

City of Udall, Kansas

Financial Statement and Regulatory Required Supplementary Information (With Independent Auditor's Report)

December 31, 2022

City of Udall, Kansas
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December 31, 2022

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Independent Auditor's Report

The Mayor and City Council
City of Udall, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Udall, 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 matter discussed in the *Basis for Adverse and Unmodified Opinion* 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 of Udall, Kansas, 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 of Udall, Kansas 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 of Udall, Kansas, 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 of Udall, Kansas 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 of Udall, Kansas' 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.

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 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 of Udall, Kansas' 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 Udall, Kansas' 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 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*.

Forvis Mazars, LLP

Wichita, Kansas
September 16, 2025

City of Udall, 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 Outstanding Encumbrances | | Ending Cash Balance |
|-----------------------------------|---|---------------------|---------------------|--|------------------------------------|--|------------------------|
| | | | | | | | |
| Primary Governmental Funds | | | | | | | |
| General | \$ 49,353 | \$ 324,165 | \$ 323,520 | \$ 49,998 | | | \$ 49,998 |
| Special Purpose: | | | | | | | |
| Special Highway | - | 16,484 | 16,484 | - | | | - |
| Library | - | 10,850 | 10,850 | - | | | - |
| City Sales Tax | - | 1,504 | 1,504 | - | | | - |
| Equipment Reserve | 50,291 | - | 35,522 | 14,769 | | | 14,769 |
| Capital Improvement Reserve | 12,573 | 36,884 | - | 49,457 | | | 49,457 |
| Capital Project: | | | | | | | |
| Library/Wellness Project | 162,484 | 36,615 | 199,099 | - | | | - |
| Bond and Interest | - | 18,021 | 18,021 | - | | | - |
| Business: | | | | | | | |
| Electric System | 16,254 | 825,938 | 798,404 | 43,788 | | | 43,788 |
| Water System | 91,657 | 327,982 | 399,418 | 20,221 | | | 20,246 |
| Sewer System | 93,151 | 104,153 | 183,891 | 13,413 | | | 13,413 |
| Refuse System | 28,044 | 118,789 | 139,260 | 7,573 | | | 7,573 |
| Electric Reserve | 188,593 | - | 170,074 | 18,519 | | | 18,519 |
| Water Reserve | 251,457 | 18,200 | - | 269,657 | | | 269,657 |
| Sewer Reserve | 125,729 | - | 6,469 | 119,260 | | | 119,260 |
| Total | <u>\$ 1,069,586</u> | <u>\$ 1,839,585</u> | <u>\$ 2,302,516</u> | <u>\$ 606,655</u> | <u>\$ 25</u> | | <u>\$ 606,630</u> |
| Composition of Cash | | | | | | | |
| Primary Governmental | | | | | | | |
| Petty cash | | | | | | | \$ 300 |
| Union State Bank | | | | | | | 134,810 |
| Regular checking | | | | | | | 67,976 |
| Certificates of deposit | | | | | | | |
| RCB Bank | | | | | | | |
| NOW account | | | | | | | 14,769 |
| Certificates of deposit | | | | | | | 388,946 |
| Total Primary Governmental | | | | | | | 606,801 |
| Agency Funds | | | | | | | (121) |
| Total | | | | | | | <u>\$ 606,630</u> |

**City of Udall, Kansas
Notes to Financial Statement
For the Year Ended December 31, 2022**

Note 1. Summary of Significant Accounting Policies

This summary of significant accounting policies of the City of Udall, Kansas (the City) is presented to assist in understanding the City's financial statement. The financial statement and notes are representations of the City's management, who is responsible for their integrity and objectivity. These accounting policies conform to a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statement.

Reporting Entity

The City is incorporated under the laws of the State of Kansas. The City operates under a Mayor-Council form of City government consisting of an elected Mayor and five council persons and provides services to the citizens in the areas of highways and streets, water and wastewater treatment services, electric services, public improvement, public safety, planning and zoning and general administrative services.

Basis of Presentation

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying out specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the City for the year 2022:

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

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

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.

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.

Business Funds – 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.).

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.).

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 revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future 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.

**City of Udall, Kansas
Notes to Financial Statement
For the Year Ended December 31, 2022**

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.

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:

1. Preparation of the budget for the succeeding calendar year on or before August 1.
2. Publication in local newspaper on or before August 5 of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25.

If the municipality 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 municipality did not 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 revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no 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 including 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 and business funds:

Equipment Reserve
Capital Improvement Reserve
Electric Reserve
Water Reserve
Sewer Reserve

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.

**City of Udall, Kansas
Notes to Financial Statement
For the Year Ended December 31, 2022**

Note 3. 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 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.

Note 4. 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, Kansas 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.90% for the fiscal year ended December 31, 2022. Contributions to the pension plan from the City were \$59,252 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 \$328,703. 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 their 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.

City of Udall, Kansas
Notes to Financial Statement
For the Year Ended December 31, 2022

Note 5. Interfund Transfers

Operating transfers per K.S.A. 10-117a, 12-825d, 12-1,117, 12-1-118, 12-631o, were as follows:

| From | To | Amount |
|------------------------|----------------------------------|---------------|
| Bond and Interest Fund | City Sales Tax Fund | \$ 96 |
| Water System Fund | Refuse System Fund | 38,205 |
| Electric Reserve Fund | Capital Improvement Reserve Fund | 36,884 |
| Electric Reserve Fund | Water Reserve Fund | 18,200 |

Note 6. Compensated Absences

Vacation

All full-time employees of the City shall be entitled to vacation as follows:

From date of employment to December 31 of that year, considered the first calendar year, one week (5 working days) will be earned. After the second calendar year, two weeks (10 working days) will be earned. After ten calendar years, three weeks (15 working days) will be earned. Annual vacation shall be paid at the employee's regular rate during each leave period. Half of the employee's accrued vacation may be carried over from one year to the next.

Sick Leave

All full-time employees of the City shall be entitled to five (5) days of sick leave per calendar year or 1.54 hours per payroll period. Sick leave shall be paid at the employee's regular rate of pay during such sick leave. The term "sick leave" shall also include any necessary absence from duty caused by injury sustained on the job, but does not include absence from work after the employee becomes eligible for workers' compensation benefits. Sick leave may be accumulated from year-to-year but no employee shall be credited with more than ten (10) days of accumulated sick leave. The Council may require satisfactory evidence of any illness or absence from duty at the time any payroll is approved.

Changes in the employee handbook, including reimbursement for sick leave accrued over eighty (80) hours, resulted in a reduction of accumulated sick leave. This reimbursement is included in the first paycheck of the following year. The cost of accumulated sick leave is recorded in the financial statement at the time payments are made to employees.

**City of Udall, Kansas
Notes to Financial Statement
For the Year Ended December 31, 2022**

Note 7. Deposits

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 depositary 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 \$606,680 and the bank balance was \$606,501. The bank balance was held by Union State Bank and RCB Bank. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. Of the bank balance, \$500,000 was covered by FDIC insurance and the remaining amount was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the City's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are held under a tri-party custodial agreement signed by all three parties: the City, the pledging bank and the independent third-party bank holding the pledged securities.

Note 8. Risk Management

The City continues to carry commercial insurance for all other risks of loss, including property, liability, crime, inland marine, automobile, and workers' compensation. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Note 9. Concentrations

The City buys all of its electricity from the Kansas Power Pool.

Note 10. Stewardship, Compliance and Accountability

K.S.A. 79-2935 requires that expenditures are controlled so that no indebtedness is created in excess of budgeted limits. The expenditures for the water system, sewer system, and refuse system funds exceeded budget limits during 2022.

Since October 2020, several audited financial statements and annual operating data information has not been timely filed.

**City of Udall, Kansas
Notes to Financial Statement
For the Year Ended December 31, 2022**

Note 11. Long-term Debt Schedule

Changes in long-term debt 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: | | | | | | | | | |
| Water system improvements - Series 2017 | 2.625% | 9/14/2017 | \$ 1,000,000 | 9/14/2057 | \$ 939,286 | \$ - | \$ 16,205 | \$ 923,081 | \$ 24,656 |
| Water system improvements - Series 2013 | 0.3% to 3.0% | 5/15/2013 | 1,270,000 | 2/11/2026 | 630,000 | \$ - | \$ 80,000 | 550,000 | 15,813 |
| Temporary notes - Series 2021 | 0.400% | 1/27/2021 | 475,000 | 7/1/2023 | 475,000 | \$ - | \$ - | 475,000 | 1,900 |
| Total general obligation bonds | | | | | \$ 2,044,286 | \$ - | \$ 96,205 | \$ 1,948,081 | \$ 42,369 |

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

| Maturities | 2023 | 2024 | 2025 | 2026 | 2027 | 2028-2032 | 2033-2037 | 2038-2042 | 2043-2047 | 2048-2052 | 2043-2057 | Total |
|--------------------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|--------------|
| Principal: | | | | | | | | | | | | |
| General obligation bonds | \$ 571,630 | \$ 102,002 | \$ 102,513 | \$ 107,973 | \$ 108,445 | \$ 219,623 | \$ 113,475 | \$ 129,177 | \$ 147,053 | \$ 167,387 | \$ 178,803 | \$ 1,948,081 |
| Interest: | | | | | | | | | | | | |
| General obligation bonds | \$ 39,343 | \$ 36,222 | \$ 33,748 | \$ 31,045 | \$ 28,042 | \$ 107,982 | \$ 90,830 | \$ 75,128 | \$ 57,252 | \$ 36,918 | \$ 13,726 | \$ 550,236 |

Note 12. Capital Projects

The Library Wellness Project was authorized with a cost of approximately \$1,000,000. Expenditures through December 31, 2022, totaled \$900,113.

Regulatory Required Supplementary Information

City of Udall, Kansas
Summary of Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

| Funds | Certified Budget | Expenditures Chargeable to Current Year | Variance - Over (Under) |
|--------------------------------|-----------------------------|--|--|
| Governmental Type Funds | | | |
| General | \$ 426,680 | \$ 323,520 | \$ (103,160) |
| Special Purpose: | | | |
| Special Highway | 23,702 | 16,484 | (7,218) |
| Library | 11,881 | 10,850 | (1,031) |
| City Sales Tax | 82,000 | 1,504 | (80,496) |
| Bond and Interest | 25,763 | 18,021 | (7,742) |
| Business Funds | | | |
| Electric System | 1,051,174 | 798,404 | (252,770) |
| Water System | 350,377 | 399,418 | 49,041 |
| Sewer System | 136,838 | 183,891 | 47,053 |
| Refuse System | 71,772 | 139,260 | 67,488 |

Schedule 2-A
City of Udall, Kansas
General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

| | <u>Actual</u> | <u>Budget</u> | Variance - Over (Under) |
|---|------------------|-----------------|--|
| Receipts | | | |
| Taxes and shared revenue | | | |
| Ad valorem | \$ 136,470 | \$ 140,673 | \$ (4,203) |
| Delinquent | 8,494 | - | 8,494 |
| Motor vehicle | 22,414 | 33,691 | (11,277) |
| State Tax Revenue | 49,764 | - | 49,764 |
| Compensating Use Tax | 13,124 | - | 13,124 |
| Licenses, permits and fees | 2,613 | 15,560 | (12,947) |
| Franchise fees | 53,335 | 16,200 | 37,135 |
| Fines, forfeitures and penalties | 19,192 | - | 19,192 |
| Interest | 1,084 | 4,150 | (3,066) |
| Cemetery | 400 | 2,000 | (1,600) |
| Other | 17,275 | 4,500 | 12,775 |
| Transfers from Sewer Systems Fund | - | 89,103 | (89,103) |
| Transfers from Electric Systems Fund | - | 74,738 | (74,738) |
| Total receipts | <u>324,165</u> | <u>380,615</u> | <u>(56,450)</u> |
| Expenditures | | | |
| General government | | | |
| Personnel services | 22,012 | 12,920 | 9,092 |
| Contractual services | 55,627 | 53,450 | 2,177 |
| Commodities | 10,897 | 60,000 | (49,103) |
| Police department | | | |
| Personnel services | 168,171 | 140,000 | 28,171 |
| Contractual services | 44,828 | 6,650 | 38,178 |
| Commodities | - | 12,000 | (12,000) |
| Court remittances | - | 350 | (350) |
| Parks | | | |
| Commodities | 544 | 15,000 | (14,456) |
| Street department | | | |
| Contractual services | - | 116,000 | (116,000) |
| Commodities | - | 1,250 | (1,250) |
| Other | 11,680 | - | 11,680 |
| Planning | 9,761 | 9,060 | 701 |
| Total expenditures | <u>323,520</u> | <u>426,680</u> | <u>\$ (103,160)</u> |
| Receipts Over (Under) Expenditures | 645 | (46,065) | |
| Unencumbered Cash, Beginning | 49,353 | 46,065 | |
| Unencumbered Cash, Ending | \$ 49,998 | \$ - | |

Schedule 2-B

City of Udall, Kansas
Special Highway Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

| | <u>Actual</u> | <u>Budget</u> | <u>Variance - Over (Under)</u> |
|---|---------------|---------------|--------------------------------|
| Receipts | | | |
| State fuel tax | \$ 16,484 | \$ 18,180 | \$ (1,696) |
| County fuel tax | - | 2,740 | (2,740) |
| Total receipts | <u>16,484</u> | <u>20,920</u> | <u>(4,436)</u> |
| Expenditures | | | |
| Capital Outlay | <u>16,484</u> | <u>23,702</u> | <u>(7,218)</u> |
| Total expenditures | 16,484 | 23,702 | \$ (7,218) |
| Receipts Over (Under) Expenditures | - | | (2,782) |
| Unencumbered Cash, Beginning | - | <u>2,782</u> | |
| Unencumbered Cash, Ending | <u>\$ -</u> | <u>\$ -</u> | |

Schedule 2-C**City of Udall, Kansas****Library Fund****Schedule of Receipts and Expenditures – Actual and Budget****Regulatory Basis****For the Year Ended December 31, 2022**

| | <u>Actual</u> | <u>Budget</u> | Variance - Over (Under) |
|---|---------------|---------------|--|
| Receipts | | | |
| Taxes and shared revenue | | | |
| Ad valorem | \$ 9,231 | \$ 9,513 | \$ (282) |
| Delinquent | 88 | 8 | 80 |
| Motor vehicle | 1,384 | 2,098 | (714) |
| Other | <u>147</u> | <u>-</u> | <u>147</u> |
| Total receipts | <u>10,850</u> | <u>11,619</u> | <u>(769)</u> |
| Expenditures | | | |
| Appropriation | <u>10,850</u> | <u>11,881</u> | <u>(1,031)</u> |
| Total expenditures | <u>10,850</u> | <u>11,881</u> | <u>\$ (1,031)</u> |
| Receipts Over (Under) Expenditures | - | (262) | |
| Unencumbered Cash, Beginning | - | 262 | |
| Unencumbered Cash, Ending | \$ - | \$ - | |

Schedule 2-D**City of Udall, Kansas****City Sales Tax Fund****Schedule of Receipts and Expenditures – Actual and Budget****Regulatory Basis****For the Year Ended December 31, 2022**

| | <u>Actual</u> | <u>Budget</u> | <u>Variance - Over (Under)</u> |
|---|---------------|---------------|--------------------------------|
| Receipts | | | |
| Local sales tax | \$ 1,408 | \$ 82,000 | \$ (80,592) |
| Transfers from Bond and Interest fund | 96 | | |
| Total receipts | 1,504 | 82,000 | (80,592) |
| Expenditures | | | |
| Other | 1,504 | - | 1,504 |
| Transfers to: | | | |
| Electric System Fund | - | 41,000 | (41,000) |
| Water System Fund | - | 41,000 | (41,000) |
| Total expenditures | 1,504 | 82,000 | \$ (80,496) |
| Receipts Over (Under) Expenditures | | | |
| Unencumbered Cash, Beginning | - | - | |
| Unencumbered Cash, Ending | \$ - | \$ - | |

City of Udall, Kansas
Equipment Reserve Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2022

| | Actual |
|---|-------------------------|
| Receipts | |
| Interest | \$ _____ - |
| Total receipts | _____ - |
| Expenditures | |
| Other | _____ 35,522 |
| Total expenditures | _____ 35,522 |
| Receipts Over (Under) Expenditures | (35,522) |
| Unencumbered Cash, Beginning | _____ 50,291 |
| Unencumbered Cash, Ending | <u><u>\$ 14,769</u></u> |

Schedule 2-F

City of Udall, Kansas
Capital Improvement Reserve Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2022

| | Actual |
|---|------------------|
| Receipts | |
| Transfer from Electric Reserve | \$ 36,884 |
| Total receipts | <u>36,884</u> |
| Expenditures | |
| Other | <u>-</u> |
| Total expenditures | <u>-</u> |
| Receipts Over (Under) Expenditures | 36,884 |
| Unencumbered Cash, Beginning | <u>12,573</u> |
| Unencumbered Cash, Ending | <u>\$ 49,457</u> |

City of Udall, Kansas
Library/Wellness Project
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2022

| Receipts | |
|---|----------------|
| Grant | \$ 36,615 |
| Bond proceeds | <u>-</u> |
| Total receipts | <u>36,615</u> |
| Expenditures | |
| Contractual services | 99,031 |
| Other | <u>100,068</u> |
| Total expenditures | <u>199,099</u> |
| Receipts Over (Under) Expenditures | (162,484) |
| Unencumbered Cash, Beginning | <u>162,484</u> |
| Unencumbered Cash, Ending | <u>\$ -</u> |

City of Udall, Kansas
Bond and Interest Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

| | <u>Actual</u> | <u>Budget</u> | <u>Variance - Over (Under)</u> |
|---|---------------|----------------|------------------------------------|
| Receipts | | | |
| Taxes and shared revenue | | | |
| Ad valorem | \$ 17,737 | \$ 19,022 | \$ (1,285) |
| Delinquent | 101 | - | 101 |
| Motor vehicle | 183 | 770 | (587) |
| Total receipts | <u>18,021</u> | <u>19,792</u> | <u>(1,771)</u> |
| Expenditures | | | |
| Principal | 16,975 | - | 16,975 |
| Interest | 950 | 1,763 | (813) |
| Cash Basis Reserve | - | 24,000 | (24,000) |
| Transfer to City Sales Tax Fund | 96 | - | 96 |
| Total expenditures | <u>18,021</u> | <u>25,763</u> | <u>\$ (7,742)</u> |
| Receipts Over (Under) Expenditures | <u>-</u> | <u>(5,971)</u> | |
| Unencumbered Cash, Beginning | <u>-</u> | <u>5,971</u> | |
| Unencumbered Cash, Ending | <u>\$ -</u> | <u>\$ -</u> | |

City of Udall, Kansas
Electric System Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022

| | <u>Actual</u> | <u>Budget</u> | Variance - Over (Under) |
|---|------------------|------------------|--|
| Receipts | | | |
| Electric sales | \$ 704,274 | \$ 710,000 | \$ (5,726) |
| Connect fees | 2,040 | 1,600 | 440 |
| Other | 119,624 | 14,450 | 105,174 |
| Transfers from: | | | |
| City Sales Tax | - | 41,000 | (41,000) |
| Total receipts | <u>825,938</u> | <u>767,050</u> | <u>58,888</u> |
| Expenditures | | | |
| Personnel services | 185,478 | 156,000 | 29,478 |
| Contractual services | 239,570 | 455,000 | (215,430) |
| Commodities | 222,327 | 56,000 | 166,327 |
| Capital outlay | 1,167 | 295,036 | (293,869) |
| Refunds | 821 | - | 821 |
| Other | 149,041 | 35 | 149,006 |
| Transfers to: | | | |
| General | - | 89,103 | (89,103) |
| Total expenditures | <u>798,404</u> | <u>1,051,174</u> | <u>\$ (252,770)</u> |
| Receipts Over (Under) Expenditures | 27,534 | (284,124) | |
| Unencumbered Cash, Beginning | <u>16,254</u> | <u>284,124</u> | |
| Unencumbered Cash, Ending | <u>\$ 43,788</u> | <u>\$ -</u> | |

City of Udall, Kansas**Water System Fund****Schedule of Receipts and Expenditures – Actual and Budget****Regulatory Basis****For the Year Ended December 31, 2022**

| | <u>Actual</u> | <u>Budget</u> | Variance - Over (Under) |
|---|----------------------|--------------------|--|
| Receipts | | | |
| Water sales | \$ 266,660 | \$ 165,000 | \$ 101,660 |
| New meter set | 2,054 | 1,000 | 1,054 |
| Tower rent | 19,120 | 27,800 | (8,680) |
| Miscellaneous | 40,148 | 2,200 | 37,948 |
| Transfer from City Sales Tax Fund | - | <u>41,000</u> | <u>(41,000)</u> |
| Total receipts | <u>327,982</u> | <u>237,000</u> | <u>90,982</u> |
| Expenditures | | | |
| Personnel services | 111,502 | 93,000 | 18,502 |
| Contractual services | 52,806 | 35,000 | 17,806 |
| Commodities | 76,256 | 20,000 | 56,256 |
| Capital outlay | - | 65,703 | (65,703) |
| Debt service principal | 79,230 | 96,205 | (16,975) |
| Debt service interest | 41,419 | 40,469 | 950 |
| Transfers to: | | | |
| Refuse System Fund | <u>38,205</u> | <u>-</u> | <u>38,205</u> |
| Total expenditures | <u>399,418</u> | <u>350,377</u> | <u>\$ 49,041</u> |
| Receipts Over (Under) Expenditures | (71,436) | (113,377) | |
| Unencumbered Cash, Beginning | <u>91,657</u> | <u>113,377</u> | |
| Unencumbered Cash, Ending | <u>\$ 20,221</u> | <u>\$ -</u> | |

City of Udall, Kansas**Sewer System Fund****Schedule of Receipts and Expenditures – Actual and Budget****Regulatory Basis****For the Year Ended December 31, 2022**

| | <u>Actual</u> | <u>Budget</u> | <u>Variance - Over (Under)</u> |
|---|------------------|-------------------|------------------------------------|
| Receipts | | | |
| Charges for service | \$ 104,153 | \$ 76,250 | \$ 27,903 |
| Total receipts | <u>104,153</u> | <u>76,250</u> | <u>27,903</u> |
| Expenditures | | | |
| Contractual services | 160,066 | 20,700 | 139,366 |
| Commodities | 23,825 | 1,400 | 22,425 |
| Transfers to: | | | |
| General Fund | - | 74,738 | (74,738) |
| Sewer Reserve Fund | <u>-</u> | <u>40,000</u> | <u>(40,000)</u> |
| Total expenditures | <u>183,891</u> | <u>136,838</u> | <u>\$ 47,053</u> |
| Receipts Over (Under) Expenditures | (79,738) | (60,588) | |
| Unencumbered Cash, Beginning | <u>93,151</u> | <u>166,731</u> | |
| Unencumbered Cash, Ending | <u>\$ 13,413</u> | <u>\$ 106,143</u> | |

City of Udall, Kansas**Refuse System Fund****Schedule of Receipts and Expenditures – Actual and Budget****Regulatory Basis****For the Year Ended December 31, 2022**

| | <u>Actual</u> | <u>Budget</u> | <u>Variance - Over (Under)</u> |
|---|-----------------|---------------|--------------------------------|
| Receipts | | | |
| Charges for service | \$ 80,584 | \$ 66,691 | \$ 13,893 |
| Transfer from Water System Fund | <u>38,205</u> | <u>-</u> | <u>38,205</u> |
| Total receipts | <u>118,789</u> | <u>66,691</u> | <u>52,098</u> |
| Expenditures | | | |
| Contractual services | 72,209 | 65,000 | 7,209 |
| Other | 67,051 | 200 | 66,851 |
| Capital Outlay | <u>-</u> | <u>6,572</u> | <u>(6,572)</u> |
| Total expenditures | <u>139,260</u> | <u>71,772</u> | <u>\$ 67,488</u> |
| Receipts Over (Under) Expenditures | (20,471) | (5,081) | |
| Unencumbered Cash, Beginning | <u>28,044</u> | <u>5,081</u> | |
| Unencumbered Cash, Ending | <u>\$ 7,573</u> | <u>\$ -</u> | |

Schedule 2-M

City of Udall, Kansas
Electric Reserve Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2022

| | Actual |
|---|--------------------|
| Receipts | |
| Interest | \$ - |
| Total receipts | - _____ |
| Expenditures | |
| Other | 114,990 |
| Transfer to Capital Improvement Reserve | 36,884 |
| Transfer to Water Reserve Fund | 18,200 _____ |
| Total expenditures | 170,074 _____ |
| Receipts Over (Under) Expenditures | (170,074) |
| Unencumbered Cash, Beginning | 188,593 _____ |
| Unencumbered Cash, Ending | \$ 18,519 _____ |

Schedule 2-N

City of Udall, Kansas
Water Reserve Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2022

| | Actual |
|---|-------------------|
| Receipts | |
| Transfer from Electric Reserve Fund | \$ 18,200 |
| Total receipts | <u>18,200</u> |
| Expenditures | |
| Other | - |
| Total expenditures | - |
| Receipts Over (Under) Expenditures | 18,200 |
| Unencumbered Cash, Beginning | <u>251,457</u> |
| Unencumbered Cash, Ending | <u>\$ 269,657</u> |

Schedule 2-O

City of Udall, Kansas
Sewer Reserve Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2022

| | Actual |
|---|--------------------------|
| Receipts | |
| Interest | \$ _____ - |
| Total receipts | _____ - |
| Expenditures | |
| Other | _____ 6,469 |
| Total expenditures | _____ 6,469 |
| Receipts Over (Under) Expenditures | (6,469) |
| Unencumbered Cash, Beginning | _____ 125,729 |
| Unencumbered Cash, Ending | <u><u>\$ 119,260</u></u> |

City of Udall, Kansas**Agency Funds****Schedule of Receipts and Expenditures – Actual****Regulatory Basis****For the Year Ended December 31, 2022**

| Fund | Beginning Cash Balance | Cash Receipts | Cash Disbursements | Ending Cash Balance |
|-------------------------|---------------------------------------|--------------------------|-------------------------------|------------------------------------|
| Sales Tax Clearing Fund | \$ - | \$ 20,061 | \$ 19,940 | \$ 121 |
| Total agency funds | <u>\$ -</u> | <u>\$ 20,061</u> | <u>\$ 19,940</u> | <u>\$ 121</u> |