CITY OF SOLOMON, KANSAS

FINANCIAL STATEMENT

December 31, 2025

VARNEY & ASSOCIATES, CPAs, LLC
Manhattan, Kansas

CITY OF SOLOMON, KANSAS
TABLE OF CONTENTS
December 31, 2025

	Page Number
Independent Auditor's Report	1 - 2
Statement 1	
Summary Statement of Cash Receipts, Expenditures and Unencumbered Cash - Regulatory Basis	3
Notes to Financial Statement	4 - 10
Regulatory-Required Supplemental Information	
Schedule 1	
Summary Statement of Receipts, Expenditures and Unencumbered Cash	12
Schedule 2	
Schedule of Receipts and Expenditures - Actual and Budget - Regulatory Basis	
General Fund	13 - 14
Library Fund	15
Special Highway Fund	16
Employee Benefits Fund	17
TIF Bond and Interest Fund	18
Capital Improvement Fund	19
Debt Service Fund	20
Water Utility Fund	21
Sewer Utility Fund	22
Storm Drainage Fund	23

July 13, 2026

VARNEY
& ASSOCIATES, CPAs, LLC

Mayor and Council Members
City of Solomon, Kansas

Independent Auditor's Report

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

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

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

Basis for Adverse and Unmodified Opinions
We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and KMAAG. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

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

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

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

1501 Poyntz Avenue
Manhattan, KS 66502

785-537-2202 • fax 785-537-1877
http://www.varney.com

1102 Commercial St., Suite A
Emporia, KS 66801

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

In performing an audit in accordance with GAAS, we:

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

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

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

Varney & Associates, CPAs, LLC

Certified Public Accountants
Manhattan, Kansas

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

Fund	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Cash Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Funds							
General Fund	$ 188,665	$ -	$ 856,165	$ 869,489	$ 175,341	$ 13,187	$ 188,528
Special Purpose Funds							
Library	2,794	-	42,467	42,467	2,794	-	2,794
Special Highway	22,215	-	27,142	7,695	41,662	-	41,662
Employee Benefits	2,760	-	98,846	98,836	2,770	-	2,770
TIF Bond and Interest	330,728	-	93,316	32,293	391,751	-	391,751
Capital Project Fund							
Capital Improvement	-	-	86,140	86,140	-	-	-
Bond and Interest Fund							
Debt Service	40,192	-	82,074	76,944	45,322	-	45,322
Business Funds							
Water Utility	10,991	-	246,003	223,504	33,490	-	33,490
Sewer Utility	53,346	-	112,717	106,018	60,045	-	60,045
Storm Drainage	78,209	-	9,196	-	87,405	-	87,405
Total Reporting Entity	$ 729,900	$ -	$ 1,654,066	$ 1,543,386	$ 840,580	$ 13,187	$ 853,767

Composition of Cash:	
Checking and Savings Accounts	$ 724,340
Certificates of Deposit	129,192
Petty Cash	235
Total Cash	$ 853,767

The accompanying notes are an integral part of this financial statement.
See Independent Auditor's Report.

Note 1: Summary of Significant Accounting Policies

Reporting Entity

The City of Solomon, Kansas (the City), is a municipal corporation governed by a citizen-elected mayor and five elected council members.

This financial statement does not include the related municipal entity shown below. A related municipal entity is an entity established to benefit the city and/or its constituents.

Solomon Housing Authority. The Solomon Housing Authority operates the City's low income public housing complex known as the Heritage Manor. The Solomon Housing Authority Board is appointed by the City Council. The Solomon Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. The Solomon Housing Authority's financial records were not audited and not included in this report. The financial records are available at the Solomon Housing Authority's office located at 105 W. 6th St., Solomon, Kansas.

Regulatory Basis Fund Types

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

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

Fund Descriptions. The following types of funds comprise the financial activities of the City:

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

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

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

Debt Service Fund – Used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of long-term debt.

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

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

Note 1: Summary of Significant Accounting Policies (Continued)

Stewardship, Compliance and Accountability

The City entered into a secured loan agreement with Solomon State Bank on August 6, 2019 in the amount of $418,466 at 3.75% interest. The loan was issued as a credit line to construct a new swimming pool.

The loan is secured by two Certificates of Deposit currently existing at the Solomon State Bank, together with a perfected security interest in the 2007 Peterbilt firetruck and the 2009 International firetruck.

Budgetary Information

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

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

If the City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before 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 before October 1st but may not be adopted prior to the revenue neutral rate hearing. The City did hold a revenue neutral rate hearing for this year.

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

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

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

A legal operating budget is not required for capital project funds and the following special purpose funds:

TIF Bond and Interest Fund
Capital Improvements Fund

Note 2: Deposits and Investments

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

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

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

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

At December 31, 2025, the City's carrying amount of deposits was $853,532 and the bank balance was $888,081. Of the bank balance, $250,000 was covered by federal depository insurance and the remaining balance was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Note 3: Defined Benefit Pension Plan

General Information about the Pension Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 9.71% for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City were $33,707 for the year ended December 31, 2025.

Note 3: Defined Benefit Pension Plan (Continued)

Net Pension Liability

At December 31, 2025, the City of Solomon's proportionate share of the net pension liability reported by KPERS was $262,997. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2024, which was rolled forward to June 30, 2025. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and nonemployer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

Note 4: Other Long-Term Obligations from Operations

Other Post-Employment Benefits. As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. The City provides 50% participation in the monthly group health coverage premium until the retiree becomes eligible for Medicare benefits. During the year ended December 31, 2025, one retiree participated in this plan. Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

Death and Disability Other Post Employment Benefits. As provided by K.S.A 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2025.

Note 5: Compensated Absences

The City provides compensation for absences. Full-time employees are entitled to paid vacation leave time according to the following schedule:

Years of Service	Hours Per Year
6 months - 1 year	40 Hours
1 year - 6 years	80 Hours
7 years - 12 years	120 Hours
13+ years	160 Hours

Vacation leave is allowed for part-time employees what work between 20 and 40 hours per week. It is accrued on a prorated amount based on average hours worked on a weekly basis. Employees are allowed to carryover up to 160 hours of vacation annually into the following year. Employees have the option to take pay in lieu of time off with the restriction they must take at least one consecutive week of vacation time off per year. Any vacation leave in excess of 160 hours will be lost on the employee's anniversary date.

The City also allows full-time employees to earn sick leave at the rate of 4 hours per pay period. No employee may accrue more than 120 days of sick leave.

Note 6: Capital Projects

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

	Project Authorization	Expenditures To Date
Water Supply Improvements	$ 1,391,452	$ 440,536

Note 7: Risk Management and Uncertainties

The City is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has purchased commercial insurance to protect itself from these risks.

Note 8: Subsequent Events

Management is not aware of any other subsequent events from the year end through July 13, 2026, the date at which this financial statement was available to be issued, and determined there are no other items to disclose.

Note 9: Changes in Long-Term Debt

ISSUE	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
Revenue Bond Series 2005	3.25 - 5.0%	9/1/2005	$ 400,000	7/1/2025	$ 31,000	$ -	$ 31,000	$ (31,000)	$ -	$ 1,293
Go Bond Series 2014	1.75 - 3.625%	3/31/2014	865,000	10/1/2029	350,000	-	65,000	(65,000)	285,000	11,944
KDHE Loan										
Water Pollution Control Loan	2.30%	8/1/2012	280,675	9/1/2032	89,728	-	10,247	(10,247)	79,481	2,223
Water Supply Loan - Drawn*	1.55%	3/2/2020	1,391,452	8/1/2041	354,396	86,140	-	86,140	440,536	4,984
Loan										
Pool Remodel	3.75%	8/6/2019	418,466	8/6/2029	228,196	-	42,452	(42,452)	185,744	8,548
Finance Leases										
Vacmaster System Trailer	6.954%	3/6/2023	41,175	6/15/2025	13,946	-	13,946	(13,946)	-	991
Fire Truck	4.425%	10/25/2024	121,917	5/15/2029	109,917	-	21,822	(21,822)	88,095	2,692
Dump Truck	4.243%	9/24/2024	163,444	5/15/2029	163,444	-	32,564	(32,564)	130,880	3,770
TOTAL LONG-TERM DEBT					$ 1,340,627	$ 86,140	$ 217,031	$ (130,891)	$ 1,209,736	$ 36,445

*As of December 31, 2025, the City has not drawn down the entire balance of the Water Supply Loan. Therefore this schedule only shows the partial drawdown and no future interest payments are reported.

Note 10: Maturity of Long-Term Debt

	2026	2027	2028	2029	2030	2031-2035	Total
PRINCIPAL							
GO Bond Series 2014	$ 65,000	$ 70,000	$ 75,000	$ 75,000	$ -	$ -	$ 285,000
Water Pollution Control Loan	10,510	10,780	11,055	11,340	11,631	24,165	79,481
Water Supply Loan	440,536	-	-	-	-	-	440,536
Pool Remodel	44,035	45,686	47,395	48,628	-	-	185,744
Fire Truck	20,616	21,528	22,475	23,476	-	-	88,095
Dump Truck	30,671	31,998	33,383	34,828	-	-	130,880
Total Principal	$ 611,368	$ 179,992	$ 189,308	$ 193,272	$ 11,631	$ 24,165	$ 1,209,736
INTEREST							
GO Bond Series 2014	$ 9,994	$ 7,800	$ 5,438	$ 2,719	$ -	$ -	$ 25,951
Water Pollution Control Loan	1,960	1,691	1,414	1,130	840	776	7,811
Pool Remodel	6,965	5,314	3,605	1,822	-	-	17,706
Fire Truck	3,898	2,986	2,039	1,039	-	-	9,962
Dump Truck	5,663	4,336	2,951	1,507	-	-	14,457
Total Interest	$ 28,480	$ 22,127	$ 15,447	$ 8,217	$ 840	$ 776	$ 75,887
TOTAL PRINCIPAL AND INTEREST	$ 639,848	$ 202,119	$ 204,755	$ 201,489	$ 12,471	$ 24,941	$ 1,285,623

REGULATORY-REQUIRED SUPPLEMENTAL INFORMATION

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

Fund	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Funds					
General Fund	$ 965,310	$ -	$ 965,310	$ 869,489	$ (95,821)
Special Purpose Funds					
Library	43,545	-	43,545	42,467	(1,078)
Special Highway	50,712	-	50,712	7,695	(43,017)
Employee Benefits	132,000	-	132,000	98,836	(33,164)
Bond and Interest Fund					
Debt Service	121,944	-	121,944	76,944	(45,000)
Business Funds					
Water Utility	259,520	-	259,520	223,504	(36,016)
Sewer Utility	154,219	-	154,219	106,018	(48,201)
Storm Drainage	94,212	-	94,212	-	(94,212)
	$ 1,821,462	$ -	$ 1,821,462	$ 1,424,953	$ (396,509)

See Independent Auditor's Report.

CITY OF SOLOMON, KANSAS
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts			
Taxes and Shared Revenue			
Ad Valorem	$ 396,332	$ 396,126	$ 206
Delinquent	2,492	4,400	(1,908)
Motor vehicle	47,836	46,517	1,319
Recreational vehicle	1,400	1,235	165
Local alcoholic liquor	7,853	8,900	(1,047)
Local sales and compensating use tax	141,399	132,900	8,499
Franchise tax	74,072	74,600	(528)
Court revenue	15,191	12,000	3,191
Fire protection	29,399	28,900	499
License and permits	6,353	11,000	(4,647)
Animal fees	1,631	1,900	(269)
Swimming pool receipts	22,540	-	22,540
Rental income	880	-	880
Interest	6,202	16,100	(9,898)
Grants	75,850	-	75,850
Miscellaneous	10,217	24,800	(14,583)
Reimbursements	16,518	-	16,518
Total Receipts	$ 856,165	$ 759,378	$ 96,787

(Continued)

CITY OF SOLOMON, KANSAS
GENERAL FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Expenditures			
Personnel services	$ 205,917	$ 230,000	$ (24,083)
Legal and publication	14,811	9,800	5,011
Administration	16,401	14,900	1,501
Accounting and auditing	16,518	12,900	3,618
Insurance	89,199	51,000	38,199
Dues and fees	10,432	6,300	4,132
Fuel	11,877	11,900	(23)
Maintenance	53,961	75,000	(21,039)
Street	53,294	34,800	18,494
Utilities	20,417	21,500	(1,083)
Fire	65,241	29,800	35,441
Parks	107,152	8,600	98,552
Law enforcement	117,055	141,900	(24,845)
Library	-	1,300	(1,300)
Senior center	691	600	91
Uniforms	2,291	2,300	(9)
Special projects	66,672	94,200	(27,528)
Swimming pool	14,030	-	14,030
Miscellaneous	3,530	6,000	(2,470)
Transfers out	-	20,000	(20,000)
Cash forward line	-	192,510	(192,510)
Total Expenditures	$ 869,489	$ 965,310	$ (95,821)
Receipts Over (Under) Expenditures	$ (13,324)		
Unencumbered Cash - Beginning	188,665		
Unencumbered Cash - Ending	$ 175,341		

CITY OF SOLOMON, KANSAS
LIBRARY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts			
Taxes and Shared Revenue			
Ad valorem	$ 37,049	$ 37,184	$ (135)
Delinquent	229	390	(161)
Motor vehicle	4,539	4,201	338
Recreational vehicle tax	127	111	16
Miscellaneous	523	-	523
Total Receipts	$ 42,467	$ 41,886	$ 581
EXPENDITURES			
Appropriation	$ 42,467	$ 43,050	$ (583)
Cash forward line	-	495	(495)
Total Expenditures	$ 42,467	$ 43,545	$ (1,078)
Receipts Over (Under) Expenditures	$ -		
Unencumbered Cash - Beginning	2,794		
Unencumbered Cash - Ending	$ 2,794		

CITY OF SOLOMON, KANSAS
SPECIAL HIGHWAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts			
State of Kansas gas tax	$ 27,142	$ 27,030	$ 112
EXPENDITURES			
Utilities	$ 7,695	$ 28,600	$ (20,905)
Cash forward	-	22,112	(22,112)
Total Expenditures	$ 7,695	$ 50,712	$ (43,017)
Receipts Over (Under) Expenditures	$ 19,447		
Unencumbered Cash - Beginning	22,215		
Unencumbered Cash - Ending	$ 41,662		

CITY OF SOLOMON, KANSAS
EMPLOYEE BENEFITS FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts			
Taxes and Shared Revenue			
Ad valorem	$ 87,687	$ 87,640	$ 47
Delinquent	538	830	(292)
Motor vehicle	10,319	9,988	331
Recreational vehicle tax	302	265	37
Transfers in	-	20,000	(20,000)
Total Receipts	$ 98,846	$ 118,723	$ (19,877)
EXPENDITURES			
Health insurance and other	$ 98,836	$ 115,000	$ (16,164)
Cash forward	-	17,000	(17,000)
Total Expenditures	$ 98,836	$ 132,000	$ (33,164)
Receipts Over (Under) Expenditures	$ 10		
Unencumbered Cash - Beginning	2,760		
Unencumbered Cash - Ending	$ 2,770		

CITY OF SOLOMON, KANSAS
TIF BOND AND INTEREST FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2025

Receipts		
Dickinson County - TIF distribution	$	93,316
EXPENDITURES		
Revenue bond principal	$	31,000
Revenue bond interest		1,293
Total Expenditures	$	32,293
Receipts Over (Under) Expenditures	$	61,023
Unencumbered Cash - Beginning		330,728
Unencumbered Cash - Ending	$	391,751

CITY OF SOLOMON, KANSAS
CAPITAL IMPROVEMENT FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2025

Receipts		
CDBG	$	86,140
EXPENDITURES		
Capital improvements	$	86,140
Receipts Over (Under) Expenditures	$	-
Unencumbered Cash - Beginning		-
Unencumbered Cash - Ending	$	-

CITY OF SOLOMON, KANSAS
DEBT SERVICE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts			
Taxes and Shared Revenue			
Ad valorem	$ 35,346	$ 35,657	$ (311)
Delinquent	224	380	(156)
Motor vehicle	4,304	3,912	392
Recreational vehicle tax	459	104	355
Special assessments	41,741	41,100	641
Total Receipts	$ 82,074	$ 81,153	$ 921
EXPENDITURES			
Debt service - Principal	$ 65,000	$ 65,000	$ -
Debt service - Interest	11,944	11,944	-
Cash basis reserve	-	45,000	(45,000)
Total Expenditures	$ 76,944	$ 121,944	$ (45,000)
Receipts Over (Under) Expenditures	$ 5,130		
Unencumbered Cash - Beginning	40,192		
Unencumbered Cash - Ending	$ 45,322		

CITY OF SOLOMON, KANSAS
WATER UTILITY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts			
User water fees	$ 246,003	$ 211,800	$ 34,203
Miscellaneous	-	2,600	(2,600)
Total Receipts	$ 246,003	$ 214,400	$ 31,603
EXPENDITURES			
Personnel services	$ 130,799	$ 166,800	$ (36,001)
Sales tax	1,750	-	1,750
Utilities	10,885	10,000	885
Administration	8,287	5,000	3,287
Special projects and maintenance	51,361	20,000	31,361
Supplies	8,690	7,600	1,090
Insurance	10,000	-	10,000
Miscellaneous	1,732	-	1,732
Cash forward	-	50,120	(50,120)
Total Expenditures	$ 223,504	$ 259,520	$ (36,016)
Receipts Over (Under) Expenditures	$ 22,499		
Unencumbered Cash - Beginning	10,991		
Unencumbered Cash - Ending	$ 33,490		

CITY OF SOLOMON, KANSAS
SEWER UTILITY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts			
User fees	$ 112,679	$ 105,100	$ 7,579
Miscellaneous	38	-	38
Total Receipts	$ 112,717	$ 105,100	$ 7,617
EXPENDITURES			
Personnel services	$ 72,980	$ 41,900	$ 31,080
Contractual services	20,352	31,500	(11,148)
Commodities	216	3,200	(2,984)
Debt service	12,470	12,600	(130)
Miscellaneous	-	300	(300)
Cash Forward	-	64,719	(64,719)
Total Expenditures	$ 106,018	$ 154,219	$ (48,201)
Receipts Over (Under) Expenditures	$ 6,699		
Unencumbered Cash - Beginning	53,346		
Unencumbered Cash - Ending	$ 60,045		

CITY OF SOLOMON, KANSAS
STORM DRAINAGE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over (Under)
Receipts			
User fees	$ 9,196	$ 8,100	$ 1,096
EXPENDITURES			
Cash forward	$ -	$ 94,212	$ (94,212)
Receipts Over (Under) Expenditures	$ 9,196		
Unencumbered Cash - Beginning	78,209		
Unencumbered Cash - Ending	$ 87,405		