CITY OF NESS CITY, KANSAS

FINANCIAL STATEMENT

December 31, 2024

VARNEY & ASSOCIATES, CPAs, LLC
Manhattan, Kansas

CITY OF NESS CITY
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December 31, 2024

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June 20, 2025

Mayor and Council Members
City of Ness City, Kansas

Independent Auditor's Report

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Ness City, Kansas (the City), as of and for the year ended December 31, 2024 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2024, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2024, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* (KMAAG) 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 KMAAG. 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 audits. 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 the 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 KMAAG, 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 the financial statement in accordance with KMAAG as described in Note 1; this includes determining 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 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, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1 and 2 as listed in the table of contents) are presented for purposes of additional analysis and are not required part of the basic financial statement; however, are required to be presented under the provisions of the KMAAG. 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.

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

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

STATEMENT 1

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Funds							
General Fund	$ 1,070,368	$ -	$ 1,296,457	$ 1,555,050	$ 811,775	$ -	$ 811,775
Special Purpose Funds							
Special Highway Fund	4,408	-	35,778	36,805	3,381	-	3,381
Special Parks and Recreation Fund	45,358	-	6,674	38,680	13,352	-	13,352
Industrial Development Fund	18,539	-	-	-	18,539	-	18,539
Library Fund	4,486	-	91,093	91,093	4,486	-	4,486
Library Employee Benefit Fund	567	-	44,806	44,806	567	-	567
Guest Tax Fund	14,279	-	1,769	2,069	13,979	-	13,979
Capital Improvement Fund	131,461	-	1,726,071	1,154,858	702,674	-	702,674
Equipment Reserve Fund	473,722	-	100,000	119,342	454,380	-	454,380
Water Reserve Fund	193,000	-	18,000	-	211,000	-	211,000
Sewer Replacement Fund	35,809	-	3,781	-	39,590	-	39,590
Capital Project Fund							
Airport Improvements Fund	14,329	-	741,677	751,398	4,608	-	4,608
Business Funds							
Water Utility Fund	23,218	-	626,656	609,242	40,632	-	40,632
Sewer Utility Fund	10,164	-	236,933	194,857	52,240	-	52,240
Solid Waste Disposal Fund	230,518	-	136,287	167,110	199,695	-	199,695
Subtotal Primary Government	$ 2,270,226	$ -	$ 5,065,982	$ 4,765,310	$ 2,570,898	$ -	$ 2,570,898
Related Municipal Entity							
Ness City Public Library	$ 233,917	$ -	$ 163,498	$ 150,928	$ 246,487	$ -	$ 246,487
Total Financial Reporting Entity	$ 2,504,143	$ -	$ 5,229,480	$ 4,916,238	$ 2,817,385	$ -	$ 2,817,385

Composition of Cash:	
Checking Accounts	$ 1,502,611
Certificates of Deposit	624,154
Kansas Municipal Investment Pool	444,133
Subtotal Primary Government	$ 2,570,898
Related Municipal Entity	246,487
Total Primary Government	$ 2,817,385

The accompanying notes are an integral part of this financial statement.
See Independent Auditor's Report.

CITY OF NESS CITY, KANSAS
NOTES TO FINANCIAL STATEMENT
December 31, 2024

Note 1: Summary of Significant Accounting Policies

The City of Ness City, Kansas (the City) is a municipal corporation governed by an elected five-member council. The accounting policies of the City conform to the cash-basis and budget laws of Kansas (regulatory basis). The following is a summary of the more significant policies.

Municipal Financial Reporting Entity

The municipal financial reporting entity is comprised of the primary government and the one related municipal entity, the Ness City Public Library. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents. This financial statement does not include the related municipal entities Ness City Airport Authority and Ness City Cemetery District.

Regulatory Basis Fund Types

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. In the financial statement in this report, the various funds are grouped into generic fund types and broad fund categories as follows:

General Fund - The general fund is the chief operating fund of the City. It is used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds - Special purpose funds are used to account for the proceeds of specific tax levies and other specific revenue sources intended for specified purposes.

Capital Projects Fund - Capital projects fund is used to account for capital projects.

Business Funds - Business funds are used to account for funds financed in whole or in part by fees charged to users of the goods or services.

Basis of Accounting

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 net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Note 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 funds and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

If the 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 not 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 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 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 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, and the following special purpose funds: equipment reserve fund, capital improvement fund and airport improvement fund.

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

Subsequent Events

Management has evaluated events and transactions for potential recognition or disclosure through the date of the independent auditor's report, which is June 20, 2025, the date the financial statement was available to be issued.

Note 2: 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.

Note 2: Deposits and Investments (Continued)

At December 31, 2024, the City has the following investment:

Investment Type	Fair Value	Less than 1	1 - 5	6 - 10	More than 10	Rating
Kansas Municipal Investment Pool	$ 444,133	$ 444,133	$ -	$ -	$ -	N/A

The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest by the U.S. government or any agency thereof, with maturities up to four years. No more than 10 percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City's investments were composed entirely of KMIP deposits, treasury bills and certificates of deposit as of the fiscal year ended December 31, 2024.

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 coverage is 50%. The City does not utilize "peak periods". All deposits were legally secured at December 31, 2024.

As of December 31, 2024, the City's carrying amount of deposits was $2,126,765 and the bank balance was $2,440,588. The bank balance was held by one bank, in checking, money market and certificates of deposit. Of the bank balance, $500,000 was covered by federal depository insurance and the remaining balance was collateralized with securities held by the pledging financial institutions' agents in the City's name.

As of December 31, 2024, the Library's carrying amount of deposits was $246,487 and the bank balance was $256,780. Of the total, $250,000 was covered by FDIC, with $6,780 being unsecured as of December 31, 2024.

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 to be adequately secured.

Note 3: Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and are levied and become a lien on the property on November 1st of each year. The county treasurer is the tax collection agent for all taxing entities within the county. Property owners have the option of paying one-half of the full amount of the taxes levied on or before December 20th of the ensuing year. State statutes prohibit the county treasurer from distributing taxes levied and collected in the year prior to January 1st of the ensuing year.

Note 4: 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 Avenue, Suite 100, Topeka, KS 66503) or by calling 1-888-275-5737.

Note 4: Defined Benefit Pension Plan (Continued)

Contributions. KSA 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) was 9.26% for fiscal year ended December 31, 2024. Contributions to the pension plan from the City were $52,232 for the year ended December 31, 2024.

Net Pension Liability. At December 31, 2024, the City's proportionate share of the collective net pension liability reported by KPERS was $426,248. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

Note 5: Interfund Transfers

Transfers for the year ended December 31, 2024 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Capital Improvement Fund	K.S.A. 12-1,118	$ 471,500
General Fund	Airport Fund	Per Council	100,000
General Fund	Sewer Utility Fund	K.S.A. 12-631o	75,000
General Fund	Water Utility Fund	K.S.A. 12-825d	50,000
General Fund	Equipment Reserve	K.S.A. 12-1,118	100,000
Sewer Utility Fund	Sewer Replacement Fund	K.S.A. 12-825d	2,500
Water Utility Fund	Water Reserve Fund	K.S.A. 12-825d	18,000
Solid Waste Fund	Capital Improvement Fund	K.S.A. 12-825d	50,000
Total Transfers			$ 867,000

Note 6: 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. These risks are covered by commercial insurance purchased from independent third parties. There have been no decreases in insurance coverage from the prior year.

Note 7: Compliance with Finance-Related Legal and Contractual Provisions

There were no budget or cash violations during 2024.

Note 8: 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. There is no cost to the City under this program.

Note 9: Capital Projects

At year end, capital project authorizations compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorizations	Expenditures To Date
Airport Runway Connector	$ 2,970,096	$ 3,306,567
Swimming Pool Project	2,802,272	2,814,124

Note 10: Changes in Long-Term Debt

ISSUE	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds										
2015 Series	2.50 - 4.50%	7/1/2015	$ 85,000	10/01/35	$ 59,000	$ -	$ 4,000	$ (4,000)	$ 55,000	$ 2,305
Public Building Commission Revenue Bonds										
2024 Series	4.00%	1/17/2024	500,000	6/1/2028	-	500,000	35,000	465,000	465,000	15,689
KDHE Loan										
Public Water Supply System Project	3.66%	11/18/04	1,150,000	8/1/26	214,334	-	214,334	(214,334)	-	6,725
TOTAL LONG-TERM DEBT					$ 273,334	$ 500,000	$ 253,334	$ 246,666	$ 520,000	$ 24,719

Note 11: Maturity of Long-Term Debt

PRINCIPAL	**2025**	**2026**	**2027**	**2028**	**2029**	**2030 - 2034**	**2035 - 2036**	**Total**
General Obligation Bond	$ 4,000	$ 4,000	$ 4,000	$ 5,000	$ 5,000	$ 27,000	$ 6,000	$ 55,000
PBC Revenue Bond	110,000	115,000	120,000	120,000	-	-	-	465,000
Total Principal	$ 114,000	$ 119,000	$ 124,000	$ 125,000	$ 7,029	$ 27,000	$ 6,000	$ 520,000
INTEREST								
General Obligation Bond	$ 2,205	$ 2,065	$ 1,925	$ 1,785	$ 1,610	$ 5,080	$ 270	$ 14,940
PBC Revenue Bond	9,300	14,200	9,600	4,800	-	-	-	37,900
Total Interest	$ 11,505	$ 16,265	$ 11,525	$ 6,585	$ 1,610	$ 5,080	$ 270	$ 52,840
TOTAL PRINCIPAL AND INTEREST	$ 125,505	$ 135,265	$ 135,525	$ 131,585	$ 8,639	$ 32,080	$ 6,270	$ 572,840

REGULATORY-REQUIRED SUPPLEMENTAL INFORMATION

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

Fund	Certified Budget	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Funds			
General Fund	$ 1,702,200	$ 1,555,050	$ (147,150)
Special Purpose Funds			
Special Highway Fund	38,000	36,805	(1,195)
Special Parks and Recreation Fund	44,000	38,680	(5,320)
Industrial Development Fund	18,535	-	(18,535)
Library Fund	96,250	91,093	(5,157)
Library Employee Benefit Fund	47,445	44,806	(2,639)
Guest Tax Fund	18,900	2,069	(16,831)
Business Funds			
Water Utility Fund	699,090	609,242	(89,848)
Sewer Utility Fund	208,500	194,857	(13,643)
Solid Waste Disposal Fund	242,000	167,110	(74,890)
TOTAL	$ 3,114,920	$ 2,739,712	$ (375,208)

CITY OF NESS CITY, KANSAS
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Receipts			
Taxes			
Ad Valorem	$ 420,510	$ 448,669	$ (28,159)
Delinquent	14,098	-	14,098
Motor Vehicle	78,296	94,043	(15,747)
Intangible	10,761	-	10,761
Total Taxes	$ 523,665	$ 542,712	$ (19,047)
Intergovernmental			
Local City Sales Tax	$ 573,341	$ 550,000	$ 23,341
Local Alcoholic Liquor Tax	6,674	6,000	674
Connecting Links	8,546	7,500	1,046
Total Intergovernmental	$ 588,561	$ 563,500	$ 25,061
Licenses			
Franchise Fees	$ 116,806	$ 110,000	$ 6,806
Licenses and Permits	8,765	5,000	3,765
Total Licenses and Permits	$ 125,571	$ 115,000	$ 10,571
Fines and Forfeitures			
Fines	$ 1,922	$ 1,500	$ 422
Use of Money and Property			
Interest	$ 19,159	$ 12,000	$ 7,159
Miscellaneous			
Swimming Pool	$ 12,373	$ -	$ 12,373
Recycling Revenue	3,548	6,000	(2,452)
Community Building Donations	3,900	5,500	(1,600)
Other	17,758	5,000	12,758
Total Miscellaneous	$ 37,579	$ 16,500	$ 21,079
Total Receipts	$ 1,296,457	$ 1,251,212	$ 45,245

(continued)

CITY OF NESS CITY, KANSAS
GENERAL FUND (CONTINUED)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Expenditures			
General and Administrative			
Personnel Services	$ 118,896	$ 120,000	$ (1,104)
Contractual Services	37,046	40,000	(2,954)
Commodities	48,048	45,000	3,048
Capital Outlay	1,469	20,000	(18,531)
Total General and Administrative	$ 205,459	$ 225,000	$ (19,541)
Street Department			
Personnel Services	$ 77,345	$ 85,000	$ (7,655)
Contractual Services	103,484	75,000	28,484
Commodities	111,502	150,000	(38,498)
Capital Outlay	-	75,000	(75,000)
Total Street Department	$ 292,331	$ 385,000	$ (92,669)
Employee Benefits			
Health Insurance	$ 35,628	$ 50,000	$ (14,372)
Social Security	20,563	23,000	(2,437)
KPERS	23,881	23,000	881
Unemployment	481	1,500	(1,019)
Total Employee Benefits	$ 80,553	$ 97,500	$ (16,947)
Street Lighting			
Contractual Services	$ 27,712	$ 35,000	$ (7,288)
Swimming Pool			
Personnel Services	$ 34,528	$ 25,000	$ 9,528
Contractual Services	4,796	5,000	(204)
Commodities	15,764	20,000	(4,236)
Capital Outlay	2,196	-	2,196
Total Swimming Pool	$ 57,284	$ 50,000	$ 7,284
Park Improvement			
Personnel Services	$ 9,324	$ 7,500	$ 1,824
Contractual Services	15,010	5,000	10,010
Commodities	14,242	5,000	9,242
Capital Outlay	-	10,000	(10,000)
Total Park Improvement	$ 38,576	$ 27,500	$ 11,076
Recycling			
Personnel Services	$ 29,006	$ 35,000	$ (5,994)
Contractual Services	385	-	385
Commodities	8,531	5,000	3,531
Total Recycling	$ 37,922	$ 40,000	$ (2,078)

(continued)

CITY OF NESS CITY, KANSAS
GENERAL FUND (CONTINUED)
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Expenditures (Continued)			
Community Building			
Contractual Services	$ 7,403	$ 10,000	$ (2,597)
Commodities	5,787	20,000	(14,213)
Capital Outlay	-	10,000	(10,000)
Total Community Building	$ 13,190	$ 40,000	$ (26,810)
Appropriations			
Airport	$ 3,000	$ 3,000	$ -
Debt Payments	$ 2,523	$ 2,700	$ (177)
Transfers Out	$ 796,500	$ 796,500	$ -
Total Expenditures	$ 1,555,050	$ 1,702,200	$ (147,150)
Receipts Over (Under) Expenditures	$ (258,593)		
Unencumbered Cash - Beginning	1,070,368		
Unencumbered Cash - Ending	$ 811,775		

CITY OF NESS CITY, KANSAS
SPECIAL HIGHWAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Receipts			
Intergovernmental			
State Gasoline Tax	$ 35,778	$ 35,260	$ 518
Expenditures			
Personnel Services	$ -	$ 5,000	$ (5,000)
Contractual Services	11,805	15,000	(3,195)
Commodities	25,000	18,000	7,000
Total Expenditures	$ 36,805	$ 38,000	$ (1,195)
Receipts Over (Under) Expenditures	$ (1,027)		
Unencumbered Cash - Beginning	4,408		
Unencumbered Cash - Ending	$ 3,381		

CITY OF NESS CITY, KANSAS
SPECIAL PARKS AND RECREATION FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Receipts			
Intergovernmental			
Local Alcoholic Liquor Tax	$ 6,674	$ 6,000	$ 674
EXPENDITURES			
Culture and Recreation	$ 38,680	$ 44,000	$ (5,320)
Receipts Over (Under) Expenditures	$ (32,006)		
Unencumbered Cash - Beginning	45,358		
Unencumbered Cash - Ending	$ 13,352		

CITY OF NESS CITY, KANSAS
INDUSTRIAL DEVELOPMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Receipts			
Taxes			
Delinquent	$ -	$ -	$ -
Expenditures			
Industrial Development	$ -	$ 18,535	$ (18,535)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash - Beginning	18,539		
Unencumbered Cash - Ending	$ 18,539		

CITY OF NESS CITY, KANSAS
LIBRARY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Receipts			
Taxes			
Ad Valorem	$ 77,006	$ 82,155	$ (5,149)
Delinquent	2,307	-	2,307
Motor Vehicle	11,780	14,095	(2,315)
Total Receipts	$ 91,093	$ 96,250	$ (5,157)
Expenditures			
Appropriations	$ 91,093	$ 96,250	$ (5,157)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash - Beginning	4,486		
Unencumbered Cash - Ending	$ 4,486		

CITY OF NESS CITY, KANSAS
LIBRARY EMPLOYEE BENEFIT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Receipts			
Taxes			
Ad Valorem	$ 37,022	$ 39,494	$ (2,472)
Delinquent	1,210	-	1,210
Motor Vehicle	6,574	7,892	(1,318)
Total Receipts	$ 44,806	$ 47,386	$ (2,580)
Expenditures			
Appropriations	$ 44,806	$ 47,445	$ (2,639)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash - Beginning	567		
Unencumbered Cash - Ending	$ 567		

CITY OF NESS CITY, KANSAS
GUEST TAX FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Receipts			
Taxes			
Guest Tax	$ 1,769	$ 1,000	$ 769
Expenditures			
Convention and Tourism	$ 1,550	$ 18,900	$ (17,350)
Professional Fees	519	-	519
Total Expenditures	$ 2,069	$ 18,900	$ (16,831)
Receipts Over (Under) Expenditures	$ (300)		
Unencumbered Cash - Beginning	14,279		
Unencumbered Cash - Ending	$ 13,979		

CITY OF NESS CITY, KANSAS
WATER UTILITY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Receipts			
Water Sales	$ 528,611	$ 450,000	$ 78,611
Interest	37,626	15,000	22,626
Late Charges	10,419	5,000	5,419
Transfers In	50,000	18,000	32,000
Total Cash Receipts	$ 626,656	$ 488,000	$ 138,656
EXPENDITURES			
Personnel Services	$ 219,662	$ 225,000	$ (5,338)
Contractual	46,311	55,000	(8,689)
Commodities	198,328	125,000	73,328
Capital Outlay	52,836	200,000	(147,164)
Debt Service	70,583	76,090	(5,507)
Transfer Out	18,000	18,000	-
Miscellaneous	3,522	-	3,522
Total Expenditures	$ 609,242	$ 699,090	$ (89,848)
Receipts Over (Under) Expenditures	$ 17,414		
Unencumbered Cash - Beginning	23,218		
Unencumbered Cash - Ending	$ 40,632		

CITY OF NESS CITY, KANSAS
SEWER UTILITY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Receipts			
Sewer Service Charges	$ 119,883	$ 115,000	$ 4,883
Interest	4,953	1,200	3,753
Commercial Utility	37,097	35,000	2,097
Transfers In	75,000	2,500	72,500
Total Receipts	$ 236,933	$ 153,700	$ 83,233
EXPENDITURES			
Personnel Services	$ 76,849	$ 70,000	$ 6,849
Contractual Services	15,386	30,000	(14,614)
Commodities	53,113	45,000	8,113
Capital Outlay	549	20,000	(19,451)
Employee Benefits	46,460	37,000	9,460
Debt Service	-	4,000	(4,000)
Transfer Out	2,500	2,500	-
Total Expenditures	$ 194,857	$ 208,500	$ (13,643)
Receipts Over (Under) Expenditures	$ 42,076		
Unencumbered Cash - Beginning	10,164		
Unencumbered Cash - Ending	$ 52,240		

CITY OF NESS CITY, KANSAS
SOLID WASTE DISPOSAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2024

	Actual	Budget	Variance Over (Under)
Receipts			
User Fees	$ 136,287	$ 140,000	$ (3,713)
Expenditures			
Contractual Services	$ 117,040	$ 140,000	$ (22,960)
Commodities	70	2,000	(1,930)
Capital Outlay	50,000	100,000	(50,000)
Total Expenditures	$ 167,110	$ 242,000	$ (74,890)
Receipts Over (Under) Expenditures	$ (30,823)		
Unencumbered Cash - Beginning	230,518		
Unencumbered Cash - Ending	$ 199,695		

CITY OF NESS CITY, KANSAS
CAPITAL IMPROVEMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2024

Receipts		
Transfers in	$	521,500
Miscellaneous		1,204,571
Total Receipts	$	1,726,071
Expenditures		
Capital Outlay	$	1,154,858
Receipts Over (Under) Expenditures	$	571,213
Unencumbered Cash - Beginning		131,461
Unencumbered Cash - Ending	$	702,674

CITY OF NESS CITY, KANSAS
AIRPORT IMPROVEMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2024

Receipts		
Federal Aid	$	90,905
State Aid		550,772
Transfer In		100,000
Total Receipts	$	741,677
Expenditures		
Fees - Professional Services	$	751,398
Receipts Over (Under) Expenditures	$	(9,721)
Unencumbered Cash - Beginning		14,329
Unencumbered Cash - Ending	$	4,608

CITY OF NESS CITY, KANSAS
EQUIPMENT RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2024

Receipts	
Transfers In	$ 100,000
Expenditures	
Capital Outlay	$ 119,342
Receipts Over (Under) Expenditures	$ (19,342)
Unencumbered Cash - Beginning	473,722
Unencumbered Cash - Ending	$ 454,380

CITY OF NESS CITY, KANSAS
WATER RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2024

Receipts		
Transfers In	$	18,000
EXPENDITURES		
Capital Outlay	$	-
Receipts Over (Under) Expenditures	$	18,000
Unencumbered Cash - Beginning		193,000
Unencumbered Cash - Ending	$	211,000

CITY OF NESS CITY, KANSAS
SEWER REPLACEMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2024

Receipts		
Transfers In	$	2,500
Interest		1,281
Total Receipts	$	3,781
EXPENDITURES		
Contractual	$	-
Receipts Over (Under) Expenditures	$	3,781
Unencumbered Cash - Beginning		35,809
Unencumbered Cash - Ending	$	39,590

CITY OF NESS CITY, KANSAS
NESS CITY PUBLIC LIBRARY
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2024

Receipts		
Intergovernmental	$	21,371
Interest		304
Miscellaneous		7,517
Appropriations		134,306
Total Receipts	$	163,498
EXPENDITURES		
Personnel Services	$	118,087
Contractual Services		13,963
Commodities		18,878
Total Expenditures	$	150,928
Receipts Over (Under) Expenditures	$	12,570
Unencumbered Cash - Beginning		233,917
Unencumbered Cash - Ending	$	246,487