CITY OF KANOPOLIS, KANSAS

Financial Statement With Independent Auditors' Report

For the Year Ended December 31, 2023

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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Kanopolis, Kansas
Kanopolis, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **City of Kanopolis, 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) and the *Kansas Municipal Audit and Accounting Guide*. 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 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures – actual and budget, and summary of 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 March 14, 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. 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.

Adams Brown, LLC

ADAMSBROWN, LLC
Certified Public Accountants
Great Bend, Kansas

March 12, 2024

CITY OF KANOPOLIS, 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	$ 76,544	-	261,875	299,117	**39,302**	40,271	**79,573**
Special Purpose Funds							
Employee Benefits Fund	8,177	-	40,075	34,362	**13,890**	-	**13,890**
Library Fund	3,447	-	13,708	7,373	**9,782**	-	**9,782**
Noxious Weed Fund	1,411	-	241	123	**1,529**	-	**1,529**
Special Highway Fund	22,471	-	47,577	70,048	**-**	-	**-**
Recreation Fund	-	-	504	504	**-**	-	**-**
Cemetery Fund	15,337	-	4,370	-	**19,707**	-	**19,707**
Municipal Equipment Fund	20,829	-	-	14,200	**6,629**	-	**6,629**
Municipal Improvement Fund	43,201	-	-	-	**43,201**	-	**43,201**
Capital Project Funds							
Capital Projects Fund	443,064	-	188,904	196,094	**435,874**	-	**435,874**
Business Funds							
Solid Waste Fund	13,161	-	41,138	43,363	**10,936**	-	**10,936**
Water Utility Fund	110,264	-	171,810	192,303	**89,771**	6,778	**96,549**
Sewer Utility Fund	116,464	-	56,007	44,963	**127,508**	2	**127,510**
Sewer Utility Revolving Fund	9,180	-	6,900	5,879	**10,201**	-	**10,201**
Total Primary Government	883,550	-	833,109	908,329	**808,330**	47,051	**855,381**
Related Municipal Entity							
Kanopolis Public Library Fund	37,407	-	9,059	7,830	**38,636**	-	**38,636**
Total Reporting Entity (Excluding Agency Funds)	$ 920,957	-	842,168	916,159	**846,966**	47,051	**894,017**

Composition of Cash		
Certificates of Deposit	$	**159,268**
Money Market and Savings Accounts		**522,282**
Checking Accounts		**202,099**
Petty Cash		**151**
Total Primary Government		**883,800**
Total Related Municipal Entity		**38,636**
Agency Funds per Schedule 3		**(28,419)**
Total Reporting Entity (Excluding Agency Funds)	$	**894,017**

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Kanopolis, 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 mayor and five elected council members. This financial statement presents the City (the municipality) and its related municipal entity, Kanopolis Public Library, shown below. The related municipal entity is included in the City's reporting entity because they established to benefit the City and/or its constituents.

Kanopolis Public Library

The Library Board operates the City's public library. 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 levies taxes for the library.

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 years 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.

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.

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 not 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 budget amendments 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 statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts

payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Municipal Equipment Fund and Municipal Improvement 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.

NOTE 3 – DEPOSITS AND INVESTMENTS

City of Kanopolis, 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.

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.

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 $883,800 and the bank balance was $887,741. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance, and $637,741 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

At December 31, 2023, the Public Library's carrying amount of deposits was $38,636 and the bank balance was $38,636. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, all was covered by federal depository insurance.

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. The City had no investments at December 31, 2023.

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 Kanopolis, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2023 were as follows:

From	To	Regulatory Authority	Amount
Sewer Utility Fund	Employee Benefits Fund	K.S.A. 12-825d	$ 12,000
Sewer Utility Fund	Sewer Utility Revolving Fund	K.S.A. 12-631o	6,900
Water Utility Fund	Employee Benefits Fund	K.S.A. 12-825d	12,000
General Fund	Special Highway Fund	K.S.A. 12-1,119	35,631

NOTE 5 – CAPITAL PROJECTS

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

	Project Authorization	Expenditures To Date
Water System Improvement Project	$ 2,061,907	1,814,212

NOTE 6 – LITIGATION

City of Kanopolis, 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

The City 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.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Kanopolis, 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 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

The City did not remit bond payments within twenty days before the payment was due, which is a violation of K.S.A. 10-130.

NOTE 10 – DEFERRED COMPENSATION PLAN

City of Kanopolis, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The City is not required to make any contributions.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Kanopolis, 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.

NOTE 12 – COMPENSATED ABSENCES

Vacation

City of Kanopolis, Kansas' policy regarding vacation for full-time employees is as follows:

Years Worked	Amount Earned
0-5	8 hours/month
6 and over	10 hours/month

The maximum accumulation employees may accrue should not exceed 120 hours (15 days) of vacation. Any earned, but unused leave for any permanent employee leaving the service of the City shall be compensated at the employee's hourly rate.

Sick Leave

The City's policy regarding sick leave for full-time employees is received at a rate of one day per month of continuous service. Sick leave may be accumulated but not taken until such employee has completed three continual months of service. Employees may accumulate sick leave up to a maximum of 30 days. Sick leave credits are considered as having cash value of one-half time of sick days at the employee's hourly rate if the employee terminates at retirement in good standing.

NOTE 13 – DEBT RESTRICTIONS AND COVENANTS

KDHE Revolving Loan

The City entered into a loan agreement with the Kansas Department of Health and Environment to fund the sewer improvements in the amount of $120,000. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds. The City is in compliance with this requirement as of December 31, 2023.

NOTE 14 – LONG-TERM DEBT

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

General Obligation Bonds
On May 28, 2020, the City issued $1,558,000 in Series 2020 General Obligation bonds for the purpose of financing the cost of certain improvements to the City.

KDHE Revolving Loan
The City entered into a $120,000 revolving loan agreement on October 28, 2004 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance sewer improvements.

Loan Warrant
The City entered into a loan warrant on March 8, 2022 under K.S.A. 40-1707(f) with the Firefighters Relief Association for $180,000 to finance the construction of a fire station.

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 2020	1.88%	5/28/2020	$ 1,558,000	2060	$ 1,504,498	-	27,506	**1,476,992**	28,209
KDHE Revolving Loan									
Water Pollution Control	2.83%	10/28/2004	120,000	2025	16,794	-	5,441	**11,353**	437
Loan Warrant									
Fire Station	1%	3/8/2022	180,000	2043	-	180,000	8,858	**171,142**	296
Total Contractual Indebtedness					$ 1,521,292	180,000	41,805	**1,659,487**	28,942

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

	2024	2025	2026	2027	2028	2029 - 2033	2034 - 2038	2039 - 2043	2044 - 2048	2049 - 2053	2054 - 2058	2059 - 2060	**Total**
Principal													
General Obligation Bonds	$ 27,955	28,555	29,091	29,636	30,122	159,595	175,135	192,188	210,869	231,446	253,983	108,417	**1,476,992**
KDHE Revolving Loan	5,597	5,756	-	-	-	-	-	-	-	-	-	-	**11,353**
Loan Warrant	8,873	8,888	8,903	8,918	8,932	44,886	45,261	36,481	-	-	-	-	**171,142**
Total Principal	**42,425**	**43,199**	**37,994**	**38,554**	**39,054**	**204,481**	**220,396**	**228,669**	**210,869**	**231,446**	**253,983**	**108,417**	1,659,487
Interest													
General Obligation Bonds	27,769	27,169	26,633	26,088	25,602	119,027	103,487	86,434	67,753	47,175	24,638	3,061	**584,836**
KDHE Revolving Loan	257	112	-	-	-	-	-	-	-	-	-	-	**369**
Loan Warrant	282	267	252	237	222	887	482	137	-	-	-	-	**2,766**
Total Interest	**28,308**	**27,548**	**26,885**	**26,325**	**25,824**	**119,914**	**103,969**	**86,571**	**67,753**	**47,175**	**24,638**	**3,061**	587,971
Total Principal and Interest	$ **70,733**	**70,747**	**64,879**	**64,879**	**64,878**	**324,395**	**324,365**	**315,240**	**278,622**	**278,621**	**278,621**	**111,478**	2,247,458

CITY OF KANOPOLIS, KANSAS

Regulatory-Required Supplementary Information

Schedule 1

CITY OF KANOPOLIS, 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	$ 347,291	-	347,291	**299,117**	(48,174)
Special Purpose Funds					
Employee Benefits Fund	47,843	-	47,843	**34,362**	(13,481)
Library Fund	16,400	-	16,400	**7,373**	(9,027)
Noxious Weed Fund	1,650	-	1,650	**123**	(1,527)
Special Highway Fund	70,048	-	70,048	**70,048**	-
Recreation Fund	1,660	-	1,660	**504**	(1,156)
Cemetery Fund	6,850	-	6,850	**-**	(6,850)
Business Funds					
Solid Waste Fund	57,890	-	57,890	**43,363**	(14,527)
Water Utility Fund	299,451	-	299,451	**192,303**	(107,148)
Sewer Utility Fund	167,547	-	167,547	**44,963**	(122,584)
Sewer Utility Revolving Fund	16,088	-	16,088	**5,879**	(10,209)

CITY OF KANOPOLIS, 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 and Shared Receipts				
Ad Valorem Property	$ 111,421	**106,611**	108,555	(1,944)
Delinquent	2,831	**2,831**	3,000	(169)
Motor Vehicle	15,167	**15,167**	16,198	(1,031)
Recreational Vehicle	460	**460**	740	(280)
Commercial Vehicle	1,106	**1,106**	1,285	(179)
Sales Tax	54,197	**63,003**	54,000	9,003
Franchise Fees	40,817	**41,361**	40,000	1,361
Licenses and Permits	612	**899**	1,000	(101)
Fines and Fees	-	**205**	1,000	(795)
Fire	31,898	**5,567**	2,500	3,067
Dividends	6,267	**6,482**	6,000	482
Community Center	1,950	**1,950**	2,500	(550)
Library Community Room	1,500	**700**	1,000	(300)
Reimbursed Expenses	1,845	**-**	-	-
Interest	539	**1,528**	600	928
Miscellaneous	4,709	**14,005**	1,000	13,005
Total Receipts	275,319	**261,875**	239,378	22,497
Expenditures				
Personal Services	54,728	**59,742**	186,291	(126,549)
Contractual Services	46,515	**74,812**	50,000	24,812
Commodities	18,711	**18,672**	17,000	1,672
Capital Outlay	4,960	**407**	10,000	(9,593)
Community Center	8,318	**7,032**	1,000	6,032
Fire Department	28,964	**43,812**	20,000	23,812
Police Department	23,037	**19,074**	26,000	(6,926)
Park Department	301	**330**	1,000	(670)
Street Department	62,659	**18,107**	20,000	(1,893)
Street Lighting	11,949	**12,841**	16,000	(3,159)
Miscellaneous	4,677	**8,657**	-	8,657
Transfers Out	1,416	**35,631**	-	35,631
Total Expenditures	266,235	**299,117**	347,291	(48,174)
Receipts Over (Under) Expenditures	9,084	**(37,242)**		
Unencumbered Cash - Beginning	67,460	**76,544**		
Unencumbered Cash - Ending	$ 76,544	**39,302**		

CITY OF KANOPOLIS, 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 and Shared Receipts				
Ad Valorem Property	$ 12,062	**13,961**	14,347	(386)
Delinquent	271	**271**	300	(29)
Motor Vehicle	1,670	**1,670**	1,793	(123)
Recreational Vehicle	51	**51**	82	(31)
Commercial Vehicle	122	**122**	143	(21)
Transfers In	24,000	**24,000**	24,000	-
Total Receipts	38,176	**40,075**	40,665	(590)
Expenditures				
Employee Benefits	37,500	**34,362**	47,843	(13,481)
Receipts Over (Under) Expenditures	676	**5,713**		
Unencumbered Cash - Beginning	7,501	**8,177**		
Unencumbered Cash - Ending	$ 8,177	**13,890**		

CITY OF KANOPOLIS, 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 and Shared Receipts				
Ad Valorem	$ 10,530	**11,857**	12,166	(309)
Delinquent	244	**244**	260	(16)
Motor Vehicle	1,456	**1,456**	1,565	(109)
Recreational Vehicle	44	**44**	72	(28)
Commerical Vehicle	107	**107**	124	(17)
Total Receipts	12,381	**13,708**	14,187	(479)
Expenditures				
Personal Services	8,316	**7,373**	13,000	(5,627)
Contractual Services	2,310	**-**	3,400	(3,400)
Total Expenditures	10,626	**7,373**	16,400	(9,027)
Receipts Over (Under) Expenditures	1,755	**6,335**		
Unencumbered Cash - Beginning	1,692	**3,447**		
Unencumbered Cash - Ending	$ 3,447	**9,782**		

CITY OF KANOPOLIS, KANSAS
Noxious Weed 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 and Shared Receipts				
Ad Valorem	$ 194	**205**	210	(5)
Delinquent	6	**6**	6	-
Motor Vehicle	27	**27**	29	(2)
Recreational Vehicle	1	**1**	1	-
Commercial Vehicle	2	**2**	2	-
Total Receipts	230	**241**	248	(7)
Expenditures				
Commodities	**185**	**123**	1,650	(1,527)
Receipts Over (Under) Expenditures	45	**118**		
Unencumbered Cash - Beginning	1,366	**1,411**		
Unencumbered Cash - Ending	$ 1,411	**1,529**		

CITY OF KANOPOLIS, 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				
Taxes and Shared Receipts				
State of Kansas Gas Tax	$ 12,158	**11,946**	12,570	(624)
Transfers In	-	**35,631**	-	35,631
Total Receipts	12,158	**47,577**	12,570	35,007
Expenditures				
Contractual Services	39,785	**70,048**	70,048	-
Receipts Over (Under) Expenditures	(27,627)	**(22,471)**		
Unencumbered Cash - Beginning	50,098	**22,471**		
Unencumbered Cash - Ending	$ 22,471	**-**		

CITY OF KANOPOLIS, KANSAS
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				
Taxes and Shared Receipts				
Ad Valorem	$ 301	**305**	325	(20)
Delinquent	6	**6**	7	(1)
Motor Vehicle	41	**41**	45	(4)
Recreational Vehicle	1	**1**	1	-
Commerical Vehicle	3	**3**	3	-
Donations and Grants	100	**90**	100	(10)
Tournament and Other	80	**58**	500	(442)
Total Receipts	532	**504**	981	(477)
Expenditures				
Commodities	1,258	**504**	500	4
Capital Outlay	-	**-**	1,160	(1,160)
Total Expenditures	1,258	**504**	1,660	(1,156)
Receipts Over (Under) Expenditures	(726)	**-**		
Unencumbered Cash - Beginning	726	**-**		
Unencumbered Cash - Ending	$ -	**-**		

CITY OF KANOPOLIS, KANSAS
Cemetery 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 and Shared Receipts				
Ad Valorem	$ 2,110	**2,339**	2,406	(67)
Delinquent	57	**57**	65	(8)
Motor Vehicle	294	**294**	310	(16)
Recreational Vehicle	9	**9**	14	(5)
Commercial Vehicle	21	**21**	28	(7)
Sales of Lots	300	**1,650**	250	1,400
Total Receipts	2,791	**4,370**	3,073	1,297
Expenditures				
Personal Services	-	**-**	5,000	(5,000)
Contractual	-	**-**	1,850	(1,850)
Total Expenditures	-	**-**	6,850	(6,850)
Receipts Over (Under) Expenditures	2,791	**4,370**		
Unencumbered Cash - Beginning	12,546	**15,337**		
Unencumbered Cash - Ending	$ 15,337	**19,707**		

CITY OF KANOPOLIS, KANSAS
Municipal Equipment 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		3,500	**14,200**
Receipts Over (Under) Expenditures		(3,500)	**(14,200)**
Unencumbered Cash - Beginning		24,329	**20,829**
Unencumbered Cash - Ending	$	20,829	**6,629**

CITY OF KANOPOLIS, KANSAS
Municipal 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	$	-	**-**
Expenditures			
Contractual		149	**-**
Receipts Over (Under) Expenditures		(149)	**-**
Unencumbered Cash - Beginning		43,350	**43,201**
Unencumbered Cash - Ending	$	43,201	**43,201**

CITY OF KANOPOLIS, 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			
Federal Aid	$	34,490	**-**
State Aid		65,000	**-**
Interest		2,950	**8,904**
Grants		32,292	**-**
Loan Proceeds		-	**180,000**
Transfers In		1,416	**-**
Total Receipts		136,148	**188,904**
Expenditures			
Professional Services		10,270	**129,287**
Construction		36,458	**66,807**
Total Expenditures		46,728	**196,094**
Receipts Over (Under) Expenditures		89,420	**(7,190)**
Unencumbered Cash - Beginning		353,644	**443,064**
Unencumbered Cash - Ending	$	443,064	**435,874**

CITY OF KANOPOLIS, 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				
Customer Collection	$ 41,095	**41,138**	41,000	138
Expenditures				
Contractual Services	40,425	**43,363**	57,890	(14,527)
Miscellaneous	41	**-**	-	-
Total Expenditures	40,466	**43,363**	57,890	(14,527)
Receipts Over (Under) Expenditures	629	**(2,225)**		
Unencumbered Cash - Beginning	12,532	**13,161**		
Unencumbered Cash - Ending	$ 13,161	**10,936**		

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

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Sales to Customers	$ 164,850	**167,616**	168,000	(384)
Sales Tax	489	**352**	400	(48)
Reimbursements	-	**1,762**	2,200	(438)
Miscellaneous	-	**119**	-	119
Interest	989	**1,961**	1,000	961
Total Receipts	166,328	**171,810**	171,600	210
Expenditures				
Personal Services	55,669	**70,026**	186,227	(116,201)
Contractual Services	28,897	**34,090**	30,000	4,090
Commodities	21,361	**18,212**	15,000	3,212
Bond Principal and Interest	55,715	**55,715**	55,724	(9)
Miscellaneous	2,130	**2,260**	500	1,760
Transfers Out	12,000	**12,000**	12,000	-
Total Expenditures	175,772	**192,303**	299,451	(107,148)
Receipts Over (Under) Expenditures	(9,444)	**(20,493)**		
Unencumbered Cash - Beginning	116,408	**110,264**		
Prior Year Cancelled Encumbrances	3,300	**-**		
Unencumbered Cash - Ending	$ 110,264	**89,771**		

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

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Sewer Service Charges	$ 56,150	**55,806**	56,000	(194)
Interest	62	**201**	-	201
Total Receipts	56,212	**56,007**	56,000	7
Expenditures				
Personal Services	24,933	**21,598**	133,647	(112,049)
Contractual Services	2,411	**3,098**	8,000	(4,902)
Commodities	3,772	**1,367**	2,000	(633)
Capital Outlay	-	**-**	5,000	(5,000)
Transfers Out	18,900	**18,900**	18,900	-
Total Expenditures	50,016	**44,963**	167,547	(122,584)
Receipts Over (Under) Expenditures	6,196	**11,044**		
Unencumbered Cash - Beginning	110,268	**116,464**		
Unencumbered Cash - Ending	$ 116,464	**127,508**		

CITY OF KANOPOLIS, KANSAS
Sewer Utility Revolving 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				
Transfers In	$ 6,900	**6,900**	6,900	-
Expenditures				
Principal	5,315	**5,446**	15,650	(10,204)
Interest	564	**433**	438	(5)
Total Expenditures	5,879	**5,879**	16,088	(10,209)
Receipts Over (Under) Expenditures	1,021	**1,021**		
Unencumbered Cash - Beginning	8,159	**9,180**		
Unencumbered Cash - Ending	$ 9,180	**10,201**		

CITY OF KANOPOLIS, KANSAS
Kanopolis Public Library 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 Aid	$ -	**128**
CKLS	8,032	**8,833**
Donations	1,100	**-**
Interest	73	**97**
Miscellaneous	171	**1**
Total Receipts	9,376	**9,059**
Expenditures		
Programs	2,570	**823**
Books and Periodicals	3,040	**4,000**
Supplies	1,337	**1,798**
Training	392	**152**
Utilities	252	**252**
Capital Outlay	656	**365**
Miscellaneous	45	**440**
Total Expenditures	8,292	**7,830**
Receipts Over (Under) Expenditures	1,084	**1,229**
Unencumbered Cash - Beginning	36,323	**37,407**
Unencumbered Cash - Ending	$ 37,407	**38,636**

Schedule 3

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

Fund	Beginning Cash Balance	Receipts	Disbursements	**Ending Cash Balance**
Meter Deposit Fund	$ 26,550	1,929	60	**28,419**