CITY OF SMITH CENTER

Smith Center, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended December 31, 2023

MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas 67661

CITY OF SMITH CENTER

For the Year Ended December 31, 2023

City Council

Brady Peterson	Tracy Kingsbury
Chris Cole	David Mace
Don Wick	

City Offices

Bryce Wiehl	Mayor
Jill Conaway	City Clerk
Aurielle Hughes	City Treasurer

CITY OF SMITH CENTER
Smith Center, Kansas

For the Year Ended December 31, 2023

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CITY OF SMITH CENTER
Smith Center, Kansas

For the Year Ended December 31, 2023

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Smith Center, Kansas
Smith Center, KS 66967

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 Smith Center, Kansas, a Municipality, as of and for the year ended December 31, 2023 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Smith Center, as of December 31, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Smith Center, as of December 31, 2023, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City of Smith Center, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note 1 of the financial statement, the financial statement is prepared by the City of Smith Center, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally

accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonable determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Smith Center's, ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control, Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Smith Center's internal control. Accordingly, no such opinion is expressed.

- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Smith Center's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures – agency funds, (Schedules 1, 2, and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Respectfully submitted,
Mapes & Miller LLP
Certified Public Accountants

December 9, 2024
Phillipsburg, Kansas

CITY OF SMITH CENTER
Smith Center, Kansas

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

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund							
General Operating Fund	$ 686,873	$ 324	$ 1,132,097	$ 1,185,828	$ 633,466	$ 11,593	$ 645,059
Special Purpose Funds							
Industrial Development Fund	44,567	-	8,443	9,300	43,710	-	43,710
Library Fund	4,710	-	68,820	63,733	9,797	-	9,797
Recreation Fund	3,314	-	35,026	31,637	6,703	1,700	8,403
Special Street and Highw ay Fund	117,194	-	42,361	44,883	114,672	-	114,672
Special Parks and Recreation Fund	31,647	-	6,270	247	37,670	-	37,670
Employee Benefit Fund	9,342	-	295,556	241,915	62,983	-	62,983
Equipment Reserve Fund	334,072	-	111,050	57,050	388,072	11,050	399,122
Economic Development Fund	363,609	-	234,242	331,543	266,308	63,630	329,938
Economic Development Revolving Loan Fund	211,409	-	53,688	75,105	189,992	-	189,992
Golf Course Improvement Fund	23,705	-	26,931	26,890	23,746	-	23,746
Safe Routes Grant Fund	1,770	-	-	-	1,770	-	1,770
Partially Self-Funded Health Insurance Fund	80,308	-	48,035	49,243	79,100	-	79,100
ARPA Grant Fund	239,596	-	-	-	239,596	-	239,596
Capital Projects Funds							
Airport Grant Fund	(399,529)	-	402,809	3,280	-	-	-
Community Projects Fund	381,079	-	136,698	432,818	84,959	287,770	372,729
CCLIP US-281 Project Fund	(291,245)	-	-	8,755	(300,000) *	-	(300,000)
CCLIP K-204 Project Fund	(8,623)	-	9,707	233,846	(232,762) *	152,264	(80,498)
Lagoon Project Fund	-	-	-	167,864	(167,864) *	167,864	-
Business Funds							
Water Fund	1,177,034	-	830,242	724,884	1,282,392	43,353	1,325,745
Water Improvement Fund	163,788	-	136,873	99,389	201,272	-	201,272
Airport Fund	30,330	-	56,464	73,636	13,158	-	13,158
Golf Course Fund	9,383	-	68,983	74,321	4,045	-	4,045
Waste Disposal Fund	372,033	-	326,343	409,594	288,782	-	288,782
Total Financial Reporting Entity (Excluding Agency Funds)	$ 3,586,366	$ 324	$ 4,030,638	$ 4,345,761	$ 3,271,567	$ 739,224	$ 4,010,791

* See Note 3 (Cash Basis Exception)

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

CITY OF SMITH CENTER
Smith Center, Kansas

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

Composition of Cash

Cash On Hand	$	100
People's Bank		
Checking Accounts		348,105
Savings		1,434,406
Certificates of Deposit		300,000
Smith County Bank		
Certificates of Deposit		200,000
Guaranty State Bank		
Checking Accounts		516,653
NOW Accounts		1,042,833
Certificates of Deposit		100,013
Farmers Bank & Trust		
NOW Accounts		79,100
Total Cash		4,021,210
Agency Funds Per Schedule 3		(10,419)
Total Financial Reporting Entity (Excluding Agency Funds)	$	4,010,791

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

CITY OF SMITH CENTER
Smith Center, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Financial Reporting Entity

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

(b) Regulatory Basis Fund Types

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities for the City for the year ended December 31, 2023.

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

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

Capital Project Funds – 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 – funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.).

Agency Funds – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.).

(c) Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.

2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.

3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.

4. Adoption of the final budget on or before August 25th.

If the municipality is holding a revenue neutral rate hearing, the budget timeline for adopting of the final budget has been adjusted to on or before September 20th. The municipality held a revenue neutral rate hearing for this year.

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

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements 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, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the 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, Agency Funds, and the following:

Special Purpose Funds
- Equipment Reserve Fund
- Economic Development Revolving Loan Fund
- Golf Course Improvement Fund
- Safe Routes Grant Fund
- Partially Self-Funded Health Insurance Fund
- ARPA Grant Fund

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

A. Encumbrances – During the year ended December 31, 2023, fund encumbrance records were not maintained as required by K.S.A. 10-1117, which requires the clerk to maintain a record of each funds' indebtedness and contracts creating a liability against the City.

B. No other statutory violations noted for the year ended December 31, 2023.

3. CASH BASIS EXCEPTION

Lagoon Project Fund:
The City received a Kansas Water Pollution Control Revolving Fund Loan. The loan document requires the City to expend the monies before they can request reimbursement, which caused the City to have negative unencumbered cash in the Lagoon Project Fund at December 31, 2023. K.S.A. 12-1664 provides an exception for a cash basis law violation for the intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed to the City under conditions of the loan award. The City will receive reimbursement for these expenditures in 2024.

CCLIP K-204 Project Fund and CCLIP US-281 Project Fund:
The City received grants from the Kansas Department of Transportation (KDOT). The grant agreements require the City to expend the monies before they can request reimbursement, which caused the City to have negative unencumbered cash in the CCLIP K-204 and CCLIP US-281 Project Funds at December 31, 2023. K.S.A. 12-1664 provides an exception for a cash basis law violation for the intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed to the City under conditions of the grant award. The City will receive reimbursement for these expenditures in 2024.

4. 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 investment choices.

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

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

At December 31, 2023, the City's carrying amount of deposits was $4,021,110 and the bank balance was $4,158,263. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance $1,069,218 was covered by federal depository insurance, $3,089,045 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

Transfer From	Transfer To	Regulatory Authority	Amount
Water Fund	Water Improvement Fund	K.S.A. 12-825d	$ 122,480
Waste Disposal Fund	Equipment Reserve Fund	K.S.A. 12-1,117	100,000

6. DEFINED BENEFIT PENSION PLAN

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009. KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, 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 $74,743 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 $747,022. 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 publically available on the website at www.kpers.org or can be obtained as described above.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

(b) Death and Disability Other Post Employment Benefits.

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

(c) Compensated Absences

Vacation Leave

All full-time employees of the City are entitled to paid vacation. After one full year of employment, employees are entitled to five working days of paid vacation. At the end of two years employment, employees are entitled to ten working days paid vacation. At the end of ten years employment, employees are entitled to fifteen working days of paid vacation. After twelve

years of employment, employees will receive sixteen working days of paid vacation. After fourteen years, employees will receive seventeen working days of paid vacation. After sixteen years, employees will receive eighteen working days paid vacation. After eighteen years, employees will receive nineteen days of vacation. After twenty years, employees will receive the maximum, twenty working days paid vacation. Unused vacation days cannot be carried over to the following year unless approved by the City Council. All employees must use vacation days by their anniversary date instead of the end of the year.

Sick Leave

Employees are given one day sick leave for each month of employment. A maximum of ninety days sick leave can be accumulated. Any days acquired in excess of the ninety day maximum will be put in a sick leave pool at the end of each calendar year. At the time of an employee's retirement, compensation will be awarded to the employee for 50% of their accumulated sick leave, based on the employee's hourly wage at the time of retirement. After the employee is compensated, any remaining sick leave days will be placed in the sick leave pool. Part-time employees and seasonal employees are not entitled to sick leave. No sick leave exceeding three days will be allowed unless a statement from a doctor certifies that the illness prevented the employee from working. (This is at the discretion of the supervisor). Holiday pay will be paid if an employee is sick on a Holiday. Unused sick leave will not be paid at termination of employment unless termination is due to retirement.

Compensatory Time Off

Any employee called out for an emergency, such as snow removal, water main breaks, or sewer main problems will be given compensation at 1½ times their regular pay rate for compensatory time off. The hourly wage is computed by dividing the annual salary by 2080 hours. Unused compensatory time will be paid at termination of employment.

8. RISK MANAGEMENT

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain workman's compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in Kansas Municipal Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for 177 participating members and the league itself.

The City continues to carry commercial insurance for all other risks of loss, including commercial property, commercial liability, automobile, linebacker, inland marine, surety bonds, commercial output, law enforcement liability, and airport liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The City pays a monthly fee to Freedom Claims Management for administration of hospital, health care, and prescription claims. Freedom Claims Management acts as a limited agent for the City in receiving and processing claims for benefits under the plan and disbursing claim payments under the plan. United Healthcare will process and pay all eligible claims above a $5,000 threshold.

9. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorization	Expenditures to Date
FAA Project	978,847	744,976
CCLIP US-281	921,860	879,060
CCLIP K-204	1,178,968	235,137
Lagoon Project – KDHE Fund	1,088,829	167,864

10. RELATED PARTY TRANSACTIONS

The City of Smith Center includes the Smith Center Housing Authority employees in its payroll and the Housing Authority reimburses the City. The amount of the reimbursement for the year ended December 31, 2023 was $81,777.

11. KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT

The City signed a Kansas Water Pollution Control Revolving Fund Loan Agreement with the Kansas Department of Health and Environment on April 17, 2023. The loan is in the amount of $1,088,829 and will be used for the wastewater lagoon project. The interest rate on the loan is 2.13% and the maturity date is September 1, 2044. The City will make semi-annual loan payments of $23,500. It is estimated that $326,649 of the principal balance will be forgiven leaving a net principal of $762,180. The City did not receive any loan proceeds during the year ended December 31, 2023.

12. SUBSEQUENT EVENTS

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

12. LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance 1/1/2023	Additions	Reductions/ Payments	Balance 12/31/2023	Interest/ Service Fee Paid
KDHE Loans									
Kansas Public Water Supply Loan	2.16%	12/10/2012	$ 3,274,703	8/1/2035	$ 2,284,634	$ -	$ 153,988	$ 2,130,646	$ 48,521
Kansas Water Pollution Control Loan	2.83%	10/13/2004	1,661,831	9/1/2027	506,647	-	95,716	410,931	13,665
Total KDHE Loans					2,791,281	-	249,704	2,541,577	62,186
Capital Leases									
2018 Fire Truck	1.00%	8/15/2017	259,234	8/15/2027	129,617	-	25,923	103,694	1,232
Total Capital Leases					129,617	-	25,923	103,694	1,232
Total Contractual Indebtedness					$ 2,920,898	$ -	$ 275,627	$ 2,645,271	$ 63,418

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

	KDHE Loan		Capital Leases		Total	
Year	Principal	Interest	Principal	Interest	Principal	Interest
2024	$ 255,776	$ 56,115	$ 25,923	$ 972	$ 281,699	$ 57,087
2025	261,999	49,892	25,923	712	287,922	50,604
2026	268,375	43,516	25,923	453	294,298	43,969
2027	274,910	36,981	25,925	194	300,835	37,175
2028	171,451	31,058	-	-	171,451	31,058
2029-2033	914,750	97,798	-	-	914,750	97,798
2034-2038	394,316	10,703	-	-	394,316	10,703
	$ 2,541,577	$ 326,063	$ 103,694	$ 2,331	$ 2,645,271	$ 328,394

13. ECONOMIC DEVELOPMENT REVOLVING FUND/REVOLVING LOAN GRANT FUND

In connection with the Economic Development Revolving Fund and the Revolving Loan Grant Fund, the City has loaned local businesses monies. Principal and interest received from borrowers is required to be re-loaned to additional eligible borrowers as funds become available.

Business	Interest Rate	Date Issued	Original Amount	Outstanding 1/1/2023	Loaned	Principal Payments	Adjustments	Outstanding 12/31/2023	Interest Received 2023
Housing									
Service	5%	10/31/12	$ 15,000	$ 190	$ -	$ 190	$ -	$ -	$ 2
Retail	5%	11/01/16	47,500	33,196	-	(1,242)	-	34,438	1,692
Service	5%	06/19/17	120,000	59,758	-	11,245	-	48,513	2,747
Retail	5%	10/16/17	75,000	39,672	-	6,903	-	32,769	1,836
Service	5%	12/31/18	10,000	2,505	-	2,011	-	494	80
Service	5%	05/01/20	15,000	9,503	-	1,971	-	7,532	429
Retail	5%	02/13/20	9,453	6,045	-	1,249	-	4,796	275
Commercial Real Estate	5%	05/13/20	51,000	31,900	-	6,479	-	25,421	1,450
Manufacturing	2%	04/06/20	5,000	137	-	137	-	-	-
Service	2%	04/13/20	5,000	456	-	456	-	-	2
Service	2%	04/06/20	5,000	456	-	456	-	-	1
Service	2%	04/13/20	2,500	632	-	632	-	-	9
Service	2%	04/13/20	2,000	181	-	181	-	-	1
Retail	2%	04/06/20	5,000	456	-	456	-	-	1
Service	0-5%	10/11/21	35,000	30,582	-	1,926	-	28,656	113
Retail	0-5%	05/12/22	39,337	36,206	-	2,120	-	34,086	-
Construction	0-5%	09/01/22	30,000	27,908	-	3,661	-	24,247	-
Service	0-5%	06/02/23	50,000	-	50,000	3,897	-	46,103	-
Service	0-5%	12/11/23	25,000	-	25,000	-	-	25,000	-
Totals			$ 546,790	$ 279,783	$ 75,000	$ 42,728	$ -	$ 312,055	$ 8,638

CITY OF SMITH CENTER, KANSAS

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2023

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 1

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

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Fund					
General Operating Fund	$ 1,794,500	$ -	$ 1,794,500	$ 1,185,828	$ (608,672)
Special Purpose Funds					
Industrial Development Fund	42,000	-	42,000	9,300	(32,700)
Library Fund	71,500	-	71,500	63,733	(7,767)
Recreation Fund	35,640	-	35,640	31,637	(4,003)
Special Street and Highway Fund	82,419	-	82,419	44,883	(37,536)
Special Parks and Recreation Fund	28,758	-	28,758	247	(28,511)
Employee Benefit Fund	406,000	-	406,000	241,915	(164,085)
Economic Development Fund	545,969	-	545,969	331,543	(214,426)
Business Funds					
Water Fund	1,872,318	-	1,872,318	724,884	(1,147,434)
Airport Fund	132,724	-	132,724	73,636	(59,088)
Golf Course Fund	75,968	-	75,968	74,321	(1,647)
Waste Disposal Fund	648,561	-	648,561	409,594	(238,967)

CITY OF SMITH CENTER
Smith Center, Kansas

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

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 525,446	$ 550,100	$ (24,654)
Delinquent Tax	25,135	12,000	13,135
Motor Vehicle Tax	69,865	47,354	22,511
Recreational Vehicle Tax	1,941	1,407	534
16/20M Vehicle Tax	1,555	1,620	(65)
Watercraft Tax	-	228	(228)
Commercial Vehicle Tax	8,764	5,584	3,180
Excise Tax	52	30	22
Neighborhood Revitalization Rebate	(20,885)	(19,266)	(1,619)
Intangibles Tax	25,258	41,797	(16,539)
Lot Clean-Up	-	1,000	(1,000)
Highway Connecting Links	15,880	12,900	2,980
Local Alcoholic Liquor Tax	6,270	5,260	1,010
Franchise Tax	195,740	155,000	40,740
Licenses & Permits	5,320	4,000	1,320
Fines	3,000	4,200	(1,200)
Key Deposits	650	600	50
Vehicle Identification Number Receipts	920	3,500	(2,580)
Interest on Idle Funds	9,970	-	9,970
Swimming Pool & Concessions	20,109	23,000	(2,891)
Rents	825	2,000	(1,175)
Reimbursements	152,615	165,000	(12,385)
Miscellaneous Receipts	19,699	25,000	(5,301)
Fire Department Receipts	30,785	32,500	(1,715)
Local Grants/Donations	26,748	30,000	(3,252)
Federal Aid	-	5,000	(5,000)
Transportation Fares	6,435	12,000	(5,565)
Sale of Property	-	25,000	(25,000)
Total Receipts	1,132,097	$ 1,146,814	$ (14,717)
EXPENDITURES			
General Government			
Personal Services	381,186	$ 384,650	$ (3,464)
Contractual Services	197,614	238,515	(40,901)
Commodities	74,943	197,330	(122,387)
Capital Outlay	20,495	30,000	(9,505)
Total General Government	674,238	850,495	(176,257)

CITY OF SMITH CENTER
Smith Center, Kansas

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

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Municipal Court & Police Department			
Personal Services	$ 103,909	$ 150,000	$ (46,091)
Contractual Services	20,073	25,000	(4,927)
Commodities	17,185	25,000	(7,815)
Capital Outlay	-	10,000	(10,000)
Total Municipal Court & Police Department	141,167	210,000	(68,833)
Fire Department			
Contractual Services	37,773	43,100	(5,327)
Commodities	10,265	21,900	(11,635)
Capital Outlay	27,155	27,500	(345)
Total Fire Department	75,193	92,500	(17,307)
Street Department			
Personal Services	126,870	121,200	5,670
Contractual Services	16,485	68,400	(51,915)
Commodities	67,858	160,400	(92,542)
Capital Outlay	-	72,905	(72,905)
Total Street Department	211,213	422,905	(211,692)
Park Department			
Personal Services	-	3,000	(3,000)
Contractual Services	7,689	6,600	1,089
Commodities	1,123	6,500	(5,377)
Capital Outlay	-	7,900	(7,900)
Total Park Department	8,812	24,000	(15,188)

CITY OF SMITH CENTER
Smith Center, Kansas

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

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Swimming Pool			
Personal Services	$ 30,168	$ 44,500	$ (14,332)
Contractual Services	6,539	17,300	(10,761)
Commodities	6,963	18,800	(11,837)
Capital Outlay	-	14,000	(14,000)
Total Swimming Pool	43,670	94,600	(50,930)
Street Lighting			
Contractual Services	31,535	45,000	(13,465)
Other Expenditures			
Miscellaneous Expenditures	-	55,000	(55,000)
Total Expenditures	1,185,828	$ 1,794,500	$ (608,672)
Receipts Over (Under) Expenditures	(53,731)		
UNENCUMBERED CASH, January 1, 2023	686,873		
Prior Year Cancelled Encumbrance	324		
UNENCUMBERED CASH, December 31, 2023	$ 633,466		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-2

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

INDUSTRIAL DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 7,016	$ 7,342	$ (326)
Delinquent Tax	390	250	140
Motor Vehicle Tax	1,121	762	359
Recreational Vehicle Tax	31	23	8
16/20M Vehicle Tax	25	26	(1)
Watercraft Tax	-	4	(4)
Commercial Vehicle Tax	141	90	51
Excise Tax	1	-	1
Neighborhood Revitalization Rebate	(282)	(317)	35
Total Receipts	8,443	$ 8,180	$ 263
EXPENDITURES			
Contractual	9,300	$ 42,000	$ (32,700)
Receipts Over (Under) Expenditures	(857)		
UNENCUMBERED CASH, January 1, 2023	44,567		
UNENCUMBERED CASH, December 31, 2023	$ 43,710		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-3

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

LIBRARY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 60,088	$ 62,909	$ (2,821)
Delinquent Tax	2,537	1,750	787
Motor Vehicle Tax	7,287	4,954	2,333
Recreational Vehicle Tax	203	147	56
16/20M Vehicle Tax	160	169	(9)
Watercraft Tax	-	24	(24)
Commercial Vehicle Tax	917	584	333
Excise Tax	5	1	4
Neighborhood Revitalization Rebate	(2,377)	(2,124)	(253)
Total Receipts	68,820	$ 68,414	$ 406
EXPENDITURES			
Personal Services	56,523	$ 59,000	$ (2,477)
Contractual Services	710	1,000	(290)
Appropriation to Library Board	6,500	11,500	(5,000)
Total Expenditures	63,733	$ 71,500	$ (7,767)
Receipts Over (Under) Expenditures	5,087		
UNENCUMBERED CASH, January 1, 2023	4,710		
UNENCUMBERED CASH, December 31, 2023	$ 9,797		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-4

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

RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 28,288	$ 29,614	$ (1,326)
Delinquent Tax	1,171	800	371
Motor Vehicle Tax	3,364	2,286	1,078
Recreational Vehicle Tax	94	68	26
16/20M Vehicle Tax	74	78	(4)
Watercraft Tax	-	11	(11)
Commercial Vehicle Tax	423	270	153
Excise Tax	2	-	2
Neighborhood Revitalization Rebate	(1,118)	(908)	(210)
Donations & Local Grants	2,728	-	2,728
Miscellaneous	-	1,000	(1,000)
Total Receipts	35,026	$ 33,219	$ 1,807
EXPENDITURES			
Personal Services	5,910	$ 9,000	$ (3,090)
Contractual Services	4,527	3,600	927
Capital Outlay	1,700	3,540	(1,840)
Appropriation to Recreation Commission	19,500	19,500	-
Total Expenditures	31,637	$ 35,640	$ (4,003)
Receipts Over (Under) Expenditures	3,389		
UNENCUMBERED CASH, January 1, 2023	3,314		
UNENCUMBERED CASH, December 31, 2023	$ 6,703		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-5

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

SPECIAL STREET AND HIGHWAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Special Highway Tax	$ 42,361	$ 43,650	$ (1,289)
EXPENDITURES			
Contractual Services	-	$ 50,000	$ (50,000)
Commodities	5,333	12,419	(7,086)
Capital Outlay	39,550	20,000	19,550
Total Expenditures	44,883	$ 82,419	$ (37,536)
Receipts Over (Under) Expenditures	(2,522)		
UNENCUMBERED CASH, January 1, 2023	117,194		
UNENCUMBERED CASH, December 31, 2023	$ 114,672		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-6

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

SPECIAL PARKS AND RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Local Alcoholic Liquor Tax	$ 6,270	$ 5,260	$ 1,010
Total Receipts	6,270	$ 5,260	$ 1,010
EXPENDITURES			
Contractual Services	22	$ 15,000	$ (14,978)
Commodities	225	10,000	(9,775)
Capital Outlay	-	3,758	(3,758)
Total Expenditures	247	$ 28,758	$ (28,511)
Receipts Over (Under) Expenditures	6,023		
UNENCUMBERED CASH, January 1, 2023	31,647		
UNENCUMBERED CASH, December 31, 2023	$ 37,670		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-7

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

EMPLOYEE BENEFIT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 247,481	$ 259,098	$ (11,617)
Delinquent Tax	9,674	5,500	4,174
Motor Vehicle Tax	29,477	20,096	9,381
Recreational Vehicle Tax	820	597	223
16/20M Vehicle Tax	641	687	(46)
Watercraft Tax	-	97	(97)
Commercial Vehicle Tax	3,717	2,369	1,348
Excise Tax	22	-	22
Neighborhood Revitalization Rebate	(9,783)	(8,851)	(932)
Reimbursements	13,507	25,000	(20,142)
Incoming Transfer			
Water Fund	-	60,000	(60,000)
Total Receipts	295,556	$ 364,593	$ (77,686)
EXPENDITURES			
Social Security & Medicare Tax	62,022	$ 55,500	$ 6,522
Retirement	54,596	57,000	(2,404)
Workman's Compensation	-	19,000	(19,000)
Health Insurance	111,288	200,000	(88,712)
Dental Insurance	5,488	12,000	(6,512)
Vision Care	679	1,500	(821)
Unemployment Tax	842	1,000	(158)
Employee Deductions	7,000	-	7,000
Outgoing Transfer			
Partially Self-Funded Health Insurance	-	60,000	(60,000)
Total Expenditures	241,915	$ 406,000	$ (164,085)
Receipts Over (Under) Expenditures	53,641		
UNENCUMBERED CASH, January 1, 2023	9,342		
UNENCUMBERED CASH, December 31, 2023	$ 62,983		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-8

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

EQUIPMENT RESERVE FUND

	Actual
RECEIPTS	
Reimburse Equipment Payment	$ 11,050
Incoming Transfer	
Waste Disposal Fund	100,000
Total Receipts	111,050
EXPENDITURES	
Equipment	57,050
Receipts Over (Under) Expenditures	54,000
UNENCUMBERED CASH, January 1, 2023	334,072
UNENCUMBERED CASH, December 31, 2023	$ 388,072

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-9

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

ECONOMIC DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Sales Tax	$ 147,572	$ 155,000	$ (7,428)
Compensating Use Tax	42,227	28,000	14,227
Miscellaneous Receipts	493	2,000	(1,507)
Grants/Donations	43,750	-	43,750
YEC Program	200	1,200	(1,000)
Total Receipts	234,242	$ 186,200	$ 48,042
EXPENDITURES			
Personal Services	69,922	$ 80,000	$ (10,078)
Contractual Services	107,578	75,000	32,578
Commodities	2,495	10,000	(7,505)
Capital Outlay	-	303,969	(303,969)
Grants	141,482	30,000	111,482
ROZ	8,855	10,000	(1,145)
Land Bank	1,211	5,000	(3,789)
Downtown Fund	-	2,000	(2,000)
Outgoing Transfer			
Economic Development Revolving Fund	-	30,000	(30,000)
Total Expenditures	331,543	$ 545,969	$ (214,426)
Receipts Over (Under) Expenditures	(97,301)		
UNENCUMBERED CASH, January 1, 2023	363,609		
UNENCUMBERED CASH, December 31, 2023	$ 266,308		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-10

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

ECONOMIC DEVELOPMENT REVOLVING LOAN FUND

	Actual
RECEIPTS	
Loan Principal & Interest Received	$ 51,480
Interest on Idle Funds	2,208
Total Receipts	53,688
EXPENDITURES	
Loan to Applicants	75,000
Miscellaneous Expenditures	105
Total Expenditures	75,105
Receipts Over (Under) Expenditures	(21,417)
UNENCUMBERED CASH, January 1, 2023	211,409
UNENCUMBERED CASH, December 31, 2023	$ 189,992

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-11

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

GOLF COURSE IMPROVEMENT FUND

	Actual
RECEIPTS	
Local Grants/Donations	$ 26,931
EXPENDITURES	
Contractual Services	767
Commodities	1,542
Capital Outlay	24,581
Total Expenditures	26,890
Receipts Over (Under) Expenditures	41
UNENCUMBERED CASH, January 1, 2023	23,705
UNENCUMBERED CASH, December 31, 2023	$ 23,746

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-12

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

SAFE ROUTES GRANT FUND

	Actual
RECEIPTS	$ -
EXPENDITURES	-
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2023	1,770
UNENCUMBERED CASH, December 31, 2023	$ 1,770

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-13

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

PARTIALLY SELF-FUNDED HEALTH INSURANCE FUND

	Actual
RECEIPTS	
Interest on Idle Funds	$ 801
Insurance Premiums	47,234
Total Receipts	48,035
EXPENDITURES	
Contractual Services	49,243
Receipts Over (Under) Expenditures	(1,208)
UNENCUMBERED CASH, January 1, 2023	80,308
UNENCUMBERED CASH, December 31, 2023	$ 79,100

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-14

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

ARPA GRANT FUND

	Actual
RECEIPTS	$ -
EXPENDITURES	-
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2023	239,596
UNENCUMBERED CASH, December 31, 2023	$ 239,596

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-15

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

AIRPORT GRANT FUND

	Actual
RECEIPTS	
Miscellaneous Receipts	$ 3,281
Federal Aid	267,940
State Aid	131,588
Total Receipts	402,809
EXPENDITURES	
Contractual Services	3,280
Receipts Over (Under) Expenditures	399,529
UNENCUMBERED CASH, January 1, 2023	(399,529)
UNENCUMBERED CASH, December 31, 2023	$ -

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-16

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

COMMUNITY PROJECTS FUND

	Actual
RECEIPTS	
Interest on Idle Funds	$ 4,813
Miscellaneous Receipts	150
State Aid	15,000
Donations	116,735
Total Receipts	136,698
EXPENDITURES	
Commodities	68,448
Capital Outlay	364,370
Total Expenditures	432,818
Receipts Over (Under) Expenditures	(296,120)
UNENCUMBERED CASH, January 1, 2023	381,079
UNENCUMBERED CASH, December 31, 2023	$ 84,959

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-17

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

CCLIP US-281 PROJECT FUND

	Actual
RECEIPTS	$ -
EXPENDITURES	
Contractual Services	8,755
Receipts Over (Under) Expenditures	(8,755)
UNENCUMBERED CASH, January 1, 2023	(291,245)
UNENCUMBERED CASH, December 31, 2023	$ (300,000) *

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-18

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

CCLIP K-204 PROJECT FUND

	Actual
RECEIPTS	
State Aid	$ 9,707
EXPENDITURES	
Contractual Services	233,846
Receipts Over (Under) Expenditures	(224,139)
UNENCUMBERED CASH, January 1, 2023	(8,623)
UNENCUMBERED CASH, December 31, 2023	$ (232,762) *

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-19

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

LAGOON PROJECT FUND

	Actual
RECEIPTS	$ -
EXPENDITURES	
Contractual Services	86,590
Capital Outlay	81,274
Total Expenditures	167,864
Receipts Over (Under) Expenditures	(167,864)
UNENCUMBERED CASH, January 1, 2023	-
UNENCUMBERED CASH, December 31, 2023	$ (167,864) *

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

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

WATER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Water Department			
Water Sales	$ 575,970	$ 575,000	$ 970
Sales Tax	147,571	150,000	(2,429)
Compensating Use Tax	42,227	26,000	16,227
Petty Cash	1,372	1,500	(128)
Miscellaneous Receipts	1,883	5,000	(3,117)
Reimbursements	9,489	4,500	4,989
Installation Charges	980	3,000	(2,020)
Interest on Idle Funds	50,750	5,000	45,750
Total Receipts	830,242	$ 770,000	$ 60,242
EXPENDITURES			
Production			
Contractual Services	38,956	$ 50,000	$ (11,044)
Commodities	667	20,000	(19,333)
Capital Outlay	-	230,000	(230,000)
Total Production	39,623	300,000	(260,377)
Transmission & Distribution			
Personal Services	56,477	100,000	(43,523)
Contractual Services	66,381	130,000	(63,619)
Commodities	23,281	70,000	(46,719)
Capital Outlay	47,309	200,000	(152,691)
Total Transmission & Distribution	193,448	500,000	(306,552)

CITY OF SMITH CENTER
Smith Center, Kansas

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

WATER FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Administration & General			
Personal Services	$ 95,910	$ 120,000	$ (24,090)
Contractual Services	67,997	140,000	(72,003)
Commodities	1,550	15,000	(13,450)
Capital Outlay	-	375,000	(375,000)
Total Administration & General	165,457	650,000	(484,543)
Other Expenditures			
Postage	318	1,000	(682)
Miscellaneous Expenditures	733	5,000	(4,267)
Key Returns	125	500	(375)
Reimbursed Expenses	191	200	(9)
Well Improvements	-	52,109	(52,109)
Computer Supplies	-	1,000	(1,000)
Debt Service			
Principal	153,988	153,988	-
Interest	40,659	40,659	-
Service Fee	7,862	7,862	-
Total Other Expenditures	203,876	262,318	(58,442)
Outgoing Transfers			
Employee Benefits Fund	-	60,000	(60,000)
Water Improvement Fund	122,480	100,000	22,480
Total Outgoing Transfers	122,480	160,000	(37,520)
Total Expenditures	724,884	$ 1,872,318	$ (1,147,434)
Receipts Over (Under) Expenditures	105,358		
UNENCUMBERED CASH, January 1, 2023	1,177,034		
UNENCUMBERED CASH, December 31, 2023	$ 1,282,392		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-21

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

WATER IMPROVEMENT FUND

	Actual
RECEIPTS	
Insurance Proceeds	$ 14,393
Incoming Transfer	
Water Fund	122,480
Total Receipts	136,873
EXPENDITURES	
Contractual	99,389
Receipts Over (Under) Expenditures	37,484
UNENCUMBERED CASH, January 1, 2023	163,788
UNENCUMBERED CASH, December 31, 2023	$ 201,272

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-22

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

AIRPORT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Hanger Rent	$ 9,940	$ 11,000	$ (1,060)
Farm Ground Rent	10,738	8,000	2,738
Land Lease	-	7,200	(7,200)
Fuel Sales	29,231	30,000	(769)
County Allocation	4,000	-	4,000
Airport Maintenance	-	8,000	(8,000)
Local Grants/Donations	-	15,000	(15,000)
Sales Tax	2,485	2,500	(592)
Miscellaneous Receipts	70	8,000	(7,930)
Total Receipts	56,464	$ 89,700	$ (33,813)
EXPENDITURES			
Contractual Services	23,130	$ 40,000	$ (16,870)
Commodities	37,170	80,000	(42,830)
Capital Outlay	13,336	12,724	612
Total Expenditures	73,636	$ 132,724	$ (59,088)
Receipts Over (Under) Expenditures	(17,172)		
UNENCUMBERED CASH, January 1, 2023	30,330		
UNENCUMBERED CASH, December 31, 2023	$ 13,158		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-23

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

GOLF COURSE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Dues	$ 25,329	$ 25,000	$ 329
Rentals	12,795	11,000	1,795
Fees	11,229	10,000	1,229
Tournaments	12,934	11,500	1,434
School Fees	-	1,800	(1,800)
Miscellaneous Receipts	6,696	3,000	3,696
Interest on Idle Funds	-	200	(200)
Total Receipts	68,983	$ 62,500	$ 6,483
EXPENDITURES			
Contractual Services	26,534	$ 19,000	$ 7,534
Commodities	46,115	25,000	21,115
Capital Outlay	1,672	31,968	(30,296)
Total Expenditures	74,321	$ 75,968	$ (1,647)
Receipts Over (Under) Expenditures	(5,338)		
UNENCUMBERED CASH, January 1, 2023	9,383		
UNENCUMBERED CASH, December 31, 2023	$ 4,045		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-24

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

WASTE DISPOSAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Waste Disposal Receipts	$ 326,343	$ 340,000	$ (13,657)
EXPENDITURES			
Personal Services	151,220	$ 175,000	$ (23,780)
Contractual Services	30,045	50,000	(19,955)
Commodities	16,367	30,000	(13,633)
Capital Outlay	2,581	184,179	(181,598)
Debt Service			
Principal	95,716	95,716	-
Interest	12,458	12,459	(1)
Service Fee	1,207	1,207	-
Outgoing Transfer			
Equipment Reserve Fund	100,000	100,000	-
Total Expenditures	409,594	$ 648,561	$ (238,967)
Receipts Over (Under) Expenditures	(83,251)		
UNENCUMBERED CASH, January 1, 2023	372,033		
UNENCUMBERED CASH, December 31, 2023	$ 288,782		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 3

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

AGENCY FUNDS

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Payroll Clearing Fund	$ 1,983	$ -	$ -	$ 1,983
Hospital Sales Tax Fund	-	178,890	178,890	-
Flex Spending Fund	-	8,474	38	8,436
Total Agency Funds	$ 1,983	$ 187,364	$ 178,928	$ 10,419