State of Kansas
Special District
2023

# CERTIFICATE

To the Clerk of Ness County, State of Kansas
We, the undersigned, officers of
**Ness County Hospital District #2**

certify that: (1) the hearing mentioned in the attached publication was held;
(2) after the Budget Hearing this budget was duly approved and adopted
maximum expenditures for the various funds for the year 2023; and (3) the
Amount(s) of 2022 Ad Valorem Tax are within statutory limitations for the 2023 Budget.

| Table of Contents: | | Page No. | 2023 Adopted Budget: Budget Authority for Expenditures | 2023 Adopted Budget: Amount of 2022 Ad Valorem Tax | 2023 Adopted Budget: Final Tax Rate (County Clerk's Use Only) |
|---|---|---|---|---|---|
| Allocation MVT, RVT,16/20M Vehicle Tax | | 2 | | | |
| Schedule of Transfers | | 3 | | | |
| Statement of Indebt. & Lease/Purchase | | 4 | | | |
| **Fund** | **K.S.A.** | | | | |
| General | 0 | 5 | 15,551,825 | 1,756,744 | 35.002 |
| Debt Service | 10-113 | 6 | | | |
| | | | | | |
| | | | | | |
| | | 8 | | | |
| | | 8 | | | |
| | | | | | |
| **Totals** | | xxxxxxxxx | 15,551,825 | 1,756,744 | |
| Budget Hearing Notice | | | | | |
| Combined Rate - Budget Hearing Notice | | 6 | | | |
| RNR Hearing Notice | | | | | |
| Neighborhood Revitalization Rebate | | 7 | | | |

County Clerk's Use Only

50,189,469

Nov. 1, 2022 Total Assessed Valuation

Revenue Neutral Rate: 30.470

Assisted by:
FORVIS, LLP

Address:
1551 N. Waterfront Pkwy, Ste. 300
Wichita, KS 67206
Email:
casey.cockrum@forvis.com

Brent W Rittly
Jan Fitz
Jack Fitzgerald II
Marvin W Hinkle
Debra Clarke

Attest: 8/23, 2022

County Clerk

Governing Body

**CPA Summary**

Ness County Hospital District #2
Ness County

2023

**Allocation of MV, RV, 16/20M, Commercial Vehicle, and Watercraft Tax Estimates**

| 2022 Budgeted Funds | Tax Levy Amount in 2022 Budget | Allocation for Year 2023 | | | | |
|---|---|---|---|---|---|---|
| | | MVT | RVT | 16/20M Veh | Comm Veh | Watercraft |
| General | 1,528,837 | 99,824 | 2,327 | 13,589 | 23,611 | 923 |
| Debt Service | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0 | 0 | 0 | 0 | 0 | 0 |
| | 0 | 0 | 0 | 0 | 0 | 0 |
| Total | 1,528,837 | 99,824 | 2,327 | 13,589 | 23,611 | 923 |

County Treas Motor Vehicle Estimate 99,824

County Treas Recreational Vehicle Estimate 2,327

County Treas 16/20M Vehicle Estimate 13,589

County Treas Commercial Vehicle Tax Estimate 23,611

County Treas Watercraft Tax Estimate 923

MVT Factor 0.06529

RVT Factor 0.00152

16/20M Factor 0.00889

Comm Veh Fact 0.01544

Watercraft Fact 0.00060

Ness County Hospital District #2
Ness County

**Schedule of Transfers**

| Expenditure Fund Transferred From: | Receipt Fund Transferred To: | Actual Amount for 2021 | Current Amount for 2022 | Proposed Amount for 2023 | Transfers Authorized by Statute |
|---|---|---|---|---|---|
| | | | | | |
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| | **Totals** | 0 | 0 | 0 | |
| | **Adjustments*** | | | | |
| | **Adjusted Totals** | 0 | 0 | 0 | |

*Note: Adjustments are required only if the transfer is being made in 2022 and/or 2023 from a non-budgeted fund.

Ness County Hospital District #2
Ness County

2023

## STATEMENT OF INDEBTEDNESS

| Type of Debt | Date of Issue | Interest Rate % | Amount Issued | Amount Outstanding Jan 1, 2022 | Date Due | | Amount Due 2022 | | Amount Due 2023 | |
|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | Interest | Principal | Interest | Principal | Interest | Principal |
| General Obligation: | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| Total G.O. | | | | 0 | | | 0 | 0 | 0 | 0 |
| Revenue Bonds: | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| Total Revenue | | | | 0 | | | 0 | 0 | 0 | 0 |
| Other: | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| Total Other | | | | 0 | | | 0 | 0 | 0 | 0 |
| Total | | | | **0** | | | **0** | **0** | **0** | **0** |

## STATEMENT OF CONDITIONAL LEASE-PURCHASE AND CERTIFICATE OF PARTICIPATION*

| Items Purchased | Contract Date | Term of Contract (Months) | Interest Rate % | Total Amount Financed (Beginning Principal) | Principal Balance On Jan 1, 2022 | Payments Due 2022 | Payments Due 2023 |
|---|---|---|---|---|---|---|---|
| X-Ray Machine | 6/30/2019 | 72 | 3.95 | 195,000 | 119,313 | 36,556 | 36,556 |
| HVAC | 9/27/2019 | 120 | 2.90 | 2,868,453 | 2,379,658 | 337,569 | 337,569 |
| | | | | | | | |
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| | | | | | | | |
| | | | **Total** | **3,063,453** | **2,498,971** | **374,125** | **374,125** |

Ness County Hospital District #2 2023 State of Kansas
Ness County Special District
**FUND PAGE FOR FUNDS WITH A TAX LEVY**

| Adopted Budget **General** | Prior Year Actual for 2021 | Current Year Estimate for 2022 | Proposed Budget Year for 2023 |
|---|---|---|---|
| Unencumbered Cash Balance Jan 1 | 5,333,931 | 4,851,421 | 3,171,344 |
| Receipts: | | | |
| Ad Valorem Tax | 1,611,156 | 1,528,837 | xxxxxxxxxxxxxxxxx |
| Delinquent Tax | | | |
| Motor Vehicle Tax | | | 99,824 |
| Recreational Vehicle Tax | | | 2,327 |
| 16/20M Vehicle Tax | | | 13,589 |
| Commercial Vehicle Tax | | | 23,611 |
| Watercraft Tax | | | 923 |
| LAVTR | | | 0 |
| In Lieu of Taxes | | | |
| Net patient service revenue | 9,536,701 | 9,221,000 | 9,405,420 |
| Other operating revenue | 325,705 | 147,000 | 148,470 |
| Contributions and grants | 384,506 | 184,000 | 185,840 |
| 340B Revenue | 686,388 | 734,000 | 741,340 |
| Provider Relief Funds | 542,852 | - | - |
| | | | |
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| | | | |
| Interest on Idle Funds | 18,514 | 12,000 | 12,120 |
| Neighborhood Revitalization Rebate | | | -987 |
| Miscellaneous | | | |
| Does misc. exceed 10% of Total Receip | | | |
| **Total Receipts** | **13,105,822** | **11,826,837** | **10,632,477** |
| **Resources Available:** | **18,439,753** | **16,678,258** | **13,803,821** |
| Expenditures: | | | |
| Salaries and wages | 5,181,182 | 4,730,000 | 5,921,050 |
| Employee benefits | 1,536,622 | 1,462,000 | 1,883,150 |
| Contract services and labor | 1,806,218 | 2,323,000 | 3,091,800 |
| Supplies and other | 2,740,724 | 2,761,000 | 3,617,700 |
| Capital outlay | 1,195,796 | 500,000 | 664,000 |
| Medicare Advanced Payments | 759,800 | 1,356,789 | 0 |
| Principal and interest payments | 367,990 | 374,125 | 374,125 |
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| Cash Forward (2023 column) | | | |
| Miscellaneous | | | |
| Does misc. exceed 10% Total Expenditu | | | |
| **Total Expenditures** | **13,588,332** | **13,506,914** | **15,551,825** |
| Unencumbered Cash Balance Dec 31 | 4,851,421 | 3,171,344 | xxxxxxxxxxxxxxxxx |
| 2021/2022/2023 Budget Authority Amo | 11,473,250 | 16,621,190 | 15,551,825 |
| | | Non-Appropriated Balance | |
| **See Tab A** | | Total Expenditure/Non-Appr Balance | 15,551,825 |
| | | Tax Required | 1,748,004 |
| | Delinquent Comp Rate: | 0.5% | 8,740 |
| | | Amount of 2022 Ad Valorem Tax | 1,756,744 |

**CPA Summary**

**NOTICE OF HEARING TO EXCEED REVENUE NEUTRAL RATE AND BUDGET HEARING**

State of Kansas
Special District
2023

The governing body of

**Ness County Hospital District #2**

Ness County

will meet on Monday, August 22, 2022 at 6:30 PM in the Ness County Hospital Classroom for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds, the amount of tax to levied and the revenue neutral rate. Detailed budget information is available at Ness County Hospital and will be available at this hearing.

**BUDGET SUMMARY**

Proposed Budget 2023 Expenditures and Amount of 2022 Ad Valorem Tax establish the maximum limits of the 2023 budget. Estimated Tax Rate is subject to change depending on the final assessed valuation.

| | Prior Year Actual 2021 | | Current Year Estimate for 2022 | | Proposed Budget Year for 2023 | | |
|---|---|---|---|---|---|---|---|
| **FUND** | Expenditures | Actual Tax Rate* | Expenditures | Actual Tax Rate* | Budget Authority for Expenditures | Amount of 2022 Ad Valorem Tax | Proposed Estimated Tax Rate* |
| General | 13,588,332 | 35.029 | 13,506,914 | 35.011 | 15,551,825 | 1,756,744 | 35.011 |
| Debt Service | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| Totals | 13,588,332 | 35.029 | 13,506,914 | 35.011 | 15,551,825 | 1,756,744 | 35.011 |
| | | | | | | *Revenue Neutral Rate*** | *30.470* |
| Less: Transfers | 0 | | 0 | | 0 | | |
| Net Expenditures | 13,588,332 | | 13,506,914 | | 15,551,825 | | |
| Total Tax Levied | 1,523,174 | | 1,528,837 | | xxxxxxxxxxx | | |
| Assessed Valuation | 43,483,812 | | 43,667,802 | | 50,176,911 | | |

| Outstanding Indebtedness, Jan 1, | 2020 | 2021 | 2022 |
|---|---|---|---|
| G.O. Bonds | 0 | 0 | 0 |
| Revenue Bonds | 0 | 0 | 0 |
| Other | 0 | 0 | 0 |
| Lease Pur. Princ. | 3,048,907 | 2,791,133 | 2,498,971 |
| Total | 3,048,907 | 2,791,133 | 2,498,971 |

*Tax rates are expressed in mills.

***Revenue Neutral Rate as defined by KSA 79-2988*

Aaron Kuehn
Chief Executive Officer

Page No. 6

AUG 23 2022 10:00

Ness County Hospital District #2 2023

**2023 Neighborhood Revitalization Rebate**

| Budgeted Funds for 2023 | 2022 Ad Valorem before Rebate** | 2022 Mil Rate before Rebate | Estimate 2023 NR Rebate |
|---|---|---|---|
| General | 222,577 | 4.436 | 987 |
| Debt Service | | | 0 |
| | | | 0 |
| | | | 0 |
| | | | 0 |
| | | | 0 |
| TOTAL | 222,577 | 4.436 | 987 |

2022 July 1 Valuation: 50,176,911

Valuation Factor: 50,176.911

Neighborhood Revitalization Subj to Rebate: 222,577

Neighborhood Revitalization factor: 222.577

**This information comes from the 2023 Budget Summary page. See instructions tab #12 for completing the Neighborhood Revitalization Rebate table.

# Notice of Revenue Neutral Rate Intent

THE GOVERNING BODY OF NESS COUNTY HOSPITAL DISTRICT #2 HEREBY NOTIFIES THE NESS COUNTY CLERK OF INTENT TO EXCEED/ NOT TO EXCEED THE REVENUE NEUTRAL RATE.

__X__ Yes, we intend to exceed the Revenue Neutral Rate and our proposed mill levy rate is 35.011. The date of our hearing is _August 22, 2022_ at _6:30_ PM and will be held at Ness County Hospital in Ness City, Kansas.

____No, we do not plan to exceed the Revenue Neutral Rate and will submit our budget to the County Clerk on or before August 25, 2022.

WITNESS my hand and official seal on July 7, 2022.

(Seal)

Sabra Clarke

Clerk or Officer of Governing Body

JUL 8 2022 9.80

Resolution No. 2022-01

**A RESOLUTION OF THE NESS COUNTY HOSPITAL DISTRICT #2, KANSAS TO LEVY A PROPERTY TAX RATE EXCEEDING THE REVENUE NEUTRAL RATE;**

**WHEREAS**, the Revenue Neutral Rate for the Ness County Hospital District #2 was calculated as 30.470 mills by the Ness County Clerk; and

**WHEREAS**, the budget proposed by the Governing Body of the Ness County Hospital District No. 2 will require the levy of a property tax rate exceeding the Revenue Neutral Rate; and

**WHEREAS**, the Governing Body held a hearing on August 22, 2022, allowing all interested taxpayers desiring to be heard an opportunity to give oral testimony; and

**WHEREAS**, the Governing Body of the Ness County Hospital District No. 2 having heard testimony, still finds it necessary to exceed the Revenue Neutral Rate.

**NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE Ness County Hospital District No. 2:**

The Ness County Hospital District No 2 shall levy a property tax rate exceeding the Revenue Neutral Rate of 30.470 mills.

This resolution shall take effect and be in force immediately upon its adoption and shall remain in effect until future action is taken by the Governing Body.

**ADOPTED** this 22nd day of August 2022 and **SIGNED** by the Governing Body.

Brent Whatley

Chairperson

Ness County Hospital District #2

## Roll Call Vote

A Roll Call Vote of the ___Ness County Hospital District #2___ To Levy a Property Tax Exceeding the Revenue Neutral Rate
Hearing to Exceed Revenue Neutral Rate held on __August 22, 2022__
Resolution No. _2022-01_____

| Governing Body Member | Yes | No | No Vote |
|---|---|---|---|
| Brent Whitley | X | | |
| Sabra Clarke | X | | |
| Joel Fitzgerald II | X | | |
| Nancy Witthuhn | X | | |
| Travis Sutton | X | | |
| | | | |
| | | | |
| | | | |
| | | | |
| **TOTAL** | **5** | | |

Certified:
Caron Kuhn

First published in the Ness County News, Thursday, August 11, 2022. -1t

**NOTICE OF HEARING TO EXCEED REVENUE NEUTRAL RATE AND BUDGET HEARING**

The governing body of

**Ness County Hospital District #2**

Ness County

will meet on Monday, August 22, 2022 at 6:30 PM in the Ness County Hospital Classroom for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds, the amount of tax to levied and the revenue neutral rate. Detailed budget information is available at Ness County Hospital and will be available at this hearing.

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|---|---|---|---|---|---|---|---|
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| General | 13,588,332 | 35.029 | 13,506,914 | 35.011 | 15,551,825 | 1,756,744 | 35.011 |
| Debt Service | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| | | | | | | | |
| Totals | 13,588,332 | 35.029 | 13,506,914 | 35.011 | 15,551,825 | 1,756,744 | 35.011 |
| | | | | | | *Revenue Neutral Rate*** | *30.470* |
| Less: Transfers | 0 | | 0 | | 0 | | |
| Net Expenditures | 13,588,332 | | 13,506,914 | | 15,551,825 | | |
| Total Tax Levied | 1,523,174 | | 1,528,837 | | xxxxxxxxxxx | | |
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| Total | 3,048,907 | 2,791,133 | 2,498,971 |

*Tax rates are expressed in mills.

***Revenue Neutral Rate as defined by KSA 79-2988*

Aaron Kuehn

Chief Executive Officer