

**CITY OF ELWOOD, KANSAS**

**FINANCIAL STATEMENTS**

**Year ended December 31, 2019**

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CITY OF ELWOOD, KANSAS  
Financial Statements  
Year ended December 31, 2019

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council  
City of Elwood, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances of the City of Elwood, Kansas (the City), as of and for the year ended December 31, 2019, and the related notes to the financial statement.

*Management's Responsibility 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 1; this includes determining that the regulatory basis of accounting in 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.

*Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described 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.

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

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the 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, 2019, 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 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, 2019, 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.

### *Other Matters*

#### *Report on 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 and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 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 1.

#### *Other Matter*

The City’s basic financial statement for the year ended December 31, 2018 (not presented herein) was audited by other auditors whose report dated July 18, 2019, expressed an unmodified opinion on the basic financial statement. The 2018 basic financial statement and the other auditor’s report are available in electronic form from the web site of the Kansas Department of Administration at the following link: <https://admin.ks.gov/offices/oar/municipal-services>. The report of the other auditors dated July 18, 2019, stated that the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended December 31, 2018, was subjected to the auditing procedures applies in the audit of the 2018 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2018 basic financial statements or to the 2018 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America, and in their opinion, was fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2018, on the basis of accounting described in Note 1.

**Gordon CPA LLC**

Certified Public Accountant  
Lawrence, Kansas

September 8, 2020

CITY OF ELWOOD, KANSAS  
Summary Statement of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2019

<u>Funds</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
General Fund:							
General	\$ 305,690	\$ -	\$ 965,174	\$ 1,054,629	\$ 216,235	\$ -	\$ 216,235
Special Purpose Funds:							
Employee Benefit Fund	-	-	84,349	84,349	-	-	-
Special Highway Fund	109,592	-	32,894	84,201	58,285	-	58,285
Bond and Interest Fund:							
Bond and Interest Fund	-	-	113,938	113,938	-	-	-
Business Funds:							
Electric Fund	256,190	-	878,053	921,943	212,300	26,004	238,304
Water Fund	[71,717]	-	633,158	628,895	[67,454]	39,692	[27,762]
Sewer Fund	[71,146]	-	256,026	155,398	29,482	-	29,482
Total Primary Government	528,609	-	2,963,592	3,043,353	448,848	65,696	514,544
Related Municipal Entities:							
Elwood Public							
Housing Authority	38,849	-	128,096	151,803	15,142	-	15,142
Total Reporting Entity (excluding Agency Funds)	\$ 567,458	\$ -	\$ 3,091,688	\$ 3,195,156	\$ 463,990	\$ 65,696	\$ 529,686

COMPOSITION OF CASH:

Farmers State Bank	
Checking	\$ [28,222]
Savings	877
Certificates of Deposit	541,431
Pony Express Bank	
Checking	58
Petty Cash	400
Housing Authority	
Pony Express Bank	
Checking	7,471
Savings	1,429
Certificates of Deposit	6,242
Total Cash	<u>\$ 529,686</u>

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

## CITY OF ELWOOD, KANSAS

### Notes to the Financial Statements December 31, 2019

#### NOTE 1 - Summary of Significant Accounting Policies

##### Financial Reporting Entity

The City of Elwood (City) is a municipal corporation governed by a mayor and a five-member council. These financial statements present the City and its related municipal entity. The related municipal entity is included in the City's reporting entity because they were established to benefit the City and/or its constituents. The discretely presented related municipal entity, the Elwood Housing Authority, has a June 30, 2019, year-end.

The City of Elwood Housing Authority (the 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.

##### Basis of Accounting

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments 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.

##### Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the City for the year ended December 31, 2019:

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 regulatory receipts 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.

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

## CITY OF ELWOOD, KANSAS

### Notes to the Financial Statements December 31, 2019

#### NOTE 1 - Summary of Significant Accounting Policies (Continued)

##### 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 fund, 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 the local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of the notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory basis receipts 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. The 2019 budget was not amended.

The statutes permit transferring budgeted amounts between accounts within an individual fund. However, such statutes prohibit management from incurring expenditures in excess of the total amount of the adopted budget for expenditures of individual funds without first following the amendment procedures mentioned in the above paragraph. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting, in which regulatory basis receipts are recognized when cash is received, and expenditures include disbursements, accounts payable and encumbrances, with disbursements being adjusted for the 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. All unused budgeted expenditure authority lapses at year end.

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 body.

##### Reimbursements

The City records reimbursable expenditures in the fund that makes the disbursement and record reimbursements as a receipt to the fund that received the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting. For the year ended December 31, 2019, the City recorded reimbursed expenses of \$85,928 in the General Fund.



# CITY OF ELWOOD, KANSAS

## Notes to the Financial Statements December 31, 2019

### NOTE 2 - Deposits and Investments

*Deposits.* 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.

*Investments.* 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. As of December 31, 2019, the City held no such investments.

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

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial 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 has no designated "peak periods." All deposits were legally secured at December 31, 2019.

At December 31, 2019, the City's carrying amount of deposits was \$514,543 and the bank balance was \$668,076. The bank balance was held by two banks, resulting in a concentration of credit risk. Of the bank balance, \$250,058 was covered by federal depository insurance and the balance of \$418,018 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

At December 31, 2019, the Housing Authority's carrying amount of deposits was \$15,142 and the bank balance was \$15,142. The bank balance was held by one bank, resulting in a concentration of credit risk. Of the bank balance, \$15,142 was covered by federal depository insurance.

*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.

### NOTE 3 - Long-term Debt

*Capital Leases.* During the year ended December 31, 2019, the following changes occurred in capital leases:

	Restated Balance January 1, <u>2019</u>	<u>Additions</u>	<u>Retirements</u>	Balance December 31, <u>2019</u>	Interest <u>Paid</u>
2017 Ford Police Interceptor	\$ 2,267	\$ -	\$ [2,267]	\$ -	\$ 23
Total	\$ 2,267	\$ -	\$ [2,267]	\$ -	\$ 23

CITY OF ELWOOD, KANSAS

Notes to the Financial Statements  
December 31, 2019

NOTE 3 - Long-term Debt (Continued)

*General Obligation Debt.* The following general obligation bonds were outstanding as of December 31, 2019:

<u>Issue</u>	<u>Date of Issue</u>	<u>Date of Final Maturity</u>	<u>Original Issue Amount</u>	<u>Outstanding Issue Amount</u>
Paid by taxes				
Series 2004	5/20/2004	5/20/2044	\$ 707,000	\$ 567,172
Series 2004B	12/21/2004	12/21/2044	252,000	201,012
Series 2004C	12/21/2004	12/21/2044	210,500	168,772
Series 2008	7/25/2008	7/25/2048	952,000	<u>828,883</u>
Total				<u>\$ 1,765,839</u>

During the year ended December 31, 2019, the following changes occurred in general obligation bonds:

	<u>Balance January 1, 2019</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance December 31, 2019</u>	<u>Interest Paid</u>
General Obligation Bonds	<u>\$ 1,800,222</u>	<u>\$ -</u>	<u>\$ 34,383</u>	<u>\$ 1,765,839</u>	<u>\$ 79,556</u>

Below are the maturities for general obligation debt as of December 31, 2019:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>
2020	\$ 35,727	\$ 78,143
2021	37,473	76,465
2022	39,125	74,813
2023	40,850	73,088
2024	42,497	71,381
2025-2029	243,000	326,637
2030-2034	301,529	268,116
2035-2039	374,168	195,489
2040-2044	465,805	105,384
2045-2048	<u>185,665</u>	<u>21,352</u>
	<u>\$ 1,765,839</u>	<u>\$ 1,290,868</u>

# CITY OF ELWOOD, KANSAS

## Notes to the Financial Statements December 31, 2019

### NOTE 4 - Retirement Plans

*Plan Description.* The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by 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 required 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) 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 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. 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 and KPERS 3 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 1.00% contribution rate for the Death and Disability Program) and the statutory contribution rate 8.89% for the fiscal year ended December 31, 2019. Contributions to the pension plan from the City were \$42,198 for the year ended December 31, 2019.

*Net Pension Liability.* At December 31, 2019, the City's proportionate share of the collective net pension liability reported by KPERS was \$303,356. The net pension liability was measured as of June 30, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2018, which was rolled forward to June 30, 2019. 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 of KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

### NOTE 5 - Interfund Transfers

A reconciliation of transfers by fund type for 2019 follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General Fund	Bond and Interest Fund	\$ 99,691	Bond Covenant
Electric Fund	Employee Benefit Fund	<u>84,349</u>	K.S.A. 12-825d
Total		<u>\$ 184,040</u>	

## CITY OF ELWOOD, KANSAS

### Notes to the Financial Statements December 31, 2019

#### NOTE 6 - Compensated Absences

The City's personnel policy grants employees annual vacation in varying amounts depending on length of service. Annual vacation leave is accumulated at the rate of 10 days after year one; 15 days after year 5; and 20 days after year 10. Any unused vacation leave at year-end is paid out to the employee at the employee's pay rate on December 31. As of December 31, 2019, the liability for this vacation leave policy was \$14,073.

The City's personnel policy also grants employees annual sick leave at a rate of 40 hours after the first year of service. Any unused sick leave is paid out to the employee at the employee's rate of pay on April 1 of the following year. As of December 31, 2019, the liability for this sick leave policy was \$5,340.

#### NOTE 7 - 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; injuries to employees; and natural disasters. The City carries commercial insurance for these risks of loss with the exception of loss from damage to or destruction of the electrical distribution system, including related lost regulatory receipts. No significant reductions in insurance coverage from that of the prior year have occurred. Settlements have not exceeded insurance coverage for each of the last three years.

#### NOTE 8 - 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 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. There is no cost to the government under this program.

*Death and Disability Other Post-Employment Benefits.* 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, 2019.

#### NOTE 9 - Statutory Violations

The Water Fund had negative ending unencumbered cash as of December 31, 2019, which is a violation of K.S.A. 10-1113.

Actual exceeded budgeted expenditures in the General, Employee Benefit, Special Highway and Electric funds, which is a violation of K.S.A. 79-2935.

#### NOTE 10 - Related Party Transactions

During the year ended December 31, 2019, the City paid \$30,000 to an excavation company owned by a city council member.

CITY OF ELWOOD, KANSAS  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year Budget</u>	<u>Variance Over [Under]</u>
General Fund:					
General	\$ 891,350	\$ 85,928	\$ 977,278	\$ 1,054,629	\$ [77,351]
Special Purpose Funds:					
Employee Benefit Fund	69,705	-	69,705	84,349	[14,644]
Special Highway Fund	60,000	-	60,000	84,201	[24,201]
Bond and Interest Fund:					
Bond and Interest Fund	118,889	-	118,889	113,938	4,951
Business Funds:					
Electric Fund	919,705	-	919,705	921,943	[2,238]
Water Fund	656,000	-	656,000	628,895	27,105
Sewer Fund	180,000	-	180,000	155,398	24,602

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019  
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

		Current Year		Variance
	Prior Year	Actual	Budget	Over
	Actual	Actual	Budget	[Under]
Receipts				
Taxes	\$ 741,551	\$ 689,382	\$ 597,853	\$ 91,529
Licenses and permits	1,604	1,461	500	961
Charges for services	2,520	3,710	1,800	1,910
Fines and fees	140,182	142,170	143,000	[830]
Use of money and property	16,902	19,660	7,250	12,410
Reimbursed expense	65,119	85,928	40,000	45,928
Miscellaneous	9,809	22,863	20,000	2,863
Transfers in	32,221	-	-	-
Total Receipts	<u>1,009,908</u>	<u>965,174</u>	<u>\$ 810,403</u>	<u>\$ 154,771</u>
Expenditures				
General government	446,194	617,758	\$ 450,000	\$ [167,758]
Law enforcement	238,223	300,151	285,000	[15,151]
Highways and streets	34,034	36,898	55,000	18,102
Animal control	439	131	2,500	2,369
Debt service	10,823	-	-	-
Transfers out	84,586	99,691	98,850	[841]
Adjustment for qualifying budget credit	-	-	85,928	85,928
Total Expenditures	<u>814,299</u>	<u>1,054,629</u>	<u>\$ 977,278</u>	<u>\$ [77,351]</u>
Receipts Over [Under] Expenditures	195,609	[89,455]		
Unencumbered Cash, Beginning	<u>110,081</u>	<u>305,690</u>		
Unencumbered Cash, Ending	<u>\$ 305,690</u>	<u>\$ 216,235</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
Employee Benefit Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019  
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

		Current Year		Variance
	Prior Year			Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Transfers in	\$ 65,528	\$ 84,349	\$ 69,705	\$ 14,644
Total Receipts	<u>65,528</u>	<u>84,349</u>	<u>\$ 69,705</u>	<u>\$ 14,644</u>
Expenditures				
General government	<u>65,528</u>	<u>84,349</u>	<u>\$ 69,705</u>	<u>\$ [14,644]</u>
Total Expenditures	<u>65,528</u>	<u>84,349</u>	<u>\$ 69,705</u>	<u>\$ [14,644]</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
Special Highway Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019  
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Intergovernmental	\$ 32,221	\$ 32,894	\$ 31,560	\$ 1,334
Total Receipts	<u>32,221</u>	<u>32,894</u>	<u>\$ 31,560</u>	<u>\$ 1,334</u>
Expenditures				
Highways and streets	-	84,201	\$ 60,000	\$ [24,201]
Transfers out	<u>32,221</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>32,221</u>	<u>84,201</u>	<u>\$ 60,000</u>	<u>\$ [24,201]</u>
Receipts Over [Under] Expenditures	-	[51,307]		
Unencumbered Cash, Beginning	<u>109,592</u>	<u>109,592</u>		
Unencumbered Cash, Ending	<u>\$ 109,592</u>	<u>\$ 58,285</u>		

See independent auditor's report on the financial statements.



CITY OF ELWOOD, KANSAS  
Bond and Interest Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019  
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes	\$ 13,579	\$ 14,247	\$ 15,489	\$ [1,242]
Transfers in	<u>84,586</u>	<u>99,691</u>	<u>98,850</u>	<u>841</u>
Total Receipts	<u>98,165</u>	<u>113,938</u>	<u>\$ 114,339</u>	<u>\$ [401]</u>
Expenditures				
Debt service	<u>103,115</u>	<u>113,938</u>	<u>\$ 118,889</u>	<u>\$ 4,951</u>
Total Expenditures	<u>103,115</u>	<u>113,938</u>	<u>\$ 118,889</u>	<u>\$ 4,951</u>
Receipts Over [Under] Expenditures	[4,950]	-		
Unencumbered Cash, Beginning	<u>4,950</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
Electric Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019  
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

		Current Year		Variance
	Prior Year			Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Charges to customers	\$ 889,260	\$ 878,053	\$ 850,000	\$ 28,053
Reimbursed expense	-	-	5,000	[5,000]
Total Receipts	<u>889,260</u>	<u>878,053</u>	<u>\$ 855,000</u>	<u>\$ 23,053</u>
Expenditures				
Personnel	112,036	154,582	\$ 95,000	\$ [59,582]
Contractual	25,594	38,490	50,000	11,510
Commodities	685,619	644,522	655,000	10,478
Transfers out	65,528	84,349	119,705	35,356
Total Expenditures	<u>888,777</u>	<u>921,943</u>	<u>\$ 919,705</u>	<u>\$ [2,238]</u>
Receipts Over [Under] Expenditures	483	[43,890]		
Unencumbered Cash, Beginning	<u>255,707</u>	<u>256,190</u>		
Unencumbered Cash, Ending	<u>\$ 256,190</u>	<u>\$ 212,300</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
Water Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019  
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

	Prior Year <u>Actual</u>	<u>Current Year</u>		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Charges to customers	\$ 597,178	\$ 633,158	\$ 650,000	\$ [16,842]
Reimbursed expense	16	-	15,000	[15,000]
Transfers in	-	-	25,000	[25,000]
Total Receipts	<u>597,194</u>	<u>633,158</u>	<u>\$ 690,000</u>	<u>\$ [56,842]</u>
Expenditures				
Personnel	69,949	94,855	\$ 68,000	\$ [26,855]
Contractual	53,204	57,141	48,000	[9,141]
Commodities	<u>496,296</u>	<u>476,899</u>	<u>540,000</u>	<u>63,101</u>
Total Expenditures	<u>619,449</u>	<u>628,895</u>	<u>\$ 656,000</u>	<u>\$ 27,105</u>
Receipts Over [Under] Expenditures	[22,255]	4,263		
Unencumbered Cash, Beginning	<u>[49,462]</u>	<u>[71,717]</u>		
Unencumbered Cash, Ending	<u>\$ [71,717]</u>	<u>\$ [67,454]</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
Sewer Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2019  
(With Comparative Actual Amounts for the Year Ended December 31, 2018)

		Current Year		Variance
	Prior Year	Actual	Budget	Over
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>[Under]</u>
Receipts				
Charges to customers	\$ 225,832	\$ 256,026	\$ 230,000	\$ 26,026
Reimbursed expense	300	-	-	-
Transfers in	-	-	25,000	[25,000]
Total Receipts	<u>226,132</u>	<u>256,026</u>	<u>\$ 255,000</u>	<u>\$ 1,026</u>
Expenditures				
Personnel	11,538	19,264	\$ 15,000	\$ [4,264]
Contractual	43,090	20,663	30,000	9,337
Commodities	147,090	115,471	135,000	19,529
Total Expenditures	<u>201,718</u>	<u>155,398</u>	<u>\$ 180,000</u>	<u>\$ 24,602</u>
Receipts Over [Under] Expenditures	24,414	100,628		
Unencumbered Cash, Beginning	<u>[95,560]</u>	<u>[71,146]</u>		
Unencumbered Cash, Ending	<u>\$ [71,146]</u>	<u>\$ 29,482</u>		

See independent auditor's report on the financial statements.

CITY OF ELWOOD, KANSAS  
 Related Municipal Entity  
 Elwood Public Housing Authority\*  
 Regulatory Basis  
 Schedule of Receipts and Expenditures - Actual  
 For the Year Ended December 31, 2019 and 2018

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Receipts		
Charges for service	\$ 118,577	\$ 128,096
Miscellaneous	437	-
Unallocated difference	<u>21,488</u>	<u>-</u>
Total Receipts	<u>140,502</u>	<u>128,096</u>
Expenditures		
General government	142,846	126,721
Unallocated difference	<u>-</u>	<u>25,082</u>
Total Expenditures	<u>142,846</u>	<u>151,803</u>
Receipts Over [Under] Expenditures	[2,344]	[23,707]
Unencumbered Cash, Beginning	<u>41,193</u>	<u>38,849</u>
Unencumbered Cash, Ending	<u>\$ 38,849</u>	<u>\$ 15,142</u>

\* - This component unit is not required to be budgeted.