CITY OF TROY, KANSAS

FINANCIAL STATEMENTS

Year ended December 31, 2023

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CITY OF TROY, KANSAS

FINANCIAL STATEMENTS
Year ended December 31, 2023

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Troy, 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 Troy, Kansas, (the City), as of and for the year ended December 31, 2023 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

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

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 of the financial statement, the financial statement is prepared by the City on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

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

Other Matter

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of Troy, Kansas as of and for the year ended December 31, 2022 (not presented herein), and have issued our report thereon dated February 22, 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/oar/municipalservices. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended December 31, 2023 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 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.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

March 1, 2024

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

Funds	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	$ 216,952	$ -	$ 568,232	$ 505,552	$ 279,632	$ 5,005	$ 284,637
Special Purpose Funds:							
Street and Highway	17,463	-	25,786	29,422	13,827	-	13,827
Ambulance District	256,309	-	128,728	55,552	329,485	172	329,657
Employee Benefit	[2,239]	-	142,446	144,424	[4,217]	4,217	-
Tort Liability	75,845	-	11,662	8,190	79,317	-	79,317
Community Center	313,563	-	130,976	66,431	378,108	-	378,108
ARPA	-	-	-	-	-	-	-
Equipment Reserve	41,400	-	41,400	29,761	53,039	-	53,039
Capital Project Funds:							
Bond Construction	13,727	-	139	13,866	-	-	-
Bond and Interest Funds:							
Bond and Interest	106,764	-	-	-	106,764	-	106,764
Business Funds:							
Electric	1,126,060	-	1,054,289	1,056,824	1,123,525	18,648	1,142,173
Electric Special Assessment	77,474	-	81,592	79,506	79,560	-	79,560
Water	89,148	-	364,036	406,020	47,164	3,516	50,680
Sewer	125,637	-	161,556	177,056	110,137	890	111,027
Total Reporting Entity	$ 2,458,104	$ -	$ 2,710,842	$ 2,572,604	$ 2,596,342	$ 32,448	$ 2,628,790

Composition of Cash:	
Exchange Bank & Trust	
Checking	$ 59,782
Certificates of Deposit	338,500
First Option Bank	
Checking	1,873,108
Certificates of Deposit	357,000
Petty Cash	400
Total	$ 2,628,790

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

CITY OF TROY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Troy (the City) is a municipal corporation governed by a mayor and a five-member council. These financial statements present the City and its related municipal entities for which the government is considered to be financially accountable. However, the City's only related municipal entity, the Troy Public Housing Authority, is not included in these financial statements.

Basis of Accounting

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

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

Regulatory Basis Fund Types

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

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

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

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

Business Fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.)

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:

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The General, Sewer, Employee Benefit and Community Center funds were amended during the year.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds and the ARPA Fund.

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

NOTE 2 - Deposits and Investments

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

Investments. K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices. As of December 31, 2023, the City held no such investments.

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.

NOTE 2 - Deposits and Investments (Continued)

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has no designated "peak periods."

At December 31, 2023, the City's carrying amount of deposits was $2,628,790 and the bank balance was $2,684,975. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, $501,521 was covered by federal depository insurance and $2,183,454 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

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

NOTE 3 - Retirement Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 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 $39,696 for the year ended December 31, 2023.

Net Pension Liability. As of December 31, 2023, the City's proportionate share of the collective net pension liability reported by KPERS was $404,602. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup of KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

NOTE 4 - Long-Term Debt

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

Type of Issue	January 1, 2023	Additions	Retirements	December 31, 2023	Interest Paid
Certificates of Participation	$ 94,000	$ -	$ 30,000	$ 64,000	$ 4,465
Finance Lease	-	55,000	-	55,000	-
General Obligation Bonds	2,407,091	-	101,682	2,305,409	60,684
Totals	$ 2,501,091	$ 55,000	$ 131,682	$ 2,424,409	$65,149

Certificates of Participation. The City issued Certificates of Participation (COPS) dated February 1, 2005, in the amount of $433,000 to fund the construction of the Community Center. The COPS were issued in Series 2005A with an interest rate of 4.75%, and are payable from the regulatory receipts of the Community Center.

Certificates of Participation currently outstanding are as follows:

Debt Issue	Date Issued	Interest Rate	Maturity Date	Original Amount	Outstanding Amount
2005 COP	2/1/2005	4.75%	7/1/2025	$ 433,000	$ 64,000

The annual debt service requirements to maturity for the certificates of participation are as follows:

Year Ending December 31,	Principal Due	Interest Due	Total Due
2024	$ 31,000	$ 3,040	$ 34,040
2025	33,000	1,568	34,568
	$ 64,000	$ 4,608	$ 68,608

General Obligation Bonds. On August 4, 2015, the City issued 2015-A General Obligation Bonds in the amount of $2,080,000. The proceeds were used to finance the 2013 Wastewater Collection System Improvement Project. The bonds carry a 2.5% interest rate, with the final payment due on August 4, 2055.

On April 23, 2020, the City issued 2020-A General Obligation Bonds in the amount of $685,000. The proceeds were used to finance the 2019 Electric Distribution System Improvement Project. The bonds carry a 2.75% interest rate, with the final payment due on March 1, 2030.

General obligation bonds currently outstanding are as follows:

Debt Issue	Date Issued	Interest Rate	Maturity Date	Original Amount	Outstanding Amount
2015A	7/30/2015	2.50%	8/4/2055	$ 2,080,000	$ 1,810,409
2020A	4/23/2020	2.75%	3/1/2030	685,000	495,000
				$ 2,765,000	$ 2,305,409

NOTE 4 - Long-Term Debt (Continued)

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

Year Ending December 31,	Principal Due	Interest Due	Total Due
2024	$ 102,599	$ 57,979	$ 160,578
2025	100,539	55,252	155,791
2026	109,503	52,432	161,935
2027	110,490	49,519	160,009
2028	116,502	46,514	163,016
2029 - 2033	373,605	196,881	570,486
2034 - 2038	252,988	161,310	414,298
2039 - 2043	286,233	128,066	414,299
2044 - 2048	323,847	90,453	414,300
2049 - 2053	366,402	47,896	414,298
2054 - 2055	162,701	6,014	168,715
Total	$ 2,305,409	$ 892,316	$ 3,197,725

Finance Leases. The City entered into a finance lease agreement on October 20, 2023, for the purchase of equipment in the amount of $55,000. The lease agreement carries an interest rate of 5.90% and is scheduled to mature on November 15, 2028.

Finances leases currently outstanding are as follows:

Debt Issue	Date Issued	Interest Rate	Maturity Date	Original Amount	Outstanding Amount
2023 Excavator	10/20/2023	5.90%	11/15/2028	$ 55,000	$ 55,000

The annual debt service requirements to maturity for the finances lease is as follows:

Year Ending December 31,	Principal Due	Interest Due	Total Due
2024	$ 9,572	$ 3,533	$ 13,105
2025	10,388	2,717	13,105
2026	11,009	2,096	13,105
2027	11,668	1,438	13,106
2028	12,363	742	13,105
	$ 55,000	$ 10,526	$ 65,526

NOTE 5 - Commitments and Contingencies

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

NOTE 6 - Interfund Transfers

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
Water Fund	Equipment Reserve	K.S.A. 12-1, 117	$ 13,800
Sewer Fund	Equipment Reserve	K.S.A. 12-1, 117	13,800
Electric Fund	Equipment Reserve	K.S.A. 12-1, 117	13,800
Electric Fund	Employee Benefit Fund	K.S.A. 12-825d	142,446
			$ 183,846

NOTE 7 - Compensated Absences

The City's personnel policy grants employees annual vacation in varying amount depending on length of service. Annual vacation leave is accumulated at the rate of 10 days after year one; 12 days after year 5; 15 days after year 10; 18 days after year 15. Any unused vacation leave at year-end is lost by the employee and not carried over. The city also allows 5 personal days per calendar year and any unused days will not carry over to the following year.

The City's personnel policy also grants employees annual sick leave at a rate of 4 hours per month of service; accrual max 240 hours. Any unused sick leave will be carried over to the following year. Any employee with less than 10 years of service shall not be paid for any unused sick leave upon termination. Any employee with over 10 years of service will be paid accumulated sick leave if they have left voluntarily.

NOTE 8 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters, for which the City has carried commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance in any of the past three fiscal years.

NOTE 9 - Other Long-Term Obligations from Operations

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

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

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

SCHEDULE 1

CITY OF TROY, 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 Funds:					
General	$ 612,850	$ -	$ 612,850	$ 505,552	$ [107,298]
Special Purpose Funds:					
Street and Highway	32,460	-	32,460	29,422	[3,038]
Ambulance District	387,925	-	387,925	55,552	[332,373]
Employee Benefit	165,050	-	165,050	144,424	[20,626]
Tort Liability	93,626	-	93,626	8,190	[85,436]
Community Center	145,000	-	145,000	66,431	[78,569]
Equipment Reserve	62,800	-	62,800	29,761	[33,039]
Business Funds:					
Electric	1,243,800	-	1,243,800	1,056,824	[186,976]
Water	704,268	-	704,268	406,020	[298,248]
Sewer	211,000	-	211,000	177,056	[33,944]

See independent auditor's report on the financial statements.

CITY OF TROY, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Taxes	$ 327,613	$ 370,320	$ 361,208	$ 9,112
Franchise tax	27,069	31,190	24,960	6,230
Licenses and permits	3,819	3,167	4,265	[1,098]
Use of money	4,402	57,881	-	57,881
Fines and fees	780	5,364	1,145	4,219
Reimbursements	-	-	16,640	[16,640]
Lease proceeds	-	55,000	-	55,000
Miscellaneous	19,206	45,310	[944]	46,254
Total Receipts	382,889	568,232	$ 407,274	$ 160,958
Expenditures				
General government	76,802	56,957	$ 129,350	$ [72,393]
Highways and streets	210,388	348,566	358,500	[9,934]
Public safety	88,991	100,029	125,000	[24,971]
Total Expenditures	376,181	505,552	$ 612,850	$ [107,298]
Receipts Over [Under] Expenditures	6,708	62,680		
Unencumbered Cash, Beginning	210,244	216,952		
Unencumbered Cash, Ending	$ 216,952	$ 279,632		

See independent auditor's report on the financial statements.

SCHEDULE 2 - 2

CITY OF TROY, KANSAS
STREET AND HIGHWAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Taxes	$ 25,694	$ 25,786	$ 26,690	$ [904]
Miscellaneous	-	-	-	-
Total Receipts	25,694	25,786	$ 26,690	$ [904]
Expenditures				
Commodities	22,000	26,969	$ 27,050	$ [81]
Contractual services	1,841	2,453	5,410	[2,957]
Total Expenditures	23,841	29,422	$ 32,460	$ [3,038]
Receipts Over [Under] Expenditures	1,853	[3,636]		
Unencumbered Cash, Beginning	15,610	17,463		
Unencumbered Cash, Ending	$ 17,463	$ 13,827		

See independent auditor's report on the financial statements.

CITY OF TROY, KANSAS
AMBULANCE DISTRICT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Intergovernmental	$ 2,400	$ 200	$ 2,705	$ [2,505]
Charges for service	182,099	41,163	139,360	[98,197]
Contributions	14,973	-	8,850	[8,850]
Taxes	148,519	-	156,000	[156,000]
Miscellaneous	609	87,365	-	87,365
Total Receipts	348,600	128,728	$ 306,915	$ [178,187]
Expenditures				
Personal services	261,720	7,255	$ 288,000	$ [280,745]
Contractual services	24,482	15,406	24,000	[8,594]
Commodities	32,286	6,128	32,250	[26,122]
Capital outlay	-	26,763	43,675	[16,912]
Total Expenditures	318,488	55,552	$ 387,925	$ [332,373]
Receipts Over [Under] Expenditures	30,112	73,176		
Unencumbered Cash, Beginning	226,197	256,309		
Unencumbered Cash, Ending	$ 256,309	$ 329,485		

See independent auditor's report on the financial statements.

SCHEDULE 2 - 4

CITY OF TROY, KANSAS
EMPLOYEE BENEFIT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Transfer in	$ 117,063	$ 142,446	$ 140,050	$ 2,396
Total Receipts	117,063	142,446	$ 140,050	$ 2,396
Expenditures				
Social security	12,720	16,792	$ 15,500	$ 1,292
Retirement	14,833	19,565	17,000	2,565
Unemployment tax	388	567	550	17
Worker's compensation	5,488	7,542	7,000	542
Other employee benefits	82,882	99,958	125,000	[25,042]
Total Expenditures	116,311	144,424	$ 165,050	$ [20,626]
Receipts Over [Under] Expenditures	752	[1,978]		
Unencumbered Cash, Beginning	[2,991]	[2,239]		
Unencumbered Cash, Ending	$ [2,239]	$ [4,217]		

See independent auditor's report on the financial statements.

CITY OF TROY, KANSAS
TORT LIABILITY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Taxes	$ 10,817	$ 11,662	$ 11,822	$ [160]
Total Receipts	10,817	11,662	$ 11,822	$ [160]
Expenditures				
Contractual services	6,147	8,190	$ 93,626	$ [85,436]
Total Expenditures	6,147	8,190	$ 93,626	$ [85,436]
Receipts Over [Under] Expenditures	4,670	3,472		
Unencumbered Cash, Beginning	71,175	75,845		
Unencumbered Cash, Ending	$ 75,845	$ 79,317		

CITY OF TROY, KANSAS
COMMUNITY CENTER FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Taxes	$ 109,914	$ 122,325	$ 94,640	$ 27,685
Miscellaneous	10,351	8,651	7,280	1,371
Total Receipts	120,265	130,976	$ 101,920	$ 29,056
Expenditures				
Capital outlay	83,076	8,341	$ 50,000	$ [41,659]
Contractual services	23,919	24,489	51,534	[27,045]
Debt service	-	33,601	34,466	[865]
Miscellaneous	33,460	-	9,000	[9,000]
Total Expenditures	140,455	66,431	$ 145,000	$ [78,569]
Receipts Over [Under] Expenditures	[20,190]	64,545		
Unencumbered Cash, Beginning	333,753	313,563		
Unencumbered Cash, Ending	$ 313,563	$ 378,108		

CITY OF TROY, KANSAS
ARPA FUND
Schedule of Receipts and Expenditures *
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Actual
Receipts		
Federal grant	$ 73,252	$ -
Total Receipts	73,252	-
Expenditures		
Contractual services	146,504	-
Total Expenditures	146,504	-
Receipts Over [Under] Expenditures	[73,252]	-
Unencumbered Cash, Beginning	73,252	-
Unencumbered Cash, Ending	$ -	$ -

* This fund is not required to be budgeted.

CITY OF TROY, KANSAS
EQUIPMENT RESERVE FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Transfer in	$ 41,400	$ 41,400	$ 41,400	$ -
Total Receipts	41,400	41,400	$ 41,400	$ -
Expenditures				
Capital outlay	-	29,761	$ 62,800	$ [33,039]
Total Expenditures	-	29,761	$ 62,800	$ [33,039]
Receipts Over [Under] Expenditures	41,400	11,639		
Unencumbered Cash, Beginning	-	41,400		
Unencumbered Cash, Ending	$ 41,400	$ 53,039		

CITY OF TROY, KANSAS
BOND CONSTRUCTION FUND
Schedule of Receipts and Expenditures *
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Actual
Receipts		
Federal grant	$ 2,359	$ 139
Total Receipts	2,359	139
Expenditures		
Contractual services	359	13,866
Total Expenditures	359	13,866
Receipts Over [Under] Expenditures	2,000	[13,727]
Unencumbered Cash, Beginning	11,727	13,727
Unencumbered Cash, Ending	$ 13,727	$ -

* This fund is not required to be budgeted.

SCHEDULE 2 - 10

CITY OF TROY, 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 Amounts for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Taxes	$ 31	$ -	$ -	$ -
Total Receipts	31	-	$ -	$ -
Expenditures				
Principal	-	-	$ -	$ -
Total Expenditures	-	-	$ -	$ -
Receipts Over [Under] Expenditures	31	-		
Unencumbered Cash, Beginning	106,733	106,764		
Unencumbered Cash, Ending	$ 106,764	$ 106,764		

See independent auditor's report on the financial statements.

CITY OF TROY, KANSAS
ELECTRIC FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Charges for services	$ 1,028,976	$ 1,038,186	$ 1,085,000	$ [46,814]
Use of money	-	200	-	200
Miscellaneous	12,338	15,903	11,000	4,903
Total Receipts	1,041,314	1,054,289	$ 1,096,000	$ [41,711]
Expenditures				
Personal services	134,511	160,144	$ 156,000	$ 4,144
Capital outlay	17,286	38,757	21,850	16,907
Contractual services	29,606	64,568	54,100	10,468
Commodities	668,118	637,109	858,000	[220,891]
Transfer out	130,863	156,246	153,850	2,396
Total Expenditures	980,384	1,056,824	$ 1,243,800	$ [186,976]
Receipts Over [Under] Expenditures	60,930	[2,535]		
Unencumbered Cash, Beginning	1,065,130	1,126,060		
Unencumbered Cash, Ending	$ 1,126,060	$ 1,123,525		

CITY OF TROY, KANSAS
ELECTRIC SPECIAL ASSESSMENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over [Under]
Receipts				
Special assessment	$ 81,811	$ 81,592	$ 83,220	$ [1,628]
Total Receipts	81,811	81,592	$ 83,220	$ [1,628]
Expenditures				
Principle	60,000	65,000	$ 65,000	$ -
Interest	16,225	14,506	14,506	-
Total Expenditures	76,225	79,506	$ 79,506	$ -
Receipts Over [Under] Expenditures	5,586	2,086		
Unencumbered Cash, Beginning	71,888	77,474		
Unencumbered Cash, Ending	$ 77,474	$ 79,560		

CITY OF TROY, KANSAS
WATER FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Charges for services	$ 356,285	$ 359,634	$ 391,580	$ [31,946]
Loan proceeds	-	-	367,918	[367,918]
Reimbursement	2,931	4,402	9,360	[4,958]
Total Receipts	359,216	364,036	$ 768,858	$ [404,822]
Expenditures				
Personal services	151,599	177,820	$ 148,720	$ 29,100
Contractual services	49,450	84,242	54,080	30,162
Capital outlay	-	-	367,918	[367,918]
Commodities	125,673	130,158	98,800	31,358
Debt service	-	-	20,950	[20,950]
Transfer out	13,800	13,800	13,800	-
Total Expenditures	340,522	406,020	$ 704,268	$ [298,248]
Receipts Over [Under] Expenditures	18,694	[41,984]		
Unencumbered Cash, Beginning	70,454	89,148		
Unencumbered Cash, Ending	$ 89,148	$ 47,164		

See independent auditor's report on the financial statements.

CITY OF TROY, KANSAS
SEWER FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Charges for services	$ 157,366	$ 161,406	$ 148,200	$ 13,206
Miscellaneous	-	150	-	150
Total Receipts	157,366	161,556	$ 148,200	$ 13,356
Expenditures				
Personal services	38,233	52,003	$ 51,025	$ 978
Contractual services	14,012	16,312	30,000	[13,688]
Commodities	12,407	12,082	30,000	[17,918]
Debt service	82,859	82,859	86,175	[3,316]
Transfer out	13,800	13,800	13,800	-
Total Expenditures	161,311	177,056	$ 211,000	$ [33,944]
Receipts Over [Under] Expenditures	[3,945]	[15,500]		
Unencumbered Cash, Beginning	129,582	125,637		
Unencumbered Cash, Ending	$ 125,637	$ 110,137		

See independent auditor's report on the financial statements.