

CITY OF PAOLA
Paola, Kansas

**FINANCIAL STATEMENT
AND
INDEPENDENT AUDITOR'S REPORT**

December 31, 2023

CITY OF PAOLA, KANSAS

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City Commissioners
City of Paola, Kansas
Paola, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Paola, 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 of Adverse Opinion 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 City of Paola 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 City of Paola 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 C.

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 responsibility 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 City of Paola 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.

Matters giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note C of the financial statement, the financial statement is prepared by City of Paola, Kansas 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 C 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 Statements

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 C; 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 City of Paola 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 Responsibility for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about where 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 an 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 judgement made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

1. Exercise professional judgement and maintain professional skepticism throughout the audit.
2. 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.
3. 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 City of Paola's internal control. Accordingly, no such opinion is expressed.
4. Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimate made by management, as well as evaluate the overall presentation of the financial statement.
5. Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Paola'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 control-related matters that we identified during the audit.

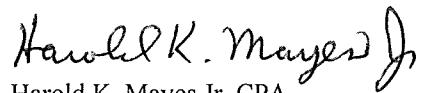
Supplementary Information

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 expenditure-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and schedule of regulatory basis receipts and expenditures-agency funds, (Schedules 1, 2, and 3 as listed in the table of contents) are presented for 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 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 C.

Prior Year Comparative

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Paola, Kansas as of and for the year ended December 31, 2022 (not presented herein), and have issued our report thereon dated June 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 available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/oar/municipal-services>. The 2022 actual column (2023 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 statements 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 C.



Harold K. Mayes Jr. CPA
Agler & Gaeddert, Chartered
Ottawa, Kansas
June 4, 2024

City of Paola, Kansas

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**
For the Year Ended December 31, 2023

	Beginning Unencumbered Cash Balances	Receipts
General Fund	\$ 1,196,212	\$ 5,661,985
Special Purpose Funds		
Library	92,505	339,068
Employee Benefit	569,479	1,191,558
Family Aquatics Center	90,346	157,690
Community Center	5,152	133,752
Storm Water Management	297,021	90,276
Special Park and Recreation	11,489	21,345
Street Repair/Special Highway	187,532	157,473
Special Law Enforcement Account	7,536	48
Transient Guest Tax	62,919	39,854
Family Aquatics Center Equipment Reserve	(118)	238,832
Covid-19	662,987	0
Bond Issue	607,598	8,239,565
Escrow Proceeds	3,276	1,979
Mennenoah Cemetery	2,298	23
Special Grants Fund	23,828	98,198
Drug Enforcement Account	2,091	4,100
	2,625,939	10,713,761
Debt Service Funds		
Bond and Interest	366,690	918,243
Capital Projects Funds		
Equipment Replacement	128,754	211,627
Capital Projects Fund	3,214,048	1,744,424
	3,342,802	1,956,051

The accompanying notes are an integral part of this statement.

Statement 1

<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balances</u>
\$ 5,201,264	\$ 1,656,933	\$ 135,785	\$ 1,792,718
363,213	68,360	9,249	77,609
1,229,826	531,211	27,363	558,574
143,990	104,046	61	104,107
129,190	9,714	1,124	10,838
50,114	337,183	0	337,183
25,975	6,859	0	6,859
149,900	195,105	0	195,105
3,000	4,584	0	4,584
50,401	52,372	0	52,372
100,000	138,714	0	138,714
155,378	507,609	3,406	511,015
6,106,632	2,740,531	1,720,145	4,460,676
2,285	2,970	0	2,970
0	2,321	0	2,321
105,494	16,532	1,499	18,031
4,856	1,335	0	1,335
<u>8,620,254</u>	<u>4,719,446</u>	<u>1,762,847</u>	<u>6,482,293</u>
<u>930,412</u>	<u>354,521</u>	<u>0</u>	<u>354,521</u>
25,280	315,101	0	315,101
<u>2,104,144</u>	<u>2,854,328</u>	<u>0</u>	<u>2,854,328</u>
<u>2,129,424</u>	<u>3,169,429</u>	<u>0</u>	<u>3,169,429</u>

The accompanying notes are an integral part of this statement.

City of Paola, Kansas

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS**
For the Year Ended December 31, 2023

	Beginning Unencumbered Cash Balances	Receipts
Business Funds		
Sewer Service Operating	\$ 781,803	\$ 1,500,109
Water Utility Operating	68,504	2,479,810
Health and Sanitation	95,575	442,020
Water Treatment Plant	208,790	2,074
Wastewater Treatment Plant	913,135	12,683
	<hr/> <u>1,286,004</u>	<hr/> <u>2,936,587</u>
	<hr/> <u>\$ 8,817,647</u>	<hr/> <u>\$ 22,186,627</u>

The accompanying notes are an integral part of this statement.

Statement 1

<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balances</u>
\$ 1,346,389	\$ 935,523	\$ 16,193	\$ 951,716
1,985,302	563,012	5,665	568,677
445,442	92,153	0	92,153
0	210,864	0	210,864
<u>136,983</u>	<u>788,835</u>	<u>0</u>	<u>788,835</u>
<u>2,567,727</u>	<u>1,654,864</u>	<u>21,858</u>	<u>2,612,245</u>
<u>\$ 19,449,081</u>	<u>\$ 11,555,193</u>	<u>\$ 1,920,490</u>	<u>\$ 14,411,206</u>
Cash balance consisting of			
Balance on deposit			
Checking, money market accounts & petty cash			\$ 10,491,898
Certificates of deposit			4,250,000
Police bond			17,810
Payroll withholding			7,174
Police account			1,335
Total cash			<u>14,768,217</u>
Agency Funds Per Schedule 3			<u>(357,011)</u>
Total cash (excluding agency funds)			<u>\$ 14,411,206</u>

The accompanying notes are an integral part of this statement.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2023

NOTE A. MUNICIPAL REPORTING ENTITY

The City of Paola is a municipal corporation governed by a mayor/council/manager form of government. These financial statements present the government and its related municipal entities, entities for which the government is considered financially accountable.

Related Municipal Entities

The Paola Free Library is governed by a board appointed by the City Council. The Library's budget and its expenditures and contractual arrangements, are approved by the City council. The Library has been included in the accompanying financial statements as a special purpose fund of the primary government.

Other Entities

The Paola Housing Authority has been omitted from the accompanying financial statements. The Paola Housing Authority Board is appointed by the City Council and oversees the operations of the Paola Housing Authority. The financial statements of the Paola Housing Authority are audited annually as of the Paola Housing Authority's fiscal year end (March 31). Those financial statements are issued separately and may be obtained from the Paola Housing Authority.

The City entered into a joint venture with the City of Louisburg for the purpose of developing a public utility to treat and disburse water to the two cities. The water treatment plant has been completed and is in operation. Both Cities provide labor, supplies and administrative costs to the operation for which both are reimbursed. Those financial statements are issued separately and may be obtained at City Hall.

The Public Building Commission activity is included in these financial records as part of the City's activity. There is no separate accounting by the Public Building Commission of its activity.

NOTE B. REGULATORY BASIS FUND TYPES

The accounts of the City are organized and operated on the basis of funds. 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 City potential could have the following types of funds.

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

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and used to make payments 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 part by fees charged to users of goods or services (i.e. enterprise and internal service funds 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 municipality reporting entity scholarship funds, etc.). The City does not have any funds of this type.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2023

NOTE B. REGULATORY BASIS FUND TYPES - continued

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

NOTE C. 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 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 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 obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above.

City of Paola, Kansas has approved a resolution that it 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 regulatory basis of accounting.

NOTE 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.

Should the City hold a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th.

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 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 this year.

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

Adjustment for Qualifying Budget Credits – Municipalities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2023

NOTE D. BUDGETARY INFORMATION - continued

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 the following special purpose funds and capital project funds:

Special Law Enforcement	Family Aquatics Center Equipment
Covid-19	Bond Issue
Escrow Fund	Mennenoah Cemetery
Special Grants	Drug Enforcement Account
Equipment Replacement	Capital Projects
Water Treatment Plant	Waste Water Treatment Plant

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 board.

NOTE E. CASH AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments are allocated to designated funds.

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 City or in an adjoining City 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 bank to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

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

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. The City has no investments other than money markets and certificates of deposit.

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%. There were no designated "peak periods" during the year. All bank deposits were legally secured at December 31, 2023.

At December 31, 2023, the carrying amount of the City's bank deposits was \$14,768,217 (which includes petty cash funds) and the bank balance was \$15,237,434. The bank balance was held by two banks which reduces concentration of credit risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, \$500,000 was covered by federal depository insurance, and \$14,737,434 was collateralized with securities held by the pledging financial institution's 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

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2023

NOTE E. CASH AND INVESTMENTS – continued

possession of an outside party. State statutes require investments be adequately secured. The City had no such investments at year-end.

NOTE F. LONG-TERM DEBT

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Maturity
General obligation bonds:				
Refunding Series 2014	2.00-3.00	10/06/14	2,485,000	09/01/25
GO Refunding Series 2020	3.00%	06/04/20	4,140,000	09/01/31
GO Temporary Note Series 2021	2.00%	01/06/22	3,110,000	12/01/23
GO Bonds Series A, 2023	4.00-5.00	03/01/23	7,570,000	09/01/36
Public Building Commission				
Refunding Series 2016	2.0-3.0	01/12/16	2,185,000	11/01/26
Capital leases:				
Fire Truck	2.25	04/28/15	750,000	4/28/29
Copiers	0.00	01/01/23	18,300	1/18/27
800MHZ Radios	3.49	01/01/20	125,000	1/1/25
2021 Ford Explorer	1.22	01/01/21	85,000	1/1/24
2021 Chevy Silverado	4.95	01/01/21	80,000	1/1/24

	Balance			Balance			Interest Paid
	Beginning of Year	Additions	Reductions/ Payments	Net Change	End of Year		
General obligation bonds:							
Refunding Series 2014	\$ 665,000	\$ 0	\$ 270,000	\$ (270,000)	\$ 395,000	\$ 19,950	
GO Refunding Series 2020	3,725,000	0	340,000	(340,000)	3,385,000	111,750	
GO Temporary Note Series 2021	3,110,000	0	3,110,000	(3,110,000)	0	17,969	
GO Bond Series A, 2023	0	7,570,000	455,000	7,115,000	7,115,000	171,825	
Public Building Commission							
Refunding Series 2016	710,000	0	170,000	(170,000)	540,000	18,713	
Total bonds	\$ 8,210,000	\$ 7,570,000	\$ 4,345,000	\$ 3,225,000	\$ 11,435,000	\$ 340,206	

	Balance			Balance			Interest Paid
	Beginning of Year	Additions	Reductions/ Payments	Net Change	End of Year		
Capital leases:							
Fire Truck	\$ 378,188	\$ 0	\$ 50,488	\$ (50,488)	\$ 327,700	\$ 8,509	
Copiers	41,790	0	8,358	(8,358)	33,432	0	
800MHZ Radios	76,853	0	24,734	(24,734)	52,119	2,720	
2021 Ford Explorer	79,171	0	39,164	(39,164)	40,007	1,706	
2021 Chevy Silverado	47,679	0	24,065	(24,065)	23,614	734	
Total for leases	623,681	0	146,809	(146,809)	476,872	13,669	
Total for all debt	\$ 8,833,681	\$ 7,570,000	\$ 4,491,809	\$ 3,078,191	\$ 11,911,872	\$ 353,876	

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2023

NOTE F. LONG-TERM DEBT – continued

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

	Year				
	2024	2025	2026	2027	2028
Principal:					
Bonds	\$ 1,065,000	\$ 1,100,000	\$ 965,000	\$ 830,000	\$ 885,000
Capital Leases	149,208	87,659	62,331	63,546	56,429
	<u>1,214,208</u>	<u>1,187,659</u>	<u>1,027,331</u>	<u>893,546</u>	<u>941,429</u>
Interest:					
Bonds	443,322	412,150	372,050	335,400	302,100
Capital Leases	11,270	7,884	5,024	3,810	2,568
	<u>454,592</u>	<u>420,034</u>	<u>377,074</u>	<u>339,210</u>	<u>304,668</u>
Total Principal & Interest	<u>\$ 1,668,800</u>	<u>\$ 1,607,693</u>	<u>\$ 1,404,405</u>	<u>\$ 1,232,756</u>	<u>\$ 1,246,097</u>
Principal:					
Bonds	\$ 4,305,000	\$ 2,285,000	\$ 11,435,000		
Capital Leases	57,699	0	476,872		
	<u>4,362,699</u>	<u>2,285,000</u>	<u>11,911,872</u>		
Interest:					
Bonds	956,100	186,600	3,007,722		
Capital Leases	1,298	0	31,854		
	<u>957,398</u>	<u>186,600</u>	<u>3,039,576</u>		
Total Principal & Interest	<u>\$ 5,320,097</u>	<u>\$ 2,471,600</u>	<u>\$ 14,951,448</u>		

The debt limit per Kansas Statutes is limited to thirty percent of the assessed tangible valuation for exempt farm property, business aircraft and motor vehicles given by the County Appraiser to the County Clerk on June 15 each year. At December 31, 2023, the statutory limit for the City was \$21,355,988 providing a debt margin of \$10,095,988 after removing debt exempt from the limitation.

NOTE G. CAPITAL PROJECTS

<u>Project Name</u>	<u>Project Authorization</u>	<u>Project Expenditures</u>
Wallace Park Improvements	\$ 4,200,000	\$ 2,792,563
Pool Improvements	2,500,000	814,551
Lake Miola Dam Repair	1,200,000	51,450

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2023

NOTE H. INTERFUND TRANSFERS

Operating transfers were as follows:

From:	To:	Statutory Authority	Amount
General	Community Center	12-101	\$ 100,000
General	Employee Benefit	12-16,102	525,480
Library	Employee Benefit	12-16,102	58,360
Family Aquatics Center	Employee Benefit	12-16,102	25,000
Community Center	Employee Benefit	12-16,102	20,800
Sewer Service	Employee Benefit	12-825d	200,520
Sewer Service	Bond and Interest	12-825d	451,750
Bond Issue	Bond and Interest	12-825d	5,000
General	Equipment Replacement	12-16,102	202,000
General	Capital Projects	12-16,102	10,000
Capital Projects	Family Aquatics Center Equipn	12-16,102	100,118
Family Aquatics Center Equipment	Family Aquatics Center	12-197	100,000
			\$ 1,799,028

NOTE I. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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 retiree's health insurance plan because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been qualified 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.

The City has adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Service Code. All employees of the City working 20 or more hours per week are eligible to participate in the plan beginning the first day of a pay period following coincidental with an employee's satisfaction of eligibility requirements of any Optional Benefit Plan. Each participant may elect to reduce his or her salary, subject to the limitations of the Individual Optional Benefit plans, to purchase benefits offered through the Plan. All benefits offered through the plan involve insurance coverage, dependent care reimbursements and health expense reimbursements.

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

Compensated Absences:

Vacation Pay - Full-time employees are entitled to paid vacation leave time according to one of the following schedules:

- (a) Full-time employees hired prior to January 1, 1992:

The employee shall be credited with ninety-six (96) hours for each year for up to ten (10) years. Employees with more than ten (10) years of service shall be entitled to eight (8) additional hours for each year of service longer than ten (10) years.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2023

NOTE I. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS - continued

Full-time employees hired after January 1, 1992:

Years of Continuous Employment:	0 to 5	5 to 10	10 to 15	over 15
Hours earned per bi-weekly pay period:	3.6923	4.6153	5.5384	6.4615

- (b) New employees shall be awarded vacation time beginning on the first day of the month following (30) days of employment.
- (c) Employees may accumulate vacation leave time up to the maximum of two hundred (200) hours. An employee shall not earn additional vacation leave during any time period that the employee maintains the two hundred (200) hours maximum accumulation.
- (d) Off-duty employees on a leave of absence without pay for more than seven (7) working days in any one (1) calendar month shall not be eligible for earning vacation time during such month.
- (e) Vacation schedules are established by the Department Heads. Vacation time shall be reported as prescribed by the Human Resources Director and shall be taken as follows:

Employees who work 8 hour days	Increments of four (4) hours
Employees who work 10 hour days	Increments of five (5) hours

- (f) Bonus personal time shall be rewarded to employees not using sick leave as prescribed by the following schedule:

Hours of Sick Leave Used	Personal Hours Awarded
0 – 3	24
4 – 8	16
9 – 16	8
17 or more	0

To qualify for bonus personal time, employees must have been employed by the City for the entire calendar year. Bonus personal time is awarded in the first pay period of the calendar year and must be used prior to the end of the calendar year that it is awarded or it shall be cancelled without any payment due to the employee. Bonus personal time may be taken in 1-hour increments.

- (g) Employees shall receive payment for unused vacation time upon voluntary or involuntary termination of employment. As of December 31, 2023, the unused vacation time represented a potential liability to the City in the amount of \$156,240.

Sick Pay - Full-time employees may accumulate up to 180 days of sick leave. Twenty-five percent (25%) of unused sick leave will be paid upon termination of employment if in good standing. At December 31, 2023, City employees' sick leave payout at 25% would be \$121,886. In addition to vacation and sick leave, the City also has paid leave for comp time, Covid leave, personal days and wellness that amounted to \$24,756 as of December 31, 2023. There is no accrual for these amounts in the financial statements as amounts are expensed as the amounts are paid out.

NOTE J. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. Settlement of claims has not exceeded commercial insurance coverage in any of the last three fiscal years.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2023

NOTE K. DEFINED BENEFIT PENSION PLAN

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefits 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 require 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 South Kansas, Suite 100, Topeka, Ks. 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is KPERS 1, KPERS 2, or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009, KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law establishes the KPERS member-employee contribution rates a 6% of covered salary for KPERS 1, KPERS 2, and KPERS 3 members. K.S.A. 74-4975 establishes KP&F (Kansas Police and Fire) member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.43% for KPERS and 22.86% for KP&F for the fiscal year ended December 31, 2023. Contributions to the pension plan from the City were 153,360 for KPERS and \$ 232,038 for KP&F for the year ended December 31, 2023.

Net Pension Liability: At December 31, 2023, the City's proportionate share of the collective net pension liability reported to KPERS was \$1,728,611 and \$2,207,791 for KP&F. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023. The City's proportion of the net pension liability was based on the 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 this financial statement.

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

NOTE L. OTHER INFORMATION

Reimbursed Expenses: The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursement as revenue in the same fund. For purposes of budgetary comparisons, the reimbursements are shown as adjustments for qualifying budget credits.

Compliance with Kansas Statutes: References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the State Director of Accounts and Reports and interpretation by the legal representative of the municipality. The City is not aware of any violations.

Ad valorem tax revenues: The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser annually determines assessed valuations and the County Clerk spreads the annual assessment on the tax rolls.

CITY OF PAOLA, KANSAS

NOTES TO FINANCIAL STATEMENT

December 31, 2023

NOTE L. OTHER INFORMATION - continued

Ad valorem tax revenues: The County Treasurer is the tax collection agent for all taxing entities within the county. In accordance with Kansas statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. One-half of the property taxes are due December 20th, prior to the fiscal year for which they are budgeted and the second half is due the following May 10th. This procedure eliminates the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year. The City Treasurer draws down all available funds from the County Treasurer's office in two-month intervals.

Reimbursements: The City of Paola records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenues to the fund receiving the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursement.

Special assessments: Projects financed in part by special assessments are financed through general obligation bonds of the City and are retired from the bond and interest fund. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of bonds are recorded as revenue in the bond and interest fund.

NOTE M. SUBSEQUENT EVENTS

Subsequent Events: The City evaluated subsequent events through June 4, 2024, the date the financial statements were available to be issued. No significant events were noted that need disclosure.

REGULATORY BASIS
SUPPLEMENTARY INFORMATION

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City of Paola, Kansas

Schedule 1

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
(Budgeted Funds Only)**
For the Year Ended December 31, 2023

Fund	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Fund	\$ 5,456,168	\$ 0	\$ 5,456,168	\$ 5,201,264	\$ (254,904)
Special Purpose Funds					
Library	401,010	0	401,010	363,213	(37,797)
Employee Benefit	1,567,765	0	1,567,765	1,229,826	(337,939)
Family Aquatics Center	236,871	0	236,871	143,990	(92,881)
Community Center	142,944	0	142,944	129,190	(13,754)
Storm Water Management	344,450	0	344,450	50,114	(294,336)
Special Park and Recreation	27,063	0	27,063	25,975	(1,088)
Street Repair/Special Highway	347,941	0	347,941	149,900	(198,041)
Transient Guest Tax	74,828	0	74,828	50,401	(24,427)
Debt Service Funds					
Bond and Interest	1,169,653	0	1,169,653	930,412	(239,241)
Business Funds					
Sewer Service	2,005,024	0	2,005,024	1,346,389	(658,635)
Water Utility	2,133,454	0	2,133,454	1,985,302	(148,152)
Health and Sanitation	479,496	0	479,496	445,442	(34,054)

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01

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)

			2023		Variance Over (Under)	
	2022		Actual	Budget		
	Actual	Over (Under)				
Cash receipts						
Taxes						
Ad valorem property tax	\$ 1,960,851	\$ 1,996,164	\$ 2,030,000	\$ (33,836)		
Back tax collections	20,876	28,116	12,500	15,616		
Motor vehicle tax	142,229	169,414	172,092	(2,678)		
City sales tax	1,012,632	1,123,213	900,000	223,213		
County sales tax	817,449	912,649	675,000	237,649		
Sales tax	1,681	1,749	2,500	(751)		
Mowing assessments	1,070	1,060	0	1,060		
In lieu of taxes	26,112	30,698	22,000	8,698		
Total taxes	<u>3,982,900</u>	<u>4,263,063</u>	<u>3,814,092</u>	<u>448,971</u>		
Intergovernmental						
Liquor	21,044	21,326	22,000	(674)		
Community fisheries program	<u>6,489</u>	<u>6,489</u>	<u>6,400</u>	<u>89</u>		
Total Intergovernmental	<u>27,533</u>	<u>27,815</u>	<u>28,400</u>	<u>(585)</u>		
Licenses, fees and permits						
Franchise tax	485,572	497,864	440,000	57,864		
Pet licenses	1,147	761	1,500	(739)		
General licenses	43,745	43,175	35,000	8,175		
Lake permits	51,554	79,962	45,000	34,962		
Zoning/planning	2,663	4,027	1,000	3,027		
Building permits	109,093	131,815	80,000	51,815		
Total Licenses, Fees & Permits	<u>693,774</u>	<u>757,604</u>	<u>602,500</u>	<u>155,104</u>		
Charges for services						
Rural fire	<u>98,520</u>	<u>97,573</u>	<u>90,000</u>	<u>7,573</u>		
Fines, forfeitures, penalties						
Fines and fees	181,954	175,327	180,000	(4,673)		
Court costs	<u>34,790</u>	<u>34,440</u>	<u>45,000</u>	<u>(10,560)</u>		
Total Fines, Forfeitures, Penalties	<u>216,744</u>	<u>209,767</u>	<u>225,000</u>	<u>(15,233)</u>		
Use of money and property						
Rentals	55,478	60,791	52,750	8,041		
Cemetery	18,875	14,110	15,000	(890)		
Interest on investments	10,972	60,140	5,000	55,140		
Total Use of Money & Property	<u>85,325</u>	<u>135,041</u>	<u>72,750</u>	<u>62,291</u>		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01

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)

	2023		Variance	
	2022		Over Over (Under)	
	Actual	Actual	Budget	(Under)
Cash receipts - continued				
Other				
Reimbursed expense	\$ 142,148	\$ 154,453	\$ 97,700	\$ 56,753
Reimbursed NSF Checks	7,906	5,808	3,000	2,808
Miscellaneous	6,452	10,861	3,000	7,861
Total Other	<u>156,506</u>	<u>171,122</u>	<u>103,700</u>	<u>67,422</u>
Operating Transfers	<u>316,000</u>	<u>0</u>	<u>25,000</u>	<u>(25,000)</u>
Total Cash Receipts	<u>5,577,302</u>	<u>5,661,985</u>	<u>\$ 4,370,049</u>	<u>\$ 700,543</u>
Expenditures				
Administration				
Full time salaries	381,618	454,962	\$ 374,000	\$ 80,962
Part time help	15,666	16,795	7,900	8,895
Overtime	650	274	100	174
Other personal services	9,268	9,593	8,500	1,093
Professional services	58,386	1,450	5,000	(3,550)
Legal service	9,938	8,911	13,000	(4,089)
Telephone	8,418	5,414	8,000	(2,586)
Credit card transaction fees	29,819	41,175	23,000	18,175
Training, travel and dues	10,874	5,814	10,000	(4,186)
Legal printing	1,497	2,420	2,000	420
Advertising	960	1,086	1,000	86
Insurance	11,375	12,409	12,600	(191)
Utility charges	7,776	8,154	11,000	(2,846)
Other contractual	61,855	67,946	53,000	14,946
Civil defense sirens	2,602	1,664	8,000	(6,336)
Street lights	135,968	147,010	165,000	(17,990)
Chamber of commerce dues	16,000	5,000	5,000	0
General office supplies	7,039	4,182	7,000	(2,818)
Postage	3,825	4,811	3,000	1,811
Gifts and memorials	412	275	500	(225)
Operational supplies	2,362	3,888	3,000	888
Building and maintenance supplies	648	3,890	3,500	390
Cleaning supplies	68	446	600	(154)
Non sufficient funds checks	8,528	6,166	4,000	2,166
Miscellaneous	17,492	8,809	500	8,309
Computer equip. & software	96	1,728	500	1,228
Refunds	75	205	100	105
Sales tax	<u>1,661</u>	<u>1,733</u>	<u>2,500</u>	<u>(767)</u>
Total Administration	<u>804,876</u>	<u>826,210</u>	<u>732,300</u>	<u>93,910</u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01

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)

Expenditures - continued	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Police Department					
Full time salaries	\$ 958,910	\$ 958,373	\$ 1,215,000	\$ (256,627)	
Part time help	6,051	4,907	7,500	(2,593)	
Overtime	124,788	132,071	65,000	67,071	
Holiday overtime	33,024	31,500	35,000	(3,500)	
Legal services	0	20	0	20	
Communications equipment	0	1,428	2,000	(572)	
Telephone	17,983	19,488	20,000	(512)	
Training, travel and dues	14,122	19,535	18,000	1,535	
Training T&D Command Staff	4,020	4,499	4,500	(1)	
Advertising	582	439	1,500	(1,061)	
Insurance	31,719	33,779	34,500	(721)	
Lease payments	40,870	40,870	42,000	(1,130)	
Animal care	10,456	5,919	12,000	(6,081)	
Utilities	26,326	25,151	26,000	(849)	
Other services	81,867	145,584	80,000	65,584	
Office supplies	3,849	3,555	4,200	(645)	
Postage	914	1,463	1,500	(37)	
Operational supplies	11,630	12,450	12,500	(50)	
DARE supplies	1,427	1,825	1,700	125	
Vehicle maintenance	11,421	12,788	10,000	2,788	
Equipment maintenance	4,930	4,917	5,500	(583)	
Building maintenance	17,267	15,224	16,000	(776)	
Cleaning supplies	1,692	866	2,000	(1,134)	
Motor fuel and lubrication	39,630	36,882	32,500	4,382	
Uniforms	10,272	9,864	10,200	(336)	
Enforcement equip. & supplies	9,381	19,817	20,000	(183)	
Non sufficient funds checks	77	0	0	0	
Miscellaneous supplies	0	0	2,500	(2,500)	
Office equipment	0	1,366	2,000	(634)	
Computer equip. & software	24,806	37,344	22,000	15,344	
Body cameras	0	0	13,700	(13,700)	
Equipment, bldg. & grounds	5,170	4,967	5,000	(33)	
Motor vehicles	10,348	9,064	10,000	(936)	
 Total Police Department	 1,503,532	 1,595,955	 1,734,300	 (138,345)	
 Fire Department					
Full time salaries	249,026	269,964	300,000	\$ (30,036)	
Telephone	5,795	4,710	4,500	210	
Travel, dues and tags	6,851	8,434	8,000	434	
Insurance	15,115	17,597	16,700	897	

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01

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)

Expenditures - continued	2023				Variance Over (Under)	
	2022		Actual	Budget		
	Actual	Over (Under)				
Fire Department - continued						
Utilities	\$ 19,362	\$ 19,848	\$ 18,000	\$ 1,848		
Other contractual	20,649	13,182	17,000	(3,818)		
General office supplies	733	746	1,000	(254)		
Postage	522	85	100	(15)		
Advertising	0	50	0	50		
Gifts/memorials	0	0	500	(500)		
Operational supplies	17,849	16,240	19,000	(2,760)		
Consumables	300	0	0	0		
Vehicle maintenance	3,771	1,204	5,000	(3,796)		
Equipment maintenance	7,982	10,435	7,000	3,435		
Comm. equip. & maint.	90	2,477	5,000	(2,523)		
Building maintenance	19,118	19,607	16,000	3,607		
Cleaning supplies	406	482	1,200	(718)		
Motor fuel and lubrication	3,063	2,615	4,000	(1,385)		
Rural fuel	3,385	2,758	3,500	(742)		
Uniforms	5,095	8,078	7,500	578		
Protective clothing	18,157	19,751	18,000	1,751		
Miscellaneous	0	0	0	0		
Equip/Bldg. & Grounds	0	115	0	115		
Computer equip. & software	4,742	2,601	4,000	(1,399)		
 Total Fire Department	 402,011	 420,979	 456,000	 (35,021)		
 Municipal Court						
Full time salaries	41,124	71,897	47,700	24,197		
Part time help	36,593	38,247	39,600	(1,353)		
Legal services	76,626	86,132	90,000	(3,868)		
Telephone services	550	0	0	0		
Training, travel and dues	50	1,206	1,000	206		
Prisoner care	50,621	28,205	25,000	3,205		
Other contract	13,053	9,471	16,000	(6,529)		
Office supplies	949	1,556	1,500	56		
Postage	850	1,250	850	400		
Operational supplies	656	544	1,000	(456)		
Refunds	250	0	0	0		
Non sufficient funds checks	172	212	0	212		
Office Equip - Furniture	0	240	500	(260)		
Computer equip. & software	480	708	1,000	(292)		
 Total Municipal Court	 221,974	 239,668	 224,150	 15,518		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01

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)

Expenditures - continued			2023		Variance Over (Under)
	2022	Actual	Actual	Budget	
Street Department					
Full time salaries	\$ 390,555	\$ 421,280	\$ 506,000	\$	(84,720)
Part time help	20,996	0	6,500		(6,500)
Overtime	3,355	3,057	0		3,057
Telephone	4,098	4,130	3,500		630
Training, travel, dues	138	376	1,800		(1,424)
Advertising	253	0	500		(500)
Insurance	16,716	14,454	18,400		(3,946)
Lease payments	51,765	0	0		0
Utility charges	13,472	13,503	15,000		(1,497)
Other services	11,008	13,240	10,000		3,240
Tree care	1,650	1,248	2,500		(1,252)
General office supplies	641	781	1,000		(219)
Operational supplies	17,551	21,636	27,000		(5,364)
Chemicals/Fertilizer	6,316	0	0		0
Plant materials	2,047	0	0		0
Consumables	1,245	0	0		0
Vehicle maintenance	2,956	3,692	7,000		(3,308)
Snow/Ice Control	19,553	0	12,500		(12,500)
Equipment maintenance	28,709	22,949	26,000		(3,051)
Traffic	2,822	12,753	12,000		753
Building maintenance	2,501	3,599	3,500		99
Construction material	34,684	33,174	33,000		174
Motor fuel and lubrication	19,837	20,041	27,000		(6,959)
Uniforms	3,401	4,052	3,800		252
Miscellaneous supplies	271	0	300		(300)
Office equipment furniture	18	79	500		(421)
Computer equipment/ software	802	1,456	1,000		456
Equip/Bldg. & grounds	17,467	0	0		0
Refunds	212	0	0		0
Miscellaneous capital items	25,000	24,656	25,000		(344)
 Total Street Department	 700,039	 620,156	 743,800	 (123,644)	

Park and Recreation

Full time salaries	175,541	192,050	206,400	(14,350)
Part time help	0	14,800	25,000	(10,200)
Overtime	1,970	1,250	1,200	50
Telephone	1,673	3,822	2,500	1,322
Training, travel and dues	902	1,068	1,000	68
Advertising	296	0	1,200	(1,200)
Insurance	9,431	13,521	10,400	3,121
Utility charges	35,418	36,630	36,000	630
Other services	31,228	39,493	30,000	9,493

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01

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)

Expenditures - continued	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Park and Recreation - continued					
Tree care	\$ 0	\$ 5,468	\$ 6,000	\$(532)	
General office supplies	407	379	400	(21)	
Operational supplies	9,105	12,813	12,000	813	
Chemicals and fertilizer	0	1,691	5,000	(3,309)	
Plant materials	0	5,972	4,000	1,972	
Consumables	0	1,574	1,500	74	
Vehicle maintenance	851	3,460	3,000	460	
Equipment maintenance	8,877	11,553	9,500	2,053	
Building maintenance	5,646	3,759	8,000	(4,241)	
Construction material	786	1,802	2,000	(198)	
Motor fuel and lubrication	21,108	16,355	18,500	(2,145)	
Uniforms	921	1,121	1,400	(279)	
Lease Payments	0	0	8,500	(8,500)	
Miscellaneous	271	1,223	500	723	
Refunds	0	20	300	(280)	
Computer Equip/Software	647	1,493	1,000	493	
Equipment/building & grounds	<u>0</u>	<u>13,937</u>	<u>20,000</u>	<u>(6,063)</u>	
 Total Park & Recreation	 <u>305,078</u>	 <u>385,254</u>	 <u>415,300</u>	 <u>(30,046)</u>	
 Cemetery					
Full time salaries	44,516	48,003	59,800	(11,797)	
Overtime	2,596	997	2,000	(1,003)	
Training, travel and dues	0	0	200	(200)	
Advertising	76	76	100	(24)	
Insurance	1,996	2,213	900	1,313	
Lease Payments	25,000	24,799	30,000	(5,201)	
Other Contractual	1,835	1,835	3,500	(1,665)	
Operational supplies	350	363	1,500	(1,137)	
Vehicle maintenance	0	47	500	(453)	
Equipment maintenance	861	379	1,000	(621)	
Building maintenance	1,853	0	2,500	(2,500)	
Construction materials	0	0	2,500	(2,500)	
Motor fuel and lube	2,520	2,732	3,000	(268)	
Motor vehicle/equipment	31	0	0	0	
Refunds	125	10	0	10	
Uniforms	<u>224</u>	<u>727</u>	<u>350</u>	<u>377</u>	
 Total Cemetery	 <u>81,983</u>	 <u>82,181</u>	 <u>107,850</u>	 <u>(25,669)</u>	

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2a

GENERAL FUND - 01

**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)

Expenditures - continued	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Community Development					
Full time salaries	\$ 128,759	\$ 164,657	\$ 161,400	\$ 3,257	
Overtime	0	0	300	(300)	
Professional services	24,231	1,726	5,500	(3,774)	
Legal services	0	0	1,000	(1,000)	
Telephone	2,993	2,927	4,000	(1,073)	
Training, travel and dues	2,818	2,100	3,500	(1,400)	
Legal printing	854	1,579	2,000	(421)	
Advertising	342	0	100	(100)	
Insurance	2,613	2,749	2,900	(151)	
Other contractual	13,595	7,377	7,500	(123)	
General office supplies	2,509	1,121	2,500	(1,379)	
Postage	404	833	1,000	(167)	
Operational supplies	2,651	60	1,500	(1,440)	
Vehicle maintenance	208	764	1,000	(236)	
Motor fuel and lubrication	2,183	1,593	2,500	(907)	
Uniforms	127	100	325	(225)	
Miscellaneous	903	0	0	0	
Computer equipment & software	5,831	3,295	3,500	(205)	
Motor Vehicle/Equipment	27	0	100	(100)	
Refunds	1,800	0	1,000	(1,000)	
Miscellaneous	50	2,500	500	2,000	
Total Community Development	192,898	193,381	202,125	(8,744)	
Economic Development					
Miscellaneous	0	0	2,500	(2,500)	
Total Economic Development	0	0	2,500	(2,500)	
Operating transfers	610,006	837,480	837,480	0	
Appropriated reserve	0	0	363	(363)	
Total expenditures and transfers subject to budget	4,822,397	5,201,264	\$ 5,456,168	\$ (254,904)	
Receipts over (under) expenditures	754,905	460,721			
Unencumbered cash, January 1	441,307	1,196,212			
Unencumbered cash, December 31	\$ 1,196,212	\$ 1,656,933			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2b

SPECIAL PURPOSE FUNDS

LIBRARY FUND - 02

**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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Cash receipts					
Taxes					
Ad valorem property tax	\$ 271,815	\$ 273,588	\$ 278,187	\$ (4,599)	
Back tax collections	3,619	4,166	2,500	1,666	
Motor vehicle tax	<u>25,075</u>	<u>23,523</u>	<u>23,854</u>	<u>(331)</u>	
Total taxes	<u>300,509</u>	<u>301,277</u>	<u>304,541</u>	<u>(3,264)</u>	
Intergovernmental					
State aid and grants	<u>28,891</u>	<u>28,087</u>	<u>25,000</u>	<u>3,087</u>	
Use of money and property					
Interest on investments	<u>279</u>	<u>1,698</u>	<u>500</u>	<u>1,198</u>	
Fines and fees					
	<u>468</u>	<u>699</u>	<u>200</u>	<u>499</u>	
Other					
Miscellaneous	<u>3,758</u>	<u>7,307</u>	<u>2,000</u>	<u>5,307</u>	
Total cash receipts	<u>333,905</u>	<u>339,068</u>	<u>\$ 332,241</u>	<u>\$ 6,827</u>	
Expenditures					
Regular salaries	117,976	122,950	\$ 124,200	\$ (1,250)	
Temporary help	38,027	54,856	60,700	(5,844)	
Library pages	23,635	31,272	25,800	5,472	
Overtime	629	1,242	400	842	
Unemployment benefits	180	209	0	209	
Telephone services	3,954	2,130	4,500	(2,370)	
Training	754	1,407	700	707	
Advertising	961	829	800	29	
Insurance and bond premiums	7,662	8,558	8,200	358	
Utility charges	11,266	11,281	10,800	481	
Other services	15,774	18,366	19,000	(634)	
Office supplies	2,112	1,678	1,400	278	
Postage	244	342	150	192	
Operation supplies	4,504	3,910	3,300	610	
Building maintenance supplies	9,441	9,437	9,000	437	
Cleaning supplies	630	732	700	32	
Library media	19,250	19,382	20,000	(618)	
Library materials	1,934	1,681	1,500	181	
Children's programming	1,041	1,014	1,000	14	
Adult Programming	307	0	0	0	
Non sufficient funds checks	26	0	0	0	

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2b

SPECIAL PURPOSE FUNDS

LIBRARY FUND - 02

**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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Expenditures - continued					
Computer equipment & software	\$ 5,184	\$ 5,068	\$ 5,000	\$ 68	
Library books	<u>8,490</u>	<u>8,509</u>	<u>8,500</u>	<u>9</u>	
Total expenditures	<u>273,981</u>	<u>304,853</u>	<u>305,650</u>	<u>(797)</u>	
Operating transfers	<u>55,000</u>	<u>58,360</u>	<u>58,360</u>	<u>0</u>	
Appropriated reserve	<u>0</u>	<u>0</u>	<u>37,000</u>	<u>(37,000)</u>	
Total expenditures and transfers subject to budget	<u>328,981</u>	<u>363,213</u>	<u>\$ 401,010</u>	<u>\$ (37,797)</u>	
Receipts over (under) expenditures	4,924	(24,145)			
Unencumbered cash, January 1	<u>87,581</u>	<u>92,505</u>			
Unencumbered cash, December 31	<u>\$ 92,505</u>	<u>\$ 68,360</u>			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2c

**SPECIAL PURPOSE FUNDS
EMPLOYEE BENEFIT FUND - 05**

**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)

	2023			Variance Over (Under)	
	2022		Actual		
	Actual	Budget			
Cash receipts					
Taxes					
Ad valorem property tax	\$ 117,746	\$ 294,896	\$ 300,000	\$ (5,104)	
Back tax collections	4,196	3,284	4,000	(716)	
Motor vehicle tax	30,384	10,331	10,325	6	
Total taxes	152,326	308,511	314,325	(5,814)	
Use of money and property					
Interest on investments	1,075	6,356	3,000	3,356	
Other					
Reimbursements	47,083	46,531	56,000	(9,469)	
Operating transfers	741,923	830,160	829,300	860	
Total cash receipts	942,407	1,191,558	\$ 1,202,625	\$ (11,067)	
Expenditures					
Final Benefits Payout	146,821	47,859	\$ 120,000	\$ (72,141)	
HRA	23,332	19,276	35,000	(15,724)	
Health Premiums	283,926	342,462	470,000	(127,538)	
Cobra Insurance Premiums	12,438	40,164	20,000	20,164	
Worker's compensation	46,547	54,472	60,000	(5,528)	
FICA employer's contributions	245,667	261,251	250,000	11,251	
KPERS employer's contributions	381,781	420,013	425,000	(4,987)	
Section 125 payments	19,885	16,486	36,000	(19,514)	
Unemployment	3,139	3,340	6,300	(2,960)	
Training, travel, dues	304	316	0	316	
Insurance	6,576	7,151	0	7,151	
Employee assistance	8,806	9,066	0	9,066	
Other contractual	2,080	2,004	0	2,004	
Operational supplies	0	0	750	(750)	
Miscellaneous	201	0	4,000	(4,000)	
Employee development	7,383	5,966	25,000	(19,034)	
Total expenditures	1,188,886	1,229,826	1,452,050	(222,224)	
Appropriated reserve	0	0	115,715	(115,715)	
Total expenditures subject to budget	1,188,886	1,229,826	\$ 1,567,765	\$ (337,939)	
Receipts over (under) expenditures	(246,479)	(38,268)			
Unencumbered cash, January 1	815,958	569,479			
Unencumbered cash, December 31	\$ 569,479	\$ 531,211			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2d

SPECIAL PURPOSE FUNDS

FAMILY AQUATICS CENTER FUND - 07

**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)

	2023			Variance Over (Under)	
	2022		Actual		
	Actual	Budget			
Cash receipts					
Taxes					
Sales Tax	\$ 961	\$ 1,159	\$ 1,100	\$ 59	
Charges for services					
Season passes	11,215	12,757	13,000	(243)	
Gate receipts	16,859	19,503	20,000	(497)	
Coupon books	2,790	3,160	3,000	160	
Concessions	10,192	12,525	13,000	(475)	
Lessons	3,443	3,146	3,000	146	
Total charges for services	<u>44,499</u>	<u>51,091</u>	<u>52,000</u>	<u>(909)</u>	
Use of money and property					
Rentals	3,600	4,800	2,000	2,800	
Interest on investments	<u>137</u>	<u>640</u>	<u>200</u>	<u>440</u>	
Total use of money & property	<u>3,737</u>	<u>5,440</u>	<u>2,200</u>	<u>3,240</u>	
Operating transfers	<u>150,000</u>	<u>100,000</u>	<u>150,000</u>	<u>(50,000)</u>	
Total cash receipts	<u>199,197</u>	<u>157,690</u>	<u>\$ 205,300</u>	<u>\$ (47,610)</u>	
Expenditures					
Regular Salaries	617	0	\$ 0	\$ 0	
Temporary help	53,693	61,461	95,000	(33,539)	
Overtime	3,846	4,792	3,000	1,792	
Professional services	228	0	0	0	
Telephone	1,247	1,426	1,200	226	
Training, travel, dues	0	2,160	2,400	(240)	
Advertising	1,268	1,593	2,000	(407)	
Insurance	5,029	5,548	5,600	(52)	
Utilities	9,354	11,319	13,500	(2,181)	
Other contractual	4,622	5,404	3,000	2,404	
General office supplies	217	0	200	(200)	
Operational supplies	17,540	13,607	12,000	1,607	
Equipment maintenance	370	460	1,000	(540)	
Building & maintenance	0	250	1,000	(750)	
Cleaning	185	137	300	(163)	
Uniforms	1,838	1,452	2,000	(548)	
Concession supplies	7,532	7,953	10,000	(2,047)	
Equipment and plant	20,378	261	10,000	(9,739)	

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2d

SPECIAL PURPOSE FUNDS

FAMILY AQUATICS CENTER FUND - 07

**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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Expenditures - continued					
Refunds	\$ 370	\$ 0	\$ 0	\$ 0	
Sales tax	<u>888</u>	<u>1,167</u>	<u>1,500</u>	<u>(333)</u>	
Total expenditures	<u>129,222</u>	<u>118,990</u>	<u>163,700</u>	<u>(44,710)</u>	
Operating transfers	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>0</u>	
Appropriated reserve	<u>0</u>	<u>0</u>	<u>48,171</u>	<u>(48,171)</u>	
Total expenditures and transfers subject to budget	<u>154,222</u>	<u>143,990</u>	<u>\$ 236,871</u>	<u>\$ (92,881)</u>	
Receipts over (under) expenditures	44,975	13,700			
Unencumbered cash, January 1	<u>45,371</u>	<u>90,346</u>			
Unencumbered cash, December 31	<u>\$ 90,346</u>	<u>\$ 104,046</u>			

City of Paola, Kansas

Schedule 2e

SPECIAL PURPOSE FUNDS

COMMUNITY CENTER - 08

**SCHEDULE 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)

			2023		Variance Over (Under)	
	2022		Actual	Budget		
	Actual	Actual				
Cash receipts						
Charges for services						
Rentals	\$ 30,316	\$ 32,928	\$ 25,000	\$ 7,928		
Concessions	121	324	500	(176)		
Ticket sales	585	16	2,000	(1,984)		
Program and events	0	104	2,000	(1,896)		
Total charges for services	31,022	33,372	29,500	3,872		
Intergovernmental						
Grants	7,530	0	8,000	(8,000)		
Use of money and property						
Interest on investments	15	30	100	(70)		
Other						
Reimbursed expenses	0	280	0	280		
Miscellaneous	287	46	0	46		
Sales Tax	65	24	100	(76)		
Total other	352	350	100	250		
Operating transfers	100,000	100,000	100,000	0		
Total cash receipts	138,919	133,752	\$ 137,700	\$ (3,948)		
Expenditures						
Full time salaries	64,557	57,111	\$ 67,800	\$ (10,689)		
Part time help	4,746	2,839	4,000	(1,161)		
Overtime	0	0	150	(150)		
Telephone	2,057	3,398	2,400	998		
Training and travel	100	672	600	72		
Advertising	865	951	3,700	(2,749)		
Insurance	11,412	14,347	12,600	1,747		
Lease Payments	5,041	0	0	0		
Utilities	14,206	12,958	16,000	(3,042)		
Other contractual	7,123	9,285	3,000	6,285		
Event and program costs	1,112	731	2,000	(1,269)		
General office supplies	949	49	300	(251)		
Postage	0	0	300	(300)		
Gifts/memorials	76	0	100	(100)		
Operating supplies	1,107	1,402	3,000	(1,598)		
Building maintenance	10,540	2,125	3,500	(1,375)		

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2e

SPECIAL PURPOSE FUNDS

COMMUNITY CENTER - 08

**SCHEDULE 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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Expenditures - continued					
Cleaning supplies	\$ 39	\$ 151	\$ 500	\$ (349)	
Non Sufficient Funds Checks	0	0	100	(100)	
Concession supplies	42	323	400	(77)	
Office Equip. Furniture	0	0	150	(150)	
Miscellaneous	29	0	50	(50)	
Computer equipment and software	836	70	200	(130)	
Equip/Bldg. and Grounds	0	1,538			
Sales tax	65	19	175	(156)	
Real Estate taxes	410	271	1,000	(729)	
Refunds	0	150	0	150	
Total expenditures	<u>125,312</u>	<u>108,390</u>	<u>122,025</u>	<u>(15,173)</u>	
Operating transfers	<u>13,500</u>	<u>20,800</u>	<u>20,800</u>	<u>0</u>	
Appropriated reserve	<u>0</u>	<u>0</u>	<u>119</u>	<u>(119)</u>	
Total expenditures and transfers subject to budget	<u>138,812</u>	<u>129,190</u>	<u>\$ 142,944</u>	<u>\$ (15,292)</u>	
Receipts over (under) expenditures	107	4,562			
Unencumbered cash, January 1	<u>5,045</u>	<u>5,152</u>			
Unencumbered cash, December 31	\$ <u>5,152</u>	\$ <u>9,714</u>			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2f

SPECIAL PURPOSE FUNDS

STORM WATER MANAGEMENT - 12

**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)

	2023			Variance Over (Under)	
	2022		Actual	Budget	Over (Under)
	Actual	Actual	Budget		
Cash receipts					
Charges for services					
Storm water management fees	\$ 86,499	\$ 87,217	\$ 85,000	\$ 2,217	
Use of money and property					
Interest on investments	424	3,050	0		3,050
Other Income	0	9			
Total cash receipts	<u>86,923</u>	<u>90,276</u>	<u>\$ 85,000</u>	<u>\$ 5,267</u>	
Expenditures					
Professional Services	0	0	\$ 20,000	\$ (20,000)	
Other contractual	1,919	0	5,000	(5,000)	
Construction materials	25,163	17,791	30,000	(12,209)	
Lease payments	7,150	7,350	6,800	550	
Equipment/plant	0	0	2,500	(2,500)	
Storm water construction	<u>18,018</u>	<u>24,973</u>	<u>25,000</u>	<u>(27)</u>	
Total expenditures	<u>52,250</u>	<u>50,114</u>	<u>89,300</u>	<u>(39,186)</u>	
Appropriated reserve	0	0	<u>255,150</u>	<u>(255,150)</u>	
Total expenditures and transfers subject to budget	<u>52,250</u>	<u>50,114</u>	<u>\$ 344,450</u>	<u>\$ (294,336)</u>	
Receipts over (under) expenditures	34,673	40,162			
Unencumbered cash, January 1	<u>262,348</u>	<u>297,021</u>			
Unencumbered cash, December 31	\$ <u>297,021</u>	\$ <u>337,183</u>			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2g

SPECIAL PURPOSE FUNDS

SPECIAL PARK AND RECREATION FUND - 14

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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Cash receipts					
Intergovernmental					
Local liquor tax	\$ 21,043	\$ 21,326	\$ 22,000	\$ (674)	
Use of money and property					
Interest on investment	47	19	0	19	
Total cash receipts	<u>21,090</u>	<u>21,345</u>	<u>\$ 22,000</u>	<u>\$ (655)</u>	
Expenditures					
Other contractual	33,489	8,039	\$ 8,000	\$ 39	
Operational supplies	344	3,999	1,500	2,499	
Equip/Bldg. & Grounds	14,893	13,937	16,000	(2,063)	
Construction materials	409	0	0	0	
Total expenditures	<u>49,135</u>	<u>25,975</u>	<u>25,500</u>	<u>475</u>	
Appropriated reserve	<u>0</u>	<u>0</u>	<u>1,563</u>	<u>(1,563)</u>	
Total expenditures subject to budget	<u>49,135</u>	<u>25,975</u>	<u>\$ 27,063</u>	<u>\$ (1,088)</u>	
Receipts over (under) expenditures	(28,045)	(4,630)			
Unencumbered cash, January 1	<u>39,534</u>	<u>11,489</u>			
Unencumbered cash, December 31	<u>\$ 11,489</u>	<u>\$ 6,859</u>			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2h

SPECIAL PURPOSE FUNDS

STREET REPAIR - SPECIAL HIGHWAY FUND - 17

**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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Cash receipts					
Taxes					
Gas tax	\$ 154,862	\$ 155,812	\$ 159,010	\$ (3,198)	
Use of money and property					
Interest on investments	340	1,661	0	1,661	
Total cash receipts	<u>155,202</u>	<u>157,473</u>	<u>\$ 159,010</u>	<u>\$ (1,537)</u>	
Expenditures					
Construction material	<u>150,000</u>	<u>149,900</u>	<u>\$ 150,000</u>	<u>\$ (100)</u>	
Total expenditures	<u>150,000</u>	<u>149,900</u>	<u>150,000</u>	<u>(100)</u>	
Appropriated reserve	<u>0</u>	<u>0</u>	<u>197,941</u>	<u>(197,941)</u>	
Total expenditures subject to budget	<u>150,000</u>	<u>149,900</u>	<u>\$ 347,941</u>	<u>\$ (198,041)</u>	
Receipts over (under) expenditures	5,202	7,573			
Unencumbered cash, January 1	<u>182,330</u>	<u>187,532</u>			
Unencumbered cash, December 31	<u>\$ 187,532</u>	<u>\$ 195,105</u>			

City of Paola, Kansas

Schedule 2i

SPECIAL PURPOSE FUNDS

SPECIAL LAW ENFORCEMENT ACCOUNT - 18

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

REGULATORY BASIS

For the Year Ended December 31, 2023

(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022 Actual	2023 Actual
Cash receipts		
Use of money and property		
Interest on investment	\$ 11	\$ 48
Total cash receipts	<u>11</u>	<u>48</u>
Expenditures		
Miscellaneous	<u>0</u>	<u>3,000</u>
Total expenditures	<u>0</u>	<u>3,000</u>
Receipts over (under) expenditures	11	(2,952)
Unencumbered cash, January 1	<u>7,525</u>	<u>7,536</u>
Unencumbered cash, December 31	<u>\$ 7,536</u>	<u>\$ 4,584</u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2j

**SPECIAL PURPOSE FUNDS
TRANSIENT GUEST TAX - 20**

**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)

	2023			Variance	
	2022		Actual	Budget	Over (Under)
	Actual	Budget			
Cash receipts					
Taxes					
Transient guest tax	\$ 37,798	\$ 39,346	\$ 25,000	\$ 14,346	
Use of money and property					
Interest on investment	85	508	0	508	
Total cash receipts	<u>37,883</u>	<u>39,854</u>	<u>\$ 25,000</u>	<u>\$ 14,854</u>	
Expenditures					
Advertising	5,642	0	\$ 0	\$ 0	
Economic Development Chamber	4,000	10,000	15,000	(5,000)	
Promotional campaigns	30,150	39,050	30,000	9,050	
Other	0	1,351	0	1,351	
Total expenditures	<u>39,792</u>	<u>50,401</u>	<u>\$ 45,000</u>	<u>\$ 5,401</u>	
Appropriated reserve					
	0	0	29,828		(29,828)
Total expenditures and transfers subject to budget	<u>39,792</u>	<u>50,401</u>	<u>\$ 74,828</u>	<u>\$ (24,427)</u>	
Receipts over (under) expenditures					
	(1,909)	(10,547)			
Unencumbered cash, January 1	<u>64,828</u>	<u>62,919</u>			
Unencumbered cash, December 31	\$ <u>62,919</u>	\$ <u>52,372</u>			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2k

SPECIAL PURPOSE FUNDS

FAMILY AQUATICS CENTER EQUIPMENT RESERVE - 23

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

REGULATORY BASIS

For the Year Ended December 31, 2023

(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	<u>2022</u> <u>Actual</u>	<u>2023</u> <u>Actual</u>
Cash receipts		
Taxes		
City Sales Tax	\$ 0	\$ 137,500
Use of money and property		
Interest on investments	0	1,214
Operating transfers	<u>0</u>	<u>100,118</u>
Total cash receipts	<u>0</u>	<u>238,832</u>
Expenditures		
Operating transfers	<u>0</u>	<u>100,000</u>
Total expenditures and transfers	<u>0</u>	<u>100,000</u>
Receipts over (under) expenditures	0	138,832
Unencumbered cash, January 1	<u>(118)</u>	<u>(118)</u>
Unencumbered cash, December 31	<u>\$ (118)</u>	<u>\$ 138,714</u>

City of Paola, Kansas

Schedule 21

SPECIAL PURPOSE FUNDS

COVID-19 - 26

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS**

For the Year Ended December 31, 2023

(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022 Actual	2023 Actual
Cash receipts		
Intergovernmental		
State Grants	\$ 686,386	\$ 0
Total cash receipts	<u>686,386</u>	<u>0</u>
Expenditures		
Professional Services	0	10,000
Other contractual	248,098	16,537
Operating supplies	0	40,053
Construction materials	65,510	74,823
Other	<u>146,177</u>	<u>13,965</u>
Total expenditures	<u>459,785</u>	<u>155,378</u>
Receipts over (under) expenditures	226,601	(155,378)
Unencumbered cash, January 1	<u>436,386</u>	<u>662,987</u>
Unencumbered cash, December 31	<u>\$ 662,987</u>	<u>\$ 507,609</u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2m

SPECIAL PURPOSE FUNDS

BOND ISSUE

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS**

For the Year Ended December 31, 2023

(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022 Actual	2023 Actual
Cash receipts		
Use of money and property		
Bond proceeds	\$ 3,129,997	\$ 7,570,000
Bond Premium	0	588,918
Other		
Interest Income	0	80,647
Reimbursed expense	<u>135</u>	<u>0</u>
Total cash receipts	<u>3,130,132</u>	<u>8,239,565</u>
Expenditures		
Professional services	18,298	57,496
Other contractual	2,260,310	742,642
Construction materials	164,448	2,075,015
Miscellaneous	0	3,380
Underwriting discount	23,325	75,700
Principal Payments	0	3,110,000
Interest expense	56,153	17,969
Bond Insurance	<u>0</u>	<u>19,430</u>
Total expenditures	<u>2,522,534</u>	<u>6,101,632</u>
Operating transfers	<u>0</u>	<u>5,000</u>
Total expenditures and transfers	<u>2,522,534</u>	<u>6,106,632</u>
Receipts over (under) expenditures	607,598	2,132,933
Unencumbered cash, January 1	<u>0</u>	<u>607,598</u>
Unencumbered cash, December 31	<u>\$ 607,598</u>	<u>\$ 2,740,531</u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2n

SPECIAL PURPOSE FUNDS

ESCROW FUND - 46

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

REGULATORY BASIS

For the Year Ended December 31, 2023

(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022 Actual	2023 Actual
Cash receipts		
Escrow receipts	\$ 330	\$ 1,979
Total cash receipts	<u>330</u>	<u>1,979</u>
Expenditures		
Interest Expense	0	6
Escrow disbursements	<u>0</u>	<u>2,279</u>
Total expenditures	<u>0</u>	<u>2,285</u>
Receipts over (under) expenditures	330	(306)
Unencumbered cash, January 1	<u>2,946</u>	<u>3,276</u>
Unencumbered cash, December 31	<u>\$ 3,276</u>	<u>\$ 2,970</u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2o

SPECIAL PURPOSE FUNDS
MENNENOAH CEMETERY - 47
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022	2023
	Actual	Actual
Cash receipts		
Use of money and property		
Interest on investment	\$ 3	\$ 23
Total cash receipts	3	23
Expenditures		
Other Contractual	0	0
Total expenditures	0	0
Receipts over (under) expenditures	3	23
Unencumbered cash, January 1	2,295	2,298
Unencumbered cash, December 31	\$ 2,298	\$ 2,321

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2p

SPECIAL PURPOSE FUNDS
SPECIAL GRANTS FUND - 70
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2023

(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022 Actual	2023 Actual
Cash receipts		
Intergovernmental		
Grants	\$ 88,666	\$ 94,998
Use of money and property		
Donations and Gifts	<u>3,500</u>	<u>3,200</u>
Total cash receipts	<u>92,166</u>	<u>98,198</u>
Expenditures		
Library materials	70,741	54,727
Children's programming	400	400
Other contractual	0	25,630
Equipment	10,583	9,387
Other	<u>30,462</u>	<u>15,350</u>
Total expenditures	<u>112,186</u>	<u>105,494</u>
Receipts over (under) expenditures	(20,020)	(7,296)
Unencumbered cash, January 1	<u>43,848</u>	<u>23,828</u>
Unencumbered cash, December 31	<u>\$ 23,828</u>	<u>\$ 16,532</u>

See Independent Auditor's Report.

City of Paola, Kansas**Schedule 2q**

SPECIAL PURPOSE FUNDS
DRUG ENFORCEMENT ACCOUNT
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022 Actual	2023 Actual
Cash receipts		
Other		
Reimbursement	\$ 1,058	\$ 4,100
Expenditures		
Other services	<u>60</u>	<u>4,856</u>
Receipts over (under) expenditures	998	(756)
Unencumbered cash, January 1	<u>1,093</u>	<u>2,091</u>
Unencumbered cash, December 31	<u>\$ 2,091</u>	<u>\$ 1,335</u>

City of Paola, Kansas

Schedule 2r

DEBT SERVICE FUND
BOND & INTEREST - 06

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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Cash receipts					
Taxes					
Ad valorem property tax	\$ 279,473	\$ 393,297	\$ 400,000	\$ (6,703)	
Back tax collections	4,388	4,860	3,000	1,860	
Motor vehicle tax	29,183	24,209	24,525	(316)	
Special assessments	114,083	21,854	10,000	11,854	
Total taxes	<u>427,127</u>	<u>444,220</u>	<u>437,525</u>	<u>6,695</u>	
Use of money and property					
Interest on investments	<u>2,767</u>	<u>17,273</u>	<u>3,000</u>	<u>14,273</u>	
Total use of money and property	<u>2,767</u>	<u>17,273</u>	<u>3,000</u>	<u>14,273</u>	
Operating transfers	<u>451,650</u>	<u>456,750</u>	<u>451,750</u>	<u>5,000</u>	
Total cash receipts	<u>881,544</u>	<u>918,243</u>	<u>\$ 892,275</u>	<u>\$ 25,968</u>	
Expenditures					
Bond principal	785,000	780,000	\$ 780,000	\$ 0	
Interest expense	173,963	150,412	150,413	(1)	
Total expenditures	<u>958,963</u>	<u>930,412</u>	<u>930,413</u>	<u>(1)</u>	
Appropriated reserve	<u>0</u>	<u>0</u>	<u>239,240</u>	<u>(239,240)</u>	
Total expenditures subject to budget	<u>958,963</u>	<u>930,412</u>	<u>1,169,653</u>	<u>(239,241)</u>	
Receipts over (under) expenditures	(77,419)	(12,169)			
Unencumbered cash, January 1	<u>444,109</u>	<u>366,690</u>			
Unencumbered cash, December 31	<u>\$ 366,690</u>	<u>\$ 354,521</u>			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2s

CAPITAL PROJECTS FUNDS
EQUIPMENT REPLACEMENT - 80
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS

For the Year Ended December 31, 2023

(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022 Actual	2023 Actual
Cash receipts		
Intergovernmental		
Grants	\$ 0	\$ 0
Other		
Reimbursed Expenses	\$ 47,679	\$ 0
Sale of surplus equipment	33,950	6,400
Miscellaneous	<u>6,048</u>	<u>3,227</u>
Total other	<u>87,677</u>	<u>9,627</u>
Operating Transfers	0	202,000
Total cash receipts	<u>87,677</u>	<u>211,627</u>
Expenditures		
Equipment/plant	61,750	300
Motor vehicle	<u>0</u>	<u>24,980</u>
Total expenditures	<u>61,750</u>	<u>25,280</u>
Receipts over (under) expenditures	25,927	186,347
Unencumbered cash, January 1	<u>102,827</u>	<u>128,754</u>
Unencumbered cash, December 31	<u>\$ 128,754</u>	<u>\$ 315,101</u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2t

CAPITAL PROJECTS FUNDS

CAPITAL PROJECTS - 90

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL

REGULATORY BASIS

For the Year Ended December 31, 2023

(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022	2023
	Actual	Actual
Cash receipts		
Taxes and shared revenues		
City sales tax	\$ 1,518,947	\$ 1,594,552
Other		
Interest	2,237	18,212
Miscellaneous	200	35,290
Reimbursements	6,769	15,943
Grants	73,790	70,295
Donations and gifts	<u>1,364</u>	<u>132</u>
Total other	<u>84,360</u>	<u>139,872</u>
Operating transfers	<u>60,884</u>	<u>10,000</u>
Total cash receipts	<u>1,664,191</u>	<u>1,744,424</u>
Expenditures		
Construction materials	218,298	248,711
Other contractual	63,976	417,046
Motor Vehicle/Equipment	77,208	615,900
Equip/Bldg. & Grounds	73,000	6,100
Capital improvements	31,147	19,164
Professional services	0	7,500
Principal Payment	0	455,000
Interest Payment	0	171,825
Other	<u>9,192</u>	<u>62,780</u>
Total expenditures	<u>472,821</u>	<u>2,004,026</u>
Operating transfers	<u>210,684</u>	<u>100,118</u>
Total expenditures and transfers	<u>683,505</u>	<u>2,104,144</u>
Receipts over (under) expenditures	980,686	(359,720)
Unencumbered cash, January 1	<u>2,233,362</u>	<u>3,214,048</u>
Unencumbered cash, December 31	<u>\$ 3,214,048</u>	<u>\$ 2,854,328</u>

City of Paola, Kansas

Schedule 2u

BUSINESS FUNDS

SEWER SERVICE FUND - 04

**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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Cash receipts					
Charges for services					
Connect & disconnect	\$ 71,500	\$ 194,018	\$ 30,000	\$ 164,018	
Inspection charges	3,700	3,200	1,000	2,200	
Sewer service charges	1,305,095	1,291,665	1,300,000	(8,335)	
Total charges for services	1,380,295	1,488,883	1,331,000	157,883	
Use of money and property					
Interest on investments	1,203	8,554	1,000	7,554	
Other					
Reimbursed expenses	3,362	2,672	3,000	(328)	
Operating transfers	0	0	0	0	
Total cash receipts	1,384,860	1,500,109	\$ 1,335,000	\$ 165,109	
Expenditures					
Administration					
Telephone services	758	521	\$ 0	\$ 521	
Training, Travel, Dues	0	0	1,200	(1,200)	
Insurance	31,762	40,518	34,100	6,418	
Other contractual	5,394	5,604	5,000	604	
General office supplies	700	872	600	272	
Postage	5,091	6,032	4,500	1,532	
Total administration	43,705	53,547	45,400	8,147	
Production					
Full time salaries	58,345	49,892	62,730	(12,838)	
Overtime	4,627	4,310	5,500	(1,190)	
Telephone services	1,016	1,137	1,300	(163)	
Training, travel, dues	266	364	600	(236)	
Lease payments	19,777	0	0	0	
Utilities	98,297	91,309	103,000	(11,691)	
Testing and analytical	9,556	5,520	10,000	(4,480)	
Other contractual	27,784	21,385	32,000	(10,615)	
General office supplies	136	334	250	84	
Operational supplies	10,173	14,636	20,000	(5,364)	
Vehicle maintenance	0	228	1,500	(1,272)	
Equipment maintenance	604	1,672	1,500	172	
Building maintenance	1,221	142	2,000	(1,858)	
Motor fuel and lubricants	1,257	4,231	3,000	1,231	
Uniforms	236	548	400	148	

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2u

BUSINESS FUNDS

SEWER SERVICE FUND - 04

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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Expenditures - continued					
Production - continued					
Miscellaneous	\$ 0	\$ 0	\$ 10,000	\$ (10,000)	
Computer Equipment and Software	99	3,837	6,000	(2,163)	
Equipment, Plant	22,805	29,827	30,000	(173)	
Equipment, building and grounds	2,631	2,678	8,000	(5,322)	
Total production	258,830	232,050	297,780	(65,730)	
Distribution					
Full time salaries	98,770	268,056	312,000	(43,944)	
Overtime	8,729	15,227	4,000	11,227	
Telephone services	683	4,424	3,000	1,424	
Training, travel, dues	1,182	238	1,500	(1,262)	
Advertising	78	0	500	(500)	
Lease Payments	0	0	16,000	(16,000)	
Utilities	7,185	6,421	12,000	(5,579)	
Other contractual	15,069	14,499	16,000	(1,501)	
General office supplies	190	445	400	45	
Operational supplies	11,326	16,359	14,000	2,359	
Vehicle maintenance	1,649	2,916	2,000	916	
Equipment maintenance	5,290	9,774	15,000	(5,226)	
Building maintenance	2,053	1,479	2,000	(521)	
Construction materials	4,902	2,807	5,000	(2,193)	
Motor fuel and lubricants	14,222	12,400	12,500	(100)	
Uniforms	495	935	900	35	
Computer equipment and software	284	1,134	600	534	
Motor vehicle/equipment	16,049	17,028	20,000	(2,972)	
Equipment, building and grounds	2,107	825	8,500	(7,675)	
Distribution lines	49,734	33,555	50,000	(16,445)	
Total distribution	239,997	408,522	495,900	(87,378)	
Operating transfers	854,650	652,270	652,270	0	
Appropriated reserve	0	0	513,674	(513,674)	
Total expenditures and transfers subject to budget	1,397,182	1,346,389	\$ 2,005,024	\$ (658,635)	
Receipts over (under) expenditures	(12,322)	153,720			
Unencumbered cash, January 1	794,125	781,803			
Unencumbered cash, December 31	\$ 781,803	\$ 935,523			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2v

BUSINESS FUNDS

WATER UTILITY FUND - 09

**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)

	2023		Variance	
	2022		Over (Under)	
	Actual	Actual	Budget	
Cash receipts				
Charges for services				
Sale of water	\$ 2,048,273	\$ 2,308,552	\$ 2,000,000	\$ 308,552
Water for resale	47,745	2,169	45,000	(42,831)
Sales tax	32,070	37,543	30,000	7,543
Tank sales	6,768	7,934	7,500	434
Installation charges	58,600	94,592	10,000	84,592
Connection fees	8,214	8,257	8,000	257
Total charges for services	<u>2,201,670</u>	<u>2,459,047</u>	<u>2,100,500</u>	<u>358,547</u>
Use of money and property				
Interest on investments	27	3,128	500	2,628
Total use of money and property	<u>27</u>	<u>3,128</u>	<u>500</u>	<u>2,628</u>
Other				
Reimbursed expenses	4,230	13,414	5,000	8,414
KS setoff reimbursement	4,562	3,865	5,000	(1,135)
Miscellaneous	350	350	350	0
Long/short	(21)	6	0	6
	<u>9,121</u>	<u>17,635</u>	<u>10,350</u>	<u>7,285</u>
Total cash receipts	<u>2,210,818</u>	<u>2,479,810</u>	<u>\$ 2,111,350</u>	<u>\$ 368,460</u>
Expenditures				
Administration				
Telephone services	512	521	\$ 0	\$ 521
Insurance and bonds	13,145	14,636	13,400	1,236
Other contractual	5,384	5,663	5,000	663
General office supplies	700	872	700	172
Postage	5,091	6,133	5,000	1,133
Operational supplies	1,147	0	1,000	(1,000)
Refunds	123	5,944	0	5,944
Sales tax remittance	<u>50,016</u>	<u>53,678</u>	<u>40,000</u>	<u>13,678</u>
Total administration	<u>76,118</u>	<u>87,447</u>	<u>65,100</u>	<u>22,347</u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2v

BUSINESS FUNDS

WATER UTILITY FUND - 09

**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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Expenditures - continued					
Production					
Training, travel, dues	\$ 348	\$ 179	\$ 0	\$ 179	
Utilities	7,518	8,303	7,000	1,303	
Water purchase	<u>1,771,804</u>	<u>1,737,041</u>	<u>1,800,000</u>	<u>(62,959)</u>	
Total production	<u>1,779,670</u>	<u>1,745,523</u>	<u>1,807,000</u>	<u>(61,477)</u>	
Distribution					
Full time salaries	70,713	0	0	0	
Overtime	1,756	0	0	0	
Tank maintenance	10,686	10,686	10,700	(14)	
Legal	0	0	0	0	
Telephone services	974	2,817	3,000	(183)	
Training, travel, dues	2,836	2,130	2,500	(370)	
Advertising	35	112	500	(388)	
Utilities	1,428	1,447	3,000	(1,553)	
Testing analytical	2,901	2,288	3,000	(712)	
Other contractual	16,865	17,313	16,000	1,313	
General office supplies	136	417	500	(83)	
Postage	176	10	600	(590)	
Operational supplies	44,049	43,437	35,000	8,437	
Vehicle maintenance	3,413	3,232	3,000	232	
Equipment maintenance	4,315	4,086	8,000	(3,914)	
Building and maintenance	2,939	861	2,500	(1,639)	
Construction materials	29,317	27,264	30,000	(2,736)	
Motor fuel and lubrication	10,047	12,639	12,000	639	
Uniforms	275	743	1,000	(257)	
Motor vehicle/equipment	16,016	17,060	20,000	(2,940)	
Equip/Bldg. & Grounds	0	4,382	0	4,382	
Computer equipment and software	647	1,408	1,000	408	
Mains and meters	<u>62,287</u>	<u>0</u>	<u>0</u>	<u>0</u>	
Total distribution	<u>281,811</u>	<u>152,332</u>	<u>152,300</u>	<u>32</u>	

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2v

BUSINESS FUNDS

WATER UTILITY FUND - 09

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)

	2023			Variance Over (Under)	
	2022		Budget		
	Actual	Actual			
Expenditures - continued					
Operating transfers	\$ 35,417	\$ 0	\$ 0	\$ 0	
Appropriated reserve	0	0	109,054	(109,054)	
Total expenditures and transfers subject to budget	2,173,016	1,985,302	\$ 2,133,454	\$ (148,152)	
Receipts over (under) expenditures	37,802	494,508			
Unencumbered cash, January 1	30,702	68,504			
Unencumbered cash, December 31	\$ 68,504	\$ 563,012			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2w

BUSINESS FUNDS

HEALTH AND SANITATION FUND - 13

**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)

	2023			Variance Over (Under)	
	2022		Actual		
	Actual	Budget			
Cash receipts					
Charges for services					
Haulers' permits	\$ 1,500	\$ 1,500	\$ 1,500	\$ 150	
Landfill charges and collections	417,067	438,847	400,000	38,847	
Total charges for services	418,567	440,497	401,500	38,997	
Use of money and property					
KS setoff reimbursement	232	147	0	147	
Interest on investments	91	746	0	746	
Total use of money & property	323	893	0	893	
Fees	450	630	0	630	
Total cash receipts	419,340	442,020	\$ 401,500	\$ 40,373	
Expenditures					
Advertising	465	465	\$ 500	\$ (35)	
Insurance	1,379	1,498	1,600	(102)	
Other contractual	395,795	442,636	395,400	47,236	
General office supplies	397	843	600	243	
Total expenditures	398,036	445,442	398,100	47,342	
Operating transfers	16,000	0	25,000	(25,000)	
Appropriated reserve	0	0	56,396	(56,396)	
Total expenditures and transfers subject to budget	414,036	445,442	\$ 479,496	\$ (34,054)	
Receipts over (under) expenditures	5,304	(3,422)			
Unencumbered cash, January 1	90,271	95,575			
Unencumbered cash, December 31	\$ 95,575	\$ 92,153			

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 2x

BUSINESS FUNDS

WATER TREATMENT PLANT FUND - 15

**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)

	2022 Actual	2022 Actual
Cash receipts		
Use of money and property		
Interest	\$ 317	\$ 2,074
Total cash receipts	<u>317</u>	<u>2,074</u>
Expenditures		
Other Contractual	<u>15,423</u>	0
Total expenditures and transfers subject to budget	<u>15,423</u>	0
Receipts over (under) expenditures	(15,106)	2,074
Unencumbered cash, January 1	<u>223,896</u>	<u>208,790</u>
Unencumbered cash, December 31	<u>\$ 208,790</u>	<u>\$ 210,864</u>

City of Paola, Kansas

Schedule 2y

BUSINESS FUNDS
WASTEWATER TREATMENT PLANT - 16
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
For the Year Ended December 31, 2023
(With Comparative Actual Totals for the Prior Year Ended December 31, 2022)

	2022 Actual	2023 Actual
Cash receipts		
Use of money and property		
Interest income	\$ 1,659	\$ 8,662
Other		
Reimbursed expense	19,485	4,021
Operating transfers	<u>0</u>	<u>0</u>
Total cash receipts	<u>21,144</u>	<u>12,683</u>
Expenditures		
Other contractual	36,974	0
Computer equip/software	747	0
Equipment/Plant	<u>0</u>	<u>136,983</u>
Total expenditures	<u>37,721</u>	<u>136,983</u>
Operating transfer	<u>0</u>	<u>0</u>
Total expenditures and transfers	<u>37,721</u>	<u>136,983</u>
Receipts over (under) expenditures	(16,577)	(124,300)
Unencumbered cash, January 1	<u>929,712</u>	<u>913,135</u>
Unencumbered cash, December 31	<u>\$ 913,135</u>	<u>\$ 788,835</u>

See Independent Auditor's Report.

City of Paola, Kansas

Schedule 3

AGENCY FUNDS
 SCHEDULE OF RECEIPTS AND CASH DISBURSEMENTS
 REGULATORY BASIS
 For the Year Ended December 31, 2023

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Police bond	\$ 14,266	\$ 40,983	\$ 37,438	\$ 17,810
Payroll withholding	5,403	330,366	328,595	7,174
TIF/CID	0	300,525	0	300,525
TIF/Taxes	6	31,495	0	31,501
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	\$ 19,675	\$ 703,369	\$ 366,033	\$ 357,011

See Independent Auditor's Report.