

CITY OF COUNCIL GROVE, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2022

CITY OF COUNCIL GROVE, KANSAS
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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Council Grove, Kansas
Council Grove, 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 Council Grove, 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.

City of Council Grove, Kansas' basic financial statement for the year ended December 31, 2021 (not presented herein), was audited by other auditors whose report dated September 6, 2022 expressed an unmodified opinion on the basic financial statement. The 2021 basic financial statement and the other auditor's 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 report of the other auditors dated September 6, 2022, stated that the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2021 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 and in their opinion, was 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

August 15, 2023

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

Funds	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Regulatory Basis Fund Types								
General Fund	\$ 531,160	-	2,419	1,860,392	1,983,977	409,994	58,058	468,052
Special Purpose Funds								
.7% Sales Tax Fund	641,970	-	-	377,535	301,810	717,695	-	717,695
1% Sales Tax Fund	1,002,281	(106,964)	1,744	539,336	363,308	1,073,089	29,893	1,102,982
Industrial Development Fund	2,535	-	-	15,509	16,344	1,700	-	1,700
Library Fund	12,590	-	-	79,415	89,409	2,596	-	2,596
Library Benefits Fund	2,042	-	-	26,749	27,000	1,791	-	1,791
Special Highway Fund	104,811	-	-	56,945	24,458	137,298	-	137,298
Special Parks and Recreation Fund	24,914	-	-	36,995	17,476	44,433	-	44,433
Employee Benefits Fund	47,200	-	-	571,732	525,629	93,303	4,127	97,430
Highway Maintenance Fund	174,663	-	-	35,900	9,300	201,263	1,500	202,763
Diversion Fund	9,447	-	-	3,542	3,106	9,883	-	9,883
Equipment Reserve Fund	106,661	(14,782)	-	123,578	124,625	90,832	14,782	105,614
Computer Equipment Reserve Fund	33,273	-	-	25,457	13,984	44,746	-	44,746
Capital Improvements Reserve Fund	635,553	-	664	106,000	126,034	616,183	39,940	656,123
Grants Fund	164,667	(248,000)	-	245,888	45,136	117,419	269,161	386,580
Business Funds								
Water Fund	563,890	(77,691)	1,163	1,027,838	924,122	591,078	14,029	605,107
Water Maintenance Reserve Fund	248,031	-	-	15,000	-	263,031	-	263,031
Sewer Fund	608,088	-	4	236,777	201,979	642,890	4,980	647,870
Sewer Reserve Fund	66,190	-	-	25,000	-	91,190	-	91,190
Refuse Fund	20,840	-	-	174,900	172,529	23,211	-	23,211
Trust Fund								
Cemetery Endowment Fund	90,345	-	-	850	-	91,195	-	91,195
Total Primary Government	5,091,151	(447,437)	5,994	5,585,338	4,970,226	5,264,820	436,470	5,701,290
Related Municipal Entity								
Public Buidling Commission	246,500	-	-	214,123	214,123	246,500	-	246,500
Total Primary Government (Excluding Agency Funds)	\$ 5,337,651	(447,437)	5,994	5,799,461	5,184,349	5,511,320	436,470	5,947,790
Composition of Cash								
							Checking and Money Market Accounts	\$ 4,907,467
							Certificates of Deposit	1,254,052
							Total Primary Government	6,161,519
							Agency Funds per Schedule 3	(213,729)
							Total Primary Government (Excluding Agency Funds)	\$ 5,947,790

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

CITY OF COUNCIL GROVE, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Council Grove, 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 mayor and six-member council. This financial statement presents the City (the municipality) and its related municipal entity, City of Council Grove, Kansas Public Building Commission, shown below. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents. This financial statement does not include the related municipal entity, Council Grove Public Library, shown below.

City of Council Grove, Kansas Public Building Commission

The City Council and mayor govern the Public Building Commission. Although it is legally separate from the City, the Public Building Commission is reported as a related municipal entity because its sole purpose is to finance and construct the City's public buildings.

Council Grove Public Library

The City's Library Board operates the City's public 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. 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.

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.).

CITY OF COUNCIL GROVE, KANSAS

Notes to Financial Statement

December 31, 2022

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.

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.

CITY OF COUNCIL GROVE, KANSAS

Notes to Financial Statement

December 31, 2022

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 funds: Equipment Reserve Fund, Computer Equipment Reserve Fund, Capital Improvements Reserve Fund, and Grants 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 Council Grove, 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.

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 \$6,161,519 and the bank balance was \$6,215,798. 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 \$5,715,798 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

CITY OF COUNCIL GROVE, KANSAS

Notes to Financial Statement

December 31, 2022

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 Council Grove, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2022 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Equipment Reserve Fund	K.S.A. 12-1,117	\$ 64,000
General Fund	Computer Equipment Reserve Fund	K.S.A. 12-1,117	20,000
General Fund	Capital Improvements Reserve Fund	K.S.A. 12-1,118	92,000
1% Sales Tax Fund	General Fund	K.S.A. 12-197	115,500
1% Sales Tax Fund	Employee Benefits Fund	K.S.A. 12-197	68,350
1% Sales Tax Fund	Special Parks and Recreation Fund	K.S.A. 12-197	20,000
Water Fund	Water Maintenance Reserve Fund	K.S.A. 12-825d	15,000
Water Fund	Employee Benefits Fund	K.S.A. 12-16,102	55,849
Water Fund	Equipment Reserve Fund	K.S.A. 12-1,117	22,547
Water Fund	Capital Improvements Reserve Fund	K.S.A. 12-1,118	14,000
Sewer Fund	Equipment Reserve Fund	K.S.A. 12-1,117	10,000
Sewer Fund	Sewer Reserve Fund	K.S.A. 12-825d	25,000
Sewer Fund	Employee Benefits Fund	K.S.A. 12-16,102	11,956
Refuse Fund	Computer Equipment Reserve Fund	K.S.A. 12-1,117	5,457
Capital Improvements Reserve Fund	General Fund	K.S.A. 12-1,117	3,300
Capital Improvements Reserve Fund	Grants Fund	K.S.A. 12-1,117	19,396

NOTE 5 – LITIGATION

City of Council Grove, 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 6 – RISK MANAGEMENT

City of Council Grove, Kansas is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain worker's 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 worker's 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

CITY OF COUNCIL GROVE, KANSAS

Notes to Financial Statement

December 31, 2022

in excess of \$500,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by Kansas Municipal Insurance Trust management.

Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three calendar years.

NOTE 7 – GRANTS AND SHARED REVENUES

City of Council Grove, 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 8 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

The City did not remit bond payments within 20 days of maturity, which is in violation of K.S.A. 10-130.

NOTE 9 – DEFERRED COMPENSATION PLAN

City of Council Grove, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time 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.

NOTE 10 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

City of Council Grove, 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.

CITY OF COUNCIL GROVE, KANSAS

Notes to Financial Statement

December 31, 2022

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 \$90,455 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 \$960,862. 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 Council Grove, 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.

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 – COMPENSATED ABSENCES

The City's policies regarding vacation and sick leave permit employees to accumulate a maximum of 6.16 hours of vacation pay and 3.69 hours of sick pay per period. No more than 5 days of vacation pay may be carried forward to the next anniversary year. Sick pay compensation at retirement is restricted to a maximum of 30 days and only if the employee worked at least 10 years and is at least 55 years old. All accumulated vacation pay is payable upon employment termination. A maximum of 75 days of sick pay may be accumulated. Unused sick pay is forfeited upon employment termination other than retirement.

CITY OF COUNCIL GROVE, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 13 – CITY OF COUNCIL GROVE, KANSAS PUBLIC BUILDING COMMISSION

Lease Receivable

City of Council Grove, Kansas Public Building Commission entered into a lease agreement with **City of Council Grove, Kansas** for the lease of swimming pool improvements. The City is obligated to make payments to the Commission equivalent to the debt that the Commission has assumed and to pay its outstanding revenue bonds. The term of the lease obligations shall commence on June 26, 2019 and end on June 1, 2033. Total payments receivable are as follows:

<u>Years Ending December 31</u>	<u>Total</u>
2023	\$ 214,235
2024	215,578
2025	216,640
2026	212,475
2027	213,075
Thereafter	<u>1,270,840</u>
Total	\$ <u>2,342,843</u>

Long-Term Debt

City of Council Grove, Kansas Public Building Commission has the following type of long-term debt.

Revenue Bonds

On June 26, 2019, the Commission issued \$2,465,000 in Series 2019 Refunding Revenue Bonds for the purpose of providing funds for refunding Series 2012 Revenue Bonds. The bonds will mature on June 1, 2033 with semiannual payments and an interest rate of 1.80 - 3.25%.

NOTE 14 – DEBT RESTRICTIONS AND COVENANTS

KDHE Water Pollution Control Revolving Loans

City of Council Grove, Kansas entered into a loan agreement with the Kansas Department of Health and Environment to fund improvements to the existing sewage system of \$509,600. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds. The City is in compliance with this requirement as of December 31, 2022 as it is providing dedicated funds through user fees generated by the Sewer Fund.

NOTE 15 – PRIOR PERIOD ADJUSTMENT

During review of encumbrances, the City determined that beginning unencumbered cash was overstated due to incorrectly accounting for encumbrances from a prior year. The financial statement has been adjusted to properly account for the encumbrances in the amount of \$369,746.

During review of the utility deposits, the City determined that the deposits should be accounted for as an agency fund rather than included with the Water Fund. The financial statement has been adjusted to properly account for the agency fund in the amount of \$77,691.

CITY OF COUNCIL GROVE, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 16 – LONG-TERM DEBT

City of Council Grove, Kansas has the following types of long-term debt.

General Obligation Bonds

On April 28, 2020, the City issued \$1,360,000 in Series 2020 General Obligation bonds for the purpose of certain public water supply improvements.

KDOT Loan

The City entered into a loan agreement with the Kansas Department of Transportation on May 12, 2008 for a curb and gutter project on Washington Street. The City has a 1% dedicated sales tax to finance the repayment, or in absences of sales tax revenues, they agree to levy tax sufficient for repayment.

KDHE Loan

The City entered into a \$509,600 revolving loan agreement on July 1, 2010 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance improvements to the wastewater collection and treatment facility. The City will use user fees generated by the Sewer Fund for loan repayment, which began March 1, 2012.

Lease Obligations

The City entered into a lease agreement with the City of Council Grove, Kansas Public Building Commission for an amount necessary to meet the debt service requirement on the outstanding revenue bonds for the use of swimming pool improvements.

The City has entered into additional leases for equipment. The leases contain a fiscal funding clause.

CITY OF COUNCIL GROVE, 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	Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Series 2020 Water	1.70-2.60%	4/28/2020	\$ 1,360,000	2033	\$ 1,175,000	-	190,000	985,000	25,080
KDOT Loan									
Washington Street	3.74%	5/12/2008	703,261	2027	255,822	-	43,295	212,527	10,207
KDHE Loan									
Sewer Loan 1784-01	2.30%	7/1/2010	509,600	2031	242,704	-	21,598	221,106	5,459
Finance Leases									
Fire Truck	2.70%	2/9/2015	264,516	2027	122,346	-	22,743	99,603	3,023
Street Sweeper	3.32%	6/1/2017	206,003	2023	55,496	-	27,246	28,250	1,842
Skid Steer	3.32%	10/1/2017	50,023	2027	16,018	-	2,441	13,577	532
Energy Updates	2.75%	9/9/2020	1,199,218	2035	1,133,550	-	67,474	1,066,076	31,173
Series 2019 Public Building Commission	1.80 - 3.25%	6/26/2019	2,465,000	2033	2,155,000	-	155,000	2,000,000	57,623
Total Finance Leases					3,482,410	-	274,904	3,207,506	94,193
Total Contractual Indebtedness - City					5,155,936	-	529,797	4,626,139	134,939
Related Municipal Entity Debt									
Revenue Bond									
Series 2019 Public Building Commission	1.80 - 3.25%	6/26/2019	2,465,000	2033	2,155,000	-	155,000	2,000,000	57,623
Total Contractual Indebtedness					\$ 7,310,936	-	684,797	6,626,139	192,562

CITY OF COUNCIL GROVE, KANSAS

Notes to Financial Statement

December 31, 2022

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 - 2035	
Principal								
General Obligation Bonds	\$ 190,000	200,000	145,000.00	45,000.00	55,000	290,000.00	60,000	985,000
KDOT Loan	45,023	46,819	48,687	50,630	21,368	-	-	212,527
KDHE Loan	22,152	22,720	23,304	23,901	24,515	104,514	-	221,106
Finance Leases	283,467	262,845	270,547	273,324	257,492	1,404,451	455,380	3,207,506
Total Principal	540,642	532,384	487,538	392,855	358,375	1,798,965	515,380	4,626,139
Interest								
General Obligation Bonds	19,855	16,050	12,528.00	10,499	9,374	26,203	780	95,289
KDOT Loan	7,949	6,265	4,514	2,693	799	-	-	22,220
KDHE Loan	4,959	4,446	3,920	3,381	2,828	5,489	-	25,023
Finance Leases	87,342	80,119	73,478	66,537	59,650	181,778	18,404	567,308
Total Interest	120,105	106,880	94,440	83,110	72,651	213,470	19,184	709,840
Total Principal and Interest - City	660,747	639,264	581,978	475,965	431,026	2,012,435	534,564	5,335,979
Principal								
Revenue Bond	160,000	165,000	170,000	170,000	175,000	985,000	175,000	2,000,000
Interest								
Revenue Bond	54,235	50,578	46,640	42,475	38,075	107,996	2,844	342,843
Total Principal and Interest - RME	214,235	215,578	216,640	212,475	213,075	1,092,996	177,844	2,342,843
Total Principal and Interest	\$ 874,982	854,842	798,618	688,440	644,101	3,105,431	712,408	7,678,822

CITY OF COUNCIL GROVE, KANSAS

Regulatory-Required Supplementary Information

CITY OF COUNCIL GROVE, 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	\$ 2,115,684	-	2,115,684	1,983,977	(131,707)
Special Purpose Funds					
.7% Sales Tax Fund	836,613	-	836,613	301,810	(534,803)
1% Sales Tax Fund	1,300,447	-	1,300,447	363,308	(937,139)
Industrial Development Fund	16,344	-	16,344	16,344	-
Library Fund	89,409	-	89,409	89,409	-
Library Benefits Fund	27,000	-	27,000	27,000	-
Special Highway Fund	144,598	-	144,598	24,458	(120,140)
Special Parks and Recreation Fund	64,794	-	64,794	17,476	(47,318)
Employee Benefits Fund	578,000	-	578,000	525,629	(52,371)
Highway Maintenance Fund	210,388	-	210,388	9,300	(201,088)
Diversion Fund	5,644	-	5,644	3,106	(2,538)
Business Funds					
Water Fund	1,381,345	-	1,381,345	924,122	(457,223)
Sewer Fund	721,273	-	721,273	201,979	(519,294)
Refuse Fund	176,926	-	176,926	172,529	(4,397)

CITY OF COUNCIL GROVE, 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				
Morris County	\$ 534,750	552,524	538,029	14,495
Franchise Fees	124,351	151,939	130,000	21,939
County Sales Tax	224,881	247,815	156,000	91,815
Liquor Tax	7,468	10,541	3,801	6,740
Fees and Fines	254,386	234,960	219,150	15,810
Use of Money and Property	445,752	461,248	445,300	15,948
Federal Aid	-	31,740	-	31,740
Other	86,459	50,825	42,100	8,725
Transfers In	119,800	118,800	115,500	3,300
Total Receipts	<u>1,797,847</u>	<u>1,860,392</u>	<u>1,649,880</u>	<u>210,512</u>
Expenditures				
Administration	349,503	323,892	306,000	17,892
Police	455,533	496,558	436,500	60,058
Streets/Public Works	261,505	328,786	296,000	32,786
Swimming Pool	132,207	138,101	116,600	21,501
City Parks	99,989	51,247	72,500	(21,253)
Cemetery Care	52,194	51,916	44,700	7,216
Fire	91,336	84,666	83,384	1,282
Municipal Court	29,291	27,340	27,600	(260)
Recreation	144,597	161,322	146,000	15,322
City Lake	116,347	144,149	105,400	38,749
Transfers Out	171,000	176,000	176,000	-
Cash Forward	-	-	305,000	(305,000)
Total Expenditures	<u>1,903,502</u>	<u>1,983,977</u>	<u>2,115,684</u>	<u>(131,707)</u>
Receipts Over (Under) Expenditures	(105,655)	(123,585)		
Unencumbered Cash - Beginning	636,815	531,160		
Prior Year Cancelled Encumbrances	-	2,419		
Unencumbered Cash - Ending	\$ <u>531,160</u>	<u>409,994</u>		

CITY OF COUNCIL GROVE, KANSAS
.7% Sales Tax 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 Tax	\$ 367,965	377,535	280,000	97,535
Expenditures				
Pool Lease Payments	217,800	214,123	215,800	(1,677)
Intake Payments	84,763	87,076	85,113	1,963
Other	3,219	611	10,000	(9,389)
Cash Forward	-	-	525,700	(525,700)
Total Expenditures	305,782	301,810	836,613	(534,803)
Receipts Over (Under) Expenditures	62,183	75,725		
Unencumbered Cash - Beginning	579,787	641,970		
Unencumbered Cash - Ending	\$ 641,970	717,695		

CITY OF COUNCIL GROVE, KANSAS
1% Sales Tax 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 Tax	\$ 525,154	539,336	400,000	139,336
Expenditures				
Washington Street	53,503	53,502	53,502	-
Infrastructure	67,618	55,457	100,000	(44,543)
Grants	115,048	45,499	100,000	(54,501)
Other	413	5,000	-	5,000
Transfers Out	115,500	203,850	203,850	-
Cash Forward	-	-	843,095	(843,095)
Total Expenditures	352,082	363,308	1,300,447	(937,139)
Receipts Over (Under) Expenditures	173,072	176,028		
Unencumbered Cash - Beginning	829,209	1,002,281		
Prior Year Cancelled Encumbrances	-	1,744		
Prior Period Adjustment	-	(106,964)		
Unencumbered Cash - Ending	\$ 1,002,281	1,073,089		

CITY OF COUNCIL GROVE, KANSAS
Industrial 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)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Morris County	\$ 15,285	15,509	15,438	71
Expenditures				
Industrial Development	15,148	16,344	16,344	-
Receipts Over (Under) Expenditures	137	(835)		
Unencumbered Cash - Beginning	2,398	2,535		
Unencumbered Cash - Ending	\$ 2,535	1,700		

CITY OF COUNCIL GROVE, 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				
Morris County	\$ 80,397	79,415	<u>79,756</u>	<u>(341)</u>
Expenditures				
Library Appropriation	<u>79,756</u>	89,409	<u>89,409</u>	<u>-</u>
Receipts Over (Under) Expenditures	641	(9,994)		
Unencumbered Cash - Beginning	<u>11,949</u>	12,590		
Unencumbered Cash - Ending	\$ <u>12,590</u>	2,596		

CITY OF COUNCIL GROVE, KANSAS
Library 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				
Morris County	\$ 26,628	26,749	<u>27,000</u>	<u>(251)</u>
Expenditures				
Library Appropriation	26,252	27,000	<u>27,000</u>	<u>-</u>
Receipts Over (Under) Expenditures	376	(251)		
Unencumbered Cash - Beginning	<u>1,666</u>	<u>2,042</u>		
Unencumbered Cash - Ending	\$ <u>2,042</u>	<u>1,791</u>		

CITY OF COUNCIL GROVE, 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				
State of Kansas	\$ 61,262	56,945	54,540	2,405
Expenditures				
Street Repairs and Maintenance	16,669	24,458	144,598	(120,140)
Receipts Over (Under) Expenditures	44,593	32,487		
Unencumbered Cash - Beginning	60,218	104,811		
Unencumbered Cash - Ending	\$ 104,811	137,298		

CITY OF COUNCIL GROVE, 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				
Liquor Tax	\$ 7,468	10,541	3,801	6,740
Donations and Other	17,434	6,454	15,000	(8,546)
Transfers In	-	20,000	20,000	-
Total Receipts	24,902	36,995	<u>38,801</u>	<u>(1,806)</u>
Expenditures				
Parks and Recreation	6,317	17,476	<u>64,794</u>	<u>(47,318)</u>
Receipts Over (Under) Expenditures	18,585	19,519		
Unencumbered Cash - Beginning	6,329	24,914		
Unencumbered Cash - Ending	\$ <u>24,914</u>	<u>44,433</u>		

CITY OF COUNCIL GROVE, 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				
Morris County	\$ 372,257	383,188	394,099	(10,911)
Other	43,664	52,389	-	52,389
Transfers In	-	136,155	152,350	(16,195)
Total Receipts	415,921	571,732	<u>546,449</u>	<u>25,283</u>
Expenditures				
Health and Dental	320,407	370,912	400,000	(29,088)
Social Security and Medicare	66,679	69,533	84,000	(14,467)
KPERS	67,604	73,291	89,000	(15,709)
Firemen's Relief	846	-	3,000	(3,000)
Other	16,591	11,893	2,000	9,893
Total Expenditures	472,127	525,629	<u>578,000</u>	<u>(52,371)</u>
Receipts Over (Under) Expenditures	(56,206)	46,103		
Unencumbered Cash - Beginning	103,406	47,200		
Unencumbered Cash - Ending	\$ <u>47,200</u>	<u>93,303</u>		

CITY OF COUNCIL GROVE, KANSAS
Highway Maintenance 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				
State of Kansas	\$ 35,875	35,900	35,800	100
Expenditures				
Highway Improvements	-	9,300	210,388	(201,088)
Receipts Over (Under) Expenditures	35,875	26,600		
Unencumbered Cash - Beginning	138,788	174,663		
Unencumbered Cash - Ending	\$ 174,663	201,263		

CITY OF COUNCIL GROVE, KANSAS
Diversion 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				
Diversion Fees	\$ 5,053	3,542	1,000	2,542
Expenditures				
Law Enforcement	1,250	3,106	5,644	(2,538)
Receipts Over (Under) Expenditures	3,803	436		
Unencumbered Cash - Beginning	5,644	9,447		
Unencumbered Cash - Ending	\$ 9,447	9,883		

CITY OF COUNCIL GROVE, KANSAS
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		
Other	\$ 14,552	27,031
Transfers In	91,546	96,547
Total Receipts	106,098	123,578
Expenditures		
Equipment	92,433	124,625
Receipts Over (Under) Expenditures	13,665	(1,047)
Unencumbered Cash - Beginning	92,996	106,661
Prior Period Adjustment	-	(14,782)
Unencumbered Cash - Ending	\$ 106,661	90,832

CITY OF COUNCIL GROVE, KANSAS
Computer 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	\$ 25,432	25,457
Expenditures		
Equipment	1,624	13,984
Receipts Over (Under) Expenditures	23,808	11,473
Unencumbered Cash - Beginning	9,465	33,273
Unencumbered Cash - Ending	\$ 33,273	44,746

CITY OF COUNCIL GROVE, KANSAS
Capital Improvements 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		
Donations and Reimbursed Expenses	\$ 144,970	-
Transfers In	106,000	106,000
Total Receipts	250,970	106,000
Expenditures		
Capital Improvements	233,789	103,338
Transfers Out	-	22,696
Total Expenditures	233,789	126,034
Receipts Over (Under) Expenditures	17,181	(20,034)
Unencumbered Cash - Beginning	618,372	635,553
Prior Year Cancelled Encumbrances	-	664
Unencumbered Cash - Ending	\$ 635,553	616,183

CITY OF COUNCIL GROVE, KANSAS
Grants 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		
ARPA Grant	\$ 161,842	161,842
CARES Grant	2,000	-
Other Grants and Donations	876	64,650
Transfers In	-	19,396
Total Receipts	<u>164,718</u>	<u>245,888</u>
Expenditures		
Grant Projects	5,551	45,136
CARES Program	2,000	-
Total Expenditures	<u>7,551</u>	<u>45,136</u>
Receipts Over (Under) Expenditures	157,167	200,752
Unencumbered Cash - Beginning	7,500	164,667
Prior Period Adjustment	-	<u>(248,000)</u>
Unencumbered Cash - Ending	<u>\$ 164,667</u>	<u>117,419</u>

CITY OF COUNCIL GROVE, KANSAS
Water 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				
Charges for Services	\$ 955,216	977,706	966,910	10,796
Other Receipts	70,469	50,132	-	50,132
Total Receipts	1,025,685	1,027,838	966,910	60,928
Expenditures				
Production				
Personnel Services	93,516	103,007	123,900	(20,893)
Contractual Services	147,769	145,793	144,300	1,493
Commodities	146,757	107,844	163,500	(55,656)
Capital Outlay	33,851	33,840	1,000	32,840
Distribution				
Personnel Services	98,405	102,729	117,500	(14,771)
Contractual Services	15,281	19,325	26,950	(7,625)
Commodities	7,246	17,375	12,650	4,725
Capital Outlay	59,865	63,801	90,000	(26,199)
Administration				
Personnel Services	27,871	30,054	30,600	(546)
Contractual Services	41,343	41,112	18,600	22,512
Commodities	7,489	6,742	26,500	(19,758)
Capital Outlay	17,835	17,922	2,883	15,039
Debt Service	126,890	127,182	128,247	(1,065)
Transfers Out	51,546	107,396	118,547	(11,151)
Cash Forward	-	-	376,168	(376,168)
Total Expenditures	875,664	924,122	1,381,345	(457,223)
Receipts Over (Under) Expenditures	150,021	103,716		
Unencumbered Cash - Beginning	413,869	563,890		
Prior Year Cancelled Encumbrances	-	1,163		
Agency Fund Reclassification	-	(77,691)		
Unencumbered Cash - Ending	\$ 563,890	591,078		

CITY OF COUNCIL GROVE, KANSAS
Water Maintenance 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	233,031	248,031
Unencumbered Cash - Ending	<u>\$ 248,031</u>	<u>263,031</u>

CITY OF COUNCIL GROVE, KANSAS
Sewer 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				
Charges for Services	\$ 220,073	233,102	238,960	(5,858)
Other Receipts	2,776	3,675	-	3,675
Total Receipts	222,849	236,777	238,960	(2,183)
Expenditures				
Personnel Services	48,670	62,573	53,000	9,573
Contractual Services	29,307	40,229	46,800	(6,571)
Commodities	32,958	22,365	29,700	(7,335)
Capital Outlay	2,239	2,206	12,000	(9,794)
Debt Service	27,650	27,650	27,650	-
Transfers Out	35,000	46,956	52,000	(5,044)
Cash Forward	-	-	500,123	(500,123)
Total Expenditures	175,824	201,979	721,273	(519,294)
Receipts Over (Under) Expenditures	47,025	34,798		
Unencumbered Cash - Beginning	561,063	608,088		
Prior Year Cancelled Encumbrances	-	4		
Unencumbered Cash - Ending	\$ 608,088	642,890		

CITY OF COUNCIL GROVE, KANSAS
Sewer 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	\$ 25,000	25,000
Expenditures	-	-
Receipts Over (Under) Expenditures	25,000	25,000
Unencumbered Cash - Beginning	41,190	66,190
Unencumbered Cash - Ending	<u>\$ 66,190</u>	<u>91,190</u>

CITY OF COUNCIL GROVE, KANSAS
Refuse 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				
Charges for Services	\$ 156,174	174,900	160,000	14,900
Expenditures				
Contractual Services	146,828	167,072	160,000	7,072
Transfers Out	5,432	5,457	-	5,457
Cash Forward	-	-	16,926	(16,926)
Total Expenditures	152,260	172,529	176,926	(4,397)
Receipts Over (Under) Expenditures	3,914	2,371		
Unencumbered Cash - Beginning	16,926	20,840		
Unencumbered Cash - Ending	\$ 20,840	23,211		

CITY OF COUNCIL GROVE, KANSAS
Cemetery Endowment 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		
Cemetery Care	\$ 1,900	850
Expenditures		
Transfers Out	4,300	-
Receipts Over (Under) Expenditures	(2,400)	850
Unencumbered Cash - Beginning	92,745	90,345
Unencumbered Cash - Ending	\$ 90,345	91,195

CITY OF COUNCIL GROVE, KANSAS
Public Building Commission
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 Actual
Receipts		
Lease Payments from the City	\$ 217,800	214,123
Expenditures		
Pool Principal and Interest	215,800	212,623
Fees	2,000	1,500
Total Expenditures	217,800	214,123
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	246,500	246,500
Unencumbered Cash - Ending	\$ 246,500	246,500

CITY OF COUNCIL GROVE, KANSAS
Agency Funds
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
City Lake Tax Refunds	\$ 128,657	4,519	-	133,176
Utility Deposits	77,691	9,457	6,595	80,553
Total Agency Funds	\$ 206,348	13,976	6,595	213,729