CITY OF SATANTA, KANSAS

REGULATORY BASIS FINANCIAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2023

CITY OF SATANTA, KANSAS

REGULATORY BASIS FINANCIAL STATEMENT

FOR THE YEAR ENDED DECEMBER 31, 2023

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LEWIS, HOOPER & DICK LLC
certified public accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Council Members
City of Satanta, Kansas

Report on the Audit of the Financial Statement

Opinions

We have audited the regulatory basis fund summary statement of receipts, expenditures and unencumbered cash of the City of Satanta, Kansas, (the City), as of and for the year ended December 31, 2023, and the related notes to the financial statement.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2023, and the aggregate receipts and expenditures for the year then ended in accordance with the basis of accounting practices prescribed or permitted by the State of Kansas to demonstrate compliance with the *Kansas Municipal Audit and Accounting Guide's (KMAAG)* regulatory basis of accounting and budget laws as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the accompanying financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of the City as of December 31, 2023, or changes in net position and cash flows thereof for the year then ended.

Basis for Opinions

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

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles
As described in Note 1 of the financial statement, the financial statement is prepared by the City on the basis of accounting practices prescribed or permitted by the State of Kansas to demonstrate compliance with the *KMAAG*'s regulatory basis of accounting and budget laws, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the accounting practices prescribed or permitted by the State of Kansas to demonstrate compliance with the *KMAAG*'s regulatory basis of accounting and budget laws. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS and the *KMAAG*, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the regulatory basis fund summary statement of receipts, expenditures and unencumbered cash (the financial statement) as a whole. The regulatory basis summary of expenditures - actual and budget, and the regulatory basis individual fund schedules of 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 financial statement; however, they are required to be presented under the provisions of the *KMAAG*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected

to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with GAAS and the *KMAAG*. In our opinion, the accompanying supplementary information is fairly stated in all material respects in relation to the financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with GAAS and the *KMAAG*, the financial statement of the City as of and for the year ended December 31, 2022, (not presented herein), and have issued our report thereon dated March 6, 2023, which contained an unmodified opinion on the financial statement. The 2022 financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link: https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services/municipal-audits. The 2022 actual column (2022 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures for the year ended December 31, 2023, (Schedules 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the financial statement. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 financial statement or to the 2022 financial statement itself, and other additional procedures in accordance with GAAS and the *KMAAG*. In our opinion, the 2022 comparative information is fairly stated in all material respects in relation to the financial statement as a whole for the year ended December 31, 2022, on the basis of accounting described in Note 1.

Other Information

Management is responsible for the other information included in the financial statement. The other information comprises the other information section (Graphs 1 through 4 as listed in the table of contents) but does not include the financial statement and our auditor's report thereon. Our opinions on the financial statement do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statement, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statement, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Lewis, Hooper & Dick, LLC

LEWIS, HOOPER & DICK, LLC

April 22, 2024

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

Fund	Unencumbered Cash 1/1/23	Receipts	Expenditures	Unencumbered Cash 12/31/23	Add Payables and Encumbrances	Treasurer's Cash 12/31/23
General	$ 228,186	$ 612,838	$ 506,555	$ 334,469	$ 71,482	$ 405,951
Special Purpose Funds:						
Gas Well	77,388	6,772	10,692	73,468	51	73,519
Special Highway	17,975	28,192	-	46,167	-	46,167
Employee Benefits	174,078	107,905	112,330	169,653	64	169,717
Fire	9,023	42,594	36,871	14,746	2,187	16,933
Police	3,567	116,898	109,135	11,330	-	11,330
Equipment Reserve	263,164	45,000	12,961	295,203	-	295,203
Community Trust	156,122	-	-	156,122	-	156,122
Economic Development Trust	111,725	-	24,989	86,736	2,500	89,236
Capital Improvement	144,508	10,000	-	154,508	-	154,508
ARPA	120,992	-	61,184	59,808	1,695	61,503
Total Special Purpose Funds	1,078,542	357,361	368,162	1,067,741	6,497	1,074,238
Business Funds:						
Water and Sewer Utility:						
General	150,778	203,297	245,742	108,333	12,071	120,404
Depreciation Reserve	543,734	63,675	-	607,409	-	607,409
Total Water and Sewer Utility	694,512	266,972	245,742	715,742	12,071	727,813
Refuse Utility	36,903	98,453	99,158	36,198	7,130	43,328
Total Business Funds	731,415	365,425	344,900	751,940	19,201	771,141
Total Reporting Entity (memorandum only)	$ 2,038,143	$ 1,335,624	$ 1,219,617	$ 2,154,150	$ 97,180	$ 2,251,330

Composition of cash:		
Centera Bank	$ 164,986	
Less outstanding warrants	(23,216)	
Total cash in bank		$ 141,770
Certificates of deposit		2,109,460
Cash on hand		100
Total cash		$ 2,251,330

The accompanying Notes to the Financial Statement are an integral part of this statement.

CITY OF SATANTA, KANSAS
Notes to the Financial Statement
For the Year Ended December 31, 2023

1. Summary of significant accounting policies

The City of Satanta, Kansas, (the City), was incorporated under the provisions of the State of Kansas. The City operates under a mayor-council form of government and provides the following services as authorized by its charter: public safety (police and fire), streets, sanitation, health and social services, culture and recreation, public improvements, planning and zoning, and general administrative services. Other services include utilities.

A. Financial reporting entity

The City is governed by an elected five-member council and a mayor. This financial statement presents the City of Satanta (the municipality) and its related municipal entities. The related municipal entities are included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

The City has no organizations, functions or activities which are considered related municipal entities of the City.

B. 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.

C. Regulatory basis fund types

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 fund types are used by the City:

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 receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

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

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.

1. Summary of significant accounting policies (continued)

C. Regulatory basis fund types (continued)
Business funds – financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service funds, etc...).

Trust funds – used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc...).

Agency funds – used to report assets held by the municipal reporting entity in a purely custodial capacity (i.e. payroll clearing fund, etc...).

D. Cash and investments
Cash resources of the individual funds are combined to form a pool of cash and investments which is managed by the City (except for investments in the Kansas Municipal Investment Pool). Cash includes amounts in demand deposits, time deposits and certificates of deposit. Investments of the pooled accounts consist primarily of investments with the Kansas Municipal Investment Pool and U.S. government securities carried at cost, which approximates market. Interest income earned, unless specifically designated, is allocated to the general fund.

E. Property taxes and special assessments
The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas are the responsibility of the counties. The County Appraiser annually determines assessed valuations based on real property transactions as recorded by the Register of Deeds and personal property holdings reported by taxpayers. The County Clerk spreads the annual assessment on the tax rolls and the County Treasurer collects the taxes for all taxing entities within the County.

Taxes are assessed on a calendar year basis, are levied and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing the taxes collected in the year levied prior to January 1st of the ensuing year. One-half of the property taxes are due December 20th and distributed to the City by January 20th to finance a portion of the current year's budget. The second half is due May 10th and distributed to the City by June 5th. The City Treasurer draws available funds from the County Treasurer's office at designated times throughout the year.

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligation bonds which are secured by the full faith and credit of the City. Special assessments received prior to or after the issuance of general obligation bonds are recorded as receipts in the appropriate project fund. Further, state statutes require levying additional general ad valorem property taxes in the bond and interest fund to finance delinquent special assessments receivable.

F. Interfund transactions and reimbursements
Quasi-external transactions (i.e., transactions that would be treated as receipts or expenditures if they involved organizations external to the governmental unit, such as internal service fund billings to departments) are accounted for as receipts or expenditures. Transactions that

1. Summary of significant accounting policies (continued)

F. Interfund transactions and reimbursements (continued)
constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of the expenditures in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

G. Memorandum totals
Totals on the financial statement are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. No consolidated financial information is presented nor are all required disclosures presented for these amounts.

2. Stewardship, compliance and accountability

A. 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 (unless specifically exempted by statute). Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in 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 budget amendments for the year ended December 31, 2023.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which 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.

2. Stewardship, compliance and accountability (continued)

A. Budgetary information (continued)
A legal operating budget is not required for capital projects funds, trust funds, and the following special purpose and business funds:

Equipment Reserve
Community Trust
Economic Development Trust
Capital Improvement
ARPA
Water and Sewer Utility - Depreciation Reserve

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. Noncompliance with finance-related legal and contractual provisions
References made herein to the statutes are not intended as interpretation of law, but are offered for consideration of the Kansas Department of Administration's Chief Financial Officer and interpretation by the County Attorney and the legal representative of the City.

There are no known material violations of finance-related legal and contractual provisions including Kansas statutes, regulations, contracts, debt covenants, or other agreements for the year ended December 31, 2023.

3. Detailed notes on all funds

A. Deposits and investments
A reconciliation of cash and investments as shown in the composition of cash on the summary statement of receipts, expenditures and unencumbered cash on Statement 1 is as follows:

Cash on hand	$	100
Carrying amount of deposits		2,251,230
Total cash	$	2,251,330

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 K.S.A. 9-1405.

3. Detailed notes on all funds (continued)

A. Deposits and investments (continued)

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

At December 31, 2023, the City's carrying amount of deposits was $2,251,230 and the bank balance was $2,274,446. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance and $2,024,446 was collateralized with securities held by the pledging financial institutions' agents in the City's name. The City's cash deposits at year end are as follows:

	Centera Bank
FDIC coverage	$ 250,000
Pledged securities at market value	2,238,347
Total coverage	$ 2,488,347
Funds on deposit	$ 2,274,446
Funds at risk	$ -

Custodial credit risk – investments
Custodial credit risk for an investment is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments of this type at December 31, 2023.

B. Capital projects in progress
Capital project authorizations with approved change orders compared to expenditures from inception to December 31, 2023, are as follows:

	Project Authorization	Expenditures to Date	Committed
Street crack filling	$ 63,045	$ 63,045	$ -
Walking path	146,372	145,206	-
Water meter system upgrade	130,000	120,876	9,124
Sidewalks	21,496	-	21,496
Wheel chair ramp	7,438	-	7,438
Sidewalks and curb at Happy Agers	12,844	-	12,844

3. Detailed notes on all funds (continued)

C. Interfund transfers
Interfund operating transfers are as follows:

From	To	Statutory Authority	Amount
General	Equipment Reserve	12-1117	$ 30,000
General	Capital Improvement	12-1117	10,000
Fire	Equipment Reserve	12-1117	15,000
Water and Sewer Utility - General	General	12-825d	52,000
Water and Sewer Utility - General	Water and Sewer Utility - Depreciation Reserve	12-825d	25,000
Refuse Utility	General	12-825d	15,000
Total			$ 147,000

4. Other information

A. 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 workmen'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 the Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for 177 participating members.

The City pays an annual premium to KMIT for its workmen's compensation insurance coverage. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $5,000,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT's management.

The City continues to carry commercial insurance for all other risk of loss including torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

B. Post-employment health care benefits
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 premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

4. Other information (continued)

B. Post-employment health care benefits (continued)
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. There is no cost to the City under this program.

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

C. Compensated absences
The City's policy regarding leave pay permits full-time employees to accumulate leave days at a maximum rate of 47 days per year. No more than 70 days may be accumulated. Leave may be used for vacation, sick leave, bereavement leave and personal leave. The City pays for 50% of unused accumulated leave pay at termination of employment. Upon retirement, an employee is paid all accumulated leave days. The cost of the accrued leave time at December 31, 2023, has not been quantified in this financial statement.

D. 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 Annual Comprehensive 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 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 is 8.43% for the fiscal year ended December 31, 2023. Contributions to the pension plan from the City are $17,907 for the year ended December 31, 2023.

4. Other information (continued)

D. Defined benefit pension plan (continued)
Net pension liability: At December 31, 2023, the City's proportionate share of the collective net pension liability reported by KPERS was $201,797. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the local subgroup within KPERS. Since the *KMAAG* regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

E. Related party transactions
The City purchased goods and services from a business operated by a City Council member. The City paid this business $15,595 during the year ended December 31, 2023.

F. Subsequent events
Subsequent to December 31, 2023, the City entered into an agreement to trim trees totaling $17,500.

REGULATORY REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 1

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

Fund	Certified Budget	Expenditures Chargeable to Current Year Budget	Variance Over (Under)
General	$ 567,135	$ 506,555	$ (60,580)
Special Purpose Funds:			
Gas Well	85,004	10,692	(74,312)
Special Highway	97,149	-	(97,149)
Employee Benefits	200,904	112,330	(88,574)
Fire	53,055	36,871	(16,184)
Police	116,229	109,135	(7,094)
Business Funds:			
Water and Sewer Utility:			
General	315,000	245,742	(69,258)
Refuse Utility	105,500	99,158	(6,342)

CITY OF SATANTA, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over (Under)
Receipts:				
Administration:				
Taxes	$ 426,238	$ 420,705	$ 379,848	$ 40,857
Franchises	113,137	104,243	36,760	67,483
Licenses and permits	1,485	2,403	1,200	1,203
Interest on investments	4,088	8,925	2,500	6,425
Refunds and miscellaneous	7,564	7,470	2,000	5,470
Total administration	552,512	543,746	422,308	121,438
Parks and pools	2,779	2,092	3,000	(908)
Transfer from Water and Sewer Utility - General	-	52,000	52,000	-
Transfer from Refuse Utility	15,000	15,000	15,000	-
Total receipts	570,291	612,838	$ 492,308	$ 120,530
Expenditures:				
General administration:				
Salaries	247,585	246,628	$ 278,871	$ (32,243)
Contractual	73,411	87,615	76,500	11,115
Commodities	7,000	5,467	4,000	1,467
Capital outlay	5,000	-	13,225	(13,225)
Total general administration	332,996	339,710	372,596	(32,886)
Streets:				
Contractual	23,000	23,000	23,000	-
Commodities	4,512	13,000	13,000	-
Capital outlay	20,000	25,000	25,000	-
Total streets	47,512	61,000	61,000	-
Parks:				
Salaries	21,869	13,205	34,239	(21,034)
Contractual	490	128	2,000	(1,872)
Commodities	11,283	7,722	10,500	(2,778)
Capital outlay	758	756	1,000	(244)
Total parks	34,400	21,811	47,739	(25,928)
Street lighting:				
Contractual	32,076	36,984	38,300	(1,316)

(continued)

CITY OF SATANTA, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

(continued)	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over (Under)
Expenditures (continued):				
Community service:				
Community service	$ -	$ -	$ 500	$ (500)
Community building capital outlay	-	50	-	50
Total community service	-	50	500	(450)
Airport:				
Contractual	3,000	3,000	3,000	-
Capital outlay	4,000	4,000	4,000	-
Total airport	7,000	7,000	7,000	-
Transfers:				
Transfer to Equipment Reserve	60,000	30,000	30,000	-
Transfer to Capital Improvement	10,000	10,000	10,000	-
Total transfers	70,000	40,000	40,000	-
Total expenditures	523,984	506,555	$ 567,135	$ (60,580)
Receipts over expenditures	46,307	106,283		
Unencumbered cash, beginning of year	181,879	228,186		
Unencumbered cash, end of year	$ 228,186	$ 334,469		

CITY OF SATANTA, KANSAS
Gas Well Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Royalties	$ 54,174	$ 6,772	$ 31,000	$ (24,228)
Expenditures:				
Royalties and taxes	4,789	5,007	$ 7,000	$ (1,993)
Capital outlay	6,038	5,685	78,004	(72,319)
Total expenditures	10,827	10,692	$ 85,004	$ (74,312)
Receipts over (under) expenditures	43,347	(3,920)		
Unencumbered cash, beginning of year	34,041	77,388		
Unencumbered cash, end of year	$ 77,388	$ 73,468		

CITY OF SATANTA, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
State of Kansas - gas tax	$ 29,268	$ 28,192	$ 31,420	$ (3,228)
Expenditures:				
Commodities	46,082	-	$ 97,149	$ (97,149)
Receipts over (under) expenditures	(16,814)	28,192		
Unencumbered cash, beginning of year	34,789	17,975		
Unencumbered cash, end of year	$ 17,975	$ 46,167		

CITY OF SATANTA, KANSAS
Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Taxes	$ 161,626	$ 107,905	$ 107,400	$ 505
Expenditures:				
Employer contributions	20,601	19,973	$ 25,000	$ (5,027)
Workmen's compensation	6,202	5,460	13,454	(7,994)
Retirement	19,663	20,031	40,450	(20,419)
Unemployment	329	200	2,000	(1,800)
Medical insurance	64,061	66,666	120,000	(53,334)
Total expenditures	110,856	112,330	$ 200,904	$ (88,574)
Receipts over (under) expenditures	50,770	(4,425)		
Unencumbered cash, beginning of year	123,308	174,078		
Unencumbered cash, end of year	$ 174,078	$ 169,653		

CITY OF SATANTA, KANSAS
Fire Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Taxes	$ 44,986	$ 42,594	$ 43,243	$ (649)
Expenditures:				
Salaries	5,950	4,675	$ 7,305	$ (2,630)
Contractual	5,919	5,022	3,000	2,022
Commodities	13,151	7,983	8,500	(517)
Capital outlay	12,735	4,191	19,250	(15,059)
Transfer to Equipment Reserve	15,000	15,000	15,000	-
Total expenditures	52,755	36,871	$ 53,055	$ (16,184)
Receipts over (under) expenditures	(7,769)	5,723		
Unencumbered cash, beginning of year	16,792	9,023		
Unencumbered cash, end of year	$ 9,023	$ 14,746		

CITY OF SATANTA, KANSAS
Police Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Taxes	$ 107,748	$ 108,465	$ 111,631	$ (3,166)
Fees	4,671	5,304	3,800	1,504
Miscellaneous	275	3,129	-	3,129
Total receipts	112,694	116,898	$ 115,431	$ 1,467
Expenditures:				
Contractual	109,925	109,135	$ 116,229	$ (7,094)
Receipts over expenditures	2,769	7,763		
Unencumbered cash, beginning of year	798	3,567		
Unencumbered cash, end of year	$ 3,567	$ 11,330		

CITY OF SATANTA, KANSAS
Equipment Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual
Receipts:		
Transfer from General	$ 60,000	$ 30,000
Transfer from Fire	15,000	15,000
Transfer from Water and Sewer Utility - General	50,000	-
Total receipts	125,000	45,000
Expenditures:		
Capital outlay	-	12,961
Receipts over expenditures	125,000	32,039
Unencumbered cash, beginning of year	138,164	263,164
Unencumbered cash, end of year	$ 263,164	$ 295,203

CITY OF SATANTA, KANSAS
Community Trust Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual
Receipts:		
Transfer from Gas Well	$ -	$ -
Expenditures:		
Capital outlay	-	-
Receipts over expenditures	-	-
Unencumbered cash, beginning of year	156,122	156,122
Unencumbered cash, end of year	$ 156,122	$ 156,122

CITY OF SATANTA, KANSAS
Economic Development Trust Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual
Receipts:		
Donations	$ 23,695	$ -
Expenditures:		
Capital outlay	100,553	24,989
Receipts under expenditures	(76,858)	(24,989)
Unencumbered cash, beginning of year	188,583	111,725
Unencumbered cash, end of year	$ 111,725	$ 86,736

CITY OF SATANTA, KANSAS
Capital Improvement Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual
Receipts:		
Transfer from General	$ 10,000	$ 10,000
Expenditures:		
Capital outlay	35,689	-
Receipts over (under) expenditures	(25,689)	10,000
Unencumbered cash, beginning of year	170,197	144,508
Unencumbered cash, end of year	$ 144,508	$ 154,508

CITY OF SATANTA, KANSAS
ARPA Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	Prior Year Actual	Current Year Actual
Receipts:		
Intergovernmental revenues	$ 86,224	$ -
Expenditures:		
Capital outlay	51,456	61,184
Receipts over (under) expenditures	34,768	(61,184)
Unencumbered cash, beginning of year	86,224	120,992
Unencumbered cash, end of year	$ 120,992	$ 59,808

CITY OF SATANTA, KANSAS
Water and Sewer Utility - General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Charge for services	$ 218,114	$ 195,999	$ 228,350	$ (32,351)
Bulk sales	1,275	1,160	1,250	(90)
Miscellaneous	4,059	6,138	-	6,138
Use of money and property	15,566	-	11,000	(11,000)
Total receipts	239,014	203,297	$ 240,600	$ (37,303)
Expenditures:				
Production	61,687	42,782	$ 106,000	$ (63,218)
Distribution	84,776	110,676	110,000	676
General	26,732	15,284	22,000	(6,716)
Transfer to General	-	52,000	52,000	-
Transfer to Equipment Reserve	50,000	-	-	-
Transfer to Water and Sewer Utility - Depreciation Reserve	25,000	25,000	25,000	-
Total expenditures	248,195	245,742	$ 315,000	$ (69,258)
Receipts under expenditures	(9,181)	(42,445)		
Unencumbered cash, beginning of year	159,959	150,778		
Unencumbered cash, end of year	$ 150,778	$ 108,333		

CITY OF SATANTA, KANSAS
Water and Sewer Utility - Depreciation Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

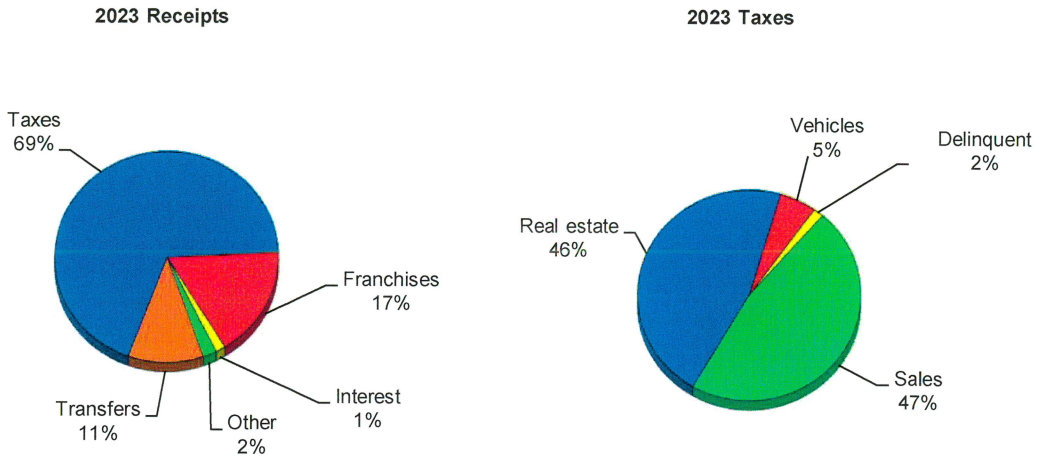
	Prior Year Actual	Current Year Actual
Receipts:		
Charge for services	$ 38,232	$ 38,675
Transfer from Water and Sewer Utility - General	25,000	25,000
Total receipts	63,232	63,675
Expenditures:		
Capital outlay	-	-
Receipts over expenditures	63,232	63,675
Unencumbered cash, beginning of year	480,502	543,734
Unencumbered cash, end of year	$ 543,734	$ 607,409

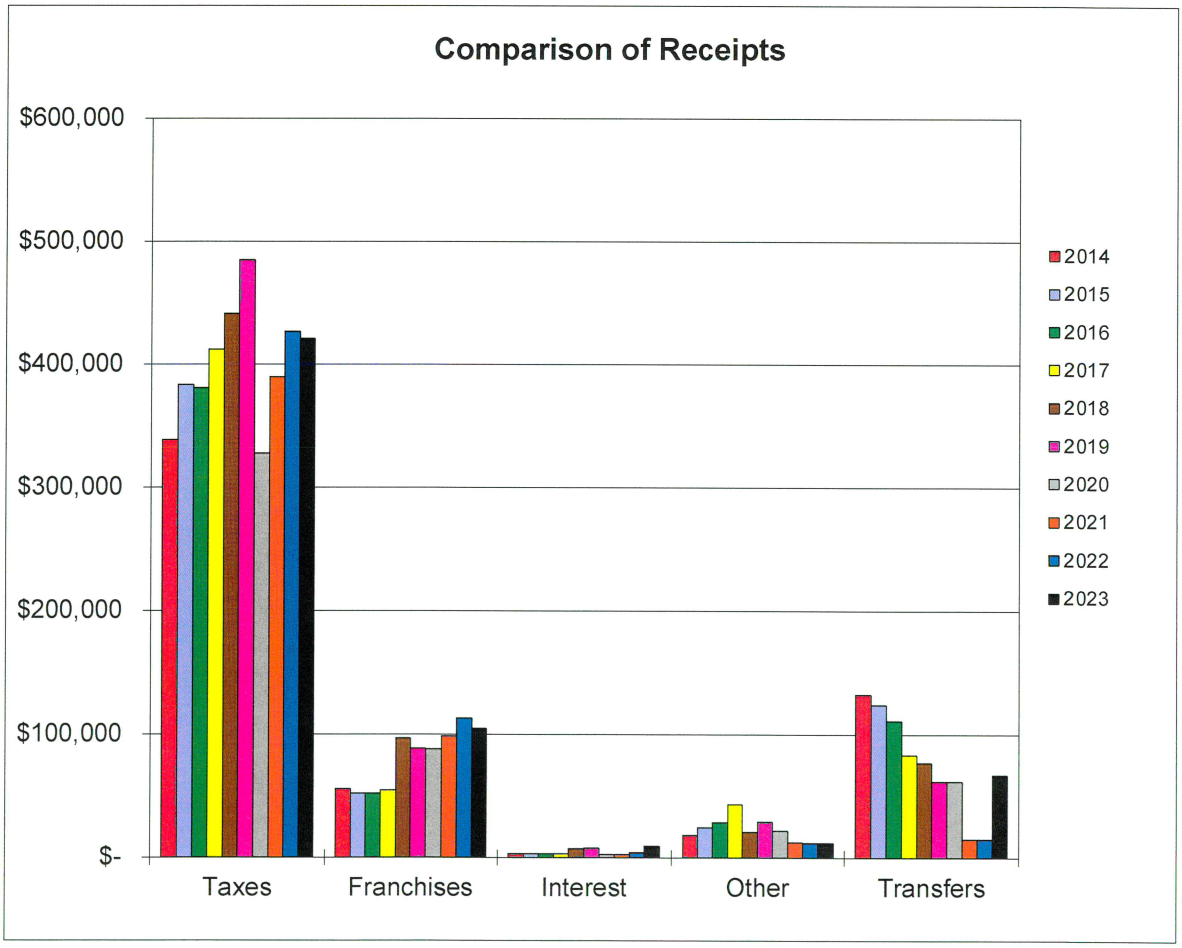
CITY OF SATANTA, KANSAS
Refuse Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Charges for services	$ 88,733	$ 98,453	$ 90,000	$ 8,453
Expenditures:				
Contractual	76,800	84,158	$ 75,000	$ 9,158
Commodities	-	-	15,500	(15,500)
Transfer to General	15,000	15,000	15,000	-
Total expenditures	91,800	99,158	$ 105,500	$ (6,342)
Receipts under expenditures	(3,067)	(705)		
Unencumbered cash, beginning of year	39,970	36,903		
Unencumbered cash, end of year	$ 36,903	$ 36,198		

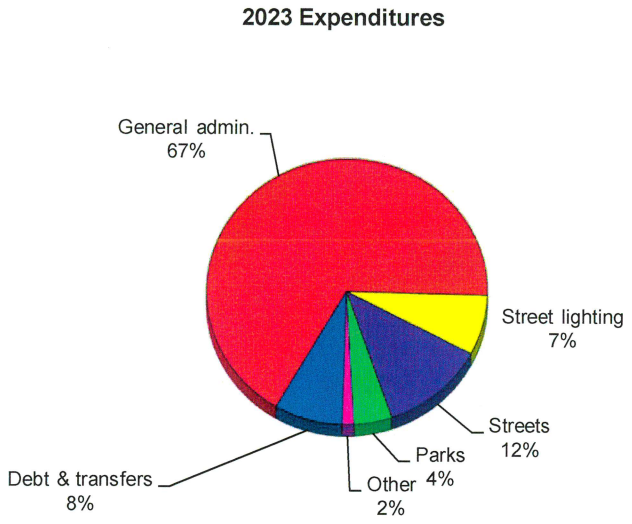
OTHER INFORMATION

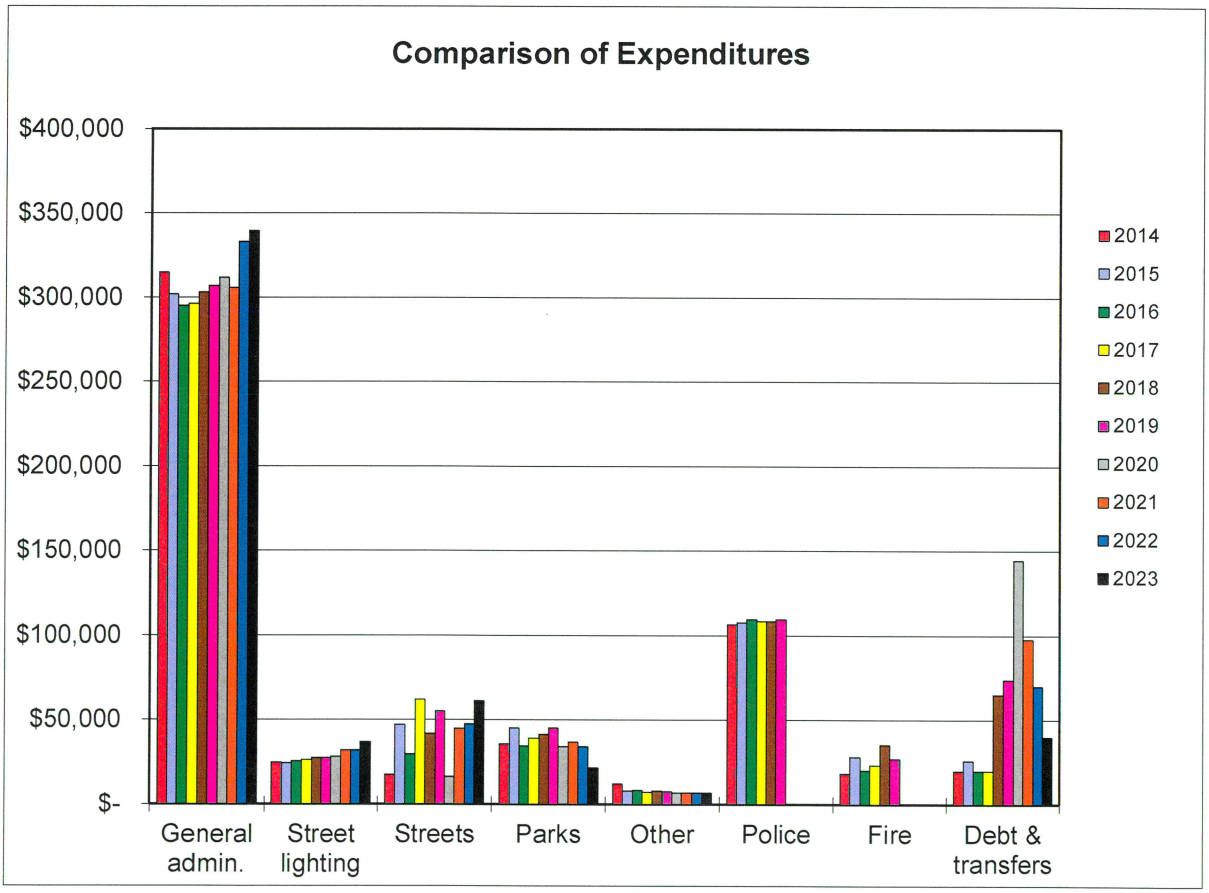
CITY OF SATANTA, KANSAS
Receipts - General Fund
Regulatory Basis
For the Year Ended December 31



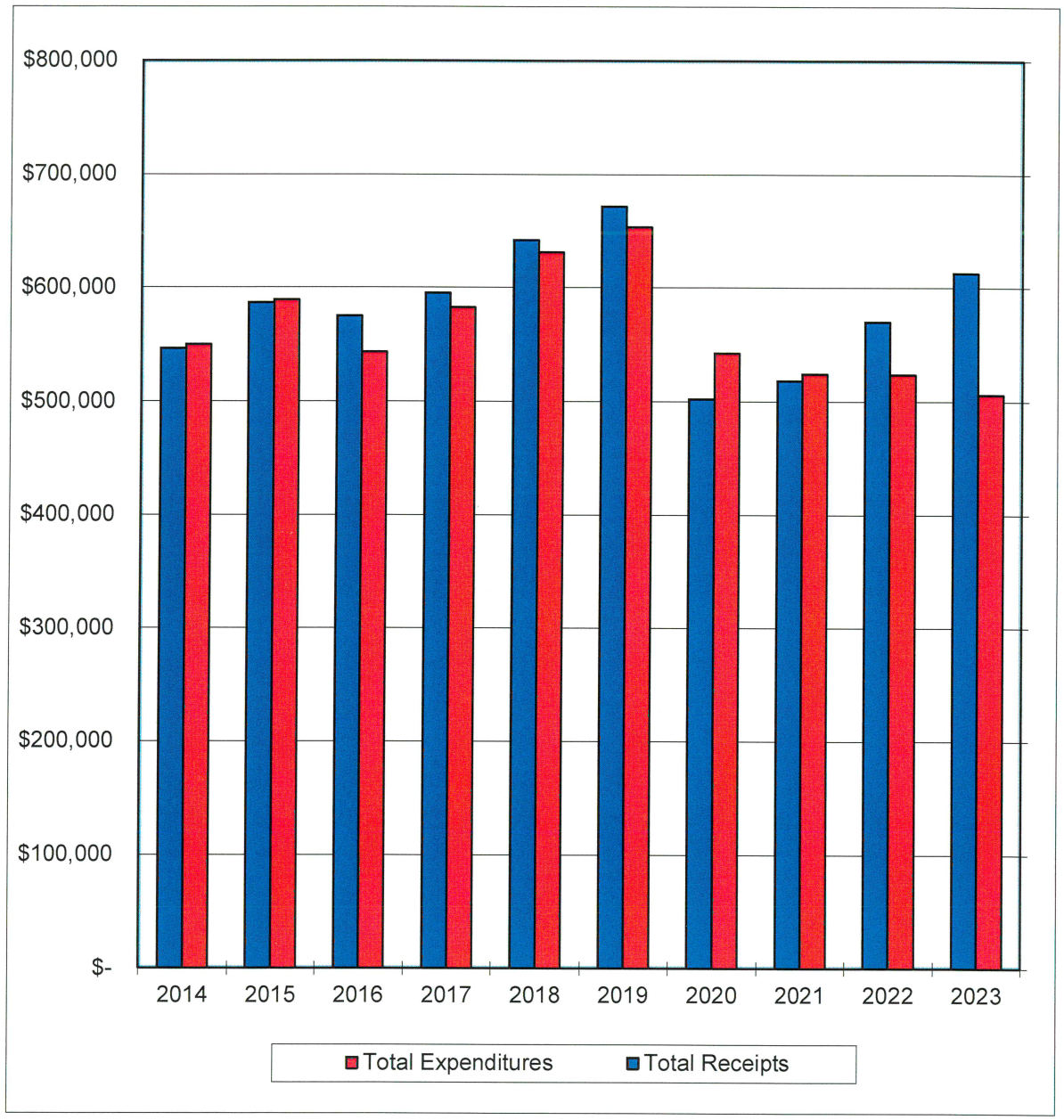


CITY OF SATANTA, KANSAS
Expenditures - General Fund
Regulatory Basis
For the Year Ended December 31





CITY OF SATANTA, KANSAS
Comparison of Receipts and Expenditures - General Fund
Regulatory Basis
For the Year Ended December 31



CITY OF SATANTA, KANSAS
Receipts - Gas Well Fund
Regulatory Basis
For the Year Ended December 31

