

CITY OF OAKLEY, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2022

CITY OF OAKLEY, KANSAS
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For the Year Ended December 31, 2022

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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Oakley, Kansas
Oakley, 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 Oakley, Kansas**, as of and for the year ended December 31, 2022 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

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

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditors' Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City as of and for the year ended December 31, 2021 (not presented herein), and have issued our report thereon dated August 15, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <https://admin.ks.gov/offices/accountsreports/local-government/municipal-services>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2021 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2021 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2021, on the basis of accounting described in Note 1.



ADAMSBROWN, LLC

Certified Public Accountants

Hays, Kansas

August 7, 2023

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Regulatory Basis Fund Types							
General Fund	\$ 359,524	586	3,003,331	3,013,343	350,098	63,508	413,606
Special Purpose Funds							
Library Fund	6,982	-	189,619	194,553	2,048	-	2,048
Special Highway Fund	81,778	-	54,845	58,299	78,324	354	78,678
Special Parks and Recreation Fund	15,598	-	76,060	33,700	57,958	-	57,958
Convention and Tourism Fund	78,873	-	126,071	124,759	80,185	-	80,185
Equipment Reserve Fund	220,609	34,135	100,000	-	354,744	-	354,744
Capital Improvement Fund	899,818	-	30,000	19,677	910,141	8,250	918,391
Capital Improvement - Streets Fund	208,104	-	284,696	219,230	273,570	-	273,570
911 Fund	412,691	-	125,509	73,024	465,176	12	465,188
Law Enforcement VIN Fund	2,053	-	240	-	2,293	-	2,293
Airport Grant Fund	(36,630)	-	415,049	385,578	(7,159)	7,159	-
American Rescue Plan Fund	158,401	-	162,171	-	320,572	-	320,572
Opioids Settlement Fund	-	-	504	-	504	-	504
Bond and Interest Fund							
Bond and Interest Fund	10,388	-	55,085	56,653	8,820	-	8,820
Capital Project Fund							
Wastewater Treatment Plant Fund	-	-	637,669	644,143	(6,474)	1,000	(5,474)
Business Funds							
Water Utility Fund	632,763	-	811,085	577,845	866,003	3,811	869,814
Water Reserve Fund	177,224	-	90,000	88,599	178,625	7,500	186,125
Sanitation Utility Fund	389,836	5,000	824,943	819,071	400,708	976	401,684
Sanitation Reserve Fund	508,211	-	179,180	393,534	293,857	260,606	554,463
Trust Funds							
Museum Fund	17,287	-	12,291	12,317	17,261	-	17,261
Museum Store Fund	73,250	-	7,905	5,204	75,951	275	76,226
Cemetery Trust Fund	6,500	-	-	-	6,500	-	6,500
Special Law Enforcement Fund	3,567	-	-	-	3,567	-	3,567
Prosecutor's Charitable Trust Fund	1,720	-	600	850	1,470	-	1,470
Total Primary Government	\$ 4,228,547	39,721	7,186,853	6,720,379	4,734,742	353,451	5,088,193

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

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Related Municipal Entity							
Library - General Fund	\$ 183,204	-	206,558	205,637	184,125	-	184,125
Library - Capital Improvement Fund	121,328	-	7,759	-	129,087	-	129,087
Total Related Municipal Entity	<u>304,532</u>	<u>-</u>	<u>214,317</u>	<u>205,637</u>	<u>313,212</u>	<u>-</u>	<u>313,212</u>
Total Primary Government (Excluding Agency Funds)	<u>\$ 4,533,079</u>	<u>39,721</u>	<u>7,401,170</u>	<u>6,926,016</u>	<u>5,047,954</u>	<u>353,451</u>	<u>5,401,405</u>
Composition of Cash							
							\$ 1,802,404
							3,317,754
							1,402
							<u>5,121,560</u>
							313,212
							<u>(33,367)</u>
							<u>5,401,405</u>

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

CITY OF OAKLEY, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Oakley, 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 five elected council members. This financial statement presents the City (the municipality) and its related municipal entity, Oakley Public Library, 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, Oakley Housing Authority, shown below.

Oakley Public Library

The Oakley Public Library Board is organized under Kansas statutes for the purpose of operating a public library for the benefit of the City. The Board's members are appointed by the City Council. The City substantially funds the Board's operations by levying tax dollars for the Library. The financial information for the Oakley Public Library is included in the audited financial statement of the City.

Oakley Housing Authority

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

Basis of Presentation – Fund Accounting

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

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

Regulatory Basis Fund Types

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

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

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

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

CITY OF OAKLEY, KANSAS
Notes to Financial Statement
December 31, 2022

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

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

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

Basis of Accounting

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

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

Reimbursements

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

NOTE 2 – BUDGETARY INFORMATION

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

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

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

CITY OF OAKLEY, KANSAS

Notes to Financial Statement

December 31, 2022

budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

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

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

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Equipment Reserve Fund, Capital Improvement Fund, Capital Improvement – Streets Fund, 911 Fund, Law Enforcement VIN Fund, Airport Grant Fund, American Rescue Plan Fund, and Opioids Settlement 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 Oakley, 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.

CITY OF OAKLEY, KANSAS

Notes to Financial Statement

December 31, 2022

At December 31, 2022, the City's carrying amount of deposits was \$5,121,560 and the bank balance was \$5,171,608. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$1,939,253 was covered by federal depository insurance and \$3,232,355 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

At December 31, 2022, the Public Library's carrying amount of deposits was \$313,212 and the bank balance was \$320,260. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$303,287 was covered by federal depository insurance and \$16,973 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments at December 31, 2022.

NOTE 4 – INTERFUND TRANSFERS

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

<u>From Fund</u>	<u>To Fund</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General	Capital Improvement - Streets	K.S.A. 12-1,118	\$ 284,696
General	Capital Improvement	K.S.A. 12-1-118	30,000
Water Utility	General	K.S.A. 12-825d	281,952
Water Utility	Water Reserve	K.S.A. 12-825d	90,000
Water Utility	Equipment Reserve	K.S.A. 12-825d	30,000
Sanitation Utility	General	K.S.A. 12-825d	307,239
Sanitation Utility	Sanitation Reserve	K.S.A. 12-825d	125,000
Sanitation Utility	Equipment Reserve	K.S.A. 12-825d	70,000
 <u>Related Municipal Entity - Interfund Transfers</u>			
Library - General	Library - Capital Improvement	K.S.A 12-1258	7,759

NOTE 5 – CAPITAL PROJECTS

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

	<u>Project Authorization</u>	<u>Expenditures to Date</u>
Lagoon Construction at Wastewater Facility	\$ 731,731	731,731
Airport Access Road	475,360	469,122

NOTE 6 – LITIGATION

City of Oakley, 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.

CITY OF OAKLEY, KANSAS

Notes to Financial Statement

December 31, 2022

NOTE 7 – RISK MANAGEMENT

City of Oakley, 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 workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in Kansas Municipal Insurance Trust (KMIT), 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 KMIT for its workers compensation insurance coverage. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims 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 KMIT management.

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

NOTE 8 – GRANTS AND SHARED REVENUES

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

NOTE 9 – DEFERRED COMPENSATION PLAN

City of Oakley, 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 Oakley, 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

CITY OF OAKLEY, KANSAS
Notes to Financial Statement
December 31, 2022

1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.90% for the fiscal year ended December 31, 2022. Contributions to the pension plan from the City and the Oakley Public Library were \$122,627 and \$8,747, respectively for the year ended December 31, 2022.

Net Pension Liability

At December 31, 2022, the City's and the Oakley Public Library's proportionate share of the collective net pension liability reported by KPERS was \$1,326,224 and \$95,068, respectively. 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 Oakley, 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

Vacation

The City allows a maximum of 10 days vacation for full-time employees for each year for the first 10 years of employment with a maximum of 20 days accumulation. For each year after 10 years, an additional day of vacation is added up to 20 years. Employees may accumulate twice the yearly vacation allowance up to a maximum of 40 days. Employees should make every effort to take their vacation in the calendar year in which it was earned. The City Administrator at his discretion may allow vacation leave to be carried over from one calendar year to the next. Upon termination, employees will be compensated for all earned but unused vacation.

CITY OF OAKLEY, KANSAS
Notes to Financial Statement
December 31, 2022

Sick Leave

The City allows employees to accumulate a maximum of 12 days of sick leave per year based on the anniversary of their employment. No employee may accrue more than 120 days of sick leave. An employee will not be paid for unused sick leave upon termination for reasons other than retirement or death, and will be paid only if the employee has been employed for 10 years or longer. The maximum benefit paid for eligible employees is one-third of total accumulated leave.

Comp Time

Comp time is earned at the rate of 1½ hours per every hour worked over 40 hours during a one week period. It must be taken as time off within a 3-month time period of the date earned. No employee may accrue more than 60 hours of comp time.

Public Library Vacation

The Public Library allows full-time employees 3 days vacation for the first year, 5 days vacation for the second year, 10 days vacation after year 2 of employment, 15 days of vacation after 10 years of employment and an additional day per year will be added to a maximum total of 20 days for every year after 10 years of employment. Employees are not allowed to carry over any vacation from year to year.

Public Library Sick Leave

The Public Library allows full-time employees 12 days paid sick leave per year with accumulation up to 60 days, available only after it has been earned. No sick leave will be paid out upon termination.

NOTE 13 – LANDFILL CLOSURE AND POST-CLOSURE COSTS

State and federal laws and regulations require **City of Oakley, Kansas** to place a final cover on its landfill site when it stops accepting waste and perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the City has a potential liability for a portion of this closure and post-closure care costs in each period based on the landfill capacities used as of each year end. The estimated closure cost is \$456,879 and the estimated post-closure cost is \$1,014,375. These figures comprise the estimated closure and post-closure cost of \$1,471,254. At December 31, 2022, the permit for 2022 identifies that the remaining volume capacity of the site is 68.42% of the original capacity and that the remaining life of the landfill is 105 years. The City is also required by regulations to provide financial assurance for the closure and post-closure costs. The allowable mechanisms for this financial assurance are as follows: 1) trust fund, 2) surety bond guaranteeing payment or performance, 3) letter of credit, 4) insurance certificate, and 5) a financial test for local governments. The City has elected to use the financial test to provide financial assurance. The City is in compliance with the financial test as of December 31, 2022.

The above figures have been estimated and the potential for change due to inflation or deflation, technology, or applicable laws or regulations, exists to affect the above calculations.

NOTE 14 – DEBT RESTRICTIONS AND COVENANTS

KDHE Wastewater Treatment Loan

City of Oakley, Kansas entered into a loan agreement with the Kansas Department of Health and Environment to fund improvements to the sewer treatment plant in the amount of \$1,563,221. 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 a combination of sewer rates and fees charged.

The City entered into a loan agreement with the Kansas Department of Health and Environment to fund the construction of a fourth lagoon at the wastewater treatment plant in the amount of \$652,900. The loan was

CITY OF OAKLEY, KANSAS
Notes to Financial Statement
December 31, 2022

subsequently amended to the amount of \$731,730. 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 a combination of sewer rates and fees charged.

NOTE 15 – LONG-TERM DEBT

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

General Obligation Bonds

On December 19, 2014, the City issued \$470,000 in Series 2014 general obligations bonds for the purpose of paying a portion of the cost of street improvements for the Hope/Royal Street Improvement District as well as the Sunrise Avenue Project.

KDHE Revolving Loan

On February 17, 2010, the City entered into a \$1,563,221 revolving loan agreement with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to fund a portion of the wastewater treatment facility improvements with Community Development Block Grant funds. The City has increased the sewer rates in order to provide loan repayment.

On December 8, 2021, the City entered into a \$652,900 revolving loan agreement with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to fund the construction of a fourth lagoon at the wastewater treatment plant. The loan was amended on October 17, 2022, to the amount \$731,730.

Lease Obligations

The City has entered into lease agreements for equipment with an option to purchase at the expiration of the lease term. The leases contain a fiscal funding clause.

CITY OF OAKLEY, KANSAS
Notes to Financial Statement
December 31, 2022

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Series 2014	2.42%	12/19/2014	\$ 470,000	9/1/2024	\$ 163,000	-	(52,000)	111,000	4,653
KDHE Loans									
Kansas Water Pollution Control Revolving Loan Project No. C20 1783 01	2.58%	2/17/2010	1,563,221	3/1/2031	820,280	-	(77,243)	743,037	18,665
Kansas Water Pollution Control Revolving Loan Project No. C20 3031 01	1.31%	12/8/2021	731,730	3/1/2043	-	725,256	-	725,256 *	33
Finance Leases									
2019 CAT Wheel Loader	3.20%	12/10/2019	122,327	12/16/2024	75,471	-	(24,388)	51,083	2,476
2007 Landfill Compactor	3.32%	11/16/2020	217,000	11/16/2025	176,388	-	(41,961)	134,427	5,856
Total Contractual Indebtedness					\$ 1,235,139	725,256	(195,592)	1,764,803	31,683

* As of December 31, 2022, the City has expended \$725,256. The City is authorized to expend up to \$731,730, and KDHE anticipates forgiving \$219,519. The remainder of \$6,474 and the forgiveness amount are reflected in the KDHE loans on the maturity schedule.

CITY OF OAKLEY, 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:

	Years									Total
	2023	2024	2025	2026	2027	2028-2032	2033-2037	2038-2042	2043	
Principal										
2014 General Obligation Bonds	\$ 54,000	57,000	-	-	-	-	-	-	-	111,000
Kansas Water Pollution Control Revolving Loans	90,492	104,014	106,423	108,891	111,421	448,477	131,091	139,935	14,504	1,255,248
Finance Leases	68,577	70,823	46,110	-	-	-	-	-	-	185,510
Total Principal	213,069	231,837	152,533	108,891	111,421	448,477	131,091	139,935	14,504	1,551,758
Interest										
2014 General Obligation Bonds	3,249	1,710	-	-	-	-	-	-	-	4,959
Kansas Water Pollution Control Revolving Loans	17,494	16,234	14,270	12,257	11,893	34,119	12,044	4,888	77	123,276
Finance Leases	6,103	3,857	1,537	-	-	-	-	-	-	11,497
Total Interest	26,846	21,801	15,807	12,257	11,893	34,119	12,044	4,888	77	139,732
Total Principal and Interest	\$ 239,915	253,638	168,340	121,148	123,314	482,596	143,135	144,823	14,581	1,691,490

CITY OF OAKLEY, KANSAS

Regulatory-Required Supplementary Information

CITY OF OAKLEY, 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	\$ 3,350,136	-	3,350,136	3,013,343	(336,793)
Special Purpose Funds					
Library Fund	194,553	-	194,553	194,553	-
Special Highway Fund	136,192	-	136,192	58,299	(77,893)
Special Parks and Recreation Fund	12,941	57,804	70,745	33,700	(37,045)
Convention and Tourism Fund	159,824	-	159,824	124,759	(35,065)
Bond and Interest Fund					
Bond and Interest Fund	64,803	-	64,803	56,653	(8,150)
Business Funds					
Water Utility Fund	1,081,062	-	1,081,062	577,845	(503,217)
Sanitation Utility Fund	1,156,079	-	1,156,079	819,071	(337,008)

CITY OF OAKLEY, 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 Tax	\$ 1,002,591	1,048,743	1,076,157	(27,414)
Delinquent Tax	34,247	23,237	-	23,237
Vehicle Tax	161,261	144,953	135,697	9,256
Sales Tax	521,389	598,112	490,000	108,112
Excise Tax	56	8	-	8
Private Club and Liquor Tax	10,023	10,946	6,874	4,072
Total Taxes	<u>1,729,567</u>	<u>1,825,999</u>	<u>1,708,728</u>	<u>117,271</u>
Intergovernmental				
Federal Aid	-	32,000	-	32,000
Licenses and Permits				
Franchise Fees	167,587	167,113	160,000	7,113
Permits and Inspections	7,050	3,090	1,000	2,090
Dog Tags and Fees	265	215	150	65
Total Licenses and Permits	<u>174,902</u>	<u>170,418</u>	<u>161,150</u>	<u>9,268</u>
Charges for Services				
Sale of Cemetery Lots	6,311	4,584	4,000	584
Fines, Forfeitures, and Penalties				
Municipal Court	24,964	21,342	17,500	3,842
Use of Money and Property				
Swimming Pool	21,929	24,858	20,000	4,858
Recreation Commission	6,000	-	-	-
Interest Income	7,483	38,354	20,000	18,354
Dispatch	124,014	136,346	122,000	14,346
Police Department	3,255	1,786	4,000	(2,214)
Airport Revenue	8,264	8,063	8,000	63
Total Use of Money and Property	<u>170,945</u>	<u>209,407</u>	<u>174,000</u>	<u>35,407</u>
Transfers In	<u>507,389</u>	<u>589,191</u>	<u>701,000</u>	<u>(111,809)</u>
Miscellaneous				
Reimbursed Expense	16,913	13,525	20,000	(6,475)
Insurance Proceeds	10,381	22,607	-	22,607
Oil and Crop Revenue	22,278	7,970	15,000	(7,030)
Miscellaneous	75,077	77,126	72,500	4,626
Donations	20	-	6,000	(6,000)
Sale of Property	27,600	39,500	-	39,500
Neighborhood Revitalization Rebate	(14,684)	(10,338)	(10,240)	(98)
Total Miscellaneous	<u>137,585</u>	<u>150,390</u>	<u>103,260</u>	<u>47,130</u>
Total Receipts	\$ <u>2,751,663</u>	<u>3,003,331</u>	<u>2,869,638</u>	<u>133,693</u>

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

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Expenditures				
General Government				
Personal Services	\$ 940,331	963,263	1,048,799	(85,536)
Contractual Services	105,520	106,890	102,901	3,989
Commodities	77,023	51,782	67,400	(15,618)
Capital Outlay	2,923	-	25,000	(25,000)
Other Appropriations	25,235	26,319	75,200	(48,881)
Transfers Out	290,990	314,696	280,000	34,696
Total General Government	<u>1,442,022</u>	<u>1,462,950</u>	<u>1,599,300</u>	<u>(136,350)</u>
Police Department				
Personal Services	809,211	772,101	973,500	(201,399)
Contractual Services	45,674	45,905	42,800	3,105
Commodities	49,478	72,885	66,500	6,385
Capital Outlay	-	3,675	7,500	(3,825)
Total Police Department	<u>904,363</u>	<u>894,566</u>	<u>1,090,300</u>	<u>(195,734)</u>
Fire Department				
Personal Services	17,279	20,729	20,015	714
Contractual Services	14,236	13,619	16,703	(3,084)
Commodities	1,580	571	4,800	(4,229)
Capital Outlay	-	-	4,500	(4,500)
Total Fire Department	<u>33,095</u>	<u>34,919</u>	<u>46,018</u>	<u>(11,099)</u>
Street Department				
Personal Services	137,871	143,892	163,113	(19,221)
Contractual Services	657	744	-	744
Commodities	59,990	62,081	57,250	4,831
Total Street Department	<u>198,518</u>	<u>206,717</u>	<u>220,363</u>	<u>(13,646)</u>
Parks and Cemetery				
Personal Services	189,315	187,028	246,210	(59,182)
Contractual Services	24,383	25,478	27,420	(1,942)
Commodities	22,738	32,148	40,000	(7,852)
Capital Outlay	4,238	6,243	10,565	(4,322)
Total Parks and Cemetery	<u>\$ 240,674</u>	<u>250,897</u>	<u>324,195</u>	<u>(73,298)</u>

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

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Expenditures (continued)				
Airport Operations				
Personal Services	\$ -	-	700	(700)
Contractual Services	17,609	18,096	14,260	3,836
Commodities	33,178	45,102	35,000	10,102
Capital Outlay	11,481	96,931	5,000	91,931
Total Airport Operations	<u>62,268</u>	<u>160,129</u>	<u>54,960</u>	<u>105,169</u>
Civil Defense	<u>694</u>	<u>3,165</u>	<u>3,000</u>	<u>165</u>
Nonoperating Expenses				
Miscellaneous	-	-	12,000	(12,000)
Total Expenditures	<u>2,881,634</u>	<u>3,013,343</u>	<u><u>3,350,136</u></u>	<u><u>(336,793)</u></u>
Receipts Over (Under) Expenditures	(129,971)	(10,012)		
Unencumbered Cash - Beginning	489,495	359,524		
Prior Year Cancelled Encumbrances	-	586		
Unencumbered Cash - Ending	\$ <u>359,524</u>	<u>350,098</u>		

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

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Taxes				
Ad Valorem Tax	\$ 162,401	163,633	167,894	(4,261)
Delinquent Tax	5,633	3,803	-	3,803
Vehicle Tax	26,400	23,795	22,311	1,484
Excise Tax	9	1	-	1
Neighborhood Revitalization Rebate	-	(1,613)	(1,598)	(15)
Total Receipts	194,443	189,619	<u>188,607</u>	<u>1,012</u>
Expenditures				
Appropriations	187,461	194,553	<u>194,553</u>	<u>-</u>
Receipts Over (Under) Expenditures	6,982	(4,934)		
Unencumbered Cash - Beginning	-	6,982		
Unencumbered Cash - Ending	\$ <u>6,982</u>	<u>2,048</u>		

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

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Taxes				
State Gasoline Tax	\$ 59,588	54,845	52,300	2,545
Expenditures				
Contractual Services	16,060	16,146	18,500	(2,354)
Commodities	19,444	30,509	50,000	(19,491)
Capital Outlay	2,192	11,644	67,692	(56,048)
Total Expenditures	37,696	58,299	136,192	(77,893)
Receipts Over (Under) Expenditures	21,892	(3,454)		
Unencumbered Cash - Beginning	59,886	81,778		
Unencumbered Cash - Ending	\$ 81,778	78,324		

CITY OF OAKLEY, 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				
Reimbursed Expenses	\$ 3,050	57,804	-	57,804
Donations	-	5,000	-	5,000
Dane G Hansen Grant	50,000	-	-	-
KDHE Grant	2,310	2,310	-	2,310
Taxes				
Private Club and Liquor Tax	10,023	10,946	6,874	4,072
Total Receipts	<u>65,383</u>	<u>76,060</u>	<u>6,874</u>	<u>69,186</u>
Expenditures				
Capital Outlay	84,817	23,700	12,941	10,759
Miscellaneous	-	10,000	-	10,000
(a) Adjustment for Qualifying Budget Credit	-	-	57,804	(57,804)
Total Expenditures	<u>84,817</u>	<u>33,700</u>	<u>70,745</u>	<u>(37,045)</u>
Receipts Over (Under) Expenditures	(19,434)	42,360		
Unencumbered Cash - Beginning	<u>35,032</u>	<u>15,598</u>		
Unencumbered Cash - Ending	\$ <u>15,598</u>	<u>57,958</u>		
(a) Adjustment for Qualifying Budget Credit				
Reimbursed Expenses Over Amount Budgeted			\$ 57,804	

CITY OF OAKLEY, KANSAS
Convention and Tourism 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				
Transient Guest Tax	\$ 105,666	125,271	93,750	31,521
Reimbursed Expense	70	800	-	800
Total Receipts	<u>105,736</u>	<u>126,071</u>	<u>93,750</u>	<u>32,321</u>
Expenditures				
Contractual Services	52,833	62,635	46,875	15,760
Commodities	16,395	62,124	56,500	5,624
Capital Outlay	5,000	-	56,449	(56,449)
Total Expenditures	<u>74,228</u>	<u>124,759</u>	<u>159,824</u>	<u>(35,065)</u>
Receipts Over (Under) Expenditures	31,508	1,312		
Unencumbered Cash - Beginning	<u>47,365</u>	<u>78,873</u>		
Unencumbered Cash - Ending	\$ <u><u>78,873</u></u>	<u><u>80,185</u></u>		

CITY OF OAKLEY, 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		
Transfers In	\$ 87,600	100,000
Expenditures		
Capital Outlay	63,290	-
Receipts Over (Under) Expenditures	24,310	100,000
Unencumbered Cash - Beginning	196,299	220,609
Prior Year Cancelled Encumbrances	-	34,135
Unencumbered Cash - Ending	\$ <u>220,609</u>	<u>354,744</u>

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

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ -	30,000
Expenditures		
Construction Costs	48,600	-
Capital Outlay	20,013	19,677
Total Expenditures	68,613	19,677
Receipts Over (Under) Expenditures	(68,613)	10,323
Unencumbered Cash - Beginning	968,431	899,818
Unencumbered Cash - Ending	\$ 899,818	910,141

CITY OF OAKLEY, KANSAS
Capital Improvement - Streets 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	\$ 263,390	284,696
Expenditures		
Capital Outlay	244,530	219,230
Receipts Over (Under) Expenditures	18,860	65,466
Unencumbered Cash - Beginning	189,244	208,104
Unencumbered Cash - Ending	\$ <u>208,104</u>	<u>273,570</u>

CITY OF OAKLEY, KANSAS
911 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		
State Payments	\$ 119,781	120,005
Interest Income	321	5,464
Other Revenue	35	40
Total Receipts	<u>120,137</u>	<u>125,509</u>
Expenditures		
Contractual Services	927	2,226
Commodities	49,471	34,798
Capital Outlay	36,832	36,000
Total Expenditures	<u>87,230</u>	<u>73,024</u>
Receipts Over (Under) Expenditures	32,907	52,485
Unencumbered Cash - Beginning	<u>379,784</u>	<u>412,691</u>
Unencumbered Cash - Ending	\$ <u><u>412,691</u></u>	<u><u>465,176</u></u>

CITY OF OAKLEY, KANSAS
Law Enforcement VIN 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		
VIN Inspections	\$ 1,320	240
Expenditures		
Law Enforcement Equipment	5,467	-
Receipts Over (Under) Expenditures	(4,147)	240
Unencumbered Cash - Beginning	6,200	2,053
Unencumbered Cash - Ending	\$ <u>2,053</u>	<u>2,293</u>

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

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ -	415,049
Expenditures		
Capital Outlay	36,630	385,578
Receipts Over (Under) Expenditures	(36,630)	29,471
Unencumbered Cash - Beginning	-	(36,630)
Unencumbered Cash - Ending	\$ (36,630)	(7,159)

CITY OF OAKLEY, KANSAS
SPARK - Covid 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	\$ -	-
Expenditures		
Commodities	1,884	-
Miscellaneous	537	-
Total Expenditures	<u>2,421</u>	<u>-</u>
Receipts Over (Under) Expenditures	(2,421)	-
Unencumbered Cash - Beginning	<u>2,421</u>	<u>-</u>
Unencumbered Cash - Ending	<u>\$ -</u>	<u>-</u>

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

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ 44,000	-
Expenditures		
Grant Expenditures	44,000	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

CITY OF OAKLEY, KANSAS
American Rescue Plan Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ 158,332	158,332
Interest on Investments	69	3,839
Total Receipts	158,401	162,171
Expenditures	-	-
Receipts Over (Under) Expenditures	158,401	162,171
Unencumbered Cash - Beginning	-	158,401
Unencumbered Cash - Ending	\$ 158,401	320,572

CITY OF OAKLEY, KANSAS
Opioids Settlement 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		
Opioid Receipts	\$ -	499
Interest on Investments	-	5
Total Receipts	-	504
Expenditures	-	-
Receipts Over (Under) Expenditures	-	504
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	504

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

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Taxes				
Ad Valorem Tax	\$ 36,973	35,851	36,780	(929)
Delinquent Tax	1,279	792	-	792
Motor Vehicle Tax	5,245	5,130	5,005	125
Excise Tax	2	-	-	-
Special Assessments	14,310	13,665	13,665	-
Neighborhood Revitalization Rebate	(542)	(353)	(350)	(3)
Total Receipts	<u>57,267</u>	<u>55,085</u>	<u>55,100</u>	<u>(15)</u>
Expenditures				
Principal	49,000	52,000	52,000	-
Interest	5,878	4,653	4,653	-
Cash Basis Reserve	-	-	8,150	(8,150)
Total Expenditures	<u>54,878</u>	<u>56,653</u>	<u>64,803</u>	<u>(8,150)</u>
Receipts Over (Under) Expenditures	2,389	(1,568)		
Unencumbered Cash - Beginning	<u>7,999</u>	<u>10,388</u>		
Unencumbered Cash - Ending	\$ <u>10,388</u>	<u>8,820</u>		

CITY OF OAKLEY, KANSAS
Wastewater Treatment Plant 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		
KDHE Loan Proceeds	\$ -	637,669
Expenditures		
Project Costs	-	644,143
Receipts Over (Under) Expenditures	-	(6,474)
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	(6,474)

CITY OF OAKLEY, KANSAS
Water Treatment Plant 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	\$ -	-
Expenditures		
Project Costs	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

CITY OF OAKLEY, 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				
Charges for Services				
Utility Sales	\$ 612,021	743,333	575,000	168,333
Water Meter Replacement	23,264	23,430	-	23,430
Penalties	11,590	12,233	7,500	4,733
Service Connections	5,340	4,900	5,000	(100)
Water Taps	9,199	8,687	500	8,187
Taxes				
Sales Tax	781	296	-	296
Miscellaneous				
Reimbursed Expense	5,606	7,306	12,000	(4,694)
State Water Protection Fee	5,010	5,490	4,500	990
Water Tower Rent	5,620	5,297	-	5,297
Miscellaneous	217	113	5,000	(4,887)
Total Receipts	678,648	811,085	609,500	201,585
Expenditures				
Water Production				
Contractual Services	20,199	18,385	34,240	(15,855)
Commodities	768	3,202	2,000	1,202
Capital Outlay	3,344	-	10,000	(10,000)
Total Water Production	24,311	21,587	46,240	(24,653)
Water Transmission and Distribution				
Contractual Services	-	60	-	60
Contractual Services	8,203	7,053	7,100	(47)
Commodities	22,088	24,664	69,500	(44,836)
Capital Outlay	-	5,644	380,000	(374,356)
Total Water Trans. and Dist.	30,291	37,421	456,600	(419,179)
Water Commercial and General				
Personal Services	-	-	8,000	(8,000)
Contractual Services	72,105	80,002	72,000	8,002
Commodities	28,115	25,614	29,587	(3,973)
Capital Outlay	3,178	520	10,000	(9,480)
Total Water Comm. and Gen.	\$ 103,398	106,136	119,587	(13,451)

CITY OF OAKLEY, 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	
Expenditures (continued)				
Nonoperating Expenses				
Commodities	\$ 780	206	16,500	(16,294)
Contractual	3,777	5,096	-	5,096
Transfers Out	292,514	401,952	435,000	(33,048)
State Water Fee and Sales Tax	5,815	5,447	5,500	(53)
Miscellaneous	-	-	1,635	(1,635)
Total Nonoperating Expenses	<u>302,886</u>	<u>412,701</u>	<u>458,635</u>	<u>(45,934)</u>
Total Expenditures	<u>460,886</u>	<u>577,845</u>	<u>1,081,062</u>	<u>(503,217)</u>
Receipts Over (Under) Expenditures	217,762	233,240		
Unencumbered Cash - Beginning	<u>415,001</u>	<u>632,763</u>		
Unencumbered Cash - Ending	<u>\$ 632,763</u>	<u>866,003</u>		

CITY OF OAKLEY, KANSAS
Water 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	\$ 90,000	90,000
Expenditures		
Contractual Services	-	88,599
Capital Outlay	215,116	-
Total Expenditures	215,116	88,599
Receipts Over (Under) Expenditures	(125,116)	1,401
Unencumbered Cash - Beginning	302,340	177,224
Unencumbered Cash - Ending	\$ 177,224	178,625

CITY OF OAKLEY, KANSAS
Sanitation 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				
Charges for Services				
Refuse Collection	\$ 382,488	396,495	360,000	36,495
Sewer Charges	329,896	328,734	335,000	(6,266)
Penalties	-	-	2,500	(2,500)
Miscellaneous				
Reimbursed Expense	5,233	6,002	5,000	1,002
Loan Proceeds	-	87,587	-	87,587
Miscellaneous	-	6,125	-	6,125
State Aid	12,482	-	6,250	(6,250)
Total Receipts	<u>730,099</u>	<u>824,943</u>	<u>708,750</u>	<u>116,193</u>
Expenditures				
Refuse Collection				
Personal Services	5,428	5,737	-	5,737
Contractual Services	16,590	16,560	27,150	(10,590)
Commodities	102,618	101,930	77,500	24,430
Capital Outlay	2,923	-	60,000	(60,000)
Total Refuse Collection	<u>127,559</u>	<u>124,227</u>	<u>170,900</u>	<u>(46,673)</u>
Sewage Treatment				
Personal Services	1,210	2,416	1,000	1,416
Contractual Services	38,878	46,737	50,200	(3,463)
Commodities	38,792	30,483	25,000	5,483
Debt Service	97,912	98,084	97,582	502
Capital Outlay	10,033	-	160,000	(160,000)
Total Sewage Treatment	<u>186,825</u>	<u>177,720</u>	<u>333,782</u>	<u>(156,062)</u>
Nonoperating Expenses				
Commodities	9,273	9,177	7,500	1,677
Contractual	96,379	5,708	-	5,708
Miscellaneous	-	-	37,897	(37,897)
Transfers Out	484,875	502,239	606,000	(103,761)
Total Nonoperating Expenses	<u>590,527</u>	<u>517,124</u>	<u>651,397</u>	<u>(134,273)</u>
Total Expenditures	<u>904,911</u>	<u>819,071</u>	<u>1,156,079</u>	<u>(337,008)</u>
Receipts Over (Under) Expenditures	(174,812)	5,872		
Unencumbered Cash - Beginning	564,648	389,836		
Prior Year Cancelled Encumbrances	-	5,000		
Unencumbered Cash - Ending	\$ <u>389,836</u>	<u>400,708</u>		

CITY OF OAKLEY, KANSAS
Sanitation 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		
Reimbursed Expenses	\$ -	27,000
Federal Aid	-	25,090
State Aid	-	2,090
Transfers In	120,000	125,000
Total Receipts	<u>120,000</u>	<u>179,180</u>
Expenditures		
Principal	64,244	66,348
Interest	10,436	8,332
Capital Outlay	61,907	318,854
Total Expenditures	<u>136,587</u>	<u>393,534</u>
Receipts Over (Under) Expenditures	(16,587)	(214,354)
Unencumbered Cash - Beginning	<u>524,798</u>	<u>508,211</u>
Unencumbered Cash - Ending	<u>\$ 508,211</u>	<u>293,857</u>

CITY OF OAKLEY, KANSAS
Museum 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	\$ 6,386	6,669
Grants	-	5,407
Interest Income	30	215
Reimbursed Expense	91	-
Total Receipts	<u>6,507</u>	<u>12,291</u>
Expenditures		
Contractual Services	1,198	645
Commodities	4,226	11,672
Miscellaneous	200	-
Total Expenditures	<u>5,624</u>	<u>12,317</u>
Receipts Over (Under) Expenditures	883	(26)
Unencumbered Cash - Beginning	<u>16,404</u>	<u>17,287</u>
Unencumbered Cash - Ending	<u>\$ 17,287</u>	<u>17,261</u>

CITY OF OAKLEY, KANSAS
Museum Store 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		
Sales and Commissions	\$ 9,184	7,788
Interest Income	8	117
Total Receipts	9,192	7,905
Expenditures		
Supplies and Inventory	6,338	5,204
Receipts Over (Under) Expenditures	2,854	2,701
Unencumbered Cash - Beginning	70,396	73,250
Unencumbered Cash - Ending	\$ 73,250	75,951

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

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	6,500	6,500
Unencumbered Cash - Ending	\$ <u>6,500</u>	<u>6,500</u>

CITY OF OAKLEY, KANSAS
Special Law Enforcement 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	\$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	3,567	3,567
Unencumbered Cash - Ending	\$ 3,567	3,567

CITY OF OAKLEY, KANSAS
Prosecutor's Charitable Trust Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Fines and Fees	\$ 900	600
Expenditures		
Scholarships	1,000	850
Receipts Over (Under) Expenditures	(100)	(250)
Unencumbered Cash - Beginning	1,480	1,720
Prior Year Cancelled Encumbrance	340	-
Unencumbered Cash - Ending	\$ <u>1,720</u>	<u>1,470</u>

CITY OF OAKLEY, KANSAS
Library - General 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		
Appropriations From City Library Fund	\$ 187,461	194,553
Intergovernmental		
Grants	5,830	4,581
Uses of Money and Property		
Interest Income	736	1,635
Miscellaneous		
Fines and Fees	1,531	1,890
Contributions and Memorials	2,043	2,959
Book Sales	498	598
Miscellaneous	2,053	342
Total Receipts	<u>200,152</u>	<u>206,558</u>
Expenditures		
Personal Services	152,239	158,481
Contractual Services	10,260	9,419
Commodities	20,253	21,639
Capital Outlay	5,794	8,339
Transfers Out	4,254	7,759
Total Expenditures	<u>192,800</u>	<u>205,637</u>
Receipts Over (Under) Expenditures	7,352	921
Unencumbered Cash - Beginning	<u>175,852</u>	<u>183,204</u>
Unencumbered Cash - Ending	\$ <u><u>183,204</u></u>	<u><u>184,125</u></u>

CITY OF OAKLEY, KANSAS
Library - Capital Improvement 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	\$ 4,254	7,759
Expenditures	-	-
Receipts Over (Under) Expenditures	4,254	7,759
Unencumbered Cash - Beginning	117,074	121,328
Unencumbered Cash - Ending	\$ 121,328	129,087

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

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Ending Cash Balance</u>
Flexible Spending Plan Fund	\$ 8,774	72,732	65,719	15,787
Forfeiture Fund	25,209	74	7,703	17,580
Total	\$ 33,983	72,806	73,422	33,367