CITY OF ATWOOD, KANSAS

Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
For the Year Ended December 31, 2025

MAPES & MILLER LLP
Certified Public Accountants
Norton, Kansas

CITY OF ATWOOD, KANSAS
Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report
For the Year Ended December 31, 2025

TABLE OF CONTENTS

	Page Number
Independent Auditor's Report	1
Financial Section	
STATEMENT 1	
Summary of Receipts, Expenditures and Unencumbered Cash	3
Composition of Cash	4
Notes to the Financial Statement	5
Regulatory-Required Supplementary Information	
SCHEDULE 1	
Summary of Expenditures - Actual and Budget	13
SCHEDULE 2	
Schedule of Receipts and Expenditures – Actual and Budget	
General	14
Airport	16
Library	17
Special Highway	18
Special Parks and Recreation	19
Tourism and Convention	20
Atwood Township	21
Waterworks	22
Water Loan	23
Sewer	24
Sewer Loan	25
Landfill	26
Obert Park	27
Airport Fuel	28
Schedule of Receipts and Expenditures – Actual	
Special Equipment	29
Street Improvement	29
Water Project Grant	29
ARPA	29
KDOC Grant	30
MIH Grant	30
Park Donation	30
Theater Reserve	30
Drug Forfeiture	31
Pool Maintenance	31
SCHEDULE 3	
Schedule of Receipts and Disbursements - Agency Funds	32

Mapes & Miller LLP
Certified Public Accountants

418 E. Holme, Norton, KS 67654-1412
Phone: 785-877-5833 Email: mmcpas@ruraltel.net

Members of the American Institute of Certified Public Accountants
and the Kansas Society of Certified Public Accountants

A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

JOHN D. MAPES, CPA, CHTD
DENIS W. MILLER, CPA, PA
THOMAS B. CARPENTER, CPA, PA
DON E. TILTON, CPA, PA
BRIAN S. THOMPSON, CPA, PA
REBECCA A. LIX, CPA, PA
STEPHANIE M. HEIER, CPA, PA

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Atwood
Atwood, Kansas 67730

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Atwood, Kansas, a Municipality, as of and for the year ended December 31, 2025, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Atwood as of December 31, 2025, or changes in financial position and cash flows thereof for the year then ended.

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

Basis for Adverse and Unmodified Opinions
We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City of Atwood, 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 basis for our adverse and unmodified opinions.

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

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

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Atwood's ability to continue as a

going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we

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

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

Supplementary Information

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

Mapes & Miller LLP

Certified Public Accountants

Norton, Kansas
August 20, 2026

CITY OF ATWOOD, KANSAS

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Types:							
General	$ 625,713	0	1,036,495	976,820	685,388	1,974	687,362
Special Purpose Funds:							
Airport	36,511	0	17,425	5,000	48,936	0	48,936
Library	13,993	0	65,418	65,418	13,993	0	13,993
Special Highway	1,444	0	33,335	33,800	979	0	979
Special Parks and Recreation	12,944	0	7,123	4,550	15,517	0	15,517
Tourism and Convention Promotion	45,124	0	12,958	328	57,754	0	57,754
Atwood Township	9,708	0	82,245	90,843	1,110	149	1,259
Special Equipment	9,875	0	23,000	0	32,875	0	32,875
Street Improvement	135,459	0	48,575	950	183,084	0	183,084
Water Project Grant	(20,250)	0	87,750	67,500	0	0	0
ARPA	150,225	0	377,347	527,572	0	0	0
KDOC Grant	0	0	766,162	156,714	609,448	0	609,448
MIH Grant	0	0	50,000	25,000	25,000	0	25,000
Park Donation	11,531	0	0	0	11,531	0	11,531
Theater Reserve	36,670	0	4,345	7,156	33,859	0	33,859
Drug Forfeiture	8,239	0	0	0	8,239	0	8,239
Pool Maintenance	225,758	0	0	7,128	218,630	0	218,630
Business Funds:							
Airport Fuel	20,693	0	5,661	8,313	18,041	0	18,041
Waterworks	841,290	0	665,322	670,687	835,925	1,767	837,692
Water Loan	824,828	0	256,611	573,474	507,965	0	507,965
Sewer	657,385	0	269,919	215,585	711,719	0	711,719
Sewer Loan	178,433	0	117,794	120,322	175,905	0	175,905
Landfill	20	0	0	0	20	0	20
Trust Funds:							
Obert Park	240	0	2,576	2,584	232	0	232
Total Reporting Entity (Excluding Agency Funds)	$ **3,825,833**	**0**	**3,930,061**	**3,559,744**	**4,196,150**	**3,890**	**4,200,040**

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

CITY OF ATWOOD, KANSAS
Composition of Cash
Regulatory Basis
For the Year Ended December 31, 2025

Cash on Hand	$	100
The Bank of Atwood, Atwood, Kansas		
Checking Account		3,049,177
Farmers Bank & Trust, Atwood, Kansas		
Checking Account		7,528
Savings Accounts		1,165,728
Total Cash		4,222,533
Less Agency Funds per Schedule 3		(22,493)
Total Reporting Entity per Statement 1, Page 1	$	**4,200,040**

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

1. Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Atwood, Kansas, operates as a third-class city in accordance with the laws of the State of Kansas. The City operates under a mayor-council form of government and provides the following services: public safety (police and fire protection), highways and streets, water, sewer, sanitation, social, culture and recreation, planning and zoning, public improvements, and general administrative services. The regulatory financial statement presents the City of Atwood, Kansas (the municipality). The following related municipal entities are not included in the financial statement.

Atwood Public Library. The City's library board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. Unaudited financial statements can be obtained from the head librarian, 102 South 6th Street, Atwood, KS 67730.

Housing Authority of the City of Atwood. The City's housing authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Audited financial statements can be obtained from the Executive Director, Atwood Housing Authority, 801 South 3rd, Atwood, KS 67730.

Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the City for the year 2025:

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

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

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

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

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

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regularly basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in adoption of the legal annual operating budget:

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

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

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

4. Adoption of final budget on or before August 25th.

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The budget was amended for the following funds: Waterworks Fund and Water Loan Fund.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital projects funds, trust funds and the following special purpose funds: Special Equipment, Street Improvement, Water Project Grant, ARPA, KDOC Grant, MIH Grant, Park Donation, Theater Reserve, Drug Forfeiture, and Pool Maintenance.

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

2. Stewardship, Compliance and Accountability

Compliance with Kansas Statutes

No statute violations were noted during 2025.

3. Deposits and Investments

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

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

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

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

At December 31, 2025, the City's carrying amount of deposits was $4,222,433 and the bank balance was $4,326,932. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $507,528 was covered by federal depository insurance, and $3,819,404 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. At December 31, 2025, the City held no investments except for certificates of deposit which are considered as a component of deposits.

4. Defined Benefit Pension Plan

Plan Description. The City of Atwood participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kspers.gov or by writing to KPERS (611 South Kansas, Suite 100, Topeka, Kansas 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for Death and Disability Program) and the statutory contribution rate was 9.71% for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City of Atwood were $49,118 for the year ended December 31, 2025.

Net Pension Liability

At December 31, 2025, the city's proportionate share of the collective net pension liability reported by KPERS was $390,708. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2024, which was rolled forward to June 30, 2025. The city's proportion of the net pension liability was based on the ratio of the city's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

5. Other Long-Term Obligations from Operations

Other Post Employment Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

Death and Disability Other Post Employment Benefits

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2025.

Compensated Absences

Vacation Leave. Employees are eligible for paid vacation after completing one full year of full-time employment with the City. Employees with less than twenty years of service receive one day of paid vacation for each month worked. Employees with more than twenty years of service receive one and one half days of paid vacation for each month worked. A maximum of thirty-six days of unused vacation is allowed to accumulate. Employees are compensated at a rate of 33% of regular pay per hour for all unused accumulated vacation time upon termination of employment.

Sick Leave. All full-time employees are eligible for paid sick leave immediately upon employment and receive one day of paid sick leave for each month worked with no limit on the number of days allowed to accumulate. Employees who voluntarily separate from employment with the City prior to retirement are compensated for a maximum of thirty days of unused accumulated sick leave at a rate of 33% of their regular pay rate. Employees who retire are compensated for a maximum of thirty days of unused accumulated sick leave at their current rate of pay.

6. Interfund Transactions

Operating transfers were as follows:

From	To	Statutory Authority	Amount
Water	Water Loan	K.S.A. 12-825d	$ 247,000
General	Special Equipment	K.S.A. 12-1,117	23,000
General	Street Improvement	K.S.A. 68-590	48,575
Sewer	Sewer Loan	K.S.A. 12-825d	114,000
Water Loan	ARPA	Per Council	377,347

7. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets, errors and omissions; injuries to employees; and natural disasters. The City continues to carry commercial insurance for all other risk of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

8. Claims and Judgments

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, the grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect of any of the individual government funds or the overall financial position of the City.

During the ordinary course of its operations the City is a party to various claims, legal actions, and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

9. Subsequent Events

Management has evaluated the effects on the financial statement of subsequent events occurring through August 20, 2026, which is the date at which the financial statement was available to be issued.

10. **Long-term Debt**

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds:									
Series A 2010 Water System	3.750%	12/28/10	$ 1,500,000	12/28/50	1,199,006	0	28,026	1,170,980	44,963
Series B 2010 Water System	2.250%	12/28/10	867,000	12/28/50	645,984	0	18,554	627,430	14,534
Series 2013 Refunding	2.3% - 3.9%	06/01/13	1,575,000	06/01/41	1,110,000	0	50,000	1,060,000	40,050
Series 2016 Sewer System	2.250%	08/26/16	3,713,000	08/26/49	2,256,473	0	69,551	2,186,922	50,771
Total General Obligation Bonds					5,211,463	0	166,131	5,045,332	150,318
Finance Leases:									
Fire Truck	5.100%	01/26/24	40,000	12/05/27	20,994	0	20,994	0	1,114
Total Finance Leases					20,994	0	20,994	0	1,114
Total Contractual Indebtedness					$ **5,232,457**	0	**187,125**	**5,045,332**	**151,432**

10. **Long-term Debt** - (Continued)

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

	2026	2027	2028	2029	2030	2031-2035	2036-2040	2041-2045	2046-2050	Total
PRINCIPAL										
General Obligation Bonds:										
Series A 2010 Water System	29,077	30,168	31,299	32,473	33,691	188,379	226,450	272,214	327,229	1,170,980
Series B 2010 Water System	18,971	19,398	19,834	20,281	20,737	110,895	123,948	138,532	154,834	627,430
Series 2013 Refunding	50,000	50,000	55,000	55,000	55,000	320,000	385,000	90,000	0	1,060,000
Series 2016 Sewer System	71,116	72,716	74,353	76,025	77,736	415,716	464,636	519,313	415,311	2,186,922
Total General Obligation Bonds	169,164	172,282	180,486	183,779	187,164	1,034,990	1,200,034	1,020,059	897,374	5,045,332
Finance Lease:										
Fire Truck	0	0	0	0	0	0	0	0	0	0
Total Finance Leases	0	0	0	0	0	0	0	0	0	0
Total Principal	**169,164**	**172,282**	**180,486**	**183,779**	**187,164**	**1,034,990**	**1,200,034**	**1,020,059**	**897,374**	**5,045,332**
INTEREST										
General Obligation Bonds:										
Series A 2010 Water System	43,912	42,821	41,690	40,516	39,299	176,567	138,496	92,731	37,716	653,748
Series B 2010 Water System	14,117	13,690	13,254	12,808	12,351	54,544	41,494	26,908	10,606	199,772
Series 2013 Refunding	38,650	37,150	35,465	33,595	31,643	123,945	56,453	1,755	0	358,656
Series 2016 Sewer System	49,206	47,606	45,969	44,297	42,586	185,894	136,973	82,296	22,170	656,997
Total General Obligation Bonds	145,885	141,267	136,378	131,216	125,879	540,950	373,416	203,690	70,492	1,869,173
Finance Lease:										
Fire Truck	0	0	0	0	0	0	0	0	0	0
Total Finance Leases	0	0	0	0	0	0	0	0	0	0
Total Interest	**145,885**	**141,267**	**136,378**	**131,216**	**125,879**	**540,950**	**373,416**	**203,690**	**70,492**	**1,869,173**
Total Principal and Interest	**$ 315,049**	**313,549**	**316,864**	**314,995**	**313,043**	**1,575,940**	**1,573,450**	**1,223,749**	**967,866**	**6,914,505**

CITY OF ATWOOD, KANSAS
REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025

CITY OF ATWOOD, KANSAS SCHEDULE 1

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

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General	$ 1,087,176	2,001	1,089,177	976,820	(112,357)
Special Purpose Funds:					
Airport	23,333	0	23,333	5,000	(18,333)
Library	65,896	0	65,896	65,418	(478)
Special Highway	34,255	0	34,255	33,800	(455)
Special Parks and Recreation	13,179	0	13,179	4,550	(8,629)
Tourism and Convention	28,165	0	28,165	328	(27,837)
Atwood Township	93,387	0	93,387	90,843	(2,544)
Business Funds:					
Airport Fuel	30,000	0	30,000	8,313	(21,687)
Waterworks	694,264	0	694,264	670,687	(23,577)
Water Loan	578,805	0	578,805	573,474	(5,331)
Sewer	252,054	0	252,054	215,585	(36,469)
Sewer Loan	120,422	0	120,422	120,322	(100)
Landfill	0	0	0	0	0
Trust Funds:					
Obert Park	3,312	0	3,312	2,584	(728)

CITY OF ATWOOD, KANSAS
GENERAL
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

		Actual	Budget	Variance Over (Under)
Receipts:				
Taxes and Shared Receipts				
Ad Valorem	$	448,851	466,356	(17,505)
Delinquent		5,982	0	5,982
Motor Vehicle		58,662	55,471	3,191
Recreational Vehicle		1,580	1,710	(130)
16/20M Vehicle		2,568	2,838	(270)
Commercial Vehicle		2,088	2,350	(262)
Watercraft		0	306	(306)
Intangibles		45,237	33,457	11,780
Local Sales Tax		145,282	145,000	282
Intergovernmental				
Local Alcoholic Liquor		7,123	7,523	(400)
Franchise Fees		90,332	100,000	(9,668)
Licenses, Fees, Fines and Permits		39,167	40,000	(833)
Charges for Services				
Pool		18,793	14,000	4,793
Theater		46,677	50,000	(3,323)
Interest on Idle Funds		108,655	60,000	48,655
Miscellaneous		13,497	10,000	3,497
Donations		2,001	0	2,001
Total Receipts	$	1,036,495	**989,011**	**47,484**

(Continued)

CITY OF ATWOOD, KANSAS
GENERAL
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

(Continued)		Actual	Budget	Variance Over (Under)
Expenditures:				
General Government	$	171,228	150,292	20,936
Police Department		298,108	360,696	(62,588)
Streets		123,230	208,983	(85,753)
Street Lighting		35,361	35,720	(359)
Fire Department		38,099	45,650	(7,551)
Court		12,695	12,800	(105)
Park and Pool		58,646	70,609	(11,963)
Theater		66,253	74,421	(8,168)
Employee Benefits		98,595	86,005	12,590
Library		1,748	2,000	(252)
Airport Grant		1,282	0	1,282
Transfer to Special Equipment		23,000	0	23,000
Transfer to Street Improvement		48,575	40,000	8,575
Adjustments for Qualifying Budget Credits:				
Donations		0	2,001	(2,001)
Total Expenditures		976,820	**1,089,177**	**(112,357)**
Receipts Over (Under) Expenditures		59,675		
Unencumbered Cash, Beginning		625,713		
Unencumbered Cash, Ending	$	**685,388**		

CITY OF ATWOOD, KANSAS
AIRPORT
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

		Actual	Budget	Variance Over (Under)
Receipts:				
Taxes and Shared Receipts				
Ad Valorem	$	14,654	15,215	(561)
Delinquent		239	0	239
Motor Vehicle		2,259	2,007	252
Recreational Vehicle		62	62	0
16/20M Vehicle		135	103	32
Commercial Vehicle		76	85	(9)
Watercraft		0	11	(11)
Total Receipts		17,425	**17,483**	**(58)**
Expenditures:				
Appropriations to Board		5,000	**23,333**	**(18,333)**
Receipts Over (Under) Expenditures		12,425		
Unencumbered Cash, Beginning		36,511		
Unencumbered Cash, Ending	$	**48,936**		

CITY OF ATWOOD, KANSAS
LIBRARY
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts:			
Taxes and Shared Receipts			
Ad Valorem	$ 19,546	20,153	(607)
Delinquent	252	0	252
Motor Vehicle	2,456	2,317	139
Recreational Vehicle	66	71	(5)
16/20M Vehicle	110	119	(9)
Commerical Vehicle	88	98	(10)
Watercraft	0	13	(13)
Intergovernmental			
Rawlins County	42,900	36,000	6,900
Total Receipts	65,418	**58,771**	**6,647**
Expenditures:			
Appropriations to Board	65,418	**65,896**	**(478)**
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	13,993		
Unencumbered Cash, Ending	$ **13,993**		

CITY OF ATWOOD, KANSAS
SPECIAL HIGHWAY
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts:			
Intergovernmental			
State of Kansas	$ 33,335	**32,930**	**405**
Expenditures:			
Personal Services	33,800	**34,255**	**(455)**
Receipts Over (Under) Expenditures	(465)		
Unencumbered Cash, Beginning	1,444		
Unencumbered Cash, Ending	$ **979**		

CITY OF ATWOOD, KANSAS
SPECIAL PARKS AND RECREATION
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts:			
Intergovernmental			
Local Alcoholic Liquor Tax	$ 7,123	**7,523**	**(400)**
Expenditures:			
Contractual Services	3,600	12,000	(8,400)
Commodities	950	1,179	(229)
Total Expenditures	4,550	**13,179**	**(8,629)**
Receipts Over (Under) Expenditures	2,573		
Unencumbered Cash, Beginning	12,944		
Unencumbered Cash, Ending	$ **15,517**		

CITY OF ATWOOD, KANSAS
TOURISM AND CONVENTION
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts:			
Transient Guest Tax	$ 12,958	**10,000**	**2,958**
Expenditures:			
Contractual Services	328	**28,165**	**(27,837)**
Receipts Over (Under) Expenditures	12,630		
Unencumbered Cash, Beginning	45,124		
Unencumbered Cash, Ending	$ **57,754**		

CITY OF ATWOOD, KANSAS
ATWOOD TOWNSHIP
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts:			
Intergovernmental			
Atwood Township	$ 82,245	**86,658**	**(4,413)**
Expenditures:			
Lake	69,751	69,387	364
Cemetery	21,092	20,500	592
Miscellaneous	0	3,500	(3,500)
Total Expenditures	90,843	**93,387**	**(2,544)**
Receipts Over (Under) Expenditures	(8,598)		
Unencumbered Cash, Beginning	9,708		
Unencumbered Cash, Ending	$ **1,110**		

CITY OF ATWOOD, KANSAS
WATERWORKS
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

		Actual	Budget	Variance Over (Under)
Receipts:				
Collections	$	647,948	659,620	(11,672)
Connections Fees		2,175	0	2,175
Penalities		3,216	0	3,216
Reimbursed Expense		1,639	0	1,639
Miscellaneous		10,344	10,000	344
Total Receipts		665,322	**669,620**	**(4,298)**
Expenditures:				
Production		88,131	85,460	2,671
Treatment		10,537	14,000	(3,463)
Distribution		143,208	150,000	(6,792)
Administration		102,514	120,344	(17,830)
Operations		44,297	60,460	(16,163)
Economic Development		35,000	40,000	(5,000)
Transfer to Water Loan		247,000	224,000	23,000
Total Expenditures		670,687	**694,264**	**(23,577)**
Receipts Over (Under) Expenditures		(5,365)		
Unencumbered Cash, Beginning		841,290		
Unencumbered Cash, Ending	$	**835,925**		

CITY OF ATWOOD, KANSAS
WATER LOAN
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

		Actual	Budget	Variance Over (Under)
Receipts:				
Interest on Idle Funds	$	9,611	28,499	(18,888)
Transfer from Waterworks		247,000	224,000	23,000
Total Receipts		256,611	**252,499**	**4,112**
Expenditures:				
Principal		96,580	96,580	0
Interest		99,547	99,548	(1)
Transfer to ARPA		377,347	377,347	0
Miscellaneous		0	5,330	(5,330)
Total Expenditures		573,474	**578,805**	**(5,331)**
Receipts Over (Under) Expenditures		(316,863)		
Unencumbered Cash, Beginning		824,828		
Unencumbered Cash, Ending	$	**507,965**		

CITY OF ATWOOD, KANSAS
SEWER
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts:			
Collections	$ 269,919	**277,110**	**(7,191)**
Expenditures:			
Personal Services	38,933	68,598	(29,665)
Contractual Services	47,266	34,056	13,210
Commodities	7,501	6,400	1,101
Capital Outlay	7,885	0	7,885
Transfer to Sewer Loan	114,000	143,000	(29,000)
Total Expenditures	215,585	**252,054**	**(36,469)**
Receipts Over (Under) Expenditures	54,334		
Unencumbered Cash, Beginning	657,385		
Unencumbered Cash, Ending	$ **711,719**		

CITY OF ATWOOD, KANSAS
SEWER LOAN
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

		Actual	Budget	Variance Over (Under)
Receipts:				
Interest on Idle Funds	$	3,794	0	3,794
Transfer from Sewer		114,000	143,000	(29,000)
Total Receipts		117,794	**143,000**	**(25,206)**
Expenditures:				
Principal		69,551	69,551	0
Interest		50,771	50,771	0
Miscellaneous		0	100	(100)
Total Expenditures		120,322	**120,422**	**(100)**
Receipts Over (Under) Expenditures		(2,528)		
Unencumbered Cash, Beginning		178,433		
Unencumbered Cash, Ending	$	**175,905**		

CITY OF ATWOOD, KANSAS
LANDFILL
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts:			
Collections	$ 0	**0**	**0**
Expenditures:			
Contractual Services	0	**0**	**0**
Receipts Over (Under) Expenditures	0		
Unencumbered Cash, Beginning	20		
Unencumbered Cash, Ending	$ **20**		

CITY OF ATWOOD, KANSAS
OBERT PARK
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts:			
Obert Trust Donation	$ 2,576	**2,550**	**26**
Expenditures:			
Personal Services	2,584	**3,312**	**(728)**
Receipts Over (Under) Expenditures	(8)		
Unencumbered Cash, Beginning	240		
Unencumbered Cash, Ending	$ **232**		

CITY OF ATWOOD, KANSAS
AIRPORT
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts:			
Intergovernmental			
Fuel Sales	$ 5,661	**20,377**	**(14,716)**
Expenditures:			
Fuel Purchases	8,313	**30,000**	**(21,687)**
Receipts Over (Under) Expenditures	(2,652)		
Unencumbered Cash, Beginning	20,693		
Unencumbered Cash, Ending	$ **18,041**		

CITY OF ATWOOD, KANSAS
Nonbudgeted Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025

	Special Equipment	Street Improvement	Water Project Grant	ARPA
Receipts:				
Transfer from General	$ 23,000	48,575	0	0
Grants	0	0	87,750	0
Transfer from Water Loan	0	0	0	377,347
Total Receipts	23,000	48,575	87,750	377,347
Expenditures:				
Contractual Services	0	950	67,500	0
Capital Outlay	0	0	0	527,572
Total Expenditures	0	950	67,500	527,572
Receipts Over (Under) Expenditures	23,000	47,625	20,250	(150,225)
Unencumbered Cash, Beginning	9,875	135,459	(20,250)	150,225
Unencumbered Cash, Ending	$ **32,875**	**183,084**	**0**	**0**

CITY OF ATWOOD, KANSAS
Nonbudgeted Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025

	KDOC Grant	MIH Grant	Park Donation	Theater Reserve
Receipts:				
Donations	$ 0	0	0	4,345
Interest on Idle Funds	16,162	0	0	0
Grants	750,000	50,000	0	0
Total Receipts	766,162	50,000	0	4,345
Expenditures:				
Grant Expenses	302	25,000	0	0
Contractual Services	156,412	0	0	0
Capital Outlay	0	0	0	7,156
Total Expenditures	156,714	25,000	0	7,156
Receipts Over (Under) Expenditures	609,448	25,000	0	(2,811)
Unencumbered Cash, Beginning	0	0	11,531	36,670
Unencumbered Cash, Ending	$ **609,448**	**25,000**	**11,531**	**33,859**

CITY OF ATWOOD, KANSAS
Nonbudgeted Funds
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025

	Drug Forfeiture	Pool Maintenance
Receipts:		
Forfeiture Proceeds	$ 0	0
Expenditures:		
Contractual Services	0	7,128
Receipts Over (Under) Expenditures	0	(7,128)
Unencumbered Cash, Beginning	8,239	225,758
Unencumbered Cash, Ending	$ **8,239**	**218,630**

CITY OF ATWOOD, KANSAS SCHEDULE 3

Agency Funds
Schedule of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2025

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Sanitation	$ 5,076	84,643	83,892	5,827
Flexible Spending Plan	8,015	20,158	20,645	7,528
Atwood Centennial	7,362	0	0	7,362
Atwood Beautification	1,776	0	0	1,776
Total Agency Funds	$ **22,229**	**104,801**	**104,537**	**22,493**