# CITY OF MEDICINE LODGE, KANSAS

# FINANCIAL STATEMENT
# with
# INDEPENDENT AUDITOR'S REPORT

# YEAR ENDED DECEMBER 31, 2024

## TABLE OF CONTENTS


Page

Independent Auditor's Report ..... 1

FINANCIAL SECTION

Statement 1
Summary Statement of Receipts, Expenditures and Unencumbered Cash ..... 4

Notes to the Financial Statement ..... 5

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

Schedule 1
Summary of Expenditures – Actual and Budget ..... 13

Schedule 2
Schedule of Receipts and Expenditures

2-1 General Fund ..... 14

Special Purpose Funds

2-2 Tourism Fund ..... 18
2-3 Library Fund ..... 19
2-4 Special Highway Fund ..... 20
2-5 Special Parks and Recreation Fund ..... 21
2-6 Community Improvement District Fund ..... 22
2-7 Non-Budgeted Special Purpose Funds ..... 23

Capital Project Funds

2-8 Daycare/CDBG Fund ..... 24
2-9 Sidewalk Improvement Fund ..... 25

Business Funds

2-10 Water Utility Fund ..... 26
2-11 Sewer Utility Fund ..... 27
2-12 Solid Waste Utility Fund ..... 28
2-13 Non-Budgeted Business Funds ..... 29

Kennedy
McKee & Company LLP Certified Public Accountants

1100 W. Frontview
P. O. Box 1477
Dodge City, Kansas 67801
Tel. (620) 227-3135
Fax (620) 227-2308
www.kmc-cpa.com

JAMES W. KENNEDY, CPA
PATRICK M. FRIESS, CPA
JOHN W. HENDRICKSON, CPA
JEREMY J. APPEL, CPA

# INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Council
Medicine Lodge, Kansas

## *Adverse and Unmodified Opinions*

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of the City of Medicine Lodge, Kansas, 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 for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Medicine Lodge, Kansas, as of December 31, 2024, or changes in financial position and cash flows thereof for the year then ended.

*Unmodified Opinion on Regulatory Basis of Accounting*

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of the City of Medicine Lodge, Kansas, 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 A.

## *Basis for Adverse and Unmodified Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City of Medicine Lodge, Kansas and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

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

As discussed in Note A of the financial statement, the financial statement is prepared by the City of Medicine Lodge, Kansas 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 A 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 A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, which raise substantial doubt about the City of Medicine Lodge, Kansas' 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 judgement 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 of Medicine Lodge, Kansas' 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, which raise substantial doubt about the City of Medicine Lodge, Kansas' 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 (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 (Schedules 1 and 2 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of Medicine Lodge, Kansas as of and for the year ended December 31, 2023 (not presented herein), and have issued our report thereon dated August 20, 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 website of the Kansas Department of Administration at the following link: https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services/municipal-audits. The 2023 actual column (2023 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures 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 A.

Kennedy McKee & Company LLP

November 7, 2025

# CITY OF MEDICINE LODGE, KANSAS

## SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH REGULATORY BASIS

For the Year Ended December 31, 2024

| Fund | Beginning unencumbered cash balance (deficit) | Prior year canceled encumbrances |
|---|---|---|
| General fund: | | |
| General | $ 247,012 | $ - |
| Special purpose funds: | | |
| Tourism | 48,662 | - |
| Library | - | - |
| Special highway | 132,115 | - |
| Special parks and recreation | 38,306 | - |
| Community improvement district | 488,840 | - |
| Municipal equipment reserve | 370,791 | - |
| ARPA | 80,447 | - |
| Capital improvements reserve | 289,074 | - |
| Public Building Commission | 2,418 | - |
| Total special purpose funds | 1,450,653 | - |
| Capital project funds: | | |
| Daycare/CDBG | (407,462) | - |
| Sidewalk improvement | 11,184 | - |
| Total capital project funds | (396,278) | - |
| Business funds: | | |
| Water utility | 1,075,764 | - |
| Sewer utility | 212,348 | - |
| Solid waste utility | 41,582 | - |
| Waterworks depreciation and maintenance reserve | 953,175 | - |
| Sewer plant O-M-R | 45,341 | - |
| Total business funds | 2,328,210 | - |
| Total | $ 3,629,597 | $ - |
| Composition of cash balance: | | |
| Demand deposits | | |
| Certificates of deposit | | |
| Total cash | | |

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

| Receipts | Expenditures | Ending unencumbered cash balance (deficit) | Add encumbrances and accounts payable | Ending cash balance (deficit) |
|---|---|---|---|---|
| $ 1,943,653 | $ 1,904,516 | $ 286,149 | $ 70,486 | $ 356,635 |
| 17,662 | 25,175 | 41,149 | 5,175 | 46,324 |
| 137,745 | 137,745 | - | - | - |
| 46,724 | - | 178,839 | - | 178,839 |
| 4,582 | 4,500 | 38,388 | - | 38,388 |
| 246,455 | 356,318 | 378,977 | 75 | 379,052 |
| 386,150 | 201,479 | 555,462 | 20,209 | 575,671 |
| - | 1,163 | 79,284 | - | 79,284 |
| 363,712 | 316,602 | 336,184 | 18,670 | 354,854 |
| 118,100 | 118,136 | 2,382 | - | 2,382 |
| 1,321,130 | 1,161,118 | 1,610,665 | 44,129 | 1,654,794 |
| 931,916 | 575,193 | (50,739) | 702 | (50,037) |
| - | - | 11,184 | - | 11,184 |
| 931,916 | 575,193 | (39,555) | 702 | (38,853) |
| 1,107,111 | 1,236,337 | 946,538 | 37,896 | 984,434 |
| 358,340 | 487,950 | 82,738 | 25,624 | 108,362 |
| 388,882 | 388,849 | 41,615 | 32,382 | 73,997 |
| - | - | 953,175 | 134 | 953,309 |
| - | - | 45,341 | - | 45,341 |
| 1,854,333 | 2,113,136 | 2,069,407 | 96,036 | 2,165,443 |
| $ 6,051,032 | $ 5,753,963 | $ 3,926,666 | $ 211,353 | $ 4,138,019 |
| | | | | $ 2,693,019 |
| | | | | 1,445,000 |
| | | | | $ 4,138,019 |

## A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the City's financial statement. The financial statement, schedules, and notes are representations of the City's management, which is responsible for their integrity and objectivity.

### 1. Municipal Financial Reporting Entity

The City of Medicine Lodge is a municipal corporation governed by an elected mayor and five-member council. This regulatory financial statement presents the City of Medicine Lodge (the municipality) and the Public Building Commission (part of the municipality). The Lincoln Library, a related municipal entity, has not been included in the City's reporting entity.

**Public Building Commission.** The Commission was authorized by City Ordinance No. 818, pursuant to K.S.A. 12-1757 et. seq., and all amendments thereto, and as amended, supplemented, and limited by the City of Medicine Lodge, Kansas Charter Ordinance No. 17 establishing the composition thereof and purposes for which established. For financial reporting, the financial activities of the Public Building Commission are accounted for within a non-budgeted special purpose fund.

**Lincoln Library.** The members of the governing board of the Library are approved by the City Council. The Library is fiscally dependent on the City because the City provides substantial financial support in the form of appropriations. In addition, the Library is prohibited from issuing bonded debt without the approval of the City Council.

### 2. Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2024:

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.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basis of Presentation – Fund Accounting (Continued)

REGULATORY BASIS FUND TYPES (CONTINUED)

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 services fund, etc.).

3. 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.

4. 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), 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:

a. Preparation of the budget for the succeeding calendar year on or before August 1st.

b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.

c. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.

d. Adoption of the final budget on or before August 25th.

If the municipality 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 ten days after all statutory notification and publication requirements have been meet. 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 municipality did hold a revenue neutral rate hearing for this year.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

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

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

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

A legal operating budget is not required for the utility reserve funds, capital project funds, or the Municipal Equipment Reserve, ARPA, Capital Improvements Reserve, and Public Building Commission special purpose 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 governing body.

B. COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law but are offered for consideration of the Director of Accounts and Reports, the Kansas Department of Administration, and legal representatives of the City.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in available monies in a fund. Although the Daycare/CDBG fund overspent the available cash balance, according to K.S.A. 12-1664, the City is not prohibited from financing the federal share of a local program from current funds, if available.

C. DEPOSITS AND INVESTMENTS

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

C. DEPOSITS AND INVESTMENTS (CONTINUED)

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

*Custodial credit risk – deposits*. Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2024.

At December 31, 2024, the City's carrying amount of deposits was $4,138,019 and the bank balance was $4,182,251. Of the bank balance, $252,382 was covered by federal depository insurance, $2,400,000 was covered by FHLB letter of credit and $1,529,869 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

D. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

| | Project authorization | Cash disbursements and accounts payable to date |
|---|---|---|
| Airport Lighting | $ 59,985 | $ 23,994 |
| Airport Categorical Exclusion | 20,000 | 16,034 |
| Sidewalk Expansion | 80,900 | 80,900 |
| Sewer Line Replacement | 17,750 | 13,313 |
| Daycare | 1,285,971 | 1,285,971 |
| Airport AWOS | 25,000 | 25,000 |
| Airport Obstruction Removal | 253,961 | 253,961 |
| Total | $ 1,743,567 | $ 1,699,173 |

E. LONG-TERM DEBT

Changes in long-term liabilities for the City for the year ended December 31, 2024, were as follows:

| Issue | Balance beginning of year | Additions | Reductions/ payments | Balance end of year | Interest paid |
|---|---|---|---|---|---|
| General obligation bonds: | | | | | |
| Refunding and improvement Issued April 1, 2013 In the amount of $1,130,000 At interest rates of 0.80% to 2.70% Maturing September 1, 2024 | $ 15,000 | $ - | $ 15,000 | $ - | $ 405 |
| CID sales tax Issued May 23, 2017 In the amount of $1,930,000 At interest rate of 3.00% Maturing September 1, 2030 | 1,125,000 | - | 160,000 | 965,000 | 33,750 |

E. LONG-TERM DEBT (CONTINUED)

| Issue | Balance beginning of year | Additions | Reductions/ payments | Balance end of year | Interest paid |
|---|---|---|---|---|---|
| General obligation bonds (continued): | | | | | |
| Water system improvements | | | | | |
| Issued September 26, 2017 | | | | | |
| In the amount of $3,732,000 | | | | | |
| At interest rate of 2.625% | | | | | |
| Maturing September 26, 2057 | $3,386,937 | $ - | $ 62,908 | $3,324,029 | $ 88,907 |
| Subtotal general obligation bonds | 4,526,937 | - | 237,908 | 4,289,029 | 123,062 |
| Revenue bond: | | | | | |
| Swimming pool improvements refunding | | | | | |
| Issued October 15, 2015 | | | | | |
| In the amount of $1,035,000 | | | | | |
| At interest rates of 1.50% to 2.50% | | | | | |
| Maturing September 1, 2026 | 335,000 | - | 110,000 | 225,000 | 8,100 |
| Revolving loan: | | | | | |
| Sewer plant | | | | | |
| Issued March 1, 2003 | | | | | |
| In the amount of $2,946,766 | | | | | |
| At interest rate of 2.94% | | | | | |
| Maturing September 1, 2024 | 188,092 | - | 188,092 | - | 4,158 |
| Finance lease: | | | | | |
| Caterpillar motor grader | | | | | |
| Issued December 9, 2020 | | | | | |
| In the amount of $176,793 | | | | | |
| At the interest rate of 2.45% | | | | | |
| Maturing December 9, 2025 | 125,293 | - | 17,626 | 107,667 | 2,601 |
| Total long-term debt | $5,175,322 | $ - | $ 553,626 | $4,621,696 | $ 137,921 |

In 2024 the City converted the operating lease on the caterpillar motor grader to a finance lease.

Current maturities of general obligation bonds and interest for the next five years and in five-year increments through maturity are as follows:

| | Principal due | Interest due | Total due |
|---|---|---|---|
| 2025 | $ 229,560 | $ 116,206 | $ 345,766 |
| 2026 | 231,254 | 109,561 | 340,815 |
| 2027 | 242,994 | 102,872 | 345,866 |
| 2028 | 249,778 | 95,837 | 345,615 |
| 2025 | 256,610 | 88,605 | 345,215 |
| 2030-2034 | 482,253 | 374,674 | 856,927 |
| 2035-2039 | 440,820 | 318,258 | 759,078 |
| 2040-2044 | 501,795 | 257,282 | 759,077 |
| 2045-2049 | 571,206 | 187,871 | 759,077 |
| 2050-2054 | 650,217 | 108,860 | 759,077 |
| 2055-2057 | 432,542 | 22,905 | 455,447 |
| Total | $ 4,289,029 | $ 1,782,931 | $ 6,071,960 |

E. LONG-TERM DEBT (CONTINUED)

Current maturities of revenue bonds and interest through maturity are as follows:

| | Principal due | Interest due | Total due |
|---|---|---|---|
| 2025 | $ 115,000 | $ 5,625 | $ 120,625 |
| 2026 | 110,000 | 2,750 | 112,750 |
| Total | $ 225,000 | $ 8,375 | $ 233,375 |

Current maturity of the capital lease and interest through maturity is as follows:

| | Principal due | Interest due | Total due |
|---|---|---|---|
| 2025 | $ 107,667 | $ 3,263 | $ 110,930 |

F. INTERFUND TRANSFERS

| From | To | Regulatory authority | Amount |
|---|---|---|---|
| Operating transfers: | | | |
| General | Municipal equipment reserve | K.S.A. 12-1,117 | $ 65,000 |
| General | Capital improvements reserve | K.S.A. 12-1,118 | 18,500 |
| General | Public Building Commission | Resolution | 118,100 |
| Water utility | General | K.S.A. 12-825d | 145,000 |
| Water utility | Municipal equipment reserve | K.S.A. 12-825d | 250,000 |
| Solid waste utility | General | K.S.A. 12-825d | 10,000 |
| | | | $ 606,600 |
| Transfer to related municipal entity: | | | |
| Library | Lincoln Library | | $ 137,745 |

G. 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.

G. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONTINUED)

*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 was set at 1% and contributions were $7,601 for the year ended December 31, 2024.

*Section 457 deferred compensation plan.* The City offers a Section 457 deferred compensation plan to all employees on a voluntary basis. The City does not contribute to the plan, which is administered by a third party.

*Section 125 plan.* The City offers Section 125 plans to all eligible employees electing to participate. It is used for accident and cancer insurance. The City withholds the amounts from the employee's paychecks and remits the withholding to the plan administrator.

*Compensated absences.* The City's policy allows vacation time to accumulate to 160 hours. However, the number of hours of unused vacation that can be carried over without written authorization from the City Council varies depending on the number of continuous years of employment. The maximum number of hours eligible to be carried over is as follows: 40 hours, 0-5 years; 80 hours, 6-10 years; 120 hours, 11-15 years; 140 hours, 16-20 years; and, 160 hours, over 20 years. Sick leave may be accumulated up to 720 hours but is not paid upon termination or resignation.

H. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

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

*Contributions.* K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. 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 the City and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that 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 $70,394 for the year ended December 31, 2024.

## H. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Net Pension Liability

At December 31, 2024, the City's proportionate share of the collective net pension liability reported by KPERS was $651,013. 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 within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in the 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.

## I. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain workers' compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in the Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for participating members.

The City pays an annual premium to KMIT for workers' compensation insurance coverage. The agreement to participate provides that the KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $500,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

The City continues to carry commercial insurance for all other risks of loss, including property, liability, and fidelity bonds. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years and there have been no significant reductions in coverage.

## J. CONTINGINCIES

The City has received $280,038 from the Department of Treasury through the American Rescue Plan Act of 2021 to cover lost revenue. As of December 31, 2024, $79,284 remains in the ARPA fund. These funds must be obligated by December 31, 2024 and expended by December 31, 2026.

## K. SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 7, 2025, the date on which the financial statement was available to be used. Management's evaluation concluded that no events have occurred which affect the financial statement as presented.

# REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

# CITY OF MEDICINE LODGE, KANSAS

## SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
## REGULATORY BASIS

For the Year Ended December 31, 2024

| Fund | Certified budget | Adjustment for qualifying budget credits | Total budget for comparison | Expenditures chargeable to current year | Variance favorable (unfavorable) |
|---|---|---|---|---|---|
| General fund: | | | | | |
| General | $ 1,929,777 | $ - | $ 1,929,777 | $ 1,904,516 | $ 25,261 |
| Special purpose funds: | | | | | |
| Tourism | 49,651 | - | 49,651 | 25,175 | 24,476 |
| Library | 139,793 | - | 139,793 | 137,745 | 2,048 |
| Special highway | 118,548 | - | 118,548 | - | 118,548 |
| Special parks and recreation | 40,000 | - | 40,000 | 4,500 | 35,500 |
| Community improvement district | 617,872 | - | 617,872 | 356,318 | 261,554 |
| Business funds: | | | | | |
| Water utility | 1,632,220 | - | 1,632,220 | 1,236,337 | 395,883 |
| Sewer utility | 602,251 | - | 602,251 | 487,950 | 114,301 |
| Solid waste utility | 426,000 | - | 426,000 | 388,849 | 37,151 |
| Total | $ 5,556,112 | $ - | $ 5,556,112 | $ 4,541,390 | $ 1,014,722 |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## GENERAL FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
## REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Receipts: | | | | |
| Taxes and shared receipts: | | | | |
| Ad valorem property tax | $ 633,524 | $ 656,236 | $ 665,638 | $ (9,402) |
| Delinquent tax | 31,923 | 11,685 | 10,000 | 1,685 |
| Motor vehicle tax | 118,225 | 116,736 | 112,239 | 4,497 |
| Recreational vehicle tax | 1,822 | 2,075 | 2,141 | (66) |
| 16/20M tax | 5,197 | 4,728 | 5,070 | (342) |
| Special assessments | 220 | 10,270 | 3,500 | 6,770 |
| Local alcoholic liquor tax | 1,046 | 4,582 | 3,000 | 1,582 |
| Sales and use tax | 637,459 | 683,607 | 639,405 | 44,202 |
| State aid | - | 33,054 | - | 33,054 |
| License, permits and fees | 6,320 | 4,890 | 5,000 | (110) |
| Franchise fees | 159,474 | 150,051 | 165,000 | (14,949) |
| Fines, forfeitures and penalties | 15,037 | 10,127 | 5,500 | 4,627 |
| Charges for services | 14,520 | 17,657 | 13,000 | 4,657 |
| Interest | 39,797 | 76,958 | 20,000 | 56,958 |
| Use of property | - | 3,300 | - | 3,300 |
| Miscellaneous | 71,698 | 18,119 | 35,000 | (16,881) |
| Reimbursements | - | - | 20,000 | (20,000) |
| Transfers: | | | | |
| Water utility | 135,750 | 145,000 | 145,000 | - |
| Solid waste utility | - | 10,000 | 10,000 | - |
| Neighborhood revitalization rebate | (6,255) | (15,422) | (16,818) | 1,396 |
| Total receipts | 1,865,757 | 1,943,653 | $ 1,842,675 | $ 100,978 |
| Expenditures: | | | | |
| Administration: | | | | |
| Personnel | 175,189 | 179,012 | $ 149,905 | $ (29,107) |
| Contractual services | 92,015 | 96,937 | 70,000 | (26,937) |
| Commodities | 7,423 | 7,304 | 20,000 | 12,696 |
| Capital outlay | 110 | - | 16,000 | 16,000 |
| Miscellaneous | 15,934 | 8,881 | - | (8,881) |
| | 290,671 | 292,134 | 255,905 | (36,229) |

# CITY OF MEDICINE LODGE, KANSAS

## GENERAL FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Police department: | | | | |
| Personnel | $ 319,126 | $ 377,537 | $ 369,964 | $ (7,573) |
| Contractual services | 39,555 | 63,964 | 43,100 | (20,864) |
| Commodities | 20,641 | 28,878 | 27,000 | (1,878) |
| Capital outlay | 18,385 | 11,406 | 10,000 | (1,406) |
| Miscellaneous | 3,711 | 2,555 | - | (2,555) |
| | 401,418 | 484,340 | 450,064 | (34,276) |
| Fire department: | | | | |
| Personnel | 562 | 258 | 400 | 142 |
| Contractual services | 16,211 | 23,394 | 10,000 | (13,394) |
| Commodities | 62 | 768 | 9,000 | 8,232 |
| Capital outlay | 13,830 | 2,852 | 18,000 | 15,148 |
| | 30,665 | 27,272 | 37,400 | 10,128 |
| Street department: | | | | |
| Personnel | 162,138 | 133,388 | 176,744 | 43,356 |
| Contractual services | 19,799 | 23,869 | 20,000 | (3,869) |
| Commodities | 38,949 | 47,811 | 40,000 | (7,811) |
| Capital outlay | 1,516 | - | 110,000 | 110,000 |
| Miscellaneous | 2,876 | 152 | - | (152) |
| | 225,278 | 205,220 | 346,744 | 141,524 |
| Swimming pool: | | | | |
| Personnel | 39,682 | 44,647 | 43,550 | (1,097) |
| Contractual services | 20,323 | 17,908 | 10,000 | (7,908) |
| Commodities | 6,965 | 5,803 | 10,000 | 4,197 |
| Capital outlay | 12,847 | 620 | 7,400 | 6,780 |
| Miscellaneous | 705 | 1,999 | - | (1,999) |
| | 80,522 | 70,977 | 70,950 | (27) |

# CITY OF MEDICINE LODGE, KANSAS

## GENERAL FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Airport: | | | | |
| Contractual services | $ 17,072 | $ 19,151 | $ 24,000 | $ 4,849 |
| Commodities | - | - | 3,000 | 3,000 |
| Capital outlay | 400 | 54 | 200 | 146 |
| | 17,472 | 19,205 | 27,200 | 7,995 |
| Municipal court: | | | | |
| Personnel | - | 25 | - | (25) |
| Contractual services | 28,982 | 27,689 | 26,000 | (1,689) |
| Commodities | - | - | 200 | 200 |
| Miscellaneous | - | 100 | 1,000 | 900 |
| | 28,982 | 27,814 | 27,200 | (614) |
| Code enforcement/animal control: | | | | |
| Personnel | - | 234 | - | (234) |
| Contractual services | 9,845 | 17,885 | 20,000 | 2,115 |
| Commodities | 101 | 38 | 500 | 462 |
| Capital outlay | - | - | 500 | 500 |
| Miscellaneous | 8 | - | - | - |
| | 9,954 | 18,157 | 21,000 | 2,843 |
| Park department: | | | | |
| Personnel | 143,761 | 161,413 | 138,027 | (23,386) |
| Contractual services | 37,546 | 43,992 | 15,000 | (28,992) |
| Commodities | 14,568 | 17,184 | 20,000 | 2,816 |
| Capital outlay | - | 411 | 3,500 | 3,089 |
| | 195,875 | 223,000 | 176,527 | (46,473) |
| Carrie Nation Memorial: | | | | |
| Appropriation | 15,000 | 16,500 | 17,000 | 500 |
| Contractual services | 4,986 | 6,422 | 3,000 | (3,422) |
| Commodities | 42 | 655 | 2,500 | 1,845 |
| Capital outlay | - | - | 300 | 300 |
| | 20,028 | 23,577 | 22,800 | (777) |

# CITY OF MEDICINE LODGE, KANSAS

## GENERAL FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Street lights | $ 38,292 | $ 38,104 | $ 43,000 | $ 4,896 |
| Emergency preparedness | - | 1,997 | 4,500 | 2,503 |
| Industrial development | - | 80 | - | (80) |
| Recycling program | 2,571 | 3,425 | - | (3,425) |
| Economic development | - | - | 10,000 | 10,000 |
| Transfers: | | | | |
| Municipal equipment reserve | 12,000 | 65,000 | 65,000 | - |
| Capital improvements reserve | 117,500 | 18,500 | 18,500 | - |
| Public Building Commission | 115,463 | 118,100 | 118,100 | - |
| Hospital appropriation | 210,500 | 267,614 | 234,887 | (32,727) |
| Total expenditures | 1,797,191 | 1,904,516 | $ 1,929,777 | $ 25,261 |
| Receipts over (under) expenditures | 68,566 | 39,137 | | |
| Unencumbered cash, beginning of year | 178,446 | 247,012 | $ 87,102 | $ 159,910 |
| Unencumbered cash, end of year | $ 247,012 | $ 286,149 | | |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## TOURISM FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Receipts: | | | | |
| Taxes and shared receipts: | | | | |
| Guest tax | $ 13,662 | $ 17,662 | $ 15,000 | $ 2,662 |
| Expenditures: | | | | |
| Contractual services | 651 | 881 | $ 1,000 | $ 119 |
| Commodities | - | - | 1,000 | 1,000 |
| Capital outlay | - | - | 2,651 | 2,651 |
| Donations | - | 24,294 | 45,000 | 20,706 |
| Total expenditures | 651 | 25,175 | $ 49,651 | $ 24,476 |
| Receipts over (under) expenditures | 13,011 | (7,513) | | |
| Unencumbered cash, beginning of year | 35,651 | 48,662 | $ 34,651 | $ 14,011 |
| Unencumbered cash, end of year | $ 48,662 | $ 41,149 | | |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## LIBRARY FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Receipts: | | | | |
| Taxes and shared receipts: | | | | |
| Ad valorem property tax | $ 106,190 | $ 117,828 | $ 119,450 | $ (1,622) |
| Delinquent tax | 5,138 | 1,966 | 2,000 | (34) |
| Motor vehicle tax | 20,144 | 19,566 | 18,812 | 754 |
| Recreational vehicle tax | 310 | 348 | 359 | (11) |
| 16/20M vehicle tax | 857 | 805 | 850 | (45) |
| Neighborhood revitalization rebate | (1,048) | (2,768) | (2,937) | 169 |
| Total receipts | 131,591 | 137,745 | $ 138,534 | $ (789) |
| Expenditures: | | | | |
| Transfer to related municipal entity | 131,591 | 137,745 | $ 139,793 | $ 2,048 |
| Receipts over (under) expenditures | - | - | | |
| Unencumbered cash, beginning of year | - | - | $ 1,259 | $ (1,259) |
| Unencumbered cash, end of year | $ - | $ - | | |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## SPECIAL HIGHWAY FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Receipts: | | | | |
| State of Kansas gas tax | $ 46,722 | $ 46,724 | $ 49,650 | $ (2,926) |
| Expenditures: | | | | |
| Capital outlay | - | - | $ 118,548 | $ 118,548 |
| Receipts over (under) expenditures | 46,722 | 46,724 | | |
| Unencumbered cash, beginning of year | 85,393 | 132,115 | $ 68,898 | $ 63,217 |
| Unencumbered cash, end of year | $ 132,115 | $ 178,839 | | |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## SPECIAL PARKS AND RECREATION FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Receipts: | | | | |
| Local alcoholic liquor tax | $ 1,046 | $ 4,582 | $ 2,000 | $ 2,582 |
| Expenditures: | | | | |
| Capital outlay | 3,500 | 4,500 | $ 40,000 | $ 35,500 |
| Receipts over (under) expenditures | (2,454) | 82 | | |
| Unencumbered cash, beginning of year | 40,760 | 38,306 | $ 38,000 | $ 306 |
| Unencumbered cash, end of year | $ 38,306 | $ 38,388 | | |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## COMMUNITY IMPROVEMENT DISTRICT

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Receipts: | | | | |
| Sales and use tax | $ 255,884 | $ 246,455 | $ 220,000 | $ 26,455 |
| Expenditures: | | | | |
| Contractual services | 16,180 | 162,568 | $ 50,000 | $ (112,568) |
| Commodities | - | - | 50,000 | 50,000 |
| Capital outlay | - | - | 324,122 | 324,122 |
| Debt service: | | | | |
| Principal | 155,000 | 160,000 | 160,000 | - |
| Interest | 38,400 | 33,750 | 33,750 | - |
| Total expenditures | 209,580 | 356,318 | $ 617,872 | $ 261,554 |
| Receipts over (under) expenditures | 46,304 | (109,863) | | |
| Unencumbered cash, beginning of year | 442,536 | 488,840 | $ 397,872 | $ 90,968 |
| Unencumbered cash, end of year | $ 488,840 | $ 378,977 | | |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## NON-BUDGETED SPECIAL PURPOSE FUNDS

## SCHEDULE OF RECEIPTS AND EXPENDITURES
## REGULATORY BASIS

For the Year Ended December 31, 2024

| | Municipal equipment reserve | ARPA | Capital improvements reserve | Public Building Commission | Total |
|---|---|---|---|---|---|
| Receipts: | | | | | |
| FAA grant | $ - | $ - | $ 345,212 | $ - | $ 345,212 |
| Sales proceeds | 71,150 | - | - | - | 71,150 |
| Transfers: | | | | | |
| General | 65,000 | - | 18,500 | 118,100 | 201,600 |
| Water utility | 250,000 | - | - | - | 250,000 |
| Total receipts | 386,150 | - | 363,712 | 118,100 | 867,962 |
| Expenditures: | | | | | |
| Contractual services | 11,771 | - | 109,167 | 36 | 120,974 |
| Commodities | - | 1,163 | - | - | 1,163 |
| Capital outlay | 189,708 | - | 207,435 | - | 397,143 |
| Debt service: | | | | | |
| Principal | - | - | - | 110,000 | 110,000 |
| Interest | - | - | - | 8,100 | 8,100 |
| Total expenditures | 201,479 | 1,163 | 316,602 | 118,136 | 637,380 |
| Receipts over (under) expenditures | 184,671 | (1,163) | 47,110 | (36) | 230,582 |
| Unencumbered cash, beginning of year | 370,791 | 80,447 | 289,074 | 2,418 | 742,730 |
| Unencumbered cash, end of year | $ 555,462 | $ 79,284 | $ 336,184 | $ 2,382 | $ 973,312 |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## DAYCARE/CDBG FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES
## REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | 2023 | 2024 |
|---|---|---|
| Receipts: | | |
| Federal aid | $ 36,478 | $ 438,722 |
| State aid | - | 493,194 |
| Total receipts | 36,478 | 931,916 |
| Expenditures: | | |
| Contractual services | 99,054 | 13,561 |
| Commodities | - | 10,125 |
| Capital outlay | 344,586 | 549,759 |
| Miscellaneous | 300 | 1,748 |
| Total expenditures | 443,940 | 575,193 |
| Receipts over (under) expenditures | (407,462) | 356,723 |
| Unencumbered cash (deficit), beginning of year | - | (407,462) |
| Unencumbered cash (deficit), end of year | $ (407,462) | $ (50,739) |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## SIDEWALK IMPROVEMENT

## SCHEDULE OF RECEIPTS AND EXPENDITURES
## REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | 2023 | 2024 |
|---|---|---|
| Receipts: | | |
| Miscellaneous | $ 33 | $ - |
| Expenditures | - | - |
| Receipts over (under) expenditures | 33 | - |
| Unencumbered cash, beginning of year | 11,151 | 11,184 |
| Unencumbered cash, end of year | $ 11,184 | $ 11,184 |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## WATER UTILITY FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Receipts: | | | | |
| Water sales | $ 1,023,588 | $ 1,033,287 | $ 1,000,000 | $ 33,287 |
| New services | 7,700 | 7,400 | 5,000 | 2,400 |
| Reconnects | 4,250 | 1,850 | 5,000 | (3,150) |
| Bulk sales | 1,590 | - | 1,000 | (1,000) |
| Miscellaneous sales | 2,232 | (47) | - | (47) |
| Swimming pool fee | 57,055 | 57,245 | 60,000 | (2,755) |
| Sales tax | 5,062 | 7,376 | 5,000 | 2,376 |
| Miscellaneous | 1,624 | - | - | - |
| Reimbursed expenditures | 6,674 | - | - | - |
| Total receipts | 1,109,775 | 1,107,111 | $ 1,076,000 | $ 31,111 |
| Expenditures: | | | | |
| Personnel | 231,690 | 301,384 | $ 235,000 | $ (66,384) |
| Contractual services | 281,325 | 255,110 | 270,000 | 14,890 |
| Commodities | 35,600 | 42,329 | 65,000 | 22,671 |
| Capital outlay | 14,976 | 61,660 | 100,000 | 38,340 |
| Miscellaneous | 12,804 | 13,634 | - | (13,634) |
| Debt service: | | | | |
| Principal | 106,299 | 77,908 | 77,908 | - |
| Interest | 92,046 | 89,312 | 89,312 | - |
| Transfers: | | | | |
| General | 135,750 | 145,000 | 145,000 | - |
| Municipal equipment reserve | 20,000 | 250,000 | 250,000 | - |
| Capital improvements reserve | - | - | 250,000 | 250,000 |
| Waterworks depreciation and maintenance reserve | 59,111 | - | - | - |
| Sewer utility | 145,000 | - | 150,000 | 150,000 |
| Total expenditures | 1,134,601 | 1,236,337 | $ 1,632,220 | $ 395,883 |
| Receipts over (under) expenditures | (24,826) | (129,226) | | |
| Unencumbered cash, beginning of year | 1,100,590 | 1,075,764 | $ 1,036,049 | $ 39,715 |
| Unencumbered cash, end of year | $ 1,075,764 | $ 946,538 | $ 479,829 | $ 466,709 |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## SEWER UTILITY FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Receipts: | | | | |
| Charges for services | $ 360,538 | $ 358,340 | $ 360,000 | $ (1,660) |
| Transfers: | | | | |
| Water utility | 145,000 | - | 150,000 | (150,000) |
| Total receipts | 505,538 | 358,340 | $ 510,000 | $ (151,660) |
| Expenditures: | | | | |
| Personnel | 89,428 | 96,403 | $ 110,000 | $ 13,597 |
| Contractual services | 143,497 | 177,637 | 225,000 | 47,363 |
| Commodities | 18,194 | 11,980 | 25,000 | 13,020 |
| Capital outlay | 5,593 | 8,895 | 50,000 | 41,105 |
| Miscellaneous | 1,421 | 785 | - | (785) |
| Debt service: | | | | |
| Principal | 182,682 | 188,092 | 188,093 | 1 |
| Interest | 9,568 | 4,158 | 4,158 | - |
| Transfers: | | | | |
| Sewer plant O-M-R | 5,500 | - | - | - |
| Total expenditures | 455,883 | 487,950 | $ 602,251 | $ 114,301 |
| Receipts over (under) expenditures | 49,655 | (129,610) | | |
| Unencumbered cash, beginning of year | 162,693 | 212,348 | $ 176,615 | $ 35,733 |
| Unencumbered cash, end of year | $ 212,348 | $ 82,738 | $ 84,364 | $ (1,626) |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## SOLID WASTE UTILITY FUND

## SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2024
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

| | | 2024 | | |
|---|---|---|---|---|
| | 2023 | Actual | Budget | Variance favorable (unfavorable) |
| Receipts: | | | | |
| Charges for services | $ 380,756 | $ 388,616 | $ 400,000 | $ (11,384) |
| Miscellaneous | 207 | 266 | - | 266 |
| Total receipts | 380,963 | 388,882 | $ 400,000 | $ (11,118) |
| Expenditures: | | | | |
| Contractual services | 354,482 | 378,825 | $ 416,000 | $ 37,175 |
| Transfers: | | | | |
| General | - | 10,000 | 10,000 | - |
| Total expenditures | 354,482 | 388,849 | $ 426,000 | $ 37,151 |
| Receipts over (under) expenditures | 26,481 | 33 | | |
| Unencumbered cash, beginning of year | 15,101 | 41,582 | $ 26,171 | $ 15,411 |
| Unencumbered cash, end of year | $ 41,582 | $ 41,615 | $ 171 | $ 41,444 |

See Independent Auditor's Report.

# CITY OF MEDICINE LODGE, KANSAS

## NON-BUDGETED BUSINESS FUNDS

## SCHEDULE OF RECEIPTS AND EXPENDITURES
## REGULATORY BASIS

For the Year Ended December 31, 2024

| | Waterworks depreciation and maintenance reserve | Sewer plant O-M-R | Total |
|---|---|---|---|
| Receipts | $ - | $ - | $ - |
| Expenditures | - | - | - |
| Receipts over (under) expenditures | - | - | - |
| Unencumbered cash, beginning of year | 953,175 | 45,341 | 998,516 |
| Unencumbered cash, end of year | $ 953,175 | $ 45,341 | $ 998,516 |

See Independent Auditor's Report.