

The City of Dighton, Kansas

Financial Statement

For the Year Ended December 31, 2022

**The City of Dighton, Kansas
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For the Year Ended December 31, 2022**

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Dirks, Anthony & Duncan, LLC

Certified Public Accountants & Management Consultants

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Dighton, Kansas 67839

Adverse and Unmodified Opinions

We have audited the accompanying financial statement of the City of Dighton, Kansas, which comprise the statement of receipts, expenditures and unencumbered cash as of December 31, 2022, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the City of Dighton, as of December 31, 2022, or changes in net position, or cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above present fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Dighton, 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* as 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, 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 of Dighton, 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 Opinions on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Dighton, on the basis of the financial reporting provisions of *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 and pervasive.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of the 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 financial statement that are 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 of Dighton'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 double shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 generally accepted auditing standards 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 generally accepted auditing standards, 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 of Dighton'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 of Dighton's ability to continue as a going concern for a reasonable period of time.

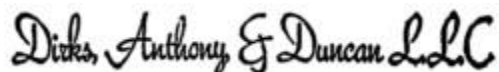
We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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, schedule of regulatory basis receipts and expenditures - agency funds (Schedules 1, 2 and 3, as listed in the table of contents) 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 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of Dighton as of and for the year ended December 31, 2021 (not presented herein), and have issued our reported thereon dated July 21, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and our accompanying report are not presented herein but are available in electronic form from the web site of the Kansas Department of Administration at the following link: <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, 2021 (Schedule 2 as listed in the table of contents) is presented for the purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2021, on the basis of accounting described in Note 1.



DIRKS, ANTHONY & DUNCAN, LLC
Certified Public Accountants

June 2, 2023

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

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
General Fund:						
General Fund	\$ 550,329	\$ 587,874	\$ 602,959	\$ 535,244	\$ 19,113	\$ 554,357
Special Purpose Funds:						
Employee Benefits Fund	53,529	156,003	140,739	68,793	70	68,863
Special Highway Fund	40,596	24,965	13,684	51,877	105	51,982
Special Parks Fund	6,651	47,287	48,166	5,772	249	6,021
Equipment Reserve Fund	70,753	200,000	-	270,753	-	270,753
Fire Department Fund	4,501	-	4,501	-	-	-
Economic Development Fund	50,000	-	-	50,000	-	50,000
Capital Pharmacy Building Fund	10,647	36,175	17,701	29,121	-	29,121
American Rescue Plan Act Fund	68,827	68,827	137,654	-	-	-
Bond and Interest Fund:						
Bond & Interest Fund	11,000	108,472	119,368	104	-	104
Business Funds:						
Electric Utility Fund	2,082,511	1,490,451	2,329,802	1,243,160	14,217	1,257,377
Water Utility Fund	10,031	1,357,024	280,691	1,086,364	6,988	1,093,352
Trash Utility Fund	26,578	101,643	102,481	25,740	8,109	33,849
Sewer Utility Fund	104,023	98,226	95,456	106,793	1,962	108,755
Total Reporting Entity (Excluding Agency Funds)	\$ 3,089,976	\$4,276,947	\$ 3,893,202	\$ 3,473,721	\$ 50,813	\$ 3,524,534
Composition of Cash:				Cash in Checking		\$ 229,996
				Money Market		1,765,146
				Petty Cash		300
				Time Deposits		1,555,000
				Total Cash		3,550,442
				Less: Agency Fund per Schedule 3		(25,908)
				Total Reporting Entity (Excluding Agency Fund)		\$ 3,524,534

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

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Financial Reporting Entity

The City of Dighton is a municipal corporation governed by an elected mayor and an elected five-member council. This financial statement presents the City of Dighton (the City). The City has no related municipal entities.

b) Regulatory Basis Fund Types

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

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

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

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

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

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

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

c) Basis of Accounting

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

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

d) Budgetary Information

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

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

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 City did hold a revenue neutral rate hearing for this year.

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

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the 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, Fire Department Fund, Economic Development Fund, Capital Pharmacy Building Fund, and American Rescue Plan Act Fund.

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

NOTE 2 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

References made herein to the statutes are not intended as interpretations of law but are offered for consideration of the Director of Accounts and Reports, Kansas Department of Administration and Interpretation by legal repetition of the Municipality.

There was a budget violation in Special Parks Fund for \$39,716.

No other statute violations were noted for the year ending December 31, 2022.

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2022

NOTE 3 – DEPOSITS AND INVESTMENTS

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

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

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

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

At December 31, 2022, the City’s carrying amount of deposits was \$3,524,534 and the bank balance was \$3,575,909. The bank balance was held by two (2) banks resulting in a concentration of credit risk. Of the bank balance, \$500,000 was covered by federal depository insurance, and the remaining balance was collateralized with securities held by the pledging financial institutions’ agents in the City’s name.

Custodial Credit Risk - Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

NOTE 4 – INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
Electric Utility Fund	Equipment Reserve Fund	K.S.A. 12-1,117	\$ 50,000
Electric Utility Fund	Special Parks Fund	K.S.A. 12-825d	25,000
Electric Utility Fund	Bond and Interest Fund	K.S.A. 12-825d	16,000
Electric Utility Fund	Water Utility Fund	K.S.A. 12-825d	1,055,000
Water Utility Fund	Special Parks Fund	K.S.A. 12-825d	10,000
Sewer Utility Fund	Equipment Reserve Fund	K.S.A. 12-1,117	25,000
ARPA Fund	Electric Utility Fund	K.S.A. 12-6a16	2,393
ARPA Fund	Water Utility Fund	K.S.A. 12-6a16	2,393
ARPA Fund	Sewer Utility Fund	K.S.A. 12-6a16	3,083
ARPA Fund	Equipment Reserve Fund	K.S.A. 12-6a16	125,000
ARPA Fund	General Fund	K.S.A. 12-6a16	4,785
Fire Department Fund	General Fund	K.S.A. 12-6a16	4,501

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2022

NOTE 5 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

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

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or before 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 contribution are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 to 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 KPERS for the fiscal year ended December 31, 2022. Contributions to the pension plan from the City were \$23,492 for KPERS 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 \$276,954. 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 contribution 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 www.kpers.org or can be obtained as described above.
financial statement.

NOTE 6 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

a) Other Post-Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level 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.

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2022

NOTE 6 – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONT.)

b) Death and Disability Other Post-Employment Benefit

As provided by K.S.A. 74-4927, disable 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 payment. The employer contribution rate is set at 1% for the year ended December 31, 2022.

c) Other Employee Benefits

Vacation Leave. Vacation leave is accrued at the rate of five days per year with six months to one year of employment, ten days with one to ten years, sixteen days with ten to twenty years, and twenty days with twenty or more years. Vacation days can be accrued up to five days. Unused vacation leave up to forty hours shall be paid to employees at year-end. Employees are paid all earned and unused vacation leave upon retirement or termination.

Sick Leave. Sick days accrue at the rate of eight hours for each month of service. Employees may accrue up to ninety days, and employees are paid for one-third of their accumulated sick leave upon retirement or termination. The amounts for the years ending December 31, 2022 for compensated absences and associated employee benefits are \$10,766 and \$824.

NOTE 7 – LONG-TERM DEBT

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

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
General Obligation Bonds:									
Series 2015	2.0 - 4.0%	4/1/2015	\$ 1,640,000	9/1/2035	\$ 1,290,000	\$ -	\$ 75,000	\$ 1,215,000	\$ 44,368

Current maturities of long-term debt and interest for the next years through maturity are as follow:

	<u>Year</u>							<u>Total</u>
	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027-31</u>	<u>2032-35</u>		
<u>Principal:</u>								
Series 2015	\$ 80,000	\$ 80,000	\$ 80,000	\$ 85,000	\$ 460,000	\$ 430,000	\$ 1,215,000	
<u>Interest:</u>								
Series 2015	42,680	40,880	38,640	36,400	139,950	44,000	342,550	
Total Principal and Interest	\$ 122,680	\$ 120,880	\$ 118,640	\$ 121,400	\$ 599,950	\$ 474,000	\$ 1,557,550	

CITY OF DIGHTON, KANSAS
Notes to the Financial Statement
December 31, 2022

NOTE 8 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date of this report. Management's evaluation concluded that there are no subsequent events that are required to be recognized, but two events are to be disclosed in this financial statement.

On January 11, 2023, the City received \$65,313 from the sale of the pharmacy building and paid \$11,460 to the County for their portion of the sale proceeds.

The City of Dighton, Kansas

Regulatory - Required Supplementary Information

The City of Dighton, Kansas

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The City of Dighton, Kansas
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 (Budgeted Funds Only)
 For the Year Ended December 31, 2022

Funds	Certified Budget	Expenditures Chargeable to Current Year	Variance- Over (Under)
<u>General Fund:</u>			
General Fund	\$ 1,202,000	\$ 602,959	\$ (599,041)
<u>Special Purpose Funds:</u>			
Employee Benefits Fund	164,550	140,739	(23,811)
Special Highway Fund	67,411	13,684	(53,727)
Special Parks Fund	8,450	48,166	39,716
<u>Bond and Interest Fund:</u>			
Bond & Interest Fund	119,368	119,368	-
<u>Business Funds:</u>			
Electric Utility Fund	3,501,216	2,329,802	(1,171,414)
Water Utility Fund	575,402	280,691	(294,711)
Trash Utility Fund	126,611	102,481	(24,130)
Sewer Utility Fund	168,902	95,456	(73,446)

The City of Dighton, Kansas
 General Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes				
Ad Valorem Property Tax	\$ 425,314	\$ 291,162	311,437	\$ (20,275)
Back Taxes	17,484	8,647	-	8,647
Motor and Recreational Vehicle Tax	64,536	78,623	82,819	(4,196)
Total Taxes	507,334	378,432	394,256	(15,824)
Intergovernmental Revenue				
Liquor Tax	3,041	2,750	2,286	464
Compensating Use Tax	43,196	37,788	25,000	12,788
Local Sales Tax	101,079	102,523	107,500	(4,977)
Total Intergovernmental Revenue	147,316	143,061	134,786	8,275
Fines, Permits and Licenses				
Franchise Tax	11,196	13,427	9,750	3,677
Court Revenue	15,427	8,250	10,000	(1,750)
Fines, Permits and Licenses	5,859	11,514	12,500	(986)
Swimming Pool	11,514	10,738	10,000	738
Total Fines, Permits and Licenses	43,996	43,929	42,250	1,679
Interest Income				
Interest Income	5,332	4,949	5,000	(51)
Reimbursements				
Reimbursements	14,723	1,625	20,000	(18,375)
Miscellaneous				
Miscellaneous	2,422	6,592	1,000	5,592
Sale of Equipment and Land				
Sale of Equipment and Land	10,790	-	-	-
Transfer				
Transfer	-	9,286	-	9,286
Total Receipts	731,913	587,874	\$ 597,292	\$ (9,418)
Expenditures				
General Government				
Personal Services	\$ 123,376	\$ 107,181	\$ 125,000	\$ (17,819)
Contractual Services	20,244	21,486	27,500	(6,014)
Commodities	4,555	9,394	6,000	3,394
Capital Outlay	-	4,352	408,500	(404,148)
Miscellaneous	78	6,431	-	6,431
Total Personal Services	148,253	148,844	567,000	(418,156)
Beautification/Improvement				
Contractual Services	263	102	3,000	(2,898)
Commodities	1,941	-	5,000	(5,000)
Capital Outlay	-	-	10,000	(10,000)
Total Beautification/Improvement	2,204	102	18,000	(17,898)

CITY OF DIGHTON, 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 <u>Actual</u>	Current Year		Variance Over Over (Under)
		<u>Actual</u>	<u>Budget</u>	
Street Department				
Personal Services	\$ 34,695	\$ 31,115	\$ 37,500	\$ (6,385)
Contractual Services	20,870	21,337	30,000	(8,663)
Commodities	44,783	41,414	40,000	1,414
Capital Outlay	<u>106,756</u>	<u>121,135</u>	<u>180,000</u>	<u>(58,865)</u>
Total Street Department	<u>207,104</u>	<u>215,001</u>	<u>287,500</u>	<u>(72,499)</u>
Fire Department				
Personal Services	7,640	8,220	10,000	(1,780)
Contractual Services	7,763	7,760	15,000	(7,240)
Commodities	4,077	6,957	8,000	(1,043)
Capital Outlay	-	-	15,000	(15,000)
Total Fire Department	<u>19,480</u>	<u>22,937</u>	<u>48,000</u>	<u>(25,063)</u>
Pool				
Personal Services	17,746	16,169	27,500	(11,331)
Contractual Services	5,873	12,073	7,500	4,573
Commodities	18,747	13,042	12,500	542
Capital Outlay	-	-	50,000	(50,000)
Total Pool	<u>42,366</u>	<u>41,284</u>	<u>97,500</u>	<u>(56,216)</u>
Municipal Court				
Personal Services	6,000	6,000	15,000	(9,000)
Contractual Services	1,019	722	5,000	(4,278)
Commodities	625	-	5,000	(5,000)
Court Expense	9,200	7,194	8,000	(806)
Total Municipal Court	<u>16,844</u>	<u>13,916</u>	<u>33,000</u>	<u>(19,084)</u>
Police Department - Contractual	148,500	160,875	148,500	12,375
Chamber of Commerce	-	-	2,500	(2,500)
Total Expenditures	<u>584,751</u>	<u>602,959</u>	<u>\$ 1,202,000</u>	<u>(599,041)</u>
Receipts Over (Under) Expenditures	147,162	(15,085)		<u>\$ 589,623</u>
Unencumbered Cash, Beginning	<u>403,167</u>	<u>550,329</u>		
Unencumbered Cash, Ending	<u>\$ 550,329</u>	<u>\$ 535,244</u>		

The City of Dighton, Kansas
Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes				
Ad Valorem Property Tax	\$ 43,915	\$ 110,330	\$ 117,692	\$ (7,362)
Back Taxes	5,560	2,561	-	2,561
Motor and Recreation Vehicle Tax	43,697	33,437	10,003	23,434
Miscellaneous	1,964	9,675	2,000	7,675
Total Receipts	<u>95,136</u>	<u>156,003</u>	<u>\$ 129,695</u>	<u>\$ 26,308</u>
Expenditures				
Social Security	25,687	22,618	27,500	(4,882)
KPERs	25,925	25,925	27,500	(1,575)
Department of Human Resources	362	328	300	28
Employee Health Insurance/Cafeteria Plan	87,249	76,844	95,000	(18,156)
Contractual Services	12,854	12,074	12,750	(676)
Miscellaneous	2,912	2,950	1,500	1,450
Total Expenditures	<u>154,989</u>	<u>140,739</u>	<u>\$ 164,550</u>	<u>(23,811)</u>
Receipts Over (Under) Expenditures	(59,853)	15,264		<u>\$ 50,119</u>
Unencumbered Cash, Beginning	<u>113,382</u>	<u>53,529</u>		
Unencumbered Cash, Ending	<u>\$ 53,529</u>	<u>\$ 68,793</u>		

The City of Dighton, 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	\$ 26,024	\$ 24,965	\$ 23,320	\$ 1,645
Total Receipts	<u>26,024</u>	<u>24,965</u>	<u>\$ 23,320</u>	<u>\$ 1,645</u>
Expenditures				
Personal Services	12,812	11,434	13,000	(1,566)
Contractual Service	2,212	2,250	2,500	(250)
Commodities	7,305	-	51,911	(51,911)
Capital Outlay	-	-	-	-
Total Expenditures	<u>22,329</u>	<u>13,684</u>	<u>\$ 67,411</u>	<u>(53,727)</u>
Receipts Over (Under) Expenditures	3,695	11,281		<u>\$ 55,372</u>
Unencumbered Cash, Beginning	<u>36,901</u>	<u>40,596</u>		
Unencumbered Cash, Ending	<u>\$ 40,596</u>	<u>\$ 51,877</u>		

The City of Dighton, Kansas
Special Parks 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	\$ 3,041	\$ 2,750	\$ 2,286	\$ 464
State Grant	-	9,537	-	9,537
Transfer from Electric Fund	-	25,000	-	25,000
Transfer from Water Fund	-	10,000	-	10,000
Total Receipts	<u>3,041</u>	<u>47,287</u>	<u>\$ 2,286</u>	<u>\$ 45,001</u>
Expenditures				
Personal Services	917	-	1,250	(1,250)
Contractual Services	4,568	5,029	4,500	529
Commodities	3,068	5,047	2,500	2,547
Capital Outlay	-	38,090	200	37,890
Total Expenditures	<u>8,553</u>	<u>48,166</u>	<u>\$ 8,450</u>	<u>39,716</u>
Receipts Over (Under) Expenditures	(5,512)	(879)		<u>\$ 5,285</u>
Unencumbered Cash, Beginning	<u>12,163</u>	<u>6,651</u>		
Unencumbered Cash, Ending	<u>\$ 6,651</u>	<u>\$ 5,772</u>		

The City of Dighton, 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 <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfer In	\$ 50,000	\$ 200,000
Total Receipts	<u>50,000</u>	<u>200,000</u>
Expenditures		
Principle Payments	5,596	-
Capital Outlay	<u>128,250</u>	<u>-</u>
Total Expenditures	<u>133,846</u>	<u>-</u>
Receipts Over (Under) Expenditures	(83,846)	200,000
Unencumbered Cash, Beginning	<u>154,599</u>	<u>70,753</u>
Unencumbered Cash, Ending	<u>\$ 70,753</u>	<u>\$ 270,753</u>

The City of Dighton, Kansas
 Fire Department 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 <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Donation Income	\$ -	\$ -
Total Receipts	-	-
Expenditures		
Transfer to General Fund	-	4,501
Total Expenditures	-	4,501
Receipts Over (Under) Expenditures	-	(4,501)
Unencumbered Cash, Beginning	4,501	4,501
Unencumbered Cash, Ending	\$ 4,501	\$ -

The City of Dighton, Kansas
Economic Development 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 <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Transfer from General Fund	\$ -	\$ -
Total Receipts	<u>-</u>	<u>-</u>
Expenditures		
Appropriation to Board	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>50,000</u>	<u>50,000</u>
Unencumbered Cash, Ending	<u><u>\$ 50,000</u></u>	<u><u>\$ 50,000</u></u>

Schedule 2-8

The City of Dighton, Kansas
 Capital Pharmacy Building 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 <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Rental Income	<u>\$ 20,672</u>	<u>\$ 36,175</u>
Total Receipts	<u>20,672</u>	<u>36,175</u>
Expenditures and Transfers		
Pharmacy Rent Paid to Lane County	10,336	10,508
Contractual Services	<u>14,533</u>	<u>7,193</u>
Total Expenditures	<u>24,869</u>	<u>17,701</u>
Receipts Over (Under) Expenditures	(4,197)	18,474
Unencumbered Cash, Beginning	<u>14,844</u>	<u>10,647</u>
Unencumbered Cash, Ending	<u><u>\$ 10,647</u></u>	<u><u>\$ 29,121</u></u>

The City of Dighton, Kansas
 American Rescue Plan Act 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 <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Federal Funds	<u>\$ 68,827</u>	<u>\$ 68,827</u>
Total Receipts	<u>68,827</u>	<u>68,827</u>
Expenditures and Transfers		
Transfer to Other Funds	<u>-</u>	<u>137,654</u>
Total Expenditures	<u>-</u>	<u>137,654</u>
Receipts Over (Under) Expenditures	68,827	(68,827)
Unencumbered Cash, Beginning	<u>-</u>	<u>68,827</u>
Unencumbered Cash, Ending	<u><u>\$ 68,827</u></u>	<u><u>\$ -</u></u>

The City of Dighton, Kansas
 Bond and Interest Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Ad Valorem Property Tax	\$ 83,539	\$ 89,564	\$ 95,433	\$ (5,869)
Back Taxes	5,344	2,058	-	2,058
Motor and Recreation Vehicle Tax	298	850	15,937	(15,087)
Transfer from Electric Utility Fund	23,770	16,000	-	16,000
Total Receipts	112,951	108,472	\$ 111,370	\$ (2,898)
Expenditures				
Principal	75,000	75,000	75,000	-
Interest	46,055	44,368	44,368	-
Cash Basis Requirement	-	-	-	-
Total Expenditures	121,055	119,368	\$ 119,368	-
Receipts Over (Under) Expenditures	(8,104)	(10,896)		\$ (2,898)
Unencumbered Cash, Beginning	19,104	11,000		
Unencumbered Cash, Ending	\$ 11,000	\$ 104		

The City of Dighton, Kansas
 Electric Utility Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Net Collection Fees	\$ 1,410,955	\$ 1,465,590	\$ 1,330,000	\$ 135,590
Interest Income	124	1,529	100	1,429
Miscellaneous	8,131	20,939	2,500	18,439
Transfer from ARPA	-	2,393	-	2,393
Total Receipts	1,419,210	1,490,451	\$ 1,332,600	\$ 157,851
Expenditures				
Personal Services	31,114	27,838	35,000	(7,162)
Contractual Services	189,445	176,174	190,000	(13,826)
Commodities	75,003	61,336	90,000	(28,664)
Capital Outlay	91,358	35,050	1,461,216	(1,426,166)
Power Purchases	877,226	840,793	500,000	340,793
Sales Tax	37,299	42,611	40,000	2,611
Transfer to Water Fund	-	1,055,000	1,135,000	(80,000)
Transfer to Bond and Interest	23,770	16,000	-	16,000
Transfer to Special Parks	-	25,000	-	25,000
Transfer to Equipment Reserve Fund	50,000	50,000	50,000	-
Total Expenditures	1,375,215	2,329,802	\$ 3,501,216	(1,171,414)
Receipts Over (Under) Expenditures	43,995	(839,351)		\$ 1,329,265
Unencumbered Cash, Beginning	2,038,516	2,082,511		
Unencumbered Cash, Ending	\$ 2,082,511	\$ 1,243,160		

The City of Dighton, Kansas
Water Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Water Sales	\$ 230,162	\$ 281,864	\$ 210,000	\$ 71,864
Penalties	15,705	15,242	160,000	(144,758)
Miscellaneous	8,099	2,525	5,000	(2,475)
Transfer from ARPA	-	2,393	-	2,393
Transfer from Electric Fund	-	1,055,000	-	1,055,000
Total Receipts	<u>253,966</u>	<u>1,357,024</u>	<u>\$ 375,000</u>	<u>\$ 982,024</u>
Expenditures				
Personal Services	80,449	77,064	77,500	(436)
Contractual Services	36,399	49,097	45,000	4,097
Commodities	59,951	71,627	75,000	(3,373)
Capital Outlay	307,569	42,359	342,402	(300,043)
Sales Tax and Water Tax	6,086	8,027	5,500	2,527
Power Purchases	20,883	22,517	20,000	2,517
Transfer to Special Parks Fund	-	10,000	10,000	-
Total Expenditures	<u>511,337</u>	<u>280,691</u>	<u>\$ 575,402</u>	<u>(294,711)</u>
Receipts Over (Under) Expenditures	(257,371)	1,076,333		<u>\$ 1,276,735</u>
Unencumbered Cash, Beginning	<u>267,402</u>	<u>10,031</u>		
Unencumbered Cash, Ending	<u>\$ 10,031</u>	<u>\$ 1,086,364</u>		

The City of Dighton, Kansas
 Trash Utility Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Net Collection Fees	\$ 90,615	\$ 101,643	\$ 95,000	\$ 6,643
Total Receipts	<u>90,615</u>	<u>101,643</u>	<u>\$ 95,000</u>	<u>\$ 6,643</u>
Expenditures				
Contractual Services	96,148	102,481	95,000	7,481
Capital Outlay	<u>-</u>	<u>-</u>	<u>31,611</u>	<u>(31,611)</u>
Total Expenditures	<u>96,148</u>	<u>102,481</u>	<u>\$ 126,611</u>	<u>(24,130)</u>
Receipts Over (Under) Expenditures	(5,533)	(838)		<u>\$ 30,773</u>
Unencumbered Cash, Beginning	<u>32,111</u>	<u>26,578</u>		
Unencumbered Cash, Ending	<u>\$ 26,578</u>	<u>\$ 25,740</u>		

The City of Dighton, Kansas
Sewer Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Net Collection Fees	\$ 85,676	\$ 88,943	\$ 84,500	\$ 4,443
Reimbursement	800	6,200	500	5,700
Transfer from ARPA	-	3,083	-	3,083
Total Receipts	<u>86,476</u>	<u>98,226</u>	<u>\$ 85,000</u>	<u>\$ 13,226</u>
Expenditures				
Personal Services	34,196	31,033	37,500	(6,467)
Contractual Services	8,922	11,410	9,500	1,910
Commodities	17,937	17,869	12,500	5,369
Capital Outlay	800	10,144	84,402	(74,258)
Transfer to Equipment Reserve Fund	-	25,000	25,000	-
Total Expenditures	<u>61,855</u>	<u>95,456</u>	<u>\$ 168,902</u>	<u>(73,446)</u>
Receipts Over (Under) Expenditures	24,621	2,770		<u>\$ 86,672</u>
Unencumbered Cash, Beginning	<u>79,402</u>	<u>104,023</u>		
Unencumbered Cash, Ending	<u>\$ 104,023</u>	<u>\$ 106,793</u>		

The City of Dighton, Kansas
 Agency Fund
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2022

	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Customer Deposits	\$ 24,982	\$ 7,200	\$ 7,995	\$ 24,187
Aflac Cafeteria Fund	1,557	2,134	1,970	1,721
Total	<u>\$ 26,539</u>	<u>\$ 9,334</u>	<u>\$ 9,965</u>	<u>\$ 25,908</u>