City of Kensington

Kensington, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended December 31, 2023

MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas 67661

CITY OF KENSINGTON
Kensington, Kansas

For the Year Ended December 31, 2023

Max Kuhlmann	Mayor

City Council

Don Dodds, Jr.	Charlie Grimm
Blayne Bienhoff	Don Dodds, Sr.
Adam Synoground	

City Offices

Amber Hardacre	City Clerk
Michelle Rust	City Treasurer

City of Kensington
Kensington, Kansas

For the Year Ended December 31, 2023

TABLE OF CONTENTS

			Page Numbers
		Independent Auditor's Report	1-3
		FINANCIAL SECTION	
Statement 1		Summary Statement of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis	4
		Notes to the Financial Statement	5-11
		REGULATORY REQUIRED SUPPLEMENTARY INFORMATION	
Schedule 1		Summary of Expenditures – Actual and Budget – Regulatory Basis	12
Schedule 2		Schedule of Receipts and Expenditures – Actual and Budget – Regulatory Basis	
		General Fund	
	2-1	General Operating Fund	13-14
		Special Purpose Funds	
	2-2	Library Fund	15
	2-3	Park & Recreation Fund	16
	2-4	Special Highway Fund	17
	2-5	Capital Improvements Fund	18
	2-6	Gifts & Grants Fund	19
	2-7	ARPA Grant Fund	20
		Business Funds	
	2-8	Swimming Pool Fund	21
	2-9	Water Fund	22
	2-10	Sewer Fund	23
	2-11	Solid Waste Fund	24
Schedule 3		Schedule of Receipts and Disbursements – Agency Funds – Regulatory Basis	25

MAPES & MILLER LLP

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Kensington
Kensington, Kansas 66951

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 Kensington, Kansas, a Municipality, as of and for the year ended December 31, 2023 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 of Kensington, as of December 31, 2023, 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 Kensington, as of December 31, 2023, 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 Opinion

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 Kensington, 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 Kensington, 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 reasonable 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 Kensington'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 of Kensington's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Kensington's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures – agency funds, (Schedules 1, 2, and 3 as listed in the table of contents) are presented for 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.

Respectfully submitted,

Mapes & Miller LLP
Certified Public Accountants

November 18, 2024
Phillipsburg, Kansas

CITY OF KENSINGTON
Kensington, Kansas

Statement 1

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For the Year Ended December 31, 2023

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund							
General Operating Fund	$ 27,687	$ -	$ 174,496	$ 194,385	$ 7,798	$ 12,445	$ 20,243
Special Purpose Funds							
Library Fund	834	-	7,933	8,600	167	667	834
Park & Recreation Fund	1,450	-	1,705	1,500	1,655	46	1,701
Special Highway Fund	8,812	-	10,775	19,558	29	116	145
Capital Improvements Fund	227,016	-	119,658	190,083	156,591	-	156,591
Gifts & Grants Fund	1,394	-	67,361	50,773	17,982	-	17,982
ARPA Grant Fund	55,890	-	-	-	55,890	-	55,890
Business Funds							
Swimming Pool Fund	2,424	-	8,301	5,787	4,938	46	4,984
Water Fund	46,675	-	122,668	121,618	47,725	2,287	50,012
Sewer Fund	66,190	-	49,053	70,091	45,152	94	45,246
Solid Waste Fund	23,465	-	36,316	49,560	10,221	-	10,221
Total Financial Reporting Entity (Excluding Agency Funds)	$ 461,837	$ -	$ 598,266	$ 711,955	$ 348,148	$ 15,701	$ 363,849

Composition of Cash:	
Cash on Hand	$ 40
Checking Account	200
NOW Account	259,168
CDs	118,756
Total Cash	378,164
Agency Funds Per Schedule 3	(14,315)
Total Financial Reporting Entity	$ 363,849

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

CITY OF KENSINGTON
Kensington, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

The City of Kensington, Kansas, is a municipal corporation governed by an elected mayor and an elected five member council. This financial statement presents the City of Kensington, the Municipality, and does not include its related municipal entities.

B. Regulatory Basis Fund Types

In governmental accounting, 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 on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities for the City for the year ended December 31, 2023.

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 regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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 Funds - 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. 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 municipality to use the statutory basis of accounting.

D. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the 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 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 held a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for the year ended December 31, 2023.

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 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 Projects Funds, Trust Funds and the following:

Special Purpose Fund:
Capital Improvements Fund
Gifts & Grants Fund
ARPA Grant Fund

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

2. STEWARSHIP, COMPLIANCE AND ACCOUNTABILITY

A. The City is not aware of any non-compliance with Kansas statutes.

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 an institution has been designated as an official depository and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

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

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

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during the designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2023.

At December 31, 2023, the City's carrying amount of deposits was $378,124 and the bank balance was $390,121. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance $250,129 was covered by federal depository insurance, $139,992 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. INTERFUND TRANSFERS

FROM	TO	AUTHORITY	AMOUNT
Sewer Fund	Capital Improvements Fund	K.S.A. 12-825d	$ 40,000
Solid Waste Fund	Capital Improvements Fund	K.S.A. 12-825d	20,000

5. DEFINED BENEFIT 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 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009. KPERS 3 members were first employed in a covered positon 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 and 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 8.43% for the fiscal year ended December 31, 2023. Contributions to the pension plan from the City were $7,473 for the year ended December 31, 2023.

Net Pension Liability

At December 31, 2023, the City's proportionate share of the collective net pension liability reported by KPERS was $79,909. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023. 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.

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

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.

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2023.

(c) Other Employee Benefits

Vacation and Sick Leave

Sick leave is accumulated on the basis of eight hours for each continuous month of employment. New employees accumulate sick leave beginning with the first month following their employment date. Employees may accumulate sick leave up to ninety working days. Permanent part-time employees earn four hours of sick leave for each month worked. Accumulated sick leave is not paid upon termination of employment.

All full-time employees of the city are entitled to paid vacation. After one full year of employment, they are entitled to five working days of paid vacation. At the end of two years they are entitled to ten working days of paid vacation. At the end of ten years of employment, they are entitled to fifteen working days paid vacation. Five vacation days can be carried over to the following year. Carryover of any additional days must be approved by the City Council. Permanent part-time employees receive half as many days as full-time employees. No vacation may be taken prior to the employee's first anniversary date of employment, with the exception that an employee who has been employed for a period between six months and one year can use one day of vacation and permanent part-time employees may use a ½ day.

7. RISK MANAGEMENT

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, grant 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 torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City has purchased commercial insurance for these potential risks.

During the year ended December 31, 2023, the City did not reduce insurance coverage from levels in place during the prior year. No settlements have exceeded coverage levels in place during the past three years.

8. WATER RIGHTS PURCHASE

On March 9, 2015, the City approved a resolution authorizing the City to enter into a Water Right Purchase Agreement. The City will pay the seller the sum of $100,000 for the purchase of the well, water rights, and easements to be financed at a rate of 5% per annum, and payable over a nineteen year period. The purchase price will be paid in equal annual installments of $7,642.

9. SUBSEQUENT EVENTS

Management has evaluated events subsequent to year end through the date of this report, and does not believe any other events through the date of this report have occurred, which effect the financial statement as presented.

10. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2023, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Beginning Balance 1/1/2023	Additions	Reductions/ Payments	Ending Balance 12/31/2023	Interest/ Service Fee Paid
KDHE Loans									
KS Water Supply Loan	1.91%	7/7/16	438,479	2/1/38	$ 246,810	$ -	$ 13,823	$ 232,987	$ 4,649
Total KDHE Loans					246,810	-	13,823	232,987	4,649
Purchase Agreement									
Water Rights	5.00%	9/8/16	100,000	9/8/35	71,786	-	4,053	67,733	3,589
2021 Dodge Ram	2.00%	6/7/21	27,425	3/25/23	3,456	-	3,456	-	18
Total Purchase Agreement					75,242	-	7,509	67,733	3,607
Total Long-Term Debt					$ 322,052	$ -	$ 21,332	$ 300,720	$ 8,256

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

	KDHE Loan		Purchase Agreement		Total	
Year	Principal	Interest	Principal	Interest	Principal	Interest
2024	$ 14,089	$ 4,383	$ 4,256	$ 3,387	$ 18,345	$ 7,770
2025	14,359	4,113	4,468	3,174	18,827	7,287
2026	14,635	3,837	4,692	2,950	19,327	6,787
2027	14,915	3,556	4,927	2,716	19,842	6,272
2028	15,202	2,671	5,173	2,470	20,375	5,141
2029-2033	80,498	11,861	30,012	8,199	110,510	20,060
2034-2038	79,289	3,834	14,205	1,074	93,494	4,908
	$ 232,987	$ 34,255	$ 67,733	$ 23,970	$ 300,720	$ 58,225

CITY OF KENSINGTON, KANSAS

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2023

CITY OF KENSINGTON
Kensington, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2023

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Fund					
General Operating Fund	$ 202,636	$ -	$ 202,636	$ 194,385	$ (8,251)
Special Purpose Funds					
Library Fund	8,600	-	8,600	8,600	-
Park & Recreation Fund	2,782	-	2,782	1,500	(1,282)
Special Highway Fund	24,205	-	24,205	19,558	(4,647)
Business Funds					
Swimming Pool Fund	9,431	-	9,431	5,787	(3,644)
Water Fund	185,614	-	185,614	121,618	(63,996)
Sewer Fund	98,819	-	98,819	70,091	(28,728)
Solid Waste Fund	50,717	-	50,717	49,560	(1,157)

CITY OF KENSINGTON
Kensington, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2023

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 93,075	$ 95,275	$ (2,200)
Delinquent Tax	3,592	2,000	1,592
Motor Vehicle Tax	19,753	14,641	5,112
Recreational Vehicle Tax	742	515	227
16/20M Vehicle Tax	399	384	15
Commercial Vehicle Tax	2,095	1,235	860
Watercraft Tax	-	307	(307)
Neighborhood Revitalization Rebate	(2,364)	(2,422)	58
Intangibles Tax	11,972	21,827	(9,855)
Local Alcoholic Liquor Tax	1,189	1,332	(143)
Franchise Tax	18,122	16,000	2,122
Licenses & Permits	384	500	(116)
Fines	-	300	(300)
Interest on Idle Funds	12,101	2,500	9,601
Insurance Proceeds	5,590	-	5,590
Reimbursements	6,196	25,000	(18,804)
Miscellaneous	1,650	-	1,650
Total Receipts	174,496	$ 179,394	$ (4,898)
EXPENDITURES			
General Government			
Personal Services	32,786	42,000	(9,214)
Maintenance	12,606	1,500	11,106
Supplies	2,894	5,000	(2,106)
Office Expense	3,633	5,000	(1,367)
Utilities	20,970	21,000	(30)
Health Insurance	15,994	20,000	(4,006)
Professional Fees	19,170	10,000	9,170
Attorney	-	1,000	(1,000)
Mileage	179	1,000	(821)
Training & Education	242	-	242
Contractual	360	-	360
Insurance	27,803	27,000	803
Grants & Donations	150	500	(350)
Property Taxes	4,945	8,000	(3,055)
Miscellaneous	1,049	1,500	(451)
Alcoholic Beverage Control	50	500	(450)
Remittances	1,347	1,500	(153)
Reimbursement	630	1,000	(370)
Delivery & Freight	-	500	(500)
Total General Government	144,808	147,000	(2,192)

CITY OF KENSINGTON
Kensington, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2023

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Police			
Contractual Services	$ 2,400	$ 4,000	$ (1,600)
Streets			
Street Material	7,029	10,000	(2,971)
Parks & Recreation			
Ground Maintenance	-	1,000	(1,000)
Debt Service			
Principal - KDHE	13,823	13,823	-
Interest - KDHE	3,797	3,797	-
Debt Service Fees - KDHE	852	852	-
Lease-Purchase Payments	1,164	1,164	-
Total Debt Service	19,636	19,636	-
Swimming Pool			
Personal Services	20,462	18,000	2,462
Printing & Advertising	50	-	50
Total Swimming Pool	20,512	18,000	2,512
Sidewalks	-	3,000	(3,000)
Total Expenditures	194,385	$ 202,636	$ (8,251)
Cash Receipts Over (Under) Expenditures	(19,889)		
UNENCUMBERED CASH, January 1, 2023	27,687		
UNENCUMBERED CASH, December 31, 2023	$ 7,798		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-2

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2023

LIBRARY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 6,323	$ 6,471	$ (148)
Delinquent Tax	236	200	36
Motor Vehicle Tax	1,319	978	341
Recreational Vehicle Tax	50	34	16
16/20M Vehicle Tax	26	26	-
Commercial Vehicle Tax	140	83	57
Watercraft Tax	-	20	(20)
Neighborhood Revitalization Rebate	(161)	(155)	(6)
Total Receipts	7,933	$ 7,657	$ 276
EXPENDITURES			
Appropriation to Library	8,600	$ 8,600	$ -
Receipts Over (Under) Expenditures	(667)		
UNENCUMBERED CASH, January 1, 2023	834		
UNENCUMBERED CASH, December 31, 2023	$ 167		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-3

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2023

PARK & RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Local Alcoholic Liquor Tax	$ 1,189	$ 1,332	$ (143)
Fees	516	600	(84)
Total Receipts	1,705	$ 1,932	$ (227)
EXPENDITURES			
Maintenance	648	$ 500	$ 148
Utilities	809	1,482	(673)
Supplies	43	800	(757)
Total Expenditures	1,500	$ 2,782	$ (1,282)
Receipts Over (Under) Expenditures	205		
UNENCUMBERED CASH, January 1, 2023	1,450		
UNENCUMBERED CASH, December 31, 2023	$ 1,655		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-4

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2023

SPECIAL HIGHWAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Special Gasoline Tax	$ 10,775	$ 12,150	$ (1,375)
EXPENDITURES			
Repairing & Servicing	-	$ 1,000	$ (1,000)
Equipment Maintenance	150	500	(350)
Equipment Rent	4,125	5,000	(875)
Office Supplies	14	1,000	(986)
Equipment Maintenance Supplies	-	1,000	(1,000)
Street Material	10,581	10,000	581
Fuel	848	5,705	(4,857)
Capital Outlay	3,840	-	3,840
Total Expenditures	19,558	$ 24,205	$ (4,647)
Receipts Over (Under) Expenditures	(8,783)		
UNENCUMBERED CASH, January 1, 2023	8,812		
UNENCUMBERED CASH, December 31, 2023	$ 29		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-5

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2023

CAPITAL IMPROVEMENTS FUND

	Sales Tax Water/Street Improvements	Capital Improvement	Total
RECEIPTS			
Local Sales Tax	$ 59,658	$ -	$ 59,658
Incoming Transfers			
Sewer Fund	-	40,000	40,000
Solid Waste Fund	-	20,000	20,000
Total Receipts	59,658	60,000	119,658
EXPENDITURES			
Street Repair	130,000	60,083	190,083
Receipts Over (Under) Expenditures	(70,342)	(83)	(70,425)
UNENCUMBERED CASH, January 1, 2023	120,879	106,137	227,016
UNENCUMBERED CASH, December 31, 2023	$ 50,537	$ 106,054	$ 156,591

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-6

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2023

GIFTS & GRANTS FUND

	Actual
RECEIPTS	
Grants & Donations	$ 67,361
EXPENDITURES	
Swimming Pool Supplies & Maintenance	50,773
Receipts Over (Under) Expenditures	16,588
UNENCUMBERED CASH, January 1, 2023	1,394
UNENCUMBERED CASH, December 31, 2023	$ 17,982

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-7

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2023

ARPA Grant Fund

	Actual
RECEIPTS	$ -
EXPENDITURES	-
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2023	55,890
UNENCUMBERED CASH, December 31, 2023	$ 55,890

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-8

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2023

SWIMMING POOL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Admissions	$ 5,235	$ 5,000	$ 235
Concessions	2,106	1,500	606
Lessons	960	2,000	(1,040)
Total Receipts	8,301	$ 8,500	$ (199)
EXPENDITURES			
Utilities	2,272	$ 5,931	$ (3,659)
Supplies	64	1,500	(1,436)
Training & Education	200	-	200
Concessions	1,905	1,000	905
Miscellaneous	200	-	200
Maintenance	1,146	1,000	146
Total Expenditures	5,787	$ 9,431	$ (3,644)
Receipts Over (Under) Expenditures	2,514		
UNENCUMBERED CASH, January 1, 2023	2,424		
UNENCUMBERED CASH, December 31, 2023	$ 4,938		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-9

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2023

WATER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Fees Collected	$ 122,668	$ 135,000	$ (12,332)
EXPENDITURES			
Personal Services	52,615	$ 58,000	$ (5,385)
Remittances	1,699	1,000	699
Health Insurance	15,994	22,000	(6,006)
Contract Labor	75	2,000	(1,925)
Rental Expense	213	1,000	(787)
Mileage	284	1,000	(716)
Other Contractual Services	250	1,000	(750)
Testing Services	1,453	5,000	(3,547)
Permits & Licenses	20	-	20
Fuel for Vehicles	3,683	6,000	(2,317)
Maintenance	6,775	17,308	(10,533)
Supplies	11,487	15,000	(3,513)
Utilities	14,333	15,000	(667)
Office Expense	2,066	2,500	(434)
Repairing & Servicing	1,865	30,000	(28,135)
Principal - Water Rights	4,053	4,053	-
Interest - Water Rights	3,589	3,589	-
Lease-Purchase Payments	1,164	1,164	-
Total Expenditures	121,618	$ 185,614	$ (63,996)
Receipts Over (Under) Expenditures	1,050		
UNENCUMBERED CASH, January 1, 2023	46,675		
UNENCUMBERED CASH, December 31, 2023	$ 47,725		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-10

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2023

SEWER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Fees Collected	$ 49,053	$ 50,000	$ (947)
EXPENDITURES			
Personal Services	26,550	$ 27,000	$ (450)
Postage	-	50	(50)
Utilities	1,411	5,000	(3,589)
Mileage	-	500	(500)
Training & Education	-	1,000	(1,000)
Testing Services	-	5,000	(5,000)
Permits & Licenses	185	1,000	(815)
Miscellaneous	345	1,107	(762)
Maintenance	436	21,998	(21,562)
Supplies	-	15,000	(15,000)
Lease-Purchase Payments	1,164	1,164	-
Outgoing Transfer			
Capital Improvements Fund	40,000	20,000	20,000
Total Expenditures	70,091	$ 98,819	$ (28,728)
Receipts Over (Under) Expenditures	(21,038)		
UNENCUMBERED CASH, January 1, 2023	66,190		
UNENCUMBERED CASH, December 31, 2023	$ 45,152		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-11

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2023

SOLID WASTE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Fees Collected	$ 36,316	$ 36,000	$ 316
EXPENDITURES			
Removal of Waste	29,560	$ 40,717	$ (11,157)
Outgoing Transfer			
Capital Improvements Fund	20,000	10,000	10,000
Total Expenditures	49,560	$ 50,717	$ (1,157)
Receipts Over (Under) Expenditures	(13,244)		
UNENCUMBERED CASH, January 1, 2023	23,465		
UNENCUMBERED CASH, December 31, 2023	$ 10,221		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 3

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For the Year Ended December 31, 2023

AGENCY FUNDS

FUNDS	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Hospital Sales Tax	$ 3,564	$ 41,038	$ 41,247	$ 3,355
Payroll Clearing	-	129,245	129,245	-
Deposit Clearing	3,052	23,048	20,727	5,373
Sales Tax Clearing	103	1,614	1,380	337
Utility Meter Deposit	5,950	900	1,600	5,250
Total Agency Funds	$ 12,669	$ 195,845	$ 194,199	$ 14,315