CITY OF AUGUSTA, KANSAS

Financial Statements

For the Year Ended December 31, 2023

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CITY OF AUGUSTA, KANSAS
Financial Statements
For the Year Ended December 31, 2023

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Augusta, Kansas

Report on the Audit of the Financial Statement

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 Augusta, Kansas, (the City), 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 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, 2023, 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, 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 standards applicable to financial audits contained in *Governmental Auditing Standards*, issued by the Comptroller General of the United States 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 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 and summary of receipts and disbursements-agency funds (Schedules 1, 2 and 3 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*. The accompanying 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 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 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards,* we have also issued our report dated June 25, 2024, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is 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 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's internal control over financial reporting and compliance.

Other Matters

The 2022 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended December 31, 2022 (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.

We previously audited, in accordance with auditing standards generally accepted in the United State of America, the basic financial statement of the City for the year ended December 31, 2022 (not presented herein), and have issued our report thereon dated June 23, 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 website of the Kansas Department of Administration at the following link http://www.admin.ks.gov/offices/chief financial-officer/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.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

June 25, 2024

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

Funds	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	$ 1,336,202	$ -	$ 7,375,219	$ 7,427,149	$ 1,284,272	$ 129,614	$ 1,413,886
Special Purpose Funds:							
Industrial Development	288,531	-	3,191	-	291,722	-	291,722
Library Employee Benefits	9,657	-	88,393	88,393	9,657	-	9,657
Library	11,696	-	372,968	372,968	11,696	-	11,696
Cemetery Endowment	87,283	-	10,247	37,210	60,320	-	60,320
Employee Benefits	[28,918]	-	1,769,295	1,727,910	12,467	30,655	43,122
Special City-County Highway	274,404	-	313,723	300,226	287,901	4,448	292,349
Special Alcohol	12,381	-	13,799	16,500	9,680	-	9,680
Convention and Visitors Bureau	84,855	-	23,241	19,864	88,232	-	88,232
Emergency Communications	18,855	-	-	2,808	16,047	-	16,047
Emergency Communications 2012	107,688	-	58,820	41,344	125,164	-	125,164
Special Park	152,237	-	48,808	86,514	114,531	-	114,531
Street Sales Tax	1,883,166	-	1,149,397	1,755,722	1,276,841	713	1,277,554
Water Sales Tax	7,883,935	-	1,528,915	811,810	8,601,040	-	8,601,040
Capital Improvements	461,123	-	898,682	693,210	666,595	-	666,595
Equipment Reserve	364,359	-	152,855	344,874	172,340	-	172,340
Vehicle Reserve	-	-	109,795	21,780	88,015	-	88,015
Employee Insurance	15,016	-	43,621	47,519	11,118	-	11,118
Health Insurance Reserve	1,290,819	-	1,630,864	1,518,958	1,402,725	-	1,402,725
Drug Reimbursement	649	-	-	649	-	-	-
E-Comm/Augusta Progress Inc. Loan	305	-	19,614	19,614	305	-	305
Dalton Palmer Park	72	-	-	-	72	-	72
ARPA	1,426,670	-	3,568	1,040,000	390,238	-	390,238
Skate Park	34,361	-	96,667	235,489	[104,461]	-	[104,461]
Opioid Settlement	2,285	-	25,958	3,220	25,023	-	25,023
CDBG Grant	-	-	-	260,000	[260,000]	-	[260,000]
Interest	-	-	288,730	288,730	-	-	-
Bond Interest Fund:							
Bond and Interest	41,670	-	392,288	410,623	23,335	-	23,335
Capital Project Funds:							
Dam Spillway	74,795	-	-	12,283	62,512	-	62,512
Marsh Donation - ADOPS	2,462	-	-	-	2,462	-	2,462
FAA Land Acquisitions	[21,517]	-	603,794	694,022	[111,745]	-	[111,745]
Sales Tax Waterline Improvements	3,581,132	-	-	-	3,581,132	-	3,581,132
Entrance Sign Project	20,000	-	-	20,000	-	-	-
Disc Golf Project	645	-	-	-	645	-	645
Pride and Progress	1,472,989	-	481,500	1,000,553	953,936	-	953,936
Sewer CDBG Project	3,500	-	-	-	3,500	-	3,500
Scattering Garden Project	7,500	-	-	-	7,500	-	7,500
Wayfinding Signs Project	12,058	-	-	-	12,058	-	12,058
Storm Water Project	24,500	-	-	108	24,392	-	24,392
APPCON Temporary Note Project	740	-	-	-	740	-	740
SPARKS Funding Project	1,014,721	-	2,002,621	1,648,990	1,368,352	-	1,368,352
KDHE Water Loan	[187,385]	-	7,603	364,431	[544,213]	-	[544,213]
Downtown Projects	400	-	-	-	400	-	400
Redbud Trail Project	-	-	83,173	117,037	[33,864]	-	[33,864]
Castle Park Project	-	-	202,279	1,127	201,152	-	201,152

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

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

	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
Business Funds:							
Electric Utility	$ 625,056	$ -	$ 12,357,067	$ 9,152,099	$ 3,830,024	$ 60,144	$ 3,890,168
Water Utility	858,079	-	2,272,004	2,168,614	961,469	19,004	980,473
Refuse	969,075	-	1,083,992	1,063,404	989,663	23,916	1,013,579
Wastewater Treatment	558,458	-	1,100,046	956,774	701,730	16,615	718,345
Wastewater Treatment Plant	773,866	-	350,957	927,210	197,613	-	197,613
Airport	271,331	-	564,038	506,646	328,723	5,266	333,989
Electric Principal & Interest	760	-	221,000	202,742	19,018	-	19,018
Electric Reserve	1,875,785	-	100,000	274,092	1,701,693	-	1,701,693
Water Bonds Principal & Interest	75,003	-	591,500	595,668	70,835	-	70,835
Water Revenue Bond Depreciation & Replacement Reserve	25,000	-	-	-	25,000	-	25,000
Wastewater Reserve	105,887	-	150,000	57,582	198,305	-	198,305
Sanitation Bond & Interest	11,247	-	130,000	127,542	13,705	-	13,705
Total Reporting Entity (Excluding Agency Funds)	$ 27,915,388	$ -	$ 38,720,232	$ 37,464,008	$ 29,171,612	$ 290,375	$ 29,461,987

COMPOSITION OF CASH:

Emprise Bank	
Checking	$ 20,924,310
Certificates of Deposit	140,940
Checking - Court	51,306
Bank of the West	
Certificates of Deposit	3,075,067
Kansas Municipal Investment Pool	5,366,661
Cash on Hand	700
Total Cash	29,558,984
Agency Funds per Schedule 3	[96,997]
Total Reporting Entity (Excluding Agency Funds)	$ 29,461,987

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

NOTE 1 - Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Augusta (the City) is a municipal corporation governed by a mayor, eight-member council and manager. These financial statements present the City (the primary government) and any related municipal entities of which the City is considered to be financially accountable. However, the City's financial statement does not include the following related municipal entities:

1. Augusta Public Library, 1609 State Street, Augusta, Kansas 67010
2. Augusta Housing Authority, 620 Osage Street, Augusta, Kansas 67010
3. Augusta Public Building Commissions, 113 E 6th Avenue, Augusta, Kansas 67010

Financial statements of the related municipal entities can be obtained by contacting management at the address listed above.

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

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

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 - funds 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.)

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.).

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information

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

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

If the 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. The Cemetery Endowment, Street Sales Tax, Vehicle Reserve, Wastewater Treatment Plant and Electric funds were amended for the year ended December 31, 2023.

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, utility reserve funds and the following special purpose funds: Employee Insurance, Health Insurance Reserve, Drug Reimbursement, E-Comm/Augusta Progress Inc Loan, Dalton Palmer Park, ARPA, Skate Park, Opioid Settlement, CDBG Grant and Interest.

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.

NOTE 2 - Deposits and Investments (Continued)

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.

Some of the City's investments are of bond proceeds invested pursuant to K.S.A. 10-131. This statute allows additional investment authority beyond that of K.S.A. 12-1675. Investments of bond proceeds may follow K.S.A. 12-1675 or include other investments such as the KMIP, direct obligations of the U.S. government or any agency thereof, and various other investments as specified in K.S.A. 10-131.

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

Investment Type	Fair Value	Rating
Kansas Municipal Investment Pool	$ 5,366,661	N/A

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 are insured as to principal and interest by the U.S. government or any agency thereof, with maturities up to four years. No more than 10 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.

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. The City's allocation of investments as of December 31, 2023, is as follows:

Investments	Percentage of Investments
Kansas Municipal Investment Pool	100%

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." The City's deposits were fully secured at December 31, 2023.

As of December 31, 2023, the City's carrying amount of deposits was $24,192,323 and the bank balance was $25,791,304. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $750,000 was covered by federal depository insurance and $25,041,304 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.

NOTE 3 - 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 by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

NOTE 3 - 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. 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 of Augusta were $441,873 for KPERS and $353,582 for KP&F for the year ended December 31, 2023.

Net Pension Liability. As of December 31, 2023, the City's proportionate share of the collective net pension liability reported by KPERS was $4,476,384 and $3,626,170 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 this financial statement.

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

NOTE 4 - Long-Term Debt

Changes in Long-term Debt. During the year ended December 31, 2023, the following changes occurred in long-term debt:

	Beginning Principal Outstanding	Additions to Principal	Subtractions from Principal	Ending Principal Outstanding	Interest Paid
General Obligation Bonds	$ 14,760,000	$ -	$ 1,435,000	$ 13,325,000	$ 401,140
Temporary Notes	415,000	-	415,000	-	4,150
Revolving Loans	1,633,494	7,603	59,169	1,581,928	26,314
Totals	$ 16,808,494	$ 7,603	$ 1,909,169	$ 14,906,928	$ 431,603

NOTE 4 - Long-Term Debt (Continued)

General Obligation Bonds. Following is a detailed listing of the City's outstanding general obligation debt:

Issue	Interest Rate	Original Amount	Amount Outstanding at December 31, 2023	Date of Issue	Final Maturity
Series 2012B	1.35 - 3.30%	$ 455,000	$ 240,000	08/01/12	09/01/32
Series 2013	1.63 - 3.13%	970,000	550,000	04/18/13	09/01/33
Series 2014A	2.00 - 3.75%	3,090,000	1,885,000	09/10/14	09/01/34
Series 2016A	2.00%	4,305,000	1,380,000	08/17/16	09/01/26
Series 2019	2.00 - 3.00%	2,415,000	1,395,000	06/06/19	09/01/34
Series 2022A	2.25 - 3.05%	5,765,000	5,705,000	03/02/22	09/01/44
Series 2022B	2.00 - 2.25%	2,325,000	2,170,000	05/05/22	09/01/26
			$ 13,325,000		

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

Year Ending December 31,	Principal	Interest	Total
2024	$ 1,985,000	$ 354,181	$ 2,339,181
2025	1,950,000	309,549	2,259,549
2026	1,860,000	264,836	2,124,836
2027	675,000	221,536	896,536
2028	700,000	202,561	902,561
2029 - 2033	2,815,000	737,090	3,552,090
2034 - 2038	1,605,000	391,920	1,996,920
2039 - 2043	1,620,000	167,200	1,787,200
2044	115,000	3,508	118,508
	$13,325,000	$ 2,652,381	$15,977,381

NOTE 4 - Long-Term Debt (Continued)

Revolving Loans. Following is a detailed listing of the City's outstanding revolving loan debt:

Issue	Interest Rate	Original Amount	Amount Outstanding at December 31, 2023	Date of Issue	Final Maturity
Water Pollution Control	1.81%	$1,290,871	$ 989,323	11/25/16	03/01/38
Public Water Supply	1.30%	1,221,000	592,605	02/01/21	02/01/42
			$ 1,581,928		

On February 1, 2021, the City entered into an agreement with the Kansas Department of Health and Environment for a Public Water Supply Loan up to the amount of $1,221,000 with a gross interest rate of 1.30%. As of December 31, 2023, the City has drawn $585,003 on the loan. The purpose of the loan is to fund improvements to the City's drinking water supply system, including the rehabilitation of a water tower and installation of 3,500 automated water meters. Annual debt service requirements to maturity are not yet available as the loan has not been finalized.

Annual debt service requirements to maturity for the water pollution control revolving loan is as follows:

Year Ending December 31,	Principal	Interest	Total
2024	$ 60,245	$ 17,635	$ 77,880
2025	61,340	16,540	77,880
2026	62,456	15,425	77,880
2027	63,591	14,289	77,880
2028	64,747	13,133	77,880
2029 - 2033	341,829	47,572	389,401
2034 - 2038	335,115	15,346	350,461
	$ 989,323	$ 139,941	$ 1,129,263

NOTE 5 - Compensated Absences

The City does not permit employees to accumulate earned but unused vacation and sick pay benefits.

Vacation - Employees earn vacation leave at the rate of 3.08 hours for each bi-weekly pay period during the first five years of service. 4.62 hours after five years of continuous service and 6.16 hours after fifteen years of continuous service. Accumulated vacation hours may not exceed 200 hours; 260 hours for those with over ten years of continuous service. At termination, employees are compensated for accumulated vacation pay.

Sick Leave - Employees earn 4.62 hours of sick leave for each bi-weekly pay period employed. Each employee may accumulate a maximum of 960 hours. Any hours above 960 shall be compensated at the rate of one hour of regular pay for every four hours above the maximum. No sick leave is paid upon termination of employment unless the employee qualifies upon retirement.

It is the City's policy to recognize the costs of compensated absences when actually paid.

NOTE 6 - Medical Self Insurance Plan

The City has established a program to pay medical claims of covered current and former City employees and additional health insurance premiums. Liabilities are reported when it is probable that claims have been incurred and the amount of the liability can be reasonably estimated. An excess coverage insurance policy covers individual claims over a certain amount. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated by the plan administrator and are expected to be liquidated with expendable available financial resources.

The below table summarizes activity for the years ended December 31, 2022 and 2023, respectively:

	2022	2023
Unpaid claims, January 1	$ 26,998	$ 60,782
Incurred claims (including IBNRs)	906,440	1,110,671
Claim payments	[872,656]	[1,146,252]
Unpaid claims, December 31	$ 60,782	$ 25,201

Unpaid claims at year end are expensed in the following fiscal year.

NOTE 7 - Interfund Transfers

Operating transfers during the year ended December 31, 2023, were as follows:

From	To	Amount	Regulatory Authority
General	Equipment Reserve	$ 70,000	KSA 12-1,117
General	Airport	75,000	KSA 3-113
General	Vehicle Reserve	90,000	KSA 12-1,117
General	Street Sales Tax	849,397	KSA 12-197
General	Capital Improvements	339,759	KSA 12-1,118
General	Water Sales Tax	1,528,915	KSA 12-197
Capital Improvement	Pride & Progress	481,500	KSA 12-1,118
Pride & Progress	Skate Park	75,000	Council motion
Entrance Sign Project	Skate Park	20,000	Council motion
ARPA	Electric Utility	1,000,000	Grant agreement
ARPA	Equipment Reserve	40,000	Grant agreement
Refuse	General	36,800	KSA 12-825d
Refuse	Sanitation Bond & Interest	130,000	KSA 12-825d
Water Utility	Water Bonds Principal & Interest	240,000	KSA 12-825d
Water Sales Tax	Water Bonds Principal & Interest	350,000	KSA 12-197
Electric Utility	General	650,000	KSA 12-825d
Electric Utility	Electric Principal & Interest	221,000	KSA 12-825d
Electric Utility	Electric Reserve	100,000	KSA 12-825d
Electric Utility	Capital Improvements	280,000	KSA 12-825d
Wastewater Treatment Plant	Wastewater Reserve	150,000	KSA 12-825d
		$6,727,371	

NOTE 8 - Capital Projects

	Project Authorization	Expenditures To Date
Scattering Garden Project	$ 7,500	$ -
North Ohio Street Project	2,211,736	1,895,931
7th Street CCLIP	442,287	435,248
Pavement Preservation Project	498,173	528,841
Dam ehabilitation Project	433,148	415,650
KDHE Water Loan	1,221,000	807,054
Sales Tax Waterline Improv	20,000,000	2,494,442
KDHE Sewer Loan	1,290,871	115,796
CDBG Loan - Fire Truck	260,000	260,000
ARPA	1,426,237	1,040,000
BASE Grant	4,002,621	2,641,107
Public Works Bldg Proj	480,000	116,394
Pride & Progress	6,104,327	5,388,530
Skate Park	275,000	235,489
Entrance Sign Project	20,000	20,000
Castle Park	300,000	1,127
Wayfinding Signs Project	12,300	242
Redbud Trail	282,960	33,864
Dam Spillway	1,882,582	1,322,867
Marsh Donations - ADOPS	4,875	2,413
A/P Runway Reconstruction	7,770,733	1,322,137

NOTE 9 - Contractual Obligations

The City purchases its water supply from the City of El Dorado, Kansas. A forty-year contract, effective January 1, 1990, obliges the City of Augusta to purchase a minimum of five hundred million gallons annually from the City of El Dorado at a specified price. The contract allows the two cities to review and modify the price per thousand gallons every five years, under a specified formula set out in the contract.

NOTE 10 - Commitments and Contingencies

The City receives significant financial assistance from numerous deferral 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, 2023.

NOTE 11 - 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; natural disasters and other events for which the City carries commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 12 - Other Long-Term Obligations from Operations

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

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

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

NOTE 13 - Related Party Transactions

The City paid $7,436 during the year ended December 31, 2023, for electrical repair services to a company owned by the mayor.

CITY OF AUGUSTA, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over [Under]
Governmental Type Funds:					
General Funds:					
General	$ 7,882,345	$ -	$ 7,882,345	$ 7,427,149	$ [455,196]
Special Purpose Funds:					
Industrial Development	282,025	-	282,025	-	[282,025]
Library Employee Benefits	98,050	-	98,050	88,393	[9,657]
Library	377,150	-	377,150	372,968	[4,182]
Cemetery Endowment	39,000	-	39,000	37,210	[1,790]
Employee Benefits	1,796,600	-	1,796,600	1,727,910	[68,690]
Special City-County Highway	321,975	-	321,975	300,226	[21,749]
Special Alcohol	21,290	-	21,290	16,500	[4,790]
Convention and Visitors Bureau	25,000	-	25,000	19,864	[5,136]
Emergency Communications	20,082	-	20,082	2,808	[17,274]
Emergency Communications 2012	51,500	-	51,500	41,344	[10,156]
Special Park	98,700	-	98,700	86,514	[12,186]
Street Sales Tax	1,856,550	-	1,856,550	1,755,722	[100,828]
Water Sales Tax	3,550,000	-	3,550,000	811,810	[2,738,190]
Capital Improvements	904,000	-	904,000	693,210	[210,790]
Equipment Reserve	469,000	-	469,000	344,874	[124,126]
Vehicle Reserve	25,000	-	25,000	21,780	[3,220]
Bond and Interest Fund:					
Bond and Interest	416,240	-	416,240	410,623	[5,617]
Business Funds:					
Electric Utility	11,391,969	-	11,391,969	9,152,099	[2,239,870]
Water Utility	2,658,070	-	2,658,070	2,168,614	[489,456]
Refuse	1,126,470	-	1,126,470	1,063,404	[63,066]
Wastewater Treatment	1,031,270	-	1,031,270	956,774	[74,496]
Wastewater Treatment Plant	980,000	-	980,000	927,210	[52,790]
Airport	609,680	-	609,680	506,646	[103,034]

CITY OF AUGUSTA, 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 Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over [Under]
Receipts				
Property taxes	$ 1,731,377	$ 1,857,126	$ 1,979,400	$ [122,274]
Delinquent property taxes	35,613	50,914	35,000	15,914
Motor vehicle taxes	197,804	263,257	212,500	50,757
Franchise fees	261,410	280,877	211,800	69,077
Airport sales	3,195	1,095	-	1,095
Alcoholic beverages	13,115	19,024	-	19,024
Licenses and permits	84,925	91,004	79,850	11,154
Highway-streets	35,840	35,840	25,000	10,840
Fines and forfeitures	181,637	194,701	150,000	44,701
Reimbursed expenditures	3,804	1,144	-	1,144
County fire contribution	84,659	77,104	65,000	12,104
Local sales tax	3,292,741	3,397,589	2,800,000	597,589
Cemetery sales and services	61,765	58,510	43,000	15,510
Lakes, boating and camping	293,504	194,298	200,000	[5,702]
Swimming pool	41,694	41,625	30,000	11,625
COPS FAST grant	-	69,599	34,000	35,599
Animal control	1,075	1,017	-	1,017
Miscellaneous	7,222	11,695	7,850	3,845
Interest income	11,000	42,000	25,000	17,000
Transfers from other funds	688,600	686,800	686,800	-
Total Receipts	7,030,980	7,375,219	$ 6,585,200	$ 790,019
Expenditures				
Administration	463,049	540,352	$ 1,459,400	$ [919,048]
City clerk	145,567	156,259	166,550	[10,291]
Police and fire	2,055,389	2,134,680	2,178,300	[43,620]
Community development	374,152	341,533	403,900	[62,367]
Public works	210,209	198,669	247,130	[48,461]
Court	118,378	141,025	143,650	[2,625]
Parks	338,690	327,203	368,500	[41,297]
Santa Fe lake	265,625	264,931	273,465	[8,534]
Swimming pool	112,630	142,094	163,400	[21,306]
Cemetery	118,404	143,412	152,580	[9,168]
Animal control	80,175	79,420	85,470	[6,050]
Other	4,500	4,500	-	4,500
Transfers to other funds	2,834,193	2,953,071	2,240,000	713,071
Total Expenditures	7,120,961	7,427,149	$ 7,882,345	$ [455,196]
Receipts Over [Under] Expenditures	[89,981]	[51,930]		
Unencumbered Cash, Beginning	1,426,183	1,336,202		
Unencumbered Cash, Ending	$ 1,336,202	$ 1,284,272		

See independent auditor's report on the financial statements.

CITY OF AUGUSTA, KANSAS
Industrial 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 Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
CDBG loan repayments	$ 100,106	$ 3,191	$ -	$ 3,191
Total Receipts	100,106	3,191	$ -	$ 3,191
Expenditures				
CDBG loans	-	-	$ 282,025	$ [282,025]
Total Expenditures	-	-	$ 282,025	$ [282,025]
Receipts Over [Under] Expenditures	100,106	3,191		
Unencumbered Cash, Beginning	188,425	288,531		
Unencumbered Cash, Ending	$ 288,531	$ 291,722		

CITY OF AUGUSTA, 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 Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Property taxes	$ 78,410	$ 73,943	$ 78,100	$ [4,157]
Delinquent property taxes	1,812	2,370	1,000	1,370
Motor vehicle taxes	9,954	12,080	9,500	2,580
Total Receipts	90,176	88,393	$ 88,600	$ [207]
Expenditures				
Appropriations	90,176	88,393	$ 98,050	$ [9,657]
Total Expenditures	90,176	88,393	$ 98,050	$ [9,657]
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	9,657	9,657		
Unencumbered Cash, Ending	$ 9,657	$ 9,657		

CITY OF AUGUSTA, 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 Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Property taxes	$ 272,760	$ 322,573	$ 340,560	$ [17,987]
Delinquent property taxes	6,205	8,482	3,000	5,482
Motor vehicle taxes	33,944	41,913	33,500	8,413
Total Receipts	312,909	372,968	$ 377,060	$ [4,092]
Expenditures				
Appropriations	312,909	372,968	$ 377,150	$ [4,182]
Total Expenditures	312,909	372,968	$ 377,150	$ [4,182]
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	11,696	11,696		
Unencumbered Cash, Ending	$ 11,696	$ 11,696		

CITY OF AUGUSTA, KANSAS
Cemetery Endowment Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Endowment	$ 13,800	$ 6,800	$ 7,500	$ [700]
Interest income	968	3,447	-	3,447
Total Receipts	14,768	10,247	$ 7,500	$ 2,747
Expenditures				
Contractual services	-	-	$ 5,000	$ [5,000]
Capital outlay	9,587	37,210	34,000	3,210
Total Expenditures	9,587	37,210	$ 39,000	$ [1,790]
Receipts Over [Under] Expenditures	5,181	[26,963]		
Unencumbered Cash, Beginning	82,102	87,283		
Unencumbered Cash, Ending	$ 87,283	$ 60,320		

See independent auditor's report on the financial statements.

CITY OF AUGUSTA, KANSAS
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 Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Property taxes	$ 1,245,178	$ 1,502,085	$ 1,586,100	$ [84,015]
Delinquent property taxes	27,749	38,678	30,000	8,678
Motor vehicle taxes	148,041	190,190	152,500	37,690
Dividend income	-	-	10,000	[10,000]
Grants	-	38,342	18,000	20,342
Refund of expenditures	620	-	-	-
Transfers from other funds	109,526	-	-	-
Total Receipts	1,531,114	1,769,295	$ 1,796,600	$ [27,305]
Expenditures				
Employee benefits paid	1,671,360	1,727,910	$ 1,796,600	$ [68,690]
Total Expenditures	1,671,360	1,727,910	$ 1,796,600	$ [68,690]
Receipts Over [Under] Expenditures	[140,246]	41,385		
Unencumbered Cash, Beginning	111,328	[28,918]		
Unencumbered Cash, Ending	$ [28,918]	$ 12,467		

CITY OF AUGUSTA, KANSAS
Special City - County 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 Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Special gasoline tax	$ 251,056	$ 249,994	$ 246,500	$ 3,494
Gasoline tax - county	39,773	39,592	38,500	1,092
Interest income	5,000	5,000	5,000	-
Reimbursed expenditures	9,084	19,137	2,000	17,137
Total Receipts	304,913	313,723	$ 292,000	$ 21,723
Expenditures				
Personnel services	155,540	174,986	$ 164,725	$ 10,261
Contractual services	40,587	30,936	50,250	[19,314]
Commodities	104,921	90,898	97,000	[6,102]
Capital outlay	19,701	3,406	10,000	[6,594]
Total Expenditures	320,749	300,226	$ 321,975	$ [21,749]
Receipts Over [Under] Expenditures	[15,836]	13,497		
Unencumbered Cash, Beginning	290,240	274,404		
Unencumbered Cash, Ending	$ 274,404	$ 287,901		

CITY OF AUGUSTA, 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 Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Liquor tax	$ 11,190	$ 13,799	$ 18,400	$ [4,601]
Total Receipts	11,190	13,799	$ 18,400	$ [4,601]
Expenditures				
Contractual services	3,000	4,500	$ 4,500	$ -
Commodities	15,040	12,000	16,790	[4,790]
Total Expenditures	18,040	16,500	$ 21,290	$ [4,790]
Receipts Over [Under] Expenditures	[6,850]	[2,701]		
Unencumbered Cash, Beginning	19,231	12,381		
Unencumbered Cash, Ending	$ 12,381	$ 9,680		

See independent auditor's report on the financial statements.

CITY OF AUGUSTA, KANSAS
Convention and Visitors Bureau Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Guest tax	$ 13,404	$ 12,291	$ 11,000	$ 1,291
Building rent	8,735	10,950	6,000	4,950
Total Receipts	22,139	23,241	$ 17,000	$ 6,241
Expenditures				
Contractual services	9,677	12,694	$ 22,800	$ [10,106]
Commodities	-	-	2,200	[2,200]
Capital outlay	-	7,170	-	7,170
Total Expenditures	9,677	19,864	$ 25,000	$ [5,136]
Receipts Over [Under] Expenditures	12,462	3,377		
Unencumbered Cash, Beginning	72,393	84,855		
Unencumbered Cash, Ending	$ 84,855	$ 88,232		

CITY OF AUGUSTA, KANSAS
Emergency Communications Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
911 wireless	$ -	$ -	$ -	$ -
Total Receipts	-	-	$ -	$ -
Expenditures				
Capital outlay	1,227	2,808	$ 20,082	$ [17,274]
Total Expenditures	1,227	2,808	$ 20,082	$ [17,274]
Receipts Over [Under] Expenditures	[1,227]	[2,808]		
Unencumbered Cash, Beginning	20,082	18,855		
Unencumbered Cash, Ending	$ 18,855	$ 16,047		

CITY OF AUGUSTA, KANSAS
Emergency Communications 2012 Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
E-911	$ 50,539	$ 58,820	$ 36,000	$ 22,820
Total Receipts	50,539	58,820	$ 36,000	$ 22,820
Expenditures				
Contractual services	49,485	41,344	$ 45,000	$ [3,656]
Capital outlay	-	-	6,500	[6,500]
Total Expenditures	49,485	41,344	$ 51,500	$ [10,156]
Receipts Over [Under] Expenditures	1,054	17,476		
Unencumbered Cash, Beginning	106,634	107,688		
Unencumbered Cash, Ending	$ 107,688	$ 125,164		

CITY OF AUGUSTA, KANSAS
Special Park Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Liquor tax	$ 11,833	$ 14,323	$ 18,500	$ [4,177]
Donations	-	252	-	252
Concessions	7,623	8,309	5,000	3,309
Fishing permits	10,920	3,510	14,400	[10,890]
Dividends	15,000	15,000	10,000	5,000
Interest	10,000	-	-	-
Building rent	155	1,410	-	1,410
Charges for services	-	420	-	420
Miscellaneous	26,654	5,584	-	5,584
Transfers from other funds	15,000	-	-	-
Total Receipts	97,185	48,808	$ 47,900	$ 908
Expenditures				
Contractual	30,320	33,315	$ 32,200	$ 1,115
Commodities	31,714	40,773	56,500	[15,727]
Capital outlay	24,600	12,426	10,000	2,426
Total Expenditures	86,634	86,514	$ 98,700	$ [12,186]
Receipts Over [Under] Expenditures	10,551	[37,706]		
Unencumbered Cash, Beginning	141,686	152,237		
Unencumbered Cash, Ending	$ 152,237	$ 114,531		

CITY OF AUGUSTA, 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 Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Bond proceeds	$ 1,676,973	$ -	$ -	$ -
Grants	-	300,000	-	300,000
Transfers from other funds	823,185	849,397	700,000	149,397
Total Receipts	2,500,158	1,149,397	$ 700,000	$ 449,397
Expenditures				
Cost of issuance	36,758	91	$ -	$ 91
Engineering fees	272,250	83,327	-	83,327
Construction	1,295,070	1,176,886	1,437,400	[260,514]
Street maintenance	119,927	58,203	-	58,203
Debt service:				
Principal	405,000	415,000	419,150	[4,150]
Interest	8,200	22,215	-	22,215
Total Expenditures	2,137,205	1,755,722	$ 1,856,550	$ [100,828]
Receipts Over [Under] Expenditures	362,953	[606,325]		
Unencumbered Cash, Beginning	1,520,213	1,883,166		
Unencumbered Cash, Ending	$ 1,883,166	$ 1,276,841		

CITY OF AUGUSTA, KANSAS
Water 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 Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Transfers from other funds	$ 1,481,734	$ 1,528,915	$ 1,260,000	$ 268,915
Total Receipts	1,481,734	1,528,915	$ 1,260,000	$ 268,915
Expenditures				
Contractual services	23,800	121,306	$ 700,000	$ [578,694]
Capital outlay	-	340,504	2,500,000	[2,159,496]
Transfers to other funds	350,000	350,000	350,000	-
Total Expenditures	373,800	811,810	$ 3,550,000	$ [2,738,190]
Receipts Over [Under] Expenditures	1,107,934	717,105		
Unencumbered Cash, Beginning	6,776,001	7,883,935		
Unencumbered Cash, Ending	$ 7,883,935	$ 8,601,040		

CITY OF AUGUSTA, KANSAS
Capital Improvements Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Dividends	$ 13,916	$ 17,232	$ -	$ 17,232
Grants	-	-	75,000	[75,000]
Interest	25,000	261,691	-	261,691
Transfers from other funds	609,274	619,759	560,000	59,759
Total Receipts	648,190	898,682	$ 635,000	$ 263,682
Expenditures				
Capital outlay	166,335	211,710	$ 422,500	$ [210,790]
Transfers to other funds	481,000	481,500	481,500	-
Total Expenditures	647,335	693,210	$ 904,000	$ [210,790]
Receipts Over [Under] Expenditures	855	205,472		
Unencumbered Cash, Beginning	460,268	461,123		
Unencumbered Cash, Ending	$ 461,123	$ 666,595		

CITY OF AUGUSTA, KANSAS
Equipment Reserve Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Miscellaneous	$ 4,200	$ 10,755	$ -	$ 10,755
Donations	1,000	-	-	-
Grants	-	32,100	75,000	[42,900]
Transfers from other funds	150,000	110,000	125,000	[15,000]
Total Receipts	155,200	152,855	$ 200,000	$ [47,145]
Expenditures				
Commodities	48,631	76,360	$ -	$ 76,360
Capital outlay	22,997	268,514	469,000	[200,486]
Total Expenditures	71,628	344,874	$ 469,000	$ [124,126]
Receipts Over [Under] Expenditures	83,572	[192,019]		
Unencumbered Cash, Beginning	280,787	364,359		
Unencumbered Cash, Ending	$ 364,359	$ 172,340		

CITY OF AUGUSTA, KANSAS
Vehicle Reserve Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Sale of property	$ -	$ 19,795	$ -	$ 19,795
Transfers from other funds	-	90,000	-	90,000
Total Receipts	-	109,795	$ -	$ 109,795
Expenditures				
Capital outlay	-	21,780	$ 25,000	$ [3,220]
Total Expenditures	-	21,780	$ 25,000	$ [3,220]
Receipts Over [Under] Expenditures	-	88,015		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ 88,015		

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CITY OF AUGUSTA, KANSAS
Non-Budgeted Special Purpose Funds
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Employee Insurance	Health Insurance Reserve	Drug Reimbursement	E-Comm/Augusta Progress Inc Loan	Dalton Palmer Park
Receipts					
Flex plan	$ 43,621	$ -	$ -	$ -	$ -
Employee premiums	-	146,103	-	-	-
Employer premiums	-	1,484,761	-	-	-
Miscellaneous	-	-	-	-	-
Donations	-	-	-	-	-
Grants	-	-	-	-	-
Interest	-	-	-	-	-
Loan payments	-	-	-	19,614	-
Transfers from other funds	-	-	-	-	-
Total Receipts	43,621	1,630,864	-	19,614	-
Expenditures					
Health insurance	47,519	1,518,958	-	-	-
Health insurance administration fee	-	-	-	-	-
Contractual	-	-	649	-	-
Capital outlay	-	-	-	-	-
Distribution	-	-	-	19,614	-
Interest transfer	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Total Expenditures	47,519	1,518,958	649	19,614	-
Receipts Over [Under] Expenditures	[3,898]	111,906	[649]	-	-
Unencumbered Cash, Beginning	15,016	1,290,819	649	305	72
Unencumbered Cash, Ending	$ 11,118	$ 1,402,725	$ -	$ 305	$ 72

* These funds are not required to be budgeted.

ARPA	Skate Park	Opioid Settlement	CDBG Grant	Interest	For the Year Ended December 31, 2023	2022
$ -	$ -	$ -	$ -	$ -	$ 43,621	$ 48,673
-	-	-	-	-	146,103	153,428
-	-	-	-	-	1,484,761	1,478,397
3,568	-	25,958	-	-	29,526	2,718
-	1,577	-	-	-	1,577	21,947
-	-	-	-	-	-	713,066
-	90	-	-	288,730	288,820	93,004
-	-	-	-	-	19,614	12,813
-	95,000	-	-	-	95,000	12,813
3,568	96,667	25,958	-	288,730	2,109,022	2,536,859
-	-	-	-	-	1,566,477	1,424,555
-	-	-	-	-	-	160
-	-	-	-	-	649	-
-	235,489	3,220	260,000	-	498,709	-
-	-	-	-	-	19,614	12,813
-	-	-	-	288,730	288,730	92,991
1,040,000	-	-	-	-	1,040,000	59,526
1,040,000	235,489	3,220	260,000	288,730	3,414,179	1,590,045
[1,036,432]	[138,822]	22,738	[260,000]	-	[1,305,157]	946,814
1,426,670	34,361	2,285	-	-	2,782,990	1,836,176
$ 390,238	$ [104,461]	$ 25,023	$ [260,000]	$ -	$ 1,477,833	$ 2,782,990

CITY OF AUGUSTA, 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 Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Property taxes	$ 249,127	$ 279,377	$ 295,000	$ [15,623]
Delinquent taxes	6,228	7,947	4,000	3,947
Motor vehicle taxes	32,513	38,519	30,500	8,019
Special assessments	91,724	66,445	68,000	[1,555]
Bond proceeds	5,851,270	-	-	-
Total Receipts	6,230,862	392,288	$ 397,500	$ [5,212]
Expenditures				
Contractual services	177,500	-	$ 5,240	$ [5,240]
Debt service:				
Principal	5,983,769	315,000	411,000	[96,000]
Interest	103,669	95,623	-	95,623
Total Expenditures	6,264,938	410,623	$ 416,240	$ [5,617]
Receipts Over [Under] Expenditures	[34,076]	[18,335]		
Unencumbered Cash, Beginning	75,746	41,670		
Unencumbered Cash, Ending	$ 41,670	$ 23,335		

See independent auditor's report on the financial statements.

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CITY OF AUGUSTA, KANSAS
Non-Budgeted Capital Project Funds
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Dam Spillway	Marsh Donations ADOPS	FAA Land Acquisitions	Sales Tax Waterline Improvement	Entrance Sign Project	Disc Golf Project	Pride and Progress	Sewer CDBG Project	Scattering Garden Project	Wayfinding Signs Project
Receipts										
Grants	$ -	$ -	$ 603,794	$ -	$ -	$ -	$ -	$ -	$ -	$ -
KDHE water loan	-	-	-	-	-	-	-	-	-	-
Donations	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Transfers from other funds	-	-	-	-	-	-	481,500	-	-	-
Total Receipts	-	-	603,794	-	-	-	481,500	-	-	-
Expenditures										
Professional services	-	-	694,022	-	-	-	-	-	-	-
Contractual services	-	-	-	-	-	-	-	-	-	-
Commodities	12,283	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	444,053	-	-	-
Capital projects	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal	-	-	-	-	-	-	445,000	-	-	-
Interest	-	-	-	-	-	-	36,500	-	-	-
Transfers to other funds	-	-	-	-	20,000	-	75,000	-	-	-
Total Expenditures	12,283	-	694,022	-	20,000	-	1,000,553	-	-	-
Receipts Over [Under] Expenditures	[12,283]	-	[90,228]	-	[20,000]	-	[519,053]	-	-	-
Unencumbered Cash, Beginning	74,795	2,462	[21,517]	3,581,132	20,000	645	1,472,989	3,500	7,500	12,058
Unencumbered Cash, Ending	$ 62,512	$ 2,462	$ [111,745]	$ 3,581,132	$ -	$ 645	$ 953,936	$ 3,500	$ 7,500	$ 12,058

* These funds are not required to be budgeted.

Storm Water Project	Appcon Temp Note Project	SPARKS Funding Project	KDHE Water Loan	Downtown Projects	Redbud Trail Project	Castle Park Project	For the Year Ended December 31, 2023	2022
$ -	$ -	$ 2,002,621	$ -	$ -	$ 83,173	$ -	$ 2,689,588	$ 2,346,524
-	-	-	7,603	-	-	-	7,603	465,713
-	-	-	-	-	-	202,182	202,182	2,154
-	-	-	-	-	-	97	97	31,397
-	-	-	-	-	-	-	481,500	481,000
-	-	2,002,621	7,603	-	83,173	202,279	3,380,970	3,326,788
108	-	-	6,600	-	-	-	700,730	62,120
-	-	-	-	-	117,037	-	117,037	-
-	-	-	-	-	-	-	12,283	4,318
-	-	-	350,228	-	-	1,127	795,408	826,296
-	-	1,648,990	-	-	-	-	1,648,990	985,658
-	-	-	-	-	-	-	445,000	435,000
-	-	-	7,603	-	-	-	44,103	45,955
-	-	-	-	-	-	-	95,000	-
108	-	1,648,990	364,431	-	117,037	1,127	3,858,551	2,359,347
[108]	-	353,631	[356,828]	-	[33,864]	201,152	[477,581]	967,441
24,500	740	1,014,721	[187,385]	400	-	-	6,006,540	5,039,099
$ 24,392	$ 740	$ 1,368,352	$ [544,213]	$ 400	$ [33,864]	$ 201,152	$ 5,528,959	$ 6,006,540

See independent auditor's report on the financial statements.

CITY OF AUGUSTA, KANSAS
Electric 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 Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Sales and fees	$ 9,037,877	$ 10,245,661	$ 9,466,000	$ 779,661
Refunds and miscellaneous	456,125	459,148	200,300	258,848
Electric fuel adjustment	1,604,955	652,258	587,000	65,258
Transfers from other funds	-	1,000,000	-	1,000,000
Total Receipts	11,098,957	12,357,067	$ 10,253,300	$ 2,103,767
Expenditures				
Personnel services	1,876,870	1,765,482	$ 2,091,205	$ [325,723]
Contractual services	8,470,279	5,731,743	7,524,250	[1,792,507]
Commodities	430,428	311,361	519,514	[208,153]
Capital outlay	199,701	92,513	6,000	86,513
Transfers to other fund	1,532,800	1,251,000	1,251,000	-
Total Expenditures	12,510,078	9,152,099	$ 11,391,969	$ [2,239,870]
Receipts Over [Under] Expenditures	[1,411,121]	3,204,968		
Unencumbered Cash, Beginning	2,036,177	625,056		
Unencumbered Cash, Ending	$ 625,056	$ 3,830,024		

CITY OF AUGUSTA, 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 Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Water sales	$ 2,229,266	$ 2,246,580	$ 2,145,200	$ 101,380
Installation fees	10,825	8,337	6,000	2,337
Reimbursed expenditures	1,635	5	250	[245]
Dividends	10,000	-	-	-
Miscellaneous	7,828	17,082	4,000	13,082
Total Receipts	2,259,554	2,272,004	$ 2,155,450	$ 116,554
Expenditures				
Personnel services	714,020	775,225	$ 799,245	$ [24,020]
Contractual services	685,095	642,267	805,375	[163,108]
Commodities	272,060	264,467	276,850	[12,383]
Capital outlay	356,093	246,655	467,000	[220,345]
Debt service	-	-	69,600	[69,600]
Transfers to other fund	270,000	240,000	240,000	-
Total Expenditures	2,297,268	2,168,614	$ 2,658,070	$ [489,456]
Receipts Over [Under] Expenditures	[37,714]	103,390		
Unencumbered Cash, Beginning	895,793	858,079		
Unencumbered Cash, Ending	$ 858,079	$ 961,469		

CITY OF AUGUSTA, KANSAS
Refuse Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Service fees	$ 745,157	$ 763,574	$ 765,000	$ [1,426]
Dumpster rental	273,287	291,330	273,000	18,330
Refuse trash bags	922	1,165	1,000	165
Reimbursed expenditures	1,182	21,377	1,000	20,377
Commercial compost payment	891	589	500	89
Sale of scrap	15,895	5,858	1,000	4,858
Sales tax	78	99	100	[1]
Total Receipts	1,037,412	1,083,992	$ 1,041,600	$ 42,392
Expenditures				
Personnel services	461,859	499,947	$ 552,370	$ [52,423]
Contractual services	222,414	287,779	276,800	10,979
Commodities	115,092	74,392	95,500	[21,108]
Capital outlay	56,657	34,486	35,000	[514]
Transfers to other fund	166,800	166,800	166,800	-
Total Expenditures	1,022,822	1,063,404	$ 1,126,470	$ [63,066]
Receipts Over [Under] Expenditures	14,590	20,588		
Unencumbered Cash, Beginning	954,485	969,075		
Unencumbered Cash, Ending	$ 969,075	$ 989,663		

CITY OF AUGUSTA, KANSAS
Wastewater Treatment Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Service fees	$ 838,430	$ 1,083,692	$ 1,025,000	$ 58,692
Reimbursed expenditures	63	15,354	5,500	9,854
Interest	1,000	1,000	1,000	-
Miscellaneous	-	-	100	[100]
Total Receipts	839,493	1,100,046	$ 1,031,600	$ 68,446
Expenditures				
Personnel services	453,860	463,697	$ 529,770	$ [66,073]
Contractual services	365,227	414,993	422,700	[7,707]
Commodities	59,922	73,715	78,800	[5,085]
Capital outlay	5,641	4,369	-	4,369
Total Expenditures	884,650	956,774	$ 1,031,270	$ [74,496]
Receipts Over [Under] Expenditures	[45,157]	143,272		
Unencumbered Cash, Beginning	603,615	558,458		
Unencumbered Cash, Ending	$ 558,458	$ 701,730		

See independent auditor's report on the financial statements.

CITY OF AUGUSTA, KANSAS
Wastewater Treatment Plant Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Service fees	$ 575,818	$ 350,957	$ 380,000	$ [29,043]
Total Receipts	575,818	350,957	$ 380,000	$ [29,043]
Expenditures				
Contractual services	39,647	75,489	$ 287,000	$ [211,511]
Capital outlay	111,352	623,841	590,000	33,841
Debt service:				
Principal	58,112	59,169	78,000	[18,831]
Interest	19,768	18,711	-	18,711
Transfers to other funds	25,000	150,000	25,000	125,000
Total Expenditures	253,879	927,210	$ 980,000	$ [52,790]
Receipts Over [Under] Expenditures	321,939	[576,253]		
Unencumbered Cash, Beginning	451,927	773,866		
Unencumbered Cash, Ending	$ 773,866	$ 197,613		

CITY OF AUGUSTA, KANSAS
Airport Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Fuel sales	$ 293,541	$ 250,975	$ 217,300	$ 33,675
Rental fees	217,505	220,913	208,500	12,413
Dividends	22,556	-	5,000	[5,000]
Miscellaneous	10,473	17,150	2,100	15,050
Reimbursed expenditures	3,675	-	-	-
Transfers from other funds	50,000	75,000	75,000	-
Total Receipts	597,750	564,038	$ 507,900	$ 56,138
Expenditures				
Personnel services	222,371	171,906	$ 261,430	$ [89,524]
Contractual services	134,437	130,963	121,850	9,113
Commodities	278,961	201,115	209,400	[8,285]
Capital outlay	18,316	2,662	17,000	[14,338]
Total Expenditures	654,085	506,646	$ 609,680	$ [103,034]
Receipts Over [Under] Expenditures	[56,335]	57,392		
Unencumbered Cash, Beginning	327,666	271,331		
Unencumbered Cash, Ending	$ 271,331	$ 328,723		

CITY OF AUGUSTA, KANSAS
Non-Budgeted Business Funds
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Amounts For the Year Ended December 31, 2022)

	Electric Principal and Interest	Electric Reserve	Water Bonds Principal and Interest	Water Revenue Bond Depreciation Replacement Reserve	Wastewater Reserve	Sanitation Bond and Interest	For the Year Ended December 31, 2023	2022
Receipts								
Interest	$ -	$ -	$ 1,500	$ -	$ -	$ -	$ 1,500	$ 1,503
Miscellaneous	-	-	-	-	-	-	-	6,946
Bond proceeds	-	-	-	-	-	-	-	648,630
Transfers from other funds	221,000	100,000	590,000	-	150,000	130,000	1,191,000	1,311,000
Total Receipts	221,000	100,000	591,500	-	150,000	130,000	1,192,500	1,968,079
Expenditures								
Contractual services	-	-	-	-	-	-	-	11,690
Capital outlay	-	274,092	-	-	57,582	-	331,674	157,226
Debt Service:								
Principal	155,000	-	400,000	-	-	120,000	675,000	495,000
Interest	47,742	-	195,668	-	-	7,542	250,952	227,438
Total Expenditures	202,742	274,092	595,668	-	57,582	127,542	1,257,626	891,354
Receipts Over [Under] Expenditures	18,258	[174,092]	[4,168]	-	92,418	2,458	[65,126]	1,076,725
Unencumbered Cash, Beginning	760	1,875,785	75,003	25,000	105,887	11,247	1,813,474	736,749
Unencumbered Cash, Ending	$ 19,018	$ 1,701,693	$ 70,835	$ 25,000	$ 198,305	$ 13,705	$ 1,748,348	$ 1,813,474

* These funds are not required to be budgeted.

CITY OF AUGUSTA, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2023

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Sales tax	$ 16,186	$ 347,417	323,959	$ 39,644
CID guest tax	5,596	139,517	139,066	6,047
Donations	-	168	168	-
Payroll clearing	-	1,392,832	1,392,832	-
Mausoleum	3,437	5	3,442	-
Court bond	60,215	209,811	218,720	51,306
Total Agency Funds	$ 85,434	$ 2,089,750	$ 2,078,187	$ 96,997

See independent auditor's report on the financial statements.

CITY OF AUGUSTA, KANSAS
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

Federal Grantor/Pass-Through Grantor/Program Title	Federal ALN Number	Expenditures
U.S. Department of Housing and Urban Development		
Passed Through Kansas Department of Commerce: Community Development Block Grants	14.228	$ 260,000
Total U.S. Department of Housing and Urban Development		260,000
U.S. Department of Justice		
Edward Byrne Memorial Justice Assistance Grant Program	16.738	$ 32,100
Total U.S. Department of Justice		32,100
U.S. Department of the Treasury		
Passed Through Kansas Governor's Office:		
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	1,040,000
Passed Through Kansas Department of Commerce:		
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	1,658,449
Total U.S. Department of the Treasury		2,698,449
U.S. Department of Transportation		
COVID-19 - Airport Improvement Program and COVID-19 Airports Programs	20.106	694,022
Recreational Trails Program	20.219	104,490
Total U.S. Department of Transportation		798,512
Total Expenditures of Federal Awards		$ 3,789,061

The accompanying notes are an integral part of this schedule.

CITY OF AUGUSTA, KANSAS
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

1. Organization

The City of Augusta, Kansas, (the City), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. The City elected not to use the 10% de minimis indirect cost rate.

3. Local Government Contributions

Local cost sharing is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

4. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the City's grant programs for economy and efficiency and program results that may result in disallowed costs to the City. However, management does not believe such audits would result in any disallowed costs that would be material to the City's financial position as of December 31, 2023.

5. Outstanding Loans

The City did not have any outstanding loans under any federal grants as of December 31, 2023.

6. Pass Through Numbers

Pass through numbers have not been assigned to pass through grants on the Schedule of Expenditures of Federal Awards.

CITY OF AUGUSTA, KANSAS
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2023

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified (Regulatory Basis) Adverse (GAAP)			
Internal control over financial reporting:				
Material weakness(es) identified?		Yes	X	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?		Yes	X	None reported
Noncompliance material to financial statements noted?		Yes	X	No

Federal Awards

Internal control over major programs:				
Material weakness(es) identified?		Yes	X	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?		Yes	X	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified			
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Uniform Guidance?		Yes	X	No

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
21.027	COVID-19 - Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between type A and type B programs:	$750,000			
Auditee qualified as low-risk auditee?		Yes	X	No

CITY OF AUGUSTA, KANSAS
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2023

Section II - Financial Statement Findings

Current Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Current Year Findings

None Noted.

CITY OF AUGUSTA, KANSAS
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2023

Section II - Financial Statement Findings

Prior Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Prior Year Findings

None Noted.

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

Mayor and City Council
City of Augusta, Kansas

We have audited, 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 *Kansas Municipal Audit and Accounting Guide*, the financial statements of the City of Augusta, Kansas (the City), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 25, 2024.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's 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 opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal controls 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the financial statements 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 charge with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting 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 have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of 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 statements. 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

June 25, 2024

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Mayor and City Council
City of Augusta, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of the City of Augusta, Kansas (the City), 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's major federal programs for the year ended December 31, 2023. The City's 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 complied, in all material respects, with the 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 (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 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's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirement 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 grants agreements applicable to the City's 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 of the City's 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 GAAS, *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 judgement made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgement 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 Example Entity's 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's 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's 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.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

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 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 the 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 the internal control over compliance that might be material weaknesses or significant deficiencies. Given these limitations, 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 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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the City as of and for the year ended December 31, 2023, and have issued our report thereon dated March 18, 2024, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

June 25, 2024