

**City of Sedgwick
City Council Meeting
September 6, 2023**

TO: Mayor and City Council

SUBJECT: GAAP Waiver

INITIATED BY: Administration

AGENDA: New Business

Recommendation: Adopt the charter ordinance no. 31

Background: K.S.A 75-1120a requires that cities use generally accepted accounting principles in the preparation of financial statements and reports. The statute contains a provision that allows cities to waive the GAAP requirement on an annual basis. The City has used this waiver provision by annually adopting a resolution exempting the City from having to use GAAP in the preparation of its financial statements and reports.

Adopting this charter ordinance would remove the necessity of doing an annual waiver. The City would not be obligated to use GAAP. The provisions of the charter ordinance would not prevent the City from, in the future, adopting GAAP if that was considered appropriate.

Financial Considerations: None

Recommendations/Actions: It is recommended that the City Council adopt the charter ordinance.

Attachment: Quotation.

First Published in the official newspaper, ***THE HARVEY COUNTY INDEPENDENT***, on the _____ day of _____, 2023. Subsequently published on the _____ day of _____, 2023.

CHARTER ORDINANCE NO. 31

A CHARTER ORDINANCE EXEMPTING THE CITY OF SEDGWICK, KANSAS FROM THE PROVISIONS OF K.S.A. 75-1120a AND ANY AMENDMENTS THERETO RELATING TO THE USE OF GENERALLY ACCEPTED ACCOUNTING PRINCIPALS.

BE IT ORDAINED BY THE GOVERNING BODY OF THE CITY OF SEDGWICK, KANSAS:

SECTION 1. The City of Sedgwick, Kansas, by virtue of the power vested in it by Article 12, Section 5 of the Constitution of the State of Kansas, hereby elects to and does exempt itself from and make inapplicable to it the provisions of K.S.A. 75-1120a that apply to this city, but certain provisions of which do not apply uniformly to all cities.

SECTION 2. This Charter Ordinance shall be published once each week for two consecutive weeks in the official city newspaper.

SECTION 3. This Charter Ordinance shall take effect 61 days after final publication unless a sufficient petition for a referendum is filed and a referendum held on the ordinance as provided in Article 12, Section 5, Subsection (C)(3) of the Constitution of the State of Kansas, in which case the ordinance shall become effective if approved by the majority of the electors thereon.

PASSED by the Governing Body, not less than two-thirds of the members-elect voting in favor thereof the 6th day of September 2023.

Bryan Chapman, Mayor

ATTEST: _____

Shelia Agee, City Clerk