CITY OF ROSE HILL, KANSAS

Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2025

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INDEPENDENT AUDITORS' REPORT

To the City Council
City of Rose Hill, Kansas
Rose Hill, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **City of Rose Hill, Kansas**, 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 matters discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 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 Auditors' 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.

above+beyond
AdamsBrown, LLC

Responsibilities of Management for the Financial Statement

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

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

Auditors' Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City as of and for the year ended December 31, 2024 (not presented herein), and have issued our report thereon dated July 21, 2025, which contained an unmodified opinion on the basic financial statement. The 2024 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services/municipal-audits. 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.

Adams Brown, LLC

ADAMSBROWN, LLC
Certified Public Accountants
Great Bend, Kansas

July 6, 2026

CITY OF ROSE HILL, 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**
Regulatory Basis Fund Types							
General Fund	$ 1,802,987	-	2,428,928	2,718,181	**1,513,734**	68,397	**1,582,131**
Special Purpose Funds							
Library Fund	21,386	-	164,925	172,100	**14,211**	-	**14,211**
Special Streets and Highway Fund	315,059	-	138,617	127,685	**325,991**	8,253	**334,244**
Special Parks and Recreation Fund	18,034	-	-	-	**18,034**	-	**18,034**
Street Sales Tax Fund	489,076	-	472,140	330,035	**631,181**	-	**631,181**
Equipment Reserve Fund	246,025	-	40,000	4,201	**281,824**	-	**281,824**
Capital Improvement Fund	535,208	-	400,000	468,017	**467,191**	268,630	**735,821**
Risk Management Fund	50,000	-	25,000	-	**75,000**	-	**75,000**
Bond and Interest Fund							
Bond and Interest Fund	410,841	-	1,572,575	1,613,777	**369,639**	-	**369,639**
Capital Project Fund							
Sienna Ranch Project Fund	-	-	650,000	556,937	**93,063**	93,667	**186,730**
Business Funds							
Water Utility Fund	371,977	-	1,007,759	972,324	**407,412**	13,513	**420,925**
Sewer Utility Fund	1,222,468	-	1,189,509	1,174,984	**1,236,993**	16,097	**1,253,090**
Water Reserve Fund	25,824	-	-	-	**25,824**	-	**25,824**
Sewer Reserve Fund	296,161	-	-	-	**296,161**	-	**296,161**
Total Primary Government	5,805,046	-	8,089,453	8,138,241	**5,756,258**	468,557	**6,224,815**
Related Municipal Entity							
Rose Hill Public Library	198,295	-	191,374	180,461	**209,208**	7,864	**217,072**
Total Reporting Entity (Excluding Agency Funds)	$ 6,003,341	-	8,280,827	8,318,702	**5,965,466**	476,421	**6,441,887**

Composition of Cash		
Certificates of Deposit	$	**2,947,614**
Checking Accounts		**3,326,170**
Cash on Hand		**632**
Total Primary Government		**6,274,416**
Total Related Municipal Entities		**217,072**
Agency Funds per Schedule 3		**(49,601)**
Total Reporting Entity (Excluding Agency Funds)	$	**6,441,887**

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

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Rose Hill, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

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

Rose Hill Public Library

A seven-member board appointed by the City Council governs the Rose Hill Public Library Board. The Rose Hill Public Library Board operates the public library in the City. The Library Board may not purchase or lease a site or erect a building for use of the library without the approval of the City Council. The Library Board taxes are levied under the taxing authority of the City and are included as part of the City's total tax levy. These taxes are accounted for in the Library special purpose fund of the City. The Library Board also receives funding through state assistance programs and donations from the public.

City of Rose Hill, Kansas Public Building Commission

A six-member board appointed by the City Council governs the City of Rose Hill, Kansas Public Building Commission. Although it is legally separate from the City, the City of Rose Hill, Kansas Public Building Commission is reported as a related municipal entity because its sole purpose is to finance and construct the City's public buildings. The Public Building Commission was dissolved in November 2025.

Basis of Presentation – Fund Accounting

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

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

Regulatory Basis Fund Types

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

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

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

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

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

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

Basis of Accounting

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

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

Reimbursements

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting.

NOTE 2 – BUDGETARY INFORMATION

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

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

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

c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.

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

If the City is holding a revenue neutral rate hearing, the budget timeline for 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 City 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 revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were budget amendments for this year for the Water Utility Fund and Sewer Utility 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 schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

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

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Equipment Reserve Fund and Capital Improvement Fund.

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

NOTE 3 – DEPOSITS AND INVESTMENTS

City of Rose Hill, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City 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 K.S.A. 9-1405.

Custodial Credit Risk – Deposits
Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City does not use "peak periods".

All deposits were not legally secured at December 31, 2025.

At December 31, 2025, the City's carrying amount of deposits was $6,274,416 and the bank balance was $6,307,385. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $500,000 was covered by federal depository insurance, $5,522,613 was collateralized with securities held by the pledging financial institutions' agents in the City's name, and $284,772 was not secured, which is a violation of K.S.A. 9-1402.

At December 31, 2025, the Library's carrying amount of deposits was $217,072 and the bank balance was $257,326. The bank balance was held by two banks resulting in a concentration of credit risk. The bank balance was covered by federal depository insurance.

Custodial Credit Risk – Investments
For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no investments at December 31, 2025.

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Rose Hill, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2025 were as follows:

From	To	Regulatory Authority		Amount
General Fund	Equipment Reserve Fund	K.S.A. 12-1,117	$	40,000
General Fund	Capital Improvement Fund	K.S.A. 12-1,118		400,000
General Fund	Risk Management Fund	K.S.A. 12-2615		25,000

NOTE 5 – CAPITAL PROJECTS

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

		Project Authorization	**Expenditures to Date**
Sienna Ranch 6th Addition	$	650,000	556,937

NOTE 6 – LITIGATION

City of Rose Hill, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

NOTE 7 – RISK MANAGEMENT

City of Rose Hill, Kansas 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 has been unable to obtain worker's compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in the

Kansas Municipal Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for 175 participating members.

The City pays an annual premium to Kansas Municipal Insurance Trust for its worker's compensation insurance coverage. The agreement to participate provides that the Kansas Municipal Insurance Trust will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $500,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by Kansas Municipal Insurance Trust management.

The City has been unable to obtain health insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other City's in the State to participate in the KMIT Association Health Plan (KAHP), a public entity risk pool currently operating as a common risk management and insurance program for 31 participating member cities.

The City pays monthly premiums to the KAHP for its health insurance coverage. The agreement to participate provides that the KAHP will be self-sustaining through member premiums and will not reinsure through commercial companies. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KAHP management.

Settled claims resulting from these risks have not exceeded insurance coverage in any of the past three calendar years.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Rose Hill, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 9 – PURCHASE COMMITMENTS

In July 1981, **City of Rose Hill, Kansas** entered into a forty-year agreement to purchase its water supply from the City of Wichita, Kansas. The agreement was extended for an additional twenty years in April 2021.

NOTE 10 – DEFERRED COMPENSATION PLAN

City of Rose Hill, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The City is not required to make any contributions.

NOTE 11 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description
City of Rose Hill, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq.

Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Annual Comprehensive Financial Report which can be found on the KPERS website at www.kspers.gov or by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.71% for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City and Public Library were $141,541 for the year ended December 31, 2025.

Net Pension Liability

At December 31, 2025, the City and Public Library's proportionate share of the collective net pension liability reported by KPERS was $1,156,490. 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.

NOTE 12 – OTHER POST EMPLOYMENT BENEFITS

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

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

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.

NOTE 13 – COMPENSATED ABSENCES

Vacation

The City's policy regarding vacation for all regular full-time employees is as follows:

Years Worked	Amount Earned
0-5	6.67 hours/month
6-10	8.00 hours/month
10 and over	12.00 hours/month

Employees can only carry over to a new year only that amount of vacation leave that was accumulated during the year. Employees are paid for all accumulated vacation leave, at the current wage rate, upon termination of employment.

Sick Leave

The City's policy for sick leave permits all full-time employees to earn sick leave at the rate of eight working hours per month. Sick leave can be accumulated up to 720 hours.

Upon voluntary termination of employment, with two weeks' notice given, or layoff, an employee with at least three years of continuous service will be compensated for one-fourth of their accrued sick leave balance up to 50 hours of credited sick leave.

Upon retirement an employee who provides six months' notice and has at least five years on continuous service will be compensated for one-half of their accrued sick leave balance up to 100 credited hours of sick leave. An employee who provides six months' notice and has at least ten years on continuous service will be compensated for one-half of their accrued sick leave balance up to 200 credited hours of sick leave.

NOTE 14 – CONDUIT DEBT

From time to time, **City of Rose Hill, Kansas** has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are generally payable from and secured by the project financed and if needed, additional assets or revenues of the private-sector entities serviced by the bond issuance. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds.

Accordingly, the bonds are not reported as liabilities in the accompanying financial statement. As of December 31, 2025, there were four industrial revenue bonds outstanding. They are for expansion of manufacturing facilities. The principal amount payable at December 31, 2025 was $26,054,314.

NOTE 15 – DEBT RESTRICTIONS AND COVENANTS

KDHE Water Pollution Control Revolving Loans
City of Rose Hill, Kansas entered into a loan agreement with the Kansas Department of Health and Environment to fund improvements to the wastewater collection and treatment facility in the amount of $392,248. The loan agreement requires that the City provide for the repayment of this loan by providing dedicated funds. The City is in compliance with this requirement as of December 31, 2025 as it is providing dedicated funds through user fees generated by the Sewer Utility Fund.

NOTE 16 – LONG-TERM DEBT

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

General Obligation Bonds
On December 1, 2009, the City issued $460,000 in Series 2009-3 Taxable General Obligation bonds for the purpose of providing funds for wastewater improvements for the Rose Hill Industrial Park.

On November 1, 2010, the City issued $956,000 in Series 2010 General Obligation bonds for the purpose of providing funds for improvements to the Rockwood Falls Addition.

On March 1, 2012, the City issued $460,000 in Series 2012 General Obligation bonds for the purpose of providing funds for street improvements to Berlin and School Streets.

On December 1, 2014, the City issued $280,000 in Series 2014 General Obligation bonds for the purpose of providing funds for street improvements to Tanglewood and Orange Court Streets.

On December 1, 2015, the City issued $1,133,000 in Series 2015 General Obligation bonds for the purpose of providing funds for Phase I of the improvement to the Sunrise Addition.

On December 16, 2020, the City issued $4,060,000 in Series 2020 General Obligation Refunding and Improvement bonds for the purpose of providing funds for Phase II, Phase III, and Phase V of the Sienna Ranch Addition.

On August 27, 2024, the City issued $1,575,000 in Series 2024 General Obligation bonds for the purpose of providing funds for street improvements.

On September 24, 2025, the City issued $1,300,000 in Series 2025-A General Obligation bonds for the purpose of providing funds for Phase II of the improvements to the Sunrise Addition.

Temporary Notes
On October 5, 2022, the City issued $1,250,000 in Series 2022-1 General Obligation Temporary Notes for the purpose of providing funds for Phase II of the improvement to the Sunrise Addition.

On September 24, 2025, the City issued $650,000 in Series 2025-1 General Obligation Temporary Notes for the purpose of providing funds for Phase I of the Siena Ranch 6th Addition.

KDHE Loan
The City entered into a $392,248 revolving loan agreement on July 16, 2018 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance improvements to the wastewater collection and treatment facility. The City will use user fees generated by the Sewer Utility Fund for loan repayment, which began March 1, 2019.

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 2009-3	5.75 - 6.75%	12/1/2009	$ 460,000	10/1/2030	$ 195,000	-	30,000	**165,000**	13,162
Series 2010	2.75 - 5.25%	11/1/2010	956,000	10/1/2031	440,000	-	55,000	**385,000**	17,313
Series 2012	2.00 - 5.00%	3/1/2012	460,000	10/1/2032	230,000	-	25,000	**205,000**	8,037
Series 2014	2.25 - 4.00%	12/1/2014	280,000	10/1/2030	135,000	-	20,000	**115,000**	4,188
Series 2015	1.90 - 4.00%	12/1/2015	1,133,000	10/1/2036	775,000	-	55,000	**720,000**	24,440
Series 2020	1.00 - 3.00%	12/16/2020	4,060,000	10/1/2029	1,700,000	-	395,000	**1,305,000**	29,475
Series 2024	3.37 - 5.00%	8/27/2024	1,575,000	10/1/2039	1,575,000	-	70,000	**1,505,000**	74,990
Series 2025-A	4.00 - 5.00%	9/24/2025	1,300,000	10/1/2046	-	1,300,000	-	**1,300,000**	-
Temporary Notes									
Series 2022-1	3.00%	10/5/2022	1,250,000	10/1/2025	1,250,000	-	1,250,000	**-**	36,875
Series 2025-1	3.20%	9/24/2025	650,000	10/1/2028	-	650,000	-	**650,000**	-
KDHE Loan									
KWPCRF Project No. C20-2023-01	1.88%	7/16/2018	392,248	9/1/2038	291,481	-	18,075	**273,406**	6,113
Total Contractual Indebtedness					$ **6,591,481**	**1,950,000**	**1,918,075**	**6,623,406**	**214,593**

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

	YEAR									
	2026	2027	2028	2029	2030	2031-2035	2036-2040	2041-2045	2046	**Total**
Principal										
General Obligation Bonds $	670,000	675,000	710,000	525,000	370,000	1,305,000	940,000	410,000	95,000	**5,700,000**
Temporary Notes	-	-	650,000	-	-	-	-	-	-	**650,000**
KDHE Loan	18,462	18,858	19,262	19,674	20,095	107,119	69,936	-	-	**273,406**
Total Principal	**688,462**	**693,858**	**1,379,262**	**544,674**	**390,095**	**1,412,119**	**1,009,936**	**410,000**	**95,000**	**6,623,406**
Interest										
General Obligation Bonds	204,495	184,338	163,650	144,250	127,125	437,800	203,675	73,355	4,037	**1,542,725**
Temporary Notes	21,204	20,800	20,800	-	-			-	-	**62,804**
KDHE Loan	5,726	5,330	4,927	4,514	4,093	13,822	2,630	-	-	**41,042**
Total Interest	**231,425**	**210,468**	**189,377**	**148,764**	**131,218**	**451,622**	**206,305**	**73,355**	**4,037**	**1,646,571**
Total Principal and Interest $	**919,887**	**904,326**	**1,568,639**	**693,438**	**521,313**	**1,863,741**	**1,216,241**	**483,355**	**99,037**	**8,269,977**

CITY OF ROSE HILL, KANSAS

Regulatory-Required Supplementary Information

Schedule 1

CITY OF ROSE HILL, KANSAS
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)
Regulatory Basis Fund Types					
General Fund	$ 3,431,710	-	3,431,710	**2,718,181**	(713,529)
Special Purpose Funds					
Library Fund	172,100	-	172,100	**172,100**	-
Special Streets and Highway Fund	245,550	-	245,550	**127,685**	(117,865)
Special Parks and Recreation Fund	15,000	-	15,000	**-**	(15,000)
Street Sales Tax Fund	460,000	-	460,000	**330,035**	(129,965)
Risk Management Fund	50,000	-	50,000	**-**	(50,000)
Bond and Interest Fund					
Bond and Interest Fund	1,806,800	-	1,806,800	**1,613,777**	(193,023)
Business Funds					
Water Utility Fund	1,177,000	-	1,177,000	**972,324**	(204,676)
Sewer Utility Fund	1,346,000	-	1,346,000	**1,174,984**	(171,016)

CITY OF ROSE HILL, 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)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Property Taxes	$ 1,258,647	**1,334,910**	1,440,251	(105,341)
Delinquent Property Taxes	671	**27,207**	-	27,207
Motor Vehicle Taxes	195,246	**192,426**	160,033	32,393
Franchise Fees	317,125	**338,010**	325,000	13,010
Court Costs	24,254	**23,900**	21,500	2,400
Licenses, Permits and Fees	152,738	**175,781**	64,800	110,981
Fines and Forfeitures	69,388	**46,800**	43,000	3,800
Rents	1,668	**638**	-	638
Interest Income	238,938	**183,272**	40,000	143,272
Reimbursed Expenses	51,750	**19,318**	4,000	15,318
Grants	133,863	**78,898**	45,000	33,898
Miscellaneous	9,855	**7,768**	5,750	2,018
Transfers In	20,000	**-**	43,000	(43,000)
Total Receipts	2,474,143	**2,428,928**	2,192,334	236,594
Expenditures				
Administration	320,115	**351,149**	454,830	(103,681)
Police	1,079,186	**1,093,673**	1,219,890	(126,217)
Courts	118,630	**112,795**	133,900	(21,105)
Streets	161,786	**241,279**	249,445	(8,166)
Parks	251,258	**243,104**	290,080	(46,976)
Planning	146	**245**	8,600	(8,355)
Building/Code Enforcement	37,724	**80,003**	54,465	25,538
Other	79,135	**130,933**	258,000	(127,067)
Transfers Out	325,000	**465,000**	762,500	(297,500)
Total Expenditures	2,372,980	**2,718,181**	3,431,710	(713,529)
Receipts Over (Under) Expenditures	101,163	**(289,253)**		
Unencumbered Cash - Beginning	1,701,036	**1,802,987**		
Prior Year Cancelled Encumbrances	788	**-**		
Unencumbered Cash - Ending	$ 1,802,987	**1,513,734**		

CITY OF ROSE HILL, KANSAS
Library Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Property Taxes	$ 129,773	**140,805**	146,207	(5,402)
Delinquent Property Taxes	71	**2,836**	-	2,836
Motor Vehicle Taxes	19,940	**19,751**	16,467	3,284
Miscellaneous	-	**1,533**	-	1,533
Total Receipts	149,784	**164,925**	162,674	2,251
Expenditures				
Library Appropriations	162,300	**172,100**	172,100	-
Receipts Over (Under) Expenditures	(12,516)	**(7,175)**		
Unencumbered Cash - Beginning	33,902	**21,386**		
Unencumbered Cash - Ending	$ 21,386	**14,211**		

CITY OF ROSE HILL, KANSAS
Special Streets and 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)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Special Gasoline Tax	$ 117,259	**116,613**	107,370	9,243
Gasoline Tax - County	17,652	**22,004**	2	22,002
Total Receipts	134,911	**138,617**	107,372	31,245
Expenditures				
Personal Services	72,011	**61,124**	72,100	(10,976)
Contractual Services	30,392	**23,902**	69,400	(45,498)
Commodities	-	**-**	51,050	(51,050)
Capital Outlay	-	**42,659**	53,000	(10,341)
Total Expenditures	102,403	**127,685**	245,550	(117,865)
Receipts Over (Under) Expenditures	32,508	**10,932**		
Unencumbered Cash - Beginning	282,551	**315,059**		
Unencumbered Cash - Ending	$ 315,059	**325,991**		

CITY OF ROSE HILL, KANSAS
Special Parks 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)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Donations	$ 8,753	**-**	2,500	(2,500)
Expenditures				
Commodities	272	**-**	-	-
Capital Outlay	-	**-**	15,000	(15,000)
Total Expenditures	272	**-**	15,000	(15,000)
Receipts Over (Under) Expenditures	8,481	**-**		
Unencumbered Cash - Beginning	9,553	**18,034**		
Unencumbered Cash - Ending	$ 18,034	**18,034**		

CITY OF ROSE HILL, KANSAS
Street Sales Tax Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Sales Tax	$ 466,401	**472,140**	430,000	42,140
Expenditures				
Contractual Services	9,500	**-**	25,000	(25,000)
Capital Outlay	229,970	**226,449**	225,000	1,449
Debt Service	125,595	**103,586**	210,000	(106,414)
Total Expenditures	365,065	**330,035**	460,000	(129,965)
Receipts Over (Under) Expenditures	101,336	**142,105**		
Unencumbered Cash - Beginning	387,740	**489,076**		
Unencumbered Cash - Ending	$ 489,076	**631,181**		

CITY OF ROSE HILL, KANSAS
Equipment Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
Transfers In	$	50,000	**40,000**
Expenditures			
Capital Outlay		-	**4,201**
Receipts Over (Under) Expenditures		50,000	**35,799**
Unencumbered Cash - Beginning		196,025	**246,025**
Unencumbered Cash - Ending	$	246,025	**281,824**

CITY OF ROSE HILL, KANSAS
Capital Improvement Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
Transfers In	$	250,000	**400,000**
Expenditures			
Capital Outlay		-	**468,017**
Receipts Over (Under) Expenditures		250,000	**(68,017)**
Unencumbered Cash - Beginning		285,208	**535,208**
Unencumbered Cash - Ending	$	535,208	**467,191**

CITY OF ROSE HILL, KANSAS
Risk Management 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)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Transfers In	$ 25,000	**25,000**	25,000	-
Expenditures				
Insurance	-	**-**	50,000	(50,000)
Receipts Over (Under) Expenditures	25,000	**25,000**		
Unencumbered Cash - Beginning	25,000	**50,000**		
Unencumbered Cash - Ending	$ 50,000	**75,000**		

CITY OF ROSE HILL, 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)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Property Taxes	$ 29,114	**38,292**	39,965	(1,673)
Delinquent Property Taxes	18	**600**	-	600
Motor Vehicle Taxes	4,109	**4,601**	3,690	911
Special Assessments	250,200	**200,781**	175,000	25,781
Bond Proceeds	1,575,000	**1,300,000**	1,350,000	(50,000)
Original Issue Premium	87,644	**28,301**	-	28,301
Total Receipts	1,946,085	**1,572,575**	1,568,655	3,920
Expenditures				
Principal Payments	198,300	**153,000**	245,000	(92,000)
Interest Payments	100,959	**136,057**	86,200	49,857
Temporary Note Payoff	1,690,000	**1,250,000**	1,470,000	(220,000)
Costs of Issuance	46,263	**30,442**	-	30,442
Underwriters Discount	47,738	**44,278**	-	44,278
Miscellaneous	-	**-**	5,600	(5,600)
Total Expenditures	2,083,260	**1,613,777**	1,806,800	(193,023)
Receipts Over (Under) Expenditures	(137,175)	**(41,202)**		
Unencumbered Cash - Beginning	548,016	**410,841**		
Unencumbered Cash - Ending	$ 410,841	**369,639**		

Schedule 2-10

CITY OF ROSE HILL, KANSAS
Sienna Ranch Project Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
Temporary Notes Proceeds	$	-	**650,000**
Expenditures			
Costs of Issuance		-	**15,040**
Contractual Services		-	**224,867**
Capital Outlay		-	**304,030**
Underwriters Discount		-	**13,000**
Total Expenditures		-	**556,937**
Receipts Over (Under) Expenditures		-	**93,063**
Unencumbered Cash - Beginning		-	**-**
Unencumbered Cash - Ending	$	-	**93,063**

CITY OF ROSE HILL, KANSAS
Water Utility 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)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Charges for Services	$ 926,042	**969,809**	936,000	33,809
Connection and Setup Fees	6,195	**4,550**	37,745	(33,195)
Miscellaneous	10,990	**33,400**	-	33,400
Total Receipts	943,227	**1,007,759**	973,745	34,014
Expenditures				
Personal Services	201,849	**142,611**	132,000	10,611
Contractual Services	225,901	**205,822**	800,000	(594,178)
Commodities	88,886	**82,847**	125,000	(42,153)
Capital Outlay	1,636	**15,693**	70,000	(54,307)
Water Purchases	517,589	**525,351**	-	525,351
Debt Service	1,797	**-**	15,000	(15,000)
Transfers Out	30,000	**-**	35,000	(35,000)
Total Expenditures	1,067,658	**972,324**	1,177,000	(204,676)
Receipts Over (Under) Expenditures	(124,431)	**35,435**		
Unencumbered Cash - Beginning	496,408	**371,977**		
Unencumbered Cash - Ending	$ 371,977	**407,412**		

CITY OF ROSE HILL, KANSAS
Sewer Utility 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)

		Current Year		
	Prior Year Actual	**Actual**	Budget	Variance Over (Under)
Receipts				
Charges for Services	$ 586,905	**601,258**	600,000	1,258
Sewer Improvement Fees	548,115	**557,175**	560,000	(2,825)
Penalty	17,249	**16,276**	14,500	1,776
Miscellaneous	-	**14,800**	-	14,800
Total Receipts	1,152,269	**1,189,509**	1,174,500	15,009
Expenditures				
Personal Services	265,151	**358,129**	366,000	(7,871)
Contractual Services	269,582	**291,348**	365,000	(73,652)
Commodities	37,485	**29,105**	40,000	(10,895)
Capital Outlay	9,799	**376**	35,000	(34,624)
Debt Service	493,955	**496,026**	465,000	31,026
Transfers Out	40,000	**-**	75,000	(75,000)
Total Expenditures	1,115,972	**1,174,984**	1,346,000	(171,016)
Receipts Over (Under) Expenditures	36,297	**14,525**		
Unencumbered Cash - Beginning	1,186,171	**1,222,468**		
Unencumbered Cash - Ending	$ 1,222,468	**1,236,993**		

CITY OF ROSE HILL, KANSAS
Water Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
Transfers In	$	25,000	**-**
Expenditures			
Capital Outlay		63,347	**-**
Receipts Over (Under) Expenditures		(38,347)	**-**
Unencumbered Cash - Beginning		64,171	**25,824**
Unencumbered Cash - Ending	$	25,824	**25,824**

CITY OF ROSE HILL, KANSAS
Sewer Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
Transfers In	$	25,000	**-**
Expenditures		-	**-**
Receipts Over (Under) Expenditures		25,000	**-**
Unencumbered Cash - Beginning		271,161	**296,161**
Unencumbered Cash - Ending	$	296,161	**296,161**

CITY OF ROSE HILL, KANSAS
RELATED MUNICIPAL ENTITY
Rose Hill Public Library
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Prior Year Actual	**Current Year Actual**
Receipts			
Distributions	$	162,300	**172,100**
Grants and Donations		13,965	**13,033**
Interest		11,905	**6,241**
Total Receipts		188,170	**191,374**
Expenditures			
Personal Services		137,382	**146,076**
Contractual Services		12,979	**14,394**
Commodities		16,016	**13,503**
Capital Outlay		3,557	**6,488**
Total Expenditures		169,934	**180,461**
Receipts Over (Under) Expenditures		18,236	**10,913**
Unencumbered Cash - Beginning		180,059	**198,295**
Unencumbered Cash - Ending	$	198,295	**209,208**

Schedule 3

CITY OF ROSE HILL, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2025

Fund	Beginning Cash Balance	Receipts	Disbursements	**Ending Cash Balance**
Payroll Withholding Fund	$ 31,929	975,436	959,499	**47,866**
ADSAP/Seized Assets Fund	1,735	-	-	**1,735**
Total	$ 33,664	975,436	959,499	**49,601**