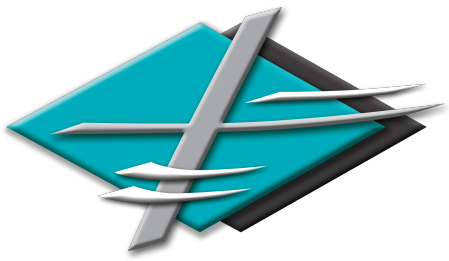
CITY OF MARION, KANSAS

FINANCIAL STATEMENT

FOR THE YEAR ENDED
DECEMBER 31, 2025



LOYD GROUP, LLC

Certified Public Accountants

CITY OF MARION, KANSAS
CITY OF THE SECOND CLASS
For the Year Ended December 31, 2025

CITY COUNCIL

Kevin Burkholder	Michael Powers Mayor	Tim Baxa
Amy Smith		Zach Collett

CITY OFFICERS

Rebecca Makovec City Treasurer	Brian Wells City Administrator	Brian Bina Attorney
Aaron Slater Police Chief	Janet Robinson City Clerk/Interim Court Clerk	Randy Pankratz Municipal Judge

CITY OF MARION, KANSAS

For the Year Ended December 31, 2025

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LOYD GROUP, LLC

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Marion, Kansas 66861

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 Marion, Kansas (City), a Municipal Financial Reporting Entity, as of and for the year ended December 31, 2025 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City 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 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, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Responsibilities of Management for the Financial Statement

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

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

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

in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Marion, Kansas as of and for the year ended December 31, 2024 (not presented herein), and have issued their report thereon dated April 30, 2025, which contained an unmodified opinion on the basic financial statement. The 2024 basic financial statement and their accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2024 actual column (2024 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended December 31, 2025 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2024 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2024 basic financial statement. The 2024 comparative information was subjected to the auditing procedures applied in the audit of the 2024 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2024 basic financial statement or to the 2024 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2024 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2024, on the basis of accounting described in Note 1.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
May 1, 2026

CITY OF MARION, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended December 31, 2025

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUND:						
General Fund	$ 392,954	$ 1,874,273	$ 1,958,813	$ 308,414	$ (10,771)	$ 297,643
SPECIAL PURPOSE FUNDS:						
Library Fund	3,223	105,320	105,707	2,836	3,342	6,178
Special City Highway Fund	72,374	59,158	101,495	30,037	-	30,037
Special Park and Recreation Fund	12,380	1,667	-	14,047	-	14,047
Equipment Reserve Fund	5,372	8,214	8,586	5,000	-	5,000
Industrial Promotion Fund	-	253,998	95,233	158,765	-	158,765
Land Bank Fund	4,081	-	-	4,081	-	4,081
Total Special Purpose Funds	97,430	428,357	311,021	214,766	3,342	218,108
BOND AND INTEREST FUND:						
Bond and Interest Fund	8,021	216,968	213,276	11,713	(4,790)	6,923
CAPITAL PROJECTS FUND:						
Capital Improvement Fund	14,511	1,624,975	1,323,712	315,774	-	315,774
BUSINESS FUND:						
Utilities Fund	1,137,124	3,515,851	4,088,830	564,145	62,062	626,207
TRUST FUND:						
Special Law Enforcement Trust Fund	43,593	15,246	1,185	57,654	-	57,654
Total Reporting Entity	$ 1,693,633	$ 7,675,670	$ 7,896,837	$ 1,472,466	$ 49,843	$ 1,522,309

COMPOSITION OF CASH:	
Petty Cash	$ 200
Checking Accounts	1,522,109
Total Reporting Entity	$ 1,522,309

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

CITY OF MARION, KANSAS

NOTES TO FINANCIAL STATEMENT

For the Year Ended December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Municipal Financial Reporting Entity

The City of Marion is a municipal corporation governed by an elected mayor and elected four-member Council. The regulatory financial statement presents the City of Marion (the municipality) and does not include any related municipal entities.

(b) Regulatory Basis Fund Types

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

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

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

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.).

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.).

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

(c) Basis of Accounting

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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 the final budget on or before August 25th.

If the municipality is holding a revenue neutral rate hearing, the budget timeline for the public hearing is adjusted to no sooner than August 20th and no later than September 20th, but at least ten days after all statutory notification and publication requirements have been 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 hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments for the year 2025.

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 Project Funds, Agency Funds, Trust Funds and certain Special Purpose Funds as noted in the presentation of the appropriate Schedule 2.

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 ACCOUNTABLILITY

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

3. DEPOSITS AND INVESTMENTS (CONT.)

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2025.

At December 31, 2025, the City's carrying amount of deposits was $1,522,109 and the bank balance was $1,719,202. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $250,960 was covered by federal depository insurance, and the remaining $1,468,241 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.

5. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Amount
Special City Highway Fund	Bond and Interest Fund	Debt service	$ 36,000
Utilities Fund	Bond and Interest Fund	K.S.A. 12-825d	150,000
Utilities Fund	Capital Improvement Fund	K.S.A. 12-825d	205,000
Utilities Fund	Equipment Reserve Fund	K.S.A. 12-825d	8,214
Utilities Fund	General Fund	K.S.A. 12-1,117	250,000
Total			$ 649,214

7. LONG-TERM DEBT

Changes in long-term liabilities for the City 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 2012	2.0-4.0%	2012	2,230,000	2040	$ 1,050,000	$ -	$ 110,000	$ 940,000	$ 36,925
Series 2013	0.6-3.8%	2013	840,000	2028	260,000	-	60,000	200,000	9,580
Series 2025	5.20%	2025	985,000	2035	-	985,000	-	985,000	-
Total General Obligation Bonds					1,310,000	985,000	170,000	2,125,000	46,505
Loans:									
KS Water Pollution Control Revolving	2.42%	2013	346,482	2033	173,741	-	17,500	156,241	4,099
KDHE Waterline	1.31%	2021	2,930,903	2042	2,615,302	-	129,940	2,485,362	42,877
Total Loans					2,789,043	-	147,440	2,641,603	46,976
Capital Leases:									
KPP Voltage	4.00%	2021	2,880,000	2041	2,635,000	-	100,000	2,535,000	123,672
Caterpillar	3.98%	2022	25,000	2025	8,661	-	8,661	-	345
Ford Escape	3.98%	2022	12,750	2025	4,412	-	4,412	-	175
Total Capital Leases					2,648,073	-	113,073	2,535,000	124,192
Total Contractual Indebtedness					$ 6,747,116	$ 985,000	$ 430,513	$ 7,301,603	$ 217,673

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

	2026	2027	2028	2029	2030	2031 to 2035	2036 to 2040	2041 to 2042	Total
PRINCIPAL:									
General Obligation Bonds:									
Series 2012	$ 120,000	$ 125,000	$ 45,000	$ 45,000	$ 45,000	$ 260,000	$ 300,000	$ -	$ 940,000
Series 2013	65,000	65,000	70,000	-	-	-	-	-	200,000
Series 2025	-	90,000	90,000	95,000	105,000	605,000	-	-	985,000
Total General Obligation Bonds	185,000	280,000	205,000	140,000	150,000	865,000	300,000	-	2,125,000
Loans:									
KS Water Pollution Control Revolving	17,926	18,362	18,809	19,267	19,737	62,140	-	-	156,241
KDHE Waterline	132,106	134,308	136,547	138,823	141,137	741,771	805,688	254,982	2,485,362
Total Loans	150,032	152,670	155,356	158,090	160,874	803,911	805,688	254,982	2,641,603
Capital Lease:									
KPP Voltage	110,000	120,000	125,000	130,000	135,000	765,000	935,000	215,000	2,535,000
TOTAL PRINCIPAL	445,032	552,670	485,356	428,090	445,874	2,433,911	2,040,688	469,982	7,301,603
INTEREST:									
General Obligation Bonds:									
Series 2012	33,625	30,025	26,275	24,925	23,575	90,500	35,800	-	264,725
Series 2013	7,600	5,130	2,660	-	-	-	-	-	15,390
Series 2025	55,631	48,880	44,200	39,390	34,190	81,770	-	-	304,061
Total General Obligation Bonds	96,856	84,035	73,135	64,315	57,765	172,270	35,800	-	584,176
Loans:									
KS Water Pollution Control Revolving	3,673	3,237	2,790	2,332	1,863	2,657	-	-	16,552
KDHE Waterline	40,801	38,509	36,270	33,994	31,680	122,317	58,399	4,245	366,216
Total Loans	44,474	41,746	39,060	36,326	33,543	124,974	58,399	4,245	382,768
Capital Lease:									
KPP Voltage	107,038	101,538	95,538	89,288	82,788	329,145	163,628	9,811	978,774
TOTAL INTEREST	248,369	227,319	207,733	189,929	174,096	626,389	257,827	14,056	1,945,718
TOTAL PRINCIPAL & INTEREST	$ 693,401	$ 779,989	$ 693,089	$ 618,019	$ 619,970	$ 3,060,300	$ 2,298,515	$ 484,038	$ 9,247,321

8. PENSION COSTS AND EMPLOYEE BENEFITS

Defined Benefit Pension Plan

Plan Description. The City participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of 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 and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 7.15% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. 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 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.71% for KPERS and 24.67% for KP&F the fiscal year ended December 31, 2025. Contributions to the pension plan from the City were $116,320 for KPERS and $67,551 for KP&F 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 $881,007 and $518,602 for KP&F. 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.kpers.org or can be obtained as described above.

9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(a) Other Post Employment Benefits

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

(b) Death and Disability Other Post Employment Benefits

K.S.A. 74-4927, disabled members in 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.

9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONT.)

(c) Other Employee Benefits

Vacation – Vacation leave shall be accrued from the employee's date of employment as stipulated hereinafter. If not taken, vacation leave shall accrue from year to year up to the maximum provided, based upon the employee's years of service. No vacation leave shall be taken until a new employee has completed one year of employment.

Each permanent full-time employee will accrue vacation leave as follows:

Years of Service	Per Year	Maximum Accumulation
2 to 9 years	80 working hours	None
10 to 19 years	120 working hours	None
After 20 years	160 working hours	None

An employee shall be paid for all accumulated unused vacation leave upon termination.

10. 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 expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The City is exposed to various risks of loss related to property loss; torts; theft of, damage to, and destruction of assets; errors and omissions; employee injuries and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2024 to 2025 and there were no settlements that exceeded insurance coverage in the past three years.

The City is currently a party to various claims, legal actions and complaints. The various potential settlements are still ongoing and settlements are not final. It is possible that final amounts could exceed insurance coverage and be material to the financials. However, as the amounts are not known or final, no liability or encumbrance has been recognized under the regulatory basis of accounting as of December 31, 2025.

11. CAPITAL PROJECTS

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

	Project Authorization	Expenditures To Date
KDOT Streetscape Project	$ 974,780	$ 411,102
KDOT Aviation Grant - Runway Development	45,000	45,000
KPP Solar Field	32,558	4,455
Water Tower Project	229,552	229,552
Locust Drainage Grant	125,000	125,000
Total	$ 1,406,890	$ 815,109

12. SUBSEQUENT EVENTS

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

CITY OF MARION, KANSAS

REGULATORY – REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2025

CITY OF MARION, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2025

	Certified Budget	Adjustment for for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
GENERAL FUND:					
General Fund	$ 2,213,775	$ -	$ 2,213,775	$ 1,958,813	$ (254,962)
SPECIAL PURPOSE FUNDS:					
Library Fund	117,591	-	117,591	105,707	(11,884)
Special City Highway Fund	113,619	-	113,619	101,495	(12,124)
Special Park and Recreation Fund	15,433	-	15,433	-	(15,433)
Equipment Reserve Fund	492,543	-	492,543	8,586	(483,957)
Industrial Promotion Fund	248,900	-	248,900	95,233	(153,667)
Land Bank Fund	4,731	-	4,731	-	(4,731)
BOND AND INTEREST FUND:					
Bond and Interest Fund	262,430	-	262,430	213,276	(49,154)
CAPITAL PROJECT FUND:					
Capital Improvement Fund	1,589,069	-	1,589,069	1,323,712	(265,357)
BUSINESS FUND:					
Utilities Fund	4,813,081	-	4,813,081	4,088,830	(724,251)
TRUST FUND:					
Special Law Enforcement Trust Func	38,846	-	38,846	1,185	(37,661)

CITY OF MARION, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024 Actual	2025 Actual	2025 Budget	2025 Variance - Over (Under)
Receipts				
Taxes -				
Ad valorem property tax	$ 756,183	$ 779,313	$ 804,523	$ (25,210)
Back tax collections	19,546	17,495	-	17,495
Motor vehicle tax	95,832	107,450	99,306	8,144
Recreational vehicle tax	2,156	2,160	2,195	(35)
16/20M vehicle tax	1,059	1,184	1,062	122
Commercial vehicle tax	2,503	3,023	2,442	581
Watercraft tax	330	557	304	253
Neighborhood revitalization rebate	(11,059)	(9,431)	(10,278)	847
Alcoholic liquor fund	1,041	1,668	2,046	(378)
Local sales tax	189,560	190,734	193,000	(2,266)
Local sales tax- industrial revenue bonds	258,423	-	-	-
Excise tax	62	23	25	(2)
Other tax	19,253	21,464	25,000	(3,536)
Total Taxes	1,334,889	1,115,640	1,119,625	(3,985)
Intergovernmental Revenues -				
Highway connecting links	302	302	-	302
State connecting links	16,461	16,439	-	16,439
Total Intergovernmental Revenues	16,763	16,741	-	16,741
Licenses and Permits -				
Licenses and permits	7,830	8,919	50,000	(41,081)
Utility franchise fees	53,560	44,887	-	44,887
Dog tags, impounds, adoption fees	1,250	1,146	-	1,146
Total Licenses and Permits	62,640	54,952	50,000	4,952
Charges for Services -				
Cemetery fees	1,734	2,371	-	2,371
Rural fire contracts	24,365	30,344	-	30,344
Total Charges for Services	26,099	32,715	-	32,715
Use of Money and Property -				
Interest received	87,097	68,460	47,000	21,460
City building rent	1,044	1,998	-	1,998
Land and hanger rent	23,536	12,140	-	12,140
Ind-Business Park Lot Sales	998	-	-	-
Total Use of Money and Property	112,675	82,598	47,000	35,598
Court fines and bonds	9,627	5,439	22,500	(17,061)

CITY OF MARION, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024 Actual	2025 Actual	2025 Budget	2025 Variance - Over (Under)
Receipts (cont.)				
Other Income -				
Sales tax collected	$ 58,155	$ 58,755	$ 63,000	$ (4,245)
Other reimbursements	20,021	3,906	30,000	(26,094)
Housing reimbursement	77,401	78,816	69,000	9,816
Library reimbursement	72,475	66,664	67,700	(1,036)
Insurance reimbursements	12,938	92,941	-	92,941
Recreation	7,995	8,178	-	8,178
Miscellaneous	6,112	6,928	74,025	(67,097)
Total Other Income	255,097	316,188	303,725	12,463
Operating Transfers -				
Transfer from Utilities Fund	-	250,000	420,000	(170,000)
Total Receipts	1,817,790	1,874,273	$ 1,962,850	$ (88,577)
Expenditures				
General Administrative -				
Personal services	180,869	268,593	$ 331,761	$ (63,168)
Contractual services	42,774	46,181	-	46,181
Commodities	94,402	136,468	-	136,468
Capital outlay	9	292	-	292
Reimbursements	12,938	-	-	-
Sales tax	48,448	37,542	63,000	(25,458)
Cash Forward	-	-	130,923	(130,923)
Total General Administrative	379,440	489,076	525,684	(36,608)
Senior Citizens Housing Authority -				
Personal services	77,283	79,017	74,285	4,732
Cemetery -				
Personal services	76,209	90,137	104,575	(14,438)
Commodities	17,667	53,565	-	53,565
Capital outlay	649	673	-	673
Total Cemetery	94,525	144,375	104,575	39,800

CITY OF MARION, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Expenditures (cont.)				
City Building -				
Personal services	$ 4,613	$ 101	$ -	$ 101
Commodities	24,950	39,828	23,148	16,680
Total City Building	29,563	39,929	23,148	16,781
Flood Control Project -				
Commodities	2,512	1,389	13,350	(11,961)
Capital outlay	2,334	549	-	549
Total Flood Control Project	4,846	1,938	13,350	(11,412)
Fire -				
Personal services	23,001	33,868	59,677	(25,809)
Commodities	26,002	31,225	-	31,225
Capital outlay	9,295	8,227	-	8,227
Total Fire	58,298	73,320	59,677	13,643
Library Program -				
Personal services	67,586	70,205	105,979	(35,774)
Commodities	8,346	11,552	-	11,552
Total Library Program	75,932	81,757	105,979	(24,222)
Museum -				
Personal services	7,048	13,050	37,750	(24,700)
Commodities	35,259	4,932	-	4,932
				-
Total Museum	42,307	17,982	37,750	(19,768)
Park -				
Personal services	52,972	58,174	121,228	(63,054)
Commodities	22,299	27,366	-	27,366
Capital outlay	717	687	-	687
Total Park	75,988	86,227	121,228	(35,001)
Municipal Court -				
Personal services	12,957	4,400	25,704	(21,304)
Contractual services	160	-	-	-
Commodities	3,023	2,987	-	2,987
Total Municipal Court	16,140	7,387	25,704	(18,317)

CITY OF MARION, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Expenditures (cont.)				
Street and Alley -				
Personal services	$ 113,773	$ 128,442	$ 379,172	$ (250,730)
Commodities	87,177	107,930	-	107,930
Capital outlay	26,064	33,572	-	33,572
Total Street and Alley	227,014	269,944	379,172	(109,228)
Swimming Pool -				
Commodities	36,000	-	-	-
Industrial Development -				
Personal services	7,692	46,433	-	46,433
Contractual services	15,870	3,218	-	3,218
Commodities	31,632	19,461	-	19,461
Taxes	293	-	-	-
Total Industrial Development	55,487	69,112	-	69,112
Planning -				
Personal services	5,261	6,653	5,000	1,653
Commodities	758	53	-	53
Total Planning	6,019	6,706	5,000	1,706
Juvenile Intake				
Commodities	533	423	1,650	(1,227)
Police -				
Personal services	297,124	350,121	496,008	(145,887)
Contractual services	22,297	27,006	-	27,006
Commodities	23,495	16,378	-	16,378
Capital outlay	2,212	53,844	-	53,844
Car expense	9,440	10,258	-	10,258
Total Police	354,568	457,607	496,008	(38,401)
Airport -				
Contractual services	13,109	8,515	-	8,515
Commodities	15,270	11,187	35,565	(24,378)
Total Airport	28,379	19,702	35,565	(15,863)

CITY OF MARION, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Expenditures				
Baseball Complex -				
Commodities	$ 2,126	$ 2,204	$ -	$ 2,204
Recreation -				
Personal services	93,838	104,003	-	104,003
Contractual services	275	6,626	190,000	(183,374)
Commodities	1,366	1,478	-	1,478
Total Recreation	95,479	112,107	190,000	(77,893)
Other -				
Swimming pool lease to USD	100,000	-	-	-
Operating Transfer -				
Transfer to Equipment Reserve Fund	-	-	15,000	(15,000)
Total Expenditures	1,759,927	1,958,813	$ 2,213,775	$ (254,962)
Receipts Over (Under) Expenditures	57,863	(84,540)		
Unencumbered Cash, Beginning	335,091	392,954		
Unencumbered Cash, Ending	$ 392,954	$ 308,414		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUND

LIBRARY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Ad valorem property tax	$ 88,723	$ 90,515	$ 93,449	$ (2,934)
Back tax collections	2,615	2,231	-	2,231
Motor vehicle tax	12,463	12,841	11,652	1,189
Recreational vehicle tax	279	256	258	(2)
16/20M vehicle tax	143	153	125	28
Commercial vehicle tax	323	355	286	69
Neighborhood revitalization rebate	(1,298)	(1,096)	(1,194)	98
Watercraft tax	43	65	36	29
Total Receipts	103,291	105,320	$ 104,612	$ 708
Expenditures				
Health Insurance	-	1,999	$ -	$ 1,999
Appropriation to Library Board	103,291	103,708	117,591	(13,883)
Total Expenditures	103,291	105,707	$ 117,591	$ (11,884)
Receipts Over (Under) Expenditures	-	(387)		
Unencumbered Cash, Beginning	3,223	3,223		
Unencumbered Cash, Ending	$ 3,223	$ 2,836		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUND

SPECIAL CITY HIGHWAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Special assessments - streets	$ 6,435	$ 7,918	$ -	$ 7,918
State of Kansas gas tax	52,020	51,240	48,030	3,210
Total Receipts	58,455	59,158	$ 48,030	$ 11,128
Expenditures				
Capital outlay	83,600	65,495	$ -	$ 65,495
Transfer to Bond and Interest Fund	5,000	36,000	40,000	(4,000)
Transfer to Capital Improvement Fund	-	-	45,000	(45,000)
Cash forward	-	-	28,619	(28,619)
Total Expenditures	88,600	101,495	$ 113,619	$ (12,124)
Receipts Over (Under) Expenditures	(30,145)	(42,337)		
Unencumbered Cash, Beginning	102,519	72,374		
Unencumbered Cash, Ending	$ 72,374	$ 30,037		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUND

SPECIAL PARK AND RECREATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
State of Kansas - liquor tax	$ 1,041	$ 1,667	$ 2,047	$ (380)
Expenditures				
Commodities	-	-	$ 15,433	$ (15,433)
Receipts Over (Under) Expenditures	1,041	1,667		
Unencumbered Cash, Beginning	11,339	12,380		
Unencumbered Cash, Ending	$ 12,380	$ 14,047		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUND

EQUIPMENT RESERVE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Transfer from General Fund	$ -	$ -	$ 60,000	$ (60,000)
Transfer from Utilities Fund	93,000	8,214	173,000	(164,786)
Total Receipts	93,000	8,214	$ 233,000	$ (224,786)
Expenditures				
Capital outlay	114,171	8,586	$ 48,000	$ (39,414)
Cash forward	-	-	444,543	(444,543)
Total Expenditures	114,171	8,586	$ 492,543	$ (483,957)
Receipts Over (Under) Expenditures	(21,171)	(372)		
Unencumbered Cash, Beginning	26,543	5,372		
Unencumbered Cash, Ending	$ 5,372	$ 5,000		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUND

INDUSTRIAL PROMOTION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Local Sales Tax	$ -	$ 253,998	$ 248,900	$ 5,098
Expenditures				
Personal services	-	95,233	$ 33,625	$ 61,608
Cash forward	-	-	215,275	(215,275)
Total Expenditures	-	95,233	$ 248,900	$ (215,275)
Receipts Over (Under) Expenditures	-	158,765		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ 158,765		

CITY OF MARION, KANSAS

SPECIAL PURPOSE FUND

LAND BANK FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Sale of land	$ -	$ -	$ 1,000	$ (1,000)
Expenditures				
Contractual services	-	-	$ 1,350	$ (1,350)
Cash forward	-	-	3,381	(3,381)
Total Expenditures	-	-	$ 4,731	$ (4,731)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	4,081	4,081		
Unencumbered Cash, Ending	$ 4,081	$ 4,081		

CITY OF MARION, KANSAS

BOND AND INTEREST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Ad valorem property tax	$ 23,214	$ 25,300	$ 26,119	$ (819)
Back tax collections	1,684	1,167	948	219
Motor vehicle tax	8,605	4,510	3,052	1,458
Recreational vehicle tax	195	77	67	10
16/20M vehicle tax	92	107	33	74
Commercial vehicle tax	226	96	75	21
Watercraft tax	30	17	9	8
Neighborhood revitalization rebate	(340)	(306)	(334)	28
Transfer from Special City Highway Fund	5,000	36,000	40,000	(4,000)
Transfer from Utilities Fund	150,000	150,000	150,000	-
Total Receipts	188,706	216,968	$ 219,969	$ (3,001)
Expenditures				
Principal	170,000	170,000	$ 170,000	$ -
Interest	51,785	41,715	46,505	(4,790)
Administrative fees	-	1,561	-	1,561
Cash forward	-	-	45,925	(45,925)
Total Expenditures	221,785	213,276	$ 262,430	$ (49,154)
Receipts Over (Under) Expenditures	(33,079)	3,692		
Unencumbered Cash, Beginning	41,100	8,021		
Unencumbered Cash, Ending	$ 8,021	$ 11,713		

CITY OF MARION, KANSAS

CAPITAL PROJECT FUND

CAPITAL IMPROVEMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Elm St grant proceeds	$ -	$ 122,625	$ -	$ 122,625
KDOT Transportation grant	-	84,898	9,000	75,898
KDHE Loan proceeds	-	-	1,200,000	(1,200,000)
KHRC housing grant	-	160,000	75,000	85,000
2025 Series bond proceeds	-	1,030,208	-	1,030,208
Transfer from Utilities Fund	160,000	205,000	205,000	-
Transfer from Special City Highway Fund	-	-	45,000	(45,000)
Donations/Memorials	1,396	-	-	-
Reimbursed expenses	-	22,244	-	22,244
Total Receipts	161,396	1,624,975	$ 1,534,000	$ 90,975
Expenditures				
Capital outlay	50,166	8,179	$ 12,000	$ (3,821)
Street projects	-	-	100,000	(100,000)
KDOT aviation grant project	-	136,778	11,500	125,278
ARPA grant expense	134,600	-	134,600	(134,600)
KHRC housing grant expense	-	160,000	75,000	85,000
KDHE water plant expense	-	-	1,200,000	(1,200,000)
Locust drain project	16,288	296,340	-	296,340
2025 Series bond expense	-	722,415	55,969	666,446
Total Expenditures	201,054	1,323,712	$ 1,589,069	$ (265,357)
Receipts Over (Under) Expenditures	(39,658)	301,263		
Unencumbered Cash, Beginning	54,169	14,511		
Unencumbered Cash, Ending	$ 14,511	$ 315,774		

CITY OF MARION, KANSAS

BUSINESS FUND

UTILITIES FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Electric revenue	$ 2,370,025	$ 2,321,008	$ 2,663,041	$ (342,033)
Refuse revenue	174,965	171,857	171,963	(106)
Sewer revenue	309,959	305,392	314,263	(8,871)
Water revenue	764,342	717,594	732,124	(14,530)
Total Receipts	3,619,291	3,515,851	$ 3,881,391	$ (365,540)
Expenditures				
Electric -				
Production Expense -				
Contractual services	3,020	17,874	$ -	$ 17,874
Commodities	183,833	174,660	-	174,660
Purchased power	1,423,494	1,382,175	1,750,000	(367,825)
Water and utilities	11,532	30,831	-	30,831
Transmission and Distribution Expense -				
Personal services	364,020	433,989	609,140	(175,151)
Commodities and insurance	42,331	33,458	-	33,458
Capital outlay	346,645	47,569	-	47,569
Equipment expense/gasoline	91,125	149,245	-	149,245
Total Electric	2,466,000	2,269,801	2,359,140	(89,339)
Water -				
Plant Expense -				
Personal services	224,003	244,643	-	244,643
Contractual services	88,910	74,631	-	74,631
Commodities	74,512	52,069	-	52,069
Capital outlay	13,818	4,673	-	4,673
Insurance	21,380	22,834	-	22,834
Utilities	17,466	14,648	-	14,648
Equipment	2,598	12,890	-	12,890
Purchased water-state	-	63,896	-	63,896
Chemicals	58,885	68,712	-	68,712
Distribution Expense -				
Personal services	52,913	58,405	783,830	(725,425)
Contractual services	50,837	20,968	-	20,968
Commodities	17,814	11,864	-	11,864
Capital outlay	-	1,421	-	1,421
Insurance	11,451	13,920	-	13,920
Utilities	4,362	3,112	-	3,112
Equipment	96,936	851	-	851
KDHE waterline loan	172,817	172,817	246,891	(74,074)
Total Water	908,702	842,354	1,030,721	(188,367)

CITY OF MARION, KANSAS

BUSINESS FUND

UTILITIES FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Expenditures (cont.)				
Sewer -				
Personal services	$ 61,350	$ 67,473	$ 237,676	$ (170,203)
Contractual services	34,650	34,066	-	34,066
Commodities	14,542	17,948	-	17,948
Capital outlay	2,311	2,489	-	2,489
Insurance	6,858	7,741	-	7,741
Utilities	15,861	8,898	-	8,898
Equipment	16,854	18,686	-	18,686
Revolving loan payment	21,599	21,599	-	21,599
Total Sewer	174,025	178,900	237,676	(58,776)
Refuse -				
Personal services	117,494	115,096	-	115,096
Contractual services	2,075	2,671	166,623	(163,952)
Commodities	12,934	19,506	-	19,506
Insurance	10,373	14,450	-	14,450
Trash bags	11,200	11,200	-	11,200
Equipment	18,823	21,638	-	21,638
Total Refuse	172,899	184,561	166,623	17,938
Operating Transfers -				
Transfer to General Fund	-	250,000	490,000	(240,000)
Transfer to Bond and Interest Fund	150,000	150,000	150,000	-
Transfer to Capital Improvement Fund	160,000	205,000	205,000	-
Transfer to Equipment Reserve Fund	93,000	8,214	173,000	(164,786)
Cash forward	-	-	921	(921)
Total Operating Transfers	403,000	613,214	1,018,921	(405,707)
Total Expenditures	4,124,626	4,088,830	$ 4,813,081	$ (724,251)
Receipts Over (Under) Expenditures	(505,335)	(572,979)		
Unencumbered Cash, Beginning	1,642,459	1,137,124		
Unencumbered Cash, Ending	$ 1,137,124	$ 564,145		

CITY OF MARION, KANSAS

TRUST FUND

SPECIAL LAW ENFORCEMENT TRUST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
VIN inspection fees	$ 16,840	$ 11,323	$ 15,000	$ (3,677)
SPV permits	2,295	3,680	3,300	380
Technology fees	517	243	1,000	(757)
Total Receipts	19,652	15,246	$ 19,300	$ (4,054)
Expenditures				
Commodities	995	386	$ 1,700	$ (1,314)
Equipment	2,010	799	25,000	(24,201)
Cash forward	-	-	12,146	(12,146)
Total Expenditures	3,005	1,185	$ 38,846	$ (37,661)
Receipts Over (Under) Expenditures	16,647	14,061		
Unencumbered Cash, Beginning	26,946	43,593		
Unencumbered Cash, Ending	$ 43,593	$ 57,654		