**CITY OF OSBORNE, KANSAS**

Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2023

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# INDEPENDENT AUDITORS' REPORT

To the City Council
**City of Osborne, Kansas**
Osborne, Kansas

## Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **City of Osborne, Kansas**, 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 matters 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 Auditors' Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

*Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles*
As discussed in Note 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.

**Auditors' Responsibilities for the Audit of the Financial Statement**

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an 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 purposes of additional analysis and are not a required part of the basic financial statement; however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

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 July 5, 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/municipal-audits. 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.

Adams Brown, LLC

**ADAMSBROWN, LLC**
Certified Public Accountants
Hays, Kansas

July 3, 2024

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

| Funds | Beginning Unencumbered Cash Balance | Prior Year Cancelled Encumbrances | Receipts | Expenditures | **Ending Unencumbered Cash Balance** | Add Encumbrances and Accounts Payable | **Ending Cash Balance** |
|---|---|---|---|---|---|---|---|
| **Regulatory Basis Fund Types** | | | | | | | |
| **General Fund** | $ 421,692 | 32,379 | 1,233,782 | 1,154,559 | **533,294** | 55,995 | **589,289** |
| **Special Purpose Funds** | | | | | | | |
| Special Highway Fund | 70,831 | - | 35,806 | 47,205 | **59,432** | 2,702 | **62,134** |
| Library Fund | 16,323 | - | 81,034 | 81,185 | **16,172** | 1,696 | **17,868** |
| Recreation Fund | 36,908 | 13,396 | 59,430 | 83,304 | **26,430** | 36,633 | **63,063** |
| Special Parks Fund | 22,583 | - | 145 | - | **22,728** | - | **22,728** |
| Equipment Fund | 1,088 | - | - | - | **1,088** | - | **1,088** |
| Permanent Recreation, Park Equipment and Facilities Fund | 15,342 | - | 5,000 | 600 | **19,742** | - | **19,742** |
| Emergency Services Building Fund | 27,439 | - | 12,000 | 459 | **38,980** | - | **38,980** |
| American Rescue Plan Act Fund | 46,270 | - | - | 46,270 | **-** | - | **-** |
| **Business Funds** | | | | | | | |
| Golf Fund | 69,307 | - | 71,693 | 43,631 | **97,369** | 409 | **97,778** |
| Electric and Water Fund | 1,657,231 | 6,965 | 2,480,463 | 2,616,732 | **1,527,927** | 149,587 | **1,677,514** |
| Electric Utility Reserve Fund | 1,646,220 | - | 283,800 | 38,166 | **1,891,854** | - | **1,891,854** |
| Sewer Fund | 171,854 | - | 96,719 | 112,018 | **156,555** | 1,814 | **158,369** |
| Airport Fund | 6,253 | 25 | 9,098 | 3,090 | **12,286** | - | **12,286** |
| **Trust Funds** | | | | | | | |
| Economic Development Revolving Loan Fund | 613,807 | - | 89,774 | - | **703,581** | - | **703,581** |
| Permanent Trust - Cemetery Fund | 25,787 | - | 150 | - | **25,937** | - | **25,937** |
| Permanent Trust - Park Fund | 2,396 | - | - | - | **2,396** | - | **2,396** |
| **Subtotal Primary Government** | 4,851,331 | 52,765 | 4,458,894 | 4,227,219 | **5,135,771** | 248,836 | **5,384,607** |
| **Related Municipal Entity** | | | | | | | |
| Public Library | 73,737 | - | 75,007 | 100,430 | **48,314** | - | **48,314** |
| **Total Primary Government** | $ 4,925,068 | 52,765 | 4,533,901 | 4,327,649 | **5,184,085** | 248,836 | **5,432,921** |

| | | |
|---|---|---|
| **Composition of Cash** | Checking Accounts | $ **1,581,260** |
| | Savings Accounts | **2,203,247** |
| | Cash on Hand | **100** |
| | Certificates of Deposit | **1,600,000** |
| | Subtotal Primary Government | **5,384,607** |
| | Related Municipal Entity | **48,314** |
| | **Total Primary Government** | $ **5,432,921** |

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

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**City of Osborne, Kansas** has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

### Financial Reporting Entity

The City is a municipal corporation governed by an elected seven-member council. This financial statement presents the City (the municipality) and its related municipal entity, Osborne Public Library, shown below. 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 entity, Osborne Housing Authority, shown below.

#### Osborne Public Library

The City's Library Board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City.

#### Osborne Housing Authority

The City's Housing Authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Audited financial statements can be obtained by contacting the housing authority's office.

### Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2023.

### 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 revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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

**Trust Fund** – fund used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

**Basis of Accounting**

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The 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.

**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 KMAAG regulatory basis of accounting.

## NOTE 2 – 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.

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

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

c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.

d. 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 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 10 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 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 trust funds or the following special purpose funds: Emergency Services Building Fund and American Rescue Plan Act 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 governing body.

## NOTE 3 – DEPOSITS AND INVESTMENTS

**City of Osborne, Kansas** follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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 K.S.A. 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, except during designated "peak periods" when required coverage is 50%. The City does not use "peak periods". All deposits were legally secured at December 31, 2023.

At December 31, 2023, the City's carrying amount of deposits was $5,384,607 and the bank balance was $5,430,994. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $750,000 was covered by federal depository insurance and $4,680,994 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

At December 31, 2023, the Public Library's carrying amount of deposits was $48,314 and the bank balance was $49,930. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, all was covered by federal depository insurance.

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 at December 31, 2023.

## NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Osborne, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2023 were as follows:

| From | To | Regulatory Authority | Amount |
|---|---|---|---|
| Electric and Water Fund | Electric Utility Reserve Fund | K.S.A. 12-825d | $ 283,800 |
| Electric and Water Fund | General Fund | K.S.A. 12-825d | 240,000 |
| Recreation Fund | Perm. Rec, Park Equip, and Facilities Fund | K.S.A. 12-1,117 | 5,000 |
| Electric and Water Fund | Golf Fund | K.S.A. 12-825d | 15,000 |

## NOTE 5 – LITIGATION

**City of Osborne, Kansas** is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

## NOTE 6 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; damage to and destruction of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than related to employee health benefits. Settled claims have not exceeded this commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

## NOTE 7 – GRANTS AND SHARED REVENUES

**City of Osborne, Kansas** participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

## NOTE 8 – DEFINED BENEFIT PENSION PLAN

### General Information about the Pension Plan

Plan Description
**City of Osborne, Kansas** 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 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions
K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, 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 $72,035 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 $787,868. 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.

## NOTE 9 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Osborne, Kansas** 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.

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.

## NOTE 10 – COMPENSATED ABSENCES

### Vacation

All employees of **City of Osborne, Kansas**, except temporary and part-time employees, accumulate and carry forward vacation as designated in the following schedule. Employees are paid for all accumulated vacation at their current wage rate upon termination of employment. The Public Library follows the same policy as the City. The Library Director is the only eligible employee and is paid by the City.

| Years of Service | Amount Earned | Vacation Days Allowed to Carry Over |
|---|---|---|
| 0-5 | 10 days/year | 15.0 days/year |
| 6 | 11 days/year | 16.5 days/year |
| 7 | 12 days/year | 18.0 days/year |
| 8 | 13 days/year | 19.5 days/year |
| 9 | 14 days/year | 21.0 days/year |
| 10 and over | 15 days/year | 22.5 days/year |

### Sick Leave

All employees of the City, except temporary and part-time employees, accumulate sick leave at a rate of 12 days per year. They may accumulate a maximum of 120 days of sick leave. Upon termination of employment, no sick leave is paid to the employee. If an employee retires after age 62 or upon full retirement and has earned 85 points from KPERS, the employee is paid one-half of his/her accumulated sick leave. The Public Library follows the same policy as the City. The Library Director is the only eligible employee and is paid by the City.

### Comp Time

Full-time employees of the City earn comp time at the rate of time and a half for every hour over 40 hours worked during a week, which is paid on the following pay day. However, at the discretion of the department head, an employee may be given compensatory time off in lieu of cash payments. The Public Library follows the same policy as the City. The Library Director is the only eligible employee and is paid by the City.

### Personal Leave

Employees considered to be in a supervisory position will be entitled up to five personal days per year not to exceed one day per month. Personal leave is not accumulative.

## NOTE 11 – LOAN AGREEMENTS

**City of Osborne, Kansas** has entered into the following economic revolving loans. The economic purpose of these loans was for the purchase of property and buildings and for startup costs for the businesses within the City of Osborne. The combined outstanding balance of these loans is $178,410.

| Loan Date | Duration in Years | Interest Rate | | Monthly Payment |
|---|---|---|---|---|
| 11/20/12 | 15 | 4.00 | $ | 777 |
| 04/15/13 | 15 | 4.00 | | 592 |
| 07/15/18 | 15 | 4.00 | | 473 |
| 10/18/19 | 10 | 4.00 | | 354 |
| 07/14/21 | 10 | 4.00 | | 120 |

## NOTE 12 – DEBT RESTRICTIONS AND COVENANTS

**KDHE Water Pollution Loan**
**City of Osborne, Kansas** entered into a loan agreement with the Kansas Department of Health and Environment to fund repairs of the sewer line in the amount of $292,010. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds. The City is in compliance with this requirement as of December 31, 2023 as it is providing dedicated funds through wastewater fees.

## NOTE 13 – RECLASSIFICATIONS

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform with the presentation in the current year financial statements.

## NOTE 14 – LONG-TERM DEBT

**City of Osborne, Kansas** has the following types of long-term debt.

**KDHE Revolving Loan**
The City entered into a $292,010 revolving loan agreement on December 20, 2007 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance the repairs of the sewer line. This agreement was amended on April 28, 2009. The City uses proceeds generated by the operation of the facility for loan repayment, which began March 17, 2010.

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 |
|---|---|---|---|---|---|---|---|---|---|
| **KDHE Loan** | | | | | | | | | |
| KDHE Water Pollution | 2.67% | 2009 | $ 292,010 | 2030 | $ 133,401 | - | (15,169) | **118,232** | 3,137 |

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

| | YEAR | | | | | | |
|---|---|---|---|---|---|---|---|
| | 2024 | 2025 | 2026 | 2027 | 2028 | 2029-2030 | **Total** |
| **Principal** | | | | | | | |
| KDHE Loan | $ 15,576 | 15,995 | 16,425 | 16,867 | 17,320 | 36,049 | **118,232** |
| **Interest** | | | | | | | |
| KDHE Loan | 2,768 | 2,388 | 1,999 | 1,598 | 1,187 | 1,098 | **11,038** |
| **Total Principal and Interest** | $ 18,344 | 18,383 | 18,424 | 18,465 | 18,507 | 37,147 | **129,270** |

**CITY OF OSBORNE, KANSAS**

Regulatory-Required Supplementary Information

**Schedule 1**

**CITY OF OSBORNE, 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) |
|---|---|---|---|---|---|
| **Regulatory Basis Fund Types** | | | | | |
| **General Fund** | $ 1,262,612 | - | 1,262,612 | **1,154,559** | (108,053) |
| **Special Purpose Funds** | | | | | |
| Special Highway Fund | 105,000 | - | 105,000 | **47,205** | (57,795) |
| Library Fund | 85,500 | - | 85,500 | **81,185** | (4,315) |
| Recreation Fund | 102,500 | - | 102,500 | **83,304** | (19,196) |
| Special Parks Fund | 20,993 | - | 20,993 | **-** | (20,993) |
| Equipment Fund | - | - | - | **-** | - |
| Permanent Recreation Park Equipment and Facilities Fund | 32,442 | - | 32,442 | **600** | (31,842) |
| **Business Funds** | | | | | |
| Golf Fund | 47,750 | - | 47,750 | **43,631** | (4,119) |
| Electric and Water Fund | 3,115,900 | - | 3,115,900 | **2,616,732** | (499,168) |
| Sewer Fund | 149,830 | - | 149,830 | **112,018** | (37,812) |
| Airport Fund | 8,000 | - | 8,000 | **3,090** | (4,910) |

**CITY OF OSBORNE, 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 Tax | $ 526,461 | **564,921** | 582,211 | (17,290) |
| Delinquent Tax | 16,720 | **10,245** | - | 10,245 |
| Motor Vehicle Tax | 71,155 | **83,307** | 86,412 | (3,105) |
| Commercial Vehicle Fees | 5,086 | **7,201** | 1,326 | 5,875 |
| Recreational Vehicle Tax | 1,956 | **1,962** | 2,173 | (211) |
| 16/20M Vehicle Tax | 1,810 | **2,681** | 1,577 | 1,104 |
| Watercraft Tax | 528 | **-** | 796 | (796) |
| Local Sales/Use Tax | 70,713 | **70,920** | 52,000 | 18,920 |
| Liquor Tax | - | **145** | 205 | (60) |
| Licenses and Permits | 9,598 | **11,122** | 4,500 | 6,622 |
| Franchise Taxes | 40,402 | **51,802** | 29,000 | 22,802 |
| Highway Connecting Links | 15,000 | **15,000** | 9,000 | 6,000 |
| Fines and Bond Payments | 6,150 | **11,491** | 7,500 | 3,991 |
| Sale of Assets | 180 | **900** | - | 900 |
| Cemetery Lots and Permits | 4,300 | **11,100** | 2,000 | 9,100 |
| Osborne County Rock Receipts | 791 | **2,874** | 500 | 2,374 |
| Sale of Fireworks | - | **200** | 100 | 100 |
| Refunds | 21,843 | **22,992** | - | 22,992 |
| Rent Income | 5,871 | **5,754** | 6,000 | (246) |
| Swimming Pool | 19,777 | **19,217** | 11,500 | 7,717 |
| Miscellaneous | 2,357 | **26,303** | 500 | 25,803 |
| Interest Income | 12,228 | **72,514** | 5,500 | 67,014 |
| Grant Funds | - | **2,719** | - | 2,719 |
| Transfers In | 240,100 | **240,000** | 240,000 | - |
| Federal Aid - FEMA | 12,264 | **-** | - | - |
| State Aid - FEMA | 1,022 | **-** | - | - |
| Neighborhood Revitalization Rebate | (1,340) | **(1,588)** | (1,603) | 15 |
| **Total Receipts** | 1,084,972 | **1,233,782** | 1,041,197 | 192,585 |
| **Expenditures** | | | | |
| **General Government** | | | | |
| Personal Services | 54,234 | **68,526** | 80,000 | (11,474) |
| Contractual | 64,158 | **89,991** | 61,000 | 28,991 |
| Commodities | 4,895 | **5,645** | 5,000 | 645 |
| Miscellaneous | 2,609 | **1,550** | 1,000 | 550 |
| FEMA Disbursements | 5,341 | **-** | - | - |
| Grant Funds | - | **2,502** | - | 2,502 |
| **Total General Government** | $ 131,237 | **168,214** | 147,000 | 21,214 |

**CITY OF OSBORNE, 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 (continued)** | | | | |
| **Police Department** | | | | |
| Personal Services | $ 160,593 | **186,649** | 167,412 | 19,237 |
| Contractual | 7,940 | **11,848** | 9,000 | 2,848 |
| Commodities | 30,999 | **40,673** | 16,000 | 24,673 |
| Capital Outlay | 30,204 | **7,703** | 35,000 | (27,297) |
| Attorney Fee/Inmate Expenses | - | **-** | 37,500 | (37,500) |
| Animal Control | - | **-** | 1,500 | (1,500) |
| Miscellaneous | 1,461 | **4,800** | 25,250 | (20,450) |
| **Total Police Department** | 231,197 | **251,673** | 291,662 | (39,989) |
| **Fire Department** | | | | |
| Contractual | 2,967 | **4,807** | 6,000 | (1,193) |
| Commodities | 3,120 | **1,556** | 11,150 | (9,594) |
| **Total Fire Department** | 6,087 | **6,363** | 17,150 | (10,787) |
| **Street Department** | | | | |
| Personal Services | 40,877 | **48,141** | 38,000 | 10,141 |
| Contractual | 5,001 | **5,639** | 7,000 | (1,361) |
| Commodities | 74,853 | **69,004** | 82,500 | (13,496) |
| Capital Outlay | 151,261 | **27,037** | 100,000 | (72,963) |
| **Total Street Department** | 271,992 | **149,821** | 227,500 | (77,679) |
| **Ball Field** | | | | |
| Personal Services | 6,167 | **28,803** | 24,000 | 4,803 |
| Contractual | 10 | **509** | 1,600 | (1,091) |
| Commodities | 5,572 | **18,050** | 11,000 | 7,050 |
| **Total Ball Field** | 11,749 | **47,362** | 36,600 | 10,762 |
| **Park Department** | | | | |
| Personal Services | 38,383 | **51,854** | 40,000 | 11,854 |
| Contractual | 1,743 | **1,958** | 1,500 | 458 |
| Commodities | 8,076 | **7,145** | 7,600 | (455) |
| Capital Outlay | 28,651 | **4,484** | 3,750 | 734 |
| **Total Park Department** | 76,853 | **65,441** | 52,850 | 12,591 |
| **Cemetery** | | | | |
| Contractual | - | **384** | 850 | (466) |
| Commodities | 5,069 | **2,696** | 5,000 | (2,304) |
| **Total Cemetery** | $ 5,069 | **3,080** | 5,850 | (2,770) |

**CITY OF OSBORNE, 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 (continued)** | | | | |
| **Swimming Pool** | | | | |
| Personal Services | $ 31,492 | **35,251** | 37,000 | (1,749) |
| Contractual | 259 | **1,172** | 2,500 | (1,328) |
| Commodities | 12,691 | **11,921** | 12,000 | (79) |
| Capital Outlay | 1,453 | **8,646** | 27,000 | (18,354) |
| **Total Swimming Pool** | 45,895 | **56,990** | 78,500 | (21,510) |
| **Tort Liability** | | | | |
| Contractual | 4,247 | **5,989** | 7,000 | (1,011) |
| **Economic Development** | | | | |
| Personal Services | 29,790 | **41,600** | 29,500 | 12,100 |
| **Golf** | | | | |
| Personal Services | 45,983 | **52,000** | 52,000 | - |
| **City Office Building** | | | | |
| Personal Services | - | **-** | 3,500 | (3,500) |
| Contractual | 7,174 | **9,361** | 9,000 | 361 |
| Commodities | 3,950 | **4,620** | 1,500 | 3,120 |
| **Total City Office Building** | 11,124 | **13,981** | 14,000 | (19) |
| **Ambulance** | | | | |
| Contractual | 27,000 | **27,000** | 27,000 | - |
| **Employee Benefits** | | | | |
| Insurance Premiums | 140,767 | **139,540** | 170,000 | (30,460) |
| Payroll Taxes | 33,979 | **42,349** | 29,000 | 13,349 |
| Retirement | 39,363 | **50,306** | 44,000 | 6,306 |
| Unemployment Insurance | 834 | **1,010** | 1,000 | 10 |
| Workman's Compensation | 27,757 | **31,840** | 32,000 | (160) |
| **Total Employee Benefits** | 242,700 | **265,045** | 276,000 | (10,955) |
| **Total Expenditures** | 1,140,923 | **1,154,559** | 1,262,612 | (108,053) |
| **Receipts Over (Under) Expenditures** | (55,951) | **79,223** | | |
| **Unencumbered Cash - Beginning** | 471,811 | **421,692** | | |
| **Prior Year Cancelled Encumbrances** | 5,832 | **32,379** | | |
| **Unencumbered Cash - Ending** | $ 421,692 | **533,294** | | |

**CITY OF OSBORNE, KANSAS**
**Special Highway 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** | | | | |
| State Gasoline Tax | $ 35,224 | **35,806** | 35,370 | 436 |
| **Expenditures** | | | | |
| Personal Services | 38,222 | **34,767** | 40,000 | (5,233) |
| Contractual | - | **-** | 4,000 | (4,000) |
| Commodities | - | **12,438** | 61,000 | (48,562) |
| **Total Expenditures** | 38,222 | **47,205** | 105,000 | (57,795) |
| **Receipts Over (Under) Expenditures** | (2,998) | **(11,399)** | | |
| **Unencumbered Cash - Beginning** | 73,829 | **70,831** | | |
| **Unencumbered Cash - Ending** | $ 70,831 | **59,432** | | |

**CITY OF OSBORNE, KANSAS**
**Library 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 Tax | $ 63,969 | **68,458** | 70,553 | (2,095) |
| Delinquent Tax | 2,275 | **1,180** | - | 1,180 |
| Motor Vehicle Tax | 10,144 | **10,122** | 10,499 | (377) |
| Commercial Vehicle Fees | 725 | **266** | 161 | 105 |
| Recreational Vehicle Tax | 279 | **238** | 264 | (26) |
| 16/20M Vehicle Tax | 264 | **315** | 192 | 123 |
| Watercraft Tax | 75 | **609** | 97 | 512 |
| Neighborhood Revitalization Rebate | (163) | **(154)** | (194) | 40 |
| **Total Receipts** | 77,568 | **81,034** | 81,572 | (538) |
| **Expenditures** | | | | |
| Personal Services | 37,366 | **44,112** | 39,500 | 4,612 |
| Contractual | 567 | **586** | 1,500 | (914) |
| Commodities | 548 | **1,487** | 1,500 | (13) |
| Capital Outlay | - | **-** | 2,000 | (2,000) |
| Appropriations to Library Board | 34,350 | **35,000** | 40,000 | (5,000) |
| Miscellaneous | 24 | **-** | 1,000 | (1,000) |
| **Total Expenditures** | 72,855 | **81,185** | 85,500 | (4,315) |
| **Receipts Over (Under) Expenditures** | 4,713 | **(151)** | | |
| **Unencumbered Cash - Beginning** | 11,610 | **16,323** | | |
| **Unencumbered Cash - Ending** | $ 16,323 | **16,172** | | |

**CITY OF OSBORNE, KANSAS**
**Recreation 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 Tax | $ 15,543 | **17,436** | 17,971 | (535) |
| Delinquent Tax | 444 | **222** | - | 222 |
| Motor Vehicle Tax | - | **2,460** | 2,551 | (91) |
| Commercial Vehicle Fees | - | **213** | 39 | 174 |
| Recreational Vehicle Tax | - | **58** | 64 | (6) |
| 16/20M Vehicle Tax | 52 | **-** | 47 | (47) |
| Watercraft Tax | - | **-** | 23 | (23) |
| Program Fees | 29,478 | **21,660** | 75,000 | (53,340) |
| Grant Funds | 60,716 | **17,420** | - | 17,420 |
| Neighborhood Revitalization Rebate | (40) | **(39)** | (49) | 10 |
| **Total Receipts** | 106,193 | **59,430** | 95,646 | (36,216) |
| **Expenditures** | | | | |
| Contractual | 10,250 | **-** | - | - |
| Commodities | 23,057 | **-** | - | - |
| Summer Recreation Program | - | **50,884** | 75,000 | (24,116) |
| Appropriations | - | **-** | 22,500 | (22,500) |
| Grant Expenses | 50,716 | **27,420** | - | 27,420 |
| Transfers Out | 5,000 | **5,000** | 5,000 | - |
| **Total Expenditures** | 89,023 | **83,304** | 102,500 | (19,196) |
| **Receipts Over (Under) Expenditures** | 17,170 | **(23,874)** | | |
| **Unencumbered Cash - Beginning** | 19,738 | **36,908** | | |
| **Prior Year Cancelled Encumbrances** | - | **13,396** | | |
| **Unencumbered Cash - Ending** | $ 36,908 | **26,430** | | |

**CITY OF OSBORNE, KANSAS**
**Special Parks 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** | | | | |
| Liquor Tax | $ - | **145** | 205 | (60) |
| **Expenditures** | | | | |
| Capital Outlay | - | **-** | 20,993 | (20,993) |
| **Receipts Over (Under) Expenditures** | - | **145** | | |
| **Unencumbered Cash - Beginning** | 22,583 | **22,583** | | |
| **Unencumbered Cash - Ending** | $ 22,583 | **22,728** | | |

**CITY OF OSBORNE, KANSAS**
**Equipment 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)

| | | Prior Year Actual | Current Year **Actual** | Current Year Budget | Current Year Variance Over (Under) |
|---|---|---|---|---|---|
| **Receipts** | $ | - | **-** | - | - |
| **Expenditures** | | - | **-** | - | - |
| **Receipts Over (Under) Expenditures** | | - | **-** | | |
| **Unencumbered Cash - Beginning** | | 1,088 | **1,088** | | |
| **Unencumbered Cash - Ending** | $ | 1,088 | **1,088** | | |

**CITY OF OSBORNE, KANSAS**
**Permanent Recreation, Park Equipment and Facilities 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** | | | | |
| Transfers In | $ 5,000 | **5,000** | 5,000 | - |
| **Expenditures** | | | | |
| Capital Outlay | 17,700 | **600** | 32,442 | (31,842) |
| **Receipts Over (Under) Expenditures** | (12,700) | **4,400** | | |
| **Unencumbered Cash - Beginning** | 28,042 | **15,342** | | |
| **Unencumbered Cash - Ending** | $ 15,342 | **19,742** | | |

**CITY OF OSBORNE, KANSAS**
**Pool Project Fund**
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | $ | - | - |
| **Expenditures** | | | |
| Pool Project | | 100 | - |
| **Receipts Over (Under) Expenditures** | | (100) | **-** |
| **Unencumbered Cash - Beginning** | | 100 | **-** |
| **Unencumbered Cash - Ending** | $ | - | **-** |

**CITY OF OSBORNE, KANSAS**
**Emergency Services Building Fund**
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | | | |
| Rents | $ | 12,000 | **12,000** |
| **Expenditures** | | | |
| Commodities | | 375 | **459** |
| **Receipts Over (Under) Expenditures** | | 11,625 | **11,541** |
| **Unencumbered Cash - Beginning** | | 15,814 | **27,439** |
| **Unencumbered Cash - Ending** | $ | 27,439 | **38,980** |

**CITY OF OSBORNE, KANSAS**
**American Rescue Plan Act Fund**
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | | | |
| Federal Aid - ARPA Funds | $ | 97,059 | **-** |
| **Expenditures** | | | |
| Capital Outlay | | 147,848 | **46,270** |
| **Receipts Over (Under) Expenditures** | | (50,789) | **(46,270)** |
| **Unencumbered Cash - Beginning** | | 97,059 | **46,270** |
| **Unencumbered Cash - Ending** | $ | 46,270 | **-** |

**CITY OF OSBORNE, 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 | $ 3,968 | - | - | - |
| Motor Vehicle Tax | 15,111 | - | - | - |
| Commercial Vehicle Fees | 1,080 | - | - | - |
| Recreational Vehicle Tax | 415 | - | - | - |
| 16/20M Vehicle Tax | 378 | - | - | - |
| Watercraft Tax | 113 | - | - | - |
| Transfers In | 29,291 | - | - | - |
| **Total Receipts** | 50,356 | - | - | - |
| **Expenditures** | | | | |
| Bond Principal | 50,000 | - | - | - |
| Interest | 1,125 | - | - | - |
| **Total Expenditures** | 51,125 | - | - | - |
| **Receipts Over (Under) Expenditures** | (769) | - | | |
| **Unencumbered Cash - Beginning** | 769 | - | | |
| **Unencumbered Cash - Ending** | $ - | - | | |

**CITY OF OSBORNE, KANSAS**
**Golf 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** | | | | |
| Fees and Collections | $ 38,956 | **43,465** | 40,000 | 3,465 |
| Rent | 10,753 | **12,055** | 9,600 | 2,455 |
| Donations | 40 | **-** | - | - |
| Transfers In | 15,000 | **15,000** | 15,000 | - |
| Grant | 10,276 | **-** | - | - |
| Miscellaneous | 648 | **1,173** | - | 1,173 |
| **Total Receipts** | 75,673 | **71,693** | 64,600 | 7,093 |
| **Expenditures** | | | | |
| Personal Services | 7,793 | **7,798** | 9,750 | (1,952) |
| Contractual | 3,927 | **3,777** | 6,000 | (2,223) |
| Commodities | 21,007 | **32,030** | 27,000 | 5,030 |
| Grant Expense | 10,276 | **-** | - | - |
| Capital Outlay | 14,661 | **26** | 5,000 | (4,974) |
| **Total Expenditures** | 57,664 | **43,631** | 47,750 | (4,119) |
| **Receipts Over (Under) Expenditures** | 18,009 | **28,062** | | |
| **Unencumbered Cash - Beginning** | 51,298 | **69,307** | | |
| **Unencumbered Cash - Ending** | $ 69,307 | **97,369** | | |

**CITY OF OSBORNE, KANSAS**
**Electric and Water 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** | | | | |
| **Electric Utility** | | | | |
| Customer Sales | $ 2,284,531 | **2,223,763** | 2,290,000 | (66,237) |
| Penalties | 10,258 | **11,868** | - | 11,868 |
| Licenses and Permits | 300 | **450** | - | 450 |
| Rent | 200 | **50** | - | 50 |
| Refunds | 821 | **-** | 100 | (100) |
| Miscellaneous | 8,471 | **8,396** | - | 8,396 |
| **Total Electric Utility** | 2,304,581 | **2,244,527** | 2,290,100 | (45,573) |
| **Water Utility** | | | | |
| Customer Sales | 224,435 | **222,543** | 215,000 | 7,543 |
| Miscellaneous | 11,976 | **13,393** | 12,000 | 1,393 |
| **Total Water Utility** | 236,411 | **235,936** | 227,000 | 8,936 |
| **Total Receipts** | 2,540,992 | **2,480,463** | 2,517,100 | (36,637) |
| **Expenditures** | | | | |
| **Electric Production** | | | | |
| Personal Services | 113,453 | **122,223** | 120,000 | 2,223 |
| Contractual | 11,051 | **6,803** | 10,000 | (3,197) |
| Commodities | 28,563 | **31,381** | 30,000 | 1,381 |
| Capital Outlay | 52,866 | **53,749** | 100,000 | (46,251) |
| Fuel and Electricity | 1,069,318 | **892,583** | 1,220,000 | (327,417) |
| Insurance | 26,308 | **40,461** | 28,000 | 12,461 |
| **Total Electric Production** | 1,301,559 | **1,147,200** | 1,508,000 | (360,800) |
| **Electric Distribution** | | | | |
| Personal Services | 106,075 | **124,952** | 180,000 | (55,048) |
| Contractual | 13,001 | **14,491** | 27,500 | (13,009) |
| Commodities | 70,470 | **111,585** | 65,000 | 46,585 |
| Capital Outlay | 110,452 | **75,245** | 70,000 | 5,245 |
| Transfers Out | 15,000 | **15,000** | 15,000 | - |
| **Total Electric Distribution** | $ 314,998 | **341,273** | 357,500 | (16,227) |

**CITY OF OSBORNE, KANSAS**
**Electric and Water 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 (continued)** | | | | |
| **Electric Administration** | | | | |
| Personal Services | $ 54,339 | **59,571** | 60,000 | (429) |
| Contractual | 17,852 | **21,639** | 20,000 | 1,639 |
| Commodities | 11,069 | **11,111** | 11,000 | 111 |
| Insurance | 26,445 | **29,120** | 25,000 | 4,120 |
| Sales Tax | 67,912 | **72,821** | 87,500 | (14,679) |
| Payroll Taxes | 19,224 | **21,626** | 30,000 | (8,374) |
| Retirement | 24,331 | **27,501** | 37,300 | (9,799) |
| Health Insurance | 58,193 | **64,377** | 96,000 | (31,623) |
| Service Trust | - | **-** | 7,000 | (7,000) |
| Economic Development | 9,387 | **8,939** | 15,800 | (6,861) |
| Refunds | 3,090 | **4,013** | 11,500 | (7,487) |
| Transfers Out | 490,000 | **523,800** | 523,800 | - |
| Miscellaneous | 6 | **77** | 2,000 | (1,923) |
| **Total Electric Administration** | 781,848 | **844,595** | 926,900 | (82,305) |
| **Water Production** | | | | |
| Personal Services | 20,250 | **41,649** | 38,000 | 3,649 |
| Contractual | 9,983 | **7,652** | 16,000 | (8,348) |
| Commodities | 17,430 | **45,876** | 23,000 | 22,876 |
| Capital Outlay | 29,645 | **43,382** | 55,000 | (11,618) |
| **Total Water Production** | 77,308 | **138,559** | 132,000 | 6,559 |
| **Water Distribution** | | | | |
| Personal Services | 18,900 | **22,128** | 37,000 | (14,872) |
| Contractual | 16,171 | **20,691** | 29,500 | (8,809) |
| Commodities | 21,269 | **19,660** | 15,000 | 4,660 |
| Capital Outlay | 45,965 | **12,834** | 40,000 | (27,166) |
| **Total Water Distribution** | $ 102,305 | **75,313** | 121,500 | (46,187) |

**CITY OF OSBORNE, KANSAS**
**Electric and Water 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 (continued)** | | | | |
| **Water Administration** | | | | |
| Contractual | $ 6,937 | **7,917** | 8,000 | (83) |
| Commodities | 1,336 | **3,280** | 4,300 | (1,020) |
| Insurance | 7,556 | **8,373** | 10,000 | (1,627) |
| Payroll Taxes | 2,573 | **4,276** | 5,000 | (724) |
| Retirement | 3,693 | **6,042** | 8,700 | (2,658) |
| Health Insurance | 15,179 | **20,335** | 30,000 | (9,665) |
| Water Protection Fee | 2,728 | **2,669** | 4,000 | (1,331) |
| Contingency Reserve | 12,925 | **16,900** | - | 16,900 |
| Transfers Out | 29,291 | **-** | - | - |
| **Total Water Administration** | 82,218 | **69,792** | 70,000 | (208) |
| **Total Expenditures** | 2,660,236 | **2,616,732** | 3,115,900 | (499,168) |
| **Receipts Over (Under) Expenditures** | (119,244) | **(136,269)** | | |
| **Unencumbered Cash - Beginning** | 1,776,475 | **1,657,231** | | |
| **Prior Year Cancelled Encumbrances** | - | **6,965** | | |
| **Unencumbered Cash - Ending** | $ 1,657,231 | **1,527,927** | | |

**CITY OF OSBORNE, KANSAS**
**Electric Utility Reserve 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)

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | | | |
| Transfers In | $ | 250,000 | **283,800** |
| **Expenditures** | | | |
| Capital Outlay | | - | **38,166** |
| **Receipts Over (Under) Expenditures** | | 250,000 | **245,634** |
| **Unencumbered Cash - Beginning** | | 1,396,220 | **1,646,220** |
| **Unencumbered Cash - Ending** | $ | 1,646,220 | **1,891,854** |

**CITY OF OSBORNE, KANSAS**
**Sewer 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** | | | | |
| Customer Sales | $ 100,466 | **96,719** | 98,000 | 5,719 |
| **Expenditures** | | | | |
| Personal Services | 37,292 | **47,680** | 50,000 | (2,320) |
| Contractual | 4,021 | **7,777** | 31,000 | (23,223) |
| Commodities | 9,051 | **6,125** | 8,500 | (2,375) |
| Capital Outlay | 24,548 | **-** | - | - |
| KDHE Water Pollution Loan | 18,630 | **18,630** | 18,630 | - |
| Insurance | 7,556 | **8,373** | 10,000 | (1,627) |
| Payroll Taxes | 2,358 | **3,097** | 3,000 | 97 |
| Health Insurance | 18,151 | **15,827** | 25,000 | (9,173) |
| Retirement | 3,512 | **4,509** | 3,700 | 809 |
| **Total Expenditures** | 125,119 | **112,018** | 149,830 | (37,812) |
| **Receipts Over (Under) Expenditures** | (24,653) | **(15,299)** | | |
| **Unencumbered Cash - Beginning** | 196,507 | **171,854** | | |
| **Unencumbered Cash - Ending** | $ 171,854 | **156,555** | | |

**CITY OF OSBORNE, KANSAS**
**Airport 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** | | | | |
| Rent | $ 10,576 | **9,098** | 8,000 | 1,098 |
| Insurance Reimbursements | 600 | **-** | - | - |
| **Total Receipts** | 11,176 | **9,098** | 8,000 | 1,098 |
| **Expenditures** | | | | |
| Personal Services | 1,482 | **1,550** | 4,000 | (2,450) |
| Contractual | 10,858 | **-** | - | - |
| Commodities | 4,101 | **1,540** | 4,000 | (2,460) |
| **Total Expenditures** | 16,441 | **3,090** | 8,000 | (4,910) |
| **Receipts Over (Under) Expenditures** | (5,265) | **6,008** | | |
| **Unencumbered Cash - Beginning** | 11,518 | **6,253** | | |
| **Prior Year Cancelled Encumbrances** | - | **25** | | |
| **Unencumbered Cash - Ending** | $ 6,253 | **12,286** | | |

**CITY OF OSBORNE, KANSAS**
**Economic Development Revolving Loan Fund**
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | | | |
| Loan Repayments | $ | 60,731 | **74,615** |
| Interest Income | | 1,806 | **15,159** |
| **Total Receipts** | | 62,537 | **89,774** |
| **Expenditures** | | - | **-** |
| **Receipts Over (Under) Expenditures** | | 62,537 | **89,774** |
| **Unencumbered Cash - Beginning** | | 551,270 | **613,807** |
| **Unencumbered Cash - Ending** | $ | 613,807 | **703,581** |

**CITY OF OSBORNE, KANSAS**
**Permanent Trust - Cemetery Fund**
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | | | |
| Cemetery Lots and Permits | $ | 475 | **150** |
| **Expenditures** | | - | **-** |
| **Receipts Over (Under) Expenditures** | | 475 | **150** |
| **Unencumbered Cash - Beginning** | | 25,312 | **25,787** |
| **Unencumbered Cash - Ending** | $ | 25,787 | **25,937** |

**CITY OF OSBORNE, KANSAS**
**Permanent Trust - Park Fund**
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | $ | - | **-** |
| **Expenditures** | | - | **-** |
| **Receipts Over (Under) Expenditures** | | - | **-** |
| **Unencumbered Cash - Beginning** | | 2,396 | **2,396** |
| **Unencumbered Cash - Ending** | $ | 2,396 | **2,396** |

**CITY OF OSBORNE, KANSAS**
**Public Library**
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | | | |
| CKLS | $ | 12,015 | **12,579** |
| State Aid | | 367 | **373** |
| Interest Income | | 14 | **13** |
| Fines and Copies | | 1,978 | **2,342** |
| Contributions | | 3,189 | **7,946** |
| Grants | | 11,226 | **13,290** |
| Appropriations From City of Osborne | | 34,350 | **35,000** |
| Miscellaneous | | 2,390 | **3,464** |
| **Total Receipts** | | 65,529 | **75,007** |
| **Expenditures** | | | |
| Salaries | | 15,301 | **18,947** |
| Utilities | | 2,338 | **2,779** |
| Books, Periodicals, and Records | | 17,830 | **16,929** |
| Supplies | | 1,702 | **2,015** |
| Capital Outlay | | 7,707 | **18,281** |
| Miscellaneous | | 7,610 | **13,819** |
| Grants | | - | **22,855** |
| Mileage | | 943 | **919** |
| Cleaning | | 3,345 | **3,886** |
| **Total Expenditures** | | 56,776 | **100,430** |
| **Receipts Over (Under) Expenditures** | | 8,753 | **(25,423)** |
| **Unencumbered Cash - Beginning** | | 64,984 | **73,737** |
| **Unencumbered Cash - Ending** | $ | 73,737 | **48,314** |