CITY OF WATERVILLE
WATERVILLE, KANSAS

FINANCIAL STATEMENT
DECEMBER 31, 2023

CITY OF WATERVILLE, KANSAS

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council of the
City of Waterville, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying financial statements of the City of Waterville, Kansas (the City), which comprise the statement of cash and unencumbered cash balances as of December 31, 2023, and the related statement of revenues received and expenditures paid for the year then ended, and the related notes to the financial statements.

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 Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2023, or changes in net position, or cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the City, as of December 31, 2023, and the revenues it received and expenditures it paid for the year then ended, in accordance with the financial reporting provisions of *Kansas Municipal Audit and Accounting Guide* as described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements 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 audit opinions.

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

As described in Note 1, the financial statements are prepared by the City, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statements 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 and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are 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 Statements

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, 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 statements.
- 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 statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

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

James Gordon & Associates CPA, P.A.

James Gordon & Associates CPA, P.A.
Manhattan, Kansas
June 4, 2024

JGA ACCOUNTANTS ADVISORS

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

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances And Accounts Payable	Ending Cash Balance
General Funds						
General	$ 254,746	$ 971,221	$ 1,080,896	$ 145,071	$ 284	$ 145,355
Special Purpose Funds						
Library	19,230	34,003	33,190	20,043	-	20,043
Library Restricted	232,607	-	-	232,607	67	232,674
Special Highway	58,222	105,014	83,646	79,590	815	80,405
Ambulance	179,679	107,072	150,922	135,829	7	135,836
Special Machinery (Equipment Reserve)	12,111	20,000	22,000	10,111	-	10,111
Business Funds						
Sewer Utility	58,017	107,073	109,453	55,637	210	55,847
Water Utility	210,183	146,818	183,525	173,476	235	173,711
Lights Utility	134,359	783,631	769,911	148,079	724	148,803
Total	$ 1,159,154	$ 2,274,832	$ 2,433,543	$ 1,000,443	$ 2,342	$ 1,002,785

Composition of Cash and Investments	
Checking accounts	$ 200,803
Petty cash	83
Certificates of deposit	801,899
Total Cash and Investments	$ 1,002,785

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

Note 1 – Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Waterville, Kansas, (the City), is a municipal corporation governed by an elected five-member council plus a mayor. This regulatory financial statement presents the City of Waterville, Kansas, as the primary government. A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. The primary government financial statement referred to above does not include the component units of the City.

Regulatory Basis Fund Types

The accounts of the City are organized and operated on the basis of funds. 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 out specific activities or attaining certain objectives in accordance with specific regulations, restrictions, or limitations.

The following types of funds were utilized in recording the financial activities of the City for the year 2023:

Regulatory Basis fund types

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

Special purpose fund – Used to account for the proceeds of specific revenue sources, other than major capital projects, that are restricted by law or administrative action to expenditures for specified purposes.

Capital project fund – Used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

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

Note 1 – Summary of Significant Accounting Policies (continued)

Basis of Accounting

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

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

Reimbursed Expenditures

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

Note 2 – Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

Note 2 – Budgetary Information (continued)

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of a public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held, and the governing body may amend the budget at that time. There were no such amendments to the 2023 budget.

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

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

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

Note 3 – Deposits and Investments

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

Note 3 – Deposits and Investments (continued)

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance, or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has not designated "peak periods". All deposits were legally secured at December 31, 2023.

At December 31, 2023, the carrying amount of the City's deposits including certificates of deposit was $1,002,785 and the bank balance was $1,059,352. The bank balance was held at one bank resulting in a concentration of credit risk. The difference between the carrying amount and the bank balance is outstanding checks. Of the bank balance, $250,000 was covered by FDIC insurance and the remainder was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the City's name. The third-party bank holding the pledged securities is independent of the pledging bank. The pledged securities are held under a tri-party custodial agreement signed by all three parties; the City, the pledging bank, and the independent third-party bank holding the pledged securities.

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

Note 4 – Property Taxes

In accordance with governing State statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar-year basis and are levied and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half of the full amounts of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes levied and collected in the year prior to January 1st of the ensuing year.

Note 5 – Interfund Transactions

The following operating transfers have been authorized for the year 2023:

From	To	Authority	Amount
General	Special Highway	K.S.A. 12-197	$ 75,000
Water Utility	General	K.S.A. 12-825d	96,515
Sewer Utility	General	K.S.A. 12-825d	38,000
Lights Utility	General	K.S.A. 12-825d	195,000
Lights Utility	Special Machinery (Equipment Reserve)	K.S.A. 12-825d	10,000
Sewer Utility	Special Machinery (Equipment Reserve)	K.S.A. 12-825d	10,000
Special Highway	Light Utility	Resolution	10,000

Note 6 – Long-Term Debt

The City and Citizens State Bank (the Bank) accepted the bid from A2Z for $264,827 to construct a firehouse on a property to be purchased by Citizens State Bank. On October 21, 2013, Resolution 13-4 was adopted to enter into a lease-purchase agreement between the City and the Bank. The City paid the first lease payment of $118,318 in 2014 and has ten subsequent annual payments not to exceed $18,318.

On October 11, 2023, the City entered into a lease agreement on a 2018 Dulevo 6000 Street Sweeper and 2023 Dodge Durango. The lease will be paid in five annual installments of $19,725 beginning October 11, 2024.

Note 6 – Long-Term Debt (continued)

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest and Service Fee Paid
Finance Leases									
Fire Department Station	3.90%	8/12/14	264,827	8/15/24	$ 31,714	$ -	$ 17,047	$ 14,667	$ 1,271
2018 Street Sweeper and 2023 Dodge Durango	5.95%	10/11/23	83,000	10/11/28	-	83,000	-	83,000	-
					$ 31,714	$83,000	$ 17,047	$ 97,667	$ 1,271

Note 6 – Long-Term Debt (continued)

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

	2024	2025	2026	2027	2028	Total
Principal						
Fire Department Station	$ 14,667	$ -	$ -	$ -	$ -	$ 14,667
2018 Street Sweeper and 2023 Dodge Durango	14,650	15,545	16,496	17,505	18,804	83,000
Total Principal	29,317	15,545	16,496	17,505	18,804	97,667
Interest						
Fire Department Station	559	-	-	-	-	559
2018 Street Sweeper and 2023 Dodge Durango	5,075	4,180	3,229	2,220	921	15,625
Total Interest	5,634	4,180	3,229	2,220	921	16,184
Total Principal and Interest	$ 34,951	$ 19,725	$ 19,725	$ 19,725	$ 19,725	$ 113,851

Note 7 – Other Leases

The City has entered into an operating lease with the Waterville Preservation Society for the Weaver Hotel. Under the lease terms, the City owns the Weaver Hotel which the Waterville Preservation Society operates. The Waterville Preservation Society pays an annual lease amount of $1 for the use of the building. No attempt has been made to determine the fair value of the rent. However, it is presumed that the income relating to any rental value over and above $1 and expenses for the subsequent contribution of rental property, would net to zero causing this difference to be immaterial.

Note 8 – Other Long-Term Obligations from Operations

Compensated Absences

Expenses for accumulated vacation and sick leave earned by the employees are recorded when paid or taken by the employees. Only full-time employees, defined as employees who work at least 1,000 hours per year, shall be entitled to benefits of leave accumulation, holidays, insurance programs, and other similar benefits. No benefits are available or can be accrued by a part-time or seasonal employee. Full-time employees are entitled to 12 days paid vacation leave after one year, based on an eight-hour workday. Employees earn 15 days of vacation per year after they have been employed five to ten years, 18 days of vacation per year after they have been employed eleven to fifteen years, 21 days of vacation per year after they have been employed sixteen to twenty years and 30 days of vacation per year after they have been employed twenty or more years. Vacation may be accumulated to 240 hours. Full-time employees earn 10 hours of sick leave for each full month of service. Sick leave may be accumulated to 720 hours or 90 days. An employee is able to collect 10% of their accumulated sick leave, up to 72 hours, upon retirement with KPERS. The total unpaid compensated absences were $11,823 at December 31, 2023.

Note 9 – Defined Benefit Pension Plan

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

Note 9 – Defined Benefit Pension Plan (continued)

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in employer contribution rates. The actuarially determined employer contribution rate (not including the 1% for the Death and Disability Program) and the statutory contribution rate was 8.43% for the fiscal year ended December 31, 2023. Contributions to the pension plan from the City were $33,704 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 $433,364. 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 nonemployer 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 statements.

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

Note 10 – Other Long – Term Obligations from Operations

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 local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government 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 government under this program.

Note 11 – 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; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have been no decreases in insurance coverage from the prior year

Note 12 – Evaluation of Subsequent Events

The City has evaluated events and transactions for potential recognition or disclosure through the date of the independent auditor's report which is the date the financial statement was available for issue.

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 1

CITY OF WATERVILLE, 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 Chargeable to Current Year	Variance-Over (Under)
General Funds					
General	$1,070,158	$ 10,738	$ 1,080,896	$1,080,896	$ -
Special Purpose Funds					
Library	32,790	400	33,190	33,190	-
Library Restricted*	232,607	-	232,607	-	(232,607)
Special Highway	137,269	-	137,269	83,646	(53,623)
Ambulance	270,298	-	270,298	150,922	(119,376)
Special Machinery (Equipment Reserve)*	47,003	-	47,003	22,000	(25,003)
Business Funds					
Sewer Utility	160,801	-	160,801	109,453	(51,348)
Water Utility	332,987	-	332,987	183,525	(149,462)
Lights Utility	868,618	-	868,618	769,911	(98,707)

* These funds are not required to have a legal operating budget.

See independent auditor's report on regulatory-required supplementary information.

CITY OF WATERVILLE, KANSAS

General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Ad Valorem Tax	$ 255,818	$ 267,525	$ (11,707)
Delinquent Tax	2,360	-	2,360
Motor Vehicle Tax	39,917	45,621	(5,704)
Recreational Vehicle Tax	776	635	141
CMV Tax	635	431	204
16/20 M Vehicle Tax	34	34	-
Watercraft Tax	-	316	(316)
Special Assessments	2,108	-	2,108
Local Sales Tax	134,277	102,000	32,277
Franchise Fees	21,383	14,075	7,308
Licenses and Permits	1,357	1,300	57
Fines	1,709	200	1,509
Interest Income	12,807	2,600	10,207
Rents	10,025	1,500	8,525
Concessions	1,158	2,000	(842)
Admissions	1,896	2,000	(104)
Miscellaneous	65,077	10,000	55,077
Donations	33,193	-	33,193
Rural Fire Appropriation	57,176	52,676	4,500
Transfer from Lights Utility Fund	195,000	218,500	(23,500)
Transfer from Water Utility Fund	96,515	96,515	-
Transfer from Sewer Utility Fund	38,000	38,000	-
Total Receipts	971,221	$ 855,928	$ 115,293

See independent auditor's report on regulatory-required supplementary information.

CITY OF WATERVILLE, KANSAS

General Fund (Continued)
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Over (Under)
Expenditures			
General Administration and Streets:			
Personal Services	$ 368,149	$ 335,975	$ 32,174
Contractual Services	118,128	81,000	37,128
Commodities	56,167	55,000	1,167
Total General Administration and Streets	542,444	471,975	70,469
Police Department:			
Personal Services	68,794	65,590	3,204
Contractual	10,459	9,300	1,159
Commodities	10,771	9,500	1,271
Capital Outlay	19,830	-	19,830
Total Police Department	109,854	84,390	25,464
Other Expenditures:			
Employees' Health Insurance	149,747	150,675	(928)
Retirement Contributions	33,704	23,970	9,734
Fire - City	38,564	25,000	13,564
Community Service	23,052	1,000	22,052
Parks/Ballfield/Community Center Maintenance	28,094	29,500	(1,406)
Library Appropriation	19,000	19,000	-
Appropriations - USD #498	43,119	34,000	9,119
Lease Purchase Payment (Fire Station)	18,318	18,318	-
Transfer to Special Highway Fund	75,000	75,000	-
Adjustments for Qualifying Budget Credits	-	10,738	(10,738)
Cash Forward	-	137,330	(137,330)
Total Other Expenditures	428,598	524,531	(95,933)
Total Expenditures	1,080,896	$ 1,080,896	$ -
Receipts Over (Under) Expenditures	(109,675)		
Unencumbered Cash, Beginning	254,746		
Unencumbered Cash, Ending	$ 145,071		

See independent auditor's report on regulatory-required supplementary information.

CITY OF WATERVILLE, KANSAS

Library Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Ad Valorem Tax	$ 8,697	$ 9,094	$ (397)
Delinquent Tax	80	-	80
Motor Vehicle Tax	1,361	1,550	(189)
Recreational Vehicle Tax	26	22	4
CMV Tax	22	15	7
16/20 M Vehicle Tax	1	1	-
Watercraft Tax	-	11	(11)
Interest Income	3,791	480	3,311
Miscellaneous	95	-	95
Appropriation - City	19,000	19,000	-
Donations	112	-	112
Grants	818	-	818
Total Receipts	34,003	$ 30,173	$ 3,830
Expenditures			
Personal Services	20,572	$ 18,300	$ 2,272
Contractual Services	7,951	9,100	(1,149)
Commodities	4,667	5,390	(723)
Adjustments for Qualifying Budget Credits	-	400	(400)
Total Expenditures	33,190	$ 33,190	$ -
Receipts Over (Under) Expenditures	813		
Unencumbered Cash, Beginning	19,230		
Unencumbered Cash, Ending	$ 20,043		

See independent auditor's report on regulatory-required supplementary information.

CITY OF WATERVILLE, KANSAS

Library Restricted Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Transfer from Library Fund	$ -	$ -	$ -
Total Receipts	-	$ -	$ -
Expenditures			
Capital Outlay	-	$ 232,607	$ (232,607)
Total Expenditures	-	$ 232,607	$ (232,607)
Receipts Over (Under) Expenditures	-		
Unencumbered Cash, Beginning	232,607		
Unencumbered Cash, Ending	$ 232,607		

See independent auditor's report on regulatory-required supplementary information.

CITY OF WATERVILLE, KANSAS

Special Highway Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
State Gas Tax	$ 17,701	$ 17,680	$ 21
Miscellaneous	12,313	-	12,313
Transfer from General Fund	75,000	75,000	-
Total Receipts	105,014	$ 92,680	$ 12,334
Expenditures			
Contractual Services	22,437	$ 1,500	$ 20,937
Cash Forward	-	40,269	(40,269)
Commodities	51,209	95,500	(44,291)
Transfer to Light Utility Fund	10,000	-	10,000
Total Expenditures	83,646	$ 137,269	$ (53,623)
Receipts Over (Under) Expenditures	21,368		
Unencumbered Cash, Beginning	58,222		
Unencumbered Cash, Ending	$ 79,590		

See independent auditor's report on regulatory-required supplementary information.

CITY OF WATERVILLE, KANSAS

Ambulance Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Appropriation - Marshall County	$ 27,740	$ 37,000	$ (9,260)
Charges for Services	68,911	59,000	9,911
Donations	5,356	-	5,356
Grant	3,450	-	3,450
Interest Income	1,615	200	1,415
Total Receipts	107,072	$ 96,200	$ 10,872
Expenditures			
Personal Services	64,947	$ 66,765	$ (1,818)
Contractual Services	21,184	20,000	1,184
Commodities	64,791	13,500	51,291
Cash Forward	-	170,033	(170,033)
Total Expenditures	150,922	$ 270,298	$ (119,376)
Receipts Over (Under) Expenditures	(43,850)		
Unencumbered Cash, Beginning	179,679		
Unencumbered Cash, Ending	$ 135,829		

See independent auditor's report on regulatory-required supplementary information.

CITY OF WATERVILLE, KANSAS

Special Machinery (Equipment Reserve) Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Transfer from Lights Utility Fund	$ 10,000	$ 10,000	$ -
Transfer from Sewer Utility Fund	10,000	-	10,000
Total Receipts	20,000	$ 10,000	$ 10,000
Expenditures			
Capital Outlay	22,000	$ 47,003	$ (25,003)
Total Expenditures	22,000	$ 47,003	$ (25,003)
Receipts Over (Under) Expenditures	(2,000)		
Unencumbered Cash, Beginning	12,111		
Unencumbered Cash, Ending	$ 10,111		

See independent auditor's report on regulatory-required supplementary information.

CITY OF WATERVILLE, KANSAS

Sewer Utility Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Charges for Services	$ 106,933	$ 103,270	$ 3,663
Interest Income	140	45	95
Total Receipts	107,073	$ 103,315	$ 3,758
Expenditures			
Contractual Services	22,951	$ 10,000	$ 12,951
Commodities	38,502	10,500	28,002
Transfer to General Fund	38,000	38,000	-
Transfer to Special Machinery Fund	10,000	-	10,000
Cash Forward	-	102,301	(102,301)
Total Expenditures	109,453	$ 160,801	$ (51,348)
Receipts Over (Under) Expenditures	(2,380)		
Unencumbered Cash, Beginning	58,017		
Unencumbered Cash, Ending	$ 55,637		

See independent auditor's report on regulatory-required supplementary information.

CITY OF WATERVILLE, KANSAS

Water Utility Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Charges for Services	$ 146,617	$ 145,240	$ 1,377
Interest Income	71	35	36
Miscellaneous	130	-	130
Total Receipts	146,818	$ 145,275	$ 1,543
Expenditures			
Contractual Services	36,998	$ 37,000	$ (2)
Commodities	31,689	38,000	(6,311)
Cash Forward	-	161,472	(161,472)
Transfer to General Fund	96,515	96,515	-
Capital Oultay	18,323	-	18,323
Total Expenditures	183,525	$ 332,987	$ (149,462)
Receipts Over (Under) Expenditures	(36,707)		
Unencumbered Cash, Beginning	210,183		
Unencumbered Cash, Ending	$ 173,476		

See independent auditor's report on regulatory-required supplementary information.

CITY OF WATERVILLE, KANSAS

Lights Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Actual	Budget	Variance Over (Under)
Receipts			
Charges for Services	$ 770,040	$ 731,385	$ 38,655
Transfer from Special Highway Fund	10,000	-	10,000
Meter Deposits	2,672	-	2,672
Miscellaneous	919	1,500	(581)
Total Receipts	783,631	$ 732,885	$ 50,746
Expenditures			
Contractual Services	463,087	$ 455,000	$ 8,087
Commodities	101,024	25,500	75,524
Meter Deposit Refunds	800	-	800
Transfer to General Fund	195,000	218,500	(23,500)
Transfer to Special Machinery Fund	10,000	10,000	-
Cash Forward	-	88,818	(88,818)
Refuse Service	-	70,800	(70,800)
Total Expenditures	769,911	$ 868,618	$ (98,707)
Receipts Over (Under) Expenditures	13,720		
Unencumbered Cash, Beginning	134,359		
Unencumbered Cash, Ending	$ 148,079		

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