CITY OF PARSONS, KANSAS

Independent Auditor's Report and
Financial Statement with
Supplementary Information

For the Year Ended December 31, 2023

CITY OF PARSONS, KANSAS

For the Year Ended December 31, 2023

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CITY OF PARSONS, KANSAS

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JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Commissioners
City of Parsons, 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 Parsons, 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 Parsons, Kansas 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 Parsons, Kansas 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), the *Kansas Municipal Audit and Accounting Guide,* and the standards applicable to the financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* 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 and *Government Auditing Standards*, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 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*. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 *U.S. Code of Federal Regulations* (CFR) *Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statement. 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 of Parsons, Kansas as of and for the year ended December 31, 2022 (not presented herein), and have issued our report thereon dated April 27, 2023, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 1, 2024, on our consideration of the City of Parsons, Kansas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Parsons, Kansas' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Parsons, Kansas' internal control over financial reporting and compliance.

Jarred, Gilmore & Phillips, PA

JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

May 1, 2024
Chanute, Kansas

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

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Cash Balance December 31, 2023
General Fund	$ 444,163.56	$ 8,252,090.03	$ 8,427,291.23	$ 268,962.36	$ 252,899.86	$ 521,862.22
Special Purpose Funds:						
Industrial	376,282.17	60,663.55	30,000.00	406,945.72	-	406,945.72
Library	-	363,433.25	363,433.25	-	8,092.41	8,092.41
Library Employee Benefits	-	74,022.03	74,022.03	-	1,656.05	1,656.05
Special Highway	54,346.21	255,007.39	284,860.00	24,493.60	-	24,493.60
Special Parks	4,137.12	21,479.67	15,820.11	9,796.68	-	9,796.68
Special Alcohol	16,001.52	21,479.67	18,565.35	18,915.84	-	18,915.84
Tourism	220,697.30	246,956.28	186,726.66	280,926.92	6,044.27	286,971.19
Drug Seizure	5,987.41	2,045.45	1,750.00	6,282.86	-	6,282.86
Economic Development Sales Tax	622,442.07	663,882.25	327,210.46	959,113.86	4,520.15	963,634.01
Park Facilities Sales Tax	138,312.41	246,047.55	157,790.30	226,569.66	-	226,569.66
Street Sales Tax	549,937.71	452,097.04	44,484.16	957,550.59	1,160.00	958,710.59
Public Safety Sales Tax	564,226.21	766,242.59	831,274.67	499,194.13	96,419.11	595,613.24
Union Pacific Proceeds	525,016.23	41,459.26	100,000.00	466,475.49	-	466,475.49
Carnegie Building	2,172.45	275.00	-	2,447.45	-	2,447.45
Municipal Auditorium Reserve	39,988.10	1,324.02	-	41,312.12	-	41,312.12
USDA Loan	111,454.14	14,279.74	-	125,733.88	-	125,733.88
Parsons Museum	12,906.20	9,013.68	11,687.22	10,232.66	2,837.87	13,070.53
Capital Improvements Reserve	(721,263.70)	1,913,405.55	697,155.19	494,986.66	41,244.88	536,231.54
America Rescue Plan Act	896,864.66	-	816,864.66	80,000.00	-	80,000.00
Municipal Equipment Reserve	13,844.25	19,775.00	-	33,619.25	-	33,619.25
Community Organizations	3,132.94	208.70	1,266.97	2,074.67	-	2,074.67
Community Revitalization and Development	27,141.96	17,536.06	15,277.44	29,400.58	-	29,400.58
Bond and Interest Funds:						
Bond and Interest	313,662.46	529,100.00	598,100.00	244,662.46	-	244,662.46
Business Funds:						
Water Utility	1,406,592.06	3,158,086.70	2,611,552.06	1,953,126.70	123,017.07	2,076,143.77
CIP Water Reserve	-	39,185.08	2,237,822.65	(2,198,637.57)	1,222,710.12	(975,927.45)
Sewer Utility	553,817.21	2,159,064.85	2,193,947.23	518,934.83	42,020.68	560,955.51
Sanitation Utility	365,825.81	1,393,739.65	1,635,710.59	123,854.87	140,873.00	264,727.87
Stormwater Utility	246,150.67	486,666.95	412,678.73	320,138.89	1,803.63	321,942.52

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

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

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Cash Balance December 31, 2023
Business Funds: (Continued)						
EPA Compliance Utility	$ 1,388,002.48	$ 769,478.59	$ 735,112.76	$ 1,422,368.31	$ 225,950.00	$ 1,648,318.31
Utility Reserve	245.62	84,355.00	57,805.00	26,795.62	16,400.00	43,195.62
Equipment Maintenance	214.62	272,859.14	272,284.91	788.85	12,069.39	12,858.24
Health Insurance Reserve	861,309.67	854,015.88	843,707.59	871,617.96	687.62	872,305.58
Trust Funds:						
D.V. Reed Trust	16,540.41	19,698.19	33,000.00	3,238.60	-	3,238.60
Oakwood Cemetery Perpetual Care	90,940.85	4,650.00	22,493.09	73,097.76	-	73,097.76
Total Reporting Entity (Excluding Agency Funds)	$ 9,151,092.78	$ 23,213,623.79	$ 24,059,694.31	$ 8,305,022.26	$ 2,200,406.11	$ 10,505,428.37

Composition of Cash:	
Cash on Hand	$ 1,300.00
Checking Accounts:	
City Treasurer	1,098,960.07
Arts and Humanities Account	2,043.45
Tree Advisory Board Account	489.82
Operations Brighter Touch	7,924.40
Senior Center Account	7,847.79
Lake Advisory Board Account	34,820.78
DV Reed Trust Account	3,238.60
Mistletoe Mark Account	1,072.20
Flexible Spending Account	1,598.22
Investments:	
Kansas Municipal Investment Pool	5,862,570.35
Certificates of Deposit	3,643,316.52
Senior Center Certificates of Deposit	106,177.41
Total Cash	10,771,359.61
Agency Funds Per Schedule 3	(265,931.24)
Total Reporting Entity (Excluding Agency Funds)	$ 10,505,428.37

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Parsons, Kansas, (the City) is incorporated as a City of the first class, under the provisions of K.S.A. 13-101 *et seq*. The City operates under a Commission-City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, electric, water and sewer, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

The financial statement and schedules of the City of Parsons, Kansas has been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies follow. Note 1 describes how the City's accounting policies differ from generally accepted accounting principles.

Financial Reporting Entity
The City of Parsons, Kansas (the City) is a municipal corporation governed by an elected five member commission. This financial statement presents the City of Parsons, Kansas.

Related Municipal Entity. A related municipal entity is determined by the following criteria. Whether the City exercises oversight responsibility on financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters, scope of the public service, and significant operational or financial relationships with the City. Related municipal entities are not required to be included in the City's audit by the Kansas Municipal Audit and Accounting Guide (KMAAG). Based upon the application of this criterion, the following is a brief review of potential related municipal entities:

> Parsons Public Library
> The City of Parsons Library Board operates the City's public library. Acquisition or disposition of real property by the Board must be approved by the City. Separate audited financial statement are available at the Library.
>
> Parsons Housing Authority – The Parsons 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 ordinances must be approved by the City. Separate audited financial statement are available at the Authority.

Regulatory Basis Fund Types
A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the City of Parsons, Kansas, for the year of 2023:

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Regulatory Basis Fund Types (Continued)

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.

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 Presentation – Regulatory 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 municipality 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 municipality to use the regulatory basis of accounting.

Pension Plan

Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System, or the State of Kansas Police and Fire Retirement System, both of which are a multi-employer state-wide pension plan. The City's policy is to fund all pension costs accrued. Such costs to be funded are actuarially determined annually by the State of Kansas.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reimbursed Expenses

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as cash receipts. In the financial statement and budget schedule comparisons presented in this report, reimbursements and refunds are recorded as cash receipts. The reimbursements are recorded as cash receipts when received by the City Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a receipt source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year. Consequently, for receipt recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property.

Special Assessments

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligation bonds which are secured by the full faith and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as cash receipts in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as cash receipts in the bond and interest fund. Further, state statutes require levying additional general ad valorem property taxes in the City bond and interest fund to finance delinquent special assessments receivable.

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

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. During the year ended December 31, 2023 the City amended the budget for the General Fund, Water Utility Fund, and Sanitation Utility Fund.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality 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 projects funds, trust funds, permanent funds, and the following special purpose funds:

- Carnegie Building Fund
- Municipal Auditorium Reserve Fund
- Parsons Museum Fund
- Capital Improvements Reserve Fund
- American Rescue Plan Act Fund
- Municipal Equipment Reserve Fund
- Community Organizations Fund

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

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes

As shown in Statement 1, the City was in apparent violation with K.S.A. 10-1,113. The City has obligated expenditures in excess of available monies in the CIP Water Reserve Fund, however, K.S.A 10-1,116 provides that under certain situations, the funds can end the year with a negative unencumbered cash balance and therefore, are exempt from the cash basis laws of the State of Kansas. This fund met the criteria under the statutes and therefore, is deemed not to be in violation of the Kansas cash basis law. As shown in Schedule 1, the City was in compliance with Kansas budget laws.

Management is not aware of any other statutory violations.

3. DEPOSITS AND INVESTMENTS

As of December 31, 2023, the City has the following investments.

Investment Type	Cost	Fair Value	Rating
Kansas Investment Pool			
Less than one year maturity	$ 5,862,570.35	$ 5,862,570.35	S&P AAAf/S1+
Total Investment	$ 5,862,570.35	$ 5,862,570.35	

3. DEPOSITS AND INVESTMENTS (Continued)

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 branch 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 bank 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 Government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City's allocation of investments as of December 31, 2023, is as follows:

Investments	Percentage of Investments
Kansas Municipal Investment Pool	100.00%

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2023.

Deposits: At year-end, the City's carrying amount of deposits was $4,907,489.26 and the bank balance was $5,499,599.12. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance, $754,713.87 was covered by FDIC insurance, $2,878,574.13 was collateralized with pledged securities held by the pledging financial institutions' agents in the City's name, and $1,866,311.12 was covered by a letter of credit.

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.

At December 31, 2023, the City has invested $5,862,570.35 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

4. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2023, were as follows:

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Paid With State Fuel Tax									
Series 2021	3.00%	January 6, 2021	$ 3,615,000.00	September 1, 2034	$ 3,270,000.00	$ -	$ (500,000.00)	$ 2,770,000.00	$ 98,100.00
KDHE Loans:									
Kansas Water Pollution Control	2.94%	October 31, 2003	7,100,000.00	September 1, 2025	1,358,694.33	-	(439,745.98)	918,948.35	36,737.06
EPA Compliance (C20-1957-02)	2.23%	November 15, 2012	6,323,886.00	September 1, 2034	3,663,078.73	-	(337,213.64)	3,325,865.09	79,817.12
Finance Leases:									
Tractor	1.39%	September 27, 2021	78,000.00	October 1, 2025	54,097.92	-	(14,551.47)	39,546.45	511.71
Pumper Truck	2.18%	March 11, 2022	684,032.53	September 11, 2028	586,629.59	-	(92,426.20)	494,203.39	12,506.00
Caterpillar Equipment	2.29%	April 26, 2022	222,524.85	April 26, 2025	186,490.11	-	(73,327.26)	113,162.85	3,852.00
Police Training Annex	3.72%	December 21, 2022	200,000.00	December 21, 2026	200,000.00	-	(47,237.53)	152,762.47	7,100.69
Equipment	5.00%	December 19, 2023	390,500.00	February 7, 2029	-	390,500.00	(5,000.00)	385,500.00	-
Municipal Building Exterior Repair	4.50%	September 5, 2023	1,000,000.00	July 20, 2033	-	1,000,000.00	-	1,000,000.00	-
Total Contractual Indebtedness					$ 9,318,990.68	$ 1,390,500.00	$ (1,509,502.08)	$ 9,199,988.60	$ 238,624.58

4. LONG-TERM DEBT (Continued)

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

Issue	2024	2025	2026	2027	2028	2029-2033	2034	Less Proceeds not Drawndown	Total
Principal									
General Obligation Bonds									
Series 2021	$ 520,000.00	$ 550,000.00	$ 150,000.00	$ 155,000.00	$ 155,000.00	$ 855,000.00	$ 385,000.00	$ -	$ 2,770,000.00
Revolving Loans									
Kansas Water Pollution Control	452,769.52	466,178.83	-	-	-	-	-	-	918,948.35
EPA Compliance	328,578.89	335,947.05	343,480.43	351,182.75	359,057.79	1,919,735.67	121,770.12	(433,887.61)	3,325,865.09
Finance Leases									
Tractor	19,635.39	19,911.06	-	-	-	-	-	-	39,546.45
Pumper Truck	94,504.80	96,635.41	98,783.13	100,978.57	103,301.48	-	-	-	494,203.39
Caterpillar Equipment	75,008.88	38,153.97	-	-	-	-	-	-	113,162.85
Police Training Annex	49,019.88	50,902.27	52,840.32	-	-	-	-	-	152,762.47
Municipal Building Exterior Repairs	86,299.30	84,420.32	88,261.97	92,278.43	96,403.56	552,336.42	-	-	1,000,000.00
Equipment	51,899.91	72,278.23	75,960.46	79,830.28	83,897.28	21,633.84	-	-	385,500.00
Total Principal Payments	1,677,716.57	1,714,427.14	809,326.31	779,270.03	797,660.11	3,348,705.93	506,770.12	(433,887.61)	9,199,988.60
Interest									
General Obligation Bonds									
Series 2021	83,100.00	67,500.00	51,000.00	46,500.00	41,850.00	137,600.00	17,400.00	-	444,950.00
Revolving Loans									
Kansas Water Pollution Control	23,713.52	10,304.21	10,304.21	-	-	-	-	-	44,321.94
EPA Compliance	88,451.87	81,083.71	73,550.33	65,848.01	57,972.97	165,418.13	6,872.48	-	539,197.50
Finance Leases									
Tractor	448.85	173.17	-	-	-	-	-	-	622.02
Pumper Truck	10,427.40	8,296.79	6,149.07	3,953.63	1,715.71		-	-	30,542.60
Caterpillar Equipment	2,170.38	435.66	-	-	-	-	-	-	2,606.04
Police Training Annex	5,318.34	3,435.95	1,497.98	-	-	-	-	-	10,252.27
Municipal Building Exterior Repairs	38,309.74	40,188.72	36,347.07	32,330.61	28,205.48	70,708.68	-	-	246,090.30
Equipment	13,812.87	15,338.81	11,656.58	7,786.76	3,719.76	270.42	-	-	52,585.20
Total Interest Payments	265,752.97	226,757.02	190,505.24	156,419.01	133,463.92	373,997.23	24,272.48	-	1,371,167.87
Total Principal and Interest	$ 1,943,469.54	$ 1,941,184.16	$ 999,831.55	$ 935,689.04	$ 931,124.03	$ 3,722,703.16	$ 531,042.60	$ (433,887.61)	$ 10,571,156.47

5. FINANCE LEASE OBLIGATIONS

The City has entered into a finance lease agreement in order to purchase a 2021 CASE IH Tractor. Payments are made quarterly, including interest rate of 1.39%. Final maturity of the lease is October 1, 2025. Future minimum lease payments are as follows:

Year Ended December 31	Totals
2024	$ 20,084.24
2025	20,084.23
	40,168.47
Less: imputed interest	(622.02)
Net Present Value of Minimum Lease Payments	39,546.45
Less: Current Maturities	(19,635.39)
Long-Term Finance Lease Obligations	$ 19,911.06

The City has entered into a finance lease agreement in order to purchase a Pumper Truck. Payments are made quarterly, including interest rate of 2.18%. Final maturity of the lease is September 11, 2028. Future minimum lease payments are as follows:

Year Ended December 31	Totals
2024	$ 104,932.20
2025	104,932.20
2026	104,932.20
2027	104,932.20
2028	105,017.19
	524,745.99
Less: imputed interest	(30,542.60)
Net Present Value of Minimum Lease Payments	494,203.39
Less: Current Maturities	(94,504.80)
Long-Term Finance Lease Obligations	$ 399,698.59

The City has entered into a finance lease agreement in order to purchase a Caterpillar Compact Track Loader. Payments are made quarterly, including interest rate of 2.29%. Final maturity of the lease is April 26, 2025. Future minimum lease payments are as follows:

Year Ended December 31	Totals
2024	$ 77,179.26
2025	38,589.63
	115,768.89
Less: imputed interest	(2,606.04)
Net Present Value of Minimum Lease Payments	113,162.85
Less: Current Maturities	(75,008.88)
Long-Term Finance Lease Obligations	$ 38,153.97

5. FINANCE LEASE OBLIGATIONS (Continued)

The City has entered into a finance lease agreement in order to purchase a Police Training Annex. Payments are made quarterly, including interest rate of 3.72%. Final maturity of the lease is December 21, 2026. Future minimum lease payments are as follows:

Year Ended December 31	Totals
2024	$ 54,338.22
2025	54,338.22
2026	54,338.30
	163,014.74
Less: imputed interest	(10,252.27)
Net Present Value of Minimum Lease Payments	152,762.47
Less: Current Maturities	(49,019.88)
Long-Term Finance Lease Obligations	$ 103,742.59

The City has entered into a finance lease agreement in order to purchase some heavy equipment. Payments are made quarterly, including interest rate of 5.0%. Final maturity of the lease is February 7, 2029. Future minimum lease payments are as follows:

Year Ended December 31	Totals
2024	$ 65,712.78
2025	87,617.04
2026	87,617.04
2027	87,617.04
2028	87,617.04
2029	21,904.26
	438,085.20
Less: imputed interest	(52,585.20)
Net Present Value of Minimum Lease Payments	385,500.00
Less: Current Maturities	(51,899.91)
Long-Term Finance Lease Obligations	$ 333,600.09

The City has entered into a finance lease agreement in order to purchase exterior repairs on their municipal building. Payments are made semi-annually, including interest rate of 4.5%. Final maturity of the lease is July 20, 2033. Future minimum lease payments are as follows:

Year Ended December 31	Totals
2024	$ 124,609.04
2025	124,609.04
2026	124,609.04
2027	124,609.04
2028	124,609.04
2029 - 2033	623,045.10
	1,246,090.30
Less: imputed interest	(246,090.30)
Net Present Value of Minimum Lease Payments	1,000,000.00
Less: Current Maturities	(86,299.30)
Long-Term Finance Lease Obligations	$ 913,700.70

6. RIGHT TO USE CONTRACTS

As of December 31, 2023 the City has entered into a number of contracts for the placement of billboard advertisements on a month to month basis, a postage machine on a quarter to quarter basis, and various types of heavy equipment. Rental expense for the year ended December 31, 2023, was $47,402.03 Under the current contract agreements, there are no future minimum rental payments.

7. ECONOMIC DEVELOPMENT BONDS

The City has entered into various agreements to induce businesses to locate or expand operations in Parsons, Kansas. In connection therewith, the City has issued industrial revenue bonds (IRB's), which require the businesses to make lease payments to trust accounts sufficient to pay debt service on the IRB's. The City is under no obligation to pay the IRB debt, which is to be paid from the lease payments made by the related businesses. At December 31, 2023, there were two industrial revenue bond issues with principal balances due totaling $34,229,226.99.

8. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statement and required supplementary information. KPERS' financial statement 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. 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. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. 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, KPERS 3 and KP&F 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 KPERS and 22.86% for KP&F for the fiscal year ended December 31, 2023. Contributions to the pension plan from the City were $363,060.14 for KPERS and $551,855.34 for KP&F 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 $3,587,229.00 and $5,396,576.00 for KP&F. 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 these 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.

9. CAPITAL PROJECTS

The following is a summary of capital project authorizations and expenditures to date:

PROJECT NAME	AUTHORIZED	EXPENDED THRU 12/31/23	ESTIMATED COMPLETION
Wastewater Park Flow Pump Station	$ 578,000.00	$ 578,000.00	Completed
Corning Ave. Stormwater/Lift Station Rehab	729,092.23	729,092.23	Completed
Demolition and Site Clearance	17,800.00	17,800.00	Completed
Chlorine Contact Tank	65,100.00	65,100.00	Completed
Water Tower Rehabilitation	256,350.00	256,350.00	Completed
CCLIP Clark to Dirr	308,616.30	307,513.90	Completed
Chlortainer	95,700.00	95,700.00	Completed
Municipal Building Restoration	1,031,500.00	192,157.04	2024
Police Department Annex Remodel	418,160.00	379,429.00	2024
Lead Service Line Investigation	324,156.75	179,197.35	2024
Demolition and Site Clearance	1,668,620.00	935,915.00	2024
Demolition and Site Clearance	345,045.90	0.00	2024

10. NOTES RECEIVABLE AND LOANS RECEIVABLE

The City has established a Sales Tax Economic Development Revolving Loan Fund. The fund is the recipient of money paid back to the City of Parsons by industries which received Community Development Block Grants in earlier years. As repayment is made by these industries, the City makes loans to other qualifying industries. The loans due to the City at December 31, 2023, through the Sales Tax Economic Development Revolving Loan Fund were $215,246.97.

These notes receivable are not reflected in these regulatory basis financial statement of the City of Parsons, Kansas.

The City has made Community Development Loans through the Community Development Fund. The fund was the recipient of various HUD Grants in earlier years. Loans made with these monies are repaid and the City makes additional development loans from these repayments. The Community Development loan due to the City at December 31, 2023 was $1,745.95.

These loans and note receivable are not reflected in these regulatory basis financial statement of the City of Parsons, Kansas.

11. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

11. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (Continued)

Compensated Absences:
All full-time employees of the City with one year of employment are eligible for vacation benefits in varying annual amounts. Full time employees will be granted paid vacation time according to the following schedules:

Years Continuous Employment:	1-7	8-14	15+
Days Granted per Year:	12	15	18
Maximum Days Accrued	17	20	23
Vacation hours for sworn police officers:			
Years Continuous Employment:	1-7	8-14	15+
Days Granted per Year:	12	15	18
Maximum Days Accrued	17	20	23
Vacation hours for firefighters:			
Years Continuous Employment:	1-7	8-14	15+
Shifts Granted per Year:	5	7	9
Maximum Shifts Accrued	7	9	11

In the event of termination, an employee may in the discretion of the City Manager be compensated for unused vacation leave.

Sick leave accrues to all full-time employees at the rate of 3.69 hours per pay period to a maximum of 1,040 hours. Regular full time firefighters will accumulate sick leave at the rate of 4.89 hours per pay period to a maximum of 1,378 hours. Regular full time police officers will accrue sick leave at the rate of 3.81 hours per pay period to a maximum of 1,112 hours. Employees who terminate by other than retirement will not be paid for accumulated sick leave. Upon retirement 20% of any remaining sick leave will be paid if the total accrued is at least 40% of the maximum hours allowed.

The City determines a liability for compensated absences when the following conditions are met:

1. The City's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated.

In accordance with the above criteria, the City has accrued a liability for annual leave which has been earned, but not taken, by City employees. The estimated liability for accrued annual leave at December 31, 2023, was $213,078.48. The City has not accrued a liability for sick leave earned, but not taken, by City employees, as the amounts cannot be reasonably estimated.

Other Post-Employment Benefits:
As provided by K.S.A. 12-5040, the local government 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 these financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the Federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

12. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters. The City manages these risks of loss through the purchase of various insurance policies.

The City has been unable to obtain workers' compensation insurance at a cost it considers to be economically justifiable. For this reason, the City has joined together with other cities in the State to participate in Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for participating members. The City pays annual premium to KMIT for its workers' compensation insurance coverage. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of a stated dollar amount for each insurance event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

13. CONTINGENT LIABILITIES

In the normal course of operations, the City receives grant funds from various federal agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

14. INTERFUND TRANSFERS

Operating and residual transfers were as follows:

From Fund:	To Fund:	Statutory Authority	Amount
Special Highway	Bond and Interest	K.S.A. 12-197	$ 239,860.00
Water Utility	General	K.S.A. 12-825d	300,000.00
Water Utility	Bond and Interest	K.S.A. 12-825d	224,586.55
Water Utility	Equipment Maintenance	K.S.A. 12-825d	4,000.00
Water Utility	CIP Water Reserve	K.S.A. 12-825d	24,486.08
Sewer Utility	General	K.S.A. 12-825d	200,000.00
Sewer Utility	Bond and Interest	K.S.A. 12-825d	64,653.45
Sanitation Utility	Utility Reserve	K.S.A. 12-825d	4,000.00
Sanitation Utility	General	K.S.A. 12-825d	50,000.00

15. SUBSEQUENT EVENTS

The City evaluated events and transactions occurring subsequent to year end, and there were no subsequent events requiring recognition in the financial statement. Additionally, there were no nonrecognized material subsequent events requiring disclosure.

SUPPLEMENTARY INFORMATION

Schedule 1

CITY OF PARSONS, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2023

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Over (Under)
General Fund	$ 8,678,000.00	$ -	$ 8,678,000.00	$ 8,427,291.23	$ (250,708.77)
Special Purpose Funds:					
Industrial	150,000.00	-	150,000.00	30,000.00	(120,000.00)
Library	391,360.00	-	391,360.00	363,433.25	(27,926.75)
Library Employee Benefits	80,678.00	-	80,678.00	74,022.03	(6,655.97)
Special Highway	358,860.00	-	358,860.00	284,860.00	(74,000.00)
Special Parks	20,000.00	-	20,000.00	15,820.11	(4,179.89)
Special Alcohol	20,000.00	-	20,000.00	18,565.35	(1,434.65)
Tourism	253,355.00	-	253,355.00	186,726.66	(66,628.34)
Drug Seizure	2,500.00	-	2,500.00	1,750.00	(750.00)
Economic Development Sales Tax	377,100.00	-	377,100.00	327,210.46	(49,889.54)
Park Facilities Sales Tax	260,000.00	-	260,000.00	157,790.30	(102,209.70)
Street Sales Tax	450,000.00	-	450,000.00	44,484.16	(405,515.84)
Public Safety Sales Tax	1,004,932.00	-	1,004,932.00	831,274.67	(173,657.33)
Union Pacific Proceeds	200,000.00	-	200,000.00	100,000.00	(100,000.00)
USDA Loan	23,000.00	-	23,000.00	-	(23,000.00)
Community Revitalization and Development	35,000.00	-	35,000.00	15,277.44	(19,722.56)
Bond and Interest Funds:					
Bond and Interest	598,100.00	-	598,100.00	598,100.00	-
Business Funds:					
Water Utility	3,000,000.00	-	3,000,000.00	2,611,552.06	(388,447.94)
Sewer Utility	2,506,053.00	-	2,506,053.00	2,193,947.23	(312,105.77)
Sanitation Utility	1,750,000.00	-	1,750,000.00	1,635,710.59	(114,289.41)
Stormwater Utility	514,580.00	-	514,580.00	412,678.73	(101,901.27)
EPA Compliance Utility	870,000.00	-	870,000.00	735,112.76	(134,887.24)

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	$ 2,486,179.20	$ 2,717,332.11	$ 2,850,487.00	$ (133,154.89)
Delinquent Tax	78,601.44	81,852.24	90,000.00	(8,147.76)
Motor Vehicle Tax	301,815.76	305,543.86	336,090.00	(30,546.14)
Commercial Vehicle Tax	6,826.68	7,708.59	5,085.00	2,623.59
Recreational Vehicle Tax	2,734.46	3,100.84	2,861.00	239.84
16-20M Truck Tax	748.43	1,540.95	322.00	1,218.95
Watercraft Tax	-	-	805.00	(805.00)
Sales Tax	2,864,342.30	2,845,036.52	2,770,000.00	75,036.52
Franchise Taxes	1,109,245.07	1,078,796.72	1,125,500.00	(46,703.28)
In Lieu of Taxes	4,168.90	6,668.02	5,000.00	1,668.02
Special Assessments	8,391.00	5,481.96	15,000.00	(9,518.04)
Neighborhood Revitalization Rebate	(84,652.00)	(111,470.67)	-	(111,470.67)
Intergovernmental				
Local Alcoholic Liquor Tax	21,118.93	21,479.68	18,200.00	3,279.68
Federal Grant - Step	85.50	3,041.76	-	3,041.76
State Grant - Hwy Lane Maint.	62,210.00	62,210.00	60,000.00	2,210.00
Licenses and Permits				
Licenses, Permits & Fees	14,937.12	23,713.95	35,000.00	(11,286.05)
Charges for Services				
Cemetery Permits/Deeds	13,100.00	12,800.00	7,500.00	5,300.00
Fire Contracts	3,259.00	7,159.00	9,200.00	(2,041.00)
Park Fees	3,180.00	4,175.00	5,000.00	(825.00)
Auditorium Receipts	10,408.15	3,920.00	7,500.00	(3,580.00)
Vehicle Inspections	6,860.00	3,780.00	-	3,780.00
Fines, Forfeitures and Penalties				
Fines	159,854.49	185,384.69	177,600.00	7,784.69
Use of Money and Property				
Interest	20,491.11	153,194.60	6,500.00	146,694.60
Rental Income	28,706.52	26,610.00	26,300.00	310.00
Sale of Assets	2,600.00	800.00	-	800.00
Other Receipts				
Reimbursed Expense	324,972.72	200,955.51	332,650.00	(131,694.49)
Money from Other Entities	88,353.39	48,766.68	40,000.00	8,766.68
Miscellaneous	2,147.58	2,508.02	5,000.00	(2,491.98)
Operating Transfers from:				
Water Utility Fund	300,000.00	300,000.00	300,000.00	-

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

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance - Over (Under)
Receipts (Continued)				
Operating Transfer from:				
Sewer Utility Fund	$ 200,000.00	$ 200,000.00	$ 200,000.00	$ -
Reserve Fund	-	-	150,000.00	(150,000.00)
Sanitation Utility Fund	-	50,000.00	50,000.00	-
Total Receipts	8,040,685.75	8,252,090.03	$ 8,631,600.00	$ (379,509.97)
Expenditures				
General Administrative Services				
Personal Services	59,854.08	87,114.85	$ 129,570.00	$ (42,455.15)
Contractual Services	988,722.11	969,887.13	1,042,000.00	(72,112.87)
Commodities	50,781.94	58,402.58	49,100.00	9,302.58
Capital Outlay	464.00	-	1,000.00	(1,000.00)
City Manager				
Personal Services	262,756.05	278,929.05	277,600.00	1,329.05
Contractual Services	5,831.64	7,977.56	12,700.00	(4,722.44)
Commodities	9,491.00	10,642.38	9,200.00	1,442.38
Legal and Court				
Personal Services	88,784.74	88,586.72	95,000.00	(6,413.28)
Contractual Services	78,963.45	64,272.70	42,700.00	21,572.70
Commodities	1,698.77	1,203.03	1,400.00	(196.97)
Capital Outlay	893.99	-	-	-
Engineering				
Personal Services	110,669.42	176,019.26	146,150.00	29,869.26
Contractual Services	8,781.37	18,986.74	13,900.00	5,086.74
Commodities	2,516.66	2,589.56	3,900.00	(1,310.44)
Capital Outlay	366.77	-	-	-
Police				
Personal Services	1,925,074.30	2,618,113.29	2,632,200.00	(14,086.71)
Contractual Services	711,882.74	449,975.32	369,700.00	80,275.32
Commodities	189,010.08	173,581.82	166,400.00	7,181.82
Capital Outlay	6,023.67	4,866.65	14,000.00	(9,133.35)
Fire				
Personal Services	861,171.13	1,190,031.10	1,452,000.00	(261,968.90)
Contractual Services	297,173.38	73,627.47	78,300.00	(4,672.53)
Commodities	24,438.19	42,840.15	46,200.00	(3,359.85)
Capital Outlay	4,689.76	32,035.81	11,000.00	21,035.81
Street				
Personal Services	570,384.34	656,988.90	697,200.00	(40,211.10)
Contractual Services	292,846.07	295,899.49	257,430.00	38,469.49
Commodities	144,046.37	227,860.50	206,800.00	21,060.50
Capital Outlay	5,295.93	7,894.42	-	7,894.42

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Expenditures (Continued)				
Parks				
Personal Services	$ 227,582.15	$ 259,676.28	$ 297,000.00	$ (37,323.72)
Contractual Services	99,545.45	74,463.68	68,300.00	6,163.68
Commodities	95,932.82	97,689.79	49,900.00	47,789.79
Capital Outlay	3,815.36	621.99	-	621.99
Airport				
Personal Services	-	-	87,200.00	(87,200.00)
Contractual Services	89,252.91	82,043.55	14,500.00	67,543.55
Commodities	16,696.04	7,245.25	-	7,245.25
Capital Outlay	-	184.00	-	184.00
Auditorium/Carnegie Arts Center				
Personal Services	192,634.45	214,629.84	221,150.00	(6,520.16)
Contractual Services	12,272.35	9,739.35	16,200.00	(6,460.65)
Commodities	5,239.28	4,658.49	6,900.00	(2,241.51)
Capital Outlay	1,123.90	-	-	-
Cemetery				
Personal Services	69,264.71	108,895.50	51,700.00	57,195.50
Contractual Services	108,751.46	16,478.23	101,100.00	(84,621.77)
Commodities	14,086.25	8,071.46	8,600.00	(528.54)
Capital Outlay	77.50	4,567.34	-	4,567.34
Debt Service				
Principal	9,583.09	-	-	-
Interest	459.03	-	-	-
Operating Transfers to				
FCIP Project Fund	258,113.34	-	-	-
Total Expenditures	7,907,042.04	8,427,291.23	$ 8,678,000.00	$ (250,708.77)
Receipts Over(Under) Expenditures	133,643.71	(175,201.20)		
Unencumbered Cash, Beginning	310,519.85	444,163.56		
Unencumbered Cash, Ending	$ 444,163.56	$ 268,962.36		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	$ 51,167.77	$ 54,519.48	$ 57,172.00	$ (2,652.52)
Delinquent Tax	1,668.41	1,703.04	2,000.00	(296.96)
Motor Vehicle Tax	6,340.92	6,292.90	6,741.00	(448.10)
Commercial Vehicle Tax	143.39	158.65	102.00	56.65
Watercraft Tax	-	-	16.00	(16.00)
Recreational Vehicle Tax	57.44	63.86	57.00	6.86
16-20M Truck Tax	15.72	32.37	17.00	15.37
In Lieu of Taxes	85.80	133.78	-	133.78
Neighborhood Revitalization Rebate	(1,742.27)	(2,240.53)	-	(2,240.53)
Total Receipts	57,737.18	60,663.55	$ 66,105.00	$ (5,441.45)
Expenditures				
General Government Appropriations	-	30,000.00	$ 150,000.00	$ (120,000.00)
Total Expenditures	-	30,000.00	$ 150,000.00	$ (120,000.00)
Receipts Over(Under) Expenditures	57,737.18	30,663.55		
Unencumbered Cash, Beginning	318,544.99	376,282.17		
Unencumbered Cash, Ending	$ 376,282.17	$ 406,945.72		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	$ 322,119.62	$ 324,121.01	$ 340,002.00	$ (15,880.99)
Delinquent Tax	10,388.27	10,616.71	10,129.00	487.71
Motor Vehicle Tax	39,937.19	39,615.55	40,088.00	(472.45)
Commercial Vehicle Tax	903.17	998.77	606.00	392.77
Watercraft Tax	-	-	96.00	(96.00)
Recreational Vehicle Tax	361.81	402.10	341.00	61.10
16-20M Truck Tax	99.60	203.88	98.00	105.88
In Lieu of Taxes	540.14	795.37	-	795.37
Neighborhood Revitalization Rebate	(10,968.08)	(13,320.14)	-	(13,320.14)
Total Receipts	363,381.72	363,433.25	$ 391,360.00	$ (27,926.75)
Expenditures				
Culture and Recreation				
Appropriations	363,381.72	363,433.25	$ 391,360.00	$ (27,926.75)
Total Expenditures	363,381.72	363,433.25	$ 391,360.00	$ (27,926.75)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Ad Valorem Property Tax	$ 65,919.84	$ 65,945.04	$ 69,178.00	$ (3,232.96)
Delinquent Tax	2,157.43	2,190.08	3,093.00	(902.92)
Motor Vehicle Tax	8,186.57	8,106.83	8,156.00	(49.17)
Commercial Vehicle Tax	184.82	204.38	133.00	71.38
Watercraft Tax	-	-	21.00	(21.00)
Recreational Vehicle Tax	74.15	82.26	75.00	7.26
16-20M Truck Tax	21.56	41.68	22.00	19.68
In Lieu of Taxes	110.54	161.82	-	161.82
Neighborhood Revitalization Rebate	(2,244.53)	(2,710.06)	-	(2,710.06)
Total Receipts	74,410.38	74,022.03	$ 80,678.00	$ (6,655.97)
Expenditures				
General Government				
Personal Services	74,410.38	74,022.03	$ 80,678.00	$ (6,655.97)
Total Expenditures	74,410.38	74,022.03	$ 80,678.00	$ (6,655.97)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Highway Gas Tax	$ 256,140.26	$ 255,007.39	$ 263,490.00	$ (8,482.61)
Other Receipts				
Reimbursed Expense	2,195.83	-	50,000.00	(50,000.00)
Total Receipts	258,336.09	255,007.39	$ 313,490.00	$ (58,482.61)
Expenditures				
General Government				
Commodities	115,000.00	45,000.00	$ 358,860.00	$ (313,860.00)
Operating Transfers to				
Bond and Interest Fund	222,950.00	239,860.00	-	239,860.00
Total Expenditures	337,950.00	284,860.00	$ 358,860.00	$ (74,000.00)
Receipts Over(Under) Expenditures	(79,613.91)	(29,852.61)		
Unencumbered Cash, Beginning	133,960.12	54,346.21		
Unencumbered Cash, Ending	$ 54,346.21	$ 24,493.60		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Local Alcoholic Liquor Tax	$ 21,118.93	$ 21,479.67	$ 15,570.00	$ 5,909.67
Total Receipts	21,118.93	21,479.67	$ 15,570.00	$ 5,909.67
Expenditures				
Culture and Recreation				
Contractual Services	8,000.00	15,820.11	$ 20,000.00	$ (4,179.89)
Commodities	13,992.00	-	-	-
Total Expenditures	21,992.00	15,820.11	$ 20,000.00	$ (4,179.89)
Receipts Over(Under) Expenditures	(873.07)	5,659.56		
Unencumbered Cash, Beginning	5,010.19	4,137.12		
Unencumbered Cash, Ending	$ 4,137.12	$ 9,796.68		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Local Alcoholic Liquor Tax	$ 21,118.93	$ 21,479.67	$ 15,570.00	$ 5,909.67
Total Receipts	21,118.93	21,479.67	$ 15,570.00	$ 5,909.67
Expenditures				
Culture and Recreation				
Contractual Services	21,000.00	18,000.00	$ 20,000.00	$ (2,000.00)
Commodities	-	565.35	-	565.35
Total Expenditures	21,000.00	18,565.35	$ 20,000.00	$ (1,434.65)
Receipts Over(Under) Expenditures	118.93	2,914.32		
Unencumbered Cash, Beginning	15,882.59	16,001.52		
Unencumbered Cash, Ending	$ 16,001.52	$ 18,915.84		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
State Guest Tax	$ 214,419.10	$ 219,775.98	$ 178,000.00	$ 41,775.98
County Guest Tax	-	1,846.32	-	1,846.32
Community Improvement Sales Tax	24,777.55	25,333.98	40,000.00	(14,666.02)
Intergovernmental				
ARPA Grant	30,000.00	-	-	-
Other Receipts				
Reimbursed Expenses	-	-	32,000.00	(32,000.00)
Total Receipts	269,196.65	246,956.28	$ 250,000.00	$ (3,043.72)
Expenditures				
Culture and Recreation				
Personal Services	47,308.68	51,015.48	$ 55,755.00	$ (4,739.52)
Contractual Services	141,144.55	131,431.00	190,600.00	(59,169.00)
Commodities	1,345.31	4,280.18	2,000.00	2,280.18
Capital Outlay	-	-	5,000.00	(5,000.00)
Total Expenditures	189,798.54	186,726.66	$ 253,355.00	$ (66,628.34)
Receipts Over(Under) Expenditures	79,398.11	60,229.62		
Unencumbered Cash, Beginning	141,299.19	220,697.30		
Unencumbered Cash, Ending	$ 220,697.30	$ 280,926.92		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Property Seizure	$ -	$ 1,840.18	$ 2,500.00	$ (659.82)
Use of Money and Property				
Interest Income	21.85	205.27	5.00	200.27
Total Receipts	21.85	2,045.45	$ 2,505.00	$ (459.55)
Expenditures				
General Government				
Commodities	-	-	$ 2,500.00	$ (2,500.00)
Capital Outlay	-	1,750.00	-	1,750.00
Total Expenditures	-	1,750.00	$ 2,500.00	$ (750.00)
Receipts Over(Under) Expenditures	21.85	295.45		
Unencumbered Cash, Beginning	5,965.56	5,987.41		
Unencumbered Cash, Ending	$ 5,987.41	$ 6,282.86		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Sales Tax	$ 447,959.93	$ 452,097.03	$ 430,000.00	$ 22,097.03
Use of Money and Property				
Rent	38,220.00	38,050.00	30,000.00	8,050.00
Sale of Assets	-	151,919.88	-	151,919.88
Notes Receivable				
Principal Payments - Rural Dev.	(329.48)	-	-	-
Interest Income - Rural Dev.	7,870.68	9,113.66	15,700.00	(6,586.34)
Other Receipts				
Miscellaneous	50.00	50.00	-	50.00
Reimbursed Expense	25,424.59	12,651.68	25,000.00	(12,348.32)
Total Receipts	519,195.72	663,882.25	$ 500,700.00	$ 163,182.25
Expenditures				
Capital Improvements				
Personal Services	91,346.87	107,252.36	$ 125,000.00	$ (17,747.64)
Contractual Services	176,413.34	134,435.02	250,100.00	(115,664.98)
Commodities	43.12	3,073.58	2,000.00	1,073.58
Capital Outlay	115,621.50	82,449.50	-	82,449.50
Operating Transfers to				
FCIP Project Fund	57,108.05	-	-	-
Total Expenditures	440,532.88	327,210.46	$ 377,100.00	$ (49,889.54)
Receipts Over(Under) Expenditures	78,662.84	336,671.79		
Unencumbered Cash, Beginning	543,779.23	622,442.07		
Unencumbered Cash, Ending	$ 622,442.07	$ 959,113.86		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Sales Tax	$ 223,979.98	$ 226,047.55	$ 170,000.00	$ 56,047.55
Other Receipts				
Reimbursed Expense	5,620.50	20,000.00	-	20,000.00
Total Receipts	229,600.48	246,047.55	$ 170,000.00	$ 76,047.55
Expenditures				
Capital Improvements				
Contractual Services	2,117.50	3,125.15	$ 20,000.00	$ (16,874.85)
Capital Outlay	303,434.61	154,665.15	240,000.00	(85,334.85)
Total Expenditures	305,552.11	157,790.30	$ 260,000.00	$ (102,209.70)
Receipts Over(Under) Expenditures	(75,951.63)	88,257.25		
Unencumbered Cash, Beginning	214,264.04	138,312.41		
Unencumbered Cash, Ending	$ 138,312.41	$ 226,569.66		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Sales Tax	$ 447,959.93	$ 452,097.04	$ 400,000.00	$ 52,097.04
Total Receipts	447,959.93	452,097.04	$ 400,000.00	$ 52,097.04
Expenditures				
Capital Improvements				
Capital Outlay	69,778.15	44,484.16	$ 450,000.00	$ (405,515.84)
Total Expenditures	69,778.15	44,484.16	$ 450,000.00	$ (405,515.84)
Receipts Over(Under) Expenditures	378,181.78	407,612.88		
Unencumbered Cash, Beginning	171,755.93	549,937.71		
Unencumbered Cash, Ending	$ 549,937.71	$ 957,550.59		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Sales Tax	$ 656,923.71	$ 730,242.59	$ 625,000.00	$ 105,242.59
User of Money and Property				
Rent	-	36,000.00	-	36,000.00
Lease Proceeds	200,000.00	-	-	-
Total Receipts	856,923.71	766,242.59	$ 625,000.00	$ 141,242.59
Expenditures				
Capital Improvements				
Contractual Services	1,204.00	1,001.89	$ 100,000.00	$ (98,998.11)
Capital Outlay	1,016,538.61	598,054.72	800,000.00	(201,945.28)
Debt Service				
Principal	134,012.08	209,210.66	104,932.00	104,278.66
Interest	9,904.47	23,007.40	-	23,007.40
Total Expenditures	1,161,659.16	831,274.67	$ 1,004,932.00	$ (173,657.33)
Receipts Over(Under) Expenditures	(304,735.45)	(65,032.08)		
Unencumbered Cash, Beginning	868,961.66	564,226.21		
Unencumbered Cash, Ending	$ 564,226.21	$ 499,194.13		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Use of Money and Property				
Interest Income	$ 1,840.54	$ 16,459.26	$ -	$ 16,459.26
Notes Receivable				
Principal Payments	8,363.42	25,000.00	14,360.00	10,640.00
Interest Payments	26.24	-	-	-
Total Receipts	10,230.20	41,459.26	$ 14,360.00	$ 27,099.26
Expenditures				
Capital Improvements				
Capital Outlay	200,000.00	100,000.00	$ 200,000.00	$ (100,000.00)
Total Expenditures	200,000.00	100,000.00	$ 200,000.00	$ (100,000.00)
Receipts Over(Under) Expenditures	(189,769.80)	(58,540.74)		
Unencumbered Cash, Beginning	714,786.03	525,016.23		
Unencumbered Cash, Ending	$ 525,016.23	$ 466,475.49		

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Rental Income	$ 550.00	$ 275.00
Total Receipts	550.00	275.00
Expenditures		
Capital Improvements		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	550.00	275.00
Unencumbered Cash, Beginning	1,622.45	2,172.45
Unencumbered Cash, Ending	$ 2,172.45	$ 2,447.45

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	$ 150.96	$ 1,324.02
Total Receipts	150.96	1,324.02
Expenditures		
Capital Improvements		
Capital Outlay	8,253.21	-
Total Expenditures	8,253.21	-
Receipts Over(Under) Expenditures	(8,102.25)	1,324.02
Unencumbered Cash, Beginning	48,090.35	39,988.10
Unencumbered Cash, Ending	$ 39,988.10	$ 41,312.12

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Notes Receivable				
Principal Payments - Rural Development	$ 10,209.36	$ 14,279.74	$ 10,300.00	$ 3,979.74
Total Receipts	10,209.36	14,279.74	$ 10,300.00	$ 3,979.74
Expenditures				
Capital Improvements				
Contractual Services	-	-	$ 23,000.00	$ (23,000.00)
Total Expenditures	-	-	$ 23,000.00	$ (23,000.00)
Receipts Over(Under) Expenditures	10,209.36	14,279.74		
Unencumbered Cash, Beginning	101,244.78	111,454.14		
Unencumbered Cash, Ending	$ 111,454.14	$ 125,733.88		

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest Income	$ 44.56	$ 524.95
Other Receipts		
Reimbursed Expense	-	388.73
Donations	19,587.90	8,100.00
Total Receipts	19,632.46	9,013.68
Expenditures		
Culture and Recreation		
Contractual Services	6,286.74	6,490.37
Commodities	975.56	5,196.85
Total Expenditures	7,262.30	11,687.22
Receipts Over(Under) Expenditures	12,370.16	(2,673.54)
Unencumbered Cash, Beginning	536.04	12,906.20
Unencumbered Cash, Ending	$ 12,906.20	$ 10,232.66

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

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grants - FAA Grant	$ 633,240.00	$ 596,534.00
State Grant - Hwy Lane Maint.	121,979.99	-
State Grants - KDOT	199,039.04	316,871.55
Use of Money and Property		
Debt Proceeds	-	1,000,000.00
Other Receipts		
Reimbursed Expense	90,000.00	-
Total Receipts	1,044,259.03	1,913,405.55
Expenditures		
General Government		
Contractual Services	11,358.52	57,020.34
Capital Outlay	1,775,667.43	640,134.85
Total Expenditures	1,787,025.95	697,155.19
Receipts Over(Under) Expenditures	(742,766.92)	1,216,250.36
Unencumbered Cash, Beginning	21,503.22	(721,263.70)
Unencumbered Cash, Ending	$ (721,263.70)	$ 494,986.66

CITY OF PARSONS, KANSAS
AMERICAN RESCUE PLAN ACT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grants - ARPA Grant	$ 723,138.46	$ -
Total Receipts	723,138.46	-
Expenditures		
General Government		
Contractual Services	-	950.00
Capital Outlay	379,198.27	815,914.66
Total Expenditures	379,198.27	816,864.66
Receipts Over(Under) Expenditures	343,940.19	(816,864.66)
Unencumbered Cash, Beginning	552,924.47	896,864.66
Unencumbered Cash, Ending	$ 896,864.66	$ 80,000.00

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Sale of Assets	$ 57,307.50	$ 19,775.00
Lease Proceeds	684,032.61	-
Other Receipts		
Reimbursed Expense	13,700.00	-
Total Receipts	755,040.11	19,775.00
Expenditures		
Capital Equipment		
Capital Outlay	754,256.86	-
Total Expenditures	754,256.86	-
Receipts Over(Under) Expenditures	783.25	19,775.00
Unencumbered Cash, Beginning	13,061.00	13,844.25
Unencumbered Cash, Ending	$ 13,844.25	$ 33,619.25

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

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Donations	$ -	$ 208.70
Total Receipts	-	208.70
Expenditures		
Culture and Recreation		
Contractual Services	-	1,215.00
Commodities	-	51.97
Total Expenditures	-	1,266.97
Receipts Over(Under) Expenditures	-	(1,058.27)
Unencumbered Cash, Beginning	3,132.94	3,132.94
Unencumbered Cash, Ending	$ 3,132.94	$ 2,074.67

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipt				
Neighborhood Tax Distribution	$ 14,868.26	$ -	$ 15,000.00	$ (15,000.00)
Use of Money and Property				
Interest	172.54	16,782.62	50.00	16,732.62
Other Receipts				
Reimbursed Expense	3,592.33	753.44	-	753.44
Total Receipts	18,633.13	17,536.06	$ 15,050.00	$ 2,486.06
Expenditures				
Community Development				
Contractual Services	18,900.00	14,364.02	$ 35,000.00	$ (20,635.98)
Capital Outlay	5,092.27	913.42	-	913.42
Total Expenditures	23,992.27	15,277.44	$ 35,000.00	$ (19,722.56)
Receipts Over(Under) Expenditures	(5,359.14)	2,258.62		
Unencumbered Cash, Beginning	32,501.10	27,141.96		
Unencumbered Cash, Ending	$ 27,141.96	$ 29,400.58		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Operating Transfers from:				
Special Highway Fund	$ 222,950.00	$ 239,860.00	$ 358,860.00	$ (119,000.00)
Water Utility Fund	391,497.80	224,586.55	239,240.00	(14,653.45)
Sewer Utility Fund	11,552.20	64,653.45	-	64,653.45
Total Receipts	626,000.00	529,100.00	$ 598,100.00	$ (69,000.00)
Expenditures				
Debt Service				
Principal	515,000.00	500,000.00	$ 500,000.00	$ -
Interest	111,000.00	98,100.00	98,100.00	-
Total Expenditures	626,000.00	598,100.00	$ 598,100.00	$ -
Receipts Over(Under) Expenditures	-	(69,000.00)		
Unencumbered Cash, Beginning	313,662.46	313,662.46		
Unencumbered Cash, Ending	$ 313,662.46	$ 244,662.46		

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from:		
General Fund	$ 258,113.34	$ -
Economic Development Sales Tax Fund	57,108.05	-
Water Utility Fund	213,591.61	-
Sewer Utility Fund	97,371.72	-
Total Receipts	626,184.72	-
Expenditures		
Debt Service		
Principal	610,000.00	-
Interest	16,184.72	-
Total Expenditures	626,184.72	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Charges for Services				
Water Receipts	$ 2,866,963.70	$ 2,905,752.31	$ 2,896,500.00	$ 9,252.31
Connection Fees	44,095.00	64,440.73	30,250.00	34,190.73
Use of Money and Property				
Rental and Farm Income	5,550.00	5,050.00	-	5,050.00
Interest Income	6,293.35	63,215.71	1,000.00	62,215.71
Other Receipts				
Miscellaneous	30,912.07	39,950.23	30,000.00	9,950.23
Reimbursed Expenses	28,631.95	8,102.87	10,000.00	(1,897.13)
Permits and Fees	36,245.70	25,871.50	40,000.00	(14,128.50)
State Sales Tax	45,021.00	45,703.35	43,000.00	2,703.35
Total Receipts	3,063,712.77	3,158,086.70	$ 3,050,750.00	$ 107,336.70
Expenditures				
Treatment				
Personal Services	283,107.17	317,795.27	$ 336,150.00	$ (18,354.73)
Contractual Services	197,695.43	190,634.26	222,200.00	(31,565.74)
Commodities	5,223.98	164,772.69	267,200.00	(102,427.31)
Capital Outlay	245,402.23	-	259,663.00	(259,663.00)
Distribution				
Personal Services	209,868.79	300,548.37	289,900.00	10,648.37
Contractual Services	105,493.92	79,819.24	100,500.00	(20,680.76)
Commodities	204,129.30	249,353.93	193,500.00	55,853.93
Capital Outlay	25,012.31	11,398.81	75,000.00	(63,601.19)
Administration				
Personal Services	219,335.97	248,572.10	262,450.00	(13,877.90)
Contractual Services	218,552.91	262,933.55	215,400.00	47,533.55
Commodities	6,938.61	20,546.32	7,000.00	13,546.32
Capital Outlay	6,593.97	-	5,000.00	(5,000.00)
Lake				
Personal Services	117,861.46	118,295.30	136,350.00	(18,054.70)
Contractual Services	65,187.96	46,514.81	44,700.00	1,814.81
Commodities	34,110.72	16,349.98	15,400.00	949.98
Capital Outlay	77,360.79	6,650.00	45,000.00	(38,350.00)
Debt Service				
Principal	9,008.68	23,331.80	-	23,331.80
Interest	638.72	963.00	-	963.00

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Expenditures				
Operating Transfers to:				
General Fund	$ 300,000.00	$ 300,000.00	$ 524,587.00	$ (224,587.00)
Bond and Interest Fund	391,497.80	224,586.55	-	224,586.55
Equipment Maintenance Fund	4,000.00	4,000.00	-	4,000.00
Utility Reserve Fund	15,000.00	-	-	-
CIP Water Reserve Fund	24,486.08	24,486.08	-	24,486.08
FCIP Project Fund	213,591.61	-	-	-
Total Expenditures	2,980,098.41	2,611,552.06	$ 3,000,000.00	$ (388,447.94)
Receipts Over(Under) Expenditures	83,614.36	546,534.64		
Unencumbered Cash, Beginning	1,322,977.70	1,406,592.06		
Unencumbered Cash, Ending	$ 1,406,592.06	$ 1,953,126.70		

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

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Miscellaneous	$ 14,699.00	$ 14,699.00
Operating Transfer from		
Water Utility Fund	24,486.08	24,486.08
Total Receipts	39,185.08	39,185.08
Expenditures		
Capital Improvements		
Capital Outlay	-	2,237,822.65
Total Expenditures	-	2,237,822.65
Receipts Over(Under) Expenditures	39,185.08	(2,198,637.57)
Unencumbered Cash, Beginning	(39,185.08)	-
Unencumbered Cash, Ending	$ -	$ (2,198,637.57)

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Charges for Services				
Wastewater Receipts	$ 2,042,837.27	$ 2,048,183.77	$ 2,100,000.00	$ (51,816.23)
Sewer District	35,273.22	29,871.00	28,000.00	1,871.00
Sewer Taps	1,750.00	1,250.00	3,000.00	(1,750.00)
Use of Money and Property				
Interest	2,495.36	-	500.00	(500.00)
Other Receipts				
Miscellaneous	39,795.01	61,914.06	55,000.00	6,914.06
Reimbursed Expenses	1,700.90	17,846.02	2,000.00	15,846.02
Total Receipts	2,123,851.76	2,159,064.85	$ 2,188,500.00	$ (29,435.15)
Expenditures				
Treatment				
Personal Services	295,902.02	309,291.35	$ 348,200.00	$ (38,908.65)
Contractual Services	307,500.94	286,711.87	306,000.00	(19,288.13)
Commodities	68,454.80	55,970.80	51,200.00	4,770.80
Capital Outlay	5,537.33	19,963.36	100,000.00	(80,036.64)
Collections				
Personal Services	358,764.20	296,473.66	417,000.00	(120,526.34)
Contractual Services	94,551.75	79,809.24	52,000.00	27,809.24
Commodities	54,813.17	79,784.56	88,000.00	(8,215.44)
Capital Outlay	45,000.00	22,442.45	50,000.00	(27,557.55)
Administration				
Personal Services	251,307.86	240,218.33	311,500.00	(71,281.67)
Contractual Services	75,452.46	62,145.12	65,500.00	(3,354.88)
Commodities	-	-	2,000.00	(2,000.00)
Capital Outlay	-	-	20,000.00	(20,000.00)
Debt Service			-	
Principal	427,097.04	439,745.98	494,653.00	(54,907.02)
Interest	49,386.00	36,737.06	-	36,737.06

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Expenditures				
Operating Transfers to:				
General Fund	$ 200,000.00	$ 200,000.00	$ 200,000.00	$ -
FCIP Project Fund	97,371.72	-	-	-
Bond and Interest Fund	11,552.20	64,653.45	-	64,653.45
Total Expenditures	2,342,691.49	2,193,947.23	$ 2,506,053.00	$ (312,105.77)
Receipts Over(Under) Expenditures	(218,839.73)	(34,882.38)		
Unencumbered Cash, Beginning	772,656.94	553,817.21		
Unencumbered Cash, Ending	$ 553,817.21	$ 518,934.83		

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

	Prior Year Actual	Current Year Actual
Receipts		
Operating Transfers from Stormwater Utility Fund	$ 131,843.93	$ -
Total Receipts	131,843.93	-
Expenditures		
Capital Improvements Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	131,843.93	-
Unencumbered Cash, Beginning	(131,843.93)	-
Unencumbered Cash, Ending	$ -	$ -

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Charges for Services				
Sanitation Fees	$ 1,149,920.12	$ 1,252,248.41	$ 1,200,000.00	$ 52,248.41
Polycart Rentals	68,221.50	70,037.64	65,000.00	5,037.64
Bulk Trash	-	2,782.00	1,000.00	1,782.00
Use of Money and Property				
Interest Income	1,506.10	10,867.76	300.00	10,567.76
Royalties	11,361.14	-	-	-
Other Receipts				
Miscellaneous	28,517.00	36,488.98	25,000.00	11,488.98
State Sales Tax	6,483.32	6,686.91	6,400.00	286.91
Reimbursed Expenses	3,874.98	14,627.95	4,000.00	10,627.95
		-		
Total Receipts	1,269,884.16	1,393,739.65	$ 1,301,700.00	$ 92,039.65
Expenditures				
General Utility Services				
Personal Services	622,048.74	744,647.97	$ 726,700.00	$ 17,947.97
Contractual Services	537,742.18	477,810.23	490,600.00	(12,789.77)
Commodities	96,939.12	83,318.39	97,700.00	(14,381.61)
Capital Outlay	25,452.92	275,934.00	435,000.00	(159,066.00)
Operating Transfer to:				
General Fund	-	50,000.00	-	50,000.00
Utility Reserve Fund	4,000.00	4,000.00	-	4,000.00
Total Expenditures	1,286,182.96	1,635,710.59	$ 1,750,000.00	$ (114,289.41)
Receipts Over(Under) Expenditures	(16,298.80)	(241,970.94)		
Unencumbered Cash, Beginning	382,124.61	365,825.81		
Unencumbered Cash, Ending	$ 365,825.81	$ 123,854.87		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Intergovernmental				
Grant Proceeds	$ 62,691.87	$ -	$ -	$ -
Charges for Services				
Stormwater Receipts	306,631.68	470,961.92	445,000.00	25,961.92
Use of Money and Property				
Interest Income	610.29	15,705.03	250.00	15,455.03
Other Receipts				
Reimbursed Expense	60,198.27	-	-	-
Total Receipts	430,132.11	486,666.95	$ 445,250.00	$ 41,416.95
Expenditures				
General Utility Services				
Personal Services	-	44,580.00	$ 44,580.00	$ -
Contractual Services	12,236.30	-	5,000.00	(5,000.00)
Commodities	3,340.00	42,356.81	40,000.00	2,356.81
Capital Outlay	247,759.75	325,741.92	425,000.00	(99,258.08)
Operating Transfer to				
COPC CIP Sewer Reserve Fund	131,843.93	-	-	-
Total Expenditures	395,179.98	412,678.73	$ 514,580.00	$ (101,901.27)
Receipts Over(Under) Expenditures	34,952.13	73,988.22		
Unencumbered Cash, Beginning	211,198.54	246,150.67		
Unencumbered Cash, Ending	$ 246,150.67	$ 320,138.89		

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

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Charges for Services				
EPA Compliance Receipts	$ 717,327.70	$ 713,654.27	$ 725,500.00	$ (11,845.73)
Sewer District	-	6,660.00	-	6,660.00
Use of Money and Property				
Interest	4,842.67	49,164.32	500.00	48,664.32
Total Receipts	722,170.37	769,478.59	$ 726,000.00	$ 43,478.59
Expenditures				
General Utility Services				
Contractual Services	46,342.00	43,082.00	$ 50,000.00	$ (6,918.00)
Capital Outlay	-	275,000.00	400,000.00	(125,000.00)
Debt Service				
Principal	329,817.71	337,213.64	210,000.00	127,213.64
Interest	87,213.05	79,817.12	210,000.00	(130,182.88)
Total Expenditures	463,372.76	735,112.76	$ 870,000.00	$ (134,887.24)
Receipts Over(Under) Expenditures	258,797.61	34,365.83		
Unencumbered Cash, Beginning	954,464.87	1,388,002.48		
Cancelled Encumbrance	174,740.00	-		
Unencumbered Cash, Ending	$ 1,388,002.48	$ 1,422,368.31		

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

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Sale of Assets	$ 40,283.62	$ 80,355.00
Operating Transfer from:		
Water Utility Fund	15,000.00	-
Sanitation Utility Fund	4,000.00	4,000.00
Total Receipts	59,283.62	84,355.00
Expenditures		
Capital Improvements		
Capital Outlay	60,588.00	57,805.00
Total Expenditures	60,588.00	57,805.00
Receipts Over(Under) Expenditures	(1,304.38)	26,550.00
Unencumbered Cash, Beginning	1,550.00	245.62
Unencumbered Cash, Ending	$ 245.62	$ 26,795.62

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

	Prior Year Actual	Current Year Actual
Receipts		
Charges for Services		
Maintenance Internal Charges	$ 259,274.20	$ 268,859.14
Operating Transfer from		
Water Utility Fund	4,000.00	4,000.00
Total Receipts	263,274.20	272,859.14
Expenditures		
General Government		
Personal Services	131,031.13	142,174.45
Contractual Services	119,398.95	96,995.21
Commodities	43,722.75	33,115.25
Capital Outlay	15,000.00	-
Total Expenditures	309,152.83	272,284.91
Receipts Over(Under) Expenditures	(45,878.63)	574.23
Unencumbered Cash, Beginning	46,093.25	214.62
Unencumbered Cash, Ending	$ 214.62	$ 788.85

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

	Prior Year Actual	Current Year Actual
Receipts		
Charges for Services		
Employer Internal Charges	$ 738,298.82	$ 769,458.60
Intergovernmental		
CDBG COVID-19 Grant	8,162.46	-
Use of Money and Property		
Interest Income	2,922.05	27,264.19
Other Receipts		
Miscellaneous	45.00	-
Flexible Spending	5,700.00	13,800.00
Reimbursed Expense	205,225.62	43,493.09
Total Receipts	960,353.95	854,015.88
Expenditures		
General Government		
Contractual Services	855,325.53	843,707.59
Total Expenditures	855,325.53	843,707.59
Receipts Over(Under) Expenditures	105,028.42	10,308.29
Unencumbered Cash, Beginning	756,281.25	861,309.67
Unencumbered Cash, Ending	$ 861,309.67	$ 871,617.96

CITY OF PARSONS, KANSAS
D.V. REED TRUST FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Donations	$ 28,425.98	$ 19,698.19
Total Receipts	28,425.98	19,698.19
Expenditures		
Culture and Recreation		
Contractual Services	22,500.00	33,000.00
Total Expenditures	22,500.00	33,000.00
Receipts Over(Under) Expenditures	5,925.98	(13,301.81)
Unencumbered Cash, Beginning	10,614.43	16,540.41
Unencumbered Cash, Ending	$ 16,540.41	$ 3,238.60

CITY OF PARSONS, KANSAS
OAKWOOD CEMETERY PERPETUAL CARE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Donations	$ 3,900.00	$ 4,650.00
Total Receipts	3,900.00	4,650.00
Expenditures		
Perpetual Care		
Contractual Services	10,000.00	-
Capital Outlay	-	22,493.09
Total Expenditures	10,000.00	22,493.09
Receipts Over(Under) Expenditures	(6,100.00)	(17,843.09)
Unencumbered Cash, Beginning	97,040.85	90,940.85
Unencumbered Cash, Ending	$ 90,940.85	$ 73,097.76

CITY OF PARSONS, KANSAS
AGENCY FUNDS
Schedule of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2023

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Fire Insurance Proceeds	$ 25,331.25	$ 24,225.00	$ 41,156.25	$ 8,400.00
Farm History Center	10,671.57	-	-	10,671.57
Parsons Landbank	-	2,000.00	1,325.73	674.27
Arts and Humanities Board	4,252.76	3,143.00	5,352.31	2,043.45
Tree Board	878.55	-	388.73	489.82
Senior Center Board	113,889.11	14,297.58	14,161.49	114,025.20
Operations Bright Touch	740.10	7,771.13	586.83	7,924.40
Mistletoe Market	1,072.20	-	-	1,072.20
Flexible Spending Account	1,171.66	13,800.00	13,373.44	1,598.22
Grants/Memorials/Donations	39,618.24	154,115.21	74,701.34	119,032.11
	$ 197,625.44	$ 219,351.92	$ 151,046.12	$ 265,931.24

CITY OF PARSONS, KANSAS

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Identifying Number	CFDA #	Provided to Sub-Recipients	Cash Receipts	Federal Expenditures
U.S. Department of Transportation					
Passed through the Kansas Department of Transportation					
Highway Safety Cluster					
CLICK Step Special Enforcement Program	SP-4505-16	20.600	$ -	$ 3,041.76	$ 3,041.76
	Total Highway Safety Cluster:		-	3,041.76	3,041.76
Direct Program:					
Airport Improvement Program	Not assigned	20.106	-	596,534.00	13,247.40
Total U.S. Department of Transportation			-	599,575.76	16,289.16
U.S. Department of Justice					
Direct Program:					
Public Safety Partnership and Community Policing Grants	Not assigned	16.710	-	-	135,000.00
Total U.S. Department of Justice			-	-	135,000.00
U.S. Department of the Treasury					
Passed through Kansas Department of Administration:					
Coronavirus State and Local Fiscal Recovery Funds - COVID - 19	Not assigned	21.027	-	-	816,864.66
Total U.S. Department of the Treasury			-	-	816,864.66
Total Expenditures of Federal Awards			$ -	$ 599,575.76	$ 968,153.82

NOTE A -- BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Parsons, Kansas and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statement.

NOTE B -- INDIRECT COSTS

The City of Parsons, Kansas did not elect to use the 10% de minimis cost rate.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENT PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Honorable Mayor and City Commissioners
City of Parsons, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of the City of Parsons, Kansas, as of and for the year ended December 31, 2023 and the related notes to the financial statement, which collectively comprise the City of Parsons, Kansas' basic financial statement, and have issued our report thereon dated May 1, 2024.

Report on Internal Control over Financial Reporting
In planning and performing our audit of the financial statement, we considered the City of Parsons, Kansas' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the City of Parsons, Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Parsons, Kansas' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statement will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters
As part of obtaining reasonable assurance about whether the City of Parsons, Kansas' financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report
The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
May 1, 2024

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Honorable Mayor and City Commissioners
City of Parsons, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Parsons, Kansas' compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City of Parsons, Kansas' major federal programs for the year ended December 31, 2023. The City of Parsons, Kansas' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City of Parsons, Kansas complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Parsons, Kansas and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City of Parsons, Kansas' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City of Parsons, Kansas' federal programs.

Auditor's Responsibilities for the Audit of Compliance
Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City of Parsons, Kansas' compliance based on our audit. 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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City of Parsons, Kansas' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City of Parsons, Kansas' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City of Parsons, Kansas' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City of Parsons, Kansas' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance
A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
May 1, 2024

CITY OF PARSONS, KANSAS

Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2023

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statement:

The auditor's report expresses an adverse opinion on the basic financial statement of the City of Parsons, Kansas on the Generally Accepted Accounting Principles (GAAP) basis of accounting and an unmodified opinion on the regulatory basis of accounting.

Internal Control over Financial Reporting:

Material weakness(es) identified?	____ Yes	X	No
Significant deficiencies identified?	____ Yes	X	None Reported
Noncompliance or other matters required to be reported under *Government Auditing Standards*	____ Yes	X	No

Federal Awards:

Internal control over major programs:			
Material weakness(es) identified?	____ Yes	X	No
Significant deficiencies identified?	____ Yes	X	None Reported

The auditor's report on compliance for the major federal award programs for the City of Parsons, Kansas expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	____ Yes	X	No

Identification of major programs:

U.S. DEPARTMENT OF THE TREASURY	
Coronavirus State and Local Fiscal Recovery Funds – COVID-19	CFDA No. 21.027

The threshold for distinguishing Types A and B programs was $750,000.00.

Auditee qualified as a low risk auditee?	____ Yes	X	No

II. FINANCIAL STATEMENT FINDINGS

None

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None

CITY OF PARSONS, KANSAS

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2023

NONE