CITY OF SMITH CENTER

Smith Center, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended December 31, 2024

MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas 67661

CITY OF SMITH CENTER

For the Year Ended December 31, 2024

City Council

Brady Peterson	Tracy Kingsbury
Chris Cole	Everett Mansholt
Don Wick	

City Offices

Bryce Wiehl	Mayor
Jill Conaway	City Clerk
Melissa Colby	City Treasurer

CITY OF SMITH CENTER
Smith Center, Kansas

For the Year Ended December 31, 2024

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CITY OF SMITH CENTER
Smith Center, Kansas

For the Year Ended December 31, 2024

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Smith Center, Kansas
Smith Center, KS 66967

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 Smith Center, Kansas, a Municipality, 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 Smith Center, 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 balance of the City of Smith Center, as of December 31, 2024, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinion

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 Smith Center, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note 1 of the financial statement, the financial statement is prepared by the City of Smith Center, 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 reasonable 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 of Smith Center's, ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Smith Center'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 of Smith Center's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures – agency funds, (Schedules 1, 2, and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Respectfully submitted,
Mapes & Miller LLP
Certified Public Accountants

December 15, 2025
Phillipsburg, Kansas

CITY OF SMITH CENTER
Smith Center, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended December 31, 2024

FUND	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund							
General Operating Fund	$ 633,466	$ 580	$ 1,143,591	$ 1,172,748	$ 604,889	$ 9,243	$ 614,132
Special Purpose Funds							
Industrial Development Fund	43,710	-	11,019	12,000	42,729	-	42,729
Library Fund	9,797	-	68,398	73,111	5,084	-	5,084
Recreation Fund	6,703	-	33,995	32,923	7,775		7,775
Special Street and Highway Fund	114,672	-	42,771	20,765	136,678	-	136,678
Special Parks and Recreation Fund	37,670	-	6,022	8,140	35,552	4,869	40,421
Employee Benefit Fund	62,983	-	316,825	282,700	97,108	-	97,108
Equipment Reserve Fund	388,072	-	234,050	257,397	364,725	49,334	414,059
Economic Development Fund	266,308	10,089	219,548	137,068	358,877	3,217	362,094
Economic Development Revolving Loan Fund	189,992	-	90,887	190,065	90,814	-	90,814
Golf Course Improvement Fund	23,746	-	19,294	13,879	29,161	-	29,161
Safe Routes Grant Fund	1,770	-	-	-	1,770	-	1,770
Partially Self-Funded Health Insurance Fund	79,100	-	46,639	36,134	89,605	-	89,605
ARPA Grant Fund	239,596	-	-	239,596	-	239,596	239,596
Capital Projects Funds							
Airport Grant Fund	-	-	16,948	66,500	(49,552) *	52,231	2,679
Community Projects Fund	84,959	-	26,077	35,799	75,237	159,390	234,627
CCLIP US-281 Project Fund	(300,000)	-	300,000	-	-	-	-
CCLIP K-204 Project Fund	(232,762)	-	213,730	-	(19,032) *	2,035	(16,997)
Lagoon Project Fund	(167,864)	-	41,325	570	(127,109) *	45,265	(81,844)
Business Funds							
Water Fund	1,282,392	-	836,097	696,789	1,421,700	22	1,421,722
Water Improvement Fund	201,272	-	103,690	76,429	228,533	73,403	301,936
Airport Fund	13,158	-	54,297	61,991	5,464	13,187	18,651
Golf Course Fund	4,045	-	91,513	79,864	15,694	-	15,694
Waste Disposal Fund	288,782	-	332,053	438,671	182,164	593	182,757
Total Financial Reporting Entity (Excluding Agency Funds)	$ 3,271,567	$ 10,669	$ 4,248,770	$ 3,933,139	$ 3,597,867	$ 652,385	$ 4,250,252

* See Note 3 (Cash Basis Exception)

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

CITY OF SMITH CENTER
Smith Center, Kansas

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES, AND UNENCUMBERED CASH
REGULATORY BASIS
For The Year Ended December 31, 2024

Composition of Cash

Cash On Hand	$	100
People's Bank		
Checking Accounts		184,995
Savings		1,474,736
Certificates of Deposit		300,000
Smith County Bank		
Certificates of Deposit		210,516
Guaranty State Bank		
Checking Accounts		757,184
NOW Accounts		1,138,742
Certificates of Deposit		102,552
Farmers Bank & Trust		
NOW Accounts		92,844
Total Cash		4,261,669
Agency Funds Per Schedule 3		(11,417)
Total Financial Reporting Entity (Excluding Agency Funds)	$	4,250,252

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

CITY OF SMITH CENTER
Smith Center, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Financial Reporting Entity

The City of Smith Center, Kansas, is a municipal corporation governed by an elected mayor and an elected five member council. This financial statement presents the City of Smith Center, the municipality, and does not include its related municipal entities.

(b) Regulatory Basis Fund Types

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities for the City for the year ended December 31, 2024.

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

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

Capital Project 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 Funds – 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 Funds – funds used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, county treasurer tax collection accounts, etc.).

(c) 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.

(d) 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 of the proposed budget and notice of public hearing on the budget on or before August 5th.

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

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

If the City is holding a revenue neutral rate hearing, the budget timeline for the public hearing is adjusted to no sooner than August 20th and no later than September 20th, but at least ten days after all statutory notification and publication requirements have been met. Municipal budgets requiring a hearing to exceed the revenue neutral rate should be adopted on or before October 1st but may not be adopted prior to the revenue neutral rate hearing. The City held 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 revenue 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 the year ended December 31, 2024.

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 statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the 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, Trust Funds, Agency Funds, and the following:

Special Purpose Funds
- Equipment Reserve Fund
- Economic Development Revolving Loan Fund
- Golf Course Improvement Fund
- Safe Routes Grant Fund
- Partially Self-Funded Health Insurance Fund
- ARPA Grant Fund

Business Funds
- Water Improvement Fund

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

A. Encumbrances – During the year ended December 31, 2024, fund encumbrance records were not maintained as required by K.S.A. 10-1117, which requires the clerk to maintain a record of each funds' indebtedness and contracts creating a liability against the City.

B. Outstanding checks – K.S.A. 10-816 requires checks outstanding for two or more years be cancelled and restored to the fund originally charged. The City had outstanding checks over two years old still on the Outstanding Transaction Register report.

C. No other statutory violations noted for the year ended December 31, 2024.

3. CASH BASIS EXCEPTION

Lagoon Project Fund:
The City received a Kansas Water Pollution Control Revolving Fund Loan. The loan document requires the City to expend the monies before they can request reimbursement, which caused the City to have negative unencumbered cash in the Lagoon Project Fund at December 31, 2024. Authority is authorized under K.S.A. 74-8905(a) and the Loan Act to issue revenue bonds for the purpose of providing funds to implement the State's requirements under the Federal Act and to loan the same, together with available funds from the EPA capitalization grants, to Municipalities within the State for the payment of project costs. K.S.A. 10-1116 provides an exception from a cash-basis law violation for the issuance of bonds. The City expended monies with the expectation of monies being reimbursed under conditions of the KDHE loan agreement.

CCLIP K-204 Project Fund:
The City received grants from the Kansas Department of Transportation (KDOT). The grant agreements require the City to expend the monies before they can request reimbursement, which caused the City to have negative unencumbered cash in the CCLIP K-204 Project Fund at December 31, 2024. K.S.A. 12-1664 provides an exception for a cash basis law violation for the intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed to the City under conditions of the grant award. The City will receive reimbursement for these expenditures in 2025.

Airport Grant Fund:
The City received grants from the Kansas Department of Transportation (KDOT). The grant agreement requires the City to expend the monies before they can request reimbursement, which caused the City to have a negative unencumbered cash in the Airport Grant Fund at December 31, 2024. K.S.A. 12-1664 provides an exception for a cash basis law violation for the intergovernmental grant funds to expend monies for grant purposes with the expectation of monies to be reimbursed to the City under conditions of the grant award. The City will receive reimbursement for these expenditures in 2025.

4. 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.

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

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

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

At December 31, 2024, the City's carrying amount of deposits was $4,261,569 and the bank balance was $4,535,449. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance $1,300,121 was covered by federal depository insurance, $3,235,328 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.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

Transfer From	Transfer To	Regulatory Authority	Amount
Water Fund	Water Improvement Fund	K.S.A. 12-825d	$ 103,690
Water Fund	Airport Fund	K.S.A. 12-825d	10,000
Waste Disposal Fund	Equipment Reserve Fund	K.S.A. 12-1,117	100,000

6. DEFINED BENEFIT PENSION PLAN

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. 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. KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.26% for the fiscal year ended December 31, 2024. Contributions to the pension plan from the City were $77,690 for the year ended December 31, 2024.

Net Pension Liability. At December 31, 2024, the City's proportionate share of the collective net pension liability reported by KPERS was $699,126. 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 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.

7. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) 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 these financial statements.

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.

(b) Death and Disability Other Post Employment Benefits.

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

(c) Compensated Absences

Vacation Leave

All full-time employees of the City are entitled to paid vacation. After one full year of employment, employees are entitled to five working days of paid vacation. At the end of two years employment, employees are entitled to ten working days paid vacation. At the end of ten years employment, employees are entitled to fifteen working days of paid vacation. After twelve years of employment, employees will receive sixteen working days of paid vacation. After fourteen years, employees will receive seventeen working days of paid vacation. After sixteen years, employees will receive eighteen working days paid vacation. After eighteen years, employees will receive nineteen days of vacation. After twenty years, employees will receive the maximum, twenty working days paid vacation. Unused vacation days cannot be carried over to the following year unless approved by the City Council. All employees must use vacation days by their anniversary date instead of the end of the year.

Sick Leave

Employees are given one day sick leave for each month of employment. A maximum of ninety days sick leave can be accumulated. Any days acquired in excess of the ninety day maximum will be put in a sick leave pool at the end of each calendar year. At the time of an employee's retirement, compensation will be awarded to the employee for 50% of their accumulated sick leave, based on the employee's hourly wage at the time of retirement. After the employee is compensated, any remaining sick leave days will be placed in the sick leave pool. Part-time employees and seasonal employees are not entitled to sick leave. No sick leave exceeding three days will be allowed unless a statement from a doctor certifies that the illness prevented the employee from working. (This is at the discretion of the supervisor). Holiday pay will be paid if an employee is sick on a Holiday. Unused sick leave will not be paid at termination of employment unless termination is due to retirement.

Compensatory Time Off

Any employee called out for an emergency, such as snow removal, water main breaks, or sewer main problems will be given compensation at 1½ times their regular pay rate for compensatory time off. Employees working after 10 PM sweeping the downtown area will receive 1½ times their regular pay rate if the employee has worked his required 40 hours for that week. The hourly wage is computed by dividing the annual salary by 2080 hours. Unused compensatory time will be paid at termination of employment.

8. RISK MANAGEMENT

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

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 workman's 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 Kansas Municipal Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for 177 participating members and the league itself.

The City continues to carry commercial insurance for all other risks of loss, including commercial property, commercial liability, automobile, linebacker, inland marine, surety bonds, commercial output, law enforcement liability, and airport liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

The City pays a monthly fee to Freedom Claims Management for administration of hospital, health care, and prescription claims. Freedom Claims Management acts as a limited agent for the City in receiving and processing claims for benefits under the plan and disbursing claim payments under the plan. United Healthcare will process and pay all eligible claims above a $5,000 threshold.

9. CAPITAL PROJECTS

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

	Project Authorization	Expenditures to Date
KDOT-CCLIP US-281	300,000	300,000
KDOT-CCLIP K-204	1,178,968	362,952
KDHE-Lagoon Project	1,088,829	168,434
KDOT-Airport Project	350,000	70,000

10. RELATED PARTY TRANSACTIONS

The City of Smith Center includes the Smith Center Housing Authority employees in its payroll and the Housing Authority reimburses the City. The amount of the reimbursement for the year ended December 31, 2024 was $84,821.

The City paid $72,517 to a local auto parts business during the year ended December 31, 2024. The business is owned and operated by a member of the City council.

11. KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT

The City signed a Kansas Water Pollution Control Revolving Fund Loan Agreement with the Kansas Department of Health and Environment on April 17, 2023. The loan is in the amount of $1,088,829 and will be used for the wastewater lagoon project. The interest rate on the loan is 2.13% and the maturity date is September 1, 2044. The City will make semi-annual loan payments of $23,500. It is estimated that $326,649 of the principal balance will be forgiven leaving a net principal of $762,180. The City received $41,325 in loan proceeds during the year ended December 31, 2024.

The City signed a Kansas Public Water Supply Loan Agreement with the Kansas Department of Health and Environment on August 7, 2024. The loan is in the amount of $3,800,000 and will be used for the waterline transmission project. The interest rate on the loan is 2.78% and the maturity date is February 1, 2056. The City will make semi-annual loan payments of $19,745. It is estimated that $3,000,000 of the principal balance will be forgiven leaving a net principal of $800,000. The City did not receive any loan proceeds during the year ending December 31, 2024.

12. SUBSEQUENT EVENTS

Management has evaluated events subsequent to year end through the date of this report, and does not believe any other events through the date of this report have occurred, which effect the financial statement as presented.

13. LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Amount of Issue		Date of Final Maturity	Balance 1/1/2024	Additions	Reductions/ Payments	Balance 12/31/2024	Interest/ Service Fee Paid
KDHE Loans										
Kansas Water Pollution Control Loan	2.83%	10/13/2004	$ 1,661,831		9/1/2027	$ 410,931	$ -	$ 98,444	$ 312,487	$ 10,938
Kansas Public Water Supply Loan	2.16%	12/10/2012	3,274,703		8/1/2035	2,130,646	-	157,333	1,973,313	45,177
Kansas Water Pollution Control Loan	2.13%	4/17/2023	1,088,829	*	9/1/2044	-	41,325	-	41,325	96
Kansas Public Water Supply Loan	2.78%	8/7/2024	3,800,000	^	2/1/2056	-	-	-	-	-
Total KDHE Loans						2,541,577	41,325	255,777	2,327,125	56,211
Capital Leases										
2018 Fire Truck	1.00%	8/15/2017	259,234		8/15/2027	103,694	-	25,924	77,770	973
Total Capital Leases						103,694	-	25,924	77,770	973
Total Contractual Indebtedness						$ 2,645,271	$ 41,325	$ 281,701	$ 2,404,895	$ 57,184

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

	KDHE Loan		Capital Leases		Total	
Year	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ 277,382	$ 65,963	$ 25,923	$ 712	$ 303,305	$ 66,675
2026	294,317	71,825	25,923	453	320,240	72,278
2027	274,910	77,219	25,923	194	300,833	77,413
2028	171,451	69,427	-	-	171,451	69,427
2029	175,175	63,775	-	-	175,175	63,775
2030-2034	934,615	241,640	-	-	934,615	241,640
2035-2039	199,275	125,349	-	-	199,275	125,349
	$ 2,327,125	$ 715,198	$ 77,770	$ 1,359	$ 2,404,895	$ 716,557

* The City was approved for a KDHE loan for $1,088,829, as of December 31, 2024, $41,325 had been disbursed.
^ The City was approved for a KDHE loan for $3,800,000, as of December 31, 2024, there have been no advances.

14. ECONOMIC DEVELOPMENT REVOLVING FUND/REVOLVING LOAN GRANT FUND

In connection with the Economic Development Revolving Fund and the Revolving Loan Grant Fund, the City has loaned local businesses monies. Principal and interest received from borrowers is required to be re-loaned to additional eligible borrowers as funds become available.

Business	Interest Rate	Date Issued	Original Amount	Outstanding 1/1/2024	Loaned	Principal Payments	Adjustments	Outstanding 12/31/2024	Interest Received 2024
Retail	5%	11/01/16	47,500	34,438	-	26,084	8,354	-	916
Service	5%	06/19/17	120,000	48,513	-	11,835	-	36,678	2,157
Retail	5%	10/16/17	75,000	32,769	-	7,266	-	25,503	1,474
Service	5%	12/31/18	10,000	494	-	494	-	-	6
Service	5%	05/01/20	15,000	7,532	-	2,069	-	5,463	331
Retail	5%	02/13/20	9,453	4,796	-	1,314	-	3,482	210
Commercial Real Estate	5%	05/13/20	51,000	25,421	-	6,811	-	18,610	1,118
Service	5%	10/11/21	35,000	28,656	-	539	-	28,117	1,461
Retail	5%	05/12/22	39,337	34,086	-	(864)	-	34,950	863
Construction	5%	09/01/22	30,000	24,247	-	3,931	-	20,316	253
Service	0-5%	06/02/23	50,000	46,103	-	7,793	-	38,310	-
Service	0-5%	12/11/23	25,000	25,000	-	4,079	-	20,921	-
Retail	0-5%	03/29/24	90,000	-	90,000	6,992	-	83,008	-
Retail	0-5%	10/03/24	10,000	-	100,000	1,942	-	98,058	-
Totals			$ 607,290	$ 312,055	$ 190,000	$ 80,285	$ 8,354	$ 413,416	$ 8,789

CITY OF SMITH CENTER, KANSAS

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2024

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 1

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Fund					
General Operating Fund	$ 1,768,145	$ -	$ 1,768,145	$ 1,172,748	$ (595,397)
Special Purpose Funds					
Industrial Development Fund	46,535	-	46,535	12,000	(34,535)
Library Fund	77,625	-	77,625	73,111	(4,514)
Recreation Fund	37,025	-	37,025	32,923	(4,102)
Special Street and Highway Fund	155,419	-	155,419	20,765	(134,654)
Special Parks and Recreation Fund	34,681	-	34,681	8,140	(26,541)
Employee Benefit Fund	356,000	-	356,000	282,700	(73,300)
Economic Development Fund	550,000	-	550,000	137,068	(412,932)
Business Funds					
Water Fund	1,847,318	-	1,847,318	696,789	(1,150,529)
Airport Fund	140,724	-	140,724	61,991	(78,733)
Golf Course Fund	80,000	-	80,000	79,864	(136)
Waste Disposal Fund	661,630	-	661,630	438,671	(222,959)

CITY OF SMITH CENTER
Smith Center, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 564,862	$ 586,986	$ (22,124)
Delinquent Tax	9,156	12,000	(2,844)
Motor Vehicle Tax	60,326	62,739	(2,413)
Recreational Vehicle Tax	1,521	1,775	(254)
16/20M Vehicle Tax	1,628	1,493	135
Commercial Vehicle Tax	7,881	7,850	31
Excise Tax	6	73	(67)
Neighborhood Revitalization Rebate	(17,501)	(17,261)	(240)
Intangibles Tax	24,721	33,793	(9,072)
Lot Clean-Up	-	1,000	(1,000)
Highway Connecting Links	15,891	12,900	2,991
Local Alcoholic Liquor Tax	6,022	6,181	(159)
Franchise Tax	172,419	198,700	(26,281)
Licenses & Permits	4,190	5,500	(1,310)
Fines	104	4,200	(4,096)
Key Deposits	475	600	(125)
Vehicle Identification Number Receipts	325	3,500	(3,175)
Interest on Idle Funds	21,433	10,000	11,433
Swimming Pool & Concessions	18,063	23,000	(4,937)
Rents	989	6,500	(5,511)
Reimbursements	146,575	155,000	(8,425)
Miscellaneous Receipts	14,127	15,000	(873)
Fire Department Receipts	30,909	32,500	(1,591)
Local Grants/Donations	53,740	10,000	43,740
Federal Aid	-	5,000	(5,000)
Transportation Fares	5,729	12,000	(6,271)
Sale of Property	-	5,000	(5,000)
Total Receipts	1,143,591	$ 1,196,029	$ (52,438)
EXPENDITURES			
General Government			
Personal Services	362,508	$ 415,500	$ (52,992)
Contractual Services	179,168	237,000	(57,832)
Commodities	93,232	179,500	(86,268)
Capital Outlay	26,703	9,040	17,663
Total General Government	661,611	841,040	(179,429)

CITY OF SMITH CENTER
Smith Center, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Municipal Court & Police Department			
Personal Services	$ 90,974	$ 190,000	$ (99,026)
Contractual Services	21,105	25,000	(3,895)
Commodities	13,603	31,500	(17,897)
Capital Outlay	-	43,000	(43,000)
Total Municipal Court & Police Department	125,682	289,500	(163,818)
Fire Department			
Contractual Services	46,639	50,950	(4,311)
Commodities	13,374	26,250	(12,876)
Capital Outlay	26,896	26,900	(4)
Total Fire Department	86,909	104,100	(17,191)
Street Department			
Personal Services	124,052	139,150	(15,098)
Contractual Services	23,750	61,150	(37,400)
Commodities	42,156	128,500	(86,344)
Capital Outlay	-	72,905	(72,905)
Total Street Department	189,958	401,705	(211,747)
Park Department			
Personal Services	-	3,000	(3,000)
Contractual Services	9,140	6,600	2,540
Commodities	9,101	6,500	2,601
Capital Outlay	-	7,900	(7,900)
Total Park Department	18,241	24,000	(5,759)

CITY OF SMITH CENTER
Smith Center, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

GENERAL OPERATING FUND (Cont.)

	Actual	Budget	Variance Over (Under)
Swimming Pool			
Personal Services	$ 41,054	$ 35,500	$ 5,554
Contractual Services	8,690	11,000	(2,310)
Commodities	9,526	12,300	(2,774)
Capital Outlay	-	4,000	(4,000)
Total Swimming Pool	59,270	62,800	(3,530)
Street Lighting			
Contractual Services	31,077	45,000	(13,923)
Total Expenditures	1,172,748	$ 1,768,145	$ (595,397)
Receipts Over (Under) Expenditures	(29,157)		
UNENCUMBERED CASH, January 1, 2024	633,466		
Prior Year Cancelled Encumbrances	580		
UNENCUMBERED CASH, December 31, 2024	$ 604,889		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-2

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

INDUSTRIAL DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 10,248	$ 10,679	$ (431)
Delinquent Tax	133	250	(117)
Motor Vehicle Tax	805	835	(30)
Recreational Vehicle Tax	20	24	(4)
16/20M Vehicle Tax	26	20	6
Commercial Vehicle Tax	105	105	-
Neighborhood Revitalization Rebate	(318)	(284)	(34)
Total Receipts	11,019	$ 11,629	$ (610)
EXPENDITURES			
Contractual Services	12,000	$ 46,535	$ (34,535)
Receipts Over (Under) Expenditures	(981)		
UNENCUMBERED CASH, January 1, 2024	43,710		
UNENCUMBERED CASH, December 31, 2024	$ 42,729		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-3

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

LIBRARY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 61,161	$ 63,772	$ (2,611)
Delinquent Tax	992	1,750	(758)
Motor Vehicle Tax	6,899	7,154	(255)
Recreational Vehicle Tax	174	203	(29)
16/20M Vehicle Tax	170	171	(1)
Commercial Vehicle Tax	901	898	3
Excise Tax	1	1	-
Neighborhood Revitalization Rebate	(1,900)	(1,903)	3
Total Receipts	68,398	$ 72,046	$ (3,648)
EXPENDITURES			
Personal Services	60,420	$ 59,000	$ 1,420
Contractual Services	691	1,000	(309)
Appropriation to Library Board	12,000	14,500	(2,500)
Miscellaneous	-	3,125	(3,125)
Total Expenditures	73,111	$ 77,625	$ (4,514)
Receipts Over (Under) Expenditures	(4,713)		
UNENCUMBERED CASH, January 1, 2024	9,797		
UNENCUMBERED CASH, December 31, 2024	$ 5,084		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-4

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 30,652	$ 31,964	$ (1,312)
Delinquent Tax	463	800	(337)
Motor Vehicle Tax	3,248	3,367	(119)
Recreational Vehicle Tax	82	96	(14)
16/20M Vehicle Tax	79	80	(1)
Commercial Vehicle Tax	424	423	1
Neighborhood Revitalization Rebate	(953)	(813)	(140)
Miscellaneous Receipts	-	1,000	(1,000)
Total Receipts	33,995	$ 36,917	$ (2,922)
EXPENDITURES			
Personal Services	8,140	$ 8,500	$ (360)
Contractual Services	12,783	3,000	9,783
Appropriation to Recreation Commission	12,000	25,525	(13,525)
Total Expenditures	32,923	$ 37,025	$ (4,102)
Receipts Over (Under) Expenditures	1,072		
UNENCUMBERED CASH, January 1, 2024	6,703		
UNENCUMBERED CASH, December 31, 2024	$ 7,775		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-5

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

SPECIAL STREET AND HIGHWAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Special Highway Tax	$ 42,771	$ 42,480	$ 291
EXPENDITURES			
Contractual Services	120	$ 50,000	$ (49,880)
Commodities	20,645	12,419	8,226
Capital Outlay	-	93,000	(93,000)
Total Expenditures	20,765	$ 155,419	$ (134,654)
Receipts Over (Under) Expenditures	22,006		
UNENCUMBERED CASH, January 1, 2024	114,672		
UNENCUMBERED CASH, December 31, 2024	$ 136,678		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-6

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

SPECIAL PARKS AND RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Local Alcoholic Liquor Tax	$ 6,022	$ 6,181	$ (159)
Total Receipts	6,022	$ 6,181	$ (159)
EXPENDITURES			
Contractual Services	2,100	$ 15,000	$ (12,900)
Commodities	1,171	10,000	(8,829)
Capital Outlay	4,869	9,681	(4,812)
Total Expenditures	8,140	$ 34,681	$ (26,541)
Receipts Over (Under) Expenditures	(2,118)		
UNENCUMBERED CASH, January 1, 2024	37,670		
UNENCUMBERED CASH, December 31, 2024	$ 35,552		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-7

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

EMPLOYEE BENEFIT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 255,549	$ 266,450	$ (10,901)
Delinquent Tax	3,975	5,500	(1,525)
Motor Vehicle Tax	28,414	29,463	(1,049)
Recreational Vehicle Tax	717	836	(119)
16/20M Vehicle Tax	691	704	(13)
Commercial Vehicle Tax	3,712	3,697	15
Excise Tax	3	-	3
Neighborhood Revitalization Rebate	(7,941)	(7,930)	(11)
Reimbursements	31,705	25,000	6,705
Incoming Transfer			
Water Fund	-	10,000	(10,000)
Total Receipts	316,825	$ 333,720	$ (16,895)
EXPENDITURES			
Social Security & Medicare Tax	59,378	$ 55,500	$ 3,878
Retirement	54,852	57,000	(2,148)
Workman's Compensation	20,606	19,000	1,606
Health Insurance	140,683	180,000	(39,317)
Dental Insurance	5,496	12,000	(6,504)
Vision Care	672	1,500	(828)
Unemployment Tax	1,013	1,000	13
Outgoing Transfer			
Partially Self-Funded Health Insurance	-	30,000	(30,000)
Total Expenditures	282,700	$ 356,000	$ (73,300)
Receipts Over (Under) Expenditures	34,125		
UNENCUMBERED CASH, January 1, 2024	62,983		
UNENCUMBERED CASH, December 31, 2024	$ 97,108		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-8

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

EQUIPMENT RESERVE FUND

	Actual
RECEIPTS	
Equipment Sales	$ 7,550
Federal Aid	112,445
State Aid	14,055
Incoming Transfer	
Waste Disposal Fund	100,000
Total Receipts	234,050
EXPENDITURES	
Capital Outlay	257,397
Receipts Over (Under) Expenditures	(23,347)
UNENCUMBERED CASH, January 1, 2024	388,072
UNENCUMBERED CASH, December 31, 2024	$ 364,725

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-9

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

ECONOMIC DEVELOPMENT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Sales Tax	$ 158,033	$ 157,000	$ 1,033
Compensating Use Tax	43,565	37,000	6,565
Miscellaneous Receipts	5,750	-	5,750
Local Grants/Donations	8,750	1,200	7,550
YEC Program	3,450	2,000	1,450
Total Receipts	219,548	$ 197,200	$ 22,348
EXPENDITURES			
Personal Services	5,324	$ 80,000	$ (74,676)
Contractual Services	54,194	75,000	(20,806)
Commodities	158	10,000	(9,842)
Capital Outlay	-	12,000	(12,000)
Grants	76,900	369,000	(292,100)
Land Bank	492	3,000	(2,508)
Miscellaneous	-	1,000	(1,000)
Total Expenditures	137,068	$ 550,000	$ (412,932)
Receipts Over (Under) Expenditures	82,480		
UNENCUMBERED CASH, January 1, 2024	266,308		
Prior Year Cancelled Encumbrances	10,089		
UNENCUMBERED CASH, December 31, 2024	$ 358,877		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-10

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

ECONOMIC DEVELOPMENT REVOLVING LOAN FUND

	Actual
RECEIPTS	
Loan Principal & Interest Received	$ 89,074
Interest on Idle Funds	1,813
Total Receipts	90,887
EXPENDITURES	
Loan to Applicants	190,000
Miscellaneous Expenditures	65
Total Expenditures	190,065
Receipts Over (Under) Expenditures	(99,178)
UNENCUMBERED CASH, January 1, 2024	189,992
UNENCUMBERED CASH, December 31, 2024	$ 90,814

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-11

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

GOLF COURSE IMPROVEMENT FUND

	Actual
RECEIPTS	
Local Grants/Donations	$ 19,294
EXPENDITURES	
Capital Outlay	13,879
Total Expenditures	13,879
Receipts Over (Under) Expenditures	5,415
UNENCUMBERED CASH, January 1, 2024	23,746
UNENCUMBERED CASH, December 31, 2024	$ 29,161

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-12

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

SAFE ROUTES GRANT FUND

	Actual
RECEIPTS	$ -
EXPENDITURES	-
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, January 1, 2024	1,770
UNENCUMBERED CASH, December 31, 2024	$ 1,770

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-13

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

PARTIALLY SELF-FUNDED HEALTH INSURANCE FUND

	Actual
RECEIPTS	
Interest on Idle Funds	$ 932
Insurance Premiums	45,707
Total Receipts	46,639
EXPENDITURES	
Contractual Services	36,134
Receipts Over (Under) Expenditures	10,505
UNENCUMBERED CASH, January 1, 2024	79,100
UNENCUMBERED CASH, December 31, 2024	$ 89,605

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-14

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

ARPA GRANT FUND

	Actual
RECEIPTS	$ -
EXPENDITURES	
Construction Costs	239,596
Receipts Over (Under) Expenditures	(239,596)
UNENCUMBERED CASH, January 1, 2024	239,596
UNENCUMBERED CASH, December 31, 2024	$ -

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-15

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

AIRPORT GRANT FUND

	Actual
RECEIPTS	
Local Aid	$ 12,516
State Aid	4,332
Donations	100
Total Receipts	16,948
EXPENDITURES	
Contractual Services	66,500
Receipts Over (Under) Expenditures	(49,552)
UNENCUMBERED CASH, January 1, 2024	-
UNENCUMBERED CASH, December 31, 2024	$ (49,552) *

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-16

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

COMMUNITY PROJECTS FUND

	Actual
RECEIPTS	
Interest on Idle Funds	$ 4,086
Donations	21,991
Total Receipts	26,077
EXPENDITURES	
Commodities	1,219
Capital Outlay	34,580
Total Expenditures	35,799
Receipts Over (Under) Expenditures	(9,722)
UNENCUMBERED CASH, January 1, 2024	84,959
UNENCUMBERED CASH, December 31, 2024	$ 75,237

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-17

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

CCLIP US-281 PROJECT FUND

	Actual
RECEIPTS	
State Aid	$ 300,000
EXPENDITURES	-
Receipts Over (Under) Expenditures	300,000
UNENCUMBERED CASH, January 1, 2024	(300,000)
UNENCUMBERED CASH, December 31, 2024	$ -

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-18

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

CCLIP K-204 PROJECT FUND

	Actual
RECEIPTS	
State Aid	$ 213,730
EXPENDITURES	-
Receipts Over (Under) Expenditures	213,730
UNENCUMBERED CASH, January 1, 2024	(232,762)
UNENCUMBERED CASH, December 31, 2024	$ (19,032) *

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-19

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

LAGOON PROJECT FUND

	Actual
RECEIPTS	
KDHE Loan Proceeds	$ 41,325
EXPENDITURES	
Contractual Services	570
Total Expenditures	570
Receipts Over (Under) Expenditures	40,755
UNENCUMBERED CASH, January 1, 2024	(167,864)
UNENCUMBERED CASH, December 31, 2024	$ (127,109) *

* See Note 3 (Cash Basis Exception)

CITY OF SMITH CENTER
Smith Center, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

WATER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Water Department			
Water Sales	$ 558,661	$ 575,000	$ (16,339)
Sales Tax	158,034	150,000	8,034
Compensating Use Tax	43,565	40,000	3,565
Petty Cash	1,318	1,500	(182)
Miscellaneous Receipts	1,398	5,000	(3,602)
Reimbursements	15,667	4,500	11,167
Installation Charges	430	2,050	(1,620)
Interest on Idle Funds	57,024	5,000	52,024
Total Receipts	836,097	$ 783,050	$ 53,047
EXPENDITURES			
Production			
Contractual Services	34,940	$ 50,000	$ (15,060)
Commodities	321	20,000	(19,679)
Capital Outlay	-	230,000	(230,000)
Total Production	35,261	300,000	(264,739)
Transmission & Distribution			
Personal Services	61,951	100,000	(38,049)
Contractual Services	45,201	130,000	(84,799)
Commodities	37,350	70,000	(32,650)
Capital Outlay	5,143	200,000	(194,857)
Total Transmission & Distribution	149,645	500,000	(350,355)
Administration & General			
Personal Services	105,177	120,000	(14,823)
Contractual Services	87,634	140,000	(52,366)
Commodities	1,452	15,000	(13,548)
Capital Outlay	-	375,000	(375,000)
Total Administration & General	194,263	650,000	(455,737)

CITY OF SMITH CENTER
Smith Center, Kansas

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

WATER FUND (Cont.)

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Other Expenditures			
Postage	$ 426	$ 1,000	$ (574)
Miscellaneous Expenditures	472	5,000	(4,528)
Key Returns	75	500	(425)
Reimbursed Expenses	447	200	247
Well Improvements	-	52,109	(52,109)
Computer Supplies	-	1,000	(1,000)
Debt Service			
Principal	157,333	153,988	3,345
Interest	37,857	40,659	(2,802)
Service Fee	7,320	7,862	(542)
Total Other Expenditures	203,930	262,318	(58,388)
Outgoing Transfers			
Employee Benefit Fund	-	10,000	(10,000)
Water Improvement Fund	103,690	125,000	(21,310)
Airport Fund	10,000	-	10,000
Total Outgoing Transfers	113,690	135,000	(21,310)
Total Expenditures	696,789	$ 1,847,318	$ (1,150,529)
Receipts Over (Under) Expenditures	139,308		
UNENCUMBERED CASH, January 1, 2024	1,282,392		
UNENCUMBERED CASH, December 31, 2024	$ 1,421,700		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-21

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For The Year Ended December 31, 2024

WATER IMPROVEMENT FUND

	Actual
RECEIPTS	
Incoming Transfer	
Water Fund	$ 103,690
EXPENDITURES	
Contractual Services	76,429
Receipts Over (Under) Expenditures	27,261
UNENCUMBERED CASH, January 1, 2024	201,272
UNENCUMBERED CASH, December 31, 2024	$ 228,533

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-22

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

AIRPORT FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Hanger Rent	$ 12,450	$ 11,000	$ 1,450
Farm Ground Rent	10,738	15,200	(4,462)
Fuel Sales	18,886	30,000	(11,114)
County Allocation	-	8,000	(8,000)
Local Grants/Donations	-	15,000	(15,000)
Sales Tax	1,600	2,500	(900)
Miscellaneous Receipts	623	8,000	(7,377)
Incoming Transfer			
Water Fund	10,000	-	10,000
Total Receipts	54,297	$ 89,700	$ (35,403)
EXPENDITURES			
Contractual Services	35,511	$ 48,000	$ (12,489)
Commodities	26,480	70,000	(43,520)
Capital Outlay	-	22,724	(22,724)
Total Expenditures	61,991	$ 140,724	$ (78,733)
Receipts Over (Under) Expenditures	(7,694)		
UNENCUMBERED CASH, January 1, 2024	13,158		
UNENCUMBERED CASH, December 31, 2024	$ 5,464		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-23

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For The Year Ended December 31, 2024

GOLF COURSE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Dues	$ 25,437	$ 25,000	$ 437
Rentals	12,964	11,000	1,964
Fees	9,368	10,000	(632)
Tournaments	40,489	11,500	28,989
School Fees	1,800	1,800	-
Miscellaneous Receipts	1,454	3,000	(1,546)
Interest on Idle Funds	1	200	(199)
Total Receipts	91,513	$ 62,500	$ 29,013
EXPENDITURES			
Contractual Services	43,163	$ 19,000	$ 24,163
Commodities	32,804	25,000	7,804
Capital Outlay	3,897	36,000	(32,103)
Total Expenditures	79,864	$ 80,000	$ (136)
Receipts Over (Under) Expenditures	11,649		
UNENCUMBERED CASH, January 1, 2024	4,045		
UNENCUMBERED CASH, December 31, 2024	$ 15,694		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 2-24

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
For The Year Ended December 31, 2024

WASTE DISPOSAL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Waste Disposal Receipts	$ 325,908	$ 350,000	$ (24,092)
Miscellaneous Receipts	887	-	887
Interest on Idle Funds	5,258	-	5,258
Total Receipts	332,053	$ 350,000	$ (17,947)
EXPENDITURES			
Personal Services	169,131	$ 175,000	$ (5,869)
Contractual Services	31,692	60,000	(28,308)
Commodities	15,416	40,000	(24,584)
Capital Outlay	12,954	177,248	(164,294)
Debt Service			
Principal	98,444	98,444	-
Interest	9,983	9,972	11
Service Fee	1,051	966	85
Outgoing Transfer			
Equipment Reserve Fund	100,000	100,000	-
Total Expenditures	438,671	$ 661,630	$ (222,959)
Receipts Over (Under) Expenditures	(106,618)		
UNENCUMBERED CASH, January 1, 2024	288,782		
UNENCUMBERED CASH, December 31, 2024	$ 182,164		

CITY OF SMITH CENTER
Smith Center, Kansas

Schedule 3

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
For The Year Ended December 31, 2024

AGENCY FUNDS

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Payroll Clearing Fund	$ 1,983	$ -	$ -	$ 1,983
Hospital Sales Tax Fund	-	197,946	197,946	-
Flex Spending Fund	8,436	5,845	4,847	9,434
Total Agency Funds	$ 10,419	$ 203,791	$ 202,793	$ 11,417