CITY OF ELLSWORTH, KANSAS

Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2025

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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Ellsworth, Kansas
Ellsworth, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **City of Ellsworth, Kansas**, as of and for the year ended December 31, 2025 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 matters discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2025, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting
In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2025, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditors' Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City as of and for the year ended December 31, 2024 (not presented herein), and have issued our report thereon dated April 14, 2025, which contained an unmodified opinion on the basic financial statement. The 2024 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services/municipal-audits. The 2024 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, 2025 (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 2024 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 2024 basic financial statement. The 2024 comparative information was subjected to the auditing procedures applied in the audit of the 2024 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 2024 basic financial statement or to the 2024 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 2024 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, 2024, on the basis of accounting described in Note 1.

Adams Brown, LLC

ADAMSBROWN, LLC
Certified Public Accountants
Great Bend, Kansas

April 13, 2026

CITY OF ELLSWORTH, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2025

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrance	Receipts	Expenditures	**Ending Unencumbered Cash Balance**	Add Encumbrances and Accounts Payable	**Ending Cash Balance**
Regulatory Basis Fund Types							
General Fund	$ 434,869	-	3,351,676	3,144,875	**641,670**	174,892	**816,562**
Special Purpose Funds							
Library Fund	-	-	140,003	138,000	**2,003**	-	**2,003**
Special Highway Fund	26,628	-	86,235	81,138	**31,725**	177	**31,902**
Parks and Recreation Fund	4,996	-	2,797	6,632	**1,161**	-	**1,161**
Capital Improvement Fund	163,679	-	400,136	415,414	**148,401**	2,135	**150,536**
Municipal Equipment Fund	111,721	-	43,289	38,950	**116,060**	-	**116,060**
Tourism and Convention Fund	27,887	-	18,422	25,602	**20,707**	-	**20,707**
Fire and Police Equipment Fund	-	-	-	-	**-**	-	**-**
SO TIF 2011 Revenue Fund	1,242,987	-	461,687	301,368	**1,403,306**	-	**1,403,306**
SO TIF 2011 Debt Service Fund	-	-	125,206	125,206	**-**	-	**-**
Opioid Settlement Fund	-	-	23,399	-	**23,399**	-	**23,399**
Bond and Interest Fund							
Bond and Interest Fund	483,492	-	1,446,267	1,389,885	**539,874**	-	**539,874**
Capital Project Fund							
2024 Temporary Note Improvement Fund	576,780	-	-	576,780	**-**	-	**-**
2019 Temporary Note Improvement Fund	261,180	-	165,495	426,675	**-**	-	**-**
Business Funds							
Water and Sewer Utility Fund	119,986	-	1,737,834	1,583,198	**274,622**	89,179	**363,801**
Water and Sewer Emergency Depreciation Fund	88,315	-	64,251	-	**152,566**	275,000	**427,566**
Water and Sewer Improvement Fund	88,540	-	222,706	213,789	**97,457**	251,885	**349,342**
Solid Waste Fund	7,165	-	222,371	222,402	**7,134**	19,126	**26,260**
Stormwater Utility Fund	51,216	-	46,189	59,803	**37,602**	-	**37,602**
Total Reporting Entity (Excluding Agency Funds)	$ 3,689,441	-	8,557,963	8,749,717	**3,497,687**	812,394	**4,310,081**

Composition of Cash	Certificates of Deposit	$ **3,875,431**
	Saving Accounts	**19,979**
	Checking Accounts	**454,091**
	Total Cash	**4,349,501**
	Agency Funds per Schedule 3	**(39,420)**
	Total Reporting Entity (Excluding Agency Funds)	$ **4,310,081**

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Ellsworth, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The City is a municipal corporation governed by an elected five-member council. This financial statement does not include the related municipal entities shown below. A related municipal entity is an entity established to benefit the City and/or its constituents.

J.H. Robbins Memorial Library

The Library Board operates the City's public library. Acquisition or disposition of real property by the Board must be approved by the City. Bond issues must also be approved by the City and the City annually levies a tax for the library. Unaudited financial statements can be obtained by contacting the library.

Ellsworth Housing Authority

The City's Housing Authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Unaudited financial statements can be obtained by contacting the housing authority's office.

Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, 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 minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2025.

Regulatory Basis Fund Types

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

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

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

Business Fund – fund financed in whole or in part by fees charged to users of the goods or services (enterprise and internal service funds).

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

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 balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Reimbursements
The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting.

NOTE 2 – 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:

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

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

c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in 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 10 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.

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 City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Capital Improvement Fund, Municipal Equipment Fund, Fire and Police Equipment Fund, SO TIF 2011 Debt Service Fund and Opioid Settlement Fund.

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

NOTE 3 – DEPOSITS AND INVESTMENTS

City of Ellsworth, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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

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

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

Custodial Credit Risk – Deposits
Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City does not use "peak periods". All deposits were legally secured at December 31, 2025.

At December 31, 2025, the City's carrying amount of deposits was $4,349,501 and the bank balance was $4,357,488. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $500,000 was covered by federal depository insurance and $3,857,488 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial Credit Risk – Investments
For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments at December 31, 2025.

NOTE 4 – CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	Project Authorization	Expenditures to Date
KDHE Wastewater Project	$ 550,000	$ 40,000

NOTE 5 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Ellsworth, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2025 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Opioid Settlement Fund	K.S.A. 75-777	$ 17,937
Water and Sewer Utility Fund	Bond and Interest Fund	K.S.A. 12-825d	121,000
Water and Sewer Utility Fund	Water and Sewer Emergency Depreciation Fund	K.S.A. 12-825d	50,000
Water and Sewer Utility Fund	Water and Sewer Improvement Fund	K.S.A. 12-825d	210,833
2019 Temporary Note Improvement Fund	Bond and Interest Fund	Closed Fund	426,675
2024 Temporary Note Improvement Fund	Bond and Interest Fund	Closed Fund	576,780
SO TIF 2011 Revenue Fund	SO TIF 2011 Debt Service Fund	Res. 24-1011A	125,206

NOTE 6 – LITIGATION

City of Ellsworth, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

NOTE 7 – GRANTS AND SHARED REVENUES

City of Ellsworth, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 8 – RISK MANAGEMENT

City of Ellsworth, Kansas is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. The City has been unable to obtain workers' compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in the Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for 175 participating members. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $500,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

Commercial insurance coverage is purchased for claims arising from such matters other than related to employee health benefits. Settled claims resulting from these risks have not exceeded commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

As part on the City's participation in KMIT, the City joined together with other cities in the State to participate in KMIT Association Health Plan, a public entity risk pool currently operating in partnership with Blue Cross Blue Shield to bring affordable and stable health insurance premiums to the City's employees.

NOTE 9 – HEALTH REIMBURSEMENT ARRANGEMENT

City of Ellsworth, Kansas entered into a Health Reimbursement Arrangement (HRA). The full-time employee benefit is an HRA as defined by Section 105 of the Internal Revenue Code. The HRA plan is funded solely by the employer. The HRA plan allows for reimbursement of certain out-of-pocket medical and prescription drug costs incurred by the employee, their spouse or their dependents. The maximum allowance per year is $4,500 for employee only and $9,000 for family coverage. The amount the City paid in HRA reimbursements was $32,228 for the 2025 plan year.

NOTE 10 – DEFERRED COMPENSATION PLAN

City of Ellsworth, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The City is not required to make any contributions.

NOTE 11 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description
City of Ellsworth, Kansas participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Annual Comprehensive Financial Report which can be found on the KPERS website at

www.kspers.gov or by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions
K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes the KP&F 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 9.71% for KPERS and 24.67% for KP&F for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City were $121,462 for KPERS and $78,845 for KP&F for the year ended December 31, 2025.

Net Pension Liability

At December 31, 2025, the City's proportionate share of the collective net pension liability reported by KPERS was $1,011,122 and $767,931 for KP&F. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2024, which was rolled forward to June 30, 2025. 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.kspers.gov or can be obtained as described above.

NOTE 12 – OTHER POST EMPLOYMENT BENEFITS

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

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

As provided by K.S.A.74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered

through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2025.

NOTE 13 – COMPENSATED ABSENCES

The City provides compensation for absences. Full-time employees are entitled to paid vacation leave time according to the following schedule:

Years of Continued Employment	Vacation Days Earned Per Year	Maximum Hours Accumulation	Equivalent Work Days	Maximum Hours for One Time Leave
0 to 5	10 days	240 hours	10 days	80 hours
5 to 10	12 days	240 hours	12 days	96 hours
10 to 15	18 days	240 hours	18 days	144 hours
Over 15	20 days	240 hours	20 days	144 hours

All regular full-time employees are eligible to participate in the Vacation Days Cash-Out program. Employees are entitled to accrue vacation days based on their length of service and employment status as noted above. The maximum limit for vacation days that can be cashed out in a calendar year is 10 days. The payment is calculated based on the employee's current hourly rate.

Upon termination, an employee shall be compensated for all earned but unused vacation leave at their final rate of pay if they give at least a two-week notice, up to the maximum 240 hours accumulation.

Full-time employees are entitled to sick leave and are earned based on the amount of hours they work. An employee should accrue 96 hours of sick leave for every year they work. An employee shall not be paid for any unused sick leave upon termination of their employment with the City.

NOTE 14 – CONDUIT DEBT

City of Ellsworth, Kansas has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are generally payable from and secured by the project financed and if needed, additional assets or revenues of the private-sector entities serviced by the bond issuance. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds.

The industrial revenue bonds outstanding for a manufacturing company were paid off in full during the 2025 year.

NOTE 15 – CONTINGENT LIABILITY

The City is required to adhere to a schedule of compliance for the existing wastewater treatment facility which does not consistently meet effluent limits. The City has submitted a Kansas Water Pollution Control Loan application which included a preliminary engineering report for improvements and conversion of the facility to a non-discharging lagoon system. The City encumbered the preliminary engineering fees of $550,000 as of December 31, 2024. The City is also required to submit plans to KDHE by December 31, 2026, construction of proposed improvements shall begin by July 1, 2027 and the project must be completed by September 30, 2028.

NOTE 16 – LONG-TERM DEBT

City of Ellsworth, Kansas has the following types of long-term debt:

General Obligation Bonds
In 2015, the City issued $1,410,000 in Series 2015A Bonds for the purpose of renovating the east water tower, East North Main Street from Lincoln Ave to Blake Street, and tennis court improvements at Krizek Park.

In 2015, the City issued $810,000 in Series 2015B Bonds for the purpose of providing funds for Dees Ave. and Kunkle Dr. street, curb and guttering improvements. A Community Improvement District (CID Sales Tax 1%) was established in conjunction with this bond.

In 2020, the City issued $1,820,000 in Series 2020A Bonds for the purpose of providing funds for public building improvements, water supply system improvements and sanitary sewer improvements.

In 2021, the City issued $2,610,000 in Series 2021A Bonds for the purpose of providing funds for public building improvements for the recreation center, city hall and electric building, street improvements, multi-use path improvements, pool improvements and water supply system improvements.

Temporary Notes
In 2024, the City issued $810,000 in Series 2024 General Obligation Temporary Notes for the purpose of providing funds for main trafficway improvements.

Special Obligation Tax Increment Revenue Bond
In 2011, the City issued $1,200,000 in Series 2011 Bonds for the purpose of providing funds for a redevelopment district to provide public water supply, sanitary sewer line improvements, lift stations, streets, curb and guttering improvements, landscaping, drives and approaches, sidewalks, street lighting and storm sewer improvements.

KDHE Loans
In 2007, the City entered into a revolving loan agreement with the Kansas Department of Health and Environment acting on behalf of the State of Kansas for $1,500,000 for the purpose of wastewater treatment improvements including lagoons and equipment.

In 2025, the City entered into a revolving loan agreement with the Kansas Department of Health and Environment acting on behalf of the State of Kansas for $10,200,000 for the purpose of wastewater treatment improvements including lagoons. The City qualifies for a possible $2,000,000 in principal forgiveness.

Finance Leases
The City has entered into a lease agreement for equipment. The lease contains a fiscal funding clause.

Changes in long-term liabilities for the City for the year ended December 31, 2025, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	**Balance End of Year**	Interest Paid
General Obligation Bonds									
Series 2015-A	2.0-2.75%	09/01/2015	$ 1,410,000	09/01/2025	$ 155,000	-	155,000	**-**	4,263
Series 2015-B	2.0-2.75%	09/01/2015	810,000	09/01/2025	100,000	-	100,000	**-**	2,750
Series 2020-A	2.00%	07/13/2020	1,820,000	09/01/2040	1,515,000	-	80,000	**1,435,000**	30,300
Series 2021-A	2.00%	07/14/2021	2,610,000	09/01/2041	2,290,000	-	115,000	**2,175,000**	42,468
Temporary Notes									
Series 2024	4.24%	05/09/2024	810,000	09/01/2025	810,000	-	810,000	**-**	45,018
Special Obligation Tax Increment Revenue Bond									
Series 2011	3.0-5.2%	11/01/2011	1,200,000	10/01/2031	705,000	-	90,000	**615,000**	35,205
KDHE Loan									
Project C20 1674	2.27%	07/25/2007	1,500,000	03/01/2029	397,032	-	84,404	**312,628**	8,537
Project C20 3066	3.67%	09/18/2025	10,200,000	03/01/2058	-	-	-	**-**	-
Finance Leases									
Police - Dodge Durango	5.79%	05/28/2025	39,153	05/28/2028	-	39,153	39,153	**-**	1,228
Total Contractual Indebtedness					$ 5,972,032	39,153	1,473,557	**4,537,628**	169,769

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

	YEAR								
	2026	2027	2028	2029	2030	2031 - 2035	2036 - 2040	2041	**Total**
Principal									
General Obligation Bonds	$ 205,000	205,000	210,000	215,000	220,000	1,145,000	1,255,000	155,000	**3,610,000**
Revenue Bond	90,000	95,000	100,000	105,000	110,000	115,000	-	-	**615,000**
KDHE Loan	86,544	88,739	90,989	46,356	-	-	-	-	**312,628**
Total Principal	**381,544**	**388,739**	**400,989**	**366,356**	**330,000**	**1,260,000**	**1,255,000**	**155,000**	**4,537,628**
Interest									
General Obligation Bonds	67,717	62,417	57,117	54,168	50,992	201,071	91,700	3,100	**588,282**
Revenue Bond	30,975	26,655	22,000	17,000	11,645	5,980	-	-	**114,255**
KDHE Loan	6,609	4,632	2,605	526	-	-	-	-	**14,372**
Total Interest	**105,301**	**93,704**	**81,722**	**71,694**	**62,637**	**207,051**	**91,700**	**3,100**	**716,909**
Total Principal and Interest	$ **486,845**	**482,443**	**482,711**	**438,050**	**392,637**	**1,467,051**	**1,346,700**	**158,100**	**5,254,537**

CITY OF ELLSWORTH, KANSAS

Regulatory-Required Supplementary Information

Schedule 1

CITY OF ELLSWORTH, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	**Expenditures Chargeable to Current Year**	Variance Over (Under)
Regulatory Basis Fund Types					
General Fund	$ 3,391,360	-	3,391,360	**3,144,875**	(246,485)
Special Purpose Funds					
Library Fund	138,000	-	138,000	**138,000**	-
Special Highway Fund	97,399	-	97,399	**81,138**	(16,261)
Parks and Recreation Fund	11,497	-	11,497	**6,632**	(4,865)
Tourism and Convention Fund	35,707	-	35,707	**25,602**	(10,105)
SO TIF 2011 Revenue Fund	1,361,138	-	1,361,138	**301,368**	(1,059,770)
Bond and Interest Fund					
Bond and Interest Fund	1,531,487	-	1,531,487	**1,389,885**	(141,602)
Business Funds					
Water and Sewer Utility Fund	1,838,019	-	1,838,019	**1,583,198**	(254,821)
Solid Waste Fund	260,178	-	260,178	**222,402**	(37,776)
Stormwater Utility Fund	95,432	-	95,432	**59,803**	(35,629)

CITY OF ELLSWORTH, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	$ 1,319,802	**1,649,632**	1,521,990	127,642
Delinquent	11,921	**16,174**	15,000	1,174
Motor Vehicle	147,571	**160,290**	173,566	(13,276)
Other Personal Property	11,164	**11,399**	-	11,399
Local Alcohol Liquor	4,198	**2,727**	5,200	(2,473)
Sales Tax	693,556	**702,018**	629,800	72,218
State Highway Connecting Link	10,407	**10,393**	10,500	(107)
Franchise Tax	329,315	**345,523**	347,200	(1,677)
Neighborhood Revitalization Rebate	(19,751)	**(25,174)**	(24,881)	(293)
Tax Increment Financing Refunds	(82,834)	**(175,509)**	(85,000)	(90,509)
Federal Aid	41,123	**-**	8,192	(8,192)
Fines and Forfeitures	30,763	**30,044**	21,500	8,544
Rural Fire Contracts	22,500	**22,500**	22,500	-
Burial Permits	7,400	**6,000**	3,500	2,500
Cemetery Lots Sold	1,225	**1,500**	1,200	300
Licenses	18,857	**21,739**	4,500	17,239
Building Permits	7,692	**13,241**	12,000	1,241
Hall Rent	3,750	**-**	16,000	(16,000)
Swimming Pool Fees	51,875	**51,869**	112,250	(60,381)
Recreation	-	**-**	500	(500)
Airport	48,278	**32,917**	48,000	(15,083)
Golf Course	237,105	**287,198**	125,200	161,998
Administrative Charges	105,474	**105,456**	100,000	5,456
Interest	35,550	**31,439**	15,000	16,439
Reimbursed Expenses	27,417	**21,795**	30,000	(8,205)
Donations	34,329	**22,261**	-	22,261
Miscellaneous	6,962	**6,244**	1,350	4,894
Total Receipts	3,105,649	**3,351,676**	3,115,067	236,609
Expenditures				
General Administrative				
Personnel	505,341	**350,701**	485,000	(134,299)
Contractual	185,355	**300,383**	180,170	120,213
Commodities	18,614	**13,335**	10,000	3,335
Capital Outlay	**-**	**-**	8,000	(8,000)
Miscellaneous	-	**-**	100	(100)
Police Department				
Personnel	687,997	**551,250**	750,475	(199,225)
Contractual	91,452	**125,652**	87,200	38,452
Commodities	19,415	**14,363**	20,000	(5,637)
Capital Outlay	19,238	**19,943**	13,500	6,443
Municipal Services	3,477	**3,296**	4,000	(704)
Lease Payments	-	**40,380**	-	40,380
Street Department				
Personnel	327,809	**339,917**	365,050	(25,133)
Contractual	98,944	**103,578**	117,300	(13,722)

CITY OF ELLSWORTH, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Expenditures (Continued)				
Commodities	$ 25,844	**26,840**	29,000	(2,160)
Capital Outlay	4,335	**3,661**	5,000	(1,339)
Miscellaneous	-	**-**	100	(100)
Fire Department				
Personnel	11,278	**10,833**	11,300	(467)
Contractual	75,956	**124,384**	100,713	23,671
Commodities	6,682	**14,759**	20,000	(5,241)
Capital Outlay	47,471	**14,570**	27,000	(12,430)
Recreation and Pool Department				
Personnel	190,295	**187,995**	197,100	(9,105)
Contractual	48,123	**53,535**	70,560	(17,025)
Commodities	52,138	**50,027**	40,500	9,527
Capital Outlay	11,071	**26,458**	11,500	14,958
Miscellaneous	-	**-**	500	(500)
Sales Tax	331	**175**	500	(325)
Airport				
Personnel	-	**-**	1,500	(1,500)
Contractual	26,315	**34,603**	25,850	8,753
Commodities	37,467	**21,248**	34,000	(12,752)
Capital Outlay	-	**-**	10,000	(10,000)
Sales Tax	3,366	**2,021**	2,000	21
Central Inspection				
Personnel	131,914	**131,632**	145,409	(13,777)
Contractual	15,361	**11,073**	20,400	(9,327)
Commodities	1,572	**1,272**	3,500	(2,228)
Capital Outlay	27	**4,460**	3,000	1,460
Miscellaneous	8,935	**5,375**	10,000	(4,625)
Industrial Development	50,400	**50,400**	50,400	-
Recreation and Community Development				
Contractual	17,560	**17,849**	12,140	5,709
Ellsworth Area Arts	-	**-**	5,000	(5,000)
Golf Course				
Personnel	293,695	**291,910**	339,725	(47,815)
Contractual	57,026	**64,946**	60,950	3,996
Commodities	92,733	**100,103**	103,250	(3,147)
Capital Outlay	47,708	**5,838**	2,200	3,638
Sales Tax	7,069	**8,173**	6,000	2,173
Miscellaneous	-	**-**	1,000	(1,000)
Transfers Out	-	**17,937**	-	17,937
Cash Reserve	-	**-**	468	(468)
Total Expenditures	3,222,314	**3,144,875**	3,391,360	(246,485)
Receipts Over (Under) Expenditures	(116,665)	**206,801**		
Unencumbered Cash - Beginning	551,534	**434,869**		
Unencumbered Cash - Ending	$ 434,869	**641,670**		

CITY OF ELLSWORTH, KANSAS
Library Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	$ 114,356	**141,859**	130,897	10,962
Delinquent	866	**1,396**	1,000	396
Motor Vehicle	8,478	**13,038**	15,043	(2,005)
Other Personal Property	631	**964**	-	964
Neighborhood Revitalization Rebate	(1,712)	**(2,165)**	(2,140)	(25)
Tax Increment Financing Refunds	(7,179)	**(15,094)**	(7,000)	(8,094)
Interest	131	**5**	200	(195)
Total Receipts	115,571	**140,003**	138,000	2,003
Expenditures				
Appropriations to Library Board	146,795	**138,000**	138,000	-
Receipts Over (Under) Expenditures	(31,224)	**2,003**		
Unencumbered Cash - Beginning	31,224	**-**		
Unencumbered Cash - Ending	$ -	**2,003**		

CITY OF ELLSWORTH, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
State of Kansas Gas Tax	$ 85,160	**84,527**	80,120	4,407
Interest	1,812	**1,708**	1,000	708
Total Receipts	86,972	**86,235**	81,120	5,115
Expenditures				
Contractual Services	61,562	**61,959**	70,000	(8,041)
Commodities	18,871	**19,179**	20,000	(821)
Cash Forward	-	**-**	7,399	(7,399)
Total Expenditures	80,433	**81,138**	97,399	(16,261)
Receipts Over (Under) Expenditures	6,539	**5,097**		
Unencumbered Cash - Beginning	20,089	**26,628**		
Unencumbered Cash - Ending	$ 26,628	**31,725**		

CITY OF ELLSWORTH, KANSAS
Parks and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenues				
Local Alcohol Liquor	$ 4,198	**2,727**	5,200	(2,473)
Interest	201	**70**	100	(30)
Total Receipts	4,399	**2,797**	5,300	(2,503)
Expenditures				
Commodities	3,880	**6,632**	-	6,632
Contractual	-	**-**	11,497	(11,497)
Summer Recreation	420	**-**	-	-
Total Expenditures	4,300	**6,632**	11,497	(4,865)
Receipts Over (Under) Expenditures	99	**(3,835)**		
Unencumbered Cash - Beginning	4,897	**4,996**		
Unencumbered Cash - Ending	$ 4,996	**1,161**		

CITY OF ELLSWORTH, KANSAS
Capital Improvement Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	Prior Year Actual	**Current Year Actual**
Receipts		
Refunds and Reimbursements	$ 44,312	**-**
Donations	-	**84,357**
Federal and State Aid	392,651	**309,287**
Interest	4,923	**6,492**
Total Receipts	441,886	**400,136**
Expenditures		
Capital Outlay	48,696	**-**
Contractual Services	-	**4,931**
Street, ECF, Parks and Recreation	2,000	**76,635**
Airport Improvement	376,440	**248,690**
Recreation and Pool	350	**85,158**
Total Expenditures	427,486	**415,414**
Receipts Over (Under) Expenditures	14,400	**(15,278)**
Unencumbered Cash - Beginning	119,334	**163,679**
Prior Year Cancelled Encumbrances	29,945	**-**
Unencumbered Cash - Ending	$ 163,679	**148,401**

CITY OF ELLSWORTH, KANSAS
Municipal Equipment Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	Prior Year Actual	**Current Year Actual**
Receipts		
Reimbursed Expenses	$ 8,715	**38,950**
Interest	5,449	**4,339**
Total Receipts	14,164	**43,289**
Expenditures		
Capital Outlay		
Police Department	11,693	**38,950**
Fire Department	16,100	**-**
Total Expenditures	27,793	**38,950**
Receipts Over (Under) Expenditures	(13,629)	**4,339**
Unencumbered Cash - Beginning	125,350	**111,721**
Unencumbered Cash - Ending	$ 111,721	**116,060**

CITY OF ELLSWORTH, KANSAS
Tourism and Convention Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	Current Year **Actual**	Current Year Budget	Current Year Variance Over (Under)
Receipts					
Transient Guest Tax	$	18,013	**17,512**	18,000	(488)
Interest		1,616	**910**	1,000	(90)
Total Receipts		19,629	**18,422**	19,000	(578)
Expenditures					
Special Events		23,900	**25,602**	35,707	(10,105)
Receipts Over (Under) Expenditures		(4,271)	**(7,180)**		
Unencumbered Cash - Beginning		32,158	**27,887**		
Unencumbered Cash - Ending	$	27,887	**20,707**		

CITY OF ELLSWORTH, KANSAS
Fire and Police Equipment Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	Prior Year Actual	**Current Year Actual**
Receipts		
Interest	$ 260	**-**
Expenditures		
Capital Outlay	15,572	**-**
Receipts Over (Under) Expenditures	(15,312)	**-**
Unencumbered Cash - Beginning	15,312	**-**
Unencumbered Cash - Ending	$ -	**-**

CITY OF ELLSWORTH, KANSAS
SO TIF 2011 Project Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
Transfers In	$	120,000	**-**
Expenditures			
Capital Outlay		120,000	**-**
Receipts Over (Under) Expenditures		-	**-**
Unencumbered Cash - Beginning		-	**-**
Unencumbered Cash - Ending	$	-	**-**

CITY OF ELLSWORTH, KANSAS
SO TIF 2011 Revenue Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	Current Year **Actual**	Current Year Budget	Current Year Variance Over (Under)
Receipts					
TIF Property Tax	$	199,926	**407,015**	113,338	293,677
Interest		59,340	**54,672**	20,000	34,672
Total Receipts		259,266	**461,687**	133,338	328,349
Expenditures					
Contractual		-	**176,162**	-	176,162
Capital Outlay		-	**-**	535,138	(535,138)
Transfers Out		244,116	**125,206**	826,000	(700,794)
Total Receipts		244,116	**301,368**	1,361,138	(1,059,770)
Receipts Over (Under) Expenditures		15,150	**160,319**		
Unencumbered Cash - Beginning		1,227,837	**1,242,987**		
Unencumbered Cash - Ending	$	1,242,987	**1,403,306**		

CITY OF ELLSWORTH, KANSAS
SO TIF 2011 Debt Service Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
Transfers In	$	124,116	**125,206**
Expenditures			
Bond Principal		85,000	**90,000**
Bond Interest		39,115	**35,205**
Contractual Services		1	**1**
Total Expenditures		124,116	**125,206**
Receipts Over (Under) Expenditures		-	**-**
Unencumbered Cash - Beginning		-	**-**
Unencumbered Cash - Ending	$	-	**-**

CITY OF ELLSWORTH, KANSAS
Opioid Settlement Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
State Aid	$	-	**4,298**
Fees		-	**990**
Transfers In		-	**17,937**
Interest		-	**174**
Total Receipts		-	**23,399**
Expenditures		-	**-**
Receipts Over (Under) Expenditures		-	**23,399**
Unencumbered Cash - Beginning		-	**-**
Unencumbered Cash - Ending	$	-	**23,399**

CITY OF ELLSWORTH, KANSAS
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Revenue				
Ad Valorem	$ 4	**-**	-	-
Delinquent	515	**122**	-	122
Motor Vehicle	59	**-**	-	-
Other Personal Property Tax	2	**-**	-	-
Sales and Use Tax	278,901	**285,983**	185,000	100,983
Streetscape Special Assessments	2,716	**-**	-	-
Reimbursements	-	**-**	600,000	(600,000)
Interest	36,678	**35,708**	16,000	19,708
Transfers In	121,000	**1,124,454**	121,000	1,003,454
Total Receipts	439,875	**1,446,267**	922,000	524,267
Expenditures				
Contractual	2,997	**5,087**	-	5,087
Bond Principal	440,000	**1,260,000**	1,260,000	-
Bond Interest	91,180	**124,798**	124,799	(1)
Cash Forward	-	**-**	146,688	(146,688)
Total Expenditures	534,177	**1,389,885**	1,531,487	(141,602)
Receipts Over (Under) Expenditures	(94,302)	**56,382**		
Unencumbered Cash - Beginning	577,794	**483,492**		
Unencumbered Cash - Ending	$ 483,492	**539,874**		

CITY OF ELLSWORTH, KANSAS
2024 Temporary Note Improvement Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	Prior Year Actual	**Current Year Actual**
Receipts		
Note Proceeds	$ 778,500	**-**
KDOT Reimbursement	600,000	**-**
Total Expenditures	1,378,500	**-**
Expenditures		
Street Improvements	715,056	**-**
Contractual Services	37,814	**-**
Transfers Out	-	**576,780**
Administrative Fee	48,850	**-**
Total Expenditures	801,720	**576,780**
Receipts Over (Under) Expenditures	576,780	**(576,780)**
Unencumbered Cash - Beginning	-	**576,780**
Unencumbered Cash - Ending	$ 576,780	**-**

CITY OF ELLSWORTH, KANSAS
2019 Temporary Note Improvement Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
Federal and State Aid	$	202,605	**146,491**
Note Proceeds		31,500	**-**
Reimbursed Expenses		41,364	**13,584**
Interest		10,213	**5,420**
Total Receipts		285,682	**165,495**
Expenditures			
Airport Improvements		268,579	**-**
Transfers Out		-	**426,675**
Total Expenditures		268,579	**426,675**
Receipts Over (Under) Expenditures		17,103	**(261,180)**
Unencumbered Cash - Beginning		244,077	**261,180**
Unencumbered Cash - Ending	$	261,180	**-**

CITY OF ELLSWORTH, KANSAS
Water and Sewer Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Sales to Consumers	$ 943,097	**1,030,503**	1,000,000	30,503
Sewer Service Charge	569,649	**630,787**	525,000	105,787
Penalties	11,580	**10,910**	9,000	1,910
Connection Fees	10,550	**10,675**	10,000	675
User Fees	12,124	**6,491**	13,000	(6,509)
State Water Fee	3,004	**2,711**	3,000	(289)
Sales Tax	15,129	**9,700**	13,000	(3,300)
Miscellaneous	7,390	**7,550**	3,500	4,050
Lease Income	7,759	**8,708**	8,000	708
Reimbursed Expenses	23,539	**9,800**	1,500	8,300
Interest	16,362	**9,999**	16,000	(6,001)
Total Receipts	1,620,183	**1,737,834**	1,602,000	135,834
Expenditures				
General Administration				
Personnel Services	221,351	**204,934**	486,400	(281,466)
Contractual services	311,656	**231,852**	534,819	(302,967)
Commodities	353,988	**331,167**	270,800	60,367
Capital Outlay	27,304	**15,255**	25,000	(9,745)
Miscellaneous	27,354	**788**	500	288
Sewage Disposal				
Personnel Services	227,020	**198,725**	-	198,725
Contractual services	187,459	**183,586**	-	183,586
Commodities	68,787	**9,288**	-	9,288
Non-Operating				
Sales Tax and Water Fees	18,451	**17,990**	19,500	(1,510)
Commodities	7,780	**7,780**	-	7,780
Transfers Out	521,000	**381,833**	501,000	(119,167)
Total Expenditures	1,972,150	**1,583,198**	1,838,019	(254,821)
Receipts Over (Under) Expenditures	(351,967)	**154,636**		
Unencumbered Cash - Beginning	465,934	**119,986**		
Prior Year Cancelled Encumbrances	6,019	**-**		
Unencumbered Cash - Ending	$ 119,986	**274,622**		

CITY OF ELLSWORTH, KANSAS
Water and Sewer Emergency Depreciation Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
Interest	$	16,808	**14,251**
Transfers In		50,000	**50,000**
Total Receipts		66,808	**64,251**
Expenditures			
Capital Outlay		319,255	**-**
Receipts Over (Under) Expenditures		(252,447)	**64,251**
Unencumbered Cash - Beginning		340,762	**88,315**
Unencumbered Cash - Ending	$	88,315	**152,566**

CITY OF ELLSWORTH, KANSAS
Water and Sewer Improvement Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	Prior Year Actual	**Current Year Actual**
Receipts		
Interest	$ 19,185	**11,873**
Transfers In	350,000	**210,833**
Total Receipts	369,185	**222,706**
Expenditures		
Contractual Services	202,982	**106,158**
Capital Outlay	330,588	**13,750**
Loan Principal Payment	82,316	**84,404**
Loan Interest Payment	10,417	**8,537**
Loan Service Fee	1,147	**940**
Total Expenditures	627,450	**213,789**
Receipts Over (Under) Expenditures	(258,265)	**8,917**
Unencumbered Cash - Beginning	346,805	**88,540**
Unencumbered Cash - Ending	$ 88,540	**97,457**

CITY OF ELLSWORTH, KANSAS
Solid Waste Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Disposal fees	$ 200,248	**222,371**	245,000	(22,629)
Expenditures				
Contractual Services	194,788	**216,946**	230,000	(13,054)
Administrative Fee	5,474	**5,456**	8,000	(2,544)
Cash Reserve	-	**-**	22,178	(22,178)
Total Expenditures	200,262	**222,402**	260,178	(37,776)
Receipts Over (Under) Expenditures	(14)	**(31)**		
Unencumbered Cash - Beginning	7,179	**7,165**		
Unencumbered Cash - Ending	$ 7,165	**7,134**		

CITY OF ELLSWORTH, KANSAS
Stormwater Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Collection Fees	$ 44,799	**44,196**	45,000	(804)
Interest	2,558	**1,993**	2,000	(7)
Total Receipts	47,357	**46,189**	47,000	(811)
Expenditures				
Contractual Services	8,890	**1,348**	-	1,348
Capital Outlay	26,467	**58,455**	92,000	(33,545)
Cash Reserve	-	**-**	3,432	(3,432)
Total Expenditures	35,357	**59,803**	95,432	(35,629)
Receipts Over (Under) Expenditures	12,000	**(13,614)**		
Unencumbered Cash - Beginning	39,216	**51,216**		
Unencumbered Cash - Ending	$ 51,216	**37,602**		

Schedule 3

CITY OF ELLSWORTH, KANSAS
Agency Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025

Fund	Beginning Cash Balance	Receipts	Disbursements	**Ending Cash Balance**
FSA Account	$ 6,752	44,221	47,532	**3,441**
Substance Abuse	2,843	-	-	**2,843**
Drug Enforcement	278	-	-	**278**
Municipal Court	7,732	22,912	26,929	**3,715**
Health Insurance Trust	-	27,908	-	**27,908**
Law Enforcement VIN Inspection	-	1,235	-	**1,235**
Tenant Based Rental Assistance Program	-	20,460	20,460	**-**
Total	$ 17,605	116,736	94,921	**39,420**