

CITY OF DE SOTO, KANSAS

FINANCIAL STATEMENT
YEAR ENDED DECEMBER 31, 2023

CITY OF DE SOTO, KANSAS
FINANCIAL STATEMENT
REGULATORY BASIS
Year Ended December 31, 2023

TABLE OF CONTENTS

	Schedule	Page
Independent Auditors' Report		1 - 3
Financial Statement:		
Summary Statement of Receipts, Expenditures, and Unencumbered Cash		4
Notes to Financial Statement		5 - 16
Supplementary Information:		
Summary of Expenditures - Budget and Actual	1	17
Schedule of Receipts and Expenditures - Budget and Actual:	2	
General Fund		18
Law Enforcement Fund		19
Special Highway Fund		20
Special Parks and Recreation Fund		21
Transient Guest Tax Fund		22
Sponsorship Fund		23
Water Development Fee Fund		24
Sewer Development Fee Fund		25
Community Center Building Maintenance Fund		26
Aquatic Center Maintenance Fund		27
Technology Fund		28
Public Art Fund		29
Park Maintenance Fund		30
Bond and Interest Fund		31
Water System Fund		32
Sewer System Fund		33
Refuse System Fund		34
Schedule of Receipts and Expenditures:	3	
Electric Utility Investment Fund		35
Enhancement Community Fountain Fund		36
Commerce Drive (Harps) Tax Increment Fund		37
2019 Commerce Drive (Hike) TIF Fund		38
CDBG Fund		39
Capital Improvements Fund		40
Shop Fund		41
Shughart Trust Fund		42
Summary of Receipts and Disbursements – Agency Funds	4	43

BT & Co. P.A.
Certified Public Accountants

4301 SW Huntoon St. Topeka, KS 66604 | t:785.234.3427 | toll-free: 800.530.5526 | f: 785.233.1768 | w: btandcocpa.com

INDEPENDENT AUDITORS' REPORT

Mayor and City Council
City of De Soto, 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 De Soto, 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 for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City 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 2.

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 Auditors' Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note 2 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 2 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

An Independently Owned Member, RSM US Alliance

RSM US Alliance member firms are separate and independent businesses and legal entities that are responsible for their own acts and omissions, and each are separate and independent from RSM US LLP. RSM US LLP is the U.S. member firm of RSM International, a global network of independent audit, tax, and consulting firms. Members of RSM US Alliance have access to RSM International resources through RSM US LLP but are not member firms of RSM International.

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 2; 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 within one year after the date that the financial statement is issued or available to be issued.

Auditors' 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 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 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 (the basic financial statement) as a whole. The schedules listed under supplementary information in the accompanying table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 2.

BT&Co, P.A.

May 6, 2024
Topeka, Kansas

CITY OF DE SOTO, KANSAS
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH - REGULATORY BASIS
Year Ended December 31, 2023

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General fund	$ 2,976,648	$ -	$ 9,784,644	$ 7,451,461	$ 5,309,831	$ 268,004	$ 5,577,835
Special purpose funds:							
Law enforcement	82,850	-	566,284	594,283	54,851	147,845	202,696
Special highway	63,233	-	173,897	190,000	47,130	-	47,130
Special parks and recreation	105,024	-	62,880	45,000	122,904	-	122,904
Transient guest tax	30,827	-	40,696	31,000	40,523	-	40,523
Sponsorship	35,853	-	4,550	-	40,403	-	40,403
Water development fee	125,033	-	43,543	20,000	148,576	-	148,576
Sewer development fee	70,112	-	33,000	66,089	37,023	-	37,023
Electric utility investment	1,645,960	-	226,187	192,561	1,679,586	-	1,679,586
Enhancement community fountain	36	-	-	-	36	-	36
Commerce Drive (Harps) tax increment	37,251	-	220,731	194,140	63,842	-	63,842
2019 Commerce Drive (Hike) TIF	-	-	82,162	81,357	805	-	805
CDBG	-	-	90,000	90,000	-	-	-
Community center building maintenance	-	-	40,000	8,583	31,417	-	31,417
Aquatic center maintenance	7,197	-	30,000	32,785	4,412	-	4,412
Technology	12,851	-	22,200	23,964	11,087	-	11,087
Public art	-	-	25,000	19,703	5,297	4,435	9,732
Park maintenance fund	-	-	35,000	27,661	7,339	-	7,339
Bond and interest fund	2,018,255	-	1,923,446	2,057,910	1,883,791	-	1,883,791
Capital project fund:							
Capital improvements	15,513,464	-	67,803,250	20,638,685	62,678,029	1,363,890	64,041,919
Business funds:							
Water system	650,130	-	2,284,189	2,289,383	644,936	84,240	729,176
Sewer system	428,251	-	723,367	844,343	307,275	50,946	358,221
Refuse system	38,664	-	696,164	693,093	41,735	46,110	87,845
Shop	(4,311)	-	171,236	165,935	990	5,310	6,300
Trust fund:							
Shughart trust	20,135	-	200	-	20,335	-	20,335
Total reporting entity (excluding agency fund)	$ 23,857,463	$ -	$ 85,082,626	$ 35,757,936	$ 73,182,153	$ 1,970,780	$ 75,152,933

Composition of cash	
Great American Bank:	
Checking accounts	$ (699,070)
ICS (insured cash sweep)	2,093,955
Certificates of deposit	2,423,600
Tri-Century Bank:	
Checking accounts	222,934
ICS (insured cash sweep)	1,348,333
Schwab:	
Panasonic	60,925,258
Capital bonds	8,871,985
Trail project	44
Kansas Municipal Investment Pool	15
Total cash	75,187,054
Agency funds per Schedule 4	(34,121)
Total reporting entity (excluding agency fund)	$ 75,152,933

See accompanying notes to financial statement.

1 - Municipal Financial Reporting Entity

The City of De Soto, Kansas (the City) is a municipal corporation governed by a mayor and five-member council. The basic financial statement presents the City as the primary government. The City has no related municipal entities.

2 - Summary of Significant Accounting Policies

(a) 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 revenues 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.

(b) Regulatory Basis Fund Types

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The following regulatory basis fund types comprise the financial activities of the City for the year ended December 31, 2023:

General Fund is used to account for the general operations of the City and is used to account for all unrestricted resources except those required to be accounted for in other funds.

Special Purpose Funds are used to account for the proceeds of specific tax levies and other specific revenue sources (other than major capital projects and tax levies for long-term debt) that are intended for specified purposes.

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

Capital Project Funds are 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 Funds are financed in whole or in part by fees charged to users of the goods or services.

Trust Funds are used to report assets held in trust for the benefit of the City.

Agency Funds are used to report assets held by the City in a purely custodial capacity.

(c) 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), the bond and interest fund, 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 City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget is adjusted to on or before September 20th. The City held a revenue neutral rate hearing for the year ended December 31, 2023.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue 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 City had no budget amendments for the year ended December 31, 2023.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each budgeted 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 revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, trust funds, agency funds, the Shop Fund, or the following special purpose funds: Electric Utility Investment, Enhancement Community Fountain, Commerce Drive (Harps) Tax Increment, 2019 Commerce Drive (Hike) TIF, and CDBG.

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

All budgets must be filed with the County Clerk by August 25th. The County Clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the County Clerk certifies the tax roll to the County Treasurer, who prepares tax statements and receives payment.

These taxes become a lien against all property on November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at 12% per annum. This interest is retained by the County.

Taxes levied to finance the budget are made available to the City after January 1st and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed throughout the year.

The County Treasurer is the tax collection agent for all taxing entities within the County. The initial distribution to the subdivisions, including the City, is on or before January 20th of the ensuing year. Additional amounts are distributed on four subsequent dates throughout the calendar year.

(d) Annual Personal and Sick Leave Benefits

Under the terms of the City's personnel policy, City employees are granted annual personal and sick leave in varying amounts.

Full-time employees accrue vacation each year at the following rates:

One to four years of service	10 days
Five to nine years of service	15 days
10 to 14 years of service	20 days
15 to 19 years of service	25 days
20 or more years of service	30 days

Employees cannot carry over more than one half of the annual entitlement for the year in which it was earned. Upon termination or resignation, employees are compensated for unused vacation time, up to a maximum of the yearly amount of vacation time earned.

(e) Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase.

(f) Use of Estimates

The preparation of the financial statement in compliance with the regulatory basis requires management to make estimates and assumptions that affect the reported amounts of encumbrances at the date of the

financial statement and the reported amounts of expenditures during the reporting period. Actual results could differ from those estimates.

3 - Deposits and Investments

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

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 (KMIP). The City has no investment policy that would further limit its investment choices.

The City may invest bond proceeds pursuant to K.S.A. 10-131. This statute allows additional investment authority beyond that of K.S.A. 12-1675. Investments of bond proceeds may follow K.S.A. 12-1675 or include other investments such as the KMIP, direct obligations of the U.S. government or any agency thereof, and various other investments as specified in K.S.A. 10-131.

At December 31, 2023, the fair value of the City's investments is as follows:

Investment Type	Fair Value	Investment Maturities (in Years)
Kansas Municipal Investment Pool	$ 15	Less than a year
U.S. government securities	68,579,269	Less than a year
Total investments	$ 68,579,284	

KMIP is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers. The City's investment in the KMIP was not rated by a rating agency as of December 31, 2023.

Fair value measurement. The City categorizes its fair value measurements within the fair value hierarchy. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. For the year ended December 31, 2023, the

U.S. government securities were valued with significant other observable inputs (Level 2). Fair value measurement hierarchy information is not provided for the City's deposits in the Kansas Municipal Investment Pool. The City's investment in the KMIP is reported at cost.

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. The City's allocation of investments as of December 31, 2023, is as follows:

Investment Type	Percentage of Investments
Kansas Municipal Investment Pool	0.00%
U.S. government securities	100.00%

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. Kansas 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.

At December 31, 2023, the City's carrying amount of deposits was $ 6,607,770, and the bank balance was $ 8,110,612. The City's deposits were held by three banks resulting in a concentration of credit risk. Of the City's bank balance, $ 5,160,306 was covered by federal depository insurance, $ 2,275,000 was collateralized with securities held by the pledging financial institutions' agents in the City's name, and the remaining $ 675,306 was not secured.

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. At December 31, 2023, the City's investments were not exposed to custodial credit risk.

4 - Defined Benefit Pension Plan

General Information about the 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 Annual Comprehensive Financial Report which can be found on the KPERS website www.kpers.org or by writing to KPERS (611 South Kansas Avenue, Suite 100, Topeka, Kansas 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 6.00% 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 8.43% for the fiscal year ended December 31, 2023. Contributions to the pension plan from the City were $ 295,204 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 $ 2,944,326. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

5 - Long-Term Debt

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for general government activities.

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

Issue	Interest Rates	Date of Issue	Date of Final Maturity	Original Amount Issued	Balance Beginning of Year	Additions	Defeased	Reductions/ Payments	Balance End of Year	Interest Paid
General obligation bonds:										
Series 2015-A	2.00% - 4.00%	7/24/2015	9/1/2045	$ 9,635,000	$ 6,555,000	$ -	$ -	$ 470,000	$ 6,085,000	$ 218,788
Series 2015-B	0.85% - 4.00%	7/31/2015	9/1/2035	1,765,000	1,230,000	-	-	85,000	1,145,000	40,900
Series 2017-A	2.50% - 3.50%	9/28/2017	9/1/2039	2,285,000	1,920,000	-	-	105,000	1,815,000	59,962
Series 2019-A	3.00% - 4.00%	4/11/2019	9/1/2039	945,000	840,000	-	-	40,000	800,000	26,800
Series 2019-B	3.00% - 4.00%	6/27/2019	9/1/2039	975,000	875,000	-	-	40,000	835,000	27,900
Series 2021-A	2.00%	7/22/2021	9/1/2043	7,015,000	6,300,000	-	-	350,000	5,950,000	126,000
Series 2022-A	4.00% - 5.00%	12/15/2022	9/1/2052	13,375,000	13,375,000	-	6,785,000	-	6,590,000	399,293
Series 2022-B	4.00%	12/15/2022	9/1/2044	2,400,000	2,400,000	-	-	-	2,400,000	68,267
Series 2023-A	3.70%	7/26/2023	9/1/2033	1,220,000	-	1,220,000	-	-	1,220,000	-
Total general obligation bonds					33,495,000	1,220,000	6,785,000	1,090,000	26,840,000	967,910
Finance leases:										
2022 LP SD Trailer LP800	0.00%	3/1/2022	3/1/2027	84,986	70,822	-	-	16,997	53,825	-
2022 Chevy Traverse	0.00%	2/2/2022	2/2/2024	16,659	9,023	-	-	8,330	693	-
2023 F-150 Lightning	0.00%	12/27/2023	12/31/2028	57,830	-	57,830	-	-	57,830	-
2023 Chevy Silverado	0.00%	8/1/2023	7/30/2028	52,840	-	52,840	-	3,523	49,317	-
2023 John Deere Loader	0.00%	2/23/2028	2/23/2028	136,837	-	136,837	-	27,367	109,470	-
2023 Chevy Silverado 3500 Flatbed Truck	0.00%	3/27/2023	3/27/2028	62,129	-	62,129	-	9,319	52,810	-
2023 Bobcat E42 Mini Excavator	0.00%	5/1/2023	5/1/2028	65,039	-	65,039	-	8,672	56,367	-
2023 Chevy Silverado 2500	0.00%	8/29/2023	8/28/2028	52,594	-	52,594	-	3,506	49,088	-
2023 Silverado 3500HD Chassis	0.00%	6/20/2023	6/19/2028	71,533	-	71,533	-	7,153	64,380	-
Budgeting Software	0.00%	7/14/2023	7/13/2028	142,503	-	142,503	-	31,625	110,878	-
Total finance leases					67,060,822	641,305	-	116,492	604,658	-
Total contractual indebtedness					$ 100,555,822	$ 1,861,305	$ 6,785,000	$ 1,206,492	$ 27,444,658	$ 967,910

Annual debt service requirements to maturity for the general obligation bonds are as follows:

	2024	2025	2026	2027	2028	2029-2033	2034-2038	2039-2043	2044-2048	2049-2053	Total
General obligation bonds:											
Principal											
Series 2015-A	$ 480,000	$ 490,000	$ 495,000	$ 505,000	$ 510,000	$ 2,110,000	$ 430,000	$ 730,000	$ 335,000	$ -	$ 6,085,000
Series 2015-B	85,000	85,000	90,000	90,000	95,000	515,000	185,000	-	-	-	1,145,000
Series 2017-A	110,000	115,000	180,000	185,000	190,000	580,000	375,000	80,000	-	-	1,815,000
Series 2019-A	40,000	40,000	40,000	45,000	45,000	245,000	285,000	60,000	-	-	800,000
Series 2019-B	40,000	40,000	45,000	45,000	45,000	260,000	295,000	65,000	-	-	835,000
Series 2021-A	335,000	325,000	255,000	230,000	205,000	1,635,000	2,600,000	365,000	-	-	5,950,000
Series 2022-A	-	-	-	-	-	-	-	-	3,200,000	3,390,000	6,590,000
Series 2022-B	-	-	-	-	-	-	-	930,000	1,470,000	-	2,400,000
Series 2023-A	100,000	110,000	110,000	110,000	120,000	670,000	-	-	-	-	1,220,000
Total principal	1,190,000	1,205,000	1,215,000	1,210,000	1,210,000	6,015,000	4,170,000	2,230,000	5,005,000	3,390,000	26,840,000
Interest:											
Series 2015-A	199,988	185,588	170,888	156,038	140,888	463,515	263,720	151,576	19,569	-	1,751,770
Series 2015-B	38,775	36,225	33,675	30,975	28,275	93,425	11,200	-	-	-	272,550
Series 2017-A	56,812	53,512	50,062	45,562	40,938	125,038	54,078	2,800	-	-	428,802
Series 2019-A	25,200	23,600	22,000	20,400	19,050	74,100	35,100	1,800	-	-	221,250
Series 2019-B	26,300	24,700	23,100	21,300	19,950	77,850	37,050	1,950	-	-	232,200
Series 2021-A	119,000	112,300	105,800	100,700	96,100	418,800	177,800	17,900	-	-	1,148,400
Series 2022-A	276,669	276,669	276,669	276,669	276,669	1,383,344	1,383,344	1,383,344	1,165,544	388,313	7,087,234
Series 2022-B	96,000	96,000	96,000	96,000	96,000	480,000	480,000	362,400	21,600		1,824,000
Series 2023-A	49,529	41,440	37,370	33,300	29,230	76,035	-	-	-	-	266,904
Total interest	888,273	850,034	815,564	780,944	747,100	3,192,107	2,442,292	1,921,770	1,206,713	388,313	13,233,110
Total principal and interest	2,078,273	2,055,034	2,030,564	1,990,944	1,957,100	9,207,107	6,612,292	4,151,770	6,211,713	3,778,313	40,073,110
Finance leases:											
Principal											
2022 LP SD Trailer LP800	16,997	16,997	16,997	2,834	-	-	-	-	-	-	53,825
2022 Chevy Traverse	693	-	-	-	-	-	-	-	-	-	693
2023 F-150 Lightning	11,566	11,566	11,566	11,566	11,566	-	-	-	-	-	57,830
2023 Chevy Silverado	10,568	10,568	10,568	10,568	7,045	-	-	-	-	-	49,317
2023 John Deere Loader	27,367	27,367	27,368	27,368	-	-	-	-	-	-	109,470
2023 Chevy Silverado 3500 Flatbed Truck	12,426	12,426	12,426	12,426	3,106	-	-	-	-	-	52,810
2023 Bobcat E42 Mini Excavator	13,008	13,008	13,008	13,008	4,335	-	-	-	-	-	56,367
2023 Chevy Silverado 2500	10,519	10,519	10,519	10,519	7,012	-	-	-	-	-	49,088
2023 Silverado 3500HD Chassis	14,307	14,307	14,307	14,307	7,152	-	-	-	-	-	64,380
Budgeting Software	25,725	27,011	28,362	29,780	-	-	-	-	-	-	110,878
Total principal	143,176	143,769	145,121	132,376	40,216	-	-	-	-	-	604,658
Total contractual indebtedness	$ 2,221,449	$ 2,198,803	$ 2,175,685	$ 2,123,320	$ 1,997,316	$ 9,207,107	$ 6,612,292	$ 4,151,770	$ 6,211,713	$ 3,778,313	$ 40,677,768

Defeased Debt

During the year ended December 31, 2023, the City defeased certain general obligation bonds by placing the proceeds of funds provided by Panasonic pursuant to a development funding agreement in an irrevocable trust to provide for future debt service payments on the Series 2022-A bonds. Accordingly, the trust accounts assets and the liabilities for the defeased bonds are not included in the City's financial statement. At December 31, 2023, $ 6,785,000 of the bonds that are considered defeased remain outstanding.

Conduit Debt

Tax Increment Revenue Bonds

During the year ended December 31, 2018, the City issued $ 2,161,559 in Series 2018 special obligation tax increment revenue bonds for the Commerce Drive Project. This redevelopment project supports the development of a commercial grocery store site on land in the Commerce Drive TIF District.

This debt is to be paid solely from incremental property tax revenues generated by the private development of the Commerce Drive TIF District. The following is a description of the outstanding special obligation bond as of December 31, 2023:

Bond Issue	Interest Rate	Date Issued	Original Issue Amount	Final Maturity	Outstanding Balance
Series 2018 (Commerce Drive Project)	5.00%	2/16/2018	$ 2,161,559	12/30/2036	$ 1,450,559

Industrial Revenue Bonds

The City has issued industrial revenue bonds to provide financial assistance to private sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the City, the State of Kansas, nor any political subdivision thereof is obligated in any manner for the repayment of the bonds. As of December 31, 2023, there were eleven series of industrial revenue bonds outstanding with an aggregate principal amount payable of $ 122,260,972.

6 - Interfund Transfers

A reconciliation of transfers by fund for the year ending December 31, 2023 is as follows:

From	To	Regulatory Authority	Amount
General	Technology	KSA 12-1,118	$ 17,750
General	Capital Improvement	KSA 12-1,118	86,620
General	Park Maintenance	KSA 12-1,118	35,000
General	Public Art	KSA 12-1,118	25,000
General	Community Center Building Maintenance	KSA 12-1,118	40,000
General	Aquatic Center Maintenance	KSA 12-1,118	30,000
Special Highway	Bond and Interest	Bond Ord 2168	15,000
Special Highway	Capital Improvement	KSA 12-1,118	175,000
Special Parks	Capital Improvement	KSA 12-1,118	45,000
CDBG	Capital Improvement	KSA 12-1,118	90,000
Water Development Fee	Bond and Interest	KSA 12-825d	20,000
Sewer Development Fee	Bond and Interest	KSA 12-825d	44,000
Capital Improvement	Bond and Interest	KSA 12-1,118	35,000
Water System	Technology	KSA 12-825d	3,125
Water System	Bond and Interest	KSA 12-825d	50,000
Sewer System	Technology	KSA 12-825d	1,325
Sewer System	Sewer Development Fee	KSA 12-825d	15,000
Sewer System	General	KSA 12-825d	17,559
Sewer System	Bond and Interest	KSA 12-825d	140,000
Electric Utility Investment	Capital Improvement	KSA 12-1,118	69,326

7 - 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 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 Reimbursement 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.

8 - Capital Projects

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

Project Name	Project Authorization	Expenditures to Date
Water Treatment Plant Improvements	$ 48,062,568	$ 3,236,131
Wastewater Treatment Plant Improvements	10,175,457	2,869,632
Water Tower Construction	262,935	-
City Hall Remodel	536,866	57,857
Wells Project	2,370,214	1,637,131
83rd Street Bridge	400,023	214,279

9 - Lease Agreement

The City continues to operate the water treatment plant at the former Sunflower Army Ammunition Plant, now owned by private developer Sunflower Redevelopment, LLC. The City's use is pursuant to a perpetual lease agreement dated July 29, 2005. Pursuant to a Real Estate Transfer Agreement dated July 29, 2005 between the City and Sunflower Redevelopment, LLC, the City will receive fee title interest to the treatment plant as soon as the land receives a CERCLA Covenant pursuant to 42 U.S.C. § 9620(h)(3)(A)(ii). The City initiated improvements to the water treatment plant site in 2010; the improvements included a back-up electrical generator, the installation of new electrical service to the plant, and a new water main leading from the plant to the City's distribution system. Construction was completed in 2011. The City, in conjunction with the City of Baldwin, the City of Wellsville, and the Douglas County Rural Water District #4, completed a broader water facilities study in 2012. The study evaluated the concept and costs of creating a regional wholesale water supply district. Proceeding with the creation of a regional wholesale water supply district does not appear feasible at the present time due to the City of Baldwin deciding not to participate.

10 - Interfund Balances

The Electric Utility Investment Fund has advanced money to the General Fund and Water System Fund for the purchase of equipment in the amount of $ 762,046. This amount includes a new advance in 2023 for equipment in the amount of $ 148,629. During the year ended December 31, 2023, the General Fund and Water System Fund paid the Electric Utility Investment Fund $ 128,824 and $ 12,912, respectively, for repayment of the advances. The balance of the advances remaining at December 31, 2023 was $ 268,113.

11 - Commitments and Contingencies

The City receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the basic financial statement as of December 31, 2023.

In July of 2022, the Kansas governor announced that Panasonic has selected the City as the site of a new $ 4.0 billion, 4 million square foot Li-Ion battery manufacturing plant which will employ 4,000 people. The City is poised to experience a rapid transformation with this development, which is the biggest economic development project in state history. A study performed by Wichita State estimates that the region will see an annual impact of $ 2.5 billion from the facility. Production of the batteries is expected to begin in 2025. The plant is expected to bring secondary business and demand for additional housing, retail, and service providers to the City and the region. In addition, the construction of the Panasonic facility is projected to require 3,000 construction workers at its peak, with approximately 1,000 workers on site at the end of 2023. Retail sales activity in the City has increased substantially since the 3rd quarter of 2023. The City also recently approved redevelopment of an industrial and manufacturing area adjacent to the Panasonic site that is expected to consist of up to 4.7 million square feet of space.

During 2023, the City entered into a development funding agreement with Panasonic to fund the City's Water Treatment Plant Upgrades and Wastewater Treatment Plant Upgrades as specified in the agreement with a total estimated cost of $ 87,000,000. As part of this agreement, Panasonic has advanced funds to the City as of December 31, 2023 of $ 58,435,096 to be used to fund these projects. Additionally, as part of the agreement, Panasonic paid for a partial defeasance of 2022-A General Obligation Bonds which were to be utilized to pay for this project.

12 - 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 it carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have not been significant reductions in coverage from prior years.

SUPPLEMENTARY INFORMATION

CITY OF DE SOTO, KANSAS
SUMMARY OF EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(BUDGETED FUNDS ONLY)
Year Ended December 31, 2023

Fund	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General fund	$ 8,849,743	$ -	$ 8,849,743	$ 7,451,461	$ (1,398,282)
Special purpose funds:					
Law enforcement	667,781	-	667,781	594,283	(73,498)
Special highway	190,000	-	190,000	190,000	-
Special parks and recreation	45,000	-	45,000	45,000	-
Transient guest tax	35,000	-	35,000	31,000	(4,000)
Sponsorship	10,000	-	10,000	-	(10,000)
Water development fee	85,000	-	85,000	20,000	(65,000)
Sewer development fee	84,000	-	84,000	66,089	(17,911)
Community center building maintenance	35,000	-	35,000	8,583	(26,417)
Aquatic center maintenance	35,000	-	35,000	32,785	(2,215)
Technology	34,500	-	34,500	23,964	(10,536)
Public art	25,000	-	25,000	19,703	(5,297)
Park maintenance	35,000	-	35,000	27,661	(7,339)
Bond and interest fund	2,707,050	-	2,707,050	2,057,910	(649,140)
Business funds:					
Water system	2,339,270	-	2,339,270	2,289,383	(49,887)
Sewer system	847,358	-	847,358	844,343	(3,015)
Refuse system	750,000	-	750,000	693,093	(56,907)
Totals	$ 16,774,702	$ -	$ 16,774,702	$ 14,395,258	

CITY OF DE SOTO, KANSAS
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts and transfers:			
Property taxes	$ 1,557,160	$ 1,540,291	$ (16,869)
Excise tax	-	750,000	750,000
Sales and use taxes	2,175,000	2,811,076	636,076
Intergovernmental	25,000	-	(25,000)
Licenses and permits	1,241,100	1,872,287	631,187
Franchise fee	650,000	749,267	99,267
Charges for services	227,200	149,183	(78,017)
Use of money and property	68,900	90,725	21,825
Fines and fees	235,000	935,688	700,688
Miscellaneous	4,000	74,521	70,521
Interest income	8,000	794,047	786,047
Transfers in	148,342	17,559	(130,783)
Total receipts and transfers	$ 6,339,702	9,784,644	$ 3,444,942
Expenditures, encumbrances, and transfers:			
Personal services	$ 2,850,804	3,261,687	$ 410,883
Contractual services	1,282,556	3,051,249	1,768,693
Commodities	509,425	544,784	35,359
Capital outlay	2,522,595	230,547	(2,292,048)
Electric utility loan repayment	-	128,824	128,824
Reserve	1,407,808	-	(1,407,808)
Transfers out	276,555	234,370	(42,185)
Total expenditures, encumbrances, and transfers	$ 8,849,743	7,451,461	$ (1,398,282)
Receipts and transfers over expenditures, encumbrances, and transfers		2,333,183	
Unencumbered cash, beginning		2,976,648	
Unencumbered cash, ending		$ 5,309,831	

(Continued)

CITY OF DE SOTO, KANSAS
LAW ENFORCEMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts:			
Property taxes	$ 578,162	$ 566,284	$ (11,878)
Expenditures and encumbrances:			
Contractual services	$ 591,381	594,283	$ 2,902
Contingency	4,000	-	(4,000)
Reserve	72,400	-	(72,400)
Total expenditures and encumbrances	$ 667,781	594,283	$ (73,498)
Receipts under expenditures and encumbrances		(27,999)	
Unencumbered cash, beginning		82,850	
Unencumbered cash, ending		$ 54,851	

(Continued)

CITY OF DE SOTO, KANSAS
SPECIAL HIGHWAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts:			
Intergovernmental	$ 181,060	$ 173,897	$ (7,163)
Transfers:			
Transfers out	$ 190,000	190,000	$ -
Receipts under transfers		(16,103)	
Unencumbered cash, beginning		63,233	
Unencumbered cash, ending		$ 47,130	

(Continued)

CITY OF DE SOTO, KANSAS
SPECIAL PARKS AND RECREATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts:			
Intergovernmental	$ 20,000	$ 32,827	$ 12,827
Charges for services	25,000	30,053	5,053
Total receipts	$ 45,000	62,880	$ 17,880
Transfers:			
Transfers out	$ 45,000	45,000	$ -
Receipts over transfers		17,880	
Unencumbered cash, beginning		105,024	
Unencumbered cash, ending		$ 122,904	

(Continued)

CITY OF DE SOTO, KANSAS
TRANSIENT GUEST TAX FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts:			
Intergovernmental	$ 29,000	$ 40,696	$ 11,696
Expenditures:			
Contractual services	$ 35,000	31,000	$ (4,000)
Receipts over expenditures		9,696	
Unencumbered cash, beginning		30,827	
Unencumbered cash, ending		$ 40,523	

(Continued)

CITY OF DE SOTO, KANSAS
SPONSORSHIP FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts:			
Charges for services	$ 7,000	$ 4,550	$ (2,450)
Expenditures:			
Commodities	$ 10,000	-	$ (10,000)
Receipts over expenditures		4,550	
Unencumbered cash, beginning		35,853	
Unencumbered cash, ending		$ 40,403	

(Continued)

CITY OF DE SOTO, KANSAS
WATER DEVELOPMENT FEE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts and transfers:			
Charges for services	$ 26,000	$ 43,543	$ 17,543
Transfers in	45,000	-	(45,000)
Total receipts and transfers	$ 71,000	43,543	$ (27,457)
Expenditures and transfers:			
Capital outlay	$ 65,000	-	$ (65,000)
Transfers out	20,000	20,000	-
Total expenditures and transfers	$ 85,000	20,000	$ (65,000)
Receipts and transfers over expenditures and transfers		23,543	
Unencumbered cash, beginning		125,033	
Unencumbered cash, ending		$ 148,576	

(Continued)

CITY OF DE SOTO, KANSAS
SEWER DEVELOPMENT FEE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts and transfers:			
Charges for services	$ 45,000	$ 18,000	$ (27,000)
Transfers in	15,000	15,000	-
Total receipts and transfers	$ 60,000	33,000	$ (27,000)
Expenditures and transfers:			
Capital outlay	$ 40,000	22,089	$ (17,911)
Transfers out	44,000	44,000	-
Total expenditures and transfers	$ 84,000	66,089	$ (17,911)
Receipts and transfers under expenditures and transfers		(33,089)	
Unencumbered cash, beginning		70,112	
Unencumbered cash, ending		$ 37,023	

(Continued)

CITY OF DE SOTO, KANSAS
COMMUNITY CENTER BUILDING MAINTENANCE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Transfers:			
Transfers in	$ 40,000	$ 40,000	$ -
Expenditures:			
Commodities	$ 35,000	-	$ (35,000)
Capital outlay	-	8,583	8,583
Total expenditures	$ 35,000	8,583	$ (26,417)
Transfers over expenditures		31,417	
Unencumbered cash, beginning		-	
Unencumbered cash, ending		$ 31,417	

(Continued)

CITY OF DE SOTO, KANSAS
AQUATIC CENTER MAINTENANCE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Transfers:			
Transfers in	$ 30,000	$ 30,000	$ -
Expenditures:			
Commodities	$ 35,000	-	$ (35,000)
Capital outlay	-	32,785	32,785
Total expenditures	$ 35,000	32,785	$ (2,215)
Transfers under expenditures		(2,785)	
Unencumbered cash, beginning		7,197	
Unencumbered cash, ending		$ 4,412	

(Continued)

CITY OF DE SOTO, KANSAS
TECHNOLOGY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Transfers:			
Transfers in	$ 22,200	$ 22,200	$ -
Expenditures:			
Commodities	$ 34,500	23,964	$ (10,536)
Transfers under expenditures		(1,764)	
Unencumbered cash, beginning		12,851	
Unencumbered cash, ending		$ 11,087	

(Continued)

CITY OF DE SOTO, KANSAS
PUBLIC ART FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Transfers:			
Transfers in	$ 25,000	$ 25,000	$ -
Expenditures and encumbrances:			
Commodities	$ 25,000	19,703	$ (5,297)
Transfers over expenditures and encumbrances		5,297	
Unencumbered cash, beginning		-	
Unencumbered cash, ending		$ 5,297	

(Continued)

CITY OF DE SOTO, KANSAS
PARK MAINTENANCE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Transfers:			
Transfers in	$ 35,000	$ 35,000	$ -
Expenditures:			
Commodities	$ 35,000	-	$ (35,000)
Capital outlay	-	27,661	27,661
Total expenditures	$ 35,000	27,661	$ (7,339)
Transfers over expenditures		7,339	
Unencumbered cash, beginning		-	
Unencumbered cash, ending		$ 7,339	

(Continued)

CITY OF DE SOTO, KANSAS
BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts and transfers:			
Taxes	$ 976,522	$ 1,257,432	$ 280,910
Interest income	10,000	352,794	342,794
Special assessments	-	9,220	9,220
Transfers in	644,334	304,000	(340,334)
Total receipts and transfers	$ 1,630,856	1,923,446	$ 292,590
Expenditures:			
Bond principal	$ 1,110,000	1,090,000	$ (20,000)
Interest expense	504,050	967,910	463,860
Reserve	1,093,000	-	(1,093,000)
Total expenditures	$ 2,707,050	2,057,910	$ (649,140)
Receipts and transfers under expenditures		(134,464)	
Unencumbered cash, beginning		2,018,255	
Unencumbered cash, ending		$ 1,883,791	

(Continued)

CITY OF DE SOTO, KANSAS
WATER SYSTEM FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts:			
Charges for services	$ 2,163,000	$ 2,284,189	$ 121,189
Expenditures, encumbrances, and transfers:			
Personal services	$ 759,698	906,432	$ 146,734
Contractual services	474,300	526,774	52,474
Commodities	378,000	664,940	286,940
Capital outlay	102,451	125,200	22,749
Electric utility loan repayment	-	12,912	12,912
Transfers out	624,821	53,125	(571,696)
Total expenditures, encumbrances, and transfers	$ 2,339,270	2,289,383	$ (49,887)
Receipts under expenditures, encumbrances, and transfers		(5,194)	
Unencumbered cash, beginning		650,130	
Unencumbered cash, ending		$ 644,936	

(Continued)

CITY OF DE SOTO, KANSAS
SEWER SYSTEM FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts and transfers:			
Charges for services	$ 683,500	$ 723,367	$ 39,867
Transfers in	68,803	-	(68,803)
Total receipts and transfers	$ 752,303	723,367	$ (28,936)
Expenditures, encumbrances, and transfers:			
Personal services	$ 292,554	292,776	$ 222
Capital outlay	15,576	52,786	37,210
Contractual services	265,144	264,022	(1,122)
Commodities	95,200	60,875	(34,325)
Transfers out	178,884	173,884	(5,000)
Total expenditures, encumbrances, and transfers	$ 847,358	844,343	$ (3,015)
Receipts and transfers under expenditures, encumbrances, and transfers		(120,976)	
Unencumbered cash, beginning		428,251	
Unencumbered cash, ending		$ 307,275	

(Continued)

CITY OF DE SOTO, KANSAS
REFUSE SYSTEM FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

	Original and Final Budget	Actual	Variance Over (Under)
Receipts:			
Charges for services	$ 752,850	$ 696,164	$ (56,686)
Expenditures and encumbrances:			
Contractual services	$ 750,000	693,093	$ (56,907)
Receipts over expenditures and encumbrances		3,071	
Unencumbered cash, beginning		38,664	
Unencumbered cash, ending		$ 41,735	

CITY OF DE SOTO, KANSAS
ELECTRIC UTILITY INVESTMENT FUND*
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
Year Ended December 31, 2023

Receipts:		
Interest income	$	69,326
Loan repayment		141,736
Miscellaneous		15,125
Total receipts		226,187
Expenditures and transfers:		
Capital outlay		123,235
Transfers out		69,326
Total expenditures and transfers		192,561
Receipts over expenditures and transfers		33,626
Unencumbered cash, beginning		1,645,960
Unencumbered cash, ending	$	1,679,586

* This fund is not required to be budgeted.

(Continued)

CITY OF DE SOTO, KANSAS
ENHANCEMENT COMMUNITY FOUNTAIN FUND*
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

Unencumbered cash, beginning	$	36
Unencumbered cash, ending	$	36

* This fund is not required to be budgeted.

(Continued)

CITY OF DE SOTO, KANSAS
COMMERCE DRIVE (HARPS) TAX INCREMENT FUND*
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

Receipts:		
Taxes	$	220,731
Expenditures:		
Contractual services		1,942
Miscellaneous		192,198
Total expenditures		194,140
Receipts over expenditures		26,591
Unencumbered cash, beginning		37,251
Unencumbered cash, ending	$	63,842

* This fund is not required to be budgeted.

(Continued)

CITY OF DE SOTO, KANSAS
2019 COMMERCE DRIVE (HIKE) TIF FUND*
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

Receipts:		
Taxes	$	82,162
Expenditures:		
Contractual services		814
Miscellaneous		80,543
Total expenditures		81,357
Receipts over expenditures		805
Unencumbered cash, beginning		-
Unencumbered cash, ending	$	805

* This fund is not required to be budgeted.

(Continued)

CITY OF DE SOTO, KANSAS
CDBG FUND*
SCHEDULE OF RECEIPTS AND TRANSFERS
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

Receipts:		
Intergovernmental	$	90,000
Transfers:		
Transfers out		90,000
Receipts over transfers		-
Unencumbered cash, beginning		-
Unencumbered cash, ending	$	-

* This fund is not required to be budgeted.

(Continued)

CITY OF DE SOTO, KANSAS
CAPITAL IMPROVEMENTS FUND*
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

Receipts and transfers:		
Intergovernmental	$	74,560
Panasonic funding agreement		58,435,096
Bond proceeds		1,220,000
Taxes		986,951
Reimbursed expenditures		6,620,697
Transfers in		465,946
Total receipts and transfers		67,803,250
Expenditures, encumbrances, and transfers:		
Contractual services		13,629,899
Miscellaneous		188,786
Principal payment to escrow		6,785,000
Transfers out		35,000
Total expenditures, encumbrances, and transfers		20,638,685
Receipts and transfers over expenditures, encumbrances, and transfers		47,164,565
Unencumbered cash, beginning		15,513,464
Unencumbered cash, ending	$	62,678,029

* This fund is not required to be budgeted.

(Continued)

CITY OF DE SOTO, KANSAS
SHOP FUND*
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

Receipts:		
Charges for services	$	171,236
Expenditures and encumbrances:		
Commodities		157,817
Contractual services		8,118
Total expenditures and encumbrances		165,935
Receipts over expenditures and encumbrances		5,301
Unencumbered cash, beginning		(4,311)
Unencumbered cash, ending	$	990

* This fund is not required to be budgeted.

(Continued)

CITY OF DE SOTO, KANSAS
SHUGHART TRUST FUND*
SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
(Continued)
Year Ended December 31, 2023

Receipts:		
Interest income	$	200
Unencumbered cash, beginning		20,135
Unencumbered cash, ending	$	20,335

* This fund is not required to be budgeted.

CITY OF DE SOTO, KANSAS
AGENCY FUNDS
SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
Year Ended December 31, 2023

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
IRB fund	$ 10,793	$ 69,000	$ 64,062	$ 15,731
Municipal court fund	10,245	27,105	18,960	18,390
	$ 21,038	$ 96,105	$ 83,022	$ 34,121