CITY OF WALTON, KANSAS

FINANCIAL STATEMENT

For the Year Ended December 31, 2023

City of Walton, Kansas

For the Year Ended December 31, 2023

CONTENTS

		Page
Independent Auditor's Report		1-3
Financial Section		
Summary Statement of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis	Statement 1	4
Notes to Financial Statement		5-10
Regulatory – Required Supplementary Information		
Summary of Expenditures – Actual and Budget – Regulatory Basis	Schedule 1	11
Schedule of Receipts and Expenditures – Actual and Budget – Regulatory Basis	Schedule 2	
General Fund		12-13
Special Purpose Funds		14-16
Bond and Interest Fund		17
Capital Project Fund		18
Business Funds		19-22
Schedule of Receipts and Expenditures – Actual – Regulatory Basis		
Related Municipal Entity	Schedule 3	23
Summary of Receipts and Disbursements – Regulatory Basis		
Agency Funds	Schedule 4	24

Knudsen Monroe & Company LLC

512 N. Main St, Newton, Kansas 67114-2229 316 283-5366 • 316 283-8379 Fax

INDEPENDENT AUDITOR'S REPORT

City Council
City of Walton
Walton, 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 Walton, Kansas (City), and its related municipal entity, as of and for the year ended December 31, 2023, and the related disclosures 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 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified 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 on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2023 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-actual-related municipal entity, and the summary of regulatory basis receipts and disbursements-agency funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2023 basic financial statement, but 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 2023 basic financial statement. The 2023 information has been subjected to the auditing procedures applied in the audit of the 2023 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2023 basic financial statement or to the 2023 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the 2023 basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City as of and for the year ended December 31, 2022 (not presented herein), and have issued our report thereon dated May 23, 2023, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget and the schedule of regulatory basis receipts and expenditures-actual-related municipal entity for the year ended December 31, 2023 (Schedules 2 and 3 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the 2023 basic financial statement. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 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 2022 basic financial statement or to the 2022 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 2022 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2022, on the basis of accounting described in Note 1.

Knudsen, Monroe & Company, LLC.

Certified Public Accountants
Newton, Kansas
May 28, 2024

City of Walton, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

Regulatory Basis

For the Year Ended December 31, 2023

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	$ 11,143	180,640	176,150	15,633	10,954	26,587
Special Purpose Funds						
Library	338	5,803	5,832	309	-	309
Special Street and Highway	69,997	5,882	-	75,879	-	75,879
Equipment Reserve	16,000	-	16,000	-	16,000	16,000
Bond and Interest Fund	5,087	18,500	15,813	7,774	-	7,774
Capital Project Fund						
Capital Improvement	32,849	13,874	1,959	44,764	-	44,764
Business Funds						
Water Operating	84,082	99,206	95,343	87,945	4,703	92,648
Gas Operating	11,579	107,588	106,453	12,714	6,245	18,959
Sewer Operating	7,082	31,878	36,187	2,773	-	2,773
Storm Water Operating	9,083	-	9,083	-	-	-
Feb 2021 Gas Crisis	138,573	7,712	24,077	122,208	-	122,208
Related Municipal Entity						
Walton Community Library	10,233	9,402	6,491	13,144	-	13,144
Total Reporting Entity						
(Excluding Agency Funds)	$ 396,046	480,485	493,388	383,143	37,902	421,045

Composition of Cash	
Cash on hand	$ 100
Walton State Bank	
Checking	410,435
Related Municipal Entity	13,144
Total Cash	423,679
Less Agency Funds per Schedule 4	2,634
Total Reporting Entity (Excluding Agency Funds)	$ 421,045

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

The City of Walton is a municipal corporation governed by an elected five-member council. This regulatory financial statement presents the City of Walton (City) and its related municipal entity. The related municipal entity is included because it was established to benefit the City and/or its constituents.

Walton Community Library –The City of Walton Community Library Board operates the City's public library. The City provides funding for the library through special purpose and general fund appropriations to assist in funding capital expenditures and operating expenses. The governing body of the related municipal entity is appointed by the City council.

Regulatory Basis Fund Types

General Fund – used to account for all resources except those required to be accounted for in another fund.

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

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

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business Fund – used to account for fees charged to users of the goods and services (i.e., water fund, gas fund, etc.).

Agency Fund – used to report assets held by the City in a purely custodial capacity.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest 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 has been adjusted to on or before September 20th. The City did hold a revenue neutral rate hearing for this year.

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

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for 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, Equipment Reserve Fund, Business Reserve Fund and Agency Funds.

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

Reimbursements

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

Management is not aware of any statutory violations incurred in the year ended December 31, 2023.

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. 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. All deposits were legally secured at December 31, 2023.

At December 31, 2023, the City's carrying amount of deposits, including its related municipal entity, was $423,579 and the bank balance was $425,294. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $257,312 was covered by federal depository insurance and the remaining $167,982 was collateralized with securities held by the pledging financial institution's agents in the City's name.

4. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
Sewer Operating	Bond and Interest	K.S.A. 12-825d	$ 18,500
Storm Water Operating	Capital Improvement	K.S.A. 12-1,118	9,083

5. 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 Beginning of Year	Additions	Reductions /Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Series 2016-Refunding	2.5-4.0%	12/01/16	$ 242,000	10/15/38	$ 200,000	-	10,000	190,000	5,813
State of Kansas Loan									
City Utility Low-Interest	2.68%	03/22/21	215,000	01/01/31	172,332	-	19,589	152,743	4,488
Finance Lease									
First Bank	3.50%	12/04/19	43,216	12/04/23	22,697	-	22,697	-	1,408
Total contractual indebtedness					$ 395,029	-	52,286	342,743	11,709

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

	Year ending December 31							
	2024	2025	2026	2027	2028	2029 -2033	2034 -2038	Total
Principal								
General Obligation Bonds	10,000	10,000	10,000	10,000	10,000	65,000	75,000	190,000
State of Kansas Loan	20,037	20,604	21,187	21,786	22,403	46,726		152,743
Total principal	30,037	30,604	31,187	31,786	32,403	111,726	75,000	342,743
Interest								
General Obligation Bonds	5,813	5,562	5,312	5,063	4,787	19,212	7,763	53,512
State of Kansas Loan	4,152	3,586	3,002	2,403	1,786	1,653		16,582
Total interest	9,965	9,148	8,314	7,466	6,573	20,865	7,763	70,094
Total principal and interest	$ 40,002	39,752	39,501	39,252	38,976	132,591	82,763	412,837

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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.

Compensated Absences

Full-time employees earn paid vacation according to the following schedule:

Years of Continuous Employment	0-3	3-10	10+
Days earned per year	5	10	15
Maximum days of accumulation	5	10	15

Upon termination, an employee shall be compensated for all earned but unused vacation at their final rate of pay, subject to the maximum days of accumulation. Full-time employees earn eight hours of sick leave for each full month of service. An employee may accrue up to 120 days of sick time. Any unused sick leave is not compensated upon termination. Unused vacation and sick time has not been recorded as a liability in the accompanying financial statement.

7. 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 Annual Comprehensive Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 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 $6,731 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 $68,643. 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.

8. RELATED PARTIES

The City Treasurer is the spouse of one of the City's Council members.

9. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain workers' 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 the Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for its participating members.

The City pays an annual premium to KMIT for workers' compensation coverage. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of specified amounts for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

The City continues to carry commercial insurance for all other risks of loss. There were no significant reductions in coverage during the past fiscal year and there were no settlements exceeding insurance coverage for each of the past three fiscal years.

During the ordinary course of its operations the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

10. DATE OF MANAGEMENT REVIEW

Management has performed an analysis of the activities and transactions subsequent to December 31, 2023, to determine the need for any adjustments to and/or disclosures within the audited financial statement. Management has performed their analysis through May 28, 2024, which is the date at which the financial statement was available to be issued.

CITY OF WALTON, KANSAS

REGULATORY – REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 2023

SCHEDULE 1

City of Walton, Kansas

SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2023

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
GENERAL FUND	$176,150	-	176,150	176,150	-
SPECIAL PURPOSE FUNDS					
Library	6,210	-	6,210	5,832	(378)
Special Street and Highway	21,623	-	21,623	-	(21,623)
BOND AND INTEREST FUND	15,813	-	15,813	15,813	-
BUSINESS FUNDS					
Water Operating	125,000	-	125,000	95,343	(29,657)
Gas Operating	140,785	-	140,785	106,453	(34,332)
Sewer Operating	37,000	-	37,000	36,187	(813)
Storm Water Operating	9,083	-	9,083	9,083	-

SCHEDULE 2

City of Walton, Kansas

General Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
RECEIPTS				
Ad valorem property tax	$ 66,083	66,133	78,647	(12,514)
Delinquent property tax	3,145	4,555	100	4,455
Vehicle tax	13,864	14,577	12,989	1,588
Local sales tax	50,147	53,453	46,000	7,453
Fines and fees	4,153	1,889	-	1,889
Franchise tax	16,909	16,084	8,000	8,084
Charges for services				
Refuse	17,026	17,818	20,000	(2,182)
Permits	1,444	1,355	2,000	(645)
Late fees	906	8	2,500	(2,492)
Interest	221	226	100	126
Reimbursements	-	478	200	278
Walton 150 celebration donations	2,250	-	-	-
Other income	3,688	4,064	4,500	(436)
Total receipts	179,836	180,640	175,036	5,604
EXPENDITURES, Page 13	176,415	176,150		
Receipts over (under) expenditures	3,421	4,490		
UNENCUMBERED CASH, beginning	7,722	11,143		
UNENCUMBERED CASH, ending	$ 11,143	15,633		

City of Walton, Kansas

General Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
EXPENDITURES				
Personnel services	$ 52,641	54,619	52,600	2,019
Contractual	35,708	32,663	56,000	(23,337)
Commodities	25,535	25,835	15,000	10,835
Capital outlay	9,786	11,117	2,000	9,117
Street lights	7,884	7,014	8,000	(986)
Refuse	19,131	19,238	20,000	(762)
Streets	-	1,113	-	1,113
Animal control/parks	1,166	2,444	3,000	(556)
Continuing education and dues	3,295	2,767	2,000	767
Law enforcement	13,709	13,196	14,500	(1,304)
Municipal court	259	-	1,050	(1,050)
Walton 150 celebration	63	-	-	-
Interest	-	299	-	299
Other	7,238	5,845	2,000	3,845
Total expenditures	$ 176,415	176,150	176,150	-

SCHEDULE 2

City of Walton, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
LIBRARY				
RECEIPTS				
Ad valorem property tax	$ 4,499	4,503	4,888	(385)
Delinquent tax	213	309	-	309
Vehicle tax	913	991	885	106
Total receipts	5,625	5,803	5,773	30
EXPENDITURES				
Appropriations to Library Board	5,474	5,832	6,210	(378)
Receipts over (under) expenditures	151	(29)		
UNENCUMBERED CASH, beginning	187	338		
UNENCUMBERED CASH, ending	$ 338	309		

SCHEDULE 2

City of Walton, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
SPECIAL STREET AND HIGHWAY				
RECEIPTS				
State payments	$ 5,961	5,882	6,480	(598)
EXPENDITURES				
Contractual services	717	-	20,000	(20,000)
Commodities	-	-	1,623	(1,623)
Total expenditures	717	-	21,623	(21,623)
Receipts over (under) expenditures	5,244	5,882		
UNENCUMBERED CASH, beginning	64,753	69,997		
UNENCUMBERED CASH, ending	$ 69,997	75,879		

City of Walton, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022	2023
EQUIPMENT RESERVE		
RECEIPTS	$ -	-
EXPENDITURES		
Capital Outlay	-	16,000
Receipts over (under) expenditures	-	(16,000)
UNENCUMBERED CASH, beginning	16,000	16,000
UNENCUMBERED CASH, ending	$ 16,000	-

SCHEDULE 2

City of Walton, Kansas

Bond and Interest Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
RECEIPTS				
Delinquent tax	$ 12	-	-	-
Transfer from Sewer Operating	18,500	18,500	18,500	-
Total receipts	18,512	18,500	18,500	-
EXPENDITURES				
Principal	10,000	10,000	10,000	-
Interest	6,413	5,813	5,813	-
Total expenditures	16,413	15,813	15,813	-
Receipts over (under) expenditures	2,099	2,687		
UNENCUMBERED CASH, beginning	2,988	5,087		
UNENCUMBERED CASH, ending	$ 5,087	7,774		

SCHEDULE 2

City of Walton, Kansas

Capital Project Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022	2023
CAPITAL IMPROVEMENT		
RECEIPTS		
Utility assessment	$ 4,473	4,791
Transfer from		
Storm Water Operating	4,977	9,083
Gas Depreciation	3,200	-
Total receipts	12,650	13,874
EXPENDITURES		
Contractual services	-	1,959
Receipts over (under) expenditures	12,650	11,915
UNENCUMBERED CASH, beginning	20,199	32,849
UNENCUMBERED CASH, ending	$ 32,849	44,764

City of Walton, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
WATER OPERATING				
RECEIPTS				
Sales to consumers	$ 100,149	99,206	80,000	19,206
Federal grant - ARPA	17,779	-	-	-
Total cash receipts	117,928	99,206	80,000	19,206
EXPENDITURES				
Personnel services	28,473	32,691	25,000	7,691
Contractual services	6,789	10,139	10,000	139
Commodities and other	6,788	4,911	50,000	(45,089)
Capital outlay	4,257	3,470	5,000	(1,530)
Miscellaneous	128	-	-	-
Water purchases	45,889	44,132	-	44,132
Cash basis reserve	-	-	35,000	(35,000)
Total expenditures	92,324	95,343	125,000	(29,657)
Receipts over (under) expenditures	25,604	3,863		
UNENCUMBERED CASH, beginning	58,478	84,082		
UNENCUMBERED CASH, ending	$ 84,082	87,945		

SCHEDULE 2

City of Walton, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
GAS OPERATING				
RECEIPTS				
Sales to consumers	$ 112,726	107,588	115,000	(7,412)
Reimbursements	9,469	-	-	-
Total receipts	122,195	107,588	115,000	(7,412)
EXPENDITURES				
Personnel services	22,000	24,838	25,000	(162)
Contractual services	7,744	9,002	6,000	3,002
Commodities and other	5,059	3,832	12,000	(8,168)
Capital outlay	9,203	2,996	1,500	1,496
Gas purchases	92,822	65,785	70,000	(4,215)
Cash basis reserve	-	-	26,285	(26,285)
Total expenditures	136,828	106,453	140,785	(34,332)
Receipts over (under) expenditures	(14,633)	1,135		
UNENCUMBERED CASH, beginning	26,212	11,579		
UNENCUMBERED CASH, ending	$ 11,579	12,714		

City of Walton, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
SEWER OPERATING				
RECEIPTS				
Sales to consumers	$ 32,401	31,878	32,000	(122)
EXPENDITURES				
Personnel services	11,554	4,192	8,000	(3,808)
Contractual services	1,678	9,758	4,000	5,758
Commodities and other	981	1,690	1,000	690
Capital outlay	928	2,047	500	1,547
Transfer to Bond and Interest	18,500	18,500	18,500	-
Cash basis reserve	-	-	5,000	(5,000)
Total expenditures	33,641	36,187	37,000	(813)
Receipts over (under) expenditures	(1,240)	(4,309)		
UNENCUMBERED CASH, beginning	8,322	7,082		
UNENCUMBERED CASH, ending	$ 7,082	2,773		
STORM WATER OPERATING				
RECEIPTS	$ -	-	-	-
EXPENDITURES				
Transfer to Capital Improvement	4,977	9,083	9,083	-
Total expenditures	4,977	9,083	9,083	-
Receipts over (under) expenditures	(4,977)	(9,083)		
UNENCUMBERED CASH, beginning	14,060	9,083		
UNENCUMBERED CASH, ending	$ 9,083	-		

City of Walton, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022	2023
GAS DEPRECIATION		
RECEIPTS	$ -	-
EXPENDITURES		
Transfer to Capital Improvement	3,200	-
Receipts over (under) expenditures	(3,200)	-
UNENCUMBERED CASH, beginning	3,200	-
UNENCUMBERED CASH, ending	$ -	-
FEB 2021 GAS CRISIS		
RECEIPTS		
Utility payments	$ 27,873	7,712
EXPENDITURES		
Principal	21,300	19,589
Interest	471	4,488
Total expenditures	21,771	24,077
Receipts over (under) expenditures	6,102	(16,365)
UNENCUMBERED CASH, beginning	132,471	138,573
UNENCUMBERED CASH, ending	$ 138,573	122,208

City of Walton, Kansas

Related Municipal Entity

SCHEDULE OF RECEIPTS AND EXPENDITURES – ACTUAL

Regulatory Basis

For the Years Ended December 31, 2023 and 2022)

	2022	2023
WALTON COMMUNITY LIBRARY		
RECEIPTS		
Appropriations from City	$ 5,474	5,832
SCKLS	3,371	3,509
Donations	150	-
State aid	64	61
Total receipts	9,059	9,402
EXPENDITURES		
Salaries and employee benefits	1,311	-
Books, periodicals, materials	1,535	1,605
Other	2,733	4,886
Total expenditures	5,579	6,491
Receipts over (under) expenditures	3,480	2,911
UNENCUMBERED CASH, beginning	6,753	10,233
UNENCUMBERED CASH, ending	$ 10,233	13,144

SCHEDULE 4

City of Walton, Kansas

Agency Funds

SUMMARY OF RECEIPTS AND DISBURSEMENTS

Regulatory Basis

For the Year Ended December 31, 2023

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
METER DEPOSIT	$ 1,750	600	350	2,000
MEMORIALS	50	-	-	50
SALES TAX	903	9,248	9,567	584
Total	$ 2,703	9,848	9,917	2,634