CITY OF TROY, KANSAS

FINANCIAL STATEMENTS

Year ended December 31, 2024

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CITY OF TROY, KANSAS

FINANCIAL STATEMENTS
Year ended December 31, 2024

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Troy, 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 Troy, Kansas, (the City), as of and for the year ended December 31, 2024 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2024, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* 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 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 opinions.

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget 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.

Other Matter

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 Troy, Kansas as of and for the year ended December 31, 2023 (not presented herein), and have issued our report thereon dated March 1, 2024, which contained an unmodified opinion on the basic financial statement. The 2023 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 2023 actual column (2023 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended December 31, 2024 (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 2023 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 2023 basic financial statement. The 2023 comparative information was subjected to the auditing procedures applied in the audit of the 2023 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 2023 basic financial statement or to the 2023 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 2023 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, 2023, on the basis of accounting described in Note 1.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

February 6, 2025

CITY OF TROY, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2024

Funds	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	$ 279,632	$ -	$ 630,656	$ 615,769	$ 294,519	$ 6,639	$ 301,158
Special Purpose Funds:							
Street and Highway	13,827	-	26,088	33,442	6,473	-	6,473
Ambulance District	329,485	-	4,960	123,150	211,295	172	211,467
Employee Benefit	[4,217]	-	161,127	162,666	[5,756]	5,756	-
Tort Liability	79,317	-	12,432	10,868	80,881	-	80,881
Community Center	378,108	-	7,000	150,352	234,756	-	234,756
City 1% Sales Tax	-	-	128,427	72,400	56,027	-	56,027
Equipment Reserve	53,039	-	41,400	50,111	44,328	-	44,328
Capital Project Funds:							
Bond Construction	-	-	-	-	-	-	-
Bond and Interest Funds:							
Bond and Interest	106,764	-	-	106,764	-	-	-
Business Funds:							
Electric	1,123,525	-	1,055,600	1,101,724	1,077,401	20,430	1,097,831
Electric Special Assessment	79,560	-	83,350	77,774	85,136	-	85,136
Water	47,164	-	485,264	409,906	122,522	5,639	128,161
Sewer	110,137	-	161,295	199,668	71,764	1,508	73,272
Total Reporting Entity	$ 2,596,341	$ -	$ 2,797,599	$ 3,114,594	$ 2,279,346	$ 40,144	$ 2,319,490

Composition of Cash:	
Exchange Bank & Trust	
Checking	$ 59,950
Certificates of Deposit	338,500
First Option Bank	
Checking	1,563,640
Certificates of Deposit	357,000
Petty Cash	400
Total	$ 2,319,490

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

CITY OF TROY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
December 31, 2024

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Troy (the City) is a municipal corporation governed by a mayor and a five-member council. These financial statements present the City and its related municipal entities for which the government is considered to be financially accountable. However, the City's only related municipal entity, the Troy Public Housing Authority, is not included in these financial statements.

Basis of Accounting

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

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

Regulatory Basis Fund Types

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

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

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

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

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

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:

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in 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.

If the City is holding a revenue neutral rate hearing, the budget timeline for the public hearing is adjusted to no sooner than August 20th and no later than September 20th, but at least 10 days after all statutory notification and publication requirements have been met. Municipal budgets requiring a hearing to exceed the revenue neutral rate should be adopted on or before October 1st but may not be adopted prior to the revenue neutral rate hearing. 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. The General, Electric, Sewer, Ambulance District, Employee Benefit, Community Center and City 1% Sales Tax funds were amended during the year.

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

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

A legal operating budget is not required for capital project funds.

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 City Council.

NOTE 2 - Deposits and Investments

Deposits. K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

Investments. 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. As of December 31, 2024, the City held no such investments.

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.

NOTE 2 - Deposits and Investments (Continued)

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 no designated "peak periods."

As of December 31, 2024, the City's carrying amount of deposits was $2,319,490 and the bank balance was $2,375,143. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, $501,023 was covered by federal depository insurance and $1,874,120 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments as of December 31, 2024.

NOTE 3 - Retirement 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 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. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.26% for the fiscal year ended December 31, 2024. Contributions to the pension plan from the City were $45,472 for the year ended December 31, 2024.

Net Pension Liability. As of December 31, 2024, the City's proportionate share of the collective net pension liability reported by KPERS was $401,055. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup of 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 KPERS website at www.kpers.org or can be obtained as described above.

NOTE 4 - Long-Term Debt

Changes in Long-term Debt. During the year ended December 31, 2024, the following changes occurred in long-term debt:

Type of Issue	January 1, 2024	Additions	Retirements	December 31, 2024	Interest Paid
Certificates of Participation	$ 64,000	$ -	$ 31,000	$ 33,000	$ 3,040
Finance Lease	55,000	-	9,572	45,428	3,533
General Obligation Bonds	2,305,409	-	102,599	2,202,810	57,979
Totals	$ 2,424,409	$ -	$ 143,171	$ 2,281,238	$64,552

Certificates of Participation. The City issued Certificates of Participation (COPS) dated February 1, 2005, in the amount of $433,000 to fund the construction of the Community Center. The COPS were issued in Series 2005A with an interest rate of 4.75%, and are payable from the regulatory receipts of the Community Center.

Certificates of Participation currently outstanding are as follows:

Debt Issue	Date Issued	Interest Rate	Maturity Date	Original Amount	Outstanding Amount
2005 COP	2/1/2005	4.75%	7/1/2025	$ 433,000	$ 33,000

The annual debt service requirements to maturity for the certificates of participation are as follows:

Year Ending December 31,	Principal Due	Interest Due	Total Due
2025	$ 33,000	$ 1,568	$ 34,568
	$ 33,000	$ 1,568	$ 34,568

General Obligation Bonds. On August 4, 2015, the City issued 2015-A General Obligation Bonds in the amount of $2,080,000. The proceeds were used to finance the 2013 Wastewater Collection System Improvement Project. The bonds carry a 2.5% interest rate, with the final payment due on August 4, 2055.

On April 23, 2020, the City issued 2020-A General Obligation Bonds in the amount of $685,000. The proceeds were used to finance the 2019 Electric Distribution System Improvement Project. The bonds carry a 2.75% interest rate, with the final payment due on March 1, 2030.

General obligation bonds currently outstanding are as follows:

Debt Issue	Date Issued	Interest Rate	Maturity Date	Original Amount	Outstanding Amount
2015A	7/30/2015	2.50%	8/4/2055	$ 2,080,000	$ 1,772,810
2020A	4/23/2020	2.75%	3/1/2030	685,000	430,000
				$ 2,765,000	$ 2,202,810

NOTE 4 - Long-Term Debt (Continued)

The annual debt service requirements to maturity for the general obligation bonds are as follows:

Year Ending December 31,	Principal Due	Interest Due	Total Due
2025	$ 100,539	$ 55,252	$ 155,791
2026	109,503	52,432	161,935
2027	110,490	49,519	160,009
2028	116,502	46,514	163,016
2029	117,540	43,413	160,953
2030 - 2034	304,195	186,134	490,329
2035 - 2039	259,313	154,986	414,299
2040 - 2044	293,389	120,910	414,299
2045 - 2049	331,943	82,357	414,300
2050 - 2054	375,562	38,736	414,298
2055	83,834	2,021	85,855
Total	$ 2,202,810	$ 832,274	$ 3,035,084

Finance Leases. The City entered into a finance lease agreement on October 20, 2023, for the purchase of equipment in the amount of $55,000. The lease agreement carries an interest rate of 5.90% and is scheduled to mature on November 15, 2028.

Finances leases currently outstanding are as follows:

Debt Issue	Date Issued	Interest Rate	Maturity Date	Original Amount	Outstanding Amount
2023 Excavator	10/20/2023	5.90%	11/15/2028	$ 55,000	$ 45,428

The annual debt service requirements to maturity for the finances lease is as follows:

Year Ending December 31,	Principal Due	Interest Due	Total Due
2025	$ 10,388	$ 2,717	$ 13,105
2026	11,009	2,096	13,105
2027	11,668	1,438	13,106
2028	12,363	742	13,105
	$ 45,428	$ 6,993	$ 52,421

NOTE 5 - Commitments and Contingencies

The City receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the City as of December 31, 2024.

NOTE 6 - Interfund Transfers

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
Water	Equipment Reserve	K.S.A. 12-1,117	$ 13,800
Sewer	Equipment Reserve	K.S.A. 12-1,117	13,800
Electric	Equipment Reserve	K.S.A. 12-1,117	13,800
Electric	Employee Benefit	K.S.A. 12-825d	161,111
General	Water	Council motion	106,764
Bond & Interest	General	K.S.A. 10-117a	106,764
			$ 416,039

NOTE 7 - Compensated Absences

The City's personnel policy grants employees annual vacation in varying amount depending on length of service. Annual vacation leave is accumulated at the rate of 10 days after year one; 12 days after year 5; 15 days after year 10; 18 days after year 15. Any unused vacation leave at year-end is lost by the employee and not carried over. The city also allows 5 personal days per calendar year and any unused days will not carry over to the following year.

The City's personnel policy also grants employees annual sick leave at a rate of 4 hours per month of service; accrual max 240 hours. Any unused sick leave will be carried over to the following year. Any employee with less than 10 years of service shall not be paid for any unused sick leave upon termination. Any employee with over 10 years of service will be paid accumulated sick leave if they have left voluntarily.

NOTE 8 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters, for which the City has carried commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance in any of the past three fiscal years.

NOTE 9 - Other Long-Term Obligations from Operations

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

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

Death and Disability Other Post-Employment Benefits. As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2024.

SCHEDULE 1

CITY OF TROY, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over [Under]
General Funds:					
General	$ 691,664	$ -	$ 691,664	$ 615,769	$ [75,895]
Special Purpose Funds:					
Street and Highway	37,000	-	37,000	33,442	[3,558]
Ambulance District	163,000	-	163,000	123,150	[39,850]
Employee Benefit	176,000	-	176,000	162,666	[13,334]
Tort Liability	99,625	-	99,625	10,868	[88,757]
Community Center	186,040	-	186,040	150,352	[35,688]
City 1% Sales Tax	100,000	-	100,000	72,400	[27,600]
Equipment Reserve	124,200	-	124,200	50,111	[74,089]
Bond and Interest Funds:					
Bond and Interest	106,764	-	106,764	106,764	-
Business Funds:					
Electric	1,297,900	-	1,297,900	1,101,724	[196,176]
Electric Special Assessment	82,719	-	82,719	77,774	[4,945]
Water	708,748	-	708,748	409,906	[298,842]
Sewer	217,005	-	217,005	199,668	[17,337]

See independent auditor's report on the financial statements.

CITY OF TROY, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Taxes	$ 370,320	$ 392,867	$ 380,628	$ 12,239
Franchise tax	31,190	21,653	27,000	[5,347]
Licenses and permits	3,167	3,945	4,000	[55]
Use of money	57,881	72,236	4,800	67,436
Fines and fees	5,364	1,930	1,000	930
Lease proceeds	55,000	-	-	-
Transfer in	-	106,764	106,764	-
Miscellaneous	45,310	31,261	15,000	16,261
Total Receipts	568,232	630,656	$ 539,192	$ 91,464
Expenditures				
General government	56,957	91,206	$ 113,725	$ [22,519]
Highways and streets	348,566	333,951	331,175	2,776
Public safety	100,029	83,848	140,000	[56,152]
Transfer out	-	106,764	106,764	-
Total Expenditures	505,552	615,769	$ 691,664	$ [75,895]
Receipts Over [Under] Expenditures	62,680	14,887		
Unencumbered Cash, Beginning	216,952	279,632		
Unencumbered Cash, Ending	$ 279,632	$ 294,519		

SCHEDULE 2 - 2

CITY OF TROY, KANSAS
STREET AND HIGHWAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Taxes	$ 25,786	$ 26,088	$ 25,980	$ 108
Total Receipts	25,786	26,088	$ 25,980	$ 108
Expenditures				
Commodities	26,969	32,792	$ 30,000	$ 2,792
Contractual services	2,453	650	7,000	[6,350]
Total Expenditures	29,422	33,442	$ 37,000	$ [3,558]
Receipts Over [Under] Expenditures	[3,636]	[7,354]		
Unencumbered Cash, Beginning	17,463	13,827		
Unencumbered Cash, Ending	$ 13,827	$ 6,473		

See independent auditor's report on the financial statements.

CITY OF TROY, KANSAS
AMBULANCE DISTRICT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Intergovernmental	$ 200	$ -	$ -	$ -
Charges for service	41,163	2,872	5,000	[2,128]
Contributions	-	-	1,000	[1,000]
Miscellaneous	87,365	2,088	-	2,088
Total Receipts	128,728	4,960	$ 6,000	$ [1,040]
Expenditures				
Personal services	7,255	-	$ -	$ -
Contractual services	15,406	7,280	28,000	[20,720]
Commodities	6,128	21,767	35,000	[13,233]
Capital outlay	26,763	94,103	100,000	[5,897]
Total Expenditures	55,552	123,150	$ 163,000	$ [39,850]
Receipts Over [Under] Expenditures	73,176	[118,190]		
Unencumbered Cash, Beginning	256,309	329,485		
Unencumbered Cash, Ending	$ 329,485	$ 211,295		

CITY OF TROY, KANSAS
EMPLOYEE BENEFIT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Transfer in	$ 142,446	$ 161,111	$ 176,000	$ [14,889]
Miscellaneous	-	16	-	16
Total Receipts	142,446	161,127	$ 176,000	$ [14,873]
Expenditures				
Social security	16,792	17,723	$ 19,000	$ [1,277]
Retirement	19,565	21,951	22,000	[49]
Unemployment tax	567	341	600	[259]
Worker's compensation	7,542	14,941	12,000	2,941
Other employee benefits	99,958	107,710	122,400	[14,690]
Total Expenditures	144,424	162,666	$ 176,000	$ [13,334]
Receipts Over [Under] Expenditures	[1,978]	[1,539]		
Unencumbered Cash, Beginning	[2,239]	[4,217]		
Unencumbered Cash, Ending	$ [4,217]	$ [5,756]		

CITY OF TROY, KANSAS
TORT LIABILITY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Taxes	$ 11,662	$ 12,432	$ 12,191	$ 241
Total Receipts	11,662	12,432	$ 12,191	$ 241
Expenditures				
Contractual services	8,190	10,868	$ 99,625	$ [88,757]
Total Expenditures	8,190	10,868	$ 99,625	$ [88,757]
Receipts Over [Under] Expenditures	3,472	1,564		
Unencumbered Cash, Beginning	75,845	79,317		
Unencumbered Cash, Ending	$ 79,317	$ 80,881		

CITY OF TROY, KANSAS
COMMUNITY CENTER FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Taxes	$ 122,325	$ -	$ 109,000	$ [109,000]
Miscellaneous	8,651	7,000	7,500	[500]
Total Receipts	130,976	7,000	$ 116,500	$ [109,500]
Expenditures				
Capital outlay	8,341	78,604	$ 100,000	$ [21,396]
Contractual services	24,489	31,121	42,000	[10,879]
Debt service	33,601	33,304	34,040	[736]
Miscellaneous	-	7,323	10,000	[2,677]
Total Expenditures	66,431	150,352	$ 186,040	$ [35,688]
Receipts Over [Under] Expenditures	64,545	[143,352]		
Unencumbered Cash, Beginning	313,563	378,108		
Unencumbered Cash, Ending	$ 378,108	$ 234,756		

CITY OF TROY, KANSAS
CITY 1% SALES TAX FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Taxes	$ -	$ 128,427	$ 120,000	$ 8,427
Total Receipts	-	128,427	$ 120,000	$ 8,427
Expenditures				
Capital outlay	-	72,400	$ 100,000	$ [27,600]
Total Expenditures	-	72,400	$ 100,000	$ [27,600]
Receipts Over [Under] Expenditures	-	56,027		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ 56,027		

CITY OF TROY, KANSAS
EQUIPMENT RESERVE FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Transfer in	$ 41,400	$ 41,400	$ 41,400	$ -
Total Receipts	41,400	41,400	$ 41,400	$ -
Expenditures				
Capital outlay	29,761	50,111	$ 124,200	$ [74,089]
Total Expenditures	29,761	50,111	$ 124,200	$ [74,089]
Receipts Over [Under] Expenditures	11,639	[8,711]		
Unencumbered Cash, Beginning	41,400	53,039		
Unencumbered Cash, Ending	$ 53,039	$ 44,328		

CITY OF TROY, KANSAS
BOND CONSTRUCTION FUND
Schedule of Receipts and Expenditures *
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

	Prior Year Actual	Actual
Receipts		
Federal grant	$ 139	$ -
Total Receipts	139	-
Expenditures		
Contractual services	13,866	-
Total Expenditures	13,866	-
Receipts Over [Under] Expenditures	[13,727]	-
Unencumbered Cash, Beginning	13,727	-
Unencumbered Cash, Ending	$ -	$ -

* This fund is not required to be budgeted.

CITY OF TROY, KANSAS
BOND AND INTEREST FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Taxes	$ -	$ -	$ -	$ -
Total Receipts	-	-	$ -	$ -
Expenditures				
Transfer out	-	106,764	$ 106,764	$ -
Total Expenditures	-	106,764	$ 106,764	$ -
Receipts Over [Under] Expenditures	-	[106,764]		
Unencumbered Cash, Beginning	106,764	106,764		
Unencumbered Cash, Ending	$ 106,764	$ -		

CITY OF TROY, KANSAS
ELECTRIC FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Charges for services	$ 1,038,186	$ 1,026,373	$ 1,100,000	$ [73,627]
Use of money	200	-	-	-
Miscellaneous	15,903	29,227	15,000	14,227
Total Receipts	1,054,289	1,055,600	$ 1,115,000	$ [59,400]
Expenditures				
Personal services	160,144	178,237	$ 165,000	$ 13,237
Capital outlay	38,757	49,118	24,000	25,118
Contractual services	64,568	47,259	54,100	[6,841]
Commodities	637,109	652,199	865,000	[212,801]
Transfer out	156,246	174,911	189,800	[14,889]
Total Expenditures	1,056,824	1,101,724	$ 1,297,900	$ [196,176]
Receipts Over [Under] Expenditures	[2,535]	[46,124]		
Unencumbered Cash, Beginning	1,126,060	1,123,525		
Unencumbered Cash, Ending	$ 1,123,525	$ 1,077,401		

CITY OF TROY, KANSAS
ELECTRIC SPECIAL ASSESSMENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Special assessment	$ 81,592	$ 83,350	$ 85,000	$ [1,650]
Total Receipts	81,592	83,350	$ 85,000	$ [1,650]
Expenditures				
Principle	65,000	65,000	$ 65,000	$ -
Interest	14,506	12,720	12,719	1
Miscellaneous	-	54	5,000	[4,946]
Total Expenditures	79,506	77,774	$ 82,719	$ [4,945]
Receipts Over [Under] Expenditures	2,086	5,576		
Unencumbered Cash, Beginning	77,474	79,560		
Unencumbered Cash, Ending	$ 79,560	$ 85,136		

CITY OF TROY, KANSAS
WATER FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Charges for services	$ 359,634	$ 376,187	$ 390,000	$ [13,813]
Loan proceeds	-	-	367,918	[367,918]
Transfer in	-	106,764	106,764	-
Reimbursement	4,402	2,313	10,000	[7,687]
Total Receipts	364,036	485,264	$ 874,682	$ [389,418]
Expenditures				
Personal services	177,820	209,500	$ 152,000	$ 57,500
Contractual services	84,242	38,557	54,080	[15,523]
Capital outlay	-	-	367,918	[367,918]
Commodities	130,158	148,049	100,000	48,049
Debt service	-	-	20,950	[20,950]
Transfer out	13,800	13,800	13,800	-
Total Expenditures	406,020	409,906	$ 708,748	$ [298,842]
Receipts Over [Under] Expenditures	[41,984]	75,358		
Unencumbered Cash, Beginning	89,148	47,164		
Unencumbered Cash, Ending	$ 47,164	$ 122,522		

CITY OF TROY, KANSAS
SEWER FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2024
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2023)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Charges for services	$ 161,406	$ 161,295	$ 160,000	$ 1,295
Miscellaneous	150	-	-	-
Total Receipts	161,556	161,295	$ 160,000	$ 1,295
Expenditures				
Personal services	52,003	57,883	$ 65,000	$ [7,117]
Contractual services	16,312	28,985	35,000	[6,015]
Commodities	12,082	16,141	15,000	1,141
Debt service	82,859	82,859	88,205	[5,346]
Transfer out	13,800	13,800	13,800	-
Total Expenditures	177,056	199,668	$ 217,005	$ [17,337]
Receipts Over [Under] Expenditures	[15,500]	[38,373]		
Unencumbered Cash, Beginning	125,637	110,137		
Unencumbered Cash, Ending	$ 110,137	$ 71,764		

See independent auditor's report on the financial statements.