City of McLouth

Financial Statement

For the year ended December 31, 2023

ATC Accounting

City of McLouth, Kansas
Financial Statement
December 31, 2023

TABLE OF CONTENTS

		Page Number
	Independent Auditor's Report	1
	FINANCIAL SECTION	
Statement 1	Summary Statement of Receipts, Expenditures and Unencumbered Cash	4
	Notes to Financial Statement	5
	REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION	
Schedule 1	Summary of Expenditures – Actual and Budget	12
Schedule 2	Schedule of Receipts and Expenditures – Actual and Budget	
	2-1 General	13
	Special Purpose Funds	
	2-2 Law Enforcement	15
	2-3 Fire Equipment	16
	2-4 Library	17
	2-5 Special Highway	18
	Bond and Interest	
	2-6 Bond and Interest	19
	Capital Project Funds	
	2-7 ARPA Reserve	20
	2-7 Capital Improvement	20
	2-7 Equipment Reserve	20
	Business Funds	
	2-8 Water Utility	21
	2-9 Sewer Utility	22
	2-10 Gas Utility	23
	Agency Funds	
	2-11 Utility Deposits	24

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of McLouth
McLouth, Kansas 66054

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 McLouth, 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 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 McLouth 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 of McLouth 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 Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City of McLouth, 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 McLouth 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 of McLouth'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 McLouth'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 McLouth'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.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of McLouth, Kansas as of and for the year ended December 31, 2023 (not presented herein), and have issued our report thereon dated June 23, 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/accountsreports/local-government/municipal-services. 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, 2022 (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.

ATC Accounting
ATC Accounting

June 7, 2024

City of McLouth, Kansas
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2023

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL	$ 280,338	$ 574,978	$ 681,839	$ 173,477	$ 8,448	$ 181,925
SPECIAL PURPOSE FUNDS:						
Law Enforcement	26,743	14,733	40,426	1,050	-	1,050
Fire Equipment	-	-	-	-	-	-
Library	670	23,962	23,507	1,125	-	1,125
Special Highway	25,695	23,066	13,000	35,761	-	35,761
BOND AND INTEREST FUND:						
Bond and Interest	16,284	43,556	38,258	21,582	-	21,582
CAPITAL PROJECT FUNDS:						
Capital Improvement	182,637	102,500	65,891	219,246	-	219,246
Equipment Reserve	78,224	30,000	11,989	96,235	-	96,235
ARPA Reserve	110,521	-	91,135	19,386	-	19,386
BUSINESS FUNDS:						
Water Utility	67,062	236,600	219,744	83,918	7,726	91,644
Sewer Utility	105,817	178,543	152,157	132,203	1,573	133,776
Gas Utility	65,176	402,724	308,162	159,738	11,713	171,451
AGENCY FUNDS:						
Utility Deposits	56,516	10,300	13,700	53,116	-	53,116
Total Reporting Entity	$ 1,015,683	$ 1,640,962	$ 1,659,808	$ 996,837	$ 29,460	$ 1,026,297

Checking Accounts	$ 508,653
Money Market and Savings Accounts	263,958
Certificate of Deposits	253,686
Total Reporting Entity	$ 1,026,297

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Financial Reporting Entity

The City of McLouth is a municipal corporation governed by an elected mayor and an elected five-member council. The regulatory financial statement presents the City of McLouth (the municipality).

The related municipal entity is not included in the City's reporting entity even though it was established to benefit the City and/or its constituents.

> Library Board - 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. Complete financial records for the Library Board may be reviewed at their administrative offices.

(b) 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 – funds financed in whole or in part by fees charged to users of the goods or services (i.e. water fund, electric fund, etc.).
Trust fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).
Agency fund – 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 of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.
The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

(d) **Budgetary Information**

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other that 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 2023.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison 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 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 Project Funds and Agency Funds.

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

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 institutes 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. All deposits were legally secured at December 31, 2023.

At December 31, 2023, the City's carrying amount of deposits was $1,026,297 and the bank balance was $1,046,795. The bank balance was held by 1 bank resulting in a concentration of credit risk. Of the bank balance $250,000 was covered by federal depository insurance and the remaining $796,795 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. LONG-TERM DEBT

Changes in long-term liabilities for the City of McLouth, Kansas 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 2022	2.125%	02/28/2022	1,228,000	2/28/2062	$ 1,228,000	$ -	$ 19,796	$ 1,208,204	$ 26,095
Kansas Low Interest Utility Loan	.25%-2.68%	03/22/2021	281,000	01/1/2027	211,024	-	45,713	165,311	2,779
Total Contractual Indebtedness					$ 1,439,024	$ -	$ 65,509	$ 1,373,515	$ 28,874

Current maturities of long-term debt and interest through maturity are as follows:

	2024	2025	2026	2027	2028	2029-33	2034-38	2039-43	2044-48	2049-53	2054-58	2059-62	Total
Principal													
GO Series 2022	$ 20,217	$ 20,577	$ 21,084	$ 21,532	$ 21,989	$ 117,028	$ 130,076	$ 144,502	$ 160,529	$ 178,309	$ 198,120	$ 174,241	$ 1,208,204
KS Low Int Utility Loan	45,671	46,903	48,168	24,569	-	-	-	-	-	-	-	-	165,311
Total Principal	65,888	67,480	69,252	46,101	21,989	117,028	130,076	144,502	160,529	178,309	198,120	174,241	1,373,515
Interest:													
GO Series 2022	25,674	25,314	24,807	24,359	23,902	112,427	99,379	84,953	68,926	51,146	31,335	9,362	581,584
KS Low Int Utility Loan	4,219	3,036	1,710	346	-	-	-	-	-	-	-	-	9,311
Total Interest	29,893	28,350	26,517	24,705	23,902	112,427	99,379	84,953	68,926	51,146	31,335	9,362	590,895
Total Principal and Int	$ 95,781	$ 95,830	$ 95,769	$ 70,806	$ 45,891	$ 229,455	$ 229,455	$ 229,455	$ 229,455	$ 229,455	$ 229,455	$ 183,603	$ 1,964,410

5. 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 Kansas law. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report (only one is issued) that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-419 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depend on whether the employee is a Tier 1, Tier 2, or Tier 3 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009 and Tier 3 members were first employed in a covered position on or after January 1, 2015. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members through December 31, 2014. On January 1, 2015, Kansas law increased the KPERS member-employee contribution rate to 6% of covered salary for Tier 1 members. On that date, the Tier 2 member-employee contribution rate remained at 6% of covered salary, and the Tier 3 member contribution rate was established at 6% 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 Tier 1 and Tier 2 be determined annually based on the results of an annual actuarial valuation. Tier 3 Employer credits are established by statute and are based on the member employee's years of service. Tier 1 and Tier 2 is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rate (not including the 0.85% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.89%, for the fiscal year ended December 31, 2023. Contributions to the pension plan from the city were $26,993 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 $308,581. 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 ration 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 these financial statements.

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.

6. 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 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.

(b) Other Employee Benefits

Vacation – A full-time employee may accrue vacation of 6.67 hours per month with 0 to 5 years of service, 8 hours per month with 6 to10 years of service, 10 hours per month with 11 to 15 years of service and 12 hours per month with more than 15 years of service. The maximum amount of vacation available is three weeks per year. Vacation is vested and terminating employees will be paid for vacation not taken. Effective December 2020 employees were allowed to be paid for any vacation in excess of the maximum accrued vacation carryover hours of 40. The cost of accumulated vacation leave will be recorded as an expenditure at the time the vacation is utilized, as normal personal service expenditure or upon payment to the employee.

The cost of accumulated vacation leave is $4,761 and will be recorded as expenditures at the time the vacation leave is utilized, as normal personal service expenditures.

Sick Leave - Full-time employees may accrue sick leave at the rate of 1 day per month with a maximum accumulation of 720 days. Upon termination or resignation, no payment for unused sick leave will be made. The cost of accumulated sick pay has not been estimated or accrued by the City as of December 31, 2023 since no liability to pay upon termination.

7. CLAIMS AND JUDGMENTS

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. There have been no significant reductions in insurance coverage from 2022 to 2023 and there were no settlements that exceeded insurance coverage in the past three years.

During the ordinary course of its operations the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

8. INTERFUND TRANSFERS

Operating transfers were as follows:

From:	To:	Statutory Authority	Amount
General	Capital Improvements	K.S.A. 12-1,118	100,000
General	Equipment Reserve	K.S.A. 12-1,118	30,000

9. SUBSEQUENT EVENTS

Management has evaluated the effects of the financial statement of subsequent events occurring through the date of the report which is the date at which the financial statement was available to be issued.

CITY OF MCLOUTH, KANSAS

REGULATORY-REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2023

City of McLouth, Kansas
Summary of Expenditures – Actual and Budget
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2023

Description	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable To Current Year Budget	Variance Over (Under)
GENERAL	$ 734,560	$ -	$ 734,560	$ 681,839	$ (52,721)
SPECIAL PURPOSE FUNDS:					
Law Enforcement	54,300	-	54,300	40,426	(13,874)
Fire Equipment	-	-	-	-	-
Library	23,507	-	23,507	23,507	-
Special Highway	52,610	-	52,610	13,000	(39,610)
BOND AND INTEREST FUND:					
Bond and Interest	45,891	-	45,891	38,258	(7,633)
BUSINESS FUNDS:					
Water Utility	336,000	-	336,000	219,744	(116,256)
Sewer Utility	306,500	-	306,500	152,157	(154,343)
Gas Utility	547,650	-	547,650	308,162	(239,488)

City of McLouth, Kansas
General Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023		
	Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Ad Valorem Property	$ 259,387	$ 253,220	$ 259,696	$ (6,476)
Delinquent	11,965	21,067	12,647	8,420
Motor Vehicle	33,271	32,753	35,157	(2,404)
Recreational Vehicle	406	516	460	56
16/20M Truck	744	376	745	(369)
Commercial Vehicle Tax	276	286	188	98
Watercraft Tax	-	-	189	(189)
Franchise Fees	42,530	46,239	50,000	(3,761)
Sanitation	66,045	69,181	75,000	(5,819)
Sales Tax	70,155	86,906	70,000	16,906
Licenses, Fees and Permits	2,498	2,829	7,500	(4,671)
Municipal Court	41,844	45,448	30,000	15,448
Interest on Idle Funds	1,335	654	2,000	(1,346)
Reimbursements	2,231	-	-	-
Miscellaneous	23,121	15,503	-	15,503
Total Receipts	555,808	574,978	$ 543,582	$ 31,396

City of McLouth, Kansas
General Fund (Continued)
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023		
	Actual	Actual	Budget	Variance Over (Under)
Expenditures:				
Salaries and Wages	45,276	82,031	$ 60,000	$ 22,031
Employee Benefits	16,303	25,383	25,240	143
Police Salaries and Wages	105,951	101,692	111,700	(10,008)
Police Employee Benefits	57,550	61,761	58,400	3,361
General Government	26,186	25,826	49,500	(23,674)
Legal/Contract/Administration	12,861	16,507	21,000	(4,493)
Sanitation	63,661	65,935	65,000	935
Streets	83,384	90,497	32,500	57,997
Police Operations and Maintenance	30,639	21,514	33,000	(11,486)
Court	21,179	27,154	22,450	4,704
Insurance	8,260	28,218	8,500	19,718
Training, Testing and Fees	503	637	500	137
Miscellaneous	705	4,164	1,500	2,664
Capital Outlay	1,589	520	235,270	(234,750)
Transfer to Capital Improvements	5,000	100,000	5,000	95,000
Transfer to Equipment Reserve	5,000	30,000	5,000	25,000
Total Expenditures	484,047	681,839	$ 734,560	$ (52,721)
Receipts Over (Under) Expenditures	71,761	(106,861)		
Unencumbered Cash, January 1	208,577	280,338		
Unencumbered Cash, December 31	$ 280,338	$ 173,477		

City of McLouth, Kansas
Law Enforcement Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023		
	Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Ad Valorem Property	$ 10,732	$ 12,453	$ 12,780	$ (327)
Delinquent	489	875	622	253
Motor Vehicle	1,369	1,355	1,454	(99)
Recreational Vehicle	17	22	19	3
16/20M Truck	29	16	31	(15)
Commercial Truck Tax	11	12	8	4
Watercraft Tax	-	-	8	(8)
Total Receipts	12,647	14,733	$ 14,922	$ (189)
Expenditures:				
Commodities	-	8,651	$ 2,500	$ 6,151
Capital Outlay	19,135	31,775	51,800	(20,025)
Total Expenditures	19,135	40,426	$ 54,300	$ (13,874)
Receipts Over (Under) Expenditures	(6,488)	(25,693)		
Unencumbered Cash, January 1	33,231	26,743		
Unencumbered Cash, December 31	$ 26,743	$ 1,050		

City of McLouth, Kansas
Fire Equipment Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023		
	Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Ad Valorem Property	$ -	$ -	$ -	$ -
Delinquent	-	-	-	-
Motor Vehicle	-	-	-	-
Recreational Vehicle	-	-	-	-
16/20M Truck	-	-	-	-
Commercial Truck Tax	-	-	-	-
Watercraft Tax	-	-	-	-
Total Receipts	-	-	$ -	$ -
Expenditures:				
Public Safety	-	-	$ -	$ -
Capital Outlay	-	-	-	-
Transfer to General	-	-	-	-
Total Expenditures	-	-	$ -	$ -
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, January 1	-	-		
Unencumbered Cash, December 31	$ -	$ -		

City of McLouth, Kansas
Library Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023		
	Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Ad Valorem Property	$ 20,270	$ 19,559	$ 20,059	$ (500)
Delinquent	978	1,748	977	771
Motor Vehicle	2,629	2,563	2,747	(184)
Recreational Vehicle	32	40	36	4
16/20M Truck	59	30	58	(28)
Commercial Truck Tax	21	22	15	7
Watercraft Tax	-	-	15	(15)
Total Receipts	23,989	23,962	$ 23,907	$ 55
Expenditures:				
Recreation and Culture	23,347	23,507	$ 23,507	$ -
Receipts Over (Under) Expenditures	642	455		
Unencumbered Cash, January 1	28	670		
Unencumbered Cash, December 31	$ 670	$ 1,125		

City of McLouth, Kansas
Special Highway Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023		
	Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Special Highway Tax	$ 22,939	$ 23,066	$ 23,610	$ (544)
Miscellaneous	-	-	-	-
Total Receipts	22,939	23,066	$ 23,610	$ (544)
Expenditures:				
Street Repair and Maintenance	3,209	13,000	$ 52,610	$ (39,610)
Receipts Over (Under) Expenditures	19,730	10,066		
Unencumbered Cash, January 1	5,965	25,695		
Unencumbered Cash, December 31	$ 25,695	$ 35,761		

City of McLouth, Kansas
Bond and Interest Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023		
		Actual	Budget	Variance Over (Under)
Receipts:				
Ad Valorem Property	$ 15,876	$ 41,281	$ 42,367	$ (1,086)
Delinquent	87	596	2,063	(1,467)
Motor Vehicle	-	1,636	2,154	(518)
Recreational Vehicle	-	25	28	(3)
16/20M Truck	-	-	46	(46)
Commercial Truck Tax	-	18	12	6
Watercraft Tax	-	-	12	(12)
Total Receipts	15,963	43,556	$ 46,682	$ (3,126)
Expenditures:				
Principal	-	19,796	$ 19,796	$ -
Interest	-	18,462	26,095	(7,633)
Total Expenditures	-	38,258	$ 45,891	$ (7,633)
Receipts Over (Under) Expenditures	15,963	5,298		
Unencumbered Cash, January 1	321	16,284		
Unencumbered Cash, December 31	$ 16,284	$ 21,582		

City of McLouth, Kansas
Non-Budgeted Funds
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2023

	ARPA Reserve	Capital Improvement	Equipment Reserve
Receipts:			
Transfer – General	$ -	$ 100,000	$ 30,000
Transfer – Water	-	-	-
Transfer - Sewer	-	-	-
Transfer - Gas	-	-	-
Insurance Proceeds	-	2,500	-
Sale of Assets	-	-	-
Total Receipts	-	102,500	30,000
Expenditures:			
Capital Outlay	91,135	65,891	11,989
Total Expenditures	91,135	65,891	11,989
Receipts Over (Under) Expenditures	(91,135)	36,609	18,011
Unencumbered Cash, January 1	110,521	182,637	78,224
Unencumbered Cash, December 31	$ 19,386	$ 219,246	$ 96,235

City of McLouth, Kansas
Water Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023		
		Actual	Budget	Variance Over (Under)
Receipts:				
Charges for Services	$ 234,882	$ 235,394	$ 275,000	$ (39,606)
Interest on Idle Funds	196	1,206	1,000	206
Miscellaneous	-	-		-
Total Receipts	235,078	236,600	$ 276,000	$ (39,400)
Expenditures:				
Salaries and Wages	52,397	57,979	$ 55,000	$ 2,979
Employee Benefits	17,457	21,445	19,965	1,480
Debt Service	-	-	-	-
Training, Testing and Fees	2,909	6,811	-	6,811
Operations and Maintenance	50,273	70,564	85,900	(15,336)
Insurance	8,260	6,387	8,300	(1,913)
Legal and Contract Services	54,281	25,677	63,429	(37,752)
Water Purchase	47,007	30,881	60,000	(29,119)
Capital Outlay	-	-	43,406	(43,406)
USDA Expense	42,651	-	-	-
Transfer – Capital Improvements	10,000	-	-	-
Transfer – Equipment Reserve	10,000	-	-	-
Total Expenditures	295,235	219,744	$ 336,000	$ (116,256)
Receipts Over (Under) Expenditures	(60,157)	16,856		
Unencumbered Cash, January 1	127,219	67,062		
Unencumbered Cash, December 31	$ 67,062	$ 83,918		

City of McLouth, Kansas
Sewer Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023		
		Actual	Budget	Variance Over (Under)
Receipts:				
Charges for Services	$ 175,915	$ 176,550	$ 195,000	$ (18,450)
Interest on Idle Funds	649	1,993	1,500	493
Miscellaneous	-	-	-	-
Total Receipts	176,564	178,543	$ 196,500	$ (17,957)
Expenditures:				
Salaries and Wages	48,441	61,463	$ 54,000	$ 7,463
Employee Benefits	16,816	21,709	17,200	4,509
Training, Testing and Fees	955	2,141	-	2,141
Operations and Maintenance	41,577	53,226	55,000	(1,774)
Insurance	8,377	6,387	8,300	(1,913)
Legal and Contract Services	11,394	7,231	11,500	(4,269)
Capital Outlay	-	-	160,500	(160,500)
Transfer – Capital Improvements	-	-	-	-
Total Expenditures	127,560	152,157	$ 306,500	$ (154,343)
Receipts Over (Under) Expenditures	49,004	26,386		
Unencumbered Cash, January 1	56,813	105,817		
Unencumbered Cash, December 31	$ 105,817	$ 132,203		

City of McLouth, Kansas
Gas Utility Fund
Schedule of Receipts and Expenditures – Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023		
	Actual	Actual	Budget	Variance Over (Under)
Receipts:				
Charges for Services	$ 370,673	$ 401,518	$ 456,000	$ (54,482)
Interest on Idle Funds	196	1,206	1,000	206
Total Receipts	370,869	402,724	$ 457,000	$ (54,276)
Expenditures:				
Salaries and Wages	49,830	33,749	$ 30,000	$ 3,749
Employee Benefits	16,886	9,753	8,600	1,153
Training, Testing and Fees	73	722	-	722
Operations and Maintenance	12,543	13,925	80,500	(66,575)
Insurance	8,260	5,561	8,300	(2,739)
Legal and Contract Services	54,443	55,451	-	55,451
Gas Purchase	246,073	139,204	320,000	(180,796)
Capital Outlay	-	-	-	-
Miscellaneous	47	-	-	-
Debt Service	47,188	49,797	100,250	(50,453)
Transfer – Capital Improvements	-	-	-	-
Transfer – Equipment Reserve	-	-	-	-
Total Expenditures	435,343	308,162	$ 547,650	$ (239,488)
Receipts Over (Under) Expenditures	(64,474)	94,562		
Unencumbered Cash, January 1	129,650	65,176		
Unencumbered Cash, December 31	$ 65,176	$ 159,738		

City of McLouth, Kansas
Utility Deposit Fund
Schedule of Receipts and Expenditures – Actual
Regulatory Basis
For the Year Ended December 31, 2023

	2022	2023
Receipts:		
Water Deposits	$ -	$ -
Sewer Deposits	-	-
Gas Deposits	13,100	10,300
Total Receipts	13,100	10,300
Expenditures:		
Water Deposit Refund	1,925	725
Sewer Deposit Refund	1,925	725
Gas Deposit Refund	6,550	12,250
Total Expenditures	10,400	13,700
Receipts Over (Under) Expenditures	2,700	(3,400)
Unencumbered Cash, January 1	53,816	56,516
Unencumbered Cash, December 31	$ 56,516	$ 53,116