City of Lenexa
Kansas



ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Year Ended
December 31, 2025
Prepared by the Finance Department

Lenexa
KANSAS

TABLE OF CONTENTS

Part I - INTRODUCTORY SECTION

Transmittal Letter 5
City Organizational Chart 10
Principal Officials 11
Map of Lenexa Boundaries 12
Independent Auditors' Report 13
Management's Discussion And Analysis 17
Basic Financial Statements
Government-Wide Financial Statements:
Statement Of Net Position 28
Statement Of Activities 30
Fund Financial Statements:
Governmental Funds:
Balance Sheet 31
Reconciliation Of The Balance Sheet Of Governmental Funds To The Statement Of Net Position 33
Statement Of Revenues, Expenditures And Changes In Fund Balances 34
Reconciliation Of The Statement Of Revenues, Expenditures And Changes In Fund Balances To The Statement Of Activities 36
Proprietary Funds:
Statement Of Net Position 37
Statement Of Revenues, Expenses And Changes In Fund Net Position 39
Statement Of Cash Flows 41
Fiduciary Funds:
Statement Of Fiduciary Net Position - Pension Trust Fund 43
Statement Of Changes In Fiduciary Net Position - Pension Trust Fund 44
Notes To Basic Financial Statements 45
Required Supplementary Information
Budgetary Comparison Information:
Schedule Of Revenues, Expenditures And Changes In Fund Balances - Budget And Actual - Budget Basis - General Fund 102
Schedules Of Revenues, Expenditures And Changes In Fund Balances Budget And Actual - Budget Basis:
City Center TIF Fund 104
Debt Service Fund 105
Note To Budgetary Comparison Information 106
Schedule Of Changes In The City's Net Pension Liability 107
City Of Lenexa Defined Benefit Pension Plan Schedule Of Contributions 108
City Of Lenexa Defined Benefit Pension Plan Schedule Of Investment Returns 109
Kansas Employees' Retirement System Schedules Of Proportionate Share Of The Net Pension Liability And Contributions 110

TABLE OF CONTENTS

Schedule Of Other Post Employment Benefits Long Term Disability Benefits Sponsored by Kansas Public Employees Retirement System 113
Schedule Of Other Post Employment Benefits Healthcare Benefits For Pre-Medicare Retirees - City Plan 114
Supplementary Information - Combining And Individual Fund Financial Statements And Schedules
Combining Balance Sheet - Nonmajor Governmental Funds 119
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances - Nonmajor Governmental Funds 120
Combining Balance Sheet - Nonmajor Special Revenue Funds 122
Combining Statement Of Revenues, Expenditures And Changes In Fund Balances - Nonmajor Special Revenue Funds 132
Special Highway Fund 137
Special Alcohol Control Fund 138
Special Parks And Recreation Fund 139
Tourism And Convention Fund 140
Neighborhood Revitalization District Fund 141
Parks And Recreation Impact Fee Zone 1 Fund 142
Parks And Recreation Impact Fee Zone 2 Fund 143
Parks And Recreation Impact Fee Zone 3 Fund 144
Street Tree Zone 1 Fund 145
Street Tree Zone 2 Fund 146
Street Tree Zone 3 Fund 147
TIP Zone 1 Fund 148
TIP Zone 2 Fund 149
TIP Zone 3 Fund 150
City Center East TIF Debt Service Fund 151
Mining TIF District Fund 152
Ridgeview Mining TIF District Fund 153
Orchard Corners CID Fund 155
Prairie Creek CID Fund 156
Quivira 95 CID Fund 157
Greystone Plaza CID Fund 158
Living Spaces CID Fund 159
City Center East #1 CID Fund 160
City Center East #2 CID Fund 161
I-35 & 95th Street TIF Fund 162
Springhill Suites CID Fund 163
Candlewood Suites CID Fund 164
Holiday Inn Express CID Fund 165
Sonoma Plaza CID Fund 166
Lenexa City Center Area E CID Fund 167
Lenexa Point CID Fund 168
Retreat on the Prairie CID Fund 169

TABLE OF CONTENTS

Jayhawk Ridge CID Fund 170
Ten Ridge CID Fund 171
Renner 87 CID Fund 172
Central Green CID Fund 173
City Center Area A CID Fund 174
Midas Dual Hotel CID 175
Debt Service Reserve TIF Fund 176
Combining Statement Of Net Position – Internal Service Funds 177
Combining Statement Of Revenues, Expenses And Changes In Fund Net Position - Internal Service Funds 178
Combining Statement Of Cash Flows - Internal Service Funds 179

Part III - STATISTICAL SECTION (Unaudited)

Net Position By Component Last Ten Fiscal Years 181
Changes In Net Position Last Ten Fiscal Years 183
Fund Balances, Governmental Funds Last Ten Fiscal Years 187
Changes In Fund Balances, Governmental Funds Last Ten Fiscal Years 189
Governmental Fund Types Revenues By Source Last Ten Fiscal Years 193
Assessed Value And Actual Value Of Taxable Property Last Ten Fiscal Years 195
Direct And Overlapping Property Tax Rates Last Ten Fiscal Years 196
Principal Property Tax Payers Current Year And Nine Years Ago 198
Sales Tax Rates Last Ten Fiscal Years 199
Property Tax Levies And Collections Last Ten Fiscal Years 200
Ratios Of Debt Outstanding 201
Ratios Of General Obligation Debt Outstanding Last Ten Fiscal Years 202
Direct And Overlapping Governmental Activities Debt 203
Legal Debt Margin Last Ten Fiscal Years 204
Demographic And Economic Statistics Last Ten Fiscal Years 205
Principal Employers Current Year And Nine Years Ago 206
Full-Time Equivalent City Government Employees By Function/Program Last Ten Fiscal Years 207
Capital Asset Statistics By Function Last Ten Fiscal Years 208
Operating Indicators By Function Last Ten Fiscal Years 209

June 12, 2026

The Honorable Mayor, City Council, Citizens,
Taxpayers and Other Interested Parties
City of Lenexa, Kansas

Introduction

The Annual Comprehensive Financial Report of the City of Lenexa (the City) for the fiscal year ended December 31, 2025 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the government. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included, which includes management's discussion and analysis.

Generally Accepted Accounting Principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors.

The Financial Reporting Entity

The Governmental Accounting Standards Board (GASB) has established the criteria to determine the financial reporting entity for a municipal government's financial report. Therefore, the City used these criteria to examine the relationship of the City to other associated but legally separate entities to determine if their inclusion in this report would be necessary to fairly present the financial position of the City. These criteria generally have to do with financial benefit or burden and levels of influence over the activities of these organizations. Management has determined that no such separate entities met the definition that would require these entities to be included in this report. The financial reporting entity includes all funds of the City.

Government Structure

The town of Lenexa was platted in August 1869 and became a city of the first class on December 1, 1980. The City operates under a Mayor-Council form of government with the addition of a City Manager. The Mayor is elected on an at-large, nonpartisan basis and serves a four-year term. The eight Council members are elected (nonpartisan) by ward and serve four-year terms of office. An election for Council members is held every odd-numbered year, with one representative from each of the four wards being chosen at each election.

The City provides a full range of services, including police and fire protection, emergency preparedness, street and storm drainage maintenance, comprehensive recreation and cultural events, planning and zoning management, and general administrative services.

Economic Condition and Outlook

Lenexa is located in Johnson County, Kansas, approximately 12 miles from downtown Kansas City, Missouri. Lenexa occupies a strategic location within the metropolitan area. Its superior position at the intersection of several

major transportation routes has been a major factor in the City's growth and development, particularly for high-quality business park development.

Lenexa's commercial and residential construction decreased from $490.0 million to $394.1 million in 2025 (a decrease of 19.6%). In 2025, a total of 165 permits were issued for single family homes and a grand total of 2,838 building permits for residential and commercial were issued.

The number of new businesses that located in Lenexa in 2025 is 249.

Lenexa's current population is 60,171 with a projected population for year 2029 of 61,877.

The City's 2025 assessed valuation increased to $2,073,251,370 (including motor vehicles and recreational vehicles) from $1,936,104,050 in 2024, a 7.1% increase.

Major Initiatives

2025 Initiatives and Highlights

The 2025 Pavement Management Program resurfaced about 60 lane miles of both neighborhood and streets and major thoroughfares to help maintain their life.

In 2025 we invested $4.5 million to address 3.6 miles of failing streets with our Pavement Reconstruction Program, which rebuilds streets that are past their useful life and not a good candidate for surface treatments.

The Lenexa Old Town Activity Center opened in the summer of 2025. This $12.0 million facility is located in the heart of Old Town Lenexa at the corner of Santa Fe Trail Drive and Pflumm Road. This enhanced facility serves residents of all ages with expanded recreation, enrichment and social opportunities.

The Stormwater Infrastructure Replacement Program lined 3,848 feet of pipe and completely replaced 2,112 feet of pipe in 2025.

Future/Planned Initiatives

The Governing Body's guiding principles are as follows:

- Superior Quality Services: Ensure that City Services are provided efficiently and effectively in ways that create a safe,clean and attractive community for residents, businesses, and visitors.
- Prudent Financial Management: Provide exceptional value in public investments by committing to structural fiscal balance in operational and capital activities while upholding transparent finance and budgeting processes.
- Strategic Community Investment: Purposefully invest in high-quality infrastructure, facilities, programs, and initiatives across all areas of the community.
- Extraordinary Community Pride: Celebrate Lenexa's history and reputation as a visionary community and use that heritage to instill future generations with the pride that is reflected in the City's public places, plans, programs, and people.
- Inclusive Community Building: Enthusiastically engage the public in community initiatives and visioning, including intentionally seeking input and ideas from a diverse assembly of stakeholders.
- Responsible Economic Development: Fortify the city's economic base by encouraging high-quality private development as well as fostering economic opportunity through thoughtful planning processes and the judicious use of economic development investment programs.
- Sustainable Policies and Practices: Lead by example in implementing sustainable and resilient practices where financially and operationally practicable as well as enact community-wide policies and strategies that motivate both residents and businesses to do so when reasonable.
- Values-Based Organizational Culture: Create an organization that reflects the community's diversity and fosters a superior culture by employing, supporting, and rewarding professionals who make decisions with integrity, deliver results through teamwork, provide exceptional service, lead into the future with vision, are dedicated to excellence, and who truly care about Lenexa.

Financial Information

The 2025 operating budget includes appropriate contingency funding to meet unexpected requirements that may arise during the year. Specifically, there is a contingency amount budgeted in the General Fund, and unallocated resources are available in the Capital Improvement Fund and other funds, which include the Municipal Buildings Fund and the Capital Acquisition Fund.

Internal Control Structure and Budgetary Controls

Management of the City is responsible for establishing and maintaining internal control designed to ensure that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Governing Body. Activities of the General Fund, certain Special Revenue Funds, Enterprise Funds and Debt Service Fund are included in the annual appropriated budget. Project length financial plans are prepared by City staff and adopted by the Governing Body for all capital projects accounted for in the Capital Projects Funds. The level at which expenditures cannot legally exceed the appropriated amount is the fund level. The level of budgetary control is established within the individual funds. The City also maintains an encumbrance accounting system as one method of accomplishing budgetary control. Unencumbered amounts lapse at year end.

As demonstrated by the statements and schedules included in the Financial Section of this report, the City continues to meet its responsibility for sound financial management.

Single Audit

The City of Lenexa is usually subject to Single Audit requirements in conformity with the provisions of the Single Audit Amendments of 1996 and U.S. Office of Management and Budget (OMB) Uniform Guidance Subpart F, Audit Requirements. As a recipient of federal, state, and local financial assistance, the City also is responsible for ensuring that an adequate internal control structure is in place to maintain compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the City.

Other Information

Independent Audit

Kansas Statutes Annotated 75-1122 requires an annual audit of the books of account, financial records, and transactions of all administrative departments of the City by independent certified public accountants. The accounting firm of RubinBrown LLP was selected by the Governing Body.

Budgetary Information

The Chief Financial Officer is responsible for establishing budget controls to prevent expenditures from exceeding budgetary limits. The Finance Department will establish budget rollup limits for each department or fund as part of the annual budget process. Departments are responsible for managing within the budgetary limits established for their operating budgets. Departments are also responsible for anticipating potential budget overages and should work with the Finance Department to address any potential budget overages.

For non-budgeted funds, the Finance Department may establish internal budget rollup limits as needed to manage expenditures and prevent negative cash balances in the funds. Departments are responsible for managing within any internal budget limits established for non-budgeted funds.

K.S.A 79-2929a establishes the process for amending the budget of any fund included in the adopted budget. Any proposed increase in expenditures for a fund shall be balanced by previously unbudgeted increases in revenue other than ad valorem property taxes. The Finance Department shall coordinate the submission of any proposed budget amendments to the Governing Body for review and approval. City departments shall provide sufficient notice to the Finance Department on any budget adjustments that could potentially create the need for a formal budget amendment during the fiscal year.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) has awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Lenexa for its annual financial report for 45 consecutive years (each of the fiscal years ended December 31, 1978 through 2024).

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized annual financial report, whose contents conform to program standards. Such reports must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe this current report continues to conform to the Certificate of Achievement program requirements, and we are submitting this report to the GFOA to determine its eligibility for another certificate.

In addition, the government also received the GFOA's Distinguished Budget Presentation Award for its annual budget for the fiscal year beginning January 1, 2025. The City has received the Distinguished Budget Presentation Award since 1990. In order to receive this award, a governmental unit must publish a budget document that meets program criteria as a policy document, as an operations guide, as a financial plan and as a communications medium.

Acknowledgments

The preparation of the annual financial report on a timely basis was made possible by the dedicated service of the entire Finance Department staff. Each staff member has our sincere appreciation for their work in preparation of this report.

In closing, without the leadership and support of the Governing Body of the City of Lenexa, preparation of this report would not have been possible.

Sincerely,



Rebecca Yocham
City Manager



Nathanael Blum
Chief Financial Officer

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Lenexa
Kansas

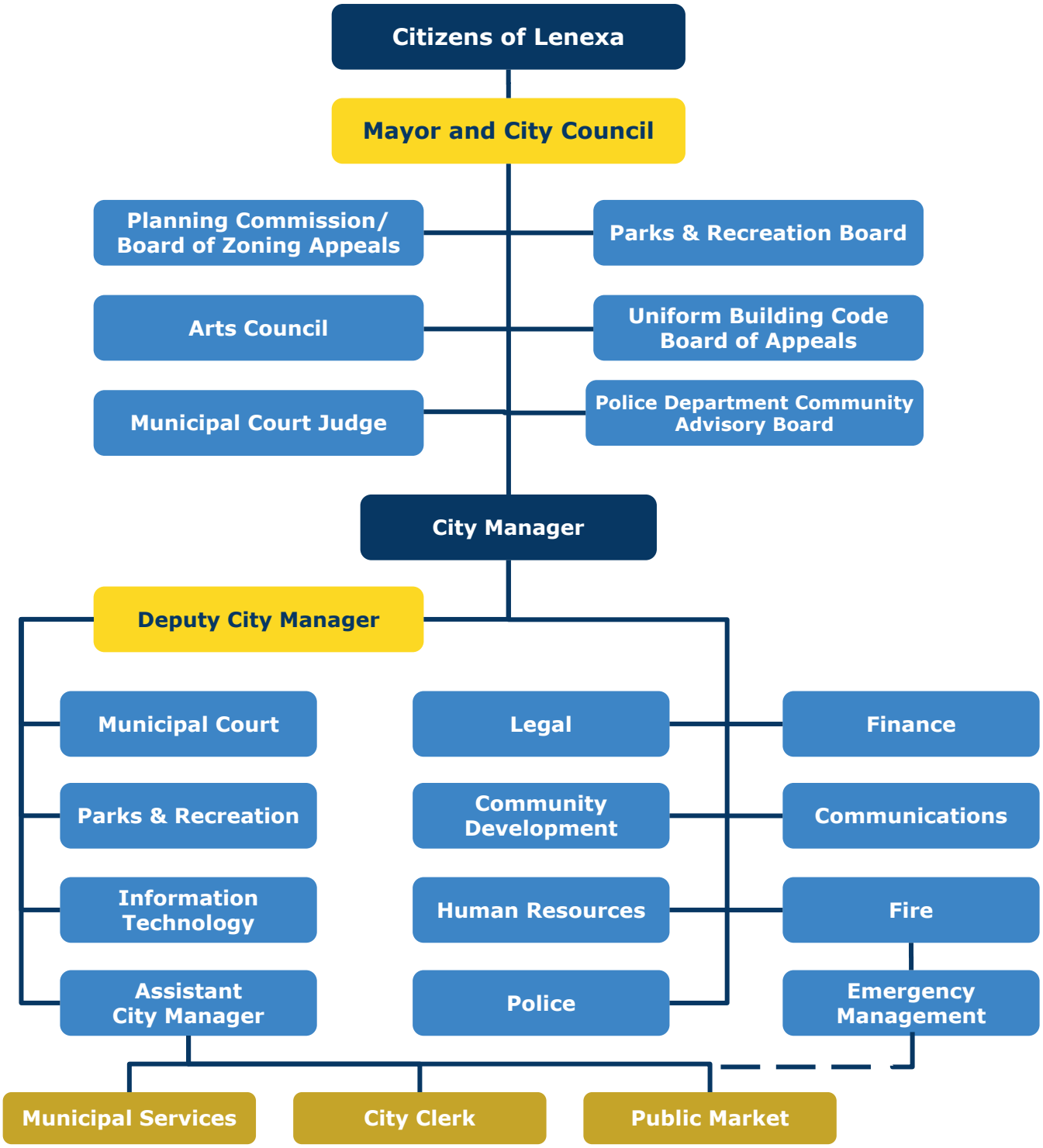
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2024

Christopher P. Morrill

Executive Director/CEO

CITY OF LENEXA
Organizational Chart
(Population 60,171)



LIST OF PRINCIPAL OFFICIALS

Mayor
Julie Sayers

City Council
John Handley

Courtney Eiterich

Bill Nicks

Mark Charlton

Avery Bell

Chelsea Williamson

Craig Denny

Chris Herron

City Manager
Rebecca Yocham

Deputy City Manager
Todd Pelham

Assistant City Manager
Michael Nolan

Finance Department

Nathanael Blum, Chief Financial Officer

Megan Sterling, Assistant Chief Financial Officer

Justine Kubicki, Accounting Manager

Jill Grube, Financial Accountant

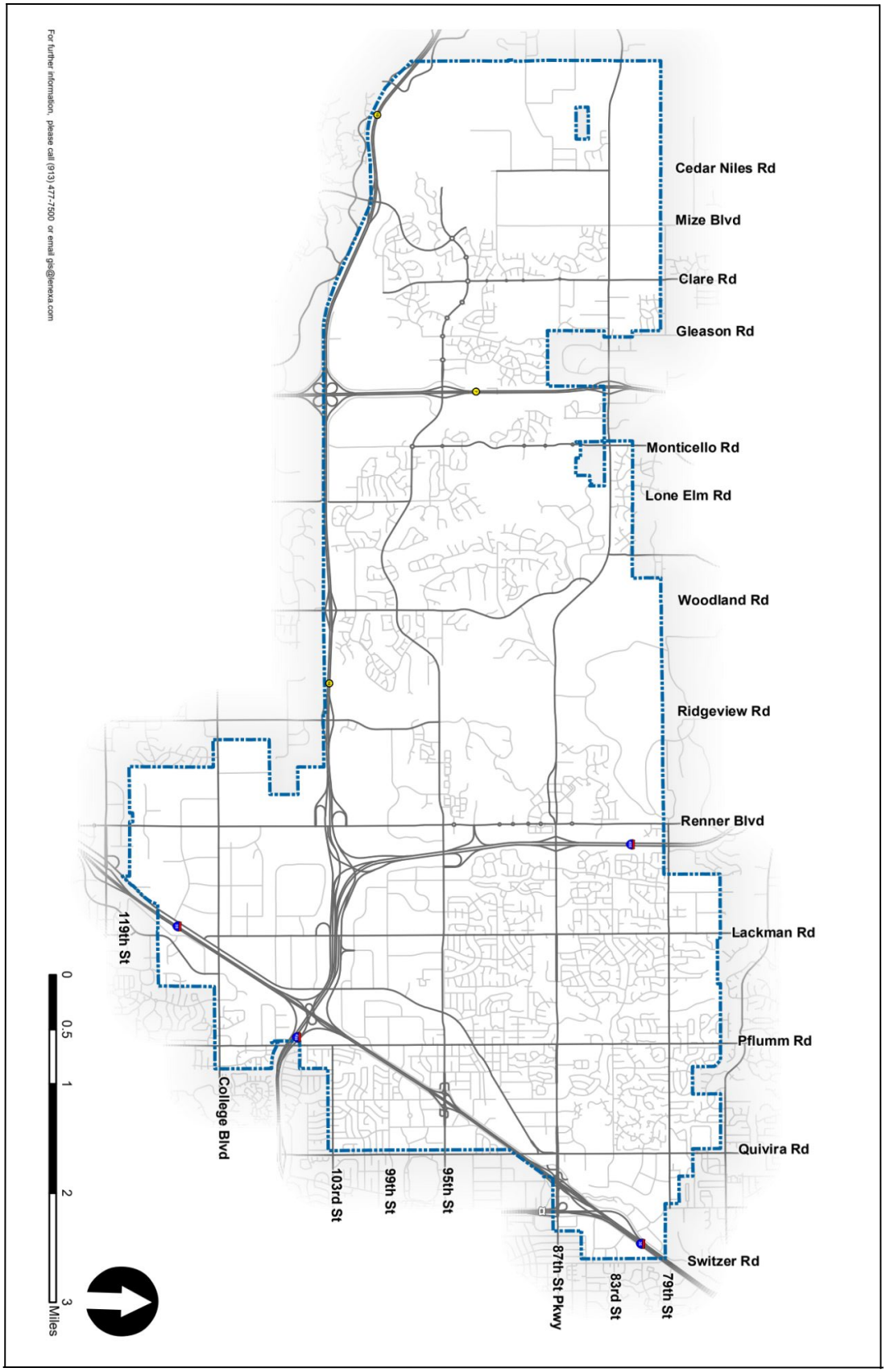
Lan Nguyen, Financial Accountant

Colter Stevenson, Senior Budget & Financial Analyst

Melanie Boyda, Accountant

Armazell Stanley, Senior Payroll Administrator

MAP OF LENEXA BOUNDARIES



RubinBrown

1200 Main Street
Suite 1000
Kansas City, MO 64105

T: 816.472.1122
E: info@rubinbrown.com
www.RubinBrown.com

CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

Independent Auditors' Report

The Honorable Mayor and
Members of the City Council
City of Lenexa, Kansas

Report On The Audit Of The Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of City of Lenexa, Kansas, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City of Lenexa, Kansas' basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Lenexa, Kansas, as of December 31, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America (GAAP).

Basis For Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditors' Responsibilities For The Audit Of The Financial Statements section of our report. We are required to be independent of the City of Lenexa, Kansas 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 audit opinions.

RubinBrown LLP is a member of the global network of Baker Tilly International Ltd., the members of which are separate and independent legal entities.

The Honorable Mayor and
Members of the City Council
City of Lenexa, Kansas

Responsibilities Of Management For The Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with GAAP, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Lenexa, Kansas'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 Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 and *Government Auditing Standards* 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 statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, 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 statements.
- 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 of Lenexa, Kansas'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 statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Lenexa, Kansas's ability to continue as a going concern for a reasonable period of time.

The Honorable Mayor and
Members of the City Council
City of Lenexa, Kansas

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.

Required Supplementary Information

GAAP requires that the Management's Discussion and Analysis on pages 17 through 27, the Budgetary Comparison Information on pages 102 through 106 and the Pension and Other Post Employment Benefits schedules on pages 107 through 114 to be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Lenexa, Kansas' basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for the purposes of additional analysis and are not a required part of the basic financial statements.

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 statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Honorable Mayor and
Members of the City Council
City of Lenexa, Kansas

Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated June 12, 2026, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Lenexa, Kansas' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

RubinBrown LLP

June 12, 2026

MANAGEMENT'S DISCUSSION AND ANALYSIS

December 31, 2025

This discussion and analysis of the City of Lenexa, Kansas (the City) financial performance provides an overview of the City's financial activities for the fiscal year ended December 31, 2025. We encourage readers to consider the information presented here in conjunction with the accompanying transmittal letter, the basic financial statements and the accompanying notes to those financial statements.

Financial Highlights

The City's total assets and deferred outflows of resources exceeded its total liabilities and deferred inflows of resources at the end of 2025 by $761,243,330. Of this amount, $70,077,208 is unrestricted net position.

The City's total long-term liabilities decreased by $14,468,796. The key factor in this decrease was the principal payments of $13,420,000 in general obligation bonds.

Capital assets increased by $13,152,192 due to $18,124,745 in infrastructure additions, (including donated capital assets from developers of $4,929,218) net increase of construction in progress of $8,974,586 and non-infrastructure capital asset additions and retirements of $98,748,499 and net depreciation of $20,525,949.

At the end of 2025, the fund balance for the General Fund was $44,503,918.

The Basic Financial Statements

The Basic Financial Statements of the City include the Government-Wide Financial Statements, the Fund Financial Statements and notes to the basic financial statements. The Notes to the Basic Financial Statements are essential for the readers' understanding of the financial statements. Required and other supplementary information is also included at the end of this report to provide additional information for the reader.

Government-Wide Financial Statements

The Government-Wide Financial Statements present the results of the City's operations using the accrual basis of accounting, the basis of accounting used by private-sector businesses. These statements focus on the long-term financial picture of the City as a whole.

The Statement of Net Position reports all of the City's assets, deferred outflows, liabilities and deferred inflows. Assets and deferred outflows less liabilities and deferred inflows equals net position, which is one way to measure the City's financial health, or financial position. Over time, the increases and decreases in net position can be monitored to determine whether the City's financial position is improving or deteriorating. Other non-financial factors necessary to assess the overall health of the City include changes in the City's property tax base and the condition of the City's capital assets (streets, building and storm drainage).

The Statement of Activities shows how the net position has changed during the fiscal year. The unique feature of this statement is how it shows the revenues and expenses related to specific programs and how much of the programs were supported by the general taxes of the City. Since this statement is prepared on the accrual basis of accounting, all revenues and expenses are included, regardless of when cash is actually received or the expense is paid.

Both statements show the operations of the City distinguished between governmental activities and business-type activities. Governmental activities are the operations and services of the City generally supported by taxes, such as Municipal Services, Police, Fire, Parks and Recreation, and General Administration.

Fund Financial Statements

The City uses three types of funds to manage its resources: Governmental Funds, Proprietary Funds and Fiduciary Funds. A fund is a fiscal entity with a set of self-balancing accounts recording financial resources, together with all related liabilities and residual equities and balances, and the changes therein. These accounting entities are separated for the purpose of carrying on specific activities or attaining certain objectives in accordance with regulations, restrictions or limitations.

Governmental Fund financial statements are prepared on the modified accrual basis. Under the modified accrual basis, revenues are recognized when they become measurable and available, and expenditures are recognized when the related fund liability is incurred, with the exception of long-term debt and other similar items, which are recorded when due. The focus, therefore, is on the short-term financial position and results of the operations reported rather than the City as a whole. Most of the City's basic operations are reported in the Governmental Fund Financial Statements. The information reported in these statements can be compared to the governmental activities information in the Government-Wide Statements. The reconciliation at the end of the fund financial statements details the relationship between the two types of financial statements.

Proprietary Funds fall into two categories: Enterprise Funds and Internal Service Funds. All Proprietary Funds are prepared on the accrual basis of accounting. Enterprise Funds are used to account for business-type transactions. Enterprise Fund statements present the same information that is in the Government-Wide Statements for business activities, only in greater detail. Currently, the City uses an Enterprise fund to account for its Stormwater, Cemetery, and Rec Center operations. Internal Service Funds are used to account for the cost of operations shared by various functions of the City. The City uses three Internal Service Funds to account for its self-insurance activities: Health Plan Fund, Risk Management Fund, and the Workers Compensation Fund. These three funds are combined into a single column on the Proprietary Fund statement. A combining statement for these funds can be found in the supplementary information. In the Government-Wide Statements, the information for these Internal Service Funds is presented as part of the governmental activities information.

Fiduciary Funds are used by the City to account for resources held by the City for the benefit of a third party. Because the resources of these funds are not available for the City's operations, they are not presented in the Government-Wide Financial Statements. The City's Fiduciary Fund is the Defined Benefit Pension Plan Fund, which is reported as a pension trust fund.

Notes To The Basic Financial Statements

The notes to the basic financial statements are an integral part of the basic financial statements since they contain valuable additional information necessary for gaining a complete understanding of the City's financial statements.

Other Information

In addition to the financial statements and the notes described above, required supplementary information regarding the City's General Fund budget and schedules of funding progress for the City's Defined Benefit Pension Plan and Other Post Employment Benefit Plan have been included to give the reader further insight into the City's funding progress. The combining statements for Nonmajor Funds are included after the required supplementary information on pension plans. Finally, the Statistical Section includes statistical data about the City.

ANALYSIS OF GOVERNMENT-WIDE FINANCIAL STATEMENTS

STATEMENT OF NET POSITION

COMBINED NET POSITION OF THE CITY AT DECEMBER 31 IS AS FOLLOWS:

	Governmental Activities		Business Type Activities		Total Primary Government	
	2025	2024	2025	2024	2025	2024
ASSETS						
Current and other assets	$ 296,296,840	281,645,034	$ 21,508,150	$ 20,604,015	$ 317,804,990	$ 302,249,049
Capital assets	$ 628,145,213	613,801,913	119,103,757	120,294,865	747,248,970	734,096,778
TOTAL ASSETS	**924,442,053**	**895,446,947**	**140,611,907**	**140,898,880**	**1,065,053,960**	**1,036,345,827**
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflow - pension	12,702,895	12,696,648	410,181	461,180	13,113,076	13,157,828
Deferred outflow - OPEB	2,735,464	3,052,047	130,650	158,829	2,866,114	3,210,876
TOTAL DEFERRED OUTFLOWS OF RESOURCES	**15,438,359**	**15,748,695**	**540,831**	**620,009**	**15,979,190**	**16,368,704**
LIABILITIES						
Long term liabilities	191,562,226	205,185,662	24,564,394	26,972,165	216,126,620	232,157,827
Other liabilities	22,092,560	18,409,478	932,497	818,641	23,025,057	19,228,119
TOTAL LIABILITIES	**213,654,786**	**223,595,140**	**25,496,891**	**27,790,806**	**239,151,677**	**251,385,946**
DEFERRED INFLOWS OF RESOURCES						
Property tax	66,204,486	59,994,156	-	-	66,204,486	59,994,156
Deferred inflow - pension	5,244,513	1,571,956	96,567	14,973	5,341,080	1,586,929
Deferred inflow - OPEB	5,848,684	4,579,269	293,852	233,308	6,142,536	4,812,577
Leases	2,595,348	3,219,323	-	-	2,595,348	3,219,323
Deferred amount on refunding	262,804	308,794	91,890	141,643	354,694	450,437
TOTAL DEFERRED INFLOWS OF RESOURCES	**80,155,835**	**69,673,498**	**482,309**	**389,924**	**80,638,144**	**70,063,422**
NET POSITION						
Net investments in capital assets	505,220,434	484,128,924	97,864,714	98,268,989	603,085,148	582,397,913
Restricted	84,420,737	75,657,578	3,660,237	3,565,306	88,080,974	79,222,884
Unrestricted	56,428,620	58,140,502	13,648,588	11,503,864	70,077,208	69,644,366
NET POSITION	**646,069,791**	**617,927,004**	**115,173,539**	**113,338,159**	**761,243,330**	**731,265,163**
TOTAL NET POSITION	**$ 646,069,791**	**$ 617,927,004**	**$ 115,173,539**	**$ 113,338,159**	**$ 761,243,330**	**$ 731,265,163**

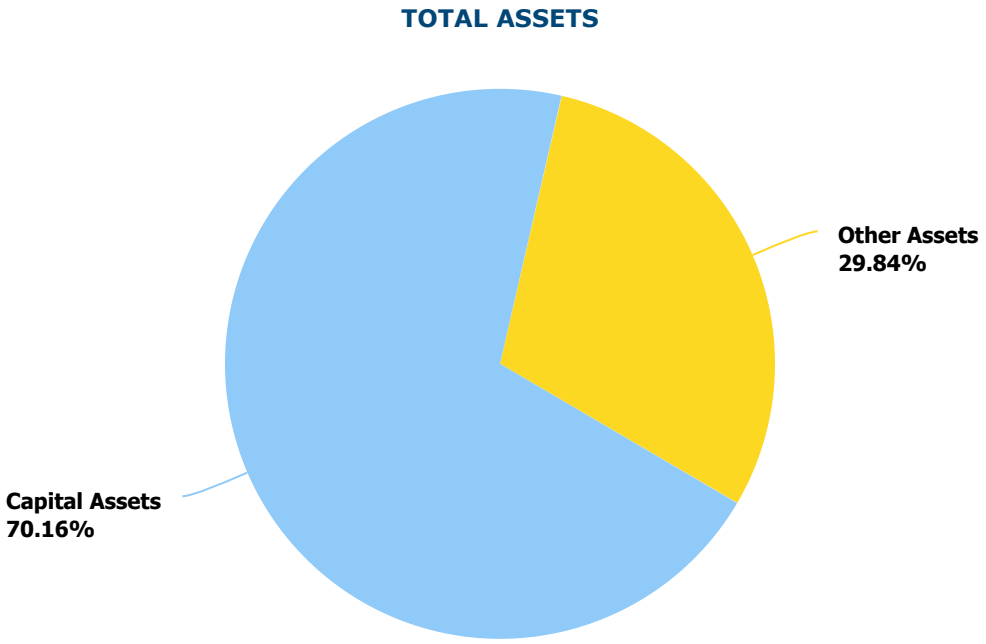
As noted earlier, net position may serve over time as useful indicators of a government's financial position. In the case of the City, assets and deferred outflows exceed liabilities and deferred inflows by $761,243,330 at December 31, 2025.

The largest portion of the City's net position, $603,085,148 (79.2%) reflects its net investment in capital assets (e.g. land, buildings, machinery and equipment) less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

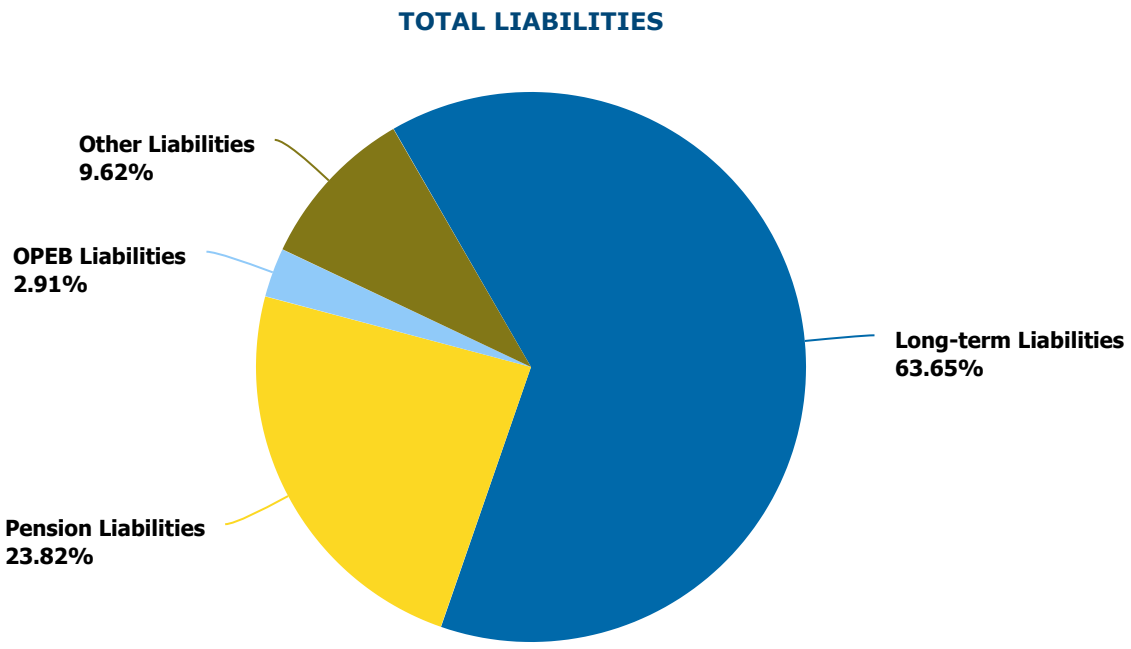
An additional portion of the City's net position $88,080,974 (11.6%) , represents resources that are subject to external restrictions on how they may be used. Unrestricted net position, which totals $70,077,208 (9.2%), represents assets that may be used to meet the government's ongoing obligations to citizens and creditors. The government's net position of its governmental activities increased by $28,142,787 or (3.8%), during the current fiscal year.

A review of the government-wide financial statement of net position reveals the following:

The City ended 2025 with a positive net position. Total assets for the City are $1,065,053,960 . Of these total assets, $747,248,970 are capital assets and $317,804,990 are other assets.



Total liabilities for the City are $239,151,677. Of these total liabilities, $152,211,609 are for long-term liabilities, $56,961,679 for net pension liability, $6,953,332 are for Other Post Employment Benefit liability, $2,178,806 for self-insurance claims payable and $20,846,251 for other liabilities. The majority of the long-term liabilities are for debt issued for major capital projects. Debt issues are never extended longer than the useful life of the project for which debt is being issued.



Total net position for the City is $761,243,330. Of this, $70,077,208 is unrestricted and $88,080,974 is restricted. Net investment in capital assets is $603,085,148.

STATEMENT OF ACTIVITIES

The following table reflects the revenues and expenses for the City's activities for the year ended December 31:

	Governmental Activities		Business Type Activities		Total Primary Government		Variance Over
	2025	2024	2025	2024	2025	2024	(Under)
REVENUES							
Program revenues							
Charges for services	$ 8,271,520	$ 8,851,233	$ 11,921,122	$ 11,596,574	$ 20,192,642	$ 20,447,807	$ (255,165)
Operating grants and contributions	1,643,853	6,837,056	-	-	1,643,853	6,837,056	(5,193,203)
Capital grants and contributions	1,509,629	7,413,383	2,624,403	1,303,333	4,134,032	8,716,716	(4,582,684)
General revenues							
Property taxes	62,650,368	66,364,815	143,556	1,736,091	62,793,924	68,100,906	(5,306,982)
Sales tax	57,349,167	54,267,650	-	-	57,349,167	54,267,650	3,081,517
Other taxes	15,872,092	15,489,033	-	-	15,872,092	15,489,033	383,059
Investment revenue	7,255,010	8,939,950	521,205	733,784	7,776,215	9,673,734	(1,897,519)
Other	1,232,908	962,453	45,724	50,401	1,278,632	1,012,854	265,778
TOTAL REVENUES	**155,784,547**	**169,125,573**	**15,256,010**	**15,420,183**	**171,040,557**	**184,545,756**	**(13,505,199)**
EXPENSES							
General government	21,325,114	23,590,043	-	-	21,325,114	23,590,043	(2,264,929)
Public safety	43,869,210	47,050,213	-	-	43,869,210	47,050,213	(3,181,003)
Municipal services	34,447,550	44,022,101	-	-	34,447,550	44,022,101	(9,574,551)
Parks and recreation	13,735,390	8,172,928	-	-	13,735,390	8,172,928	5,562,462
Economic development	10,738,937	11,780,664	-	-	10,738,937	11,780,664	(1,041,727)
Interest on long-term debt	3,439,219	3,539,221	-	-	3,439,219	3,539,221	(100,002)
Rec Center	-	-	4,933,611	4,464,712	4,933,611	4,464,712	468,899
Cemetery	-	-	37,211	24,290	37,211	24,290	12,921
Stormwater	-	-	8,536,148	8,170,993	8,536,148	8,170,993	365,155
TOTAL EXPENSES	**127,555,420**	**138,155,170**	**13,506,970**	**12,659,995**	**141,062,390**	**150,815,165**	**(9,752,775)**
Excess of revenues over expenditures	28,229,127	30,970,403	1,749,040	2,760,188	29,978,167	33,730,591	(3,752,424)
Other financing sources (uses) transfers	(86,340)	(307,939)	86,340	307,937	-	(2)	2
Change in net position	28,142,787	30,662,464	1,835,380	3,068,125	29,978,167	33,730,589	(3,752,422)
Net position - beginning, as previously reported	617,927,004	586,269,763	113,338,159	110,244,511	731,265,163	696,514,274	34,750,889
Restatement	-	994,777	-	25,523	-	1,020,300	(1,020,300)
Net position - beginning, restated	617,927,004	587,264,540	113,338,159	110,270,034	731,265,163	697,534,574	33,730,589
NET POSITION - ENDING	**$ 646,069,791**	**$ 617,927,004**	**$ 115,173,539**	**$ 113,338,159**	**$ 761,243,330**	**$ 731,265,163**	**$ 29,978,167**

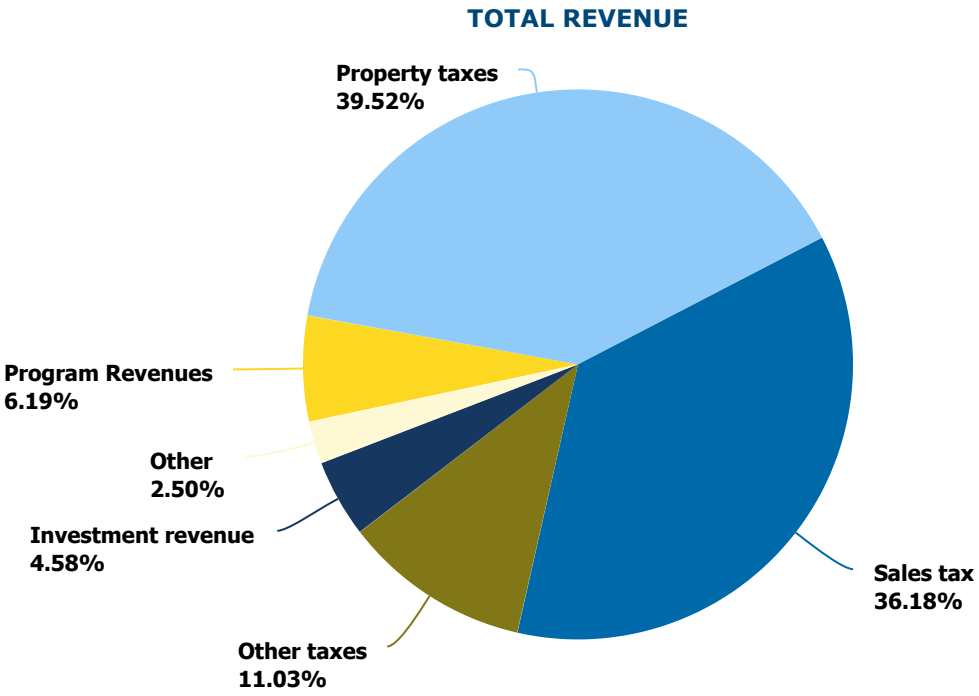
The City's net position increased for governmental activities by $28,142,787 (4.6%). Key elements of this increase are as follows:

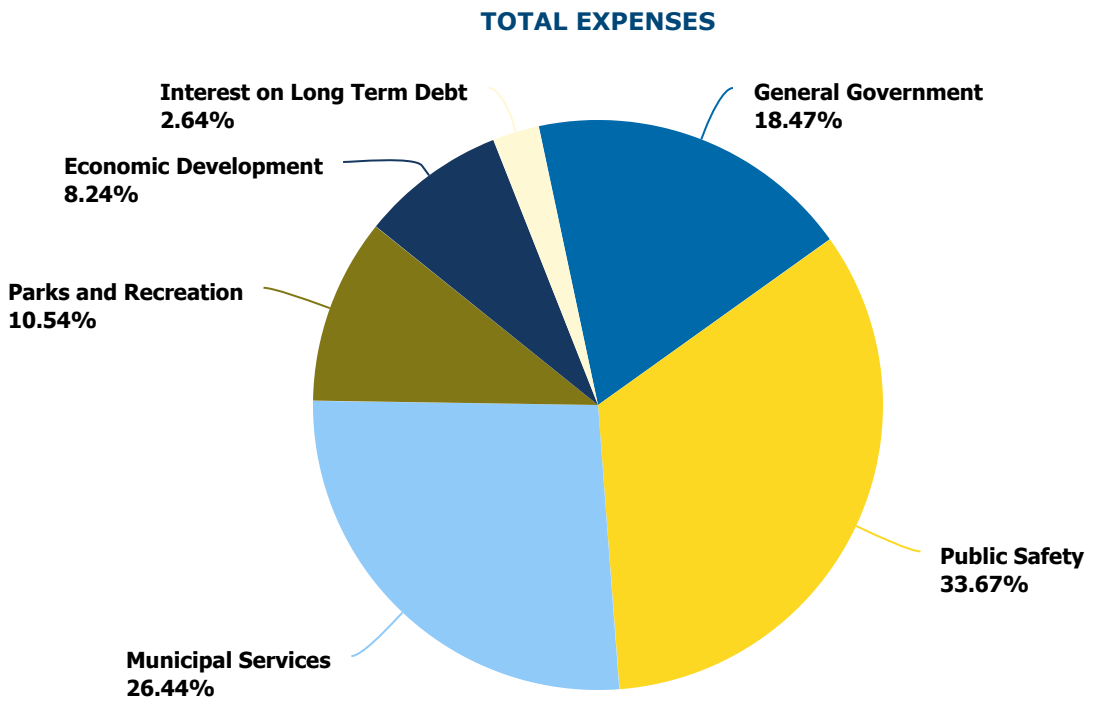
- An increase in sales tax revenue of $3.1 million primarily due to an increase in wholesale club spending and groceries.
- In 2025 property tax revenue decreased by $3.7 million primarily due to a decrease in special assessments from expiration.
- In 2025 the City's long term liabilities for General Obligation Bonds decreased by $13.4 million primarily due to the retirement of $13.4 million in general obligation bonds.

The City's net position increased for business-type activities by $1,835,380. The key elements of this increase is as follows:

- An increase of $0.4 million in stormwater expenses due to the completion of stormwater projects in 2025.
- An increase of $0.3 million in charges for services revenue primarily related to a record number of Rec Center memberships.
- An increase of $0.4 million in capital grants and contributions of stormwater infrastructure.

The government-wide statement of activities indicates the major sources of program revenues are capital grants and contributions. General revenues comprised 93.8% of total revenues for governmental activities. Property taxes are the largest general revenue source for governmental activities amounting to 39.5% followed closely by Sales tax amounting to 36.2% of general revenues.





For purposes of the above graph, only governmental activities are included. In addition, the capital grants and contributions amounts of $1.5 million have not been included in the net costs of services. The total cost of services for 2025 was $130.3 million; however, $8.3 million was funded by charges to users directly benefiting from the services. Of the remaining $122.0 million for cost of services, $120.0 million of these services was funded primarily through property taxes and sales taxes with $37.0 thousand being funded by operating grants.

Analysis Of The Fund Financial Statements

Governmental Funds

The City's governmental fund statements can be found on pages 31 to 36 of the basic financial statements. As stated earlier, these statements are presented on the modified accrual basis. Reconciliation to the Government-Wide Financial Statements has been provided with these fund statements. The Governmental Funds ended fiscal year 2025 with an increase in fund balance.

The General Fund is the main operating fund of the City. The fund balance of the General Fund at December 31, 2025 was $44,503,918. This represents a decrease of $5,511,662 or a 11.0% decrease over the previous year's balance which is primarily due to a decrease of $5.0 million in transfers out. Property tax revenues increased $1,462,072 due to an increase in assessed valuation of 5.9% and mill levy reduction of 0.511 mills. Sales and compensating use tax revenue increased $0.7 million or 1.3%. Excluding refunds and one-time payments received in 2025, City sales tax revenues decreased by $1.5 million or 6.2% compared to 2024. The investment earnings in the general fund decreased $0.5 million or 10.4%compared to 2024.

The fund balance of the Debt Service Fund at December 31, 2025 was $11,028,425. This represents an increase of $4,460,342 or a 67.9% increase over the previous year's balance. The increase is primarily due to a 4.8% increase in property tax revenue, driven by rising local real estate values and new development within the City, along with no new debt issuance in 2025 Additionally, the City's share of the Countywide Public Safety Sales Tax III was dedicated to the Lenexa Justice Center Project and collections were transferred to the Debt Service Fund in 2025. All of the Debt Service Fund balance is reserved for the payment of debt service expenditures

and is anticipated to be spent down in the next few years. However, fund balance in the Debt Service Fund will remain at or above policy levels.

The fund balance of the Capital Improvement Fund at December 31, 2025 was $57,428,194. This represents an increase of $2,663,182 or a 4.9% increase over the previous year's balance. This increase is primarily the result of anticipated funding for major capital improvement projects.

The fund balance of the Street Improvement Fund will vary on a year-to-year basis depending on what capital projects are in process, the cost of those projects and the various funding sources for those projects. The fund balance of the Street Improvement Fund at December 31, 2025 was $15,567,376. This represents a decrease of $2,402,553 or a 13.4% decrease over the previous year's balance. This decrease is due to the completion of major street projects in 2025.

The fund balance of the Municipal Buildings Fund at December 31, 2025 was $7,790,343. This represents a decrease of $1,376,650. This decrease is primarily due to the completion of the Lenexa Justice Center which opened for service during 2025.

The fund balance of the City Center TIF Fund at December 31, 2025 was $8,902,805. This represents an increase of $1,680,411 or a 23.3% increase. This increase is due to the increase in valuation for the property in the TIF District.

Proprietary Funds

Proprietary funds are used to account for activities that are similar to those found in the private sector. The measurement focus used is the economic resources measurement focus. Enterprise funds are used to account for the operations that are financed and operated in a manner similar to private business enterprises where the intent of the government body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The City reports the Stormwater Fund, Cemetery Fund, and the Rec Center Fund as Enterprise Funds. All activities necessary to provide such services are accounted for in these funds, including administration, operations, maintenance, financing and related debt service.

The Internal Service Funds information is included with the governmental activities information on the Government-Wide Statements. Any asset, revenue, and/or expense fluctuations have been discussed in the Government-Wide Statement section.

General Fund Budgetary Highlights

The legally adopted budget for the General Fund was not amended by the Governing Body during 2025. However, departments within the City are allowed to transfer budget between line items and between activities within a department. Revenues were greater than budgetary estimates by $1.8 million and expenditures were less than budgetary estimates by $0.3 million. Revenues increased in the general fund by $2.5 million over the prior year. Expenditures increased $3.5 million while transfers out to other funds decreased $5.0 million.The following are major budgetary highlights of the general fund for the 2025 fiscal year:

- Total tax revenue was $103.4 million, which was $0.1 million more than the budget estimate of $103.3 million. This is due to a reduction in sales and use tax revenue from state sales tax exemptions at the beginning of 2025.
- Licenses and permits revenue was $2.5 million, which was a decrease of $0.3 million less than the budget estimate due to a decrease in development activity following a record year in 2024.
- An increase of $3.5 million in operating expenses for the General Fund due to increases in employee compensation and costs of goods and services.

Capital Asset and Debt Administration

Capital Assets

The total amount of capital assets for the City at December 31, 2025 was $746,549,805 net of accumulated depreciation. This investment of capital assets includes land, buildings, improvements, vehicles and equipment, park facilities, storm sewers, bridges and streets. The following chart breaks down the City's capital asset balance, net of accumulated depreciation, into the various categories of assets.

	Governmental Activities	
	2025	2024
Land	$ 25,689,156	$ 25,322,049
Buildings	143,750,021	145,598,155
Machinery and equipment	16,636,371	14,500,117
Other capital, depreciable	5	850
Other capital, non-depreciable	446,700	411,700
Infrastructure, depreciable	423,026,340	419,898,817
Construction in progress	14,301,564	5,326,978
Leases	2,650,497	1,252,228
Subscriptions	1,644,559	1,491,018
TOTAL	**$ 628,145,213**	**$ 613,801,912**

	Business-Type Activities	
	2025	2024
Land	$ 1,042,499	$ 1,042,499
Buildings	24,258,783	25,387,100
Machinery and equipment	1,422,653	1,585,580
Other capital, non-depreciable	98,800	98,800
Infrastructure, depreciable	92,224,450	92,179,637
Construction in progress	-	-
Leases	56,572	1,250
TOTAL	**$ 119,103,757**	**$ 120,294,865**

Major capital events during the fiscal year included the following:

- The $12 million transformation of the Lenexa Community Center and Senior Center campus into the Old Town Activity Center was completed. Key improvements include two new rooms, enhanced accessibility, expanded senior program areas, updated restrooms, and locker rooms with a refurbished building facade.
- In 2025 the Pavement Management Program completed nearly 60 lane miles of road improvements, resurfaced three public parking lots, and added 72 ADA ramps, helping keep Lenexa's transportation system safe, reliable and accessible
- Construction began on the Ad Astra pool renovation. This $10.3 million project also includes renovation of the nearby park shelter and restrooms open year round.
- The $8.1 million 99th and Clare Road project was completed in 2025, constructing 99th Street as a four-lane divided highway and the easternmost two-lanes of asphalt on Clare Road.
- The existing corrugated metal pipe was replaced with the $2.7 million 113th Street and Lakeview Avenue Stormwater project.

Additional information can be found in Note 5 of this report.

Debt Administration

At December 31, 2025, the City had a number of debt issues outstanding. These issues include $132,285,000 of general obligation bonds and special assessment debt backed by the full faith and credit of the City. This balance represents a $13,420,000 net decrease over the 2024 balance. This $13,420,000 net decrease is due to the principal payment of $13,420,000 on existing and refunded bonds. No new bonds were issued in 2025. The City maintained its bond rating from Standard and Poor's of AAA and maintained an Aaa bond rating from Moody's Investors Service, Inc. on general obligation bond issues. Under current state statutes, the City's bonded debt issuances are subject to a legal limitation based on a percentage of the assessed valuation of real estate and personal property. As of December 31, 2025, the total general obligation debt of $132,285,000 was well below the City's legal limit of $621,975,411. A summary of outstanding debt is as follows:

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
General obligation bonds	$ 111,180,000	$ 122,480,000	$ 21,105,000	$ 23,225,000	$ 132,285,000	$ 145,705,000
TIF revenue bonds	5,024,595	5,167,427	-	-	5,024,595	5,167,427
Employee compensated absences (net)	5,245,248	5,032,427	198,902	169,187	5,444,150	5,201,614
Net unamortized premium	8,241,085	9,212,823	1,126,749	1,272,517	9,367,834	10,485,340
Revolving loan	-	-	90,029	105,010	90,029	105,010
TOTAL LONG-TERM LIABILITIES	**$ 129,690,928**	**$ 141,892,677**	**$ 22,520,680**	**$ 24,771,714**	**$ 152,211,608**	**$ 166,664,391**

Additional information on the City's debt can be found in Note 9 of this report.

Requests For Information

This financial report is intended to give the reader a general overview of the City's finances. Questions about the information contained in this report or requests for additional information should be directed to the Chief Financial Officer, 17101 W. 87th Street Parkway, Lenexa, Kansas 66219.

STATEMENT OF NET POSITION

DECEMBER 31, 2025	Governmental Activities	Business-Type Activities	Total
ASSETS			
Deposits, including investments and restricted cash and investments	$ 182,327,440	$ 16,383,201	$ 198,710,641
Receivables (net of allowance for governmental activities of *$1,531,725*)	104,317,781	4,724,797	109,042,578
Lease receivables	2,778,570	-	2,778,570
Net pension asset	4,066,242	47,465	4,113,707
Prepaids	1,444,817	186,916	1,631,733
Capital assets:			
Nondepreciable	40,437,420	1,141,299	41,578,719
Depreciable, net	583,412,736	117,905,886	701,318,622
Leases, net	2,650,498	56,572	2,707,070
Subscriptions, net	1,644,559	-	1,644,559
Assets - other	1,361,990	165,771	1,527,761
TOTAL ASSETS	**924,442,053**	**140,611,907**	**1,065,053,960**
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflow - pensions	12,702,895	410,181	13,113,076
Deferred outflow - OPEB	2,735,464	130,650	2,866,114
TOTAL DEFERRED OUTFLOWS OF RESOURCES	**15,438,359**	**540,831**	**15,979,190**
LIABILITIES			
Accounts payable	7,201,463	243,107	7,444,570
Accrued interest payable	5,286,274	249,107	5,535,381
Accrued compensation	2,727,589	196,813	2,924,402
Other	755,204	186,166	941,370
Lease liabilities:			
Due within one year	696,980	13,247	710,227
Due in more than one year	1,945,855	44,057	1,989,912
Subscription liabilities:			
Due within one year	588,551	-	588,551
Due in more than one year	711,838	-	711,838
Self-insurance claims payable:			
Due within one year	1,797,507	-	1,797,507
Due in more than one year	381,299	-	381,299
Long-term liabilities:			
Due within one year	17,132,551	2,077,255	19,209,806
Due in more than one year	112,558,377	20,443,426	133,001,803
Other noncurrent liabilities due in more than one year:			
Net pension liability	55,260,545	1,701,134	56,961,679
OPEB liability	6,610,753	342,579	6,953,332
TOTAL LIABILITIES	**213,654,786**	**25,496,891**	**239,151,677**

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

	Governmental Activities	Business-Type Activities	(Continued) Total
DEFERRED INFLOW OF RESOURCES			
Property tax	66,204,486	-	66,204,486
Deferred amount on refunding	262,804	91,890	354,694
Deferred inflow - pensions	5,244,513	96,567	5,341,080
Deferred inflow - OPEB	5,848,684	293,852	6,142,536
Leases	2,595,348	-	2,595,348
TOTAL DEFERRED INFLOWS OF RESOURCES	**80,155,835**	**482,309**	**80,638,144**
NET POSITION			
Net investments in capital assets	505,220,434	97,864,714	603,085,148
Restricted			
Capital projects	9,452,546	-	9,452,546
Debt service	30,946,216	3,612,772	34,558,988
General government	6,544,357	-	6,544,357
Municipal services	25,483,710	-	25,483,710
Parks and recreation	6,376,434	-	6,376,434
Public safety	1,551,232	-	1,551,232
Pension	4,066,242	47,465	4,113,707
Unrestricted	56,428,620	13,648,588	70,077,208
TOTAL NET POSITION	**$ 646,069,791**	**$ 115,173,539**	**$ 761,243,330**

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

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2025		Program Revenues			Net (Expense) Revenue and Changes in Net Position		
FUNCTIONS/PROGRAMS	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
PRIMARY GOVERNMENT:							
Governmental activities:							
General government	$ 21,325,114	$ 4,144,267	$ -	$ 35,961	$ (17,144,886)	$ -	$ (17,144,886)
Public safety	43,869,210	1,646,396	37,004	12,413	(42,173,397)	-	(42,173,397)
Municipal services	34,447,550	565,871	1,606,849	1,461,255	(30,813,575)	-	(30,813,575)
Parks & recreation	13,735,390	1,914,986	-	-	(11,820,404)	-	(11,820,404)
Economic development	10,738,937	-	-	-	(10,738,937)	-	(10,738,937)
Debt service	3,439,219	-	-	-	(3,439,219)	-	(3,439,219)
TOTAL GOVERNMENTAL ACTIVITIES	**127,555,420**	**8,271,520**	**1,643,853**	**1,509,629**	**(116,130,418)**	**-**	**(116,130,418)**
Business-type activities:							
Rec Center	4,933,611	4,338,269	-	-	-	(595,342)	(595,342)
Cemetery	37,211	20,993	-	-	-	(16,218)	(16,218)
Stormwater	8,536,148	7,561,860	-	2,624,403	-	1,650,115	1,650,115
TOTAL BUSINESS-TYPE ACTIVITIES	**13,506,970**	**11,921,122**	**-**	**2,624,403**	**-**	**1,038,555**	**1,038,555**
TOTAL PRIMARY GOVERNMENT	**$ 141,062,390**	**$ 20,192,642**	**$ 1,643,853**	**$ 4,134,032**	**$ (116,130,418)**	**$ 1,038,555**	**$ (115,091,863)**
GENERAL REVENUES:							
Property taxes					62,650,368	143,556	62,793,924
Sales taxes					57,349,167	-	57,349,167
Franchise taxes					7,774,506	-	7,774,506
Motor vehicle taxes					3,996,527	-	3,996,527
Transient guest tax					1,923,851	-	1,923,851
Excise tax					704,489	-	704,489
Special liquor tax					1,472,719	-	1,472,719
Unrestricted investment gain					7,255,010	521,205	7,776,215
Miscellaneous					1,232,908	45,724	1,278,632
Transfers					(86,340)	86,340	-
TOTAL GENERAL REVENUES, AND TRANSFERS					**144,273,205**	**796,825**	**145,070,030**
Change in net position					28,142,787	1,835,380	29,978,167
Net position - beginning of year					617,927,004	113,338,159	731,265,163
Net position - ending					**$ 646,069,791**	**$ 115,173,539**	**$ 761,243,330**

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

BALANCE SHEET - GOVERNMENTAL FUNDS

DECEMBER 31, 2025

	Major Funds						Nonmajor Funds	
	General Fund	Debt Service Fund	Capital Improvement Fund	City Center TIF	Street Improvements	Municipal Buildings	Total Nonmajor Funds	Total Governmental Funds
ASSETS								
Deposits and investments	$ 39,856,974	$ 10,999,452	$ 54,770,266	$ 8,902,805	$ 15,564,650	$ 8,637,107	$ 31,874,021	$ 170,605,275
Restricted cash and investments	25,756	-	-	-	-	-	4,970	30,726
Prepaids	1,441,725	-	-	-	-	-	641	1,442,366
Special assessment receivable	-	25,199,094	-	-	-	-	-	25,199,094
Property tax receivable (net of allowance for uncollectibles)	36,328,776	7,434,009	-	13,337,090	-	-	8,750,815	65,850,690
Sales tax receivable	9,859,592	-	-	-	-	-	434,747	10,294,339
Transient guest tax receivable	-	-	-	-	-	-	485,460	485,460
Franchise tax receivable	724,036	-	-	-	-	-	-	724,036
Special highway tax receivable	-	-	-	-	-	-	402,279	402,279
Special liquor tax receivable	123,050	-	-	-	-	-	246,100	369,150
Intergovernmental receivable	-	-	159,023	-	-	-	405,928	564,951
Lease receivable	2,778,559	-	10	-	-	-	-	2,778,569
Interest receivable	80,481	28,973	206,974	-	11,182	11,873	23,285	362,768
Due from other funds	-	-	2,299,153	-	-	-	-	2,299,153
Other receivables	161,735	-	-	-	1,257,903	-	26,178	1,445,816
TOTAL ASSETS	**91,380,684**	**43,661,528**	**57,435,426**	**22,239,895**	**16,833,735**	**8,648,980**	**42,654,424**	**282,854,672**
LIABILITIES								
Accounts payable	2,297,398	-	7,232	-	1,194,959	858,637	2,567,421	6,925,647
Accrued compensation	2,724,419	-	-	-	-	-	736	2,725,155
Due to other funds	2,299,153	-	-	-	-	-	-	2,299,153
Municipal court deposits	17,069	-	-	-	-	-	-	17,069
Unearned revenue	614,603	-	-	-	-	-	123,532	738,135
TOTAL LIABILITIES	**7,952,642**	**-**	**7,232**	**-**	**1,194,959**	**858,637**	**2,691,689**	**12,705,159**

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

(Continued)

	Major Funds						Nonmajor Funds	
	General Fund	Debt Service Fund	Capital Improvement Fund	City Center TIF	Street Improvements	Municipal Buildings	Total Nonmajor Funds	Total Governmental Funds
DEFERRED INFLOWS OF RESOURCES								
Property tax	36,328,776	7,434,009	-	13,337,090	-	-	8,750,815	65,850,690
Special assessments	-	25,199,094	-	-	-	-	-	25,199,094
Leases	2,595,348	-	-	-	-	-	-	2,595,348
Other	-	-	-	-	71,400	-	282,396	353,796
TOTAL DEFERRED INFLOW OF RESOURCES	**38,924,124**	**32,633,103**	**-**	**13,337,090**	**71,400**	**-**	**9,033,211**	**93,998,928**
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**46,876,766**	**32,633,103**	**7,232**	**13,337,090**	**1,266,359**	**858,637**	**11,724,900**	**106,704,087**
Nonspendable	33,246	-	-	-	-	-	-	33,246
Restricted	-	11,028,425	4,833,942	8,902,805	8,313,670	-	26,190,711	59,269,553
Committed	404,871	-	3,380,014	-	1,945,787	879,753	853,164	7,463,589
Assigned	223,030	-	49,214,238	-	5,307,919	6,910,590	3,885,649	65,541,426
Unassigned	43,842,771	-	-	-	-	-	-	43,842,771
TOTAL FUND BALANCES	**44,503,918**	**11,028,425**	**57,428,194**	**8,902,805**	**15,567,376**	**7,790,343**	**30,929,524**	**176,150,585**
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	**$ 91,380,684**	**$43,661,528**	**$ 57,435,426**	**$22,239,895**	**$ 16,833,735**	**$ 8,648,980**	**$ 42,654,424**	**$ 282,854,672**

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

RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION DECEMBER 31, 2025		
TOTAL FUND BALANCE - GOVERNMENTAL FUNDS	**$**	**176,150,585**
Amounts Reported For Governmental Activities In The Statement Of Net Position are different because:		
Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the governmental funds: Governmental capital assets, including Lease and SBITA assets (less accumulated depreciation and amortization).		628,145,213
Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the statement of net position.		9,218,023
Some of the City's revenues, including taxes, will be collected after year end, but are not available soon enough to pay for the current period's expenditures and, therefore, are reported as deferred inflows in the fund financial statements.		25,199,094
Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and, accordingly, are not reported as liabilities within the fund financial statements. All liabilities - both current and long-term - are reported on the government-wide statement of net position. Balances as of year end are:		
Accrued compensated absences		(5,245,249)
Other post employment benefits obligation		(6,610,753)
Unamortized premium on bonds payable		(8,241,083)
Net pension asset		4,066,242
Accrued interest payable on long-term debt		(5,286,274)
Deferred amount on refunding		(262,804)
Tax increment financing bonds payable		(5,024,596)
General obligation bonds payable		(111,180,000)
Net pension liability		(55,260,545)
Deferred outflows - pension		12,702,895
Deferred inflows - pension		(5,244,513)
Deferred outflows - OPEB		2,502,653
Deferred inflows - OPEB		(5,574,496)
Deferred outflow - OPEB/KPERS		232,811
Deferred inflow - OPEB/KPERS		(274,188)
Net lease liability		(2,642,835)
Net subscription liability		(1,300,389)
TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES	**$**	**646,069,791**

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

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2025

	Major Funds						Nonmajor Funds	
	General Fund	Debt Service Fund	Capital Improvement Fund	City Center TIF	Street Improvements	Municipal Buildings	Total Nonmajor Funds	Total Governmental Funds
REVENUES								
Taxes	$103,356,827	$12,550,083	$-	$9,730,116	$-	$-	$14,598,989	$140,236,015
Intergovernmental	35,961	-	-	-	1,461,255	-	49,417	1,546,633
Licenses and permits	2,496,258	-	-	-	-	-	-	2,496,258
Charges for services	2,849,426	-	96,000	-	-	-	653,447	3,598,873
Rents and leases	779,461	-	-	-	-	-	-	779,461
Fines and forfeitures	1,246,344	-	-	-	-	-	19,324	1,265,668
Investment earnings	4,107,327	426,408	1,670,232	-	180,102	120,724	279,419	6,784,212
Miscellaneous	575,545	-	2,486	-	-	-	290,676	868,707
TOTAL REVENUES	**115,447,149**	**12,976,491**	**1,768,718**	**9,730,116**	**1,641,357**	**120,724**	**15,891,272**	**157,575,827**
EXPENDITURES								
Current:								
General government	20,508,465	-	2,455,636	-	-	-	1,207,746	24,171,847
Public safety	39,859,340	-	-	-	-	-	400,101	40,259,441
Municipal services	12,016,738	-	-	-	-	-	-	12,016,738
Parks & recreation	9,590,187	-	-	-	-	-	450,121	10,040,308
Economic development	-	-	-	5,479,946	-	-	5,258,991	10,738,937
Debt service:								
Principal retirement	-	8,625,000	2,475,000	-	-	-	342,831	11,442,831
Interest and fiscal charges	-	3,820,954	364,950	-	-	-	181,325	4,367,229

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

(Continued)

	Major Funds						Nonmajor Funds	
	General Fund	Debt Service Fund	Capital Improvement Fund	City Center TIF	Street Improvements	Municipal Buildings	Total Nonmajor Funds	Total Governmental Funds
Capital outlay:								
Municipal services	-	-	-	-	20,909,018	8,625,706	12,116,773	41,651,497
TOTAL EXPENDITURES	**81,974,730**	**12,445,954**	**5,295,586**	**5,479,946**	**20,909,018**	**8,625,706**	**19,957,888**	**154,688,828**
Excess (deficiency) of revenues over (under) expenditures	**33,472,419**	**530,537**	**(3,526,868)**	**4,250,170**	**(19,267,661)**	**(8,504,982)**	**(4,066,616)**	**2,886,999**
OTHER FINANCING SOURCES (USES)								
Issuance of leases	-	-	-	-	-	-	2,187,666	2,187,666
Issuance of subscriptions	197,203	-	-	-	-	778,752	-	975,955
Transfers in	130,402	3,929,805	32,357,987	-	17,329,357	6,834,545	10,152,293	70,734,389
Transfers out	(39,311,686)	-	(26,167,937)	(2,569,759)	(464,249)	(484,965)	(4,222,132)	(73,220,728)
TOTAL OTHER FINANCING SOURCES (USES)	**(38,984,081)**	**3,929,805**	**6,190,050**	**(2,569,759)**	**16,865,108**	**7,128,332**	**8,117,827**	**677,282**
Net change in fund balances	**(5,511,662)**	**4,460,342**	**2,663,182**	**1,680,411**	**(2,402,553)**	**(1,376,650)**	**4,051,211**	**3,564,281**
Fund balances - beginning of year	50,015,580	6,568,083	54,765,012	7,222,394	17,969,929	9,166,993	26,878,313	172,586,304
FUND BALANCES - ENDING	**$44,503,918**	**$11,028,425**	**$57,428,194**	**$8,902,805**	**$15,567,376**	**$7,790,343**	**$30,929,524**	**$176,150,585**

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

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES FOR THE YEAR ENDED DECEMBER 31, 2025		
NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS		**$ 3,564,281**
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period (excluding the internal service fund).		
Expenditure for capital assets:		
Capital outlays	28,475,111	
Depreciation expense and Amortization	(25,326,060)	
The net effect of various transactions involving capital assets is to increase net position:		
Contributions from developers	11,437,150	
Net book value of current year disposals	(242,903)	
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds:		
Change in accrued interest payable	(22,887)	
Change in employee compensated absences	(212,822)	
Change in net pension	(960,642)	
Change in other post employment benefits obligation	(302,797)	
		$ 12,844,150
Some revenues reported in the statement of activities do not provide current financial resources and, therefore, are not reported as revenues in governmental funds. Change in receivables not considered available in the fund statements:		
		$ (2,758,539)
The issuance of long-term debt provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in these statements of net position. Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also governmental funds report the effect of premiums and discounts when the debt is first issued, whereas these amounts are deferred and amortized in the statement of activities:		
Issuance of leases	(2,187,666)	
Issuance of subscriptions	(975,955)	
Lease payments	752,229	
Subscription payments	946,200	
Bond principal payment	11,300,000	
Tax increment financing revenue bond payments	142,831	
Amortization of bond premium	971,738	
Amortization of deferred amount on refunding	45,990	
		$ 10,995,367
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of all internal service funds is reported with governmental activities.		
		$ 3,497,528
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES		**$ 28,142,787**

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

STATEMENT OF NET POSITION - PROPRIETARY FUNDS

DECEMBER 31, 2025	Business-Type Activities				Governmental Activities
	Major Funds		Nonmajor Fund		
	Stormwater	Rec Center	Cemetery	Total Enterprise Funds	Internal Service Funds
ASSETS					
Current assets:					
Deposits and investments	$ 10,775,269	$ 5,214,747	$ 393,185	$ 16,383,201	$ 11,607,614
Special assessment receivable	4,630,529	-	-	4,630,529	-
Interest receivable	31,550	13,734	1,036	46,320	14,836
Intergovernmental receivable	47,948	-	-	47,948	50,179
Other receivable	-	165,771	-	165,771	-
Prepaids	81,311	105,605	-	186,916	2,451
TOTAL CURRENT ASSETS	**15,566,607**	**5,499,857**	**394,221**	**21,460,685**	**11,675,080**
Noncurrent assets:					
Capital assets - nondepreciable	1,042,499	98,800	-	1,141,299	-
Capital assets - depreciable, net	93,317,718	24,588,168	-	117,905,886	-
Net pension asset	47,465	-	-	47,465	-
Capital assets - depreciable/ amortizable net					
Right to use assets - leases, net of amortization	56,572	-	-	56,572	-
TOTAL NONCURRENT ASSETS	**94,464,254**	**24,686,968**	**-**	**119,151,222**	**-**
TOTAL ASSETS	**110,030,861**	**30,186,825**	**394,221**	**140,611,907**	**11,675,080**
DEFERRED OUTFLOWS OF RESOURCES					
Deferred outflows - pension	274,640	135,541	-	410,181	-
Deferred outflows - OPEB	86,955	43,695	-	130,650	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	**361,595**	**179,236**	**-**	**540,831**	**-**

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

(Continued)

	Business-Type Activities				Governmental Activities
	Major Funds		Nonmajor Fund		
	Stormwater	Rec Center	Cemetery	Total Enterprise Funds	Internal Service Funds
LIABILITIES					
Current liabilities:					
Accounts payable	190,160	45,630	7,317	243,107	275,817
Accrued interest payable	249,107	-	-	249,107	-
Accrued compensation	80,594	116,219	-	196,813	2,434
Self-insurance claims payable	-	-	-	-	1,797,507
Compensated absences	23,605	3,253	-	26,858	-
Current portion of long-term obligations	2,050,397	-	-	2,050,397	-
Unearned revenue	-	186,166	-	186,166	-
Lease liability	13,247	-	-	13,247	-
TOTAL CURRENT LIABILITIES	**2,607,110**	**351,268**	**7,317**	**2,965,695**	**2,075,758**
Noncurrent liabilities:					
Noncurrent portion of long-term obligations	20,386,932	56,494	-	20,443,426	-
Self-insurance claims payable	-	-	-	-	381,299
Net pension liability	1,134,089	567,045	-	1,701,134	-
Net OPEB liability	239,276	103,303	-	342,579	-
Lease liability	44,057	-	-	44,057	-
TOTAL NONCURRENT LIABILITIES	**21,804,354**	**726,842**	**-**	**22,531,196**	**381,299**
TOTAL LIABILITIES	**24,411,464**	**1,078,110**	**7,317**	**25,496,891**	**2,457,057**
DEFERRED INFLOWS OF RESOURCES					
Deferred inflows - pension	75,557	21,010	-	96,567	-
Deferred inflows - OPEB	205,421	88,431	-	293,852	-
Deferred amount on refunding	91,890	-	-	91,890	-
TOTAL DEFERRED INFLOWS OF RESOURCES	**372,868**	**109,441**	**-**	**482,309**	**-**
NET POSITION					
Net investment in capital assets	73,177,746	24,686,968	-	97,864,714	-
Restricted					
Restricted for debt service	3,565,307	-	-	3,565,307	-
Restricted for pension	47,465	-	-	47,465	-
Unrestricted	8,820,243	4,488,906	386,904	13,696,053	9,218,023
TOTAL NET POSITION	**$ 85,610,761**	**$ 29,175,874**	**$ 386,904**	**$ 115,173,539**	**$ 9,218,023**

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

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION PROPRIETARY FUND

FOR THE YEAR ENDED DECEMBER 31, 2025	Business-Type Activities				Governmental Activities
	Major Funds		Nonmajor Fund	Total Enterprise Funds	Internal Service Funds
	Stormwater	Rec Center	Cemetery		
OPERATING REVENUES					
Charges for services	$ 7,561,860	$ 4,338,269	$ 20,993	$ 11,921,122	$ 10,905,916
Property tax	143,556	-	-	143,556	-
Reimbursements from insurance companies	-	-	-	-	737,888
Miscellaneous	32,800	12,924	-	45,724	-
TOTAL OPERATING REVENUES	**7,738,216**	**4,351,193**	**20,993**	**12,110,402**	**11,643,804**
OPERATING EXPENSES					
Personal services	2,045,958	2,890,325	-	4,936,283	51,067
Contractual services	772,278	423,991	36,998	1,233,267	1,942,895
Commodities	-	405,728	213	405,941	218,149
Stormwater operations	3,200,053	-	-	3,200,053	-
Rec Center operations	-	(3,726)	-	(3,726)	-
Depreciation	1,924,098	1,217,294	-	3,141,392	-
Claims	-	-	-	-	8,804,963
TOTAL OPERATING EXPENSES	**7,942,387**	**4,933,612**	**37,211**	**12,913,210**	**11,017,074**
Operating income (loss)	**(204,171)**	**(582,419)**	**(16,218)**	**(802,808)**	**626,730**
NONOPERATING REVENUES (EXPENSES)					
Investment gain (loss)	388,572	122,164	10,469	521,205	470,798
Interest expense	(593,760)	-	-	(593,760)	-
TOTAL NONOPERATING REVENUES (EXPENSES)	**(205,188)**	**122,164**	**10,469**	**(72,555)**	**470,798**

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

	Business-Type Activities				(Continued) Governmental Activities
	Major Funds		Nonmajor Fund	Total Enterprise Funds	Internal Service Funds
	Stormwater	Rec Center	Cemetery		
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	**(409,359)**	**(460,255)**	**(5,749)**	**(875,363)**	**1,097,528**
Capital grants	875,727	-	-	875,727	-
Capital contributions	1,748,676	-	-	1,748,676	-
Transfers in	175,600	-	-	175,600	2,400,000
Transfers out	(89,260)	-	-	(89,260)	-
CHANGE IN NET POSITION	**2,301,384**	**(460,255)**	**(5,749)**	**1,835,380**	**3,497,528**
Total net position - beginning	83,309,377	29,636,129	392,653	113,338,159	5,720,495
TOTAL NET POSITION - END OF YEAR	**$85,610,761**	**$29,175,874**	**$ 386,904**	**$115,173,539**	**$ 9,218,023**

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

STATEMENT OF CASH FLOWS PROPRIETARY FUNDS

	Business-Type Activities				Governmental Activities
	Major Funds		Nonmajor Fund		
	Stormwater	Rec Center	Cemetery	Total Enterprise Funds	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash receipts from customer	$ 7,562,316	$ 4,332,853	$ 23,941	$ 11,919,110	$ 10,857,792
Cash other	795,784	122,164	10,469	928,417	-
Cash from interfund	-	-	-	-	29,961
Cash received from insurance companies	-	-	-	-	896,467
Cash payments for personnel services	(1,990,515)	(2,860,814)	-	(4,851,329)	(51,188)
Cash payments for contractual services and accounts payable	(3,932,759)	(921,633)	(29,894)	(4,884,286)	(10,841,102)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**2,434,826**	**672,570**	**4,516**	**3,111,912**	**891,930**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	175,600	-	-	175,600	2,400,000
Transfers out	(89,260)	-	-	(89,260)	-
NET CASH PROVIDED BY (USED IN) NONCAPITAL FINANCING ACTIVITIES	**86,340**	**-**	**-**	**86,340**	**2,400,000**
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Interest paid on long-term debt	(793,624)	-	-	(793,624)	-
Additions to capital assets	(161,066)	(6,520)	-	(167,586)	-
Capital grant	875,727	-	-	875,727	-
Principal paid on revolving loan	(14,980)	-	-	(14,980)	-
Lease (used in)	725	-	-	725	-
Principal paid on bonds	(2,120,000)	-	-	(2,120,000)	-
NET CASH PROVIDED BY (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES	**(2,213,218)**	**(6,520)**	**-**	**(2,219,738)**	**-**
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES					
Interest received	-	-	-	-	470,798
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	**-**	**-**	**-**	**-**	**470,798**

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

	Business-Type Activities				(Continued) Governmental Activities
	Major Funds		Nonmajor Fund		
	Stormwater	Rec Center	Cemetery	Total Enterprise Funds	Internal Service Funds
Net increase (decrease) in cash and cash equivalents	**307,948**	**666,050**	**4,516**	**978,514**	**3,762,728**
Cash and cash equivalents at beginning of year	**10,467,321**	**4,548,697**	**388,669**	**15,404,687**	**7,844,886**
	$ 10,775,269	**$ 5,214,747**	**$393,185**	**$ 16,383,201**	**$ 11,607,614**
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES					
Leases and subscriptions	68,696	-	-	68,696	-
Accounts payable and retainage	(49,484)	-	-	(49,484)	-
Contributed capital	1,748,676	-	-	1,748,676	-
NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES	**1,767,888**	**-**	**-**	**1,767,888**	**-**
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES					
Operating income (loss)	(204,171)	(582,419)	$ (16,218)	$ (802,808)	$ 626,730
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	1,924,098	1,217,294	-	3,141,392	-
Investment earnings	388,572	122,164	10,469	521,205	-
Changes in assets and liabilities:					
Other operating receivables	9,874	-	-	9,874	(20,218)
Customer receivables		(102,712)	2,000	(100,712)	158,579
Net OPEB	30,409	7,062	-	37,471	-
Compensated absences	9,518	1,318	-	10,836	-
Accounts, wages and claims payable	51,533	(12,476)	7,318	46,375	124,785
Net pension	16,652	10,622	-	27,274	-
Unearned revenue	-	17,397	-	17,397	-
Special assessment receivable	263,656	-	-	263,656	-
Interest Receivable	25,995	9,474	947	36,416	4,505
Prepaids	(81,310)	(15,154)	-	(96,464)	(2,451)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**$ 2,434,826**	**$ 672,570**	**$ 4,516**	**$ 3,111,912**	**$ 891,930**

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

STATEMENT OF FIDUCIARY NET POSITION

DECEMBER 31, 2025		Pension Trust Fund
ASSETS		
Cash and short-term investments	$	362,143
Investments at fair value:		
Domestic stocks		9,099,431
Real estate		49,975
International stocks		1,012,347
Limited partnerships		568,534
Fixed income mutual funds		6,879,682
Domestic mutual funds		14,354,930
Prepaids		750,000
TOTAL ASSETS		**33,077,042**
LIABILITIES		
Accounts payable		12,245
TOTAL LIABILITIES		**12,245**
NET POSITION RESTRICTED FOR PENSIONS	**$**	**33,064,797**

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

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FOR THE YEAR ENDED DECEMBER 31, 2025		Pension Trust Fund
ADDITIONS		
Investment income		
Net appreciation in fair value of investments	$	4,528,357
Dividends and interest		2,521
Investment expenses		(144,273)
TOTAL ADDITIONS		**4,386,605**
DEDUCTIONS		
Benefits paid		2,134,111
TOTAL DEDUCTIONS		**2,134,111**
Net increase		**2,252,494**
NET POSITION RESTRICTED FOR PENSIONS		
Net position - beginning of year		30,812,303
NET POSITION - END OF YEAR	**$**	**33,064,797**

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

NOTES TO BASIC FINANCIAL STATEMENTS

December 31, 2025

1. Summary Of Significant Accounting Policies

The following is a summary of significant accounting policies employed in the preparation of the accompanying financial statements.

Reporting Entity

The City of Lenexa, Kansas (the City) was incorporated as a city in 1907 and designated as a city of the first class on December 1, 1980, under the provisions of K.S.A. 13-101, et seq. The City operates under a Mayor-Council form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, culture and recreation, public improvements, planning and zoning, and general administrative services. The City is governed by an elected eight-member council and a mayor. As required by accounting principles generally accepted in the United States of America, these financial statements present the City's primary government. The City of Lenexa Defined Benefit Pension Plan (the Plan) is a single employer, defined benefit pension plan, as discussed further in Note 13. The Plan is a legally separate trust. The Plan is included in the City of Lenexa's financial reporting entity because it meets the requirements for inclusion as a component unit because of the City's governance of the Plan and the burden on the City to ensure the Plan is funded. In accordance with GASB Statement No. 84, Fiduciary Activities, the balances and transactions of this component unit are presented in a separate fiduciary fund (the Pension Trust Fund).

Government-Wide And Fund Financial Statements

The Government-Wide Financial Statements (that is, the Statement of Net Position and the Statement of Activities) report information on all non-fiduciary activities of the primary government. The effect of interfund activity has been removed from these statements to minimize the duplication of internal activities with the exception of interfund services provided and used. The City reports stormwater functions and a recreation center as business-type activities.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Administrative overhead charges are included in direct expenses. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported as general revenues.

Separate financial statements are provided for Governmental Funds, Proprietary Funds and Fiduciary Funds, even though the latter are excluded from the Government-Wide Financial Statements. Major individual Governmental and Proprietary Funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis Of Accounting And Financial Statement Presentation

The Government-Wide Financial Statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the Proprietary and Fiduciary Fund Financial Statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both

measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and pension costs are recorded only when payment is due.

Property taxes and special assessments, though measurable, are not available to finance current period obligations. Therefore, property taxes and special assessment receivables are recorded and deferred in the fund statements until they become available.

The City reports the following Major Governmental Funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government except those required to be accounted for in another fund.

The *Debt Service Fund* is used to account for the resources accumulated and payments made for principal and interest on long-term general obligation debt of the Governmental Funds.

The *Capital Improvement Fund* is used to account for the monies transferred from the General Fund for the purpose of financing authorized improvement projects and expenditures for machinery and equipment.

The *City Center TIF Fund* is used to account for monies received from the TIF property tax increment to finance City Center projects.

The *Street Improvements Fund* is used to account for the financing and construction of various street improvement projects within the City.

The *Municipal Buildings Fund* is used to account for the financing and construction of municipal buildings with the City.

Additionally, the City reports the following Proprietary and Fiduciary fund types:

Internal Service Funds are used to account for payments of judgments, claims, uninsured losses and health and workers compensation claims on a cost-reimbursement basis.

Enterprise Funds are used to report the City's Stormwater, Rec Center and Cemetery activities. The stormwater fund, a major fund, is used to account for the resources received from stormwater utility charges, capital charges and grant funds to provide a systematic, economical and environmentally sensitive means for managing stormwater. The Rec Center fund, a major fund, is used to account for the activities related to the rec center. The Cemetery Fund, a non-major fund, is used to account for the activities of the Lenexa Cemetery which were transferred to the City of Lenexa at the end of 2022.

The *Pension Trust Fund* is used to account for the accumulation of resources for pension benefit payments.

Proprietary Funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a Proprietary Fund's principal ongoing operations.

The principal operating revenues of the stormwater fund are utility charges to customers and other capital charges. Operating expenses include the costs of operating and maintaining the system, administrative expenses and depreciation on capital assets. The principal operating revenues of the rec center fund and cemetery fund are charges to customers. Operating expenses include the costs of operating and maintaining the rec center and the cemetery. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

Deposits And Investments

The City temporarily pools available idle funds for the purpose of increasing revenue through investment activities. Each funds portion of this pool is displayed on the financial statements as Deposits, including investments. Interest earned on this pool is allocated to various funds on the basis of the funds average month end cash balance. The deposits and investments of the pension trust fund are held separately from those of other City funds.

Investments are reported at fair value in accordance with Governmental Accounting Standards Board (GASB) Statement No. 72, *Fair Value Measurement and Application*.

The City typically invests available cash in demand deposits, time deposits and U.S. Government securities with maturities of twenty-four months or less. The average yield on investments during the year was 4.19% and the amount of investment gain was $7,776,215.

For the statement of cash flows purposes, the City considers demand deposits and investments purchased with an original maturity of three months or less, which are not limited as to use, to be cash and cash equivalents.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar-year basis and are levied and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing the taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, 2025, such taxes are a lien on the property and are recorded as taxes receivable, net of anticipated delinquencies, with a corresponding amount recorded as deferred inflows on the balance sheets of the appropriate funds and the government-wide statements of net position. In addition, amounts received during the year levied are deferred until the subsequent year. Delinquent taxes receivable held by the County Treasurer at December 31, 2025 are not significant.

Interfund Receivables And Payables

Activity between funds that is representative of borrowing/lending arrangements outstanding at the end of the fiscal year are referred to as either due to/due from other funds.

Prepaid Items

Payments to vendors reflecting costs applicable to future accounting periods have been recorded as prepaid items in both the government-wide and fund financial statements, and expenditures are recognized using the consumption method.

Capital Assets

Capital assets, which include property, plant, equipment, lease and SBITA assets (right to use), and infrastructure assets (for example, roads, bridges, sidewalks and similar items), are reported in the Government-Wide Financial Statements. Governmental capital assets are defined by the government as assets with individual costs of more than $10,000 for machinery and equipment and a minimum of $300,000 for infrastructure assets. Proprietary or Business type capital assets are defined as having an individual cost of more than $5,000 for machinery and equipment and a minimum of $300,000 for infrastructure assets. Such assets are recorded at historical cost or estimated cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings	30
Communications equipment	5 - 10
Infrastructure	20 - 99
Motor vehicles	2 - 8
Operating equipment/mowers	3 - 15
Office equipment	5 - 15
Playground equipment	15
Lease Assets (Right-to-use)	Shorter of lease term or underlying asset life
SBITA Assets	Shorter of subscription term or underlying asset life

Deferred Outflows Of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has deferred outflows related to pensions and OPEB that result from net differences between projected and actual earnings on investments, differences in actual and expected experience, changes in proportion, and contributions made subsequent to the measurement date.

Compensated Absences

All the City's full-time, part-time and seasonal employees are eligible for vacation benefits in varying annual amounts. For the 2025 calendar year, full-time employees were allowed to accumulate and carry forward 240 hours of vacation, shift firefighters could carry forward 336 hours and part-time employees could carry forward 120 to 180 hours depending on annually scheduled hours. Hours accumulated and not taken in excess of these amounts as of the last day of the first pay period of the following calendar year were transferred to the employees sick leave balance. Upon termination or resignation, full-time employees and part-time employees on regular status who have been employed for a minimum of one year shall be compensated for all accumulated, unused vacation leave. Seasonal employees accrue vacation according to the part-time accrual schedule but do not carry over balances. Vacation time accrued and not used by the end of the season is paid out to separating employees who worked the entire season. All vacation pay is accrued when incurred in the Government-Wide Financial Statements.

Sick leave benefits accrue to all full-time and part-time employees in an amount based on position type, with no maximum accumulation. Beginning in June 2022, full-time and part-time employees who retire from the City of Lenexa and receive a KPERS/KPF monthly benefit will be paid out for a portion of the employee's accrued and unused sick leave hours. Payments will be made for up to the maximum hours defined in the personnel policy. Sick leave pay is accrued when incurred in the Government-Wide Financial Statements.

Supervisors may authorize employees in full-time, part-time, and non-shift firefighter, nonexempt positions to earn compensatory leave time in lieu of overtime up to a maximum of 80 hours. Any unused compensatory leave will be paid out upon separation of service to an employee.

For the year ended December 31, 2024, the financial statements include the adoption of GASB Statement number 101, *Compensated Absences*. Benefits considered more likely than not to be used as leave or settled at separation are recognized in the financial statements. The liability for vacation, compensation time, and sick leave is reported in the government-wide financial statements. A liability for these amounts

is reported in the governmental and proprietary funds only if they have matured, as a result of employee terminations, resignations, or retirements.

Long-Term Obligations

In the Government-Wide and Proprietary Fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bond using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, Governmental Fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Deferred Inflows Of Resources

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has nonexchange revenue transactions where a receivable has been recorded because property taxes were levied, but the resources cannot be used until a future period. A deferred inflow for pension and OPEB results from pension and OPEB differences between expected and actual experience, changes of assumptions, differences between expected and actual earnings and changes in proportion. These amounts are deferred and amortized over the average expected remaining service life of the active and inactive plan members. The City also has deferred gains on refunding reported in the government-wide statement of net position. A deferred gain on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. These items have been reported as deferred inflows on the government-wide statement of net position. For leases, the City recognizes a deferred inflow of resources at the commencement of the lease term.

On the modified accrual basis of accounting, the City has recorded certain receivables where the related revenue is unavailable. Unavailable revenues have been reported as deferred inflows of resources on the governmental funds balance sheet.

KPERS Pension

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the Kansas Public Employees Retirement System (KPERS) and additions to/deductions from KPERS fiduciary net position have been determined on the same basis as they are reported by KPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Special Assessments

Kansas statutes require that certain projects financed in part by special assessments to be financed through the issuance of general obligation bonds that are secured by the full faith and credit of the City. Special assessments received prior to or after the issuance of general obligation bonds are recorded as revenue in the Debt Service Fund unless related to the Stormwater Fund. Further, state statutes require levying additional general ad valorem property taxes in the Debt Service Fund for any governmental fund assessments to finance delinquent special assessments receivable. Accordingly, special assessments receivable of governmental funds are accounted for within the Debt Service Fund. Stormwater special assessments are reflected in the proprietary stormwater fund. Special assessments are levied over a 10-,

15- or 20-year period and annual installments are due and payable with annual ad valorem property taxes. Johnson County (the County) may foreclose liens against property benefited by special assessments when delinquent assessments are two years in arrears. At December 31, 2025, the special assessment taxes levied are a lien on the property and are recorded as special assessments receivable in the applicable governmental fund with a corresponding amount recorded as deferred revenue. The stormwater special assessment revenue is recognized in full at the time of the assessment in the stormwater proprietary fund.

Equity Classifications

In the Government-Wide statements, equity is shown as net position and is classified into three components:

a) Net investment in capital assets — consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgage notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
b) Restricted net position — consists of net position with restrictions placed on their use either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or (b) law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, it is the City's practice to use restricted resources first and then unrestricted resources, as they are needed.
c) Unrestricted net position — All other net position that does not meet the definition of restricted or net investment in capital assets.

In the fund financial statements, governmental funds report fund balance in five different classifications:

a) *Nonspendable* — Assets legally or contractually required to be maintained or are not in spendable form. Such constraint is binding until the legal requirement is repealed or the amounts become spendable.
b) *Restricted* — Assets with externally imposed constraints, such as those mandated by creditors, grantors, and contributors or laws and regulations. Such constraint is binding unless modified or rescinded by the applicable external body, laws, or regulations.
c) *Committed* — Assets with a purpose formally imposed by ordinance of the City Council, binding unless modified or rescinded by the City Council through a similar action.
d) *Assigned* — Assets intended to be used for a specific purpose that is neither restricted or committed. Intent is expressed by the City Council or their designee. The City Council has delegated the authority to assign amounts to be used for specific purposes through policies approved by the City Council.
e) *Unassigned* — All amounts not included in the other fund balance classifications. The general fund shall be the only fund to report positive unassigned fund balance. All other governmental funds may report negative unassigned fund balance.

For the classification of fund balances, the City considers restricted amounts to have been spent first when an expenditure is incurred for the purposes for which both restricted and unrestricted fund balance is available. Expenditures are to be spent from restricted fund balance first, followed by committed, assigned and, lastly, unassigned.

Fund balances for all major and nonmajor governmental funds as of December 31, 2025 were allocated as follows:

	Major						Nonmajor	
	General	Debt Service	Capital Improvement	City Center TIF	Street Improvements	Municipal Buildings	Other Governmental Funds	Total Governmental Funds
FUND BALANCES								
Nonspendable	$33,246	$-	$-	$-	$-	$-	$-	$33,246
Restricted for:								
Debt service	-	11,028,425	-	-	-	-	4,971	11,033,396
Public safety:								
Alcohol prevention	-	-	-	-	-	-	1,456,543	1,456,543
General Government	-	-	-	-	-	-	241,859	241,859
Police Department	-	-	-	-	-	-	94,690	94,690
Municipal Services:								
Community Improvement Districts	-	-	-	-	-	-	748,207	748,207
Traffic improvements	-	-	-	-	-	-	3,457,681	3,457,681
Street improvements	-	-	-	-	8,313,669	-	11,972,738	20,286,407
TIF districts	-	-	-	8,902,805	-	-	402,279	9,305,084
Parks and recreation:								
Parks projects	-	-	3,604,503	-	-	-	428,788	4,033,291
Street Trees	-	-	-	-	-	-	240,384	240,384
General government:								
Economic Development	-	-	1,229,439	-	-	-	-	1,229,439
Neighborhood Redevelopment	-	-	-	-	-	-	556,922	556,922
Tourism	-	-	-	-	-	-	4,395,214	4,395,214
Legal	-	-	-	-	-	-	87,676	87,676
Capital projects:								
Parks and Recreation	-	-	-	-	-	-	1,138,877	1,138,877
Committed to:								

(Continued)

	Major						Nonmajor	
	General	Debt Service	Capital Improvement	City Center TIF	Street Improvements	Municipal Buildings	Other Governmental Funds	Total Governmental Funds
Public Safety	8,145	-	-	-	-	-	-	8,145
General Government	94,320	-	-	-	-	-	-	94,320
Municipal Services	24,183	-	-	-	-	-	-	24,183
Foundation	278,223	-	-	-	-	-	-	278,223
Street projects	-	-	-	-	1,945,787	-	-	1,945,787
Capital Acquisition	-	-	-	-	-	-	853,164	853,164
Municipal Building projects	-	-	3,380,014	-	-	879,753	-	4,259,767
Parks and Recreation projects	-	-	-	-	-	-	963,882	963,882
Assigned to:								
General Government	29,469	-	-	-	-	-	-	29,469
Municipal Services	71,657	-	-	-	-	-	-	71,657
Street improvements	4,098	-	-	-	-	-	-	4,098
Future Capital Projects	117,806	-	49,214,238	-	5,307,920	6,910,590	3,885,649	65,436,203
Unassigned	43,842,771	-	-	-	-	-	-	43,842,771
TOTAL	**$44,503,918**	**$11,028,425**	**$57,428,194**	**$8,902,805**	**$15,567,376**	**$7,790,343**	**$30,929,524**	**$176,150,585**

Use Of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenses and expenditures during the reporting period. Actual results could differ from those estimates.

Leasing Arrangements

During 2022, the City implemented GASB Statement No. 87, *Leases*. The implementation of this Statement had no impact on the City's beginning of year net position.

For arrangements where the City is a lessee, a lease liability and a right to use (RTU) intangible asset are recognized at the commencement of the lease term. RTU assets represent the City's right to use underlying assets for the lease term and lease liabilities represent the City's obligation to make lease payments arising from the lease. RTU assets and lease liabilities are recognized at the lease commencement date based on the estimated present value of lease payments over the lease term.

For fund statements, an expenditure and other financing source will be reported in the period the lease is initially recognized. The expenditure and other financing source should be measured as noted in the previous paragraph. Subsequent governmental fund lease payments are accounted for consistent with principles of debt service payments on long-term debt.

For government-wide and fund statements, for arrangements in which the City is the lessor, a lease receivable and a deferred inflow of resources is recognized at the commencement of the lease term. The lease receivable is measured at the present value of the lease payments expected to be received during the lease term. The deferred inflows of resources should be measured at the value of the lease receivable plus any payments received at or before the commencement of the lease term that relates to future periods. At the end of the year, the City's lease receivable for governmental activities was $2,778,570. The City's deferred inflow of resources at the end of the year for governmental funds was $2,595,348.

The City uses a combination of an applicable market rate and a credit spread based on market data points as of the most recent quarter end as compared to the lease commencement date to calculate the present value of lease payments when the rate implicit in the lease is not known. The City includes lease extension and termination options in the lease term, if after considering relevant economic factors, it is reasonably certain the City will exercise the option. The City has elected to separate lease and non-lease components for all lease contracts and also has not recognized RTU assets and lease liabilities for lease terms for 12 months or less.

Subscription-Based Information Technology Arrangements

During 2023, the City implemented GASB Statement No. 96, *Subscription-based information technology arrangements*. The implementation of this Statement had no impact on business-type activities or on the City's beginning of year net position.

A subscription liability and a right to use (RTU) intangible asset are recognized at the commencement of the subscription term. RTU assets represent the City's right to use underlying assets for the subscription term and subscription liabilities represent the City's obligation to make subscription payments arising from the subscription. RTU assets and subscription liabilities are recognized at the subscription commencement date based on the estimated present value of subscription payments over the subscription term.

For fund statements, an expenditure and other financing source will be reported in the period the subscription is initially recognized. The expenditure and other financing source should be measured as noted in the previous paragraph. Subsequent governmental fund subscription payments are accounted for consistent with principles of debt service payments on long-term debt.

The City uses a combination of an applicable market rate and a credit spread based on market data points as of the most recent quarter end as compared to the subscription commencement date to calculate the present value of subscription payments when the rate implicit in the subscription lease is not known.

2. Deposits And Investments

A summary of the City's significant accounting policies regarding cash, cash equivalents and investments may be found in Note 1 of the Basic Financial Statements. The City's deposits and investments are generally segregated into two parts: City-wide deposits and investments and the City's Defined Benefit Pension Plan deposits and investments. Below is a description of the policies associated with these categories of deposits and investments.

City-Wide Deposits And Investments

According to Kansas statutes and the City's formal investment policy adopted by the Governing Body, the City is allowed to pool idle cash from all funds for the purpose of increasing income through temporary investment activities, which may include certificates of deposit, repurchase agreements, money market funds, passbook savings accounts, U.S. Government securities and the Kansas Municipal Investment Pool (KMIP). KMIP is not registered with the SEC and is governed by the State of Kansas Pooled Money Investment Board. KMIP does not include any involuntary participants.

In 2003, the City was granted expanded investment powers by the State of Kansas. In addition to the options mentioned above, expanded investment powers allow the City to extend maturities up to four years. The City is required to provide an annual report of investment results to the State as a condition of maintaining the expanded powers.

Investments are stated at fair value or at a method that approximates fair value. The fair value of marketable securities is based on quotations, which are generally obtained from national securities exchanges. Where marketable securities are not listed on an exchange, quotations are obtained from brokerage firms or national pricing services.

The carrying value of deposits and investments are summarized as follows:

	Governmental Activities	Business Type Activities	Total
Deposits	$(487,025)	$(43,765)	$(530,790)
Petty cash	12,738	700	13,438
Investments:			-
Municipal investment pool	772,591	69,426	842,017
Repurchase agreements	34,358,516	3,087,484	37,446,000
Certificate of Deposit	92,672,384	8,327,616	101,000,000
U.S. Government securities	9,177,135	824,665	10,001,800
U.S. Treasury notes	45,816,130	4,117,075	49,933,205
Investments held with trustee:			-
State and local government securities	4,971	-	4,971
TOTAL DEPOSITS, INCLUDING INVESTMENTS	**$182,327,440**	**$16,383,201**	**$198,710,641**

Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the City will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The City's policy is to collateralize the demand deposits with securities held by the financial institution's agent and in the City's name. At December 31, 2025, the City's deposits were insured by federal depository insurance and uninsured deposits were fully collateralized in accordance with the City's policy.

For an investment, the custodial credit risk is the risk that in the event of the failure of the 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. The City's safeguarding policy is that investments are to be held in a single safekeeping agent in the name of the City. At December 31, 2025, the City's investments were in compliance with the policy.

Credit Risk And Concentration Of Credit Risk

The City's investment option types are limited, which inherently reduces credit risk. State statutes do not address concentration of credit risk. The City's investment policy limits the percentage of the portfolio that can be invested in various investment classes. The investment classes and their respective limits are shown below:

Investment Type	Maximum Percentage Of Portfolio
Repurchase agreements	30%
Collateralized time and demand deposits	100%
U.S. Treasury Notes and Bills	100%
U.S. Government Agency Obligations	90%
Kansas Municipal Investment Pool	30%
Bank Trust Department Mutual Pools	10%
Kansas General Obligation Bonds	10%
Temporary Notes or No-Fund Warrants	10%

The limit on repurchase agreements and KMIP deposits may exceed 60%, but not more than 75%, of the portfolio for a maximum of 45 days during each of the January and June property tax distributions, and prior to debt service payments on March 1 and September 1.

No single financial institution should hold demand or time deposits which will constitute more than 10% of the City's portfolio. No more than 33% of the total portfolio in any investment type of the City should be placed with a single issuer other than the United States Treasury.

Presented below is the actual rating by Moody's Investor Services for all investment types excluding the Kansas Municipal Investment Pool. The actual rating for the Kansas Municipal Investment Pool is by Standard and Poor's. Also included in the table is the concentration of the issuers of securities, and the respective fair value of those securities:

Investment Type		Total	Rating As Of December 31, 2025	Percentage
Kansas Municipal Investment Pool	$	842,017	*	0%
Repurchase agreements		37,446,000	Aaa Collateral	19%
Certificate of Deposit		101,000,000	*	51%
U.S. Government Securities:				
Federal National Mortgage Association		-	Aaa	0%
Federal Home Loan Banks		-	Aaa	0%
Federal Home Loan Mortgage Corporation		-	Aaa	0%
Federal Farm Credit		10,001,800	Aaa	5%
U.S. Treasury Notes		49,933,205	**	25%
Investments held by trustee:				
State and local government securities		4,971	**	0%
TOTAL	**$**	**199,227,993**		**100%**

*The Kansas Municipal Investment Pool and CD's are not rated.

** U.S. Treasury Notes and State and local government securities (issued by the U.S. Government) are not rated because they are considered of the highest quality and are backed by the full faith and credit of the U.S. Government.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of debt security investments. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City has a formal policy to structure the portfolio so that securities mature to meet cash requirements for ongoing operations to minimize sales of securities prior to maturity. Exposure to interest rate risk is further limited by setting a maximum maturity of four years.

As of December 31, 2025, the City's investment portfolio had the following investments and maturities:

Investment Type		Total	6 Months Or Less	6 - 12 Months	12 - 24 Months	24 - 36 Months	36 - 48 Months
Kansas Municipal Investment Pool	$	842,017	$ 842,017	$ -	$ -	$ -	$ -
Repurchase agreements		37,446,000	37,446,000	-	-	-	-
Certificate of Deposit		101,000,000	8,000,000	93,000,000			-
Federal Farm Credit		10,001,800	10,001,800	-	-	-	-
U.S. Treasury Notes		49,933,205	49,933,205	-	-	-	-
State and local government securities		4,971	4,971	-	-	-	-
TOTAL	**$**	**199,227,993**	**$ 106,227,993**	**$ 93,000,000**	**$ -**	**$ -**	**$ -**

Fair Value

The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs and Level 3 inputs are significant unobservable inputs.

The City has the following recurring fair value measurements as of December 31, 2025:

- U.S. Government Securities of $10,001,800 measured using a matrix pricing model (Level 2 inputs)
- U.S. Treasury Notes of $49,933,205 measured using quoted prices in an active market (Level 1 inputs)

› Certificates of Deposit of $101,000,000 measured using quoted prices in an active market (Level 1 inputs)
› State and local government securities of $4,971 measures using quotes prices in an active market (Level 1 inputs)

The Kansas Municipal Investment Pool of $842,017 and the Repurchase Agreements of $37,446,000 are measured at net asset value, which approximates fair value, and amortized cost, respectively. There are no restrictions on the redemption of the funds as the strategy of the funds is to provide liquidity with an investment return.

Defined Benefit Pension Plan

The City had $32,327,042 in money market mutual funds and investments related to the City's defined benefit pension plan. These investments are carried at fair value and amortized cost, which approximates fair value. The City determines fair value based on current available market pricing. The primary objective of the City of Lenexa Defined Benefit Pension Plan is to provide eligible employees with retirement benefits. The Plan's investment objectives should be pursued as long-term goals designed to maximize return while reducing exposure to undue risk. At a minimum, it is the objective of the plan to meet its actuarial interest assumption on an ongoing basis. Currently, the actuarial interest assumption is 7.00%.

There are six asset classes used: domestic equity, emerging markets equity, international equity, domestic fixed income, real assets and cash. The allocation percentages for each asset category are listed in the table below. Percentage allocations are intended to serve as guidelines.

	Allocation			Long-Term
Asset Category	Target*	Minimum	Maximum	Expected Return**
Domestic equity	28%	20%	40%	4.3%
International equities	23%	15%	30%	6.5%
Domestic fixed income	21%	15%	30%	2.1%
Alternative assets	20%	10%	30%	5.9%
Emerging markets equity	8%	5%	15%	7.2%
Cash	0%	0%	5%	1.1%

*Target approximates the assumed asset allocation

**Geometric mean

The benchmark for the domestic equity portion of the portfolio is to match or exceed the return of the Domestic Equity Composite Index (net of investment management fees and transaction costs); the benchmark for the emerging markets portion of the portfolio is the MSCI Emerging Markets Index (net of investment management fees and transaction costs); the benchmark for the international equity portion of the portfolio is to match or exceed the return of the International Equity Composite Index (net of management fees and transaction costs); the benchmark for the fixed income portion of the plan is to equal or exceed the return of the Bloomberg U.S. Aggregate (net of management fees and transaction costs); the benchmark for the alternative assets of the plan is to equal or exceed the return of the Alternative Composite Index (net of management fees and transaction costs). Investments in cash must represent maturities of one year or less at the time of purchase.

Interest Rate Risk

Interest rate risk is the risk associated with a portfolio's sensitivity to changes in interest rates. The Plan has no specific policy regarding interest rate risk. As of December 31, 2025, the Plan had the following investments and maturities:

	Total	12 Months Or Less	12 - 48 Months	> 48 Months*
Fixed income mutual funds	$ 6,879,682	$ -	$ -	$ 6,879,682
Money market mutual funds	362,143	362,143	-	-
	$ 7,241,825	**$ 362,143**	**$ -**	**$ 6,879,682**
Domestic stocks	9,099,431			
International stocks	1,012,347			
Real estate investment trusts	49,975			
Equity mutual funds	14,354,930			
Limited partnerships	568,534			
TOTAL INVESTMENTS	**$ 32,327,042**			

*The underlying holdings of the fixed income mutual funds have a weighted average maturity of 7.24 years.

Credit Risk

Credit risk is associated with the credit quality or rating of debt instrument investments. The Plan has no specific policy regarding credit risk. The fixed income mutual funds of $6,879,682 and the money market mutual funds of $362,143 are unrated for the purposes of credit risk.

Concentration Of Credit Risk

As of December 31, 2025, the following table lists the issuers of securities and the respective fair value of those securities that represent 5% or more of the Plan's total investments:

Metwest Total Return Bond Fund Class I	$ 6,879,682	21.39%
Meritage Large Cap Growth	4,502,680	14.00%
Columbia Threadneedle	4,354,679	13.54%
Ironwood International LTD	3,468,805	10.78%
Vanguard Index/Small Cap	3,287,939	10.22%
Vanguard Developed Markets	2,626,129	8.16%
American Funds/Euro Pacific Growth	2,508,816	7.80%
Vanguard Total Stock Market Index	2,463,242	7.66%
Tortoise Capital Advisors	2,073,969	6.45%

Foreign Currency Risk

The Plan's investment policy permits it to invest up to 20% of total investments in foreign currency denominated investments. Currently, the Plan does not have any foreign currency denominated investments. The Plan's investment in international equities is comprised of mutual funds and separately managed accounts denominated in U.S. currency.

Fair Value

The City categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant observable inputs; Level 3 inputs are significant unobservable inputs.

		Fair Value Measurements Using:		
	Total as of December 31, 2025	Quoted prices in active markets for identical assets Level 1	Signficant other observable inputs Level 2	Significant unobservable inputs Level 3
Investments by Fair Value Level				
COMMON STOCK				
Communication	$ 238,661	$ 238,661	$ -	$ -
Consumer Discretionary	1,213,227	1,213,227	-	-
Consumer Staples	139,485	139,485	-	-
Energy	2,013,863	2,013,863	-	-
Financials	1,268,619	1,268,619	-	-
Healthcare	1,053,968	1,053,968	-	-
Industrials	397,416	397,416	-	-
Materials	97,054	97,054		
Real Estate	41,966	41,966		
Technology	3,590,744	3,590,744	-	-
Utilities	216,752	216,752	-	-
TOTAL COMMON STOCK	**10,271,755**	**10,271,755**	**-**	**-**
Master Limited Partnerships	408,556	408,556	-	-
REITs	49,975	49,975	-	-
Fixed Income - Intermediate-Term	6,879,682	6,879,682	-	-
Small Cap Index Fund	3,287,939	3,287,939	-	-
International - Foreign Large Growth	2,508,816	2,508,816	-	-
International - Foreign Large Blend	2,626,129	2,626,129	-	-
Domestic - Large Cap Blend	2,463,242	2,463,242	-	-
TOTAL MUTUAL FUNDS	**17,765,808**	**17,765,808**	**-**	**-**
INVESTMENTS BY FAIR VALUE LEVEL	**$ 28,496,094**	**$ 28,496,094**	**$ -**	**$ -**
Investments at Net Asset Value				
Limited partnerships	3,468,805			
Investments measured at amortized cost				
Money Market Investments	362,143			
TOTAL INVESTMENTS VALUE	**$ 32,327,042**			

Common Stock and REITS

Common Stock and REITS classified in Level 1 are priced by identical securities traded on an established exchange.

Master Limited Partnerships

Master Limited Partnerships classified in Level 1 are priced by identical securities traded on an established exchange.

Investments Measured At Net Asset Value (NAV)

For the Ironwood International commingled funds, the fair value of the investment has been determined on the basis of pricing information obtained from various sources, from administrators of underlying funds in which the Fund may have invested, the underlying funds themselves, or the Fund's investment adviser. There are no unfunded commitments to Ironwood. Ironwood International Ltd. is a Cayman Islands limited company designed to allow sophisticated investors access to a variety of investment strategies as a means of enhancing the diversification of their overall portfolios. The Fund's investment objective is capital appreciation with limited variability of returns. The Fund attempts to achieve this objective by investing substantially all of its assets, net of reserves maintained for reasonably anticipated expenses, in Ironwood Partners L.P. (the "Master Fund"). The Master Fund attempts to achieve its investment objective by allocating capital among a number of pooled entities, each managed by an independent investment adviser pursuant to relative value investment strategies or other techniques.

Mutual funds classified in Level 1 are the sum of their respective public market holdings and are leveled according to those inputs and are not driven by the characteristics of their ownership. Those money market investments reported at NAV have been calculated by the sponsor as of the year end as an approximation of fair value.

3. Receivables

Receivables as of year-end for the City's Governmental Major Funds, Nonmajor Governmental Funds and Internal Service Funds, including applicable allowances for uncollectible accounts, are as follows:

	General	Debt Service	Capital Improvement	City Center TIF	Street	Municipal Buildings	Other	Internal Service	Total
Property tax	$ 37,594,645	$ 7,699,865	$ -	$ 13,337,090	$ -	$ -	$ 8,750,815	$ -	$ 67,382,415
Sales tax	9,859,592	-	-	-	-	-	434,747	-	10,294,339
Transient guest tax	-	-	-	-	-	-	485,460	-	485,460
Franchise tax	724,036	-	-	-	-	-	-	-	724,036
Special highway tax	-	-	-	-	-	-	402,279	-	402,279
Special liquor tax	123,050	-	-	-	-	-	246,100	-	369,150
Special assessment	-	25,199,094	-	-	-	-	-	-	25,199,094
Intergovernmental	-	-	159,023	-	-	-	405,928	-	564,951
Lease	2,778,559	-	10	-	-	-	-	-	2,778,569
Subscription receivable	-	-	-	-	-	-	-	-	-
Interest	80,481	28,973	206,974	-	11,182	11,873	23,285	14,836	377,604
Other receivables	161,735	-	-	-	1,257,903	-	26,178	-	1,445,816
Less: allowance for uncollectible accounts	(1,265,869)	(265,856)	-	-	-	-	-	-	(1,531,725)
TOTAL RECEIVABLES	**$50,056,229**	**$32,662,076**	**$ 366,007**	**$ 13,337,090**	**$ 1,269,085**	**$ 11,873**	**$ 10,774,792**	**$ 14,836**	**$108,491,988**

The statement of net position presents "other assets" of $1,361,990 which are allocated above.

4. Tax Revenues

Tax revenues for the City's Governmental Major Funds and Nonmajor Governmental Funds are as follows:

	Major Governmental Funds			Nonmajor Governmental Funds	Total Governmental Funds
	General Fund	Debt Service Fund	City Center TIF		
Property	$ 36,177,376	$ 7,934,793	$ 9,730,116	$ 7,696,572	$ 61,538,857
Sales (including compensating use)	54,958,596	-	-	2,390,571	57,349,167
Franchise	7,774,506	-	-	-	7,774,506
Special assessments	-	3,870,050	-	-	3,870,050
Motor vehicle excise	3,251,287	745,240	-	-	3,996,527
Transient guest	-	-	-	1,923,851	1,923,851
Excise	704,489	-	-	-	704,489
Other taxes	490,573	-	-	2,587,995	3,078,568
TOTAL TAX REVENUES	**$ 103,356,827**	**$ 12,550,083**	**$ 9,730,116**	**$ 14,598,989**	**$ 140,236,015**

5. Capital Assets

The following is a summary of changes in capital assets for the year ended December 31, 2025:

	Balance December 31, 2024	Increases	Decreases	Balance December 31, 2025
GOVERNMENTAL ACTIVITIES:				
Land	$ 25,322,049	$ 367,107	$ -	$ 25,689,156
Other capital - non-depreciated	411,700	35,000	-	446,700
Construction in progress	5,326,978	20,511,886	11,537,300	14,301,564
TOTAL NONDEPRECIABLE CAPITAL ASSETS	**31,060,727**	**20,913,993**	**11,537,300**	**40,437,420**
ASSETS BEING DEPRECIATED/AMORTIZED:				
Assets being depreciated:				
Buildings	196,411,362	4,420,341	2,165,061	198,666,642
Machinery and equipment	39,320,919	4,793,219	1,993,299	42,120,839
Other capital - depreciated	1,356,191	-	82,191	1,274,000
Infrastructure - streets	757,297,585	18,124,745	-	775,422,330
Lease and Subscription Assets being Amortized:				
Vehicles	1,557,483	2,187,652	802,463	2,942,672
Buildings	53,193	-	-	53,193
Equipment	787,926	-	-	787,926
Subscriptions	2,511,994	1,009,614	-	3,521,608
TOTAL DEPRECIABLE/AMORTIZED CAPITAL ASSETS	**999,296,653**	**30,535,571**	**5,043,014**	**1,024,789,210**
LESS ACCUMULATED DEPRECIATION/AMORTIZATION				
Assets being depreciated:				
Buildings	(50,813,207)	(6,170,650)	(2,067,233)	(54,916,624)
Machinery and equipment	(24,820,807)	(2,607,064)	(1,943,403)	(25,484,468)
Other capital - depreciated	(1,355,336)	(850)	(82,191)	(1,273,995)
Infrastructure - streets	(337,398,768)	(14,997,222)	-	(352,395,990)
Lease and Subscription Assets being Amortized:				
Vehicles	(866,811)	(549,918)	(707,284)	(709,445)
Buildings	(31,916)	(10,636)	-	(42,552)
Equipment	(247,647)	(133,647)	-	(381,294)
Subscriptions	(1,020,976)	(856,073)	-	(1,877,049)
TOTAL ACCUMULATED DEPRECIATION/AMORTIZATION	**(416,555,468)**	**(25,326,060)**	**(4,800,111)**	**(437,081,417)**
Total capital assets being depreciated/Amortized, net	**582,741,185**	**5,209,511**	**242,903**	**587,707,793**
TOTAL GOVERNMENTAL ACTIVITIES, CAPITAL ASSETS, NET	**$ 613,801,912**	**$ 26,123,504**	**$ 11,780,203**	**$ 628,145,213**

	Balance December 31, 2024	Increases	Decreases	Balance December 31, 2025
Business type activities:				
ASSETS NOT BEING DEPRECIATED:				
Land	$ 1,042,499	$ -	$ -	$ 1,042,499
Other capital - non-depreciated	98,800	-	-	98,800
Construction in progress	-	-	-	
TOTAL NONDEPRECIABLE CAPITAL ASSETS	**1,141,299**	**-**	**-**	**1,141,299**
ASSETS BEING DEPRECIATED:				
Buildings	33,849,468	-	-	33,849,468
Machinery and equipment	3,685,776	109,937	271,976	3,523,737
Infrastructure - stormwater	126,838,112	1,748,676	-	128,586,788
Lease Assets being amortized:				
Vehicles	27,012	68,696	27,012	68,696
TOTAL DEPRECIABLE CAPITAL ASSETS	**164,400,368**	**1,927,309**	**298,988**	**166,028,689**
LESS ACCUMULATED DEPRECIATION				
Buildings	(8,462,369)	(1,128,316)	-	(9,590,685)
Machinery and equipment	(2,100,196)	(257,679)	(256,792)	(2,101,084)
Infrastructure - stormwater	(34,658,475)	(1,703,863)	-	(36,362,338)
Lease and Subscription Assets being Amortized:				
Vehicles	(25,762)	(13,374)	(27,012)	(12,124)
TOTAL ACCUMULATED DEPRECIATION	**(45,246,802)**	**(3,103,232)**	**(283,804)**	**(48,066,231)**
Total capital assets being depreciated, net	**119,153,566**	**(1,175,923)**	**15,184**	**117,962,458**
TOTAL BUSINESS TYPE ACTIVITIES, CAPITAL ASSETS, NET	**$ 120,294,865**	**$ (1,175,923)**	**$ 15,184**	**$ 119,103,757**

Depreciation expense was charged to functions/programs of the primary government as follows:

GOVERNMENTAL ACTIVITIES:	
General Government	$ 1,525,682
Public Safety	$ 4,485,236
Municipal Services	$ 2,389,632
Infrastructure	$ 14,997,222
Parks and recreation	$ 1,928,288
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	**$ 25,326,060**

BUSINESS-TYPE ACTIVITIES:		
Rec Center	$	1,217,294
Stormwater		1,885,938
TOTAL DEPRECIATION EXPENSE - BUSINESS TYPE ACTIVITIES	**$**	**3,103,232**

6. Commitments

Construction Commitments

Construction commitments have been made for future expenditures related to the City's capital projects programs. At December 31, 2025, outstanding construction commitments, including obligations for capital outlay, were $10,503,800.

At December 31, 2025, capital project authorizations compared with expenditures from inception are as follows:

	Project Authorizations	Expenditures - Project Inception To December 31, 2025
Governmental activities:		
Street improvements	$ 130,491,826	$ 4,634,832
Municipal buildings	15,339,549	512,940
Capital acquisitions	13,821,767	3,140,123
Parks and recreation	28,059,585	6,013,673
TOTAL	**$ 187,712,727**	**$ 14,301,568**

	Project Authorizations	Expenditures - Project Inception To December 31, 2025
Business-type activities:		
Storm drainage	$ 27,388,836	$ -
	$ 27,388,836	

Other Commitments And Contingencies

The City is a defendant in various legal actions pending or in process for property damage, personal injuries, zoning matters and other miscellaneous claims. Such litigation, in the opinion of management, based on the advice of counsel, prior experience and further based on the present status of the City's insurance coverage, will have no material effect on the financial statements of the City.

7. Interfund Receivables, Payables And Transfers

Interfund receivable and payable balances at December 31, 2025 are as follows:

	Interfund Receivables	Interfund Payables
General fund	$ -	$ 2,299,153
Capital improvement fund	2,299,153	-
TOTAL	**$ 2,299,153**	**$ 2,299,153**

The General Fund interfund payable is a portion of the 3/8 cent sales tax to fund parks and road improvements. The payable will be eliminated in 2025.

A summary of interfund transfers by fund type is as follows at December 31, 2025:

	Transfers Out							
	General	Capital Improvements	City Center TIF	Street Improvements	Municipal Buildings	Nonmajor Governmental	Enterprise	Total
TRANSFERS IN:								
General	$ -	$ 55,347	$ -	$ -	$ 75,055	$ -	$ 130,402	
Debt service	2,332,700	-	211,400	19,963	-	1,365,743	-	3,929,806
Capital Improvements	29,116,438	-	2,127,412	444,286	159,965	509,886	-	32,357,987
Street Improvements	2,000,000	13,227,842	-	-	-	2,012,255	89,260	17,329,357
Municipal Buildings	2,962,549	3,871,996	-	-	-	-	-	6,834,545
Non Major Governmental	2,500,000	7,068,099	-	-	325,000	259,195	-	10,152,294
Enterprise	-	-	175,600	-	-	-	-	175,600
Internal Service	400,000	2,000,000	-	-	-	-	-	2,400,000
TOTAL	$ 39,311,687	$ 26,167,937	$ 2,569,759	$ 464,249	$ 484,965	$ 4,222,134	$ 89,260	$ 73,309,991

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts and (3) use unrestricted revenues collected in a fund that is used to finance various programs and capital outlay projects accounted for in another fund in accordance with budgetary authorizations. Any transfers within the governmental funds or within the proprietary funds have been eliminated in the government-wide statement of activities. The $29.1 million in General Fund transfers to the Capital Improvements Fund largely consistent of monthly transfers of sales tax collected specifically for use in the City's capital improvement initiatives (i.e. the 3/8th cents sales tax). The $13.2 million in Capital Improvements Fund transfers to the Street Improvements Fund is the result of the annual approval of the Capital Improvement Projects by the Governing Body, for funding projects specific to street improvements.

8. Leases

For the year ended December 31, 2022, the financial statements include the adoption of GASB Statement No. 87, *Leases*. The primary objective of this statement is to enhance the relevance and consistency of information about governments' leasing activities. This statement establishes a single model for lease accounting based on the principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. For additional information, refer to the disclosures below.

Lessee

The City has entered into lease arrangements for 145 vehicles, 3 pieces of hardware and camera equipment, and one building. The vehicle leases each have original terms of 60 months and expire at various times over the next five years. The camera equipment is for cameras and tasers the Police Department uses and has a remaining term of 60 months. The building lease is for use of the Lenexa National Guard Armory and has a remaining term of 60 months. The right to use assets are intangible assets and are recorded in capital assets as building, equipment, and vehicle leases. During 2025, the City paid $725,244 in lease payments.

The following table represents the asset value and accumulated amortization by asset class, as well as the future minimum lease payments for governmental and business-type activities required under the lease arrangements, as of December 31:

Rollforward of Right to Use Assets & Liabilities by Major Classes of Underlying Assets

	Balance January 1, 2025	Increases	Decreases	Balance December 31, 2025	Due Within One Year
Business type activities:					
RIGHT TO USE ASSET CLASS:					
Vehicles	$ 27,012	$ 68,696	$ 27,012	$ 68,696	$ -
LESS ACCUMULATED AMORTIZATION:					
Vehicles	(25,762)	(13,374)	(27,012)	(12,124)	-
TOTAL BUSINESS TYPE ACTIVITIES, RIGHT TO USE ASSETS, NET	**$ 1,250**	**$ 55,322**	**$ -**	**$ 56,572**	**$ -**
LEASE LIABILITY:					
Vehicles	$ 1,256	$ 68,696	$ 12,648	$ 57,304	$ 13,247

	Balance January 1, 2025	Increases	Decreases	Balance December 31, 2025	Due Within One Year
Governmental activities:					
RIGHT TO USE ASSET CLASS:					
Vehicles	$ 1,557,483	$ 2,187,652	$ 802,463	$ 2,942,672	-
Buildings	53,193	-	-	53,193	-
Equipment	787,926	-	-	787,926	-
TOTAL RIGHT TO USE ASSETS	**2,398,602**	**2,187,652**	**802,463**	**3,783,791**	**-**

LESS ACCUMULATED AMORTIZATION:					
Vehicles	(866,811)	(549,918)	(707,284)	(709,445)	-
Buildings	(31,916)	(10,636)	-	(42,552)	-
Equipment	(247,647)	(133,647)	-	(381,293)	-
TOTAL ACCUMULATED AMORTIZATION:	**(1,146,374)**	**(694,201)**	**(707,284)**	**(1,133,290)**	**-**
TOTAL GOVERNMENTAL ACTIVITIES, RIGHT TO USE ASSETS, NET	**$ 1,252,228**	**$ 1,493,451**	**$ 95,179**	**$ 2,650,501**	**$ -**

LEASE LIABILITY:					
Vehicles	$ 694,876	$ 2,187,671	$ 623,406	$ 2,259,151	$ 565,075
Buildings	21,446	-	10,689	10,757	10,757
Equipment	491,061	-	118,134	372,927	121,148
TOTAL GOVERNMENTAL ACTIVITIES, LEASE LIABILITY	**$ 1,207,383**	**$ 2,187,671**	**$ 752,229**	**$ 2,642,835**	**$ 696,980**

Principal and Interest Requirements to Maturity

	Business-Type Activities		
Fiscal Year	**Principal Payments**	**Interest Payments**	**Total Payments**
2026	$ 13,246	$ 1,479	$ 14,725
2027	13,634	$ 1,092	14,726
2028	14,032	$ 693	14,725
2029	14,443	$ 283	14,726
2030	1,949	$ 6	1,955
TOTAL BUSINESS-TYPE ACTIVITIES	**$ 57,304**	**$ 3,553**	**$ 60,857**

	Governmental Activities		
Fiscal Year	**Principal Payments**	**Interest Payments**	**Total Payments**
2026	$ 696,988	$ 63,676	$ 760,664
2027	659,251	45,883	705,134
2028	659,053	28,166	687,219
2029	491,708	10,722	502,430
2030	135,835	1,159	136,994
TOTAL GOVERNMENTAL ACTIVITIES	**$ 2,642,835**	**$ 149,606**	**$ 2,792,441**

Lessors

The City has entered into 14 arrangements to lease buildings, land and infrastructure by the City to others. The lease contracts expire at various dates through 2049, assuming that all of the renewal options are exercised by the City and the lessee. During 2025, the City received $460,255 in lease revenue which represents the total amount of inflows of resources recognized in the reporting period from leases.

The following represents the future minimum lease revenue due for governmental activities, under the lease arrangements as of December 31:

Principal and Interest Expected to Maturity

		Governmental Activities		
Fiscal Year		**Principal Payments**	**Interest Payments**	**Total Payments**
2026	$	358,769 $	37,303 $	396,072
2027		361,111	33,051	394,162
2028		356,126	28,528	384,654
2029		353,142	24,068	377,210
2030		350,650	19,495	370,145
2031 - 2035		588,368	48,584	636,952
2036 - 2040		126,888	26,522	153,410
2041 - 2045		159,073	15,795	174,868
2046 - 2049		124,442	3,239	127,681
TOTAL	**$**	**2,778,569 $**	**236,585 $**	**3,015,154**

9. Subscription-Based Information Technology Arrangements

For the year ended December 31, 2023, the financial statements include the adoption of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements* (SBITA). The primary objective of this statement is to enhance the relevance and consistency of information about the City's subscription activities. This statement establishes a single model for subscription accounting based on the principle that subscriptions are financings of the right to use an underlying asset. Under this Statement, an organization is required to recognize a subscription liability and an intangible right-to-use subscription asset. For additional information, refer to the disclosures below.

The City has entered into 8 subscription arrangements with a threshold of $100,000. The right to use assets are intangible assets and are recorded in capital assets as subscription leases. The subscriptions have payments that range from $29,998 to $257,968 annually. During 2025, the City paid $980,110 in subscription payments.

The following represents the asset value and accumulated amortization by asset class, as well as the future minimum subscription payments for governmental and business-type required under the subscription arrangements, as of December 31:

Rollforward of Right to Use Assets & Liabilities by Major Classes of Underlying Assets

	Balance January 1, 2025	Increases	Decreases	Balance December 31, 2025	Due Within One Year
Governmental activities:					
RIGHT TO USE ASSET CLASS:					
Subscriptions	$ 2,511,994	$ 1,009,614	$ -	$ 3,521,608	$ -
TOTAL RIGHT TO USE ASSETS	**2,511,994**	**1,009,614**	**-**	**3,521,608**	**-**
LESS ACCUMULATED AMORTIZATION:					
Subscriptions	$ (1,020,976)	$ (856,073)	$ -	$ (1,877,049)	$ -
TOTAL ACCUMULATED AMORTIZATION:	**(1,020,976)**	**(856,073)**	**-**	**(1,877,049)**	**-**
TOTAL GOVERNMENTAL ACTIVITIES, RIGHT TO USE ASSETS, NET	**$ 1,491,018**	**$ 153,541**	$ -	**$ 1,644,559**	$ -
SUBSCRIPTION LIABILITY:					
Subscriptions	$ 1,270,634	$ 975,955	$ 946,200	$ 1,300,389	$ 588,551
TOTAL GOVERNMENTAL ACTIVITIES, SUBSCRIPTION LIABILITY	**$ 1,270,634**	**$ 975,955**	**$ 946,200**	**$ 1,300,389**	**$ 588,551**

Principal and Interest Requirements to Maturity

	Governmental Activities		
Fiscal Year	Principal Payments	Interest Payments	Total Payments
2026	$ 588,550	$ 33,907	$ 622,457
2027	319,045	18,969	338,014
2028	233,158	10,780	243,938
2029	159,636	4,564	164,200
TOTAL GOVERNMENTAL ACTIVITIES	**$ 1,300,389**	**$ 68,220**	**$ 1,368,609**

10. Long-Term Debt And Other Obligations

Changes In Long-Term Liabilities

The following is a summary of the changes in long-term debt for the year ended December 31, 2025:

	Balance December 31, 2024	Additions	Retired	Balance December 31, 2025	Due Within One Year
GOVERNMENTAL ACTIVITIES:					
General obligation bonds	$ 122,480,000	$ -	$ 11,300,000	$ 111,180,000	$ 10,550,000
Net unamortized premium	9,212,823	-	971,738	$ 8,241,085	952,990
Tax increment revenue bonds	5,167,427	-	142,832	$ 5,024,595	5,024,596
Employee compensated absences	5,032,427	3,887,120	3,674,299	$ 5,245,248	604,965
TOTAL GOVERNMENTAL ACTIVITIES LONG-TERM OBLIGATIONS	**141,892,677**	**3,887,120**	**16,088,869**	**129,690,928**	**17,132,551**
BUSINESS TYPE ACTIVITIES:					
General obligation bonds	23,225,000	-	2,120,000	21,105,000	1,910,000
Net unamortized premium	1,272,517	-	145,767	1,126,750	125,007
Employee compensated absences	169,187	153,243	123,528	198,902	26,858
Revolving loans payable	105,009	-	14,980	90,029	15,390
TOTAL BUSINESS TYPE ACTIVITIES LONG-TERM OBLIGATIONS	**24,771,713**	**153,243**	**2,404,275**	**22,520,681**	**2,077,255**
TOTAL	**$ 166,664,390**	**$ 4,040,363**	**$ 18,493,144**	**$ 152,211,609**	**19,209,806**

For governmental activities, compensated absences and other post-employment benefits obligations are generally liquidated from the General Fund. Pension and OPEB liabilities are liquidated from the General Fund.

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental and business-type activities. The City did not issue any new debt in 2025.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as 10-year, 15-year or 20-year serial bonds with level debt service payments. General obligation bonds currently outstanding are as follows:

GENERAL OBLIGATION BONDS OUTSTANDING

	Series	Interest Rates %	Original Issue Amount	Final Maturity Date	Outstanding December 31, 2025	Interest Paid 2025
Street Improvements	2013A	2.0 to 4.125%	4,635,000	9/1/2028	190,000	9,175
Street Improvements	2014A	2.125 to 5.0%	14,490,000	9/1/2035	2,345,000	74,156
Street improvements, refunding	2015A	2.0 to 5.0%	21,390,000	9/1/2035	8,060,000	334,800
Civic Center Project	2015B	2.0 to 5.0%	44,140,000	9/1/2035	18,230,000	737,387
Refunding, Benefit Districts	2018A	2.0 to 5.0%	13,300,000	9/1/2038	4,175,000	156,981
Street improvements	2018C	3.0 to 5.0%	15,550,000	9/1/2038	11,375,000	460,450
Street improvements	2019C	2.25% to 5.0%	6,945,000	9/1/2039	4,805,000	183,938
Street improvements, refunding	2020A	1% to 3.5%	5,045,000	9/1/2041	1,080,000	57,593
Street improvements, refunding	2021A	1.5% to 4.0%	10,385,000	9/1/2041	7,670,000	264,963
Justice Center Project	2021B	1.75% to 4.0%	36,010,000	9/1/2041	30,425,000	904,950
Street improvements	2022A	3.0 to 5.0%	4,700,000	9/1/2042	4,225,000	176,044
Street Improvements	2023A	4.0 to 5.0%	12,880,000	9/1/2043	11,845,000	598,875
Street improvements, Justice Center	2024A	4.0 to 5.0%	7,885,000	9/1/2044	6,755,000	300,749
TOTAL					**$111,180,000**	**$ 4,260,061**

	Series	Interest Rates %	Original Issue Amount	Final Maturity Date	Outstanding December 31, 2025	Interest Paid 2025
Stormwater Improvements	2013A	2.0 to 4.125%	2,985,000	9/1/2033	1,425,000	61,156
Stormwater Improvements	2014A	2.125 to 5.0%	1,115,000	9/1/2034	590,000	18,638
Stormwater improvements, refunding	2014B	2.0 to 5.0%	4,325,000	9/1/2026	245,000	17,263
Stormwater improvements	2015A	2.0 to 5.0%	1,705,000	9/1/2035	1,005,000	38,575
Stormwater improvements, refunding	2018A	2.0 to 5.0%	9,700,000	9/1/2038	5,565,000	220,799
Stormwater improvements	2018C	3.0 to 5.0%	1,170,000	9/1/2038	855,000	34,619
Stormwater improvements	2019C	2.25% to 5.0%	2,035,000	9/1/2039	1,585,000	54,713
Stormwater improvements, refunding	2020A	1% to 3.5%	3,995,000	9/1/2040	2,980,000	68,510
Stormwater improvements, refunding	2021A	1.5% to 4.0%	1,085,000	9/1/2032	705,000	31,050
Stormwater improvements	2022A	3.0 to 5.0%	4,210,000	9/1/2042	3,790,000	157,631
Stormwater improvements	2024A	4.0 to 5.0%	2,450,000	9/1/2044	2,360,000	88,168
TOTAL					**$ 21,105,000**	**$ 791,122**

Annual debt service requirements to maturity for general obligation bonds are as follows for the governmental and business-type activities, respectively:

Year		Principal	Interest	Total
2026	$	10,550,000 $	3,832,886 $	14,382,886
2027		10,930,000	3,422,936	14,352,936
2028		9,755,000	2,996,861	12,751,861
2029		7,210,000	2,636,311	9,846,311
2030		7,385,000	2,366,061	9,751,061
2031 - 2035		36,000,000	7,884,244	43,884,244
2036 - 2040		23,410,000	2,754,346	26,164,346
2041 - 2044		5,940,000	336,669	6,276,669
	TOTAL $	**111,180,000 $**	**26,230,314 $**	**137,410,314**

Year		Principal	Interest	Total
2026	$	1,910,000 $	739,154 $	2,649,154
2027		1,600,000	659,023	2,259,023
2028		1,390,000	587,323	1,977,323
2029		1,460,000	530,298	1,990,298
2030		1,495,000	475,523	1,970,523
2031 - 2035		6,995,000	1,641,465	8,636,465
2036 - 2040		5,025,000	635,168	5,660,168
2041 - 2044		1,230,000	96,719	1,326,719
	TOTAL $	**21,105,000 $**	**5,364,673 $**	**26,469,673**

General Obligation Notes Payable

Kansas statutes permit the issuance of notes to finance certain capital improvement projects. Prior to note issuance, the Governing Body must take the necessary legal steps to authorize the issuance of bonds for the project. Notes are interest-bearing and have a maturity date no later than four years from the date of issuance. At December 31, 2025 there were no general obligation notes payable.

The City's total general obligation debt is $132,285,000 and general obligation notes payable of $0 for a total of $132,285,000. The City has $513,582,751 remaining before reaching its legal debt margin.

The above bonds include debt issued for special assessments for certain capital improvements made on behalf of benefit districts as further discussed in Note 1, with the remainder of the obligations to be liquidated from future general operations. Delinquent special assessments will be paid from additional general ad valorem property tax levies.

GASB 88

The City has reviewed all debt in accordance with the criteria outlined in GASB Statement 88, *Certain Disclosures Related to Debt, including Direct Borrowing and Direct Placements*. Through the City's purchasing card program, the City has a credit limit of $1,500,000, of which $1,021,995 was available at December 31, 2025. The amount due against the credit limit is included within accounts payable. The City has no other unused lines of credit. The City's only direct borrowing is the city's participation in the Kansas State Water Pollution Control Revolving Fund Loan that had a year-end balance of $90,029.

No assets are pledged as collateral on debt issues. The note below outlines the only item of default for the City, the Tax Increment Revenue Bonds Series 2007.

Tax Increment Revenue Bonds

On August 1, 2007, the City issued $7,865,000 of tax increment revenue bonds related to the City Center East Project I (Revenue Bond Series 2007). The bonds are special, limited obligations of the City payable solely from ad valorem taxes collected from real property located within the Project Area on or after January 1, 2008, that is in excess of the amount of real property taxes which were collected from the Project Area in the year the Redevelopment District was established. Incremental ad valorem taxes were projected to produce 110% of debt service requirements over the life of the bonds. For 2025, incremental ad valorem tax revenues were $264,403.

On April 1, 2013, the trustee for the bond issue (Security Bank of Kansas City) made a partial payment of $190,000 on the accrued interest for the bonds.

On July 9, 2013, pursuant to the request of the owners of not less than a majority in principal amount of the bonds outstanding, the trustee for the bond issue declared the principal of all bonds outstanding and the accrued interest thereon due and payable.

On August 1, 2013, pursuant to the terms of the Indenture, the trustee transferred the amount of $873,503 from the Full Valuation Reserve Fund account to the Debt Service Fund account. On October 1, 2013, the trustee applied $820,045 of these funds for the partial redemption payment of principal on the bonds and $53,458 of these funds for partial payment of the accrued interest on the bonds.

In March 2014, the trustee filed a communication to bondholders on the Electronic Municipal Market Access (EMMA) website. The trustee's communication to bondholders states "it is unlikely there will be sufficient funds to make the October 1, 2014 interest and principal payment due on the bonds or to pay past due amounts. Future payments of principal of and interest on the bonds will be dependent on increases in incremental tax revenues and timely payment of ad valorem taxes by the owner of the project — the trustee cannot predict if those increases will occur or when they might occur or if those payments will be made timely. The significantly reduced assessed value of the project (and any further reduction) can be expected to negatively impact the incremental tax revenues from the anticipated receipts set out in the official statement."

On April 1, 2014, the trustee made a partial redemption payment of principal on the bonds in the amount of $191,782 and a partial payment of the accrued interest in the amount of $18,278. On July 15, 2015, the trustee made a partial redemption payment of principal on the bonds in the amount of $177,566 and a partial payment of the accrued interest in the amount of $27,444. On July 12, 2016, the trustee made a partial redemption payment of principal on the bonds in the amount of $181,199 and a partial payment of the accrued interest in the amount of $38,801. On July 14, 2017, the trustee made a partial redemption payment of principal on the bonds in the amount of $184,500 and a partial payment of the accrued interest in the amount of $50,500. On July 13, 2018, the trustee made a partial redemption payment of principal on the bonds in the amount of $180,007 and a partial payment of the accrued interest in the amount of $59,993. On July 17, 2019, the trustee made a partial redemption payment of principal on the bonds in the amount of $168,718 and a partial payment of the accrued interest in the amount of $66,282. On July 10, 2020, the trustee made a partial redemption payment of principal on the bonds in the amount of $165,240 and a partial payment of the accrued interest in the amount of $74,760. On July 14, 2021, the trustee made a partial redemption payment of principal on the bonds in the amount of $168,648 and a partial payment of the accrued interest in the amount of $86,352. On July 14, 2022, the trustee made a partial redemption payment of principal on the bonds in the amount of $159,074 and a partial payment of the accrued interest in the amount of $90,926. On July 21, 2023, the trustee made a partial redemption payment of principal on the bonds in the amount of $144,068 and a partial payment of the accrued interest in the amount of $90,932. On August 9, 2024, the trustee made a partial redemption payment of principal on the bonds in the amount of $156,736 and partial payment of the

accrued interest in the amount of $108,264. On July 18, 2025, the trustee made a partial redemption payment of principal on the bonds in the amount of $142,831 and partial payment of accrued interest in the amount of $107,169.

As of December 31, 2025, the outstanding principal for the bonds is $5,024,595 and the outstanding accrued interest is $3,994,529.

Reimbursable Developer Project Costs

These obligations represent tax increment financing (TIF) project costs that have been certified by the City as eligible for reimbursement to the applicant from TIF revenues attributable to a TIF project. Costs are certified upon project completion and may be certified in phases. Under the state TIF Act and City policy, the City may reimburse approved certified cost amounts from incremental taxes generated from the redevelopment project plan for a period up to 20 years from the date of such plan approval. Reimbursement is made in accordance with the terms of a Disposition & Development Agreement (DDA) entered into between an applicant and the City. Accordingly, certified project costs in excess of amounts reimbursed to date are tracked by the City for future repayment upon collection of attributable property tax. The City is only obligated for the amount of incremental taxes received attributable to the project and then, only in accordance with the terms of the DDA. Any project costs in excess of the incremental taxes received are the responsibility of the applicant.

The City has five established active redevelopment districts and, as of December 31, 2025, the City has approved forty-three redevelopment project plans. All but two of the redevelopment project plans are reimbursement only, and three of the approved plans provide for reimbursement only to the City. At the time of redevelopment project plan approval, a feasibility study is performed to support a finding that the incremental ad valorem taxes projected and other available revenues, including private equity, are sufficient to pay for the approved TIF project costs.

Ridgeview Mining (formerly Meritex) TIF Project Plan Two was approved by Ordinance No. 5594 on April 18, 2017. This ordinance provides solely for reimbursement to the City for TIF eligible infrastructure improvements associated with the construction of Ridgeview Road (Prairie Star Parkway to K-10 Highway), remainder of the 99th Street and 98th Street.

Ridgeview Mining (formerly Meritex) TIF Project Plan Four was approved by Ordinance No. 5718 on April 16, 2019. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $426,938. The applicant may be reimbursed up to the balance of the certified cost amount of $2,672,631.

Ridgeview Mining (formerly Meritex) TIF Project Plan Five was approved by Ordinance No. 5776 on April 7, 2020. At December 31, 2025, certified costs of $6,588,052 have been submitted. No disbursements have been made.

Ridgeview Mining (formerly Meritex) TIF Project Plan Six was approved by Ordinance No. 5791 on September 15, 2020. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $87,077. The applicant may be reimbursed up to the balance of the certified cost amount of $4,449,425.

Ridgeview Mining (formerly Meritex) TIF Project Plan Seven was approved by Ordinance No. 5821 on September 15, 2020. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $402,905. The applicant may be reimbursed up to the balance of the certified cost amount of $5,075,208.

Ridgeview Mining (formerly Meritex) TIF Project Plan Eight was approved by Ordinance No. 5868 on September 15, 2020. At December 31, 2025, no certified costs have been submitted. No disbursements have been made.

Ridgeview Mining (formerly Meritex) TIF Project Plan Nine was approved by Ordinance No. 5872 on September 15, 2020. In 2025, incremental ad valorem tax revenues and payments made to

the applicant were $444,300. The applicant may be reimbursed up to the balance of the certified cost amount of $11,186,052.

Ridgeview Mining (formerly Meritex) TIF Project Plan Ten was approved by Ordinance No. 5886 on September 15, 2020. At December 31, 2025, certified costs of $4,696,500 have been submitted. No disbursements have been made.

Mining TIF Project Plan Two was approved by Ordinance No. 5033 on May 6, 2008. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $606,272. The applicant may be reimbursed up to the balance of the certified cost amount of $2,502,699. The applicant receives first priority for the TIF distributions, if they meet certain performance benchmarks.

Mining TIF Project Plan Three was approved by Ordinance No. 5262 on June 5, 2012 and amended by Ordinance No. 5631 on December 5, 2017. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $827,593. The applicant may be reimbursed up to the balance of the certified cost amount of $3,003,406 through June 2032.

Mining TIF Project Plan Five was approved by Ordinance No. 5902 on August 16, 2022. At December 31, 2025, certified costs of $28,930,562 have been submitted. No disbursements have been made.

A redevelopment district was established by Ordinance No. 4427 on September 11, 2001 for the City Center TIF District and was subsequently amended by Ordinance No. 4824 on December 20, 2005 to expand the boundaries. The initial project plan (project plan 1) for the City Center TIF District was approved on October 16, 2001 by Ordinance No. 4431, which subsequently was amended by Ordinance No. 4482 on April 9, 2002 and again on May 16, 2006 by Ordinance No. 4846. This project plan provides solely for reimbursement to the City for TIF eligible land acquisition costs.

City Center TIF project plan 1B was approved by Ordinance No. 5043 on July 1, 2008. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $329,033. The applicant may be reimbursed up to the balance of the certified cost amount of $766,053 until July 2028.

City Center TIF project plan 1C was approved by Ordinance No. 5272 on July 11, 2012. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $771,872. The applicant may be reimbursed up to the balance of the certified cost amount of $8,076,909 through July 2032.

City Center TIF project plan 1E was approved by Ordinance No. 5357 on January 21, 2014. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $476,652. The applicant may be reimbursed up to the balance of the certified cost amount of $4,454,146 until January 2029.

City Center TIF project plan 1F was approved by Ordinance No. 5516 on February 16, 2016. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $767,077. The applicant may be reimbursed up to the balance of the certified cost amount of $9,334,867 until February 2036.

City Center TIF project plan 1G was approved by Ordinance No. 5517 on February 16, 2016. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $221,920. The applicant may be reimbursed up to the balance of the certified cost amount of $1,062,939 until February 2036.

City Center TIF project plan 1H was approved by Ordinance No. 5657 on June 5, 2018. No certified costs have been submitted.

City Center TIF project plan 1I was approved by Ordinance No. 5670 on July 17, 2018. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $44,843. The applicant may be reimbursed up to the balance of the certified cost amount of $1,131,225 until February 2038.

City Center TIF project plan 1J was approved by Ordinance No. 5932 on February 21, 2023. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $15,479. The applicant may be reimbursed up to the balance of the certified cost amount of $2,954,551, until February 2038.

City Center TIF project plan 1K was approved by Ordinance No. 5940 on May 16, 2023. No certified costs have been submitted.

City Center TIF project plan 1L was approved by Ordinance No. 5952 on September 5, 2023. No certified costs have been submitted.

City Center TIF project plan 2 was approved by Ordinance No. 4803 on November 15, 2005, which was subsequently repealed on April 17, 2007 with the adoption of Ordinance No. 4932 approving the amended project plan 2. The City issued TIF revenue bonds in 2007 to finance approved TIF eligible developer costs.

City Center TIF project plan 2B was approved by Ordinance No. 5370 on April 15, 2014. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $86,410. The applicant may be reimbursed up to the balance of the certified cost amount of $1,066,028 until April 2034.

City Center TIF project plan 2C was approved by Ordinance No. 5738 on June 18, 2019 and amended on October 21, 2025. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $110,772. The applicant may be reimbursed up to the balance of the certified cost amount of $2,117,729 until June 2039.

City Center TIF project plan 3A was approved by Ordinance No. 4933 on April 17, 2007, which was subsequently repealed on August 19, 2008 with the adoption of Ordinance No. 5053 approving the amended project plan 3A. This ordinance provides solely for reimbursement to the City for TIF eligible street and stormwater improvements.

City Center TIF project plan 3B was approved by Ordinance No. 5430 on March 17, 2015. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $256,329. The applicant may be reimbursed up to the balance of the certified cost amount of $5,518,150 until March 2035.

City Center TIF project plan 3F was approved by Ordinance No. 5613 on September 5, 2017. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $181,982. The applicant may be reimbursed up to the balance of the certified cost amount of $2,262,948 until September 2037.

City Center TIF project plan 3G was approved by Ordinance No. 5644 on February 20, 2018. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $136,329. The applicant may be reimbursed up to the balance of the certified cost amount of $1,598,198 until February 2038.

City Center TIF project plan 3H was approved by Ordinance No. 5937 on April 18, 2023. No certified costs have been submitted.

City Center TIF project plan 3I was approved by Ordinance No. 6021 on May 6, 2025. No certified costs have been submitted.

City Center TIF project plan 3J was approved by Ordinance No. 6022 on May 6, 2025. No certified costs have been submitted.

City Center TIF project plan 4A was approved by Ordinance No. 5321 on June 18, 2013. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $347,902. The applicant may be reimbursed up to the balance of the certified cost amount of $6,070,100 until June 2033.

City Center TIF project plan 4B was approved by Ordinance No. 5448 on June 16, 2015. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $389,582. The applicant may be reimbursed up to the balance of the certified cost amount of $4,919,561 until June 2035.

City Center TIF project plan 4C was approved by Ordinance No. 5701 on December 18, 2018. No certified costs have been submitted.

City Center TIF project plan 5A was approved by Ordinance No. 5658 on June 5, 2018. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $402,470. The applicant may be reimbursed up to the balance of the certified cost amount of $963,508 until June 2038.

City Center TIF project plan 5B was approved by Ordinance No. 5659 on June 5, 2018. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $293,743. The applicant may be reimbursed up to the balance of the certified cost amount of $3,466,799, until June 2038.

City Center TIF project plan 5C was approved by Ordinance No. 5803 on November 17, 2020. In 2025, incremental ad valorem tax revenues and payments made to the applicant were $440,762. The applicant may be reimbursed up to the balance of the certified costs of $2,130,425 until 2040.

A redevelopment district was established by Ordinance No. 4923 on February 6, 2007 for the I-35 and 95th Street TIF District. I-35 and 95th Street TIF District project plan 1 was approved by Ordinance No. 5306 on April 16, 2013. In 2025 incremental ad valorem tax revenues and payments made to the applicant were $46,279. The applicant may be reimbursed up to the balance of the certified cost amount of $224,488 until April 2033.

I-35 and 95th Street TIF District project plan 3 was approved by Ordinance No. 5549 on August 16, 2016. In 2025, incremental ad valorem tax revenues and payments made to the applicants were $174,054. The applicants may be reimbursed up to the balance of the certified costs of $3,446,789 until August 2036.

I-35 and 95th Street TIF District project plan 4 was approved by Ordinance No. 5593 on April 18, 2017. This ordinance provides solely for reimbursement to the City for TIF eligible infrastructure landscaping improvements associated with the 95th Street and I- 35 interchange project.

I-35 and 95th Street TIF District project plan 5 was approved by Ordinance No. 5660 on June 5, 2018. No certified costs have been submitted.

Community Improvement District

Upon petition of the developer and all of the property owners within the proposed community improvement district, the City has established eighteen community improvement districts (CID). Prior to reimbursement of any approved CID eligible costs, the City enters into a Development Agreement with the developer setting forth the terms and conditions under which reimbursement is made. Certified project costs in excess of amounts reimbursed to date are tracked by the City for future repayment upon collection of attributable sales tax. These obligations represent developer project costs that have been certified by the City as eligible for reimbursement from community improvement district revenues attributable to the project. The City is only obligated for the amount of sales tax received attributable to the project; any deficiencies are the responsibility of the developer.

The City established the Orchards Corner CID by Ordinance No. 5174 on October 19, 2010, approving and levying an additional 1% sales tax within the CID. The purpose of the District is to finance the cost of traffic improvements and internal tenant improvements to the Orchard Corners Center located on the southwest corner of 95th Street and Quivira Road. The additional sales tax became effective April 1, 2011. The developer may be reimbursed up to the certified cost amount from collected sales taxes up to a period of 22 years from the date the CID sales tax is first collected in accordance with the terms of the Development Agreement. The developer may be reimbursed up to the balance of the certified cost amount of $2,688,871.

The City established the Prairie Creek CID by Ordinance No. 5263 on June 5, 2012, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to finance the cost of traffic improvements and internal tenant improvements to the Prairie Creek development located on the northwest corner of Prairie Star Parkway and Renner Boulevard. The additional sales tax became effective October 1, 2012. The developer may be reimbursed up to the certified cost amount from collected sales taxes up to a period of 22 years from the date the CID sales tax is first collected in accordance with the terms

of the Development Agreement. The Developer may be reimbursed up to the balance of the certified cost amount of $27,960,845.

The City established the Quivira 95 CID by Ordinance No. 5307 on April 16, 2013, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to finance the cost of improvements associated with the design, development and construction of the Quivira 95 development, consisting of a multi-tenant commercial/retail structure and the associated infrastructure located at the northwest corner of 95th Street and Quivira Road. The additional sales tax became effective October 1, 2013. The developer may be reimbursed up to the certified cost amount from collected sales taxes up to a period of 22 years from the date the CID sales tax is first collected in accordance with the terms of the Development Agreement. The Developer may be reimbursed up to the balance of the certified cost amount of $717,429.

The City established the Greystone Plaza CID by Ordinance No. 5344 on October 10, 2013, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to finance the renovation and redevelopment of the Greystone Shopping Center located north of 87th Street Parkway and west of Rosehill Road. The additional sales tax became effective April 1, 2014. The developer may be reimbursed up to the certified cost amount from collected sales taxes up to a period of 22 years from the date the CID sales tax is first collected in accordance with the terms of the Development Agreement. The Developer may be reimbursed up to the balance of the certified cost amount of $762,300.

The City established the City Center East I CID by Ordinance No. 5377 on June 3, 2014 approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for eligible costs associated with the tenant finishes, landscaping and streetscaping. The CID area includes a four story commercial office/retail building with adjacent outdoor plaza area. The additional sales tax became effective October 1, 2014. The developer may be reimbursed up to the certified cost from collected sales taxes up to a period of 22 years from the date the CID sales tax is first collected in accordance with the terms of the Development Agreement. The Developer may be reimbursed up to the balance of the certified cost amount of $763,284.

The City established the City Center East II CID by Ordinance No. 5369 on April 15, 2014, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the developers of the hotel, conference center and restaurant for eligible tenant, site and building improvements. The additional sales tax became effective on January 1, 2016. The Developers may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of a development agreement entered into with each Developer. The Developer may be reimbursed up to the balance of the certified cost amount of $978,762.

The City established the Candlewood Suites CID by Ordinance No. 5558 on October 18, 2016, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the developers of the hotel for eligible site and building improvements. The additional sales tax became effective on January 1, 2017. The developers may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of a development agreement entered into with each Developer. The Developer may be reimbursed up to the balance of the certified cost amount of $1,533,991.

The City established the Holiday Inn Express CID by Ordinance No. 5559 on October 18, 2016, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the developers of the hotel for eligible site and building improvements. The additional sales tax became effective on October 1, 2017. The developers may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of a development agreement entered into with each developer. The Developer may be reimbursed up to the balance of the certified cost amount of $1,553,538.

The City established the Midas Springhill Suites CID by Ordinance No. 5588 on February 21, 2017, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developers for the construction of a 124 room Marriott Springhill Suites hotel, retail space, a two story parking garage and other eligible site and building improvements. The additional sales tax became effective on July 1, 2017. The Developers may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of a development agreement entered into with each Developer. The Developer may be reimbursed up to the balance of the certified cost amount of $1,585,892.

The City established the City Center Area E CID by Ordinance No. 5694 on November 20, 2018, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of a mixed-use building. The additional sales tax became effective on July 1, 2019. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. The Developer may be reimbursed up to the balance of the certified cost amount of $2,804,613.

The City established the Lenexa Point CID by Ordinance No. 5765 on December 17, 2019, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for building and site improvements. The additional sales tax became effective on April 1, 2020. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. The developer may be reimbursed up to the balance of the certified cost amount of $2,674,499.

The City established the Sonoma Plaza CID by Ordinance No. 5765 on December 17, 2019, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of multiple buildings. The additional sales tax became effective on July 1, 2020. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. The developer may be reimbursed up to the balance of the certified cost amount of $6,575,519.

The City established the Ten Ridge CID by Ordinance No. 5802 on November 3, 2020, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of streets, sidewalks and parking structures. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. The developer may be reimbursed up to the balance of the certified cost amount of $3,434,837.

The City established Jayhawk Ridge CID by Ordinance No. 5783 on July 7, 2020, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of streets, sidewalks and parking structures. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. No certified costs were submitted as of December 31, 2025.

The City established The Retreat on the Prairie CID by Ordinance No. 5869 on November 16, 2021, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of mixed use buildings. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms

of the development agreement entered into with each developer. No certified costs were submitted as of December 31, 2025.

The City established The Living Spaces CID by Ordinance No. 5876 on May 17, 2022, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of mixed use buildings. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. No certified costs were submitted as of December 31, 2025.

The City established The 87 Renner CID by Ordinance No. 5884 on March 1, 2022, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for land acquisition, site costs, and construction of mixed use buildings. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. No certified costs were submitted as of December 31, 2025.

The City established The Central Green CID by Ordinance No. 5946 on June 20, 2023, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for site work, mixed use buildings and structured parking. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. The developer may be reimbursed up to the balance of the certified cost amount of $1,960,943.

The City established The Midas Dual Hotel CID by Ordinance No. 5953 on September 5, 2023, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for commercial and retail space, and structured parking. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. No certified costs were submitted as of December 31, 2025.

The City established The Restaurant Row CID by Ordinance No. 5933 on February 21, 2023, approving and levying an additional 2% sales tax within the CID. The purpose of the CID is to reimburse the Developer for commercial and retail space, and structured parking. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. The developer may be reimbursed up to the balance of the certified cost of $6,538,446.

The City established The Residence at Renner 95 CID by Ordinance No. 5974 on November 21, 2023, approving and levying an additional 1% sales tax within the CID. The purpose of the CID is to reimburse the Developer for commercial and retail space, and structured parking. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. No certified costs were submitted as of December 31, 2025.

The City established Village at City Center North Mixed-Use CID by Ordinance No. 6023 on May 6, 2025, approving and levying an additional 1.5% sales tax within the CID. The purpose of the CID is to reimburse the Developer for commercial and retail space. The Developer may be reimbursed for certified costs from collected CID sales taxes up to a period of 22 years from the date the CID sales tax is first collected. Such reimbursement shall be made in accordance with the terms of the development agreement entered into with each developer. No certified costs were submitted as of December 31, 2025.

Revolving Loan

The City entered into a loan agreement with the Kansas Department of Health and Environment (KDHE) during the year ended December 31, 2010 for the City Center Central Green project. The loan was entered into on September 21, 2009 with an interest rate of 2.72% and a maximum amount of $1,073,430. As of December 31, 2025, $1,073,430 has been drawn on this loan and the payback amount is $90,029. Principal payments of $14,581 were made in 2025. KDHE has committed to 75% principal forgiveness of the loan beginning in 2010. The payback period for the amount of the loan remaining after the principal forgiveness is 20 years. The loan payments began in 2011 when the project was completed.

Annual debt service requirements to maturity for the revolving loan are as follows:

Year		Principal	Interest	Total
2026	$	15,390 $	2,129 $	17,519
2027		15,811	1,747	17,558
2028		16,245	1,354	17,599
2029		16,689	950	17,639
2030		17,146	535	17,681
2031		8,748	108	8,856
	TOTAL $	**90,029 $**	**6,823 $**	**96,852**

Conduit Debt Obligations

The City has issued industrial revenue bonds to provide financial assistance to private businesses for economic development purposes. These bonds are secured by the properties financed, as well as letters of credit, and are payable solely from payments received from the private businesses involved. The City has also issued multifamily housing bonds to provide mortgage loans for the construction and financing of multifamily rental and single-family residences in the City. These bonds are secured solely by the property financed by the respective bond issues and by credit guarantees of reinvestment-grade financial institutions. Ownership of the acquired facilities is in the name of the private business served by the bond issuance. Neither the City nor any political subdivision thereof is obligated in any manner for the repayment of the bonds.

Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2025, there were 39 issues of industrial revenue and multifamily housing bonds outstanding. These issues have an aggregate original issue amount of approximately $742 million and an aggregate balance outstanding of approximately $489.1 million at December 31, 2025.

11. Risk Management

The City is exposed to various risks of loss related to property, various types of litigation and workers' compensation.

The City's risk financing activities are reported separately in the Risk Management, Health Plan and Workers' Compensation Internal Service Funds. Property and liability insurance coverage is purchased from outside sources. The City is insured for property losses under blanket coverage at replacement cost. The policy carries a $100,000 deductible for property losses from all other perils, except the following: (1) wind and hail losses carry a deductible of 2% of the value of the damaged property, or a $100,000 minimum; (2) flood losses which carry a $100,000 deductible for Low and Moderate Hazard (B, X-500) claims and $500,000 deductible for High Hazard (A, AE, V) claims. Additionally, the City carries separate property insurance policies for Inland Marine with a $5,000 deductible; Equipment Breakdown with a $25,000 deductible; and Automotive Physical Damage with a $10,000 deductible. The City has a

$100,000 self-insured retention per occurrence on all liability claims, with a $1 million occurrence limit and a $2 million dollar aggregate limit. In addition, the City carries an excess liability policy with a limit of $8,000,000. The City has purchased both specific and aggregate reinsurance to protect the City from extreme liability. For workers' compensation, the City has a self-insurance retention of $700,000 per occurrence on all Police and Fire Department liability claims and $500,000 per occurrence on all other claims with a $1,000,000 statutory limit. The aggregate stop loss is $4,378,649. There have been no significant reductions in insurance coverage from the prior year. In addition, the City is not aware of any potential liability at December 31, 2025 that would exceed insurance coverage. There have been no insurance settlements that have exceeded insurance coverage for the past three years.

The Risk Management Fund was established to fund expenses related to threatened or actual litigation, deductibles and any uninsured losses. This fund is designed to protect the City by funding losses not covered by insurance. The claims liability is based on estimates of the ultimate cost of claims, including inflation factors and historical trend data. Other non-incremental costs are not included in the basis of estimating the liability.

At December 31, 2025, the workers' compensation net position balance was $1,690,080 with claims liability of $1,209,335. This claims liability is based on estimates of the ultimate cost of claims, including inflation factors and historical trend data. Other non- incremental costs are not included in the basis of estimating the liability. Claims administration of the fund is performed by Thomas McGee. The City and Thomas McGee filed the necessary papers with the Kansas Insurance Commissioner and received approval to be self-funded.

The City self-insures a health benefit and short-term disability plan. Contributions of $790,709 a month on behalf of and from current employees are made to a special City bank account, and approximately $14,215 is deposited monthly from COBRA and retiree participants. Trustmark administers, processes and pays employee health claims from funds in this account in accordance with the plan. The medical plan will pay medical and pharmacy claims up to the individual stop loss deductible of $125,000 per person enrolled on the medical plan. There is a one-time aggregating specific deductible of $65,000. Claims over $125,000 per person and the aggregating deductible are covered under the specific stop loss contract with HM Insurance Group. Aggregate reinsurance coverage through Aetna covers the next $1,000,000 over the annual amount of $8,094,555 in medical and pharmacy claims paid by the City. Payments made in accordance with the plans and related insurance premiums are recorded in the Health Plan Fund. As of December 31, 2025, a liability of $355,009 has been recorded in the fund for outstanding healthcare claims, including an estimate for claims incurred but not recorded. This claims liability is based on estimates of the ultimate cost of claims, including inflation factors and historical trend data. Other non-incremental costs are not included in the basis of estimating the liability.

Changes in the Risk Management Fund insurance claims payable were as follows:

Year	Beginning Of Fiscal Year Liability	Current Year Claims And Changes In Estimates	Claim Payments	Balance At Fiscal Year End
2024	$ 344,488	$ 115,830	$ 57,915	$ 402,403
2025	402,403	212,059	-	614,462

Changes in the Workers Compensation Plan Fund insurance claims payable were as follows:

Year	Beginning Of Fiscal Year Liability	Current Year Claims And Changes In Estimates	Claim Payments	Balance At Fiscal Year End
2024	$ 1,493,228	$ (15,771)	$ 274,626	$ 1,202,831
2025	1,202,831	196,046	189,542	1,209,335

Changes in the Health Plan Fund insurance claims payable were as follows:

Year	Beginning Of Fiscal Year Liability	Current Year Claims And Changes In Estimates	Claim Payments	Balance At Fiscal Year End
2024	$ 474,376	$ 9,760,063	$ 9,616,510	$ 617,929
2025	617,929	5,929,437	6,192,357	355,009

Note: All self-insurance claims payable are due within one year, except for $381,299 of the Workers Compensation Plan Fund

12. Employee Retirement Systems And Pension Plans

Defined Contribution Plan

Effective January 1, 2010, pursuant to resolution, the Governing Body established the City of Lenexa 401(a) Defined Contribution Plan (Defined Contribution Plan) which is currently administered by Voya Financial. This 401(a) plan is a defined contribution plan governed by the Internal Revenue Code of 1986. Under the authority of the Governing Body, the City will contribute 4% of total compensation for each employee into a 401(a) account for all full time and part time employees of the City, which includes all employees whose employment is not seasonal, temporary or elected and whose employment requires at least 1,000 hours of work each year. In addition, the City will match 50% of an employee's contribution up to a maximum of an additional 2%. The City's total maximum contribution per employee would be 6%. The plan was subsequently amended in 2022 to require the City to contribute an additional 8.0% of the City Manager's compensation into a 401(a) account. The City contributed $2,430,513 during 2025 to the Defined Contribution Plan. The Defined Contribution Plan provides funds for retirement and for beneficiaries in the event of death. Eligible participants are not required to contribute to the Defined Contribution Plan; however, the participant may choose to contribute. Eligible participants are 100% vested after three years of employment. In accordance with GASB 84 and GASB 97, the City does not present the related assets and liabilities of the defined contribution pension plan.

Defined Benefit Plan – City Of Lenexa Defined Benefit Pension Plan

Plan Description And Provisions

On January 1, 1989, the City initiated The City of Lenexa Defined Benefit Pension Plan (the Plan). The Plan is a single-employer plan that covers eligible employees who are employed by the City, excluding any person who is an elected or appointed official.

Employees are 100% vested after three years of service. The Plan provides retirement, disability and death benefits to plan members and beneficiaries. The City, as the employer sponsoring the Plan, has the authority to establish benefit provisions and contribution amounts under Sections 4.1 and 8.1 of the Plan.

The Retirement Committee (Trustees) serves as the trustees of the Plan. The Trustees have the authority to amend the Plan, including changes affecting plan design, but not to terminate a plan. The Governing Body retains the authority to terminate any plan. The Trustees consist of nine members: the City Manager, the Chief Financial Officer, Fire Chief, Police Chief, Parks & Recreation Director, Municipal Services Director, Human Resources Director and two at-large members appointed by the City Manager. The Trustees review investment performance on a quarterly basis and review Plan performance. A stand-alone financial report is not issued for the Plan. The Plan is considered part of the City's reporting entity and is presented solely in the accompanying financial statements as a pension trust fund in the Fiduciary Fund financial statements.

Under the Plan, employees were eligible to participate when they had worked 1,000 hours in a plan year. Employees were 100% vested after three years of service and obtained no vesting in the first two years of service. The Plan was closed to new participants as of December 31, 2009.

The financial statements are prepared using the accrual basis of accounting. The government's contributions are recognized when a formal commitment to provide the contributions has been made. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. All plan investments are reported at fair value. Securities traded on a national exchange are valued at the last reported sales price on the government's balance sheet. Securities without an established market are reported at estimated fair value.

Membership of the Plan consisted of the following at December 31, 2025, the date of the latest measurement:

	Public Service	Police & Fire
Inactive members or beneficiaries receiving benefits	155	98
Inactive members entitled to future benefits	85	36
Active plan members	62	47
TOTAL	**302**	**181**

The Plan has two different retirement dates. Employees, other than those working as sworn police officers or firefighters, who retire at or after age 62 are entitled to a normal retirement benefit, payable monthly for life, equal to 0.75% of the average monthly compensation, as defined in the plan agreement, multiplied by the years of credited service plus 1% of the average monthly compensation multiplied by the total number of years of service from January 1, 1989 to the normal retirement date. In addition, the Plan also provides for early retirement and death benefits. Police officers and firefighters have the same benefits as Public Service employees except that the normal retirement age is 55 versus 62 and there is no early retirement option.

Contributions

The City's contribution is set by the City Council in conjunction with its approval of the annual budget, based on information provided by the Plan's consulting actuary and the Retirement Committee. For the year ending December 31, 2025, the City contributed 0.00% of the payroll of active members.

ACTUARIAL ASSUMPTIONS	
Actuarial methods and assumptions:	
Valuation date	January *1, 2026*
Actuarial cost method	Unit Credit Method
Amortization method	Level dollar open ended
Remaining amortization period	*30* years
Asset valuation method	Five-year moving average
Primary actuarial assumptions:	
Investment rate of return	*7.00%*
Discount rate	*6.50%*
Inflation rate	*3.00%*
Projected salary increases	N/A, frozen benefit
Withdrawal rates	*T-3* Table
Mortality table	Pub-*2010* mortality table base rates projected generationally with scale MP-*2021*
Administrative expenses	Paid outside of the plan assets

Net Pension Liability (Asset)

Consistent with the requirements of GASB Statement No. 67, *Financial Reporting for Pension Plans*, the Plan is required to calculate and disclose the net pension liability (asset) of the City. For the year ended December 31, 2025, the City recorded the net pension liability (asset) of the City on the statement of net position in accordance with GASB Statement No. 68, Accounting and Financial Reporting for Pensions. The components of the net pension liability (asset) of the City, based on a measurement date and valuation date of December 31, 2025 and January 1, 2026, respectively, according to the calculations required by GASB Statement No. 68, were as follows:

TOTAL PENSION LIABILITY	$	28,963,335
Plan fiduciary net position		33,077,042
CITY'S NET PENSION LIABILITY (ASSET)	**$**	**(4,113,707)**
Plan fiduciary net position as a percentage		114.20%

Changes to the total pension liability, the plan's fiduciary net position, and the City's net pension liability (asset) during 2025 are summarized as follows:

TOTAL PENSION LIABILITY		
Service cost	$	-
Interest		1,826,681
Difference between expected and actual experience		84,028
Changes of assumptions		26,438
Other Changes		-
Benefit payments		(2,134,111)
NET CHANGE IN TOTAL PENSION LIABILITY		**(196,964)**
Total pension liability - beginning		**29,160,299**
Total pension liability - ending (A)		**28,963,335**
PLAN FIDUCIARY NET POSITION		
Contributions - Employer		-
Net investment income		4,534,296
Benefit payments		(2,134,111)
NET CHANGE IN PLAN FIDUCIARY NET POSITION		**2,400,185**
Total Fiduciary Net Position - Beginning		**30,676,857**
Total Fiduciary Net Position - Ending (B)		**33,077,042**
NET PENSION LIABILITY (ASSET) (A) - (B)	**$**	**(4,113,707)**

Reconciling items between the amount listed above for fiduciary net position-ending of $33,077,042 and the Statement of Fiduciary Net Position-Net Position Restricted For Pensions at December 31, 2025 of $33,064,797 is $750,000 of prepaid expenses less the accounts payable amount of $12,245 that the City recorded at the end of the year.

At December 31, 2025, $4,066,242 of the net pension asset was allocated to governmental activities and $47,465 to business-type activities.

Investment Categories

Refer to Note 2: Deposits and Investments for policies pertaining to the allocation of investments.

Rates Of Return

The money-weighted rate of return expresses investment performance, net of pension plan investment expense, adjusted for the changing amounts actually invested. For the year ended December 31, 2025, the annual money-weighted rate of return on pension plan investments, net of expense, was 15.43%. Refer to Note 2: Deposits and Investments for policies pertaining to the expected return.

Discount Rate

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that City contributions will be made at a rate equal to the actuarially determined contribution rates. Based on those assumptions, the pension plans fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity Of The Net Pension Liability (Asset) To Changes In The Discount Rate

The following presents the net pension liability (asset) of the City, calculated using the discount rate of 6.50%, as well as what the City's net pension liability (asset) would be if it were calculated using a discount rate that is 1 percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current rate:

	1% Decrease	Current Discount	1% Increase
Discount Rate	5.50%	6.50%	7.50%
City Net Pension Liability (Asset)	$ (1,151,560)	$ (4,113,707)	$ (6,619,995)

Pension Expense

For the year ended December 31, 2025, the City recognized pension expense of $397,909, which includes the changes in the net pension liability (asset), projected earnings on pension plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. For the year ended December 31, 2025, pension expense of $393,317 was allocated to governmental activities and $4,592 to business-type activities.

Deferred Outflows Of Resources And Deferred Inflows Of Resources

At December 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Difference between actual and expected experience	$ 193,261	$ 138,792
Net differences between projected and actual earnings on investments	-	2,658,237
Changes in assumptions	114,602	109,475
TOTAL	**$ 307,863**	**$ 2,906,504**

At December 31, 2025, total deferred outflows of resources of $304,311 were allocated to governmental activities and $3,552 were allocated to business-type activities. At December 31, 2025, total deferred inflows of resources of $2,872,967 were allocated to governmental activities and $33,537 were allocated to business-type activities.

The amounts reported as deferred outflows of resources and deferred inflows of resources related to the Plan will be recognized in pension expense as follows:

Year Ended December 31,	Amount
2026	$ (17,752)
2027	(1,266,261)
2028	(837,883)
2029	(495,151)
2030	18,406
Thereafter	-
TOTAL	**$ (2,598,641)**

Defined Benefit Pension Plan KPERS & KP&F

Description Of Pension Plan

Employees of the City of Lenexa, Kansas participate in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer public employee retirement system (the Pension Plan). The Pension Plan is administered by the KPERS, a body corporate and an instrumentality of the State of Kansas. KPERS provides benefit provisions to the following statewide pension groups under one plan, as provided by K.S.A. 74, article 49:

- Public employees, which include:
  - State/School employees
  - Local employees
- Police and Firemen
- Judges

Substantially all public employees are covered by the Pension Plan. Participation by local political subdivisions is optional, but irrevocable once elected.

The employees participating in the Pension Plan for the City of Lenexa are included in the Local Employee group or the Police and Firemen group.

KPERS issues a stand-alone annual comprehensive financial report, which is available on the KPERS website at www.kpers.org.

Benefits

Benefits are established by statute and may only be changed by the General Assembly. Members (except Police and Firemen) with ten or more years of credited service may retire as early as age 55 (Police and Firemen may be age 50 with 20 years of credited service), with the actuarially reduced monthly benefit. Normal retirement is at age 65, age 62 with ten years of credited service, or whenever a members combined age and years of service equal 85 (Police and Firemen normal retirement ages are age 60 with 15 years of credited service, age 55 with 20 years, age 50 with 25 years or any age with 36 years of service).

Monthly retirement benefits are based on a statutory formula that includes final average salary and years of service. When ending employment, members may withdraw their contributions from their individual accounts, including interest. Members who withdraw their accumulated contributions lose all rights and privileges of membership. For all pension coverage groups, the accumulated contributions and interest are deposited into and disbursed from the membership accumulated reserve fund as established by K.S.A. 74-4922.

Contributions

Member contributions are established by state law, and are paid by the employee according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates are determined based on the results of an actuarial valuation. The contributions and assets of all groups are deposited in the Kansas Public Employees Retirement Fund established by K.S.A 74-4921. All of the retirement systems are funded on an actuarial reserve basis.

For fiscal years beginning in 1995, Kansas legislation established statutory limits on increases in contribution rates for KPERS employers. Annual increases in the employer contribution rates are related to subsequent benefit enhancements and are not subject to these limitations. The statutory cap increase over the prior year contribution rate is 1.2% of total payroll for the fiscal year ended June 30, 2025.

The actuarially determined employer contribution rate and the statutory contribution rate for the local employee group are both 9.26%. Member contribution rates as a percentage of eligible compensation for the fiscal year ended June 30, 2025 are 6%. The actuarially determined employer contribution rate and the statutory contribution rate for the police and firemen group are both 23.10%. Member contribution rates for this group are 7.15%.

Contributions to the Pension Plan from the City for the local employee group and police and firemen group were $2,539,996 and $4,720,155, respectively, for the year ended December 31, 2025.

Employer Allocations

Although KPERS administers one cost-sharing multiple-employer defined benefit pension plan, separate actuarial valuations are prepared to determine the actuarial determined contribution rate by group. Following this method, the measurement of the collective net pension liability, deferred outflows of resources, deferred inflows of resources and pension expense is determined separately for each of the following groups of the plan:

- State/School
- Local
- Police and Fireman
- Judges

To facilitate separate (sub)actuarial valuations, KPERS maintains separate accounts to identify additions, deductions and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to the amounts presented in the schedules of pension amounts by employer and nonemployer.

The allocation percentages for the City's share of the collective pension amounts as of June 30, 2025 were based on the ratio of its contributions to the total of the employer and nonemployer contributions of the group for the fiscal years ended June 30, 2025.

The contributions used exclude contributions made for prior service, excess benefits and irregular payments. At June 30, 2025, the City's proportion in the local employee group was 0.943072%, which was an increase of 0.0138502% from its proportion measured at June 30, 2024. The City's proportion in the police and fireman group was 2.34731%, which was a decrease of 0.00128% from its June 30, 2024 proportion.

Net Pension Liability

At June 30, 2025, the City's local employee group reported a net pension liability of $18,901,489 for its proportionate share of the net pension liability. The City's police and fire group reported net pension liability of $38,060,188 at June 30, 2025. On December 31, 2025, the aggregate KPERS plan net pension liability allocated $55,260,545 to the governmental activities and $1,701,134 to the business-type activities. The aggregate 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.

There were no significant changes in the benefit terms during the KPERS plan year ended June 30, 2025 that affected the measurement of the total pension liability.

Actuarial Assumptions

The total pension liability as of the measurement date of June 30, 2025 was determined using the following actuarial assumptions:

Price Inflation	*2.75%*
Wage Inflation	*3.00%*
Salary increases, including wage increases and inflation	*3.50* to *15.50%*, including inflation
Long-term rate of return, net of investment expense and including price inflation	*7.00%*

Mortality rates were based on the RP-2010 Mortality Table, with adjustments to better match actual experience. Separate tables apply for males and females as well as each group (State, School, Local, Police and Fire and Judges).

The actuarial cost method is entry age normal. The amortization method is level percentage of payroll, closed.

The actuarial assumptions used in the December 31, 2024 valuation were based on the results of an actuarial experience study completed January 7, 2025. It covered the three- year period of January 1, 2021 through December 31, 2023. It resulted in maintaining the Price Inflation of 2.75%, maintaining the wage inflation at 3.00%, and a long-term rate of return (net of investment expense and including price inflation) at 7.00%.

The long-term expected rate of return of pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long- term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2025 are summarized in the following table:

Asset Class	Long-Term Target Allocation	Long-Term Expected Rate of Return
Non-US Equities	43.0%	8.20%
Fixed Income	13.0%	2.20%
Yield Driven	12.0%	5.30%
Infrastructure	3.0%	6.80%
Real Estate	15.0%	5.70%
Alternatives	11.0%	12.00%
Short-Term Investments	3.0%	0.30%
	100%	

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the contractually required rate. The State, School and Local employers do not necessarily contribute the full actuarial determined rate. Based on legislation passed in 1993, the employer contribution rates certified

by the System's Board of Trustees for these groups may not increase by more than the statutory cap. The expected KPERS employer statutory contribution was modeled for future years, assuming all actuarial assumptions are met in future years. Employers contribute the full actuarial determined rate for Police and Firemen and Judges. Future employer contribution rates were also modeled for Police and Firemen and Judges, assuming all actuarial assumptions are met in future years. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity Of The City's Proportionate Share Of The Net Pension Liability To Changes In The Discount Rate

The following presents the City's proportionate share of the net pension liability calculated using the discount rate of 7.00% as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.00%) or 1-percentage point higher (8.00%) than the current rate:

	1.00% Decrease (6.00%)	Current Rate (7.00%)	1.00% Increase (8.00%)
Local	$ 27,892,657	$ 18,901,489	$ 11,350,111
Police and Fireman	52,362,159	38,060,189	26,077,325
TOTAL	**$ 80,254,816**	**$ 56,961,678**	**$ 37,427,436**

Pension Expense

For the year ended December 31, 2025, the City recognized pension expense of $1,385,820, which includes the changes in the collective net pension liability, projected earnings on pension plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. For the year ended December 31, 2025, pension expense of $1,353,954 was allocated to governmental activities and $31,866 to business-type activities.

Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Difference between actual and expected experience	$ 6,913,046	$ 649,138
Net differences between projected and actual earnings on investments	-	988,727
Changes in assumptions	1,398,428	-
Changes in proportional share	834,391	796,712
City contributions subsequent to the measurement date of June *30, 2025*	3,659,348	-
TOTAL	**$ 12,805,213**	**$ 2,434,577**

At December 31, 2025, total deferred outflows of resources of $12,398,585 were allocated to governmental activities and $406,628 were allocated to business-type activities. At December 31, 2025, total deferred inflows of resources of $2,371,546 were allocated to governmental activities and $63,031 were allocated to business-type activities.

Contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent year. The remaining amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

	Year Ended December 31,					
	2026	2027	2028	2029	2030	Total
Local	$ 2,124,528	$ 461,586	$ 117,621	$ (77,595)	$ -	$ 2,626,140
Police and fireman	3,050,566	645,336	271,373	117,873	-	4,085,148
TOTAL	**$ 5,175,094**	**$ 1,106,922**	**$ 388,994**	**$ 40,278**	**$ -**	**$ 6,711,288**

Pension Plan Fiduciary Net Position

Detailed information about the Pension Plan's fiduciary net position is available in the separately issued KPERS' financial report.

Aggregate Pension Expense

The aggregate pension expense for the year ended December 31, 2025 for all pensions recognized by the City was $987,917, which includes the changes in the net pension liability, projected earnings on pension plan investments and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. For the year ended December 31, 2025, aggregate pension expense of $960,642 was allocated to governmental activities and aggregate pension expense of $27,274 to business-type activities.

13. Postemployment Benefits Other Than Pensions

Plan Description – City Plan

The City allows qualifying retirees to continue insurance coverage under the City's program until Medicare eligibility (i.e., age 65) in accordance with Kansas Statute 12- 5040. Retirees who retire with at least 10 years of cumulative service with the City and commence retirement or disability benefits under the Kansas Public Employee Retirement System (KPERS) are eligible for benefits. Medical, prescription and dental coverage are available. The benefit plan structure operates as a single-employer defined benefit plan. Coverage is provided through self-insurance with stop-loss coverage. The City adopted a new retiree contribution policy effective January 1, 2021, decreasing high deductible plan rates to 102% of the funding rate and PPO plan rates to 110% of the funding rate to receive benefits. The difference between these amounts is the implicit rate subsidy, which is considered other post-employment benefits (OPEB) under Governmental Accounting Standards Board Statement No. 75 (GASB Statement 75). The plan is funded on a pay-as-you-go basis. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

Membership of the Plan consisted of the following at January 1, 2026, the date of the latest actuarial valuation:

Active plan members	492
Retirees and beneficiaries receiving benefits	16
TOTAL	**508**

Retirees and spouses have the same benefits as active employees. Retiree coverage terminates either when the retiree becomes covered under another employer health plan or when the retiree reaches Medicare eligibility age, which is currently age 65. Spouses are offered COBRA coverage for 36 months when the retiree becomes covered under another employer health plan, attains Medicare eligibility age or dies.

Funding Policy

Total OPEB Liability And Changes In OPEB Liability - City Plan

The City's total OPEB liability was based on an actuarial valuation dated January 1, 2025, using a measurement date of December 31, 2025. The changes in the OPEB liability are as follows:

Net OPEB liability - beginning of year	$	7,662,067
Service costs		426,860
Interest cost		340,390
Difference between actual and expected experience		(807,376)
Changes in assumptions and inputs		(1,180,716)
Employer contributions (Benefit payments)		(45,609)
Net changes		(1,266,451)
OPEB LIABILITY - END OF YEAR	**$**	**6,395,616**

At December 31, 2025, $6,101,565 of the net OPEB liability was allocated to governmental activities and $294,051 to business-type activities.

Actuarial Methods And Assumptions - City Plan

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Valuation date:	January *1, 2026*
Actuarial cost method:	Entry Age Normal - Level Percent of Pay
Measurement date:	December *31, 2025* end of year
Salary scale	*4.00%*
Discount rate	*4.42%* per annum end of year
	4.22% per annum beginning of year
Mortality:	MP-*2021*; previously was MP-*2021*
Medical/Rx Cost Trend:	*7.0%* decreasing to ultimate rate of *4.5%*
Dental Cost Trend:	*3.0%* per year
Inflation Rate:	*2.50%* per year

The municipal bond rate was determined by taking the average of the S&P Municipal Bond 20 Year High Grade and Fidelity GO AA-20 Year published yields was evaluated to determine the discount rate. The selected rates are 4.22% (beginning of the year measurement) and 4.42% (end of year measurement).

GASB *75* requires full updated valuations every 2 years unless a material change occurs. Though a full valuation was not required for interim fiscal year 2024 (assuming no material changes) the OPEB Expense and net OPEB Liability was re-measured using a discount rate based on the published bond rates as of the measurement date of December 31, 2025.

Sensitivity Of The Total OPEB Liability To Changes In The Discount Rate – City Plan

The following presents the City's total OPEB liability, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point higher 3.42% or 1-percentage point lower 5.42% than the current rate:

	1.00% Decrease 3.42%	Current Discount 4.42%	1.00% Increase 5.42%
Total OPEB Liability	$ 7,151,177	$ 6,395,616	$ 5,733,570

Sensitivity Of The Total OPEB Liability To Changes In The Healthcare Trend Rate – City Plan

The following presents the City's total OPEB liability, as well as what the City's total OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1- percentage point lower or 1-percentage point higher than the current rate:

	1.00% Decrease	Current Discount	1.00% Increase
Total OPEB Liability	$ 5,599,388	$ 6,395,616	$ 7,346,655

OPEB Expense And Deferred Outflows Of Resources And Deferred Inflows Of Resources Related To OPEB – City Plan

For the year ended December 31, 2025, the City recognized OPEB expense for this plan of $394,773. At December 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources.

	Deferred Outflows Of Resources	Deferred Inflows Of Resources
Difference between actual and expected experience	$ 1,371,882	$ 4,065,971
Changes in assumptions	1,251,381	1,777,175
TOTAL	**$ 2,623,263**	**$ 5,843,146**

At December 31, 2025, total deferred outflows of resources of $2,502,653 were allocated to governmental activities and $120,610 were allocated to business-type activities. At December 31, 2025, total deferred inflows of resources of $5,574,496 were allocated to governmental activities and $268,650 were allocated to business-type activities.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows.

Fiscal Year Ending	Deferred Inflows Of Resources
2026	(326,868)
2027	(326,868)
2028	(326,868)
2029	(326,866)
2030	(359,401)
2031 & thereafter	(1,553,012)
TOTAL	**$ (3,219,883)**

Plan Description – KPERS Long-Term Disability Plan

The City participates in a multiple-employer defined benefit other postemployment benefit (OPEB) plan (KPERS Plan) which is administered by the Kansas Public Employees Retirement System (KPERS). The KPERS Plan provides long-term disability benefits and a life insurance benefit for disabled members to KPERS members, as provided by K.S.A. 74-04927. The KPERS Plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. However, because the trust's assets are used to pay employee benefits other than OPEB, the trust does not meet the criteria in paragraph 4 of GASB

Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. Accordingly, the Plan is considered to be administered on a pay-as-you-go basis.

Benefits

Benefits are established by statute and may be amended by the KPERS Board of Trustees. The KPERS Plan provides long-term disability benefits equal to 60 percent (prior to January 1, 2006, 66 2/3 percent) of annual compensation, offset by other benefits. Members receiving long-term disability benefits also receive credit towards their KPERS retirement benefits and have their group life insurance coverage continued under the waiver of premium provision.

The monthly long-term disability benefit is 60 percent of the member's monthly compensation, with a minimum of $100 and a maximum of $5,000. The monthly benefit is subject to reduction by deductible sources of income, which include Social Security primary disability or retirement benefits, workers' compensation benefits, other disability benefits from any other sources by reason of employment, and earnings from any form of employment. If the disability begins before age 60, benefits are payable while the disability continues until the member's 65th birthday or retirement date, whichever occurs first. If the disability begins after age 60, benefits are payable while the disability continues, for a period of five years or until the member retires, whichever occurs first. Benefit payments for disabilities caused or contributed to by substance abuse or non-biologically based mental illnesses are limited to the shorter of the term of the disability or 24 months per lifetime.

The death benefit paid to beneficiaries of disabled members is 150% of the greater of 1) the member's annual rate of compensation at the time of disability, or 2) the members previous 12 months of compensation at the time of the last date on payroll. If the member has been disabled for five or more years, the annual compensation or salary rate at the time of death will be indexed using the consumer price index, less one percentage point, to compute the death benefit. If a member is diagnosed as terminally ill with a life expectancy of 12 months or less, the member may be eligible to receive up to 100% of the death benefit rather than having the benefit paid to the beneficiary. If a member retires or disability benefits end, the member may convert the group life insurance coverage to an individual insurance policy.

Covered Employees

The City has the following employees covered by the KPERS Plan as of December 31, 2025:

Inactive employees or beneficiaries currently receiving benefit payments	3
Active employees	304
TOTAL	**307**

Total OPEB Liability - KPERS Plan

The City's total OPEB liability for the KPERS Plan of $557,716 reported as of December 31, 2025 was measured as of June 30, 2025 (the measurement date), and was determined by an actuarial valuation as of December 31, 2024, which was rolled forward to June 30, 2025, using the following actuarial assumptions:

Price inflation:	2.75%
Salary increase, including wage increases:	3.50%
Discount rate (based on the *20* year municipal bond rate with an average rating of AA/Aa or better, obtained from the Bond Buyer index.)	3.93%

Mortality rates used for the death benefits were based on the RP-2014 Healthy Annuitant Mortality Table for Males and Females, adjusted for generational mortality improvement using MP-2021.

Changes In Total OPEB Liability

OPEB LIABILITY - BEGINNING OF YEAR	**$**	**639,839**
Changes for the year:		
Service costs		51,705
Interest cost		24,461
Difference between actual and expected experience		22,228
Changes in assumptions and inputs		(40,920)
Benefit payments		(139,597)
Net changes		(82,123)
OPEB LIABILITY - END OF YEAR	**$**	**557,716**

At December 31, 2025, $509,186 of the net OPEB liability was allocated to governmental activities and $48,531 to business-type activities.

Sensitivity Analysis

The following presents the City's total OPEB liability for the KPERS Plan calculated using the discount rate of 5.20%, as well as what the City's total OPEB liability for the KPERS Plan would be if it were calculated using a discount rate that is 1-percentage point lower (4.2%) or 1-percentage point higher (6.2%) than the current rate:

		1% Decrease		Current Discount		1% Increase
Discount Rate		4.20%		5.20%		6.20%
TOTAL OPEB LIABILITY	**$**	**589,755**	**$**	**557,716**	**$**	**526,967**

Healthcare cost trend rate sensitivity analysis is not applicable as healthcare trend rates do not affect the liabilities related to the long-term disability benefits sponsored by KPERS.

OPEB Expense

For the year ended December 31, 2025, the City recognized KPERS OPEB expense for the KPERS Plan of $440,382, which includes the changes in the total OPEB liability, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

Deferred Outflows Of Resources And Deferred Inflows Of Resources

At December 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB for the KPERS Plan from the following sources:

		Deferred Outflows Of Resources		Deferred Inflows Of Resources
Difference between actual and expected experience	$	237,918	$	(169,815)
Changes in assumptions		17,082		(130,506)
TOTAL	**$**	**255,000**	**$**	**(300,321)**

At December 31, 2025, total deferred inflows of resources of $274,188 was allocated to governmental activities and $26,133 was allocated to business-type activities. At December 31, 2025, total deferred outflows of resources of $232,811 was allocated to governmental activities and $22,189 was allocated to business-type activities.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Fiscal Year Ending	Deferred Inflows Of Resources
2026	(16,023)
2027	(13,074)
2028	(7,493)
2029	(6,290)
2030	(15,529)
2031 & thereafter	13,088
TOTAL	**$ (45,321)**

Aggregate OPEB Expense

The aggregate OPEB expense for the year ended December 31, 2025 for all OPEB plans recognized by the City was $454,526, which includes the changes in the total OPEB liability and the amortization of deferred outflows of resources and deferred inflows of resources for the current period. For the year ended December 31, 2025, aggregate OPEB expense of $431,176 was allocated to governmental activities and aggregate OPEB expense of $23,350 to business-type activities.

14. Tax Abatements

In fiscal year 2016, the City implemented GASB Statement No. 77, Tax Abatement Disclosures. The objective of GASB Statement No. 77 is to improve financial reporting by giving financial statement users essential information regarding the nature and magnitude of tax abatements.

The City operates three economic development programs that qualify as tax abatements under GASB Statement No. 77. These programs are summarized as follows.

Property Tax Abatements

The City approves property tax abatements in accordance with K.S.A. 79-201a Second and Twenty-Fourth and K.S.A. 12-1740 to 12-1749d, inclusive. The City adopted the "Private Activity Conduit Financing and Tax Abatement Policy for Economic Development" to guide the Governing Body in deciding whether to grant property tax abatements for economic development projects. The City expects property tax abatements to help achieve some or all of the following objectives included in the policy:

- Retention and/or expansion of existing businesses located in the City;
- Diversification of the local economy;
- Positive net impact on the City or a particular area of the City where economic assistance is needed;
- Enhance the City's economic climate and increase/maintain the City's job market;
- Establish the City's visual identity as the highest quality built commercial environment in the metropolitan area;
- Increase the property tax base of commercial properties to further support the cost of City services;
- Enhance the City's creditworthiness by broadening the tax base;
- Promote the redevelopment of the City's older areas; and

› Promote the completion of existing City business parks and encourage the development of new business enterprises.

The policy allows the City to grant tax abatements ranging from 45% to 55% of property taxes for a maximum period of 10 years. In addition, the Governing Body may choose to waive the policy and grant tax abatements greater than 55% for specific projects.

For the fiscal year ended December 31, 2025, the City abated property taxes totaling $2,127,040, including the following property tax abatements exceeding 20% of the total property taxes abated for the year:

› 100% property tax abatement for the Villas at WaterSide Phase 4 on Quivira to construct apartments located at 8201 Quivira Road. The property tax abatement amount was $453,949.

Neighborhood Revitalization Program

The City established a Neighborhood Revitalization District in accordance with K.S.A. 12-117, 114 et seq., as amended. The City established the district to promote the revitalization and development of residential and commercial properties in the district area by offering property tax rebates on incremental taxes generated from properties within the district area. The property tax rebates range from 75% to 85% for a maximum period of 10 years. In addition, the Governing Body may choose to grant property tax rebates greater than 85% for specific projects.

For the fiscal year ended December 31, 2025, the City granted property tax rebates totaling $69,170, including the following property tax rebates exceeding 20% of the total property taxes rebated for the year:

› 75% property tax rebate for Sparhawk Laboratories Inc. to construct an addition to its campus at 12340 Santa Fe Trail Drive. The property tax rebate amount was $66,110.

Tax Increment Financing

The City discloses information on Tax Increment Financing in Footnote 9 (Long-Term Debt and Other Obligations).

15. Accounting Changes

For the year ended December 31, 2024, the City implemented GASB Statement number 100, *Accounting changes and error corrections - an amendment of GASB statement number 62.*

In 2025 there were no accounting changes.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget - Positive
	Original Budget	Final Budget	Actual	(Negative)
REVENUES				
Taxes	$ 103,844,977	$ 103,306,901	$ 103,356,827	$ 49,926
Intergovernmental	-	-	35,961	35,961
Licenses and permits	2,779,000	2,779,000	2,496,258	(282,742)
Charges for services	2,191,953	2,191,953	2,849,426	657,473
Rents and leases	823,341	823,341	779,461	(43,880)
Fines and forfeitures	1,151,000	1,151,000	1,246,344	(95,344)
Investment earnings	2,500,000	2,500,000	4,107,327	1,607,327
Miscellaneous	700,728	700,728	575,545	(125,183)
TOTAL REVENUES	**113,990,999**	**113,452,923**	**115,447,149**	**1,803,538**
EXPENDITURES				
Current:				
GENERAL GOVERNMENT:				
Executive	6,197,369	5,103,169	5,055,773	47,396
Information technology	4,056,988	4,056,988	3,987,314	69,674
Finance	1,698,044	1,691,244	1,718,912	(27,668)
Legal	2,155,974	2,155,974	2,227,226	(71,252)
Human resources	1,666,393	1,666,393	1,651,176	15,217
Community development	5,988,410	5,988,410	5,868,064	120,346
TOTAL GENERAL GOVERNMENT	**21,763,178**	**20,662,178**	**20,508,465**	**153,713**
PUBLIC SAFETY:				
Police administration	7,528,945	7,628,945	7,994,716	(365,771)
Police investigation	1,967,392	2,067,392	2,200,962	(133,570)
Police patrol	12,500,047	12,600,047	12,953,117	(353,070)
Fire	15,524,125	16,324,125	16,710,545	(386,420)
TOTAL PUBLIC SAFETY	**37,520,509**	**38,620,509**	**39,859,340**	**(1,238,831)**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND FOR THE YEAR ENDED DECEMBER 31, 2025				(Continued)
	Budgeted Amounts			Variance With Final Budget - Positive
	Original Budget	Final Budget	Actual	(Negative)
MUNICIPAL SERVICES:				
Municipal services administration	903,222	903,222	989,654	(86,432)
Streets	3,398,075	3,291,851	2,929,458	362,393
Traffic	2,187,633	2,187,633	2,050,704	136,929
Fleet	2,878,396	2,728,396	2,585,992	142,404
Parking structure	90,000	90,000	63,006	26,994
Facilities management	3,162,106	3,418,330	3,397,924	20,406
TOTAL MUNICIPAL SERVICES	**12,619,432**	**12,619,432**	**12,016,738**	**602,694**
RECREATION:				
Recreation administration	1,184,439	1,234,439	1,219,507	14,932
Maintenance	5,652,124	5,780,124	5,509,140	270,984
Programs	3,343,696	3,349,036	2,861,540	487,496
TOTAL RECREATION	**10,180,259**	**10,363,599**	**9,590,187**	**773,412**
TOTAL EXPENDITURES	**82,083,378**	**82,265,718**	**81,974,730**	**290,988**
Excess of revenues over expenditures	**31,907,621**	**31,187,205**	**33,472,419**	**(2,285,214)**
OTHER FINANCING SOURCES (USES)				
Issuance of general obligation bonds	-	-	197,203	197,203
Transfers in	160,000	160,000	130,402	(29,598)
Transfers out	(74,619,227)	(74,430,087)	(39,311,686)	35,118,401
TOTAL OTHER FINANCING SOURCES (USES)	**(74,459,227)**	**(74,270,087)**	**(38,984,081)**	**35,286,006**
Net change in fund balances	**$ (42,551,606)**	**$ (43,082,882)**	**$ (5,511,662)**	**$ (37,571,220)**
FUND BALANCES - BEGINNING OF YEAR			50,015,580	
FUND BALANCES - END OF YEAR			**44,503,918**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL CITY CENTER TIF FUND MAJOR FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$10,636,165	$10,636,165	$9,730,116	$(906,049)
TOTAL REVENUES	**10,636,165**	**10,636,165**	**9,730,116**	**(906,049)**
EXPENDITURES				
Current:				
Economic development	10,582,984	10,582,984	5,479,946	5,103,038
TOTAL EXPENDITURES	**10,582,984**	**10,582,984**	**5,479,946**	**5,103,038**
Excess of revenues over expenditures	**53,181**	**53,181**	**4,250,170**	**4,196,989**
OTHER FINANCING SOURCES (USES)				
Transfers out	(5,194,395)	(5,194,395)	(2,569,759)	2,624,636
TOTAL OTHER FINANCING SOURCES (USES)	**(5,194,395)**	**(5,194,395)**	**(2,569,759)**	**2,624,636**
Net change in fund balances	**(5,141,214)**	**(5,141,214)**	**1,680,411**	**6,821,625**
FUND BALANCES - BEGINNING OF YEAR			**7,222,394**	
FUND BALANCES - END OF YEAR			**$8,902,805**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL DEBT SERVICE MAJOR FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$14,180,327	$14,180,327	$12,550,083	$(1,630,244)
Investment earnings	20,000	20,000	426,408	406,408
TOTAL REVENUES	**14,200,327**	**14,200,327**	**12,976,491**	**(1,223,836)**
EXPENDITURES				
Debt service:				
Principal retirement	8,910,574	8,910,574	8,625,000	285,574
Interest and fiscal charges	3,909,134	3,909,134	3,820,954	88,180
TOTAL EXPENDITURES	**12,819,708**	**12,819,708**	**12,445,954**	**373,754**
Excess of revenues over expenditures	**1,380,619**	**1,380,619**	**530,537**	**(850,082)**
OTHER FINANCING SOURCES (USES)				
Transfers in	1,200,000	1,200,000	3,929,805	2,729,805
Transfers out	(7,820,368)	(7,820,368)	-	7,820,368
TOTAL OTHER FINANCING SOURCES (USES)	**(6,620,368)**	**(6,620,368)**	**3,929,805**	**10,550,173**
Net change in fund balances	**(5,239,749)**	**(5,239,749)**	**4,460,342**	**9,700,091**
FUND BALANCES - BEGINNING OF YEAR			**6,568,083**	
FUND BALANCES - END OF YEAR			**$11,028,425**	

NOTE TO BUDGETARY COMPARISON INFORMATION

December 31, 2025

1. Budgetary Information

Applicable Kansas statutes require that annual budgets be legally adopted for all funds (including Proprietary Funds) unless exempted by a specific statute. Specific funds exempted from legally adopted budgets are Federal and State Assistance Funds, which are the following Special Revenue Funds: Grant, Law Enforcement Trust, Legal Trust, and all Capital Projects, Internal Service and Fiduciary Funds.

Control over spending in funds that are not subject to legal budgets is maintained by the use of internal spending limits established by management. For budgeting, revenues are recognized when they become both measurable and available to finance expenditures of the current period, except for special assessments of the Debt Service Fund, which are recognized on the cash basis. Applicable Kansas statutes require the use of an encumbrance system as a management control technique to assist in controlling expenditures. Encumbrances of the budgeted Governmental Fund types represent purchase orders, contracts and other commitments.

The statutes provide for the following sequence and timetable in adoption of budgets:

a) Preparation of the budget for the succeeding calendar year on or before August 1 of each year
b) Publication of proposed budget on or before August 5 of each year
c) A minimum of 10 days notice of public hearing, published in a local newspaper, on or before August 15 of each year
d) Adoption of final budget on or before August 25 of each year

Kansas statutes permit transferring budgeted amounts from one object or purpose to another within the same fund; however, such statutes prohibit creating expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. All appropriations lapse at the end of the year except for Capital Projects Funds, which are carried forward until such time as the project is completed or terminated. The budgetary accounting is on the modified accrual basis of accounting. Kansas statutes permit original budgets to be increased for previously unbudgeted increases in revenue other than ad valorem property taxes. The City must first publish a notice of hearing to amend the budget. Ten days after publication, a public hearing is held and the Governing Body may amend the budget at that time. Management is not allowed to amend a fund's total budgeted expenditures without the City Council's approval. No budget amendments were made in 2025.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS CITY OF LENEXA DEFINED BENEFIT PLAN

	December 31,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
TOTAL PENSION LIABILITY										
Interest	$1,826,681	$1,830,867	$1,840,591	$1,856,296	$1,854,696	$1,894,363	$1,809,914	$1,816,557	$1,808,088	$1,860,371
Difference between expected and actual experience	84,028	145,249	16,600	(56,692)	59,238	(319,317)	339,743	6,959	(392,796)	(1,068,566)
Changes of assumptions	26,438	-	-	-	(23,616)	(40,403)	798,318	(327,887)	181,279	(250,237)
Other Changes	-	-	162,003	-	-	-	-	-	-	-
Benefit payments	(2,134,111)	(2,131,609)	(2,272,435)	(1,816,529)	(2,197,094)	(1,647,002)	(1,603,673)	(1,640,783)	(1,239,651)	(1,448,422)
NET CHANGE IN TOTAL PENSION LIABILITY	**(196,964)**	**(155,493)**	**(253,241)**	**(16,925)**	**(306,776)**	**(112,359)**	**1,344,302**	**(145,154)**	**356,920**	**(906,854)**
Total pension liability - beginning	**29,160,299**	**29,315,792**	**29,569,033**	**29,585,958**	**29,892,734**	**30,005,093**	**28,660,791**	**28,805,945**	**28,449,025**	**29,355,879**
Total pension liability - ending (a)	**28,963,335**	**29,160,299**	**29,315,792**	**29,569,033**	**29,585,958**	**29,892,734**	**30,005,093**	**28,660,791**	**28,805,945**	**28,449,025**
PLAN FIDUCIARY NET POSITION										
Contributions - employer	-	-	-	-	-	-	-	-	454,534	433,000
Net investment income (loss)	4,534,296	3,503,469	3,885,862	(4,364,538)	4,203,707	2,171,993	4,891,765	(2,561,165)	4,727,547	2,275,523
Benefit payments	(2,134,111)	(2,131,609)	(2,272,435)	(1,816,529)	(2,197,094)	(1,647,002)	(1,603,673)	(1,640,783)	(1,239,651)	(1,448,421)
NET CHANGE IN PLAN FIDUCIARY NET POSITION	**2,400,185**	**1,371,860**	**1,613,427**	**(6,181,067)**	**2,006,613**	**524,991**	**3,288,092**	**(4,201,948)**	**3,942,430**	**1,260,102**
Total fiduciary net position - beginning	**30,676,857**	**29,304,997**	**27,691,570**	**33,872,637**	**31,866,024**	**31,341,033**	**28,052,941**	**32,254,889**	**28,312,459**	**27,052,357**
Total fiduciary net position - ending (b)	**33,077,042**	**30,676,857**	**29,304,997**	**27,691,570**	**33,872,637**	**31,866,024**	**31,341,033**	**28,052,941**	**32,254,889**	**28,312,459**
NET PENSION LIABILITY (ASSET) (a) - (b)	**(4,113,707)**	**(1,516,558)**	**10,795**	**1,877,463**	**(4,286,679)**	**(1,973,290)**	**(1,335,940)**	**607,850**	**(3,448,944)**	**136,566**
Plan fiduciary net position as a percentage of the total pension liability	114.20%	105.20%	99.96%	93.65%	114.49%	106.60%	104.45%	97.88%	111.97%	99.52%
Covered payroll	11,976,968	12,295,063	12,647,172	13,039,790	12,947,167	14,238,159	14,755,309	15,871,187	15,056,728	16,132,606
Covered employee payroll	11,810,360	12,018,074	11,806,884	11,909,514	12,337,502	12,961,214	13,699,060	14,204,035	13,798,331	15,625,068
Net pension liability (asset) as a percentage of covered payroll	-34.35%	-12.62%	0.09%	14.40%	-33.11%	-13.86%	-9.05%	3.83%	-22.91%	0.85%

REQUIRED SUPPLEMENTARY INFORMATION

THE CITY OF LENEXA DEFINED BENEFIT PENSION PLAN
SCHEDULE OF CONTRIBUTIONS
LAST 10 YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Actuarially Determined Contribution	$-	$-	$-	$-	$-	$-	$-	$-	$-	$62,623
Contribution in relation to the actuarially determined contribution	-	-	-	-	-	-	-	-	454,534	433,000
CONTRIBUTION DEFICIENCY (EXCESS)	**$-**	**$-**	**$-**	**$-**	**$-**	**$-**	**$-**	**$-**	**$(454,534)**	**$(370,377)**
Covered Payroll	$11,976,968	$12,295,063	$12,647,172	$11,909,514	$12,337,502	$12,961,214	$13,699,060	$14,204,035	$13,798,331	$15,265,068
Contribution as a percentage of covered payroll	-	-	-	-	-	-	-	-	3.29	2.84

Notes:

Methods and Assumptions:

Actuarial Cost Method	Entry Age Normal (Plan benefits frozen January *1, 2010*)
Asset Valuation Method	Unit Credit
Withdrawal	T-*3*
Salary Increases	N/A, Frozen Benefit
Investment Rate of Return	*7.00%*
Retirement Age	Service - *62*, Police & Fire - *55*
Mortality	In the *2025* actuarial valuation, the assumed life expectancies were according to the Pub-*2010* Mortality Table are rates projected generationally with scale MP- *2021*

REQUIRED SUPPLEMENTARY INFORMATION

THE CITY OF LENEXA DEFINED BENEFIT PENSION PLAN
SCHEDULE OF INVESTMENT RETURNS

LAST 10 YEARS

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Annual money-weighted rate of return, net of investment expense	15.43%	12.54%	14.87%	-13.21%	13.88%	7.25%	18.11%	-8.04%	16.91%	8.52%

REQUIRED SUPPLEMENTARY INFORMATION
KANSAS EMPLOYEES' RETIREMENT SYSTEM

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	Plan Year June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
City's local group proportion of the net pension liability	0.943072%	0.929218%	0.909916%	0.91733%	0.89996%	0.91703%	0.92357%	0.86255%	0.83363%	0.78462%
City's local group proportionate share of the net pension liability	$18,901,489	$19,738,723	$19,089,173	$18,236,868	$10,799,102	$15,898,092	$12,905,741	$12,022,150	$12,075,427	$12,138,319
City's local group covered payroll	23,036,463	21,372,286	19,674,548	18,381,488	17,290,471	17,248,084	17,017,030	15,393,856	14,749,129	13,376,593
City's local group proportionate share of net pension liability as a percentage of its covered payroll	82.05%	92.36%	97.02%	99.21%	62.46%	92.17%	75.84%	78.10%	81.87%	90.74%
Plan fiduciary net position as a percentage of the total pension liability	68.50%	69.04%	70.70%	69.75%	76.40%	66.30%	69.88%	68.88%	67.12%	65.10%

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	Plan Year June 30,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
City's police & fire proportion of the net pension liability	2.34731%	2.34859%	2.29366%	2.45830%	2.45656%	2.46489%	2.49663%	2.40319%	2.51123%	2.42603%
City's police & fire proportionate share of the net pension liability	$38,060,189	$37,436,792	$36,635,661	$35,454,357	$23,441,597	$30,395,445	$25,268,926	$23,123,525	$23,550,108	$22,532,082
City's police & fire covered payroll	18,273,826	16,836,007	15,269,133	14,610,649	13,763,976	13,545,668	13,364,015	12,217,739	12,537,063	11,516,050
City's police & fire proportionate share of net pension liability as a percentage of its covered payroll	208.28%	222.36%	239.93%	242.66%	170.31%	224.39%	189.08%	189.26%	187.84%	195.66%
Plan fiduciary net position as a percentage of the total pension liability	68.50%	69.04%	70.70%	69.75%	76.40%	66.30%	69.88%	68.88%	67.12%	65.10%

SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

	Plan Year June 30,									
TOTAL PLAN	**2025**	**2024**	**2023**	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**
City's proportion of the net pension liability	3.29038%	3.27781%	3.20358%	3.37563%	3.35652%	3.38192%	3.42020%	3.26574%	3.34486%	3.21065%
City's proportionate share of the net pension liability	$56,961,678	$57,175,515	$55,724,834	$53,691,225	$34,240,699	$46,293,537	$38,174,667	$35,145,675	$35,625,535	$34,670,401
City's covered payroll	41,310,289	38,208,293	34,943,681	32,992,137	31,054,447	30,793,752	30,381,045	27,611,595	27,286,192	24,892,643
City's proportionate share of net pension liability as a percentage of its covered payroll	137.89%	149.64%	159.47%	162.74%	110.26%	150.33%	125.65%	127.29%	130.56%	139.28%
Plan fiduciary net position as a percentage of the total pension liability	68.50%	69.04%	69.75%	76.40%	66.30%	69.88%	68.88%	67.12%	65.10%	64.95%

SCHEDULE OF CONTRIBUTIONS

	December 31,									
	2025	**2024**	**2023**	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**
Required local group contribution	$2,539,996	$2,276,591	$1,963,362	$1,806,215	$1,648,395	$1,678,175	$1,710,050	$1,532,015	$1,284,486	$1,261,475
Contributions made in relation to the required contribution	2,539,996	2,276,591	1,963,362	1,806,215	1,648,395	1,678,175	1,710,050	1,532,015	1,284,486	1,261,475
Contribution deficiency	-	-	-	-	-	-	-	-	-	-
City's local group covered payroll	23,821,815	22,308,912	20,827,205	19,304,784	17,649,901	17,482,361	17,308,092	16,330,984	14,686,136	13,717,099
Contributions as a percentage of local group covered payroll	10.66%	10.20%	9.43%	9.36%	9.34%	9.60%	9.88%	9.38%	8.75%	9.20%

SCHEDULE OF CONTRIBUTIONS	December 31,									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Required police & fire contribution	$4,720,155	$4,029,045	$3,665,832	$3,512,681	$3,170,815	$2,984,120	$3,021,033	$2,572,690	$2,305,146	$2,407,153
Contributions made in relation to the required contribution	4,720,155	4,029,045	3,665,832	3,512,681	3,170,815	2,984,120	3,021,033	2,572,690	2,305,146	2,407,153
Contribution deficiency	-	-	-	-	-	-	-	-	-	-
City's police & fire covered payroll	19,133,179	17,441,751	16,036,011	15,279,172	13,907,084	13,607,479	13,651,300	12,805,819	12,113,219	11,788,210
Contributions as a percentage of police & fire covered payroll	24.67%	23.10%	22.86%	22.99%	22.80%	21.93%	22.13%	20.09%	19.03%	20.42%

SCHEDULE OF CONTRIBUTIONS	December 31,									
TOTAL PLAN	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Required contribution	$7,260,151	$6,305,636	$5,629,194	$5,318,896	$4,819,210	$4,662,295	$4,731,083	$4,104,705	$3,589,632	$3,668,628
Contributions made in relation to the required contribution	7,260,151	6,305,636	5,629,194	5,318,896	4,819,210	4,662,295	4,731,083	4,104,705	3,589,632	3,668,628
Contribution deficiency	-	-	-	-	-	-	-	-	-	-
City's covered payroll	42,954,994	39,750,663	36,863,216	34,583,956	31,556,985	31,089,840	30,959,392	29,136,803	26,799,355	25,505,309
Contributions as a percentage of covered payroll	16.90%	15.86%	15.27%	15.38%	15.27%	15.00%	15.28%	14.09%	13.39%	14.38%

Notes:

Information is provided on a measurement date and actuarial valuation as of December *31, 2024, 2023, 2022, 2021, 2020, 2019, 2018, 2017, 2016, 2015,* and *2014,* rolled forward to June *30, 2025, 2024, 2023, 2022, 2021, 2020, 2019, 2018, 2017,* and *2016.*

Changes Of Benefit Terms Or Assumptions

There were no significant changes to benefit terms or actuarial assumptions for the most recent actuarial valuation.

SCHEDULE OF OTHER POST EMPLOYMENT BENEFITS LONG TERM DISABILITY BENEFITS SPONSORED BY KANSAS PUBLIC EMPLOYEES RETIREMENT SYSTEM (KPERS)	For The Fiscal Year Ended June 30							
	2025	2024	2023	2022	2021	2020	2019	2018
Service cost	$51,705	$50,278	$44,057	$78,084	$78,140	$66,963	$56,146	$55,759
Interest on total OPEB liability	24,461	18,448	20,139	12,264	14,841	17,635	18,706	17,886
Effect of economic/demographic gains or (losses)	22,228	144,172	(92,041)	127,278	(166,473)	64,807	(37,667)	(61,187)
Effect of assumption changes or inputs	(40,920)	(3,641)	(2,451)	(144,887)	744	37,852	6,487	(5,004)
Benefit payments	(139,597)	(48,695)	(30,298)	(44,801)	(17,366)	(43,897)	(24,123)	(24,123)
Net change in total OPEB liability	**(82,123)**	**160,562**	**(60,594)**	**27,938**	**(90,114)**	**143,360**	**19,549**	**(16,669)**
Total OPEB liability - beginning	**639,839**	**479,277**	**539,871**	**511,933**	**602,047**	**458,687**	**439,138**	**455,807**
TOTAL OPEB LIABILITY - ENDING	**$557,716**	**$639,839**	**$479,277**	**$539,871**	**$511,933**	**$602,047**	**$458,687**	**$439,138**
COVERED - EMPLOYEE PAYROLL	**$21,840,794**	**$20,085,564**	**$19,021,235**	**$16,704,915**	**$16,899,739**	**$16,826,629**	**$16,226,943**	**$16,226,943**
TOTAL OPEB LIABILITY AS A PERCENTAGE OF COVERED EMPLOYEE PAYROLL	**2.55%**	**3.19%**	**2.52%**	**3.23%**	**3.03%**	**3.58%**	**2.83%**	**3.06%**

Above schedules are intended to show information for *10* years. Additional years will be displayed as they become available. Information is provided on an actuarial valuation date as of December *31, 2024*, rolled forward to the measurement date of June *30, 2025*.

There are no assets accumulated in a trust that meets the criteria of GASB codification P*22.101* or P*52.101* to pay related benefits for the pension/OPEB plan.

Changes Of Benefit Terms Or Assumptions

The discount rate increased to 5.20% as of June 30, 2025 from 3.93% as of June 30, 2024.

SCHEDULE OF OTHER POST-EMPLOYMENT BENEFITS HEALTHCARE BENEFITS FOR PRE-MEDICARE RETIREES – CITY PLAN	For The Years Ended December 31						
	2025	2024	2023	2022	2020	2019	2018
Service cost	$426,860	$483,233	$411,191	$599,981	$599,453	$364,434	$300,949
Interest on total OPEB liability	340,390	276,006	289,660	165,107	165,747	153,120	185,278
Changes of benefit terms	-	-	-	-	524,675	1,013,770	-
Effect of economic/demographic gains or (losses)	(807,376)	1,306,480	(938,278)	131,501	(105,764)	101,872	(615,264)
Effect of assumption changes or inputs	(1,180,716)	(967,004)	517,434	(1,766,455)	(1,546,068)	1,458,733	139,855
Benefit payments (employer contributions)	(45,609)	(133,960)	(202,324)	(8,006)	4,878	46,142	(56,185)
Net change in total OPEB liability	**(1,266,451)**	**964,755**	**77,683**	**(877,872)**	**(357,079)**	**3,138,071**	**(45,367)**
Total OPEB liability - beginning	**7,662,067**	**6,697,312**	**6,619,629**	**7,497,501**	**7,854,580**	**4,716,509**	**4,761,876**
TOTAL OPEB LIABILITY - ENDING	**$6,395,616**	**$7,662,067**	**$6,697,312**	**$6,619,629**	**$7,497,501**	**$7,854,580**	**$4,716,509**
COVERED - EMPLOYEE PAYROLL	**$40,835,030**	**$35,043,623**	**$35,043,623**	**$28,679,589**	**$28,679,589**	**$27,818,766**	**$27,818,766**
TOTAL OPEB LIABILITY AS A PERCENTAGE OF COVERED EMPLOYEE PAYROLL	**15.66%**	**21.86%**	**19.11%**	**23.08%**	**26.14%**	**28.23%**	**16.95%**

Notes:

Above schedules are intended to show information for *10* years. Additional years will be displayed as they become available. Information is provided on an actuarial valuation date as of January *1, 2025*, rolled to December *31, 2025*.

The City does not have assets accumulated in a trust that meets the criteria in GASB codification sections P22.101 (pensions) or P52.101 (OPEB) to pay related benefits.

Changes of Benefit Terms or Assumptions

The discount rate increased to 4.42% as of the measurement date of December 31, 2025 from 4.22% as of the measurement date of December 31, 2024.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Fund Descriptions

Grants
To account for various grants in which the City receives Federal and State funding (i.e., Step grant, Saturation grant, COPS grant).

Law Enforcement Trust
To account for monies received from the confiscation and sale of items seized in drug-related offenses and also proceeds from certain state grant programs.

Legal Trust
To account for monies received from the confiscation and sale of items seized in drug-related offenses and to be used for additional law enforcement and prosecutorial purposes as the City Attorney deems appropriate.

Special Highway*
To account for monies levied by the state of Kansas (Motor Fuel Tax) producing revenues to be used to defray in whole or in part the cost of constructing, altering, reconstructing, maintaining, and repairing streets and highways pursuant to K.S.A. 79-3425C.

Special Alcohol Control*
To account for monies provided by a state liquor taxation on private clubs and expended for the purchase, establishment, maintenance, or expansion of services or programs for alcoholism prevention and education.

Special Park And Recreation*
To account for monies provided by a state liquor taxation on private clubs and expended for the purchase, establishment, maintenance, and expansion of park and recreational services, programs and facilities.

Tourism And Convention*
To account for monies derived from transient guest tax levied on the gross rental receipts paid by guests for lodging to be used for promotion of tourism, conventions, and economic development.

Neighborhood Revitalization District*
To account for incentives available to encourage property owners to reinvest and increase the assessed value of their properties.

Parks And Recreation Impact Fee (Zones 1, 2 And 3)*
To account for monies provided by park impact fees imposed on new development and expended on parks and recreation facilities.

Street Tree (Zones 1, 2 And 3)*
To account for monies received from building permits for the purpose of financing the landscaping of street-side property in areas under development.

Transportation Improvement Plan (TIP) (Zones 1, 2 And 3)*
To account for monies provided by traffic impact fees imposed on new development and expended on transportation operational improvements.

City Center East TIF Bonds
To account for monies received from TIF revenue bonds to finance the City Center East project.

Mining TIF District*
To account for monies received by the City from the TIF property tax increment to reimburse the developer for certified costs associated with the Mining TIF district.

Ridgeview (Meritex) Mining TIF*
To account for the monies received from the Tax Increment Financing District for the purpose of redevelopment at the intersection of 95th and Renner Boulevard.

South Mining TIF District*
To account for monies received by the City from the TIF property tax increment to reimburse developers for certified costs associated with the South Mining TIF district.

Orchard Corners CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on development within the District (southwest corner of 95th and Quivira).

Prairie Creek CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on development within the District (northwest corner of Prairie Star Parkway and Renner Boulevard).

Quivira 95 CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on development within the District (located at the northwest corner of Quivira and 95th Street).

Greystone Plaza CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on development within the District (located north of 87th Street Parkway and west of Rosehill Road).

City Center East (CCE) #1 CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on development within the District (a four-story commercial office/retail building with an adjacent outdoor plaza area).

City Center East (CCE) #2 CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (City Center East Village first and second plat).

I-35 & 95th Street TIF*
To account for monies received by the City from the TIF property tax increment to be expended on eligible reimbursable costs associated with the Interstate 35 and 95th Street TIF district.

Springhill Suites CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located northwest corner of 87th Street Parkway and Penrose).

Candlewood Suites CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located northwest corner of 96th Terrace and Rosehill Road).

Holiday Inn Express CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located at the northwest corner of 96th Terrace and Rosehill Road).

Sonoma Plaza CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located in the southeast corner of 87th Street Parkway and I-435).

Lenexa City Center Area E CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located at the southwest corner of 87th Street Parkway and Renner Boulevard).

Lenexa Point CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located in the northwest corner of 87th Street Parkway and Maurer Road).

Ten Ridge CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located in the northeast corner of Ridgeview Road and Kansas Highway 10).

Living Spaces CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located in the southwest corner of 95th Street and Monrovia Street).

Retreat on the Prairie CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located in the northwest corner of Ridgeview Road and Kansas Highway 10).

Jayhawk Ridge CID*
To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located in the southeast corner of Prairie Star Parkway and Ridgeview Road).

Renner 87 (Brierstone) CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located in the northeast corner of 87th Street Parkway and Renner Boulevard).

Central Green CID*

To account for monies received from the Community Improvement District additional 1% sales tax to be expended on eligible reimbursable costs within the District (located in the northeast corner of 87th Street Parkway and Penrose Lane).

City Center Area A CID*

To account for monies received from the Community Improvement District additional 2% sales tax to be expended on eligible reimbursable costs within the District (located in the southwest corner of 87th Street Parkway and Renner Boulevard).

Midas Dual Hotel CID*

To account for monies received from the Community Improvement District additional 1% sales tax for the purpose of the redevelopment which includes the Midas Dual Hotel Building development located in Lenexa City Center, west 87th Street Parkway between Elmridge Street and Penrose Lane.

*Budgeted Special Revenue Fund.

Debt Service Funds

Fund Descriptions

Debt Service Reserve - TIF

To account for the Debt Service Reserve Fund for City Center East TIF Revenue bonds to be used for the payment of principal and interest if monies otherwise available is insufficient to pay bonds.

Capital Projects Funds

Fund Descriptions

Capital Acquisition

To account for the financing for municipal capital purchases.

Parks And Recreation

To account for monies received for the purchase of park land and park development.

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2025

		Capital Project Funds			
	Combined Special Revenue Funds	Parks And Recreation	Capital Acquisition	Debt Service Reserve TIF	Total Nonmajor Governmental Funds
ASSETS					
Deposits and investments	$25,412,268	$3,242,336	$3,219,416	$1	$31,874,021
Restricted cash and investments	-	-	-	4,970	4,970
Prepaids	641	-	-	-	641
Property tax receivable (net of allowance for uncollectibles)	8,750,815	-	-	-	8,750,815
Sales tax receivable	434,747	-	-	-	434,747
Transient guest tax receivable	485,460	-	-	-	485,460
Special highway tax receivable	402,279	-	-	-	402,279
Special liquor tax receivable	246,100	-	-	-	246,100
Intergovernmental receivable	123,532	-	282,396	-	405,928
Interest receivable	16,918	-	6,367	-	23,285
Other receivables	26,178	-	-	-	26,178
TOTAL ASSETS	**35,898,938**	**3,242,336**	**3,508,179**	**4,971**	**42,654,424**
Liabilities, Deferred Inflows And Fund Balances					
LIABILITIES					
Accounts payable	$838,115	$1,139,577	$589,729	$-	$2,567,421
Accrued compensation	736	-	-	-	736
Unearned revenue	123,532	-	-	-	123,532
TOTAL LIABILITIES	**962,383**	**1,139,577**	**589,729**	**-**	**2,691,689**
DEFERRED INFLOWS OF RESOURCES					
Property tax	8,750,815	-	-	-	8,750,815
Other	-	-	282,396	-	282,396
TOTAL DEFERRED INFLOW OF RESOURCES	**8,750,815**	**-**	**282,396**	**-**	**9,033,211**
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**9,713,198**	**1,139,577**	**872,125**	**-**	**11,724,900**
FUND BALANCES					
Restricted	26,185,740	-	-	4,971	26,190,711
Committed	-	963,882	853,164	-	1,817,046
Assigned	-	-	3,885,649	-	3,885,649
Unassigned	-	1,138,877	(2,102,759)	-	(963,882)
TOTAL FUND BALANCES	**26,185,740**	**2,102,759**	**2,636,054**	**4,971**	**30,929,524**
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	**$35,898,938**	**$3,242,336**	**$3,508,179**	**$4,971**	**$42,654,424**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

		Capital Project Funds			
	Combined Special Revenue Funds	Parks And Recreation	Capital Acquisition	Debt Service Reserve TIF	Total Nonmajor Governmental Funds
REVENUES					
Taxes	$14,598,989	$-	$-	$-	$14,598,989
Intergovernmental	49,417	-	-	-	49,417
Charges for services	653,447	-	-	-	653,447
Fines and forfeitures	19,324	-	-	-	19,324
Investment earnings	156,821	-	120,079	2,519	279,419
Miscellaneous	102,896	-	187,780	-	290,676
TOTAL REVENUES	**15,580,894**	**-**	**307,859**	**2,519**	**15,891,272**
EXPENDITURES					
Current:					
General government	1,199,313	-	-	8,433	1,207,746
Public safety	400,101	-	-	-	400,101
Parks & recreation	450,121	-	-	-	450,121
Economic development	5,258,991	-	-	-	5,258,991
Debt service:					
Principal retirement	200,000	-	-	142,831	342,831
Interest and fiscal charges	74,156	-	-	107,169	181,325
Capital outlay:					
Municipal services	-	5,370,241	6,746,532	-	12,116,773
TOTAL EXPENDITURES	**7,582,682**	**5,370,241**	**6,746,532**	**258,433**	**19,957,888**
Excess (deficiency) of revenues over (under) expenditures	**7,998,212**	**(5,370,241)**	**(6,438,673)**	**(255,914)**	**(4,066,616)**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)

NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2025

		Capital Project Funds			
	Combined Special Revenue Funds	Parks And Recreation	Capital Acquisition	Debt Service Reserve TIF	Total Nonmajor Governmental Funds
OTHER FINANCING SOURCES (USES)					
Issuance of leases	-	-	2,187,666	-	2,187,666
Transfers in	-	5,813,750	4,079,349	259,194	10,152,293
Transfers out	(4,220,965)	(1,167)	-	-	(4,222,132)
TOTAL OTHER FINANCING SOURCES (USES)	**(4,220,965)**	**5,812,583**	**6,267,015**	**259,194**	**8,117,827**
Net change in fund balances	**3,777,247**	**442,342**	**(171,658)**	**3,280**	**4,051,211**
Fund balances - beginning of year	22,408,493	1,660,417	2,807,712	1,691	26,878,313
FUND BALANCES - ENDING	**$26,185,740**	**$2,102,759**	**$2,636,054**	**$4,971**	**$30,929,524**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2025

	Grants	Law Enforcement Trust	Legal Trust	Special Highway	Special Alcohol Control	Special Parks And Recreation	Tourism And Convention	Neighborhood Revitalization District
ASSETS								
Deposits and investments	$226,253	$84,118	$87,676	$-	$1,370,263	$-	$4,189,849	$556,922
Prepaids	-	-	-	-	-	-	641	-
Property tax receivable (net of allowance for uncollectibles)	-	-	-	-	-	-	-	92,950
Sales tax receivable	-	-	-	-	-	-	-	-
Transient guest tax receivable	-	-	-	-	-	-	485,460	-
Special highway tax receivable	-	-	-	402,279	-	-	-	-
Special liquor tax receivable	-	-	-	-	123,050	123,050	-	-
Intergovernmental receivable	123,532	-	-	-	-	-	-	-
Interest receivable	-	-	-	-	-	-	-	-
Other receivables	15,606	10,572	-	-	-	-	-	-
TOTAL ASSETS	**365,391**	**94,690**	**87,676**	**402,279**	**1,493,313**	**123,050**	**4,675,950**	**649,872**
Liabilities, Deferred Inflows And Fund Balances								
LIABILITIES								
Accounts payable	$-	$-	$-	$-	$36,770	$-	$280,000	$-
Accrued compensation	-	-	-	-	-	-	736	-
Unearned revenue	123,532	-	-	-	-	-	-	-
TOTAL LIABILITIES	**123,532**	**-**	**-**	**-**	**36,770**	**-**	**280,736**	**-**
DEFERRED INFLOWS OF RESOURCES								
Property tax	-	-	-	-	-	-	-	92,950
TOTAL DEFERRED INFLOW OF RESOURCES	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**92,950**

TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**123,532**	**-**	**-**	**-**	**36,770**	**-**	**280,736**	**92,950**
FUND BALANCES								
Restricted	241,859	94,690	87,676	402,279	1,456,543	123,050	4,395,214	556,922
TOTAL FUND BALANCES	**241,859**	**94,690**	**87,676**	**402,279**	**1,456,543**	**123,050**	**4,395,214**	**556,922**
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	**$365,391**	**$94,690**	**$87,676**	**$402,279**	**$1,493,313**	**$123,050**	**$4,675,950**	**$649,872**

COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS DECEMBER 31,	Parks And Recreation Impact Zone 1	Parks And Recreation Impact Zone 2	Parks And Recreation Impact Zone 3	Street Tree Zone 1	Street Tree Zone 2	Street Tree Zone 3	TIP Zone 1	TIP Zone 2	TIP Zone 3
									Page 2 of 5
ASSETS									
Deposits and investments	$111,203	$1,915,050	$375,917	$110,027	$247,568	$213,807	$1,127,823	$1,203,467	$1,117,307
Prepaids	-	-	-	-	-	-	-	-	-
Property tax receivable (net of allowance for uncollectibles)	-	-	-	-	-	-	-	-	-
Sales tax receivable	-	-	-	-	-	-	-	-	-
Transient guest tax receivable	-	-	-	-	-	-	-	-	-
Special highway tax receivable	-	-	-	-	-	-	-	-	-
Special liquor tax receivable	-	-	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-	-	-
Interest receivable	293	5,044	990	291	652	564	2,971	3,170	2,943
Other receivables	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	**111,496**	**1,920,094**	**376,907**	**110,318**	**248,220**	**214,371**	**1,130,794**	**1,206,637**	**1,120,250**
Liabilities, Deferred Inflows And Fund Balances									
LIABILITIES									
Accounts payable	$-	$-	$-	$-	$142,100	$190,425	$-	$-	$-
Accrued compensation	-	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	**-**	**-**	**-**	**-**	**142,100**	**190,425**	**-**	**-**	**-**
DEFERRED INFLOWS OF RESOURCES									
Property tax	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**-**	**-**	**-**	**-**	**142,100**	**190,425**	**-**	**-**	**-**

FUND BALANCES									
Restricted	111,496	1,920,094	376,907	110,318	106,120	23,946	1,130,794	1,206,637	1,120,250
TOTAL FUND BALANCES	**111,496**	**1,920,094**	**376,907**	**110,318**	**106,120**	**23,946**	**1,130,794**	**1,206,637**	**1,120,250**
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	**$111,496**	**$1,920,094**	**$376,907**	**$110,318**	**$248,220**	**$214,371**	**$1,130,794**	**$1,206,637**	**$1,120,250**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31,

	City Center East TIF Bonds	Mining TIF District	Ridgeview Mining TIF	South Mining District TIF	Orchard Corners CID	Prairie Creek CID	Quivira 95 CID	Greystone Plaza CID	Living Spaces CID
ASSETS									
Deposits and investments	$23,772	$4,449,072	$2,078,573	$17,152	$94,190	$11,681	$1,986	$6,000	$89,618
Prepaids	-	-	-	-	-	-	-	-	-
Property tax receivable (net of allowance for uncollectibles)	211,512	3,503,871	3,598,407	1,533	-	-	-	-	-
Sales tax receivable	-	-	-	-	166,027	24,337	3,890	11,272	2,235
Transient guest tax receivable	-	-	-	-	-	-	-	-	-
Special highway tax receivable	-	-	-	-	-	-	-	-	-
Special liquor tax receivable	-	-	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-	-	-
Interest receivable	-	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	**235,284**	**7,952,943**	**5,676,980**	**18,685**	**260,217**	**36,018**	**5,876**	**17,272**	**91,853**
Liabilities, Deferred Inflows And Fund Balances									
LIABILITIES									
Accounts payable	$-	$-	$-	$-	$61,419	$11,681	$1,986	$6,000	$-
Accrued compensation	-	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	**-**	**-**	**-**	**-**	**61,419**	**11,681**	**1,986**	**6,000**	**-**
DEFERRED INFLOWS OF RESOURCES									
Property tax	211,512	3,503,871	3,598,407	1,533	-	-	-	-	-
TOTAL DEFERRED INFLOW OF RESOURCES	**211,512**	**3,503,871**	**3,598,407**	**1,533**	**-**	**-**	**-**	**-**	**-**

TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**211,512**	**3,503,871**	**3,598,407**	**1,533**	**61,419**	**11,681**	**1,986**	**6,000**	**-**
FUND BALANCES									
Restricted	23,772	4,449,072	2,078,573	17,152	198,798	24,337	3,890	11,272	91,853
TOTAL FUND BALANCES	**23,772**	**4,449,072**	**2,078,573**	**17,152**	**198,798**	**24,337**	**3,890**	**11,272**	**91,853**
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	**$235,284**	**$7,952,943**	**$5,676,980**	**$18,685**	**$260,217**	**$36,018**	**$5,876**	**$17,272**	**$91,853**

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31,

	City Center East #1 CID	City Center East #2 CID	I-35 & 95th Street TIF	Springhill Suites CID		Holiday Inn Express CID	Sonoma Plaza CID	Lenexa City Center Area E CID	Lenexa Point CID
ASSETS									
Deposits and investments	$24,593	$172,150	$5,404,169	$6,812	$2,895	$3,236	$42,835	$5,983	$6,881
Prepaids	-	-	-	-	-	-	-	-	-
Property tax receivable (net of allowance for uncollectibles)	-	-	1,342,542	-	-	-	-	-	-
Sales tax receivable	3,461	22,575	-	10,751	3,952	4,410	95,594	14,679	18,345
Transient guest tax receivable	-	-	-	-	-	-	-	-	-
Special highway tax receivable	-	-	-	-	-	-	-	-	-
Special liquor tax receivable	-	-	-	-	-	-	-	-	-
Intergovernmental receivable	-	-	-	-	-	-	-	-	-
Interest receivable	-	-	-	-	-	-	-	-	-
Other receivables	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	**28,054**	**194,725**	**6,746,711**	**17,563**	**6,847**	**7,646**	**138,429**	**20,662**	**25,226**
Liabilities, Deferred Inflows And Fund Balances									
LIABILITIES									
Accounts payable	$2,113	$11,974	$-	$6,812	$2,895	$3,236	$42,835	$5,983	$6,881
Accrued compensation	-	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	**2,113**	**11,974**	**-**	**6,812**	**2,895**	**3,236**	**42,835**	**5,983**	**6,881**
DEFERRED INFLOWS OF RESOURCES									
Property tax	-	-	1,342,542	-	-	-	-	-	-
TOTAL DEFERRED INFLOW OF RESOURCES	**-**	**-**	**1,342,542**	**-**	**-**	**-**	**-**	**-**	**-**

TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**2,113**	**11,974**	**1,342,542**	**6,812**	**2,895**	**3,236**	**42,835**	**5,983**	**6,881**
FUND BALANCES									
Restricted	25,941	182,751	5,404,169	10,751	3,952	4,410	95,594	14,679	18,345
TOTAL FUND BALANCES	**25,941**	**182,751**	**5,404,169**	**10,751**	**3,952**	**4,410**	**95,594**	**14,679**	**18,345**
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	**$28,054**	**$194,725**	**$6,746,711**	**$17,563**	**$6,847**	**$7,646**	**$138,429**	**$20,662**	**$25,226**

COMBINING BALANCE SHEET NONMAJOR SPECIAL REVENUE FUNDS DECEMBER 31,	Retreat on the Prairie CID	Jayhawk Ridge CID	Ten Ridge CID	Renner 87 CID	Central Green CID	City Center Area A	Midas Hotel CID	Total Special Revenue Fund
								Page 5 of 5
ASSETS								
Deposits and investments	$1,817	$4,466	$1,945	$1,934	$247	$22,813	$198	$25,412,268
Prepaids	-	-	-	-	-	-	-	641
Property tax receivable (net of allowance for uncollectibles)	-	-	-	-	-	-	-	8,750,815
Sales tax receivable	139	545	5,713	115	496	46,018	193	434,747
Transient guest tax receivable	-	-	-	-	-	-	-	485,460
Special highway tax receivable	-	-	-	-	-	-	-	402,279
Special liquor tax receivable	-	-	-	-	-	-	-	246,100
Intergovernmental receivable	-	-	-	-	-	-	-	123,532
Interest receivable	-	-	-	-	-	-	-	16,918
Other receivables	-	-	-	-	-	-	-	26,178
TOTAL ASSETS	**1,956**	**5,011**	**7,658**	**2,049**	**743**	**68,831**		**35,898,938**
Liabilities, Deferred Inflows And Fund Balances								
LIABILITIES								
Accounts payable	$-	$-	$1,945	$-	$247	$22,813	$-	$838,115
Accrued compensation	-	-	-	-	-	-	-	736
Unearned revenue	-	-	-	-	-	-	-	123,532
TOTAL LIABILITIES	**-**	**-**	**1,945**	**-**	**247**	**22,813**	**-**	**962,383**
DEFERRED INFLOWS OF RESOURCES								
Property tax	-	-	-	-	-	-	-	8,750,815
TOTAL DEFERRED INFLOW OF RESOURCES	**-**	**-**	**-**	**-**	**-**	**-**		**8,750,815**

TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	**-**	**-**	**1,945**	**-**	**247**	**22,813**	**-**	**9,713,198**
FUND BALANCES								
Restricted	1,956	5,011	5,713	2,049	496	46,018	391	26,185,740
TOTAL FUND BALANCES	**1,956**	**5,011**	**5,713**	**2,049**	**496**	**46,018**	**391**	**26,185,740**
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	**$1,956**	**$5,011**	**$7,658**	**$2,049**	**$743**	**$68,831**	**$391**	**$35,898,938**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Grants	Law Enforcement Trust	Legal Trust	Special Highway	Special Alcohol Control	Special Parks And Recreation	Tourism And Convention	Neighborhood Revitalization District
REVENUES								
Taxes	$-	$-	$-	$1,606,849	$490,573	$490,573	$1,923,851	$92,950
Intergovernmental	37,004	12,413	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	3,811	-
Fines and forfeitures	-	17,130	2,194	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-	-
Miscellaneous	101,159	-	-	-	-	-	1,737	-
TOTAL REVENUES	**138,163**	**29,543**	**2,194**	**1,606,849**	**490,573**	**490,573**	**1,929,399**	**92,950**
EXPENDITURES								
Current:								
General government	211,226	-	2,162	-	-	-	916,755	69,170
Public safety	-	62,903	-	-	337,198	-	-	-
Parks & recreation	-	-	-	-	-	-	36,641	-
Economic development	-	-	-	-	-	-	-	-
Debt service:								
Principal retirement	-	-	-	-	-	-	200,000	-
Interest and fiscal charges	-	-	-	-	-	-	74,156	-
TOTAL EXPENDITURES	**211,226**	**62,903**	**2,162**	**-**	**337,198**	**-**	**1,227,552**	**69,170**
Excess (deficiency) of revenues over (under) expenditures	**(73,063)**	**(33,360)**	**32**	**1,606,849**	**153,375**	**490,573**	**701,847**	**23,780**
OTHER FINANCING SOURCES (USES)								
Transfers out	-	-	-	(1,596,424)	-	(486,719)	(22,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	**-**	**-**	**-**	**(1,596,424)**	**-**	**(486,719)**	**(22,000)**	**-**
Net change in fund balances	**(73,063)**	**(33,360)**	**32**	**10,425**	**153,375**	**3,854**	**679,847**	**23,780**
Fund balances - beginning of year	314,922	128,050	87,644	391,854	1,303,168	119,196	3,715,367	533,142
FUND BALANCES - ENDING	**$241,859**	**$94,690**	**$87,676**	**$402,279**	**$1,456,543**	**$123,050**	**$4,395,214**	**$556,922**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED DECEMBER 31,	Parks And Recreation Impact Zone 1	Parks And Recreation Impact Zone 2	Parks And Recreation Impact Zone 3	Street Tree Zone 1	Street Tree Zone 2	Street Tree Zone 3	TIP Zone 1	TIP Zone 2	TIP Zone 3
									Page 2 of 5
REVENUES									
Taxes	$-	$-	$-	$-	$-	$-	$-	$-	$-
Intergovernmental	-	-	-	-	-	-	-	-	-
Charges for services	41,085	92,591	69,939	-	(49,400)	(27,000)	83,057	384,341	55,023
Fines and forfeitures	-	-	-	-	-	-	-	-	-
Investment earnings	11,345	43,753	8,783	2,897	7,176	5,113	30,399	21,574	25,781
Miscellaneous	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	**52,430**	**136,344**	**78,722**	**2,897**	**(42,224)**	**(21,887)**	**113,456**	**405,915**	**80,804**
EXPENDITURES									
Current:									
General government	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Parks & recreation	48,000	-	-	339	175,891	189,250	-	-	-
Economic development	-	-	-	-	-	-	-	-	-
Debt service:									
Principal retirement	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	**48,000**	**-**	**-**	**339**	**175,891**	**189,250**	**-**	**-**	**-**
Excess (deficiency) of revenues over (under) expenditures	**4,430**	**136,344**	**78,722**	**2,558**	**(218,115)**	**(211,137)**	**113,456**	**405,915**	**80,804**
OTHER FINANCING SOURCES (USES)									
Transfers out	-	-	-	-	-	-	(415,831)	-	-
TOTAL OTHER FINANCING SOURCES (USES)	**-**	**-**	**-**	**-**	**-**	**-**	**(415,831)**	**-**	**-**
Net change in fund balances	**4,430**	**136,344**	**78,722**	**2,558**	**(218,115)**	**(211,137)**	**(302,375)**	**405,915**	**80,804**
Fund balances - beginning of year	107,066	1,783,750	298,185	107,760	324,235	235,083	1,433,169	800,722	1,039,446
FUND BALANCES - ENDING	**$111,496**	**$1,920,094**	**$376,907**	**$110,318**	**$106,120**	**$23,946**	**$1,130,794**	**$1,206,637**	**$1,120,250**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED DECEMBER 31,	City Center East TIF Bonds	Mining TIF District	Ridgeview Mining TIF	South Mining District TIF	Orchard Corners CID	Prairie Creek CID	Quivira 95 CID	Greystone Plaza CID	Living Spaces CID	Page 3 of 5
REVENUES										
Taxes	$259,194	$3,246,692	$2,815,562	$1,547	$803,106	$157,131	$27,252	$71,361	$14,733	
Intergovernmental	-	-	-	-	-	-	-	-	-	
Charges for services	-	-	-	-	-	-	-	-	-	
Fines and forfeitures	-	-	-	-	-	-	-	-	-	
Investment earnings	-	-	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	-	-	-	
TOTAL REVENUES	**259,194**	**3,246,692**	**2,815,562**	**1,547**	**803,106**	**157,131**	**27,252**	**71,361**	**14,733**	
EXPENDITURES										
Current:										
General government	-	-	-	-	-	-	-	-	-	
Public safety	-	-	-	-	-	-	-	-	-	
Parks & recreation	-	-	-	-	-	-	-	-	-	
Economic development	-	1,433,865	1,355,530	-	771,192	155,955	28,852	70,258	-	
Debt service:										
Principal retirement	-	-	-	-	-	-	-	-	-	
Interest and fiscal charges	-	-	-	-	-	-	-	-	-	
TOTAL EXPENDITURES	**-**	**1,433,865**	**1,355,530**	**-**	**771,192**	**155,955**	**28,852**	**70,258**	**-**	
Excess (deficiency) of revenues over (under) expenditures	**259,194**	**1,812,827**	**1,460,032**	**1,547**	**31,914**	**1,176**	**(1,600)**	**1,103**	**14,733**	
OTHER FINANCING SOURCES (USES)										
Transfers out	(259,194)	(4,159)	(1,412,554)	-	(7,790)	(1,575)	(291)	(710)	-	
TOTAL OTHER FINANCING SOURCES (USES)	**(259,194)**	**(4,159)**	**(1,412,554)**	**-**	**(7,790)**	**(1,575)**	**(291)**	**(710)**	**-**	
Net change in fund balances	**-**	**1,808,668**	**47,478**	**1,547**	**24,124**	**(399)**	**(1,891)**	**393**	**14,733**	
Fund balances - beginning of year	23,772	2,640,404	2,031,095	15,605	174,674	24,736	5,781	10,879	77,120	
FUND BALANCES - ENDING	**$23,772**	**$4,449,072**	**$2,078,573**	**$17,152**	**$198,798**	**$24,337**	**$3,890**	**$11,272**	**$91,853**	

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31,

	City Center East #1 CID	City Center East #2 CID	I-35 & 95th Street TIF	Springhill Suites CID	Candlewood Suites CID	Holiday Inn Express CID	Sonoma Plaza CID	Lenexa City Center Area E CID	Lenexa Point CID
REVENUES									
Taxes	$(3,790)	$146,182	$1,280,627	$70,927	$34,853	$33,513	$548,342	$67,847	$101,437
Intergovernmental	-	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	**(3,790)**	**146,182**	**1,280,627**	**70,927**	**34,853**	**33,513**	**548,342**	**67,847**	**101,437**
EXPENDITURES									
Current:									
General government	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Parks & recreation	-	-	-	-	-	-	-	-	-
Economic development	2,113	133,214	169,702	68,843	38,018	33,470	539,837	60,722	103,993
Debt service:									
Principal retirement	-	-	-	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURES	**2,113**	**133,214**	**169,702**	**68,843**	**38,018**	**33,470**	**539,837**	**60,722**	**103,993**
Excess (deficiency) of revenues over (under) expenditures	**(5,903)**	**12,968**	**1,110,925**	**2,084**	**(3,165)**	**43**	**8,505**	**7,125**	**(2,556)**
OTHER FINANCING SOURCES (USES)									
Transfers out	(21)	(1,346)	(853)	(695)	(384)	(338)	(5,453)	(613)	(1,051)
TOTAL OTHER FINANCING SOURCES (USES)	**(21)**	**(1,346)**	**(853)**	**(695)**	**(384)**	**(338)**	**(5,453)**	**(613)**	**(1,051)**
Net change in fund balances	**(5,924)**	**11,622**	**1,110,072**	**1,389**	**(3,549)**	**(295)**	**3,052**	**6,512**	**(3,607)**
Fund balances - beginning of year	31,865	171,129	4,294,097	9,362	7,501	4,705	92,542	8,167	21,952
FUND BALANCES - ENDING	**$25,941**	**$182,751**	**$5,404,169**	**$10,751**	**$3,952**	**$4,410**	**$95,594**	**$14,679**	**$18,345**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES NONMAJOR SPECIAL REVENUE FUNDS FOR THE YEAR ENDED DECEMBER 31,	Retreat on the Prairie CID	Jayhawk Ridge CID	Ten Ridge CID	Renner 87 CID	Central Green CID	City Center Area A	Midas Hotel CID	Total Special Revenue Fund
							Page 5 of 5	
REVENUES								
Taxes	$624	$4,192	$26,034	$831	$18,647	$266,958	$391	$14,598,989
Intergovernmental	-	-	-	-	-	-	-	49,417
Charges for services	-	-	-	-	-	-	-	653,447
Fines and forfeitures	-	-	-	-	-	-	-	19,324
Investment earnings	-	-	-	-	-	-	-	156,821
Miscellaneous	-	-	-	-	-	-	-	102,896
TOTAL REVENUES	**624**	**4,192**	**26,034**	**831**	**18,647**	**266,958**	**391**	**15,580,894**
EXPENDITURES								
Current:								
General government	-	-	-	-	-	-	-	1,199,313
Public safety	-	-	-	-	-	-	-	400,101
Parks & recreation	-	-	-	-	-	-	-	450,121
Economic development	-	-	25,739	-	18,505	249,183	-	5,258,991
Debt service:								
Principal retirement	-	-	-	-	-	-	-	200,000
Interest and fiscal charges	-	-	-	-	-	-	-	74,156
TOTAL EXPENDITURES	**-**	**-**	**25,739**	**-**	**18,505**	**249,183**	**-**	**7,582,682**
Excess (deficiency) of revenues over (under) expenditures	**624**	**4,192**	**295**	**831**	**142**	**17,775**	**391**	**7,998,212**
OTHER FINANCING SOURCES (USES)								
Transfers out	-	-	(260)	-	(187)	(2,517)	-	(4,220,965)
TOTAL OTHER FINANCING SOURCES (USES)	**-**	**-**	**(260)**	**-**	**(187)**	**(2,517)**	**-**	**(4,220,965)**
Net change in fund balances	**624**	**4,192**	**35**	**831**	**(45)**	**15,258**	**391**	**3,777,247**
Fund balances - beginning of year	1,332	819	5,678	1,218	541	30,760	-	22,408,493
FUND BALANCES - ENDING	**$1,956**	**$5,011**	**$5,713**	**$2,049**	**$496**	**$46,018**	**$391**	**$26,185,740**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL SPECIAL HIGHWAY FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$1,505,100	$1,505,100	$1,606,849	$101,749
TOTAL REVENUES	**1,505,100**	**1,505,100**	**1,606,849**	**101,749**
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,896,059)	(1,896,059)	(1,596,424)	299,635
TOTAL OTHER FINANCING SOURCES (USES)	**(1,896,059)**	**(1,896,059)**	**(1,596,424)**	**299,635**
Net change in fund balances	**(390,959)**	**(390,959)**	**10,425**	**401,384**
FUND BALANCES - BEGINNING OF YEAR			**391,854**	
FUND BALANCES - END OF YEAR			**$402,279**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL SPECIAL ALCOHOL CONTROL FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$478,516	$478,516	$490,573	$12,057
TOTAL REVENUES	**478,516**	**478,516**	**490,573**	**12,057**
EXPENDITURES				
Current:				
Public safety	418,516	418,516	337,198	81,318
TOTAL EXPENDITURES	**418,516**	**418,516**	**337,198**	**81,318**
Excess of revenues over expenditures	**60,000**	**60,000**	**153,375**	**93,375**
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,199,321)	(1,199,321)	-	1,199,321
TOTAL OTHER FINANCING SOURCES (USES)	**(1,199,321)**	**(1,199,321)**	**-**	**1,199,321**
Net change in fund balances	**(1,139,321)**	**(1,139,321)**	**153,375**	**1,292,696**
FUND BALANCES - BEGINNING OF YEAR			**1,303,168**	
FUND BALANCES - END OF YEAR			**$1,456,543**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL SPECIAL PARKS AND RECREATION FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$478,516	$478,516	$490,573	$12,057
TOTAL REVENUES	**478,516**	**478,516**	**490,573**	**12,057**
OTHER FINANCING SOURCES (USES)				
Transfers out	(587,859)	(587,859)	(486,719)	101,140
TOTAL OTHER FINANCING SOURCES (USES)	**(587,859)**	**(587,859)**	**(486,719)**	**101,140**
Net change in fund balances	**(109,343)**	**(109,343)**	**3,854**	**113,197**
FUND BALANCES - BEGINNING OF YEAR			**119,196**	
FUND BALANCES - END OF YEAR			**$123,050**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL TOURISM AND CONVENTION FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$1,300,000	$1,300,000	$1,923,851	$623,851
Charges for services	-	-	3,811	3,811
Miscellaneous	-	-	1,737	1,737
TOTAL REVENUES	**1,300,000**	**1,300,000**	**1,929,399**	**629,399**
EXPENDITURES				
Current:				
General government	1,257,128	1,257,128	916,755	340,373
Parks & recreation	46,716	46,716	36,641	10,075
Debt service:				
Principal retirement	190,000	190,000	200,000	(10,000)
Interest and fiscal charges	84,156	84,156	74,156	10,000
TOTAL EXPENDITURES	**1,578,000**	**1,578,000**	**1,227,552**	**350,448**
Excess (deficiency) of revenues over (under) expenditures	**(278,000)**	**(278,000)**	**701,847**	**979,847**
OTHER FINANCING SOURCES (USES)				
Transfers out	(2,548,497)	(2,548,497)	(22,000)	2,526,497
TOTAL OTHER FINANCING SOURCES (USES)	**(2,548,497)**	**(2,548,497)**	**(22,000)**	**2,526,497**
Net change in fund balances	**(2,826,497)**	**(2,826,497)**	**679,847**	**3,506,344**
FUND BALANCES - BEGINNING OF YEAR			**3,715,367**	
FUND BALANCES - END OF YEAR			**$4,395,214**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL NEIGHBORHOOD REVITALIZATION DISTRICT FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$350,000	$350,000	$92,950	$(257,050)
TOTAL REVENUES	**350,000**	**350,000**	**92,950**	**(257,050)**
EXPENDITURES				
Current:				
General government	350,000	350,000	69,170	280,830
TOTAL EXPENDITURES	**350,000**	**350,000**	**69,170**	**280,830**
Excess of revenues over expenditures	**-**	**-**	**23,780**	**23,780**
OTHER FINANCING SOURCES (USES)				
Transfers out	(509,289)	(509,289)	-	509,289
TOTAL OTHER FINANCING SOURCES (USES)	**(509,289)**	**(509,289)**	**-**	**509,289**
Net change in fund balances	**(509,289)**	**(509,289)**	**23,780**	**533,069**
FUND BALANCES - BEGINNING OF YEAR			**533,142**	
FUND BALANCES - END OF YEAR			**$556,922**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL PARKS AND RECREATION IMPACT FEE ZONE 1 FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Charges for services	$225,000	$225,000	$41,085	$(183,915)
Investment earnings	-	-	11,345	11,345
TOTAL REVENUES	**225,000**	**225,000**	**52,430**	**(172,570)**
EXPENDITURES				
Current:				
Parks & recreation	-	48,000	48,000	-
TOTAL EXPENDITURES	**-**	**48,000**	**48,000**	**-**
Excess of revenues over expenditures	**225,000**	**177,000**	**4,430**	**(172,570)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(338,606)	(290,606)	-	290,606
TOTAL OTHER FINANCING SOURCES (USES)	**(338,606)**	**(290,606)**	**-**	**290,606**
Net change in fund balances	**(113,606)**	**(113,606)**	**4,430**	**118,036**
FUND BALANCES - BEGINNING OF YEAR			**107,066**	
FUND BALANCES - END OF YEAR			**$111,496**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL PARKS AND RECREATION IMPACT FEE ZONE 2 FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Charges for services	$125,000	$125,000	$92,591	$(32,409)
Investment earnings	-	-	43,753	43,753
TOTAL REVENUES	**125,000**	**125,000**	**136,344**	**11,344**
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,517,389)	(1,517,389)	-	1,517,389
TOTAL OTHER FINANCING SOURCES (USES)	**(1,517,389)**	**(1,517,389)**	**-**	**1,517,389**
Net change in fund balances	**(1,392,389)**	**(1,392,389)**	**136,344**	**1,528,733**
FUND BALANCES - BEGINNING OF YEAR			**1,783,750**	
FUND BALANCES - END OF YEAR			**$1,920,094**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL PARKS AND RECREATION IMPACT FEE ZONE 3 FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Charges for services	$125,000	$125,000	$69,939	$(55,061)
Investment earnings	-	-	8,783	8,783
TOTAL REVENUES	**125,000**	**125,000**	**78,722**	**(46,278)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(179,585)	(179,585)	-	179,585
TOTAL OTHER FINANCING SOURCES (USES)	**(179,585)**	**(179,585)**	**-**	**179,585**
Net change in fund balances	**(54,585)**	**(54,585)**	**78,722**	**133,307**
FUND BALANCES - BEGINNING OF YEAR			**298,185**	
FUND BALANCES - END OF YEAR			**$376,907**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL STREET TREE ZONE 1 FUND FOR THE YEAR ENDED DECEMBER 31, 2025	Budgeted Amounts			Variance With Final Budget
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Charges for services	$10,000	$10,000	$-	$(10,000)
Investment earnings	-	-	2,897	2,897
TOTAL REVENUES	**10,000**	**10,000**	**2,897**	**(7,103)**
EXPENDITURES				
Current:				
Parks & recreation	20,000	20,000	339	19,661
TOTAL EXPENDITURES	**20,000**	**20,000**	**339**	**19,661**
Excess (deficiency) of revenues over (under) expenditures	**(10,000)**	**(10,000)**	**2,558**	**12,558**
OTHER FINANCING SOURCES (USES)				
Transfers out	(103,846)	(103,846)	-	103,846
TOTAL OTHER FINANCING SOURCES (USES)	**(103,846)**	**(103,846)**	**-**	**103,846**
Net change in fund balances	**(113,846)**	**(113,846)**	**2,558**	**116,404**
FUND BALANCES - BEGINNING OF YEAR			**107,760**	
FUND BALANCES - END OF YEAR			**$110,318**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL STREET TREE ZONE 2 FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Charges for services	$50,000	$50,000	$(49,400)	$(99,400)
Investment earnings	-	-	7,176	7,176
TOTAL REVENUES	**50,000**	**50,000**	**(42,224)**	**(92,224)**
EXPENDITURES				
Current:				
Parks & recreation	50,000	50,000	175,891	(125,891)
TOTAL EXPENDITURES	**50,000**	**50,000**	**175,891**	**(125,891)**
Deficiency of revenues under expenditures	**-**	**-**	**(218,115)**	**(218,115)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(309,505)	(309,505)	-	309,505
TOTAL OTHER FINANCING SOURCES (USES)	**(309,505)**	**(309,505)**	**-**	**309,505**
Net change in fund balances	**(309,505)**	**(309,505)**	**(218,115)**	**91,390**
FUND BALANCES - BEGINNING OF YEAR			**324,235**	
FUND BALANCES - END OF YEAR			**$106,120**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL STREET TREE ZONE 3 FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Charges for services	$40,000	$40,000	$(27,000)	$(67,000)
Investment earnings	-	-	5,113	5,113
TOTAL REVENUES	**40,000**	**40,000**	**(21,887)**	**(61,887)**
EXPENDITURES				
Current:				
Parks & recreation	30,000	55,000	189,250	(134,250)
TOTAL EXPENDITURES	**30,000**	**55,000**	**189,250**	**(134,250)**
Excess (deficiency) of revenues over (under) expenditures	**10,000**	**(15,000)**	**(211,137)**	**(196,137)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(206,860)	(181,860)	-	181,860
TOTAL OTHER FINANCING SOURCES (USES)	**(206,860)**	**(181,860)**	**-**	**181,860**
Net change in fund balances	**(196,860)**	**(196,860)**	**(211,137)**	**(14,277)**
FUND BALANCES - BEGINNING OF YEAR			**235,083**	
FUND BALANCES - END OF YEAR			**$23,946**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL TIP FEE ZONE 1 FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Charges for services	$400,000	$400,000	$83,057	$(316,943)
Investment earnings	-	-	30,399	30,399
TOTAL REVENUES	**400,000**	**400,000**	**113,456**	**(286,544)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,763,897)	(1,763,897)	(415,831)	1,348,066
TOTAL OTHER FINANCING SOURCES (USES)	**(1,763,897)**	**(1,763,897)**	**(415,831)**	**1,348,066**
Net change in fund balances	**(1,363,897)**	**(1,363,897)**	**(302,375)**	**1,061,522**
FUND BALANCES - BEGINNING OF YEAR			**1,433,169**	
FUND BALANCES - END OF YEAR			**$1,130,794**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL TIP FEE ZONE 2 FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Charges for services	$225,000	$225,000	$384,341	$159,341
Investment earnings	-	-	21,574	21,574
TOTAL REVENUES	**225,000**	**225,000**	**405,915**	**180,915**
OTHER FINANCING SOURCES (USES)				
Transfers out	(734,492)	(734,492)	-	734,492
TOTAL OTHER FINANCING SOURCES (USES)	**(734,492)**	**(734,492)**	**-**	**734,492**
Net change in fund balances	**(509,492)**	**(509,492)**	**405,915**	**915,407**
FUND BALANCES - BEGINNING OF YEAR			**800,722**	
FUND BALANCES - END OF YEAR			**$1,206,637**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL TIP FEE ZONE 3 FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Charges for services	$150,000	$150,000	$55,023	$(94,977)
Investment earnings	-	-	25,781	25,781
TOTAL REVENUES	**150,000**	**150,000**	**80,804**	**(69,196)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(993,301)	(993,301)	-	993,301
TOTAL OTHER FINANCING SOURCES (USES)	**(993,301)**	**(993,301)**	**-**	**993,301**
Net change in fund balances	**(843,301)**	**(843,301)**	**80,804**	**924,105**
FUND BALANCES - BEGINNING OF YEAR			**1,039,446**	
FUND BALANCES - END OF YEAR			**$1,120,250**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL CITY CENTER EAST TIF DEBT SERVICE FUND FOR THE YEAR ENDED DECEMBER 31, 2025	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$-	$-	$259,194	$259,194
TOTAL REVENUES	**-**	**-**	**259,194**	**259,194**
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	(259,194)	(259,194)
TOTAL OTHER FINANCING SOURCES (USES)	**-**	**-**	**(259,194)**	**(259,194)**
NET CHANGES IN FUND BALANCE	**-**	**-**	**-**	**-**
FUND BALANCES - BEGINNING OF YEAR			**23,772**	
FUND BALANCES - END OF YEAR			**$23,772**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL MINING TIF DISTRICT FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$4,000,000	$4,000,000	$3,246,692	$(753,308)
TOTAL REVENUES	**4,000,000**	**4,000,000**	**3,246,692**	**(753,308)**
EXPENDITURES				
Current:				
Economic development	3,980,000	3,980,000	1,433,865	2,546,135
TOTAL EXPENDITURES	**3,980,000**	**3,980,000**	**1,433,865**	**2,546,135**
Excess of revenues over expenditures	**20,000**	**20,000**	**1,812,827**	**1,792,827**
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,842,452)	(1,842,452)	(4,159)	1,838,293
TOTAL OTHER FINANCING SOURCES (USES)	**(1,842,452)**	**(1,842,452)**	**(4,159)**	**1,838,293**
Net change in fund balances	**(1,822,452)**	**(1,822,452)**	**1,808,668**	**3,631,120**
FUND BALANCES - BEGINNING OF YEAR			**2,640,404**	
FUND BALANCES - END OF YEAR			**$4,449,072**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL RIDGEVIEW MINING TIF DISTRICT FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$2,715,107	$2,715,107	$2,815,562	$100,455
TOTAL REVENUES	**2,715,107**	**2,715,107**	**2,815,562**	**100,455**
EXPENDITURES				
Current:				
Economic development	2,701,531	2,701,531	1,355,530	1,346,001
TOTAL EXPENDITURES	**2,701,531**	**2,701,531**	**1,355,530**	**1,346,001**
Excess of revenues over expenditures	**13,576**	**13,576**	**1,460,032**	**1,446,456**
OTHER FINANCING SOURCES (USES)				
Transfers out	(906,195)	(906,195)	(1,412,554)	(506,359)
TOTAL OTHER FINANCING SOURCES (USES)	**(906,195)**	**(906,195)**	**(1,412,554)**	**(506,359)**
Net change in fund balances	**(892,619)**	**(892,619)**	**47,478**	**940,097**
FUND BALANCES - BEGINNING OF YEAR			**2,031,095**	
FUND BALANCES - END OF YEAR			**$2,078,573**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL SOUTH MINING TIF DISTRICT FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$50,000	$50,000	$1,547	$(48,453)
TOTAL REVENUES	**50,000**	**50,000**	**1,547**	**(48,453)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(50,306)	(50,306)	-	50,306
TOTAL OTHER FINANCING SOURCES (USES)	**(50,306)**	**(50,306)**	**-**	**50,306**
Net change in fund balances	**(306)**	**(306)**	**1,547**	**1,853**
FUND BALANCES - BEGINNING OF YEAR			**15,605**	
FUND BALANCES - END OF YEAR			**$17,152**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL ORCHARD CORNERS CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$800,000	$800,000	$803,106	$3,106
TOTAL REVENUES	**800,000**	**800,000**	**803,106**	**3,106**
EXPENDITURES				
Current:				
Economic development	792,000	792,000	771,192	20,808
TOTAL EXPENDITURES	**792,000**	**792,000**	**771,192**	**20,808**
Excess of revenues over expenditures	**8,000**	**8,000**	**31,914**	**23,914**
OTHER FINANCING SOURCES (USES)				
Transfers out	(167,938)	(167,938)	(7,790)	160,148
TOTAL OTHER FINANCING SOURCES (USES)	**(167,938)**	**(167,938)**	**(7,790)**	**160,148**
Net change in fund balances	**(159,938)**	**(159,938)**	**24,124**	**184,062**
FUND BALANCES - BEGINNING OF YEAR			**174,674**	
FUND BALANCES - END OF YEAR			**$198,798**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL PRAIRIE CREEK CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$225,000	$225,000	$157,131	$(67,869)
TOTAL REVENUES	**225,000**	**225,000**	**157,131**	**(67,869)**
EXPENDITURES				
Current:				
Economic development	222,750	222,750	155,955	66,795
TOTAL EXPENDITURES	**222,750**	**222,750**	**155,955**	**66,795**
Excess of revenues over expenditures	**2,250**	**2,250**	**1,176**	**(1,074)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(30,368)	(30,368)	(1,575)	28,793
TOTAL OTHER FINANCING SOURCES (USES)	**(30,368)**	**(30,368)**	**(1,575)**	**28,793**
Net change in fund balances	**(28,118)**	**(28,118)**	**(399)**	**27,719**
FUND BALANCES - BEGINNING OF YEAR			**24,736**	
FUND BALANCES - END OF YEAR			**$24,337**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL QUIVIRA 95 CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$60,000	$60,000	$27,252	$(32,748)
TOTAL REVENUES	**60,000**	**60,000**	**27,252**	**(32,748)**
EXPENDITURES				
Current:				
Economic development	59,400	59,400	28,852	30,548
TOTAL EXPENDITURES	**59,400**	**59,400**	**28,852**	**30,548**
Excess (deficiency) of revenues over (under) expenditures	**600**	**600**	**(1,600)**	**(2,200)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(5,448)	(5,448)	(291)	5,157
TOTAL OTHER FINANCING SOURCES (USES)	**(5,448)**	**(5,448)**	**(291)**	**5,157**
Net change in fund balances	**(4,848)**	**(4,848)**	**(1,891)**	**2,957**
FUND BALANCES - BEGINNING OF YEAR			**5,781**	
FUND BALANCES - END OF YEAR			**$3,890**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL GREYSTONE PLAZA CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$80,000	$80,000	$71,361	$(8,639)
TOTAL REVENUES	**80,000**	**80,000**	**71,361**	**(8,639)**
EXPENDITURES				
Current:				
Economic development	79,200	79,200	70,258	8,942
TOTAL EXPENDITURES	**79,200**	**79,200**	**70,258**	**8,942**
Excess of revenues over expenditures	**800**	**800**	**1,103**	**303**
OTHER FINANCING SOURCES (USES)				
Transfers out	(11,945)	(11,945)	(710)	11,235
TOTAL OTHER FINANCING SOURCES (USES)	**(11,945)**	**(11,945)**	**(710)**	**11,235**
Net change in fund balances	**(11,145)**	**(11,145)**	**393**	**11,538**
FUND BALANCES - BEGINNING OF YEAR			**10,879**	
FUND BALANCES - END OF YEAR			**$11,272**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL LIVING SPACES CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$50,000	$50,000	$14,733	$(35,267)
TOTAL REVENUES	**50,000**	**50,000**	**14,733**	**(35,267)**
EXPENDITURES				
Current:				
Economic development	49,500	49,500	-	49,500
TOTAL EXPENDITURES	**49,500**	**49,500**	**-**	**49,500**
Excess of revenues over expenditures	**500**	**500**	**14,733**	**14,233**
OTHER FINANCING SOURCES (USES)				
Transfers out	(56,859)	(56,859)	-	56,859
TOTAL OTHER FINANCING SOURCES (USES)	**(56,859)**	**(56,859)**	**-**	**56,859**
Net change in fund balances	**(56,359)**	**(56,359)**	**14,733**	**71,092**
FUND BALANCES - BEGINNING OF YEAR			**77,120**	
FUND BALANCES - END OF YEAR			**$91,853**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL CITY CENTER EAST #1 CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$80,000	$80,000	$(3,790)	$(83,790)
TOTAL REVENUES	**80,000**	**80,000**	**(3,790)**	**(83,790)**
EXPENDITURES				
Current:				
Economic development	79,200	79,200	2,113	77,087
TOTAL EXPENDITURES	**79,200**	**79,200**	**2,113**	**77,087**
Excess (deficiency) of revenues over (under) expenditures	**800**	**800**	**(5,903)**	**(6,703)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(10,384)	(10,384)	(21)	10,363
TOTAL OTHER FINANCING SOURCES (USES)	**(10,384)**	**(10,384)**	**(21)**	**10,363**
Net change in fund balances	**(9,584)**	**(9,584)**	**(5,924)**	**3,660**
FUND BALANCES - BEGINNING OF YEAR			**31,865**	
FUND BALANCES - END OF YEAR			**$25,941**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL CITY CENTER EAST #2 CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$150,000	$150,000	$146,182	$(3,818)
TOTAL REVENUES	**150,000**	**150,000**	**146,182**	**(3,818)**
EXPENDITURES				
Current:				
Economic development	148,500	148,500	133,214	15,286
TOTAL EXPENDITURES	**148,500**	**148,500**	**133,214**	**15,286**
Excess of revenues over expenditures	**1,500**	**1,500**	**12,968**	**11,468**
OTHER FINANCING SOURCES (USES)				
Transfers out	(455,387)	(455,387)	(1,346)	454,041
TOTAL OTHER FINANCING SOURCES (USES)	**(455,387)**	**(455,387)**	**(1,346)**	**454,041**
Net change in fund balances	**(453,887)**	**(453,887)**	**11,622**	**465,509**
FUND BALANCES - BEGINNING OF YEAR			**171,129**	
FUND BALANCES - END OF YEAR			**$182,751**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL I-35 & 95TH STREET TIF FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$2,300,000	$2,300,000	$1,280,627	$(1,019,373)
TOTAL REVENUES	**2,300,000**	**2,300,000**	**1,280,627**	**(1,019,373)**
EXPENDITURES				
Current:				
Economic development	2,288,500	2,288,500	169,702	2,118,798
TOTAL EXPENDITURES	**2,288,500**	**2,288,500**	**169,702**	**2,118,798**
Excess of revenues over expenditures	**11,500**	**11,500**	**1,110,925**	**1,099,425**
OTHER FINANCING SOURCES (USES)				
Transfers out	(3,371,913)	(3,371,913)	(853)	3,371,060
TOTAL OTHER FINANCING SOURCES (USES)	**(3,371,913)**	**(3,371,913)**	**(853)**	**3,371,060**
Net change in fund balances	**(3,360,413)**	**(3,360,413)**	**1,110,072**	**4,470,485**
FUND BALANCES - BEGINNING OF YEAR			**4,294,097**	
FUND BALANCES - END OF YEAR			**$5,404,169**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL SPRINGHILL SUITES CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$80,000	$80,000	$70,927	$(9,073)
TOTAL REVENUES	**80,000**	**80,000**	**70,927**	**(9,073)**
EXPENDITURES				
Current:				
Economic development	79,200	79,200	68,843	10,357
TOTAL EXPENDITURES	**79,200**	**79,200**	**68,843**	**10,357**
Excess of revenues over expenditures	**800**	**800**	**2,084**	**1,284**
OTHER FINANCING SOURCES (USES)				
Transfers out	(9,050)	(9,050)	(695)	8,355
TOTAL OTHER FINANCING SOURCES (USES)	**(9,050)**	**(9,050)**	**(695)**	**8,355**
Net change in fund balances	**(8,250)**	**(8,250)**	**1,389**	**9,639**
FUND BALANCES - BEGINNING OF YEAR			**9,362**	
FUND BALANCES - END OF YEAR			**$10,751**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CANDLEWOOD SUITES CID FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$80,000	$80,000	$34,853	$(45,147)
TOTAL REVENUES	**80,000**	**80,000**	**34,853**	**(45,147)**
EXPENDITURES				
Current:				
Economic development	79,200	79,200	38,018	41,182
TOTAL EXPENDITURES	**79,200**	**79,200**	**38,018**	**41,182**
Excess (deficiency) of revenues over (under) expenditures	**800**	**800**	**(3,165)**	**(3,965)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(9,398)	(9,398)	(384)	9,014
TOTAL OTHER FINANCING SOURCES (USES)	**(9,398)**	**(9,398)**	**(384)**	**9,014**
Net change in fund balances	**(8,598)**	**(8,598)**	**(3,549)**	**5,049**
FUND BALANCES - BEGINNING OF YEAR			**7,501**	
FUND BALANCES - END OF YEAR			**$3,952**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL HOLIDAY INN EXPRESS CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$70,000	$70,000	$33,513	$(36,487)
TOTAL REVENUES	**70,000**	**70,000**	**33,513**	**(36,487)**
EXPENDITURES				
Current:				
Economic development	69,300	69,300	33,470	35,830
TOTAL EXPENDITURES	**69,300**	**69,300**	**33,470**	**35,830**
Excess of revenues over expenditures	**700**	**700**	**43**	**(657)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,506)	(1,506)	(338)	1,168
TOTAL OTHER FINANCING SOURCES (USES)	**(1,506)**	**(1,506)**	**(338)**	**1,168**
Net change in fund balances	**(806)**	**(806)**	**(295)**	**511**
FUND BALANCES - BEGINNING OF YEAR			**4,705**	
FUND BALANCES - END OF YEAR			**$4,410**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL SONOMA PLAZA CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$600,000	$600,000	$548,342	$(51,658)
TOTAL REVENUES	**600,000**	**600,000**	**548,342**	**(51,658)**
EXPENDITURES				
Current:				
Economic development	594,000	594,000	539,837	54,163
TOTAL EXPENDITURES	**594,000**	**594,000**	**539,837**	**54,163**
Excess of revenues over expenditures	**6,000**	**6,000**	**8,505**	**2,505**
OTHER FINANCING SOURCES (USES)				
Transfers out	(98,577)	(98,577)	(5,453)	93,124
TOTAL OTHER FINANCING SOURCES (USES)	**(98,577)**	**(98,577)**	**(5,453)**	**93,124**
Net change in fund balances	**(92,577)**	**(92,577)**	**3,052**	**95,629**
FUND BALANCES - BEGINNING OF YEAR			**92,542**	
FUND BALANCES - END OF YEAR			**$95,594**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL LENEXA CITY CENTER AREA E CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$100,000	$100,000	$67,847	$(32,153)
TOTAL REVENUES	**100,000**	**100,000**	**67,847**	**(32,153)**
EXPENDITURES				
Current:				
Economic development	99,000	99,000	60,722	38,278
TOTAL EXPENDITURES	**99,000**	**99,000**	**60,722**	**38,278**
Excess of revenues over expenditures	**1,000**	**1,000**	**7,125**	**6,125**
OTHER FINANCING SOURCES (USES)				
Transfers out	(42,050)	(42,050)	(613)	41,437
TOTAL OTHER FINANCING SOURCES (USES)	**(42,050)**	**(42,050)**	**(613)**	**41,437**
Net change in fund balances	**(41,050)**	**(41,050)**	**6,512**	**47,562**
FUND BALANCES - BEGINNING OF YEAR			**8,167**	
FUND BALANCES - END OF YEAR			**$14,679**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL LENEXA POINT CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$250,000	$250,000	$101,437	$(148,563)
TOTAL REVENUES	**250,000**	**250,000**	**101,437**	**(148,563)**
EXPENDITURES				
Current:				
Economic development	247,500	247,500	103,993	143,507
TOTAL EXPENDITURES	**247,500**	**247,500**	**103,993**	**143,507**
Excess (deficiency) of revenues over (under) expenditures	**2,500**	**2,500**	**(2,556)**	**(5,056)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(28,641)	(28,641)	(1,051)	27,590
TOTAL OTHER FINANCING SOURCES (USES)	**(28,641)**	**(28,641)**	**(1,051)**	**27,590**
Net change in fund balances	**(26,141)**	**(26,141)**	**(3,607)**	**22,534**
FUND BALANCES - BEGINNING OF YEAR			**21,952**	
FUND BALANCES - END OF YEAR			**$18,345**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL RETREAT ON THE PRAIRIE CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$50,000	$50,000	$624	$(49,376)
TOTAL REVENUES	**50,000**	**50,000**	**624**	**(49,376)**
EXPENDITURES				
Current:				
Economic development	49,500	49,500	-	49,500
TOTAL EXPENDITURES	**49,500**	**49,500**	**-**	**49,500**
Excess of revenues over expenditures	**500**	**500**	**624**	**124**
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,029)	(1,029)	-	1,029
TOTAL OTHER FINANCING SOURCES (USES)	**(1,029)**	**(1,029)**	**-**	**1,029**
Net change in fund balances	**(529)**	**(529)**	**624**	**1,153**
FUND BALANCES - BEGINNING OF YEAR			**1,332**	
FUND BALANCES - END OF YEAR			**$1,956**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL JAYHAWK RIDGE CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$50,000	$50,000	$4,192	$(45,808)
TOTAL REVENUES	**50,000**	**50,000**	**4,192**	**(45,808)**
EXPENDITURES				
Current:				
Economic development	49,500	49,500	-	49,500
TOTAL EXPENDITURES	**49,500**	**49,500**	**-**	**49,500**
Excess of revenues over expenditures	**500**	**500**	**4,192**	**3,692**
OTHER FINANCING SOURCES (USES)				
Transfers out	(708)	(708)	-	708
TOTAL OTHER FINANCING SOURCES (USES)	**(708)**	**(708)**	**-**	**708**
Net change in fund balances	**(208)**	**(208)**	**4,192**	**4,400**
FUND BALANCES - BEGINNING OF YEAR			**819**	
FUND BALANCES - END OF YEAR			**$5,011**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL TEN RIDGE CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$50,000	$50,000	$26,034	$(23,966)
TOTAL REVENUES	**50,000**	**50,000**	**26,034**	**(23,966)**
EXPENDITURES				
Current:				
Economic development	49,500	49,500	25,739	23,761
TOTAL EXPENDITURES	**49,500**	**49,500**	**25,739**	**23,761**
Excess of revenues over expenditures	**500**	**500**	**295**	**(205)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(21,824)	(21,824)	(260)	21,564
TOTAL OTHER FINANCING SOURCES (USES)	**(21,824)**	**(21,824)**	**(260)**	**21,564**
Net change in fund balances	**(21,324)**	**(21,324)**	**35**	**21,359**
FUND BALANCES - BEGINNING OF YEAR			**5,678**	
FUND BALANCES - END OF YEAR			**$5,713**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL RENNER 87 CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$50,000	$50,000	$831	$(49,169)
TOTAL REVENUES	**50,000**	**50,000**	**831**	**(49,169)**
EXPENDITURES				
Current:				
Economic development	49,500	49,500	-	49,500
TOTAL EXPENDITURES	**49,500**	**49,500**	**-**	**49,500**
Excess of revenues over expenditures	**500**	**500**	**831**	**331**
OTHER FINANCING SOURCES (USES)				
Transfers out	(500)	(500)	-	500
TOTAL OTHER FINANCING SOURCES (USES)	**(500)**	**(500)**	**-**	**500**
Net change in fund balances	**-**	**-**	**831**	**831**
FUND BALANCES - BEGINNING OF YEAR			**1,218**	
FUND BALANCES - END OF YEAR			**$2,049**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL CENTRAL GREEN CID FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$50,000	$50,000	$18,647	$(31,353)
TOTAL REVENUES	**50,000**	**50,000**	**18,647**	**(31,353)**
EXPENDITURES				
Current:				
Economic development	49,500	49,500	18,505	30,995
TOTAL EXPENDITURES	**49,500**	**49,500**	**18,505**	**30,995**
Excess of revenues over expenditures	**500**	**500**	**142**	**(358)**
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,565)	(1,565)	(187)	1,378
TOTAL OTHER FINANCING SOURCES (USES)	**(1,565)**	**(1,565)**	**(187)**	**1,378**
Net change in fund balances	**(1,065)**	**(1,065)**	**(45)**	**1,020**
FUND BALANCES - BEGINNING OF YEAR			**541**	
FUND BALANCES - END OF YEAR			**$496**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL CITY CENTER AREA A FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$100,000	$150,000	$266,958	$116,958
TOTAL REVENUES	**100,000**	**150,000**	**266,958**	**116,958**
EXPENDITURES				
Current:				
Economic development	99,000	148,500	249,183	(100,683)
TOTAL EXPENDITURES	**99,000**	**148,500**	**249,183**	**(100,683)**
Excess of revenues over expenditures	**1,000**	**1,500**	**17,775**	**16,275**
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,000)	(1,500)	(2,517)	(1,017)
TOTAL OTHER FINANCING SOURCES (USES)	**(1,000)**	**(1,500)**	**(2,517)**	**(1,017)**
Net change in fund balances	**-**	**-**	**15,258**	**15,258**
FUND BALANCES - BEGINNING OF YEAR			**30,760**	
FUND BALANCES - END OF YEAR			**$46,018**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL MIDAS DUAL HOTEL CID
FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Taxes	$-	$-	$391	$391
TOTAL REVENUES	**-**	**-**	**391**	**391**
Net change in fund balances	**-**	**-**	**391**	**391**
FUND BALANCES - BEGINNING OF YEAR			**-**	
FUND BALANCES - END OF YEAR			**$391**	

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL CITY CENTER TIF DEBT SERVICE RESERVE FUND FOR THE YEAR ENDED DECEMBER 31, 2025

	Budgeted Amounts			Variance With Final Budget -
	Original Budget	Final Budget	Actual	Positive (Negative)
REVENUES				
Investment earnings	$-	$-	$2,519	$2,519
TOTAL REVENUES	**-**	**-**	**2,519**	**2,519**
EXPENDITURES				
Current:				
General government	-	-	8,433	(8,433)
Debt service:				
Principal retirement	-	-	142,831	(142,831)
Interest and fiscal charges	300,000	300,000	107,169	192,831
TOTAL EXPENDITURES	**300,000**	**300,000**	**258,433**	**41,567**
Deficiency of revenues under expenditures	**(300,000)**	**(300,000)**	**(255,914)**	**44,086**
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	259,194	259,194
TOTAL OTHER FINANCING SOURCES (USES)	**-**	**-**	**259,194**	**259,194**
Net change in fund balances	**(300,000)**	**(300,000)**	**3,280**	**303,280**
FUND BALANCES - BEGINNING OF YEAR			**1,691**	
FUND BALANCES - END OF YEAR			**$4,971**	

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2025

	Health Plan	Risk Management	Workers' Compensation	Total Internal Service Funds
ASSETS				
Current assets:				
Deposits and investments	$5,586,480	$3,111,351	$2,909,783	$11,607,614
Interest receivable	4,605	8,196	2,035	14,836
Intergovernmental receivable	50,179	-	-	50,179
Prepaids	-	-	2,451	2,451
TOTAL CURRENT ASSETS	**5,641,264**	**3,119,547**	**2,914,269**	**11,675,080**
TOTAL ASSETS	**5,641,264**	**3,119,547**	**2,914,269**	**11,675,080**
LIABILITIES				
Current liabilities:				
Accounts payable	177,504	85,893	12,420	275,817
Accrued compensation	-	-	2,434	2,434
Self-insurance claims payable	355,009	614,462	828,036	1,797,507
TOTAL CURRENT LIABILITIES	**532,513**	**700,355**	**842,890**	**2,075,758**
Noncurrent liabilities:				
Self-insurance claims payable	-	-	381,299	381,299
TOTAL NONCURRENT LIABILITIES	**-**	**-**	**381,299**	**381,299**
TOTAL LIABILITIES	**532,513**	**700,355**	**1,224,189**	**2,457,057**
NET POSITION				
Unrestricted	5,108,751	2,419,192	1,690,080	9,218,023
TOTAL NET POSITION	**$5,108,751**	**$2,419,192**	**$1,690,080**	**$9,218,023**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Health Plan	Risk Management	Workers' Compensation	Total Internal Service Funds
OPERATING REVENUES				
Charges for services	$9,659,078	$11,559	$1,235,279	$10,905,916
Reimbursements from insurance companies	574,392	130,163	33,333	737,888
TOTAL OPERATING REVENUES	**10,233,470**	**141,722**	**1,268,612**	**11,643,804**
OPERATING EXPENSES				
Personal services	-	-	51,067	51,067
Contractual services	1,193,073	357,832	391,990	1,942,895
Commodities	6,235	205,700	6,214	218,149
Claims	8,078,569	212,059	514,335	8,804,963
TOTAL OPERATING EXPENSES	**9,277,877**	**775,591**	**963,606**	**11,017,074**
Operating income (loss)	**955,593**	**(633,869)**	**305,006**	**626,730**
NONOPERATING REVENUES (EXPENSES)				
Investment gain (loss)	262,916	43,108	164,774	470,798
TOTAL NONOPERATING REVENUES (EXPENSES)	**262,916**	**43,108**	**164,774**	**470,798**
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	**1,218,509**	**(590,761)**	**469,780**	**1,097,528**
Transfers in	-	2,400,000	-	2,400,000
CHANGE IN NET POSITION	**1,218,509**	**1,809,239**	**469,780**	**3,497,528**
Total net position - beginning of year	3,890,242	609,953	1,220,300	5,720,495
TOTAL NET POSITION - END OF YEAR	**$5,108,751**	**$2,419,192**	**$1,690,080**	**$9,218,023**

COMBINING STATEMENT OF CASH FLOWS INTERNAL SERVICE FUNDS FOR THE YEAR ENDED DECEMBER 31, 2025	Health Plan	Risk Management	Workers' Compensation	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash receipts from customer	9,614,166	8,838	1,237,239	10,860,243
Cash from interfund	-	29,961	-	29,961
Cash received from insurance companies	732,971	130,163	33,333	896,467
Cash payments for personnel services	-	-	(51,188)	(51,188)
Cash payments for contractual services and accounts payable	(9,403,999)	(543,488)	(893,615)	(10,841,102)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**943,138**	**(374,526)**	**325,769**	**894,381**
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers in	-	2,400,000	-	2,400,000
NET CASH PROVIDED BY (USED IN) NONCAPITAL FINANCING ACTIVITIES	**-**	**2,400,000**	**-**	**2,400,000**
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES				
Interest received	262,916	43,108	164,774	470,798
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	**262,916**	**43,108**	**164,774**	**470,798**
Net increase (decrease) in cash and cash equivalents	**1,206,054**	**2,068,582**	**490,543**	**3,765,179**
Cash and cash equivalents at beginning of year	**4,380,425**	**1,042,770**	**2,421,691**	**7,844,886**
	$5,586,479	**$3,111,352**	**$2,912,234**	**$11,610,065**
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH FROM OPERATING ACTIVITIES				
Operating income (loss)	955,593	(633,869)	305,006	626,730
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Changes in assets and liabilities:				
Other operating receivables	(50,179)	29,961	-	(20,218)
Customer receivables	158,579	-	-	158,579
Accounts, wages and claims payable	(126,121)	232,103	18,803	124,785
Interest receivable	5,267	(2,722)	1,960	4,505
Prepaids	-	-	(2,451)	(2,451)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**$943,139**	**$(374,527)**	**$323,318**	**$891,930**

TABLE OF CONTENTS

STATISTICAL SECTION

This part of the City of Lenexa, Kansas' (the City) annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time. 181

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue sources, property and sales tax 193

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future 201

Demographic And Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place 205

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs 209

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

NET POSITION BY COMPONENT LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING)	2025	2024	2023	2022	SCHEDULE 1 2021
GOVERNMENTAL ACTIVITIES:					
Net investment in capital assets	$505,220,434	$484,128,924	$448,015,370	$426,835,905	$410,377,689
Restricted component of net position	84,420,737	75,657,578	91,511,440	95,620,039	80,392,315
Unrestricted component of net position	56,428,620	58,140,502	46,742,953	31,762,210	34,317,529
TOTAL GOVERNMENTAL ACTIVITIES NET POSITION	**$646,069,791**	**$617,927,004**	**$586,269,763**	**$554,218,154**	**$525,087,533**
BUSINESS-TYPE ACTIVITIES:					
Net investment in capital assets	$97,864,714	$98,268,989	$98,080,865	$96,094,710	$99,413,388
Restricted component of net position	3,660,237	3,565,306	3,751,726	3,751,726	3,932,752
Unrestricted component of net position	13,648,588	11,503,864	8,411,921	11,522,916	7,558,998
TOTAL BUSINESS-TYPE ACTIVITIES NET POSITION	**$115,173,539**	**$113,338,159**	**$110,244,512**	**$111,369,352**	**$110,905,138**
PRIMARY GOVERNMENT:					
Net investment in capital assets	$603,085,148	$582,397,913	$546,096,235	$522,930,615	$509,791,077
Restricted component of net position	88,080,974	79,222,884	95,263,166	99,371,765	84,325,067
Unrestricted component of net position	70,077,208	69,644,366	55,154,874	43,285,126	41,876,527
TOTAL PRIMARY GOVERNMENT NET POSITION	**$761,243,330**	**$731,265,163**	**$696,514,275**	**$665,587,506**	**$635,992,671**

NET POSITION BY COMPONENT LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING)	2020	2019	2018	2017	SCHEDULE 1 (Continued) 2016
GOVERNMENTAL ACTIVITIES:					
Net investment in capital assets	$408,588,303	$398,828,195	$394,509,349	$378,322,396	$391,517,602
Restricted component of net position	53,384,378	47,441,146	41,828,452	21,792,575	43,833,114
Unrestricted component of net position	41,230,150	36,493,549	30,007,952	49,864,758	41,592,339
TOTAL GOVERNMENTAL ACTIVITIES NET POSITION	**$503,202,831**	**$482,762,890**	**$466,345,753**	**$449,979,729**	**$476,943,055**
BUSINESS-TYPE ACTIVITIES:					
Net investment in capital assets	$100,390,724	$102,036,824	$102,015,292	$103,251,937	$64,187,268
Restricted component of net position	4,108,539	3,275,934	-	-	1,211,653
Unrestricted component of net position	6,159,955	1,621,779	2,090,589	1,289,949	(1,941,940)
TOTAL BUSINESS-TYPE ACTIVITIES NET POSITION	**$110,659,218**	**$106,934,537**	**$104,105,881**	**$104,541,886**	**$63,456,981**
PRIMARY GOVERNMENT:					
Net investment in capital assets	$508,979,027	$500,865,019	$496,524,641	$481,574,333	$455,704,870
Restricted component of net position	57,492,917	50,717,080	41,828,452	21,792,575	45,044,767
Unrestricted component of net position	47,390,105	38,115,328	32,098,541	51,154,707	39,650,399
TOTAL PRIMARY GOVERNMENT NET POSITION	**$613,862,049**	**$589,697,427**	**$570,451,634**	**$554,521,615**	**$540,400,036**

CHANGES IN NET POSITION LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING)	2025	2024	2023	2022	SCHEDULE 2 2021
EXPENSES					
GOVERNMENTAL ACTIVITIES					
General government	$21,325,114	$23,590,043	$22,603,288	$23,048,797	$17,216,539
Public safety	43,869,210	47,050,213	42,641,999	42,035,967	30,761,137
Municipal services	34,447,550	44,022,099	38,813,810	29,253,440	33,303,599
Parks and recreation	13,735,390	8,172,928	6,292,762	7,647,666	7,163,809
Economic development	10,738,937	11,780,664	9,662,839	9,027,698	8,717,041
Interest on long-term debt	3,439,219	3,539,221	3,756,943	3,485,355	2,930,085
TOTAL GOVERNMENTAL ACTIVITIES EXPENSES	**127,555,420**	**138,155,168**	**123,771,641**	**114,498,923**	**100,092,210**
BUSINESS-TYPE ACTIVITIES					
Rec Center	4,933,611	4,464,712	4,242,548	3,968,490	3,582,985
Cemetery	37,211	24,290	26,628	40	-
Stormwater	8,536,148	8,170,993	11,548,453	8,544,341	6,532,270
TOTAL BUSINESS-TYPE ACTIVITIES EXPENSES	**13,506,970**	**12,659,995**	**15,817,629**	**12,512,871**	**10,115,255**
TOTAL PRIMARY GOVERNMENT EXPENSES	**141,062,390**	**150,815,163**	**139,589,270**	**127,011,794**	**110,207,465**
PROGRAM REVENUES					
GOVERNMENTAL ACTIVITIES					
Charges for services:					
General government	4,144,267	4,195,314	4,454,820	3,778,476	3,311,704
Public safety	1,646,396	1,525,036	1,665,643	1,456,522	1,340,899
Municipal services	565,871	532,292	832,526	430,423	506,007
Parks and recreation	1,914,986	2,598,591	1,940,270	1,859,974	1,322,182
Operating grants and contributions	1,643,853	6,837,056	1,645,108	1,677,882	1,690,306
Capital grants and contributions	1,509,629	7,413,383	9,863,313	9,834,738	4,087,757
TOTAL GOVERNMENTAL ACTIVITIES PROGRAM REVENUES	**11,425,002**	**23,101,672**	**20,401,680**	**19,038,015**	**12,258,855**
BUSINESS-TYPE ACTIVITIES					
Charges for services:					
Rec Center	4,338,269	4,017,843	3,984,185	3,413,295	2,591,140
Stormwater	20,993	7,536,106	7,664,815	7,524,580	7,099,532
Cemetery	7,561,860	42,625	41,300	338,778	-
Operating grants and contributions	-	-	-	-	-
Capital grants and contributions	2,624,403	1,303,333	2,416,771	1,586,493	365,815
TOTAL BUSINESS-TYPE ACTIVITIES PROGRAM REVENUES	**14,545,525**	**12,899,907**	**14,107,071**	**12,863,146**	**10,056,487**

SCHEDULE 2 (Continued)

	2025	2024	2023	2022	2021
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	**25,970,527**	**36,001,579**	**34,508,751**	**31,901,161**	**22,315,342**
NET EXPENSES	**(115,091,863)**	**(114,813,584)**	**(105,080,519)**	**(95,110,633)**	**(87,892,123)**
GENERAL REVENUES					
Governmental Activities					
Property taxes	$62,650,368	$66,364,815	$54,490,173	$57,213,338	$48,715,916
Sales tax	57,349,167	54,267,650	53,999,299	52,078,659	46,283,939
Franchise taxes	7,774,506	7,594,718	7,539,466	7,662,181	7,036,556
Motor vehicle tax	3,996,527	3,856,156	3,725,155	3,498,581	3,313,333
Transient guest tax	1,923,851	2,044,611	1,932,990	1,586,915	1,262,952
Excise tax	704,489	568,692	1,274,033	2,000,982	1,376,836
Special liquor tax	1,472,719	1,424,856	1,393,755	1,256,928	1,029,306
Investment revenue	7,255,010	8,939,950	9,829,567	(2,338,240)	(273,536)
Miscellaneous	1,232,908	962,453	1,323,744	1,714,417	1,122,437
Transfers	(86,340)	(307,939)	(86,620)	(82,232)	(149,682)
Capital contributions		-	-	-	-
TOTAL GOVERNMENTAL ACTIVITIES GENERAL REVENUES	**144,273,205**	**145,715,962**	**135,421,562**	**124,591,529**	**109,718,057**
BUSINESS-TYPE ACTIVITIES					
Property taxes	143,556	1,736,091	111,802	117,196	122,435
Investment revenue	521,205	733,784	380,386	(101,219)	21,937
Miscellaneous	45,724	50,401	6,909	15,730	10,634
Transfers	86,340	307,939	86,620	82,232	149,682
Capital contributions	-	-	-	-	-
TOTAL BUSINESS-TYPE ACTIVITIES GENERAL REVENUES	**796,825**	**2,828,215**	**585,717**	**113,939**	**304,688**
TOTAL PRIMARY GOVERNMENT GENERAL REVENUES	**145,070,030**	**148,544,177**	**136,007,279**	**124,705,468**	**110,022,745**
CHANGES IN NET POSITION					
Restatement due to GASB 101	**-**	**1,020,300**	**-**	**-**	**-**
Governmental Activities	**28,142,787**	**30,662,466**	**32,051,609**	**29,130,621**	**21,884,702**
Business-Type Activities	**1,835,380**	**3,068,127**	**(1,124,841)**	**464,214**	**245,920**
TOTAL CITY	**$29,978,167**	**$34,750,893**	**$30,926,768**	**$29,594,835**	**$22,130,622**

CHANGES IN NET POSITION LAST TEN FISCAL YEARS (ACCRUAL BASIS OF ACCOUNTING)	2020	2019	2018	2017	SCHEDULE 2 (Continued) 2016
EXPENSES					
GOVERNMENTAL ACTIVITIES					
General government	$17,817,052	$18,166,556	$16,514,423	$15,360,882	$14,071,946
Public safety	32,530,261	27,617,842	28,042,267	26,839,241	25,217,583
Municipal services	34,961,757	35,972,375	34,830,561	36,074,412	28,861,872
Parks and recreation	5,593,257	7,406,308	6,657,697	6,847,771	5,538,469
Economic development	6,915,091	6,800,669	6,102,991	4,152,083	3,121,938
Interest on long-term debt	3,614,590	3,956,751	3,003,720	3,729,948	4,367,401
TOTAL GOVERNMENTAL ACTIVITIES EXPENSES	**101,432,008**	**99,920,501**	**95,151,659**	**93,004,337**	**81,179,209**
BUSINESS-TYPE ACTIVITIES					
Rec Center	3,523,656	3,731,577	3,557,455	2,058,289	-
Cemetery	-	-	-	-	-
Stormwater	6,727,065	7,849,969	8,170,562	4,835,726	4,981,885
TOTAL BUSINESS-TYPE ACTIVITIES EXPENSES	**10,250,721**	**11,581,546**	**11,728,017**	**6,894,015**	**4,981,885**
TOTAL PRIMARY GOVERNMENT EXPENSES	**111,682,729**	**111,502,047**	**106,879,676**	**99,898,352**	**86,161,094**
PROGRAM REVENUES					
GOVERNMENTAL ACTIVITIES					
Charges for services:					
General government	3,342,493	3,227,081	3,409,364	3,414,991	3,092,003
Public safety	1,203,835	1,748,663	1,311,863	1,473,915	1,774,878
Municipal services	668,458	604,424	738,272	601,756	604,279
Parks and recreation	1,103,085	1,456,653	1,461,020	1,713,616	1,633,639
Operating grants and contributions	3,276,729	1,596,552	1,631,502	1,426,465	1,425,016
Capital grants and contributions	8,021,816	4,755,410	5,394,360	6,863,630	3,980,005
TOTAL GOVERNMENTAL ACTIVITIES PROGRAM REVENUES	**17,616,416**	**13,388,783**	**13,946,381**	**15,494,373**	**12,509,820**
BUSINESS-TYPE ACTIVITIES					
Charges for services:					
Rec Center	1,745,187	3,153,499	2,624,792	743,893	-
Stormwater	5,939,891	1,596,552	1,631,502	1,426,465	6,500,502
Cemetery	-	-	-	-	-
Operating grants and contributions	8,404	16,688	12,233	1,677	-
Capital grants and contributions	1,544,519	1,809,807	1,682,329	2,206,171	-
TOTAL BUSINESS-TYPE ACTIVITIES PROGRAM REVENUES	**9,238,001**	**11,868,361**	**10,737,288**	**9,180,713**	**6,500,502**
TOTAL PRIMARY GOVERNMENT PROGRAM REVENUES	**26,854,417**	**25,257,144**	**24,683,669**	**24,675,086**	**19,010,322**

SCHEDULE 2 (Continued)

	2020	2019	2018	2017	2016
NET EXPENSES	**(84,828,312)**	**(86,244,903)**	**(82,196,007)**	**(75,223,266)**	**(67,150,772)**
GENERAL REVENUES					
Governmental Activities					
Property taxes	$49,678,176	$48,414,945	$40,772,586	$38,184,871	$34,933,119
Sales tax	38,897,812	37,571,363	37,689,395	34,370,104	32,611,098
Franchise taxes	6,847,965	6,935,635	7,608,294	7,031,329	7,070,186
Motor vehicle tax	3,215,447	3,370,119	3,287,944	3,127,535	3,012,057
Transient guest tax	750,897	1,385,902	1,430,576	1,251,267	894,214
Excise tax	1,329,054	812,409	865,081	2,281,357	676,916
Special liquor tax	694,931	940,469	912,429	783,143	761,406
Investment revenue	1,672,459	3,695,242	2,062,833	766,565	1,179,090
Miscellaneous	1,312,815	1,861,306	3,196,937	1,509,879	859,450
Transfers	(137,013)	(2,038,540)	(521,417)	(3,706,560)	(378,550)
Capital contributions	-	-	-	(35,052,634)	-
TOTAL GOVERNMENTAL ACTIVITIES GENERAL REVENUES	**104,262,543**	**102,948,850**	**97,304,658**	**50,546,856**	**81,618,986**
BUSINESS-TYPE ACTIVITIES					
Property taxes	235,610	298,222	-	-	-
Investment revenue	79,995	183,199	90,273	38,402	4,398
Miscellaneous	5,546	21,880	16,646	397	-
Transfers	137,013	2,038,540	521,416	3,706,560	378,550
Capital contributions	-	-	-	35,052,634	-
TOTAL BUSINESS-TYPE ACTIVITIES GENERAL REVENUES	**458,164**	**2,541,841**	**628,335**	**38,797,993**	**382,948**
TOTAL PRIMARY GOVERNMENT GENERAL REVENUES	**104,720,707**	**105,490,691**	**97,932,993**	**89,344,849**	**82,001,934**
CHANGES IN NET POSITION					
Restatement due to GASB 101	**-**	**-**	**-**	**-**	**-**
Governmental Activities	**20,446,951**	**16,417,132**	**16,099,380**	**(26,963,108)**	**12,949,597**
Business-Type Activities	**(554,556)**	**2,828,656**	**(362,394)**	**41,084,691**	**1,901,565**
TOTAL CITY	**$19,892,395**	**$19,245,788**	**$15,736,986**	**$14,121,583**	**$14,851,162**

FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)	2025	2024	2023	2022	2021
GENERAL FUND:					
Nonspendable	$33,246	$67,381	$159,367	$224,521	$300,850
Restricted	-	-	-	-	-
Committed	404,871	766,352	1,051,741	550,584	307,427
Assigned	223,030	118,389	263,846	318,297	271,483
Unassigned	43,842,771	49,063,458	47,009,675	41,953,175	40,477,460
TOTAL	**44,503,918**	**50,015,580**	**48,484,629**	**43,046,577**	**41,357,220**
ALL OTHER GOVERNMENTAL FUNDS:					
Nonspendable	-	-	1,933,837	2,414,328	2,414,328
Restricted	59,269,553	57,036,320	67,353,860	102,508,319	100,327,801
Committed	7,058,718	18,165,727	17,893,810	18,064,592	16,493,715
Assigned	65,318,396	47,368,677	40,029,151	24,653,603	16,772,637
Unassigned	-	-	-	-	(35,091)
TOTAL ALL OTHER GOVERNMENTAL FUNDS	**$131,646,667**	**$122,570,724**	**$127,210,658**	**$147,640,842**	**$135,973,390**

SCHEDULE 3

FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)	2020	2019	2018	2017	2016
GENERAL FUND:					
Nonspendable	$300,850	$300,850	$330,146	$-	$-
Restricted	-	-	-	-	-
Committed	307,427	307,427	270,736	42,902	212,860
Assigned	271,483	271,483	39,876	127,668	233,532
Unassigned	40,477,460	40,477,460	47,778,214	32,778,478	31,980,503
TOTAL	**41,357,220**	**41,357,220**	**48,418,972**	**32,949,048**	**32,426,895**
ALL OTHER GOVERNMENTAL FUNDS:					
Nonspendable	2,414,328	2,414,328	-	-	-
Restricted	100,327,801	100,327,801	31,762,712	21,792,576	43,833,114
Committed	16,493,715	16,493,715	2,514,318	550,475	1,503,475
Assigned	16,772,637	16,772,637	32,677,214	30,330,565	21,554,891
Unassigned	(35,091)	(35,091)	-	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	**$135,973,390**	**$135,973,390**	**$66,954,244**	**$52,673,616**	**$66,891,480**

SCHEDULE 3 (Continued)

Note: The increase in the *2015* Restricted Fund Balance of the Governmental Funds is due to the issuance of $*44* million of general obligation bonds for the Civic Center project.

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)	2025	2024	2023	2022	SCHEDULE 4 2021
REVENUES					
Taxes	$140,236,015	$133,773,584	$128,549,280	$123,247,744	$112,815,082
Intergovernmental	1,546,633	7,992,875	2,406,298	7,665,571	1,690,855
Licenses and permits	2,496,258	2,947,757	3,192,734	2,713,660	2,375,060
Charges for services	3,598,873	3,808,971	4,349,932	3,012,538	2,591,472
Rents and leases	779,461	2,169,733	2,679,269	1,060,856	807,428
Fines and forfeitures	1,265,668	1,219,168	1,346,969	1,078,454	950,355
Investment earnings	6,784,212	8,517,092	9,463,257	(2,264,436)	(317,977)
Miscellaneous	868,707	938,364	1,088,869	1,551,257	1,128,634
TOTAL REVENUES	**157,575,827**	**161,367,543**	**153,076,608**	**138,065,644**	**122,040,909**
EXPENDITURES					
Current:					
General government	24,171,847	21,708,987	23,398,061	18,023,648	16,405,101
Public safety	40,259,441	38,148,752	34,060,766	31,753,035	28,394,843
Municipal services	12,016,738	10,948,841	10,317,322	9,490,277	8,901,386
Recreation	10,040,308	9,416,454	8,279,383	7,786,498	6,240,176
Economic development	10,738,937	11,781,057	9,663,214	9,027,697	8,717,041
Capital projects	41,651,497	65,940,933	80,239,827	34,960,231	15,685,848
Debt service:					
Principal retirement	11,442,831	11,096,736	11,764,068	12,254,074	22,623,648
Interest and deficiency charges	4,367,229	4,537,234	4,388,687	4,403,664	3,886,494
TOTAL EXPENDITURES	**154,688,828**	**173,578,994**	**182,111,328**	**127,699,124**	**110,854,537**
Excess of revenues over expenditures	**2,886,999**	**(12,211,451)**	**(29,034,720)**	**10,366,520**	**11,186,372**

SCHEDULE 4 (Continued)

	2025	2024	2023	2022	2021
OTHER FINANCING SOURCES AND USES, INCLUDING TRANSFERS					
Issuance of general obligation bonds	-	7,885,000	12,880,000	4,700,000	41,125,000
Premium from general obligation & refunding bonds	-	495,156	1,249,201	372,521	4,525,706
Premium from general obligation temporary notes	-	-	-	-	-
Issuance of general obligation refunding bonds	-	-	-	-	-
Issuance of general obligation temporary notes	-	-	-	-	-
Issuance of refunding bonds	-	-	-	-	5,270,000
Issuance of leases	2,187,666	455,769			-
Issuance of subscriptions	975,955	824,481	-	-	-
Transfers in	70,734,389	62,999,795	82,793,129	48,268,277	91,447,760
Transfers out	(73,220,728)	(63,557,732)	(82,879,747)	(50,350,509)	(91,597,444)
TOTAL OTHER FINANCING SOURCES AND USES, INCLUDING TRANSFERS	**677,282**	**9,102,469**	**14,042,583**	**2,990,289**	**50,771,022**
NET CHANGE IN FUND BALANCES	**$3,564,281**	**$(3,108,982)**	**$(14,992,137)**	**$13,356,809**	**$61,957,394**
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	**14%**	**12%**	**14%**	**17%**	**26%**

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (MODIFIED ACCRUAL BASIS OF ACCOUNTING)	2020	2019	2018	2017	SCHEDULE 4 (Continued) 2016
REVENUES					
Taxes	$100,364,739	$96,530,885	$95,618,659	$90,027,720	$82,818,546
Intergovernmental	5,388,722	827,854	2,028,304	1,049,376	4,044,792
Licenses and permits	2,564,797	2,266,423	2,626,121	2,745,234	2,531,585
Charges for services	2,566,289	2,912,551	2,964,137	3,060,961	3,037,254
Rents and leases	691,078	791,386	695,946	491,591	450,333
Fines and forfeitures	790,040	1,325,705	872,986	1,065,920	1,292,297
Investment earnings	1,526,721	3,343,822	1,808,325	685,158	1,168,818
Miscellaneous	975,567	1,969,645	3,612,372	1,300,919	1,111,344
TOTAL REVENUES	**114,867,953**	**109,968,271**	**110,226,850**	**100,426,879**	**96,454,969**
EXPENDITURES					
Current:					
General government	16,391,275	16,421,818	15,822,800	15,379,648	13,417,765
Public safety	27,629,192	27,306,074	26,592,180	25,311,240	24,821,072
Municipal services	9,130,794	8,483,375	9,330,177	7,822,972	7,451,323
Recreation	5,786,220	6,686,478	6,645,360	6,280,647	5,789,301
Economic development	6,918,780	6,800,669	6,102,991	4,152,081	3,121,938
Capital projects	23,168,332	36,441,890	28,398,112	38,336,699	62,422,767
Debt service:					
Principal retirement	16,589,240	15,038,718	26,395,332	11,690,300	14,151,811
Interest and deficiency charges	4,489,114	4,495,283	4,274,843	4,691,068	4,773,089
TOTAL EXPENDITURES	**110,102,947**	**121,674,305**	**123,561,795**	**113,664,655**	**135,949,066**
Excess of revenues over expenditures	**4,765,006**	**(11,706,034)**	**(13,334,945)**	**(13,237,776)**	**(39,494,097)**

SCHEDULE 4 (Continued)

	2020	2019	2018	2017	2016
OTHER FINANCING SOURCES AND USES, INCLUDING TRANSFERS					
Issuance of general obligation bonds	505,000	6,945,000	21,530,000	-	-
Premium from general obligation & refunding bonds	477,565	669,452	1,355,207	-	-
Premium from general obligation temporary notes	-	-	-	-	16,229
Issuance of general obligation refunding bonds	-	-	7,320,000	-	-
Issuance of general obligation temporary notes	-	5,468,367	3,690,000	3,575,000	2,940,000
Issuance of refunding bonds	4,540,000	-	-	-	-
Issuance of leases	-	-	-	-	-
Issuance of subscriptions	-	-	-	-	-
Transfers in	34,809,290	70,247,216	55,182,329	51,083,170	26,274,450
Transfers out	(34,946,303)	(72,285,755)	(55,480,840)	(55,116,105)	(26,577,171)
TOTAL OTHER FINANCING SOURCES AND USES, INCLUDING TRANSFERS	**5,385,552**	**11,044,280**	**33,596,696**	**(457,935)**	**2,653,508**
NET CHANGE IN FUND BALANCES	**$10,150,558**	**$(661,754)**	**$20,261,751**	**$(13,695,711)**	**$(36,840,589)**
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	**22%**	**21%**	**30%**	**19%**	**23%**

GOVERNMENTAL FUND TYPES REVENUES BY SOURCE LAST TEN FISCAL YEARS					SCHEDULE 5
	2025	2024	2023	2022	2021
TAXES					
Property	$61,538,857	$59,005,795	$53,909,287	$50,371,685	$48,036,736
Sales (including compensating use)	57,349,167	54,267,652	53,999,299	52,078,659	46,283,940
Franchise	7,774,506	7,594,718	7,539,466	7,662,181	7,036,556
Special assessments	3,870,050	3,418,060	3,209,254	3,219,221	2,834,836
Motor vehicle excise	3,996,527	3,856,156	3,725,155	3,498,581	3,313,333
Transient guest	1,923,851	2,044,611	1,932,990	1,586,915	1,262,952
Excise	704,489	568,692	1,274,033	2,000,982	1,376,836
Other taxes	3,078,568	3,017,900	2,959,799	2,829,520	2,669,893
TOTAL TAXES	**140,236,015**	**133,773,584**	**128,549,283**	**123,247,744**	**112,815,082**
REVENUES					
Intergovernmental	1,546,633	7,992,874	2,406,298	7,665,571	1,690,855
Licenses and permits	2,496,258	2,947,757	3,192,734	2,713,660	2,375,060
Charges for services	3,598,873	3,808,971	4,349,932	3,012,538	2,591,472
Rents and leases	779,461	2,169,733	2,679,269	1,060,856	807,428
Fines and forfeitures	1,265,668	1,219,168	1,346,969	1,078,454	950,355
Investment earnings (loss)	6,784,212	8,517,092	9,463,257	(2,264,436)	(317,977)
Miscellaneous	868,707	938,364	1,088,869	1,551,257	1,128,634
TOTAL REVENUES	**17,339,812**	**27,593,959**	**24,527,328**	**14,817,900**	**9,225,827**
GRAND TOTAL	**$157,575,827**	**$161,367,543**	**$153,076,611**	**$138,065,644**	**$122,040,909**

GOVERNMENTAL FUND TYPES REVENUES BY SOURCE LAST TEN FISCAL YEARS					SCHEDULE 5 (Continued)
	2020	2019	2018	2017	2016
TAXES					
Property	$44,264,137	$41,697,459	$40,131,389	$37,542,038	$34,149,273
Sales (including compensating use)	38,897,812	37,571,362	37,689,395	34,370,107	32,611,098
Franchise	6,847,965	6,935,635	7,608,294	7,031,329	7,070,186
Special assessments	2,940,883	2,303,132	2,240,776	2,229,268	2,250,546
Motor vehicle excise	3,215,447	3,370,118	3,287,945	3,127,535	3,012,057
Transient guest	750,897	1,385,902	1,430,576	1,251,267	894,214
Excise	1,329,054	812,409	865,081	2,281,357	676,916
Other taxes	2,118,544	2,454,868	2,365,203	2,194,819	2,154,259
TOTAL TAXES	**100,364,739**	**96,530,885**	**95,618,659**	**90,027,720**	**82,818,549**
REVENUES					
Intergovernmental	5,388,722	827,854	2,028,304	1,049,377	4,045,792
Licenses and permits	2,564,797	2,266,423	2,626,121	2,745,234	2,531,585
Charges for services	2,566,289	1,325,705	872,986	1,065,920	1,292,297
Rents and leases	691,078	791,386	695,946	491,591	450,333
Fines and forfeitures	790,040	2,912,551	2,964,137	3,060,961	3,037,255
Investment earnings (loss)	1,526,721	3,343,822	1,808,325	685,158	1,168,819
Miscellaneous	975,567	1,969,645	3,612,372	1,300,919	1,110,344
TOTAL REVENUES	**14,503,214**	**13,437,386**	**14,608,191**	**10,399,160**	**13,636,425**
GRAND TOTAL	**$114,867,953**	**$109,968,271**	**$110,226,850**	**$100,426,880**	**$96,454,974**

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY — SCHEDULE 6
LAST TEN FISCAL YEARS

Tax Year Ended December 31,	Fiscal Year Ended December 31,	Real Estate	Assess Value As A Percentage Of Actual Value	Estimated Actual Taxable Value	Personal Property	State Assessed Utilities	Motor Vehicle [1]	Total Taxable Assessed Value	Total Direct Tax Rate
2024	*2025*	$1,895,935,422	14%	13,977,144,130	$10,979,262	$39,270,219	$127,066,467	$2,073,251,370	26.959
2023	*2024*	1,766,872,967	13%	13,269,070,750	11,922,701	38,106,667	119,201,715	1,936,104,050	27.470
2022	*2023*	1,667,905,686	13%	12,478,104,890	11,980,261	35,833,558	111,809,252	1,827,528,757	28.122
2021	*2022*	1,534,090,490	15%	10,091,343,080	13,938,617	35,006,873	111,698,780	1,694,734,760	29.102
2020	*2021*	1,382,707,942	15%	8,958,581,320	14,079,657	35,774,003	105,585,673	1,538,147,275	29.242
2019	*2020*	1,296,984,645	15%	8,582,933,048	14,057,813	32,794,898	106,536,824	1,450,374,180	29.319
2018	*2019*	1,214,325,371	15%	8,095,733,570	16,488,515	30,620,263	103,148,304	1,364,582,453	29.909
2017	*2018*	1,146,089,588	17%	6,920,478,999	17,923,645	29,706,402	99,049,196	1,292,768,831	31.832
2016	*2017*	1,053,541,388	15%	7,037,789,230	21,061,775	27,978,598	96,118,010	1,198,699,771	31.828
2015	*2016*	989,935,596	16%	6,112,670,017	22,349,586	28,127,653	93,061,812	1,133,474,647	31.807

[1] Includes recreational vehicle assessed value:

2016 recreational vehicle tax amounted to $*272,638*

2016 recreational vehicle tax amounted to $*275,649*

2018 recreational vehicle tax amounted to $*279,729*

2019 recreational vehicle tax amounted to $*308,505*

2020 recreational vehicle tax amounted to $*321,095*

2021 recreational vehicle tax amounted to $*390,466*

2022 recreational vehicle tax amounted to $*437,269*

2023 recreational vehicle tax amounted to $*442,525*

2024 recreational vehicle tax amounted to $*461,599*

2025 recreational vehicle tax amounted to $*427,133*

Source: Johnson County Appraiser

DIRECT AND OVERLAPPING PROPERTY TAX RATES **SCHEDULE 7**
LAST TEN FISCAL YEARS

		City Direct Rates			Overlapping Rates		
Tax Year	Fiscal Year	General	Debt Service	Total Direct	State	County	Library
2024	*2025*	22.110	4.849	26.959	1.500	17.286	3.816
2023	*2024*	22.419	5.051	27.470	1.500	17.526	3.812
2022	*2023*	22.589	5.533	28.122	1.500	17.772	3.815
2021	*2022*	23.073	6.029	29.102	1.500	18.564	3.908
2020	*2021*	22.946	6.296	29.242	1.500	18.799	3.905
2019	*2020*	23.006	6.313	29.319	1.500	19.036	3.904
2018	*2019*	23.120	6.789	29.909	1.500	19.024	3.901
2017	*2018*	23.891	7.941	31.832	1.500	19.318	3.921
2016	*2017*	23.891	7.937	31.828	1.500	19.590	3.915
2015	*2016*	21.875	9.932	31.807	1.500	19.582	3.912

DIRECT AND OVERLAPPING PROPERTY TAX RATES **SCHEDULE 7 (Continued)**

LAST TEN FISCAL YEARS

	Overlapping Rates					
County Community College	Park	Total Overlapping Without Schools	School District Shawnee Mission	School District De Soto	School District Olathe	Total Direct And Overlapping Rates
8.124	3.023	60.708	51.335	61.300	63.198	87.667
8.131	3.022	61.461	50.822	61.042	63.482	88.931
8.617	3.021	62.847	49.386	61.673	65.168	90.969
9.110	3.096	65.280	51.667	61.949	68.282	94.382
9.191	3.093	65.730	52.351	62.284	69.138	94.972
9.121	3.090	65.970	52.121	63.829	69.878	95.289
9.266	3.088	66.688	52.427	64.841	70.665	96.597
9.503	3.112	69.186	53.663	67.467	71.174	101.018
9.473	3.102	69.408	54.940	68.864	67.774	101.236
9.469	3.101	69.371	54.059	74.461	67.764	101.178

Source: All overlapping governments, Johnson County Clerk's office. Rates are for Taxing District No. *4*, which apply to the majority of the City's taxpayers.

Note A: Tax Year - The tax levy is the following year's tax revenue.

Note B: Overlapping rates are those of local and county government that apply to property owners within the City of Lenexa. Not all overlapping rates apply to all Lenexa property owners.

PRINCIPAL PROPERTY TAX PAYERS
CURRENT YEAR AND NINE YEARS AGO

SCHEDULE 8

	2024 Tax Year/2025 Fiscal Year				2015 Tax Year/2016 Fiscal Year			
Taxpayer	Taxable Assessed Value	Rank	Percentage Of Total City Taxable Assessed Value		Taxpayer	Taxable Assessed Value	Rank	Percentage Of Total City Taxable Assessed Value
PERG Buildings, LLC	$20,670,555	1	1.00%		Lenexa Real Estate Portfolio	$18,238,273	1	1.61%
Southlake Investments SPE LLC	20,215,494	2	0.98%		PERG Buildings, LLC	16,992,206	2	1.50%
RBPL LH I LLC	18,860,000	3	0.91%		LIT Industrial Limited	11,777,371	3	1.04%
Ascendas Reit US *1* LLC	14,169,910	4	0.68%		Kansas City Power & Light Co	10,633,563	4	0.94%
Atlas KCC	13,347,751	5	0.64%		MEPT Kansas Commerce	9,656,854	5	0.85%
Meritex Lenexa Executive Park LLC	13,080,395	6	0.63%		Shawnee Mission Medical	9,317,555	6	0.82%
RMO Apartments West LLC	9,784,890	7	0.47%		JC Penney Properties, Inc.	7,471,432	7	0.66%
District at City Center LLC	9,481,711	8	0.46%		Meritex Lenexa Executive Park	7,451,070	8	0.66%
RMO Apartments East LLC	8,934,810	9	0.43%		Lexmark Properties (Kansas)	6,777,326	9	0.60%
National Industrial Portfolio Summary	8,910,750	10	0.43%		Orchard Center Company, LLC	6,368,049	10	0.56%
TOTAL	**$137,456,266**				**TOTAL**	**$104,683,699**		
CITY OF LENEXA (INCLUDES MOTOR VEHICLES)	**$2,073,251,370**				**CITY OF LENEXA (INCLUDES MOTOR VEHICLES)**	**$1,133,474,647**		

Source: Johnson County Department of Records and Tax Administration

SALES TAX RATES LAST TEN FISCAL YEARS

SCHEDULE 9

Fiscal Year	City Sales	City Parks Facility Roads/ Civic Sales	County Sales	County Public Safety - I Sales	County Stormwater	County Public Safety - II Sales	County Research Triangle Sales	County Public Safety - III Sales	State	Total Direct
2016	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.000%	6.500%	9.100%
*2017**	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.100%
2016	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%
2017	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%
2020	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%
2021	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%
2022	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%
2023	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%
2024	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%
2025	1.000%	0.375%	0.500%	0.250%	0.100%	0.250%	0.125%	0.250%	6.500%	9.350%

Tax Rates from Kansas Department of Revenue

*Effective July *1, 2015* the State Sales tax rate changed from *6.15%* to *6.50%*.

PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS

SCHEDULE 10

Fiscal Year [1]	Total Tax Levy	Current Tax Collections [2]	Current TIF Collections [3]	Total Collections	Percentage Current Tax Collected	Prior Year's Tax Collected	Total Tax Collections	Percentage Total Collection To Current Levy
2016	$31,019,568	$29,402,974	$1,298,955	$30,701,929	98.98%	$192,265	$30,894,194	99.60%
2017	33,112,343	31,218,276	1,813,783	33,032,059	99.76%	91,524	33,123,583	100.03%
2018	35,096,845	32,703,904	2,265,796	34,969,700	99.64%	(106,831)	34,862,869	99.33%
2019	35,702,969	33,189,074	2,479,288	35,668,362	99.90%	89,153	35,757,515	100.15%
2020	36,983,743	33,936,024	3,064,702	37,000,726	100.05%	(41,344)	36,959,382	99.93%
2021	39,296,988	35,652,115	3,633,837	39,285,952	99.97%	93,958	39,379,910	100.21%
2022	41,689,963	37,908,955	3,838,076	41,747,031	100.14%	327,975	42,075,006	100.92%
2023	44,518,185	40,037,766	4,379,976	44,417,742	99.77%	220,705	44,638,447	100.27%
2024	47,130,207	42,330,907	5,442,555	47,773,462	101.36%	296,789	48,070,251	101.99%
2025	48,982,471	44,042,026	5,142,177	49,184,203	100.41%	70,143	49,254,346	100.56%

[1]The year shown is the year in which the collections are received. The tax levy is made in the year preceding the fiscal year.

[2]Property tax revenue received from TIF districts are not included.

[3]TIF collections only include City portion of the total.

RATIOS OF DEBT OUTSTANDING LAST TEN FISCAL YEARS

SCHEDULE 11

	Governmental Activities					Business-Type Activities						
Fiscal Year	General Obligation Bonds [3]	General Obligation Notes	TIF Revenue Bonds [1]	Lease Liability	Subscription Liability	General Obligation Bonds [3]	General Obligation Notes	Revolving Loans Payable	Lease Liability	Total	Percentage Of Total Personal Income [2]	Per Capita [2]
2016	$129,204,450	$2,940,000	$6,494,418	$-	$-	$25,440,669	$4,585,000	$211,334	$-	$168,875,871	2.60%	2,811
2017	116,559,498	6,515,000	6,309,918	-	-	22,259,485	4,585,000	199,266	-	156,428,167	2.40%	2,604
2018	125,762,972	3,690,000	6,129,911	-	-	27,043,723	-	186,868	-	162,813,474	2.50%	2,710
2019	121,292,003	5,474,000	5,961,193	-	-	25,433,733	-	174,130	-	158,335,059	2.43%	2,636
2020	109,597,834	5,075,000	5,795,953	-	-	26,882,948	-	161,042	-	147,512,777	2.27%	2,456
2021	141,840,142	-	5,627,305	-	-	24,579,312	-	147,597	-	172,194,356	2.65%	2,866
2022	133,770,576	-	5,468,231	885,152	-	26,848,280	-	133,784	18,455	167,124,478	2.57%	2,782
2023	135,249,988	-	5,324,163	1,259,944	1,125,039	24,397,468	-	119,591	9,872	167,486,065	2.57%	2,788
2024	131,692,823	-	5,167,427	1,207,383	1,270,634	24,497,517	-	105,010	1,256	163,942,050	2.52%	2,729
2025	119,421,085	-	5,024,595	2,642,835	1,300,389	22,231,750	-	90,028	57,304	150,767,986	2.52%	2,506

Note: City's outstanding debt is further detailed in the notes to the basic financial statements.

[1] TIF Revenue Bonds are special, limited obligations of the City payable solely and only from ad valorem taxes collected from real property located within the Project Area on or after January 1, 2008, that is in excess of the amount of real property taxes which were collected from the Project Area in the year the Redevelopment District was established.

[2] See Exhibit 15 for personal income and population data.

[3] Bonds include premiums and discounts.

RATIOS OF GENERAL OBLIGATION DEBT OUTSTANDING
LAST TEN FISCAL YEARS

SCHEDULE 12

	Governmental Activities			Business-Type Activities					
Fiscal Year	General Obligation Bonds	General Obligation Notes	General Obligation Debt	General Obligation Bonds	General Obligation Notes	Less: Amounts Available In Debt Service Fund	Total	Percentage Of Assessed Taxable Value1 Of Property [1]	Per Capita2 [2]
2016	$129,204,450	$2,940,000	$132,144,450	$25,440,669	$4,585,000	$7,205,821	$150,379,298	13.27%	$2,865
2017	116,559,498	6,515,000	123,074,498	22,259,485	4,585,000	5,813,059	139,520,924	11.64%	2,591
2018	125,762,972	3,690,000	129,452,972	27,043,723	-	4,506,695	151,990,000	11.76%	2,746
2019	121,292,003	5,474,000	126,766,003	25,433,733	-	4,364,862	147,834,874	10.19%	2,656
2020	109,597,834	5,075,000	114,672,834	26,882,948	-	4,215,164	137,340,618	9.47%	2,408
2021	141,840,142	-	141,840,142	24,579,312	-	5,028,455	161,390,999	10.49%	2,810
2022	133,770,576	-	133,770,576	26,848,280	-	4,696,677	155,922,179	9.20%	2,653
2023	135,249,988	-	135,249,988	24,397,468	-	5,417,307	154,230,149	8.44%	2,584
2024	131,692,823	-	131,692,823	24,497,517	-	6,568,083	149,622,257	7.73%	2,491
2025	119,421,085	-	119,421,085	22,231,750	-	11,028,425	130,624,410	6.30%	2,171

Note: City's outstanding debt is further detailed in the notes to the basic financial statements.

[1] See Exhibit 6 for property value data.

[2] See Exhibit 15 for personal income and population data.

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT DECEMBER 31, 2025			SCHEDULE 13
Governmental Unit	Debt Outstanding	Estimated Percentage Applicable [1]	Estimated Share Of Overlapping Debt
DEBT TO BE REPAID WITH PROPERTY TAXES			
Johnson County, Kansas	$516,995,000	11.04%	$57,077,760
Community College	-	27.40%	-
U.S.D. *#232* (De Soto)	115,445,000	6.22%	7,178,455
U.S.D. *#233* (Olathe)	651,822,605	15.74%	102,611,355
U.S.D. *#512* (Shawnee Mission)	472,390,000	19.56%	92,379,215
TOTAL OVERLAPPING DEBT			**259,246,785**
City Direct Debt	**128,388,905**	**100.00%**	**128,388,905**
TOTAL DIRECT AND OVERLAPPING DEBT			**$387,635,690**

Sources: Assessed value data used to estimate percentage were obtained from the Johnson County, Kansas Appraiser's Office. Debt outstanding data provided by Johnson County Department of Records and Tax Administration. Johnson County and City of Lenexa Debt as of *12/31/2025*. Other debt as of *6/30/2025*.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the overlapping debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

[1] For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value. This approach was also applied to the other debt of the overlapping governmental units.

LEGAL DEBT MARGIN LAST TEN FISCAL YEARS										SCHEDULE 14
Fiscal Year	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**
Debt limit	$340,042,394	$359,609,931	$387,830,649	$409,374,736	$435,112,254	$461,444,183	$508,420,428	$548,258,627	$580,831,215	$621,975,411
TOTAL NET DEBT APPLICABLE TO LIMIT	**124,938,629**	**116,368,390**	**124,946,277**	**122,401,141**	**110,457,670**	**136,811,687**	**129,073,899**	**129,832,681**	**125,124,740**	**108,392,660**
LEGAL DEBT LIMIT	**$215,103,765**	**$243,241,541**	**$262,884,372**	**$286,973,595**	**$324,654,584**	**$324,632,496**	**$379,346,529**	**$418,425,946**	**$455,706,475**	**$513,582,751**
Total net debt applicable to the limit as a percentage of the limit	**36.7%**	**32.4%**	**32.2%**	**29.9%**	**25.4%**	**29.6%**	**25.4%**	**23.7%**	**21.5%**	**17.4%**
Total net debt as a percentage of assessed value*	**11.0%**	**9.7%**	**9.6%**	**9.0%**	**7.6%**	**8.9%**	**7.6%**	**7.1%**	**6.5%**	**5.2%**

Legal Debt Margin Calculation For Fiscal Year 2025	
Assessed value	**$2,073,251,370**
DEBT LIMIT (30% OF TOTAL ASSESSED VALUE)	**621,975,411**
Debt applicable to limit:	
General obligation debt	119,421,085
Less: Amount set aside for repayment of general obligation debt	11,028,425
NET DEBT APPLICABLE TO LIMIT	**108,392,660**
LEGAL DEBT MARGIN	**$513,582,751**

*Under State law, the City's outstanding general obligation debt should not exceed *30%* percent of the total assessed property value. By law, the general obligation debt subject to the limitation may be offset by reserved fund balance amounts in the debt service fund.

DEMOGRAPHIC AND ECONOMIC STATISTICS **SCHEDULE 15**
LAST TEN FISCAL YEARS

Fiscal Year	City Population	County Population*	City Population Percent Change	Personal Income*	Per Capita Personal Income*	City Unemployment Rate	State Unemployment Rate
2025	60,171	639,108	0.2%	5,989,300,998	99,538	3.2%	3.8%
2024	60,072	632,276	0.6%	6,505,557,312	108,296	2.9%	3.8%
2023	59,686	622,237	1.6%	5,643,012,870	94,545	2.7%	4.3%
2022	58,762	619,195	2.3%	5,148,256,344	87,612	2.3%	3.0%
2021	57,434	613,219	0.7%	4,582,831,162	79,793	3.8%	4.8%
2020	57,039	609,390	2.5%	4,346,714,034	76,206	10.9%	11.9%
2019	55,653	602,401	0.6%	4,118,878,530	74,010	3.4%	4.2%
2018	55,345	596,767	2.8%	4,024,522,365	72,717	3.3%	4.0%
2017	53,840	589,609	2.6%	3,669,626,720	68,158	3.7%	4.6%
2016	52,488	584,451	2.8%	3,527,036,136	67,197	4.3%	5.2%

Data Sources: Lenexa Community Development Department; www.laborstats.dol.ks.gov/lfe/lfecurrent.htm

Per Capita Personal Income reflects that of Johnson County, Kansas. Figures are not available by municipality.

PRINCIPAL EMPLOYERS **SCHEDULE 16**
CURRENT YEAR AND NINE YEARS AGO

	2024 Tax Year/2025 Fiscal Year				2015 Tax Year/2016 Fiscal Year		
Employer	Employees	Rank	Percentage Of Total City Employment	Employer	Employees	Rank	Percentage Of Total City Employment
Quest Diagnostics	2,180	1	3.80%	United Parcel Service	2,087	1	3.47%
Kiewit Corp	1,835	2	3.20%	Quest Diagnostics/Lab One	1,954	2	3.25%
P1 Construction	875	3	1.53%	Kiewit Power Engineers Company	1,272	3	2.11%
Community America Credit Union	829	4	1.45%	JC Penney Logistics Center	1,200	4	1.99%
JCPenney Logistics Center	662	5	1.15%	Amazon	730	5	1.21%
United Parcel Service (UPS)	650	6	1.13%	Alliance Data Systems	657	6	1.09%
ICON PLC	613	7	1.07%	Gear for Sports	625	7	1.04%
Gear for Sports	560	8	0.98%	PRA International	576	8	0.96%
Clinical Reference Laboratory	540	9	0.94%	Clinical Reference Laboratory	567	9	0.94%
Thermo Fisher Scientific	535	10	0.93%	Lakeview Village	565	10	0.94%
TOTAL	**9,279**			**TOTAL**	**10,233**		
CITY OF LENEXA (TOTAL EMPLOYMENT)	**57,353**			**CITY OF LENEXA (TOTAL EMPLOYMENT)**	**60,200**		

Source: Chamber of Commerce Membership Directory/ESRI

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM **SCHEDULE 17**
LAST TEN FISCAL YEARS

	Fiscal Year									
	2025	**2024**	**2023**	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**
FUNCTION										
General government	104	105	103	100	100	101	99	99	91	88
Public safety	254	252	248	247	247	246	244	244	239	232
Municipal services	76	74	73	72	72	72	71	71	68	67
Parks and recreation	132	129	129	127	130	126	128	124	102	72
TOTAL	**566**	**560**	**553**	**546**	**549**	**545**	**542**	**538**	**500**	**459**

Source: Human Resources Department

CAPITAL ASSET STATISTICS BY FUNCTION LAST LAST TEN FISCAL YEARS

SCHEDULE 18

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
GENERAL GOVERNMENT										
City Hall	1	1	1	1	1	1	1	1	1	1
PUBLIC SAFETY										
Police Station	1	1	1	1	1	1	1	1	1	1
Police Substation	1	1	1	1	1	1	1	1	1	1
Fire Stations	6	6	6	6	5	5	5	5	5	5
MUNICIPAL SERVICES										
Center lane miles added	6	2	3	3	2	4	4	4	9	1
Service Center	1	1	1	1	1	1	1	1	1	1
Public Storm Structures (manholes, inlets and junction boxes)	9,445	9,161	8,460	8,326	8,226	8,281	8,116	8,044	7,652	7,638
Streetlights maintained	8,699	8,617	8,462	8,281	8,126	8,006	7,713	7,446	7,306	7,333
PARKS AND RECREATION										
Parks (acres & trail system)**	889	889	887	887	887	887	887**	802	802	799
Pools	4	4	4	4	4	4	4	4	4	3
Conference Center	1	1	1	1	1	1	1	1	1	1
Community Center	-	-	1	1	1	1	1	1	1	1
Recreation Center	1	1	1	1	1	1	1	1	1	-
Senior Center	-	-	1	1	1	1	1	1	1	1
Lenexa Old Town Activity Center (Combined Community Center & Senior Center)	1	1	-	-	-	-	-	-	-	-

**Per Parks & Recreation GIS software

Sources: Various City departments. No capital assets indicators are available for the general government function.

OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS

SCHEDULE 19

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
GENERAL GOVERNMENT										
GIS										
Data sets maintained	981	980	992	994	961	990	783	777	750	950
Map requests	132	125	155	173	210	275	310	185	150	200
ArcGIS users supported	127	124	138	201	165	232	180	146	114	96
COMMUNITY DEVELOPMENT										
Planning commission items	85	70	87	112	88	71	89	106	102	83
Staff review final plans	12	9	9	10	12	14	17	7	9	7
New single family permits	165	219	132	169	191	215	154	241	242	189
Valuation of new construction (millions of dollars)	394	490	663	344	222	373	203	242	296	68
Commercial construction (millions of dollars)	210	247	463	217	186	224	194	324	219	134
HUMAN RESOURCES										
Positions filled (full-time/part-time/ temporary)	270	300	211	255	211	143	287	269	348	189
Work comp/disability/FMLA cases managed	203	168	165	126	135	128	115	133	132	117
Separations/retirements processed	205	217	171	185	176	118	224	240	198	171
FINANCE										
Accounts payable invoices	4,385	4,384	4,026	3,740	3,468	3,375	4,138	4,050	3,953	3,864
Payroll checks processed	20,630	20,040	18,497	17,443	17,138	16,667	17,457	16,796	14,366	12,964
Purchasing Card transactions	13,937	14,021	13,452	12,818	11,576	11,273	13,940	14,754	15,054	13,589
INFORMATION TECHNOLOGY										
Supported users	706	704	661	688	724	605	722	611	569	491
Workstations	356	352	442	352	379	509	419	428	442	397
Laptops	347	406	356	328	298	344	307	282	244	229
Servers	175	176	165	190	198	204	175	162	165	161
Printers	156	174	231	219	249	231	217	225	219	214
MUNICIPAL COURT										

OPERATING INDICATORS BY FUNCTION **SCHEDULE 19 (Continued)**
LAST TEN FISCAL YEARS

	Fiscal Year									
	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Charges filed	9,970	9,277	9,631	9,238	8,375	6,519	11,824	7,213	8,558	12,349
Charges completed	9,611	9,152	9,223	9,073	8,681	6,135	10,481	7,113	8,639	10,909
Charges pending	2,557	2,473	2,581	2,654	1,430	2,351	2,716	2,266	1,495	2,977
D.U.I. filed	154	154	150	163	139	164	170	128	162	193
LEGAL										
Appeals to District Court prosecuted	7	6	8	8	5	6	5	5	3	9
Forfeitures cases filed	11	21	22	12	18	6	9	5	8	9
Third party claims made v. City	19	13	17	14	14	15	26	12	8	12
Third party claims paid	10	9	6	6	9	9	16	11	2	7
PUBLIC SAFETY										
POLICE										
Calls for service	20,722	21,340***	21,550	21,921	21,347	19,859	22,706	21,551	21,223	20,886
Officer self initiated	23,145	20,299	20,036	19,721	17,218	15,412	26,845	18,656	19,889	23,600
Walk in/station reports	626	623	632	402	543	706	1,106	1,234	1,254	1,388
Total incidents	44,493	23,056	42,218	42,044	39,108	35,977	50,657	41,441	42,366	45,874
Arrests	2,544	2,660	2,782	2,606	2,592	2,225	3,277	3,191	3,266	3,365
Citations	8,750	9,229	9,611	8,211	7,249	6,228	11,823	7,106	8,457	12,245
Discovery requests processed	775	728	779	671	800	655****	792	753	441	388
FIRE										
Emergency incident responses	7,752	7,289	7,222	6,820	6,673	5,820	6,318	6,265	5,913	5,682
Building fires/*1,000* pop.	1	1	1	1	1	1	1	1	1	1
Ill or injured patients treated	4,406	4,303***	4,138	3,535	3,133*****	2,443	2,843	2,799	2,756	3,065
Fire inspections	6,664	6,882	4,851	5,420	5,923	7,192	8,827	9,471	7,922	7,929
Training hours	19,018	23,831	22,098	23,874	22,920	26,293	27,328	26,593	26,209	24,118
MUNICIPAL SERVICES										
Number of City vehicles maintained	487	444	456	437	446	502	502	496	496	457
Lane-miles of roadway	816***	835	847	843	833	828	798	787	787	660
Signalized intersections maintained	87	82	95	91	91	91	82	82	73	69
Streetlights maintained	8,508	8,617	10,096	9,792	9,594	9,091	7,782	7,972	7,593	7,333

OPERATING INDICATORS BY FUNCTION **SCHEDULE 19 (Continued)**
LAST TEN FISCAL YEARS

	Fiscal Year									
	2025	**2024**	**2023**	**2022**	**2021**	**2020**	**2019**	**2018**	**2017**	**2016**
Traffic signs maintained	15,735	13,242	13,786	13,764	13,741	14,211	13,877	12,697	12,757	11,997
Square feet maintained	808,850	808,850	692,755	692,755	692,755	692,755	692,755	673,455	673,455	327,555
PARKS AND RECREATION										
Acres of park maintained	889	889	887	887	887	887	887	802	802	799
Number of events - Thompson Barn	309	300	282	310	218	125	304	295	299	342
Pool attendance	94,548	96,795	32,598	49,115	36,430	24,758	41,651	44,773	45,976	47,903
Swim lessons	427	440	551	503	551	356	559	581	1,037	743
REC CENTER*										-
Pool attendance	182,088	174,644	174,562	165,433	160,615	90,505	93,186	98,901	4,368**	-
Swim lessons	2,285	1,961	1,707	2,337	1,530	829	1,369	1,040***	295**	-

**Rec Center statistics for November and December *2017*.

***Rec Center swim lessons statistic for *2018* was corrected in *2019*.

****2020* statistic updated in *2021*.

*****Public Safety Fire-Ill or injured patients treated statistic for *2021* was corrected in *2022*.

******Public Safety Fire - Inspections suspended for three months during transition to new records management system.

******Public Safety Fire in *2024*: Fire Loss/Value Saved: *$2,432,790/$122,069,070*.

***Police calls for service for *2024* was corrected in *2025*.

***Public Safety Fire -Ill or injured patients treated statistic for *2024* was corrected in *2025*.

*** Municipal Services has changed how lane miles are tracked. Curb and gutter are no longer part of the lane miles.

Sources: Various City departments.

CITY OF LENEXA, KANSAS

UNIFORM GUIDANCE

SINGLE AUDIT REPORT

DECEMBER 31, 2025

Contents

Page

Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards* ..... 1 - 2

Independent Auditors' Report On Compliance For The Major Federal Programs; Report On Internal Control Over Compliance; And Report On Schedule Of Expenditures Of Federal Awards Required By The Uniform Guidance ..... 3 - 6

Schedule Of Expenditures Of Federal Awards 7

Notes To Schedule Of Expenditures Of Federal Awards 8

Schedule Of Findings And Questioned Costs ..... 9 - 10

RubinBrown

1200 Main Street
Suite 1000
Kansas City, MO 64105

T: 816.472.1122
E: info@rubinbrown.com
www.RubinBrown.com

CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

Independent Auditors' Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards*

Honorable Mayor and Members
of the City Council
City of Lenexa, Kansas

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Audit Standards* issued by the Comptroller General of the United States *(Government Auditing Standards)*, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Lenexa, Kansas as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City of Lenexa, Kansas' basic financial statements, and have issued our report thereon dated June 12, 2026.

Report On Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Lenexa, Kansas' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Lenexa, Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Lenexa, Kansas' internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City of Lenexa, Kansas' financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit the attention of those charged with governance.

RubinBrown LLP is a member of the global network of Baker Tilly International Ltd., the members of which are separate and independent legal entities.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section, and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report On Compliance And Other Matters

As part of obtaining reasonable assurance about whether the City of Lenexa, Kansas' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose Of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Lenexa, Kansas' internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Lenexa, Kansas' internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

RubinBrown LLP

June 12, 2026

RubinBrown

1200 Main Street
Suite 1000
Kansas City, MO 64105

T: 816.472.1122
E: info@rubinbrown.com
www.RubinBrown.com

CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

Independent Auditors' Report On Compliance For The Major Federal Programs; Report On Internal Control Over Compliance; And Report On Schedule Of Expenditures Of Federal Awards Required By The Uniform Guidance

Honorable Mayor and Members
of the City Council
City of Lenexa, Kansas

Report On Compliance For The Major Federal Programs

Opinion On The Major Federal Programs

We have audited City of Lenexa, Kansas' compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on City of Lenexa, Kansas' major federal programs for the year ended December 31, 2025. The City of Lenexa, Kansas' major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, City of Lenexa, Kansas complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended December 31, 2025.

Basis For Opinion On The Major Federal Programs

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards)*; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of City of Lenexa, Kansas and to meet our ethical responsibilities in accordance with 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 opinion on compliance for the major federal program. Our audit does not provide a legal determination of City of Lenexa, Kansas' compliance with the compliance requirements referred to above.

RubinBrown LLP is a member of the global network of Baker Tilly International Ltd., the members of which are separate and independent legal entities.

Responsibilities Of Management For Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to City of Lenexa, Kansas' federal programs.

Auditors' Responsibilities For The Audit Of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on City of Lenexa, Kansas' compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about City of Lenexa, Kansas' compliance with the requirements of the major federal programs as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City of Lenexa, Kansas' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of City of Lenexa, Kansas' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of City of Lenexa, Kansas' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report On Internal Control Over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report On Schedule Of Expenditures Of Federal Awards Required By The Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Lenexa, Kansas as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City of Lenexa, Kansas' basic financial statements. We issued our report thereon dated June 12, 2026, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. 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 statements and certain additional procedures including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

RubinBrown LLP

June 12, 2026

CITY OF LENEXA, KANSAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended December 31, 2025

Federal Grantor/Pass-Through Grantor/ Program Or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through To Subrecipients	Total Federal Expenditures
U.S. Department Of Justice				
Direct:				
2023 Bulletproof Vest Partnership Grant	16.607	2023	$ —	$ 2,846
2024 Bulletproof Vest Partnership Grant	16.607	2024	—	9,567
Subtotal ALN 16.607			—	12,413
2024 COPS Technology & Equipment Program	16.710	15JCOPS-23-GG-01867-TECP	—	35,961
Total U.S. Department Of Justice			—	48,374
U.S. Department Of Transportation				
Passed Through Kansas Department of Transportation:				
Highway Safety Cluster:				
Special Traffic Enforcement Program (STEP) (407)	20.600	SP-1300-25/PT-1085-25 10/01/2024-09/30/2025	—	35,310
Special Traffic Enforcement Program (STEP) (407)	20.600	SP-1300-25/PT-1085-26 10/01/2025-09/30/2026	—	1,694
Subtotal ALN 20.600 - Highway Safety Cluster			—	37,004
Highway Planning and Construction:				
95th St & Loiret Blvd (60114) 80%	20.205	046-N-0767-01	—	305,834
Highway Safety Improvement Program - Lackman Road Construction 90%	20.272	046-N-0749-01	—	395,062
Highway Safety Improvement Program - Lackman Road Construction 90%	20.272	046-N-0749-01 / HSIP-N074 (901)	—	8,149
Subtotal ALN 20.272			—	403,211
Total U.S. Department Of Transportation			—	746,049
U.S. Department of Energy				
Direct:				
EECBG Grant	81.128		—	123,532
Housing And Urban Development				
Passed through Johnson County, Kansas				
CDBG - Entitlement Grants Cluster:				
Community Development Block Grant Cluster	14.218	Unknown	—	190,494
Total Expenditures Of Federal Awards			$ —	$ 1,108,449

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
December 31, 2025

1. Organization

The accompanying schedule of expenditures of federal awards presents the activity of all federal award programs of the City of Lenexa, Kansas (the City) for the year ended December 31, 2025. All federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the schedule.

2. Basis Of Presentation

The accompanying schedule of expenditures of federal awards is presented on the modified-accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

3. Local Government Contributions

Local cost sharing, as defined by 2 CFR Section 200.306 of the Uniform Guidance, is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

4. Indirect Cost Rate

The City has elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

CITY OF LENEXA, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2025

Section I - Summary Of Auditors' Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified		
Internal control over financial reporting:			
• Material weakness(es) identified?	___ yes	x no	
• Significant deficiency(ies) identified that are not considered to be material weakness(es)?	___ yes	x no	none reported
Noncompliance material to financial statements noted?	___ yes	x no	

Federal Awards

Internal control over major federal programs:			
• Material weakness(es) identified?	___ yes	x no	
• Significant deficiency(ies) identified that are not considered to be material weakness(es)?	___ yes	x no	none reported
Type of auditors' report issued on compliance for major federal programs:	Unmodified		
Any audit findings disclosed that are required to be reported in accordance with 2 CFR section 200.516(a) of the Uniform Guidance?	___ yes	x no	

Identification of major programs:

Assistance Listing Number	Name Of Federal Program Or Cluster
20.272	Highway Safety Improvement – Lackman Road Construction 90%
20.205	Highway Planning and Construction Cluster – 95th & Loiret Blvd 80%

Dollar threshold used to distinguish between type A and type B programs:	$1,000,000		
Auditee qualified as low-risk auditee?	___ yes	x no	

SCHEDULE OF FINDINGS AND QUESTIONED COSTS *(Continued)*
December 31, 2025

Section II - Financial Statement Findings

None

Section III - Financial Award Findings And Questioned Costs

None