ANNUAL Comprehensive Financial REPORT

City of Winfield, Kansas

for Fiscal Year ended

December 31, 2025

CITY OF WINFIELD KANSAS

CITY OF WINFIELD, KANSAS

For the Year Ended December 31, 2025

Ronald Hutto, Mayor

COMMISSIONERS

Gregory N. Thompson

Brenda Butters

CITY OFFICERS

Taggart Wall, City Manager

Melissa Schooley, Director of Finance/City Treasurer

William E. Muret, City Attorney

Tania Richardson, Director of Customer Service/City Clerk

Lucy L. Herlocker, Municipal Judge

Robbie DeLong, Chief of Police

Prepared by Finance Department

CITY OF WINFIELD, KANSAS

For the Year Ended December 31, 2025

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INTRODUCTORY SECTION

June 5, 2026

To the Citizens of the City of Winfield, Kansas
Honorable Mayor and City Commissioners

This document is the Annual Comprehensive Financial Report (ACFR) of the City of Winfield, Kansas for the year ended December 31, 2025. This report was prepared by the City's finance department. Responsibility for both the accuracy of the presented data and the completeness and fairness of presentation, including all disclosures, rests with the management of the City. We believe the report, as presented, is accurate in all material respects. We also believe it is presented in a manner designed to set forth the financial position and results of operations of the City as measured by the financial activity of its various funds. Finally, we believe that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

The Annual Comprehensive Financial Report is presented in three sections: Introductory, Financial, and Statistical. The introductory section includes a description of the City, including services provided, and explanation of the City's accounting system and budgetary controls, and a brief discussion of the City's economic condition and outlook. The City's organizational chart is also included to assist the reader in understanding the structure of the City. The financial section includes the independent auditor's report, Management's Discussion & Analysis, Government-wide financial statements, fund financial statements, notes to the financial statements, and individual and combing statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The reader is specifically directed to Management's Discussion and Analysis (MD&A) which immediately follows the independent auditor's report. MD&A provides a narrative explanation and overview of significant features and trends reflected by data in the financial statements.

Management of the City is responsible for establishing and maintaining an internal control structure to ensure that the assets of the City are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (GAAP). The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The cost of the internal controls should not outweigh their benefits. Thus, the City of Winfield's internal controls are designed to provide reasonable, rather than absolute, assurance that the financial statements are free from material misstatement.

Kansas Statute 75-1122 requires an annual audit of all funds of the City by independent certified public accountants. The firm of Loyd Group, LLC issued an unmodified opinion on the City of Winfield's financial statements for the year ended December 31, 2025. The independent auditor's report is located on page 9 in the Financial Section of this report.

Profile of the Government

The City of Winfield, incorporated in 1873, has a population of 11,731 and has an incorporated area of 12.35 square miles. Winfield is located in south central Kansas, less than an hour away from Wichita, and two hours from Tulsa and Oklahoma City. Winfield serves as the county seat for Cowley County, population of approximately 34,186.

The City is unique in providing its citizens with a full range of municipal utility services, including electric and gas utilities, water, wastewater, and sanitation services. Other municipal services include police and fire protection, ambulance services, construction and maintenance of streets, drainage facilities, and other infrastructure, recreation and cultural activities, a municipal golf course, community, and industrial development, planning and zoning, building inspection, cemetery operations and maintenance, general administration, and internal support services. The City provides limited recycling to its citizens and composting site facilities, available at no charge to area residents. In addition, library services and low-income housing are provided by component units of the City. Additional information on the component units can be found in Note 1 in the notes to the financial statements.

The City of Winfield operates under a Commission/Manager form of government. One member of the three-member commission is elected annually by the Commission to act as Mayor. The City Manager is appointed by the City Commission and is responsible to them for the management of all City employees and administration of all City affairs. Regular city elections are held in odd years. The person receiving the largest number of votes is elected to a four-year term and the person receiving the second largest number of votes is elected to a two-year term.

Expenditures are authorized by a budget approved by the City Commission as required by State statute. The State statute level of budgetary control (i.e., the level at which expenditures cannot legally exceed the appropriated amount) is established at an individual fund level but is monitored by department within each fund. The City Manager and Finance Department continually review and approve all significant deviations from budget authorizations. The Kansas cash basis and budget laws requires cash be on hand before an expenditure is authorized, that all expenditures be budgeted (unless specifically exempted by statute), and that the budget not exceed anticipated revenues, including carry forward balances. Budget-to-actual comparisons are provided in this report for each individual fund in which an adopted annual operating budget is required by Kansas statute.

Economic Condition and Outlook

Winfield is home to three state agencies including the Winfield Correctional Facility, the Department of Children and Family Services, and the Kansas Veterans Home at Winfield.

The City manages its economic development and industrial development work in tandem with Cowley County Economic Development. The City and County worked together in 2024 to create a “certified site” through the Kansas Department of Commerce. The year 2025 brought expanded economic opportunities including the ongoing strength of GE Aviation, Galaxy Group, Vector Tooling, Webster Combustion and S&Y Industries. The year 2025 started out with an announcement of the relocation to Winfield of Schwihag. a Swiss rail component manufacturer. Additionally, the City works closely with Winfield Economic Development, Inc., a non-profit economic development group that works to improve the economic condition of the community. The City supports the operations and development of both the Winfield Chamber of Commerce, and Winfield Main Street as well as many other non-profit entities that support the community.

2025 sales tax showed a 8.25% positive change in sales tax collections from 2024 based on a 1 cent sales tax—an indicator of the ongoing inflationary environment as well as local economic activity. In June of 2019, the City’s residents approved a measure to replace the four-tenths of one percent (.40%) which was to be used for street improvements with a one percent (1%) sales tax to be used for funding the proposed Public Safety Facility, street improvements, and other capital projects. The one percent (1%) sales tax began October 1, 2020 and will expire September 30, 2045.

Real estate property assessed valuation showed a 3.1% increase in 2025, reflecting steady property values. The City issued 6 single-family dwelling permits which is near the average for recent years. These projects along with several substantial commercial projects brought the total value of permits to $20,966,052. At the end of 2025, Cowley County unemployment was at 3.5%, which is slightly lower than the unemployment rate of 4.0% at the end of 2025.

City Business and Financial Planning

The City annually revises the current year's budget during preparation of the upcoming year budget, to provide internal management with better oversight. Additionally, the City maintains a five-year projected budget for its Capital Improvement Fund, for internal purposes.

The City manages its finances with a long-term perspective. Reacting to the ongoing inflationary pressures and the public dislike for property taxes, the City has used a market approach and increased fees for many of its fee-based services. Over the last five years, the City modestly increased utility rates for water, refuse, natural gas and electric services after completing cost of service studies for those utilities. The City has worked to reduce the mill levy rate of property tax collections as valuations have increased in recent years. This has been done with a target fund balance of 15% in the General Fund. Management and the governing body work to be at or below the inflationary trend in the broader economy.

Over the past fifteen years, the City has undertaken numerous significant capital projects that have greatly improved the overall quality of life for its residents while also ensuring the maintenance of essential city infrastructure. From 2009 to 2012, the focus was on stabilizing the city's financial situation by reducing bonded indebtedness. In October 2015, the City opted to refinance existing debt and temporary notes by issuing general obligation debt. In 2018, bonds were issued to pay off previous temporary note obligations related to various projects. In 2019, the City issued bonds to initiate Phase I of the Public Safety Facility and also refinanced existing debt, temporary notes, and financed new projects such as Country Club Villas. Two bond issues were completed in 2020. The first, Issue 2020-A, supported a project at Strother Field Industrial Park, jointly owned by the City of Winfield and the City of Arkansas City, as well as a CCLIP project on US Highway 77. The second, Issue 2020-B, funded a benefit district for infrastructure improvements in Stonebrook Subdivision, supported the 2020 CCLIP project on US Highway 160, and financed a significant transmission project for the Electric Utility.

In 2021, the City issued temporary notes for repairs to Meyer Hall and the implementation of the Advanced Metering Infrastructure project. In 2022, the City issued bonds to refinance the temporary notes from 2021, finance two transmission projects for the Electric Utility, and support a project at Strother Field Industrial Park. Most recently, in 2024, the City issued bonds to support a project at Strother Field Industrial Park. The City continues to assess its financial objectives with the expectation of an improving economy.

The City has constructed new fire-ems apparatus bays using General Obligation debt. A subsequent project to renovate the existing fire-ems facility was completed with no debt. The construction of a new police station and shared training and civic space has been funded through the issuance of temporary notes that the City plans to "buy" down in 2027 to reduce interest owed on the project.

The City's insurance and self-insurance programs have been funded and administered as part of the City's Risk management. Funds were maintained in a reserve fund as authorized in Kansas Statutes. Additionally, the City maintains insurance policies and bonds as detailed in the Additional Information Section of this report. The City currently maintains full workers' compensation coverage through the Kansas Eastern Region Insurance Trust group (KERIT) but continues to fund the Risk Management reserve to fulfill liabilities prior to transitioning to KERIT in 2011.

Cash Management Policies and Practices

The City maintains its cash and investments under a pooled concept. This mechanism enhances the City's investment possibilities. The City requests competitive bids on all investments in accordance with K.S.A. 12-1675. Idle funds are used to purchase certificates of deposit or other allowable investments, with maturities scheduled to meet anticipated cash flow requirements. During 2025, an average of $15.4 million was invested for an average of 190 days, at an average rate of 3.71%. The City is actively evaluating cash flow scenarios and reinvestment opportunities through shorter term investments during the current rising rate environment.

Major Initiatives

- The City completed five years under a new city-wide software program aimed at improving efficiencies and productivity across the organization. This program has positively impacted operations and key employees continue to grow in user implementation efforts through ongoing training.

- The City continues to maintain its single-family home builds and has made significant efforts to increase the amount of multifamily workforce housing in the community. The City is actively pursuing a single-family subdivision.

- In June of 2019, the City's residents approved a measure to replace the four-tenths of one percent (.40%) with a one percent (1%) sales tax to be used for funding the proposed Public Safety Facility, street improvements, and other capital projects. The one percent (1%) sales tax began October 1, 2019 and is set to expire September 30, 2045. As of 2025, all phases of the Public Safety Facility have been constructed and are operational.

- 2025 Street Projects included work on concrete streets and ADA improvements throughout the community.

- In 2020, the City completed a sale of 65% share in the City's transmission assets to GridLiance GP, LLC. The move is expected to aid the City in technical expertise and an able capital partner to complete mandated and other necessary electric transmission asset improvements. The proceeds of the sale have been directly input back into the system upgrades. The City will continue to provide maintenance for the entire system and is being reimbursed by GridLiance, LLP for such work as well as an annual franchise payment from GridLiance to the City. In 2020 and 2021, the two completed approximately $4.2M and $5M, respectively, in improvements with the City responsible for 35% of those costs. Those costs will be directly recovered through applicable transmission zonal charges to customers in the Southwest Power Pool. The City and GridLiance have made significant reliability upgrades to the electric transmission system in both 2021, 2022 and into 2023. No major upgrades were made in 2024 and 2025.

- The City made updates to the Comprehensive Plan and the Master Parks, Trails and Recreation Plan. The updates were based on citizen feedback processes including survey work and public meetings. City staff worked to incorporate the feedback into known operations and capital needs of the City.

- The most recent Standard & Poor's Rating Services affirmed its 'A+' long-term rating on Winfield, Kansas' General Obligation (GO) bonds, based on improved general fund balance levels, strong management team, and strong liquidity.

- The City continued its sidewalk and other infrastructure improvements, related to ADA compliance.

Certificate of Achievement and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Winfield for its annual comprehensive financial report for the year ended December 31, 2024. This was the 27th consecutive year that the City has received this prestigious award.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report could not have been accomplished without the assistance of numerous persons both in and out of local government. The firm of Loyd Group, LLC provided independent audit services. Specific appreciation is expressed to the dedicated staff of the City accounting department. We would also like to thank members of the other City departments who assisted and contributed to this report. Finally, preparation of this report would not be possible without the support of the City Commission. We express special appreciation to them for their leadership in planning and conducting the financial operations of the City in a professional, responsible, and progressive manner in the best interests of the residents of Winfield.

Respectfully submitted,



Taggart Wall
City Manager



Tania Richardson
City Clerk

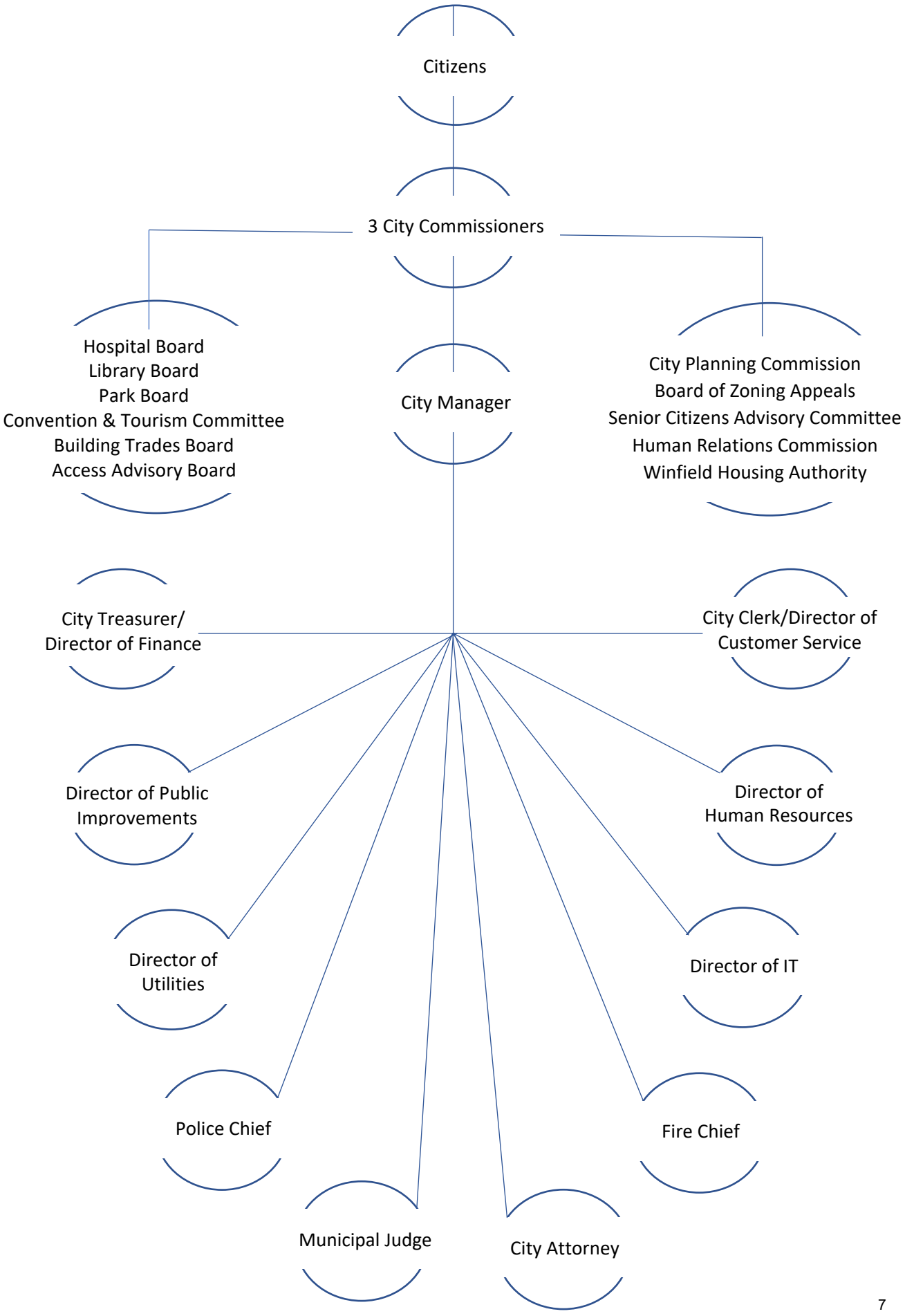


Melissa Schooley
City Treasurer

CITY OF WINFIELD, KANSAS

LIST OF PRINCIPAL OFFICIALS
December 31, 2025

Mayor	Ronald E. Hutto
Commissioner	Gregory N. Thompson
Commissioner	Brenda Butters
City Manager	Taggart Wall
City Attorney	William Muret
Director of Finance/City Treasurer	Melissa Schooley
Director of Customer Service/City Clerk	Tania Richardson
Fire Chief	Vincent Warren
Police Chief	Robbie DeLong
Municipal Judge	Lucy L. Herlocker
Director of Public Improvements	Patrick Steward
Director of Utilities	Adam R. Collins
Director of Information Systems	Jerred Schmidt
Director of Human Resources	Jamie Chism


Citizens
3 City Commissioners
Hospital Board
Library Board
Park Board
Convention & Tourism Committee
Building Trades Board
Access Advisory Board
City Manager
City Planning Commission
Board of Zoning Appeals
Senior Citizens Advisory Committee
Human Relations Commission
Winfield Housing Authority
City Treasurer/
Director of Finance
City Clerk/Director of
Customer Service
Director of Public
Improvements
Director of
Human Resources
Director of
Utilities
Director of IT
Police Chief
Fire Chief
Municipal Judge
City Attorney

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Winfield
Kansas

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2024

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

LOYD GROUP, LLC

520 S. Main Street
P.O. Box 7
Galva, KS 67443
620-654-7565
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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Commission
City of Winfield, Kansas 67019

Report on the Audit of the Financial Statements

Opinions

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

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Winfield, as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and Special Streets and Highway Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for 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 Statements section of our report. We are required to be independent of City of Winfield, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

City of Winfield's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Winfield's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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 statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of City of Winfield's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about City of Winfield'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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, Schedule of Changes in the Net OPEB Liability – Healthcare, Schedule of the Total OPEB Liability as a Percentage of Covered Employee Payroll - Healthcare, Schedule of Changes in the Net OPEB Liability – KPERS Death and Disability, Schedule of the Total OPEB Liability as a Percentage of Covered Employee Payroll - KPERS Death and Disability, Schedule of the City's Proportionate Share of the Net Pension Liability, Schedule of City's Contributions, and the notes to the required supplementary information as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise City of Winfield's basic financial statements. The introductory section, the combining and individual nonmajor fund financial statements, and statistical section as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The introductory section, the combining and individual nonmajor fund financial statements, and statistical section as listed in the table of contents are the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, introductory section, the combining and individual nonmajor fund financial statements, and statistical section as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information Included in the Annual Comprehensive Financial Report

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the Annual Comprehensive Financial Report and Transmission schedules but does not include the financial statements and our auditor's report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
June 5, 2026

As management for the City of Winfield, Kansas (the City) we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2025. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

Finances for this City are multifaceted and quite complex. As such, management desires for this narrative to be informative beyond what is seen on the face of the statements and to discuss the financial activities of the City. We hope you find these comments helpful as you read through them.

Financial Highlights

The assets and deferred outflow of resources for the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by $86.671 million (net position). The City's total net position in business activities and governmental activities increased by $3.117 million during the fiscal year. Of this amount, a positive $2.105 million (unrestricted net position) is the balance. Governmental net position decreased 46% and business activities net position increased 42%. Highlights include completion of construction and transfer from capital projects (governmental fund) to business-type fund.

At the close of 2025, the City's governmental funds reported combined ending fund balances of $14.186 million. There is a negative $568 thousand of unassigned Fund Balance.

At the close of 2025, the City's primary operating fund, the General Fund, had a fund balance of $2.0 million or 19% of operating expenses. The unencumbered cash balance in the General Fund is 14% of operating expenses. This is generally in line with the management recommendation of 15% fund balance for General Fund. While the City could have increased the General Fund Balance through internal financial transactions, given the financial health of the organization overall, the City felt the balance as presented prudent.

At the close of 2025, the City's total long-term debt for governmental activities decreased $1.669 million. At the close of 2025, the City's total long-term debt for business activities decreased $2.724 million. The primary decrease is due to payoff of debt and leases. The bulk remaining of the decrease is related to pension liability. The City continues to make payments on existing debt. The fund balance in the Bond and Interest Fund increased to $2.196 million in 2025 from $1.817 million in 2024 due to the reduction in transfers out as there was no new debt funding in 2025. The City anticipates implementation of a long planned significant debt reduction in late 2027 into 2028 that will readjust forecasted interest-bearing debt and temporarily reduce cash balances in the Bond and Interest Fund to accommodate this payoff plan. The plan will increase annual free-cash flow for capital projects beginning in 2028 to be financed less by long term debt.

Overview of the Financial Statements

The City's financial report consists of the following sections:

- Management Discussion and Analysis;
- The basic financial statements, which include the government-wide and the fund financial statements, along with the notes to the basic financial statements;
- Combining and individual statements and schedules for non-major funds; and,
- Statistical section

The basic financial statements of the City include the government-wide financial statements and the fund financial statements. The notes to the financial statements follow the basic financial statements and are essential for the reader's understanding of the financial statements. Other supplementary information, including the statistical section, is also included at the end of this report to provide additional context and information for the reader.

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

The *statement of net position* reports all the City's assets, deferred outflows of resources, liabilities and deferred inflows of resources with the difference between the two reported as *net position.* Net position is an important measure of the City's overall financial health. The increases and decreases in net position can be monitored to determine whether the City's financial position is improving or deteriorating.

The *statement of activities* shows how the City's net position changed during the most recent fiscal year. The unique feature of this statement is how it shows the revenues and expenses related to specific programs and how much of the programs were supported by the general taxes of the City. Since this statement is prepared on the accrual basis of accounting, all revenues and expenses are included, regardless of when cash is received.

Both statements show the operations of the City broken down by governmental activities and business-type activities. Governmental activities are the operations of the City generally supported by taxes, such as public works, public safety, parks, land management, and general administration. Business-type activities are operations of the City that are intended to recover all or a significant portion of their costs through user fees and charges. These consist of the five utilities the City operates: electric, natural gas, water, wastewater, and storm water along with the Quail Ridge Golf Course.

Fund financial statements focus on individual parts of the City's government. These statements report the City's operations in more detail than the government-wide financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City uses fund accounting to ensure compliance with finance-related legal requirements. These funds are divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

The City maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, debt service fund and capital projects fund, all of which are major funds. Data from the remaining governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary funds are used by the City to account for activities that operate like commercial enterprises found in the private sector. Funds that charge fees for services provided to outside customers including other local governments are called enterprise funds. These funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Funds that charge fees for services provided to departments within the reporting government are known as internal service funds. Proprietary funds use the accrual basis of accounting; thus, the only reconciling items needed between the government-wide financial statements for business-type activities and the proprietary fund financial statements relate to the elimination of internal service fund activity and capital asset ownership transfers.

The City has nine enterprise funds: Electric Transmission Fund, Electric Fund, Natural Gas Fund, Water Fund, Wastewater Fund, Natural Gas Loan Fund, Advance Metering Infrastructure Fund, Refuse Fund, and the Quail Ridge Golf Course Fund. The City has two internal service funds: Management Services Fund, and Operational Services Fund. The Electric Transmission Fund, Electric Fund, Natural Gas Fund, Water Fund, Wastewater Fund, Natural Gas Loan Fund, and Advance Metering Infrastructure Fund are the only ones considered major for presentation purposes.

Fiduciary funds are used by the City to account for resources held by the City for the benefit of a third party. Fiduciary funds are not reflected in the government-wide financial statements, since the resources of those funds are not available to support the City's operations. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the basic financial statements provide additional information that is essential to obtain a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the financial statements and accompanying notes described above, this report also contains *required supplementary information* concerning the City's progress in funding its obligation to provide postemployment benefits to its employees and supplementary information regarding non-major funds have been included to give the reader greater context of the information provided.

Analysis of the Government-Wide Financial Statements

Analysis of net position

As indicated earlier, net position may serve over time as a useful indicator of the City's financial condition. For the City, assets plus deferred outflows exceeded liabilities plus deferred inflows of resources by $86.671 million at the close of the current fiscal year. The City's net position increased by $3.117 million from the prior year.. The City expects net position to improve long term as the removal of liabilities—particularly those from Winter Storm Uri (natural gas loan) and the payoff of other debt -- outpace remaining life and value of assets.

City of Winfield
Net Position

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Current and other assets	$ 24,858,519	$ 24,566,054	$ 25,676,561	$ 25,460,779	$ 50,535,080	$ 50,026,833
Capital assets	36,000,767	52,121,497	61,983,323	45,300,653	97,984,090	97,422,150
Total assets	60,859,286	76,687,551	87,659,884	70,761,432	148,519,170	147,448,983
Deferred Outflows	2,179,081	2,614,634	1,468,165	1,860,313	3,647,246	4,474,947
Long-term liabilities	29,212,993	30,877,069	17,919,245	20,309,172	47,132,238	51,186,241
Other liabilities	6,686,179	4,713,202	2,896,692	3,678,100	9,582,871	8,391,302
Total liabilities	35,899,172	35,590,271	20,815,937	23,987,272	56,715,109	59,577,543
Deferred Inflows	7,594,020	7,531,490	1,186,751	1,261,486	8,780,771	8,792,976
Net position:						
Net investment in Capital Assets	19,350,811	33,742,497	51,166,902	33,481,674	70,517,713	67,224,171
Permanently restricted	6,654	6,468			6,654	6,468
Restricted for:						
Capital Projects	1,348,114	301,917	293,583	236,111	1,641,697	538,028
General Government	6,832,194	8,486,983	-	-	6,832,194	8,486,983
Public Safety	1,191,664	1,152,635	-	-	1,191,664	1,152,635
Health & Welfare	1,119,128	910,437	-	-	1,119,128	910,437
Cultural & Recreation	107,109	62,234	-	-	107,109	62,234
Economic Devel.	953,144	922,051	-	-	953,144	922,051
Debt Service	2,196,394	1,816,572	-	-	2,196,394	1,816,572
Unrestricted (deficit)	(13,560,037)	(11,221,370)	15,664,876	13,655,202	2,104,839	2,433,832
Total net position	$ 19,545,175	$ 36,180,424	$ 67,125,361	$ 47,372,987	$ 86,670,536	$ 83,553,411

As shown above, total assets were stable with an increase by $1.070 million. Governmental Activities Assets decreased $15.828 million. Business-Type Activities Assets increased $16.898. This was primarily the result of transferring completed construction assets from governmental fund to business fund.

Liabilities decreased by $2.862 million. Governmental Activities Liabilities increased $309 thousand. Business-Type Activities Liabilities decreased $3.171 million.

Approximately 80 percent of the City's net position reflect a net investment in capital assets (e.g., land, buildings, improvements, machinery and equipment, and construction work in process), less any outstanding debt used to acquire those assets. The City uses these capital assets to provide services to citizens; consequently the capital assets are not available for future spending. This is a change from 75 percent the prior reporting period.

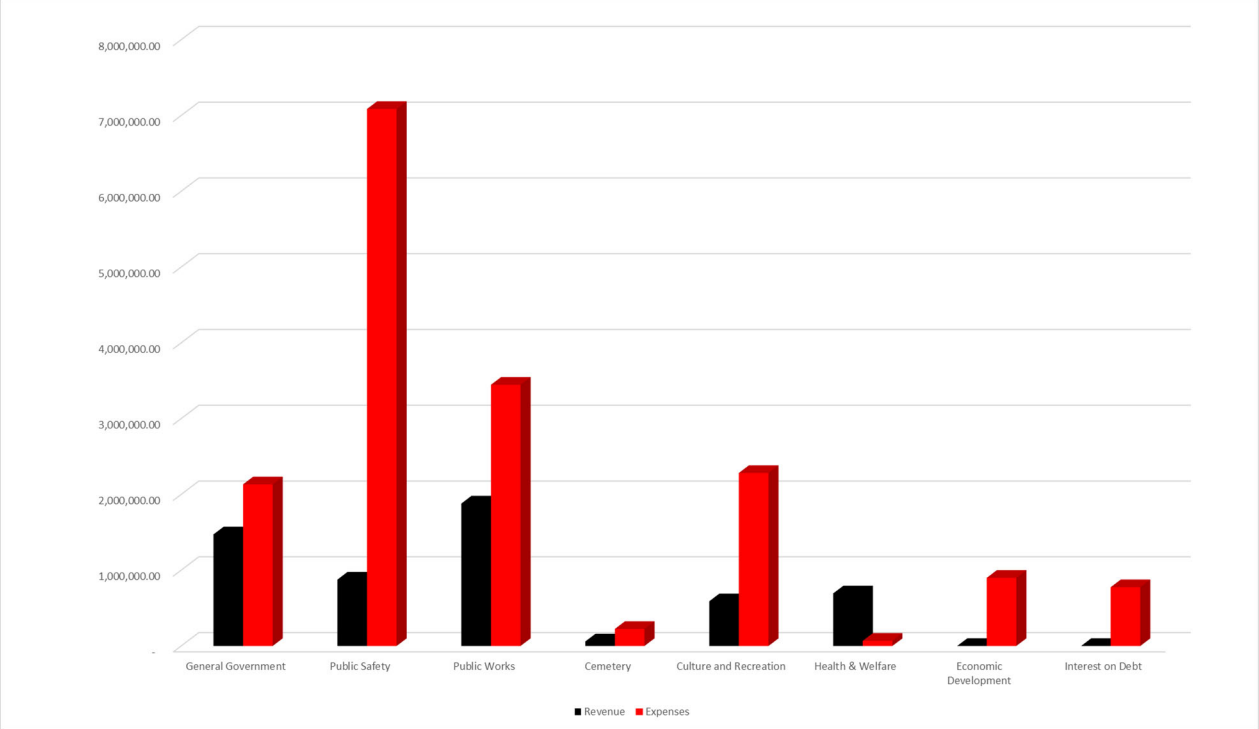
Analysis of Changes in Net Position

The following table reflects the revenues and expenses for the City's activities for the year ended December 31, 2025, and illustrate the comparison between the current year, and the prior year:

City of Winfield
Changes in Net Position

	Governmental Activities		Business-type Activities		Total	
Revenues:	2025	2024	2025	2024	2025	2024
Program revenues:						
Charges for services	$ 3,724,872	$ 3,896,697	$ 39,894,063	$ 39,406,712	$ 43,618,935	$ 43,303,409
Operating grants and contributions	871,528	964,106	-	-	871,528	964,106
Capital grants and contributions	978,497	696,536	-	-	978,497	696,536
General revenues:						
Property taxes	5,252,389	5,180,494	-	-	5,252,389	5,180,494
Sales taxes	4,996,480	4,702,653	-	-	4,996,480	4,702,653
Transient Guest Tax	110,183	103,958	-	-	110,183	103,958
Alcohol Beverage Tax	97,286	93,878	-	-	97,286	93,878
Investment Earnings	453,517	601,334	528,156	498,717	981,673	1,100,051
Gain (loss) on disposal of property and	(1,843,151)	-	-	-	(1,843,151)	-
Total revenues	14,641,601	16,239,656	40,422,219	39,905,429	55,063,820	56,145,085
Expenses:						
General government	2,133,429	932,692	-	-	2,133,429	932,692
Public safety	7,087,329	7,606,204	-	-	7,087,329	7,606,204
Public works	3,447,844	1,673,000	-	-	3,447,844	1,673,000
Cemetery	225,328	225,371	-	-	225,328	225,371
Culture and recreation	2,283,292	3,154,685	800,483	779,685	3,083,775	3,934,370
Health & welfare	68,483	64,115	-	-	68,483	64,115
Economic development	899,821	489,641	-	-	899,821	489,641
Interest on long-term debt	775,879	821,436	-	-	775,879	821,436
Electric	-	-	22,380,392	22,390,217	22,380,392	22,390,217
Electric Transmission	-	-	1,305,665	996,831	1,305,665	996,831
Natural Gas	-	-	4,361,788	3,739,378	4,361,788	3,739,378
Natural Gas loan	-	-	125,922	73,608	125,922	73,608
Advance Metering Infrastructure	-	-	148,347	621,478	148,347	621,478
Water	-	-	2,451,086	2,431,972	2,451,086	2,431,972
Wastewater	-	-	1,643,040	1,811,126	1,643,040	1,811,126
Refuse	-	-	1,808,567	1,779,294	1,808,567	1,779,294
Total expenses	16,921,405	14,967,144	35,025,290	34,623,589	51,946,695	49,590,733
Change in net position before transfers	(2,279,804)	1,272,512	5,396,929	5,281,840	3,117,125	6,554,352
Transfers	(14,355,445)	2,705,175	14,355,445	(2,705,175)	-	-
Change in net position after transfers	(16,635,249)	3,977,687	19,752,374	2,576,665	3,117,125	6,554,352
Net position, beginning	36,180,424	32,426,574	47,372,987	45,022,698	83,553,411	77,449,272
Prior period adjustment	-	(223,837)	-	(226,376)	-	(450,213)
Net position, ending	$ 19,545,175	$ 36,180,424	$ 67,125,361	$ 47,372,987	$ 86,670,536	$ 83,553,411

The City's net position in governmental activities decreased $16.635 million. This was primarily the result of transferring completed construction assets from governmental funds to business funds. The chart below illustrates how the City's various governmental activities program revenue vs. program expenses fared in 2025.



- Public safety activities continue to represent the largest governmental activity expense, $7.807 million, or 42% percent of the City's total governmental activity expenses. Public safety expenses include police, fire, ambulance, building inspection and public parking services provided by the City.

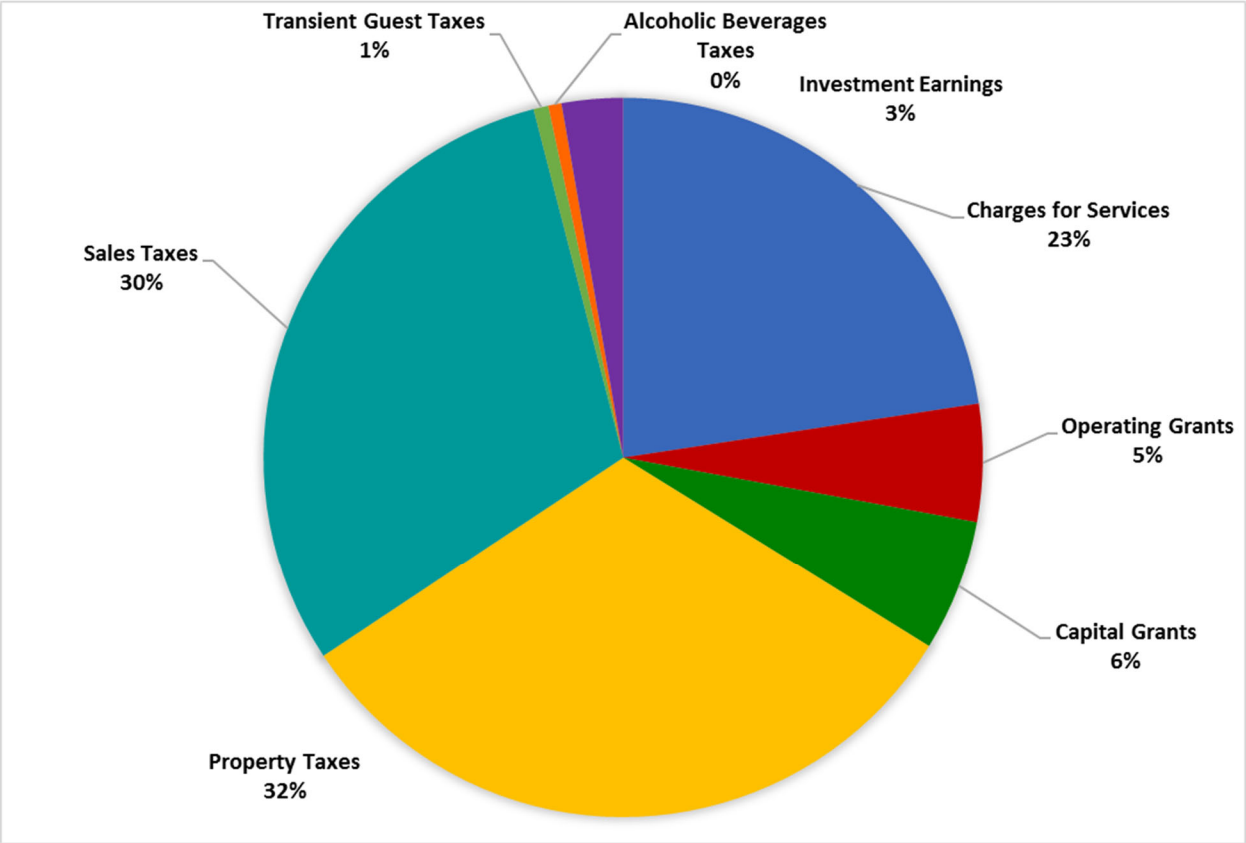
- Culture and recreation activities account for $2.283 million, or about 13.49% percent of the total governmental activity expenses. This activity includes the Aquatic Center, parks maintenance and the recreation operations at the City of Winfield Lake, the Broadway Sports Complex, and the Winfield Fairgrounds.

- Public works activities account for $3.448 million, or about 20.38% of the total governmental activity expenses. This activity primarily includes the street pavement maintenance program. This item ebbs and flows as project awards are made in conjunction with outside partners such as the Kansas Department of Transportation.

- General government activities account for $2.133 million, or 12.61% of the total governmental activity expenses. This activity includes cost not directly attributable to any other category such as streetlights, property insurance, management services, etc. Revenues exceeded expenses largely due to a one time true up of county ambulance payments due to the City.

The next chart illustrates the City's overall program and general revenues for governmental activities in 2025.

Major sources of revenue in governmental activities continue to be property, sales, and other taxes as illustrated in the graph.



- Property taxes totaled $5.252 million, or 32% of the City's governmental activities revenues. This continues to be consistent with long-term trends of support by taxes for these activities and remains consistent with prior year of 32% in 2024.

- Charges for services totaled $3.725 million or 23% of the City's governmental activities revenues. These fees can essentially be summarized into four categories: community development, cemetery services, parks and recreation, and emergency medical services. These revenues decreased $172 thousand. The City annually reviews charges for services and adjusts based on market demand and service delivery costs.

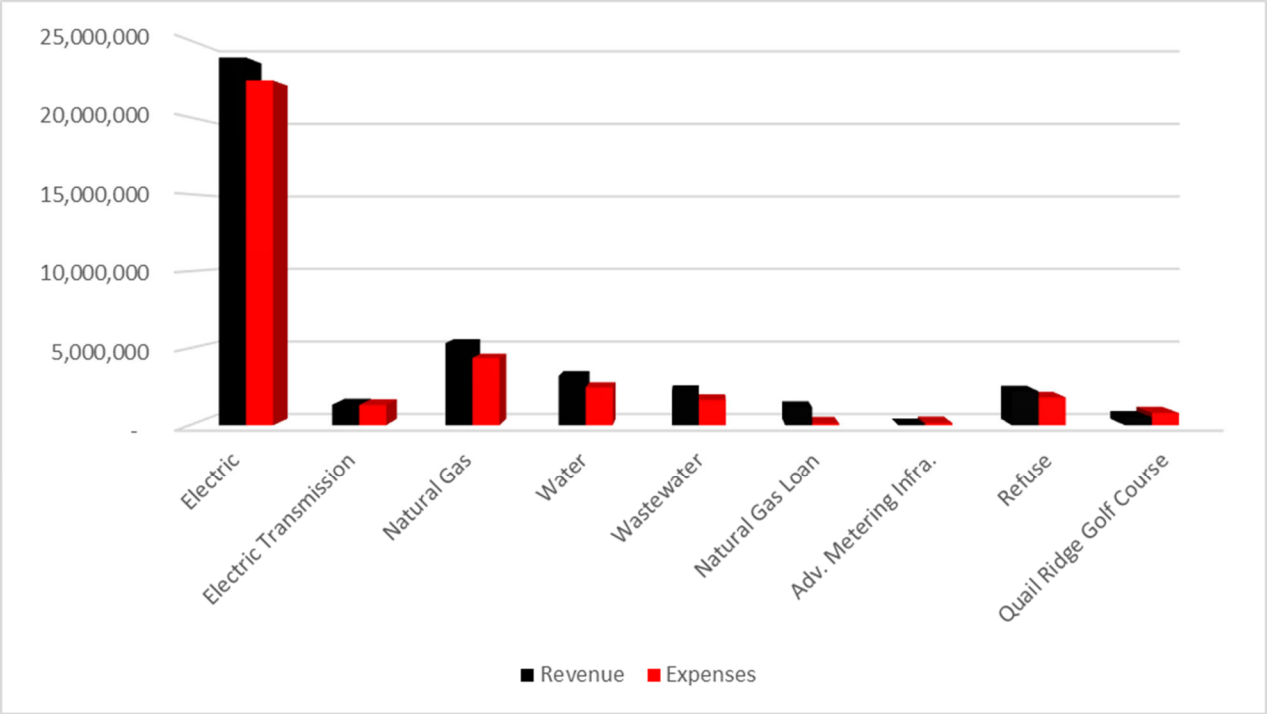
- Sales taxes totaled $4.996 million, or 30% of the City's governmental activities revenues. Budgetary basis reflects over 8% increase in sales tax receipts for the City, reflective of modest economic improvement as well as inflationary pressure in the overall economy. The City has a 1% general sales tax. 1/2 of that tax is dedicated to Capital Projects and is recorded and tracked separately from the General Fund. The other 1/2 is used for general government services to help keep property taxes down.

- Capital grants and contributions totaled $978 thousand or 6% of the City's governmental activities revenues. These revenues include private and public contributions including federal and state grants for public safety equipment, various park improvements, and for public works street improvement projects.

Business-type Activities

The City operates six utilities and a municipal golf course. Combined, the transmission, electric and gas utilities comprise 78% of the total business-type activity charges.

The City's net position Continues to be affected by the change in energy markets. Favorable natural gas markets have helped the City increase revenues over expenditures for energy related functions. These increases in net position will put the City in an advantageous spot for reinvestment into the asset base reducing the rate of depreciation. The utilities remain to see a need for monitoring the ability to cover shared costs with governmental activities as well as future equipment and capital expenses.



Highlights in the business-type activities area include:

- The Electric Fund had revenues of $23.873 million, a decrease attributed to decreased energy costs on the Southwest Power Pool Integrated Market and sales from a mild weather year and modest industrial loads. Lower energy costs were related to more balanced load across the Southwest Power Pool and a reliance on natural gas generation which was operating in a lower market position. Accordingly, expenses were $22.380 million. Budgetary basis expenditures exceeded revenues by $308 thousand, mainly attributed to one-time capital expense on turbine overhaul maintenance for power generation planned for 2026 that was moved into 2025 to accommodate scheduling.

- The Natural Gas Fund had revenues of $5.344 million, a increase attributed to the increase in the market costs of natural gas for resale to customers. Accordingly, expenses were $4.362 million. Budgetary basis revenues exceeded expenditures by $543 thousand. This is reflective of the softening of the natural gas market and rate adjustments to accommodate large capital expenditures in future years.

- The Water Fund had revenues of $3.202 million, which increased $142 thousand from the prior year mainly attributed to sales and rate adjustments. Expenses were $2.451 million, increased from the prior year and attributed to increased costs in materials and supplies for normal operation including chemicals and pipe. Additionally, the water meter project was flowing through this fund proportionally in 2025. Budgetary basis revenues exceeded expenses by $153 thousand. This fund is preparing for a large capital outlay in out years and will likely see revenues exceed expenditures until those projects continue in construction progress.

- The Wastewater Fund had revenues of $2.244 million, which was a increase of $41 thousand. Expenses were $1.643 million, decreased $168 thousand from the prior year. Budgetary revenues exceeded expenses by $361 thousand. This fund continues to gain balance awaiting potential project costs for plant upgrades. The main delta is due to the removal of existing long-term debt that dropped off in 2020.

- The Refuse Fund had revenues of $2.209 million. Expenses were $1.809 million, reflecting consistency of activity from prior year. Budgetary revenues were more than expenses by $154 thousand. This fund continues to see increased inflationary pressures from the rapid rise in vehicle cost as well as above average labor inflation due to the changing landscape of CDL requirements.

- The Quail Ridge Golf Course Fund had revenues of $509 thousand, which was an increase of $25 thousand over the prior year. The primary factor for the revenue increase was favorable weather inducing increased play and the adjustment of rates. The City continues working to move toward more self-support of the course through fees for service. The main resource for this fund outside of the charges for services is transfers in from other funds, which offset the difference between revenues and expenses. Expenses for 2025 were $800 thousand—up from prior years reflecting increase lease and choice deferred capital costs.

Financial Analysis of the City's Funds

The City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the City's financing requirements. Unassigned fund balance may serve as a useful measure of the City's net resources available for spending at the end of the fiscal year. Types of governmental funds reports by the City include the general fund, special revenue funds, debt service funds, and capital project funds.

General Fund

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, the total fund balance was $1.995 million. As a measure of the general fund's liquidity, it may be useful to compare the budgetary basis unencumbered available fund balance, decreased to $1.445 million, to total general fund expenditures. This comparison represents 14% of total General Fund expenditure of $10.602 million. This is generally in line with the management recommendation of 15% fund balance for General Fund. While the City could have increased the General Fund Balance through internal financial transactions, given the financial health of the organization overall, the City felt the balance as presented was prudent.

The total revenue in the general fund was $10.512 million, a non-significant decrease by $41 thousand.

The total expenditures in the general fund were $10.602 million, an increase of $280 thousand. This increase is related to inflationary trends as well as planned labor increases for public safety. The City

continues to monitor expenditures through a planned quarterly management review with each operating area in addition to monthly internal reviews.

Debt Service Fund

At the end of 2025, the balance of this fund moved to $2.196 million from $1.817 million in 2024.This balance is restricted for the payment of future debt and expected to grow as revenues exceed expenditures in future years. The City has made concerted efforts toward this point to call future debt and lower future interest costs for the City..

Advanced Metering Infrastructure Fund

This fund is used to separately account for temporary note and long-term indebtedness related expenditures to accommodate the upgrade of metering system for utilities. This project has largely shifted to operating funds.

Special Streets and Highway Fund

At the end of the current fiscal year, the total fund balance was $3.647 million, an increase of $520 thousand over the prior year. This balance is not restricted to uses related to streets as it is largely funded by a general sales tax that the City elected to allocate to the fund beginning in 2021. Annually, the City completes a pavement analysis to determine the best application of dollars for long term asset impact. Large planned project expenditures in 2026 have necessitated the building of reserves which will require funds up front before reimbursement.

Water Treatment Plant Ozone Project

The City has undertaken a long planned update of the Water Treatment Plant including main upgrades to the ozone equipment. The project is financed through a low interest loan through the Kansas Department of Health and Environment with 50% of the project eligible for forgiveness. The City forecasted and set rates for the financing of the project based on 100% of the project costs. Construction of the project is expected to close out in 2026 with full operation occurring in June.

Capital Projects Fund

At the end of the current fiscal year, the total fund balance in the major capital project funds was $2.875 million, an increase of $242 thousand compared to the prior year all of which is restricted for future capital projects. The City completes an annual planning process setting priorities for the use of the funds into general areas of improvement or to specific projects.

The total revenue was $1.123 million. The largest financing source to these funds is a direct revenue from sales tax for the ½ cent sales tax attributable to capital projects/equipment.

The total expenditures were $523 thousand, an increase from the previous fiscal year. Expenditures in this fund occur as projects become ready for construction. 2025 projects include public safety related upgrades for radio infrastructure, Public WIFI at the Winfield Fairgrounds, the installation of fiber infrastructure for City assets, lighting improvements at Blackcreek Park, various Community Center projects and the feasibility study of the former Police Department building and current City Hall building , Major upcoming projects include Island Park lagoon expenses and City Hall expenses.

Other governmental funds (Combined)

This grouping is the summation of all other special revenue funds. These funds are not considered major funds, so the detail on each specific fund can be found in the section titled, "Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds".

At the end of the current fiscal year, the total fund balances in all other governmental funds was $6.149 million, an increase of $1.188 million compared to the prior year. The total revenue was $4.303 million. The total expenditures were $34.291 million.

Proprietary Funds

The City's proprietary fund statements provide the same type of information found in the government-wide statements, but for our business type activities. The funds listed below are the City's major proprietary funds:

The electric transmission fund was established in 2020. The electric transmission fund had a total net position of $3.446 million at the end of the current fiscal year. This fund supports the maintenance and capital improvements of the electric transmission system. The system is owned 65%/35% with GridLiance High Plains, a Nextera Energy Company as the majority holder. The City completes all the operations and maintenance and is reimbursed for those expenditures by the ownership. Additional revenue source for the fund comes from the return on investment that is allowed through the Federal Energy Regulatory Commission formula rates established.

The electric fund had a total net position of $20.673 million at the end of the current fiscal year. This is a decrease from the prior year reflecting a decrease in sales stemming from decrease usage from mild weather as well as a large project planned for 2026 moved into the 2025 year.

The natural gas fund had a total net position of $8.151 million at the end of the current fiscal year. This is a increase from the prior year of 550 thousand and largely reflects the change in infrastructure and balances from favorable market changes.

The water fund had a total net position of $6.465 million at the end of the current fiscal year. Main changes are reflected in depreciation of assets as well as rate adjustments reflected in an increased sales column. This is an increase of $327 thousand from the previous year—a trend that will ebb and flow as labor, equipment and large capital upgrades are implemented over the next three years.

The wastewater fund had a total net position of $9.544 million at the end of the current fiscal year. This is an increase of $343 thousand from the previous year, attributed to increasing available cash assets as a planned upgrade approaches.

Fiduciary Funds

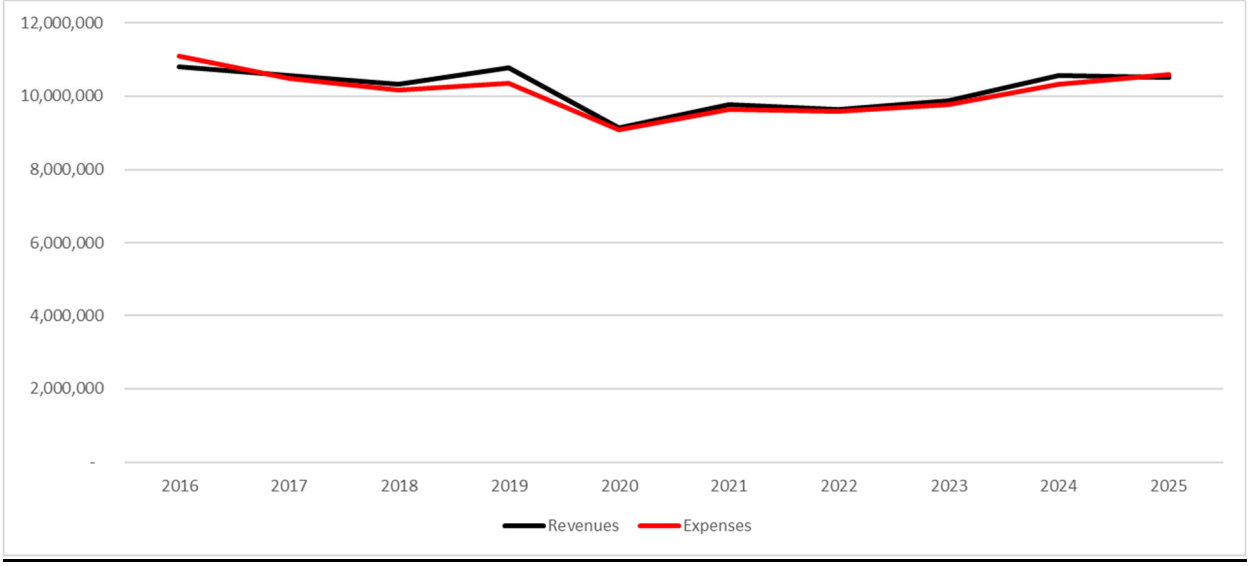
The City maintains three fiduciary funds: Payroll Clearing, Sales Tax, and Flexible Medical.

General Fund Budgetary Highlights

The following graph illustrates the City's General Fund Revenues against Expenditures for fiscal years ended 2016 through 2025:

As this graph illustrates, the General Fund trendline remains stable with revenues and expenditures monitored and adjusted with respect to the overall health of the organization. The City will need to continue monitoring expenditures as compared to stable growth with respect to assessed valuations. To measure against a lack of desire for increased property tax receipts, the City reviews expenditures and likely will

need to continue to identify user fee adjustments or ways to promote local sales tax receipts. Increases in franchise charges to utilities may need to be reviewed and adjusted upward to offset as necessary.



Capital Asset and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of December 31, 2025, amounts to $97.984 million (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements, machinery and equipment, intangibles, vehicles, roads, water lines, sewer lines, natural gas lines and electric lines.

City of Winfield Capital Assets

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	$ 2,173,966	$ 2,155,216	$ 1,035,777	$ 830,777	$ 3,209,743	$ 2,985,993
Buildings	9,595,720	25,454,820	30,178,462	12,767,554	39,774,182	38,222,374
Improvements	39,362,822	38,933,661	72,852,145	71,977,012	112,214,967	110,910,673
Machinery & Equipment	12,555,236	11,946,121	30,644,943	30,638,135	43,200,179	42,584,256
Less Accumulated Deprec.	(27,708,900)	(26,544,754)	(76,430,651)	(74,960,400)	(104,139,551)	(101,505,154)
Lease Assets	772,549	772,549	2,489,656	2,489,656	3,262,205	3,262,205
Less Accumulated Amort.	(750,626)	(596,116)	(1,347,478)	(1,002,550)	(2,098,104)	(1,598,666)
Construction in Process	-	-	2,560,469	2,560,469	2,560,469	2,560,469
Total	$ 36,000,767	$ 52,121,497	$ 61,983,323	$ 45,300,653	$ 97,984,090	$ 97,422,150

For additional information on capital assets, see Note 4 to the Basic Financial Statements.

Debt Administration

At the end of 2025, the City had a total long-term debt outstanding of $51.529 million—a decrease of $4.392 million. Of this amount, $25.020 million was general obligation debt backed by the full faith and credit of the City—a reduction of 2.244 million in 2025. Of that, $9.236 was general obligation debt that is supported by business activities.

City of Winfield Outstanding Debt

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
General Obligation	$ 15,784,107	$ 17,368,040	$ 9,235,893	$ 9,895,960	$ 25,020,000	$ 27,264,000
Leases	226,499	311,080	1,387,101	1,714,711	1,613,600	2,025,791
State of KS Loan	-	-	2,434,552	3,923,301	2,434,552	3,923,301
Note payable	5,800,000	5,800,000	-	-	5,800,000	5,800,000
Interlocal Agreement	74,000	111,000	-	-	74,000	111,000
Compensated Absences	631,933	615,281	753,788	719,579	1,385,721	1,334,860
Net Premium on GO Bonds	639,350	699,880	193,427	208,308	832,777	908,188
Net OPEB Obligation	719,642	666,909	789,017	709,778	1,508,659	1,376,687
Net Pension Obligation	8,301,408	8,273,634	4,557,838	4,903,704	12,859,246	13,177,338
Total	$ 32,176,939	$ 33,845,824	$ 19,351,616	$ 22,075,341	$ 51,528,555	$ 55,921,165

The City was assigned an "A+" rating from Standard & Poor's in 2025. Recent issuances have been placed at local private financial institutions.

For additional information on debt administration, see Note 5 to the Basic Financial Statements.

Requests for Information

This financial report is designed to provide the reader with a general overview of the City's finances. Questions or requests for more information concerning any of the information provided in this report should be directed to Finance Department, City of Winfield, 200 E 9th Ave, Winfield, KS 67156.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

CITY OF WINFIELD, KANSAS

Statement of Net Position
December 31, 2025

	Primary Government			
	Governmental Activities	Business Type Activities	Total	Component units
Assets:				
Cash and cash equivalents	$ 16,160,941	$ 17,354,633	$ 33,515,574	$ 831,417
Receivables:				
Property taxes	5,009,767	-	5,009,767	-
Special assessment taxes	794,545	-	794,545	-
Sales taxes	398,061	-	398,061	-
Franchise fees	22,460	-	22,460	-
Lease receivable	1,314,617	-	1,314,617	-
Trade accounts, net	427,610	4,735,174	5,162,784	158,321
Internal balances	20,266	(20,266)	-	-
Advances from fiduciary type funds	-	-	-	-
Inventories	-	3,225,718	3,225,718	6,651
Prepaid expenses	-	22,490	22,490	19,686
Investment in joint venture	-	53,272	53,272	-
Other investments	-	11,957	11,957	-
Restricted assets	-	293,583	293,583	14,363
Land held for resale	710,252	-	710,252	-
Capital assets:				
Land	2,173,966	1,035,777	3,209,743	52,776
Construction work in progress	-	2,560,469	2,560,469	-
Buildings	9,595,720	30,178,462	39,774,182	5,409,966
Improvements other than buildings	39,362,822	72,852,145	112,214,967	-
Machinery and equipment	12,555,236	30,644,943	43,200,179	306,036
Less accumulated depreciation	(27,708,900)	(76,430,651)	(104,139,551)	(3,224,991)
Lease equipment	772,549	2,489,656	3,262,205	18,171
Less accumulated amortization	(750,626)	(1,347,478)	(2,098,104)	(18,171)
Total assets	60,859,286	87,659,884	148,519,170	3,574,225
Deferred Outflows of Resources:				
Deferred outflows related to pensions	2,050,423	1,301,170	3,351,593	96,389
Deferred outflows related to OPEB healthcare	124,204	161,214	285,418	8,825
Deferred outflows related to OPEB KPERS	4,454	5,781	10,235	337
Deferred outflows of resources	2,179,081	1,468,165	3,647,246	105,551
Liabilities:				
Accounts payable	3,350,119	256,596	3,606,715	63,558
Accrued payroll payable	203,781	268,513	472,294	17,273
Accrued interest payable	168,333	84,029	252,362	-
Noncurrent liabilities:				
Due within one year	2,963,946	2,287,554	5,251,500	1,850
Due in more than one year	29,212,993	17,919,245	47,132,238	462,145
Total liabilities	35,899,172	20,815,937	56,715,109	544,826
Deferred Inflows of Resources:				
Deferred inflows for property taxes receivable	5,009,767	-	5,009,767	-
Deferred inflows for grant receivable	-	-	-	257,520
Deferred inflows for lease receivable	1,220,295	-	1,220,295	-
Deferred inflows unearned revenue	-	652	652	-
Deferred inflows related to pensions	880,758	558,916	1,439,674	31,075
Deferred inflows related to OPEB healthcare	377,404	489,863	867,267	24,743
Deferred inflows related to OPEB KPERS	105,796	137,320	243,116	7,066
Total deferred inflows of resources	7,594,020	1,186,751	8,780,771	320,404
Net Position:				
Net investment in capital assets	19,350,811	51,166,902	70,517,713	2,543,787
Permanently restricted (nonexpendable)	6,654	-	6,654	-
Restricted for (expendable):				
Debt service	2,196,394	-	2,196,394	-
Capital improvements	1,348,114	293,583	1,641,697	257,520
General government	6,832,194	-	6,832,194	-
Public safety	1,191,664	-	1,191,664	-
Health and welfare	1,119,128	-	1,119,128	-
Culture and recreation	107,109	-	107,109	-
Economic development	953,144	-	953,144	-
Unrestricted	(13,560,037)	15,664,876	2,104,839	13,239
Total net position	$ 19,545,175	$ 67,125,361	$ 86,670,536	$ 2,814,546

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Activities
Year Ended December 31, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government: Governmental Activities	Primary Government: Business Type Activities	Primary Government: Total	Component Units
Governmental Activities:								
General government	$ 2,133,429	$ 1,220,871	$ 252,306	$ -	$ (660,252)	$ -	$ (660,252)	$ -
Public safety	7,087,329	857,897	-	18,785	(6,210,647)	-	(6,210,647)	-
Public works/stormwater	3,447,844	303,000	617,770	959,712	(1,567,362)	-	(1,567,362)	-
Cemetery	225,328	60,300	-	-	(165,028)	-	(165,028)	-
Culture and recreation	2,283,292	588,705	1,452	-	(1,693,135)	-	(1,693,135)	-
Health and welfare	68,483	694,099	-	-	625,616	-	625,616	-
Economic development	899,821	-	-	-	(899,821)	-	(899,821)	-
Interest on long-term debt	775,879	-	-	-	(775,879)	-	(775,879)	-
Total Governmental Activities	$ 16,921,405	$ 3,724,872	$ 871,528	$ 978,497	(11,346,508)	-	(11,346,508)	-
Business-Type Activities:								
Electric Utility	$ 22,380,392	$ 23,872,922	$ -	$ -	-	1,492,530	1,492,530	-
Electric Transmission	1,305,665	1,341,876	-	-	-	36,211	36,211	
Gas Utility	4,361,788	5,344,087	-	-	-	982,299	982,299	-
Water Utility	2,451,086	3,202,484	-	-	-	751,398	751,398	-
Wastewater Utility	1,643,040	2,243,821	-	-	-	600,781	600,781	-
Natural Gas Loan	125,922	1,170,853	-	-	-	1,044,931	1,044,931	-
Advance Metering Infrastructure	148,347	-	-	-	-	(148,347)	(148,347)	-
Refuse	1,808,567	2,208,523	-	-	-	399,956	399,956	-
Quail Ridge Golf Course	800,483	509,497	-	-	-	(290,986)	(290,986)	-
Total Business-Type Activities	$ 35,025,290	$ 39,894,063	$ -	$ -	-	4,868,773	4,868,773	-
Component Units:								
Winfield Public Library	$ 1,007,609	$ 9,030	$ 283,523	$ -	-	-	-	(715,056)
Winfield Housing Authority	469,584	234,648	81,239	92,065	-	-	-	(61,632)
Total Component Units	$ 1,477,193	$ 243,678	$ 364,762	$ 92,065	-	-	-	(776,688)
General Revenues and Transfers:								
General Revenues:								
Property taxes levied for:								
General purposes					4,629,997	-	4,629,997	-
Debt service					622,392	-	622,392	-
Sales taxes					4,996,480	-	4,996,480	-
Transient guest taxes					110,183	-	110,183	-
Alcohol beverage taxes					97,286	-	97,286	-
Payment from City of Winfield					-	-	-	591,425
Investment earnings					453,517	528,156	981,673	27,124
Gain (loss) on disposal of property and equipment					(1,843,151)	-	-	-
Transfers in (out)					(14,355,445)	14,355,445	-	-
Total general revenues and transfers					(5,288,741)	14,883,601	9,594,860	618,549
Change in net position					(16,635,249)	19,752,374	3,117,125	(158,139)
Net position at beginning of year					36,180,424	47,372,987	76,999,059	2,972,685
Net position at end of year					$ 19,545,175	$ 67,125,361	$ 86,670,536	$ 2,814,546

The accompanying notes are an integral part of the financial statements.

FUND FINANCIAL STATEMENTS

CITY OF WINFIELD, KANSAS

Balance Sheet - Governmental Funds
December 31, 2025

	General	Debt Service	Capital Improvements	Special Streets and Highway	WTP Ozone Project	Other Governmental Funds	Total Governmental Funds
Assets:							
Cash and short-term investments	$ 1,710,373	$ 2,013,117	$ 3,033,869	$ 3,572,985	$ -	$ 5,830,597	$ 16,160,941
Property taxes receivable	3,683,882	565,000	-	-	-	760,885	5,009,767
Special assessment taxes receivable	116,960	677,585	-	-	-	-	794,545
Due from other funds	20,266	183,277	-	-	-	-	203,543
Accounts receivable, net	315,937	1,940,224	-	24,904	-	86,769	2,367,834
Franchise fees receivable	22,460	-	-	-	-	-	22,460
Sales tax receivable	158,856	-	79,735	63,788	-	95,682	398,061
Land held for resale	-	-	-	-	-	710,252	710,252
Total assets	$ 6,028,734	$ 5,379,203	$ 3,113,604	$ 3,661,677	$ -	$ 7,484,185	$ 25,667,403
Liabilities:							
Accounts payable	$ 44,193	$ -	$ 238,545	$ 4,479	$ 2,153,555	$ 909,346	$ 3,350,118
Accrued payroll	188,443	-	-	10,013	-	5,325	203,781
Due to other funds	-	-	-	-	-	183,277	183,277
Total liabilities	232,636	-	238,545	14,492	2,153,555	1,097,948	3,737,176
Deferred Inflows of Resources:							
Property taxes receivable	3,683,882	565,000	-	-	-	760,885	5,009,767
Special assesment taxes receivable	116,961	677,585	-	-	-	-	794,546
Intergovernmental	-	1,940,224	-	-	-	-	1,940,224
Total deferred inflows of resources	3,800,843	3,182,809	-	-	-	760,885	7,744,537
Fund Balances:							
Nonspendable	-	-	-	-	-	6,654	6,654
Restricted:							
Debt service	-	2,196,394	-	-	-	-	2,196,394
General government	-	-	-	-	-	123,236	123,236
Public safety	-	-	-	-	-	1,191,664	1,191,664
Stormwater drainage improvements	-	-	-	-	-	1,068,938	1,068,938
Recreation	-	-	-	-	-	107,109	107,109
Health and welfare	-	-	-	-	-	50,190	50,190
Economic development	-	-	-	-	-	953,144	953,144
Levee maintenance	-	-	-	-	-	22,891	22,891
Street improvements	-	-	-	-	-	1,348,114	1,348,114
Equipment acquisitions	-	-	2,875,059	3,647,185	-	163,823	6,686,067
Committed:						-	
Water quality improvements	-	-	-	-	-	518,149	518,149
Fairgrounds improvements	-	-	-	-	-	251,815	251,815
Cemetery improvements	-	-	-	-	-	55,536	55,536
Assigned:							
Capital projects	-	-	-	-	-	174,243	174,243
Unassigned	1,995,255	-	-	-	(2,153,555)	(410,154)	(568,454)
Total fund balances	1,995,255	2,196,394	2,875,059	3,647,185	(2,153,555)	5,625,352	14,185,690
Total liabilities, deferred inflows and fund balances	$ 6,028,734	$ 5,379,203	$ 3,113,604	$ 3,661,677	$ -	$ 7,484,185	$ 25,667,403

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Reconciliation of the Balance Sheet of Governmental Funds
To Statement of Net Position
December 31, 2025

Total Governmental Fund Balances		$ 14,185,690
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets and right-to-use (lease) assets used in governmental activities are not financial resources and therefore are not reported in the funds (capital assets net of accumulated depreciation):		
Cost	64,460,293	
Accumulated depreciation/amortization	(28,459,526)	
		36,000,767
Other assets not available to pay for current period expenditures and therefore are not reported in the governmental funds:		
Special assessments taxes receivable		794,545
Lease receivable		1,314,617
Certain items, which result in a consumption of net assets applicable to a future reporting period, are recognized as deferred outflows of resources in government-wide financial statements:		
Deferred outflows related to pensions		2,050,423
Deferred outflows related to OPEB		128,658
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Accrued interest payable on general obligation bonds	168,333	
Compensated absences payable	631,933	
Lease obligations payable	226,499	
General obligation bonds payable	15,784,107	
Notes payable	5,800,000	
Unamortized premium on sale of general obligation bonds	639,350	
Interlocal agreement payable	74,000	
Net pension liability payable	8,301,408	
Total death & disability liability payable	76,133	
Total OPEB liability payable	643,509	
		(32,345,272)
Certain items, which result in an acquisition of net assets applicable to a future reporting period, are recognized as deferred inflows of resources in government-wide financial statements:		
Deferred inflows related to pensions		(880,758)
Deferred inflows related to OPEB		(483,200)
Deferred inflows related to leases		(1,220,295)
Net Position of Governmental Activities		$ 19,545,175

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Revenues, Expenditures and Changes
In Fund Balances - Governmental Funds
Year Ended December 31, 2025

	General	Debt Service	Capital Improvements	Special Streets and Highway	WTP Ozone Project	Public Safety Needs Study	Other Governmental Funds	Total Governmental Funds
Revenues:								
Property taxes	$3,863,182	$ 622,392	$ -	$ -	$ -	$ -	$ 766,815	$ 5,252,389
Sales taxes	1,233,513	-	1,254,571	1,002,911	-	-	1,505,485	4,996,480
Special assessment taxes	-	68,937	-	-	-	-	-	68,937
Franchise taxes	105,938	-	-	-	-	-	-	105,938
Intergovernmental	725,743	-	-	617,770	-	-	1,278,230	2,621,743
Licenses and permits	135,675	-	-	-	-	-	-	135,675
Charges for services	1,509,868	-	-	-	-	-	331,661	1,841,529
Fines and forfeitures	66,210	-	-	-	-	-	-	66,210
Use of money and property	233,094	49,189	73,070	102,277	-	-	176,492	634,122
Miscellaneous	92,187	382,603	10,000	34,201	-	-	244,413	763,404
Total revenues	7,965,410	1,123,121	1,337,641	1,757,159	-	-	4,303,096	16,486,427
Expenditures:								
Current:								
General government	179,345	-	-	-	-	-	723,980	903,325
Public safety	7,604,575	-	-	-	-	-	1,402,689	9,007,264
Public works	-	-	-	1,455,372	2,153,555	-	970,532	4,579,459
Culture and recreation	1,801,326	-	-	-	-	-	718,814	2,520,140
Health and welfare	44,000	-	-	-	-	-	24,482	68,482
Economic development	371,693	-	-	-	-	-	450,297	821,990
Cemetery	218,533	-	-	-	-	-	-	218,533
Capital improvements	-	-	522,729	-	-	-	-	522,729
Debt service	73,502	2,404,739	-	37,056	-	-	-	2,515,297
Total expenditures	10,292,974	2,404,739	522,729	1,492,428	2,153,555	-	4,290,794	21,157,219
Excess (deficiency) of revenues over (under) expenditures	(2,327,564)	(1,281,618)	814,912	264,731	(2,153,555)	-	12,302	(4,670,792)
Other Financing Sources (Uses):								
Transfers in	2,597,904	1,661,440	130,000	361,507	-	-	992,777	5,743,628
Transfers out	(475,906)	-	(702,610)	(105,833)	-	-	(1,528,612)	(2,812,961)
Total other financing sources (uses)	2,121,998	1,661,440	(572,610)	255,674	-	-	(535,835)	2,930,667
Net change in fund balances	(205,566)	379,822	242,302	520,405	(2,153,555)	-	(523,533)	(1,740,125)
Fund balances, beginning year	2,200,821	1,816,572	2,632,757	3,126,780	-	1,711,614	4,437,271	15,925,815
Change within financial reporting entity	-	-	-	-	-	(1,711,614)	1,711,614	-
Fund balances, beginning year as restated	2,200,821	1,816,572	2,632,757	3,126,780	-	-	6,148,885	15,925,815
Fund balances, end of year	$1,995,255	$ 2,196,394	$ 2,875,059	$ 3,647,185	$ (2,153,555)	$ -	$ 5,625,352	$ 14,185,690

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
Year Ended December 31, 2025

Net Change in Fund Balances - Total Governmental Funds		$ (1,740,125)
Amounts reported for governmental activities in the statement of net position are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:		
Capital outlays	$ 4,914,173	
Capital outlays - transfer to business type activity	$ (17,260,908)	
Depreciation	(1,930,845)	
Excess capital outlays over depreciation		(14,277,580)
In the statement of activities, interest is accrued on outstanding debt, whereas in governmental funds, an interest expenditure is reported when due.		22,790
In the statement of activities, the gain or loss from the disposition of capital assets is reported, whereas in the governmental funds, only cash proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the assets sold.		(1,843,150)
Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets:		
General obligation bond payments	1,583,933	
Lease obligation payments	84,581	
Interlocal agreement payments	37,000	
Total payments on long-term liabilities		1,705,514
In the statement of activities the deferred refunding costs increases deferred outflows of resources but does not provide current resources to the governmental funds. Amortization of the deferred refunding costs is reflected in the statement of activities but is not reported as expenditures in the governmental funds:		
Amortization of deferred refunding costs		
Special assessments are not considered available to liquidate liabilities of the current period. However, they are recognized as revenue in the statement of activities as soon as the related improvements is completed and the special assessments are levied.		(50,154)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental fund for long-term receivables		(47,854)
Pension contributions is an expenditure in the governmental funds but reduces the net pension liability in the statement of net position. Additionally, the effect of changes in deferred outflows and inflows for pensions are only recorded in the statement of activities.		(486,515)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the funds.		
Net Other Postemployment Benefits Other Than Pensions		(52,733)
Deferred inflows and outflows related to OPEB		19,249
Compensated absences payable		(16,652)
Amortization of premium on issuance of general obligation bonds		60,530
Deferred inflows related to leases		71,431
Change in Net Position of Governmental Activities		$ (16,635,249)

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
General Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary	Variance With Final Budget Over
	Original	Final	Basis	(Under)
Revenues:				
Taxes				
Property	$ 3,907,650	$ 3,907,650	$ 3,863,182	$ (44,468)
Sales	1,200,000	1,200,000	1,254,571	54,571
Franchise	110,500	110,500	108,958	(1,542)
Intergovernmental	640,145	640,145	725,743	85,598
Licenses, fees and permits	68,350	68,350	135,675	67,325
Charges for services	1,587,250	1,587,250	1,468,938	(118,312)
Fines and forfeitures	63,000	63,000	66,210	3,210
Use of money and property	185,300	185,300	233,094	47,794
Miscellaneous	43,000	43,000	58,710	15,710
Transfers in	2,805,000	2,805,000	2,597,904	(207,096)
Total revenues	10,610,195	10,610,195	10,512,985	(97,210)
Expenditures and encumbrances:				
General government				
Administrative/other	437,606	437,606	222,735	(214,871)
Cemetery maintenance	223,265	223,265	226,533	3,268
Public safety:				
Police Department	3,459,496	3,459,496	3,530,685	71,189
Fire Department	3,392,819	3,392,819	3,599,675	206,856
EMS Department	414,189	414,189	345,934	(68,255)
Municipal Court	76,629	76,629	80,496	3,867
Parking	939	939	345	(594)
Culture and recreation:				
City Lake	432,900	432,900	440,042	7,142
Park maintenance	742,215	742,215	790,581	48,366
Baden Square	202,201	202,201	177,556	(24,645)
Aquatic facility	240,156	240,156	177,293	(62,863)
Sports complex	203,097	203,097	162,568	(40,529)
Economic Development:				
Community development	364,647	364,647	371,693	7,046
Transfers out	474,891	474,891	475,906	1,015
Miscellaneous	1,329,500	1,329,500	-	(1,329,500)
Total expenditures and encumbrances	11,994,550	11,994,550	10,602,042	(1,392,508)
Revenues over (under) expenditures and encumbrances	(1,384,355)	(1,384,355)	(89,057)	1,295,298
Unencumbered cash, beginning of year	1,384,355	1,384,355	1,534,012	149,657
Unencumbered cash, end of year	$ -	$ -	$ 1,444,955	$ 1,444,955

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Special Streets and Highway Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Intergovernmental	$ 522,360	$ 522,360	$ 618,515	$ 96,155
Taxes	920,000	920,000	1,002,911	82,911
Interest earnings	-	-	102,277	102,277
Miscellaneous	5,530	5,530	34,201	28,671
Transfers in	350,000	350,000	361,507	11,507
Total revenues	1,797,890	1,797,890	2,119,411	321,521
Expenditures and encumbrances:				
Personal services	381,251	381,251	374,984	(6,267)
Contractual services	15,530	60,530	8,157	(52,373)
Commodities	165,153	165,153	182,441	17,288
Capital outlay	857,213	982,213	987,134	4,921
Principal	37,100	37,100	36,598	(502)
Interest	-	-	458	458
Transfer out	61,894	61,894	105,833	43,939
Cash Forward	-	3,085,171	-	(3,085,171)
Total expenditures and encumbrances	1,518,141	4,773,312	1,695,605	(3,077,707)
Revenues over (under) expenditures	279,749	(2,975,422)	423,806	3,399,228
Unencumbered cash, beginning of year	2,997,244	2,975,422	2,975,422	-
Unencumbered cash, end of year	$ 3,276,993	$ -	$ 3,399,228	$ 3,399,228

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Net Position - Proprietary Funds
December 31, 2025

	Business-Type Activities - Enterprise Funds									Governmental Activities
	Electric Utility	Electric Transmission	Gas Utility	Water Utility	Wastewater Utility	Natural Gas Loan	Advance Metering Infrastructure	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Current Assets:										
Cash and cash equivalents	$ 6,038,379	$ 2,727,548	$ 2,256,544	$ 978,534	$ 2,217,204	$ 760,389	$ 43,597	$ 1,055,285	$ 16,077,480	$ 1,277,153
Trade accounts receivable	2,496,617	122,696	1,121,140	331,083	153,361	303,461	-	165,660	4,694,018	41,156
Inventories	2,384,373	52,250	421,650	182,102	38,136	-	-	25,458	3,103,969	121,749
Prepaid insurance	-	-	-	-	-	-	-	-	-	22,490
Restricted assets:										
Cash and cash equivalents restricted for:										
Wastewater Utility improvements	-	-	-	-	293,583	-	-	-	293,583	-
Total current assets	10,919,369	2,902,494	3,799,334	1,491,719	2,702,284	1,063,850	43,597	1,246,403	24,169,050	1,462,548
Property, Plant and Equipment:										
Land	382,366	-	6,303	8,801	23,355	-	-	403,452	824,277	211,500
Buildings	2,976,463	-	-	1,209,573	5,857,389	-	-	574,363	10,617,788	19,560,674
Construction in process	383,207	31,500	1,238,112	907,650	-	-	-	-	2,560,469	-
Improvements other than buildings	27,504,789	9,466,930	6,671,572	11,977,648	14,224,344	-	-	2,653,497	72,498,780	353,365
Machinery and equipment	17,125,875	-	749,384	5,790,780	2,390,530	-	-	2,943,462	29,000,031	1,644,912
Less accumulated depreciation (build & leasehold)	(36,270,582)	(1,187,942)	(3,734,728)	(12,385,564)	(14,960,644)	-	-	(4,729,062)	(73,268,522)	(3,162,129)
Lease assets	449,078	-	95,639	99,295	77,927	-	1,195,000	572,717	2,489,656	-
Less accumulated amortization	(336,999)	-	(19,128)	(19,859)	(56,972)	-	(478,000)	(436,520)	(1,347,478)	-
Property, plant and equipment, net	12,214,197	8,310,488	5,007,154	7,588,324	7,555,929	-	717,000	1,981,909	43,375,001	18,608,322
Other Assets:										
Advances to other funds	27,587	-	6,645	2,970	4,912	-	-	7,620	49,734	-
Investment in joint venture	-	-	-	-	-	-	-	53,272	53,272	-
Other investments	11,957	-	-	-	-	-	-	-	11,957	-
Total other assets	39,544	-	6,645	2,970	4,912	-	-	60,892	114,963	-
Total non-current assets	12,253,741	8,310,488	5,013,799	7,591,294	7,560,841	-	717,000	2,042,801	43,489,964	18,608,322
Total assets	23,173,110	11,212,982	8,813,133	9,083,013	10,263,125	1,063,850	760,597	3,289,204	67,659,014	20,070,870
Deferred Outflows of Resources:										
Deferred outflows related to pensions	458,311	-	101,868	107,270	124,134	-	-	137,915	929,498	371,672
Deferred outflows related to OPEB healthcare	40,891	-	11,449	17,505	14,190	-	-	17,511	101,546	59,668
Deferred outflows related to OPEB KPERS	1,466	-	411	628	509	-	-	628	3,642	2,139
Total deferred outflows of resources	500,668	-	113,728	125,403	138,833	-	-	156,054	1,034,686	433,479
Total assets and deferred outflows of resources	23,673,778	11,212,982	8,926,861	9,208,416	10,401,958	1,063,850	760,597	3,445,258	68,693,700	20,504,349

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Net Position - Proprietary Funds (Continued)
December 31, 2025

	Business-Type Activities - Enterprise Funds									Governmental Activities
	Electric Utility	Electric Transmission	Gas Utility	Water Utility	Wastewater Utility	Natural Gas Loan	Advance Metering Infrastructure	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Current Liabilities:										
Accounts payable	$ 85,827	122,146	$ 1,001	$ 29,671	$ 2,135	$ -	$ -	$ 10,366	$ 251,146	$ 17,367
Salaries and wages payable	73,682	-	14,666	22,083	18,415	-	-	23,180	152,026	104,570
Compensated absences payable	14,008	-	26,418	6,624	9,810	-	-	5,492	62,352	17,785
Current portion of general obligation bonds payable	-	428,286	-	132,382	-	-	-	-	560,668	-
Accrued interest payable	-	66,321	-	17,708	-	-	-	-	84,029	-
Current portion of capitalized lease obligations payable	73,437	-	6,515	6,764	15,278	-	120,000	96,819	318,813	-
Current portion of loan payable	-	-	-	-	-	472,753	-	-	472,753	-
Current portion total OPEB obligation payable	36,794	-	10,302	15,752	12,767	-	-	15,757	91,372	53,690
Current portion net pension liability payable	250,126	-	55,595	58,543	67,747	-	-	75,268	507,279	202,842
Total current liabilities	533,874	616,753	114,497	289,527	126,152	472,753	120,000	226,882	2,500,438	396,254
Noncurrent Liabilities:										
Advances from other funds	-	-	-	-	-	-	-	-	-	70,000
Long-term portion of compensated absences payable	181,406	-	75,989	71,892	112,065	-	-	70,376	511,728	161,923
Long-term portion of general obligation bonds payable	-	7,150,271	-	1,718,381	-	-	-	-	8,868,652	-
Long-term portion of capitalized lease obligations	123,860	-	84,554	87,785	6,828	-	680,000	85,261	1,068,288	-
Long-term portion of loan payable	-	-	-	-	-	1,961,799	-	-	1,961,799	-
Total OPEB obligation payable	200,130	-	56,034	85,675	69,443	-	-	85,704	496,986	292,031
Net pension liability payable	1,605,407	-	356,832	375,754	434,826	-	-	483,098	3,255,917	1,301,921
Total noncurrent liabilities	2,110,803	7,150,271	573,409	2,339,487	623,162	1,961,799	680,000	724,439	16,163,370	1,825,875
Total liabilities	2,644,677	7,767,024	687,906	2,629,014	749,314	2,434,552	800,000	951,321	18,663,808	2,222,129
Deferred Inflows of Resources:										
Deferred Inflows unearned revenue	-	-	-	-	-	-	-	652	652	-
Deferred inflows related to pensions	196,867	-	43,757	46,078	53,322	-	-	59,241	399,265	159,651
Deferred inflows related to OPEB healthcare	124,251	-	34,789	53,192	43,114	-	-	53,209	308,555	181,308
Deferred inflows related to OPEB KPERS	34,831	-	9,752	14,911	12,086	-	-	14,915	86,495	50,825
Total deferred inflows of resources	355,949	-	88,298	114,181	108,522	-	-	128,017	794,967	391,784
Net Position:										
Net investment in capital assets	12,016,900	731,931	4,916,085	5,643,012	7,533,823	-	(83,000)	1,799,829	32,558,580	18,608,322
Restricted for Wastewater Utility Improvements	-	-	-	-	293,583	-	-	-	293,583	-
Unrestricted	8,656,252	2,714,027	3,234,572	822,209	1,716,716	(1,370,702)	43,597	566,091	16,382,762	(717,886)
Total net position	$ 20,673,152	$ 3,445,958	$ 8,150,657	$ 6,465,221	$ 9,544,122	$ (1,370,702)	$ (39,403)	$ 2,365,920	$ 49,234,925	$ 17,890,436

Internal service funds are reported as business-type activities in the Statement of Net Position as they predominately serve business-type activities	17,890,436
Net position of business-type activities	$ 67,125,361

The accompanying notes are an integral part of the financial statements

CITY OF WINFIELD, KANSAS

Statement of Revenues, Expenses and Changes in Net Position - Proprietary Funds
Year Ended December 31, 2025

	Business-Type Activities - Enterprise Funds									Governmental Activities
	Electric Utility	Electric Transmission	Gas Utility	Water Utility	Wastewater Utility	Natural Gas Loan	Advance Metering Infrastructure	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Operating Revenues:										
Charges for services	$ 23,770,263	$ 1,341,876	$ 5,339,791	$ 3,190,855	$ 2,232,210	$ 1,170,853	$ -	$ 2,670,321	$ 39,716,169	$ 6,918,587
Miscellaneous	85,200	-	17	5,431	11,548	-	-	6,168	108,364	461,252
Total operating revenues	23,855,463	1,341,876	5,339,808	3,196,286	2,243,758	1,170,853	-	2,676,489	39,824,533	7,379,839
Operating Expenses:										
Services and supplies	21,539,021	940,888	4,244,920	1,892,188	1,393,161	1,966	28,847	2,244,549	32,285,540	6,761,838
Depreciation and amortization	1,352,534	203,526	116,868	507,124	241,715	-	119,500	355,415	2,896,682	145,521
Total operating expenses	22,891,555	1,144,414	4,361,788	2,399,312	1,634,876	1,966	148,347	2,599,964	35,182,222	6,907,359
Operating income (loss)	963,908	197,462	978,020	796,974	608,882	1,168,887	(148,347)	76,525	4,642,311	472,480
Nonoperating Revenues (Expense):										
Interest income	204,018	82,645	85,155	23,245	68,192	34,737	-	30,164	528,156	31,881
Interest expense	-	(161,251)	-	(51,774)	(8,164)	(123,956)	-	(9,086)	(354,231)	-
Intergovernmental	-	-	-	-	-	-	-	-	-	2,000
Gain (loss) on disposal of assets	17,459	-	4,279	6,198	63	-	-	45,024	73,023	4,802
Loss on joint venture	-	-	-	-	-	-	-	(3,493)	(3,493)	-
Total nonoperating revenue (expense)	221,477	(78,606)	89,434	(22,331)	60,091	(89,219)	-	62,609	243,455	38,683
Income (loss) before transfers	1,185,385	118,856	1,067,454	774,643	668,973	1,079,668	(148,347)	139,134	4,885,766	511,163
Transfers from other funds	350,000	-	-	-	50,000	-	66,637	270,405	737,042	17,286,114
Transfers to other funds	(1,998,208)	(105,585)	(516,957)	(447,538)	(375,583)	-	-	(129,080)	(3,572,951)	(94,760)
Change in net position	(462,823)	13,271	550,497	327,105	343,390	1,079,668	(81,710)	280,459	2,049,857	17,702,517
Net position, beginning of year	21,135,975	3,432,687	7,600,160	6,138,116	9,200,732	(2,450,370)	42,307	2,085,461	47,185,068	187,919
Net position, end of year	$ 20,673,152	$ 3,445,958	$ 8,150,657	$ 6,465,221	$ 9,544,122	$ (1,370,702)	$ (39,403)	$ 2,365,920	$ 49,234,925	$ 17,890,436

Increase in net position per fund statements	$ 2,049,857
Internal service funds are reported as business-type activities in the Statement of Net Position as they predominately serve business-type activities	17,702,517
	$ 19,752,374

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Cash Flows - Proprietary Funds
Year Ended December 31, 2025

	Business-Type Activities - Enterprise Funds									Governmental Activities
	Electric Utility	Electric Transmission	Gas Utility	Water Utility	Wastewater Utility	Natural Gas Loan	Advance Metering Infrastructure	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Cash flows from operating activities:										
Cash received from customers	$ 23,784,268	$ 1,390,116	$ 5,278,115	$ 3,174,749	$ 2,251,392	$ 1,173,256	$ -	$ 2,657,764	$ 39,709,660	$ -
Cash received from interfund charges	-	-	-	-	-	-	-	-	-	6,918,501
Other cash receipts	85,200	-	17	5,431	11,548	-	-	6,168	108,364	461,252
Cash payments for materials and services	(18,462,456)	(748,504)	(2,756,366)	(551,817)	(460,934)	(1,966)	(28,847)	(865,150)	(23,876,040)	(1,480,541)
Cash payments to employees for services and benefits	(2,232,802)		(586,659)	(907,828)	(831,317)	-	-	(1,004,643)	(5,563,249)	(5,301,921)
Cash payments for interfund services	(1,401,958)	(156,805)	(856,608)	(468,275)	(208,280)	-	-	(371,574)	(3,463,500)	-
Net cash provided (used by) operating activities	1,772,252	484,807	1,078,499	1,252,260	762,409	1,171,290	(28,847)	422,565	6,915,235	597,291
Cash flows from capital and related financing activities:										
Principal paid on lease obligations	(69,477)	-	(4,570)	(4,745)	(13,383)	-	-	(120,433)	(212,608)	-
Principal paid on loan	-	-	-	-	-	(1,488,749)	(115,000)	-	(1,603,749)	-
Principal paid on general obligation bonds	-	(407,168)	-	(252,899)	-	-	-	-	(660,067)	-
Interest paid on debt	-	(177,688)	-	(57,078)	(8,164)	(123,956)	-	(9,086)	(375,972)	-
Acquisition and construction of capital assets	(1,030,464)	(9,325)	(198,164)	(121,804)	(206,894)	-	-	(333,589)	(1,900,240)	(17,746,811)
Net cash provided (used) by capital and related financing activities	(1,099,941)	(594,181)	(202,734)	(436,526)	(228,441)	(1,612,705)	(115,000)	(463,108)	(4,752,636)	(17,746,811)
Cash flows from noncapital financing activities:										
Transfers from other funds	350,000	-	-	-	50,000	-	66,637	270,405	737,042	17,286,114
Transfers to other funds	(1,998,208)	(105,585)	(516,957)	(447,538)	(375,583)	-	-	(129,080)	(3,572,951)	(94,760)
Net cash provided (used) by noncapital financing activities	(1,648,208)	(105,585)	(516,957)	(447,538)	(325,583)	-	66,637	141,325	(2,835,909)	17,193,354
Cash flows from investing activities:										
Interest received	204,018	82,645	85,155	23,245	68,192	34,737	-	30,164	528,156	31,881
Net increase (decrease) in cash and cash equivalents	(771,879)	(132,314)	443,963	391,441	276,577	(406,678)	(77,210)	130,946	(145,154)	75,715
Cash and cash equivalents, beginning of year	6,810,258	2,859,862	1,812,581	587,093	2,234,210	1,167,067	120,807	924,339	16,516,217	1,201,438
Cash and cash equivalents, end of year	$ 6,038,379	$ 2,727,548	$ 2,256,544	$ 978,534	$ 2,510,787	$ 760,389	$ 43,597	$ 1,055,285	$ 16,371,063	$ 1,277,153
Reconciliation of cash and cash equivalents										
Cash and cash equivalents per net position	$ 6,038,379	$ 2,727,548	$ 2,256,544	$ 978,534	$ 2,217,204	$ 760,389	$ 43,597	$ 1,055,285	$ 16,077,480	$ 1,277,153
Restricted cash and cash equivalents included in restricted assets	-	-	-	-	293,583	-	-	-	293,583	-
Cash and cash equivalents, end of year	$ 6,038,379	$ 2,727,548	$ 2,256,544	$ 978,534	$ 2,510,787	$ 760,389	$ 43,597	$ 1,055,285	$ 16,371,063	$ 1,277,153

The accompanying notes are an integral part of the financial statements.

CITY OF WINFIELD, KANSAS

Statement of Cash Flows - Proprietary Funds (Continued)
Year Ended December 31, 2025

	Business-Type Activities - Enterprise Funds									Governmental Activities
	Electric Utility	Electric Transmission	Gas Utility	Water Utility	Wastewater Utility	Natural Gas Loan	Advance Metering Infrastructure	Nonmajor Enterprise Funds	Total Enterprise Funds	Internal Service Funds
Reconciliation of operating income (loss) to net cash provided (used) by operating activities										
Operating income (loss)	$ 963,908	$ 197,462	$ 978,020	$ 796,974	$ 608,882	$ 1,168,887	$ (148,347)	$ 76,525	$ 4,642,311	$ 472,480
Adjustments to reconcile operating income (loss) to net cash Provided (used) by operating activities:										
Depreciation and amortization expense	1,352,534	203,526	116,868	507,124	241,715	-	119,500	355,415	2,896,682	145,521
(Increase) decrease in trade accounts receivable	14,005	48,240	(61,676)	(16,106)	19,182	2,403	-	(12,557)	(6,509)	2,524
(Increase) decrease in inventories	(336,180)	(1,889)	58,678	5,866	(3,380)	-	-	-	(276,905)	(5,214)
(Increase) decrease in prepaid insurance	-	-	-	-	-	-	-	-	-	(2,610)
(Increase) decrease in deferred outflows related to pensions & OPEB	99,135	-	36,571	57,038	40,753	-	-	37,737	271,234	120,914
Increase (decrease) in salaries and wages payable	(365,645)	37,468	(12,927)	26,730	(119,322)	-	-	1,080	(432,616)	(2,009)
Increase (decrease) in accounts payable	11,023	-	1,944	(37)	1,812	-	-	(18,672)	(3,930)	(11,246)
Increase (decrease) in deferred inflows related to pensions & OPEB	(2,794)	-	(8,509)	(21,287)	(8,719)	-	-	(6,695)	(48,004)	(26,731)
Increase (decrease) in compensated absences payable	10,484	-	10,956	(2,304)	18,780	-	-	3,720	41,636	(7,427)
Increase (decrease) in OPEB obligation payable	18,121	-	1,776	(2,220)	2,861	-	-	5,211	25,749	21,108
Increase (decrease) in net pension liability payable	7,661	-	(43,202)	(99,518)	(40,155)	-	-	(19,199)	(194,413)	(110,019)
Net cash provided (used by) operating activities	$ 1,772,252	$ 484,807	$ 1,078,499	$ 1,252,260	$ 762,409	$ 1,171,290	$ (28,847)	$ 422,565	$ 6,915,235	$ 597,291

The accompanying notes are an integral part of the financial statements.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The City of Winfield, Kansas (the City) was founded in 1869. Located in the northern half of Cowley County, the City has a population of over 12,000 living within an area of 12 square miles. The City operates under a charter adopted February 2, 1873, as a Commission/Manager form of government. The City provides a full range of municipal utility services to its citizens including electric, gas, water, wastewater and sanitation services. Other municipal services include police and fire protection, ambulance services, construction and maintenance of streets, drainage facilities and other infrastructure, recreation and cultural activities, a municipal golf course, community and industrial development, planning and zoning, building inspection, cemetery operations and maintenance, general administration and internal support services.

As required by generally accepted accounting principles, these financial statements present the City of Winfield, Kansas (primary government) and its component units, entities for which the City is considered to be financially accountable. A primary government is financially accountable if it appoints a voting majority of an organization's governing body and (1) it is able to impose its will on that organization or (2) there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. The component units discussed in the following paragraphs are included in the City's reporting entity because of the significance of their operational or financial relationship with the City.

Discretely presented component units

Winfield Public Library

The Winfield Public Library operates the public library in the City. The Winfield Public Library is accounted for using the same principles as the governmental fund types of the City. The City Commission appoints all Library Board members and 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 Commission. 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 revenue fund of the City. The Library Board also receives funding through state assistance programs and other sources. The Library Board issues separate financial statements and a copy can be obtained by contacting the administrative offices of the Winfield Public Library, 605 College, Winfield, Kansas 67156.

Winfield Housing Authority

The Winfield Housing Authority (Housing Authority) operates the City's housing projects. The Winfield Housing Authority is accounted for using the same principles as the business-type funds of the City. The City created the Winfield Housing Authority as its agent in 1978 under the provisions of K.S.A. 17-2340. The City Commission appoints all board members and has the ability to impose its will on the Winfield Housing Authority. Although the City does not have the authority to approve or modify the Housing Authority's operational and capital budgets, and the Housing Authority has the ability to issue bonded debt, the City is fiscally responsible for the Housing Authority since it was created as an agent of the City. The City Commission has delegated to the Housing Authority the power to operate and manage the low-rent housing projects of the City. The Housing Authority is on a June 30th fiscal year end and data included in these financial statements are for the fiscal year ended June 30, 2020. The Winfield Housing Authority issues separate financial statements and a copy can be obtainted by contacting the administrative offices of the Winfield Housing Authority, 1417 Pine Terrace, Winfield, Kansas 67156.

Joint ventures

A joint venture is a legal entity or other organization that results from a contractual arrangement (or interlocal agreement) and is owned, operated or governed by two or more participants as a separate and specific activity subject to joint control. The participants retain (a) an on-going financial interest or, (b) an on-going financial responsibility. The City participates in the following joint ventures:

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Joint ventures (Cont.)

Strother Field Airport and Industrial Park

The Cities of Winfield and Arkansas City, Kansas entered into an interlocal agreement to create Strother Field Airport and Industrial Park (Strother Field). Three commissioners from both cities comprise the Strother Field governing body. The two cities jointly own Strother Field. The cities provide no financial support to Strother Field. Separate audited financial statements are available from Strother Field Airport and Industrial Park, P.O. Box 47, Winfield, Kansas 67156.

Cowley County Humane Society Interlocal Agreement

The Cities of Winfield and Arkansas City, Kansas entered into an interlocal agreement to jointly operate and fund the animal shelter. The purpose of this agreement is to provide for the continuity for the use of the Cowley County Humane Society to temporarily house, care for and disperse unwanted or stray animals. Each City and the Society shall continue to have equal one-third ownership interest in the shelter facility. Records and reporting are maintained by the Humane Society, and both cities contribute annually to the operations of the shelter and have an ongoing financial interest in the organization. Unaudited financial statements are available from the Cowley County Humane Society, 7468 222nd Road, Winfield, Kansas 67156.

Arkansas City/Winfield Recycling Center

The Cities of Winfield and Arkansas City, Kansas entered into an interlocal agreement to jointly purchase and operate a recycling center. Additionally, the City of Winfield offers single stream recycling to Winfield residents. Records are maintained by the City of Winfield and both cities share equally in the costs and recycling revenues. No separate financial statements are prepared for this joint venture. Further financial information can be obtained from the City of Winfield, 200 E. 9th Avenue, Winfield, Kansas 67516. A summary of 2025 revenues and expenses for the recycling center are as follows:

Recycling revenues	$	28,509
Recycling expense		69,318
Depreciation Expense		3,492

Related organizations

A related organization is an organization of which a primary government is not financially accountable (because it does not impose will or have a financial benefit or burden relationship) even though the primary government appoints a voting majority of that organization's governing board.

William Newton Memorial Hospital

The City Commission is responsible for appointing the Board members of the William Newton Memorial Hospital (Hospital), but the City's accountability for the Hospital does not extend beyond making appointments.

Basis of presentation

The financial statements of the City have been prepared in conformity with accounting principals generally accepted in the United States of America as applied to governmental units. The *Governmental Accounting Standards Board* (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The more significant of the City's accounting policies are described here-in.

The City's basic financial statements include both government-wide, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Government-wide financial statements

The government-wide financial statements, consisting of the statement of net position and the statement of activities, report information on all the nonfiduciary activities of the primary government and its component units. As a general rule, the effect of interfund activities has been eliminated from the government-wide financial statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type actives, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from the legally separate component units for which the primary government is financially accountable.

The statement of net position presents the financial condition of the City and its component units at year-end. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as governmental revenues.

Fund financial statements

The fund financial statements provide information about the City's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

Measurement focus and basis of accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers property tax revenues to be available in the period for which levied and other revenues if they are collected in 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgements, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Sales taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Property taxes and special assessments are not available as explained in Note 1, topic *Property Taxes and Other Receivable,* and result in unavailable revenue. All other revenue items are considered measurable and available only when cash is received by the City.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Measurement focus and basis of accounting (cont.)

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

The City reports the following major governmental funds:

General Fund - The General Fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those accounted for in another fund.

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

Capital Improvements Fund - The Capital Improvements Fund is used to account for many of the major capital improvements of the City (other than those financed in proprietary funds) and is financed primarily through on-half of the local sales tax revenues and other City transfers.

Special Streets and Highway - to account for street maintenance operations. Financing is provided through motor fuel taxes distributed from the State of Kansas Special City and County Highway Fund.

WTP Ozone Project - to account for a project authorized by the City Commission to replace aging, obsolete disinfection equipment installed from 2005 to ensure continued, safe primary disinfection of the City's drinking water.

Additionally, the City reports the following major proprietary funds:

Electric Utility Fund - The Electric Utility Fund is used to account for the operation and maintenance of the City's electric generation and distribution system. The City purchases electricity and maintains a 65 KW generation capacity. Electric service is provided to more than 7,400 meters, both within the City and in surrounding areas, and sold wholesale to neighboring cities.

Electric Transmission Fund - The Electric Transmission Fund accounts for the ongoing costs of the newly formed partnership of GridLiance Great Plains and the City of Winfield to jointly own and operate the transmission lines previously owned 100% by the City. GridLiance Great Plains now owns 65% interest of this asset with the City owning 35% of the asset.

Gas Utility Fund - The Gas Utility Fund accounts for the operation and maintenance of the City's gas distribution system. The City purchases natural gas and provides service to approximately 5,200 meters.

Water Utility Fund - The Water Utility Fund is used to account for the operation and maintenance of the City's water treatment plant and the water distribution system. The Winfield City Lake provides adequate quality water supply to Winfield citizens providing water to approximately 5,200 meters. The City also provides access to water for five rural water districts and one neighboring city.

Wastewater Utility Fund - The Wastewater Utility Fund is used to account for the operation and maintenance of the City's wastewater collection system and wastewater treatment plant. The City collects and treats effluent of City residents providing service through the City to approximately 5,000 customers.

Natural Gas Loan Fund - to account for the ongoing costs and collections related to the State of KS loan that was taken out to cover the increased costs related to the winter storm of February 2021. The City is collecting fees from customers over the next 10 years to provide funds to repay the loan.

Advance Metering Infrastructure Fund - used for the improvement of the metering system of the City’s utilities including water, sewer, electric and natural gas. Long term financing is paid through transfers from applicable utility funds by percentage of the project total.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Measurement focus and basis of accounting (cont.)

The City also reports the following fund types:

Special Revenue Funds - Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Project Funds - The Capital Project Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets other than those financed by proprietary funds.

Permanent Funds - Permanent Funds are used to report an endowment restricted to the perpetual care of the municipal cemeteries.

Internal Service Funds - The Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost reimbursement basis and to account for the City's self-insurance activities.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments for franchise fees and other charges between the City's enterprise funds and various other functions of the City. Elimination of these charges would distort the direct costs and program revenues reports for the various functions concerned.

During the course of operations, the City has activity between funds for various purposes. Any residual balances outstanding at year-end are reported as due from/due to other funds and advanced to/from other funds. While these balances are reported in the fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between funds included in governmental activities are eliminated so that only the net amount is included in the governmental activities column. Similarly, balances between funds included in business-type activities are eliminated so that only the net amount is included in the business-type activities column. The City does not have a formal policy on removing internal activity on the government-wide financial statements.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. In addition, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperation items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary funds' principal ongoing operations. Principal operating revenues of the proprietary fund are charges to customers for sales and services. Operating expenses for Enterprise and Internal Service Funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting these criteria are reported as nonoperation revenues and expenses.

Property taxes are not susceptible to accrual. Sales taxes collected and held by the State at year-end on behalf of the City are recognized as revenue. In addition, gaming facility revenues collected and held by the State at year-end on behalf of the City are recognized as revenue. Recognized state shared taxes represent payments received during the current fiscal period. State statutes specify distribution dates for such shared taxes and consequently, for revenue recognition purposes, amounts collected and held by the State on behalf of the City at year-end are not due and receivable until the ensuing year.

Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. Unrestricted aid is reported as revenue in the fiscal year the entitlement is received.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Measurement focus and basis of accounting (cont.)

Licenses, fees, fines, forfeitures and other revenue are generally not susceptible to accrual and are recorded when received as cash.

Cash and pooled investments

Cash and investments of the individual funds are combined to form a pool that is managed by the Director of Finance. Each fund's equity in the pool is included in "cash and cash equivalents" in the financial statements. Cash includes amounts in demand deposits. Investments in the pooled accounts consist of certificates of deposit and money market investments backed by U.S. government securities. Investments are carried at fair value. Deposits are reported at their cost, which approximates fair value. Interest income is allocated based on management discretion and is credited to the investing fund based on their average monthly balances.

Cash flows statement

For purposes of the cash flows statement, the City considers deposits of highly liquid investments with an original maturity of three months or less to be cash equivalents.

Restricted cash is related to the Wastewater Depreciation Reserve funds. See note 8 for more information on this amount.

Property taxes and other receivables

In accordance with governing state statues, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and are levied and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of other taxes levied on or before December 20th during the year levied, with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, the taxes levied during the current year are not due and receivable until the ensuing year. At December 31 such taxes are a lien on the property and are recorded as taxes receivable, net of anticipated delinquencies, with a corresponding amount recorded as unearned revenue on the balance sheets of the appropriate funds. It is not practical to apportion delinquent taxes held by the County Treasurer at the end of the year and, further, the amounts thereof, are not material in relationship to the financial statements taken as a whole.

Recognized State-shared taxes represent payments received during the current fiscal period. State statutes specify distribution dates for such shared taxes. For revenue recognition purposes, amounts collected and held by the State on behalf of the City at year-end are not due and receivable until the ensuing year.

Federal and state grant aid is reported as revenue when the related reimbursable expenditures are incurred. Unrestricted aid is reported as revenue in the fiscal year the entitlement is received.

Special assessments receivable

As required by State statutes, projects financed in part by special assessments are financed through the issuance of general obligation bonds that are secured by the full faith and credit of the City and are retired from the City's debt service fund. Further, State statutes permit levying additional general ad valorem property taxes in the City's debt service fund to finance delinquent special assessments receivable. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate construction project. Special assessments received after the issuance of bonds are recorded as revenue in the debt service fund. Special assessment taxes are levied over a ten or fifteen-year period and the annual installments are due and payable by special assessments when delinquent assessments are two years in arrears. At December 31, the special assessment taxes levied are a lien on the property and are recorded as special assessments receivable in the debt service fund and accrued as revenues in the statement of net position. Since they are not considered available spendable resources for the funds statement, the special assessment receivables are reported as unearned revenue in the funds statement.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Revenue recognition for proprietary funds

Revenue is recorded as billed to customers on a cycle basis. Residential and commercial customers are billed monthly. The uncollected portion of billed services through December 31 and estimates of unbilled service at December 31 are reflected as accounts receivable net of amounts estimated to be uncollectible. All users, including other City departments are charged for services provided by the respective proprietary funds.

Inventories and prepaid expenditures

As a general rule, inventories and prepaid expenses that benefit future periods, other than those recorded in the proprietary fund types, are recorded as expenditures during the year of purchase. Inventories of supplies are stated at cost and inventories held for resale are stated at the lower of cost or net realizable value, cost being determined by the average unit cost method. Certain prepaid payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items of government funds are recorded as expenditures when consumed rather than when purchased.

Capital assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g. roads, bridges, curbs and similiar items) and construction in progress are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial individual cost of $5,000 or more. Capital assets are valued at historical cost, or estimated historical cost (if actual historical cost is not available.) The historical cost, or estimates of historical cost, for the City's infrastructure assets include only those assets acquired subsequent to January 1, 1980. Donated capital assets are valued at their acquisition value on the date donated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of an asset are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. For proprietary funds, interest costs incurred to bring certain assets to the condition and location necessary for their intended use are capitalized as part of the historical cost of acquiring the assets. Additionally, in situations involving the acquisition of certain assets financed with the proceeds of tax-exempt borrowing, any interest earned on related interest-bearing investments from such proceeds are offset against the related interest costs in determining either capitalization rates or limitations on the amount of interest costs to be capitalized. During 2025, the City had no interest costs subject to capitalization.

Property, plant and equipment of the primary government is depreciated using the straight line method over the following estimated useful lives:

Asset	Life/Years
Buildings and improvements	40-50
Equipment	5-15
Vehicles	8
Meters	20-30
Asphalt and concrete streets	40-50
Sidewalk and curbs and gutters	40-50
Park/recreational infrastructure	20-30
Electric generation plans	30-35
Transformers	15-20
Electric poles	25
Conductors/related equipment	35
Gas lines/infrastructure	40-75
Water treatment plant	30-50
Water lines/infrastructure	30-65
Sewer lines/infrastructure	50-75
Lift stations	25

Amortization of capital assets acquired under lease purchase agreements is included in depreciation expense. Capital assets not being depreciated include land and construction work in process.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Compensated absences

The City provides compensated absence benefits for the following:

Vacation

Vacation leave is provided to full-time employees. Employees begin earning vacation commencing with the first day of employment. Full-time employees accrue paid vacation leave with specified accrued accumulated maximums that vary by years of service and employment category (Firefighters versus All Other).

Category	Years of Service	Accrual Rate	Accumulated Maximum
Firefighter	< 10	96 hours per year	202 hours
Firefighter	> 10	144 hours per year	269 hours
All Other	< 10	96 hours per year	144 hours
All Other	> 10	144 hours per year	192 hours

An employee who separates from service through resignation, layoff, retirement, or death is compensated at their regular rate of pay at the time of separation for all accumulated, unused vacation leave.

Sick leave

Sick leave is available to full-time employees who are unable to work because of illness, injury or disability, including illness, injury or disability of child, spouse or parent of an employee, requiring such employee's care. Full-time employees accrue paid sick leave with specified accrued accumulated maximums that vary by years of service and employment category (Firefighters versus All Other). Sick leave is not accrued during overtime, call-back or stand-by.

Category	Accrual Rate	Accumulated Maximum
Firefighter	134 hours per year	1008 hours
All Other	96 hours per year	720 hours

Sick leave reserve

Employees who accrue the maximum hours of sick leave become eligible to accrue sick leave in a reserve account. Reserve sick leave is credited at the rate of 2 hours for each 8 hours of sick leave that would have accrued had the 90 day (or equivalent) maximum accrual not been reached. There is no maximum as to the number of reserve sick leave hours that may be accumulated. Because it is designed to assist employees in the case of extended illness, reserve sick leave shall be used only after regular sick leave is exhausted.

Payout of Unused Sick Leave and Unused Sick Leave Reserve Account

In the event of a termination for medical reasons, upon retirement or upon the death of an employee eligible for retirement, employees or the employee's beneficiary receive a payout of 25% of unused sick leave hours and 100% of unused sick leave reserve account hours at the regular rate of pay at the time of termination.

Sick leave bonus

Employees may qualify for sick leave bonus as follows:

An employee who reaches the 90 day or equivalent sick leave maximum accrual becomes eligible for the annual sick leave bonus program. For each pay period which an employee begins and ends with a 90 day or equivalent maximum accrual intact, he/she will be awarded one hour's pay at the regular rate of pay. This bonus is paid to the employee on the 24th paycheck of the year for the preceding 26 pay periods.

Upon retirement, an employee will be awarded 1/4 of a day's pay for each day of sick leave accumulated plus one full day's pay for each full day accumulated in his/her sick leave reserve account. If an employee who is eligible for retirement dies prior to retirement, the sick leave retirement bonus (both regular and reserve) will be paid to the employee's beneficiary.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Accrued liabilities and long-term debt

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgements, compensated absences, general obligation bonds and lease obligations that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year.

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

Deferred amounts on bond refundings and bond premiums and discounts are being amortized on a straight-line method over the life of the related bonds in the enterprise funds and for the government-wide financial statements, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

Long-term liabilities for certain general obligation bonds payable and capital lease obligations payable are recorded as liabilities in the enterprise funds. Principal payments are deducted from the liability as made.

Pension plans

Substantially all full-time employees, except for police, fire and emergency medical services employees, are members of the State of Kansas Public Employee's Retirement System, which is a cost sharing multi-employer statewide-defined benefit pension plan. Police, fire and emergency medical services employees are members of the State of Kansas Police and Firemen's Retirement System, which is also a cost sharing multi-employer statewide pension plan. The City's policy is to fund all pension costs accrued; such costs to be funded are determined annually by the System's actuary.

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

Other post-employment benefit plans

The City administers an Other Postemployment Benefits (OPEB) plan providing medical and dental benefits to retired employees and their dependents under certain conditions.Individuals who are employed by the City and are eligible to participate in the group medical and dental plans are eligible to continue healthcare benefits upon retirement after retiring under the KPERS or the KP&FRS. The also City participates in a multiple-employer defined benefit other postemployment benefit plan (the plan) which is administered by the Kansas Public Employees Retirement System (KPERS). The Plan provides long-term disability benefits and a life insurance benefit for disabled members to KPERS members, as provided by K.S.A. 74-04927.

For the year ended December 31, 2025, the City had a total OPEB liability of $1,653,720, which was comprised of the Health plan of of $1,478,769 and the KPERS plan of $174,951. The City recognized a combined total OPEB expense of $43,253, with $80,082 for the Health plan and ($36,829) for the KPERS plan.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Deferred outflows/Inflows of resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. The separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. Finally, there is a deferred outflow related to pensions as actuarially determined and explained in Note 10 and other post employment benefits (OPEB) as actuarially determined and explained in Notes 11 and 12.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has three types of items that qualify for reporting in this category. (1) The City reports amounts related to pensions and OPEB on the government-wide statement of net position as a deferred inflow of resources. For more information on the deferred inflows for pensions, see Note 10 and for OPEB, see Notes 11 and 12. (2) Under a modified accrual basis of accounting, the governmental funds and business-type activities funds report unavailable revenues from two sources as deferred inflows of resources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available and earned. (3) The deferred change on refunding is reported in the government-wide and proprietary fund statements of net position. A deferred change on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In the government-wide financial statements, net position is classified into three components:

- Net investment in capital assets - consisting of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, leases, or other borrowing that are attributable to the acquisition, construction or improvement of those assets.
- Restricted net position - consisting of net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The City first utilizes restricted resources to finance qualifying activities.
- Unrestricted net position - all other net position that does not meet the definition of "restricted" or "net investment in capital assets."

Sometimes the City will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

Fund balance

Governmental fund balance classifications are based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds can be expended. In the governmental funds financial statements, fund balance is classified into potentially five components:

- *Nonspendable fund balances* - includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivables.
- *Restricted fund balances* - includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.
- *Committed fund balances* - includes amounts that can be used only for a specific purpose determined by a formal action of the City Commission. The City Commission is the highest level of decision-making authority for the City. Commitments may be established, modified, or rescinded only through ordinances approved through a majority vote by a quorum of the Commission.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Fund balance (Cont.)

- *Assigned fund balances* - the assigned portion of fund balance is comprised of amounts intended to be used by the City for specific purposes that are neither restricted nor committed. Intent is expressed by (1) the City Commission or (2) a body or official to whom the City Commission has delegated the authority to. The City Commission has delegated authority to the City Manager or Department Heads to assign amounts to be used for specific purposes. The portion of fund balance that is appropriated by the City Commission for the next year's budget that is not already restricted or committed is considered assigned. Encumbrances, which can be approved by designated senior staff, are included in the assigned fund
- *Unassigned fund balances* - is the residual classification for the General Fund and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose. The General Fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the General Fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Concentration of credit risk

The City routinely grants credit to utility customers, in accordance with applicable utility rate ordinances, all of which are located within the environs of the City.

Risk management

The City's insurance coverage consists of both self-insurance and policies maintained with various carriers. The City uses four internal service funds to address four risk areas, which include general risk management, worker's compensation, health insurance and short-term disability insurance. The City records liabilities for known claims and estimated liabilities for claims incurred, but not reported at year-end. These claims are reflected under accounts payable in the internal service funds.

Risk management reserve

The City established the Risk Management Reserve Fund in 1987 in accordance with provisions of K.S.A. 12-2615. This fund provides for payment of insurance premiums, deductibles, excess liability losses, uninsured losses and insurable losses not otherwise covered. Insurance deductibles vary by type of property insurance coverage. Funding, when determined necessary, for the Risk Management Reserve Fund, is provided by annual contributions provided by an insurance consultant to the City. The City purchases commercial insurance coverage for all substantial areas of risk, including property loss, auto liability, boiler and machinery, and general and public official's liability. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

The following is a summary of changes in liability activity under the plan for the last three years:

	Beginning of Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	End of Year Liability
2023	$ -	$ 9,116	$ 9,116	$ -
2024	-	17,548	17,548	-
2025	-	3,510	3,510	-

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Risk management (cont.)

During 2025, the City charged $0 of unfunded Kansas Police and Firemen's Retirement System contributions to the Risk Management Reserve Fund. This liability was the result of converting certain emergency medical service personnel from the Kansas Public Employees Retirement System to the Kansas Police and Firemen's Retirement System. At December 31, 2025, Risk Management Reserve Fund cash and short-term investments of $260,555 were held for the purpose of funding the City's future claims liabilities.

Worker's Compensation Reserve

Prior to 2011, the City maintained a partially self-funded worker's compensation program to cover substantially all full-time and part-time employees. In 2011, the City joined the Kansas Eastern Region Insurance Trust (KERIT), a self-funded insurance risk pool, and claims for 2011 and forward are handled by KERIT. KERIT is comprised of eighteen government entities within the State of Kansas. It is organized under the pooling laws of the State of Kansas, is a risk sharing pool which self-insures, up to certain limits, and reinsures additional excess amounts up to certain limits, workers' compensation and other related expenses. The City pays annual premiums to KERIT based on historical experience and legal requirements mandated by the State of Kansas and participates in management decisions as a trustee. Members of the trust may be assessed additional premiums to cover losses up to the attached point of excess coverage, and for losses in excess of the aggregate loss limit of $5,000,000 per year. The City has not been involved in any settlements where the amounts exceeded coverage in the past three years.

Health Insurance Reserve

The City created the Health Insurance Reserve Fund in 1993 to accumulate monies to eventually fund a partially self-insured health insurance program. Resources accumulated may be used to pay excess losses, health claims, partial payments of health insurance premiums for employees, and other miscellaneous health insurance related expenses. Annual funding is provided by contributions from other funds, as determined by management in the budgeting process. Health insurance premiums are paid through this reserve fund. The employee health insurance program is a fully insured program with health insurance offered to substantially all full-time employees of the City. At December 31, 2025, the Health Insurance Reserve Fund had a net position of $717,447 available for future health insurance premiums. The funds are being retained to stabilize projected premium increases and to provide a reserve if the City should choose to self-insure in the future.

Use of estimates

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

New standards

The GASB has issued the following statements, which will have an impact on the City's future financial reporting, although they are not yet required to be implemented by the City:

- GASB Statement No. 103, *Financial Reporting Model Improvements*, issued April 2024, will be effective for the City beginning with its year ending December 31, 2026. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability.
- GASB Statement No. 104, *Disclosrue of Certain Capital Assets*, issued September 2024, will be effective for the City beginning with its year ending December 31, 2026. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets.

The City's management has not yet determined the effect these statements will have on the City's financial statements.

2. BUDGETARY PRINCIPLES

The City is required by state statute to legally adopt annual operating budgets for the general fund, special revenue funds (unless exempted by specific statute), debt service fund, enterprise funds and internal service funds (unless exempted by specific statute). The funds exempted from legally adopted budgets include the Land Bank, American Rescue Plan Act, Kansas Fights Addiction, Payroll Clearing, Fire Insurance proceeds, Sales Tax, Flex Medical, Equipment Reserve, Grants and Contributions, Alcohol and Drug Safety Action, Barr Police Building, CDBG, Baseball Complex Maintenance Reserve, Capital Improvements, Natural Gas Loan, Advance Metering Infrastructure, Risk Management Reserve, Worker's Compensation Reserve, Health Insurance Reserve and Short-term Disability Reserve Funds. 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 of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least 10 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 revenue other than ad valorem property taxes. This process requires a notice of public hearing to amend the budget to 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. During 2025, there were amendments to the budget.

Kansas 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. Management has the authority to revise line items within a department; however, changes to total appropriations at the department level must be approved by the City Commission.

2. BUDGETARY PRINCIPLES (CONT.)

All legal annual operating budgets are prepared using the cash basis of accounting, modified further by the inclusion of accounts payable and the encumbrance method of accounting. For budgetary purposes, encumbrances of the budgeted governmental fund types, representing purchase orders, contracts and other commitments, are reported as a charge to the current year budget. All unencumbered appropriations lapse at the end of the year, except for capital project funds, which are carried forward until such time as the project is completed or terminated. In addition, revenues are not recognized as revenues until their date of receipt. Also, interfund receivable and payable transactions are recognized as revenues and expenditures in the respective funds for budgetary purposes. Accordingly, actual data presented in the budgetary comparison statements can differ from the expenditure data presented in the financial statements prepared in accordance with generally accepted accounting principles. For budget purposes, fund balances are determined by deducting accounts payable and encumbrances from cash.

Controls over spending in funds that are not subject to legal budgets are maintained by other statutes or by the use of internal spending limits established by management.

3. DEPOSITS AND INVESTMENTS

Kansas Statutes Annotated (K.S.A.) 9-1401 establishes the depositories that may be used by governmental entities in Kansas. The statutes 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 bank 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 Federal Depository Insurance Corporation (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's formal investment policies set forth the prime objectives, in order of priority, as safety of principal, liquidity and yield. The standard of care to be used by investment officials shall be the "prudent man rule".

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 ad 9-1405. The City's allocation of cash and investments as of December 31, 2025, is as follows:

RCB Bank	51%
Citizens Bank	0%
Union State Bank	17%
Community National Bank and Trust	31%

Custodial Credit Risk - Deposits

Custodial credit risk for deposits is the risk that in the event of bank failure, the City's deposits may not be returned or the City will not be able to recover collateral securities in the possession of an outside party. The City's policy follows applicable State Statutes and requires deposits to be 100% secured by collateral (pledge securities) valued at market, less the amount of the Federal Deposit Insurance Corporation (FDIC) insurance. State Statutes define the allowable pledge securities.

At year-end, the carrying amount of the City's deposits was $33,806,737, with the bank balances of such accounts being $32,303,246. Of the bank balances, $500,000 was covered by federal depository insurance and the remaining balance of $31,803,246 was covered by collateral held by the City's custodial banks in joint custody in the name of the City and its banks. The fair value of those pledged securities held by the City's custodial investment agencies was $25,087,068 at Dece mber 31, 2025.

The remaining carrying amount of the City's cash and cash equivalents at December 31, 2025, consisted of cash on hand of $2,420.

3. DEPOSITS AND INVESTMENTS

Custodial Credit Risk - Deposits (Cont.)

A reconciliation of cash and investments as reported in the financial statements at December 31, 2025, is as follows:

Cash on hand	$ 2,420
Carrying amount of deposits - City	33,806,737
Carrying amount of deposits - component unit	845,780
Total	$ 34,654,937
Amounts per statement of net position:	
Cash and cash equivalents	$ 33,515,574
Restricted assets	293,583
Component unit cash and cash equivalents	831,417
Component unit restricted assets	14,363
Total	$ 34,654,937

4. RECEIVABLES

Utility Receivables

A summary of the City's utility receivables (not including miscellaneous accounts receivable) at December 31, 2025, is as follows:

	Total receivables	Less provision for uncollectible accounts	Net receivables
Electric Utility	$ 3,352,430	$ 887,606	$ 2,464,824
Gas Utility	1,376,375	196,769	1,179,606
Water Utility	421,912	96,958	324,954
Wastewater Utility	232,159	79,388	152,771
Refuse	200,610	58,872	141,738
Stormwater Utility	26,242	7,864	18,378
Management Service	22,874	-	22,874
2021 Natural Gas Utility	341,809	16,982	324,827
Sales Tax (Special Revenue Fund)	67,838	-	67,838
Totals	$ 6,042,249	$ 1,344,439	$ 4,697,810

The City adjusts its reserves for uncollectible accounts based on a eight-year average. Based on this computation, the provision for uncollectible accounts was increased by $38,287, $8,801, $5,220, $3,655, $3,502, $498 and $1,965 for the Electric Utility, Gas Utility, Water Utility, Wastewater Utility, Refuse, Stormwater Utility and 2021 Natural Gas Funds, respectively, for the year ended December 31, 2025.

Other Receivables

Miscellaneous accounts receivable are recorded at the full value of services provided. A provision for uncollectible accounts is established for all uncollected balances over one year old. For ambulance service billings, accounts are routinely settled for amounts less than the full rate as a result of negotiated contracts with third-party payers (insurance companies and Medicare). The provision for contractual adjustments is set up to reflect anticipated reductions in those settlements. The City has estimated the provision for contractual adjustments based on prior years' experience history. The City contracts with a third-party provider for all medical billing services including ambulance billings and collections.

4. RECEIVABLES (CONT.)

Other Receivables (Cont.)

The following is a summary of accounts receivable in the governmental fund types:

	Accounts receivable	Less provision for uncollectible accounts	Less provision for contractual adjustments	Net accounts receivable
Major Funds:				
General:				
Miscellaneous	$ 128,756	$ -	$ -	$ 128,756
Ambulance services	430,254	230,557	12,517	187,180
Total General Fund	559,010	230,557	12,517	315,936
Special Street	24,904	-	-	24,904
Total Major Funds	583,914	230,557	12,517	340,840
Nonmajor Funds:				
Fairground Improvements	700	-	-	700
Sales Tax (Special Revenue Fund)	(146)	-	-	(146)
Total Nonmajor Funds	554	-	-	554
Total miscellaneous receivables	$ 584,468	$ 230,557	$ 12,517	$ 341,394

The following is a summary of miscellaneous accounts receivable in the business type activity enterprise funds:

	Total receivables	Less provision for uncollectible accounts	Net Receivables
Electric Utility	$ 31,793	$ -	$ 31,793
Electric Transmission	122,696	-	122,696
Gas Utility	(58,466)	-	(58,466)
Water Utility	6,129	-	6,129
Wastewater Utility	590	-	590
2021 Natural Gas Utility	(21,366)	-	(21,366)
Refuse	1,325	-	1,325
Quail Ridge	22,597	-	22,597
Management Service	15,312	-	15,312
Health Insurance Reserve	2,970	-	2,970
Totals	$ 123,580	$ -	$ 123,580

4. RECEIVABLES (CONT.)

Long-term Receivables

The City has entered into several interlocal agreements with other local governmental entities which are related to debt financing and repayment arrangements. The City included project costs of these entities in general obligation bond issues and the interlocal agreements provide for repayment of the principal, interest and issuance costs to the City over various time periods. These receivables are included in governmental activities for the statement of net position and, because they are not considered to be available to liquidate liabilities of the current period, they are considered unearned and also reflected as a deferred inflow of resources in the Debt Service Fund in the governmental funds balance sheet. A summary of these long-term receivables is as follows:

Year	Strother Field	Winfield Recreation Commission	Total
2026	$ 241,568	$ -	$ 241,568
2027	246,818	-	246,818
2028	241,530	-	241,530
2029	246,177	-	246,177
Thereafter	964,131	-	964,131
	$ 1,940,224	$ -	$ 1,940,224

The Winfield Recreation Commission is a component unit of the local school district. Strother Field is a joint venture with Arkansas City.

Lease Receivable

The City is leasing a building to a local not-for-profit foundation. The lease expires December 31, 2027 and has the option to renew for three additional five year terms. This option is reasonably expected to be executed. Each five year term is to be increased by the applicable Consumer Price Index. The initial rent is to be paid monthly at $8,457. The interest rate used was the City's incremental borrowing rate of 4%. The related deferred inflows is calculated using straight-line. The total deferred inflows recognized as revenue on the financials is $71,432. The Foundation will be responsible for paying all utilities.

5. CHANGES IN CAPITAL ASSETS

A summary of changes in capital assets follows:

	Balance January 1, 2025	Additions	Deletions	Balance December 31, 2025
Governmental Activities:				
Non-depreciable capital assets:				
Land	$ 2,155,216	$ 18,750	$ -	$ 2,173,966
Total non-depreciable capital assets	2,155,216	18,750	-	2,173,966
Depreciable capital assets:				
Buildings	25,454,820	1,401,808	17,260,908	9,595,720
Improvements other than buildings	38,933,661	2,158,046	1,728,885	39,362,822
Machinery and equipment	11,946,121	1,335,569	726,454	12,555,236
Lease equipment capital	685,469	-	-	685,469
Lease equipment intangible right to use	87,080	-	-	87,080
Total depreciable capital assets	77,107,151	4,895,423	19,716,247	62,286,327
Accumulated depreciation:				
Buildings	6,041,726	208,402	-	6,250,128
Improvements other than buildings	12,692,529	679,165	8,953	13,362,741
Machinery and equipment	7,810,499	888,768	603,236	8,096,031
Lease equipment capital	548,375	137,094	-	685,469
Lease equipment intangible right to use	47,741	17,416	-	65,157
Total accumulated depreciation	27,140,870	1,930,845	612,189	28,459,526
Total depreciable capital assets (net)	49,966,281	2,964,578	19,104,058	33,826,801
Governmental activities capital assets (net)	$ 52,121,497	$ 2,983,328	$ 19,104,058	$ 36,000,767
Business-Type Activities:				
Non-depreciable capital assets:				
Land	$ 830,777	$ 205,000	$ -	$ 1,035,777
Construction work in progress	2,560,469	-	-	2,560,469
Total non-depreciable capital assets	3,391,246	205,000	-	3,596,246
Depreciable capital assets:				
Buildings	12,767,554	17,410,908	-	30,178,462
Improvements other than buildings	71,977,012	938,346	63,213	72,852,145
Machinery and equipment	30,638,135	1,180,442	1,173,634	30,644,943
Lease equipment capital	1,933,385	-	-	1,933,385
Lease equipment intangible right to use	556,271	-	-	556,271
Total depreciable capital assets	117,872,357	19,529,696	1,236,847	136,165,206
Accumulated depreciation:				
Buildings	11,156,589	149,391	-	11,305,980
Improvements other than buildings	38,998,354	1,416,955	62,958	40,352,351
Machinery and equipment	24,805,457	1,130,929	1,164,066	24,772,320
Lease equipment capital	841,674	267,177	-	1,108,851
Lease equipment intangible right to use	160,876	77,751	-	238,627
Total accumulated depreciation	75,962,950	3,042,203	1,227,024	77,778,129
Total depreciable capital assets (net)	41,909,407	16,487,493	9,823	58,387,077
Business-type activities capital assets (net)	$ 45,300,653	$ 16,692,493	$ 9,823	$ 61,983,323

5. CHANGES IN CAPITAL ASSETS (CONT.)

Depreciation and amortization expense was charged to the function/programs of the primary government as follows:

Governmental activities:	
General government	$ 193,771
Public safety	579,761
Public works (including depreciation of infrastructure assets)	639,046
Culture and recreation	412,517
Economic development	77,830
Cemetery	27,920
Total governmental activities depreciation and amortization expense	$ 1,930,845
Business-Type activities:	
Enterprise Funds:	
Electric Utility	$ 1,352,534
Electric Transmission Utility	203,526
Gas Utility	116,868
Water Utility	507,124
Wastewater Utility	241,715
Advance Metering Infrastructure	119,500
Refuse	289,354
Quail Ridge Golf Course	66,061
Internal Service Funds:	
Management Services	82,778
Operations Center	62,743
Total business-type activities depreciation and amortization expense	$ 3,042,203

6. LONG-TERM DEBT

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

	Outstanding January 1, 2025	Additions	Deletions	Outstanding December 31, 2025	Due Within One Year
Government activities					
General obligation bonds	$ 17,368,040	$ -	$ 1,583,933	$ 15,784,107	$ 1,307,452
Leases	311,079	-	84,580	226,499	220,833
Notes payable	5,800,000	-	-	5,800,000	-
Interlocal agreement debt	111,000	-	37,000	74,000	37,000
Compensated absences	615,281	123,921	107,269	631,933	107,341
Net premium on issuance of general obligation bonds	699,881	-	60,531	639,350	60,530
Total other postemployment benefits obligation	666,909	78,080	25,347	719,642	111,760
Net pension liability	8,273,634	957,050	929,276	8,301,408	1,119,030
Total long-term liabilities - Governmental activites	$ 33,845,824	$ 1,159,051	$ 2,827,936	$ 32,176,939	$ 2,963,946
Business-Type activities					
General obligation bonds	$ 9,895,960	$ -	$ 660,067	$ 9,235,893	$ 548,548
Leases	1,714,711	-	327,610	1,387,101	318,813
State of KS loan	3,923,301	-	1,488,749	2,434,552	472,753
Compensated absences	719,579	238,521	204,312	753,788	80,137
Net premium on issuance of general obligation bonds	208,308	-	14,881	193,427	12,120
Total other postemployment benefits obligation	887,222	79,756	32,899	934,079	145,062
Net pension liability	5,572,391	607,331	911,763	5,267,959	710,121
Total long-term liabilities - Business-Type activities	$ 22,921,472	$ 925,608	$ 3,640,281	$ 20,206,799	$ 2,287,554

6. LONG-TERM DEBT (CONT.)

General Obligation Bonds

The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general, government, and proprietary activities. These bonds are reported in the proprietary funds if they are expected to be repaid from proprietary fund revenues. In addition, general obligation bonds have been issued to refund both general obligation and revenue bonds.

General obligation bonds payable are serial bonds to be retired through calendar year 2038. At December 31, 2025, bonds consist of the following:

	Interest rates	Bonds outstanding
General Obligation Refunding and Improvement Bonds, Series 2015-A	3.00% - 4.00%	$ 2,550,000
General Obligation Bonds, Series 2018-A	3.00% - 4.00%	4,585,000
General Obligation Bonds, Series 2019-A	2.00% - 4.00%	5,345,000
General Obligation Bonds, Series 2020-A	1.06% - 2.06%	790,000
General Obligation Bonds, Series 2020-B	1.70% - 2.00%	3,165,000
General Obligation Bonds, Series 2022-A	3.00% - 4.00%	7,930,000
General Obligation Bonds, Series 2024-A	4.25%-4.75%	655,000
Total general obligation bonds outstanding		25,020,000
Less: debt service from enterprise funds		(9,235,893)
Total general obligation bonds payable from debt service fund		$ 15,784,107

Remaining debt service requirements for general obligation bonds will be paid from the debt service fund with future property tax revenues and special assessment taxes. Annual debt service requirements to maturity for general obligation bonds to be retired from the debt service fund are as follows:

Year ended December 31:	Principal	Interest	Total
2026	$ 1,307,452	$ 498,902	$ 1,806,354
2027	1,329,274	459,733	1,789,007
2028	1,369,021	414,912	1,783,933
2029	1,410,868	373,930	1,784,798
2030	1,417,648	328,191	1,745,839
2031-2035	4,590,190	1,132,237	5,722,427
2036-2040	3,215,809	432,492	3,648,301
2041-2045	1,143,845	79,952	1,223,797
Total	$ 15,784,107	$ 3,720,349	$ 19,504,456

General obligation bonds payable from enterprise funds

Remaining debt service requirements for general obligation bonds to be paid from the Water Utility Fund and Electric Transmission Fund are as follows:

Year ended December 31:	Principal	Interest	Total
2026	$ 548,548	$ 249,100	$ 797,648
2027	569,726	231,861	801,587
2028	582,979	213,684	796,663
2029	603,132	195,550	798,682
2030	574,352	178,923	753,275
2031-2035	2,991,811	675,148	3,666,959
2036-2040	2,494,191	323,119	2,817,310
2041-2045	871,154	55,045	926,199
Total	$ 9,235,893	$ 2,122,430	$ 11,358,323

6. LONG-TERM DEBT (CONT.)

Loans

During 2021, the City Commission entered into a loan agreement to establish a low-interest loan program to provide assistance to cities for extraordinary electric or natural gas costs incurred during the extreme weather event. The loan agreement provides for semi-annual payments, including interest of .25%, in the amount of $431,104 through January 2030.

Year ended December 31:	Principal	Interest	Total
2026	$ 472,753	$ 34,057	$ 506,810
2027	479,728	27,082	506,810
2028	486,806	20,004	506,810
2029	493,988	12,822	506,810
2030	501,277	5,533	506,810
Total	$ 2,434,552	$ 99,498	$ 2,534,050

Lease obligations

During 2021, the City Commission entered into a lease agreement for the financing of an Ambulance for the General Fund. The lease agreement provided for semi-annual payments in the amounts of $21,670 through October 2026, including interest at 1.76%.

During 2021, the City Commission entered into a lease agreement for the financing of a Caterpillar Motor Grader for the Street Department. The lease agreement provided for an annual payment in the amount of $31,095 through May 2026, including interest at 2.28%.

During 2021, the City Commission entered into a lease agreement for the financing of a Crane Carrier for the Refuse Department. The lease agreement provided for a semi-annual payment in the amount of $16,828 through April 2026, including interest at 1.89%.

During 2021, the City Commission entered into a lease agreement for the financing of a Digger Derric Truck for the Electric Department. The lease agreement provided for a semi-annual payment in the amount of $32,369 through October 2026, including interest at 1.76%.

During 2022, the City Commission entered into a lease agreement for the financing of Meters for the various Utility Departments. The lease agreement provided for a monthly payment ranging from $12,638 to $13,159 through December 2031, including interest ranging from 4.00% to 5.00%.

During 2023, the City Commission entered into a lease agreement for the financing of a Battle Motors Refuse Truck for the Refuse Fund. The lease agreement provided for a semi-annual payment in the amount of $59,119, including interest at 3.95%.

During 2022, the City Commission entered into a lease agreement for the right to use two Skid-Steer Loaders for the Wastewater Department. The lease agreement provided for monthly payments in the amounts of $5,457 and $5,590, including interest at 4.00%.

During 2022, the City Commission entered into a lease agreement for the right to use a Skid-Steer Loader for the Refuse Department. The lease agreement provided for a monthly payment in the amount of $4,979, including interest at 4.00%.

During 2022, the City Commission entered into a lease agreement for the right to use a Skid-Steer Loader for the Street Department. The lease agreement provided for a monthly payment in the amount of $5,960, including interest at 4.00%.

During 2022, the City Commission entered into a lease agreement for the right to use Golf Carts for the Quail Ridge Golf Course. The lease agreement provided for a monthly payment in the amount of $10,936, including interest at 4.00%.

6. LONG-TERM DEBT (CONT.)

Finance and right-to-use lease obligations (cont.)

During 2022, the City Commission entered into a lease agreement for the right to use a Bobcat for the General Fund. The lease agreement provided for a monthly payment in the amount of $8,000, including interest at 4.00%.

During 2023, the City Commission entered into a lease agreement for the right to use a Bobcat for the Cemetery Fund. The lease agreement provided for a monthly payment in the amount of $8,000, including interest at 4.00%.

During 2023, the City Commission entered into a lease agreement for the right to use a Bobcat for the Wastewater Fund. The lease agreement provided for a monthly payment in the amount of $10,000, including interest at 4.00%.

During 2024, the City Commission entered into a lease agreement for software-as-a service for Electric, Gas and Water Funds. The lease agreement provided for a monthly payment of $2,495 in 2025, $2,995 in 2026, and $3,645 thereafter. Payments are split between respective funds. Interest rate is 4.25%.

The Skid-Steer lease payments are being financed from the City's Special Street and Highway Fund and the Refuse Fund. The Wastewater treatment plant lease payments are being financed from the Wastewater Utility Fund. The Ambulance lease payments are being financed from the General Fund. The Caterpiller Motor Grader is being financed from the Special Street and Highway Fund. The Crane Carrier is being financed from the Refuse Fund. The Digger Derrick Truck is being financed from the Electric Fund. The Gold Carts is being financed from the Quail Ridge Golf Course Fund. The Bobcats are being financed from the General Fund, Cemetery Fund, and Wastewater Fund. The Meters are being funded from the Advanced Metering Infrastructure Fund. The Battle Motors Refuse Truck is being funded from the Refuse Fund. The Dark Fiber Service is being funded from the Capital Improvements Fund. The software service is being funded from Electric, Gas and Water funds.

The cost and accumulated amortization of the lease assets are as follows:

	Governmental Activities	Business-Type Activities
Cost - Financing	$ 685,469	$ 1,933,385
Cost - Intangible-right-to-use	87,080	556,271
Accumulated Depreciation	(750,626)	(1,347,478)

These leases qualify as leases for accounting purposes and, accordingly, have been recorded at the present value of the net minimum lease payments at the date of the lease inception. The annual requirements to amortize the lease obligations outstanding at December 31, 2025, including interest payments, is as follows:

	Business-Type Funds		
Year ended December 31:	Principal	Interest	Total
2026	$ 318,813	$ 62,865	$ 381,678
2027	219,872	49,139	269,011
2028	192,124	36,078	228,202
2029	169,578	27,563	197,141
2030	176,077	19,316	195,393
2031-2034	310,637	(122,673)	187,964
Total	$ 1,387,101	$ 72,288	$ 1,459,389

	Governmental Activities		
Year ended December 31:	Principal	Interest	Total
2026	$ 220,833	$ 8,762	$ 229,595
2027	5,666	2,334	8,000
	$ 226,499	$ 11,096	$ 237,595

6. LONG-TERM DEBT (CONT.)

Other long-term debt

The City entered into an interlocal agreement with the City of Arkansas City, Kansas related to construction of a countywide animal shelter. The agreement provides for the City of Winfield to make annual payments to the City of Arkansas City for an agreed-upon share of the costs. The City renewed the agreement in January 2023. The new agreement calls for annual payments of $37,000 through December 2027. The payments under the agreement have been made from the City's General Fund.

Compensated absences

Valuations were performed as of December 31, 2024 (for beginning of year liability measurement) and as of December 31, 2025 (for end of year liability measurement).

The City valued the liability for vacation by taking the accumulated hours the current hourly rate of pay times a load for salary related expenses. The 6.2% load relating to the employer's share of social security taxes was not applied to employees whose pay is greater than the maximum taxable wage base. The City contribution for KPERS / KP&F that applies for leave benefits is not included as defined benefit plan employer contributions are specifically excluded.

For sick leave, the City studied and evaluated historical experience. The City looked at data by year and aggregated data over the entire experience period (2021 to 2025). The experience indicates the accumulated balances will grow each year on average. The annual hours earned exceed the annual hours used. This is reflected in the data from all experience years.

The LIFO flows assumption was applied for the sick leave liability calculations. The hours used in the future are first deemed to come out of the most recent year earned. Since on average the sick leave earned is assumed to be greater than sick leave used each year, the current accrued balance will not be utilized for "sick time" under the LIFO assumption. Rather a liability applies when the employee is expected to leave employment and receive a payout. The City applied decrement assumptions using KPERS / KP&F assumptions by person to project the probability an employee will receive a benefit. The probabilities were applied to the current hourly rate times 25% of the current accrued sick leave hours balance (and to 100% of accrued sick leave reserve hours as well). To the extent an employee is projected to leave City employment prior to retiring, the sick leave liability is decreased.

The LIFO flows method is assumed for Vacation, Sick Leave and Sick Leave Reserve. Thus, the portion of the current liability due within one year relates only to the portion expected to paid out at retirement and other terminations as applicable. The usage during next year is deemed to be utilized from hours accrued next year.

Other postemployment benefits

The governmental funds portion of the other postemployment benefit obligation (OPEB) is principally liquidated from the City's General Fund. Total expense including changes in deferred inflows and outflows for all OPEB plans for the year ended December 31, 2025 was $43,253.

Net pension liability

The governmental funds portion of the net pension liability is principally liquidated from the City's General Fund. Total expense, including changes in deferred inflows and outflows for all pension plans for the year ended December 31, 2025 was $486,515.

Conduit debt

The City has issued limited obligation bonds for the purpose of financing capital activities of unrelated third parties. Although conduit debt obligations bear the name of the City, they are payable solely from resources provided by leases or loans with the third parties on whose behalf they were issued. The bonds do not constitute an indebtedness or pledge of the faith or credit of the City of Winfield, and accordingly, are not included as liabilities in the accompanying financial statements. There are four industrial revenue bond series outstanding at December 31, 2025. During 2025, there were no new issues and $415,702 of debt retired. The aggregate outstanding balance of Industrial Revenue Bonds was $33,491,156 at December 31, 2025.

7. TEMPORARY NOTES

Kansas statutes permit the issuance of temporary notes to finance certain capital improvement projects which will be refinanced with general obligation bonds or paid through other resources available to the City. Prior to the issuance of the temporary notes, the governing body must take the necessary legal steps to authorize the issuance of general obligation bonds. Temporary notes issued may not exceed the aggregate amount of bonds authorized, are interest bearing and have a maturity date not later than four years from the date of issuance.

During 2025, the temporary note activity for the various capital improvement projects was as follows:

Beginning Balance	Additions	Retirements	Defeased	Ending Balance
$ 5,800,000	$ -	$ -	$ -	$ 5,800,000

8. WASTEWATER DEPRECIATION RESERVES

Applicable state statutes permit the governing body to legally restrict a portion of operating revenue to be used for future acquisition of equipment and utility system improvements. Net position in the Wastewater Utility Fund in the amount of $293,583 has been reserved for the portion of assets legally restricted for future equipment acquisitions and facility improvements.

9. CAPITAL PROJECT FUND AUTHORIZATIONS

At December 31, 2025, individual project authorizations compared with project expenditures from inception which are reported with the Capital Projects Fund are as follows:

Project	Project authorizations	Expenditures project inception to December 31, 2025
Public Safety Needs Study	$ 23,960,263	17,260,908

10. PENSION PLAN

Plan Description

The City of Winfield participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law and administered by KPERS, a body corporate and an instrumentality of the State of Kansas. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available, stand-alone annual comprehensive financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737, or at the KPERS website at www.kpers.org.

KPERS provides benefit to the following statewide pension groups under one plan, as provided by K.S.A 74 article 49:

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

Substantially all public employees in Kansas are covered by the pension plan. The State of Kansas and Kansas schools are required to participate, while participation by local political subdivisions is optional, but irrevocable once elected.

Those employees participating in the pension plan for City of Winfield are included in the local employee group and the Kansas Police and Firemen group.

Benefits Provided

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

10. PENSION PLAN (CONT.)

Benefits Provided (cont.)

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

Members choose one of seven payment options for their monthly retirement benefits. At retirement, a member may receive a lump sum payment of up to 50% of the actuarial present value of the member's lifetime benefit. His or her monthly retirement benefit is then permanently reduced based on the amount of the lump sum. Benefit increases, including ad hoc postretirement benefit increases, must be passed into law by the Kansas Legislature. Benefit increases are under the authority of the Legislature and the Governor of the State of Kansas.

The 2012 Legislature made changes affecting new hires, current members and employers. A new cash balance retirement plan (KPERS 3) was created for new hires starting after January 1, 2015. Normal retirement age for KPERS 3 is 65 with five years of service or 60 with 30 years of service. Early retirement is available at age 55 with ten years of service, with a reduced benefit. Monthly benefit options are an annuity benefit based on the account balance at retirement.

For all pension coverage groups, the retirement benefits are disbursed from the retirement benefit payment reserve fund as established by K.S.A. 74 4922.

Contributions

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

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

The actuarially determined employer contribution rates and the statutory contribution rates for local government employees are 9.71% and 9.71%, respectively. 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 of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members.

Employer Allocations

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

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

10. PENSION PLAN (CONT.)

Employer Allocations (Cont.)

To facilitate the separate (sub) actuarial valuations, KPERS maintains separate accounts to identify additions, deductions, and fiduciary net position applicable to each group. The allocation percentages presented for each group in the schedule of employer and nonemployer allocations are applied to amounts presented in the schedules of pension amounts by employer and nonemployer. The allocation percentages for each group as of June 30, 2025, are based on the ratio of the employer's contributions to total employer and nonemployer contributions of the group for the fiscal years ended June 30, 2025. The contributions used exclude contributions made for prior service, excess benefits and irregular payments.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2025, City of Winfield reported a liability of $13,569,367, for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2024, which was rolled forward to June 30, 2025. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the ratio of its contributions to the total of the employer and nonemployer contributions of the group for the fiscal years ended June 30, 2025. The contributions used exclude contributions made for prior service, excess benefits and irregular payments. At June 30, 2025, the City's proportion was 0.75975% percent, which was an decrease of 0.0017% from its proportion measured as of June 30, 2024.

For the year ended December 31, 2025, rolled forward from June 30, 2025, the City recognized pension expense of $1,027,800, which includes the changes in the collective net pension liability, projected earnings on pension plan investments, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

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

	Deferred Outflows of Resources	Deferred Inflows of Resources
City contributions subsequent to the measurement date	$ 1,244,649	$ -
Differences between expected and actual experience	1,669,745	-
Net difference between projected and actual earnings on pension plan investments	-	407,264
Changes in assumptions	333,650	-
Changes in proportion	103,549	1,032,410
Total	$ 3,351,593	$ 1,439,674

The deferred outflows of resources related to pensions totaling $1,244,649, resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31,	Amount
2026	$ 904,139
2027	(92,090)
2028	(125,350)
2029	(19,429)
2030	-
	$ 667,270

The City contributes 100% of the contributions to the pension plan, therefore, there is no revenue recognized for the support provided by nonemployer contributing entities.

10. PENSION PLAN (CONT.)

Actuarial Assumptions

The net pension liability was determined by an actuarial valuation as of December 31, 2024, which was rolled forward to June 30, 2025, using the following actuarial assumptions, applied to all periods included in the measurement:

- Inflation — 2.75 percent
- Salary increases, including wage increases — 3.50 to 15.50 percent, including inflation
- Long-term rate of return, compounded annually, net of investment expense, and including price inflation — 7.00 percent

Mortality rates were based on the PUB 2010 Mortality Tables, with age setbacks and age set forwards based on different membership groups. Future mortality improvements are anticipated using Scale MP-2021.

There were no changes between the measurement date of December 31, 2024, rolled forward to June 30, 2025, and City of Winfield's reporting date of December 31, 2025.

The long-term expected rate of return of pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class as of the most recent experience study, dated January 29, 2024, as provided by KPER's investment consultant, are summarized in the following table.

Asset class	Long-term target allocation	Long-term expected real rate of return
Non-U.S. Equities	43.00%	8.20%
Core Fixed Income	13.00%	2.20%
Yield Driven	12.00%	5.30%
Infrastructure	3.00%	6.80%
Real Estate	15.00%	5.70%
Alternatives	11.00%	12.00%
Short-term Investments	3.00%	0.30%
Total	100.00%	

Discount Rate

The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate was based on member and employer contributions as outlined below.

In KPERS, the Local, Kansas Police and Firemen and Judges groups are contributing at the ful actuarial contribution rate, However, the State/School groups do not necessarily do so.

Based on legislation first passed in 1993, the employer contribtion rates certified by KPERS Board may not increase by more than the statutory cap. Subsequent legislation in 2012 set the statutory cap at 0.90 percent for Fiscal Year 2014, 1.00 percent for Fiscal year 2015, 1.10 percent for Fiscal Year 2016 and 1.20 percent for Fiscal Years 2017 and beyond.

In recent years, the Legislature has made several changes to statutory rates that deviate from the scheduled contribution increases set under the statutorily capped rates.

10. PENSION PLAN (CONT.)

Discount Rate (Cont.)

Legislation in the 2016 session (S.B.. 161) provided for the delay of up to $100.0 million in State and School contributions to the Retirement System for Fiscal Year 2016. Concurrently, 2016 H. Sub for S.B. 249 provided that the delayed contributions would be paid in full, with interest at 8.00 percent, by June 30, 2018. However, legislation passed by the 2017 Legislature removed the repayment provision. In addition, 2017 S. Sub for H.B. 2052 delayed $64.0 million in Fiscal Year 2017 contributions, to be paid over 20 years in level dollar installments. The first-year payment $6.4 million was paid in full at the beginning of Fiscal Year 2018, and appropriations for Fiscal Year 2018 were made for the State/School group at the statutory contribution rate of 12.01 percent for that year.

Additional legislation in the 2017 Session (S. Sub for H.B. 2002) provded for a reduction of $194.0 million from the previously certified contribution rate of 13.21 percent in the State/School contributions for Fiscal Year 2019. Like the Fiscal Year 2017 reduction, it is to be paid back over a 20-year period, beginning in Fiscal Year 2020. Therefore, both reductions will be accounted for as receivables by the System.

The 2018 Legislature passed H. Sub for S.B. 109 that provided additional contributions to the school group of $56.0 million in Fiscal Year 2018 and $82.0 million in Fiscal Year 2019.

The 2019 Legislature passed S.B. 9 that provided additional contributions to the school group of $115.0 million in Fiscal Year 2019. H. Sub for S.B. 25 from the 20109 Legislative session authorized additional funding for the KPERS School Group in Fiscal Year 2020 of $51.0 million.

The 2021 Legislature pass House Bill 2405, which authorizes the State of Kansas to issue bonds with net proceeds of $500 million to fund a portion of the School Group's unfunded actuarial liability, S.B. 159 recertified the State/School contribution rates for Fiscal Years 2022 and 2023. Fiscal Year 2022 was recertified from 14.09 percent to 13.33 percent and Fiscal Year 2023 and 13.86 percent to 13.11 percent. The bond proceeds were received by KPERS on August 26, 2021.

The 2022 Legislature passed S.B. 421, which authorized the state of Kansas to transfer $1.125 billion from the State General Fund directly to KPERS in Fiscal Years 2022 and 2023. The first $253.9 million pays off the outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019, discussed previously, while the remaining $871.1 million is applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600.0 million was transferred to the System. S.B. 421 authorized two additional transfers totaling $271.0 million in Fiscal Year 2023 (reflected in the projected cash flows of the System).

The 2023 Legislature passed HB 2196, which expanded the Deferred Retirement Option Plan (DROP) in KP&F to include all of that System;s employers as of April 27,2023. Under that same Bill, the Kansas Department of Wildlife and Parks (KDWP) became an affiliated KP&F employer making certain law enforcement positions in the Agency eligible for KP&F future service participation as of July 1, 2023. HB 2100 was also passed, defining and establishing limits on environmental, social and governance factors when entering into contracts (including investment contracts) and when making proxy votes on behalf of the System. This latter change was not expected to materially affect the asset allocation.

The 2024 Legislature passed HP 2711 that increased both the lump sum retiree death benefit from $4,000 to $6,000 and employer contribution rates for State/School for FY 2026 and for Local employers for CY 2025 to fund this benefit improvement. The Bill also increased the employer contribution threshold for the 30% Working After Retirement (WAR) rate from $25,000 to $40,000; and the earnings limit for KP&F retirees from $25,000 to $40,000; while creating at exemption from employer contributions for nurses and direct support workers at Community Development Disability Organizations (CDDOs). Further, the Bill increased the alternative investment cap from 15% to 25% and requires the System to divest all publicly traded securities held in funds by countries of concern.

There was no legislation passed in 2025 impacting plan provisions.

Based on employer contribution history as described above, it is a reasonable estimate that the State/School group's contribution rate may not be certified at the statutory rate. It has been assumed that contribution rates will be made within the same range as have been seen in the past few years. Using this assumption actuarial modeling indicates that employer contribution rates for the State/School group are sufficient to avoid a depletion date.

10. PENSION PLAN (CONT.)

Sensitivity of City of Winfield's proportionate share of the net pension liability to changes in the discount rate

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

1% Decrease (6.00%)	Discount rate (7.00%)	1% Increase (8.00%)
$19,322,398	$13,569,368	$8,742,921

11. OTHER POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB)

Plan Description

The City administers an Other Postemployment Benefits (OPEB) plan providing medical and dental benefits to retired employees and their dependents under certain conditions. For GASB 75 purposes, the City is considered to be participating in a single employer health plan. The City does not issue a separate report that includes financial statements and required supplementary information for the OPEB plan. There are no assets accumulated in the GASB-compliant trust.

Individuals who are employed by the City and are eligible to participate in the group medical and dental plans are eligible to continue healthcare benefits upon retirement after retiring under the KPERS or the KP&FRS. Coverage during retirement continues in the group medical and dental plans up to age 65 for current retirees. Retirees covered by the plan make contributions toward the plan premiums.

As of January 1, 2024, plan membership consisted of the following:

Retirees and beneficiaries receiving benefits	7
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	165
Total	172

Funding Policy

The contribution requirement of plan members and the City are established and can be amended by the City's Commission. Contributions are made to the plan on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation

The City's annual OPEB cost (expense) consists of the service cost plus interest on total OPEB liability and changes in assumptions and inputs. The service cost is the portion of the Actuarial Present Value of OPEB benefits that is allocated to the current year by the Actuarial Cost method. The following table presents the components of the City's annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the City's total OPEB obligation to the Plan.

	Dec 31, 2025
Total OPEB liability - beginning of year	$ 1,368,293
Service cost	86,464
Interest cost	47,050
Changes in benefit terms	-
Differences between actual and expected experience	-
Changes in assumptions and inputs	-
Employer contributions (benefit payments)	(23,038)
Net changes	110,476
Net OPEB liability - end of year	$ 1,478,769

The discount rate remained the same at 3.26% for FY 2024 to 3.26% for FY 2025.

11. OTHER POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB) (CONT.)

Total OPEB Liability

The City's total OPEB liability of $1,478,769 reported as of December 31, 2025 was measured as of December 31, 2025 (the measurement date), and was determined by an actuarial valuation as of January 1, 2024, using the following actuarial assumptions:

Valuation Procedures and Discount Rate

General inflation	2.50%
Salary increases; including wage increases	3.00%
Discount rate	3.26%

The actuarial value of assets must be determined based on some recognition of the fair value of assets. The City's obligation is unfunded at January 1, 2025. There are no assets accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement 75.

As an unfunded plan, the discount rate reflects the Bond Buyer index rate for 20 year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher as of the measurement date. The discount rate used to measure the total OPEB liability as of January 1, 2024 was 3.26%.

The financial information for the year ended December 31, 2025 is based upon a GASB 75 actuarial valuation performed as of January 1, 2024 using the participant census as of January 1, 2024.

The measurement date as selected by the City under GASB 75 Standards is December 31, 2025. The results of the valuation were projected to the beginning of year and end of year measurement dates using standard actuarial techniques.

In the December 31, 2025, actuarial valuation, the Entry Age Normal - Level Percent of Pay Actuarial Cost method was applied. The actuarial assumptions included a 3.26% investment rate of return, which is a blended rate of the expected long-term investment returns on Plan assets and on the City’s pooled funds and investments. The valuation assumed annual healthcare cost trend rate of 5.5% in the first year and then decreasing by 0.25% until it reaches an ultimate rate of 5.00%. The valuation followed generally accepted actuarial methods and included tests as considered necessary to assure the accuracy of the results.

Sensitivity of Total OPEB Liability to changes in Healthcare Cost Trend Rate

The following presents the total OPEB liability of the City as of December 31, 2025, calculated using the current healthcare cost trend rates of 5.50% decreasing to 5.00% as well as what the City's total OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current healthcare cost trend rates.

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	$1,283,711	$1,478,769	$1,713,529

Sensitivity of Total OPEB Liability of changes in the Discount Rate

The following presents the total OPEB liability of the City as of December 31, 2025, calculated using the discount rate of 3.26%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.26%) or 1 percentage point higher (4.26%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
Total OPEB Liability	$1,652,716	$1,478,769	$1,325,501

OPEB Expense

For the year ended December 31, 2025, the City recognized OPEB expense of $80,082, which includes the changes in the total OPEB liability, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

11. OTHER POSTEMPLOYMENT HEALTHCARE BENEFITS (OPEB) (CONT.)

Deferred Outflows of Resources and Deferred Inflows of Resources

Under GASB 75, gains and losses which are amortized over future years are referred to as deferred inflows or gains, and deferred outflows or losses. Economic and demographic gains and losses and changes in the total OPEB liability due to changes in assumptions are recognized over a closed period equal to the average expected remaining service lives of all covered active and inactive members, determined as of the beginning of the measurement period. As of December 31, 2025, and deferred inflows and outflows of resources are as follows:

Category	Deferred outflows of resources	Deferred inflows of resources
Differences between actual and expected experience (1)	$ 12,856	$ (714,548)
Changes in assumptions	272,562	(152,719)
Total	$ 285,418	$ (867,267)

(1) Economic/demographic (gains) and losses for the period ending December 31, 2025, should be adjusted by the unamortized balance of the difference between actual and employer contributions.

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as an expense/(income) item in future years' OPEB expense as follows:

Year ended December 31:	Amount
2026	$ (30,394)
2027	(30,394)
2028	(30,394)
2029	(42,814)
2030	(61,456)
Thereafter	(386,397)

12. OTHER POSTEMPLOYMENT BENEFIT PLAN - KPERS DEATH & DISABILITY

Plan Description

The City participates in a single employer long-term disability other postemployment benefit (OPEB) plan (the plan) which is administered by the Kansas Public Employees Retirement System (KPERS). The Plan provides long-term disability benefits and a life insurance benefit for disabled members to KPERS members, as provided by K.S.A. 74-04927. The Plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. However, because the trust's assets are used to pay employee benefits other than OPEB, the trust does not meet the criteria in paragraph 4 of GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. Accordingly, the Plan is considered to be administered on a pay-as-you-go basis.

Benefits

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

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

12. OTHER POSTEMPLOYMENT BENEFIT PLAN - KPERS DEATH & DISABILITY (CONT.)

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

The City has the following employees covered by the Plan as of June 30, 2025 (actuary measurement date):

Retirees and beneficiaries receiving benefits	1
Terminated plan members entitled to but not yet receiving benefits	-
Active plan members	125
Total	126

Total OPEB Liability

At December 31, 2025, the total OPEB liability recognized by the City was $174,951. The City's total OPEB liability was determined by an actuarial valuation as of December 31, 2024, calculated based on the discount rate and actuarial assumptions below, and rolled forward to the measurement date as of June 30, 2025. Any significant changes during this period have been reflected as prescribed by GASB 75.

Actuarial Assumptions

The financial information for the year December 31, 2025, is based upon an actuarial valuation performed as of December 31, 2024, rolled forward to June 30, 2025, using the participant census as of December 31,

The measurement date as selected by the City under GASB 75 Standards is June 30th. The results of the valuation were projected to the end of year measurement date using standard actuarial techniques.

Price inflation	2.75%
Salary increases, including wage increases	3.50-10.30%
Discount rate (based on the 20 year municipal bond rate with an average rating of AA/Aa or better, obtained from the index.)	5.20%

Mortality rates used for the death benefits were based on the Society of Actuaries RPH-2014 annuitant distinct mortality table Adjsut to 2006 with MP-2021 Full Generational Projection of Future Mortality Improvement.

The actuarial assumptions used in the December 31, 2024, valuation were based on the results of an actuarial experience study conducted for three years during 2019-2022 .

Annual OPEB Cost and Net OPEB Obligation

The City's annual OPEB cost (expense) consists of the service cost plus interest on total OPEB liability and changes in assumptions and inputs. The service cost is the portion of the Actuarial Present Value of OPEB benefits that is allocated to the current year by the Actuarial Cost method. The following table presents the components of the City's annual OPEB cost for the year, the amount actually contributed to the Plan, and changes in the City's total OPEB obligation to the Plan.

	December 31, 2025
Total OPEB liability - beginning of year	$ 185,838
Service cost	16,444
Interest cost	7,877
Changes in benefit terms	-
Differences between actual and expected experience	-
Changes in economic/demographic gains or losses	(19,582)
Changes in assumptions and inputs	(11,941)
Employer contributions (benefit payments)	(3,685)
Net changes	(10,887)
Total OPEB liability - end of year	$ 174,951

12. OTHER POSTEMPLOYMENT BENEFIT PLAN - KPERS DEATH & DISABILITY (CONT.)

The City saw no benefit changes to the disabilitant's percentage of replacement income due to the changes from FY24 to FY25.

The discount rate was updated in accordance with the requirements of GASB 75. The change went from 3.93% to 5.20%. The mortality projection scale was updated to the most recent table published by the Society of Actuaries. The overall impact of the new assumptions is a increase in the benefit obligations.

Sensitivity of Total OPEB Liability to changes in Healthcare Cost Trend Rate

The following presents the total OPEB liability of the City as of December 31, 2025, calculated using the current healthcare cost trend rates as well as what the City's total OPEB liability would be if it were calculated using trend rates that are 1 percentage point lower or 1 percentage point higher than the current trend rates. The reader should note that healthcare trend rates do not affect the liabilities related to the long-term disability benefits sponsored by KPERS, but this exhibit is provided as it is a required disclosure under GASB 75.

	1% Decrease	Current Healthcare Cost Trend Rate	1% Increase
Total OPEB Liability	$174,951	$174,951	$174,951

Sensitivity of Total OPEB Liability to changes in the Discount Rate

The following present the total OPEB liability of the City as of December 31, 2025, calculated using the discount rate of 5.20%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.20%) or 1 percentage point higher (6.20%) than the current

	1% Decrease 2.93%	Current Single Discount Rate Assumption 3.93%	1% Increase 4.93%
Total OPEB Liability	$184,334	$174,951	$165,743

OPEB Expense

For the year ended December 31, 2025, the City recognized OPEB expense of ($36,829), which includes the changes in the total OPEB liability, and the amortization of deferred outflows of resources and deferred inflows of resources for the current period.

Deferred Outflows of Resources and Deferred Inflows of Resources

Under GASB 75, gains and losses which are amortized over future years are referred to as deferred inflows or gains, and deferred outflows or losses. Economic and demographic gains and losses and changes in the total OPEB liability due to changes in assumptions are recognized over a closed period equal to the average expected remaining service lives of all covered active and inactive members, determined as of the beginning of the measurement period. As of December 31, 2025 and deferred inflows and outflows of resources are as follows:

Category	Deferred outflows of resources	Deferred inflows of resources
Differences between actual and expected experience	$ -	$ 193,278
Changes in assumptions	10,235	49,839
Benefit payments subsequent to the measurement date	-	-
Total	$ 10,235	$ 243,117

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as an expense/(income) item in OPEB expense as follows:

Year ended December 31:	Amount
2026	$ (56,775)
2027	(50,891)
2028	(36,297)
2029	(23,496)
2030	(23,687)
Thereafter	(41,736)

13. DEFERRED COMPENSATION PLAN

The City offers its employees a deferred compensation plan (the Plan) in accordance with Internal Revenue Cost Section 457. Employees may choose between VOYA Financial 457 Plan or the ICMA Plan. The Plan, available to all city employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. Assets of the Plan, values at current fair values, are held in trust for the benefit of the participants.

All amounts of compensation deferred under the Plan as well as earnings attributable to those amounts, are solely the property of the participant employees. Accordingly, the assets and related liabilities for the Plan are not recorded in the accompanying financial statements. In addition, the City Commission has adopted by resolution a salary reduction flexible benefit plan (125 Plan) under Section 125 of the Internal Revenue Code. All permanent full-time employees are eligible to participate in the 125 Plan beginning after one full month of employment. Each participant may elect to reduce his or her salary to purchase benefits offered through the 125 Plan. Benefits offered through the 125 Plan include various insurances and disability benefits.

14. BUDGETARY DATA

As described in Note 1, the actual data presented in the budgetary comparison statements differ from data presented in accordance with generally accepted accounting principles (GAAP) for the governmental fund types. The following reconciliations are presented to provide a correlation between the different bases of reporting:

	General Fund	Debt Service Fund	Capital Improvements	Special Streets and Highway
GAAP Fund balance at December 31, 2025	$ 1,995,255	$ 2,196,394	$ 2,875,059	$ 3,647,185
Adjustments:				
Accrued sales tax revenues	(158,856)	-	79,735	(63,788)
Accrued franchise fee revenues	(22,460)	-	-	-
Due to (from) other funds	(20,265)	(183,277)	-	-
Other receivables	(315,937)	-	(10,000)	(24,904)
Land held for resale	-	-	-	-
Reserves for encumbrances - budgeted funds	(32,782)	-	-	(159,265)
Budgetary Fund Balance at December 31, 2025	$ 1,444,955	$ 2,013,117	$ 2,944,794	$ 3,399,228

	WTP Ozone Project	Other Nonmajor Governmental Funds
GAAP Fund balance at December 31, 2025	$ (2,153,555)	$ 5,625,352
Adjustments:		
Accrued sales tax revenues	-	(95,682)
Accrued franchise fee revenues	-	-
Due to (from) other funds	-	183,277
Other receivables	-	(19,077)
Land held for resale	-	(710,252)
Reserves for encumbrances - budgeted funds	-	(20,000)
Budgetary Fund Balance at December 31, 2025	$ (2,153,555)	$ 4,963,618

15. DEFINED CONTRIBUTION PLAN

The City established a 401(a) money purchase deferred compensation plan in 2004 for the benefit of City employees. Employees, who have reached the top step in their position's pay range, and make a minimum contribution of $20 per pay period into the City sponsored 457 plan, are additionally eligible for employer contributions into the 401(a) plan. The plan provides that the City make matching contributions, up to $20 per pay period. The City contributed $10,440 to employee accounts in 2025. The City of Winfield administers the plan and has the authority for establishing and amending the plan's provisions and contribution requirements. Employees have the option of investing contributions with VOYA Financial or ICMA-RC Investments.

16. INTERFUND RECEIVABLES AND PAYABLES

Individual interfund receivables and payables (due to/due from funds) at December 31, 2025, were as follows:

Fund	Due From	Due To
Major Funds:		
General	$ 20,266	$ -
Debt Service	183,277	-
Electric Utility	27,587	-
Gas Utility	6,645	-
Water Utility	2,970	-
Wastewater Utility	4,912	-
Total major funds	245,657	-
Nonmajor Funds:		
Stormwater Drainage	-	183,277
Refuse	7,620	-
Operations Center	-	70,000
Total nonmajor funds	7,620	253,277
	$ 253,277	$ 253,277

The amount due to the Debt Service Fund is related to debt service payments actually paid by the Debt Service Fund in prior years' but were scheduled to be paid by the Stormwater Drainage Fund.

17. FUND BALANCE DISCLOSURE

The nonspendable balance of $6,654 in the Cemetery Endowment Fund are funds donated to the Endowment and are permanent in nature. Only the income can be spent, unless authorized by the Commission for specific improvements.

At December 31, 2025, the City had the following significant contractual or purchase commitments that were outstanding and encumbered against available resources:

Fund	Encumbered for	Amount
Special Street	Guardrail	$ 36,468
Special Street	Concrete	121,834
Capital Improvements	Radios	52,634
Capital Improvements	APX 8000 & 8500 Series	145,594
WTP Ozone Project	Water Treatment	1,810,041

18. INTERFUND TRANSFERS

A summary of interfund transfers by individual fund for 2025 is as follows:

Fund	Transfers In	Transfers Out
Major Funds:		
General	$ 2,597,905	$ 475,905
Debt Service	1,661,440	-
Capital Improvements	130,000	702,610
Special Streets and Highway	361,507	105,833
Electric Utility	350,000	1,998,208
Electric Transmission	-	105,585
Gas Utility	-	516,957
Water Utility	-	447,538
Wastewater Utility	50,000	375,583
Advance Metering Infrastructure	66,637	-
Total major funds	5,217,489	4,728,219
Nonmajor Funds:		
Water Preservation	87,211	-
Senior Citizens Facility	5,000	20,649
Operational services	-	90,000
Management Services	-	4,760
Public Safety/Other CIP	412,035	904,098
Public Safety Needs	-	412,035
Grants and Contributions	35,169	191,830
Refuse	-	129,080
Quail Ridge Golf Course	270,405	-
Island Park Dreding/Impr	7,800	-
2300 W 14th Development	356,673	-
City Hall & PD Facility	44,950	-
2025 CLLIP Project	43,939	-
Total nonmajor funds	1,263,182	1,752,452
	$ 6,480,671	$ 6,480,671

Interfund transfers reflect the flow of resources from one fund to another fund, generally from the fund in which the resources are received or reside to the fund in which the resources will be expended.

The General Fund received transfers from the Electric Utility, Electric Transmission, Gas Utility, Water Utility and Refuse Funds in the amounts of $1,498,369, $105,585, $338,481, $173,760 and $105,905 respectively. These transfers represent in lieu of franchise taxes ranging from 4% to 6.9% of gross sales. The in lieu of taxes mirror the payment received from external utilities providing services to the City, such as telephone and cable services. All other transfers represent operational transfers, capital equipment transfers, and transfers to assist with debt service payments.

19. FUND DEFICITS

At December 31, 2025, the following individual funds had incurred deficits:

Fund	Amount
WTP Ozone Project	$ 2,153,555
2025 CCLIP	395,454
2027 CCLIP	14,700

These fund deficits will be financed through the sale of bonds authorized by the City Commission, not yet sold at December 31, 2025, or through other revenue sources available to the City.

20. TAX ABATEMENTS

The City operates three economic development programs that qualify as tax abatements under Governmental Accounting Standards Board (GASB) No. 77. These programs include: (1) Neighborhood Revitalize Plan (NRP), (2) Economic Development Tax Exemption (EDX) and (3) Industrial Revenue Bond Exemption (IRB). NRP authority is K.S.A. 12-17,114 et. seq. EDX authority is given to local units of government in Article II, Section 13 of the Kansas Constitution. IRB exemptions authority is K.S.A. 12-1740 et. seq. Those programs as are summarized as follows:

Neighborhood Revitalization Programs Property Tax Abatements

The City of Winfield Neighborhood Revitalization Plan (NRP), which was effective January 1, 2015 and approves property tax abatements in accordance with K.S.A. 79-201a Second and Twenty-Fourth and K.S.A. 12-1740 to 12-1749d, inclusive. The NRP incentive program requires that the construction of an improvement must have been commenced on or after January 1, 2015 and be located within the designated Neighborhood Revitalization Areas. The NRP program shall expire on December 31, 2020, however, the City Commission will review the program annually on or before August 15, at which time the City Commission will consider modifications and extensions. An application for tax rebate must be filed within 60 days of the issuance of a building permit. The minimum investment in an improvement is $5,000, as determined by the building permit value, for residential, commercial and historic property. Rehabilitation, alterations and additions to any existing residential commercial and industrial structure or multi-family residential, commercial or industrial new construction, shall be eligible. The rebate period will be for a period of 7 years with the rebate amount being 75% of the increased valuation from such improvements. Single-family residential new construction is also eligible with a rebate period of 5 years at 50% of the first $150,000 of appraised value. In addition, properties in the National , Kansas or Local Historical Register shall be eligible with a rebate period of 10 years with the rebate amount being 100%. Properties within the City of Winfield located with Cowley County are eligible. On June 1, 2015, the City Commission amended the NRP Plan to include properties within the Winfield city limits acquired by delinquent tax or mortgage foreclosures. Building permits must be issued from a minimum of $20,000 and improvements made with 24 months after filing of the Sheriff's Deed. Eligibility will be revoked if building permit and improvement requirements are not met. Eligible properties will receive a rebate of 75% for 7 years after final project completion. Upon timely payment in full of all real estate tax and special assessments for the property, a rebate of the taxes related to the valuation improvement (less an administrative fee not to exceed 5% to be retained by Cowley County, Kansas) will be made to the property owner. Cowley County issues the rebate checks directly to the individual taxpayers. All taxing subdivisions overlapping the City of Winfield participate in this NRP program.

For the year ended December 31, 2025, the City abated property taxes totaling $66,406 under the NRP program.

Eligible properties for economic development tax exemptions are new or existing business engaged in manufacturing articles of commerce, conducting research and development or storing goods or commodities which are sold or traded in interstate commerce.

The City's Tax Exemption Policy allows tax abatements that meet the guidelines for EDX and IRB tax exemptions under Kansas law. The City considers granting an exemption incentive upon a clear and factual showing of direct economic benefit to the City Factors considered in determining the amount and term of a tax exemption include, but are not limited to: increased employment and earnings, additional revenues from new or expanded business, types of jobs created, degree to which the business improves diversification of the economy, potential for future expansion and additional job creation, utilization of local products or materials in manufacturing and the additional direct and indirect public costs for additional infrastructure. All applications require a Cost Benefit Analysis per Kansas regulations, which can be prepared by an independent consultant or Kansas Department of Commerce.

The business is required to report any change in ownership of exempt assets which requires a new application for property tax exemption.

There is an annual requirement that the business submit an Annual Claim for Exemption from Property Taxation form with the County Appraiser. The annual review of the business report by the County is to ensure that the ownership and se of the property and any other qualifying criteria of the business for the tax exemption incentive shall continue to exist.

20. TAX ABATEMENTS (CONT.)

Economic Development Tax Exemption (EDX) and Industrial Revenue Bond (IRB) Tax Abatements

All applications and records pertaining to a property tax exemption request shall be subject to the provisions of the Kansas Open Records Act. Any business records or information eligible to remain confidential will be kept confidential only if requested by the applicant.

The City has no provisions to recapture abated taxes if the business does not meet initial new employment or salary estimates used in the preparation of the initial Cost Benefit Analysis. If the use changes to another qualifying use the annual tax abatement will most likely continue following review of the Annual Claim for Exemption Form. The tax abatement incentive is cancelled for any business that ceases to operate or no longer is considered an eligible property.

Property tax incentives issued by the City are abated based on the new or expanded costs of improvements at 100% of the cost of the improvements. Per Kansas law, machinery and equipment placed in use by a business after June 30, 2006, is exempt from ad valorem taxes.

The City has made no commitments other than reduced taxes to business receiving tax abatement incentives.

The City negotiates property tax abatement agreements on an individual basis. The abated taxes reflect the amounts that would have been levied on behalf of the City of the 20234tax roll to fund expenditures during the calendar year 2025 were it not for an exemption.

A summary of economic development tax abatements for 2025 is as follows:

Location of Exempt Property	Amount
EDX and IRB Tax Abatements:	
City	$ 453,600
Other taxing entities	1,021,492
Total abatements	$ 1,475,092

21. COMMITMENTS AND CONTINGENCIES

Electric Purchase Commitments

The City became a member of the Kansas Power Pool (KPP), a municipal energy agency, in January 2005. KPP was created to provide economic benefits to its member cities, through coordination of collective electrical resources, facilities and loads. The City has power supply contracts with the Kansas Municipal Energy Agency (KMEA) for power supply from the Grand River Dam Authority (GRDA). The scheduling responsibilities for those contracts and the City's contract with the Southwestern Power Administration (SPA) have been assigned to KPP. That agency manages power supply on behalf of the City. The contracts with KMEA for GRDA Power were in force through December 31, 2015, KPP has entered into transmission arrangements with the Southwest Power Pool on behalf of the City. The City terminated its SPA power supply arrangement from KMEA in 2010 and entered into a contract directly with SPA. This contract is in force through May 31, 2025. In September 2012 the city entered into a twenty-year power purchase contract with KPP, to purchase all of the City's required electrical power. That contract was amended in June 2017 to provide a commitment to purchase power and energy and the associated transmission service not to exceed 40 years.

The payment and scheduling responsibilities under all these contracts have all been assigned to KPP and all billings and payments are handled through KPP. Payment responsibility for each of these contracts remains with the City for the full term of each contract and would be under the respective contract conditions should the City withdraw from KPP.

Natural Gas Purchase Commitments

The City entered into a contract with the Kansas Municipal Gas Agency (KMGA) in February 2014 to purchase its entire gas requirements from and through KMGA for the term of the agreement. The contract provides that the City may provide for alternative supplies not to exceed 35% of its total annual gas supply. The contract provides for a year-to-year term until terminated by either party giving at least a 1-year written notice to the other party.

22. CHANGE IN REPORTING ENTITY

The City had the following changes to its reporting entity.

	FUNDS	
	Public Safety Needs Study	Nonmajor Governmental
12/31/2024, as previously reported	$ 1,711,614	$ 4,437,271
Change from major to non major	(1,711,614)	1,711,614
12/31/2024, as restated	$ -	$ 6,148,885

23. SUBSEQUENT EVENTS

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

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WINFIELD

Schedule of Changes in the Net OPEB Liability - Healthcare
12/31/2025

Last 10 Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017*	2016*
Total OPEB Liability - Beginning of year	$ 1,368,293	$ 2,094,649	$ 1,958,712	$ 1,904,810	$ 1,800,803	$ 1,592,921	$ 1,511,697	$ 1,072,835		
Service Cost	86,464	83,945	128,634	124,887	96,398	93,590	75,727	73,521		
Interest Cost	47,050	43,597	42,636	39,980	51,199	48,341	53,777	51,039		
Changes in Benefit Terms	-	-	-	-	-	-	-	-		
Differences between actual and expected experience	-	(647,606)	-	(235,648)	-	(13,397)	-	41,424		
Changes in assumptions and inputs	-	(181,001)	-	168,832	-	115,870	-	318,900		
Employer contributions	(23,038)	(25,291)	(35,333)	(44,149)	(43,590)	(36,522)	(48,280)	(46,022)		
Net Changes	110,476	(726,356)	135,937	53,902	104,007	207,882	81,224	438,862		
Total OPEB Liability - End of year	$ 1,478,769	$ 1,368,293	$ 2,094,649	$ 1,958,712	$ 1,904,810	$ 1,800,803	$ 1,592,921	$ 1,511,697		

* For December 31, 2018, GASB 75 was implemented. The information for years 2016-2017 is not available under the measurement requirements of GASB 75.

CITY OF WINFIELD

Schedule of the Total OPEB Liability as a Percentage of Covered Employee Payroll - Healthcare
12/31/2025

Last 10 Fiscal Years

	2025	2024	2023	2022	2021	2020	2019	2018	2017*	2016*
Total OPEB Liability	$ 1,478,769	$ 1,368,293	$ 2,094,649	$ 1,958,712	$ 1,904,810	$ 1,800,803	$ 1,592,921	$ 1,511,697		
Fiduciary net position	-	-	-	-	-	-	-	-		
Net OPEB liability	$ 1,478,769	$ 1,368,293	$ 2,094,649	$ 1,958,712	$ 1,904,810	$ 1,800,803	$ 1,592,921	$ 1,511,697		
Fiduciary net position as a percentage of total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%		
Covered-employee payroll	$ 8,983,257	$ 8,721,609	$ 10,162,235	$ 9,866,248	$ 9,657,375	$ 9,376,092	$ 8,776,769	$ 8,521,135		
Net OPEB liability as a percentage of covered payroll	16.46%	15.69%	20.61%	19.85%	19.72%	19.21%	18.15%	17.74%		

* For December 31, 2018, GASB 75 was implemented. The information for years 2016-2017 is not available under the measurement requirements of GASB 75.

**There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

CITY OF WINFIELD

Schedule of Changes in the Net OPEB Liability - KPERS Death and Disability
12/31/2025

Last 10 Fiscal Years*

	2025	2024	2023	2022	2021	2020	2019	2018	2017*	2016*
Total OPEB Liability - Beginning of year	$ 185,838	$ 187,189	$ 220,320	$ 311,311	$ 310,281	$ 285,873	$ 423,724	$ 559,525		
Service Cost	16,444	16,513	16,927	29,488	28,510	23,544	22,136	22,046		
Interest Cost	7,877	7,368	8,202	7,233	7,356	10,624	17,135	20,118		
Changes in Benefit Terms	-	-	-	-	-	-	-	-		
Differences between actual and expected experience	(19,582)	(21,835)	(46,025)	(56,422)	(23,531)	(19,476)	(175,230)	(132,092)		
Changes in assumptions and inputs	(11,941)	288	(1,041)	(59,413)	572	21,593	4,357	(6,312)		
Employer contributions	(3,685)	(3,685)	(11,194)	(11,877)	(11,877)	(11,877)	(6,249)	(39,561)		
Net Changes	(10,887)	(1,351)	(33,131)	(90,991)	1,030	24,408	(137,851)	(135,801)		
Total OPEB Liability - End of year	$ 174,951	$ 185,838	$ 187,189	$ 220,320	$ 311,311	$ 310,281	$ 285,873	$ 423,724		

* For December 31, 2018, GASB 75 was implemented. The information for years 2016-2017 is not available under the measurement requirements of GASB 75.

CITY OF WINFIELD

Schedule of the Total OPEB Liability as a Percentage of Covered Employee Payroll - KPERS Death and Disability
12/31/2025

Last 10 Fiscal Years*

	2025	2024	2023	2022	2021	2020	2019	2018	2017*	2016*
Total OPEB Liability	$ 174,951	$ 185,838	$ 187,189	$ 220,320	$ 311,311	$ 310,281	$ 285,873	$ 423,724		
Fiduciary net position	-	-	-	-	-	-	-	-		
Net OPEB liability	$ 174,951	$ 185,838	$ 187,189	$ 220,320	$ 311,311	$ 310,281	$ 285,873	$ 423,724		
Fiduciary net position as a percentage of total OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%		
Covered-employee payroll	$ 7,364,224	$ 6,855,186	$ 6,678,056	$ 6,715,811	$ 6,833,250	$ 6,658,242	$ 6,286,818	$ 6,143,092		
Net OPEB liability as a percentage of covered payroll	2.38%	2.71%	2.80%	3.28%	4.56%	4.66%	4.55%	6.90%		

* For December 31, 2018, GASB 75 was implemented. The information for years 2016-2017 is not available under the measurement requirements of GASB 75.
**There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

CITY OF WINFIELD, KANSAS

Schedule of City's Proportionate Share of the Net Pension Liability
12/31/2025

Kansas Public Employees Retirement System
Last 10 Fiscal Years*

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Local										
City's proportionate percentage of the net pension liability	0.35042%	0.33240%	0.35054%	0.38012%	0.39038%	0.38795%	0.38209%	0.38257%	0.38608%	0.38485%
City's proportionate share of the net pension liability	$ 7,023,338	$ 7,061,020	$ 7,353,996	$ 7,556,954	$ 4,684,341	$ 6,725,780	$ 5,339,234	$ 5,332,208	$ 5,592,197	$ 5,953,805
City's covered payroll	$ 7,355,586	$ 7,355,586	$ 7,261,131	$ 7,243,847	$ 7,127,105	$ 6,900,405	$ 6,693,310	$ 6,626,812	$ 6,689,726	$ 6,691,456
City's proportionate share of the net pension liability as a percentage of its covered payroll	95.48%	96.00%	101.28%	104.32%	65.73%	97.47%	79.77%	80.46%	83.59%	88.98%
Plan fiduciary net position as a percentage of the total pension liability	74.40%	71.71%	70.55%	70.66%	81.14%	70.77%	75.02%	74.22%	72.15%	68.55%
Police and Firemen										
City's proportionate percentage of the net pension liability	0.40%	0.43%	0.47%	0.53%	0.51745%	0.53706%	0.54736%	0.54034%	0.58177%	0.59448%
City's proportionate share of the net pension liability	$ 6,546,030	$ 6,785,005	$ 7,478,830	$ 7,596,899	$ 4,937,719	$ 6,622,685	$ 5,539,933	$ 5,199,141	$ 5,455,754	$ 5,521,321
City's covered payroll	$ 3,458,255	$ 3,119,143	$ 3,042,543	$ 3,029,846	$ 2,967,687	$ 2,940,602	$ 2,838,448	$ 2,712,138	$ 2,718,387	$ 2,717,188
City's proportionate share of the net pension liability as a percentage of its covered payroll	189.29%	217.53%	245.81%	250.74%	166.38%	225.22%	195.17%	191.70%	200.70%	203.20%
Plan fiduciary net position as a percentage of the total pension liability	68.13%	66.61%	64.95%	66.12%	76.09%	66.81%	71.22%	71.53%	70.99%	69.30%

* Data became available with the inception of GASB Statement No. 68 during fiscal year 2015, therefore 10 years of data is unavailable.

CITY OF WINFIELD, KANSAS

Schedule of City's Contributions
12/31/2025

Kansas Public Employees Retirement System
Last 10 Fiscal Years*

Local	2025	2024	2023	2022	2021	2020	2019	2018	2017
Contractually required contribution	$ 850,841	$ 796,295	$ 703,711	$ 704,068	$ 685,293	$ 790,860	$ 711,635	$ 635,073	$ 583,687
Contributions in relation to the contractually required contribution	(850,841)	(796,295)	(703,711)	(704,068)	(685,293)	(790,860)	(711,635)	(635,073)	(583,687)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
City's covered employee payroll	$7,857,684	$7,484,421	$7,226,751	$7,295,510	$7,192,183	$7,400,717	$6,995,351	$6,574,849	$6,535,786
Contributions as a percentage of covered payroll	10.83%	10.64%	9.74%	9.65%	9.53%	10.69%	10.17%	9.66%	8.93%
Police and Firemen									
Contractually required contribution	$ 853,760	$ 757,907	$ 689,982	$ 711,119	$ 692,346	$ 660,077	$ 656,064	$ 661,858	$ 614,203
Contributions in relation to the contractually required contribution	(853,760)	(757,907)	(689,982)	(711,119)	(692,346)	(660,077)	(656,064)	(661,858)	(614,203)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
City's covered payroll	$3,458,255	$3,227,814	$3,010,471	$3,074,614	$2,985,077	$3,009,791	$2,963,952	$2,880,147	$2,812,286
Contributions as a percentage of covered payroll	24.69%	23.48%	22.92%	23.13%	23.19%	21.93%	22.13%	22.98%	21.84%

* Data became available with the inception of GASB Statement No. 68 during fiscal year 2015, therefore 10 years of data is unavailable. Data is measured as of the most recent fiscal year end.

Other Post Employment Benefits - Healthcare

Changes in benefit terms:

There are no changes in benefits.

Changes in assumptions:

Changes in assumptions and other inputs FY24 to FY25 reflect the following:

- The assumed mortality was changed to the Society of Actuaries RP 2014 annuitant distinct mortality table Adjusted to 2006 with MP-2021 Full Generational Projection of Future Mortality Improvement.
- The discount rate remained the same at 3.26%

Other Post Employment Benefits - KPERS Death and Disabilities

Changes in benefit terms:

There are no changes in benefits.

Changes in assumptions:

Changes in assumptions and other inputs FY24 to FY25 reflect the following:

- The discount rate was changed from 3.93% in FY24 to 5.20% in FY25.
- The mortality projection scale was updated to the most recent table published by the Society of Actuaries.

Defined Benefit Pension Plan

Changes in benefit terms:

There are no changes in benefits.

Changes in assumptions:

- The discount rate remained the same from 7.00% in FY24 to 7.00% in FY25.

COMBINING FINANCIAL STATEMENTS
AND
INDIVIDUAL FUND SCHEDULES

CITY OF WINFIELD, KANSAS

GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS

The primary purpose of the Special Revenue Funds is to account for the proceeds of designated revenue sources which are used to finance specified activities as required by law or administrative regulation. The following nonmajor Special Revenue Funds are reported:

Flood Control - to account for maintenance costs of the flood levee.

Special Parks and Recreation - to account for park and recreation upgrades. Financing is provided through one-third of the 10% gross receipts tax on the sale of alcoholic liquor, which is a statewide alcohol liquor tax.

Special Alcohol - to account for expenditures of drug and alcohol education, treatment and prevention services for City residents. Financing is provided through one-third of the 10% gross receipts tax on the sale of alcoholic liquor, which is a statewide alcohol liquor tax.

Law Enforcement Trust - to account for the net proceeds of sale of forfeited property and moneys related to controlled substances activities. The enabling statute defines allowable expenditures.

Water Preservation - established in 2004 to provide funding for programs to protect the upstream quality of water flowing into the Winfield City Lake, the primary water source for the City. A portion of the lake permit fees and two cents for every one thousand gallons of water billed provide the revenue sources for this fund.

Senior Citizens Facility - to account for the operations of the Senior Center activities. Financing is provided from appropriations from the Cowley County Council on Aging and other sources.

Special Liability - to account for City employee legal defense costs and various uninsured risk costs as provided by applicable statutes. Financing is provided by a specific tax levy.

Land Bank - to account for funds used to establish the land bank fund.

American Rescue Plan Act - used for the strategic investment in long-lived assets responding to the public health and economic impacts of Covid-19 Pandemic. The City elected to receive the entirety of funds using the standard revenue allowance which provided flexibility of uses under general government spending on previously provided public services including utilities, as well as simplified reporting mechanisms. The funds must be obligated by December 31, 2024 and expended by December 31, 2026.

Kansas Fights Addiction - to acccount for proceeds from state opioid settlements. All moneys are to be expended for drug abuse prevention programs.

Industrial Development - to account for the promotion of industrial development. Financing is provided through a specific tax levy.

Convention and Tourism - to account for the administration of the Transient Guest Tax received by the City. All moneys are to be expended for convention and tourism promotion per applicable State statutes.

Payroll Clearing - to account for moneys held on behalf of City employees' payroll for related payroll taxes, retirement contributions, insurance and other authorized withholdings by City employees.

Fire Insurance Proceeds - to collect and pass through flexible benefit contributions.

Sales Tax - to account for sales tax collected and to be remitted to the State of Kansas.

Flex Medical - to account for moneys held on behalf of City employees' payroll for reimbursement of qualifying medical expenses by City employees.

Fairgrounds Improvements - to account for Cowley County Fairgrounds maintenance and improvement expenditures. Financing is provided by fairgrounds facility usage fees.

Cemetery Improvements - Cemetery operations and maintenance expenditures are paid from this fund with one-third of sales proceeds of each cemetery space and pre-need payments providing the funding for this fund.

Library - to account for the City's tax levy funding of the operation of the Winfield Public Library. Financing is provided by a specific tax levy.

Equipment Reserve - to account for the resources provided by other City funds to provide for future equipment purchases.

Grants and Contributions - to account for federal and state grants and contributions from private enterprise for general government type projects.

Alcohol and Drug Safety Action - to account for assessment fees collected by the Municipal Court for alcohol and drug related charges, as established by state statues. Resources can only be used for court expenditures involved in administering the provisions of the related statute.

Barr Police Building - The City received a $542,972 bequest in 2015 restricted for use of police improvements.

Public Safety/Other CIP - to account for certain sales tax proceeds approved by the voters of the city beginning October 1, 2019 and ending September 30, 2044 to be used to finance costs of police, fire, and public safety buildings and facilities, streets, and other capital improvements.

CDBG - to account for housing rehabilitation of approximately 15 rental units occupied by qualifying low to moderate income families.

Baseball Complex Maintenance Reserve - to track the revenues and expenses associated with the Broadway Complex Facility Lease Agreement between the City, USD 465, Southwestern College and the Winfield Recreation Commission.

Stormwater Drainage - established in 1996 to fund major drainage projects throughout the City. Financing is provided through stormwater drainage fees charges to City utility customers.

NONMAJOR CAPITAL PROJECT FUNDS

The primary purpose of the capital projects fund is to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds. Nonmajor projects included within this fund type are as follows:

Walnut Energby SS Pipeline - to account for the costs associated with the preliminary design engineering for natural gas pipeline to serve the Walnut Energy Center.

2023 CCLIP - to account for the costs of the street improvements funded in part by KDOT grant funds to be completed on 1) US77 between 19th Ave. and the S. Walnut Bridge and 2) US 160 from Wheat Rd. to the Industrial Park.

2025 CCLIP - to account for the costs of the street improvements funded in part by KDOT grant funds to be completed on Main St. (US77) from 6th Ave. to 11th Ave.

Pike Road Improvements - to account for the costs of the street improvements to be completed on Pike Rd. from 19th Ave. to the Dillons Entrance.

Vaughn Tennis Center Project - to account for the improvements to the tennis center facilities located on the south end of Whittier Elementary School. The City entered into an agreement with the Winfield Unified School District No. 465, Southwestern College and the Winfield Recreation Commission to expand and improve the tennis center.

Strother Field - to account for the use of bond proceeds for the purchase of real estate contiguous to the existing Strother Field Airport and Industrial Park parcel.

Pedestrian Access Expansion - to account for the costs of pedestrian sidewalk improvements funded in part by KDOT grant funds on US 160 between Mound and Wheat Rd.

Public Safety Needs Study - to account for a project authorized by the City Commission in 2015 to determine the long-term solution for police, fire and ambulance facilities.

2027 CCLIP - to account for the costs of the street improvements funded in part by KDOT grant funds to be completed on 9th Ave. (US 160) from Bliss St. to College St.

City Hall & PD Facility - To account for the costs of City Hall & Old PD Building project

2300 W 14th Development - To account for the costs associated with the housing development located at this location.

Island Park Dredging/Improvements - To account for the costs associated with the environmental and physical improvements.

PERMANENT FUNDS

Cemetery Endowment - the fund is an endowment from a citizen and prohibits the use of the principal and only the investment earnings can be used for cemetery improvements.

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2025

	Special Revenue Funds	Capital Projects Funds	Permanent Fund Cemetery Endowment	Total All Nonmajor Governmental Funds
Assets:				
Cash and cash equivalents	$ 5,649,700	$ 174,243	$ 6,654	$ 5,830,597
Accounts receivable	86,769	-	-	86,769
Sales tax receivable	95,682	-	-	95,682
Property tax receivable	760,885	-	-	760,885
Land held for resale	710,252	-	-	710,252
Total assets	$ 7,303,288	$ 174,243	$ 6,654	$ 7,484,185
Liabilities, Deferred Inflows and Fund Balances				
Liabilities:				
Accounts payable	$ 499,192	$ 410,154	$ -	$ 909,346
Accrued payroll and accrued liabilities	5,325	-	-	5,325
Due to other funds	183,277	-	-	183,277
Temporary notes payable	-	-	-	-
Total liabilities	687,794	410,154	-	1,097,948
Deferred Inflows of Resources:				
Property taxes receivable	760,885	-	-	760,885
Fund Balances:				
Nonspendable	-	-	6,654	6,654
Restricted:				
General government	123,236	-	-	123,236
Public safety	1,191,664	-	-	1,191,664
Stormwater drainage improvements	1,068,938	-	-	1,068,938
Culture and recreation	107,109	-	-	107,109
Health and welfare	50,190	-	-	50,190
Economic development	953,144	-	-	953,144
Levee maintenance	22,891	-	-	22,891
Street improvements	1,348,114	-	-	1,348,114
Equipment acquisition	163,823	-	-	163,823
Committed:				
Water quality programs	518,149	-	-	518,149
Fairgrounds improvements	251,815	-	-	251,815
Cemetery improvements	55,536	-	-	55,536
Assigned:				
Capital projects	-	174,243	-	174,243
Unassigned	-	(410,154)	-	(410,154)
Total fund balances	5,854,609	(235,911)	6,654	5,625,352
Total liabilities, deferred inflows and fund balances	$ 7,303,288	$ 174,243	$ 6,654	$ 7,484,185

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
Year Ended December 31, 2025

	Special Revenue Funds	Capital Projects Funds	Permanent Fund Cemetery Endowment	Total All Nonmajor Governmental Funds
Revenues:				
Property taxes	$ 766,815	$ -	$ -	$ 766,815
Sales taxes	1,505,485	-	-	1,505,485
Intergovernmental	318,518	959,712	-	1,278,230
Charges for services	331,661	-	-	331,661
Use of money and property	154,943	21,363	186	176,492
Miscellaneous	180,768	63,645	-	244,413
Total revenues	3,258,190	1,044,720	186	4,303,096
Expenditures:				
Current:				
General government	698,150	25,830	-	723,980
Public safety	371,957	1,030,732	-	1,402,689
Public works	83,024	887,508	-	970,532
Culture and recreation	711,014	7,800	-	718,814
Health and welfare	24,482	-	-	24,482
Economic development	93,624	356,673	-	450,297
Debt service	-	-	-	-
Total expenditures	1,982,251	2,308,543	-	4,290,794
Expenditures over revenues	1,275,939	(1,263,823)	186	12,302
Other Financing Sources (Uses):				
Transfers in	539,415	453,362	-	992,777
Transfers out	(1,116,577)	(412,035)	-	(1,528,612)
Total other financing sources (uses)	(577,162)	41,327	-	(535,835)
Net change in fund balances	698,777	(1,222,496)	186	(523,533)
Fund balances (deficit), beginning of year	5,155,832	(725,029)	6,468	4,437,271
Change within financial reporting entity	-	1,711,614	-	1,711,614
Fund balances, beginning year as restated	5,155,832	986,585	6,468	6,148,885
Fund balances (deficit), end of year	$ 5,854,609	$ (235,911)	$ 6,654	$ 5,625,352

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2025

	Flood Control	Special Parks and Recreation	Special Alcohol Program	Law Enforcement Trust	Water Preservation	Senior Citizens Facility	Special Liability	Land bank	American Rescue Plan Act	Kansas Fights Addiction
Assets:										
Cash and cash equivalents	$ 22,891	$ 93,385	$ 50,150	$ 46,872	$ 518,149	$ 13,724	$ 19,968	$ 9,442	$ -	$ 93,826
Accounts receivable	-	-	-	-	-	-	-	-	-	-
Sales tax receivable	-	-	-	-	-	-	-	-	-	-
Property taxes receivable	-	-	-	-	-	-	184,594	-	-	-
Prepaid sales tax	-	-	-	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-	-	-	-
Total assets	$ 22,891	$ 93,385	$ 50,150	$ 46,872	$ 518,149	$ 13,724	$ 204,562	$ 9,442	$ -	$ 93,826
Liabilities, Deferred Inflows and Fund Balances										
Liabilities:										
Accounts payable	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Wages payable	-	-	650	-	-	-	-	-	-	-
Accrued payroll and taxes	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-	-
Total liabilities	-	-	650	-	-	-	-	-	-	-
Deferred inflows of resources:										
Property taxes receivable	-	-	-	-	-	-	184,594	-	-	-
Fund Balances:										
Restricted:										
General government	-	-	-	-	-	-	19,968	9,442	-	93,826
Public safety	-	-	-	46,872	-	-	-	-	-	-
Stormwater drainage improvements	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	93,385	-	-	-	13,724	-	-	-	-
Health and welfare	-	-	49,500	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-	-	-
Levee maintenance	22,891	-	-	-	-	-	-	-	-	-
Equipment acquisition	-	-	-	-	-	-	-	-	-	-
Committed:	-	-	-	-	-	-	-	-	-	-
Water quality programs	-	-	-	-	518,149	-	-	-	-	-
Fairgrounds improvements	-	-	-	-	-	-	-	-	-	-
Cemetery improvements	-	-	-	-	-	-	-	-	-	-
Total fund balances	22,891	93,385	49,500	46,872	518,149	13,724	19,968	9,442	-	93,826
Total liabilities, deferred inflows and fund balances	$ 22,891	$ 93,385	$ 50,150	$ 46,872	$ 518,149	$ 13,724	$ 204,562	$ 9,442	$ -	$ 93,826

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2025

	Industrial Development	Convention and Tourism	Payroll Clearing	Fire Insurance Proceeds	Sales Tax	Flex Medical	Fairgrounds Improvements	Cemetery Improvement	Library
Assets:									
Cash and cash equivalents	$ 24,607	$ 218,405	$ 2,758	$ 55,700	$ 332,422	$ 27,928	$ 251,115	$ 55,536	$ -
Accounts receivable	-	-	-	-	67,692	-	700	-	-
Sales tax receivable	-	-	-	-	-	-	-	-	-
Property taxes receivable	-	-	-	-	-	-	-	-	576,291
Prepaid sales tax	-	-	-	-	-	-	-	-	-
Land held for resale	710,252	-	-	-	-	-	-	-	-
Total assets	$ 734,859	$ 218,405	$ 2,758	$ 55,700	$ 400,114	$ 27,928	$ 251,815	$ 55,536	$ 576,291
Liabilities, Deferred Inflows and Fund Balances									
Liabilities:									
Accounts payable	$ -	$ 120	$ -	$ 55,700	$ 400,114	$ 27,928	$ -	$ -	$ -
Wages payable	-	-	-	-	-	-	-	-	-
Accrued payroll and taxes	-	-	2,758	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-
Total liabilities	-	120	2,758	55,700	400,114	27,928	-	-	-
Deferred inflows of resources:									
Property taxes receivable	-	-	-	-	-	-	-	-	576,291
Fund Balances:									
Restricted:									
General government	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-		-	-
Stormwater drainage improvements	-	-	-	-	-	-	-	-	-
Culture and recreation	-		-	-	-	-		-	-
Health and welfare	-	-	-	-	-	-	-	-	-
Economic development	734,859	218,285	-	-	-	-	-	-	-
Levee maintenance	-	-	-	-	-	-	-	-	-
Equipment acquisition	-	-	-	-	-	-	-	-	-
Committed:	-	-	-	-	-	-	-	-	-
Water quality programs	-	-	-	-	-	-	-	-	-
Fairgrounds improvements	-	-	-	-	-	-	251,815	-	-
Cemetery improvements	-	-	-	-	-	-	-	55,536	-
Total fund balances	734,859	218,285	-	-	-	-	251,815	55,536	-
Total liabilities, deferred inflows and fund balances	$ 734,859	$ 218,405	$ 2,758	$ 55,700	$ 400,114	$ 27,928	$ 251,815	$ 55,536	$ 576,291

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2025

	Equipment Reserve	Grants and Contributions	Alcohol and Drug Safety Action	Barr Police Building	Public Safety/Other CIP	CDBG	Baseball Complex Maintenance Reserve	Stormwater Drainage	Total Nonmajor Special Revenue Funds
Assets:									
Cash and cash equivalents	$ 782	$ 178,371	$ 690	$ 1,144,792	$ 1,202,177	$ 122	$ 50,133	$ 1,235,755	$ 5,649,700
Accounts receivable	-	-	-	-	-	-	-	18,377	86,769
Sales tax receivable	-	-	-	-	95,682	-	-	-	95,682
Property taxes receivable	-	-	-	-	-	-	-	-	760,885
Prepaid sales tax	-	-	-	-	-	-	-	-	-
Land held for resale	-	-	-	-	-	-	-	-	710,252
Total assets	$ 782	$ 178,371	$ 690	$ 1,144,792	$ 1,297,859	$ 122	$ 50,133	$ 1,254,132	$ 7,209,462
Liabilities, Deferred Inflows and Fund Balances									
Liabilities:									
Accounts payable	$ -	$ 15,330	$ -	$ -	$ -	$ -	$ -	$ -	$ 499,192
Wages payable	-	-	-	-	-	-	-	1,917	2,567
Accrued payroll and taxes	-	-	-	-	-	-	-	-	2,758
Due to other funds	-	-	-	-	-	-	-	183,277	183,277
Total liabilities	-	15,330	-	-	-	-	-	185,194	687,794
Deferred Inflows of Resources:									
Property taxes receivable	-	-	-	-	-	-	-	-	760,885
Fund Balances:									
Restricted:									
General government	-	-	-	-	-	-	-	-	123,236
Public safety	-	-	-	1,144,792	-	-	-	-	1,191,664
Stormwater drainage improvements	-	-	-	-	-	-	-	1,068,938	1,068,938
Culture and recreation	-	-	-	-	-	-	-	-	107,109
Health and welfare	-	-	690	-	-	-	-	-	50,190
Economic development	-	-	-	-	-	-	-	-	953,144
Levee maintenance	-	-	-	-	-	-	-	-	22,891
Street improvements	-	-	-	-	1,297,859	122	50,133	-	1,348,114
Equipment acquisition	782	163,041	-	-	-	-	-	-	163,823
Committed:									-
Water quality programs	-	-	-	-	-	-	-	-	518,149
Fairgrounds improvements	-	-	-	-	-	-	-	-	251,815
Cemetery improvements	-	-	-	-	-	-	-	-	55,536
Assigned:									
Capital projects	-	-	-	-	-	-	-	-	-
Total fund balances	782	163,041	690	1,144,792	1,297,859	122	50,133	1,068,938	5,854,609
Total liabilities, deferred inflows and fund balances	$ 782	$ 178,371	$ 690	$ 1,144,792	$ 1,297,859	$ 122	$ 50,133	$ 1,254,132	$ 7,209,462

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
Year Ended December 31, 2025

	Flood Control	Special Parks and Recreation	Special Alcohol Program	Law Enforcement Trust	Water Preservation	Senior Citizens Facility	Special Liability	Land Bank	American Rescue Plan Act	Kansas Fights Addiction
Revenues:										
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ 171,630	$ -	$ -	$ -
Sales taxes	-	-	-	-	-	-	-	-	-	-
Intergovernmental revenues	-	31,644	31,849	2,148	-	5,400	-	-	-	21,269
Charges for services	-	-	-	-	-	-	-	-	-	-
Use of money and property	639	20,893	1,187	1,246	13,023	838	1,391	269	-	-
Miscellaneous	-	803	1,200	742	-	11,262	11,990	-	-	-
Total revenues	639	53,340	34,236	4,136	13,023	17,500	185,011	269	-	21,269
Expenditures:										
Current:										
General government	-	-	-	-	-	-	174,742	-	523,408	-
Public safety	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	10,316	-	-	-	-
Health and welfare	-	-	24,482	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	572	-	-
Cemetery	-	-	-	-	-	-	-	-	-	-
Total expenditures	-	-	24,482	-	-	10,316	174,742	572	523,408	-
Revenues over (under) expenditures	639	53,340	9,754	4,136	13,023	7,184	10,269	(303)	(523,408)	21,269
Other Financing Sources (Uses):										
Transfers in	-	-	-	-	87,211	5,000	-	-	-	-
Transfers out	-	-	-	-	-	(20,649)	-	-	-	-
Total other financing sources (uses)	-	-	-	-	87,211	(15,649)	-	-	-	-
Net change in fund balance	639	53,340	9,754	4,136	100,234	(8,465)	10,269	(303)	(523,408)	21,269
Fund balances, beginning of year	22,252	40,045	39,746	42,736	417,915	22,189	9,699	9,745	523,408	72,557
Fund balances, end of year	$ 22,891	$ 93,385	$ 49,500	$ 46,872	$ 518,149	$ 13,724	$ 19,968	$ 9,442	$ -	$ 93,826

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds
Year Ended December 31, 2025

	Industrial Development	Convention and Tourism	Payroll Clearing	Fire Insurance Proceeds	Sales Tax	Flex Medical	Fairgrounds Improvements	Cemetery Improvement	Library
Revenues:									
Property taxes	$ 3,760	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 591,425
Sales taxes	-	-	-	-	-	-	-	-	-
Intergovernmental revenues	-	110,183	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	28,125	-	-
Use of money and property	2,273	6,089	-	-	-	-	7,728	7,310	-
Miscellaneous	-	1,840	-	-	-	-	650	-	-
Total revenues	6,033	118,112	-	-	-	-	36,503	7,310	591,425
Expenditures:									
Current:									
General government	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	109,273	-	591,425
Health and welfare	-	-	-	-	-	-	-	-	-
Economic development	9,235	83,817	-	-	-	-	-	-	-
Cemetery	-	-	-	-	-	-	-	-	-
Total expenditures	9,235	83,817	-	-	-	-	109,273	-	591,425
Revenues over (under) expenditures	(3,202)	34,295	-	-	-	-	(72,770)	7,310	-
Other Financing Sources (Uses):									
Transfers in	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	-
Net change in fund balance	(3,202)	34,295	-	-	-	-	(72,770)	7,310	-
Fund balances, beginning of year	738,061	183,990	-	-	-	-	324,585	48,226	-
Fund balances, end of year	$ 734,859	$ 218,285	$ -	$ -	$ -	$ -	$ 251,815	$ 55,536	$ -

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balance
Nonmajor Special Revenue Funds (continued)
Year Ended December 31, 2025

	Equipment Reserve	Grants and Contributions	Alcohol and Drug Safety Action	Barr Police Building	Public Safety/Other CIP	CDBG	Baseball Complex Maintenance Reserve	Stormwater Drainage	Total Nonmajor Special Revenue Funds
Revenues:									
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 766,815
Sales taxes	-	-	-	-	1,505,485	-	-	-	1,505,485
Intergovernmental revenues	-	116,025	-	-	-	-	-	-	318,518
Charges for services	-	-	-	-	-	-	-	303,536	331,661
Use of money and property	193	7,915	19	34,893	15,608	-	1,167	32,262	154,943
Miscellaneous	-	136,281	-	-	-	-	16,000	-	180,768
Total revenues	193	260,221	19	34,893	1,521,093	-	17,167	335,798	3,258,190
Expenditures:									
Current:									
General government	-	-	-	-	-	-	-	-	698,150
Public safety	49,000	269,101	-	-	-	-	-	53,856	371,957
Public works	-	-	-	-	-	-	-	83,024	83,024
Culture and recreation	-	-	-	-	-	-	-	-	711,014
Health and welfare	-	-	-	-	-	-	-	-	24,482
Economic development	-	-	-	-	-	-	-	-	93,624
Cemetery	-	-	-	-	-	-	-	-	-
Total expenditures	49,000	269,101	-	-	-	-	-	136,880	1,982,251
Revenues over (under) expenditures	(48,807)	(8,880)	19	34,893	1,521,093	-	17,167	198,918	1,275,939
Other Financing Sources (Uses):									
Transfers in	-	35,169	-	-	412,035	-	-	-	539,415
Transfers out	-	(191,830)	-	-	(904,098)	-	-	-	(1,116,577)
Total other financing sources (uses)	-	(156,661)	-	-	(492,063)	-	-	-	(577,162)
Net change in fund balance	(48,807)	(165,541)	19	34,893	1,029,030	-	17,167	198,918	698,777
Fund balances, beginning of year	49,589	328,582	671	1,109,899	268,829	122	32,966	870,020	5,155,832
Fund balances, end of year	$ 782	$ 163,041	$ 690	$ 1,144,792	$ 1,297,859	$ 122	$ 50,133	$ 1,068,938	$ 5,854,609

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Flood Control Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Interest earnings	$ 350	$ 350	$ 639	$ 289
Expenditures and encumbrances:				
Contractual services	5,250	5,250	-	(5,250)
Commodities	5,000	5,000	-	(5,000)
Cash Forward	6,206	6,206	-	(6,206)
Total expenditures and encumbrances	16,456	16,456	-	(16,456)
Revenues over (under) expenditures	(16,106)	(16,106)	639	16,745
Fund balance, beginning of year	16,106	16,106	22,252	6,146
Fund balance, end of year	$ -	$ -	$ 22,891	$ 22,891

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Special Parks and Recreation Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Intergovernmental	$ 31,259	$ 31,259	$ 31,644	$ 385
Rent	18,600	18,600	19,065	465
Interest earnings	-	-	1,828	1,828
Miscellaneous	1,800	1,800	803	(997)
Total revenues	51,659	51,659	53,340	1,681
Expenditures and encumbrances:				
Commodities	10,000	10,000	-	(10,000)
Capital outlay	60,000	60,000	-	(60,000)
Cash Forward	85,515	85,515	-	(85,515)
Total expenditures and encumbrances	155,515	155,515	-	(155,515)
Revenues over (under) expenditures	(103,856)	(103,856)	53,340	157,196
Fund balance, beginning of year	103,856	103,856	40,045	(63,811)
Fund balance, end of year	$ -	$ -	$ 93,385	$ 93,385

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Special Alcohol Program Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Intergovernmental	$ 31,259	$ 31,259	$ 31,849	$ 590
Interest earnings	-	-	1,187	1,187
Miscellaneous	2,050	2,050	1,200	(850)
Total revenues	33,309	33,309	34,236	927
Expenditures and encumbrances:				
Personal services	28,431	28,431	24,483	(3,948)
Commodities	100	100	-	(100)
Cash Forward	50,757	50,757	-	(50,757)
Total Expenditures	79,288	79,288	24,483	(54,805)
Revenues over (under) expenditures	(45,979)	(45,979)	9,753	55,732
Fund balance, beginning of year	45,979	45,979	39,747	(6,232)
Fund balance, end of year	$ -	$ -	$ 49,500	$ 49,500

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Law Enforcement Trust Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Intergovernmental	$ -	$ -	$ 2,148	$ 2,148
Interest earnings	600	600	1,246	646
Miscellaneous	-	-	742	742
Total revenues	600	600	4,136	3,536
Expenditures and encumbrances:				
Contractual services	2,000	2,000	-	(2,000)
Contingency	10,000	10,000	-	(10,000)
Cash Forward	15,671	15,671	-	(15,671)
Total expenditures and encumbrances	27,671	27,671	-	(27,671)
Revenues over (under) expenditures	(27,071)	(27,071)	4,136	31,207
Fund balance, beginning of year	27,071	27,071	42,736	15,665
Fund balance, end of year	$ -	$ -	$ 46,872	$ 46,872

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Water Preservation Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Interest earnings	$ 1,000	$ 1,000	$ 13,023	$ 12,023
Transfer In	48,400	48,400	87,211	38,811
Total revenues	49,400	49,400	100,234	50,834
Expenditures and encumbrances:				
Contractual services	100,000	100,000	-	(100,000)
Transfer out	8,300	8,300	-	(8,300)
Cash Forward	315,888	315,888	-	(315,888)
Total expenditures and encumbrances	424,188	424,188	-	(424,188)
Revenues over (under) expenditures	(374,788)	(374,788)	100,234	475,022
Fund balance, beginning of year	374,788	374,788	417,915	43,127
Fund balance, end of year	$ -	$ -	$ 518,149	$ 518,149

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Senior Citizens Facility Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Intergovernmental	$ 4,000	$ 4,000	$ 5,400	$ 1,400
Interest earnings	-	-	838	838
Miscellaneous	1,575	1,575	11,262	9,687
Transfer In	5,000	5,000	5,000	-
Total revenues	10,575	10,575	22,500	11,925
Expenditures and encumbrances:				
Contractual services	10,200	10,200	10,317	117
Transfer out	-	-	20,649	20,649
Cash Forward	20,766	20,766	-	(20,766)
Total expenditures and encumbrances	30,966	30,966	30,966	-
Revenues over (under) expenditures	(20,391)	(20,391)	(8,466)	11,925
Fund balance, beginning of year	20,391	20,391	22,190	1,799
Fund balance, end of year	$ -	$ -	$ 13,724	$ 13,724

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Special Liability Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	$ 172,214	$ 172,214	$ 171,630	$ (584)
Interest Earnings	100	100	1,391	1,291
Miscellaneous	-	-	11,990	11,990
Total revenues	172,314	172,314	185,011	12,697
Expenditures and encumbrances:				
Commodities	174,742	174,742	174,742	-
Revenues over (under) expenditures	(2,428)	(2,428)	10,269	12,697
Fund balance, beginning of year	2,428	2,428	9,699	7,271
Fund balance, end of year	$ -	$ -	$ 19,968	$ 19,968

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Industrial Development Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	$ 3,534	$ 3,534	$ 3,760	$ 226
Interest earnings	1,720	1,720	2,273	553
Total revenues	5,254	5,254	6,033	779
Expenditures and encumbrances:				
Contractual services	1,374	1,374	-	(1,374)
Capital outlay	15,510	15,510	9,234	(6,276)
Total expenditures and encumbrances	16,884	16,884	9,234	(7,650)
Revenues over (under) expenditures	(11,630)	(11,630)	(3,201)	8,429
Fund balance, beginning of year	11,630	11,630	27,808	16,178
Fund balance, end of year	$ -	$ -	$ 24,607	$ 24,607

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Convention and Tourism Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Intergovernmental	$ 75,000	$ 75,000	$ 110,183	$ 35,183
Interest earnings	500	500	6,089	5,589
Miscellaneous	-	-	1,840	1,840
Total revenues	75,500	75,500	118,112	42,612
Expenditures and encumbrances:				
Contractual services	15,235	15,235	16,900	1,665
Commodities	300	300	53	(247)
Capital outlay	-	-	2,230	2,230
Other	53,300	53,300	52,585	(715)
Cash Forward	166,425	166,425	-	(166,425)
Total expenditures and encumbrances	235,260	235,260	71,768	(163,492)
Revenues over (under) expenditures	(159,760)	(159,760)	46,344	206,104
Fund balance, beginning of year	159,760	159,760	171,941	12,181
Fund balance, end of year	$ -	$ -	$ 218,285	$ 218,285

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Fairgrounds Improvement Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	$ 25,000	$ 25,000	$ 28,125	$ 3,125
Interest earnings	-	-	7,728	7,728
Miscellaneous	1,500	1,500	650	(850)
Total revenues	26,500	26,500	36,503	10,003
Expenditures and encumbrances:				
Capital outlay	25,000	25,000	109,273	84,273
Contingency	50,000	50,000	-	(50,000)
Cash Forward	190,400	190,400	-	(190,400)
Total expenditures and encumbrances	265,400	265,400	109,273	(156,127)
Revenues over (under) expenditures	(238,900)	(238,900)	(72,770)	166,130
Fund balance, beginning of year	238,900	238,900	323,885	84,985
Fund balance, end of year	$ -	$ -	$ 251,115	$ 251,115

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Cemetery Improvements Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Sale of lots	$ 10,200	$ 10,200	$ 7,310	$ (2,890)
Miscellaneous	700	700	-	(700)
Total revenues	10,900	10,900	7,310	(3,590)
Expenditures and encumbrances:				
Commodities	8,500	8,500	-	(8,500)
Capital outlay	5,000	5,000	-	(5,000)
Cash Forward	37,585	37,585	-	(37,585)
Total expenditures and encumbrances	51,085	51,085	-	(51,085)
Revenues over (under) expenditures	(40,185)	(40,185)	7,310	47,495
Fund balance, beginning of year	40,185	40,185	48,226	8,041
Fund balance, end of year	$ -	$ -	$ 55,536	$ 55,536

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Library Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	$ 600,246	$ 600,246	$ 591,425	$ (8,821)
Expenditures and encumbrances:				
Appropriations to Library Board	607,700	607,700	591,425	(16,275)
Revenues over (under) expenditures	(7,454)	(7,454)	-	7,454
Fund balance, beginning of year	7,454	7,454	-	(7,454)
Fund balance, end of year	$ -	$ -	$ -	$ -

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Public Safety/Other CIP
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	$ 1,350,000	$ 1,350,000	$ 1,505,485	$ 155,485
Interest earnings	5,000	5,000	15,607	10,607
Transfers in	-	-	412,035	412,035
Total revenues:	1,355,000	1,355,000	1,933,127	578,127
Expenditures and encumbrances:				
Capital outlay	166,376	166,376	-	(166,376)
Transfer out	1,350,000	1,350,000	904,098	(445,902)
Cash Forward	166,376	166,376	-	(166,376)
Total expenditures and encumbrances:	1,516,376	1,516,376	904,098	(612,278)
Revenues over (under) expenditures	(161,376)	(161,376)	1,029,029	1,190,405
Fund balance, beginning of year	161,376	161,376	173,148	11,772
Fund balance, end of year	$ -	$ -	$ 1,202,177	$ 1,202,177

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Stormwater Drainage Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	$ 300,000	$ 300,000	$ 306,229	$ 6,229
Interest earnings	2,500	2,500	32,262	29,762
Total revenues	302,500	302,500	338,491	35,991
Expenditures and encumbrances:				
Personal services	79,274	79,274	80,527	1,253
Contractual services	51,200	51,200	1,366	(49,834)
Commodities	98,806	98,806	54,430	(44,376)
Cash Forward	1,037,024	1,037,024	-	(1,037,024)
Total expenditures and encumbrances	1,266,304	1,266,304	136,323	(1,129,981)
Revenues over (under) expenditures	(963,804)	(963,804)	202,168	1,165,972
Fund balance, beginning of year	963,804	963,804	1,011,670	47,866
Fund balance, end of year	$ -	$ -	$ 1,213,838	$ 1,213,838

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Debt Service Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Taxes	$ 625,412	$ 625,412	$ 622,392	$ (3,020)
Special assessments	90,046	90,046	68,937	(21,109)
Interest earnings	5,000	5,000	49,189	44,189
Miscellaneous	905,085	905,085	382,603	(522,482)
Transfers in	2,008,848	2,008,848	2,556,272	547,424
Total revenues	3,634,391	3,634,391	3,679,393	45,002
Expenditures and encumbrances:				
Debt principal	2,261,103	2,261,103	2,244,000	(17,103)
Debt interest	1,064,508	1,064,508	1,055,571	(8,937)
Cash basis reserve	2,136,000	2,136,000	-	(2,136,000)
Total expenditures and encumbrances	5,461,611	5,461,611	3,299,571	(2,162,040)
Revenues over (under) expenditures	(1,827,220)	(1,827,220)	379,822	2,207,042
Fund balance, beginning of year	1,827,220	1,827,220	1,633,295	(193,925)
Fund balance, end of year	$ -	$ -	$ 2,013,117	$ 2,013,117

CITY OF WINFIELD, KANSAS

Combining Balance Sheet
Nonmajor Capital Project Funds
December 31, 2025

	Walnut Energy SS Pipeline	2025 CCLIP	Pike Road Improvements	Vaughn Tennis Center Project	Public Safety Needs Study	2027 CCLIP	City Hall & PD Facility	2300 W 14th Development	Island Park Dredging/ Improvements	Total Nonmajor Capital Project Funds
Assets:										
Cash and cash equivalents	$ 52,005	$ -	$ -	$ 102,070	$ 1,048	$ -	$ 19,120	$ -	$ -	$ 174,243
Liabilities and Fund Balances										
Liabilities:										
Accounts payable	$ -	$ 395,454	$ -	$ -	$ -	$ 14,700	$ -	$ -	$ -	$ 410,154
Fund balances (deficit):										
Assigned:										
Capital projects	52,005		-	102,070	1,048		19,120	-	-	174,243
Unassigned	-	(395,454)	-	-	-	(14,700)	-	-	-	(410,154)
Total fund balances	52,005	(395,454)	-	102,070	1,048	(14,700)	19,120	-	-	(235,911)
Total liabilities and fund balances	$ 52,005	$ -	$ -	$ 102,070	$ 1,048	$ -	$ 19,120	$ -	$ -	$ 174,243

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Project Funds
Year Ended December 31, 2025

	Walnut Energy SS Pipeline	2025 CCLIP	Pike Road Improvements	Vaughn Tennis Center Project	Public Safety Needs Study	2027 CCLIP	City Hall & PD Facility	2300 W 14th Development	Island Park Dredging/ Improvements	Total Nonmajor Capital Project Funds
Revenues:										
Intergovernmental	$ -	$ -	$ 959,712	$ -	$ -	$ -	$ -	$ -	$ -	$ 959,712
Interest income	-	-	-	2,849	18,514	-	-	-	-	21,363
Miscellaneous	62,500	-	-	-	1,145	-	-	-	-	63,645
Total revenues	62,500	-	959,712	2,849	19,659	-	-	-	-	1,044,720
Expenditures:										
General government	-	-	-	-	-	-	25,830	-	-	25,830
Public Safety	-	-	-	-	1,030,732	-	-	-	-	1,030,732
Public works	2,343	446,143	136,864	-	287,458	14,700	-	-	-	887,508
Culture and recreation	-	-	-	-	-	-	-	-	7,800	7,800
Health and welfare	-	-	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	356,673	-	356,673
Total expenditures	2,343	446,143	136,864	-	1,318,190	14,700	25,830	356,673	7,800	2,308,543
Revenues over (under) expenditures	60,157	(446,143)	822,848	2,849	(1,298,531)	(14,700)	(25,830)	(356,673)	(7,800)	(1,263,823)
Other financing sources (uses):										
Transfers in	-	43,939	-	-	-	-	44,950	356,673	7,800	453,362
Transfers out	-	-	-	-	(412,035)	-	-	-	-	(412,035)
Total other financing sources (uses)	-	43,939	-	-	(412,035)	-	44,950	356,673	7,800	41,327
Net change in fund balance	60,157	(402,204)	822,848	2,849	(1,710,566)	(14,700)	19,120	-	-	(1,222,496)
Fund balances (deficit), beginning of year	(8,152)	6,750	(822,848)	99,221	-	-	-	-	-	(725,029)
Change within financial reporting entity	-	-	-	-	1,711,614	-	-	-	-	1,711,614
Fund balances, beginning year as restated	(8,152)	6,750	(822,848)	99,221	1,711,614	-	-	-	-	986,585
Fund balances (deficit), end of year	$ 52,005	$ (395,454)	$ -	$ 102,070	$ 1,048	$ (14,700)	$ 19,120	$ -	$ -	$ (235,911)

CITY OF WINFIELD, KANSAS

ENTERPRISE FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The fund measurers focus is upon determination of net income, financial position and change in financial position. The following Enterprise Funds are reported:

Electric Utility - to account for the operations and maintenance of the City's electric generation and distribution system. The City purchases electricity and maintains a 65 KW generation capacity. Electric service is provided to approximately 7,500 meters both within the City and in surrounding areas, and sold wholesale to neighboring towns. Financing is provided by user charges.

Electric Transmission - to account for the ongoing costs of the newly formed partnership of GridLiance Great Plains and the City of Winfield to jointly own and operate the transmission lines previously owned 100% by the City. GridLiance Great Plains now owns 65% interest of this asset with the City owning 35% of the asset.

Gas Utility - to account for the operations and maintenance of the City's gas distribution system. The City purchases natural gas and provides service to approximately 5,200 customers. Financing is provided by user charges.

Water Utility - to account for the operation and maintenance of the City's water treatment plan and water distribution system. The Winfield City Lake provides adequate quality water supply to Winfield citizens providing water to approximately 5,200 meters. The City also provides water to five rural water districts and one neighboring town. Financing is provided by user charges.

Wastewater Utility - to account for the operation and maintenance of the City's wastewater collection system and wastewater treatment plan. The City collects and treats effluent of City residents providing service to approximately 5,000 households. Financing is provided by user charges.

Advance Metering Infrastructure - used for the improvement of the metering system of the City’s utilities including water, sewer, electric and natural gas. Long term financing is paid through transfers from applicable utility funds by percentage of the project total.

Natural Gas Loan Fund - to account for the ongoing costs and collections related to the State of KS loan that was taken out to cover the increased costs related to the winter storm of February 2021. The City is collecting fees from customers over the next 10 years to provide funds to repay the loan.

Refuse - to account for revenues and expenses related to the operation and maintenance of the refuse collection and recycling programs operated by the City. All activities necessary to provide such services are account for into his fund, including but not limited to, administration, operations and maintenance, financing and related debt service, and capital improvements. In addition, a prorata portion of administration, utility billings and collection expenses are charged to this fund from the Management Services Fund. Financing is provided by user charges.

Quail Ridge Golf Course - to account for the operation and maintenance of the City's eighteen hole golf course owned and operated by the City. The golf course revenues consist of memberships, round fees, cart rentals and driving range fees.

CITY OF WINFIELD, KANSAS

Combining Statement of Net Position
Nonmajor Enterprise Funds
December 31, 2025

	Refuse	Quail Ridge Golf Course	Total All Nonmajor Enterprise Funds
Assets:			
Cash and cash equivalents	$ 1,031,630	$ 23,655	$ 1,055,285
Accounts receivable	143,063	22,597	165,660
Inventories	-	25,458	25,458
Total current assets	1,174,693	71,710	1,246,403
Noncurrent Assets:			
Land	3,503	399,949	403,452
Buildings	60,157	514,206	574,363
Improvements other than buildings	-	2,653,497	2,653,497
Machinery and equipment	2,482,988	460,474	2,943,462
Less accumulated depreciation	(1,565,678)	(3,163,384)	(4,729,062)
Lease assets	452,429	120,288	572,717
Less accumulated amortization	(340,290)	(96,230)	(436,520)
Total noncurrent assets	1,093,109	888,800	1,981,909
Other Assets:			
Advance to other funds	7,620	-	7,620
Investment in joint venture	53,272	-	53,272
Total other assets	60,892	-	60,892
Total assets	2,328,694	960,510	3,289,204
Deferred Outflows of Resources:			
Deferred outflows related to pensions	90,572	47,343	137,915
Deferred outflows related to OPEB healthcare	11,563	5,948	17,511
Deferred outflows related to OPEB KPERS	415	213	628
Total deferred outflows of resources	102,550	53,504	156,054
Current Liabilities:			
Accounts payable	606	9,760	10,366
Accrued wages payable	14,457	8,723	23,180
Current portion of compensated absences payable	3,333	2,159	5,492
Current portion of long-term lease payable	75,557	21,262	96,819
Current portion total OPEB obligation payable	10,405	5,352	15,757
Current portion net pension liability payable	49,430	25,838	75,268
Total current liabilities	153,788	73,094	226,882
Noncurrent Liabilities:			
Long-term portion of accrued compensated absences payable	51,648	18,728	70,376
Long-term portion of capitalized lease obligations	85,261	-	85,261
Total OPEB obligation payable	56,593	29,111	85,704
Net pension liability	317,263	165,835	483,098
Total noncurrent liabilities	510,765	213,674	724,439
Total liabilities	664,553	286,768	951,321
Deferred Inflows of Resources:			
Deferred Inflows unearned revenue	-	652	652
Deferred inflows related to pensions	38,905	20,336	59,241
Deferred inflows related to OPEB healthcare	35,136	18,073	53,209
Deferred inflows related to OPEB KPERS	9,849	5,066	14,915
Total deferred inflows of resources	83,890	44,127	128,017
Net Position:			
Net investment in capital assets	932,291	867,538	1,799,829
Unrestricted	750,510	(184,419)	566,091
Total net position	$ 1,682,801	$ 683,119	$ 2,365,920

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
Year Ended December 31, 2025

	Refuse	Quail Ridge Golf Course	Total Nonmajor Enterprise Funds
Operating Revenues:			
Charges for services and sales	$ 2,166,060	$ 504,261	$ 2,670,321
Other	4,827	1,341	6,168
Total operating revenues	2,170,887	505,602	2,676,489
Operating Expenses			
Services and supplies	1,511,980	732,569	2,244,549
Depreciation	289,354	66,061	355,415
Total operating expenses	1,801,334	798,630	2,599,964
Revenues over (under) expenses	369,553	(293,028)	76,525
Nonoperating Revenues (Expenses):			
Interest income	30,164	-	30,164
Interest expense	(7,233)	(1,853)	(9,086)
Gain (loss) on sale of equipment	41,129	3,895	45,024
Loss on joint venture	(3,493)	-	(3,493)
Total nonoperating revenues (expenses)	60,567	2,042	62,609
Income (loss) before transfers	430,120	(290,986)	139,134
Transfers in	-	270,405	270,405
Transfers out	(129,080)	-	(129,080)
Change in net position	301,040	(20,581)	280,459
Net position (deficit), beginning of year	1,381,761	703,700	2,085,461
Net position, end of year	$ 1,682,801	$ 683,119	$ 2,365,920

CITY OF WINFIELD, KANSAS

Combining Statement of Cash Flows
Nonmajor Enterprise Funds
Year Ended December 31, 2025

	Refuse	Quail Ridge Golf Course	Total Nonmajor Enterprise Funds
Cash flows from operating activities:			
Receipts from customers	$ 2,163,036	$ 494,728	$ 2,657,764
Other receipts	4,827	1,341	6,168
Payments to suppliers and providers	(570,901)	(294,249)	(865,150)
Payments to employees for salaries and benefits	(619,131)	(385,512)	(1,004,643)
Cash payments for interfund services	(336,019)	(35,555)	(371,574)
Net cash provided by (used in) operations	641,812	(219,247)	422,565
Cash flows from capital and related financing activities:			
Debt service principal paid	(89,478)	(30,955)	(120,433)
Interest paid on debt and lease	(7,233)	(1,853)	(9,086)
Acquisition of capital assets	(324,982)	(8,607)	(333,589)
Net cash provided (used) by capital and related financing activities	(421,693)	(41,415)	(463,108)
Cash flows noncapital financing activities:			
Transfers in	-	270,405	270,405
Transfers out	(129,080)	-	(129,080)
Net cash provided (used) for noncapital financing activities	(129,080)	270,405	141,325
Cash flows from investing activities:			
Interest income	30,164	-	30,164
Net increase (decrease) in cash and cash equivalents	121,203	9,743	130,946
Cash and cash equivalents, beginning of year	910,427	13,912	924,339
Cash and cash equivalents, end of year	$ 1,031,630	$ 23,655	$ 1,055,285
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	$ 369,553	$ (293,028)	$ 76,525
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	289,354	66,061	355,415
(Increase) decrease in accounts receivable	(3,024)	(9,533)	(12,557)
(Increase) decrease in deferred outflows of resources related to pensions & OPEB	24,487	13,250	37,737
(Increase) decrease in accounts payable	(28,339)	9,667	(18,672)
(Increase) decrease in accrued wages payable	1,004	76	1,080
(Increase) decrease in compensated absences payable	1,325	2,395	3,720
(Increase) decrease in deferred inflows of resources related to pensions & OPEB	(4,392)	(2,303)	(6,695)
(Increase) decrease in OPEB liability payable	3,338	1,873	5,211
(Increase) decrease in net pension liability payable	(11,494)	(7,705)	(19,199)
Net cash provided (used) by operating activities	$ 641,812	$ (219,247)	$ 422,565

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Electric Utility Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	$ 24,759,880	$ 24,759,880	$ 23,703,315	$ (1,056,565)
Use of money and property	60,000	60,000	120,693	60,693
Miscellaneous	26,500	26,500	102,659	76,159
Total revenues	24,846,380	24,846,380	23,926,667	(919,713)
Expenditures and encumbrances:				
Personal services	2,212,246	2,212,246	2,254,309	42,063
Contractual services	434,200	434,200	1,734,392	1,300,192
Commodities	736,512	736,512	16,450,173	15,713,661
Purchased energy	16,080,241	16,080,241		(16,080,241)
Capital outlay	2,367,228	2,367,228	1,697,942	(669,286)
Miscellaneous	20,850	20,850	205,944	185,094
Principal	64,739	64,739	156,168	91,429
Interest	-	-	1,863	1,863
Transfers out	2,315,000	2,315,000	1,998,208	(316,792)
Cash Forward	3,441,311	3,441,311	-	(3,441,311)
Total expenditures and encumbrances	27,672,327	27,672,327	24,498,999	(3,173,328)
Revenues over (under) expenditures and encumbrances	(2,825,947)	(2,825,947)	(572,332)	2,253,615
Fund balance, beginning of year	2,825,947	2,825,947	2,993,812	167,865
Fund balance, end of year	$ -	$ -	$ 2,421,480	$ 2,421,480

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Electric Transmission Utility Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	$ 2,323,098	$ 2,323,098	$ 1,390,557	$ (932,541)
Use of money and property	65,000	65,000	82,645	17,645
Total revenues	2,388,098	2,388,098	1,473,202	(914,896)
Expenditures and encumbrances:				
Personal services	500,000	500,000	524,999	24,999
Contractual services	128,500	128,500	161,575	33,075
Commodities	187,096	187,096	223,170	36,074
Capital outlay	-	-	21,704	21,704
Miscellaneous	-	-	21,877	21,877
Transfers out	684,855	684,855	690,440	5,585
Cash carry forward	3,564,563	3,564,563	-	(3,564,563)
Total expenditures and encumbrances	5,065,014	5,065,014	1,643,765	(3,421,249)
Revenues over (under) expenditures and encumbrances	(2,676,916)	(2,676,916)	(170,563)	2,506,353
Fund balance, beginning of year	2,676,916	2,676,916	2,771,683	94,767
Fund balance, end of year	$ -	$ -	$ 2,601,120	$ 2,601,120

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Gas Utility Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	$ 5,274,500	$ 5,274,500	$ 5,260,220	$ (14,280)
Use of money and property	8,500	8,500	85,155	76,655
Miscellaneous	1,000	1,000	4,296	3,296
Total revenues	5,284,000	5,284,000	5,349,671	65,671
Expenditures and encumbrances:				
Personal services	572,569	572,569	584,687	12,118
Contractual services	61,750	61,750	50,655	(11,095)
Commodities	969,641	969,641	814,543	(155,098)
Purchased energy	2,500,000	2,500,000	2,598,446	98,446
Capital outlay	165,000	165,000	236,194	71,194
Miscellaneous	5,000	5,000	4,770	(230)
Transfers out	549,474	549,474	516,957	(32,517)
Cash Forward	2,591,179	2,591,179	-	(2,591,179)
Total expenditures and encumbrances	7,414,613	7,414,613	4,806,252	(2,608,361)
Revenues over (under) expenditures and encumbrances	(2,130,613)	(2,130,613)	543,419	2,674,032
Fund balance, beginning of year	2,130,613	2,130,613	1,697,427	(433,186)
Fund balance, end of year	$ -	$ -	$ 2,240,846	$ 2,240,846

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Water Utility Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	$ 2,927,000	$ 2,927,000	$ 3,164,326	$ 237,326
Use of money and property	8,000	8,000	23,245	15,245
Tower rents	-	-	-	-
Miscellaneous	1,200	1,200	11,629	10,429
Total revenues	2,936,200	2,936,200	3,199,200	263,000
Expenditures and encumbrances:				
Personal services	935,246	935,246	932,255	(2,991)
Contractual services	357,200	357,200	218,894	(138,306)
Commodities	361,017	361,017	793,432	432,415
Capital outlay	642,272	642,272	152,527	(489,745)
Miscellaneous	-	-	1,308	1,308
Transfers out	752,101	752,101	757,514	5,413
Cash carry forward	320,589	320,589	-	(320,589)
Total expenditures and encumbrances	3,368,425	3,368,425	2,855,930	(512,495)
Revenues over (under) expenditures and encumbrances	(432,225)	(432,225)	343,270	775,495
Fund balance, beginning of year	432,225	432,225	557,524	125,299
Fund balance, end of year	$ -	$ -	$ 900,794	$ 900,794

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Wastewater Utility Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	$ 2,220,675	$ 2,220,675	$ 2,241,915	$ 21,240
Use of money and property	35,000	35,000	60,719	25,719
Miscellaneous	-	-	11,611	11,611
Total revenues	2,255,675	2,255,675	2,314,245	58,570
Expenditures and encumbrances:				
Personal services	686,835	686,835	730,774	43,939
Contractual services	327,589	327,589	273,176	(54,413)
Commodities	180,670	180,670	262,913	82,243
Capital outlay	647,919	647,919	296,167	(351,752)
Miscellaneous	-	-	1,072	1,072
Principal	21,090	21,090	12,883	(8,207)
Interest	-	-	8,164	8,164
Transfers out	392,381	392,381	375,583	(16,798)
Cash Forward	1,660,598	1,660,598	-	(1,660,598)
Total expenditures and encumbrances	3,917,082	3,917,082	1,960,732	(1,956,350)
Revenues over (under) expenditures and encumbrances	(1,661,407)	(1,661,407)	353,513	2,014,920
Fund balance, beginning of year	1,661,407	1,661,407	1,833,081	171,674
Fund balance, end of year	$ -	$ -	$ 2,186,594	$ 2,186,594

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Refuse Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	$ 1,813,000	$ 2,224,000	$ 2,156,235	$ (67,765)
Use of money and property	7,000	7,000	30,164	23,164
Miscellaneous	-	-	45,956	45,956
Total revenues	1,820,000	2,231,000	2,232,355	1,355
Expenditures and encumbrances:				
Personal services	691,091	630,641	621,461	(9,180)
Contractual services	454,075	407,546	396,406	(11,140)
Commodities	523,490	510,169	533,740	23,571
Capital outlay	45,000	341,161	335,748	(5,413)
Miscellaneous	1,700	1,700	1,106	(594)
Principal	168,636	92,775	90,652	(2,123)
Interest	-	-	7,233	7,233
Transfers out	123,175	123,175	129,080	5,905
Cash Forward	-	986,449	-	(986,449)
Total expenditures and encumbrances	2,007,167	3,093,616	2,115,426	(978,190)
Revenues over (under) expenditures and encumbrances	(187,167)	(862,616)	116,929	979,545
Fund balance, beginning of year	640,838	862,616	862,616	-
Fund balance, end of year	$ 453,671	$ -	$ 979,545	$ 979,545

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Quail Ridge Golf Course Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	$ 445,250	$ 445,250	$ 494,728	$ 49,478
Miscellaneous	1,175	1,175	5,236	4,061
Transfers in	325,000	325,000	270,405	(54,595)
Total revenues	771,425	771,425	770,369	(1,056)
Expenditures and encumbrances:				
Personal services	392,450	392,450	378,837	(13,613)
Contractual services	77,733	77,733	74,458	(3,275)
Commodities	254,969	254,969	269,424	14,455
Capital outlay	-	-	3,061	3,061
Miscellaneous	1,450	1,450	952	(498)
Principal	43,808	43,808	41,784	(2,024)
Interest	-	-	1,853	1,853
Total expenditures and encumbrances	770,410	770,410	770,369	(41)
Revenues over (under) expenditures and encumbrances	1,015	1,015	-	(1,015)
Fund balance, beginning of year	18,327	18,327	-	(18,327)
Fund balance, end of year	$ 19,342	$ 19,342	$ -	$ (19,342)

CITY OF WINFIELD, KANSAS

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for services performed by one governmental department to other departments of the City on a cost-reimbursement basis, and for risk financing activities. The following Internal Service Funds are reported:

Management Services - a cost center for the City's engineering, management information systems, utility billing and general administration departments' expenses. These expenses are charged to other City funds based on several criteria and ratios.

Operation Center - a cost center for the City's operations building and its equipment and for the Service Center department activities. The building and equipment maintenance costs are charged to other City funds on a square footage basis. The Service Center charges other departments based on usage.

Risk Management Reserve - pays for deductibles, excess liability losses, uninsured losses, and insurable losses not otherwise covered by commercial insurance. Funding is provided by annual contributions form other City funds that have insurable risk, based on actuarial computations provided by an insurance consultant. The City purchases commercial insurance coverage for substantial areas of risk, including property loss, auto liability, boiler and machinery and general and public officials' liability. Individual funds pay their portions of insurance policy premiums that are recorded as expenditures/expenses in those funds.

Worker's Compensation Reserve - accounts for all workers' compensation-related claims, judgements and expenses through September 24, 2011. At this time, the City purchased workers' compensation insurance to cover all future claims. The City's workers' compensation program was a partially self-funded program covering substantially all full-time and part-time employees of the City. Funds have been provided by annual contributions from other City functions that have an insurable risk, based on actuarial computations provided by an insurance consultant.

Health Insurance Reserve - created to eventually fund a partially self-insured health insurance program. The fund currently is used to pay a portion of the employee health insurance premiums.

Short Term Disability Reserve - used to provide short-term disability for up to twenty-six weeks of financial assistance to City full-time employees following sixty days of continuous disability.

CITY OF WINFIELD, KANSAS

Combining Statement of Net Position
Nonmajor Internal Service Funds
December 31, 2025

	Management Services	Operations Center	Risk Management Reserve	Workers' Compensation Reserve	Health Insurance Reserve	Total Internal Service Funds
Current Assets:						
Cash and cash equivalents	$ 161,393	$ 11,726	$ 260,555	$ 121,797	$ 721,682	$ 1,277,153
Accounts receivable	38,186	-	-	-	2,970	41,156
Prepaid insurance	-	-	-	-	22,490	22,490
Inventories	40,162	81,587	-	-	-	121,749
Total current assets	239,741	93,313	260,555	121,797	747,142	1,462,548
Noncurrent Assets:						
Land	205,000	6,500	-	-	-	211,500
Buildings	17,740,702	1,819,972	-	-	-	19,560,674
Improvements other than buildings	112,056	241,309	-	-	-	353,365
Machinery and equipment	1,207,528	437,384	-	-	-	1,644,912
Less accumulated depreciation	(1,491,770)	(1,670,359)	-	-	-	(3,162,129)
Total noncurrent assets	17,773,516	834,806	-	-	-	18,608,322
Total assets	18,013,257	928,119	260,555	121,797	747,142	20,070,870
Deferred Outflows of Resources:						
Deferred outflows related to pensions	307,363	64,309	-	-	-	371,672
Deferred outflows related to OPEB healthcare	51,548	8,120	-	-	-	59,668
Deferred outflows related to OPEB KPERS	1,848	291	-	-	-	2,139
Total deferred outflows of resources	360,759	72,720	-	-	-	433,479
Current Liabilities:						
Accounts payable	16,083	1,284	-	-	-	17,367
Accrued payroll payable	62,735	10,442	-	31,393	-	104,570
Current portion of compensated absences payable	15,474	2,311	-	-	-	17,785
Current portion total OPEB obligation payable	46,383	7,307	-	-	-	53,690
Current portion net pension liability payable	167,745	35,097	-	-	-	202,842
Total current liabilities	308,420	56,441	-	31,393	-	396,254
Noncurrent Liabilities:						
Long-term portion of compensated absences payable	141,875	20,048	-	-	-	161,923
Total OPEB obligation payable	252,287	39,744	-	-	-	292,031
Net pension liability payable	1,076,653	225,268	-	-	-	1,301,921
Advances from other funds	-	70,000	-	-	-	70,000
Total noncurrent liabilities	1,470,815	355,060	-	-	-	1,825,875
Total liabilities	1,779,235	411,501	-	31,393	-	2,222,129
Deferred Inflows of Resources:						
Deferred inflows related to pensions	132,027	27,624	-	-	-	159,651
Deferred inflows related to OPEB healthcare	156,633	24,675	-	-	-	181,308
Deferred inflows related to OPEB KPERS	43,908	6,917	-	-	-	50,825
Total deferred inflows of resources	332,568	59,216	-	-	-	391,784
Net Position:						
Net investment in capital assets	17,773,516	834,806	-	-	-	18,608,322
Unrestricted (deficit)	(1,511,303)	(304,684)	260,555	90,404	747,142	(717,886)
Total net position (deficit)	$ 16,262,213	$ 530,122	$ 260,555	$ 90,404	$ 747,142	$ 17,890,436

CITY OF WINFIELD, KANSAS

Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Internal Service Funds
Year Ended December 31, 2025

	Management Services	Operations Center	Risk Management Reserve	Workers' Compensation Reserve	Health Insurance Reserve	Total Internal Service Funds
Operating Revenues:						
Charges for services	$ 3,814,703	$ 686,980	$ -	$ 106,910	$ 2,309,994	$ 6,918,587
Other	70,151	-	20,541	-	370,560	461,252
Total operating revenues	3,884,854	686,980	20,541	106,910	2,680,554	7,379,839
Operating Expenses:						
Administration	3,415,966	520,413	-	-	-	3,936,379
Premiums and claims	-	-	70,301	106,910	2,648,248	2,825,459
Depreciation	82,778	62,743	-	-	-	145,521
Total operating expenses	3,498,744	583,156	70,301	106,910	2,648,248	6,907,359
Operating income (loss)	386,110	103,824	(49,760)	-	32,306	472,480
Nonoperating Revenues (Expenses):						
Interest income	-	-	7,407	2,914	21,560	31,881
Intergovernmental	2,000	-	-	-	-	2,000
Gain (loss) on sale of equipment	4,405	397	-	-	-	4,802
Income (loss) before transfers	392,515	104,221	(42,353)	2,914	53,866	511,163
Transfers in	17,286,114	-	-			17,286,114
Transfers out	(4,760)	(90,000)	-	-	-	(94,760)
Change in net position	17,673,869	14,221	(42,353)	2,914	53,866	17,702,517
Net position (deficit), beginning of year	(1,411,656)	515,901	302,908	87,490	693,276	187,919
Net position (deficit), end of year	$ 16,262,213	$ 530,122	$ 260,555	$ 90,404	$ 747,142	$ 17,890,436

CITY OF WINFIELD, KANSAS

Combining Statement of Cash Flows
Nonmajor Internal Service Funds
Year Ended December 31, 2025

	Management Services	Operations Center	Risk Management Reserve	Worker's Compensation Reserve	Health Insurance Reserve	Total Internal Service Funds
Cash flows from operating activities:						
Receipts from interfund charges	$ 3,817,573	$ 686,980	$ -	$ 106,910	$ 2,307,038	$ 6,918,501
Other receipts	70,151	-	20,541	-	370,560	461,252
Payments to suppliers and providers	(920,978)	(64,007)	(70,301)	(106,910)	(318,345)	(1,480,541)
Payments to employees for salaries and benefits	(2,540,741)	(421,066)	-	-	(2,340,114)	(5,301,921)
Net cash provided by (used in) operations	426,005	201,907	(49,760)	-	19,139	597,291
Cash flows used in capital and related financing activities						
Acquisition of capital assets	(17,636,709)	(110,102)	-	-	-	(17,746,811)
Cash flows used in noncapital financing activities:						
Intergovernmental	2,000	-	-	-	-	2,000
Transfers in	17,286,114	-	-	-	-	17,286,114
Transfers out	(4,760)	(90,000)	-	-	-	(94,760)
Net cash provided by (used in) noncapital financing activities	17,283,354	(90,000)	-	-	-	17,193,354
Cash flows from investing activities:						
Interest income	-	-	7,407	2,914	21,560	31,881
Net increase (decrease) in cash and cash equivalents	72,650	1,805	(42,353)	2,914	40,699	75,715
Cash and cash equivalents, beginning of year	88,743	9,921	302,908	118,883	680,983	1,201,438
Cash and cash equivalents, end of year	$ 161,393	$ 11,726	$ 260,555	$ 121,797	$ 721,682	$ 1,277,153
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	$ 386,110	$ 103,824	$ (49,760)	$ -	$ 32,306	$ 472,480
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	82,778	62,743	-	-	-	145,521
(Increase) decrease in accounts receivable	2,870	-	-	-	(346)	2,524
(Increase) decrease in inventories	(10,188)	4,974	-	-	-	(5,214)
Decrease in prepaid expenses	-	-	-	-	(2,610)	(2,610)
(Increase) decrease in deferred outflows of resources related to pensions & OPEB	109,454	11,460	-	-	-	120,914
Increase in accounts payable	(1,234)	199	-	-	(10,211)	(11,246)
Increase (decrease) in accrued wages payable	(3,616)	1,607	-	-	-	(2,009)
(Decrease) in compensated absences payable	(8,985)	1,558	-	-	-	(7,427)
Increase (decrease) in deferred inflows of resources related to pensions & OPEB	(27,593)	862	-	-	-	(26,731)
Increase in OPEB liability payable	16,035	5,073	-	-	-	21,108
Increase (decrease) in net pension liability payable	(119,626)	9,607	-	-	-	(110,019)
Net cash provided (used) by operating activities	$ 426,005	$ 201,907	$ (49,760)	$ -	$ 19,139	$ 597,291

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Management Services Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
Revenues:				
Charges for services	$ 3,833,824	$ 3,833,824	$ 3,814,703	$ (19,121)
Miscellaneous	60,500	60,500	79,426	18,926
Total revenues	3,894,324	3,894,324	3,894,129	(195)
Expenditures and encumbrances:				
Personal services	2,476,353	2,476,353	2,528,140	51,787
Contractual services	968,156	968,156	1,057,045	88,889
Commodities	170,630	170,630	144,766	(25,864)
Capital outlay	131,775	131,775	109,016	(22,759)
Miscellaneous	142,650	142,650	50,402	(92,248)
Transfer out	4,760	4,760	4,760	-
Total expenditures and encumbrances	3,894,324	3,894,324	3,894,129	(195)
Revenues over (under) expenditures, encumbrances, and other uses	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -

CITY OF WINFIELD, KANSAS

Schedule of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual - Budgetary Basis
Operations Center Fund
Year Ended December 31, 2025

	Budgeted Amounts		Actual Amounts Budgetary	Variance With Final Budget Over
	Original	Final	Basis	(Under)
Revenues:				
Charges for services	$ 746,042	$ 746,042	$ 686,980	$ (59,062)
Miscellaneous	-	-	397	397
Total revenues	746,042	746,042	687,377	(58,665)
Expenditures and encumbrances:				
Personal services	429,252	429,252	424,232	(5,020)
Contractual services	138,850	138,850	88,738	(50,112)
Commodities	67,300	67,300	34,435	(32,865)
Capital outlay	19,340	19,340	49,823	30,483
Miscellaneous	1,300	1,300	149	(1,151)
Transfers	90,000	90,000	90,000	-
Total expenditures and encumbrances	746,042	746,042	687,377	(58,665)
Revenues over (under) expenditures, encumbrances, and other uses	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	$ -	$ -	$ -	$ -

CITY OF WINFIELD, KANSAS

COMPONENT UNITS

Winfield Housing Authority

The Winfield Housing Authority was created in 1978 as an agent of the City under K.S.A. 17-2340. The City Commission appoints all Board members and has the ability to impose its will on the Winfield Housing Authority. Although the City does not have the authority to approve or modify the Housing Authority's operational and capital budgets, and the Housing Authority has the authority to issue bonded debt, the City is fiscally responsible for the Housing Authority since it was created as an agency of the City. The City has delegated to the Housing Authority the power to operate and manage the low-rent housing projects of the City. The Housing Authority is on a June 30th fiscal year end and financial data included in these financial statements are for the fiscal year ended June 30, 2025.

Winfield Public Library

The Winfield Public Library is reported as a discretely presented component unit within the financial statements of the City of Winfield (the reporting entity) to emphasize its separate legal status. The Winfield Public Library Board is appointed by the City Council and operates the public library of the City. 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. There taxes are accounted for in the Library special revenue fund of the City. The Library Board also received funding through state assistance programs, fines and donations from the public.

CITY OF WINFIELD, KANSAS

Winfield Housing Authority
Statement of Net Position
June 30, 2025

Assets:	
Cash including investments	$ 117,377
Security deposits	14,363
Accounts receivable, net	1,162
Accounts receivable - vacated tenants	-
Less: allowance for uncollectible accounts	(589)
Other accounts receivable	2,321
HUD operating subsidy grant receivable	6,134
HUD restricted capital grant receivable	149,293
Prepaid expenses	19,686
Inventory	6,651
Land	52,776
Buildings	3,629,043
Furniture, equipment and machinery	235,894
Accumulated depreciation	(2,754,162)
Leased equipment	18,171
Less accumulated amortization	(18,171)
Total assets	1,479,949
Deferred Outflows of Resources:	
Deferred pension outflow	34,806
Deferred OPEB outflow - Healthcare	8,825
Deferred OPEB outflow - KPERS	337
Total deferred outflows of resources	43,968
Liabilities:	
Accounts payable and accrued liabilities	29,375
Salaries and benefits payable	11,870
Tenant security deposits	23,403
Tenant prepaid rents	1,355
Noncurrent liabilities:	
Due in one year	1,850
Due after one year	240,644
Total liabilities	308,497
Deferred Inflows of Resources:	
Deferred inflows - HUD capital grant receivable	257,520
Deferred pension inflow	14,065
Deferred OPEB inflow - Healthcare	24,743
Deferred OPEB inflow - KPERS	7,066
Total deferred inflows of resources	303,394
Net Position:	
Net investment in capital assets	1,163,551
Restricted for capital projects	257,520
Unrestricted	(509,045)
Total net position	$ 912,026

CITY OF WINFIELD, KANSAS

Winfield Housing Authority
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2025

Operating Revenues:	
Dwelling rentals	$ 209,444
HUD operating subsidies	81,239
Other operating income	25,204
Total operating revenues	315,887
Operating Expenses:	
Payroll and employee benefits	166,236
Maintenance and repairs	66,252
Utilities	8,356
Insurance	29,929
Administration	92,191
Payments in lieu of taxes	20,109
Depreciation	76,175
Amortization	6,057
Miscellaneous expenses	4,279
Total operating expenses	469,584
Operating loss	(153,697)
Nonoperating revenues - interest income	38
Loss before capital contributions	(153,659)
HUD capital improvement grants	92,065
Change in net position	(61,594)
Net position, beginning of year	973,620
Net position, end of year	$ 912,026

CITY OF WINFIELD, KANSAS

Winfield Public Library
Statement of Net Position
December 31, 2025

Assets:	
Cash including investments	$ 714,040
Leasehold cost	1,780,923
Computers and equipment	17,379
Furniture and fixtures	52,763
Accumulated depreciation	(470,829)
Total assets	2,094,276
Deferred Outflows of Resources:	
Deferred outflows related to pensions	61,583
Liabilities:	
Accounts payable	9,425
Salaries and benefits payable	5,403
Noncurrent liabilities:	
Due after one year	221,501
Total liabilities	236,329
Deferred Inflows of Resources:	
Deferred inflows related to pensions	17,010
Net Position:	
Net investment in capital assets	1,380,236
Unrestricted	522,284
Total net position	$ 1,902,520

CITY OF WINFIELD, KANSAS

Winfield Public Library
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended December 31, 2025

Operating Revenues:	
Appropriations from City of Winfield	$ 591,425
Operating grants, gifts and memorials	283,523
Charges for services	9,030
Investment earnings	27,086
Total operating revenues	911,064
Operating Expenses:	
Current:	
Personal services	437,089
Materials and services	423,502
Gifts and memorials	3,561
Grants	143,457
Total expenses	1,007,609
Revenues over expenses	(96,545)
Net position, beginning of year	1,999,065
Net position, end of year	$ 1,902,520

STATISTICAL SECTION

CITY OF WINFIELD, KANSAS

STATISTICAL SECTION

This part of the City of Winfield's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information indicates about the government's overall financial health.

Contents **Page**

Financial Trends

These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time. 134

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source. 140

Debt Capacity

These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future. 144

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place. 152

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs. 154

Sources: *Unless otherwise noted, the information in these schedules is derived from the City's Annual Comprehensive Financial Reports for the relevant year.*

CITY OF WINFIELD, KANSAS

Net Position by Component, Last Ten Fiscal Years
(accrual basis of accounting)

Table 1

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental activities										
Net investment in capital assets	$18,881,347	$20,175,047	$19,201,579	$15,466,287	$20,386,054	$24,749,918	$22,376,111	$24,956,686	$33,742,497	$19,350,811
Restricted	3,096,336	4,037,430	4,866,445	5,617,667	12,723,882	13,196,499	13,416,243	18,590,059	13,652,829	13,754,401
Unrestricted	(2,327,930)	(4,498,957)	(3,700,574)	1,604,340	(6,586,864)	(7,932,465)	(4,341,389)	(11,120,171)	(11,214,902)	(13,560,037)
Total governmental activities net position	$19,649,753	$19,713,520	$20,367,450	$22,688,294	$26,523,072	$30,013,952	$31,450,965	$32,426,574	$36,180,424	$19,545,175
Business-type actvities										
Net investment in capital assets	$38,952,498	$36,999,468	$36,633,890	$35,938,587	$34,245,778	$33,222,041	$31,066,452	$33,098,515	$33,481,674	$51,166,902
Restricted	2,574,319	3,308,708	3,938,533	4,528,811	175,293	236,716	287,825	180,210	236,111	293,583
Unrestricted	1,132,671	1,337,375	2,011,960	3,234,124	7,524,116	4,357,101	9,746,668	11,743,973	13,655,202	15,664,876
Total business-type activities net position	$ 42,659,488	$ 41,645,551	$ 42,584,383	$ 43,701,522	$ 41,945,187	$ 37,815,858	$ 41,100,945	$ 45,022,698	$ 47,372,987	$ 67,125,361
Primary government										
Net investment in capital assets	$ 57,833,845	$ 57,174,515	$ 55,835,469	$ 51,404,874	$ 54,631,832	$ 57,971,959	$ 53,442,563	$ 58,055,201	$ 67,224,171	$ 70,517,713
Restricted	5,670,655	7,346,138	8,804,978	10,146,478	12,899,175	13,433,215	13,704,068	18,770,269	13,888,940	14,047,984
Unrestricted	(1,195,259)	(3,161,582)	(1,688,614)	4,838,464	937,252	(3,575,364)	5,405,279	623,802	2,440,300	2,104,839
Total primary government net position	$ 62,309,241	$ 61,359,071	$ 62,951,833	$ 66,389,816	$ 68,468,259	$ 67,829,810	$ 72,551,910	$ 77,449,272	$ 83,553,411	$ 86,670,536

CITY OF WINFIELD, KANSAS

Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

Table 2

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Expenses										
Governmental activities:										
General government	$ 1,857,537	$ 1,313,256	$ 592,182	$ 1,329,125	$ 488,894	$ 267,814	$ 1,283,831	$ 2,343,071	$ 932,692	$ 2,133,429
Public safety	5,839,730	6,590,362	5,866,449	6,184,198	6,506,678	8,870,037	6,359,890	6,909,631	7,606,204	7,087,329
Public works/stormwater	1,874,415	1,426,464	2,003,535	1,799,347	487,448	726,896	1,641,903	2,645,961	1,673,000	3,447,844
Cemetery	176,880	155,216	216,031	202,876	218,448	218,943	197,299	237,271	225,371	225,328
Culture and recreation	2,369,941	2,352,435	2,381,671	2,373,817	3,806,248	2,106,902	3,876,725	2,154,570	3,154,685	2,283,292
Health and welfare	78,513	935,641	78,077	57,403	66,414	56,365	71,578	57,636	64,115	68,483
Economic development	278,007	461,928	377,593	378,499	432,608	397,542	387,548	398,260	489,641	899,821
Interest on debt	154,058	303,648	354,950	624,626	562,558	594,776	521,973	772,259	821,436	775,879
Total governmental activities expenses	12,629,081	13,538,950	11,870,488	12,949,891	12,569,296	13,239,275	14,340,747	15,518,659	14,967,144	16,921,405
Business-type activities:										
Electric	26,856,102	25,798,434	24,705,106	24,604,865	24,172,843	28,449,128	31,426,709	22,985,953	22,390,217	22,380,392
Electric Transmission	-	-	-	-	569,585	1,495,358	1,335,219	1,390,985	996,831	1,305,665
Gas	3,087,782	3,469,446	3,641,758	2,964,941	2,951,091	3,587,759	4,939,431	4,129,979	3,739,378	4,361,788
Water	2,136,541	2,434,505	2,104,702	1,872,083	2,388,496	2,481,147	2,650,209	2,026,761	2,431,972	2,451,086
Refuse	1,363,589	1,313,917	1,153,414	1,598,412	1,607,660	1,587,589	1,698,081	1,877,050	1,779,294	1,808,567
Wastewater	2,302,971	2,018,355	1,246,911	1,448,011	1,618,722	1,667,344	1,742,786	143,377	1,811,126	1,643,040
Natural Gas Loan	-	-	-	-	-	8,536,679	21,155	979,276	73,608	125,922
Advance Metering Infrastructure	-	-	-	-	-	-	771,875	1,357,688	621,478	148,347
Quail Ridge Golf course	581,613	678,223	754,226	788,748	647,327	571,269	716,781	674,315	779,685	800,483
Total business-type activities expenses	36,328,598	35,712,880	33,606,117	33,277,060	33,955,724	48,376,273	45,302,246	35,565,384	34,623,589	35,025,290
Total primary government expenses	$ 48,957,679	$ 49,251,830	$ 45,476,605	$ 46,226,951	$ 46,525,020	$ 61,615,548	$ 59,642,993	$ 51,084,043	$ 49,590,733	$ 51,946,695

CITY OF WINFIELD, KANSAS

Changes in Net Position, Last Ten Fiscal Years (Continued)
(accrual basis of accounting)

Table 2

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Program Revenues										
Governmental activities:										
General government	$ 303,368	$ 643,513	$ 240,294	$ 551,281	$ 1,225,007	$ 1,006,386	$ 1,403,424	$ 837,398	$ 915,590	$ 1,220,871
Public safety	1,008,550	1,060,172	994,099	909,619	704,107	705,672	689,086	782,103	870,635	857,897
Public works/stormwater	157,748	184,720	249,288	150,513	153,113	300,166	298,653	299,459	301,920	303,000
Cemetery	44,445	77,565	56,445	44,640	48,870	77,570	83,500	67,300	61,000	60,300
Culture and recreation	563,921	647,920	624,845	622,954	651,446	762,458	756,750	736,378	677,995	588,705
Health and welfare	-	451,329	454,886	466,972	480,181	479,348	515,252	538,830	1,069,557	694,099
Economic Development	3,831	-	-	-	-	-	-	-	-	-
Operating grants and contributions	1,295,256	735,755	439,911	790,802	1,091,696	482,853	842,167	620,915	964,106	871,528
Capital grants and contributions	307,425	1,603,376	259,199	541,402	284,517	911,306	911,306	265,425	696,536	978,497
Total governmental activities program revenues	3,684,544	5,404,350	3,318,967	4,078,183	4,638,937	4,725,759	5,500,138	4,147,808	5,557,339	5,574,897
Business-type activities:										
Charges for services:										
Electric	27,469,873	27,691,161	27,275,596	27,150,127	24,264,160	30,848,249	33,092,033	24,559,222	24,267,095	23,872,922
Electric transmission	-	-	-	-	636,939	1,398,503	1,664,127	2,558,639	1,887,255	1,341,876
Gas	3,135,190	3,325,465	4,106,044	4,487,651	3,429,904	5,164,495	6,130,991	5,403,577	4,514,026	5,344,087
Water	2,349,167	2,507,101	2,591,867	2,714,348	2,715,577	2,941,602	3,111,474	3,149,050	3,060,808	3,202,484
Refuse	1,367,750	1,419,973	1,829,929	1,981,287	2,117,854	2,137,993	1,648,484	1,818,881	1,904,329	2,208,523
Wastewater	2,101,798	1,869,697	1,346,930	1,458,749	1,660,802	2,178,380	2,263,186	2,345,776	2,203,043	2,243,821
Natural Gas Loan	-	-	-	-	-	2,643,641	1,334,668	1,192,645	1,085,286	1,170,853
Advance Metering Infrastructure	-	-	-	-	-	-	-	-	-	-
Golf course	330,211	318,089	301,171	272,280	338,149	419,754	451,608	446,930	484,870	509,497
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
Total business-type activities program revenues	36,753,989	37,131,486	37,451,537	38,064,442	35,163,385	47,732,617	49,696,571	41,474,720	39,406,712	39,894,063
Total primary government program revenues	$ 40,438,533	$ 42,535,836	$ 40,770,504	$ 42,142,625	$ 39,802,322	$ 52,458,376	$ 55,196,709	$ 45,622,528	$ 44,964,051	$ 45,468,960
Net (Expenses)/Revenue										
Governmental activities	$ (8,974,187)	$ (7,224,731)	$ (10,219,983)	$ (8,871,708)	$ (7,930,359)	$ (8,513,516)	$ (8,840,609)	$ (11,370,851)	$ (9,409,805)	$ (11,346,508)
Business-type activities	(1,605,456)	802,888	1,738,657	4,787,382	1,207,661	(643,656)	4,394,325	5,909,336	4,783,123	4,868,773
Total primary government net expense	$ (10,579,643)	$ (6,421,843)	$ (8,481,326)	$ (4,084,326)	$ (6,722,698)	$ (9,157,172)	$ (4,446,284)	$ (5,461,515)	$ (4,626,682)	$ (6,477,735)

CITY OF WINFIELD, KANSAS

Changes in Net Position, Last Ten Fiscal Years (Continued)
(accrual basis of accounting)

Table 2

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Revenues and Other										
Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	$ 4,122,880	$ 4,200,161	$ 4,258,631	$ 4,399,021	$ 4,442,747	$ 4,465,226	$ 4,451,419	$ 4,768,994	$ 5,180,494	$ 5,252,389
Sales taxes	2,593,154	2,610,928	2,425,381	2,552,264	4,097,235	4,116,950	4,410,045	4,723,880	4,702,653	4,996,480
Franchise taxes	162,633	154,830	152,318	149,089	-	-	-	-	-	-
Other taxes	154,121	167,937	146,977	147,565	121,713	138,661	174,458	185,508	197,836	207,469
Payments in lieu of taxes	2,877,787	2,252,293	2,827,397	2,786,366	2,458,400	2,783,342	2,591,548	2,573,035	2,257,796	2,222,100
Investment earnings	27,740	36,798	106,259	153,739	90,030	15,427	64,931	315,959	601,334	453,517
Gain (loss) on disposal of property and equipment	-	-	-	-	-	-	-	-	-	(1,843,151)
Special items	-	-	-	-	-	-	-	-	-	-
Transfers	161,529	231,285	(305,779)	1,004,508	554,427	484,790	(1,414,779)	529,930	447,379	(16,577,545)
Total governmental activities	10,099,844	9,654,232	9,611,184	11,192,552	11,764,552	12,004,396	10,277,622	13,097,306	13,387,492	(5,288,741)
Business-type activities										
Investment earnings	46,676	51,035	80,831	120,631	48,828	7,855	67,531	364,536	98,717	528,156
In lieu of franchise fees	(2,877,787)	(2,252,293)	(2,827,397)	(2,786,366)	(2,458,400)	(2,783,342)	(2,591,548)	(2,573,035)	(2,257,796)	(2,222,100)
Transfers	(161,529)	(231,285)	305,779	(1,004,508)	(554,427)	(484,790)	1,414,779	(529,930)	(447,379)	16,577,545
Total business-type activities	(2,992,640)	(2,432,543)	(2,440,787)	(3,670,243)	(2,963,999)	(3,260,277)	(1,109,238)	(2,738,429)	(2,606,458)	14,883,601
Total primary government	$ 7,107,204	$ 7,221,689	$ 7,170,397	$ 7,522,309	$ 8,800,553	$ 8,744,119	$ 9,168,384	$ 10,358,877	$ 10,781,034	$ 9,594,860
Change in Net Position										
Governmental activities	$ 1,125,657	$ 2,429,501	$ (608,799)	$ 2,320,844	$ 3,834,193	$ 3,490,880	$ 1,437,013	$ 1,726,455	$ 3,977,687	$ (16,635,249)
Business-type activities	(4,598,096)	(1,629,655)	(702,130)	1,117,139	(1,756,338)	(3,903,933)	3,285,087	3,170,907	2,176,665	19,752,374
Total primary government	$ (3,472,439)	$ 799,846	$ (1,310,929)	$ 3,437,983	$ 2,077,855	$ (413,053)	$ 4,722,100	$ 4,897,362	$ 6,154,352	$ 3,117,125

CITY OF WINFIELD, KANSAS

Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

Table 3

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General fund										
Reserved	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Nonspendable	20,265	20,265	20,265	20,265	-	-	-	-	-	-
Restricted	-	-	104,000	-	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	330,351	270,293	1,177,192	819,547	819,547	132,740	-	-	-	-
Unassigned	606,992	693,135	-	474,326	715,860	1,532,552	1,641,095	1,965,070	2,200,821	1,995,255
Total general fund	$ 957,608	$ 983,693	$ 1,301,457	$ 1,314,138	$ 1,535,407	$ 1,665,292	$ 1,641,095	$ 1,965,070	$ 2,200,821	$ 1,995,255
All other governmental funds										
Reserved	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Nonspendable	716,252	716,300	5,988	6,083	6,119	6,124	6,149	6,281	6,468	6,654
Restricted	2,380,084	3,300,865	4,762,445	5,617,667	12,898,913	13,188,474	13,416,243	18,590,059	13,652,829	13,747,747
Committed	816,084	648,291	389,388	443,487	508,351	581,714	655,743	706,223	790,726	825,500
Assigned	170	9,250	9,588	4,348,713	576,694	-	-	107,164	105,971	174,243
Unassigned	(610,033)	(3,200,545)	(1,683,007)	-	-	(730,262)	141,371	(681,835)	(831,000)	(2,563,709)
Total other governmental funds	$ 3,302,557	$ 1,474,161	$ 3,484,402	$ 10,415,950	$ 13,990,077	$ 13,046,050	$ 14,219,506	$ 18,727,892	$ 13,724,994	$ 12,190,435

* In 2011, The City implemented GASB Statement No. 54 under which governmental fund balances are reported as nonspendable, restricted, committed, assigned, and unassigned compared to previous years.

CITY OF WINFIELD, KANSAS

Changes in Fund Balances, Governmental Funds, Last Ten Fiscal Years
(modified accrual basis of accounting)

Table 4

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Property taxes	$ 4,122,880	$ 4,200,160	$ 4,258,630	$ 4,399,021	$ 4,442,747	$ 4,465,226	$ 4,451,419	$ 4,768,994	$ 5,180,494	$ 5,252,389
Sales taxes	2,593,154	2,610,927	2,425,381	2,552,264	4,097,235	4,116,950	4,410,045	4,723,880	4,702,653	4,996,480
Special assessments	243,164	224,114	231,568	241,418	274,893	271,102	192,030	172,384	166,978	68,937
Franchise taxes	162,633	154,831	152,318	149,089	135,808	130,401	113,927	108,201	102,444	105,938
Intergovernmental revenue	1,674,896	2,052,388	1,266,383	1,854,990	1,854,542	2,013,331	2,442,009	1,377,078	2,712,073	2,621,743
Licenses, fees, and permits	52,941	58,504	73,966	58,432	59,765	77,479	136,809	105,246	145,361	135,675
Charges for services	1,721,968	1,914,875	1,801,373	1,732,620	1,521,953	1,846,757	1,844,109	1,868,926	1,930,582	1,841,529
Fines and penalties	84,232	108,868	89,634	57,296	60,953	58,857	64,294	66,811	74,362	66,210
Investment earnings	170,200	175,000	250,443	286,067	210,710	158,047	230,408	547,207	783,329	634,122
Other revenues	266,346	605,643	429,615	764,102	869,306	594,980	1,012,621	537,498	566,521	763,404
Total revenues	11,092,414	12,105,310	10,979,311	12,095,299	13,527,912	13,733,130	14,897,671	14,276,225	16,364,797	16,486,427
Expenditures				241,418	274,893	271,102	192,030	172,384		
General government	1,236,497	996,029	769,871	1,092,181	574,263	559,920	433,384	620,859	458,158	458,158
Public safety	6,333,425	6,323,508	6,543,220	6,520,468	6,674,423	8,853,459	10,006,665	9,672,746	14,422,499	14,422,499
Public works/streets	1,886,666	3,554,756	4,095,780	3,271,475	1,397,067	2,972,740	1,304,603	2,075,132	2,681,313	2,681,313
Cemetery	170,768	176,113	232,672	222,380	219,127	212,011	200,070	226,575	204,576	204,576
Culture and recreation	2,201,156	2,158,499	2,138,907	2,197,149	3,930,501	2,735,294	3,788,523	2,441,749	3,357,130	3,357,130
Health and welfare	86,130	935,642	78,077	57,403	66,415	56,365	71,578	57,636	64,115	64,115
Economic development	204,014	461,928	377,593	378,499	363,265	397,543	387,548	328,919	411,811	411,811
Debt service:										
Debt principal payments	1,321,322	1,793,389	1,893,724	1,884,872	934,041	2,011,224	1,451,249	1,597,089	1,528,131	1,453,496
Debt interest payments	307,589	474,901	426,871	515,044	656,842	714,639	681,051	929,776	1,098,444	1,061,802
Debt issuance costs	-	8,235	59,995	77,896	20,471	84,234	25,181	58,111	-	-
Capital outlay	147,909	85,592	112,318	244,387	177,024	489,537	378,539	299,681	343,178	343,178
Total expenditures	13,895,476	16,968,592	16,729,028	16,703,172	15,288,332	19,358,068	18,920,421	18,480,657	24,569,355	24,458,078
Excess of revenues over (under) expenditures	(2,803,062)	(4,863,282)	(5,749,717)	(4,607,873)	(1,760,420)	(5,624,938)	(4,022,750)	(4,204,432)	(8,204,558)	(7,971,651)
Other Financing Sources (Uses)										
Transfers in	3,276,678	3,654,470	7,454,605	10,515,217	5,396,830	2,661,081	6,988,413	7,244,674	6,898,412	3,521,528
Transfers out	(3,115,149)	(2,845,792)	(7,195,494)	(11,784,163)	(4,829,167)	(1,590,198)	(8,389,956)	(6,753,300)	(6,422,797)	(2,812,961)
Transfers in - Pymts in lieu of franchise fees	2,877,787	2,252,293	2,827,397	2,786,366	2,458,400	2,783,342	2,591,548	2,573,035	2,257,796	2,222,100
Issuance of temporary notes	-	-	-	-	-	-	-	-	-	-
Issuance of bonds	-	-	4,660,000	9,365,000	2,230,000	-	3,789,974	5,800,000	704,000	-
Issuance of refunding debt	-	-	-	-	-	-	-	-	-	-
Premium on bonds issued	-	-	38,209	428,264	24,275	-	-	-	-	-
Issuance of KDOT debt	-	-	-	-	-	-	-	-	-	-
Issuance of capital lease	41,558	-	189,000	-	-	-	-	-	-	-
Payments to escrow agent	-	-	-	-	-	-	-	-	-	-
Insurance recoveries	-	-	-	-	-	-	-	-	-	-
Debt issuance costs	-	-	-	-	-	-	-	-	-	-
Sales of property	-	-	-	-	-	-	-	-	-	-
Total other financing sources (uses)	3,080,874	3,060,971	7,973,717	11,310,684	5,280,338	3,854,225	4,979,979	8,864,409	3,437,411	2,930,667
Net change in fund balances	$ 277,812	$ (1,802,311)	$ 2,224,000	$ 6,702,811	$ 3,519,918	$ (1,770,713)	$ 957,229	$ 4,659,977	$ (4,767,147)	$ (5,040,984)
Debt service as a percentage of noncapital expenditures	13.32%	16.21%	19.34%	18.39%	11.90%	21.44%	15.19%	22.41%	17.34%	12.87%

CITY OF WINFIELD, KANSAS

Assessed Value and Estimated Actual Value of Taxable Property, Last Ten Fiscal Years
(in thousands of dollars)

Table 5

Fiscal Year	Real Property	Personal Property	[a] Utilities	Motor Vehicles	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value	Taxable Assessed Value as a Percentage of Actual Taxable Value
2016	61,149	7,056	2,004	10,171	80,380	53.359	459,831	17.48%
2017	61,938	6,954	1,923	10,117	80,932	53.287	468,506	17.27%
2018	63,651	6,954	2,186	9,963	82,754	54.246	476,879	17.35%
2019	64,142	5,551	2,302	10,172	82,167	54.147	475,149	17.29%
2020	64,308	5,399	2,345	10,344	82,396	54.680	469,202	17.56%
2021	65,762	4,349	2,215	10,583	82,909	54.693	488,305	16.98%
2022	74,605	3,961	1,939	10,282	90,787	54.428	542,055	16.75%
2023	87,585	3,761	1,944	9,905	103,195	50.660	626,716	16.47%
2024	94,486	3,700	9,562	10,133	117,881	49.042	674,427	17.48%
2025	98,390	1,962	2,260	10,881	113,493	48.815	711,711	15.95%

Source: Cowley County Clerk, Treasurer, and Appraiser Offices.

Notes: Property in Cowley County is reassessed annually. Commercial property is assessed at 25% of actual value, and residential at 11.5%.

[a] includes oil and gas. Beginning in 2007, certain types of personal property were removed from the tax rolls.

CITY OF WINFIELD, KANSAS

Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per $1,000 of assessed dollars)

Table 6

	City of Winfield Direct Rates			Overlapping Rates-Other Governments				
Year	Operating Rate	Debt Service	Total Direct Rate	USD 465	State of Kansas	Cowley College	Cowley County	Total Direct & Overlapping Rate
2016	45.330	8.029	53.359	51.193	1.500	18.998	43.449	168.499
2017	45.350	7.937	53.287	50.995	1.500	20.302	45.063	171.147
2018	46.236	8.010	54.246	50.981	1.500	20.313	45.058	172.098
2019	45.969	8.178	54.147	50.951	1.500	20.281	46.985	173.864
2020	46.954	7.726	54.680	51.053	1.500	21.072	47.084	175.389
2021	46.572	8.121	54.693	49.538	1.500	20.399	48.626	174.756
2022	47.041	7.387	54.428	47.777	1.500	19.543	45.557	168.805
2023	44.622	6.038	50.660	47.709	1.500	17.919	43.328	161.116
2024	43.245	5.797	49.042	45.916	1.500	17.052	40.967	154.477
2025	43.309	5.506	48.815	46.589	1.500	16.463	40.968	154.335

Source: Cowley County Clerk's office.

Notes: The city's property tax rates are set annually by the City commission. Rates for debt service are set based on each year's requirements. Overlapping rates are those of local and county governments that apply to property owners within the City of Winfield.

CITY OF WINFIELD, KANSAS

Principal Property Taxpayers
Current Year and Nine Years Ago

Table 7

	2025			2016		
Taxpayer	Assessed Valuation [a]	Rank	Percentage of Total City Taxable Assessed Value [a]	Assessed Valuation [a]	Rank	Percentage of Total City Taxable Assessed Value [a]
City of Winfield	$ 6,543,235	1	6.38%			
Rubbermaid	4,810,519	2	4.69%	6,569,377	1	9.36%
Galaxy Tool	2,134,882	3	2.08%	749,153	6	1.07%
Walmart	1,881,595	4	1.83%	2,219,760	2	3.16%
GE	1,417,358	5	1.38%	1,594,344	3	2.27%
Union Pacific RR	1,235,767	6	1.20%	954,862	5	1.36%
Tommy Andes Rev Trust	829,247	7	0.81%			
Carol Coon	727,004	8	0.71%			
Union State Bank	566,338	9	0.55%			
RCB Bank	563,197	10	0.55%			
Calmar, Inc (MeadWestVaco)	N/A			696,990	7	0.99%
Dillons	N/A			553,848	8	0.79%
WestRock	N/A			1,556,519	4	2.22%
Kevin Coon	N/A			547,969	9	0.78%
Winfield Hospitality	N/A			488,766	10	0.70%

[a] excludes motor vehicle valuation.

Source: Cowley County Clerk Office.

CITY OF WINFIELD, KANSAS

Property Tax Levies and Collections
Last Ten Fiscal Years

Table 8

Year	Taxes Levied For Fiscal Year	Collected within the Fiscal Year of Levy		Delinquent Tax Collections	Total Tax Collections	Percentage of Levy
		Amount	Percentage of Levy			
2016	$ 3,674,502	$ 3,537,750	96.28%	$ 58,798	$ 3,596,548	97.88%
2017	3,767,764	3,518,922	93.40%	59,729	3,578,651	94.98%
2018	3,880,664	3,618,626	93.25%	67,560	3,686,186	94.99%
2019	3,895,935	2,257,177	57.94%	25,101	2,282,278	58.58%
2020	3,912,661	3,779,387	96.59%	82,498	3,861,885	98.70%
2021	3,962,784	3,653,892	92.21%	82,498	3,736,390	94.29%
2022	3,954,642	3,871,373	97.89%	83,269	3,954,642	100.00%
2023	4,741,214	4,420,210	93.23%	119,540	4,539,750	95.75%
2024	4,734,460	4,576,345	96.66%	102,841	4,679,186	98.83%
2025	4,879,745	4,696,601	96.25%	97,247	4,793,848	98.24%

Source: Cowley County Clerk and County Treasurer's office.

CITY OF WINFIELD, KANSAS

Legal Debt Margin Information
Last Ten Fiscal Years
(dollars in thousands)

Table 9

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Legal debt limit [1]	$ 24,114	$ 21,226	$ 21,589	$ 21,599	$ 21,616	$ 21,698	$ 23,972	$ 27,987	$ 29,862	$ 30,790
Total debt applicable to debt limit	17,705	21,340	19,725	22,680	26,762	26,658	32,138	29,619	27,964	25,659
Less self-supporting debt [2]	(4,503)	(3,990)	(3,525)	(3,455)	(6,713)	(6,270)	(11,417)	(10,549)	(9,896)	(9,236)
Total net debt applicable to limit	13,202	17,350	16,200	19,225	20,049	20,388	20,721	19,070	18,068	16,423
Legal debt margin	$ 10,912	$ 3,876	$ 5,389	$ 2,374	$ 1,567	$ 1,310	$ 3,251	$ 8,917	$ 11,794	$ 14,367
Total net debt applicable to the limit as a percentage of debt limit	51.68%	54.75%	81.74%	75.04%	89.01%	92.75%	93.96%	86.44%	60.50%	53.34%

Legal debt margin calculation for fiscal year 2025

Assessed taxable v	$ 102,632
Debt limit (30% of total assessed value)	$ 30,790

[1] Under K.S.A. 10-308, the city's outstanding bonded indebtedness cannot exceed 30 percent of assessed valuation of the city.

[2] Principal amount of City's general obligation and state revolving fund debt which is anticipated to be paid from net revenues from the operation of the City's water and sewer systems.

CITY OF WINFIELD, KANSAS

Ratios of Outstanding Debt by Type
Last Ten Fiscal Years
(dollars in thousands)

Table 10

	Governmental Activities					
Year	General Obligation Bonds	Sales Tax Revenue Bonds	Temp Note	Contractual Debt	Certificates of Participation	Leases
2016	$ 11,361	$ -	$ -	$ 32	$ -	$ 36
2017	10,103	-	-	167	-	359
2018	13,561	-	-	134	-	422
2019	18,730	-	-	100	-	391
2020	20,050	-	-	67	-	362
2021	18,488	-	-	33	-	770
2022	20,721	-	-	-	-	674
2023	19,071	-	5,800	148	-	3,478
2024	18,068	-	5,800	111	-	311
2025	16,423	-	5,800	74	-	226

	Business-type Activities							
Year	General Obligation Bonds	*Premium* GO Bonds	Leases	KDHE Loans	Total Primary Government	Percentage of Personal Income	Per Capita	Current Population
2016	$ 4,503	$ -	$ 1,100	$ -	$ 17,032	$ 0	$ 1,387	$ 12,284
2017	3,990	-	640	-	15,259	1.18%	1,261	12,104
2018	3,525	-	93	-	17,735	1.35%	1,471	12,057
2019	3,455	-	85	-	22,761	1.67%	2,032	11,201
2020	6,712	84	76	-	29,395	2.10%	2,499	11,765
2021	6,270	91	520	7,668	33,840	2.31%	2,886	11,726
2022	11,417	238	1,651	6,825	41,526	2.83%	3,549	11,701
2023	10,548	223	1,675	4,577	45,520	3.03%	3,372	11,669
2024	9,896	208	1,715	3,923	40,032	2.48%	3,032	11,678
2025	9,236	193	1,387	2,435	35,774	2.18%	3,050	11,731

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

General obligation bond balances include general obligation debt, net of related premiums, discounts, and adjustments. It does not include short-term debt instruments.

CITY OF WINFIELD, KANSAS

Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years
(dollars in thousands, except per capita)

Table 11

Year		General Bonded Debt Outstanding [b] General Obligation Bonds	KDOT GO Debt	LESS: Amounts Restricted to Repaying Principal	Total	Percentage of Actual Taxable Value of Property [a]	Per Capita
2016		$ 15,375	$ -	$ (594)	$ 17,286	3.83%	$ 1,416
2017		13,640	-	(909)	12,731	2.77%	1,036
2018	[c]	16,670	-	(810)	15,860	3.33%	1,315
2019		21,810	-	(1,267)	20,543	4.32%	1,834
2020		26,763	-	(1,246)	25,517	5.44%	2,169
2021		24,757	-	(912)	23,845	4.88%	2,034
2022		32,139	-	(1,535)	30,604	5.65%	2,616
2023		29,844	-	(4,698)	25,146	4.01%	2,155
2024		28,172	-	(1,817)	26,355	3.91%	2,257
2024		25,853	-	(2,196)	23,657	3.32%	2,017

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[a] See Table 5 for property value data
[b] In accordance with KSA 10-1116 and KSA 79-5028, KDOT loans constitute 'bonds' characterization. KDOT debt for street improvements are being repaid as general obligation debt.
[c] Includes $3,525 thousand of general obligation debt, that is being repaid from water revenues, net of related premiums, discounts, and adjustments.

CITY OF WINFIELD, KANSAS

Governmental Activities Direct and Overlapping Debt
December 31, 2025

Table 12

	Debt	Percent of Debt Applicable to City	City Share of Debt
Direct debt:			
General obligation bonded debt	$ 16,416,040	100.00%	$ 16,416,040
Interlocal agreement debt	74,000	100.00%	74,000
Temporary notes payable	5,800,000	100.00%	5,800,000
Leases	226,499	100.00%	226,499
Total direct debt			22,516,539
Overlapping debt:			
USD 465	$ 15,000,000	61.09%	$ 9,163,271
Cowley County	8,460,000	25.03%	2,117,242
Total overlapping debt			11,280,513
Total direct and overlapping debt			$ 33,797,052

Sources: Assessed valuation provided by Cowley County Clerk.
Debt outstanding data is provided by each governmental unit.

Percentage of debt applicable to the City of Winfield is based on the proportion that the assessed valuation of the City of Winfield bears to the assessed valuation of the overlapping entity.

CITY OF WINFIELD, KANSAS

Pledged-Revenue Coverage
Last Ten Fiscal Years
(dollars in thousands)

Table 13

	Electric Revenue Bonds and Certificates of Participation Debt [2]					
	Utility Service	Less: Operating	Net Available	Debt Service		
Year	Charges	Expenses [1]	Revenue	Principal	Interest	Coverage
2016	$ 27,452	$ 26,651	$ (63)	$ -	$ -	-
2017	27,697	25,798	1,899	-	-	-
2018	27,310	24,705	2,605	-	-	-
2019	27,136	24,605	2,531	-	-	-
2020	24,382	22,738	1,644	-	-	-
2021	30,485	27,143	3,342	-	-	-
2022	33,079	31,427	1,652	-	-	-
2023	24,547	22,690	1,857	-	-	-
2024	24,222	22,184	2,038	-	-	-
2025	23,855	22,892	963	-	-	-

	Water Debt					
	Utility Service	Less: Operating	Net Available	Debt Service		
Year	Charges	Expenses	Revenue	Principal	Interest	Coverage
2016	$ 2,349	$ 1,976	$ 373	$ 504	$ 125	0.59
2017	2,499	2,324	175	513	22	0.33
2018	2,716	2,105	611	465	104	1.07
2019	2,861	1,818	1,043	535	86	1.68
2020	2,734	2,251	483	276	115	1.24
2021	2,946	1,893	1,053	450	133	1.81
2022	3,110	2,571	539	292	86	1.43
2023	3,155	1,957	1,198	248	86	3.59
2024	3,060	2,372	688	256	65	2.14
2025	3,196	2,399	797	253	57	2.57

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Operating expenses do not include interest/amortization expense, but do include payments in lieu of franchise fees.

[2] Certification of Participation was paid in full in 2012.

CITY OF WINFIELD, KANSAS

Pledged-Revenue Coverage
Last Ten Fiscal Years
(dollars in thousands)

Table 13 (cont.)

	Wastewater Debt					
	Utility Service	Less: Operating	Net Available	Debt Service		
Year	Charges	Expenses [1]	Revenue	Principal	Interest	Coverage
2016	$ 1,974	$ 2,107	$ (133)	$ 516	$ 32	(0.24)
2017	1,855	2,018	(163)	536	27	(0.29)
2018	1,898	1,247	651	544	12	1.17
2019	1,983	1,598	385	6	3	42.78
2020	2,111	1,598	513	6	3	57.00
2021	2,189	1,373	816	6	3	90.67
2022	2,267	1,743	524	45	-	11.64
2023	2,364	1,875	489	-	-	-
2024	2,203	1,802	401	-	-	-
2025	2,244	1,635	609	-	-	-

	Quail Ridge Golf Course Certificates of Participation Debt [2]					
	Golf Course	Less: Operating	Net Available	Debt Service		
Year	Fees	Expenses	Revenue	Principal	Interest	Coverage
2016	$ 310	$ 557	$ (247)	$ -	$ -	-
2017	318	678	(360)	-	-	-
2018	320	754	(434)	-	-	-
2019	274	789	(515)	-	-	-
2020	332	652	(320)	-	-	-
2021	419	527	(108)	-	-	-
2022	442	654	(212)	-	-	-
2023	447	596	(149)	-	-	-
2024	485	710	(225)	-	-	-
2024	506	799	(293)	-	-	-

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Operating expenses do not include interest/amortization expense, but do include payments in lieu of franchise fees.

[2] Certification of Participation was paid in full in 2012.

CITY OF WINFIELD, KANSAS

Pledged-Revenue Coverage
Last Ten Fiscal Years
(dollars in thousands)

Table 13 (cont.)

	Special Assessment Bonds			
	Special Assessment	Debt Service [1]		
Year	Collections	Principal	Interest	Coverage
2016	$ 243	$ 260	$ 102	0.67
2017	224	182	65	0.91
2018	232	175	60	0.99
2019	241	204	54	0.93
2020	275	176	48	1.23
2021	271	178	43	1.23
2022	192	247	65	0.62
2023	172	239	57	0.58
2024	167	248	49	0.56
2025	69	205	42	0.28

	Sales Tax Revenue Bonds [2]			
	Sales Tax	Debt Service		
Year	Collections	Principal	Interest	Coverage
2016	$ 2,653	$ -	$ -	-
2017	2,629	-	-	-
2018	2,557	-	-	-
2019	2,560	-	-	-
2020	3,774	-	-	-
2021	4,117	-	-	-
2022	4,410	-	-	-
2023	4,755	-	-	-
2024	4,635	-	-	-
2025	5,018	-	-	-

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Debt service includes total project costs, including city-at-large portion.

[2] The City's 1 percent sales tax is pledged against payment of the 2002 refunding sales tax bonds. Bonds paid in full in 2010.

CITY OF WINFIELD, KANSAS

Pledged-Revenue Coverage
Last Ten Fiscal Years
(dollars in thousands)

Table 13 (concluded)

	Stormwater Debt					
Year	Stormwater Revenue Collections	Less: Operating Expenses [1]	Net Available Revenue	Debt Service Principal	Debt Service Interest	Coverage
2016	$ 150	$ 35	$ 115	$ 91	$ 1	0.19
2017	149	28	121			-
2018	156	54	102	-	-	-
2019	169	50	119	-	-	-
2020	191	125	66	-	-	-
2021	300	113	187	-	-	-
2022	301	122	179	-	-	-
2023	318	125	193	-	-	-
2024	331	253	78	-	-	-
2025	336	137	199	-	-	-

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

[1] Operating expenses do not include interest/amortization expense, but do include payments in lieu of franchise fees.

CITY OF WINFIELD, KANSAS

Demographic and Economic Statistics, Last Ten Fiscal Years

Table 14

Year	Population [1]	Personal Income [2] *(thousands of dollars)*	Per Capita Personal Income [2]*	School Enrollment [3]	Unemployment Rate [4]
2016	12,284	$ 1,337,790	$ 37,381	$ 2,303	4.20%
2017	12,104	1,295,687	36,240	2,290	3.00%
2018	12,057	1,315,552	37,203	2,175	3.10%
2019	11,943	1,363,188	38,707	2,284	3.20%
2020	11,765	1,397,793	40,042	2,327	3.50%
2021	11,726	1,465,955	42,334	2,203	2.40%
2022	11,726	1,465,955	42,334	2,203	2.40%
2023	11,669	1,504,368	43,664	2,175	2.30%
2024	11,678	1,612,433	47,207	2,067	3.90%
2025	11,731	1,643,176	48,066	2,009	3.50%

[1] Provided by League of Kansas Municipalities.
[2] Provided by U.S. Bureau of Economic Analysis.
[3] Provided by U.S.D. #465. Includes public school system only. Non-weighted FTE.
[4] From cowleycounty.org/employment-statistics, end of year.

* in 2012, Kansas University Institute for Policy and Social Research combined City of Arkansas City and City of Winfield as a Micropolitan Area.

CITY OF WINFIELD, KANSAS

Principal Employers, Current Year and Nine Years Ago

Table 15

	2024			2016		
Employer	Estimated Employees	Rank	Percentage of Total County Employment	Estimated Employees	Rank	Percentage of Total County Employment
Creekstone Farms Premium Beef	1,250	1	8.31%	660	3	3.53%
GE Aviation (Strother Field)	624	2	4.15%	700	2	3.74%
USD 465	559	3	3.72%	650	4	3.48%
USD 470	471	4	3.13%	435	5	2.33%
KanPak	387	5	2.57%	310	6	1.66%
Western Industries	350	6	2.33%			
William Newton Memorial Hospital	309	7	2.05%	305	7	1.63%
Newell Brands (Rubbermaid)	300	8	1.99%	1,054	1	5.64%
Cowley College	200	9	1.33%			
Winfield Correctional Facility	200	10	1.33%			
Southwestern College				214	9	1.14%
Galaxy Technology				210	40	1.12%
WestRock (Silgan Dispensing)				276	8	1.48%
Total employment	15,248					

Source: cowleycounty.org and KS Dept of Labor

The City of Winfield is located approximately twelve miles from the city of Arkansas City, Kansas (population 12,063). Both cities are located in Cowley County, and many employers have work forces consisting of residents of both cities. Major employers listed above are for the Arkansas City/Winfield populations.

CITY OF WINFIELD, KANSAS

Full-time Equivalent Employees by Function
Last Ten Fiscal Years

Table 16

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government										
Management services	16	13	14	15	16	18	18	18	14	13
Legal/court	2	2	2	2	3	3	3	3	3	2
Utility billing	9	8	8	8	9	8	6	8	7	8
Engineering	7	6	5	5	2	2	2	2	2	2
Service and operations center	10	7	9	9	9	6	6	5	8	8
Public safety										
Fire	26	29	31	31	28	29	28	30	30	30
Police	26	26	29	28	27	28	29.4	25	29	28
Public works/stormwater	6	6	6	6	8	8	7	7	6	8
Cemetery	2	2	2	2	2	2	2	2	2	2
Culture and recreation	9	8	8	10	9	9	9.6	10	10	11
Health and welfare										
Economic development						1	1	1	4	3
Electric	24	26	24	24	24	23	23.2	23	24	25
Gas	8	8	7	7	6	6	6	6	7	7
Water	11	10	11	10	11	11	12	12	12	12
Refuse	8	8	7	8	10	9	10.3	9	9	10
Wastewater	8	8	8	9	8	8	7	5	4	4
Golf course	2	4	4	4	4	4	4	4	4	4
Total	178	174	171	175	176	175	175	175	175	177

Source: City records

CITY OF WINFIELD, KANSAS

Operating Indicators by Function/Program
Last Ten Fiscal Years

Table 17

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government										
Building permits issued	310	454	390	366	416	299	344	313	370	364
Muncipal court cases	739	937	701	380	314	316	450	395	348	314
Police										
Class I Offenses	434	422	534	534	467	379	364	342	379	408
Domestic Violence/										
DUI/Drug Arrests	105	181	199	168	134	193	221	158	129	176
Accidents	316	284	296	304	243	292	272	220	242	256
Fire/EMS										
Total responses*	2,788	3,205	3,204	2,885	2,754	3,049	2,923	2,923	2854	2,909
Parks and recreation										
Aquatic center attendance	16,480	15,963	15,190	17,423	6,582	13,885	14,694	15,080	12403	14,598
Annual lake permits	2,160	2,166	2,106	2,026	2,709	2,294	2,152	1,539	1430	1,808
Cemetery										
Cemetery spaces sold	43	100	62	54	48	68	60	51	43	39
Streets maintenance										
Resurfacing, annual in tons	2,902	8,514	4,056	10,996	132	3,240	4,238	5,820	1310	2,162
Electric utility										
MWH sold, annual	295,480	291,868	292,223	276,099	285,344	302,683	272,457	235,733	218409	205,312
Peak daily consumption, MWH	64,376	63,563	61,447	60,086	59,800	62,890	59,481	59,163	52601	50,736
Gas Utility										
MCF sold, annual	445,930	473,019	572,692	592,702	515,853	796,176	504,658	490,928	448592	486,064
Water Utility										
Gallons sold annual, in thousands	583,415	583,606	624,514	510,797	622,590	615,924	683,528	661,674	664387	610,869
Refuse (annual tons, in thousands)										
Refuse collected	7,813	8,059	7,785	7,844	8,147	8,200	7,875	7,980	7975	8,087
Recyclables collected	887	988	1,009	986	432	308	317	166	137	150
Wastewater Utility										
Sewage treatment, avg daily flow										
(in thousands of gallons)	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1,500	1500	1,500

Sources: City departments

In July 2014, City of Winfield Fire Department took over Winfield Area EMS operations. Includes Fire & EMS calls.
N/A - information not available

CITY OF WINFIELD, KANSAS

Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Table 18

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units (marked)	25	26	28	28	28	24	28	28	28	28
Fire stations	1	1	1	1	1	1	1	1	1	1
Public works										
Streets (miles)	130	130	130	130	130	130	130	130	130	130
Parks and recreation										
Public park acreage	296	296	435	435	435	435	435	435	435	435
Base/softball diamonds	5	5	7	7	7	7	7	7	7	7
Soccer fields	6	6	6	6	6	6	6	6	6	6
Football fields	1	1	1	1	1	1	1	1	1	1
Electric Utility										
Electric lines (miles) [1]	114	114	114	114	114	114	114	114	114	114
Gas Utility										
Gas main lines (miles) [1]	94	94	94	94	94	94	94	94	94	94
Water Utility										
Water main lines (miles) [1]	95	95	118	118	131	131	131	131	131	131
Fire hydrants [1]	535	535	535	535	587	586	586	586	586	586
Storage capacity (thousands)	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2,750	2750	2,750
Refuse										
Collection trucks	5	5	6	6	6	6	6	6	6	6
Wastewater										
Sanitary sewer (miles)	76	76	76	76	76	76	76	76	76	76
Treatment capacity (thousands, per day)	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4,000	4000	4,000

TRANSMISSION FUND SUPPLEMENTARY INFORMATION SECTION

City of Winfield, Kansas
Supplementary Information Related to Statement of Net Position- Transmission Fund
December 31, 2025

FERC #	City accounts 401.00.000.00000.000-		Jan	Feb	Mar	Apr	May	Jun	July	Aug	Sept	Oct	Nov	Dec
		Utility Plant - Transmission												
101-106	160550	Transmission plant	9,458,522	9,459,406	9,461,238	9,414,781	9,418,925	9,418,925	9,418,925	9,418,925	9,447,623	9,448,859	9,450,070	9,466,930
--	154105	Land held for future use	-	-	-	-	-	-	-	-	-	-	-	-
107	160550	Construction work in progress	31,500	31,500	31,500	31,500	31,500	31,500	31,500	31,500	31,500	31,500	31,500	31,500
		Total Utilities	9,490,022	9,490,906	9,492,738	9,446,281	9,450,425	9,450,425	9,450,425	9,450,425	9,479,123	9,480,359	9,481,570	9,498,430
108	161550	Less Accum provision for Depreciation	(993,140)	(1,011,772)	(1,026,520)	(1,049,936)	(1,067,499)	(1,086,281)	(1,103,364)	(1,120,653)	(1,135,993)	(1,153,458)	(1,171,032)	(1,187,942)
		Net Utility Plant - Transmission	8,496,882	8,479,134	8,466,218	8,396,345	8,382,927	8,364,144	8,347,062	8,329,772	8,343,131	8,326,901	8,310,538	8,310,487
		Current and Accrued Assets												
130	101000	Cash and working funds	2,799,239	2,942,730	2,880,458	3,004,809	3,173,277	3,167,082	3,278,746	3,220,478	3,140,443	3,207,659	3,350,158	2,727,548
154	141154	Plant materials and operating supplies	50,314	50,314	49,539	47,185	47,185	47,185	47,185	47,182	48,876	52,252	52,250	52,250
143	113100	Accounts receivable	300,540	215,652	300,180	201,008	117,829	194,326	124,903	131,830	195,698	183,410	116,581	122,696
228.x	132228	Unfunded reserves	-	-	-	-	-	-	-	-	-	-	-	-
165	144165	Prepayments	-	-	-	-	-	-	-	-	-	-	-	-
		Total current and accrued assets	3,150,093	3,208,697	3,230,176	3,253,001	3,338,291	3,408,593	3,450,834	3,399,490	3,385,017	3,443,321	3,518,989	2,902,493
		Deferred Debits												
--	GAAP adjustment acct	Unamortized debt expenses	-	-	-	-	-	-	-	-	-	-	-	-
--	GAAP adjustment acct	Miscellaneous deferred debits	-	-	-	-	-	-	-	-	-	-	-	-
		Total deferred debits	-	-	-	-	-	-	-	-	-	-	-	-
		TOTAL ASSETS	$ 11,646,975	$ 11,687,831	$ 11,696,394	$ 11,649,346	$ 11,721,217	$ 11,772,738	$ 11,797,896	$ 11,729,262	$ 11,728,148	$ 11,770,223	$ 11,829,527	$ 11,212,981
		LIABILITIES												
		Current and Accrued Liabilities												
232/242	201100/204100/201110/201900	Accounts payable	$ 66,102	$ 88,420	$ 96,193	$ 40,332	$ 100,213	$ 148,121	$ 150,152	$ 73,816	$ 60,753	$ 82,494	$ 125,622	$ 122,146
221	205100	Bonds payable, current portion	407,168	407,168	407,168	407,168	407,168	407,168	407,168	407,168	407,168	407,168	407,168	416,166
237	214000	Accrued interest payable	70,639	70,639	70,639	70,639	70,639	70,639	70,639	70,639	70,639	70,639	70,639	66,321
		Total current and accrued liabilities	543,909	566,227	574,000	518,139	578,020	625,928	627,959	551,623	538,560	560,301	603,429	604,634
		Noncurrent Liabilities												
221	205100	Bonds payable, long-term portion	7,385,130	7,385,130	7,385,130	7,385,130	7,385,130	7,385,130	7,385,130	7,385,130	7,385,130	7,385,130	7,385,130	6,968,964
225	GAAP adjustment acct	Unamortized premium on long-term debt	205,547	205,547	205,547	205,547	205,547	205,547	205,547	205,547	205,547	205,547	205,547	193,427
		Total noncurrent liabilities	7,590,677	7,590,677	7,590,677	7,590,677	7,590,677	7,590,677	7,590,677	7,590,677	7,590,677	7,590,677	7,590,677	7,162,391
		Total Liabilities	8,134,586	8,156,904	8,164,677	8,108,816	8,168,697	8,216,605	8,218,636	8,142,300	8,129,237	8,150,978	8,194,106	7,767,025
		EQUITY												
215/216	310500	Retained earnings	3,512,389	3,530,927	3,531,717	3,540,530	3,552,520	3,556,132	3,579,260	3,586,962	3,598,911	3,619,245	3,635,420	3,445,956
		TOTAL LIABILITIES AND EQUITY	$ 11,646,975	$ 11,687,831	$ 11,696,394	$ 11,649,346	$ 11,721,217	$ 11,772,738	$ 11,797,896	$ 11,729,262	$ 11,728,148	$ 11,770,223	$ 11,829,527	$ 11,212,981

City of Winfield, Kansas
Supplementary Information Related to Statement of Revenues, Expense and Changes in Net Position - Transmission Fund
December 31, 2025

FERC #	City Account # 401-90-208-00000-000-			TOTAL	Jan	Feb	Mar	Apr	May	Jun	July	Aug	Sept	Oct	Nov	Dec
			UTILITY OPERATING INCOME													
	476000		Transmission revenue - Gridliance Capital	34,876	-	-	-	-	-	-	-	18,152	12,311	-	4,068	346
	476000		Transmission revenue - Annual Payments NTC & River Crossing	25,000	25,000	-	-	-	-	-	-	-	-	-	-	-
	476200		Transmission revenue - Gridliance O&M	650,283	91,646	43,252	76,097	46,328	46,295	68,066	45,391	49,990	43,665	44,196	43,560	51,796
	476300		Revenue Credits for Admin & General overheads	125,364	10,429	10,441	9,057	9,569	11,715	8,512	19,804	3,699	8,079	14,965	8,823	10,270
	476400		Reimbursement to Gridliance - O&M	(271,477)	(35,726)	(18,793)	(29,804)	(19,564)	(20,304)	(26,802)	(22,818)	(18,791)	(18,110)	(20,707)	(18,334)	(21,723)
456.1	477000		Transmission revenue from SPP	761,121	111,745	59,037	59,206	59,037	58,971	59,037	59,037	59,037	58,900	59,037	59,037	59,037
456.1	477100		Transmission revenue from SPP P-to-P	10,536	996	795	723	868	795	648	618	900	851	1,105	1,041	1,195
456.1	477200		Transmission revenue from projects	-	-	-	-	-	-	-	-	-	-	-	-	-
			Interest Income	82,645	5,234	7,336	5,666	6,557	7,163	4,331	9,844	7,246	4,551	12,170	8,179	4,368
454	462454		Rents	3,834	-		-	-	-	-	-	-	3,834	-	-	-
			Total operating income	1,422,182	209,323	102,069	120,945	102,795	104,636	113,792	111,877	120,233	114,080	110,767	106,374	105,289
			UTILITY OPERATING EXPENSES													
			Operations and Maintenance Expense													
571	535740		Transmission line maintenance	670,118	93,786	45,592	78,401	47,523	50,663	69,217	46,488	51,347	45,749	45,034	45,766	50,553
565	537800		Transmission by other	-	-	-	-	-	-	-	-	-	-	-	-	-
566	548000		Misc transmission exp in trans O&M	-	-	-	-	-	-	-	-	-	-	-	-	-
566	548100		Misc transmission expense allowable	-	-	-	-	-	-	-	-	-	-	-	-	-
			Total operations and maintenance expense	670,118	93,786	45,592	78,401	47,523	50,663	69,217	46,488	51,347	45,749	45,034	45,766	50,553
			A&G Expense													
923	522200/522700		Other professional services	-	-	-	-	-	-	-	-	-	-	-	-	-
928	522820		FERC annual fee	-	-	-	-	-	-	-	-	-	-	-	-	-
913	523100		Advertising costs	-	-	-	-	-	-	-	-	-	-	-	-	-
928	525500		Regulatory commission exp	16,776	-	-	-	-	-	-	-	-	-	-	-	16,776
923	525600		A&G expense from Gridliance	18,924	425	(2,964)	3,638	952	2,033	1,361	(775)	4,365	1,430	877	895	6,687
921		[b]	Other fees	41,053	1,830	910	1,064	1,717	975	230	644	570	8,098	805	2,397	21,812
923	561100		Internal Support - MIS	40,302	5,780	3,006	2,751	1,966	2,596	3,377	2,935	3,130	2,528	7,198	2,418	2,615
923	561200		Internal Support - Mgmt services	83,407	8,591	6,701	8,005	6,538	7,395	5,992	11,066	6,116	4,984	6,695	4,593	6,732
923	561500		Internal Support - City hall building	3,185	440	324	421	702	(255)	207	229	248	216	212	1,158	(717)
923	561600		Internal Support - Engineering	28,851	2,092	2,370	2,142	2,217	2,719	2,056	2,140	2,223	2,510	3,166	2,390	2,826
923	561800		Internal Support - Operations ctr building	1,060	78	78	103	67	75	76	57	206	84	98	57	80
			Total A&G Expense	233,558	19,237	10,424	18,123	14,161	15,537	13,299	16,297	16,859	19,850	19,051	13,908	56,812
			Other Expense													
927	581100	[a]	Property tax (PILOT)	105,585	7,874	8,883	8,883	8,883	8,883	8,883	8,883	8,883	8,883	8,883	8,883	8,883
	581250		Deprecation Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-
	551800		Infrastructure Improvements	34,876	-	-	-	-	-	-	-	18,152	12,311	-	4,068	346
403	591100		Depreciation expense	203,526	8,724	18,632	14,748	23,416	17,563	18,782	17,083	17,290	15,339	17,465	17,575	16,910
411.6	591200		(Gain) loss on disposals	-	-	-	-	-	-	-	-	-	-	-	-	-
427/429	572427		Interest expense	161,250	-		-	-	-	-	-		-	-	-	161,250
			Total Other Expense	505,237	16,597	27,515	23,631	32,299	26,446	27,665	25,966	44,324	36,533	26,348	30,525	187,388
			Total Expense	1,408,913	129,620	83,531	120,155	93,982	92,646	110,180	88,750	112,531	102,132	90,433	90,198	294,754
			Net Income (Loss)	13,269	79,703	18,538	790	8,813	11,990	3,612	23,127	7,703	11,948	20,334	16,176	(189,465)
215/216	310500		**Beginning Equity**	3,432,686	3,432,686	3,512,389	3,530,927	3,531,717	3,540,530	3,552,520	3,556,132	3,579,260	3,586,962	3,598,911	3,619,245	3,635,420
215/216	310500		**Ending Equity**	3,445,956	3,512,389	3,530,927	3,531,717	3,540,530	3,552,520	3,556,132	3,579,260	3,586,962	3,598,911	3,619,245	3,635,420	3,445,956

Electric Utilities Information for Wages Allocation

19.28%		Production	456,781
	402-201-511100	Gross wages	354,164
	402-201-511200	Overtime wages	92,521
	402-201-511300	Other wages	10,096
14.33%		Transmission	339,510
	401-208-511100	Gross wages	339,493
	401-208-511200	Overtime wages	17
	401-208-511300	Other wages	-
51.81%		Distribution	1,227,668
	402-206-511100	Gross wages	1,063,267
	402-206-511200	Overtime wages	99,110
	402-206-511300	Other wages	65,291
14.59%		Customer Service	345,780
	508-801-511100	Gross wages	341,873
	508-801-511200	Overtime wages	3,906
	508-801-511300	Other wages	-
100.00%		Totals	2,369,739

[a] Winfield City Council adopted rate of 6.9%

[b] 516100/516200/524500/524600/525800/527300/541200/541300