

CITY OF ELLIS, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2022

CITY OF ELLIS, KANSAS
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 For the Year Ended December 31, 2022

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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Ellis, Kansas
Ellis, 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 Ellis, Kansas**, as of and for the year ended December 31, 2022 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, 2022, 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, 2022, 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 Auditor's 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, 2021 (not presented herein), and have issued our report thereon dated May 17, 2022, which contained an unmodified opinion on the basic financial statement. The 2021 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/accountsreports/local-government/municipal-services>. The 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2022 (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 2021 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 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 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 2021 basic financial statement or to the 2021 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 2021 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, 2021, on the basis of accounting described in Note 1.



ADAMSBROWN, LLC
Certified Public Accountants
Hays, Kansas

June 19, 2023

CITY OF ELLIS, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2022

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Regulatory Basis Fund Types							
General Fund	\$ 676,644	-	1,961,171	2,231,716	406,099	55,857	461,956
Special Purpose Funds							
Special Highway Fund	12,602	-	55,778	30,728	37,652	1,837	39,489
Special Parks and Recreation Fund	28,345	-	3,184	-	31,529	-	31,529
Capital Improvement Fund	124,531	-	57,019	62,216	119,334	2,371	121,705
Capital Improvement Fund - Cemetery Expansion	15,000	-	5,000	-	20,000	-	20,000
Capital Improvement Fund - Streets	346,649	-	183,812	99,236	431,225	-	431,225
Capital Improvement Fund - Special Projects	80,210	-	65,859	-	146,069	-	146,069
Capital Improvement Fund - Water Exploration	-	-	65,859	4,350	61,509	416,227	477,736
Capital Improvement Fund - Swimming Pool	108,079	-	-	836	107,243	-	107,243
Special Machinery Fund	641,897	28,950	151,520	211,554	610,813	-	610,813
Library Fund	4,525	-	56,840	58,760	2,605	-	2,605
Tourism Fund	136,473	1,848	38,589	19,433	157,477	3,922	161,399
ARPA Federal Aid Fund	153,449	-	153,448	-	306,897	-	306,897
Bond and Interest Funds							
Water Principal and Interest Fund	606,261	-	520,512	429,500	697,273	-	697,273
TIF Bond Reserve Fund	80,000	-	-	-	80,000	-	80,000
TIF Bond and Interest Fund	642,656	-	182,817	91,138	734,335	-	734,335
Capital Project Fund							
USDA Waterline Project Fund	160,695	-	-	160,695	-	-	-
Business Funds							
Campground Utility Fund	101,629	-	101,618	59,413	143,834	3,622	147,456
Water Utility Fund	366,693	-	728,242	713,340	381,595	13,771	395,366
Sewer Utility Fund	274,321	-	414,335	387,799	300,857	8,112	308,969
Sanitation Utility Fund	179,406	-	380,694	341,166	218,934	12,108	231,042
Water Depreciation Reserve Fund	536,328	-	130,000	39,350	626,978	-	626,978
Sewer Depreciation Reserve Fund	269,741	-	75,000	-	344,741	-	344,741
Trust Funds							
Coinsurance Fund	310,846	-	303,951	250,575	364,222	-	364,222
Cemetery Endowment Fund	27,681	-	300	-	27,981	-	27,981
Total Primary Government	5,884,661	30,798	5,635,548	5,191,805	6,359,202	517,827	6,877,029
Related Municipal Entity							
Ellis Public Library	104,857	-	85,550	131,212	59,195	53,684	112,879
Total Primary Government	\$ 5,989,518	30,798	5,721,098	5,323,017	6,418,397	571,511	6,989,908
Composition of Cash							
				Checking Accounts			\$ 6,891,955
				Cash on Hand			2,500
				Total Primary Government			6,894,455
				Total Related Municipal Entity			112,879
				Agency Fund per Schedule 3			(17,426)
				Total Primary Government			\$ 6,989,908

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

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2022

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Ellis, 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 mayor and six-member council. This financial statement presents the City (the municipality) and its related municipal entity, Ellis Public Library, shown below. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents. This financial statement does not include the related municipal entity, Ellis Housing Authority, shown below.

Public Library

The City's Library Board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City.

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. Audited 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, 2022.

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).

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Trust Fund – fund used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Fund – fund used to report assets held by the municipal reporting entity in a purely custodial capacity (health reimbursement arrangement).

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

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2022

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, Capital Improvement Fund – Cemetery Expansion, Capital Improvement Fund – Streets, Capital Improvement Fund – Special Projects, Capital Improvement Fund – Water Exploration, Capital Improvement Fund – Swimming Pool, Special Machinery Fund, and ARPA Federal Aid 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 Ellis, 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 adopted an investment policy during 2007 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

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2022

during designated "peak periods" when required coverage is 50%. The City does not use "peak periods". All deposits were legally secured at December 31, 2022.

At December 31, 2022, the City's carrying amount of deposits was \$6,894,455 and the bank balance was \$6,918,117. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$267,555 was covered by federal depository insurance and \$6,650,562 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

At December 31, 2022, the Public Library's carrying amount of deposits was \$112,879 and the bank balance was \$114,607. The bank balance was held by two banks resulting in a concentration of credit risk. The entire bank balance 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. The City had no investments at December 31, 2022.

NOTE 4 – 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 Ellis, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2022 were as follows:

From	To	Regulatory Authority	Amount
General Fund	Special Machinery Fund	K.S.A. 12-1,117	\$ 128,000
General Fund	Capital Improvement Fund	K.S.A. 12-1,118	10,000
General Fund	Capital Improvement Fund – Streets	K.S.A. 12-1,118	183,812
General Fund	Coinsurance Fund	Ordinance	199,371
General Fund	Water Principal and Interest Fund	Resolution	279,012
General Fund	Capital Improvement Fund – Cemetery Expansion	K.S.A. 12-1,118	5,000
General Fund	Capital Improvement Fund – Special Projects	K.S.A. 12-1,118	65,859
General Fund	Capital Improvement Fund – Water Exploration	K.S.A. 12-1,118	65,859
Sanitation Utility Fund	General Fund	K.S.A. 12-825d	20,000
Sanitation Utility Fund	Coinsurance Fund	Ordinance	25,139
Sewer Utility Fund	General Fund	K.S.A. 12-825d	9,460
Sewer Utility Fund	Sewer Depreciation Reserve Fund	K.S.A. 12-825d	75,000
Sewer Utility Fund	Coinsurance Fund	Ordinance	30,643
Campground Utility Fund	Coinsurance Fund	Ordinance	6,479
Water Utility Fund	General Fund	K.S.A. 12-825d	14,467
Water Utility Fund	Water Depreciation Reserve Fund	K.S.A. 12-825d	125,000
Water Utility Fund	Coinsurance Fund	Ordinance	42,319
Water Utility Fund	Water Principal and Interest Fund	Resolution	241,500

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2022

NOTE 5 – CAPITAL PROJECTS

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

	<u>Project Authorization</u>	<u>Expenditures to Date</u>
KDHE Water Supply System Improvement	\$5,729,620	\$555,558

NOTE 6 – LITIGATION

City of Ellis, 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 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; damage to and destruction of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than related to employee health benefits. Settled claims have not exceeded this commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Ellis, 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 9 – DEFERRED COMPENSATION PLAN

City of Ellis, 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 10 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

City of Ellis, Kansas 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 Annual Comprehensive Financial Report which can be found on the KPERS website at

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December 31, 2022

www.kpers.org 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. 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% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.90% for the fiscal year ended December 31, 2022. Contributions to the pension plan from the City were \$75,080 for the year ended December 31, 2022.

The statutory contribution rate for Ellis Public Library was 8.90% for the fiscal year ended December 31, 2022. Contributions to the pension plan from the Public Library were \$3,439 for the year ended December 31, 2022.

Net Pension Liability

At December 31, 2022, the City's and Public Library's proportionate share of the collective net pension liability reported by KPERS was \$797,007 and \$32,167, respectively. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. The City's and Public Library's proportion of the net pension liability was based on the ratio of the City's and Public Library's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Ellis, 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.

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2022

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, 2022.

NOTE 12 – COMPENSATED ABSENCES

Vacation

City of Ellis, Kansas' policy regarding vacation for full-time employees is as follows:

Years Worked	80 Hour Pay Period Amount Earned	84 Hour Pay Period Amount Earned
1	40 hours/year	42 hours/year
2	80 hours/year	84 hours/year
3	88 hours/year	92 hours/year
4	96 hours/year	101 hours/year
5	104 hours/year	109 hours/year
6	112 hours/year	118 hours/year
7	120 hours/year	126 hours/year
8	128 hours/year	134 hours/year
9	136 hours/year	143 hours/year
10	144 hours/year	151 hours/year
11	152 hours/year	160 hours/year
12	160 hours/year	168 hours/year
13	168 hours/year	176 hours/year
14	176 hours/year	185 hours/year
15	184 hours/year	193 hours/year
16	192 hours/year	202 hours/year
17 and over	200 hours/year	210 hours/year

Part-time employees who work at least 20 hours or more per week shall earn vacation at the rate of one half the rate of full-time employees. Vacation may not be taken until the employee completes one full year of service. With the exception of 48 hours of allowable carryover, all vacation must be taken by the employee's anniversary date.

Sick Leave

The City's policy for sick leave permits an employee to earn sick leave at the rate of 8 hours per calendar month up to a maximum of 816 hours for 80 hours per pay period employees and 8.4 hours per calendar month up to a maximum of 856.8 hours for 84 hours per pay period employees. If specific voluntary separation requirements are met, employees shall be paid one percent (1%) for each year of continuous service of the value for any unused sick leave. The paid sick leave is included in the employee's final paycheck.

Currently, Ellis Public Library, a related municipal entity of **City of Ellis, Kansas**, allows the head librarian 48 hours of vacation and 44 hours of sick leave after six months of employment. Vacation and sick leave may not be carried over to the next year.

NOTE 13 – HEALTH REIMBURSEMENT ARRANGEMENT

City of Ellis, 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

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2022

prescription drug costs incurred by the employees, their spouse or their dependents. The maximum allowance per year is \$4,050 for employee only, \$8,100 for employee and spouse, employee and children, and employee and family. Of this amount the employee is responsible for \$2,500 for employee only and \$5,000 for employee and spouse, employee and children and employee and family. The City is responsible for the difference. The amount the City paid in HRA reimbursements was \$53,300 for the year ended December 31, 2022.

NOTE 14 – DEBT RESTRICTIONS AND COVENANTS

KDHE Revolving Loan

City of Ellis, Kansas entered into a loan agreement with the Kansas Department of Health and Environment to refinance the wastewater treatment plant project in the amount of \$831,611. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds. The City is in compliance with this requirement as of December 31, 2022 as it is providing dedicated funds through rates, fees, and charges for the use and services furnished by or through the wastewater treatment system.

City of Ellis, Kansas entered into a loan agreement with the Kansas Department of Health and Environment for a water system improvement project in the amount of \$5,729,620. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds.

NOTE 15 – CONDUIT DEBT

From time to time, **City of Ellis, 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.

Accordingly, the bonds are not reported as liabilities in the accompanying financial statement. As of December 31, 2022, there were two industrial revenue bonds outstanding. One is for a hotel and the other is for a restaurant. The principal amount payable at December 31, 2022 totaled \$3,325,204.

NOTE 16 – LONG-TERM DEBT

City of Ellis, Kansas has the following types of long-term debt.

KDHE Revolving Loan

The City entered into an \$831,611 revolving loan agreement on March 4, 2015, with the Kansas Department of Health and Environment acting on behalf of the State of Kansas for the purpose of financing improvements to the existing wastewater treatment facility.

The City entered into a \$5,279,620 revolving loan agreement on November 5, 2022, with the Kansas Department of Health and Environment acting on behalf of the State of Kansas for the purpose of financing a water system improvement project. As of December 31, 2022, no funds had been advanced on the loan.

General Obligation Bonds

On June 24, 2010, the City issued \$348,000 in General Obligation Bonds for the purpose of providing funds to pay the cost of the water system improvements.

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2022

On June 6, 2016, the City issued \$3,120,000 in General Obligation Refunding Bonds for the purpose of refinancing the 2006 General Obligation Bonds and the 2006 Water System Revenue Bonds.

On October 17, 2016, the City issued \$567,000 in General Obligation Bonds for the purpose of funding upgrades to the water distribution system.

Taxable Special Obligation Bonds

On May 30, 2012, the City issued \$885,000 in Taxable Special Obligation Bonds for the purpose of providing funds to pay the costs in connection with refunding the City's Taxable Special Obligation Bonds, Series 2004 and Series 2006, and the costs of certain improvements in the South Ridge Redevelopment District.

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2022

Changes in long-term liabilities for the City for the year ended December 31, 2022, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Revolving Loans									
KDHE - Wastewater Treatment Facility	2.13%	03/04/15	\$ 831,611	09/01/36	\$ 692,210	-	(36,731)	655,479	12,842
KDHE - Water System Improvement Project	2.60%	11/05/22	5,729,620	02/01/55	-	-	-	-	*
General Obligation Bonds									
Series 2010	3.25%	06/24/10	348,000	06/24/50	292,000	-	(6,000)	286,000	9,490
Series 2016	2.00%	06/06/16	3,120,000	10/01/24	1,225,000	-	(405,000)	820,000	24,500
Series 2016	1.88%	10/17/16	567,000	10/28/56	516,937	-	(171,278)	345,659	9,693
Taxable Special Obligation Bonds									
Series 2012	3.5 - 5%	05/30/12	885,000	12/01/24	<u>305,000</u>	<u>-</u>	<u>(75,000)</u>	<u>230,000</u>	<u>14,488</u>
Total Contractual Indebtedness					<u>\$ 3,031,147</u>	<u>-</u>	<u>(694,009)</u>	<u>2,337,138</u>	<u>71,013</u>

* At December 31, 2022 the City has not expended any of the funds. The City is authorized to spend up to \$5,729,620, and KDHE anticipates forgiving \$1,000,000 of that amount. The remainder of \$4,729,620 is reflected in the Revolving Loans on the maturity schedule.

** The City made an additional principal payment of \$160,695 during 2022. The maturity schedule has been adjusted to reflect this additional payment.

CITY OF ELLIS, KANSAS
Notes to Financial Statement
December 31, 2022

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

	YEAR											Total
	2023	2024	2025	2026	2027	2028-2032	2033-2037	2038-2042	2043-2047	2048-2052	2053-2056	
Principal												
Revolving Loans	\$ 37,517	38,321	91,669	147,092	150,751	811,934	918,193	769,419	875,502	996,212	548,489	5,385,099
General Obligation Bonds	421,781	432,983	18,189	18,399	18,613	102,415	114,392	128,951	146,147	49,789	-	1,451,659
Taxable Special Obligation Bonds	80,000	150,000	-	-	-	-	-	-	-	-	-	230,000
Total Principal	539,298	621,304	109,858	165,491	169,364	914,349	1,032,585	898,370	1,021,649	1,046,001	548,489	7,066,758
Interest												
Revolving Loan	12,148	11,439	18,991	26,251	25,118	381,058	414,192	320,803	229,000	124,539	18,670	1,582,209
General Obligation Bonds	35,189	26,717	17,959	17,521	17,080	78,357	65,334	50,647	33,858	6,023	-	348,685
Taxable Special Obligation Bonds	10,925	7,127	-	-	-	-	-	-	-	-	-	18,052
Total Interest	58,262	45,283	36,950	43,772	42,198	459,415	479,526	371,450	262,858	130,562	18,670	1,948,946
Total Principal and Interest	\$ 597,560	666,587	146,808	209,263	211,562	1,373,764	1,512,111	1,269,820	1,284,507	1,176,563	567,159	9,015,704

CITY OF ELLIS, KANSAS

Regulatory-Required Supplementary Information

CITY OF ELLIS, KANSAS
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2022

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	\$ 2,269,120	-	2,269,120	2,231,716	(37,404)
Special Purpose Funds					
Special Highway Fund	61,152	-	61,152	30,728	(30,424)
Special Parks and Recreation Fund	28,804	-	28,804	-	(28,804)
Library Fund	58,760	-	58,760	58,760	-
Tourism Fund	154,447	-	154,447	19,433	(135,014)
Bond and Interest Funds					
Water Principal and Interest Fund	955,497	-	955,497	429,500	(525,997)
TIF Bond and Interest Fund	780,959	-	780,959	91,138	(689,821)
Business Funds					
Campground Utility Fund	129,248	-	129,248	59,413	(69,835)
Water Utility Fund	1,029,689	-	1,029,689	713,340	(316,349)
Sewer Utility Fund	659,901	-	659,901	387,799	(272,102)
Sanitation Utility Fund	490,064	-	490,064	341,166	(148,898)

CITY OF ELLIS, KANSAS

General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Ad Valorem	\$ 842,528	889,529	904,055	(14,526)
Delinquent	24,403	8,994	-	8,994
Motor Vehicle	125,773	111,373	88,988	22,385
Total Taxes and Shared Revenues	<u>992,704</u>	<u>1,009,896</u>	<u>993,043</u>	<u>16,853</u>
Intergovernmental				
Compensating Use Tax	142,901	153,020	122,500	30,520
Local Alcoholic Liquor Tax	3,571	3,185	3,168	17
City Sales Tax	513,382	536,723	365,250	171,473
Total Intergovernmental	<u>659,854</u>	<u>692,928</u>	<u>490,918</u>	<u>202,010</u>
Licenses and Permits				
Licenses and Permits	12,106	10,941	11,000	(59)
Franchise Fees	89,777	92,479	92,000	479
Total Licenses and Permits	<u>101,883</u>	<u>103,420</u>	<u>103,000</u>	<u>420</u>
Miscellaneous				
Grave Openings and Closings	12,450	4,925	10,000	(5,075)
Copy Fees	150	146	150	(4)
Miscellaneous	34,984	13,780	8,900	4,880
Cemetery Lots	3,525	1,125	1,500	(375)
Pool Fees and Concessions	12,669	14,837	11,000	3,837
Museum Roundup Program	250	207	250	(43)
Grants and Donations	1,000	-	-	-
Transfers In	41,101	43,927	43,927	-
Total Miscellaneous	<u>106,129</u>	<u>78,947</u>	<u>75,727</u>	<u>3,220</u>
Fines and Forfeitures				
Fines and Court Costs	14,253	18,463	12,500	5,963
Diversion Fees	800	675	1,500	(825)
Total Fines and Forfeitures	<u>15,053</u>	<u>19,138</u>	<u>14,000</u>	<u>5,138</u>
Use of Money and Property				
Interest	26,229	34,041	-	34,041
Rentals and Leases	22,850	22,801	23,850	(1,049)
Total Use of Money and Property	<u>49,079</u>	<u>56,842</u>	<u>23,850</u>	<u>32,992</u>
Total Receipts	\$ <u>1,924,702</u>	<u>1,961,171</u>	<u>1,700,538</u>	<u>260,633</u>

CITY OF ELLIS, KANSAS

General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures				
General Government				
Personal Services	\$ 90,187	113,523	97,099	16,424
Contractual	156,663	192,706	160,175	32,531
Commodities	10,227	23,186	16,250	6,936
Capital Outlay	-	879	1,500	(621)
Total General Government	<u>257,077</u>	<u>330,294</u>	<u>275,024</u>	<u>55,270</u>
Police Department				
Personal Services	301,347	372,050	346,166	25,884
Contractual	23,237	44,820	29,300	15,520
Commodities	14,746	23,677	16,750	6,927
Capital Outlay	2,625	2,500	2,500	-
Total Police Department	<u>341,955</u>	<u>443,047</u>	<u>394,716</u>	<u>48,331</u>
Municipal Court				
Personal Services	11,719	11,104	10,115	989
Contractual	7,152	6,299	7,000	(701)
Commodities	258	342	300	42
Total Municipal Court	<u>19,129</u>	<u>17,745</u>	<u>17,415</u>	<u>330</u>
Fire Department				
Personal Services	17,623	19,558	21,049	(1,491)
Contractual	13,429	15,360	18,000	(2,640)
Commodities	3,781	8,366	8,500	(134)
Capital Outlay	1,725	-	2,500	(2,500)
Total Fire Department	<u>36,558</u>	<u>43,284</u>	<u>50,049</u>	<u>(6,765)</u>
Park Department				
Personal Services	54,972	59,766	58,584	1,182
Contractual	15,756	13,710	16,150	(2,440)
Commodities	16,672	15,225	16,250	(1,025)
Capital Outlay	250	-	2,000	(2,000)
Total Park Department	<u>87,650</u>	<u>88,701</u>	<u>92,984</u>	<u>(4,283)</u>
Economic Development	<u>-</u>	<u>85,895</u>	<u>439,970</u>	<u>(354,075)</u>
Street Department				
Personal Services	64,408	69,770	90,828	(21,058)
Contractual	361	-	8,000	(8,000)
Total Street Department	<u>\$ 64,769</u>	<u>69,770</u>	<u>98,828</u>	<u>(29,058)</u>

CITY OF ELLIS, KANSAS

General Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2022

(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Building and Inspections				
Personal Services	\$ 15,828	18,105	18,667	(562)
Contractual	1,011	4,135	2,050	2,085
Commodities	224	1,285	500	785
Total Building and Inspections	<u>17,063</u>	<u>23,525</u>	<u>21,217</u>	<u>2,308</u>
Appropriations				
Museums	33,500	37,000	33,500	3,500
Library	9,500	9,500	12,000	(2,500)
Library Employee Benefit	2,500	2,500	-	2,500
Alliance and Foundation	22,500	26,000	22,500	3,500
Other	21,052	16,677	15,750	927
Total Appropriations	<u>89,052</u>	<u>91,677</u>	<u>83,750</u>	<u>7,927</u>
Swimming Pool				
Personal Services	73,367	82,843	68,382	14,461
Contractual	6,409	5,644	8,050	(2,406)
Commodities	12,285	11,000	9,000	2,000
Capital Outlay	-	-	1,000	(1,000)
Total Swimming Pool	<u>92,061</u>	<u>99,487</u>	<u>86,432</u>	<u>13,055</u>
Risk Management	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>(5,000)</u>
Sales Tax Rebate Program	<u>-</u>	<u>-</u>	<u>5,000</u>	<u>(5,000)</u>
Feral Cat Program	<u>-</u>	<u>808</u>	<u>5,000</u>	<u>(4,192)</u>
DARE Program	<u>456</u>	<u>570</u>	<u>500</u>	<u>70</u>
Transfers Out	<u>877,854</u>	<u>936,913</u>	<u>693,235</u>	<u>243,678</u>
Total Expenditures	<u>1,883,624</u>	<u>2,231,716</u>	<u>2,269,120</u>	<u>(37,404)</u>
Receipts Over (Under) Expenditures	41,078	(270,545)		
Unencumbered Cash - Beginning	<u>635,566</u>	<u>676,644</u>		
Unencumbered Cash - Ending	\$ <u>676,644</u>	<u>406,099</u>		

CITY OF ELLIS, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over Over (Under)
		Actual	Budget	
Receipts				
Fuel Tax	\$ 58,481	54,353	51,710	2,643
Licenses, Permits, Inspections	1,200	1,425	850	575
Total Receipts	<u>59,681</u>	<u>55,778</u>	<u>52,560</u>	<u>3,218</u>
Expenditures				
Personal Services	20,381	9,282	17,126	(7,844)
Contractual	13,594	8,723	15,175	(6,452)
Commodities	12,293	12,723	15,700	(2,977)
Capital Outlay	2,625	-	13,151	(13,151)
Total Expenditures	<u>48,893</u>	<u>30,728</u>	<u>61,152</u>	<u>(30,424)</u>
Receipts Over (Under) Expenditures	10,788	25,050		
Unencumbered Cash - Beginning	<u>1,814</u>	<u>12,602</u>		
Unencumbered Cash - Ending	\$ <u>12,602</u>	<u>37,652</u>		

CITY OF ELLIS, KANSAS
Special Parks and Recreation Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Intergovernmental				
Local Alcoholic Liquor Tax	\$ 3,571	3,184	<u>3,168</u>	<u>16</u>
Expenditures				
Contractual	-	-	1,000	(1,000)
Commodities	-	-	3,750	(3,750)
Capital Outlay	-	-	24,054	(24,054)
Total Expenditures	<u>-</u>	<u>-</u>	<u>28,804</u>	<u>(28,804)</u>
Receipts Over (Under) Expenditures	3,571	3,184		
Unencumbered Cash - Beginning	<u>24,774</u>	<u>28,345</u>		
Unencumbered Cash - Ending	\$ <u>28,345</u>	<u>31,529</u>		

CITY OF ELLIS, KANSAS
Capital Improvement Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Insurance Proceeds	\$ -	47,019
Transfers In	10,000	10,000
Total Receipts	<u>10,000</u>	<u>57,019</u>
Expenditures		
Contractual	9,422	2,371
Capital Outlay	-	59,845
Total Expenditures	<u>9,422</u>	<u>62,216</u>
Receipts Over (Under) Expenditures	578	(5,197)
Unencumbered Cash - Beginning	<u>123,953</u>	<u>124,531</u>
Unencumbered Cash - Ending	<u>\$ 124,531</u>	<u>119,334</u>

CITY OF ELLIS, KANSAS
Capital Improvement Fund - Cemetery Expansion
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 7,500	5,000
Expenditures	-	-
Receipts Over (Under) Expenditures	7,500	5,000
Unencumbered Cash - Beginning	7,500	15,000
Unencumbered Cash - Ending	\$ 15,000	20,000

CITY OF ELLIS, KANSAS
Capital Improvement Fund - Streets
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 120,000	183,812
Expenditures		
Capital Outlay	15,173	99,236
Receipts Over (Under) Expenditures	104,827	84,576
Unencumbered Cash - Beginning	241,822	346,649
Unencumbered Cash - Ending	\$ 346,649	431,225

CITY OF ELLIS, KANSAS
Capital Improvement Fund - Special Projects
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid - CDBG Coronavirus	\$ 140,103	-
Transfers In	62,727	65,859
Total Receipts	202,830	65,859
Expenditures		
Contractual Services	15,045	-
Local Grant Aid	125,103	-
Transfers Out	151,822	-
Total Expenditures	291,970	-
Receipts Over (Under) Expenditures	(89,140)	65,859
Unencumbered Cash - Beginning	169,350	80,210
Unencumbered Cash - Ending	\$ 80,210	146,069

CITY OF ELLIS, KANSAS
Capital Improvement Fund - Water Exploration
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 214,549	65,859
Expenditures		
Contractual Services	556,084	4,350
Receipts Over (Under) Expenditures	(341,535)	61,509
Unencumbered Cash - Beginning	341,531	-
Prior Year Cancelled Encumbrances	4	-
Unencumbered Cash - Ending	\$ -	61,509

CITY OF ELLIS, KANSAS
Capital Improvement Fund - Swimming Pool
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ 7,227	-
Donations	101,650	-
Total Receipts	<u>108,877</u>	<u>-</u>
Expenditures		
Contractual Services	2,966	-
Capital Outlay	4,450	836
Total Expenditures	<u>7,416</u>	<u>836</u>
Receipts Over (Under) Expenditures	101,461	(836)
Unencumbered Cash - Beginning	-	108,079
Prior Year Cancelled Encumbrances	<u>6,618</u>	<u>-</u>
Unencumbered Cash - Ending	<u>\$ 108,079</u>	<u>107,243</u>

CITY OF ELLIS, KANSAS
Special Machinery Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Insurance Proceeds and Equipment Sale	\$ 79,005	23,520
State Aid	17,320	-
Transfers In	144,821	128,000
Total Receipts	241,146	151,520
Expenditures		
Capital Outlay	109,381	211,554
Receipts Over (Under) Expenditures	131,765	(60,034)
Unencumbered Cash - Beginning	510,132	641,897
Prior Year Cancelled Encumbrances	-	28,950
Unencumbered Cash - Ending	\$ <u>641,897</u>	<u>610,813</u>

CITY OF ELLIS, KANSAS
Library Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Ad Valorem	\$ 47,576	50,042	50,684	(642)
Delinquent	1,408	509	-	509
Motor Vehicle	7,146	6,289	5,025	1,264
Total Receipts	56,130	56,840	<u>55,709</u>	<u>1,131</u>
Expenditures				
Library Appropriations	55,025	58,760	<u>58,760</u>	<u>-</u>
Receipts Over (Under) Expenditures	1,105	(1,920)		
Unencumbered Cash - Beginning	3,420	4,525		
Unencumbered Cash - Ending	\$ <u>4,525</u>	<u>2,605</u>		

CITY OF ELLIS, KANSAS
Tourism Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transient Guest Tax	\$ 34,185	38,459	25,000	13,459
Grants	8,000	-	-	-
Donations	1,000	-	-	-
Miscellaneous	260	130	130	-
Total Receipts	<u>43,445</u>	<u>38,589</u>	<u>25,130</u>	<u>13,459</u>
Expenditures				
Contractual	19,049	18,725	20,000	(1,275)
Commodities	2,416	708	1,000	(292)
Capital Outlay	10,629	-	133,447	(133,447)
Total Expenditures	<u>32,094</u>	<u>19,433</u>	<u>154,447</u>	<u>(135,014)</u>
Receipts Over (Under) Expenditures	11,351	19,156		
Unencumbered Cash - Beginning	125,122	136,473		
Prior Year Cancelled Encumbrances	-	1,848		
Unencumbered Cash - Ending	\$ <u>136,473</u>	<u>157,477</u>		

CITY OF ELLIS, KANSAS
ARPA Federal Aid Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid - ARPA	\$ 153,449	153,448
Expenditures	-	-
Receipts Over (Under) Expenditures	153,449	153,448
Unencumbered Cash - Beginning	-	153,449
Unencumbered Cash - Ending	\$ 153,449	306,897

CITY OF ELLIS, KANSAS
Water Principal and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers In	\$ 512,764	520,512	429,500	91,012
Expenditures				
Principal	400,000	405,000	405,000	-
Interest	32,500	24,500	24,500	-
Call Bonds	-	-	525,997	(525,997)
Total Expenditures	432,500	429,500	955,497	(525,997)
Receipts Over (Under) Expenditures	80,264	91,012		
Unencumbered Cash - Beginning	525,997	606,261		
Unencumbered Cash - Ending	\$ 606,261	697,273		

CITY OF ELLIS, KANSAS
TIF Bond Reserve Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	<u>80,000</u>	<u>80,000</u>
Unencumbered Cash - Ending	<u>\$ 80,000</u>	<u>80,000</u>

CITY OF ELLIS, KANSAS
TIF Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Revenues				
Ad Valorem	\$ 172,679	180,704	91,138	89,566
Delinquent	38	1,582	-	1,582
Special Assessments	550	400	-	400
Interest	2	131	-	131
Total Receipts	<u>173,269</u>	<u>182,817</u>	<u>91,138</u>	<u>91,679</u>
Expenditures				
Principal	70,000	75,000	75,000	-
Interest	17,813	14,488	14,488	-
Engineering Costs	48,653	-	-	-
Service Fees	1,650	1,650	1,650	-
Call Special Obligation Bonds	-	-	689,821	(689,821)
Total Expenditures	<u>138,116</u>	<u>91,138</u>	<u>780,959</u>	<u>(689,821)</u>
Receipts Over (Under) Expenditures	35,153	91,679		
Unencumbered Cash - Beginning	<u>607,503</u>	<u>642,656</u>		
Unencumbered Cash - Ending	\$ <u>642,656</u>	<u>734,335</u>		

CITY OF ELLIS, KANSAS
USDA Waterline Project Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2022
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures		
Principal	-	160,695
Receipts Over (Under) Expenditures	-	(160,695)
Unencumbered Cash - Beginning	160,695	160,695
Unencumbered Cash - Ending	\$ 160,695	-

CITY OF ELLIS, KANSAS
Campground Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over Under (Under)
		Actual	Budget	
Receipts				
State Aid	\$ 6,657	-	-	-
Grants	-	45,000	-	45,000
User Fees	69,047	52,913	51,750	1,163
Miscellaneous	88	100	-	100
Use of Money and Property Rentals and Leases	3,605	3,605	3,605	-
Total Receipts	<u>79,397</u>	<u>101,618</u>	<u>55,355</u>	<u>46,263</u>
Expenditures				
Personal Services	20,574	25,516	28,772	(3,256)
Contractual	10,458	20,629	10,850	9,779
Commodities	4,560	6,789	5,000	1,789
Capital Outlay	15,703	-	48,147	(48,147)
Transfers Out	7,649	6,479	6,479	-
Campground Expansion	-	-	30,000	(30,000)
Total Expenditures	<u>58,944</u>	<u>59,413</u>	<u>129,248</u>	<u>(69,835)</u>
Receipts Over (Under) Expenditures	20,453	42,205		
Unencumbered Cash - Beginning	<u>81,176</u>	<u>101,629</u>		
Unencumbered Cash - Ending	\$ <u>101,629</u>	<u>143,834</u>		

CITY OF ELLIS, KANSAS
Water Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over Under (Under)
		Actual	Budget	
Receipts				
Water Sales	\$ 681,177	695,252	678,950	16,302
Connects and Disconnects	22,005	22,176	19,975	2,201
Penalties	7,745	7,774	7,400	374
Miscellaneous	3,961	3,040	3,500	(460)
Total Receipts	<u>714,888</u>	<u>728,242</u>	<u>709,825</u>	<u>18,417</u>
Expenditures				
Personal Services	117,138	116,328	123,594	(7,266)
Contractual	91,028	94,300	110,850	(16,550)
Commodities	36,472	43,660	38,400	5,260
Capital Outlay	-	-	295,393	(295,393)
Principal	16,388	16,583	16,583	-
Interest	19,572	19,183	19,183	-
Transfers Out	405,117	423,286	425,686	(2,400)
Total Expenditures	<u>685,715</u>	<u>713,340</u>	<u>1,029,689</u>	<u>(316,349)</u>
Receipts Over (Under) Expenditures	29,173	14,902		
Unencumbered Cash - Beginning	335,945	366,693		
Prior Year Cancelled Encumbrances	<u>1,575</u>	<u>-</u>		
Unencumbered Cash - Ending	\$ <u>366,693</u>	<u>381,595</u>		

CITY OF ELLIS, KANSAS
Sewer Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over Under (Under)
		Actual	Budget	
Receipts				
Sewer Charges	\$ 404,117	408,570	400,350	8,220
Penalties	4,992	4,971	4,750	221
Miscellaneous	1,465	794	2,000	(1,206)
Total Receipts	<u>410,574</u>	<u>414,335</u>	<u>407,100</u>	<u>7,235</u>
Expenditures				
Personal Services	83,904	89,582	90,651	(1,069)
Contractual	104,149	94,506	99,250	(4,744)
Commodities	21,285	37,327	31,500	5,827
Capital Outlay	-	-	272,116	(272,116)
Principal	35,961	36,731	36,731	-
Interest	13,521	12,842	12,842	-
Commission Fees	1,798	1,708	1,708	-
Transfers Out	88,277	115,103	115,103	-
Total Expenditures	<u>348,895</u>	<u>387,799</u>	<u>659,901</u>	<u>(272,102)</u>
Receipts Over (Under) Expenditures	61,679	26,536		
Unencumbered Cash - Beginning	<u>212,642</u>	<u>274,321</u>		
Unencumbered Cash - Ending	\$ <u>274,321</u>	<u>300,857</u>		

CITY OF ELLIS, KANSAS
Sanitation Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year		Variance Over Under (Under)
		Actual	Budget	
Receipts				
Sanitation Charges	\$ 364,677	372,461	365,500	6,961
Recycle Proceeds	3,611	2,920	1,000	1,920
Penalties	4,361	4,530	4,350	180
Miscellaneous	9,038	783	2,000	(1,217)
Total Receipts	<u>381,687</u>	<u>380,694</u>	<u>372,850</u>	<u>7,844</u>
Expenditures				
Personal Services	137,028	149,642	161,810	(12,168)
Contractual	101,467	105,797	120,550	(14,753)
Commodities	29,913	40,588	32,000	8,588
Capital Outlay	-	-	130,565	(130,565)
Transfers Out	49,827	45,139	45,139	-
Total Expenditures	<u>318,235</u>	<u>341,166</u>	<u>490,064</u>	<u>(148,898)</u>
Receipts Over (Under) Expenditures	63,452	39,528		
Unencumbered Cash - Beginning	<u>115,954</u>	<u>179,406</u>		
Unencumbered Cash - Ending	\$ <u>179,406</u>	<u>218,934</u>		

CITY OF ELLIS, KANSAS
Water Depreciation Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Federal Aid	\$ 407,113	5,000
Transfers In	100,000	125,000
Total Receipts	<u>507,113</u>	<u>130,000</u>
Expenditures		
Contractual	35,553	-
Capital Outlay	47,423	39,350
Total Expenditures	<u>82,976</u>	<u>39,350</u>
Receipts Over (Under) Expenditures	424,137	90,650
Unencumbered Cash - Beginning	107,545	536,328
Prior Year Cancelled Encumbrances	<u>4,646</u>	<u>-</u>
Unencumbered Cash - Ending	<u>\$ 536,328</u>	<u>626,978</u>

CITY OF ELLIS, KANSAS
Sewer Depreciation Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 50,000	75,000
Expenditures	-	-
Receipts Over (Under) Expenditures	50,000	75,000
Unencumbered Cash - Beginning	217,146	269,741
Prior Year Cancelled Encumbrances	2,595	-
Unencumbered Cash - Ending	\$ <u>269,741</u>	<u>344,741</u>

CITY OF ELLIS, KANSAS
Coinsurance Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 317,084	303,951
Expenditures		
Contractual	252,776	250,575
Receipts Over (Under) Expenditures	64,308	53,376
Unencumbered Cash - Beginning	246,538	310,846
Unencumbered Cash - Ending	\$ 310,846	364,222

CITY OF ELLIS, KANSAS
Cemetery Endowment Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Lot Sales	\$ 1,125	300
Expenditures	-	-
Receipts Over (Under) Expenditures	1,125	300
Unencumbered Cash - Beginning	26,556	27,681
Unencumbered Cash - Ending	\$ 27,681	27,981

CITY OF ELLIS, KANSAS
Ellis Public Library
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental	\$ 13,495	12,186
Interest	46	57
Collections	3,587	2,547
Appropriations	67,025	70,760
Total Receipts	<u>84,153</u>	<u>85,550</u>
Expenditures		
Personal Services	46,614	47,776
Contractual	10,140	12,438
Commodities	17,336	16,043
Capital Outlay	182	54,955
Total Expenditures	<u>74,272</u>	<u>131,212</u>
Receipts Over (Under) Expenditures	9,881	(45,662)
Unencumbered Cash - Beginning	<u>94,976</u>	<u>104,857</u>
Unencumbered Cash - Ending	\$ <u><u>104,857</u></u>	<u><u>59,195</u></u>

CITY OF ELLIS, KANSAS
Agency Funds
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2022

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Health Reimbursement Arrangement	\$ 15,688	55,038	53,300	17,426