City of Kensington

Kensington, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended December 31, 2024

MAPES & MILLER
Certified Public Accountants
Phillipsburg, Kansas 67661

CITY OF KENSINGTON
Kensington, Kansas

For the Year Ended December 31, 2024

Max Kuhlmann	Mayor

City Council

Don Dodds, Jr.	Charlie Grimm
Blayne Bienhoff	Don Dodds, Sr.
Adam Synoground	

City Offices

Amber Hardacre	City Clerk
Michelle Rust	City Treasurer

City of Kensington
Kensington, Kansas

For the Year Ended December 31, 2024

TABLE OF CONTENTS

			Page Numbers
		Independent Auditor's Report	1-3
		FINANCIAL SECTION	
Statement 1		Summary Statement of Receipts, Expenditures and Unencumbered Cash – Regulatory Basis	4
		Notes to the Financial Statement	5-11
		REGULATORY REQUIRED SUPPLEMENTARY INFORMATION	
Schedule 1		Summary of Expenditures – Actual and Budget – Regulatory Basis	12
Schedule 2		Schedule of Receipts and Expenditures – Actual and Budget – Regulatory Basis	
		General Fund	
	2-1	General Operating Fund	13-14
		Special Purpose Funds	
	2-2	Library Fund	15
	2-3	Park & Recreation Fund	16
	2-4	Special Highway Fund	17
	2-5	Capital Improvements Fund	18
	2-6	Gifts & Grants Fund	19
	2-7	ARPA Grant Fund	20
		Business Funds	
	2-8	Swimming Pool Fund	21
	2-9	Water Fund	22
	2-10	Sewer Fund	23
	2-11	Solid Waste Fund	24
Schedule 3		Schedule of Receipts and Disbursements – Agency Funds – Regulatory Basis	25

MAPES & MILLER LLP

CERTIFIED PUBLIC ACCOUNTANTS
A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

418 E HOLME
NORTON, KS 67654
(785)877-5833

PO BOX 412, 230 MAIN ST
QUINTER, KS 67752
(785)754-2111

JOHN D. MAPES, CPA, CHTD
DENIS W. MILLER, CPA, PA
THOMAS B. CARPENTER, CPA, PA
DON E. TILTON, CPA, PA
BRIAN S. THOMPSON, CPA, PA
REBECCA A. LIX, CPA, PA
STEPHANIE M. HEIER, CPA, PA
SARAH E. CORMAN, CPA, PA

P.O. BOX 266
711 3RD STREET
PHILLIPSBURG, KS 67661
(785)543-6561

P.O BOX 508
503 MAIN ST
STOCKTON, KS 67669
(785)425-6764

INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Kensington
Kensington, Kansas 66951

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Kensington, Kansas, a Municipality, as of and for the year ended December 31, 2024 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Kensington, as of December 31, 2024, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Kensington, as of December 31, 2024, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinion

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

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles
As discussed in Note 1 of the financial statement, the financial statement is prepared by the City of Kensington, on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonable determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

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

Respectfully submitted,

Mapes & Miller LLP
Certified Public Accountants

October 20, 2025
Phillipsburg, Kansas

CITY OF KENSINGTON
Kensington, Kansas

Statement 1

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

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund							
General Operating Fund	$ 7,798	$ -	$ 176,318	$ 173,588	$ 10,528	$ 1,755	$ 12,283
Special Purpose Funds							
Library Fund	167	-	7,866	7,866	167	-	167
Park & Recreation Fund	1,655	-	1,549	906	2,298	44	2,342
Special Highway Fund	29	-	10,877	9,797	1,109	-	1,109
Capital Improvements Fund	156,591	-	60,262	75,771	141,082	-	141,082
Gifts & Grants Fund	17,982	-	29,143	23,912	23,213	4,318	27,531
ARPA Grant Fund	55,890	-	-	55,890	-	-	-
Business Funds							
Swimming Pool Fund	4,938	-	7,575	7,989	4,524	51	4,575
Water Fund	47,725	-	129,605	144,320	33,010	6,079	39,089
Sewer Fund	45,152	-	49,778	31,193	63,737	86	63,823
Solid Waste Fund	10,221	-	36,272	29,860	16,633	-	16,633
Total Financial Reporting Entity (Excluding Agency Funds)	$ 348,148	$ -	$ 509,245	$ 561,092	$ 296,301	$ 12,333	$ 308,634

Composition of Cash:	
Cash on Hand	$ 40
Checking Account	200
NOW Account	200,958
CDs	122,430
Total Cash	323,628
Agency Funds Per Schedule 3	(14,994)
Total Financial Reporting Entity	$ 308,634

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

CITY OF KENSINGTON
Kensington, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

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

B. Regulatory Basis Fund Types

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

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

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

Business Funds - funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.).

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

C. Regulatory Basis Of Accounting And Departure From Accounting Principles Generally Accepted In The United States Of America

The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

D. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds, and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

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

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

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for the year ended December 31, 2024.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison 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 regulatory receipts are recognized when cash is received, and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Capital Projects Funds, Trust Funds and the following:

Special Purpose Fund:
Capital Improvements Fund
Gifts & Grants Fund
ARPA Grant Fund

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

2. STEWARSHIP, COMPLIANCE AND ACCOUNTABILITY

A. The City is not aware of any non-compliance with Kansas statutes.

3. DEPOSITS AND INVESTMENTS

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

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

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

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during the designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2024.

At December 31, 2024, the City's carrying amount of deposits was $323,588 and the bank balance was $338,614. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance $250,200 was covered by federal depository insurance, $88,414 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.

4. DEFINED BENEFIT PENSION PLAN

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

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009. KPERS 3 members were first employed in a covered positon on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.26% for the fiscal year ended December 31, 2024. Contributions to the pension plan from the City were $8,260 for the year ended December 31, 2024.

Net Pension Liability

At December 31, 2024, the City's proportionate share of the collective net pension liability reported by KPERS was $75,092. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

5. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

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

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

(b) Death and Disability Other Post Employment Benefits.

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

(c) Other Employee Benefits

Vacation and Sick Leave

Sick leave is accumulated on the basis of eight hours for each continuous month of employment. New employees accumulate sick leave beginning with the first month following their employment date. Employees may accumulate sick leave up to ninety working days. Permanent part-time employees earn four hours of sick leave for each month worked. Accumulated sick leave is not paid upon termination of employment.

All full-time employees of the city are entitled to paid vacation. After one full year of employment, they are entitled to five working days of paid vacation. At the end of two years they are entitled to ten working days of paid vacation. At the end of ten years of employment, they are entitled to fifteen working days paid vacation. Five vacation days can be carried over to the following year. Carryover of any additional days must be approved by the City Council. Permanent part-time employees receive the same vacation benefit a full-time employees just half the amount of hours. No vacation may be taken prior to the employee's first anniversary date of employment, with the exception that an employee who has been employed for a period between six months and one year can use one day of vacation and permanent part-time employees may use a ½ day.

6. RISK MANAGEMENT

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

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City has purchased commercial insurance for these potential risks.

During the year ended December 31, 2024, the City did not reduce insurance coverage from levels in place during the prior year. No settlements have exceeded coverage levels in place during the past three years.

7. WATER RIGHTS PURCHASE

On March 9, 2015, the City approved a resolution authorizing the City to enter into a Water Right Purchase Agreement. The City will pay the seller the sum of $100,000 for the purchase of the well, water rights, and easements to be financed at a rate of 5% per annum, and payable over a nineteen year period. The purchase price will be paid in equal annual installments of $7,642.

8. SUBSEQUENT EVENTS

The Kansas Department of Health and Environment awarded the City a $197,008 loan assistance grant on February 7, 2025. This grant will be applied to the principal amount due on the City's Kansas Public Water Supply Loan.

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

9. LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Beginning Balance 1/1/2024	Additions	Reductions/ Payments	Ending Balance 12/31/2024	Interest/ Service Fee Paid
KDHE Loans									
KS Water Supply Loan	1.91%	7/7/16	498,540	2/1/38	$ 232,987	$ -	$ 14,089	$ 218,898	$ 4,383
Total KDHE Loans					232,987	-	14,089	218,898	4,383
Purchase Agreement									
Water Rights	5.00%	9/8/16	100,000	9/8/35	67,733	-	4,256	63,477	3,387
Total Purchase Agreement					67,733	-	4,256	63,477	3,387
Total Long-Term Debt					$ 300,720	$ -	$ 18,345	$ 282,375	$ 7,770

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

	KDHE Loan		Purchase Agreement		Total	
Year	Principal	Interest	Principal	Interest	Principal	Interest
2025	$ 14,359	$ 4,113	$ 4,468	$ 3,174	$ 18,827	$ 7,287
2026	14,635	3,837	4,692	2,950	19,327	6,787
2027	14,915	3,556	4,927	2,716	19,842	6,272
2028	15,202	3,270	5,173	2,469	20,375	5,739
2029	15,493	2,978	5,431	2,211	20,924	5,189
2030-2034	82,043	10,316	31,513	6,699	113,556	17,015
2035-2038	62,251	2,401	7,273	364	69,524	2,765
	$ 218,898	$ 30,471	$ 63,477	$ 20,583	$ 282,375	$ 51,054

CITY OF KENSINGTON, KANSAS

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2024

CITY OF KENSINGTON
Kensington, Kansas

Schedule 1

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

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Fund					
General Operating Fund	$ 191,336	$ -	$ 191,336	$ 173,588	$ (17,748)
Special Purpose Funds					
Library Fund	8,537	-	8,537	7,866	(671)
Park & Recreation Fund	3,779	-	3,779	906	(2,873)
Special Highway Fund	20,205	-	20,205	9,797	(10,408)
Business Funds					
Swimming Pool Fund	9,431	-	9,431	7,989	(1,442)
Water Fund	175,451	-	175,451	144,320	(31,131)
Sewer Fund	98,819	-	98,819	31,193	(67,626)
Solid Waste Fund	48,500	-	48,500	29,860	(18,640)

CITY OF KENSINGTON
Kensington, Kansas

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

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 103,808	$ 106,316	$ (2,508)
Delinquent Tax	1,104	2,000	(896)
Motor Vehicle Tax	17,986	18,000	(14)
Recreational Vehicle Tax	454	571	(117)
16/20M Vehicle Tax	366	391	(25)
Commercial Vehicle Tax	1,776	1,755	21
Watercraft Tax	-	198	(198)
Neighborhood Revitalization Rebate	(2,336)	(2,090)	(246)
Intangibles Tax	11,861	15,962	(4,101)
Local Alcoholic Liquor Tax	966	1,167	(201)
Franchise Tax	15,583	18,000	(2,417)
Licenses & Permits	379	500	(121)
Fines	148	300	(152)
Interest on Idle Funds	7,828	2,800	5,028
Insurance Proceeds	8,617	-	8,617
Reimbursements	7,018	15,000	(7,982)
Miscellaneous	760	1,000	(240)
Total Receipts	176,318	$ 181,870	$ (5,552)
EXPENDITURES			
General Government			
Personal Services	31,803	39,500	(7,697)
Maintenance	2,343	1,500	843
Supplies	2,402	5,000	(2,598)
Office Expense	5,524	5,000	524
Utilities	21,752	21,000	752
Health Insurance	23,685	18,000	5,685
Professional Fees	300	10,000	(9,700)
Attorney	-	1,000	(1,000)
Mileage	-	1,000	(1,000)
Contractual	360	2,500	(2,140)
Insurance	27,608	26,500	1,108
Machinery & Equipment	1,250	1,500	(250)
Grants & Donations	200	500	(300)
Property Taxes	4,979	7,000	(2,021)
Miscellaneous	584	1,200	(616)
Alcoholic Beverage Control	50	500	(450)
Remittances	1,180	1,500	(320)
Reimbursement	720	1,000	(280)
Delivery & Freight	-	500	(500)
Total General Government	124,740	144,700	(19,960)

CITY OF KENSINGTON
Kensington, Kansas

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

GENERAL OPERATING FUND

	Actual	Budget	Variance Over (Under)
EXPENDITURES (Cont.)			
Police			
Contractual Services	$ 2,400	$ 3,000	$ (600)
Streets			
Street Material	7,896	4,000	3,896
Parks & Recreation			
Ground Maintenance	-	1,000	(1,000)
Debt Service			
Principal - KDHE	14,089	14,089	-
Interest - KDHE	3,580	3,580	-
Service Fees - KDHE	803	803	-
Lease-Purchase Payments	-	1,164	(1,164)
Total Debt Service	18,472	19,636	(1,164)
Swimming Pool			
Personal Services	20,080	19,000	1,080
Total Swimming Pool	20,080	19,000	1,080
Total Expenditures	173,588	$ 191,336	$ (17,748)
Cash Receipts Over (Under) Expenditures	2,730		
UNENCUMBERED CASH, January 1, 2024	7,798		
UNENCUMBERED CASH, December 31, 2024	$ 10,528		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-2

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

LIBRARY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Ad Valorem Tax	$ 6,542	$ 6,701	$ (159)
Delinquent Tax	73	200	(127)
Motor Vehicle Tax	1,222	1,223	(1)
Recreational Vehicle Tax	31	39	(8)
16/20M Vehicle Tax	24	27	(3)
Commercial Vehicle Tax	121	119	2
Watercraft Tax	-	13	(13)
Neighborhood Revitalization Rebate	(147)	(145)	(2)
Total Receipts	7,866	$ 8,177	$ (311)
EXPENDITURES			
Appropriation to Library	7,866	$ 8,537	$ (671)
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, January 1, 2024	167		
UNENCUMBERED CASH, December 31, 2024	$ 167		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-3

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

PARK & RECREATION FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Local Alcoholic Liquor Tax	$ 966	$ 1,167	$ (201)
Fees	583	600	(17)
Grants	-	1,000	(1,000)
Total Receipts	1,549	$ 2,767	$ (1,218)
EXPENDITURES			
Maintenance	104	$ 1,500	$ (1,396)
Utilities	802	1,479	(677)
Supplies	-	800	(800)
Total Expenditures	906	$ 3,779	$ (2,873)
Receipts Over (Under) Expenditures	643		
UNENCUMBERED CASH, January 1, 2024	1,655		
UNENCUMBERED CASH, December 31, 2024	$ 2,298		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-4

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

SPECIAL HIGHWAY FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Special Gasoline Tax	$ 10,877	$ 11,820	$ (943)
EXPENDITURES			
Repairing & Servicing	100	$ 1,000	$ (900)
Equipment Maintenance	320	500	(180)
Equipment Rent	8,125	5,000	3,125
Office Supplies	-	1,000	(1,000)
Equipment Maintenance Supplies	-	1,000	(1,000)
Street Material	600	6,000	(5,400)
Fuel	652	5,705	(5,053)
Total Expenditures	9,797	$ 20,205	$ (10,408)
Receipts Over (Under) Expenditures	1,080		
UNENCUMBERED CASH, January 1, 2024	29		
UNENCUMBERED CASH, December 31, 2024	$ 1,109		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-5

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

CAPITAL IMPROVEMENTS FUND

	Sales Tax Water/Street Improvements	Capital Improvement	Total
RECEIPTS			
Local Sales Tax	$ 60,262	$ -	$ 60,262
Total Receipts	60,262	-	60,262
EXPENDITURES			
Water Line Maintenance	-	11,801	11,801
Professional Services	12,310	-	12,310
Contract Labor	2,410	-	2,410
Street Repair	44,800	-	44,800
Material	4,450	-	4,450
Total Expenditures	63,970	11,801	75,771
Receipts Over (Under) Expenditures	(3,708)	(11,801)	(15,509)
UNENCUMBERED CASH, January 1, 2024	50,537	106,054	156,591
UNENCUMBERED CASH, December 31, 2024	$ 46,829	$ 94,253	$ 141,082

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-6

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

GIFTS & GRANTS FUND

	Actual
RECEIPTS	
Grants & Donations	$ 29,143
EXPENDITURES	
Pass-through Grants	3,100
Swimming Pool Expenses	10,419
Roadside Park Expenses	6,618
Miscellaneous	3,775
Total Expenditures	23,912
Receipts Over (Under) Expenditures	5,231
UNENCUMBERED CASH, January 1, 2024	17,982
UNENCUMBERED CASH, December 31, 2024	$ 23,213

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-7

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

ARPA Grant Fund

	Actual
RECEIPTS	$ -
EXPENDITURES	
Professional Services	55,890
Receipts Over (Under) Expenditures	(55,890)
UNENCUMBERED CASH, January 1, 2024	55,890
UNENCUMBERED CASH, December 31, 2024	$ -

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-8

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

SWIMMING POOL FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Admissions	$ 4,310	$ 5,000	$ (690)
Concessions	2,165	1,500	665
Lessons	1,100	2,000	(900)
Total Receipts	7,575	$ 8,500	$ (925)
EXPENDITURES			
Utilities	2,189	$ 5,931	$ (3,742)
Supplies	2,321	1,500	821
Training & Education	200	-	200
Concessions	2,104	1,000	1,104
Miscellaneous	250	-	250
Maintenance	925	1,000	(75)
Total Expenditures	7,989	$ 9,431	$ (1,442)
Receipts Over (Under) Expenditures	(414)		
UNENCUMBERED CASH, January 1, 2024	4,938		
UNENCUMBERED CASH, December 31, 2024	$ 4,524		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-9

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

WATER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Fees Collected	$ 129,605	$ 138,000	$ (8,395)
EXPENDITURES			
Personal Services	53,387	$ 58,000	$ (4,613)
Remittances	1,073	1,000	73
Health Insurance	23,685	18,000	5,685
Contract Labor	-	2,000	(2,000)
Rental Expense	213	1,000	(787)
Mileage	-	1,000	(1,000)
Other Contractual Services	250	1,000	(750)
Testing Services	5,113	5,000	113
Refund	350	-	350
Fuel for Vehicles	3,065	6,000	(2,935)
Maintenance	20,774	17,308	3,466
Supplies	15,875	15,000	875
Utilities	10,315	15,000	(4,685)
Office Expense	2,577	2,500	77
Repairing & Servicing	-	25,000	(25,000)
Principal - Water Rights	4,256	4,256	-
Interest - Water Rights	3,387	3,387	-
Total Expenditures	144,320	$ 175,451	$ (31,131)
Receipts Over (Under) Expenditures	(14,715)		
UNENCUMBERED CASH, January 1, 2024	47,725		
UNENCUMBERED CASH, December 31, 2024	$ 33,010		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-10

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

SEWER FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Fees Collected	$ 49,778	$ 50,000	$ (222)
EXPENDITURES			
Personal Services	28,060	$ 27,000	$ 1,060
Postage	-	50	(50)
Utilities	1,130	5,000	(3,870)
Mileage	245	500	(255)
Training & Education	-	1,000	(1,000)
Testing Services	-	5,000	(5,000)
Permits & Licenses	205	1,000	(795)
Miscellaneous	240	1,107	(867)
Maintenance	1,313	21,998	(20,685)
Supplies	-	15,000	(15,000)
Lease-Purchase Payments	-	1,164	(1,164)
Outgoing Transfer			
Capital Improvements Fund	-	20,000	(20,000)
Total Expenditures	31,193	$ 98,819	$ (67,626)
Receipts Over (Under) Expenditures	18,585		
UNENCUMBERED CASH, January 1, 2024	45,152		
UNENCUMBERED CASH, December 31, 2024	$ 63,737		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 2-11

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

SOLID WASTE FUND

	Actual	Budget	Variance Over (Under)
RECEIPTS			
Fees Collected	$ 36,272	$ 37,500	$ (1,228)
EXPENDITURES			
Removal of Waste	29,860	$ 30,500	$ (640)
Outgoing Transfer			
Capital Improvements Fund	-	18,000	(18,000)
Total Expenditures	29,860	$ 48,500	$ (18,640)
Receipts Over (Under) Expenditures	6,412		
UNENCUMBERED CASH, January 1, 2024	10,221		
UNENCUMBERED CASH, December 31, 2024	$ 16,633		

CITY OF KENSINGTON
Kensington, Kansas

Schedule 3

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

AGENCY FUNDS

FUNDS	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Hospital Sales Tax	$ 3,355	$ 43,245	$ 43,111	$ 3,489
Payroll Clearing	-	129,949	129,929	20
Deposit Clearing	5,373	21,707	20,845	6,235
Sales Tax Clearing	337	1,688	2,025	-
Utility Meter Deposit	5,250	900	900	5,250
Total Agency Funds	$ 14,315	$ 197,489	$ 196,810	$ 14,994