CITY OF CIMARRON, KANSAS

FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT

YEAR ENDED DECEMBER 31, 2025

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Council
Cimarron, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of the City of Cimarron, Kansas and its related municipal entity, the Cimarron City Library (collectively referred to as the Municipal Financial Reporting Entity), as of and for the year ended December 31, 2025 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter 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 Municipal Financial Reporting Entity, as of December 31, 2025, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of the Municipal Financial Reporting Entity, as of December 31, 2025, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

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 Municipal Financial Reporting Entity 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 A of the financial statement, the financial statement is prepared by the Municipal Financial Reporting Entity 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 A 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 A; 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, which raise substantial doubt about the Municipal Financial Reporting Entity'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.

Auditor's 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 judgement 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 Municipal Financial Reporting Entity'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, which raise substantial doubt about the Municipal Financial Reporting Entity'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 (basic financial statement) as a whole. The summary of regulatory basis expenditures — actual and budget, individual fund schedules of regulatory basis receipts and expenditures, 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 A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the Municipal Financial Reporting Entity as of and for the year ended December 31, 2024 (not presented herein), and have issued our report thereon dated October 29, 2025, which contained an unmodified opinion on the basic financial statement. The 2024 basic financial statement and our accompanying report are not presented herein but are available in electronic form from the website of the Kansas Department of Administration at the following link: https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2024 actual column (2024 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures for the year ended December 31, 2025 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2024 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2024 basic financial statement. The 2024 comparative information was subjected to the auditing procedures applied in the audit of the 2024 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2024 basic financial statement or to the 2024 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2024 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2024, on the basis of accounting described in Note A.

Kennedy McKee & Company LLP

September 3, 2026

CITY OF CIMARRON, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS

For the Year Ended December 31, 2025

Fund	Beginning unencumbered cash balance	Prior year canceled encumbrances	Receipts
General fund:			
General	$ 875,765	$ -	$ 1,770,365
Special purpose funds:			
Library	5,087	-	257,533
Special park and recreation	28,441	-	2,519
Special highway	40,487	-	53,709
Transient guest tax	103,106	-	8,408
PBC sales tax	817,758	-	411,469
Special park donation	6,527	-	500
Recreation committee	32,016	-	-
Community foundation	5,252	-	29,934
Equipment reserve	1,328,544	-	114,776
Capital improvement	869,546	-	491,000
E community	4,660	-	-
MIH	-	-	254,987
HEAL Grant	-	-	91,000
Total special purpose funds	3,241,424	-	1,715,835
Bond and interest fund:			
Bond and interest	297,469	-	42,468
Trust fund:			
Pearl Luther endowment	23,582	-	667
Business funds:			
Light enterprise	534,823	-	1,971,476
Water enterprise	373,659	-	479,066
Trash enterprise	225,693	-	343,443
Sewer enterprise	557,625	-	335,376
Sewer plant replacement	456,131	-	-
Total business funds	2,147,931	-	3,129,361
Total City of Cimarron	6,586,171	-	6,658,696
Related municipal entity:			
Cimarron City Library:			
General	216,586	-	293,686
Special purpose fund:			
Friends of the Library	2,652	-	14,445
Total Cimarron City Library	219,238	-	308,131
Total municipal financial reporting entity	$ 6,805,409	$ -	$ 6,966,827

Expenditures	Ending unencumbered cash balance	Add encumbrances and accounts payable	Ending cash balance
$ 1,890,728	$ 755,402	$ 37,978	$ 793,380
254,384	8,236	1,962	10,198
-	30,960	-	30,960
4,500	89,696	-	89,696
17,826	93,688	-	93,688
263,996	965,231	1,617	966,848
-	7,027	-	7,027
-	32,016	-	32,016
32,475	2,711	-	2,711
533,325	909,995	-	909,995
666,611	693,935	-	693,935
-	4,660	-	4,660
254,987	-	-	-
91,000	-	-	-
2,119,104	2,838,155	3,579	2,841,734
91,318	248,619	-	248,619
-	24,249	-	24,249
1,990,525	515,774	101,164	616,938
623,160	229,565	19,978	249,543
464,524	104,612	27,164	131,776
488,281	404,720	3,615	408,335
-	456,131	-	456,131
3,566,490	1,710,802	151,921	1,862,723
7,667,640	5,577,227	193,478	5,770,705
256,562	253,710	166	253,876
-	17,097	-	17,097
256,562	270,807	166	270,973
$ 7,924,202	$ 5,848,034	$ 193,644	$ 6,041,678

CITY OF CIMARRON, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH REGULATORY BASIS

For the Year Ended December 31, 2025

Composition of cash:	
Petty cash	$ 200
Clerk's petty cash checking	4,847
Operating checking	388,939
Money market checking	609,062
Certificates of deposit	4,795,000
	5,798,048
Less Agency funds	(27,343)
Total City of Cimarron	5,770,705
Related municipal entity	270,973
Total municipal financial reporting entity - excluding agency funds	$ 6,041,678

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

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the City's financial statement. The financial statement, schedules, and notes are representations of the City's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

   The City of Cimarron is a municipal corporation governed by an elected mayor and five-member council. This regulatory financial statement presents the City of Cimarron (the Municipality) and its related municipal entities. The related municipal entities are included in the City's reporting entity because they were established to benefit the City and/or its constituents.

   Public Building Commission. The Commission was authorized by City Ordinance, pursuant to K.S.A. 12-1757 et. seq., and all amendments thereto, and as amended, supplemented, and limited by a City of Cimarron, Kansas Charter Ordinance establishing the composition thereof, and purposes for which established. For financial reporting, the financial activities of the Public Building Commission are accounted for within a budgeted special purpose fund.

   Cimarron City Library. The Library provides library services to the community. The Library operates as a separate governing body, but the City levies taxes for the Library and pays most employees' salaries. The City Council approves appointments to the Library Board.

2. Basis of Presentation – Fund Accounting

   The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

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

   REGULATORY BASIS FUND TYPES

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

   Special Purpose fund – used to account for the proceeds of specific tax levies and other specific regulatory receipt 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 and transfers from other funds) and payment of general long-term debt.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basis of Presentation – Fund Accounting (Continued)

REGULATORY BASIS FUND TYPES (CONTINUED)

Trust 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.).

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

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

3. 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.

4. 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 ten days after publication of notice of hearing.

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

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory 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. 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 receipts are recognized when cash is received, and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for trust funds and the following special purpose and business funds:

Special Park Donation	Capital Improvement
Recreation Committee	E Community
Community Foundation	MIH
Equipment Reserve	HEAL Grant
	Sewer Plant Replacement

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.

5. Special Assessments

Projects financed in part by special assessments are financed through issuance of general obligation bonds of the City and are retired from the Bond and Interest Fund. Special assessments paid prior to the issuance of bonds are recorded as receipts in the appropriate project. Special assessments received after the issuance of bonds are recorded as receipts in the Bond and Interest Fund.

B. DEPOSITS AND INVESTMENTS

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 to 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. Effective January 1, 2026, K.S.A. 9-1402 authorizes financial institutions to secure deposits of public moneys of governmental units through the Kansas Collateral Pool (public moneys pooled method as defined by 2025 Senate Substitute for House Bill 2152). The City has no other policies that would further limit interest rate risk.

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

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. All deposits were legally secured at December 31, 2025.

At December 31, 2025, the City's carrying amount of deposits was $5,797,848 and the bank balance was $5,837,875. Of the bank balance, $250,000 was covered by federal depository insurance and $5,587,875 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

C. LONG-TERM DEBT

Changes in long-term liabilities for the municipal financial reporting entity for the year ended December 31, 2025, were as follows:

Issue	Balance beginning of year	Additions	Reductions/ payments	Balance end of year	Interest paid
General obligation bonds:					
2021 Refunding Issued February 18, 2021 in the amount of $975,000 at interest rates of 0.45% to 2.00% maturing September 1, 2034	$ 655,000	$ -	$ 80,000	$ 575,000	$ 11,318
Loan:					
KDHE – Wetlands Project Issued February 18, 2020 in the amount of $1,659,536 at interest rate of 1.62% maturing September 1, 2041	1,437,566	-	74,091	1,363,475	22,990
Finance lease:					
FNB – Loader Issued November 6, 2024 in the amount of $224,407 at interest rate of 5.25% maturing October 20, 2029	217,310	-	40,564	176,746	10,440
Total long-term debt	$2,309,876	$ -	$ 194,655	$2,115,221	$ 44,748

C. LONG-TERM DEBT (CONTINUED)

Current maturities of general obligation bonds and interest for the next five years and through maturity are as follows:

	Principal due	Interest due	Total due
2026	$ 75,000	$ 10,638	$ 85,638
2027	80,000	10,000	90,000
2028	80,000	8,400	88,400
2029	80,000	6,800	86,800
2030	85,000	5,200	90,200
2031-2034	175,000	7,100	182,100
Total	$ 575,000	$ 48,138	$ 623,138

Current maturities of the loan and interest for the next five years and in five-year increments through maturity is as follows:

	Principal due	Interest due	Total due
2026	$ 75,296	$ 21,785	$ 97,081
2027	76,521	20,560	97,081
2028	77,765	19,315	97,080
2029	79,031	18,050	97,081
2030	80,316	16,765	97,081
2031-2035	421,605	63,797	485,402
2036-2040	457,027	28,376	485,403
2041	95,914	1,167	97,081
Total	$ 1,363,475	$ 189,815	$ 1,553,290

Current maturities of the finance lease and interest through maturity is as follows:

	Principal due	Interest due	Total due
2026	$ 42,746	$ 8,259	$ 51,005
2027	45,045	5,960	51,005
2028	47,455	3,549	51,004
2029	41,500	1,004	42,504
Total	$ 176,746	$ 18,772	$ 195,518

D. DEFEASED DEBT

Series 2021 Refunding General Obligation Bonds

On February 18, 2021, the City of Cimarron, Kansas issued $975,000 in refunding general obligation bonds with interest rates ranging from 0.45% to 2.00% to advance refund $435,000 of outstanding series 2013 general obligation bonds and $515,000 of 2016 refunding bonds with interest rates ranging from 0.90% to 4.40%. The net proceeds of $964,218 ($975,000 issue plus premium of $21,218 less payments of $20,300 for issuance costs and $11,700 for underwriter's discount) were paid to the Treasurer of the State of Kansas to call the series 2013 general obligation bonds and series 2016 refunding bonds. As a result, those bonds are considered to be defeased and the liability has been removed from the long-term debt footnote.

D. DEFEASED DEBT (CONTINUED)

Series 2021 Refunding General Obligation Bonds (Continued)

The City advance refunded the series 2013 general obligation bonds and 2016 refunding bonds to reduce its total debt service payments over 14 years by $94,807 and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of $85,005.

E. OPERATING LEASES

On December 17, 2025 the City entered into a lease agreement with 360 Document Solutions for use of a copier machine for $300 a month for sixty-three months, ending February 2031. Rental payments for the current year totaled $300.

The following is the yearly schedule of the future minimum rental payment under the operating lease:

2026	$ 3,599
2027	3,599
2028	3,599
2029	3,599
2030	3,599
2031	600
	$ 18,595

F. TRANSFERS

Operating transfers were as follows:

From	To	Amount	Regulatory authority
General	Capital improvement	$ 241,000	K.S.A. 12-1,118
Trash enterprise	Capital improvement	150,000	K.S.A. 12-825d
Sewer enterprise	Capital improvement	100,000	K.S.A. 12-825d
		$ 491,000	

Transfers to the related municipal entity were as follows:

From	To	Amount
Library	Cimarron City Library	$ 254,384

G. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project authorization	Cash disbursements and accounts payable to date
Airport Fueling Station	$ 116,843	$ 93,134
Sidewalk West US 50	40,000	29,500
Sidewalk Cost Share 2025	142,000	26,100
Total	$ 298,843	$ 148,734

H. DEFINED BENEFIT PENSION PLAN

General Information About the Pension Plan

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

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is 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 the City 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 9.71% for KPERS for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City were $114,316 for the year ended December 31, 2025.

Net Pension Liability

At December 31, 2025, the City's proportionate share of the collective net pension liability reported by KPERS was $854,771. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2024, which was rolled forward to June 30, 2025. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

I. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

I. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONTINUED)

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 City 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 was set at 1% and contributions were $11,773 for the year ended December 31, 2025.

Section 125 Plan. The City offers a Section 125 flexible benefit plan to all eligible employees. It is used for medical insurance premiums, unreimbursed medical expenses, and childcare expenses. The plan is administered by the health insurance provider. The City withholds the amounts from the employee's paychecks and remits the withholding to the plan administrator.

Compensated Absences. Full-time employees accumulate sick leave at the rate of one day per month beginning at the end of the first month of employment. Sick leave that is unused at year-end may be carried over to the next year up to a limit of sixty days. Full-time employees who have worked at least one year receive two weeks of vacation, and those who have worked five years or more receive three weeks. After fifteen years of service, employees receive four weeks of vacation. Employees are allowed to carry over five days of unused vacation to the following year.

J. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City purchases commercial insurance to cover these risks. There have been no significant reductions in coverage from the prior year. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

K. COMMITMENTS

The Council approved a contract with Foley Equipment for generators totaling $5,200,000 with an anticipated delivery in the fall of 2026 at which time the City will pursue financing options.

L. SUBSEQUENT EVENTS

Management has evaluated subsequent events through September 3, 2026, the date on which the financial statement was available to be used. Management's evaluation concluded that the following subsequent event is required to be recognized or disclosed with the financial statement:

In July 2026 the Council approved bids for the construction of a fire station estimated between $1,205,000 and $1,225,000 and to pursue finance options related to the project.

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

CITY OF CIMARRON, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2025

Fund	Certified budget	Adjustment for qualifying budget credits	Total budget for comparison	Expenditures chargeable to current year	Variance favorable (unfavorable)
General fund:					
General	$ 1,881,299	$ 9,694	$ 1,890,993	$ 1,890,728	$ 265
Special purpose funds:					
Library	255,500	-	255,500	254,384	1,116
Special park and recreation	27,500	-	27,500	-	27,500
Special highway	170,000	-	170,000	4,500	165,500
Transient guest tax	75,000	-	75,000	17,826	57,174
PBC sales tax	1,000,000	-	1,000,000	263,996	736,004
Bond and interest fund:					
Bond and interest	141,318	-	141,318	91,318	50,000
Business funds:					
Light enterprise	2,360,000	-	2,360,000	1,990,525	369,475
Water enterprise	880,000	-	880,000	623,160	256,840
Trash enterprise	470,000	-	470,000	464,524	5,476
Sewer enterprise	642,081	-	642,081	488,281	153,800
Total	$ 7,902,698	$ 9,694	$ 7,912,392	$ 6,089,242	$ 1,823,150

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem tax	$ 861,723	$ 858,458	$ 853,639	$ 4,819
Delinquent tax	7,668	8,973	2,500	6,473
Vehicle tax	133,518	163,289	146,886	16,403
Shared receipts:				
Local alcohol liquor fund	3,707	2,519	4,000	(1,481)
Local sales tax	313,323	325,484	250,000	75,484
State of Kansas - connecting link	39,177	39,479	30,000	9,479
Licenses, permits and fees:				
Franchise fees	44,600	57,291	35,000	22,291
Other licenses, permits and fees	2,349	2,958	3,000	(42)
Fines, forfeitures and penalties:				
Fines - police	5,100	1,230	15,000	(13,770)
Charges for services:				
Swimming pool	48,655	49,557	32,500	17,057
Interest on idle funds	69,226	200,350	5,000	195,350
Other:				
Rent	2,891	5,143	1,000	4,143
Recreation sponsor fees	5,250	5,250	1,000	4,250
Grant proceeds	10,035	9,694	-	9,694
Miscellaneous	45,263	53,634	-	53,634
Neighborhood revitalization rebate	(17,818)	(12,944)	(12,827)	(117)
Total receipts	1,574,667	1,770,365	$ 1,366,698	$ 403,667
Expenditures:				
General government:				
General administration:				
Personal services	145,631	263,527	$ 150,000	$ (113,527)
Contractual services	164,488	243,875	180,000	(63,875)
Commodities	50,880	38,263	35,000	(3,263)
Capital outlay	2,850	2,100	-	(2,100)
Subtotal	363,849	547,765	365,000	(182,765)
Employee benefits:				
Health and life insurance	35,248	61,285	35,000	(26,285)
Payroll taxes and benefits	69,563	98,905	77,500	(21,405)
Subtotal	104,811	160,190	112,500	(47,690)
Total general government	468,660	707,955	477,500	(230,455)

CITY OF CIMARRON, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Public safety:				
Police department:				
Personal services	$ -	$ 100	$ -	$ (100)
Contractual services	6,274	1,500	250,000	248,500
Subtotal	6,274	1,600	250,000	248,400
Fire department:				
Personal services	4,429	11,323	8,000	(3,323)
Contractual services	8,593	5,556	1,000	(4,556)
Commodities	7,159	11,959	3,000	(8,959)
Capital outlay	3,709	-	1,000	1,000
Reimbursed expenditures	(17,318)	(14,776)	-	14,776
Subtotal	6,572	14,062	13,000	(1,062)
Total public safety	12,846	15,662	263,000	247,338
Public works:				
Street and alley:				
Contractual services	73,194	235,290	150,000	(85,290)
Commodities	36,864	101,387	150,000	48,613
Capital outlay	4,530	26,806	-	(26,806)
Subtotal	114,588	363,483	300,000	(63,483)
Airport:				
Contractual services	1,612	6,359	6,000	(359)
Commodities	669	794	24,000	23,206
Subtotal	2,281	7,153	30,000	22,847
Total public works	116,869	370,636	330,000	(40,636)
Culture and recreation:				
Park department:				
Personal services	57,271	64,901	65,000	99
Contractual services	910	9,322	4,000	(5,322)
Commodities	13,247	21,866	13,000	(8,866)
Capital outlay	-	10,364	3,000	(7,364)
Subtotal	71,428	106,453	85,000	(21,453)

CITY OF CIMARRON, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Culture and recreation (continued):				
Recreation department:				
Personal services	$ 2,956	$ 618	$ 7,500	$ 6,882
Contractual services	25,466	18,929	7,500	(11,429)
Commodities	20,371	9,896	30,000	20,104
Capital outlay	-	6,107	7,500	1,393
Appropriation to recreation	-	5,000	5,000	-
Subtotal	48,793	40,550	57,500	16,950
Golf course:				
Appropriation to Cimarron Golf Club	207,663	215,000	215,000	-
Swimming pool:				
Personal services	47,553	59,149	65,000	5,851
Contractual services	359	10,834	5,000	(5,834)
Commodities	58,869	74,911	45,000	(29,911)
Subtotal	106,781	144,894	115,000	(29,894)
Economic development:				
Personal services	6,331	44,557	75,000	30,443
Contractual services	3,080	3,350	7,500	4,150
Commodities	9,669	671	2,500	1,829
Subtotal	19,080	48,578	85,000	36,422
Total culture and recreation	453,745	555,475	557,500	2,025
Transfers:				
Capital improvement	-	241,000	125,000	(116,000)
Equipment reserve	350,000	-	125,000	125,000
Total transfers	350,000	241,000	250,000	9,000
Transfer to related municipal entity:				
Cimarron City Library	-	-	3,299	3,299
Adjustment for qualifying budget credits	-	-	9,694	9,694
Total expenditures	1,402,120	1,890,728	$ 1,890,993	$ 265
Receipts over (under) expenditures	172,547	(120,363)		
Unencumbered cash, beginning of year	703,218	875,765	$ 514,601	$ 361,164
Unencumbered cash, end of year	$ 875,765	$ 755,402		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

LIBRARY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem tax	$ 206,085	$ 219,577	$ 218,355	$ 1,222
Delinquent tax	1,849	2,220	500	1,720
Vehicle tax	32,532	39,047	35,124	3,923
Neighborhood revitalization rebate	(4,261)	(3,311)	(3,299)	(12)
Total receipts	236,205	257,533	$ 250,680	$ 6,853
Expenditures:				
Culture and recreation	(5,989)	-	$ -	$ -
Transfer to related municipal entity	240,120	254,384	255,500	1,116
Total expenditures	234,131	254,384	$ 255,500	$ 1,116
Receipts over (under) expenditures	2,074	3,149		
Unencumbered cash, beginning of year	3,013	5,087	$ 4,820	$ 267
Unencumbered cash, end of year	$ 5,087	$ 8,236		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

SPECIAL PARK AND RECREATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Shared receipts:				
Local alcohol liquor fund	$ 3,707	$ 2,519	$ 5,000	$ (2,481)
Expenditures:				
Culture and recreation:				
Contractual services	-	-	$ 5,000	$ 5,000
Commodities	-	-	5,000	5,000
Capital outlay	-	-	17,500	17,500
Total expenditures	-	-	$ 27,500	$ 27,500
Receipts over (under) expenditures	3,707	2,519		
Unencumbered cash, beginning of year	24,734	28,441	$ 22,500	$ 5,941
Unencumbered cash, end of year	$ 28,441	$ 30,960		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

SPECIAL HIGHWAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Shared receipts:				
State of Kansas - gas tax	$ 54,252	$ 53,709	$ 59,550	$ (5,841)
Interest on idle funds	4,512	-	-	-
Total receipts	58,764	53,709	$ 59,550	$ (5,841)
Expenditures:				
Public works:				
Contractual services	78,188	4,500	$ -	$ (4,500)
Commodities	-	-	170,000	170,000
Total expenditures	78,188	4,500	$ 170,000	$ 165,500
Receipts over (under) expenditures	(19,424)	49,209		
Unencumbered cash, beginning of year	59,911	40,487	$ 110,450	$ (69,963)
Unencumbered cash, end of year	$ 40,487	$ 89,696		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

TRANSIENT GUEST TAX

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Shared receipts:				
Transient guest tax	$ 9,534	$ 8,293	$ 10,000	$ (1,707)
Interest on idle funds	1,139	-	-	-
Miscellaneous	11,231	115	-	115
Total receipts	21,904	8,408	$ 10,000	$ (1,592)
Expenditures:				
Community services:				
Contractual services	-	371	$ 20,000	$ 19,629
Commodities	-	3,309	30,000	26,691
Capital outlay	-	14,146	25,000	10,854
Total expenditures	-	17,826	$ 75,000	$ 57,174
Receipts over (under) expenditures	21,904	(9,418)		
Unencumbered cash, beginning of year	81,202	103,106	$ 65,000	$ 38,106
Unencumbered cash, end of year	$ 103,106	$ 93,688		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

PBC SALES TAX FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Shared receipts:				
Sales tax	$ 404,904	$ 411,469	$ 350,000	$ 61,469
Interest on idle funds	13,493	-	5,000	(5,000)
Total receipts	418,397	411,469	$ 355,000	$ 56,469
Expenditures:				
Capital outlay	4,066	263,996	$ 1,000,000	$ 736,004
Receipts over (under) expenditures	414,331	147,473		
Unencumbered cash, beginning of year	403,427	817,758	$ 645,000	$ 172,758
Unencumbered cash, end of year	$ 817,758	$ 965,231		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2025

	Special park donation	Recreation committee	Community foundation	Equipment reserve
Receipts:				
Donations	$ 500	$ -	$ -	$ -
State aid	-	-	-	-
Grant proceeds	-	-	29,934	-
Sales proceeds	-	-	-	114,776
Transfers:				
General	-	-	-	-
Trash enterprise	-	-	-	-
Sewer enterprise	-	-	-	-
Total receipts	500	-	29,934	114,776
Expenditures:				
Contractual services	-	-	-	19,801
Commodities	-	-	-	-
Capital outlay	-	-	32,475	513,524
Total expenditures	-	-	32,475	533,325
Receipts over (under) expenditures	500	-	(2,541)	(418,549)
Unencumbered cash, beginning of year	6,527	32,016	5,252	1,328,544
Unencumbered cash, end of year	$ 7,027	$ 32,016	$ 2,711	$ 909,995

See Independent Auditor's Report.

Capital improvement	E community	MIH	HEAL Grant	Total
$ -	$ -	$ -	$ -	$ 500
-	-	254,987	91,000	345,987
-	-	-	-	29,934
-	-	-	-	114,776
241,000	-	-	-	241,000
150,000	-	-	-	150,000
100,000	-	-	-	100,000
491,000	-	254,987	91,000	982,197
-	-	-	-	19,801
365	-	-	-	365
666,246	-	254,987	91,000	1,558,232
666,611	-	254,987	91,000	1,578,398
(175,611)	-	-	-	(596,201)
869,546	4,660	-	-	2,246,545
$ 693,935	$ 4,660	$ -	$ -	$ 1,650,344

CITY OF CIMARRON, KANSAS

BOND AND INTEREST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Taxes:				
Ad valorem tax	$ 82	$ -	$ -	$ -
Delinquent tax	63	93	-	93
Vehicle tax	2,521	-	-	-
Special assessments	33,522	42,375	40,000	2,375
Interest on idle funds	4,556	-	-	-
Total receipts	40,744	42,468	$ 40,000	$ 2,468
Expenditures:				
Debt service:				
Principal	80,000	80,000	$ 80,000	$ -
Interest and commissions	11,838	11,318	11,318	-
Cash basis reserve	-	-	50,000	50,000
Total expenditures	91,838	91,318	$ 141,318	$ 50,000
Receipts over (under) expenditures	(51,094)	(48,850)		
Unencumbered cash, beginning of year	348,563	297,469	$ 296,775	$ 694
Unencumbered cash, end of year	$ 297,469	$ 248,619	$ 195,457	$ 53,162

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

PEARL LUTHER ENDOWMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024	2025
Receipts:		
Interest on idle funds	$ 797	$ 667
Expenditures	-	-
Receipts over (under) expenditures	797	667
Unencumbered cash, beginning of year	22,785	23,582
Unencumbered cash, end of year	$ 23,582	$ 24,249

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

LIGHT ENTERPRISE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Sales	$ 1,812,564	$ 1,971,476	$ 2,000,000	$ (28,524)
Interest on idle funds	33,762	-	20,000	(20,000)
Transfer:				
Equipment reserve	100,000	-	-	-
Total receipts	1,946,326	1,971,476	$ 2,020,000	$ (48,524)
Expenditures:				
Public works:				
Personal services	488,389	469,188	$ 450,000	$ (19,188)
Contractual services	200,751	145,597	210,000	64,403
Commodities	1,207,480	1,375,740	1,600,000	224,260
Reimbursed expenditures	(43)	-	-	-
Transfers:				
Capital improvement	-	-	50,000	50,000
Equipment reserve	-	-	50,000	50,000
Total expenditures	1,896,577	1,990,525	$ 2,360,000	$ 369,475
Receipts over (under) expenditures	49,749	(19,049)		
Unencumbered cash, beginning of year	485,074	534,823	$ 340,000	$ 194,823
Unencumbered cash, end of year	$ 534,823	$ 515,774		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

WATER ENTERPRISE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Sales	$ 491,650	$ 479,066	$ 500,000	$ (20,934)
Interest on idle funds	22,704	-	15,000	(15,000)
Total receipts	514,354	479,066	$ 515,000	$ (35,934)
Expenditures:				
Public works:				
Personal services	112,674	210,129	$ 180,000	$ (30,129)
Contractual services	92,967	133,605	120,000	(13,605)
Commodities	206,404	126,945	130,000	3,055
Capital outlay	-	139,730	-	(139,730)
Debt service:				
Principal	1,774	10,141	-	(10,141)
Interest and commissions	351	2,610	-	(2,610)
Transfers:				
Equipment reserve	300,000	-	250,000	250,000
Capital improvement	-	-	200,000	200,000
Total expenditures	714,170	623,160	$ 880,000	$ 256,840
Receipts over (under) expenditures	(199,816)	(144,094)		
Unencumbered cash, beginning of year	573,475	373,659	$ 365,000	$ 8,659
Unencumbered cash, end of year	$ 373,659	$ 229,565		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

TRASH ENTERPRISE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Sales	$ 315,601	$ 343,443	$ 315,000	$ 28,443
Interest on idle funds	8,718	-	2,500	(2,500)
Total receipts	324,319	343,443	$ 317,500	$ 25,943
Expenditures:				
Public works:				
Personal services	-	323	$ -	$ (323)
Contractual services	305,831	314,201	350,000	35,799
Commodities	-	-	20,000	20,000
Transfers:				
Equipment reserve	-	-	50,000	50,000
Capital improvement	-	150,000	50,000	(100,000)
Total expenditures	305,831	464,524	$ 470,000	$ 5,476
Receipts over (under) expenditures	18,488	(121,081)		
Unencumbered cash, beginning of year	207,205	225,693	$ 152,500	$ 73,193
Unencumbered cash, end of year	$ 225,693	$ 104,612		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

SEWER ENTERPRISE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Sales	$ 330,388	$ 335,376	$ 350,000	$ (14,624)
Interest on idle funds	13,100	-	5,000	(5,000)
Total receipts	343,488	335,376	$ 355,000	$ (19,624)
Expenditures:				
Public works:				
Personal services	137,105	199,799	$ 180,000	$ (19,799)
Contractual services	61,363	36,187	50,000	13,813
Commodities	23,305	32,655	50,000	17,345
Capital outlay	-	9,808	65,000	55,192
Debt service:				
Principal	74,679	84,232	74,091	(10,141)
Interest and commissions	24,527	25,600	22,990	(2,610)
Transfers:				
Equipment reserve	-	-	100,000	100,000
Capital improvement	-	100,000	100,000	-
Total expenditures	320,979	488,281	$ 642,081	$ 153,800
Receipts over (under) expenditures	22,509	(152,905)		
Unencumbered cash, beginning of year	535,116	557,625	$ 287,081	$ 270,544
Unencumbered cash, end of year	$ 557,625	$ 404,720		

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

SEWER PLANT REPLACEMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024	2025
Receipts:		
Transfer:		
Sewer enterprise	$ -	$ -
Expenditures	-	-
Receipts over (under) expenditures	-	-
Unencumbered cash, beginning of year	456,131	456,131
Unencumbered cash, end of year	$ 456,131	$ 456,131

See Independent Auditor's Report.

CITY OF CIMARRON, KANSAS

CIMARRON CITY LIBRARY
(A RELATED MUNICIPAL ENTITY)

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2025

	General	Special purpose Friends of the Library fund	Total
Receipts:			
Transfer from City of Cimarron	$ 254,384	$ -	$ 254,384
Gray County Library Board	17,837	-	17,837
State of Kansas	1,692	-	1,692
Grants	3,174	-	3,174
Fines, photocopies and other charges	1,879	-	1,879
Donations and memorials	4,684	14,370	19,054
Interest	6,143	11	6,154
Other	3,893	64	3,957
Total receipts	293,686	14,445	308,131
Expenditures:			
Salaries and payroll taxes	186,609	-	186,609
Books and periodicals	13,023	-	13,023
Supplies	4,926	-	4,926
Audios and videos	6,519	-	6,519
Computer software	5,126	-	5,126
Utilities	3,839	-	3,839
Repairs and maintenance	9,696	-	9,696
Dues and contracts	15,896	-	15,896
Contractual services	5,683	-	5,683
Grant/program expense	3,740	-	3,740
Miscellaneous	1,505	-	1,505
Total expenditures	256,562	-	256,562
Receipts over (under) expenditures	37,124	14,445	51,569
Unencumbered cash, beginning of year	216,586	2,652	219,238
Unencumbered cash, end of year	$ 253,710	$ 17,097	$ 270,807

See Independent Auditor's Report.

Schedule 3

CITY OF CIMARRON, KANSAS

AGENCY FUNDS

SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the Year Ended December 31, 2025

Fund	Beginning cash balance	Receipts	Disbursements	Ending cash balance
RHID 1	$ 6,953	$ 20,250	$ -	$ 27,203
RHID 2	-	140	-	140
	$ 6,953	$ 20,390	$ -	$ 27,343

See Independent Auditor's Report.