CITY OF EUDORA, KANSAS

Financial Statements

Year ended December 31, 2023

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CITY OF EUDORA, KANSAS
Financial Statements
Year ended December 31, 2023

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Commission
City of Eudora, Kansas

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Eudora, Kansas, (the City), 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 of 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, 2023, or the 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, 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 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 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 and individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and the schedule of receipts and disbursements-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for 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 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.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

June 21, 2024

CITY OF EUDORA, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2023

Funds	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Fund:							
General	$ 2,330,499	$ -	$ 6,017,071	$ 5,718,120	$ 2,629,450	$ 36,447	$ 2,665,897
Special Purpose Funds:							
Special Street Maintenance	174,421	-	770,320	837,245	107,496	-	107,496
Capital Improvement	643,923	-	712,595	580,946	775,572	-	775,572
Special Park Fees	98,868	-	20,177	-	119,045	-	119,045
Public Assistance	-	-	242	231	11	-	11
Equipment Reserve	125,922	-	46,234	67,753	104,403	-	104,403
Energy Management Grant	207	-	-	-	207	-	207
Efficiency Kansas Loan Program	579	-	48	-	627	-	627
ARPA	293,257	-	-	23,250	270,007	-	270,007
STAR Bond Project	366,195	-	-	270,296	95,899	2,645	98,544
TIF	73,988	-	159,691	-	233,679	-	233,679
Fight Opioid Addiction	71	-	17,844	249	17,666	-	17,666
MIH Grant	40,000	-	-	40,000	-	-	-
Bond and Interest Fund:							
Bond and Interest	307,214	-	3,168,454	3,175,418	300,250	-	300,250
Capital Project Fund:							
Nottingham & Church Street Project	1,797,627	-	1,244,358	602,417	2,439,568	22,819	2,462,387
KDOT 10th Street Sidewalk Grant	[61,032]	-	62,157	1,125	-	-	-
KDOT Shared Use Path	-	-	89,140	89,140	-	-	-
Business Funds:							
Water Utility	777,737	-	1,546,294	1,369,695	954,336	10,368	964,704
Sewer Utility	1,361,483	-	3,084,616	3,084,268	1,361,831	15,754	1,377,585
Electric Utility	3,110,730	-	6,012,045	5,738,194	3,384,581	275,970	3,660,551
Refuse Utility	177,663	-	595,154	578,635	194,182	43,549	237,731
Storm Drainage Utility	186,615	-	136,270	121,075	201,810	-	201,810
Total Reporting Entity (Excluding Agency Funds)	$ 11,805,967	$ -	$ 23,682,710	$ 22,298,057	$ 13,190,620	$ 407,552	$ 13,598,172

Composition of Cash:

Kaw Valley Bank	Demand Account	$ 12,014,345
	Time Deposit	1,319,725
	Municipal Court	18,495
	Total Kaw Valley Bank	13,352,565
Mutual Savings Association	Time Deposit	188,009
	Total Mutual Savings Association	188,009
Central Bank of the Midwest	Time Deposit	110,000
	Total Central Bank of the Midwest	110,000
	Total Cash	13,650,574
	Less: Agency Funds (Schedule 3)	[52,402]
	Total Reporting Entity (Excluding Agency Funds)	$ 13,598,172

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

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Eudora, Kansas (the City) is a municipal corporation governed by a five-member commission. These financial statements present the City and any related municipal entities for which the government is considered to be financially accountable. The City has no related municipal entities.

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.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of 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 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.)

Agency Fund - used to report assets held by the City in a purely custodial capacity (i.e. payroll clearing fund, county treasure tax collection accounts, etc.)

NOTE 1 - Summary of Significant Accounting Policies (Continued)

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 of the proposed budget and notice of public hearing on the budget on or before August 5th.
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 City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The City did hold a revenue neutral rate hearing 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. The budget for the year ended December 31, 2023 was not amended.

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 the prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, and the following special purpose funds: Capital Improvement, Special Park Fees, Public Assistance, Equipment Reserve, Energy Management Grant, Efficiency Kansas Loan Program, ARPA, STAR Bond Project, TIF, Fight Opioid Addiction, and MIH Grant.

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

NOTE 2 - Deposits and Investments

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

Investments. 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. As of December 31, 2023, the City held no such investments.

NOTE 2 - Deposits and Investments (Continued)

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 designated "peak periods" when required coverage is 50%. The City has no designated "peak periods."

At December 31, 2023, the City's carrying amount of deposits was $13,650,574 and the bank balance was $13,781,376. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, $548,009 was covered by federal depository insurance and $13,233,367 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments as of December 31, 2023.

NOTE 3 - Retirement 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 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 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, 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 8.43% for KPERS and 22.86% for KP&F the fiscal year ended December 31, 2023. Contributions to the pension plan from the City were $217,226 for KPERS and $257,778 for KP&F 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 $2,212,409 and $2,619,531 for KP&F. 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 of KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

NOTE 3 - Retirement Plan (Continued)

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 KPERS website at www.kpers.org or can be obtained as described above.

NOTE 4 - Long-Term Debt

Changes in Long-term Debt. During the year ended December 31, 2023, the following changes occurred in long-term liabilities:

Issue	Balance January 1, 2023	Additions	Retirements	Balance December 31, 2023	Interest Paid
General Obligation Bonds	$ 5,330,000	$4,750,000	$ 625,000	$ 9,455,000	$152,895
Temporary Notes	8,300,000	-	2,485,000	5,815,000	103,625
State Agency Loans	1,849,131	-	217,518	1,631,612	44,185
Finance Leases	1,308,784	-	236,746	1,072,038	34,502
Totals	$16,787,915	$4,750,000	$3,564,264	$ 17,973,650	$335,207

General Obligation Bonds. The City issues General Obligation Bonds to provide funds for the acquisition and construction of major capital facilities. General Obligation Bonds have been issues for both general government and business activities. These bonds are reported in the business funds if they are expected to be repaid from business fund receipts. In addition, general obligation bonds have not been issued to refund both general obligation and revenue bonds.

General obligation bonds currently outstanding are as follows:

Issue	Issuance Date	Maturity Date	Interest Rate	Original Amount	Balance December 31, 2023
Paid for by taxes:					
Improvement Bonds, Series 2012-A	9/1/2012	9/1/2032	2.00-3.00%	$2,840,000	$ 1,430,000
Refunding Bonds, Series 2013-A	2/14/2013	9/1/2026	2.00-2.125%	3,180,000	715,000
Series 2019-A	9/1/2019	9/1/2039	4.75%	995,000	995,000
Series 2023-A	8/29/2023	9/1/2038	4.00-5.00%	4,750,000	4,750,000
Total paid for by taxes					7,890,000
Paid for by revenues:					
Series 2013-B	6/26/2013	9/1/2028	2.00-3.125%	2,290,000	875,000
Series 2016-A	9/15/2016	9/1/2031	2.50-2.00%	1,410,000	690,000
Total paid for by revenues					1,565,000
Total General Obligation Bonds					$ 9,455,000

NOTE 4 - Long-Term Debt (Continued)

The annual debt service requirements to maturity for general obligation bonds are as follows:

Paid for by taxes: Year Ending December 31,	Principal	Interest	Total
2024	$ 440,000	$ 320,561	$ 760,561
2025	460,000	308,439	768,439
2026	470,000	296,459	766,459
2027	290,000	284,203	574,203
2028	315,000	273,870	588,870
2029 - 2033	3,230,000	1,019,763	4,249,763
2034 - 2038	2,585,000	356,150	2,941,150
2039	100,000	4,750	104,750
	$7,890,000	$2,864,195	$10,754,195

Paid for by utility revenues: Year Ending December 31,	Principal	Interest	Total
2024	$ 280,000	$ 39,931	$ 319,931
2025	285,000	33,256	318,256
2026	290,000	25,856	315,856
2027	245,000	18,306	263,306
2028	465,000	19,781	484,781
2029 - 2033	-	-	-
2034 - 2038	-	-	-
2039	-	-	-
	$1,565,000	$137,130	$1,702,130

On August 29, 2023, the City issued General Obligation Bonds, Series 2023-A, in the amount of $4,750,000. Proceeds will be used to provide financing for certain public improvements, providing financing to pay the City's General Obligation Temporary Notes, Series 2021-A and paying the costs of issuance of the Bonds. The bonds carry an interest rate ranging from 4.00% to 5.00% and are scheduled to mature on September 1, 2038.

Temporary Notes. The following table details the City's temporary notes debt at December 31, 2023.

Temporary notes currently outstanding are as follows:

Issue	Issuance Date	Maturity Date	Interest Rate	Original Amount	Balance December 31, 2023
Paid for by taxes:					
G.O. Temporary Note Series 2020-A	10/15/2020	9/1/2024	0.50%	$5,815,000	$ 5,815,000

The annual debt service requirement to maturity for the temporary notes are as follows:

Paid for by taxes: Year Ending December 31,	Principal	Interest	Total
2024	$ 5,815,000	$ 29,075	$5,844,075
	$ 5,815,000	$ 29,075	$5,844,075

State Agency Loans. The City has also obtained two loans from the State of Kansas (KDHE) to finance costs of water and sewer improvements.

State agency loans currently outstanding are as follows:

Issue	Issuance Date	Maturity Date	Interest Rate	Original Amount	Balance December 31, 2023
Wastewater Improvements	8/2/2005	3/1/2028	2.57%	$2,767,450	$ 850,639
Water Improvements	5/10/2017	2/1/2038	2.33%	1,050,000	780,973
					$ 1,631,612

NOTE 4 - Long-Term Debt (Continued)

The annual debt service requirements to maturity for the state agency loans are as follows:

Paid for by taxes: Year Ending December 31,	Principal	Interest	Total
2024	$ 223,061	$ 38,642	$ 261,703
2025	228,728	32,975	261,703
2026	234,538	27,165	261,703
2027	240,497	21,206	261,703
2028	145,807	15,221	161,028
2029 - 2033	249,271	52,329	301,600
2034 - 2038	279,882	21,718	301,600
2039	29,828	347	30,175
	$1,631,612	$209,603	$1,841,215

Finance Leases. The City has entered into lease agreements as lessee for financing the acquisition of equipment.

Finance leases currently outstanding are as follows:

Issue	Issuance Date	Maturity Date	Interest Rate	Original Amount	Balance December 31, 2023
Paid for by utility revenues:					
Water Meters	11/20/2015	11/1/2030	2.54%	$1,584,198	$ 813,814
Digger	4/1/2020	4/1/2025	3.13%	332,374	139,202
Bucket Truck	3/4/2022	3/4/2026	2.74%	156,602	119,022
					$ 1,072,038

The annual debt service requirements to maturity for the finance leases are as follows:

Paid for by taxes: Year Ending December 31,	Principal	Interest	Total
2024	$ 214,651	$ 27,794	$ 242,445
2025	220,661	21,785	242,446
2026	153,890	15,618	169,508
2027	116,048	11,591	127,639
2028	119,033	8,607	127,640
2029 - 2030	247,755	7,522	255,277
	$ 1,072,038	$ 92,917	$1,164,955

NOTE 5 - Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation pay benefits. Accumulated vacation carries over to the following year and will be paid upon termination or retirement. This liability for the year ending December 31, 2023 totaled $157,007.

NOTE 6 - Risk Management

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, for which the City has carried commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance in any of the past three fiscal years.

NOTE 7 - Interfund Transfers

A reconciliation of transfers for 2023 follows:

From	To	Amount	Regulatory Authority
General	Capital Improvement	$ 249,344	K.S.A. 12-1,118
Refuse Utility	General	50,000	K.S.A. 12-825d
Electric Utility	General	803,880	K.S.A. 12-825d
Water Utility	General	169,505	K.S.A. 12-825d
Sewer Utility	General	169,505	K.S.A. 12-825d
Electric Utility	Equipment Reserve	45,000	K.S.A. 12-1,117
Storm Drainage Utility	Special Street Maintenance	100,000	K.S.A. 12-1,119
Capital Improvement	Special Street Maintenance	400,000	K.S.A. 12-1,118
Capital Improvement	KDOT 10th Street Sidewalk Grant	31,907	K.S.A. 12-1,118
Capital Improvement	KDOT Shared Use Path	89,140	K.S.A. 12-1,118
		$2,108,281	

NOTE 8 - Promissory Note

On September 28, 2020, the City entered into an agreement with Legacy Restaurant Group, LLC to sell certain real estate located within City limits, the location of which is a portion of the Southwest corner of Church Street and East 15th Street, known as the Nottingham Development for $520,000. The Promissory Note obtained by Legacy Restaurant Group, LLC carries an interest rate of 4.50% and the balance remaining as of December 31, 2023 is $286,629.

NOTE 9 - Other Long-Term Obligations from Operations

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.

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.

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CITY OF EUDORA, KANSAS
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 Positive [Negative]
General Fund	$ 6,953,635	$ -	$ 6,953,635	$ 5,718,120	$ [1,235,515]
Special Purpose Funds:					
Special Street Maintenance	888,681	-	888,681	837,245	[51,436]
Bond and Interest Fund:					
Bond and Interest	713,963	2,643,219	3,357,182	3,175,418	[181,764]
Business Funds:					
Water Utility	1,913,243	-	1,913,243	1,369,695	[543,548]
Sewer Utility	2,109,578	1,648,992	3,758,570	3,084,268	[674,302]
Electric Utility	7,579,161	-	7,579,161	5,738,194	[1,840,967]
Refuse Utility	718,147	-	718,147	578,635	[139,512]
Storm Drainage Utility	294,089	-	294,089	121,075	[173,014]

SCHEDULE 2-1

CITY OF EUDORA, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Positive [Negative]
Receipts			
Taxes	$ 3,789,600	$ 3,545,649	$ 243,951
Franchise tax	151,070	131,000	20,070
Licenses	66,975	61,000	5,975
Recreation and aquatic center fees	174,259	133,800	40,459
Fines and fees	159,897	188,788	[28,891]
Interest	33,964	17,800	16,164
Use of property	62,138	-	62,138
Transfers in	1,192,890	1,192,890	-
Grants	18,500	-	18,500
Miscellaneous	367,778	15,905	351,873
Total Receipts	6,017,071	$ 5,286,832	$ 730,239
Expenditures			
General government	1,239,071	$ 1,985,815	$ [746,744]
Planning and zoning	314,960	367,830	[52,870]
Streets and cemetery	494,246	606,077	[111,831]
Fire/EMS department	626,576	657,302	[30,726]
Police department/municipal court	1,940,002	1,935,516	4,486
Recreation	853,921	791,190	62,731
Transfer out	249,344	259,344	[10,000]
Miscellaneous	-	350,561	[350,561]
Total Expenditures	5,718,120	$ 6,953,635	$ [1,235,515]
Receipts Over [Under] Expenditures	298,951		
Unencumbered Cash, Beginning	2,330,499		
Unencumbered Cash, Ending	$ 2,629,450		

See independent auditor's report on the financial statements.

CITY OF EUDORA, KANSAS
Special Street Maintenance Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Positive [Negative]
Receipts			
Taxes	$ 174,088	$ 173,000	$ 1,088
Intergovernmental	92,732	89,500	3,232
Miscellaneous	3,500	-	3,500
Transfers in	500,000	500,000	-
Total Receipts	770,320	$ 762,500	$ 7,820
Expenditures			
Capital outlay	837,245	$ 888,681	$ [51,436]
Total Expenditures	837,245	$ 888,681	$ [51,436]
Receipts Over [Under] Expenditures	[66,925]		
Unencumbered Cash, Beginning	174,421		
Unencumbered Cash, Ending	$ 107,496		

SCHEDULE 2-3

CITY OF EUDORA, KANSAS
Capital Improvement Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Taxes	$ 462,673
Interest	578
Transfers in	249,344
Total Receipts	712,595
Expenditures	
Capital outlay	59,899
Transfers out	521,047
Total Expenditures	580,946
Receipts Over [Under] Expenditures	131,649
Unencumbered Cash, Beginning	643,923
Unencumbered Cash, Ending	$ 775,572

* This fund is not required to be budgeted.

CITY OF EUDORA, KANSAS
Special Park Fees Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Impact fees	$ 3,733
Taxes	16,444
Total Receipts	20,177
Expenditures	
Capital outlay	-
Total Expenditures	-
Receipts Over [Under] Expenditures	20,177
Unencumbered Cash, Beginning	98,868
Unencumbered Cash, Ending	$ 119,045

* This fund is not required to be budgeted.

SCHEDULE 2-5

CITY OF EUDORA, KANSAS
Public Assistance Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Miscellaneous	$ 242
Total Receipts	242
Expenditures	
Miscellaneous	231
Total Expenditures	231
Receipts Over [Under] Expenditures	11
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	$ 11

* This fund is not required to be budgeted.

CITY OF EUDORA, KANSAS
Equipment Reserve Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Miscellaneous	$ 1,234
Transfers in	45,000
Total Receipts	46,234
Expenditures	
Capital outlay	67,753
Total Expenditures	67,753
Receipts Over [Under] Expenditures	[21,519]
Unencumbered Cash, Beginning	125,922
Unencumbered Cash, Ending	$ 104,403

* This fund is not required to be budgeted.

SCHEDULE 2-7

CITY OF EUDORA, KANSAS
Energy Management Grant Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Intergovernmental	$ -
Total Receipts	-
Expenditures	
Personnel	-
Total Expenditures	-
Receipts Over [Under] Expenditures	-
Unencumbered Cash, Beginning	207
Unencumbered Cash, Ending	$ 207

* This fund is not required to be budgeted.

CITY OF EUDORA, KANSAS
Efficiency Kansas Loan Program Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Intergovernmental	$ 48
Total Receipts	48
Expenditures	
Loan payments	-
Total Expenditures	-
Receipts Over [Under] Expenditures	48
Unencumbered Cash, Beginning	579
Unencumbered Cash, Ending	$ 627

* This fund is not required to be budgeted.

SCHEDULE 2-9

CITY OF EUDORA, KANSAS
ARPA Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Grants	$ -
Total Receipts	-
Expenditures	
Capital outlay	23,250
Total Expenditures	23,250
Receipts Over [Under] Expenditures	[23,250]
Unencumbered Cash, Beginning	293,257
Unencumbered Cash, Ending	$ 270,007

* This fund is not required to be budgeted.

CITY OF EUDORA, KANSAS
STAR Bond Project Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Transfers in	$ -
Total Receipts	-
Expenditures	
Contractual	270,296
Total Expenditures	270,296
Receipts Over [Under] Expenditures	[270,296]
Unencumbered Cash, Beginning	366,195
Unencumbered Cash, Ending	$ 95,899

* This fund is not required to be budgeted.

SCHEDULE 2-11

CITY OF EUDORA, KANSAS
TIF Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Taxes	$ 159,691
Total Receipts	159,691
Expenditures	
Contractual	-
Total Expenditures	-
Receipts Over [Under] Expenditures	159,691
Unencumbered Cash, Beginning	73,988
Unencumbered Cash, Ending	$ 233,679

* This fund is not required to be budgeted.

CITY OF EUDORA, KANSAS
Fight Opioid Addiction Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Intergovernmental	$ 17,844
Total Receipts	17,844
Expenditures	
Commodities	249
Total Expenditures	249
Receipts Over [Under] Expenditures	17,595
Unencumbered Cash, Beginning	71
Unencumbered Cash, Ending	$ 17,666

* This fund is not required to be budgeted.

SCHEDULE 2-13

CITY OF EUDORA, KANSAS
MIH Grant Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Transfers in	$ -
Total Receipts	-
Expenditures	
Contractual	40,000
Total Expenditures	40,000
Receipts Over [Under] Expenditures	[40,000]
Unencumbered Cash, Beginning	40,000
Unencumbered Cash, Ending	$ -

* This fund is not required to be budgeted.

CITY OF EUDORA, KANSAS
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Positive [Negative]
Receipts			
Taxes	$ 525,235	$ 465,274	$ 59,961
Bond proceeds	2,643,219	-	2,643,219
Total Receipts	3,168,454	$ 465,274	$ 2,703,180
Expenditures			
Debt service	3,175,418	$ 532,938	$ 2,642,480
Reserves	-	181,025	[181,025]
Adjustment for qualifying budget credit	-	2,643,219	[2,643,219]
Total Expenditures	3,175,418	$ 3,357,182	$ [181,764]
Receipts Over [Under] Expenditures	[6,964]		
Unencumbered Cash, Beginning	307,214		
Unencumbered Cash, Ending	$ 300,250		

See independent auditor's report on the financial statements.

SCHEDULE 2-15

CITY OF EUDORA, KANSAS
Nottingham & Church Street Project Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Sale of properties	$ 1,217,500
Refunds	26,858
Total Receipts	1,244,358
Expenditures	
Contractual	273,347
Capital outlay	329,070
Total Expenditures	602,417
Receipts Over [Under] Expenditures	641,941
Unencumbered Cash, Beginning	1,797,627
Unencumbered Cash, Ending	$ 2,439,568

* This fund is not required to be budgeted.

CITY OF EUDORA, KANSAS
KDOT 10th Street Sidewalk Grant Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Intergovernmental	$ 30,250
Transfers in	31,907
Total Receipts	62,157
Expenditures	
Contractual	1,125
Total Expenditures	1,125
Receipts Over [Under] Expenditures	61,032
Unencumbered Cash, Beginning	[61,032]
Unencumbered Cash, Ending	$ -

* This fund is not required to be budgeted.

SCHEDULE 2-17

CITY OF EUDORA, KANSAS
KDOT Shared Use Path Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023

Receipts	
Transfers in	$ 89,140
Total Receipts	89,140
Expenditures	
Contractual	89,140
Total Expenditures	89,140
Receipts Over [Under] Expenditures	-
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	$ -

* This fund is not required to be budgeted.

CITY OF EUDORA, KANSAS
Water Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Positive [Negative]
Receipts			
Charges to customers	$ 1,536,458	$ 10,800	$ 1,525,658
Licenses and permits	3,038	27,300	[24,262]
Impact fees	6,660	1,351,000	[1,344,340]
Use of money and property	138	7,100	[6,962]
Total Receipts	1,546,294	$ 1,396,200	$ 150,094
Expenditures			
Personnel	380,141	$ 458,895	$ [78,754]
Contractual	260,717	250,296	10,421
Commodities	236,105	165,135	70,970
Capital outlay	146,219	694,434	[548,215]
Sales tax	12,622	10,605	2,017
Debt service	164,386	164,373	13
Transfers out	169,505	169,505	-
Total Expenditures	1,369,695	$ 1,913,243	$ [543,548]
Receipts Over [Under] Expenditures	176,599		
Unencumbered Cash, Beginning	777,737		
Unencumbered Cash, Ending	$ 954,336		

SCHEDULE 2-19

CITY OF EUDORA, KANSAS
Sewer Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Positive [Negative]
Receipts			
Charges to customers	$ 1,388,495	$ 1,396,968	$ [8,473]
Use of money and property	848	675	173
Impact fees	43,750	-	43,750
Licenses and permits	2,400	-	2,400
Bond proceeds	1,600,000	-	1,600,000
Lease proceeds	48,992	-	48,992
Miscellaneous	131	-	131
Total Receipts	3,084,616	$ 1,397,643	$ 1,686,973
Expenditures			
Personnel	201,361	$ 213,991	$ [12,630]
Contractual	698,888	429,606	269,282
Commodities	87,011	95,113	[8,102]
Capital outlay	1,735,997	798,874	937,123
Debt service	191,506	402,489	[210,983]
Transfers out	169,505	169,505	-
Adjustment for qualifying budget credit	-	1,648,992	[1,648,992]
Total Expenditures	3,084,268	$ 3,758,570	$ [674,302]
Receipts Over [Under] Expenditures	348		
Unencumbered Cash, Beginning	1,361,483		
Unencumbered Cash, Ending	$ 1,361,831		

See independent auditor's report on the financial statements.

CITY OF EUDORA, KANSAS
Electric Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Positive [Negative]
Receipts			
Charges to customers	$ 5,004,551	$ 158,573	$ 4,845,978
Licenses and permits	32,221	23,000	9,221
Use of money and property	14,602	4,970,601	[4,955,999]
Bond proceeds	945,000	-	945,000
Miscellaneous	10,710	-	10,710
Reimbursements	4,961	-	4,961
Total Receipts	6,012,045	$ 5,152,174	$ 859,871
Expenditures			
Personnel	557,738	$ 693,843	$ [136,105]
Contractual	3,451,379	3,330,597	120,782
Commodities	132,478	146,450	[13,972]
Capital outlay	353,470	2,187,022	[1,833,552]
Sales tax	174,854	153,000	21,854
Debt service	219,395	219,369	26
Transfers out	848,880	848,880	-
Total Expenditures	5,738,194	$ 7,579,161	$ [1,840,967]
Receipts Over [Under] Expenditures	273,851		
Unencumbered Cash, Beginning	3,110,730		
Unencumbered Cash, Ending	$ 3,384,581		

See independent auditor's report on the financial statements.

SCHEDULE 2-21

CITY OF EUDORA, KANSAS
Refuse Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Positive [Negative]
Receipts			
Charges to customers	$ 593,366	$ 541,850	$ 51,516
Miscellaneous	1,788	-	1,788
Total Receipts	595,154	$ 541,850	$ 53,304
Expenditures			
Contractual	$ 526,081	$ 497,650	$ 28,431
Commodities	-	1,000	[1,000]
Capital outlay	-	169,497	[169,497]
Reimbursements	2,554	-	2,554
Transfers out	50,000	50,000	-
Total Expenditures	578,635	$ 718,147	$ [139,512]
Receipts Over [Under] Expenditures	16,519		
Unencumbered Cash, Beginning	177,663		
Unencumbered Cash, Ending	$ 194,182		

See independent auditor's report on the financial statements.

CITY OF EUDORA, KANSAS
Storm Drainage Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Positive [Negative]
Receipts			
Charges to customers	$ 136,270	$ 133,000	$ 3,270
Total Receipts	136,270	$ 133,000	$ 3,270
Expenditures			
Capital outlay	$ 2,028	$ 151,589	$ [149,561]
Contractual	-	40,000	[40,000]
Commodities	19,047	2,500	16,547
Transfers out	100,000	100,000	-
Total Expenditures	121,075	$ 294,089	$ [173,014]
Receipts Over [Under] Expenditures	15,195		
Unencumbered Cash, Beginning	186,615		
Unencumbered Cash, Ending	$ 201,810		

SCHEDULE 3

CITY OF EUDORA, KANSAS
Summary of Receipts and Disbursements
Agency Funds
Regulatory Basis
For the Year Ended December 31, 2023

FUNDS	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Payroll clearing	$ 13,155	$ 2,660	$ -	$ 15,815
FSA fund	13,913	3,201	-	17,114
Municipal court bonds fund	18,495	-	-	18,495
CDBG	978	8,503	8,503	978
Total Agency Funds	$ 46,541	$ 14,364	$ 8,503	$ 52,402