815	1,205	1,350	(145)
Cereal Malt Beverage Licenses	100	1,275	200	1,075
Liquor Licenses	0	0	800	(800)
Dog and Cat Licenses	2,195	1,821	2,400	(579)
Pole Attachment Agreement	0	4,016	2,676	1,340
Subtotal	96,226	132,801	137,226	(4,425)
Charges for services				
Swimming Pool	15,470	14,935	15,000	(65)
Impoundment Fees	1,082	1,829	700	1,129
Accident Reports	55	5	75	(70)
Rezoning Fees	200	100	200	(100)
Parking Permits	1,060	0	500	(500)
Camper Fees and Scout Hall Rental	1,300	1,650	1,500	150
Subtotal	19,167	18,519	17,975	544
Fines, forfeitures, penalties				
Fines and forfeitures	2,525	15,751	12,614	3,137

City of Minneapolis, Kansas

Schedule 2a

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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts - continued				
Use of money and property				
Interest	$ 2,822	$ 26,044	$ 6,000	$ 20,044
Lease Purchase	7,441	7,441	16,064	
Subtotal	10,263	33,485	22,064	20,044
Reimbursements	1,336	(451)	5,000	(5,451)
Payment in Lieu of Taxes	20,611	19,853	20,000	(147)
Insurance Dividends	0	0	0	0
Miscellaneous	12,918	16,130	8,050	8,080
Subtotal	34,865	35,532	33,050	2,482
Operating transfers	91,667	91,705	91,705	0
Total cash receipts	1,155,257	1,213,793	$ 1,115,856	$ 106,560
Expenditures				
General Government				
Personnel services	65,634	77,749	$ 76,114	$ 1,635
Contractual services	60,365	58,338	51,250	7,088
Commodities	54,220	63,544	109,250	(45,706)
Capital Outlay	0	5,157	10,000	(4,843)
Other	15,570	5,956	0	5,956
Subtotal	195,789	210,744	246,614	(35,870)
Police department				
Personnel services	354,845	428,909	368,000	60,909
Contractual services	35,525	30,591	44,425	(13,834)
Commodities	36,018	48,709	46,500	2,209
Capital outlay	0	0	10,000	(10,000)
Subtotal	426,388	508,209	468,925	39,284
Fire Department				
Contractual services	30,117	33,537	33,537	0
Subtotal	30,117	33,537	33,537	0

City of Minneapolis, Kansas

Schedule 2a

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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Expenditures - continued				
Public Works				
Personnel services	$ 73,792	$ 63,561	$ 47,159	$ 16,402
Contractual services	10,084	12,400	12,500	(100)
Commodities	46,123	32,499	75,300	(42,801)
Subtotal	129,999	108,460	134,959	(26,499)
Park Department				
Personnel services	0	158	0	158
Contractual services	15,080	14,981	16,175	(1,194)
Commodities	9,440	8,097	6,500	1,597
Capital outlay	7,351	0	2,000	(2,000)
Subtotal	31,871	23,236	24,675	(1,439)
Industrial				
Contractual services	95	175	0	175
Subtotal	95	175	0	175
Swimming Pools				
Personnel services	24,063	23,223	25,559	(2,336)
Contractual services	10,302	13,231	10,900	2,331
Commodities	10,102	12,414	9,000	3,414
Subtotal	44,467	48,868	45,459	3,409
Economic Development				
Contractual services	1,434	1,509	1,270	239
Subtotal	1,434	1,509	1,270	239
Operating Transfers	183,333	290,000	290,000	0
Total expenditures and transfers subject to budget	1,043,493	1,224,738	$ 1,245,439	$ (20,701)
Receipts over (under) expenditures	111,764	(10,945)		
Unencumbered cash, January 1	99,579	211,343		
Unencumbered cash, December 31	$ 211,343	$ 200,398		

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2b

SPECIAL PURPOSE FUNDS
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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	$ 50,206	$ 52,273	$ 52,397	$ (124)
Delinquent Tax	1,807	570	0	570
Motor Vehicle Tax	8,636	8,826	9,098	(272)
Recreational Vehicle Tax	154	172	175	(3)
16/20M Tax	153	229	138	91
Commercial Truck Tax	232	205	329	(124)
Watercraft Tax	64	94	56	38
Vehicle Excise Tax	2	3	0	3
Total cash receipts	61,254	62,372	$ 62,193	$ 179
Expenditures				
Appropriation to Library Board	55,108	68,518	$ 63,144	$ 5,374
Total expenditures subject to budget	55,108	68,518	$ 63,144	$ 5,374
Receipts over (under) expenditures	6,146	(6,146)		
Unencumbered cash, January 1	0	6,146		
Unencumbered cash, December 31	$ 6,146	$ 0		

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2c

SPECIAL PURPOSE FUNDS
RECREATION COMMISSION 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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	$ 40,886	$ 40,913	$ 41,818	$ (905)
Delinquent Tax	1,507	475	1,089	(614)
Motor Vehicle Tax	7,119	7,196	7,409	(213)
Recreational Vehicle Tax	126	140	142	(2)
16/20M Tax	129	188	112	76
Commercial Truck Tax	191	167	268	(101)
Watercraft Tax	53	75	46	29
Vehicle Excise Tax	1	2	0	2
Total cash receipts	50,012	49,156	$ 50,884	$ (1,728)
Expenditures				
Appropriation to Library Board	44,983	54,185	$ 51,659	$ 2,526
Total expenditures subject to budget	44,983	54,185	$ 51,659	$ 2,526
Receipts over (under) expenditures	5,029	(5,029)		
Unencumbered cash, January 1	0	5,029		
Unencumbered cash, December 31	$ 5,029	$ 0		

See Independent Auditor's Report.

City of Minneapolis

Schedule 2d

SPECIAL PURPOSE FUNDS
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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts				
Intergovernmental				
Local Alcoholic Liquor Tax	$ 705	$ 1,345	$ 649	$ 696
Licenses, fees and permits				
Campers Fees	2,340	1,144	1,300	(156)
Total cash receipts	3,045	2,489	$ 1,949	$ 540
Expenditures				
Capital Outlay	1,350	2,388	$ 35,416	$ (33,028)
Total expenditures subject to budget	1,350	2,388	$ 35,416	$ (33,028)
Receipts over (under) expenditures	1,695	101		
Unencumbered cash, January 1	31,347	33,042		
Unencumbered cash, December 31	$ 33,042	$ 33,143		

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2e

SPECIAL PURPOSE FUNDS
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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts				
Intergovernmental				
State of Kansas Gas Tax	$ 68,608	$ 52,006	$ 48,860	$ 3,146
Local				
Reimbursements and Other	116	0	1,000	(1,000)
Total cash receipts	68,724	52,006	$ 49,860	$ 2,146
Expenditures				
Personnel services	35,052	44,109	$ 45,243	$ (1,134)
Contractual services	66	17,446	55,000	(37,554)
Commodities	22,467	18,345	5,000	13,345
Capital outlay	14,299	12,515	45,000	(32,485)
Total expenditures subject to budget	71,884	92,415	$ 150,243	$ (57,828)
Receipts over (under) expenditures	(3,160)	(40,409)		
Unencumbered cash, January 1	135,261	132,101		
Unencumbered cash, December 31	$ 132,101	$ 91,692		

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2f

SPECIAL PURPOSE FUNDS
CAPITAL IMPROVEMENT 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
Cash receipts		
Intergovernmental		
ARPA funds	$ 144,979	$ 144,979
Federal CDBG	162,275	172,650
State - emergency preparedness	0	18,739
Local		
Miscellaneous	14,798	181,255
GO 2014 Pool	80,540	79,301
Bond and Note Proceeds 2022	0	3,071,225
Use of money and property		
Interest	0	13,772
Operating Transfers	133,333	170,000
Total cash receipts	535,925	3,851,921
Expenditures		
Building remodel	0	885
CDBG expenses	144,670	189,045
Other	112,830	1,318,991
Debt service - 2014 GO Pool	79,886	74,599
Total expenditures	337,386	1,583,520
Receipts over (under) expenditures	198,539	2,268,401
Unencumbered cash, January 1	468,058	666,597
Unencumbered cash, December 31	$ 666,597	$ 2,934,998

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2g

SPECIAL PURPOSE FUNDS
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
Cash receipts		
Local		
Miscellaneous	$ 0	$ 19,515
Operating transfers	50,000	120,000
Total cash receipts	50,000	139,515
Expenditures		
Equipment	291,925	141,621
Total expenditures	291,925	141,621
Receipts over (under) expenditures	(241,925)	(2,106)
Unencumbered cash, January 1	295,213	53,288
Unencumbered cash, December 31	$ 53,288	$ 51,182

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2h

SPECIAL PURPOSE FUNDS
REVITALIZATION 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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts				
Local				
County Revitalization	$ 2,478	$ 75	$ 6,400	$ (6,325)
Property sales	0	0	0	0
Total cash receipts	2,478	$ 75	$ 6,400	$ (6,325)
Expenditures				
Tax Rebates	5,708	6,031	$ 55,535	$ (49,504)
Total expenditures subject to budget	5,708	6,031	$ 55,535	$ (49,504)
Receipts over (under) expenditures	(3,230)	(5,956)		
Unencumbered cash, January 1	44,136	40,906		
Unencumbered cash, December 31	$ 40,906	$ 34,950		

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2i

SPECIAL PURPOSE FUNDS
ECONOMIC DEVELOPMENT 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)
Cash receipts				
Local				
Farm Income	$ 6,315	$ 6,716	$ 7,500	$ (784)
Total cash receipts	6,315	$ 6,716	$ 7,500	$ (784)
Expenditures				
Contractual services	1,688	$ 5,858	$ 8,623	$ (2,765)
Commodities	3,837	11,347	4,000	7,347
Industrial development	0	6,167	104,000	(97,833)
Total expenditures subject to budget	5,525	$ 23,372	$ 116,623	$ (93,251)
Receipts over (under) expenditures	790	(16,656)		
Unencumbered cash, January 1	103,977	104,767		
Unencumbered cash, December 31	$ 104,767	$ 88,111		

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2j

SPECIAL PURPOSE FUNDS
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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts				
Taxes and Shared Revenue	$ 0	$ 0	$ 0	$ 0
Total cash receipts	0	$ 0	$ 0	$ 0
Expenditures				
Bond payments	0	$ 0	$ 99,406	$ (99,406)
Total expenditures subject to budget	0	$ 0	$ 99,406	$ (99,406)
Receipts over (under) expenditures	0	0		
Unencumbered cash, January 1	99,407	99,407		
Unencumbered cash, December 31	$ 99,407	$ 99,407		

City of Minneapolis, Kansas

Schedule 2k

BUSINESS FUNDS
AMBULANCE OPERATIONS
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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts				
Local				
Charges for services	$ 134,207	$ 140,628	$ 120,000	$ 20,628
County subsidy	372,514	385,458	330,000	55,458
Reimbursements	289	8,042	3,500	4,542
Miscellaneous	0	0	2,000	(2,000)
Total cash receipts	507,010	534,128	$ 455,500	$ 78,628
Expenditures				
Personnel services	363,024	$ 382,644	$ 394,715	$ (12,071)
Contractual services	43,844	46,442	68,450	(22,008)
Commodities	39,659	67,717	50,358	17,359
Capital outlay	36,803	41,960	45,426	(3,466)
Subtotal	483,330	538,763	558,949	(20,186)
Operating Transfers	50,000	45,000	45,000	0
Total expenditures subject to budget	533,330	583,763	$ 603,949	$ (20,186)
Receipts over (under) expenditures	(26,320)	(49,635)		
Unencumbered cash, January 1	546,161	519,841		
Unencumbered cash, December 31	$ 519,841	$ 470,206		

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 21

BUSINESS FUNDS
WATERWORKS OPERATIONS 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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts				
Charges for Service	$ 460,769	$ 453,914	$ 447,389	$ 6,525
Other Sales	(26)	263	2,500	(2,237)
Connect and Reconnect	2,601	3,628	2,500	1,128
Penalty Charges	3,494	3,429	8,500	(5,071)
Reimbursed Expenses	9,261	8,489	9,000	(511)
Miscellaneous	33,585	3,168	6,500	(3,332)
Total Cash Receipts	509,684	472,891	$ 476,389	$ (3,498)
Expenditures				
Personnel services	130,527	115,133	184,701	(69,568)
Contractual services	336,154	298,614	304,325	(5,711)
Commodities	47,509	103,116	86,900	16,216
Capital outlay	9,903	12,105	75,688	(63,583)
Debt service	5,860	0	8,623	(8,623)
Operating transfers	41,667	46,705	46,705	0
Total expenditures	571,620	575,673	$ 706,942	$ (131,269)
Receipts over (under) expenditures	(61,936)	(102,782)		
Unencumbered cash, January 1	408,128	346,192		
Unencumbered cash, December 31	$ 346,192	$ 243,410		

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2m

BUSINESS FUNDS
WATERWORKS SURPLUS 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
Cash receipts		
Operating Transfers	$ 0	$ 0
Total cash receipts	0	0
Expenditures		
Capital outlay	0	0
Total expenditures subject to budget	0	0
Receipts over (under) expenditures	0	0
Unencumbered cash, January 1	90,005	90,005
Unencumbered cash, December 31	$ 90,005	$ 90,005

City of Minneapolis, Kansas

Schedule 2n

BUSINESS FUNDS
ELECTRIC OPERATIONS 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)
Cash receipts				
Charges for Service - Electricity	$ 2,650,012	$ 3,059,395	$ 2,320,040	$ 739,355
Connect and Reconnect	3,421	4,469	2,700	1,769
Penalty Charges	9,877	15,068	13,000	2,068
Reimbursed Expenses	44,196	20,510	25,000	(4,490)
Capacity Payments	59,970	59,970	60,000	(30)
Interest	0	0	1,500	(1,500)
Miscellaneous	21,970	31,255	30,000	1,255
Transfers in	2,631	0	100,000	(100,000)
Total Cash Receipts	2,792,077	3,190,667	$ 2,552,240	$ 638,427
Expenditures				
Production				
Personnel services	292,213	342,519	1,881,783	(1,539,264)
Contractual services	1,573,682	2,124,961	0	2,124,961
Commodities	84,097	47,385	0	47,385
Capital outlay	6,948	6,948	0	6,948
Subtotal	1,956,940	2,521,813	1,881,783	640,030
Distribution				
Personnel services	301,515	241,001	428,290	(187,289)
Contractual services	21,205	33,116	0	33,116
Commodities	77,424	53,911	0	53,911
Debt service	5,860	0	0	0
Subtotal	406,004	328,028	428,290	(100,262)
Administrative				
Personnel services	83,325	79,095	323,463	(244,368)
Contractual services	30,560	66,995	0	66,995
Commodities	1,393	0	0	0
Debt service	67,360	132,990	0	132,990
Subtotal	182,638	279,080	323,463	(44,383)
Total expenditures	2,545,582	3,128,921	$ 2,633,536	$ 495,385
Receipts over (under) expenditures	246,495	61,746		
Unencumbered cash, January 1	96,260	342,755		
Unencumbered cash, December 31	$ 342,755	$ 404,501		

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2o

BUSINESS FUNDS
ELECTRIC BOND AND INTEREST 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
Cash receipts		
Use of money and property		
Interest	$ 0	$ 0
Total cash receipts	0	0
Expenditures		
Debt service	0	0
Total expenditures	0	0
Receipts over (under) expenditures	0	0
Unencumbered cash, January 1	330,676	330,676
Unencumbered cash, December 31	$ 330,676	$ 330,676

City of Minneapolis, Kansas

Schedule 2p

BUSINESS FUNDS
ELECTRIC SURPLUS 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
Cash receipts		
Operating Transfers	$ 0	$ 0
Total cash receipts	0	0
Expenditures		
Capital outlay	0	0
Total expenditures	0	0
Receipts over (under) expenditures	0	0
Unencumbered cash, January 1	464,978	464,978
Unencumbered cash, December 31	$ 464,978	$ 464,978

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 2q

BUSINESS FUNDS
ELECTRIC DEPRECIATION/REPLACEMENT 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
Cash receipts		
Interest	$ 631	$ 482
Total Cash Receipts	631	482
Expenditures		
Transfers Out	2,631	0
Total Expenditures	2,631	0
Receipts Over (Under) Expenditures	(2,000)	482
Unencumbered Cash, January 1	29,813	27,813
Unencumbered Cash, December 31	$ 27,813	$ 28,295

City of Minneapolis, Kansas

Schedule 2r

BUSINESS FUNDS
SEWER OPERATIONS 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)

	2021 Actual	2022 Actual	2022 Budget	2022 Variance Over (Under)
Cash receipts				
Sale of Service	$ 151,819	$ 151,416	$ 165,275	$ (13,859)
Reimbursements	525	0	2,000	(2,000)
Miscellaneous	911	3,041	6,000	(2,959)
Total cash receipts	153,255	154,457	$ 173,275	$ (18,818)
Expenditures				
Personnel service	55,551	$ 48,883	$ 63,648	$ (14,765)
Contractual services	57,098	38,741	61,000	(22,259)
Commodities	49,377	73,779	55,100	18,679
Capital outlay	0	0	50,000	(50,000)
Debt service	29,682	11,911	32,446	(20,535)
Total expenditures	191,708	$ 173,314	$ 262,194	$ (88,880)
Receipts over (under) expenditures	(38,453)	(18,857)		
Unencumbered cash, January 1	105,917	67,464		
Unencumbered cash, December 31	$ 67,464	$ 48,607		

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 3

AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
For the Year ended December 31, 2022

Fund	Cash Balance Beginning of year	Cash Receipts	Cash Disbursements	Cash Balance End of year
Tourism	$ 217	$ 416	$ 0	$ 633
Municipal Court	7,770	8,242	15,761	251
	$ 7,987	$ 8,658	$ 15,761	$ 884

City of Minneapolis, Kansas

Schedule 4a

RELATED MUNICIPAL ENTITY
MINNEAPOLIS PUBLIC LIBRARY
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
Cash receipts		
City of Minneapolis Appropriation	$ 55,108	$ 68,517
CKLS Grant	12,851	11,057
State Aid	846	543
Copies/faxes	1,611	812
Donations	3,675	18,890
Courier income	490	800
Miscellaneous	471	2,159
Interest	2,142	1,179
Total cash receipts	77,194	103,957
Expenditures		
Salaries	44,191	51,362
Payroll taxes	3,425	3,991
KPERS - retirement	3,664	4,417
Utilities	2,723	3,726
Insurance	100	1,462
Continuing education	216	141
Audit	500	0
Advertising	530	328
Supplies	2,876	1,870
Books & periodicals	17,321	8,964
Travel	0	116
Miscellaneous	1,171	450
Services	185	0
Grants	0	1,049
Computer	2,229	737
Courier expenses	640	0
Special Projects	300	0
Capital Outlay	1,941	0
Memorial expenses	4,594	2,708
Other	0	2,082
Total expenditures	86,606	83,403
Receipts over (under) expenditures	(9,412)	20,554
Unencumbered cash, January 1	104,103	94,691
Unencumbered cash, December 31	$ 94,691	$ 115,245

See Independent Auditor's Report.

City of Minneapolis, Kansas

Schedule 4b

RELATED MUNICIPAL ENTITY
MINNEAPOLIS RECREATION COMMISSION
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
Cash receipts		
City of Minneapolis	$ 45,783	$ 54,186
Interest	48	74
League Fees	7,157	15,871
Grant	13,600	1,617
Donations	0	22,004
FEMA grant	0	18,739
Miscellaneous	1,200	367
Total cash receipts	67,788	112,858
Expenditures		
Recreation Programs: Art	0	501
Baseball	0	250
Junior golf	250	0
Basketball	300	1,350
Drama	250	500
Cooking	0	2,502
Photography	0	100
Softball	0	150
Track	0	125
Football	461	0
Volleyball	150	100
Umpire	900	4,060
Volleyball Court	0	14,882
Baseball Field	40,211	50,661
Contract Labor	13,400	22,966
Advertising	1,353	54
Bank charges	0	20
Insurance	500	500
Grant - baseball	0	1,000
Interst & penalities	0	248
Miscellaneous	7,441	187
Repairs & Maintenance	6,560	5,896
Professional Fees	2,925	1,375
Supplies	1,181	4,235
Summer Camp	1,540	1,593
Swimming Pool	235	600
Tennis & Basketball Courts	319	352
Trash	480	224
Treasurer pay	1,200	1,200
Uniforms	934	3,709
Capital Outlay	0	11,000
Website	297	15
Total expenditures	80,887	130,355
Receipts over (under) expenditures	(13,099)	(17,497)
Unencumbered cash, January 1	83,938	70,839
Unencumbered cash, December 31	$ 70,839	$ 53,342

See Independent Auditor's Report.