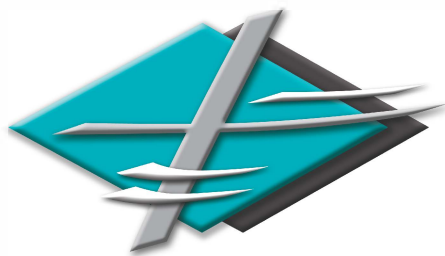


CITY OF MARION, KANSAS

FINANCIAL STATEMENT

**FOR THE YEAR ENDED
DECEMBER 31, 2022**



LOYD GROUP, LLC

Certified Public Accountants

**CITY OF MARION, KANSAS
CITY OF THE SECOND CLASS
For the Year Ended December 31, 2022**

CITY COUNCIL

Kevin Burkholder

David Mayfield
Mayor

Ruth Herbel

Jerry Kline

Zach Collett

CITY OFFICERS

Rebecca Makovec
Treasurer/Asst. Clerk

Mark Skiles
Administrator

Brian Bina
Attorney

Clinton Jeffrey
Police Chief

Tiffany Jeffrey
Clerk

Randy Pankratz
Municipal Judge

CITY OF MARION, KANSAS

For the Year Ended December 31, 2022

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Galva, KS 67443
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www.loyd-group.com

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Marion, Kansas 66861

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 Marion, Kansas (City), a Municipal Financial Reporting Entity, as of and for the year ended December 31, 2022 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis 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.

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'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 (Schedules 1 and 2 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 City of Marion, Kansas as of and for the year ended December 31, 2021 (not presented herein), and have issued their report thereon dated July 28, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 basic financial statement and their 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/oar/municipalservices>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended December 31, 2022 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2021 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2021 basic financial statement or to the 2021 basic financial 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.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
May 19, 2023

CITY OF MARION, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**Regulatory Basis**

For the Year Ended December 31, 2022

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUND:						
General Fund	\$ 100,064	\$ 1,673,983	\$ 1,623,429	\$ 150,618	\$ 1,482	\$ 152,100
SPECIAL PURPOSE FUNDS:						
Library Fund	3,223	94,186	94,186	3,223	3,342	6,565
Special City Highway Fund	28,551	55,703	-	84,254	-	84,254
Special Park and Recreation Fund	7,284	1,913	-	9,197	-	9,197
Equipment Reserve Fund	48,151	114,627	159,264	3,514	-	3,514
Land Bank Fund	3,580	601	100	4,081	-	4,081
Total Special Purpose Funds	90,789	267,030	253,550	104,269	3,342	107,611
BOND AND INTEREST FUND:						
Bond and Interest Fund	11,653	211,022	220,750	1,925	-	1,925
CAPITAL PROJECTS FUND:						
Capital Improvement Fund	316,790	467,728	575,316	209,202	-	209,202
BUSINESS FUND:						
Utilities Fund	1,163,485	3,889,391	3,842,071	1,210,805	200,883	1,411,688
TRUST FUND:						
Special Law Enforcement Trust Fund	19,638	19,842	14,241	25,239	-	25,239
Total Reporting Entity	\$ 1,702,419	\$ 6,528,996	\$ 6,529,357	\$ 1,702,058	\$ 205,707	\$ 1,907,765
COMPOSITION OF CASH:						
Petty Cash						\$ 200
Checking Accounts						1,907,565
Total Reporting Entity						\$ 1,907,765

CITY OF MARION, KANSAS
NOTES TO FINANCIAL STATEMENT
For the Year Ended December 31, 2022

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) *Municipal Financial Reporting Entity*

The City of Marion is a municipal corporation governed by an elected mayor and elected four-member Council. The regulatory financial statement presents the City of Marion (the municipality) and does not include any related municipal entities.

(b) *Regulatory Basis Fund Types*

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

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

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

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

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

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

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

(c) *Basis of Accounting*

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

If the 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 hold a revenue neutral rate hearing for the year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were budget amendments for the year 2022.

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 statements 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 regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Capital Project Funds, Agency Funds, Trust Funds and certain Special Purpose Funds as noted in the presentation of the appropriate Schedule 2.

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

No statute violations were noted during 2022.

3. DEPOSITS AND INVESTMENTS

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

3. DEPOSITS AND INVESTMENTS (CONT.)

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

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

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

At December 31, 2022, the City's carrying amount of deposits was \$1,907,565 and the bank balance was \$2,320,668. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$250,946 was covered by federal depository insurance, and the remaining \$2,069,722 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.

4. OTHER RELATIONSHIPS

USD No. 408 and City of Marion

The City of Marion approved the proposal from Unified School District No. 408 for the City to utilize the school districts' indoor swimming pool facility for public and City recreation use, with the City agreeing to pay \$100,000 annually to the USD No. 408 for the life of the bonds (until 2024). The City is also paying \$36,000 towards net expenses each year equally with the school district, to be re-evaluated in three years.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
Utilities	General	K.S.A. 12-825d	\$ 50,000
Utilities	Bond and Interest	K.S.A. 12-825d	150,000
Capital Improvement	Utilities	K.S.A. 12-825d	8,000
Utilities	Equipment Reserve	K.S.A. 12-825d	87,500
Total			<u>\$ 295,500</u>

6. OPERATING LEASE

On October 1, 2019, the City entered into a loan agreement for the operating lease of a 2019 Ford F550 Altec Bucket Truck for the amount of \$110,796. The loan is for a term of 60 months with annual payments totaling \$18,720. The loan is being paid from the Equipment Reserve Fund. The balance of the loan will be paid October 1, 2024.

7. LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds:									
Series 2012	2.0-4.0%	2012	2,230,000	2040	\$ 1,370,000	\$ -	\$ 105,000	\$ 1,265,000	\$ 46,000
Series 2013	0.6-3.8%	2013	840,000	2028	430,000	-	55,000	375,000	14,750
Total General Obligation Bonds					1,800,000	-	160,000	1,640,000	60,750
Loans:									
KS Water Pollution Control Revolving	2.42%	2013	346,482	2033	223,785	-	16,282	207,503	5,318
KS Public Water Supply	2.43%	2013	108,451	2022	11,997	-	11,997	-	219
KDHE Waterline	1.31%	2021	2,930,903	2042	2,930,903	-	62,077	2,868,826	24,333
Total Loans					3,166,685	-	90,356	3,076,329	29,870
Capital Leases:									
828 N. Roosevelt	3.25%	2013	235,200	2033	159,121	-	159,121	-	-
KPP Voltage	4.00%	2021	2,880,000	2041	2,880,000	-	50,000	2,830,000	171,900
Total Capital Leases					3,039,121	-	209,121	2,830,000	171,900
Other Long-term Debt:									
USD 408 Pool Bond	0.00%	2021	548,609	2024	408,000	-	136,000	272,000	-
Total Contractual Indebtedness					\$ 8,413,806	\$ -	\$ 595,477	\$ 7,818,329	\$ 262,520

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

	2023	2024	2025	2026	2027	2028 to 2032	2033 to 2037	2038 to 2043	Total
PRINCIPAL:									
General Obligation Bonds:									
Series 2012	\$ 105,000	\$ 110,000	\$ 110,000	\$ 120,000	\$ 125,000	\$ 235,000	\$ 280,000	\$ 180,000	\$ 1,265,000
Series 2013	55,000	60,000	60,000	65,000	65,000	70,000	-	-	375,000
Total General Obligation Bonds	160,000	170,000	170,000	185,000	190,000	305,000	280,000	180,000	1,640,000
Loans:									
KS Water Pollution Control Revolving	16,678	17,084	17,500	17926	18362	98,740	21,213	-	207,503
KDHE Waterline	125,714	127,810	129,940	132,106	134,308	705,879	766,705	746,363	2,868,826
Total Loans	142,392	144,894	147,440	150,032	152,670	804,619	787,918	746,363	3,076,329
Capital Lease:									
KPP Voltage	95,000	100,000	105,000	110,000	120,000	675,000	835,000	790,000	2,830,000
Total Capital Lease	95,000	100,000	105,000	110,000	120,000	675,000	835,000	790,000	2,830,000
Other Long-term Debt:									
USD Pool Bond	136,000	136,000	-	-	-	-	-	-	272,000
TOTAL PRINCIPAL	533,392	550,894	422,440	445,032	462,670	1,784,619	1,902,918	1,716,363	7,818,329
INTEREST:									
General Obligation Bonds:									
Series 2012	43,375	40,225	36,925	33,625	30,025	98,675	70,200	14,200	367,250
Series 2013	13,155	11,560	9,580	7,600	5,130	2,660	-	-	49,685
Total General Obligation Bonds	56,530	51,785	46,505	41,225	35,155	101,335	70,200	14,200	416,935
Loans:									
KS Water Pollution Control Revolving	4,921	4,515	4,099	3,673	3,237	9,256	386	-	30,087
KDHE Waterline	47,103	45,007	42,877	40,711	38,509	158,207	97,382	31,315	501,112
Total Loans	52,024	49,522	46,976	44,384	41,746	167,463	97,768	31,315	531,199
Capital Lease:									
KPP Voltage	122,038	117,288	112,288	107,038	101,538	416,992	266,966	86,239	1,330,389
Total Capital Lease	122,038	117,288	112,288	107,038	101,538	416,992	266,966	86,239	1,330,389
TOTAL INTEREST	230,592	218,595	205,769	192,647	178,439	685,790	434,934	131,754	2,278,524
TOTAL PRINCIPAL & INTEREST	\$ 763,984	\$ 769,489	\$ 628,209	\$ 637,679	\$ 641,109	\$ 2,470,409	\$ 2,337,852	\$ 1,848,117	\$ 10,096,853

8. PENSION COSTS AND EMPLOYEE BENEFITS

Defined Benefit Pension Plan

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of 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 and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or 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 7.15% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 and KP&F 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 9.90% for KPERS and 22.99% for KP&F the fiscal year ended December 31, 2022. Contributions to the pension plan from the City were \$73,662 for KPERS and \$52,898 for KP&F 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 \$798,617 and \$541,371 for KP&F. 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.

9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

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

(b) Death and Disability Other Post Employment Benefits

K.S.A. 74-4927, disabled members in 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.

9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONT.)

(c) Other Employee Benefits

Vacation – Vacation leave shall be accrued from the employee's date of employment as stipulated hereinafter. If not taken, vacation leave shall accrue from year to year up to the maximum provided, based upon the employee's years of service. No vacation leave shall be taken until a new employee has completed one year of employment.

Each permanent full-time employee will accrue vacation leave as follows:

<u>Years of Service</u>	<u>Per Year</u>	<u>Maximum Accumulation</u>
2 to 9 years	80 working hours	None
10 to 19 years	120 working hours	None
After 20 years	160 working hours	None

An employee shall be paid for all accumulated unused vacation leave upon termination.

10. CLAIMS AND JUDGMENTS

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, the expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to property loss; torts; theft of, damage to, and destruction of assets; errors and omissions; employee injuries and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2021 to 2022 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

11. 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>
KDOT Streetscape Project	\$ 974,780	\$ 411,102
KDOT Aviation Grant - Runway Development	45,000	43,035
KDOT Aviation Grant - Land	136,000	-
USDA Steambank Stabilization Project	293,000	93,976
S. Hill Waterline Replacement	3,934,478	3,448,673
KDOT CCLIP Main Street Project	366,102	366,102
City Hall Roof Repair	36,300	36,300
Fiber Optic Project	160,000	168,438
KHRC Housing Grant	125,000	125,000
CDBG-CV 2020 Grant	169,500	177,096
KPP Solar Field	32,558	4,455
Total	<u>\$ 6,272,718</u>	<u>\$ 4,874,177</u>

12. SUBSEQUENT EVENTS

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

CITY OF MARION, KANSAS
REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2022

CITY OF MARION, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET**Regulatory Basis****(Budgeted Funds Only)****For the Year Ended December 31, 2022**

	Certified Budget	Adjustment for for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
GENERAL FUND:					
General Fund	\$ 1,696,609	\$ -	\$ 1,696,609	\$ 1,623,429	\$ (73,180)
SPECIAL PURPOSE FUNDS:					
Library Fund	95,000	-	95,000	94,186	(814)
Special City Highway Fund	40,000	-	40,000	-	(40,000)
Special Park and Recreation Fund	1,000	-	1,000	-	(1,000)
Equipment Reserve Fund	161,835	-	161,835	159,264	(2,571)
Land Bank Fund	2,400	-	2,400	100	(2,300)
BOND AND INTEREST FUND:					
Bond and Interest Fund	221,050	-	221,050	220,750	(300)
CAPITAL PROJECT FUND:					
Capital Improvement Fund	585,193	-	585,193	575,316	(9,877)
BUSINESS FUND:					
Utilities Fund	4,081,441	-	4,081,441	3,842,071	(239,370)
TRUST FUND:					
Special Law Enforcement Trust Fund	17,350	-	17,350	14,241	(3,109)

CITY OF MARION, 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)

		2022		Variance - Over (Under)
	2021 Actual	Actual	Budget	
Receipts				
Taxes -				
Ad valorem property tax	\$ 585,662	\$ 591,965	\$ 605,944	\$ (13,979)
Back tax collections	24,163	13,944	-	13,944
Motor vehicle tax	97,568	90,702	93,451	(2,749)
Recreational vehicle tax	2,101	2,440	1,820	620
16/20M vehicle tax	491	512	617	(105)
Commercial vehicle tax	1,856	3,038	2,311	727
Watercraft tax	512	448	457	(9)
Neighborhood revitalization rebate	(7,988)	(6,447)	-	(6,447)
Alcoholic liquor fund	2,388	1,913	797	1,116
Local sales tax	168,217	193,071	138,000	55,071
Local sales tax- industrial revenue bonds	242,779	250,417	248,900	1,517
Excise tax	32	34	25	9
Other tax	2,889	22,182	-	22,182
Total Taxes	1,120,670	1,164,219	1,092,322	71,897
Intergovernmental Revenues -				
Highway connecting links	227	302	-	302
State connecting links	16,439	16,450	-	16,450
Total Intergovernmental Revenues	16,666	16,752	-	16,752
Licenses and Permits -				
Licenses and permits	7,574	6,747	47,250	(40,503)
Utility franchise fees	39,592	41,749	-	41,749
Dog tags, impounds, adoption fees	2,980	2,993	-	2,993
Total Licenses and Permits	50,146	51,489	47,250	4,239
Charges for Services -				
Cemetery fees	6,739	5,926	-	5,926
Rural fire contracts	18,933	20,081	-	20,081
Total Charges for Services	25,672	26,007	-	26,007
Use of Money and Property -				
Interest received	2,464	47,720	-	47,720
City building rent	4,016	2,090	-	2,090
Spec building rent	31,963	-	-	-
828 N. Roosevelt rent	1,200	32,480	-	32,480
Land and hanger rent	14,445	13,100	-	13,100
Ind-Business Park Lot Sales	500	16,115	-	16,115
Total Use of Money and Property	54,588	111,505	-	111,505
Court fines and bonds	21,273	14,291	20,000	(5,709)

CITY OF MARION, 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)

		<u>2022</u>		
	<u>2021</u>			<u>Variance -</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
				<u>(Under)</u>
Receipts (cont.)				
Other Income -				
Sales tax collected	\$ 61,545	\$ 67,463	\$ 63,000	\$ 4,463
Other reimbursements	11,792	20,497	30,000	(9,503)
Housing reimbursement	67,809	73,121	69,000	4,121
Library reimbursement	67,718	64,449	67,700	(3,251)
Insurance reimbursements	10,747	-	-	-
Recreation - baseball complex	611	-	-	-
Recreation	20,015	7,464	-	7,464
Miscellaneous	11,964	6,726	84,800	(78,074)
Grant	9,179	-	-	-
Total Other Income	<u>261,380</u>	<u>239,720</u>	<u>314,500</u>	<u>(74,780)</u>
Operating Transfers -				
Transfer from Utilities Fund	<u>50,000</u>	<u>50,000</u>	<u>200,000</u>	<u>(150,000)</u>
Total Receipts	<u>1,600,395</u>	<u>1,673,983</u>	<u>\$ 1,674,072</u>	<u>\$ (89)</u>
Expenditures				
General Administrative -				
Personal services	197,522	229,098	\$ 287,866	\$ (58,768)
Contractual services	43,213	64,687	-	64,687
Commodities	52,954	63,794	-	63,794
Capital outlay	-	716	-	716
Reimbursements	-	10,747	-	10,747
Sales tax	61,320	67,080	60,000	7,080
Total General Administrative	<u>355,009</u>	<u>436,122</u>	<u>347,866</u>	<u>88,256</u>
Senior Citizens Housing Authority -				
Personal services	<u>67,896</u>	<u>70,744</u>	<u>69,619</u>	<u>1,125</u>
Cemetery -				
Personal services	27,827	47,848	66,408	(18,560)
Commodities	6,819	8,347	-	8,347
Capital outlay	794	6,783	-	6,783
Total Cemetery	<u>35,440</u>	<u>62,978</u>	<u>66,408</u>	<u>(3,430)</u>

CITY OF MARION, 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)

		2022		
	2021 Actual	Actual	Budget	Variance - Over (Under)
Expenditures (cont.)				
City Building -				
Commodities	\$ 19,432	\$ 22,819	\$ 20,195	\$ 2,624
Flood Control Project -				
Commodities	3,636	1,984	12,300	(10,316)
Capital outlay	310	1,683	-	1,683
Total Flood Control Project	3,946	3,667	12,300	(8,633)
Fire -				
Personal services	12,293	17,505	44,445	(26,940)
Commodities	18,393	26,631	-	26,631
Capital outlay	1,917	4,618	-	4,618
Total Fire	32,603	48,754	44,445	4,309
Library Program -				
Personal services	64,542	66,152	81,826	(15,674)
Commodities	4,759	4,760	-	4,760
Total Library Program	69,301	70,912	81,826	(10,914)
Museum -				
Personal services	9,088	9,923	12,600	(2,677)
Commodities	4,226	5,106	-	5,106
Total Museum	13,314	15,029	12,600	2,429
Park -				
Personal services	41,975	29,600	86,192	(56,592)
Commodities	19,634	20,277	-	20,277
Capital outlay	177	1,987	-	1,987
Total Park	61,786	51,864	86,192	(34,328)
Municipal Court -				
Personal services	9,919	10,473	13,027	(2,554)
Contractual services	115	160	-	160
Commodities	1,719	1,968	-	1,968
Total Municipal Court	11,753	12,601	13,027	(426)

CITY OF MARION, 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)

		2022		
	2021			Variance -
	Actual	Actual	Budget	Over
				(Under)
Expenditures (cont.)				
Street and Alley -				
Personal services	\$ 99,545	\$ 116,362	\$ 230,846	\$ (114,484)
Commodities	70,216	56,934	-	56,934
Capital outlay	12,256	12,731	-	12,731
Total Street and Alley	182,017	186,027	230,846	(44,819)
Swimming Pool -				
Commodities	40,609	36,000	-	36,000
Industrial Development -				
Personal services	50,777	-	85,110	(85,110)
Contractual services	318	11,906	-	11,906
Commodities	12,154	13,814	-	13,814
Taxes	13,687	2,774	-	2,774
Total Industrial Development	76,936	28,494	85,110	(56,616)
Planning -				
Personal services	321	-	11,000	(11,000)
Commodities	1,209	734	-	734
Total Planning	1,530	734	11,000	(10,266)
Juvenile Intake				
Commodities	1,883	1,041	1,650	(609)
Police -				
Personal services	317,315	334,720	373,906	(39,186)
Contractual services	12,964	13,745	-	13,745
Commodities	5,902	7,181	-	7,181
Capital outlay	608	1,899	-	1,899
Car expense	10,412	12,887	-	12,887
Total Police	347,201	370,432	373,906	(3,474)
Airport -				
Contractual services	4,084	16,123	-	16,123
Commodities	15,957	8,439	19,211	(10,772)
Total Airport	20,041	24,562	19,211	5,351

CITY OF MARION, 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)

		<u>2022</u>		
	<u>2021</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Expenditures				
Baseball Complex -				
Personal services	\$ 6,098	\$ -	\$ 500	\$ (500)
Commodities	8,828	1,817	-	1,817
Total Baseball Complex	14,926	1,817	500	1,317
Recreation -				
Personal services	77,261	70,571	-	70,571
Contractual services	1,854	363	-	363
Commodities	11,874	3,230	73,283	(70,053)
Total Recreation	90,989	74,164	73,283	881
Other -				
828 N. Roosevelt lease	18,671	4,668	-	4,668
Swimming pool lease to USD	100,000	100,000	36,000	64,000
Bond interest, series 2012	-	-	100,000	(100,000)
Miscellaneous	1,298	-	-	-
Total Other	119,969	104,668	136,000	(31,332)
Operating Transfer -				
Transfer to Equipment Reserve Fund	-	-	10,625	(10,625)
Total Expenditures	1,566,581	1,623,429	\$ 1,696,609	\$ (73,180)
Receipts Over (Under) Expenditures	33,814	50,554		
Unencumbered Cash, Beginning	66,250	100,064		
Unencumbered Cash, Ending	\$ 100,064	\$ 150,618		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUNDLIBRARY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		<u>2022</u>		
	<u>2021</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Ad valorem property tax	\$ 79,375	\$ 79,933	\$ 81,826	\$ (1,893)
Back tax collections	3,347	1,918	1,919	(1)
Motor vehicle tax	13,449	12,328	12,665	(337)
Recreational vehicle tax	289	431	500	(69)
16/20M vehicle tax	68	73	84	(11)
Commercial vehicle tax	255	312	313	(1)
Neighborhood revitalization rebate	(1,085)	(871)	-	(871)
Watercraft tax	71	62	62	-
Total Receipts	95,769	94,186	<u>\$ 97,369</u>	<u>\$ (3,183)</u>
Expenditures				
Appropriation to Library Board	<u>95,769</u>	<u>94,186</u>	<u>\$ 95,000</u>	<u>\$ (814)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>3,223</u>	<u>3,223</u>		
Unencumbered Cash, Ending	<u>\$ 3,223</u>	<u>\$ 3,223</u>		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUNDSPECIAL CITY HIGHWAY FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021 Actual	2022		Variance - Over (Under)
		Actual	Budget	
Receipts				
Special assessments - streets	\$ 351	\$ 6,425	\$ -	\$ 6,425
State of Kansas gas tax	51,007	49,278	45,640	3,638
Total Receipts	51,358	55,703	\$ 45,640	\$ 10,063
Expenditures				
Transfer to Bond and Interest Fund	50,000	-	\$ 40,000	\$ (40,000)
Receipts Over (Under) Expenditures	1,358	55,703		
Unencumbered Cash, Beginning	27,193	28,551		
Unencumbered Cash, Ending	<u>\$ 28,551</u>	<u>\$ 84,254</u>		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUNDSPECIAL PARK AND RECREATION FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	<u>2021</u> <u>Actual</u>	<u>2022</u>		<u>Variance - Over (Under)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
State of Kansas - liquor tax	\$ 2,387	\$ 1,913	\$ 797	\$ 1,116
Expenditures				
Commodities	-	-	\$ 1,000	\$ (1,000)
Receipts Over (Under) Expenditures	2,387	1,913		
Unencumbered Cash, Beginning	4,897	7,284		
Unencumbered Cash, Ending	\$ 7,284	\$ 9,197		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUNDEQUIPMENT RESERVE FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021 Actual	2022		Variance - Over (Under)
		Actual	Budget	
Receipts				
Transfer from Utilities Fund	\$ 100,500	\$ 87,500	\$ 87,500	\$ -
Reimbursed expense	-	25,440	34,440	(9,000)
Miscellaneous	-	1,687	-	1,687
Total Receipts	100,500	114,627	<u>\$ 121,940</u>	<u>\$ (7,313)</u>
Expenditures				
Capital outlay	<u>97,412</u>	<u>159,264</u>	<u>\$ 161,835</u>	<u>\$ (2,571)</u>
Receipts Over (Under) Expenditures	3,088	(44,637)		
Unencumbered Cash, Beginning	<u>45,063</u>	<u>48,151</u>		
Unencumbered Cash, Ending	<u>\$ 48,151</u>	<u>\$ 3,514</u>		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUNDLAND BANK FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	<u>2021 Actual</u>	<u>2022</u>		<u>Variance - Over (Under)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Sale of land	\$ -	\$ 601	<u>\$ 500</u>	<u>\$ 101</u>
Expenditures				
Contractual services	<u>2,105</u>	<u>100</u>	<u>\$ 2,400</u>	<u>\$ (2,300)</u>
Receipts Over (Under) Expenditures	(2,105)	501		
Unencumbered Cash, Beginning	<u>5,685</u>	<u>3,580</u>		
Unencumbered Cash, Ending	<u>\$ 3,580</u>	<u>\$ 4,081</u>		

CITY OF MARION, KANSAS

BOND AND INTEREST FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		<u>2022</u>		
	<u>2021</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Ad valorem property tax	\$ 53,209	\$ 51,459	\$ 52,678	\$ (1,219)
Back tax collections	2,284	1,269	-	1,269
Motor vehicle tax	9,056	8,267	8,489	(222)
Recreational vehicle tax	195	222	165	57
16/20M vehicle tax	47	49	56	(7)
Commercial vehicle tax	172	276	210	66
Watercraft tax	46	40	41	(1)
Neighborhood revitalization rebate	(727)	(560)	-	(560)
Transfer from Special City Highway Fund	50,000	-	-	-
Transfer from Utilities Fund	208,750	150,000	150,000	-
Total Receipts	<u>323,032</u>	<u>211,022</u>	<u>\$ 211,639</u>	<u>\$ (617)</u>
Expenditures				
Principal	255,000	160,000	\$ 160,025	\$ (25)
Interest	<u>66,325</u>	<u>60,750</u>	<u>61,025</u>	<u>(275)</u>
Total Expenditures	<u>321,325</u>	<u>220,750</u>	<u>\$ 221,050</u>	<u>\$ (300)</u>
Receipts Over (Under) Expenditures	1,707	(9,728)		
Unencumbered Cash, Beginning	<u>9,946</u>	<u>11,653</u>		
Unencumbered Cash, Ending	<u>\$ 11,653</u>	<u>\$ 1,925</u>		

CITY OF MARION, KANSAS

CAPITAL PROJECT FUNDCAPITAL IMPROVEMENT FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		<u>2022</u>		
	<u>2021</u>			<u>Variance -</u>
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Over</u>
				<u>(Under)</u>
Receipts				
KDOT Transportation grant	\$ -	\$ 27,298	\$ 27,300	\$ (2)
CDBG Water grant	525,000	8,000	-	8,000
ARPA grant	135,441	135,441	135,441	-
KDHE Loan proceeds	2,664,046	265,158	265,158	-
CDBG-CV grant	42,500	-	-	-
CERG fiber optic grant	66,540	-	-	-
KHRC housing grant	75,000	25,000	25,000	-
Transfer from Utilities Fund	200,000	-	-	-
Donations/Memorials	16,664	6,831	6,030	801
Total Receipts	<u>3,725,191</u>	<u>467,728</u>	<u>\$ 458,929</u>	<u>\$ 8,799</u>
Expenditures				
Capital outlay	15,705	101,572	\$ 116,800	\$ (15,228)
KPP solar field	3,726	-	-	-
Street projects	117,467	147,351	150,000	(2,649)
S. Hill water replacement project	2,943,679	265,358	265,358	-
KDOT aviation grant project	-	28,035	28,035	-
Fiber optic project	162,544	-	-	-
CDBG-CV grant expense	42,596	-	-	-
ARPA grant expense	136,313	-	-	-
KHRC housing grant expense	75,000	25,000	25,000	-
Transfer to Utilities Fund	-	8,000	-	8,000
Total Expenditures	<u>3,497,030</u>	<u>575,316</u>	<u>\$ 585,193</u>	<u>\$ (9,877)</u>
Receipts Over (Under) Expenditures	228,161	(107,588)		
Unencumbered Cash, Beginning	<u>88,629</u>	<u>316,790</u>		
Unencumbered Cash, Ending	<u>\$ 316,790</u>	<u>\$ 209,202</u>		

CITY OF MARION, KANSAS

BUSINESS FUND

UTILITIES 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)

		<u>2022</u>		
	<u>2021</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Electric revenue	\$ 2,415,470	\$ 2,663,041	\$ 2,500,000	\$ 163,041
Refuse revenue	166,994	171,963	170,000	1,963
Sewer revenue	309,768	314,263	310,000	4,263
Water revenue	577,058	732,124	710,000	22,124
Transfer from Capital Improvement Fund	-	8,000	-	8,000
Total Receipts	<u>3,469,290</u>	<u>3,889,391</u>	<u>\$ 3,690,000</u>	<u>\$ 199,391</u>
Expenditures				
Electric -				
Production Expense -				
Contractual services	10,807	3,635	\$ -	\$ 3,635
Commodities	65,950	97,172	-	97,172
Purchased power	1,602,056	1,960,798	2,007,747	(46,949)
Water and utilities	7,516	9,624	-	9,624
Transmission and Distribution Expense -				
Personal services	223,121	294,686	580,000	(285,314)
Commodities and insurance	42,524	26,755	-	26,755
Capital outlay	112,705	297,839	-	297,839
Equipment expense/gasoline	17,262	49,303	-	49,303
Total Electric	<u>2,081,941</u>	<u>2,739,812</u>	<u>2,587,747</u>	<u>152,065</u>
Water -				
Plant Expense -				
Personal services	103,557	141,113	-	141,113
Contractual services	52,216	46,457	-	46,457
Commodities	19,373	29,054	-	29,054
Capital outlay	77,974	21,443	-	21,443
Insurance	16,314	17,438	-	17,438
Utilities	16,804	17,857	-	17,857
Equipment	63,202	369	-	369
Purchased water-state	11,875	11,875	-	11,875
Chemicals	53,666	77,055	-	77,055
Distribution Expense -				
Personal services	60,970	65,161	475,000	(409,839)
Contractual services	1,233	113	-	113
Commodities	26,348	19,440	-	19,440
Capital outlay	369	152	-	152
Insurance	9,216	8,950	-	8,950
Utilities	2,796	3,868	-	3,868
Equipment	8,487	7,086	-	7,086
KDHE waterline loan	-	106,537	232,000	(125,463)
Total Water	<u>524,400</u>	<u>573,968</u>	<u>707,000</u>	<u>(133,032)</u>

CITY OF MARION, KANSAS

BUSINESS FUND

UTILITIES FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		Variance -
	2021	Actual	Budget	Over
	Actual			(Under)
Expenditures (cont.)				
Sewer -				
Personal services	\$ 52,574	\$ 57,294	\$ 219,646	\$ (162,352)
Contractual services	23,136	18,979	-	18,979
Commodities	16,048	17,190	-	17,190
Insurance	5,391	5,641	-	5,641
Utilities	20,762	15,131	-	15,131
Equipment	12,452	5,691	-	5,691
Revolving loan payment	21,599	21,599	-	21,599
Total Sewer	151,962	141,525	219,646	(78,121)
Refuse -				
Personal services	74,427	42,655	-	42,655
Contractual services	5,320	2,102	129,548	(127,446)
Commodities	18,604	20,378	-	20,378
Insurance	8,472	8,627	-	8,627
Trash bags	6,912	9,984	-	9,984
Equipment	2,915	15,520	-	15,520
Total Refuse	116,650	99,266	129,548	(30,282)
Operating Transfers -				
Transfer to General Fund	50,000	50,000	200,000	(150,000)
Transfer to Bond and Interest Fund	208,750	150,000	150,000	-
Transfer to Capital Improvement Fund	200,000	-	-	-
Transfer to Equipment Reserve Fund	100,500	87,500	87,500	-
Total Operating Transfers	559,250	287,500	437,500	(150,000)
Total Expenditures	3,434,203	3,842,071	\$ 4,081,441	\$ (239,370)
Receipts Over (Under) Expenditures	35,087	47,320		
Unencumbered Cash, Beginning	1,128,398	1,163,485		
Unencumbered Cash, Ending	\$ 1,163,485	\$ 1,210,805		

CITY OF MARION, KANSAS

TRUST FUNDSPECIAL LAW ENFORCEMENT TRUST FUNDSCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGETRegulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		<u>2022</u>		
	<u>2021</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance -</u>
	<u>Actual</u>			<u>Over</u>
				<u>(Under)</u>
Receipts				
Forfeited property	\$ 350	\$ 3,100	\$ -	\$ 3,100
VIN inspection fees	15,460	12,960	13,000	(40)
SPV permits	3,297	3,120	3,500	(380)
Technology fees	1,066	662	1,000	(338)
Total Receipts	<u>20,173</u>	<u>19,842</u>	<u>\$ 17,500</u>	<u>\$ 2,342</u>
Expenditures				
Commodities	4,937	5,355	\$ 6,350	\$ (995)
Equipment	<u>7,454</u>	<u>8,886</u>	<u>11,000</u>	<u>(2,114)</u>
Total Expenditures	<u>12,391</u>	<u>14,241</u>	<u>\$ 17,350</u>	<u>\$ (3,109)</u>
Receipts Over (Under) Expenditures	7,782	5,601		
Unencumbered Cash, Beginning	<u>11,856</u>	<u>19,638</u>		
Unencumbered Cash, Ending	<u>\$ 19,638</u>	<u>\$ 25,239</u>		