

**CITY OF PAOLA**  
Paola, Kansas

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

December 31, 2024

**CITY OF PAOLA, KANSAS**

*TABLE OF CONTENTS*  
Year ended December 31, 2024

	<u>Statements</u>	<u>Page</u>
<b>Independent Auditor's Report</b>		1
<b>Financial Statement</b>		
Summary Statement of Receipts, Expenditures and Unencumbered Cash	1	4
<b>Notes to Financial Statement</b>		8
<b>Supplementary Information</b>		<u>Schedule</u>
Summary of Expenditures – Actual and Budget	1	19
Schedule of Receipts and Expenditures – Actual and Budget		
General Fund	2a	20
Library Fund	2b	27
Employee Benefit Fund	2c	29
Family Aquatics Center	2d	30
Community Center Fund	2e	32
Storm Water Management	2f	34
Special Parks and Recreation Fund	2g	35
Street Repair – Special Highway Fund	2h	36
Special Law Enforcement Account	2i	37
Transient Guest Tax	2j	38
Family Aquatics Center Equipment Reserve	2k	39
Covid-19	2l	40
General Obligation Temporary Notes	2m	41
Escrow Fund	2n	42
Mennenoah Cemetery	2o	43
Special Grants Fund	2p	44
Drug Enforcement Account	2q	45
Bond & Interest	2r	46
Equipment Replacement	2s	47
Capital Projects	2t	48
Sewer Service Fund	2u	49
Water Utility Fund	2v	51
Health and Sanitation Fund	2w	54
Water Treatment Plant	2x	55
Wastewater Treatment Plant	2y	56
Summary of Receipts and Disbursements - Agency Funds	3	57

234 South Main  
Ottawa, Kansas 66067  
(785) 242-3170  
(785) 242-9250  
www.ag.cpa WEB SITE



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Harold K. Mayes, CPA  
Lucille L. Hinderliter, CPA

## INDEPENDENT AUDITOR'S REPORT

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, 2024 and the related notes to the financial statement.

### ***Adverse Opinion on U.S. Generally Accepted accounting Principles***

In our opinion, because of the significance of the matter discussed in the "Basis 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, 2024, or changes in financial position and cash flows thereof for the year then ended.

### ***Unmodified Opinion on Regulatory Basis of Accounting***

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

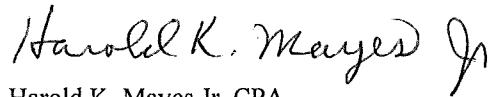
## ***Supplementary Information***

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, 2023 (not presented herein), and have issued our report thereon dated June 4, 2024, which contained an unmodified opinion on the basic financial statement. The 2023 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 2023 actual column (2024 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2024 (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 2023 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 2023 basic financial statement. The 2023 comparative information was subjected to the auditing procedures applied in the audit of the 2023 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 2023 basic financial statement or to the 2023 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 2023 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, 2023, on the basis of accounting described in Note C.



Harold K. Mayes Jr. CPA  
Agler & Gaeddert, Chartered  
Ottawa, Kansas  
April 24, 2025

**City of Paola, Kansas**

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

	<b>Beginning Unencumbered Cash Balances</b>	<b>Receipts</b>
<b>General Fund</b>	<b>\$ 1,656,933</b>	<b>\$ 6,088,225</b>
<b>Special Purpose Funds</b>		
Library	68,360	356,179
Employee Benefit	531,211	1,412,382
Family Aquatics Center	104,046	178,282
Community Center	9,714	113,179
Storm Water Management	337,184	95,176
Special Park and Recreation	6,859	20,649
Street Repair/Special Highway	195,105	159,841
Special Law Enforcement Account	4,584	86
Transient Guest Tax	52,372	40,725
Family Aquatics Center Equipment Reserve	138,714	141,000
Covid-19	507,609	0
Bond Issue	2,740,531	79,827
Escrow Proceeds	2,970	36,367
Mennenoah Cemetery	2,321	44
Special Grants Fund	16,532	53,675
Drug Enforcement Account	1,335	0
	<b>4,719,447</b>	<b>2,687,412</b>
<b>Debt Service Funds</b>		
Bond and Interest	<b>354,521</b>	<b>1,582,145</b>
<b>Capital Projects Funds</b>		
Equipment Replacement	315,101	105,130
Capital Projects Fund	2,854,328	1,740,626
	<b>3,169,429</b>	<b>1,845,756</b>

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>
\$ 5,647,949	\$ 2,097,209	\$ 189,701	\$ 2,286,910
368,641	55,898	16,604	72,502
1,424,894	518,699	43,707	562,406
174,839	107,489	64	107,553
101,518	21,375	5,835	27,210
77,616	354,744	0	354,744
19,834	7,674	0	7,674
150,000	204,946	0	204,946
0	4,670	0	4,670
55,209	37,888	0	37,888
100,000	179,714	0	179,714
427,609	80,000	10,449	90,449
1,487,711	1,332,647	1,430,450	2,763,097
460	38,877	0	38,877
0	2,365	0	2,365
61,235	8,972	633	9,605
0	1,335	0	1,335
<u>4,449,566</u>	<u>2,957,293</u>	<u>1,507,742</u>	<u>4,465,035</u>
<u>1,514,187</u>	<u>422,479</u>	<u>0</u>	<u>422,479</u>
123,022	297,209	0	297,209
1,324,893	3,270,061	15,801	3,285,862
<u>1,447,915</u>	<u>3,567,270</u>	<u>15,801</u>	<u>3,583,071</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, 2024

	<b>Beginning Unencumbered Cash Balances</b>	<b>Receipts</b>
<b>Business Funds</b>		
Sewer Service Operating	\$ 935,523	\$ 1,344,412
Water Utility Operating	563,012	2,489,681
Health and Sanitation	92,153	487,864
Water Treatment Plant	210,864	18,210
Wastewater Treatment Plant	788,835	80,920
	<hr/> <u>2,590,387</u>	<hr/> <u>4,421,087</u>
	<hr/> <u>\$ 12,490,717</u>	<hr/> <u>\$ 16,624,625</u>

The accompanying notes are an integral part of this statement.

<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add</u>	<u>Encumbrances and Accounts Payable</u>	<u>Ending Cash Balances</u>
\$ 1,169,506	\$ 1,110,429	\$ 19,250	\$ 1,129,679	
2,070,608	982,085	1,274	983,359	
456,064	123,953	444	124,397	
10,863	218,211	0	218,211	
<u>282,425</u>	<u>587,330</u>	<u>0</u>	<u>587,330</u>	
<u>3,989,466</u>	<u>3,022,008</u>	<u>20,968</u>		<u>3,042,976</u>
<u>\$ 17,049,083</u>	<u>\$ 12,066,259</u>	<u>\$ 1,734,212</u>		<u>\$ 13,800,471</u>
Cash balance consisting of				
Balance on deposit				
Checking, money market accounts & petty cash				\$ 10,231,817
Certificates of deposit				4,250,000
Police bond				15,181
Payroll withholding				6,431
Police account				1,335
Total cash				<u>14,504,764</u>
Agency Funds Per Schedule 3				<u>(704,293)</u>
Total cash (excluding agency funds)				\$ <u>13,800,471</u>

The accompanying notes are an integral part of this statement.

# CITY OF PAOLA, KANSAS

## NOTES TO FINANCIAL STATEMENT

December 31, 2024

### 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, 2024

#### 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 5<sup>th</sup> 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 20<sup>th</sup>.

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, 2024

#### 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, 2024.

At December 31, 2024, the carrying amount of the City's bank deposits was \$14,504,764 (which includes petty cash funds) and the bank balance was \$14,579,074. The bank balance was held by three banks which reduces concentration of credit risk. The difference between carrying amount and bank balance is outstanding checks and deposits. Of the bank balance, \$750,000 was covered by federal depository insurance, and \$13,829,074 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, 2024

**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
<b>General obligation bonds:</b>				
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 Bonds Series A, 2023	4.00-5.00	03/01/23	7,570,000	09/01/36
<b>Public Building Commission</b>				
Refunding Series 2016	2.0-3.0	01/12/16	2,185,000	11/01/26
<b>Capital leases:</b>				
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 Beginning of Year		Reductions/ Payments	Balance End of Year
	Additions	Net Change		Interest Paid
<b>General obligation bonds:</b>				
Refunding Series 2014	\$ 395,000	\$ 0	\$ 210,000	\$ 185,000
GO Refunding Series 2020	3,385,000	0	360,000	3,025,000
GO Bond Series A, 2023	7,115,000	0	320,000	6,795,000
<b>Public Building Commission</b>				
Refunding Series 2016	540,000	0	175,000	(175,000)
Total bonds	\$ 11,435,000	\$ 0	\$ 1,065,000	\$ (1,065,000)
	Balance Beginning of Year		Reductions/ Payments	Balance End of Year
	Additions	Net Change		Interest Paid
<b>Capital leases:</b>				
Fire Truck	\$ 327,700	\$ 0	\$ 51,624	\$ (51,624)
Copiers	33,432	0	8,358	(8,358)
800MHZ Radios	52,119	0	25,604	(25,604)
2021 Ford Explorer	40,007	0	40,007	(40,007)
2021 Chevy Silverado	23,614	0	23,614	(23,614)
Total for leases	476,872	0	149,207	(149,207)
Total for all debt	\$ 11,911,872	\$ 0	\$ 1,214,207	\$ (1,214,207)

**CITY OF PAOLA, KANSAS**

**NOTES TO FINANCIAL STATEMENT**

December 31, 2024

**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				
	2025	2026	2027	2028	2029
<b>Principal:</b>					
Bonds	\$ 920,000	\$ 1,145,000	\$ 830,000	\$ 885,000	\$ 945,000
Capital Leases	<u>87,659</u>	<u>62,331</u>	<u>63,546</u>	<u>56,430</u>	<u>57,699</u>
	<u>1,007,659</u>	<u>1,207,331</u>	<u>893,546</u>	<u>941,430</u>	<u>1,002,699</u>
<b>Interest:</b>					
Bonds	412,150	372,050	335,400	302,100	266,450
Capital Leases	<u>7,150</u>	<u>5,024</u>	<u>3,810</u>	<u>2,568</u>	<u>1,298</u>
	<u>419,300</u>	<u>377,074</u>	<u>339,210</u>	<u>304,668</u>	<u>267,748</u>
Total Principal & Interest	<u>\$ 1,426,959</u>	<u>\$ 1,584,405</u>	<u>\$ 1,232,756</u>	<u>\$ 1,246,098</u>	<u>\$ 1,270,447</u>
	Year	Year	Total		
	2030-2034	2035-2036			
<b>Principal:</b>					
Bonds	\$ 4,075,000	\$ 1,570,000	\$ 10,370,000		
Capital Leases	<u>0</u>	<u>0</u>	<u>327,665</u>		
	<u>4,075,000</u>	<u>1,570,000</u>	<u>10,697,665</u>		
<b>Interest:</b>					
Bonds	781,050	95,200	2,564,400		
Capital Leases	<u>0</u>	<u>0</u>	<u>19,850</u>		
	<u>781,050</u>	<u>95,200</u>	<u>2,584,250</u>		
Total Principal & Interest	<u>\$ 4,856,050</u>	<u>\$ 1,665,200</u>	<u>\$ 13,281,915</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. On December 31, 2024, the statutory limit for the City was \$24,650,479 providing a debt margin of \$14,280,479 after removing debt exempt from the limitation.

**NOTE G. CAPITAL PROJECTS**

<u>Project Name</u>	<u>Project Authorization</u>	<u>Project Expenditures</u>
Lake Miola Dam Repair	\$ 2,299,714	\$ 369,264

# CITY OF PAOLA, KANSAS

## NOTES TO FINANCIAL STATEMENT

December 31, 2024

### NOTE H. INTERFUND TRANSFERS

Operating transfers were as follows:

From:	To:	Statutory Authority	Amount
General	Employee Benefit	12-16,102	\$ 730,000
General	Community Center	12-16,102	83,000
General	Capital Projects	12-16,102	50,000
General	Equipment Replacement	12-16,102	90,000
Library	Employee Benefit	12-16,102	68,000
Sewer Service	Employee Benefit	12-16,102	130,000
Sewer Service	Bond and Interest	12-16,102	461,550
Family Aquatics Center	Employee Benefit	12-16,102	25,000
Community Center	Capital Projects	12-16,102	5,000
Water Utility	Water Treatment Plant	12-16,102	7,000
Family Aquatics Center Equipment	Family Aquatics Center	12-16,102	100,000
Capital Projects	Bond and Interest	12-16,102	640,900
			\$ <u>2,390,450</u>

### 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, 2024.

#### *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 or

## CITY OF PAOLA, KANSAS

### NOTES TO FINANCIAL STATEMENT

December 31, 2024

#### **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, 2024, the unused vacation time represented a potential liability to the City in the amount of \$134,691.

**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, 2024, City employees' sick leave payout at 25% would be \$106,104. In addition to vacation and sick leave, the City also has paid leave for comp time, personal days and wellness that amounted to \$57,013 as of December 31, 2024. 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, 2024

#### 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](http://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 9.26% for KPERS and 23.10% for KP&F for the fiscal year ended December 31, 2024. 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, 2024.

**Net Pension Liability:** At December 31, 2024, the City's proportionate share of the collective net pension liability reported to KPERS was \$1,705,416 and \$2,414,321 for KP&F. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://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, 2024

#### 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 20<sup>th</sup>, 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 April 24, 2025, 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, 2024

<b>Fund</b>	<b>Certified Budget</b>	<b>Adjustments for Qualifying Budget Credits</b>	<b>Total Budget for Comparison</b>	<b>Expenditures Chargeable to Current Year</b>	<b>Variance Over (Under)</b>
<b>General Fund</b>	\$ 5,978,757	\$ 0	\$ 5,978,757	\$ 5,647,949	\$ (330,808)
<b>Special Purpose Funds</b>					
Library	400,664	0	400,664	368,641	(32,023)
Employee Benefit	1,697,903	0	1,697,903	1,424,894	(273,009)
Family Aquatics Center	310,246	0	310,246	174,839	(135,407)
Community Center	132,877	0	132,877	101,518	(31,359)
Storm Water Management	378,622	0	378,622	77,616	(301,006)
Special Park and Recreation	28,291	0	28,291	19,834	(8,457)
Street Repair/Special Highway	348,171	0	348,171	150,000	(198,171)
Transient Guest Tax	58,869	0	58,869	55,209	(3,660)
<b>Debt Service Funds</b>					
Bond and Interest	1,169,653	0	1,169,653	1,514,187	344,534
<b>Business Funds</b>					
Sewer Service	1,930,453	0	1,930,453	1,169,506	(760,947)
Water Utility	2,264,305	0	2,264,305	2,070,608	(193,697)
Health and Sanitation	489,874	0	489,874	456,064	(33,810)

**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, 2024**

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts</b>					
<b>Taxes</b>					
Ad valorem property tax	\$ 1,996,164	\$ 2,329,880	\$ 2,375,400	\$ (45,520)	
Back tax collections	28,116	31,670	12,500	19,170	
Motor vehicle tax	169,414	159,548	144,620	14,928	
City sales tax	1,123,213	1,116,603	900,000	216,603	
County sales tax	912,649	909,953	700,000	209,953	
Sales tax	1,749	2,101	2,000	101	
Mowing assessments	1,060	700	0	700	
In lieu of taxes	<u>30,698</u>	<u>30,466</u>	<u>26,000</u>	<u>4,466</u>	
Total taxes	<u>4,263,063</u>	<u>4,580,921</u>	<u>4,160,520</u>	<u>420,401</u>	
<b>Intergovernmental</b>					
Liquor	21,326	20,585	21,000	(415)	
Community fisheries program	<u>6,489</u>	<u>4,867</u>	<u>6,400</u>	<u>(1,533)</u>	
Total Intergovernmental	<u>27,815</u>	<u>25,452</u>	<u>27,400</u>	<u>(1,948)</u>	
<b>Licenses, fees and permits</b>					
Franchise tax	497,864	466,162	440,000	26,162	
Pet licenses	761	25	1,200	(1,175)	
General licenses	43,175	49,375	35,000	14,375	
Lake permits	79,962	90,194	45,000	45,194	
Zoning/planning	4,027	2,126	1,000	1,126	
Building permits	<u>131,815</u>	<u>52,406</u>	<u>80,000</u>	<u>(27,594)</u>	
Total Licenses, Fees & Permits	<u>757,604</u>	<u>660,288</u>	<u>602,200</u>	<u>58,088</u>	
<b>Charges for services</b>					
Rural fire	<u>97,573</u>	<u>128,474</u>	<u>95,000</u>	<u>33,474</u>	
<b>Fines, forfeitures, penalties</b>					
Fines and fees	175,327	191,142	220,000	(28,858)	
Court costs	<u>34,440</u>	<u>34,350</u>	<u>0</u>	<u>34,350</u>	
Total Fines, Forfeitures, Penalties	<u>209,767</u>	<u>225,492</u>	<u>220,000</u>	<u>5,492</u>	
<b>Use of money and property</b>					
Rentals	60,791	55,213	53,000	2,213	
Cemetery	14,110	17,600	15,000	2,600	
Interest on investments	<u>60,140</u>	<u>205,723</u>	<u>10,000</u>	<u>195,723</u>	
Total Use of Money & Property	<u>135,041</u>	<u>278,536</u>	<u>78,000</u>	<u>200,536</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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts - continued</b>					
<b>Other</b>					
Reimbursed expense	\$ 154,453	\$ 179,493	\$ 178,900	\$ 593	
Reimbursed NSF Checks	5,808	6,596	0	6,596	
Miscellaneous	10,861	2,973	3,000	(27)	
Total Other	<u>171,122</u>	<u>189,062</u>	<u>181,900</u>	<u>7,162</u>	
<b>Operating Transfers</b>	<u>0</u>	<u>0</u>	<u>25,000</u>	<u>(25,000)</u>	
<b>Total Cash Receipts</b>	<u>5,661,985</u>	<u>6,088,225</u>	<u>\$ 5,390,020</u>	<u>\$ 698,205</u>	
<b>Expenditures</b>					
<b>Administration</b>					
Full time salaries	454,962	448,049	\$ 528,700	\$ (80,651)	
Part time help	16,795	17,195	18,200	(1,005)	
Overtime	274	157	100	57	
Other personal services	9,593	23,217	22,000	1,217	
Professional services	1,450	0	5,000	(5,000)	
Legal service	8,911	4,188	13,000	(8,812)	
Telephone	5,414	6,364	9,000	(2,636)	
Credit card transaction fees	41,175	16,047	30,000	(13,953)	
Training, travel and dues	5,814	7,273	10,000	(2,727)	
Legal printing	2,420	1,250	2,000	(750)	
Advertising	1,086	1,258	1,400	(142)	
Insurance	12,409	12,984	13,700	(716)	
Utility charges	8,154	7,251	11,000	(3,749)	
Other contractual	67,946	65,817	63,000	2,817	
Civil defense sirens	1,664	1,627	8,000	(6,373)	
Street lights	147,010	126,900	165,000	(38,100)	
Chamber of commerce dues	5,000	5,000	5,000	0	
General office supplies	4,182	6,834	7,000	(166)	
Postage	4,811	4,384	4,000	384	
Gifts and memorials	275	152	500	(348)	
Operational supplies	3,888	3,948	3,000	948	
Building and maintenance supplies	3,890	3,844	3,500	344	
Cleaning supplies	446	55	300	(245)	
Non sufficient funds checks	6,166	7,321	4,000	3,321	
Miscellaneous	8,809	715	500	215	
Office equipment/furniture	0	60	1,000	(940)	
Computer equip. & software	1,728	70	500	(430)	
Refunds	205	24	100	(76)	
Sales tax	<u>1,733</u>	<u>1,892</u>	<u>2,500</u>	<u>(608)</u>	
Total Administration	<u>826,210</u>	<u>773,876</u>	<u>932,000</u>	<u>(158,124)</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, 2024

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

<b>Expenditures - continued</b>	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Police Department</b>					
Full time salaries	\$ 958,373	\$ 971,223	\$ 1,132,000	\$ (160,777)	
Part time help	4,907	5,195	7,500	(2,305)	
Overtime	132,071	130,454	90,000	40,454	
Holiday overtime	31,500	35,214	35,000	214	
Legal services	20	0	0	0	
Communications equipment	1,428	0	0	0	
Telephone	19,488	20,999	20,000	999	
Training, travel and dues	19,535	17,880	18,000	(120)	
Training T&D Command Staff	4,499	4,499	4,500	(1)	
Advertising	439	945	750	195	
Insurance	33,779	34,820	37,950	(3,130)	
Lease payments	40,870	40,966	42,000	(1,034)	
Animal care	5,919	1,210	16,000	(14,790)	
Utilities	25,151	26,885	27,000	(115)	
Other services	145,584	76,249	80,000	(3,751)	
Office supplies	3,555	3,153	4,200	(1,047)	
Postage	1,463	805	1,000	(195)	
Operational supplies	12,450	15,028	13,000	2,028	
DARE supplies	1,825	1,552	1,700	(148)	
Vehicle maintenance	12,788	18,941	13,000	5,941	
Equipment maintenance	4,917	6,187	5,500	687	
Building maintenance	15,224	20,612	17,000	3,612	
Cleaning supplies	866	1,395	2,000	(605)	
Motor fuel and lubrication	36,882	42,069	40,000	2,069	
Uniforms	9,864	10,665	11,000	(335)	
Enforcement equip. & supplies	19,817	19,558	20,000	(442)	
Miscellaneous supplies	0	0	500	(500)	
Office equipment	1,366	1,940	2,000	(60)	
Computer equip. & software	37,344	78,765	26,000	52,765	
Body cameras	0	0	13,700	(13,700)	
Equipment, bldg. & grounds	4,967	10,606	9,000	1,606	
Motor vehicles	9,064	8,504	10,000	(1,496)	
 Total Police Department	 1,595,955	 1,606,319	 1,700,300	 (93,981)	
 <b>Fire Department</b>					
Full time salaries	269,964	337,730	342,000	\$ (4,270)	
Telephone	4,710	5,355	5,000	355	
Travel, dues and tags	8,434	7,090	8,500	(1,410)	
Insurance	17,597	19,090	19,400	(310)	

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, 2024

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

Expenditures - continued	2024			Variance Over (Under)	
	2023		Budget		
	Actual	Actual			
<b>Fire Department - continued</b>					
Utilities	\$ 19,848	\$ 17,417	\$ 25,000	\$ (7,583)	
Other contractual	13,182	21,185	42,000	(20,815)	
General office supplies	746	3,456	1,000	2,456	
Postage	85	52	500	(448)	
Advertising	50	0	0	0	
Gifts/memorials	0	188	500	(312)	
Operational supplies	16,240	19,879	21,000	(1,121)	
Vehicle maintenance	1,204	1,553	6,000	(4,447)	
Equipment maintenance	10,435	10,528	8,000	2,528	
Comm. equip. & maint.	2,477	6,295	5,000	1,295	
Building maintenance	19,607	16,782	18,000	(1,218)	
Cleaning supplies	482	54	1,200	(1,146)	
Motor fuel and lubrication	2,615	2,565	4,000	(1,435)	
Rural fuel	2,758	2,716	4,000	(1,284)	
Uniforms	8,078	9,516	8,000	1,516	
Protective clothing	19,751	20,054	20,000	54	
Office equipment/furniture	0	209	0	209	
Equip/Bldg. & Grounds	115	0	0	0	
Computer equip. & software	2,601	5,190	5,000	190	
 Total Fire Department	 420,979	 506,904	 544,100	 (37,196)	
<b>Municipal Court</b>					
Full time salaries	71,897	92,995	98,000	\$ (5,005)	
Part time help	38,247	42,679	42,500	179	
Legal services	86,132	97,098	90,000	7,098	
Training, travel and dues	1,206	722	1,000	(278)	
Legal printing expense	0	392	0	392	
Prisoner care	28,205	48,099	68,000	(19,901)	
Other contract	9,471	10,017	16,000	(5,983)	
Office supplies	1,556	897	1,500	(603)	
Postage	1,250	850	850	0	
Operational supplies	544	1,026	1,000	26	
Refunds	0	90	0	90	
Non sufficient funds checks	212	703	0	703	
Miscellaneous	0	20	0	20	
Office Equip - Furniture	240	328	500	(172)	
Computer equip. & software	708	475	1,000	(525)	
 Total Municipal Court	 239,668	 296,391	 320,350	 (23,959)	

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, 2024

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

<b>Expenditures - continued</b>	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Street Department</b>					
Full time salaries	\$ 421,280	\$ 491,077	\$ 502,000	\$ (10,923)	
Part time help	0	0	6,500	(6,500)	
Overtime	3,057	2,810	0	2,810	
Telephone	4,130	4,322	4,400	(78)	
Training, travel, dues	376	894	1,800	(906)	
Advertising	0	0	500	(500)	
Insurance	14,454	19,008	16,000	3,008	
Utility charges	13,503	13,163	15,000	(1,837)	
Other services	13,240	17,531	12,000	5,531	
Tree care	1,248	2,500	2,500	0	
General office supplies	781	772	1,000	(228)	
Operational supplies	21,636	26,313	27,000	(687)	
Vehicle maintenance	3,692	3,092	8,000	(4,908)	
Snow/Ice Control	0	14,514	14,000	514	
Equipment maintenance	22,949	25,758	26,000	(242)	
Traffic	12,753	9,327	10,000	(673)	
Building maintenance	3,599	2,797	3,500	(703)	
Construction material	33,174	35,074	35,000	74	
Motor fuel and lubrication	20,041	17,949	28,000	(10,051)	
Uniforms	4,052	3,658	5,000	(1,342)	
Miscellaneous supplies	0	0	300	(300)	
Office equipment furniture	79	500	500	0	
Computer equipment/ software	1,456	1,419	1,000	419	
Motor vehicle/equipment	0	31	0	31	
Miscellaneous capital items	24,656	31,657	30,000	1,657	
 Total Street Department	 620,156	 724,166	 750,000	 (25,834)	
 <b>Park and Recreation</b>					
Full time salaries	192,050	264,661	208,000	56,661	
Part time help	14,800	33,248	25,000	8,248	
Overtime	1,250	3,908	2,000	1,908	
Telephone	3,822	4,168	2,500	1,668	
Training, travel and dues	1,068	777	1,000	(223)	
Advertising	0	112	1,200	(1,088)	
Insurance	13,521	14,278	11,000	3,278	
Utility charges	36,630	39,960	37,000	2,960	
Other services	39,493	48,513	32,000	16,513	

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, 2024

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

Expenditures - continued	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Park and Recreation - continued</b>					
Tree care	\$ 5,468	\$ 5,806	\$ 6,000	\$(194)	
General office supplies	379	213	500	(287)	
Operational supplies	12,813	12,396	12,000	396	
Chemicals and fertilizer	1,691	4,856	6,500	(1,644)	
Plant materials	5,972	2,080	4,000	(1,920)	
Consumables	1,574	1,348	1,500	(152)	
Vehicle maintenance	3,460	1,024	3,000	(1,976)	
Equipment maintenance	11,553	9,024	10,000	(976)	
Building maintenance	3,759	6,340	9,000	(2,660)	
Construction material	1,802	949	2,500	(1,551)	
Motor fuel and lubrication	16,355	20,095	19,000	1,095	
Uniforms	1,121	1,390	2,000	(610)	
Miscellaneous	1,223	0	500	(500)	
Refunds	20	0	300	(300)	
Computer Equip/Software	1,493	1,305	1,000	305	
Equipment/building & grounds	<u>13,937</u>	<u>20,000</u>	<u>20,000</u>	<u>0</u>	
 Total Park & Recreation	 <u>385,254</u>	 <u>496,451</u>	 <u>417,500</u>	 <u>78,951</u>	
 <b>Cemetery</b>					
Full time salaries	48,003	50,955	51,000	(45)	
Overtime	997	2,172	2,000	172	
Training, travel and dues	0	0	200	(200)	
Advertising	76	0	100	(100)	
Insurance	2,213	2,296	1,000	1,296	
Lease Payments	24,799	24,821	32,000	(7,179)	
Other Contractual	1,835	925	3,500	(2,575)	
Operational supplies	363	1,005	1,500	(495)	
Vehicle maintenance	47	98	500	(402)	
Equipment maintenance	379	691	1,200	(509)	
Building maintenance	0	1,505	2,500	(995)	
Construction materials	0	0	3,000	(3,000)	
Motor fuel and lube	2,732	3,248	3,200	48	
Refunds	10	50	0	50	
Uniforms	<u>727</u>	<u>415</u>	<u>500</u>	<u>(85)</u>	
 Total Cemetery	 <u>82,181</u>	 <u>88,181</u>	 <u>102,200</u>	 <u>(14,019)</u>	

**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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Expenditures - continued</b>					
<b>Community Development</b>					
Full time salaries	\$ 164,657	\$ 176,281	\$ 190,000	\$ (13,719)	
Overtime	0	0	300	(300)	
Professional services	1,726	600	10,000	(9,400)	
Legal services	0	0	1,000	(1,000)	
Telephone	2,927	3,119	4,000	(881)	
Training, travel and dues	2,100	1,224	3,500	(2,276)	
Legal printing	1,579	641	2,000	(1,359)	
Advertising	0	369	100	269	
Insurance	2,749	3,062	2,900	162	
Other contractual	7,377	7,884	27,500	(19,616)	
General office supplies	1,121	1,601	2,500	(899)	
Postage	833	1,039	1,000	39	
Operational supplies	60	636	1,600	(964)	
Vehicle maintenance	764	218	1,000	(782)	
Motor fuel and lubrication	1,593	807	2,500	(1,693)	
Uniforms	100	320	325	(5)	
Miscellaneous	0	457	500	(43)	
Computer equipment & software	3,295	4,371	4,400	(29)	
Motor Vehicle/Equipment	0	32	100	(68)	
Refunds	0	0	1,000	(1,000)	
Miscellaneous	2,500	0	500	(500)	
 Total Community Development	 193,381	 202,661	 256,725	 (54,064)	
 <b>Economic Development</b>					
Miscellaneous	0	0	2,500	(2,500)	
 Total Economic Development	 0	 0	 2,500	 (2,500)	
 <b>Operating transfers</b>	 837,480	 953,000	 953,000	 0	
 <b>Appropriated reserve</b>	 0	 0	 82	 (82)	
 Total expenditures and transfers subject to budget	 5,201,264	 5,647,949	 \$ 5,978,757	 \$ (330,808)	
 Receipts over (under) expenditures	 460,721	 440,276			
 Unencumbered cash, January 1	 1,196,212	 1,656,933			
 Unencumbered cash, December 31	 \$ 1,656,933	 \$ 2,097,209			

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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts</b>					
<b>Taxes</b>					
Ad valorem property tax	\$ 273,589	\$ 293,242	\$ 299,000	\$ (5,758)	
Back tax collections	4,166	4,531	2,500	2,031	
Motor vehicle tax	23,522	21,925	19,800	2,125	
Total taxes	301,277	319,698	321,300	(1,602)	
<b>Intergovernmental</b>					
State aid and grants	28,087	24,193	28,000	(3,807)	
<b>Use of money and property</b>					
Interest on investments	1,698	2,837	300	2,537	
<b>Fines and fees</b>					
	699	967	400	567	
<b>Other</b>					
Miscellaneous	7,307	8,484	3,500	4,984	
<b>Total cash receipts</b>	<b>339,068</b>	<b>356,179</b>	<b>\$ 353,500</b>	<b>\$ 2,679</b>	
<b>Expenditures</b>					
Regular salaries	122,950	119,665	\$ 133,400	\$ (13,735)	
Temporary help	54,856	65,035	60,000	5,035	
Library pages	31,272	26,331	28,900	(2,569)	
Overtime	1,242	423	400	23	
Unemployment benefits	209	152	0	152	
Telephone services	2,130	2,756	4,000	(1,244)	
Training	1,407	1,571	900	671	
Advertising	829	693	1,000	(307)	
Insurance and bond premiums	8,558	8,572	9,200	(628)	
Utility charges	11,281	10,794	11,300	(506)	
Other services	18,366	21,153	19,000	2,153	
Office supplies	1,678	1,381	2,000	(619)	
Postage	342	369	250	119	
Operation supplies	3,910	5,046	4,500	546	
Building maintenance supplies	9,437	5,506	9,000	(3,494)	
Cleaning supplies	732	891	650	241	
Library media	19,382	17,521	20,000	(2,479)	
Library materials	1,681	1,740	2,000	(260)	
Children's programming	1,014	1,020	1,100	(80)	
Miscellaneous	0	26	0	26	
Finance charges	0	143	0	143	

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, 2024

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

	2024			Variance Over (Under)
	2023 Actual	Actual	Budget	
<b>Expenditures - continued</b>				
Computer equipment & software	\$ 5,068	\$ 1,567	\$ 5,200	\$ (3,633)
Library books	<u>8,509</u>	<u>8,286</u>	<u>8,600</u>	<u>(314)</u>
Total expenditures	<u>304,853</u>	<u>300,641</u>	<u>321,400</u>	<u>(20,759)</u>
<b>Operating transfers</b>	<u>58,360</u>	<u>68,000</u>	<u>68,000</u>	<u>0</u>
<b>Appropriated reserve</b>	<u>0</u>	<u>0</u>	<u>11,264</u>	<u>(11,264)</u>
Total expenditures and transfers subject to budget	<u>363,213</u>	<u>368,641</u>	<u>\$ 400,664</u>	<u>\$ (32,023)</u>
Receipts over (under) expenditures	(24,145)	(12,462)		
Unencumbered cash, January 1	<u>92,505</u>	<u>68,360</u>		
Unencumbered cash, December 31	<u>\$ 68,360</u>	<u>\$ 55,898</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, 2024  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

			<b>2024</b>		<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Actual</b>	<b>Budget</b>		
	<b>Actual</b>	<b>Over (Under)</b>				
<b>Cash receipts</b>						
<b>Taxes</b>						
Ad valorem property tax	\$ 294,896	\$ 358,023	\$ 365,000	\$ (6,977)		
Back tax collections	3,284	4,543	4,000	543		
Motor vehicle tax	10,331	20,317	21,000	(683)		
Total taxes	308,511	382,883	390,000	(7,117)		
<b>Use of money and property</b>						
Interest on investments	6,356	12,101	1,000	11,101		
<b>Other</b>						
Reimbursements	46,531	64,398	45,000	19,398		
<b>Operating transfers</b>	<b>830,160</b>	<b>953,000</b>	<b>953,000</b>	<b>0</b>		
Total cash receipts	1,191,558	1,412,382	\$ 1,389,000	\$ 23,382		
<b>Expenditures</b>						
Final Benefits Payout	47,859	97,787	\$ 150,000	\$ (52,213)		
HRA	19,276	16,918	35,000	(18,082)		
Health Premiums	342,462	387,391	450,000	(62,609)		
Cobra Insurance Premiums	40,164	0	15,000	(15,000)		
Worker's compensation	54,472	99,558	60,000	39,558		
FICA employer's contributions	261,251	277,128	300,000	(22,872)		
KPERS employer's contributions	420,013	459,477	500,000	(40,523)		
Section 125 payments	16,486	23,276	36,000	(12,724)		
Unemployment	3,340	2,582	6,500	(3,918)		
Training, travel, dues	316	329	1,500	(1,171)		
Insurance	7,151	7,754	7,900	(146)		
Employee assistance	9,066	8,641	12,000	(3,359)		
Other contractual	2,004	2,265	2,000	265		
Operational supplies	0	0	500	(500)		
Miscellaneous	0	34,924	2,000	32,924		
Employee development	5,966	6,864	27,000	(20,136)		
Total expenditures	1,229,826	1,424,894	1,605,400	(180,506)		
<b>Appropriated reserve</b>	<b>0</b>	<b>0</b>	<b>92,503</b>	<b>(92,503)</b>		
Total expenditures subject to budget	1,229,826	1,424,894	\$ 1,697,903	\$ (273,009)		
Receipts over (under) expenditures	(38,268)	(12,512)				
Unencumbered cash, January 1	569,479	531,211				
Unencumbered cash, December 31	\$ 531,211	\$ 518,699				

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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts</b>					
<b>Taxes</b>					
Sales Tax	\$ 1,159	\$ 1,804	\$ 1,100	\$ 704	
<b>Charges for services</b>					
Season passes	12,757	14,375	13,000	1,375	
Gate receipts	19,503	25,726	20,000	5,726	
Coupon books	3,160	6,150	3,000	3,150	
Concessions	12,525	19,582	10,000	9,582	
Lessons	3,146	3,530	3,000	530	
Total charges for services	<u>51,091</u>	<u>69,363</u>	<u>49,000</u>	<u>20,363</u>	
<b>Use of money and property</b>					
Rentals	4,800	5,600	3,000	2,600	
Interest on investments	<u>640</u>	<u>1,515</u>	<u>200</u>	<u>1,315</u>	
Total use of money & property	<u>5,440</u>	<u>7,115</u>	<u>3,200</u>	<u>3,915</u>	
<b>Operating transfers</b>	<u>100,000</u>	<u>100,000</u>	<u>150,000</u>	<u>(50,000)</u>	
<b>Total cash receipts</b>	<u>157,690</u>	<u>178,282</u>	<u>\$ 203,300</u>	<u>\$ (25,018)</u>	
<b>Expenditures</b>					
Regular Salaries	0	9,286	\$ 0	\$ 9,286	
Temporary help	61,461	68,033	95,891	(27,858)	
Overtime	4,792	7,490	3,000	4,490	
Professional services	0	0	500	(500)	
Telephone	1,426	1,626	1,300	326	
Training, travel, dues	2,160	0	2,400	(2,400)	
Advertising	1,593	1,286	2,000	(714)	
Insurance	5,548	5,889	6,100	(211)	
Utilities	11,319	15,229	11,000	4,229	
Other contractual	5,404	5,506	4,000	1,506	
General office supplies	0	0	200	(200)	
Operational supplies	13,607	17,608	15,000	2,608	
Equipment maintenance	460	277	1,000	(723)	
Building & maintenance	250	0	1,000	(1,000)	
Cleaning	137	264	300	(36)	
Uniforms	1,452	3,005	2,000	1,005	
Concession supplies	7,953	9,958	10,000	(42)	
Equipment and plant	261	2,386	10,000	(7,614)	

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, 2024

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

	2024			Variance Over (Under)	
	2023		Budget		
	Actual	Actual			
<b>Expenditures - continued</b>					
Miscellaneous	\$ 0	\$ 88	\$ 0	\$ 88	
Sales tax	1,167	1,908	1,100	808	
Total expenditures	118,990	149,839	166,791	(16,952)	
<b>Operating transfers</b>	25,000	25,000	25,000	0	
<b>Appropriated reserve</b>	0	0	118,455	(118,455)	
Total expenditures and transfers subject to budget	143,990	174,839	\$ 310,246	\$ (135,407)	
Receipts over (under) expenditures	13,700	3,443			
Unencumbered cash, January 1	90,346	104,046			
Unencumbered cash, December 31	\$ 104,046	\$ 107,489			

**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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts</b>					
<b>Charges for services</b>					
Rentals	\$ 32,928	\$ 21,331	\$ 33,000	\$ (11,669)	
Concessions	324	591	500	91	
Ticket sales	16	2,513	2,000	513	
Program and events	104	3,995	2,000	1,995	
Total charges for services	33,372	28,430	37,500	(9,070)	
<b>Intergovernmental</b>					
Grants	0	0	7,000	(7,000)	
<b>Use of money and property</b>					
Interest on investments	30	296	100	196	
<b>Fines and fees</b>					
	0	193	0	193	
<b>Other</b>					
Reimbursed expenses	280	922	0	922	
Miscellaneous	46	50	0	50	
Sales Tax	24	288	100	188	
Total other	350	1,260	100	1,160	
<b>Operating transfers</b>					
	100,000	83,000	83,000	0	
Total cash receipts	133,752	113,179	\$ 127,700	\$ (14,521)	
<b>Expenditures</b>					
Full time salaries	57,111	45,803	\$ 74,154	\$ (28,351)	
Part time help	2,839	0	0	0	
Overtime	0	0	0	0	
Telephone	3,398	2,718	2,000	718	
Training and travel	672	285	600	(315)	
Advertising	951	186	1,000	(814)	
Insurance	14,347	15,943	14,500	1,443	
Utilities	12,958	11,042	14,200	(3,158)	
Other contractual	9,285	7,629	3,000	4,629	
Event and program costs	731	5,434	1,000	4,434	
General office supplies	49	244	300	(56)	
Postage	0	0	200	(200)	

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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>
	<b>2023 Actual</b>	<b>Actual</b>	<b>Budget</b>	
<b>Expenditures - continued</b>				
Gifts/memorials	\$ 0	\$ 0	\$ 100	\$ (100)
Operating supplies	1,402	839	1,000	(161)
Building maintenance	2,125	5,304	6,000	(696)
Cleaning supplies	151	147	500	(353)
Non Sufficient Funds Checks	0	0	100	(100)
Concession supplies	323	354	300	54
Office Equip. Furniture	0	0	100	(100)
Miscellaneous	0	0	50	(50)
Computer equipment and software	70	59	100	(41)
Equip/Bldg. and Grounds	1,538	0	0	0
Sales tax	19	281	100	181
Real Estate taxes	271	142	1,000	(858)
Refunds	150	108	0	108
Total expenditures	<u>108,390</u>	<u>96,518</u>	<u>120,304</u>	<u>(23,786)</u>
<b>Operating transfers</b>	<u>20,800</u>	<u>5,000</u>	<u>5,000</u>	<u>0</u>
<b>Appropriated reserve</b>	<u>0</u>	<u>0</u>	<u>7,573</u>	<u>(7,573)</u>
Total expenditures and transfers subject to budget	<u>129,190</u>	<u>101,518</u>	<u>\$ 132,877</u>	<u>\$ (31,359)</u>
Receipts over (under) expenditures	4,562	11,661		
Unencumbered cash, January 1	<u>5,152</u>	<u>9,714</u>		
Unencumbered cash, December 31	\$ <u>9,714</u>	\$ <u>21,375</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, 2024

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

	<b>2024</b>			<b>Variance</b>	
	<b>2023</b>		<b>Budget</b>	<b>Over (Under)</b>	
	<b>Actual</b>	<b>Actual</b>		<b>Over (Under)</b>	
<b>Cash receipts</b>					
<b>Charges for services</b>					
Storm water management fees	\$ 87,217	\$ 88,781	\$ 85,000	\$ 3,781	
<b>Use of money and property</b>					
Interest on investments	<u>3,060</u>	<u>6,395</u>	<u>0</u>	<u>6,395</u>	
<b>Total cash receipts</b>	<u>90,277</u>	<u>95,176</u>	<u>\$ 85,000</u>	<u>\$ 10,176</u>	
<b>Expenditures</b>					
Lease payments	7,350	7,350	\$ 7,500	\$ (150)	
Construction materials	0	0	5,000	(5,000)	
Professional Services	0	0	20,000	(20,000)	
Other contractual	0	0	5,000	(5,000)	
Construction materials	17,791	20,857	25,000	(4,143)	
Equipment/plant	0	0	2,500	(2,500)	
Storm water construction	<u>24,973</u>	<u>49,409</u>	<u>25,000</u>	<u>24,409</u>	
<b>Total expenditures</b>	<u>50,114</u>	<u>77,616</u>	<u>90,000</u>	<u>(12,384)</u>	
<b>Appropriated reserve</b>	<u>0</u>	<u>0</u>	<u>288,622</u>	<u>(288,622)</u>	
<b>Total expenditures and transfers subject to budget</b>	<u>50,114</u>	<u>77,616</u>	<u>\$ 378,622</u>	<u>\$ (301,006)</u>	
<b>Receipts over (under) expenditures</b>	40,163	17,560			
<b>Unencumbered cash, January 1</b>	<u>297,021</u>	<u>337,184</u>			
<b>Unencumbered cash, December 31</b>	<u>\$ 337,184</u>	<u>\$ 354,744</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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts</b>					
<b>Intergovernmental</b>					
Local liquor tax	\$ 21,326	\$ 20,585	\$ 21,000	\$ (415)	
<b>Use of money and property</b>					
Interest on investment	19	64	0	64	
<b>Total cash receipts</b>	<u>21,345</u>	<u>20,649</u>	<u>\$ 21,000</u>	<u>\$ (351)</u>	
<b>Expenditures</b>					
Other contractual	8,039	4,657	\$ 8,000	\$ (3,343)	
Operational supplies	3,999	992	1,500	(508)	
Equip/Bldg. & Grounds	<u>13,937</u>	<u>14,185</u>	<u>16,000</u>	<u>(1,815)</u>	
<b>Total expenditures</b>	<u>25,975</u>	<u>19,834</u>	<u>25,500</u>	<u>(5,666)</u>	
<b>Appropriated reserve</b>	0	0	2,791	(2,791)	
<b>Total expenditures subject to budget</b>	<u>25,975</u>	<u>19,834</u>	<u>\$ 28,291</u>	<u>\$ (8,457)</u>	
Receipts over (under) expenditures	(4,630)	815			
Unencumbered cash, January 1	<u>11,489</u>	<u>6,859</u>			
Unencumbered cash, December 31	<u>\$ 6,859</u>	<u>\$ 7,674</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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts</b>					
<b>Taxes</b>					
Gas tax	\$ 155,812	\$ 156,563	\$ 154,740	\$ 1,823	
<b>Use of money and property</b>					
Interest on investments	1,661	3,278	0	3,278	
<b>Total cash receipts</b>	<u>157,473</u>	<u>159,841</u>	<u>\$ 154,740</u>	<u>\$ 5,101</u>	
<b>Expenditures</b>					
Construction material	<u>149,900</u>	<u>150,000</u>	<u>\$ 150,000</u>	<u>\$ 0</u>	
<b>Total expenditures</b>	<u>149,900</u>	<u>150,000</u>	<u>150,000</u>	<u>0</u>	
<b>Appropriated reserve</b>	<u>0</u>	<u>0</u>	<u>198,171</u>	<u>(198,171)</u>	
<b>Total expenditures subject to budget</b>	<u>149,900</u>	<u>150,000</u>	<u>\$ 348,171</u>	<u>\$ (198,171)</u>	
Receipts over (under) expenditures	7,573	9,841			
Unencumbered cash, January 1	<u>187,532</u>	<u>195,105</u>			
<b>Unencumbered cash, December 31</b>	<u>\$ 195,105</u>	<u>\$ 204,946</u>			

See Independent Auditor's Report.

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, 2024  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

	<u>2023</u> <u>Actual</u>	<u>2024</u> <u>Actual</u>
<b>Cash receipts</b>		
<b>Use of money and property</b>		
Interest on investment	\$ 48	\$ 86
Total cash receipts	48	86
<b>Expenditures</b>		
Miscellaneous	3,000	0
Total expenditures	3,000	0
Receipts over (under) expenditures	(2,952)	86
Unencumbered cash, January 1	7,536	4,584
Unencumbered cash, December 31	<u>\$ 4,584</u>	<u>\$ 4,670</u>

**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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts</b>					
<b>Taxes</b>					
Transient guest tax	\$ 39,346	\$ 40,011	\$ 25,000	\$ 15,011	
<b>Use of money and property</b>					
Interest on investment	508	714	0	714	
<b>Total cash receipts</b>	<u>39,854</u>	<u>40,725</u>	<u>\$ 25,000</u>	<u>\$ 15,725</u>	
<b>Expenditures</b>					
Advertising	0	175	\$ 200	\$ (25)	
Economic Development Chamber	10,000	15,000	15,000	0	
Promotional campaigns	39,050	39,100	30,000	9,100	
Other	1,351	934	0	934	
<b>Total expenditures</b>	<u>50,401</u>	<u>55,209</u>	<u>45,200</u>	<u>\$ 10,009</u>	
<b>Appropriated reserve</b>	<u>0</u>	<u>0</u>	<u>13,669</u>	<u>(13,669)</u>	
<b>Total expenditures and transfers subject to budget</b>	<u>50,401</u>	<u>55,209</u>	<u>\$ 58,869</u>	<u>\$ (3,660)</u>	
Receipts over (under) expenditures	(10,547)	(14,484)			
Unencumbered cash, January 1	<u>62,919</u>	<u>52,372</u>			
Unencumbered cash, December 31	<u>\$ 52,372</u>	<u>\$ 37,888</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, 2024

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

	<b>2023</b>	<b>2024</b>
	<b>Actual</b>	<b>Actual</b>
<b>Cash receipts</b>		
<b>Taxes</b>		
City Sales Tax	\$ 137,500	\$ 137,500
<b>Use of money and property</b>		
Interest on investments	1,214	3,500
<b>Operating transfers</b>	<u>100,118</u>	0
Total cash receipts	<u>238,832</u>	<u>141,000</u>
<b>Expenditures</b>		
<b>Operating transfers</b>	<u>100,000</u>	<u>100,000</u>
Total expenditures and transfers	<u>100,000</u>	<u>100,000</u>
Receipts over (under) expenditures	138,832	41,000
Unencumbered cash, January 1	<u>(118)</u>	<u>138,714</u>
Unencumbered cash, December 31	<u>\$ 138,714</u>	<u>\$ 179,714</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, 2024

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

	<b>2023</b> <b>Actual</b>	<b>2024</b> <b>Actual</b>
<b>Cash receipts</b>		
Intergovernmental		
State Grants	\$ 0	\$ 0
Total cash receipts	0	0
<b>Expenditures</b>		
Professional Services	10,000	0
Advertising	0	140
Other contractual	16,537	315,181
Operating supplies	40,053	11,162
Construction materials	74,823	99,118
Other	<u>13,965</u>	<u>2,008</u>
Total expenditures	<u>155,378</u>	<u>427,609</u>
Receipts over (under) expenditures	(155,378)	(427,609)
Unencumbered cash, January 1	<u>662,987</u>	<u>507,609</u>
Unencumbered cash, December 31	<u>\$ 507,609</u>	<u>\$ 80,000</u>

**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, 2024

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

	<b>2023 Actual</b>	<b>2024 Actual</b>
<b>Cash receipts</b>		
<b>Use of money and property</b>		
Bond proceeds	\$ 7,570,000	\$ 0
Bond Premium	588,918	0
<b>Other</b>		
Interest Income	80,647	79,650
Reimbursed expense	0	177
<b>Total cash receipts</b>	<b>8,239,565</b>	<b>79,827</b>
 <b>Expenditures</b>		
Professional services	57,496	0
Other contractual	742,642	1,487,637
Construction materials	2,075,015	0
Miscellaneous	3,380	74
Underwriting discount	75,700	0
Principal Payments	3,110,000	0
Interest expense	17,969	0
Bond Insurance	19,430	0
<b>Total expenditures</b>	<b>6,101,632</b>	<b>1,487,711</b>
 <b>Operating transfers</b>	<b>5,000</b>	<b>0</b>
 Total expenditures and transfers	<b>6,106,632</b>	<b>1,487,711</b>
Receipts over (under) expenditures	2,132,933	(1,407,884)
Unencumbered cash, January 1	607,598	2,740,531
Unencumbered cash, December 31	<b>\$ 2,740,531</b>	<b>\$ 1,332,647</b>

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, 2024

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

	<b>2023</b> <b>Actual</b>	<b>2024</b> <b>Actual</b>
<b>Cash receipts</b>		
Escrow receipts	\$ 1,979	\$ 36,367
Total cash receipts	<u>1,979</u>	<u>36,367</u>
<b>Expenditures</b>		
Interest Expense	6	0
Escrow disbursements	<u>2,279</u>	<u>460</u>
Total expenditures	<u>2,285</u>	<u>460</u>
Receipts over (under) expenditures	(306)	35,907
Unencumbered cash, January 1	<u>3,276</u>	<u>2,970</u>
Unencumbered cash, December 31	<u>\$ 2,970</u>	<u>\$ 38,877</u>

**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, 2024

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

	<b>2023</b> <b>Actual</b>	<b>2024</b> <b>Actual</b>
<b>Cash receipts</b>		
<b>Use of money and property</b>		
Interest on investment	\$ 23	\$ 44
Total cash receipts	<u>23</u>	<u>44</u>
<b>Expenditures</b>		
Other Contractual	0	0
Total expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	23	44
Unencumbered cash, January 1	<u>2,298</u>	<u>2,321</u>
Unencumbered cash, December 31	<u>\$ 2,321</u>	<u>\$ 2,365</u>

**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, 2024

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

	<b>2023 Actual</b>	<b>2024 Actual</b>
<b>Cash receipts</b>		
<b>Intergovernmental</b>		
Grants	\$ 94,998	\$ 51,057
<b>Use of money and property</b>		
Donations / Gifts / Miscellaneous	<u>3,200</u>	<u>2,618</u>
Total cash receipts	<u>98,198</u>	<u>53,675</u>
<b>Expenditures</b>		
Library materials	54,727	54,107
Children's programming	400	400
Other contractual	25,630	370
Equipment	9,387	4,450
Other	<u>15,350</u>	<u>1,908</u>
Total expenditures	<u>105,494</u>	<u>61,235</u>
Receipts over (under) expenditures	(7,296)	(7,560)
Unencumbered cash, January 1	<u>23,828</u>	<u>16,532</u>
Unencumbered cash, December 31	<u>\$ 16,532</u>	<u>\$ 8,972</u>

**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, 2024

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

	<b>2023 Actual</b>	<b>2024 Actual</b>
<b>Cash receipts</b>		
<b>Other</b>		
Reimbursement	\$ 4,100	\$ 0
<b>Expenditures</b>		
Other services	<u>4,856</u>	<u>0</u>
Receipts over (under) expenditures	(756)	0
Unencumbered cash, January 1	<u>2,091</u>	<u>1,335</u>
Unencumbered cash, December 31	<u>\$ 1,335</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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>
	<b>2023</b>	<b>Actual</b>	<b>Actual</b>	
<b>Cash receipts</b>				
<b>Taxes</b>				
Ad valorem property tax	\$ 393,297	\$ 392,244	\$ 400,000	\$ (7,756)
Back tax collections	4,860	5,803	3,000	2,803
Motor vehicle tax	24,209	29,413	24,525	4,888
Special assessments	21,854	8,241	10,000	(1,759)
Total taxes	<u>444,220</u>	<u>435,701</u>	<u>437,525</u>	<u>(1,824)</u>
<b>Use of money and property</b>				
Interest on investments	<u>17,273</u>	<u>43,994</u>	<u>3,000</u>	<u>40,994</u>
Total use of money and property	<u>17,273</u>	<u>43,994</u>	<u>3,000</u>	<u>40,994</u>
<b>Operating transfers</b>	<u>456,750</u>	<u>1,102,450</u>	<u>451,750</u>	<u>650,700</u>
Total cash receipts	<u>918,243</u>	<u>1,582,145</u>	<u>\$ 892,275</u>	<u>\$ 689,870</u>
<b>Expenditures</b>				
Bond principal	780,000	1,065,000	\$ 780,000	\$ 285,000
Interest expense	<u>150,412</u>	<u>449,187</u>	<u>150,413</u>	<u>298,774</u>
Total expenditures	<u>930,412</u>	<u>1,514,187</u>	<u>930,413</u>	<u>583,774</u>
<b>Appropriated reserve</b>	<u>0</u>	<u>0</u>	<u>239,240</u>	<u>(239,240)</u>
Total expenditures subject to budget	<u>930,412</u>	<u>1,514,187</u>	<u>\$ 1,169,653</u>	<u>\$ 344,534</u>
Receipts over (under) expenditures	(12,169)	67,958		
Unencumbered cash, January 1	<u>366,690</u>	<u>354,521</u>		
Unencumbered cash, December 31	<u>\$ 354,521</u>	<u>\$ 422,479</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, 2024  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2023)

	<u>2023</u> <u>Actual</u>	<u>2024</u> <u>Actual</u>
<b>Cash receipts</b>		
<b>Intergovernmental</b>		
Grants	\$ 0	\$ 0
<b>Other</b>		
Sale of surplus equipment	6,400	13,050
Miscellaneous	<u>3,227</u>	<u>2,080</u>
Total other	<u>9,627</u>	<u>15,130</u>
<b>Operating Transfers</b>	<u>202,000</u>	<u>90,000</u>
Total cash receipts	<u>211,627</u>	<u>105,130</u>
<b>Expenditures</b>		
Miscellaneous	0	3,600
Equipment/plant	300	119,422
Motor vehicle	<u>24,980</u>	<u>0</u>
Total expenditures	<u>25,280</u>	<u>123,022</u>
Receipts over (under) expenditures	186,347	(17,892)
Unencumbered cash, January 1	<u>128,754</u>	<u>315,101</u>
Unencumbered cash, December 31	<u>\$ 315,101</u>	<u>\$ 297,209</u>

**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, 2024

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

	<b>2023 Actual</b>	<b>2024 Actual</b>
<b>Cash receipts</b>		
<b>Taxes and shared revenues</b>		
City sales tax	\$ 1,594,552	\$ 1,563,784
<b>Other</b>		
Interest	18,212	31,571
Miscellaneous/rentals	35,290	1,470
Reimbursements	15,943	15,677
Grants	70,295	71,823
Donations and gifts	132	1,301
Total other	<u>139,872</u>	<u>121,842</u>
<b>Operating transfers</b>	<u>10,000</u>	<u>55,000</u>
Total cash receipts	<u>1,744,424</u>	<u>1,740,626</u>
<b>Expenditures</b>		
Construction materials	248,711	223,261
Other contractual	417,046	58,997
Motor Vehicle/Equipment	615,900	8,123
Equip/Bldg. & Grounds	6,100	4,149
Capital improvements	19,164	32,576
Professional services	7,500	17,214
Principal Payment	455,000	0
Interest Payment	171,825	0
Other	<u>62,780</u>	<u>339,673</u>
Total expenditures	<u>2,004,026</u>	<u>683,993</u>
<b>Operating transfers</b>	<u>100,118</u>	<u>640,900</u>
Total expenditures and transfers	<u>2,104,144</u>	<u>1,324,893</u>
Receipts over (under) expenditures	(359,720)	415,733
Unencumbered cash, January 1	<u>3,214,048</u>	<u>2,854,328</u>
Unencumbered cash, December 31	<u>\$ 2,854,328</u>	<u>\$ 3,270,061</u>

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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts</b>					
Charges for services					
Connect & disconnect	\$ 194,018	\$ 0	\$ 0	\$ 0	
Inspection charges	3,200	700	1,000	(300)	
Sewer service charges	1,291,665	1,319,875	1,300,000	19,875	
Total charges for services	<u>1,488,883</u>	<u>1,320,575</u>	<u>1,301,000</u>	<u>19,575</u>	
Use of money and property					
Interest on investments	<u>8,554</u>	<u>18,460</u>	<u>1,000</u>	<u>17,460</u>	
Other					
Reimbursed expenses	<u>2,672</u>	<u>5,377</u>	<u>3,000</u>	<u>2,377</u>	
Total cash receipts	<u>1,500,109</u>	<u>1,344,412</u>	<u>\$ 1,305,000</u>	<u>\$ 39,412</u>	
<b>Expenditures</b>					
Administration					
Salaries	0	0	\$ 407,305	\$ (407,305)	
Overtime	0	0	15,000	(15,000)	
Telephone services	521	2,088	1,200	888	
Insurance	40,518	39,705	43,400	(3,695)	
Other contractual	5,604	6,469	5,000	1,469	
General office supplies	872	932	600	332	
Postage	6,032	5,907	5,000	907	
Total administration	<u>53,547</u>	<u>55,101</u>	<u>477,505</u>	<u>(422,404)</u>	
Production					
Full time salaries	49,892	28,425	0	28,425	
Overtime	4,310	1,115	0	1,115	
Telephone services	1,137	1,603	1,300	303	
Training, travel, dues	364	365	1,000	(635)	
Advertising	0	375	0	375	
Utilities	91,309	88,338	103,000	(14,662)	
Testing and analytical	5,520	5,562	10,000	(4,438)	
Other contractual	21,385	21,249	34,000	(12,751)	
General office supplies	334	227	250	(23)	
Operational supplies	14,636	11,970	20,000	(8,030)	
Vehicle maintenance	228	76	1,500	(1,424)	
Equipment maintenance	1,672	1,790	2,000	(210)	
Building maintenance	142	997	2,500	(1,503)	
Motor fuel and lubricants	4,231	2,120	3,000	(880)	
Uniforms	548	148	700	(552)	

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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Expenditures - continued</b>					
<b>Production - continued</b>					
Miscellaneous	\$ 0	\$ 159	\$ 10,000	\$ (9,841)	
Computer Equipment and Software	3,837	1,151	6,000	(4,849)	
Equipment, Plant	29,827	36,668	30,000	6,668	
Equipment, building and grounds	2,678	1,468	8,000	(6,532)	
<b>Total production</b>	<b>232,050</b>	<b>203,806</b>	<b>233,250</b>	<b>(29,444)</b>	
<b>Distribution</b>					
Full time salaries	268,056	168,415	0	168,415	
Overtime	15,227	10,391	0	10,391	
Telephone services	4,424	3,089	2,000	1,089	
Training, travel, dues	238	695	1,500	(805)	
Advertising	0	744	500	244	
Utilities	6,421	6,137	12,000	(5,863)	
Other contractual	14,499	19,535	18,000	1,535	
General office supplies	445	196	400	(204)	
Operational supplies	16,359	11,672	14,000	(2,328)	
Vehicle maintenance	2,916	243	2,000	(1,757)	
Equipment maintenance	9,774	9,839	15,000	(5,161)	
Building maintenance	1,479	2,293	2,500	(207)	
Construction materials	2,807	5,428	5,000	428	
Motor fuel and lubricants	12,400	12,808	13,500	(692)	
Uniforms	935	625	1,200	(575)	
Computer equipment and software	1,134	1,305	600	705	
Motor vehicle/equipment	17,028	20,000	20,000	0	
Equipment, building and grounds	825	2,615	8,500	(5,885)	
<b>Distribution lines</b>	<b>33,555</b>	<b>43,019</b>	<b>50,000</b>	<b>(6,981)</b>	
<b>Total distribution</b>	<b>408,522</b>	<b>319,049</b>	<b>166,700</b>	<b>152,349</b>	
<b>Operating transfers</b>	<b>652,270</b>	<b>591,550</b>	<b>591,500</b>	<b>50</b>	
<b>Appropriated reserve</b>	<b>0</b>	<b>0</b>	<b>461,498</b>	<b>(461,498)</b>	
<b>Total expenditures and transfers subject to budget</b>	<b>1,346,389</b>	<b>1,169,506</b>	<b>\$ 1,930,453</b>	<b>\$ (760,947)</b>	
Receipts over (under) expenditures	153,720	174,906			
Unencumbered cash, January 1	781,803	935,523			
Unencumbered cash, December 31	\$ 935,523	\$ 1,110,429			

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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts</b>					
<b>Charges for services</b>					
Sale of water	\$ 2,308,552	\$ 2,376,383	\$ 2,000,000	\$ 376,383	
Water for resale	2,169	972	45,000	(44,028)	
Sales tax	37,543	40,018	30,000	10,018	
Tank sales	7,934	10,495	7,000	3,495	
Installation charges	94,592	15,950	10,000	5,950	
Connection fees	8,257	9,590	8,000	1,590	
 Total charges for services	 2,459,047	 2,453,408	 2,100,000	 353,408	
<b>Use of money and property</b>					
Rentals	0	75	0	75	
Interest on investments	3,128	13,463	500	12,963	
 Total use of money and property	 3,128	 13,538	 500	 13,038	
<b>Other</b>					
Reimbursed expenses	13,414	19,420	4,000	15,420	
KS setoff reimbursement	3,865	3,310	4,000	(690)	
Miscellaneous	350	0	350	(350)	
Long/short	6	5	0	5	
 Total cash receipts	 2,479,810	 2,489,681	 \$ 2,108,850	 \$ 380,831	
 <b>Expenditures</b>					
<b>Administration</b>					
Telephone services	521	663	\$ 500	\$ 163	
Insurance and bonds	14,636	15,374	15,600	(226)	
Other contractual	5,663	6,256	5,000	1,256	
General office supplies	872	932	700	232	
Postage	6,133	5,907	5,000	907	
Operational supplies	0	1,313	1,000	313	
Miscellaneous	0	55	0	55	
Refunds	5,944	286	0	286	
Sales tax remittance	53,678	53,908	50,000	3,908	
 Total administration	 87,447	 84,694	 77,800	 6,894	

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, 2024

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

	2024			Variance Over (Under)	
	2023		Budget		
	Actual	Actual			
<b>Expenditures - continued</b>					
<b>Production</b>					
Training, travel, dues	\$ 179	\$ 0	\$ 200	\$ (200)	
Utilities	8,303	8,065	7,500	565	
Water purchase	1,737,041	1,825,618	1,800,000	25,618	
Total production	1,745,523	1,833,683	1,807,700	25,983	
<b>Distribution</b>					
Full time salaries	0	0	0	0	
Overtime	0	0	0	0	
Tank maintenance	10,686	10,686	10,700	(14)	
Legal	0	0	0	0	
Telephone services	2,817	3,480	3,000	480	
Training, travel, dues	2,130	2,120	2,500	(380)	
Advertising	112	0	500	(500)	
Insurance	0	0	0	0	
Utilities	1,447	1,113	3,000	(1,887)	
Testing analytical	2,288	2,872	3,500	(628)	
Other contractual	17,313	23,876	18,000	5,876	
General office supplies	417	179	500	(321)	
Postage	10	0	600	(600)	
Operational supplies	43,437	42,505	35,000	7,505	
Vehicle maintenance	3,232	271	3,500	(3,229)	
Equipment maintenance	4,086	6,267	9,000	(2,733)	
Building and maintenance	861	2,989	3,000	(11)	
Construction materials	27,264	23,654	30,000	(6,346)	
Motor fuel and lubrication	12,639	3,448	12,000	(8,552)	
Uniforms	743	307	1,600	(1,293)	
Office equipment/furniture	0	159	0	159	
Computer equipment and software	1,408	1,305	1,000	305	
Motor vehicle/equipment	17,060	20,000	20,000	0	
Equip/Bldg. & Grounds	4,382	0	0	0	
Total distribution	152,332	145,231	157,400	(12,169)	

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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Expenditures - continued</b>					
Operating transfers	\$ 0	\$ 7,000	\$ 7,000	\$ 0	
Appropriated reserve	0	0	214,405	(214,405)	
Total expenditures and transfers subject to budget	1,985,302	2,070,608	\$ 2,264,305	\$ (193,697)	
Receipts over (under) expenditures	494,508	419,073			
Unencumbered cash, January 1	68,504	563,012			
Unencumbered cash, December 31	\$ 563,012	\$ 982,085			

**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, 2024

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

	<b>2024</b>			<b>Variance Over (Under)</b>	
	<b>2023</b>		<b>Budget</b>		
	<b>Actual</b>	<b>Actual</b>			
<b>Cash receipts</b>					
Charges for services					
Haulers' permits	\$ 1,650	\$ 1,800	\$ 1,500	\$ 300	
Landfill charges and collections	<u>438,847</u>	<u>483,288</u>	<u>455,000</u>	<u>28,288</u>	
Total charges for services	<u>440,497</u>	<u>485,088</u>	<u>456,500</u>	<u>28,588</u>	
<b>Use of money and property</b>					
KS setoff reimbursement	147	197	0	197	
Interest on investments	<u>746</u>	<u>1,836</u>	<u>0</u>	<u>1,836</u>	
Total use of money & property	<u>893</u>	<u>2,033</u>	<u>0</u>	<u>2,033</u>	
<b>Fees</b>	<u>630</u>	<u>743</u>	<u>0</u>	<u>743</u>	
Total cash receipts	<u>442,020</u>	<u>487,864</u>	<u>\$ 456,500</u>	<u>\$ 31,167</u>	
<b>Expenditures</b>					
Advertising	465	465	\$ 500	\$ (35)	
Insurance	1,499	1,617	1,700	(83)	
Other contractual	<u>442,636</u>	<u>453,050</u>	<u>445,000</u>	<u>8,050</u>	
General office supplies	<u>842</u>	<u>932</u>	<u>600</u>	<u>332</u>	
Total expenditures	<u>445,442</u>	<u>456,064</u>	<u>447,800</u>	<u>8,264</u>	
<b>Operating transfers</b>	<u>0</u>	<u>0</u>	<u>25,000</u>	<u>(25,000)</u>	
<b>Appropriated reserve</b>	<u>0</u>	<u>0</u>	<u>17,074</u>	<u>(17,074)</u>	
Total expenditures and transfers subject to budget	<u>445,442</u>	<u>456,064</u>	<u>\$ 489,874</u>	<u>\$ (33,810)</u>	
Receipts over (under) expenditures	(3,422)	31,800			
Unencumbered cash, January 1	<u>95,575</u>	<u>92,153</u>			
Unencumbered cash, December 31	\$ <u>92,153</u>	\$ <u>123,953</u>			

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, 2024

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

	<u>2023</u> <u>Actual</u>	<u>2024</u> <u>Actual</u>
<b>Cash receipts</b>		
Charges for services		
Miscellaneous	\$ 0	\$ 7,106
Use of money and property		
Interest	2,074	4,104
Operating transfers	0	7,000
Total cash receipts	<u>2,074</u>	<u>18,210</u>
<b>Expenditures</b>		
Miscellaneous	0	3,757
Capital improvement	0	7,106
Total expenditures and transfers	0	10,863
Receipts over (under) expenditures	2,074	7,347
Unencumbered cash, January 1	<u>208,790</u>	<u>210,864</u>
Unencumbered cash, December 31	<u>\$ 210,864</u>	<u>\$ 218,211</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, 2024

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

	<b>2023 Actual</b>	<b>2024 Actual</b>
<b>Cash receipts</b>		
Charges for services		
Connection & disconnect fees	\$ 0	\$ 19,313
Use of money and property		
Interest income	8,662	12,645
Other		
Reimbursed expense	4,021	10,467
Miscellaneous	0	38,495
Total cash receipts	<u>12,683</u>	<u>80,920</u>
<b>Expenditures</b>		
Operational supplies	0	7,316
Construction materials	0	1,741
Equipment/Plant	<u>136,983</u>	<u>273,368</u>
Total expenditures	<u>136,983</u>	<u>282,425</u>
<b>Operating transfer</b>	<u>0</u>	<u>0</u>
Total expenditures and transfers	<u>136,983</u>	<u>282,425</u>
<b>Receipts over (under) expenditures</b>	<u>(124,300)</u>	<u>(201,505)</u>
<b>Unencumbered cash, January 1</b>	<u>913,135</u>	<u>788,835</u>
<b>Unencumbered cash, December 31</b>	<u>\$ 788,835</u>	<u>\$ 587,330</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, 2024

<b>Fund</b>	<b>Beginning Cash Balance</b>	<b>Receipts</b>	<b>Disbursements</b>	<b>Ending Cash Balance</b>
Police bond	\$ 17,810	\$ 543,084	\$ 545,713	\$ 15,181
Payroll withholding	7,174	369,756	370,499	6,431
TIF/CID	300,525	326,512	0	627,037
TIF/Taxes	<u>31,501</u>	<u>24,143</u>	<u>0</u>	<u>55,644</u>
	<b>\$ 357,010</b>	<b>\$ 1,263,495</b>	<b>\$ 916,212</b>	<b>\$ 704,293</b>

See Independent Auditor's Report.