CITY OF HAYS, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2023

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For the Year Ended December 31, 2023

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INDEPENDENT AUDITORS' REPORT

To the Mayor and City Commission
City of Hays, Kansas
Hays, Kansas

Report on the Audit of the Financial Statement

Adverse and Unmodified Opinions

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matters 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 as of December 31, 2023, 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 as of December 31, 2023, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the *Kansas Municipal Audit and Accounting Guide* and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified 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 on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

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

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

Auditors' Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, and summary of regulatory basis receipts and disbursements – 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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic 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 April 27, 2023, which contained an unmodified opinion on the basic financial statement. The 2022 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the 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 – actual and budget for the year ended December 31, 2023 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2022 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2022 basic financial statement. The 2022 comparative information was subjected to the auditing procedures applied in the audit of the 2022 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2022 basic financial statement or to the 2022 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2022 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2022, on the basis of accounting described in Note 1.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 14, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the

City's internal control over financial reporting and compliance.



ADAMSBROWN, LLC
Certified Public Accountants
Hays, Kansas

March 14, 2024

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	**Ending Unencumbered Cash Balance**	Add Encumbrances and Accounts Payable	**Ending Cash Balance**
Regulatory Basis Fund Types							
General Fund	$ 5,149,496	17,255	18,532,639	21,906,814	**1,792,576**	474,506	**2,267,082**
Special Purpose Funds							
Library Fund	102,166	-	1,718,802	1,731,431	**89,537**	-	**89,537**
Library Employee Benefits Fund	14,552	-	289,650	289,700	**14,502**	-	**14,502**
Special Highway Fund	525,872	-	1,099,041	1,517,911	**107,002**	39,326	**146,328**
Employee Benefits Fund	1,592,691	-	4,591,372	4,636,808	**1,547,255**	5,527	**1,552,782**
Public Safety Equipment Fund	48,969	-	579,622	613,538	**15,053**	22,410	**37,463**
Airport Fund	35,443	15,405	738,844	733,304	**56,388**	67,587	**123,975**
Convention and Visitor's Bureau Fund	222,197	-	1,424,319	1,572,406	**74,110**	18,263	**92,373**
New Equipment Reserve Fund	3,153,249	756,800	1,129,556	1,073,549	**3,966,056**	312,433	**4,278,489**
Special Alcohol Program Fund	91,815	-	167,248	229,207	**29,856**	-	**29,856**
Special Parks and Recreation Fund	191,131	203	242,247	152,882	**280,699**	9,955	**290,654**
Parks Improvement Fund	21,105	-	51,700	42,092	**30,713**	2,585	**33,298**
City Commission Capital Reserve Fund	2,868,385	-	8,354,778	8,581,620	**2,641,543**	1,094,608	**3,736,151**
American Rescue Plan Act Fund	1,301,833	-	-	1,301,833	**-**	-	**-**
Law Enforcement Trust Fund	20,938	-	14,227	6,163	**29,002**	-	**29,002**
Convention and Visitor's Bureau Reserve Fund	800,000	-	100,000	-	**900,000**	-	**900,000**
Airport Improvement Fund	(785,619)	27,200	961,984	3,708,197	**(3,504,632)**	3,123,122	**(381,510)**
Opioid Settlement Fund	5,119	-	58,137	6,363	**56,893**	-	**56,893**
Golf Course Improvement Fund	49,336	-	483,271	485,028	**47,579**	-	**47,579**
Sports Complex Fund	473,918	-	26,000	252,048	**247,870**	-	**247,870**
Budget Stabilization Fund	3,221,489	-	-	-	**3,221,489**	-	**3,221,489**
Bond and Interest Funds							
Bond and Interest Fund	158,413	-	1,414,292	1,353,456	**219,249**	-	**219,249**
Economic Development Bond Fund	753,302	-	128,881	654,160	**228,023**	-	**228,023**
CVB Sinking Fund	82,907	-	63,466	77,934	**68,439**	-	**68,439**
Capital Project Fund							
Capital Projects Fund	(9,970,842)	19,560	9,029,921	386,542	**(1,307,903)**	1,637,045	**329,142**
Business Funds							
Water Production and Distribution Fund	1,350,790	3,184	4,228,161	4,590,707	**991,428**	674,817	**1,666,245**
Water Reclamation and Reuse Fund	713,540	27,021	5,341,297	5,352,810	**729,048**	215,397	**944,445**
Water Conservation Fund	1,413,997	6,882	4,870,256	4,254,009	**2,037,126**	111,066	**2,148,192**
Solid Waste Fund	152,853	-	1,723,527	1,821,841	**54,539**	47,144	**101,683**
Stormwater Management Fund	31,263	5,591	829,804	818,651	**48,007**	38,057	**86,064**
Water Production and Distribution Reserve Fund	410,189	2,587	470,426	605,185	**278,017**	289,661	**567,678**
Water Reclamation and Reuse Reserve Fund	1,998,142	25,000	1,128,130	836,665	**2,314,607**	281,605	**2,596,212**
Water Sales Tax Reserve Fund	41,835,325	160	3,005,067	10,381,570	**34,458,982**	7,885,296	**42,344,278**
Solid Waste Reserve Fund	695,486	-	325,000	98,826	**921,660**	28,500	**950,160**
Stormwater Reserve Fund	1,596,239	-	360,000	1,033,283	**922,956**	-	**922,956**
Total Primary Government (Excluding Agency Funds)	$ 60,325,689	906,848	73,481,665	81,106,533	**53,607,669**	16,378,910	**69,986,579**

Composition of Cash		
Treasury Notes	$	**40,220,569**
Certificates of Deposit		**23,100,000**
Checking Accounts		**6,958,129**
Petty Cash		**1,500**
Total Cash		**70,280,198**
Agency Funds per Schedule 3		**(293,619)**
Total Primary Government (Excluding Agency Funds)	$	**69,986,579**

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Hays, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The City is a municipal corporation governed by an elected five-member commission. This financial statement does not include the related municipal entities shown below. A related municipal entity is an entity established to benefit the City and/or its constituents.

Hays Public Library

The Hays Public Library is overseen by a Library board whose members are appointed by the City Commission. The day to day operations are managed by a Library director that is appointed by the Library board. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. The City must approve, by charter ordinance, increases in the Library mill levy rate. The City has excluded this related municipal entity in the City's financial statement. Contact the City office for information on how to obtain a copy of the financial statements and audit report.

Housing Authority of the City of Hays, Kansas

The Housing Authority of the City of Hays, Kansas is overseen by a five member board whose members are appointed by the City Commission. The day to day operations are managed by an executive director that is appointed by the board. The City has excluded this related municipal entity in the City's financial statement. Contact the City office for information on how to obtain a copy of the financial statements.

Basis of Presentation – Fund Accounting

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

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

Regulatory Basis Fund Types

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

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

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

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

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

Agency Fund – fund used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

Basis of Accounting
Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The 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.

Reimbursements
The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting.

Budget Stabilization Reserve
In 2004, through a general election, the City passed a ¾% sales tax to replace the property tax levy for the general fund. At that time, a budget stabilization reserve was created in the general fund that amounted to the ending unencumbered cash balance prior to the change. The City's Comprehensive Financial Management Policy requires that 25% of General Fund Operating Expenditures be maintained in the Budget Stabilization Fund. Any expenditures used with stabilization funds must be approved by City Commission.

NOTE 2 – 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:

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

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

c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.

d. 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 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 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such amendments for this year.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which 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, and the following special purpose funds: New Equipment Reserve Fund, Parks Improvement Fund, City Commission Capital Reserve Fund, American Rescue Plan Act Fund, Law Enforcement Trust Fund, Convention and Visitor's Bureau Reserve Fund, Airport Improvement Fund, Opioid Settlement Fund, Golf Course Improvement Fund, Sports Complex Fund, and Budget Stabilization Fund.

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.

Special Assessments
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. Projects financed in part by special assessments are financed through general obligation bonds of the City and are retired from the Bond and Interest Fund. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of bonds are recorded as revenue in the Bond and Interest Fund.

Special assessments are levied over a fifteen to twenty year period and the annual installments are due and payable with annual ad valorem property taxes. Delinquent assessments against property benefited by special assessments constitute a lien against such property. When assessments are two years in arrears, the assessments may be collected by foreclosure.

NOTE 3 – DEPOSITS AND INVESTMENTS

City of Hays, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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. The rating of the City's investments is noted below.

As of December 31, 2023, the City had the following investments and maturities:

Investment Type		Fair Value	Investment Maturities (in years) Less than One	Rating
U.S. Treasury Notes	$	40,220,569	40,220,569	AAA

The City does not maintain a formal investment policy pertaining to Passenger Facility revenue. However, in accordance with the Code of Federal Regulation, unexpended Passenger Facility revenue of the City is held in other interest bearing instruments.

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

Investments	Percentage of Investments
U.S. Treasury Notes	100%

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

At December 31, 2023, the City's carrying amount of deposits was $30,059,629 and the bank balance was $30,866,037. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance, $1,000,000 was covered by federal depository insurance and $29,866,037 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial Credit Risk – Investments
For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Hays, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2023 were as follows:

From	To	Regulatory Authority	Amount
General Fund	New Equipment Reserve Fund	K.S.A. 12-1,117	$ 250,927
General Fund	Stormwater Management Fund	Commission Approved	16,500
General Fund	Special Highway Fund	Commission Approved	200,000
General Fund	City Commission Capital Reserve Fund	Commission Approved	7,844,472
Water Production and Distribution Fund	General Fund	K.S.A. 12-825d	618,000
Water Reclamation and Reuse Fund	General Fund	K.S.A. 12-825d	783,000
Convention and Visitor's Bureau Fund	General Fund	Commission Approved	163,232
Water Conservation Fund	General Fund	K.S.A. 12-825d	573,700
Solid Waste Fund	General Fund	K.S.A. 12-825d	256,351
Special Alcohol Program Fund	General Fund	Commission Approved	136,940
Sports Complex Fund	General Fund	Commission Approved	224,658
Stormwater Management Fund	General Fund	K.S.A. 12-825d	81,000
Water Production and Distribution Fund	Employee Benefits Fund	K.S.A. 12-16,102	296,601
Water Reclamation and Reuse Fund	Employee Benefits Fund	K.S.A. 12-16,102	234,596
Water Conservation Fund	Employee Benefits Fund	K.S.A. 12-16,102	28,577
Special Alcohol Program Fund	Employee Benefits Fund	K.S.A. 12-16,102	32,267
Solid Waste Fund	Employee Benefits Fund	K.S.A. 12-16,102	224,819
Convention and Visitor's Bureau Fund	Employee Benefits Fund	K.S.A. 12-16,102	97,325
Stormwater Management Fund	Employee Benefits Fund	K.S.A. 12-16,102	74,698
Sports Complex Fund	Employee Benefits Fund	K.S.A. 12-16,102	22,383
Airport Fund	New Equipment Reserve Fund	K.S.A. 12-1,117	42,522
Convention and Visitor's Bureau Fund	New Equipment Reserve Fund	K.S.A. 12-1,117	2,066
Water Production and Distribution Fund	New Equipment Reserve Fund	K.S.A. 12-1,117	16,872
Water Reclamation and Reuse Fund	New Equipment Reserve Fund	K.S.A. 12-1,117	14,120
Water Conservation Fund	New Equipment Reserve Fund	K.S.A. 12-1,117	1,909
Stormwater Management Fund	New Equipment Reserve Fund	K.S.A. 12-1,117	45,041
Public Safety Equipment Fund	New Equipment Reserve Fund	K.S.A. 12-1,117	470,000
Solid Waste Fund	Solid Waste Reserve Fund	K.S.A. 12-825d	325,000
Water Reclamation and Reuse Fund	Water Reclamation and Reuse Reserve Fund	K.S.A. 12-825d	800,000
Water Production and Distribution Fund	Water Production and Distribution Reserve Fund	K.S.A. 12-825d	470,426
Water Conservation Fund	Water Sales Tax Reserve Fund	K.S.A. 12-825d	3,005,067
Stormwater Management Fund	Stormwater Reserve Fund	K.S.A. 12-1,118	360,000
Convention and Visitor's Bureau Fund	Bond and Interest Fund	Commission Approved	339,359
Convention and Visitor's Bureau Fund	Special Parks and Recreation Fund	Commission Approved	75,000
Convention and Visitor's Bureau Fund	Convention and Visitor's Bureau Reserve Fund	Commission Approved	100,000
Convention and Visitor's Bureau Fund	CVB Sinking Fund	Commission Approved	63,466
City Commission Capital Reserve Fund	Golf Course Improvement Fund	K.S.A. 12-1,118	444,472
City Commission Capital Reserve Fund	Capital Projects Fund	K.S.A. 12-1,118	6,612,771
Water Reclamation and Reuse Reserve Fund	Capital Projects Fund	K.S.A. 12-1,118	7,771
Water Production and Distribution Reserve Fund	Capital Projects Fund	K.S.A. 12-1,118	89,226
CVB Sinking Fund	Capital Projects Fund	K.S.A. 12-1,118	77,934
Stormwater Reserve Fund	Capital Projects Fund	K.S.A. 12-1,118	1,033,283
Water Production and Distribution Fund	Capital Projects Fund	K.S.A. 12-1,118	629,574

NOTE 5 – CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

		Project Authorization	Expenditures to Date
Airport Improvement 3-20-0028-36 Apron Rehab	$	1,063,320	1,063,320
Airport Improvement 3-20-0028-38 4-22 Light Rehab		1,021,613	940,272
Airport Improvement 3-20-0028-39 CARES		1,049,358	1,005,289
Airport Improvement 3-20-0028-40 Apron Rehab Beacon Replacement		1,490,950	1,336,980
Airport Improvement 3-20-0028-41 Land Acquisition		261,805	240,744
Airport Improvement 3-20-0028-42 CRRSA		1,005,034	1,005,034
Airport Improvement 3-20-0028-44 ARPA		1,072,737	236,914
Airport Improvement 3-20-0028-45 Snow Removal Equipment Building		1,737,730	429,300
Airport Improvement 3-20-0028-46 Snow Removal Equipment Building		1,755,098	636,733

NOTE 6 – LITIGATION

City of Hays, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

NOTE 7 – RISK MANAGEMENT

City of Hays, Kansas is exposed to various risks of loss related to torts; damage to and destruction of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than related to employee health benefits. Settled claims have not exceeded this commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

The City has been unable to obtain commercial insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other public entities in the State of Kansas and Missouri to participate in the Midwest Public Risk Pool (MPR), a public entity risk pool currently operating as a common risk management and insurance program for 166 participating members. The City joined MPR in July 2017. The agreement to participate provides that MPR will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $500,000 for each insured event. During 2023, the City contributed $349,930 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by MPR management. The City's Director of Finance is on the Board of Directors for MPR.

The City has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in the Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for 177 participating members. The City joined KMIT in January 2005. 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 $500,000 for each insured event. During 2023, the City contributed $210,395 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Hays, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 9 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description
City of Hays, Kansas participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue 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 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, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes the KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.43% for KPERS and 22.86% for KP&F for the fiscal year ended December 31, 2023. Contributions to the pension plan from the City were $645,390 for KPERS and $923,105 for KP&F for the year ended December 31, 2023.

Net Pension Liability

At December 31, 2023, the City's proportionate share of the collective net pension liability reported by KPERS was $7,334,569 and $9,517,519 for KP&F. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative

to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE 10 – DEFERRED COMPENSATION PLAN

City employees may participate in a deferred compensation plan created in accordance with Internal Revenue Code Section 457(b). Permanent and part-time employees are eligible to participate under the plan. Participation is on a voluntary payroll deduction basis. The plan permits deferral of compensation until future years. The employee is responsible for the amount of deferred compensation to be contributed. The amount selected is invested for the employee. The City is not required to make any contributions. The deferred compensation is not available to employees until termination, retirement, death, or in case of limited specific circumstances.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

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

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

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

NOTE 12 – COMPENSATED ABSENCES

The City's policy is a general leave policy of paid time off (PTO). PTO shall be accrued by full-time employees, and all employees shall have a maximum amount of PTO accrual equal to the number of hours they accrue during their anniversary year. Employees who exceed the accrual maximum shall not be credited with further PTO until their accruals are reduced below the maximum level. Upon separation from employment with the City, employees who terminate in good standing will be paid for all accrued but unused PTO at their current rate of pay.

City of Hays employees shall accrue the following amounts of PTO on a biweekly basis:

Months of Service	Initial PTO	Accrual Hours Per Payroll	Maximum Accumulation
0 - 2	40.0	0.0	40.0
3 -11		3.8	192.4
12 - 47		5.9	192.4
48 - 107		6.5	208.0
108 - 167		7.1	223.6
168 - 227		7.8	241.8
228 +		8.4	257.4

Fire Department employees that have a regular work period of 212 hours shall accrue the following amounts of PTO on a biweekly basis:

Months of Service	Initial PTO	Accrual Hours Per Payroll	Maximum Accumulation
0 - 2	56.0	0.0	56.0
3 -11		5.4	265.2
12 - 47		8.3	265.2
48 - 107		9.1	288.6
108 - 167		9.9	312.0
168 - 227		10.9	338.0
228 +		11.8	361.4

NOTE 13 – LONG-TERM DEBT

City of Hays, Kansas has the following types of long-term debt.

General Obligation Bonds
On November 23, 2004, the City issued $2,445,000 in Series 2004-A General Obligation Economic Development Bonds to pay the costs of making the Economic Development Grant and paying the costs of issuance.

On August 15, 2011, the City issued $2,220,000 in Series 2011-A General Obligation Internal Improvement Bonds to finance Vine Street Project and various Improvement Districts.

On October 31, 2013, the City issued $1,245,000 in Series 2013-A General Obligation Refunding and Improvement Bonds to finance the Golden Belt Estates 4th Addition and the 46th Street 1st Addition and to establish an escrow account to redeem General Obligation Bonds Series 2002-A.

On July 1, 2015, the City issued $1,010,000 in Series 2015-A General Obligation Bonds to finance the 46th Street, Second Addition and Golden Belt Estates, Fifth Edition – Danby Lane and Jagger Court.

On December 15, 2016, the City issued $5,850,000 in Series 2016-A General Obligation Refunding Bonds to establish an escrow account to redeem General Obligation Bonds, Series 2005-A, 2006-A, 2007-A, 2008-A and 2009-A.

On August 15, 2017, the City issued $1,490,000 in Series 2017-A General Obligation Bonds to finance the 46th Street Addition – Phase II, the King's Gate First Addition – Phase II, the Tallgrass Addition – Phase V and the S&W Alley.

On August 15, 2017, the City issued $2,050,000 in Series 2017-B General Obligation Refunding Bonds to finance the Sewerage System Project.

On May 29, 2019, the City issued $65,000 in Series 2019-A General Obligation Bonds to finance the King's Gate First Addition.

On April 15, 2021, the City issued $6,480,000 in Series 2021-A General Obligation Bonds to finance the North Vine Corridor Project.

On June 22, 2023, the City issued $455,000 in Series 2023-A General Obligation Bonds to finance the King's Gate 2nd Addition improvement district project.

KDHE Revolving Loan
The City has entered into a revolving loan agreement with the State of Kansas in order to finance wastewater plant improvements in the amount of $30,260,000.

Finance Lease Obligations
The City has entered into lease agreements for equipment. The leases contain a fiscal funding clause.

Changes in long-term liabilities for the City for the year ended December 31, 2023, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	**Balance End of Year**	Interest Paid
General Obligation Bonds									
Series 2004-A	5.30 - 5.375%	2004	$ 2,445,000	2024	$ 240,000	-	240,000	**-**	6,450
Series 2011-A	2.50 - 3.40%	2011	2,220,000	2026	610,000	-	145,000	**465,000**	19,115
Series 2013-A	2.70 - 3.50%	2013	1,245,000	2028	260,000	-	40,000	**220,000**	8,475
Series 2015-A	3.00 - 3.80%	2015	1,010,000	2030	580,000	-	65,000	**515,000**	19,748
Series 2016-A	2.25 - 2.50%	2016	5,850,000	2026	1,710,000	-	540,000	**1,170,000**	40,325
Series 2017-A	3.00 - 3.50%	2017	1,490,000	2032	1,055,000	-	95,000	**960,000**	33,875
Series 2017-B	3.00%	2017	2,050,000	2024	630,000	-	310,000	**320,000**	18,900
Series 2019-A	3.25%	2019	65,000	2029	48,000	-	6,000	**42,000**	1,560
Series 2021-A	1.10 - 4.00%	2021	6,480,000	2046	6,355,000	-	190,000	**6,165,000**	149,359
Series 2023-A	5.50%	2023	455,000	2043	-	455,000	-	**455,000**	-
KDHE Revolving Loan									
State of Kansas	2.27%	2015	30,260,000	2038	24,284,996	-	1,323,523	**22,961,473**	483,911
Finance Leases									
Enterprise Fleet Management	Various	2022	345,587	2028	-	345,587	54,112	**291,475**	12,117
Total Contractual Indebtedness					$ **35,772,996**	**800,587**	**3,008,635**	**33,564,948**	**793,835**

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

	YEAR									
	2024	2025	2026	2027	2028	2029-2033	2034-2038	2039-2043	2044-2046	**Total**
Principal										
General Obligation Bonds	$ 1,327,000	961,000	992,000	467,000	478,000	1,963,000	1,486,000	1,663,000	975,000	**10,312,000**
KDHE Revolving Loan	1,353,737	1,384,641	1,416,251	1,448,582	1,481,652	7,931,334	7,945,276	-	-	**22,961,473**
Finance Leases	88,545	79,034	78,472	38,571	6,853	-	-	-	-	**291,475**
Total Principal	**2,769,282**	**2,424,675**	**2,486,723**	**1,954,153**	**1,966,505**	**9,894,334**	**9,431,276**	**1,663,000**	**975,000**	**33,564,948**
Interest										
General Obligation Bonds	279,926	238,201	208,314	176,776	159,686	582,887	401,144	222,424	41,650	**2,311,008**
KDHE Revolving Loan	457,024	429,523	401,395	372,624	343,197	1,250,516	407,273	-	-	**3,661,552**
Finance Leases	18,361	14,713	14,539	7,519	2,262	-	-	-	-	**57,394**
Total Interest	**755,311**	**682,437**	**624,248**	**556,919**	**505,145**	**1,833,403**	**808,417**	**222,424**	**41,650**	**6,029,954**
Total Principal and Interest	$ **3,524,593**	**3,107,112**	**3,110,971**	**2,511,072**	**2,471,650**	**11,727,737**	**10,239,693**	**1,885,424**	**1,016,650**	**39,594,902**

CITY OF HAYS, KANSAS

Regulatory-Required Supplementary Information

Schedule 1

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

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	**Expenditures Chargeable to Current Year**	Variance Over (Under)
Regulatory Basis Fund Types					
General Fund	$ 21,927,918	-	21,927,918	**21,906,814**	(21,104)
Special Purpose Funds					
Library Fund	1,731,431	-	1,731,431	**1,731,431**	-
Library Employee Benefits Fund	289,700	-	289,700	**289,700**	-
Special Highway Fund	1,586,888	-	1,586,888	**1,517,911**	(68,977)
Employee Benefits Fund	5,640,758	-	5,640,758	**4,636,808**	(1,003,950)
Public Safety Equipment Fund	613,870	-	613,870	**613,538**	(332)
Airport Fund	1,278,755	-	1,278,755	**733,304**	(545,451)
Convention and Visitor's Bureau Fund	1,661,133	-	1,661,133	**1,572,406**	(88,727)
Special Alcohol Program Fund	229,207	-	229,207	**229,207**	-
Special Parks and Recreation Fund	370,245	-	370,245	**152,882**	(217,363)
Bond and Interest Funds					
Bond and Interest Fund	1,742,356	-	1,742,356	**1,353,456**	(388,900)
Economic Development Bond Fund	654,245	-	654,245	**654,160**	(85)
Business Funds					
Water Production and Distribution Fund	4,629,358	-	4,629,358	**4,590,707**	(38,651)
Water Reclamation and Reuse Fund	5,430,054	-	5,430,054	**5,352,810**	(77,244)
Water Conservation Fund	4,255,468	-	4,255,468	**4,254,009**	(1,459)
Solid Waste Fund	1,925,863	-	1,925,863	**1,821,841**	(104,022)
Stormwater Management Fund	841,889	-	841,889	**818,651**	(23,238)

CITY OF HAYS, 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)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes				
Local Sales Tax	$ 10,324,983	**10,894,027**	11,168,325	(274,298)
Intergovernmental				
Local Alcoholic Liquor Tax	172,158	**167,247**	164,550	2,697
Federal Aid	3,849	**3,804**	-	3,804
Franchise Fees	1,398,022	**1,751,174**	1,640,000	111,174
Licenses	49,643	**68,079**	44,360	23,719
Permits	88,278	**128,340**	86,400	41,940
Fines and Court Fees	583,585	**518,853**	631,000	(112,147)
Interest Income	38,332	**285,609**	45,000	240,609
Rentals	-	**100**	1,224	(1,124)
Golf Course Fees	351,022	**402,120**	341,000	61,120
Cemetery Fees	15,525	**18,180**	10,100	8,080
Miscellaneous	174,443	**156,392**	206,900	(50,508)
Reimbursements	742,258	**1,301,833**	1,301,833	-
Transfers In	2,624,366	**2,836,881**	2,853,253	(16,372)
Total Receipts	$ 16,566,464	**18,532,639**	18,493,945	38,694
Expenditures				
City Commission	25,265	**27,973**	37,311	(9,338)
City Manager	477,666	**534,360**	550,653	(16,293)
Human Resources	216,673	**241,913**	267,121	(25,208)
Information Technology	743,055	**833,986**	839,263	(5,277)
Project Management	234,965	**169,737**	201,295	(31,558)
Communications	631,784	**683,989**	758,453	(74,464)
City Attorney	117,851	**99,760**	142,000	(42,240)
Finance/City Clerk	441,096	**460,456**	483,174	(22,718)
Intergovernmental Account	914,834	**918,245**	878,500	39,745
Police Department	2,654,407	**3,039,734**	2,975,596	64,138
Municipal Court	113,579	**118,791**	121,285	(2,494)
Public Works	190,664	**203,758**	219,908	(16,150)
Service Division	846,240	**969,852**	988,380	(18,528)
Planning, Inspection, and Enforcement	311,841	**307,694**	338,073	(30,379)
Fleet Maintenance	740,130	**783,331**	742,843	40,488
Fire Department	1,609,566	**1,736,824**	1,790,054	(53,230)
Parks and Playgrounds	1,116,737	**1,198,510**	1,185,823	12,687
Golf Course	423,232	**402,387**	439,078	(36,691)
Swimming Pool	140,020	**140,898**	142,100	(1,202)
Ballfield Maintenance	28,196	**28,532**	36,500	(7,968)
Cemetery	15,897	**15,781**	19,500	(3,719)
Bickle-Schmidt Sports Complex	217,355	**221,534**	241,030	(19,496)
Social Services	168,000	**170,000**	170,000	-
Economic Development	286,636	**286,870**	280,000	6,870
Transfers Out	3,025,256	**8,311,899**	8,079,978	231,921
Total Expenditures	15,690,945	**21,906,814**	21,927,918	(21,104)
Receipts Over (Under) Expenditures	875,519	**(3,374,175)**		
Unencumbered Cash - Beginning	4,259,971	**5,149,496**		
Prior Year Cancelled Encumbrances	14,006	**17,255**		
Unencumbered Cash - Ending	$ 5,149,496	**1,792,576**		

CITY OF HAYS, KANSAS
Library 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				
Ad Valorem	$ 1,422,583	**1,561,531**	1,603,321	(41,790)
Delinquent	14,424	**7,066**	-	7,066
Motor Vehicle	148,091	**164,453**	116,269	48,184
Recreational Vehicle	2,769	**3,209**	2,246	963
16/20M Truck	694	**632**	781	(149)
Commercial Vehicle	8,484	**8,895**	6,461	2,434
Neighborhood Revit Rebate	(6,505)	**(6,671)**	(7,300)	629
Tax Increment Financing Dist. (TIF)	(19,235)	**(20,313)**	(39,109)	18,796
Total Receipts	1,571,305	**1,718,802**	1,682,669	36,133
Expenditures				
Distributions to Library Board	1,584,834	**1,731,431**	1,731,431	-
Receipts Over (Under) Expenditures	(13,529)	**(12,629)**		
Unencumbered Cash - Beginning	115,695	**102,166**		
Unencumbered Cash - Ending	$ 102,166	**89,537**		

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

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes				
Ad Valorem	$ 236,939	**263,651**	267,220	(3,569)
Delinquent	2,012	**1,063**	-	1,063
Motor Vehicle	19,759	**27,391**	19,378	8,013
Recreational Vehicle	369	**534**	374	160
16/20M Truck	85	**84**	130	(46)
Commercial Vehicle	1,132	**1,482**	1,077	405
Neighborhood Revit Rebate	(1,083)	**(1,126)**	(1,217)	91
Tax Increment Financing Dist. (TIF)	(3,204)	**(3,429)**	(5,084)	1,655
Total Receipts	256,009	**289,650**	281,878	7,772
Expenditures				
Distributions to Library Board	260,746	**289,700**	289,700	-
Receipts Over (Under) Expenditures	(4,737)	**(50)**		
Unencumbered Cash - Beginning	19,289	**14,552**		
Unencumbered Cash - Ending	$ 14,552	**14,502**		

CITY OF HAYS, 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				
Intergovernmental				
State Gasoline Tax	$ 562,835	**567,101**	576,750	(9,649)
State Aid	268,305	**257,340**	270,000	(12,660)
Connecting Link Maintenance	74,600	**74,600**	74,500	100
Reimbursements	110,984	**-**	-	-
Miscellaneous	12,962	**-**	-	-
Transfers In	200,000	**200,000**	200,000	-
Total Receipts	1,229,686	**1,099,041**	1,121,250	(22,209)
Expenditures				
Contractual Services	48,394	**10,450**	50,000	(39,550)
Capital Outlay	1,046,917	**1,507,461**	1,536,888	(29,427)
Total Expenditures	1,095,311	**1,517,911**	1,586,888	(68,977)
Receipts Over (Under) Expenditures	134,375	**(418,870)**		
Unencumbered Cash - Beginning	389,767	**525,872**		
Prior Year Cancelled Encumbrances	1,730	**-**		
Unencumbered Cash - Ending	$ 525,872	**107,002**		

CITY OF HAYS, 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				
Ad Valorem	$ 2,791,992	**3,206,828**	3,250,044	(43,216)
Delinquent	29,037	**14,051**	-	14,051
Motor Vehicle	296,656	**322,758**	228,178	94,580
Recreational Vehicle	5,547	**6,298**	4,408	1,890
16/20M Truck	1,411	**1,266**	1,532	(266)
Commercial Vehicle	16,996	**17,458**	12,679	4,779
Neighborhood Revit Rebate	(12,766)	**(13,697)**	(14,795)	1,098
Tax Increment Financing Dist. (TIF)	(37,750)	**(41,709)**	(64,716)	23,007
Interest Income	9,837	**43,675**	17,525	26,150
Miscellaneous	40,888	**23,178**	-	23,178
Transfers In	892,050	**1,011,266**	1,011,266	-
Total Receipts	4,033,898	**4,591,372**	4,446,121	145,251
Expenditures				
Workmen's Compensation	194,521	**210,395**	247,005	(36,610)
Unemployment Compensation	32,658	**21,127**	30,177	(9,050)
Social Security	778,771	**869,611**	888,046	(18,435)
Employee Retirement	1,479,502	**1,644,793**	1,640,986	3,807
Contingency	4,616	**-**	712,899	(712,899)
Health Insurance	1,663,711	**1,834,939**	2,057,000	(222,061)
Contractual Services	50,870	**55,943**	64,645	(8,702)
Total Expenditures	4,204,649	**4,636,808**	5,640,758	(1,003,950)
Receipts Over (Under) Expenditures	(170,751)	**(45,436)**		
Unencumbered Cash - Beginning	1,763,442	**1,592,691**		
Unencumbered Cash - Ending	$ 1,592,691	**1,547,255**		

CITY OF HAYS, KANSAS
Public Safety Equipment 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				
Ad Valorem	$ 474,116	**527,300**	534,440	(7,140)
Delinquent	4,878	**2,377**	-	2,377
Motor Vehicle	50,245	**54,808**	38,756	16,052
Recreational Vehicle	939	**1,069**	749	320
16/20M Truck	237	**214**	260	(46)
Commercial Vehicle	2,879	**2,965**	2,154	811
Neighborhood Revit Rebate	(2,168)	**(2,252)**	(2,433)	181
Tax Increment Financing Dist. (TIF)	(6,410)	**(6,859)**	(10,169)	3,310
Total Receipts	524,716	**579,622**	563,757	15,865
Expenditures				
Capital Outlay	107,666	**143,538**	139,450	4,088
Transfers Out	380,000	**470,000**	474,420	(4,420)
Total Expenditures	487,666	**613,538**	613,870	(332)
Receipts Over (Under) Expenditures	37,050	**(33,916)**		
Unencumbered Cash - Beginning	6,919	**48,969**		
Prior Year Cancelled Encumbrances	5,000	**-**		
Unencumbered Cash - Ending	$ 48,969	**15,053**		

CITY OF HAYS, KANSAS
Airport 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)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes				
Ad Valorem	$ 355,528	**395,345**	400,830	(5,485)
Delinquent	3,518	**1,783**	-	1,783
Motor Vehicle	37,696	**41,099**	29,067	12,032
Recreational Vehicle	705	**802**	561	241
16/20M Truck	177	**161**	195	(34)
Commercial Vehicle	2,160	**2,223**	1,615	608
Neighborhood Revit Rebate	(1,626)	**(1,689)**	(1,825)	136
Tax Increment Financing Dist. (TIF)	(4,807)	**(5,142)**	(7,627)	2,485
Intergovernmental				
Federal Grant	470,283	**124,247**	628,695	(504,448)
Licenses and Fees Collected	137,527	**153,491**	157,950	(4,459)
Farming Leases	19,810	**22,110**	19,500	2,610
Miscellaneous	16,338	**4,414**	10,000	(5,586)
Total Receipts	1,037,309	**738,844**	1,238,961	(500,117)
Expenditures				
Personal Services	311,493	**333,476**	361,903	(28,427)
Contractual Services	104,079	**162,329**	211,000	(48,671)
Commodities	161,289	**194,977**	205,000	(10,023)
Capital Outlay	8,251	**-**	-	-
Transfers Out	1,074,132	**42,522**	500,852	(458,330)
Total Expenditures	1,659,244	**733,304**	1,278,755	(545,451)
Receipts Over (Under) Expenditures	(621,935)	**5,540**		
Unencumbered Cash - Beginning	657,378	**35,443**		
Prior Year Cancelled Encumbrances	-	**15,405**		
Unencumbered Cash - Ending	$ 35,443	**56,388**		

CITY OF HAYS, KANSAS
Convention and Visitor's Bureau 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				
Intergovernmental				
Guest Tax	$ 1,444,210	**1,409,886**	1,523,500	(113,614)
Miscellaneous	17,879	**14,433**	13,077	1,356
Reimbursements	61,758	**-**	-	-
Total Receipts	1,523,847	**1,424,319**	1,536,577	(112,258)
Expenditures				
Personal Services	266,776	**280,017**	310,248	(30,231)
Contractual Services	255,223	**281,109**	351,926	(70,817)
Commodities	22,345	**35,866**	31,500	4,366
Capital Outlay	87,813	**134,966**	138,666	(3,700)
Transfers Out	1,072,573	**840,448**	828,793	11,655
Total Expenditures	1,704,730	**1,572,406**	1,661,133	(88,727)
Receipts Over (Under) Expenditures	(180,883)	**(148,087)**		
Unencumbered Cash - Beginning	403,050	**222,197**		
Prior Year Cancelled Encumbrances	30	**-**		
Unencumbered Cash - Ending	$ 222,197	**74,110**		

CITY OF HAYS, KANSAS
New 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			
Interest Income	$	19,684	**80,786**
Miscellaneous		32,575	**205,313**
Transfers In		785,601	**843,457**
Total Receipts		837,860	**1,129,556**
Expenditures			
Capital Outlay		1,863,501	**1,073,549**
Receipts Over (Under) Expenditures		(1,025,641)	**56,007**
Unencumbered Cash - Beginning		4,176,925	**3,153,249**
Prior Year Cancelled Encumbrances		1,965	**756,800**
Unencumbered Cash - Ending	$	3,153,249	**3,966,056**

CITY OF HAYS, KANSAS
Special Alcohol Program 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				
Intergovernmental				
Liquor Tax	$ 172,158	**167,248**	164,550	2,698
Expenditures				
Contractual Services	60,000	**60,000**	60,000	-
Transfers Out	53,885	**169,207**	169,207	-
Total Expenditures	113,885	**229,207**	229,207	-
Receipts Over (Under) Expenditures	58,273	**(61,959)**		
Unencumbered Cash - Beginning	33,542	**91,815**		
Unencumbered Cash - Ending	$ 91,815	**29,856**		

CITY OF HAYS, KANSAS
Special Parks and Recreation 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				
Intergovernmental				
Liquor Tax	$ 172,158	**167,247**	164,550	2,697
Miscellaneous	26,395	**-**	-	-
Donations	50	**-**	-	-
Reimbursements	30,189	**-**	-	-
Transfers In	75,000	**75,000**	75,000	-
Total Receipts	303,792	**242,247**	239,550	2,697
Expenditures				
Capital Outlay	201,052	**152,882**	370,245	(217,363)
Receipts Over (Under) Expenditures	102,740	**89,365**		
Unencumbered Cash - Beginning	88,391	**191,131**		
Prior Year Cancelled Encumbrances	-	**203**		
Unencumbered Cash - Ending	$ 191,131	**280,699**		

CITY OF HAYS, KANSAS
Parks 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			
Donations	$	2,235	**17,424**
Miscellaneous		44,045	**34,276**
Total Receipts		46,280	**51,700**
Expenditures			
Contractual Services		18,576	**-**
Capital Outlay		44,803	**42,092**
Total Expenditures		63,379	**42,092**
Receipts Over (Under) Expenditures		(17,099)	**9,608**
Unencumbered Cash - Beginning		38,204	**21,105**
Unencumbered Cash - Ending	$	21,105	**30,713**

CITY OF HAYS, KANSAS
City Commission Capital 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			
Interest Income	$	5,742	**56,910**
Miscellaneous		375,000	**45,686**
Reimbursements		-	**407,710**
Transfers In		2,530,000	**7,844,472**
Total Receipts		2,910,742	**8,354,778**
Expenditures			
Contractual Services		45,000	**-**
Capital Outlay		-	**1,524,377**
Bond Principal		400,000	**-**
Bond Interest		7,710	**-**
Transfers Out		-	**7,057,243**
Total Expenditures		452,710	**8,581,620**
Receipts Over (Under) Expenditures		2,458,032	**(226,842)**
Unencumbered Cash - Beginning		406,773	**2,868,385**
Prior Year Cancelled Encumbrances		3,580	**-**
Unencumbered Cash - Ending	$	2,868,385	**2,641,543**

CITY OF HAYS, KANSAS
American Rescue Plan Act 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			
Federal Aid	$	1,582,862	**-**
Expenditures			
Reimbursed Expenses		945,189	**1,301,833**
Receipts Over (Under) Expenditures		637,673	**(1,301,833)**
Unencumbered Cash - Beginning		664,160	**1,301,833**
Unencumbered Cash - Ending	$	1,301,833	**-**

CITY OF HAYS, KANSAS
Law Enforcement 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			
State Drug Tax Assessments	$	-	**5,795**
Miscellaneous		6,757	**8,432**
Total Receipts		6,757	**14,227**
Expenditures			
General Government		7,303	**6,163**
Receipts Over (Under) Expenditures		(546)	**8,064**
Unencumbered Cash - Beginning		21,484	**20,938**
Unencumbered Cash - Ending	$	20,938	**29,002**

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CITY OF HAYS, KANSAS
Convention and Visitor's Bureau 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			
Transfers In	$	350,000	**100,000**
Expenditures		-	**-**
Receipts Over (Under) Expenditures		350,000	**100,000**
Unencumbered Cash - Beginning		450,000	**800,000**
Unencumbered Cash - Ending	$	800,000	**900,000**

CITY OF HAYS, KANSAS
Airport 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			
Intergovernmental			
Federal Aid	$	865,980	**928,014**
Passenger Facility Charges		38,631	**33,970**
Transfers In		1,050,000	**-**
Total Receipts		1,954,611	**961,984**
Expenditures			
Capital Outlay		2,168,102	**3,708,197**
Receipts Over (Under) Expenditures		(213,491)	**(2,746,213)**
Unencumbered Cash - Beginning		(586,164)	**(785,619)**
Prior Year Cancelled Encumbrances		14,036	**27,200**
Unencumbered Cash - Ending	$	(785,619)	**(3,504,632)**

CITY OF HAYS, KANSAS
Opioid Settlement 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			
State Aid	$	-	**58,137**
Miscellaneous		5,119	**-**
Total Receipts		5,119	**58,137**
Expenditures			
Contractual Services		-	**6,363**
Receipts Over (Under) Expenditures		5,119	**51,774**
Unencumbered Cash - Beginning		-	**5,119**
Unencumbered Cash - Ending	$	5,119	**56,893**

CITY OF HAYS, KANSAS
Golf Course 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			
Collections	$	19,425	**38,799**
Transfers In		-	**444,472**
Total Receipts		19,425	**483,271**
Expenditures			
Contractual Services		-	**49,885**
Commodities		54	**435,143**
Total Expenditures		54	**485,028**
Receipts Over (Under) Expenditures		19,371	**(1,757)**
Unencumbered Cash - Beginning		29,965	**49,336**
Unencumbered Cash - Ending	$	49,336	**47,579**

CITY OF HAYS, KANSAS
Sports Complex 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			
Miscellaneous	$	84,905	**26,000**
Expenditures			
General Government		2,423	**5,007**
Transfers Out		254,402	**247,041**
Total Expenditures		256,825	**252,048**
Receipts Over (Under) Expenditures		(171,920)	**(226,048)**
Unencumbered Cash - Beginning		645,838	**473,918**
Unencumbered Cash - Ending	$	473,918	**247,870**

CITY OF HAYS, KANSAS
Budget Stabilization 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	$	-	**-**
Expenditures			
Capital Outlay		40,522	**-**
Receipts Over (Under) Expenditures		(40,522)	**-**
Unencumbered Cash - Beginning		3,262,011	**3,221,489**
Unencumbered Cash - Ending	$	3,221,489	**3,221,489**

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

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes				
Ad Valorem	$ 646,117	**616,229**	624,894	(8,665)
Delinquent	7,106	**3,370**	-	3,370
Motor Vehicle	75,667	**74,692**	52,803	21,889
Recreational Vehicle	1,415	**1,457**	1,020	437
16/20M Truck	352	**323**	355	(32)
Commercial Vehicle	4,335	**4,040**	2,934	1,106
Special Assessments	487,996	**385,476**	328,435	57,041
Neighborhood Revit Rebate	(2,954)	**(2,634)**	(2,842)	208
Tax Increment Financing Dist. (TIF)	(8,736)	**(8,020)**	(8,994)	974
Transfers In	337,672	**339,359**	668,259	(328,900)
Total Receipts	1,548,970	**1,414,292**	1,666,864	(252,572)
Expenditures				
Bond Principal	1,201,000	**1,081,000**	1,391,000	(310,000)
Interest Payments	362,085	**272,456**	291,356	(18,900)
Cash Basis Reserve	-	**-**	60,000	(60,000)
Total Expenditures	1,563,085	**1,353,456**	1,742,356	(388,900)
Receipts Over (Under) Expenditures	(14,115)	**60,836**		
Unencumbered Cash - Beginning	172,528	**158,413**		
Unencumbered Cash - Ending	$ 158,413	**219,249**		

CITY OF HAYS, KANSAS
Economic Development Bond 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				
Tax Increment Financing	$ 80,142	**-**	91,153	(91,153)
Intergovernmental				
Local Sales Tax	243,863	**128,881**	-	128,881
Total Receipts	324,005	**128,881**	91,153	37,728
Expenditures				
Bond Principal	-	**240,000**	640,000	(400,000)
Interest Payments	23,575	**6,450**	14,245	(7,795)
Reimbursement to CCR for Bond Payment	-	**407,710**	-	407,710
Total Expenditures	23,575	**654,160**	654,245	(85)
Receipts Over (Under) Expenditures	300,430	**(525,279)**		
Unencumbered Cash - Beginning	452,872	**753,302**		
Unencumbered Cash - Ending	$ 753,302	**228,023**		

CITY OF HAYS, KANSAS
CVB Sinking 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			
Transfers In	$	74,947	**63,466**
Expenditures			
Transfers Out		-	**77,934**
Receipts Over (Under) Expenditures		74,947	**(14,468)**
Unencumbered Cash - Beginning		7,960	**82,907**
Unencumbered Cash - Ending	$	82,907	**68,439**

CITY OF HAYS, KANSAS
Capital Projects 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			
Bond Proceeds	$	-	**455,000**
Insurance Proceeds		560,174	**124,362**
Reimbursements		603,381	**-**
Transfers In		-	**8,450,559**
Total Receipts		1,163,555	**9,029,921**
Expenditures			
Capital Outlay		9,169,859	**386,542**
Receipts Over (Under) Expenditures		(8,006,304)	**8,643,379**
Unencumbered Cash - Beginning		(2,118,730)	**(9,970,842)**
Prior Year Cancelled Encumbrances		154,192	**19,560**
Unencumbered Cash - Ending	$	(9,970,842)	**(1,307,903)**

CITY OF HAYS, KANSAS
Water Production and Distribution 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				
Water Sales	$ 3,583,315	**3,602,295**	3,584,095	18,200
Water Tap - Turn-Ons	41,631	**56,138**	29,000	27,138
Water Sales Conservation Rate	530,727	**493,019**	535,934	(42,915)
Sales and Other Charges	28,034	**5,897**	10,000	(4,103)
Penalty	22,369	**24,578**	20,000	4,578
Interest on Investment	7,539	**46,234**	9,700	36,534
Total Receipts	4,213,615	**4,228,161**	4,188,729	39,432
Expenditures				
Personal Services				
Salaries	677,607	**751,963**	758,659	(6,696)
Contractual Services				
Communications	42,940	**49,241**	50,000	(759)
Publications	432	**196**	600	(404)
Heat, Light and Power	210,409	**189,754**	240,000	(50,246)
Professional Services	27,324	**44,490**	30,000	14,490
Travel and Training	6,317	**9,383**	8,500	883
Other Contractual Services	102,387	**130,512**	135,000	(4,488)
Total Contractual Services	389,809	**423,576**	464,100	(40,524)
Commodities				
Office Supplies	839	**1,418**	1,500	(82)
General Supplies and Materials	86,790	**121,917**	80,000	41,917
Chemicals	406,932	**642,910**	415,000	227,910
Repairs to Buildings and Structures	8,416	**7,229**	30,000	(22,771)
Equipment Expense	185,318	**93,533**	160,000	(66,467)
Projects	70,466	**-**	-	-
Uniforms	8,640	**8,402**	9,104	(702)
Total Commodities	767,401	**875,409**	695,604	179,805
Debt Service				
Principal Payment - Bond	210,000	**217,000**	217,000	-
Interest Payment - Bond	19,530	**13,230**	13,230	-
Total Debt Service	229,530	**230,230**	230,230	-
Nonoperating Expenditures				
Water Taps, Hydrants, Meters	165,056	**198,864**	175,000	23,864
Contingency	16,449	**38,456**	50,000	(11,544)
Interest on Deposits	1,094	**24,577**	1,000	23,577
Clean Drinking Water Fee	16,057	**16,159**	15,500	659
Transfer to Water Production Reserve	650,000	**470,426**	1,307,792	(837,366)
Transfer to Capital Projects	-	**629,574**	-	629,574
Transfer to General	561,631	**618,000**	618,000	-
Transfer to Employee Benefits	270,211	**296,601**	296,601	-
Transfer to New Equipment Reserve	20,576	**16,872**	16,872	-
Total Nonoperating Expenditures	1,701,074	**2,309,529**	2,480,765	(171,236)
Total Expenditures	3,765,421	**4,590,707**	4,629,358	(38,651)
Receipts Over (Under) Expenditures	448,194	**(362,546)**		
Unencumbered Cash - Beginning	901,433	**1,350,790**		
Prior Year Cancelled Encumbrances	1,163	**3,184**		
Unencumbered Cash - Ending	$ 1,350,790	**991,428**		

CITY OF HAYS, KANSAS
Water Reclamation and Reuse 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				
Sewer Service Charges	$ 5,175,684	**5,260,303**	5,202,000	58,303
Sales and Other Charges	18,041	**13,859**	6,000	7,859
Penalty	21,471	**22,985**	18,000	4,985
Interest on Investment	8,853	**44,150**	8,200	35,950
Total Receipts	5,224,049	**5,341,297**	5,234,200	107,097
Expenditures				
Personal Services				
Salaries	539,942	**594,472**	614,680	(20,208)
Contractual Services				
Communications	15,750	**13,791**	11,000	2,791
Heat, Light and Power	289,211	**256,253**	310,000	(53,747)
Professional Services	24,610	**22,496**	35,000	(12,504)
Travel and Training	4,934	**4,210**	8,000	(3,790)
Other Contractual Services	48,901	**59,004**	45,000	14,004
Total Contractual Services	383,406	**355,754**	409,000	(53,246)
Commodities				
Office Supplies	205	**551**	600	(49)
General Supplies and Materials	37,816	**37,096**	35,000	2,096
Chemicals	184,696	**240,060**	250,000	(9,940)
Repairs to Buildings and Structures	272,313	**269,919**	300,000	(30,081)
Equipment Expense	53,629	**39,600**	75,000	(35,400)
Projects	14,000	**-**	-	-
Uniforms	6,554	**6,554**	6,400	154
Total Commodities	569,213	**593,780**	667,000	(73,220)
Debt Service				
KDHE Loan Payment	1,867,323	**1,867,323**	1,867,323	-
Principal Payment - Bond	90,000	**93,000**	93,000	-
Interest Payment - Bond	8,370	**5,670**	5,670	-
Total Debt Service	1,965,693	**1,965,993**	1,965,993	-
Nonoperating Expenditures				
Contingency	26,691	**11,095**	50,000	(38,905)
Transfer to Water Reclamation Reserve	650,000	**800,000**	691,665	108,335
Transfer to General	765,000	**783,000**	783,000	-
Transfer to Employee Benefits	215,033	**234,596**	234,596	-
Transfer to New Equipment Reserve	31,971	**14,120**	14,120	-
Total Nonoperating Expenditures	1,688,695	**1,842,811**	1,773,381	69,430
Total Expenditures	5,146,949	**5,352,810**	5,430,054	(77,244)
Receipts Over (Under) Expenditures	77,100	**(11,513)**		
Unencumbered Cash - Beginning	629,766	**713,540**		
Prior Year Cancelled Encumbrances	6,674	**27,021**		
Unencumbered Cash - Ending	$ 713,540	**729,048**		

CITY OF HAYS, KANSAS
Water Conservation 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				
Local Sales Tax	$ 3,777,165	**3,908,491**	3,187,035	721,456
Rent on R-9 Ranch	24,582	**66,248**	21,772	44,476
Miscellaneous	1,734	**532**	-	532
Interest on Sales Tax Collections	182,679	**894,985**	394,000	500,985
Total Receipts	3,986,160	**4,870,256**	3,602,807	1,267,449
Expenditures				
Personal Services				
Salaries	71,229	**211,511**	76,571	134,940
Contractual Services				
Communications	388	**367**	700	(333)
Publications	1,014	**562**	2,000	(1,438)
Travel and Training	2,042	**2,219**	2,450	(231)
Other Contractual Services	2,500	**1,260**	3,300	(2,040)
Total Contractual Services	5,944	**4,408**	8,450	(4,042)
Commodities				
General Supplies and Materials	5,813	**4,474**	4,250	224
Projects	119,502	**144,945**	190,000	(45,055)
Uniforms	180	**167**	250	(83)
Total Commodities	125,495	**149,586**	194,500	(44,914)
Nonoperating Expenditures				
R-9 Ranch Expenditures	90,719	**279,251**	50,000	229,251
Transfer to Water Sales Tax Reserve	2,341,685	**3,005,067**	3,321,761	(316,694)
Transfer to General - Water Sales Tax	546,349	**573,700**	573,700	-
Transfer to Employee Benefits	26,976	**28,577**	28,577	-
Transfer to New Equipment Reserve	1,909	**1,909**	1,909	-
Total Nonoperating Expenditures	3,007,638	**3,888,504**	3,975,947	(87,443)
Total Expenditures	3,210,306	**4,254,009**	4,255,468	(1,459)
Receipts Over (Under) Expenditures	775,854	**616,247**		
Unencumbered Cash - Beginning	613,903	**1,413,997**		
Prior Year Cancelled Encumbrances	24,240	**6,882**		
Unencumbered Cash - Ending	$ 1,413,997	**2,037,126**		

CITY OF HAYS, KANSAS
Solid Waste 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				
Refuse Collections	$ 1,666,986	**1,706,657**	1,692,188	14,469
Interest on Investments	2,459	**9,972**	6,300	3,672
Yard Waste Tags	536	**609**	600	9
Recycling Revenue	51,012	**6,289**	45,000	(38,711)
Total Receipts	1,720,993	**1,723,527**	1,744,088	(20,561)
Expenditures				
Personal Services				
Salaries	432,318	**494,773**	503,958	(9,185)
Transfer to Employee Benefits	194,613	**224,819**	224,819	-
Total Personal Services	626,931	**719,592**	728,777	(9,185)
Contractual Services				
Communications	1,303	**1,826**	1,900	(74)
Publications	875	**944**	3,000	(2,056)
Utility - Water, Light and Power	8,877	**9,726**	10,600	(874)
Other Contractual Services	426,533	**461,118**	563,500	(102,382)
Contingency	-	**6,261**	-	6,261
Travel and Training	1,559	**1,070**	1,300	(230)
Transfer to Solid Waste Reserve	300,000	**325,000**	317,385	7,615
Transfer to General	244,610	**256,351**	256,351	-
Total Contractual Services	983,757	**1,062,296**	1,154,036	(91,740)
Commodities				
Office Supplies	358	**56**	550	(494)
General Supplies	16,590	**23,621**	24,000	(379)
Equipment Expense	6,736	**7,130**	10,000	(2,870)
Uniforms	3,862	**5,191**	4,500	691
Repairs to Buildings and Structures	4,366	**3,955**	4,000	(45)
Total Commodities	31,912	**39,953**	43,050	(3,097)
Total Expenditures	1,642,600	**1,821,841**	1,925,863	(104,022)
Receipts Over (Under) Expenditures	78,393	**(98,314)**		
Unencumbered Cash - Beginning	74,460	**152,853**		
Unencumbered Cash - Ending	$ 152,853	**54,539**		

CITY OF HAYS, KANSAS
Stormwater Management 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				
Stormwater Fee	$ 807,953	**813,304**	810,000	3,304
Transfer from General Fund	16,500	**16,500**	16,500	-
Total Receipts	824,453	**829,804**	826,500	3,304
Expenditures				
Personal Services				
Salaries	176,291	**189,388**	194,371	(4,983)
Transfer to Employee Benefits	70,720	**74,698**	74,698	-
Total Personal Services	247,011	**264,086**	269,069	(4,983)
Contractual Services				
Communications	642	**649**	940	(291)
Other Contractual Services	16,727	**18,064**	20,000	(1,936)
Contingency	27,808	**-**	50,000	(50,000)
Professional Services	12,839	**6,522**	30,000	(23,478)
Travel and Training	78	**2,137**	2,500	(363)
Transfer to General	80,996	**81,000**	81,000	-
Total Contractual Services	139,090	**108,372**	184,440	(76,068)
Commodities				
General Supplies	27,227	**40,155**	70,000	(29,845)
Uniforms	966	**997**	1,300	(303)
Transfer to Stormwater Reserve	300,000	**360,000**	272,039	87,961
Transfer to New Equipment Reserve	45,293	**45,041**	45,041	-
Total Commodities	373,486	**446,193**	388,380	57,813
Capital Outlay	30,000	**-**	-	-
Total Expenditures	789,587	**818,651**	841,889	(23,238)
Receipts Over (Under) Expenditures	34,866	**11,153**		
Unencumbered Cash - Beginning	(3,821)	**31,263**		
Prior Year Cancelled Encumbrances	218	**5,591**		
Unencumbered Cash - Ending	$ 31,263	**48,007**		

CITY OF HAYS, KANSAS
Water Production and Distribution 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			
Transfers In	$	650,000	**470,426**
Expenditures			
Capital Outlay		968,855	**515,959**
Transfers Out		-	**89,226**
Total Expenditures		968,855	**605,185**
Receipts Over (Under) Expenditures		(318,855)	**(134,759)**
Unencumbered Cash - Beginning		729,044	**410,189**
Prior Year Cancelled Encumbrances		-	**2,587**
Unencumbered Cash - Ending	$	410,189	**278,017**

CITY OF HAYS, KANSAS
Water Reclamation and Reuse 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			
Reimbursed Expenses	$	1,868	**328,130**
Transfers In		650,000	**800,000**
Total Receipts		651,868	**1,128,130**
Expenditures			
Capital Outlay		444,826	**828,894**
Transfers Out		-	**7,771**
Total Expenditures		444,826	**836,665**
Receipts Over (Under) Expenditures		207,042	**291,465**
Unencumbered Cash - Beginning		1,791,100	**1,998,142**
Prior Year Cancelled Encumbrances		-	**25,000**
Unencumbered Cash - Ending	$	1,998,142	**2,314,607**

CITY OF HAYS, KANSAS
Water Sales Tax 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			
Transfers In	$	2,341,685	**3,005,067**
Expenditures			
Capital Outlay		949,058	**10,381,570**
Receipts Over (Under) Expenditures		1,392,627	**(7,376,503)**
Unencumbered Cash - Beginning		40,442,698	**41,835,325**
Prior Year Cancelled Encumbrances		-	**160**
Unencumbered Cash - Ending	$	41,835,325	**34,458,982**

CITY OF HAYS, KANSAS
Solid Waste 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			
Transfers In	$	300,000	**325,000**
Expenditures			
Capital Outlay		189,765	**98,826**
Receipts Over (Under) Expenditures		110,235	**226,174**
Unencumbered Cash - Beginning		585,251	**695,486**
Unencumbered Cash - Ending	$	695,486	**921,660**

CITY OF HAYS, KANSAS
Stormwater 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			
Transfers In	$	300,000	**360,000**
Expenditures			
Capital Outlay		10,200	**-**
Transfers Out		-	**1,033,283**
Total Expenditures		10,200	**1,033,283**
Receipts Over (Under) Expenditures		289,800	**(673,283)**
Unencumbered Cash - Beginning		1,306,439	**1,596,239**
Unencumbered Cash - Ending	$	1,596,239	**922,956**

Schedule 3

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

Funds	Beginning Cash Balance	Receipts	Disbursements	**Ending Cash Balance**
Police Judge	$ 95,252	148,566	112,070	**131,748**
CID #1	25,989	134,606	131,005	**29,590**
CID #2	20,197	222,525	224,746	**17,976**
CID #3	4,918	54,135	53,189	**5,864**
CID #4	8,902	477,124	415,527	**70,499**
CID #5	9,933	12,251	22,169	**15**
Economic Development Fund	23,547	77,271	62,891	**37,927**
USD 489 Sales Tax Fund	320,882	3,908,491	4,229,373	**-**
Total	$ 509,620	5,034,969	5,250,970	**293,619**

CITY OF HAYS, KANSAS

Single Audit Information

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

To the Mayor and City Commission
City of Hays, Kansas
Hays, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the *Kansas Municipal Audit and Accounting Guide* and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of **City of Hays, Kansas**, as of and for the year ended December 31, 2023, and the related notes to the financial statement, and have issued our report thereon dated March 14, 2024. The report on the audited financial statement was adverse because it was not presented in conformity with accounting principles generally accepted in the United States of America; however, it was unqualified as presented on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered **City of Hays, Kansas'** internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of **City of Hays, Kansas'** internal control. Accordingly, we do not express an opinion on the effectiveness of **City of Hays, Kansas'** internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statement will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether **City of Hays, Kansas'** financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws,

regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Adams Brown, LLC

ADAMSBROWN, LLC
Certified Public Accountants
Hays, Kansas

March 14, 2024

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND FOR THE PASSENGER FACILITY CHARGE PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Mayor and City Commission
City of Hays, Kansas
Hays, Kansas

Report on Compliance for Each Major Program and for the Passenger Facility Charge Program

Opinion on Each Major Federal Program and the Passenger Facility Charge Program

We have audited **City of Hays, Kansas'** compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of **City of Hays, Kansas**' major federal programs and in the *Passenger Facility Charge Audit Guide for Public Agencies* issued by the Federal Aviation Administration (the Guide) for the City's passenger facility charge program for the year ended December 31, 2023. **City of Hays, Kansas'** major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, **City of Hays, Kansas** complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and its passenger facility charge program for the year ended December 31, 2023.

Basis for Opinion on Each Major Federal Program and the Passenger Facility Charge Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the *Passenger Facility Charge Audit Guide for Public Agencies,* and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of **City of Hays, Kansas** and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program and for the passenger facility charge program. Our audit does not provide a legal determination of **City of Hays, Kansas'** compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to **City of Hays, Kansas'** federal programs, and the terms and conditions of its passenger facility charge program.

Auditors' Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on **City of Hays, Kansas'** compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and the Guide and will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about **City of Hays, Kansas'** compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, the Uniform Guidance and the Guide, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding **City of Hays, Kansas'** compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of **City of Hays, Kansas'** internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and the Guide, but not for the purpose of expressing an opinion on the effectiveness of **City of Hays, Kansas'** internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of Uniform Guidance and the Guide. Accordingly, this report is not suitable for any other purpose.

Adams Brown, LLC

ADAMSBROWN, LLC
Certified Public Accountants
Hays, Kansas

March 14, 2024

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

Federal Grantor/ Pass-through Grantor/ Program Title	Assistance Listing Number	Agency or Pass-through Number	Passed Through to Sub-Recipients	Federal Expenditures
U.S. Department of Transportation				
Direct Award				
Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	AIP 3-20-0028-40	-	213,778
Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	AIP 3-20-0028-41	-	2,473
Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	AIP 3-20-0028-45	-	429,300
Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	AIP 3-20-0028-46	-	376,127
COVID-19 Funding				
Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	AIP 3-20-0028-40	-	23,602
Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	AIP 3-20-0028-41	-	275
Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	AIP 3-20-0028-39	-	206,606
Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	AIP 3-20-0028-42	-	228,554
Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106	AIP 3-20-0028-44	-	124,247
Passed Through the Kansas Department of Transportation				
Highway Safety Cluster				
State and Community Highway Safety	20.600	SP-1300-23	-	3,804
Total U.S. Department of Transportation			-	1,608,766
U.S. Department of the Interior				
Direct Award				
Fish and Wildlife Cluster				
Sport Fish Restoration	15.605	N/A	-	1,030
U.S. Department of Treasury				
Direct Award				
COVID-19 Funding				
Coronavirus State and Local Fiscal Recovery Funds	21.027	N/A	-	1,301,833
Total Expenditures of Federal Awards			$ -	**2,911,629**

See accompanying notes to schedule of expenditures of federal awards.

NOTE 1 – BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of **City of Hays, Kansas** under programs of the federal government for the year ended December 31, 2023**.** The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position of the City.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are presented on the basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than generally accepted accounting principles. Such expenditures are recognized following the cost principles contained in the Uniform Guidance cost principles, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

NOTE 3 – INDIRECT COST RATE

The City has elected not to use the 10% de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

NOTE 4 – OTHER EXPENDITURES

The City did not receive any federal awards in the form of noncash assistance, insurance, loans, or loan guarantees, and incurred no expenditures in relation thereof for the year ended December 31, 2023.

NOTE 5 – PASSENGER FACILITY CHARGES

The accompanying schedule of passenger facility charges is presented on the cash basis of accounting. The information in the schedule is presented in accordance with the requirements of the Passenger Facility Charge Audit Guide for Public Agencies. Therefore, some amounts presented in the schedule may differ from amounts in or used in the preparation of the basic financial statements.

Approved Application Project Number	Unliquidated PFC Beginning Balance	PFC Collected	PFC Expended	Unliquidated PFC Ending Balance
15-01-C-00-HYS	$ -	207,045	207,045	-
20-02-C-01-HYS	-	139,837	139,837	-

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

SECTION I - SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

Type of auditor's report issued on whether the financial statement was prepared in accordance with a special purpose framework that is not in compliance with GAAP:		Unmodified		
Internal control over financial reporting				
● Material weakness identified?	____	Yes	X	No
● Significant deficiency identified?	____	Yes	X	None Reported
● Noncompliance material to financial statements noted?	____	Yes	X	No

FEDERAL AWARDS

Internal control over major programs:				
● Material weakness identified?	____	Yes	X	No
● Significant deficiency identified?	____	Yes	X	None Reported
Type of auditors' report issued on compliance for major programs:		Unmodified		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a)?	____	Yes	X	No

Identification of major programs:

Assistance Listing Number	Name of Federal Program
21.027	Coronavirus State and Local Fiscal Recovery Funds

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

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

SECTION II – FINANCIAL STATEMENT FINDINGS

None noted in current year.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No material findings or questioned costs are required to be disclosed under the Uniform Guidance.

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2023

SECTION II – FINANCIAL STATEMENT FINDINGS

No matters noted for the year ended December 31, 2022.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No material findings or questioned costs for the fiscal year ended December 31, 2022 are required to be disclosed under the Uniform Guidance.

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