CITY OF WILSON, KANSAS

FINANCIAL STATEMENT AND INDEPENDENT AUDITORS' REPORT
For the Year Ended December 31, 2024

CITY OF WILSON
Wilson, Kansas

For the Year Ended December 31, 2024

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Gudenkauf & Malone, Inc.

Certified Public Accountants

639 Main Street, P.O. Box 631
Russell, KS 67665
(785) 483-6220
(785) 483-6221 Fax
accountants@gmbinc.net

Pamela Gudenkauf, CPA
James Malone, CPA
Kelli Johnson, CPA

Independent Auditors' Report

To the Honorable Mayor and City Council
City of Wilson, 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 Wilson, Kansas, as of and for the year ended December 31, 2024, 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 Wilson as of December 31, 2024, 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 Wilson as of December 31, 2024, 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 A.

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 requirement 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 A 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 A and accounting principles generally accepted in the United States of American, 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 A; 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, included any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibility 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 auditors' 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 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 judgement 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, schedule of regulatory basis receipts and expenditures-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 A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of Wilson, Kansas, as of and for the year ended December 31, 2023 (not presented herein), and have issued our report thereon dated June 13, 2024, which contained an unmodified opinion on the basis financial statement. The 2023 basic financial statement and our 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/accounts-reports/local-government/municipal-services. The 2023 actual column (2023 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended December 31, 2024 (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 2023 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 2023 basic financial statement. The 2023 comparative information was subjected to the auditing procedures applied in the audit of the 2023 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 2023 basic financial statement or to the 2023 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 2023 comparative information is fairly stated in all material respects in relation to the 2023 basic financial statement as a whole for the year ended December 31, 2023, on the basis of accounting described in Note A.

Gudenkauf + Malone, Inc.

Gudenkauf & Malone, Inc.
June 30, 2025

CITY OF WILSON, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended December 31, 2024

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payables	Ending Cash Balance
Governmental Type Funds:						
General Fund	$ 393,572	$ 1,022,715	$ 1,024,296	$ 391,991	$ 98,198	$ 490,189
Special Purpose Funds:						
Library	4,344	23,587	23,732	4,199	302	4,501
Special Street	78,471	122,726	95,000	106,197	-	106,197
Special Rural Fire	30,474	23,399	19,963	33,910	2,522	36,432
Special Parks and Recreation	15,101	9,758	490	24,369	-	24,369
Capital Improvement	154,516	169,047	29,148	294,415	-	294,415
Fire Equipment Replacement	115,989	55,412	31,725	139,676	1,506	141,182
Water Repair	115,152	76,648	48,198	143,602	14,642	158,244
Municipal Equipment Reserve	149,715	73,519	92,744	130,490	-	130,490
Sewer Reserve	96,212	45,735	1,709	140,238	-	140,238
Diversion Fund	652	-	-	652	-	652
Travel & Tourism	34,882	11,988	2,413	44,457	-	44,457
Emergency Preparedness	606	-	-	606	-	606
Special Recreation Projects	848	-	-	848	-	848
	796,962	611,819	345,122	1,063,659	18,972	1,082,631
Business Funds:						
Sewer Utility	11,624	132,128	131,971	11,781	951	12,732
Water Utility	4,748	222,062	206,694	20,116	4,592	24,708
	16,372	354,190	338,665	31,897	5,543	37,440
Trust Funds:						
Cemetery	31,398	47	-	31,445	-	31,445
Cemetery Endowment	10,720	1,200	-	11,920	-	11,920
	42,118	1,247	-	43,365	-	43,365
Total Reporting Entity (Excluding Agency Funds)	$ 1,249,024	$ 1,989,971	$ 1,708,083	$ 1,530,912	$ 122,713	$ 1,653,625

Composition of Cash:

Checking Account	$ 92,180
Savings Account	1,390,480
Petty Cash	491
Certificates of Deposit	229,261
Total Cash	1,712,412
Agency Funds Per Schedule 3	(58,787)
Total Reporting Entity (Excluding Agency Funds)	$ 1,653,625

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

CITY OF WILSON
Wilson, Kansas

Notes to Financial Statement

Year Ended December 31, 2024

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

The City of Wilson, located in north central Kansas, in Ellsworth County, was incorporated in 1883. The City has a population of over 800 with roots in Czech heritage.

The City of Wilson is a municipal corporation governed under the Mayor-Council form of government. Wilson engages in a range of municipal services including general government administration, public safety and administration of justice, transportation and environmental services, community development and recreation activities.

The regulatory financial statement presents the City of Wilson, Kansas (the Municipality) and does not include any Related Municipal Entities.

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 (payroll clearing fund, county treasurer tax collection accounts, etc.).

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis 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

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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.

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 the public hearing is adjusted to no sooner than August 20th and no later than September 20th, but at least ten days after all statutory notification and publication requirements have been met. Municipal budgets requiring a hearing to exceed the revenue neutral rate should be adopted on or before October 1st but may not be adopted prior to the revenue neutral rate hearing. The municipality 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. There was no such budget amendment for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which 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, trust funds, and the following special purpose funds:

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Municipal Equipment Reserve Fund
Fire Equipment Replacement Fund
Water Repair Fund
Emergency Preparedness Fund
Capital Improvement Fund
Diversion Fund
Sewer Reserve Fund
Special Recreation Projects Fund
Travel & Tourism Fund

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

Reimbursements

The City of Wilson records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting.

Property Tax

The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County appraiser annually determines assessed valuations based on real estate transactions recorded by the Register of Deeds and personal property transactions reported by taxpayers. The County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county.

In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Property taxes are assessed on a calendar year basis and become a lien on property on November 1 of each year. The taxes are due one-half on December 20th and one-half the following May 10th. Any taxes unpaid at the due dates are considered delinquent.

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Consequently, current year property tax receivables are not available as a resource that can be used to finance the current operation of the City and therefore are not susceptible to accrual.

Undistributed taxes from the prior year levy are recognized as income in the current year. It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and, further, the amounts thereof are not material to the financial statement taken as a whole.

NOTE B – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

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

NOTE C – 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.

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 investments 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 designated "peak periods" when required coverage is 50%. The City had no designated "peak periods." All deposits were legally secured at December 31, 2024.

At December 31, 2024, the City's carrying amount of deposits was $1,712,412 and the bank balance was $1,714,516. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $500,000 was covered by federal depository insurance, $1,214,516 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 statues require investments to be adequately secured.

NOTE D - INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General	Capital Improvement	KSA 12-1,118	$18,986
General	Fire Equipment Replacement	KSA 12-1,117	22,000
General	Municipal Equipment Reserve	KSA 12-1,117	24,000
General	Special Street	KSA 12-1,119	100,000
Water Utility	Capital Improvement	KSA 12-1,118	28,373
Water Utility	Water Repair	KSA 12-825d	76,095
Water Utility	General	KSA 12-825d	14,976
Sewer Utility	Sewer Reserve	KSA 12-825d	45,735
Sewer Utility	Capital Improvement	KSA 12-1,118	17,843
Special Rural Fire	Fire Equipment Replacement	KSA 12-1,117	5,000

NOTE E – 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, 2024.

Compensated Absences

The City's vacation policy permits employees to earn from 5 days (40 hours) to 20 days (160 hours) of paid vacation per year, depending on years of employment. No more than 30 days (240 hours) can be carried over to the next year. Upon separation from employment with the City the employee is entitled to all earned vacation, unless exceptions are met.

Sick leave is earned at a rate of one (1) eight-hour work day for each calendar month. For employees hired on or before March 3, 2008, there is no limit to the amount of sick leave that can be carried over to the next year. For employees hired after March 3, 2008, employees can carry over 80 days (640 hours) of sick leave. All sick days in excess of the 80 days are bought back by the City at the end of the year. Upon retirement, death, or honorable termination, the City will pay for all unused sick leave accumulated at a rate of one hour of wages for each unused day of sick leave.

The City's employees have accumulated 162 days of sick leave and 33 days of vacation as of December 31, 2024. Accumulated sick leave benefits are estimated at $4,313 and accumulated vacation benefits are estimated at $7,358 for a total estimated liability for compensated absences of $11,671.

NOTE F – DEFINED BENEFIT PENSION PLAN

Plan Description – The City of Wilson participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, 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

NOTE F – DEFINED BENEFIT PENSION PLAN – CONTINUED

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.26% for the fiscal year ended December 31, 2024. Contributions to the pension plan from the City of Wilson were $13,773 for the year ended December 31, 2024.

Net Pension Liability

At December 31, 2024, the City of Wilson's proportionate share of the collective net pension liability reported by KPERS was $202,779. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. 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.

NOTE G – CLAIMS AND JUDGMENTS

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. The City has purchased commercial insurance for these potential risks. 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.

NOTE H – RELATED PARTY TRANSACTIONS

In a governmental entity, related parties include members of the governing body, board members, administrative officials, and immediate families of administrative officials, board members, and members of the governing body. Required disclosures on related party transactions do not include compensation arrangements, expense allowances and similar items incurred in the ordinary course of operations. The following are not required to be reported, but are presented for information only.

	2024
Ellsworth County Medical Center Ashley Hlad, spouse of a council member Is employed by the company	$408
Wilson Foods Heather Claussen, a council member Is employed by the company	1,584

NOTE I – CAPITAL PROJECT – SEWER LAGOON

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	Project Authorization	Expenditures/Encumbrances As of December 31, 2024
Sewer Lagoon	$465,142	$218,249

The project will be funded with $650,000 from a Kansas Department of Health & Environment (KDHE) Water Pollution Control Revolving Fund loan with a possible forgiveness amount of $195,000.

NOTE J – SUBSEQUENT EVENTS

In January 2025, Council approved a bid from Circle C Paving for $42,000 for crack and seal on the south and northwest part of town.

In March 2025, Council approved loan disbursement from KDHE and payment to Kansas Dirt Inc., for $213,656 for the sewer lagoon project.

In May 2025, Council approved loan disbursement from KDHE and payment to Kansas Dirt Inc., for $74,774 for the sewer lagoon project.

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 WILSON, KANSAS

NOTES TO FINANCIAL STATEMENT
For the Year Ended December 31, 2024

NOTE K - LONG-TERM DEBT

Changes in long-term liabilities for the City of Wilson for the year ended December 31, 2024, 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
KDHE Loans									
Water Supply	3.63%	2009	$351,275	8/1/2029	118,176	-	118,176	-	3,780
Sewer Lagoon	1.33%	2024	$650,000		-	218,249	-	218,249	210
General Obligation Bonds:									
2018-A BI #0247040918342	2.88%	4/2/2018	$125,000	4/9/2033	89,079	-	7,822	81,257	2,561
2018-B BI #0247040918343	3.38%	4/3/2018	$75,000	4/9/2033	54,017	-	4,636	49,381	1,823
Total Contractual Indebtedness					$ 261,272	$ 218,249	$ 130,634	$ 348,887	$ 8,374

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

	2025	2026	2027	2028	2029	2030-2033	Total
Principal:							
General Obligation Bond							
2018-A	8,040	8,271	8,509	8,754	9,005	38,678	81,257
2019-B	4,787	4,949	5,116	5,289	5,467	23,773	49,381
Total Principal	12,827	13,220	13,625	14,043	14,472	62,451	130,638
Interest:							
General Obligation Bond							
2018-A	2,336	2,105	1,867	1,623	1,371	2,820	12,122
2019-B	1,667	1,505	1,338	1,165	987	2,039	8,701
Total Interest	4,003	3,610	3,205	2,788	2,358	4,859	20,823
Total Principal and Interest	$16,830	$16,830	$ 16,830	$16,831	$ 16,830	$ 67,310	$ 151,461

REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION

Schedule 1

CITY OF WILSON, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds:					
General Funds:					
General	$ 765,486	$ 313,468	$ 1,078,954	$ 1,024,296	$ (54,658)
Special Purpose Funds:					
Library	26,800	-	26,800	23,732	(3,068)
Special Street	170,000	-	170,000	95,000	(75,000)
Special Rural Fire	25,000	-	25,000	19,963	(5,037)
Special Parks and Recreation	25,000	-	25,000	490	(24,510)
Business Funds:					
Sewer Utility	132,000	-	132,000	131,971	(29)
Water Utility	208,000	-	208,000	206,694	(1,306)
Total	$ 1,352,286	$ 313,468	$ 1,665,754	$ 1,502,146	$ (163,608)

Schedule 2-1

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

GENERAL

		2024		
	2023 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Ad Valorem Tax	$ 259,063	$ 258,667	$ 265,348	$ (6,681)
Delinquent Tax	9,755	6,092	3,167	2,925
Motor Vehicle Tax	30,663	28,846	31,423	(2,577)
Recreational Vehicle Tax	1,065	840	2,081	(1,241)
Alcoholic Liquor Local	2,370	2,253	2,800	(547)
Compensating Use Tax	40,493	40,118	20,000	20,118
Sales Tax	107,919	103,681	82,000	21,681
Franchise Tax	67,204	60,097	62,000	(1,903)
Fees	2,538	2,874	4,150	(1,276)
Sales and Services	28,754	29,098	20,000	9,098
Refuse Collections	107,502	109,579	93,000	16,579
Public Transportation	5,399	5,303	5,000	303
Interest on Idle Funds	7,261	9,647	-	9,647
Miscellaneous	1,964	1,965	-	1,965
Grants	9,622	26,338	-	26,338
Special Construction Projects	171,013	274,626	-	274,626
Reimbursed Expenses	121,761	47,715	1,000	46,715
Transfer from Water	18,720	14,976	15,000	(24)
Total Receipts	993,066	1,022,715	$ 606,969	$ 415,746
Expenditures				
General	96,495	103,127	150,000	(46,873)
Street and Alley	88,163	99,777	115,000	(15,223)
Fire	17,978	17,718	20,000	(2,282)
Recreation	13,254	9,151	13,000	(3,849)
Police	62,341	73,585	82,000	(8,415)
Parks	22,727	23,001	18,000	5,001
Cemetery	11,328	17,235	14,000	3,235
Employee Benefits	58,651	69,060	63,000	6,060
Refuse				
Contractual Services	108,435	109,155	93,000	16,155

Schedule 2-1

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

GENERAL - Continued

		2024		
	2023 Actual	Actual	Budget	Variance Over (Under)
Expenditures - Continued				
Accounting and Auditing Contractual Services	7,200	7,500	7,000	500
Economic Development Appropriation	11,146	10,896	13,900	(3,004)
Public Transportation	5,266	5,637	6,600	(963)
Transfer to Municipal Equipment Replacement	24,000	24,000	24,000	-
Transfer to Fire Equipment Replacement	22,000	22,000	22,000	-
Transfer to Capital Improvement	18,986	18,986	18,986	-
Transfer to Special Street	25,000	100,000	100,000	-
Grant	71,391	23,298	-	23,298
Special Contruction Projects	178,863	274,626	-	274,626
Reimbursed Expenses	76,721	15,544	5,000	10,544
Total Expenditures	919,945	1,024,296	765,486	258,810
Adjustment for Qualifying Budget Credit	-	-	313,468	(313,468)
Total Expenditures Subject to Budget	919,945	1,024,296	$ 1,078,954	$ (54,658)
Receipts Over (Under) Expenditures	73,121	(1,581)		
Unencumbered Cash, Beginning	320,451	393,572		
Unencumbered Cash, Ending	$ 393,572	$ 391,991		

Schedule 2-2

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

LIBRARY FUND

		2024		
	2023 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Ad Valorem Tax	$ 20,449	$ 20,736	$ 22,916	$ (2,180)
Delinquent Tax	760	497	274	223
Motor Vehicle Tax	2,544	2,288	2,460	(172)
Recreational Vehicle Tax	88	66	191	(125)
				-
Total Receipts	23,841	23,587	$ 25,841	$ (2,254)
Expenditures				
Personal Services	764	253	1,500	(1,247)
Contractual Services	16,800	16,800	16,800	-
Commodities	6,402	6,679	8,500	(1,821)
Total Expenditures	23,966	23,732	$ 26,800	$ (3,068)
Receipts Over (Under) Expenditures	(125)	(145)		
Unencumbered Cash, Beginning	4,469	4,344		
Unencumbered Cash, Ending	$ 4,344	$ 4,199		

Schedule 2-3

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

SPECIAL STREET

		2024		
	2023 Actual	Actual	Budget	Variance Over (Under)
Receipts				
State of Kansas	$ 22,595	$ 22,726	$ 19,590	$ 3,136
Transfer from General	25,000	100,000	100,000	-
Total Receipts	47,595	122,726	$ 119,590	$ 3,136
Expenditures				
Commodities	-	95,000	170,000	(75,000)
Total Expenditures	-	95,000	$ 170,000	$ (75,000)
Receipts Over (Under) Expenditures	47,595	27,726		
Unencumbered Cash, Beginning	30,876	78,471		
Unencumbered Cash, Ending	$ 78,471	$ 106,197		

Schedule 2-4

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

SPECIAL RURAL FIRE

		2024		
	2023 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Township Contracts	$ 22,926	$ 23,399	$ 25,000	$ (1,601)
Total Receipts	22,926	23,399	$ 25,000	$ (1,601)
Expenditures				
Commodities	12,007	12,763	15,000	(2,237)
Contractual Services	2,067	2,200	5,000	(2,800)
Transfer to Fire Equipment Replacement Fund	5,000	5,000	5,000	-
Total Expenditures	19,074	19,963	$ 25,000	$ (5,037)
Receipts Over (Under) Expenditures	3,852	3,436		
Unencumbered Cash, Beginning	26,622	30,474		
Unencumbered Cash, Ending	$ 30,474	$ 33,910		

Schedule 2-5

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

SPECIAL PARKS AND RECREATION

		2024		
	2023 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Donations	$ 1,689	$ 7,505	$ 1,000	$ 6,505
State of Kansas	2,370	2,253	2,800	(547)
Total Receipts	4,059	9,758	$ 3,800	$ 5,958
Expenditures				
Commodities	7,523	490	25,000	(24,510)
Total Expenditures	7,523	490	$ 25,000	$ (24,510)
Receipts Over (Under) Expenditures	(3,464)	9,268		
Unencumbered Cash, Beginning	18,565	15,101		
Unencumbered Cash, Ending	$ 15,101	$ 24,369		

Schedule 2-6

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

CAPITAL IMPROVEMENT

	2023 Actual	2024 Actual
Receipts		
Interest	$ 97	$ 490
Insurance Proceeds	62,210	103,355
Transfer from General	18,986	18,986
Transfer from Water Utility	41,933	28,373
Transfer from Sewer Utility	23,343	17,843
Total Receipts	146,569	169,047
Expenditures		
Capital	93,710	12,306
Principal	12,077	12,446
Interest	4,754	4,396
Total Expenditures	110,541	29,148
Receipts Over (Under) Expenditures	36,028	139,899
Unencumbered Cash, Beginning	118,488	154,516
Unencumbered Cash, Ending	$ 154,516	$ 294,415

Schedule 2-7

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

FIRE EQUIPMENT REPLACEMENT

	2023 Actual	2024 Actual
Receipts		
Interest	$ 111	$ 560
Miscellaneous	4,398	27,852
Transfer from Special Rural Fire	5,000	5,000
Transfer from General	22,000	22,000
Total Receipts	31,509	55,412
Expenditures		
Commodities	30,820	31,725
Total Expenditures	30,820	31,725
Receipts Over (Under) Expenditures	689	23,687
Unencumbered Cash, Beginning	115,300	115,989
Unencumbered Cash, Ending	$ 115,989	$ 139,676

Schedule 2-8

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

WATER REPAIR

	2023 Actual	2024 Actual
Receipts		
Interest	$ 110	$ 553
Transfer from Water Utility	64,565	76,095
Total Receipts	64,675	76,648
Expenditures		
Commodities	5,305	16,733
KDHE Interest and Fees	4,811	3,780
KDHE Principal	19,086	27,685
Total Expenditures	29,202	48,198
Receipts Over (Under) Expenditures	35,473	28,450
Unencumbered Cash, Beginning	79,679	115,152
Unencumbered Cash, Ending	$ 115,152	$ 143,602

Schedule 2-9

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

MUNICIPAL EQUIPMENT RESERVE

	2023 Actual	2024 Actual
Receipts		
Interest	$ 61	$ 269
Sale Proceeds	37,605	49,250
Transfer from General	24,000	24,000
Total Receipts	61,666	73,519
Expenditures		
Capital Outlay	27,350	92,744
Total Expenditures	27,350	92,744
Receipts Over (Under) Expenditures	34,316	(19,225)
Unencumbered Cash, Beginning	115,399	149,715
Unencumbered Cash, Ending	$ 149,715	$ 130,490

Schedule 2-10

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

SEWER RESERVE

	2023 Actual	2024 Actual
Receipts		
Transfer from Sewer	$ 55,946	$ 45,735
Total Receipts	55,946	45,735
Expenditures		
Principal	31,512	39
Commodities	17,009	1,500
Interest & Fees	737	170
Total Expenditures	49,258	1,709
Receipts Over (Under) Expenditures	6,688	44,026
Unencumbered Cash, Beginning	89,524	96,212
Unencumbered Cash, Ending	$ 96,212	$ 140,238

Schedule 2-11

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

DIVERSION FUND

	2023 Actual	2024 Actual
Receipts		
Fees	$ -	$ -
Total Receipts	-	-
Expenditures		
Commodities	750	-
Total Expenditures	750	-
Receipts Over (Under) Expenditures	(750)	-
Unencumbered Cash, Beginning	1,402	652
Unencumbered Cash, Ending	$ 652	$ 652

Schedule 2-12

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

TRAVEL & TOURISM FUND

	2023 Actual	2024 Actual
Receipts		
Transient Guest Tax	$ 10,768	$ 11,988
Total Receipts	10,768	11,988
Expenditures	800	2,413
Total Expenditures	800	2,413
Receipts Over (Under) Expenditures	9,968	9,575
Unencumbered Cash, Beginning	24,914	34,882
Unencumbered Cash, Ending	$ 34,882	$ 44,457

Schedule 2-13

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

EMERGENCY PREPAREDNESS

	2023 Actual	2024 Actual
Receipts	$ -	$ -
Total Receipts	-	-
Expenditures	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	606	606
Unencumbered Cash, Ending	$ 606	$ 606

SPECIAL RECREATION PROJECTS

	2023 Actual	2024 Actual
Receipts		
Income	$ -	$ -
Total Receipts	-	-
Expenditures		
Miscellaneous	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	848	848
Unencumbered Cash, Ending	$ 848	$ 848

Schedule 2-14

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

SEWER UTILITY

		2024		
	2023 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Sales	$ 129,763	$ 132,128	$ 125,000	$ 7,128
Miscellaneous	1,366	-	-	-
Total Receipts	131,129	132,128	$ 125,000	$ 7,128
Expenditures				
Personal Services	43,488	44,409	36,000	8,409
Contractual Services	11,199	11,678	11,000	678
Commodities	12,998	12,306	11,000	1,306
Transfer to Sewer Reserve	55,946	45,735	52,000	(6,265)
Transfer to Capital Improvement	23,343	17,843	22,000	(4,157)
Total Expenditures	146,974	131,971	$ 132,000	$ (29)
Receipts Over (Under) Expenditures	(15,845)	157		
Unencumbered Cash, Beginning	27,469	11,624		
Unencumbered Cash, Ending	$ 11,624	$ 11,781		

Schedule 2-15

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

WATER UTILITY

		2024		
	2023 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Sales	$ 206,341	$ 219,445	$ 210,000	$ 9,445
Meter Fee	1,109	18	-	18
Utility Deposits	840	960	900	60
Miscellaneous	1,631	1,639	-	1,639
Total Receipts	209,921	222,062	$ 210,900	$ 11,162
Expenditures				
General	41,193	44,867	40,000	4,867
Production	38,468	40,816	40,000	816
Transmission	4,101	1,567	5,000	(3,433)
Transfer to General	18,720	14,976	15,000	(24)
Transfer to Water Repair	64,565	76,095	72,000	4,095
Transfer to Capital Improvement	41,933	28,373	36,000	(7,627)
Total Expenditures	208,980	206,694	$ 208,000	$ (1,306)
Receipts Over (Under) Expenditures	941	15,368		
Unencumbered Cash, Beginning	3,807	4,748		
Unencumbered Cash, Ending	$ 4,748	$ 20,116		

Schedule 2-16

CITY OF WILSON, KANSAS

SCHEDULE OF RECEIPTS AND EXPENDITURES
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

CEMETERY TRUST

	2023 Actual	2024 Actual
Receipts		
Interest	$ 46	$ 47
Total Receipts	46	47
Expenditures	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	46	47
Unencumbered Cash, Beginning	31,352	31,398
Unencumbered Cash, Ending	$ 31,398	$ 31,445

CEMETERY ENDOWMENT

	2023 Actual	2024 Actual
Receipts		
Cemetery Lots Sold	$ 525	$ 1,200
Total Receipts	525	1,200
Expenditures	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	525	1,200
Unencumbered Cash, Beginning	10,195	10,720
Unencumbered Cash, Ending	$ 10,720	$ 11,920

Schedule 3

CITY OF WILSON, KANSAS

SUMMARY OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended December 31, 2024

AGENCY FUNDS

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Municipal Court	$ 101	$ -	$ -	$ 101
Czech Festival	60,924	51,975	54,213	58,686
Totals	$ 61,025	$ 51,975	$ 54,213	$ 58,787