CITY OF WILSON, KANSAS

FINANCIAL STATEMENT AND INDEPENDENT AUDITORS' REPORT
For the Year Ended December 31, 2023

CITY OF WILSON
Wilson, Kansas

For the Year Ended December 31, 2023

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Independent Auditors' Report

To the Honorable Mayor and City Council
City of Wilson, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Wilson, 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 matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Wilson as of December 31, 2023, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Wilson 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 A.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide.* Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the Commission, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirement 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 A of the financial statement, the financial statement is prepared by the Commission 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 variance between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of American, 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 A; 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 Commission's ability to continue as a going concern for twelve months beyond the financial statement date, included any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibility 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 auditors' 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 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 judgement 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 Commission'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 Commission's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of Wilson, Kansas, as of and for the year ended December 31, 2022 (not presented herein), and have issued our report thereon dated May 12, 2023, which contained an unmodified opinion on the basis financial statement. The 2022 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget 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 2022 basic financial statement as a whole for the year ended December 31, 2022, on the basis of accounting described in Note A.

Gudenkauf & Malone, Inc.
June 13, 2024

CITY OF WILSON, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended December 31, 2023

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payables	Ending Cash Balance
Governmental Type Funds:						
General Fund	$ 320,451	$ 993,066	$ 919,945	$ 393,572	$ 144,147	$ 537,719
Special Purpose Funds:						
Library	4,469	23,841	23,966	4,344	510	4,854
Special Street	30,876	47,595	-	78,471	-	78,471
Special Rural Fire	26,622	22,926	19,074	30,474	1,631	32,105
Special Parks and Recreation	18,565	4,059	7,523	15,101	-	15,101
Capital Improvement	118,488	146,569	110,541	154,516	-	154,516
Fire Equipment Replacement	115,300	31,509	30,820	115,989	13,352	129,341
Water Repair	79,679	64,675	29,202	115,152	-	115,152
Municipal Equipment Reserve	115,399	61,666	27,350	149,715	-	149,715
Sewer Reserve	89,524	55,946	49,258	96,212	-	96,212
Diversion Fund	1,402	-	750	652	-	652
Travel & Tourism	24,914	10,768	800	34,882	-	34,882
Emergency Preparedness	606	-	-	606	-	606
Special Recreation Projects	848	-	-	848	-	848
	626,692	469,554	299,284	796,962	15,493	812,455
Business Funds:						
Sewer Utility	27,469	131,129	146,974	11,624	3,641	15,265
Water Utility	3,807	209,921	208,980	4,748	4,724	9,472
	31,276	341,050	355,954	16,372	8,365	24,737
Trust Funds:						
Cemetery	31,352	46	-	31,398	-	31,398
Cemetery Endowment	10,195	525	-	10,720	-	10,720
	41,547	571	-	42,118	-	42,118
Total Reporting Entity (Excluding Agency Funds)	$ 1,019,966	$ 1,804,241	$ 1,575,183	$ 1,249,024	$ 168,005	$ 1,417,029

Composition of Cash:

Checking Account	$ 94,369
Savings Account	1,155,812
Petty Cash	484
Certificates of Deposit	227,389
Total Cash	1,478,054
Agency Funds Per Schedule 3	(61,025)
Total Reporting Entity (Excluding Agency Funds)	$ 1,417,029

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

CITY OF WILSON
Wilson, Kansas

Notes to Financial Statement

Year Ended December 31, 2023

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

The City of Wilson, located in north central Kansas, in Ellsworth County, was incorporated in 1883. The City has a population of over 700 with roots in Czech heritage.

The City of Wilson is a municipal corporation governed under the Mayor-Council form of government. Wilson engages in a range of municipal services including general government administration, public safety and administration of justice, transportation and environmental services, community development and recreation activities.

The regulatory financial statement presents the City of Wilson, Kansas (the Municipality) and does not include any Related Municipal Entities.

Regulatory Basis Fund Types

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

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

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

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

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

Trust Fund – funds 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.).

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

Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

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.

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There was one such budget amendment for this year.

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

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

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds:

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

Municipal Equipment Reserve Fund
Fire Equipment Replacement Fund
Water Repair Fund
Emergency Preparedness Fund
Capital Improvement Fund
Diversion Fund
Sewer Reserve Fund
Special Recreation Projects Fund
Travel & Tourism Fund

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

Reimbursements

The City of Wilson 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.

Property Tax

The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County appraiser annually determines assessed valuations based on real estate transactions recorded by the Register of Deeds and personal property transactions reported by taxpayers. The County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the county.

In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Property taxes are assessed on a calendar year basis and become a lien on property on November 1 of each year. The taxes are due one-half on December 20th and one-half the following May 10th. Any taxes unpaid at the due dates are considered delinquent.

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Consequently, current year property tax receivables are not available as a resource that can be used to finance the current operation of the City and therefore are not susceptible to accrual.

Undistributed taxes from the prior year levy are recognized as income in the current year. It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and, further, the amounts thereof are not material to the financial statement taken as a whole.

NOTE B – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

Expenditures in the Special Rural Fire Fund exceeded the adopted budget for the year ended December 31, 2023, which is a violation of K.S.A. 79-2935.

The City of Wilson is not aware of any other non-compliance with Kansas statutes.

NOTE C – 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 investments choices.

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

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City had no designated "peak periods." All deposits were legally secured at December 31, 2023.

At December 31, 2023 the City's carrying amount of deposits was $1,478,055 and the bank balance was $1,477,534. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $500,000 was covered by federal depository insurance, $977,534 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

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

NOTE D - INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
General	Capital Improvement	KSA 12-1,118	$18,986
General	Fire Equipment Replacement	KSA 12-1,117	22,000
General	Municipal Equipment Reserve	KSA 12-1,117	24,000
General	Special Street	KSA 12-1,119	25,000
Water Utility	Capital Improvement	KSA 12-1,118	41,933
Water Utility	Water Repair	KSA 12-825d	64,565
Water Utility	General	KSA 12-825d	18,720
Sewer Utility	Sewer Reserve	KSA 12-825d	55,946
Special Rural Fire	Fire Equipment Replacement	KSA 12-1,117	5,000
Sewer Utility	Capital Improvement	KSA 12-1,118	23,343

NOTE E – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Other Post Employment Benefits

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

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

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

Compensated Absences

The City's vacation policy permits employees to earn from 5 days (40 hours) to 20 days (160 hours) of paid vacation per year, depending on years of employment. No more than 30 days (240 hours) can be carried over to the next year. Upon separation from employment with the City the employee is entitled to all earned vacation, unless exceptions are met.

Sick leave is earned at a rate of one (1) eight-hour work day for each calendar month. For employees hired on or before March 3, 2008, there is no limit to the amount of sick leave that can be carried over to the next year. For employees hired after March 3, 2008, employees can carry over 80 days (640 hours) of sick leave. All sick days in excess of the 80 days are bought back by the City at the end of the year. Upon retirement, death, or honorable termination, the City will pay for all unused sick leave accumulated at a rate of one hour of wages for each unused day of sick leave.

The City's employees have accumulated 157 days of sick leave and 37 days of vacation as of December 31, 2023. Accumulated sick leave benefits are estimated at $4,053 and accumulated vacation benefits are estimated at $7,933 for a total estimated liability for compensated absences of $11,986.

NOTE F – DEFINED BENEFIT PENSION PLAN

Plan Description – The City of Wilson 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 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

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

NOTE F – DEFINED BENEFIT PENSION PLAN - CONTINUED

and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law establishes 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 of Wilson were $11,772 for the year ended December 31, 2023.

Net Pension Liability

At December 31, 2023, the City of Wilson's proportionate share of the collective net pension liability reported by KPERS was $157,112. 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 G – CLAIMS AND JUDGMENTS

Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has purchased commercial insurance for these potential risks. There were no settlements that exceeded insurance coverage in the past three years.

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

NOTE H – RELATED PARTY TRANSACTIONS

In a governmental entity, related parties include members of the governing body, board members, administrative officials, and immediate families of administrative officials, board members, and members of the governing body. Required disclosures on related party transactions do not include compensation arrangements, expense allowances and similar items incurred in the ordinary course of operations. The following are not required to be reported, but are presented for information only.

	2023
Post Rock Tactical Dan Taylor, Mayor Is the owner of the company	$ 493
Wilson Communications Darcy Hubka Vopat, a council member Is employed by the company	13,977
Wilson Foods Heather Claussen, a council member Is employed by the company	1,349
Wilson State Bank Aubrey Ptacek, a council member Is employed by the company	30
Wilson Wine & Spirits Dusty Vopat, spouse of a council member Is employed by the company	4,974

NOTE I – SUBSEQUENT EVENTS

In June 2024, Council opened bids for the Sewer Lagoon project. The cost will be covered by a potential $650,000 Kansas Department of Health and Environment (KDHE) Revolving Loan fund with up to 30% of the loan being forgivable.

In July 2024, Council approved a bid for the sewer lagoon project contingent on KDHE approval of the loan.

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report which is the date at which the financial statement was available to be issued.

CITY OF WILSON, KANSAS

NOTES TO FINANCIAL STATEMENT
For the Year Ended December 31, 2023

NOTE L - LONG-TERM DEBT

Changes in long-term liabilities for the City of Wilson 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 Loans									
Sewer Lagoon	3.11%	2002	$ 483,958	3/1/2024	$ 31,513	$ -	$ 31,513	$ -	$ 737
Water Supply	3.63%	2009	$ 351,275	8/1/2029	137,261	-	19,085	118,176	4,811
General Obligation Bonds:									
2018-A BI #0247040918342	2.88%	4/2/2018	$125,000	4/9/2033	96,676	-	7,597	89,079	2,779
2018-B BI #0247040918343	3.38%	4/3/2018	$75,000	4/9/2033	58,497	-	4,480	54,017	1,974
Total Contractual Indebtedness					$323,947	$ -	$ 62,675	$ 261,272	$ 10,301

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

	2024	2025	2026	2027	2028	2029-2033	Total
Principal:							
KDHE Loan							
Water Supply	19,785	20,509	21,261	22,039	22,847	11,735	118,176
General Obligation Bond							
2018-A	7,815	8,040	8,271	8,509	8,754	47,690	89,079
2019-B	4,631	4,787	4,949	5,116	5,289	29,245	54,017
Total Principal	32,231	33,336	34,481	35,664	36,890	88,670	261,272
Interest:							
KDHE Loan							
Water Supply	4,112	3,387	2,636	1,857	1,050	213	13,255
General Obligation Bond							
2018-A	2,561	2,336	2,105	1,867	1,623	4,191	14,683
2019-B	1,823	1,667	1,505	1,338	1,165	3,026	10,524
Total Interest	8,496	7,390	6,246	5,062	3,838	7,430	38,462
Total Principal and Interest	$ 40,727	$ 40,726	$ 40,727	$40,726	$ 40,728	$ 96,100	$ 299,734

REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION

Schedule 1

CITY OF WILSON, 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)
Governmental Type Funds:					
General Funds:					
General	$ 746,975	$ 302,396	$ 1,049,371	$ 919,945	$ (129,426)
Special Purpose Funds:					
Library	28,200	-	28,200	23,966	(4,234)
Special Street	-	-	-	-	-
Special Rural Fire	17,000	-	17,000	19,074	2,074
Special Parks and Recreation	17,000	-	17,000	7,523	(9,477)
Business Funds:					
Sewer Utility	147,000	-	147,000	146,974	(26)
Water Utility	209,000	-	209,000	208,980	(20)
Total	$ 1,165,175	$ 302,396	$ 1,467,571	$ 1,326,462	$ (141,109)

Schedule 2-1

CITY OF WILSON, KANSAS

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)

GENERAL

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Ad Valorem Tax	$ 253,585	$ 259,063	$ 267,674	$ (8,611)
Delinquent Tax	6,221	9,755	-	9,755
Motor Vehicle Tax	32,494	30,663	32,878	(2,215)
Recreational Vehicle Tax	944	1,065	975	90
Alcoholic Liquor Local	2,880	2,370	3,153	(783)
Compensating Use Tax	34,228	40,493	18,000	22,493
Sales Tax	104,746	107,919	80,000	27,919
Franchise Tax	70,005	67,204	57,000	10,204
Fees	3,119	2,538	2,950	(412)
Sales and Services	25,347	28,754	21,300	7,454
Refuse Collections	96,096	107,502	93,000	14,502
Public Transportation	4,640	5,399	5,500	(101)
Donations	101	-	-	-
Interest on Idle Funds	1,653	7,261	-	7,261
Miscellaneous	2,466	1,964	-	1,964
Grants	71,510	9,622	-	9,622
Special Construction Projects	151,895	171,013	-	171,013
Reimbursed Expenses	20,448	121,761	1,000	120,761
Transfer from Water	14,882	18,720	15,000	3,720
Total Receipts	897,260	993,066	$ 598,430	$ 394,636
Expenditures				
General	111,624	96,495	143,000	(46,505)
Street and Alley	59,592	88,163	115,000	(26,837)
Fire	19,842	17,978	20,000	(2,022)
Recreation	11,391	13,254	13,000	254
Police	46,169	62,341	70,000	(7,659)
Parks	20,553	22,727	18,000	4,727
Cemetery	10,436	11,328	14,000	(2,672)
Employee Benefits	46,910	58,651	61,000	(2,349)
Refuse				
Contractual Services	95,370	108,435	89,000	19,435

Schedule 2-1

CITY OF WILSON, KANSAS

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)

GENERAL - Continued

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Expenditures - Continued				
Accounting and Auditing Contractual Services	7,000	7,200	7,000	200
Economic Development Appropriation	10,125	11,146	13,900	(2,754)
Public Transportation	4,739	5,266	6,600	(1,334)
Transfer to Municipal Equipment Replacement	24,000	24,000	24,000	-
Transfer to Fire Equipment Replacement	22,000	22,000	22,000	-
Transfer to Capital Improvement	18,986	18,986	18,986	-
Transfer to Special Street	-	25,000	-	25,000
Grant	96,811	71,391	110,489	(39,098)
Special Contruction Projects	144,045	178,863	-	178,863
Reimbursed Expenses	9,457	76,721	1,000	75,721
Total Expenditures	759,050	919,945	746,975	172,970
Adjustment for Qualifying Budget Credit	-	-	302,396	(302,396)
Total Expenditures Subject to Budget	759,050	919,945	$ 1,049,371	$ (129,426)
Receipts Over (Under) Expenditures	138,210	73,121		
Prior Year Cancelled Encumbrances	19,919	-		
Unencumbered Cash, Beginning	162,322	320,451		
Unencumbered Cash, Ending	$ 320,451	$ 393,572		

Schedule 2-2

CITY OF WILSON, KANSAS

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)

LIBRARY FUND

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Ad Valorem Tax	$ 21,044	$ 20,449	$ 21,179	$ (730)
Delinquent Tax	518	760	-	760
Motor Vehicle Tax	2,706	2,544	2,728	(184)
Recreational Vehicle Tax	79	88	81	7
				-
Total Receipts	24,347	23,841	$ 23,988	$ (147)
Expenditures				
Personal Services	216	764	1,500	(736)
Contractual Services	16,130	16,800	16,800	-
Commodities	10,354	6,402	9,900	(3,498)
Total Expenditures	26,700	23,966	$ 28,200	$ (4,234)
Receipts Over (Under) Expenditures	(2,353)	(125)		
Unencumbered Cash, Beginning	6,822	4,469		
Unencumbered Cash, Ending	$ 4,469	$ 4,344		

Schedule 2-3

CITY OF WILSON, KANSAS

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)

SPECIAL STREET

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts				
State of Kansas	$ 20,979	$ 22,595	$ 20,130	$ 2,465
Transfer from General	-	25,000	-	25,000
Total Receipts	20,979	47,595	$ 20,130	$ 27,465
Expenditures				
Commodities	109,908	-	-	-
Total Expenditures	109,908	-	$ -	$ -
Receipts Over (Under) Expenditures	(88,929)	47,595		
Unencumbered Cash, Beginning	119,805	30,876		
Unencumbered Cash, Ending	$ 30,876	$ 78,471		

Schedule 2-4

CITY OF WILSON, KANSAS

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)

SPECIAL RURAL FIRE

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Township Contracts	$ 27,040	$ 22,926	$ 21,000	$ 1,926
Total Receipts	27,040	22,926	$ 21,000	$ 1,926
Expenditures				
Commodities	12,395	12,007	7,000	5,007
Contractual Services	1,656	2,067	5,000	(2,933)
Transfer to Fire Equipment Replacement Fund	2,949	5,000	5,000	-
Total Expenditures	17,000	19,074	$ 17,000	$ 2,074
Receipts Over (Under) Expenditures	10,040	3,852		
Unencumbered Cash, Beginning	16,582	26,622		
Unencumbered Cash, Ending	$ 26,622	$ 30,474		

Schedule 2-5

CITY OF WILSON, KANSAS

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)

SPECIAL PARKS AND RECREATION

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Donations	$ 1,711	$ 1,689	$ -	$ 1,689
State of Kansas	2,880	2,370	3,153	(783)
Total Receipts	4,591	4,059	$ 3,153	$ 906
Expenditures				
Commodities	340	7,523	17,000	(9,477)
Total Expenditures	340	7,523	$ 17,000	$ (9,477)
Receipts Over (Under) Expenditures	4,251	(3,464)		
Unencumbered Cash, Beginning	14,314	18,565		
Unencumbered Cash, Ending	$ 18,565	$ 15,101		

Schedule 2-6

CITY OF WILSON, KANSAS

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)

CAPITAL IMPROVEMENT

	2022 Actual	2023 Actual
Receipts		
Interest	$ 117	$ 97
Insurance Proceeds	896	62,210
Transfer from General	18,986	18,986
Transfer from Water Utility	14,586	41,933
Transfer from Sewer Utility	23,650	23,343
Total Receipts	58,235	146,569
Expenditures		
Capital	120,975	93,710
Principal	11,718	12,077
Interest	5,112	4,754
Total Expenditures	137,805	110,541
Receipts Over (Under) Expenditures	(79,570)	36,028
Unencumbered Cash, Beginning	198,058	118,488
Unencumbered Cash, Ending	$ 118,488	$ 154,516

Schedule 2-7

CITY OF WILSON, KANSAS

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)

FIRE EQUIPMENT REPLACEMENT

	2022 Actual	2023 Actual
Receipts		
Interest	$ 133	$ 111
Miscellaneous	-	4,398
Transfer from Special Rural Fire	2,949	5,000
Transfer from General	22,000	22,000
Total Receipts	25,082	31,509
Expenditures		
Commodities	8,445	30,820
Total Expenditures	8,445	30,820
Receipts Over (Under) Expenditures	16,637	689
Unencumbered Cash, Beginning	98,663	115,300
Unencumbered Cash, Ending	$ 115,300	$ 115,989

Schedule 2-8

CITY OF WILSON, KANSAS

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)

WATER REPAIR

	2022 Actual	2023 Actual
Receipts		
Interest	$ 132	$ 110
Transfer from Water Utility	22,705	64,565
Total Receipts	22,837	64,675
Expenditures		
Commodities	1,140	5,305
KDHE Interest and Fees	5,485	4,811
KDHE Principal	18,411	19,086
Total Expenditures	25,036	29,202
Receipts Over (Under) Expenditures	(2,199)	35,473
Unencumbered Cash, Beginning	81,878	79,679
Unencumbered Cash, Ending	$ 79,679	$ 115,152

Schedule 2-9

CITY OF WILSON, KANSAS

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)

MUNICIPAL EQUIPMENT RESERVE

	2022 Actual	2023 Actual
Receipts		
Interest	$ 73	$ 61
Sale Proceeds	-	37,605
Insurance Proceeds	14,659	-
Transfer from General	24,000	24,000
Total Receipts	38,732	61,666
Expenditures		
Capital Outlay	121,409	27,350
Total Expenditures	121,409	27,350
Receipts Over (Under) Expenditures	(82,677)	34,316
Unencumbered Cash, Beginning	198,076	115,399
Unencumbered Cash, Ending	$ 115,399	$ 149,715

Schedule 2-10

CITY OF WILSON, KANSAS

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)

SEWER RESERVE

	2022 Actual	2023 Actual
Receipts		
Transfer from Sewer	$ 48,605	$ 55,946
Total Receipts	48,605	55,946
Expenditures		
Principal	30,554	31,512
Commodities	-	17,009
Interest & Fees	1,694	737
Total Expenditures	32,248	49,258
Receipts Over (Under) Expenditures	16,357	6,688
Unencumbered Cash, Beginning	73,167	89,524
Unencumbered Cash, Ending	$ 89,524	$ 96,212

Schedule 2-11

CITY OF WILSON, KANSAS

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)

DIVERSION FUND

	2022 Actual	2023 Actual
Receipts		
Fees	$ 100	$ -
Total Receipts	100	-
Expenditures		
Commodities	250	750
Total Expenditures	250	750
Receipts Over (Under) Expenditures	(150)	(750)
Unencumbered Cash, Beginning	1,552	1,402
Unencumbered Cash, Ending	$ 1,402	$ 652

Schedule 2-12

CITY OF WILSON, KANSAS

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)

TRAVEL & TOURISM FUND

	2022 Actual	2023 Actual
Receipts		
Transient Guest Tax	$ 10,866	$ 10,768
Total Receipts	10,866	10,768
Expenditures	-	800
Total Expenditures	-	800
Receipts Over (Under) Expenditures	10,866	9,968
Unencumbered Cash, Beginning	14,048	24,914
Unencumbered Cash, Ending	$ 24,914	$ 34,882

Schedule 2-13

CITY OF WILSON, KANSAS

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)

EMERGENCY PREPAREDNESS

	2022 Actual	2023 Actual
Receipts	$ -	$ -
Total Receipts	-	-
Expenditures	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	606	606
Unencumbered Cash, Ending	$ 606	$ 606

SPECIAL RECREATION PROJECTS

	2022 Actual	2023 Actual
Receipts		
Income	$ 25	$ -
Total Receipts	25	-
Expenditures		
Miscellaneous	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	25	-
Unencumbered Cash, Beginning	823	848
Unencumbered Cash, Ending	$ 848	$ 848

Schedule 2-14

CITY OF WILSON, KANSAS

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)

SEWER UTILITY

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Sales	$ 131,309	$ 129,763	$ 127,000	$ 2,763
Miscellaneous	100	1,366	-	1,366
Total Receipts	131,409	131,129	$ 127,000	$ 4,129
Expenditures				
Personal Services	35,259	43,488	30,000	13,488
Contractual Services	9,669	11,199	11,000	199
Commodities	10,817	12,998	11,000	1,998
Transfer to Sewer Reserve	48,605	55,946	70,000	(14,054)
Transfer to Capital Improvement	23,650	23,343	25,000	(1,657)
Total Expenditures	128,000	146,974	$ 147,000	$ (26)
Receipts Over (Under) Expenditures	3,409	(15,845)		
Unencumbered Cash, Beginning	24,060	27,469		
Unencumbered Cash, Ending	$ 27,469	$ 11,624		

Schedule 2-15

CITY OF WILSON, KANSAS

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)

WATER UTILITY

		2023		
	2022 Actual	Actual	Budget	Variance Over (Under)
Receipts				
Sales	$ 116,370	$ 206,341	$ 116,000	$ 90,341
Meter Fee	14,906	1,109	17,200	(16,091)
Utility Deposits	900	840	900	(60)
Miscellaneous	1,577	1,631	1,500	131
Total Receipts	133,753	209,921	$ 135,600	$ 74,321
Expenditures				
General	39,718	41,193	36,000	5,193
Production	41,082	38,468	34,000	4,468
Transmission	2,525	4,101	5,000	(899)
Transfer to General	14,882	18,720	18,000	720
Transfer to Water Repair	22,705	64,565	78,000	(13,435)
Transfer to Capital Improvement	14,586	41,933	38,000	3,933
Total Expenditures	135,498	208,980	$ 209,000	$ (20)
Receipts Over (Under) Expenditures	(1,745)	941		
Unencumbered Cash, Beginning	5,552	3,807		
Unencumbered Cash, Ending	$ 3,807	$ 4,748		

Schedule 2-16

CITY OF WILSON, KANSAS

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)

CEMETERY TRUST

	2022 Actual	2023 Actual
Receipts		
Interest	$ 16	$ 46
Total Receipts	16	46
Expenditures	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	16	46
Unencumbered Cash, Beginning	31,336	31,352
Unencumbered Cash, Ending	$ 31,352	$ 31,398

CEMETERY ENDOWMENT

	2022 Actual	2023 Actual
Receipts		
Cemetery Lots Sold	$ 100	$ 525
Total Receipts	100	525
Expenditures	-	-
Total Expenditures	-	-
Receipts Over (Under) Expenditures	100	525
Unencumbered Cash, Beginning	10,095	10,195
Unencumbered Cash, Ending	$ 10,195	$ 10,720

Schedule 3

CITY OF WILSON, KANSAS

SUMMARY OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended December 31, 2023

AGENCY FUNDS

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Municipal Court	$ 101	$ -	$ -	$ 101
Czech Festival	63,243	54,270	56,589	60,924
Totals	$ 63,344	$ 54,270	$ 56,589	$ 61,025