CITY OF WELLINGTON, KANSAS

Financial Statements

For the Year Ended December 31, 2025

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CITY OF WELLINGTON, KANSAS
Financial Statements
For the Year Ended December 31, 2025
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GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.com

INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Wellington, Kansas

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 Wellington, Kansas and its related municipal entities, the Wellington Public Library, the Public Building Commission of the City of Wellington, Kansas, and the Wellington Health Care Authority (collectively, 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* described in Note 1.

Basis for Adverse and Unmodified Opinions

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

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, summary of receipts and disbursements-agency funds and the schedule of regulatory basis receipts and expenditures-related municipal entity (Schedules 1, 2, 3 and 4) as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 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.

Other Matters

Other Matter

The 2024 actual column presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended December 31, 2024 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement.

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

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

August 10, 2026

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	$ 3,463,271	$ 1,475	$ 11,030,314	$ 11,450,903	$ 3,044,157	399,639	$ 3,443,796
Special Purpose Funds:							
Ambulance and Fire Fighting Equipment	152,867	-	136,855	128,495	161,227	-	161,227
Library	370	-	285,617	285,000	987	-	987
Special Highway	178,895	-	211,415	197,742	192,568	-	192,568
Employee Benefit	508,230	-	1,555,763	1,613,163	450,830	12,828	463,658
Special Liability	142,889	-	1,093,132	1,021,700	214,321	-	214,321
Hospital Sales Tax	-	-	731,373	731,373	-	-	-
Special Alcohol and Drug	5,992	-	18,131	21,000	3,123	-	3,123
Special Parks and Recreation	24,184	-	28,472	30,334	22,322	-	22,322
Tourism and Convention	45,622	-	45,351	39,983	50,990	-	50,990
Land Bank	8,953	-	15,324	630	23,647	-	23,647
Permanent Cemetery Endowment	162,668	-	9,633	6,708	165,593	-	165,593
Hazmat Response	5,390	-	207	-	5,597	-	5,597
Fire Prevention and Education	470	-	18	-	488	-	488
Police VIN	20,583	-	24,677	28,715	16,545	-	16,545
Asset Forfeiture	4,877	-	187	-	5,064	-	5,064
Equipment Reserve	336,024	-	484,745	437,542	383,227	-	383,227
Sanitation Equipment Reserve	67,838	-	57,820	25,029	100,629	-	100,629
Housing Authority Reserve	121,075	-	-	-	121,075	-	121,075
SCCDAT Grant	7,046	-	117,970	114,178	10,838	3,200	14,038
Wellington Airport FAA Grant	[122,440]	-	201,100	262,185	[183,525]	190,124	6,599
CDBG Housing Grant	-	-	-	42,236	[42,236]	33,986	[8,250]
Opioid Settlement	50,131	-	13,051	-	63,182	-	63,182
Bond and Interest Funds:							
Bond and Interest	150,389	-	636,338	587,794	198,933	[2]	198,931
Capital Project Funds:							
Capital Improvements	1,701,460	15,002	2,139,721	2,009,302	1,846,881	391,487	2,238,368
Special Improvements	117,054	-	11,178	-	128,232	-	128,232
Sanitation Improvement	15,748	-	602	-	16,350	-	16,350
Electric, Waterworks & Sewage Capital Improvement	6,137,666	110,800	2,595,199	523,894	8,319,771	126,681	8,446,452
Auditorium A/C	37,607	-	1,439	-	39,046	-	39,046
Hospital Emergency Department Project	209,113	-	-	100,000	109,113	-	109,113
Electric, Waterworks & Sewage Project	249,923	-	9,565	-	259,488	-	259,488
Plum Street Waterline Project	[2,405]	4,405	-	-	2,000	-	2,000
Business Funds:							
Municipal Airport	73,950	-	335,046	312,545	96,451	2,550	99,001
Municipal Golf Course	[10,870]	-	475,057	463,318	869	11,183	12,052
Electric, Waterworks & Sewage Utility	7,002,808	-	18,318,792	20,581,840	4,739,760	1,000,912	5,740,672
Sanitation Utility	161,856	-	1,800,888	1,765,459	197,285	52,049	249,334

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

CITY OF WELLINGTON, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash - Continued
Regulatory Basis
For the Year Ended December 31, 2025

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
Trust Funds:							
Public Library Trust	170,852	-	6,537	-	177,389	-	177,389
Annie Hamilton Trust	1,900	-	72	-	1,972	-	1,972
Mildred Share McLean Trust	5,849	-	224	-	6,073	-	6,073
Mausoleum Maintenance Trust	13,173	-	506	-	13,679	-	13,679
Regional Park Trust	48,487	-	1,835	552	49,770	-	49,770
Memorial Auditorium Renovation Trust	46,811	-	3,149	-	49,960	-	49,960
Recreation Trust	76,387	-	18,149	-	94,536	-	94,536
Municipal Golf Course Trust	706	-	10,274	4,950	6,030	-	6,030
Ambulance Service Trust	4,494	-	172	-	4,666	-	4,666
Municipal Airport Trust	1,692	-	65	-	1,757	-	1,757
Nichols Family Trust	309	-	12	-	321	-	321
Drug Tax Distribution Trust	8,067	-	308	-	8,375	-	8,375
Cemetery Beautification Trust	9,540	-	1,410	1,860	9,090	-	9,090
Cara Saunders Memorial Trust	578	-	22	-	600	-	600
Drug Awareness Trust	9,320	-	14,652	9,876	14,096	-	14,096
Employee Community Service Trust	3	-	-	-	3	-	3
Total Primary Government	21,427,402	131,682	42,442,367	42,798,306	21,203,145	2,224,637	23,427,782
Related Municipal Entities:							
Wellington Public Library	295,115	-	329,320	308,081	316,354	400	316,754
Wellington Public Building Commission	-	-	71,925	71,925	-	-	-
Wellington Health Care Authority	461,510	-	869,410	510,000	820,920	-	820,920
Total Reporting Entity (excluding Agency Funds)	$ 22,184,027	$ 131,682	$ 43,713,022	$ 43,688,312	$ 22,340,419	$ 2,225,037	$ 24,565,456

COMPOSITION OF CASH:	
Bank of Commerce	
Checking	$ 4,017,689
Checking - Health Care Authority	820,920
Certificates of Deposit	2,000,000
Impact Bank	
Checking	10
Checking - Library	316,754
Certificates of Deposit	5,000,000
Security State Bank	
Checking	4,957
Certificates of Deposit	3,000,000
RCB Bank	
Savings	60
Certificates of Deposit	4,000,000
Kansas Municipal Investment Pool	
OMIP Overnight Pool	1,413,144
OMIP 365 Day Pool	4,000,000
Cash on Hand	5,650
Cash on Hand - Library	198
Total Cash	24,579,382
Less: Agency Funds per Schedule 3	[13,926]
Total Reporting Entity (excluding Agency Funds)	$ 24,565,456

NOTE 1 - Summary of Significant Accounting Policies

The City of Wellington, Kansas (the City) is incorporated as a city of the second class under the provisions of the Kansas Constitution, Article 12, Section 5 and K.S.A. 14-101 et seq. The City operates under a Council - Manager form of government and provides the following services as authorized by its charter:

- Highways and Streets
- Public Improvements
- Culture & Recreation
- Planning & Zoning
- General Administrative Service
- Public Safety
  - Police
  - Fire
  - Emergency Medical Services
- Utilities
  - Electric
  - Water
  - Sewer
  - Refuse

The financial statement and schedules of the City of Wellington, Kansas have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies follow below. Note 1 describes how the City's accounting policies differ from accounting principles generally accepted in the United States of America.

Financial Reporting Entity

The City is a municipal corporation governed by an elected Mayor and six-member Council. This financial statement presents the City (the municipality) and its related municipal entities, the Wellington Public Library, the Public Building Commission of the City of Wellington, Kansas, and the Wellington Health Care Authority (collectively, the City). These related municipal entities are included in the City's reporting entity because they were established to benefit the City and/or its constituents. This financial statement does not include the related municipal entity, The Housing Authority of the City of Wellington, Kansas.

Related Municipal Entities: A related municipal entity is determined by the following criteria. Whether the City exercises oversight responsibility on financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters, scope of the public service, and significant operational or financial relationships with the City. Related municipal entities are not required to be included in the City's audit by the *Kansas Municipal Audit and Accounting Guide* (KMAAG). Based upon the application of this criterion, the following is a brief review of potential related municipal entities:

Wellington Housing Authority - The Housing Authority of the City of Wellington, Kansas is a municipal corporation responsible for operating the City's housing projects. The Housing Authority is governed by a City appointed five-member board. The Housing Authority can sue and be sued. Bond ordinances and the purchase of real property must be approved by the City. These financial statements do not include the Housing Authority. Separate audited financial statements are prepared and are available at the Housing Authority's administrative office.

Wellington Public Library - The City of Wellington Library Board operates the City's public library. The Library is governed by a City appointed eight-member board. Acquisition or disposition of real property or bond issuances must be approved by the City. These financial statements include the Library.

Public Building Commission - The Public Building Commission of the City of Wellington, Kansas was created to oversee the construction of public facilities as directed by the City Council. The Commission is governed by a City appointed five-member board. Acquisition or disposition of real property or bond issuances must be approved by the City. The City is acting as the fiduciary agent for the Commission. These financial statements include the Commission.

Wellington Health Care Authority - The Wellington Health Care Authority was created for the purpose of providing integrated hospital and other health care services in the City. The Authority is governed by a City appointed five-member board. Acquisition or disposition of real property or bond issuances must be approved by the City. The City collects and appropriates a dedicated health-care sales tax to the Authority. These financial statements include the Authority.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Basis of Accounting

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

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

Regulatory Basis Fund Types

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

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

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

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

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

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

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

Agency Funds - to account for assets held by the City in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

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 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 ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The original budget was amended during the year ended December 31, 2025 for the General, Hospital Sales Tax, Special Parks and Recreation, Municipal Airport, Municipal Golf Course and Sanitation Utility funds.

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

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for the 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 improvement funds, capital project funds, trust funds and the following special purpose funds:

- Permanent Cemetery Endowment Fund
- Hazmat Response Fund
- Fire Prevention and Education Fund
- Police VIN Fund
- Asset Forfeiture Fund
- Equipment Reserve Fund
- Sanitation Equipment Reserve Fund
- Housing Authority Reserve Fund
- SCCDAT Grant Fund
- Wellington Airport FAA Grant Fund
- CDBG Housing Grant Fund
- Opioid Settlement Fund

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

NOTE 2 - Deposits and Investments

As of December 31, 2025, the City had the following investments and maturities.

		Investment Maturities (in Years)		
Investment Type	Fair Value	Less than 1	More than 1	Rating U.S.
Kansas Municipal Investment Pool	$ 5,413,144	$ 5,413,144	$ -	N/A
Total Fair Value	$ 5,413,144	$ 5,413,144	$ -	

NOTE 2 - Deposits and Investments (Continued)

Deposits. 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.

Investments. 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. As of December 31, 2025, the City held no such investments.

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. The City's allocation of investments as of December 31, 2025, was as follows:

Investment	Percentage of Investments
Kansas Municipal Investment Pool	100%

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 no designated "peak periods." All deposits were fully secured as of December 31, 2025.

As of December 31, 2025, the City's carrying amount of deposits was $18,028,366 and the bank balance was $18,236,939. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance, $1,000,000 was covered by federal depository insurance, $17,128,796 was collateralized with securities held by the pledging financial institutions' agents in the City's name, and the remaining $108,143 was unsecured, which is a violation of K.S.A. 9-1402.

As of December 31, 2025, the Library's carrying amount of deposits was $316,952 and the bank balance was $326,729. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance and the remaining $76,729 was unsecured, which is a violation of K.S.A. 9-1402.

As of December 31, 2025, the Health Care Authority's carrying amount of deposits was $820,920 and the bank balance was $820,920. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance and the remaining $570,920 was unsecured, which is a violation of K.S.A. 9-1402.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

As of December 31, 2025, the Municipality had invested $5,413,144 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

NOTE 3 - Defined Benefit Pension Plan

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

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.71% for KPERS and 24.67% for KP&F for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City were $473,804 for KPERS and $612,262 for KP&F for the year ended December 31, 2025. Contributions to the pension plan from the Library were $15,859.

Net Pension Liability. As of December 31, 2025, the City's proportionate share of the collective net pension liability reported by KPERS was $4,147,468 and $4,780,998 for KP&F. The Library's proportionate share of the collective net pension liability reported by KPERS was $114,483. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2024, which was rolled forward to June 30, 2025. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report, including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the KPERS website at www.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. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

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

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

NOTE 5 - Compensated Absences

Each full-time employee of the service of the City shall accrue paid time off with each pay date. The number of hours accrued per pay period is based on the employee's years of service and shift length as detailed by the following table:

	Regular (80/Hr Pay Period)		Law Enforcement (86/Hr Pay Period)		Fire & EMS (106/Hr Pay Period)	
Years of Service	Per Pay Period Accrual	Maximum Accrual	Per Pay Period Accrual	Maximum Accrual	Per Pay Period Accrual	Maximum Accrual
1 - 10	4	144	4.5	155	7.385	264
11 - 12	4.75	164	5.25	176	8.135	284
13 - 15	5.25	177	5.75	190	8.635	297
16 +	5.5	192	6	207	8.885	312

Employees separating from the City with more than 6 months of service are entitled to payment for all accrued but unused vacation earned prior to separation up to the maximum accrual. An employee's maximum accrual is based on the employee's years of service and shift length as detailed by the above table.

All employees accumulate sick leave based on shift length as detailed by the below table. This sick leave accumulates first in a short- term sick leave account up to a maximum accrual based on shift length as detailed by the below table, then into a reserve sick leave account, with a maximum accrual based on shift length as detailed by the below table. The short- term account can be replenished during the year from the reserve sick leave account when the balance falls below the applicable short- term maximum. If an employee has used less than the applicable short- term maximum hours during a calendar year, they have the option of receiving one half of the balance of those remaining hours in cash with their last paycheck of the year.

	Per Pay Period Accrual	Short-Term Maximum	Reserve Maximum	Maximum Payout
Regular (80/Hr Pay Period)	4	64	960	104
Law Enforcement (86/Hr Pay Period)	4.5	69	1,032	112
Fire & EMS (106/Hr Pay Period)	7.385	120	1,771	180

Upon termination of employment for medical reasons, retirement, or death, an employee or the employee's beneficiary receives payment at their regular hourly rate of pay for the balance in the short- term and reserve sick leave accounts, up to a maximum number of hours based on shift length as detailed by the above table.

The City has not estimated the liability for paid time off or sick leave which has been earned, but not taken, by City employees, as the amount cannot be reasonably estimated.

NOTE 6 - Contingencies

The City receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with the terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims would not have a material effect on any of the financial statements of the City as of December 31, 2025.

NOTE 7 - Interfund Transfers

Operating transfers were as follows during the year ended December 31, 2025:

From	To	Amount	Regulatory Authority
General	Equipment Reserve	$ 380,325	K.S.A. 12-1,117
General	Capital Improvements	415,000	K.S.A. 12-1,118
General	Municipal Airport	62,500	Council Motion
General	Municipal Golf Course	195,000	Council Motion
General	Land Bank	15,000	Council Motion
Permanent Cemetery Endowment	General	6,708	K.S.A. 12-1410
Wellington Airport FAA Grant	Capital Improvements	12,423	K.S.A. 12-1,118
Municipal Airport	Special Improvement	6,861	K.S.A. 12-1,118
Electric, Waterworks, and Sewage Utility	General	2,663,433	K.S.A. 12-825d
Sanitation Utility	General	37,138	K.S.A. 12-825d
Sanitation Utility	Sanitation Equipment Reserve	45,000	K.S.A. 12-825d
Sanitation Utility	Bond and Interest	121,045	K.S.A. 12-825d
Electric, Waterworks, and Sewage Utility	Electric, Waterworks & Sewage Capital Improvement	2,253,522	K.S.A. 12-825d
Capital Improvements	Recreation Trust	10,000	K.S.A. 12-1,118
		$ 6,223,955	

NOTE 8 - Interfund Charges

The City uses interfund charges to share the cost of certain activities and projects across funds. Interfund charges are reported as interfund revenue in the reimbursed fund and as expenses in the reimbursing fund according to the underlying expense's natural function and department.

The General Fund is used to account for various administrative functions, which are partially allocated to other funds. Utility billing and collection, financial and management services were paid through the General Fund and reimbursed by other funds as detailed by the following table during the year ended December 31, 2025:

Reimbursing Fund	Amount
Special Highway	$ 135,000
Electric, Waterworks, and Sewage Utility	944,536
Sanitation Utility	92,143
	$ 1,171,679

The Employee Benefit Fund is used to account for various employee benefit expenses which are partially allocated to other funds. Health care benefits were paid through the Employee Benefit Fund and reimbursed by other funds as detailed by the following table during the year ended December 31, 2025:

Reimbursing Fund	Amount
General	$ 653,105
Municipal Golf Course	30,177
Electric, Waterworks, and Sewage Utility	282,873
Sanitation Utility	87,291
Municipal Airport	9,997
Liability Insurance	$ 1,063,443

NOTE 8 - Interfund Charges (Continued)

The Special Liability Fund is used to account for various insurance expenses which are partially allocated to other funds. Insurance premiums were paid through the Special Liability Fund and reimbursed by other funds as detailed by the following table during the year ended December 31, 2025:

Reimbursing Fund	Amount
General	$ 393,151
Municipal Golf Course	11,925
Electric, Waterworks, and Sewage Utility	559,721
Sanitation Utility	26,229
Municipal Airport	17,903
	$ 1,008,928

The City meters but does not bill other City funds for utility services.

NOTE 9 - Long-Term Debt

The following table summarizes changes in the City's long-term debt for the year ended December 31, 2025:

Type of Issue	Beginning Principal Outstanding	Additions to Principal	Reductions of Principal	Ending Principal Outstanding	Interest Paid
Primary Government:					
General Obligation Bonds	$ 13,219,095	$ 1,515,000	$ 2,237,042	$ 12,497,053	$ 280,027
Revenue Bonds	3,355,000	-	230,000	3,125,000	108,280
KDHE Loans	475,958	-	21,573	454,385	6,165
Finance Leases	1,859,536	459,035	350,610	1,967,961	97,534
Total Primary Government	18,909,589	1,974,035	2,839,225	18,044,399	492,006
Related Municipal Entity:					
Public Building Commission Revenue Bonds	510,000	-	50,000	460,000	21,925
Total Reporting Entity	$ 19,419,589	$ 1,974,035	$ 2,889,225	$ 18,504,399	$ 513,931

General Obligation Bonds. The following table details the City's outstanding general obligation debt as of December 31, 2025:

Issue	Date of Issue	Final Maturity	Interest Rate	Original Amount	Amount Outstanding
General Obligation Bonds, Series 2011-C	9/22/2011	9/22/2031	4.00%	$ 394,200	$ 152,053
General Obligation Elec Wtrwks & Sew Util Sys Refunding Bonds, Series 2015	8/1/2015	11/1/2027	2.00 - 3.00%	5,035,000	1,760,000
General Obligation Bonds, Series 2018	11/6/2018	8/1/2039	3.00 - 4.00%	1,125,000	870,000
General Obligation Bonds, Series 2019-A	4/9/2019	11/1/2039	2.50 - 3.00%	1,765,000	1,355,000
Taxable General Obligation Bonds, Series 2019-B	4/9/2019	11/1/2034	3.50 - 4.00%	555,000	380,000
General Obligation Bonds, Series 2021	3/1/2021	3/1/2026	0.00%	500,000	100,000
General Obligation Refunding Bonds, Series 2021-B	6/8/2021	9/1/2028	1.00 - 2.00%	1,270,000	525,000
General Obligation Bonds, Series 2021-C	7/27/2021	9/1/2030	1.00 - 1.10%	7,665,000	4,405,000
General Obligation Bonds, Series 2021-D	7/27/2021	11/1/2041	0.30 - 2.10%	630,000	515,000
General Obligation Bonds, Series 2024	10/3/2024	9/1/2039	4.00 - 5.00%	970,000	920,000
General Obligation Bonds, Series 2025	3/25/2025	9/1/2040	4.00 - 5.00%	1,515,000	1,515,000
					$ 12,497,053

NOTE 9 - Long-Term Debt (Continued)

Annual debt service requirements to maturity for the City's outstanding general obligation debt is as follows:

Year Ending December 31,	Principal	Interest	Total
2026	$ 2,312,924	$ 333,907	$ 2,646,831
2027	2,288,841	257,321	2,546,162
2028	1,429,794	207,212	1,637,006
2029	1,265,786	182,855	1,448,641
2030	1,291,818	160,136	1,451,954
2031 - 2035	2,017,890	544,999	2,562,889
2036 - 2040	1,855,000	184,773	2,039,773
2041	35,000	735	35,735
	$ 12,497,053	$ 1,871,938	$ 14,368,991

Revenue Bonds. The following table details the City's outstanding revenue bond debt as of December 31, 2025:

Issue	Date of Issue	Final Maturity	Interest Rate	Original Amount	Amount Outstanding
Elec, Wtrwks & Sew Util Sys Revenue Bonds, Series 2016	4/7/2016	11/1/2036	2.00 - 3.50%	$ 4,755,000	$ 3,125,000

Annual debt service requirements to maturity for the City's outstanding revenue bond debt is as follows:

Year Ending December 31,	Principal	Interest	Total
2026	$ 240,000	$ 101,380	$ 341,380
2027	250,000	94,180	344,180
2028	260,000	85,430	345,430
2029	265,000	76,330	341,330
2030	275,000	68,380	343,380
2031 - 2035	1,505,000	210,320	1,715,320
2036	330,000	11,550	341,550
	$ 3,125,000	$ 647,570	$ 3,772,570

NOTE 9 - Long-Term Debt (Continued)

Finance Leases. The following table details the City's outstanding finance leases as of December 31, 2025:

Issue	Date of Issue	Final Maturity	Interest Rate	Original Amount	Amount Outstanding
Rec. Comm. Parking Lot	2/18/2022	12/1/2031	1.75%	70,000	$ 43,305
2023 Ambulance	7/14/2023	7/14/2028	3.40%	172,000	92,507
Wheel Loader	2/8/2023	1/25/2028	4.46%	158,737	70,556
Aerial Fire Truck	8/8/2024	8/7/2039	5.25%	1,183,080	1,111,272
2024 Ambulance	10/23/2024	10/23/2029	4.94%	220,095	173,481
2025 Sanitation Truck	10/28/2024	11/1/2029	4.66%	100,570	80,761
2025 Vaccuum Truck	5/14/2025	4/1/2030	4.54%	459,035	396,079
					$ 1,967,961

Annual debt service requirements to maturity for the City's finance lease obligations are as follows:

Year Ending December 31,	Principal	Interest	Total
2026	$ 264,713	$ 90,084	$ 354,797
2027	276,970	77,830	354,800
2028	240,480	65,843	306,323
2029	216,587	54,950	271,537
2030	163,306	46,041	209,347
2031 - 2035	426,025	157,462	583,487
2036 - 2039	379,881	38,606	418,487
	$ 1,967,961	$ 530,816	$ 2,498,777

Revolving Loan. The following table details the City's outstanding revolving loan as of December 31, 2025:

Issue	Date of Issue	Final Maturity	Interest Rate	Original Amount	Amount Outstanding
KDHE Revolving Loan #3071	2/1/2022	2/1/2044	1.31%	$ 485,481	$ 454,385

Annual debt service requirements to maturity for the City's outstanding revolving loan is as follows:

Year Ending December 31,	Principal	Interest	Total
2026	$ 21,857	$ 5,881	$ 27,738
2027	22,144	5,594	27,738
2028	22,435	5,303	27,738
2029	22,730	5,008	27,738
2030	23,028	4,709	27,737
2031 - 2035	119,762	18,926	138,688
2036 - 2040	127,842	10,846	138,688
2041 - 2044	94,588	2,495	97,083
	$ 454,385	$ 58,761	$ 513,147

NOTE 9 - Long-Term Debt (Continued)

Related Municipal Entity - Revenue Bond. The following table details the Public Building Commission's outstanding revenue bond debt as of December 31, 2025:

Issue	Date of Issue	Final Maturity	Interest Rate	Original Amount	Amount Outstanding
Public Building Commission Revenue Bonds, Series 2014	1/1/2014	12/1/2033	3.00 - 4.50%	$ 960,000	$ 460,000

Annual debt service requirements to maturity for the Public Building Commission's outstanding revenue bond debt are as follows:

Year Ending December 31,	Principal	Interest	Total
2026	$ 50,000	$ 19,925	$ 69,925
2027	50,000	17,925	67,925
2028	55,000	15,925	70,925
2029	55,000	13,725	68,725
2030	60,000	11,250	71,250
2031 - 2033	190,000	17,325	207,325
	$ 460,000	$ 96,075	$ 556,075

NOTE 10 - Landfill Closure Costs and Post-Closure Costs

In 2006, the City entered into an agreement with Sumner County to purchase the municipal landfill formerly operated by Sumner County. The municipal solid waste landfill was closed and capped in 1994. State and federal laws and regulations require certain maintenance and monitoring functions to continue for 30 years after closure. Estimates of future costs are not maintained for this closed landfill. The City continues to operate the transfer station and construction and demolition disposal site at this location.

NOTE 11 - Health Care Authority

The Wellington Health Care Authority (HCA) is a separate legal entity of the City. The City owns a hospital building which it previously leased to the HCA. The HCA operated a hospital at this location under the name of Sumner Regional Medical Center. The HCA sold its hospital business to a private entity in October 2018. The private entity leased a portion of the hospital building from the City until it ceased operations in March 2020. The City has since leased a portion of the hospital building to a different private entity who operates the emergency department.

In 2015, the citizens of Wellington authorized a 1% dedicated sales tax which is collected by the City and remitted to the HCA. The HCA continues to use the 1% dedicated sales tax for payments on HCA debts and improvements and the maintenance of the hospital building. The amount of sales tax collected by the City and remitted to the HCA during the year ended December 31, 2025, was $731,373.

City Forbearance Agreement. The HCA received financial assistance from the City in the form of utility services, bond payments, loans, and a loan guarantee prior to selling its hospital business in 2018. This financial support was codified in a forbearance agreement dated September 1, 2015, between the City and HCA. The total sum covered by the agreement was $1,519,343. The agreement called for the HCA to repay this amount at 3.00% interest before December 31, 2017. The HCA made no payments against the agreement until August 2021 when the HCA began repaying $40,000 per month against the agreement. The balance of the forbearance agreement as of December 31, 2025, was $657 plus accrued and unpaid interest.

NOTE 11 - Health Care Authority (Continued)

KPERS Unfunded Actuarial Liability. Prior to selling its hospital business in 2018, the HCA participated in KPERS. Upon withdrawing from KPERS the HCA's unfunded actuarial liability became due and payable. The HCA has made no payments against this liability. The balance of the liability as of December 31, 2025, was $2,918,099. The HCA is negotiating with KPERS to have this liability discharged.

KPERS Reporting Liability. Prior to selling its hospital business in 2018, the HCA incurred both employer and employee reporting liabilities to KPERS. The original balance of this liability was approximately $1,400,000. The HCA reached an agreement with KPERS to make monthly payments against the balance. The HCA paid off the final $90,000 balance of the liability during the year ended December 31, 2025.

Accounts Payable. Prior to selling its hospital business in 2018 the HCA incurred accounts payable due to vendors. The HCA did not remit payment to these vendors due to an insufficiency of cash. Should a vendor pursue repayment, the HCA would consider repayment based on current financial resources. Management estimates the balance of potential accounts payable as of December 31, 2025, was $619,288. These balances are not reported as accounts payable as the vendors are not pursuing repayment.

Vendor Settlement. On March 28, 2019, the HCA entered into a settlement with a vendor to settle an outstanding balance. At the time of settlement, the balance was $2,418,134. The settlement calls for the HCA to make monthly payments of $20,000 to the vendor and for the vendor to discharge any outstanding balance upon the expiration of the dedicated sales tax in 2025.

Pledge to City. During 2020, the HCA pledged to appropriate $20,000 per month to the City for improvements and the maintenance of the Hospital Building. These appropriations will continue until the dedicated sales tax expires in 2025. The HCA also made a one-time $100,000 appropriation to the City during 2021. The total appropriated to the City by the HCA during the year ended December 31, 2025, was $240,000.

NOTE 12 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees' health and life; and natural disasters. The City manages these risks of loss through the purchase of various insurance policies.

The City has been unable to obtain workers' compensation insurance at a cost it considers to be economically justifiable. For this reason, the City has joined together with other cities in the State to participate in Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for participating members. The City pays annual premium to KMIT for its workers' compensation insurance coverage. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of a stated dollar amount for each insurance event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

During the ordinary course of its operations, the City is a party to various claims, legal actions and complaints. In the opinion of management and legal counsel, no such claims, legal actions or complaints would not have a material effect on any of the financial statements of the City as of December 31, 2025.

Schedule 1

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

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over [Under]
General Funds:					
General	$ 11,404,535	$ 153,794	$ 11,558,329	$ 11,450,903	$ [107,426]
Special Purpose Funds:					
Ambulance and Fire Fighting Equipment	218,772	16,000	234,772	128,495	[106,277]
Library	289,500	-	289,500	285,000	[4,500]
Special Highway	200,703	-	200,703	197,742	[2,961]
Employee Benefit	1,522,890	146,149	1,669,039	1,613,163	[55,876]
Special Liability	1,023,000	68,359	1,091,359	1,021,700	[69,659]
Hospital Sales Tax	758,262	-	758,262	731,373	[26,889]
Special Alcohol and Drug	28,000	-	28,000	21,000	[7,000]
Special Parks and Recreation	32,486	-	32,486	30,334	[2,152]
Tourism and Convention	47,500	-	47,500	39,983	[7,517]
Land Bank	19,500	-	19,500	630	[18,870]
Bond and Interest Funds:					
Bond and Interest	783,964	-	783,964	587,794	[196,170]
Business Funds:					
Municipal Airport	318,734	-	318,734	312,545	[6,189]
Municipal Golf Course	491,212	-	491,212	463,318	[27,894]
Electric, Waterworks & Sewage Utility	22,137,194	4,754	22,141,948	20,581,840	[1,560,108]
Sanitation Utility	1,816,778	-	1,816,778	1,765,459	[51,319]

See independent auditor's report on the financial statements.

CITY OF WELLINGTON, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	$ 2,022,464	$ 2,199,395	$ 2,169,184	$ 30,211
NRP Rebate	[35,843]	[30,211]	-	[30,211]
Delinquent Tax	103,335	115,074	115,074	-
Motor Vehicle Tax	294,451	282,864	222,479	60,385
Recreational Vehicle Tax	4,473	4,323	3,774	549
16/20 M Vehicle Tax	760	1,211	1,211	-
Commercial Vehicle Tax	7,275	6,129	5,885	244
Watercraft Tax	89	178	58	120
Weed Tax	8,140	9,668	9,668	-
Franchise Tax	204,133	240,542	231,000	9,542
Sales Tax	1,377,175	1,419,116	1,410,709	8,407
Compensating Use Tax	329,524	336,943	360,118	[23,175]
Intergovernmental				
Local Alcohol Liquor Tax	19,604	17,895	22,260	[4,365]
Special Highway Tax	84,768	84,652	84,000	652
Federal Grants	141,234	144,243	2,996	141,247
State Grants	32,374	50,479	50,167	312
County Shared Revenue	332,079	337,270	326,000	11,270
Licenses and Permits	347,840	314,273	299,895	14,378
Fines, Forfeitures and Penalties	81,786	76,259	72,500	3,759
Charges for Services				
Ambulance Fees	674,693	812,690	789,870	22,820
Other Charges for Service	43,170	47,730	39,870	7,860
Use of Money and Property				
Interest Income	303,561	257,123	242,400	14,723
Property Sale/Rent	45,422	90,173	43,900	46,273
Other Receipts				
Reimbursed Expense	651,937	225,294	71,500	153,794
Miscellaneous	765,928	108,043	179,219	[71,176]
Interfund Revenue	1,171,681	1,171,679	1,171,679	-
Operating Transfers In	1,691,398	2,707,279	2,702,071	5,208
Total Receipts	10,703,451	11,030,314	$ 10,627,487	$ 402,827

CITY OF WELLINGTON, KANSAS
General Fund (Continued)
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance-Over [Under]
Expenditures				
Mayor and City Council				
Personal Services	$ 10,134	$ 10,449	$ 10,472	$ [23]
Contractual Services	1,784	1,026	2,250	[1,224]
Commodities	377	853	450	403
	12,295	12,328	13,172	[844]
City Manager's Office				
Personal Services	283,785	308,788	306,072	2,716
Contractual Services	12,892	12,630	12,200	430
Commodities	547	3,411	1,400	2,011
	297,224	324,829	319,672	5,157
City Clerk's Office				
Personal Services	286,914	309,133	284,052	25,081
Contractual Services	41,687	15,651	15,750	[99]
Commodities	5,365	29,371	30,800	[1,429]
	333,966	354,155	330,602	23,553
Utility Collections				
Personal Services	280,508	291,567	285,727	5,840
Contractual Services	69,735	51,160	69,850	[18,690]
Commodities	16,825	40,717	24,350	16,367
	367,068	383,444	379,927	3,517
General Services				
Contractual Services	78,445	290,686	535,258	[244,572]
Commodities	23,319	36,953	28,050	8,903
	101,764	327,639	563,308	[235,669]
Janitorial				
Personal Services	51,374	53,690	53,786	[96]
Contractual Services	4,052	25,406	22,963	2,443
Commodities	7,012	7,106	8,375	[1,269]
	62,438	86,202	85,124	1,078
IT/GIS				
Personal Services	145,697	169,637	166,312	3,325
Contractual Services	770	1,089	3,800	[2,711]
Commodities	1,644	3,517	2,520	997
	148,111	174,243	172,632	1,611

CITY OF WELLINGTON, KANSAS
General Fund (Continued)
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance-Over [Under]
Expenditures - Continued				
Police Department				
Personal Services	$ 1,619,935	$ 1,711,800	$ 1,840,442	$ [128,642]
Contractual Services	169,683	221,581	174,930	46,651
Commodities	222,762	205,552	124,000	81,552
	2,012,380	2,138,933	2,139,372	[439]
Fire Department				
Personal Services	1,983,196	2,269,622	2,225,698	43,924
Contractual Services	162,944	255,345	185,625	69,720
Commodities	168,794	216,740	216,000	740
	2,314,934	2,741,707	2,627,323	114,384
Municipal Auditorium				
Contractual Services	29,109	30,988	-	30,988
Commodities	8,574	9,031	-	9,031
	37,683	40,019	-	40,019
Park Department				
Personal Services	203,505	244,687	229,534	15,153
Contractual Services	22,745	34,961	28,160	6,801
Commodities	40,219	38,383	43,400	[5,017]
Capital Outlay	4,620	5,941	13,000	[7,059]
	271,089	323,972	314,094	9,878
Swimming Pool				
Contractual Services	54,554	4,937	-	4,937
Commodities	9,106	1,403	-	1,403
	63,660	6,340	-	6,340
Street Department				
Personal Services	740,911	747,256	806,713	[59,457]
Contractual Services	248,294	137,742	229,420	[91,678]
Commodities	171,566	235,926	238,560	[2,634]
Capital Outlay	9,013	6,095	8,500	[2,405]
	1,169,784	1,127,019	1,283,193	[156,174]
Cemetery				
Personal Services	150,352	176,942	193,783	[16,841]
Contractual Services	7,734	7,829	10,670	[2,841]
Commodities	33,952	57,219	33,475	23,744
Capital Outlay	24,143	22,513	31,500	[8,987]
	216,181	264,503	269,428	[4,925]

CITY OF WELLINGTON, KANSAS
General Fund (Continued)
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance-Over [Under]
Expenditures - Continued				
Engineering, Planning and Inspection				
Personal Services	$ 176,049	$ 157,836	$ 153,402	$ 4,434
Contractual Services	21,552	23,666	25,650	[1,984]
Commodities	9,267	8,598	10,700	[2,102]
	206,868	190,100	189,752	348
Legal and Police Court				
Personal Services	158,781	169,717	168,087	1,630
Contractual Services	90,744	91,942	88,159	3,783
Commodities	716	8,684	10,060	[1,376]
	250,241	270,343	266,306	4,037
Lake Recreation				
Personal Services	257,129	270,477	283,852	[13,375]
Contractual Services	16,885	14,784	19,350	[4,566]
Commodities	53,003	55,931	60,600	[4,669]
Capital Outlay	-	3,000	6,000	[3,000]
	327,017	344,192	369,802	[25,610]
Facilities				
Personal Services	98,155	96,781	94,465	2,316
Contractual Services	427,895	492,708	493,812	[1,104]
Commodities	21,385	10,858	23,450	[12,592]
Capital Outlay	199,248	159,548	165,000	[5,452]
	746,683	759,895	776,727	[16,832]
Appropriations				
Appropriation to Chisholm Trail Museum	7,500	7,500	-	7,500
Appropriation to Senior Citizens Center	6,000	6,000	-	6,000
Appropriation to Futures Unlimited	15,000	20,000	-	20,000
Miscellaneous Appropriation	12,000	12,000	-	12,000
	40,500	45,500	-	45,500
Non-Departmental				
Contractual Services	19,870	74,052	49,750	24,302
Commodities	-	512	10,750	[10,238]
Reimbursement to Special Liability	287,348	393,151	443,151	[50,000]
Adjustment for Qualifying Budget Credits	-	-	153,794	[153,794]
	307,218	467,715	657,445	[189,730]
Operating Transfers Out	1,030,249	1,067,825	800,450	267,375
Total Expenditures	10,317,353	11,450,903	$ 11,558,329	$ [107,426]
Receipts Over [Under] Expenditures	386,098	[420,589]		
Unencumbered Cash, Beginning	3,074,242	3,463,271		
Prior Year Cancelled Encumbrances	2,931	1,475		
Unencumbered Cash, Ending	$ 3,463,271	$ 3,044,157		

See independent auditor's report on the financial statements.

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

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	$ 233,856	$ 240,821	$ 257,062	$ [16,241]
NRP Rebate	[4,572]	[3,308]	[2,285]	[1,023]
Delinquent Tax	12,341	14,135	9,000	5,135
Motor Vehicle Tax	31,641	32,613	30,833	1,780
Recreational Vehicle Tax	478	499	455	44
16/20 M Vehicle Tax	100	129	19	110
Commercial Vehicle Tax	778	708	790	[82]
Watercraft Tax	9	20	179	[159]
Total Receipts	274,631	285,617	$ 296,053	$ [10,436]
Expenditures				
Appropriation to Library Board	274,000	285,000	$ 289,500	$ [4,500]
Total Expenditures	274,000	285,000	$ 289,500	$ [4,500]
Receipts Over [Under] Expenditures	631	617		
Unencumbered Cash, Beginning	[261]	370		
Unencumbered Cash, Ending	$ 370	$ 987		

CITY OF WELLINGTON, KANSAS
Ambulance and Fire Fighting Equipment Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	$ 93,350	$ 95,967	$ 102,092	$ [6,125]
NRP Rebate	[1,655]	[1,655]	[908]	[747]
Delinquent Tax	4,936	5,653	3,000	2,653
Motor Vehicle Tax	12,656	13,043	12,332	711
Recreational Vehicle Tax	191	200	182	18
16/20 M Vehicle Tax	40	52	8	44
Commercial Vehicle Tax	311	283	316	[33]
Watercraft Tax	4	8	71	[63]
Use of Money and Property				
Interest Income	7,434	7,304	3,250	4,054
Other Receipts				
Debt Proceeds	220,095	-	-	-
Reimbursed Expense	-	16,000	-	16,000
Total Receipts	337,362	136,855	$ 120,343	$ 16,512
Expenditures				
Capital Outlay	290,899	128,495	$ 113,772	$ 14,723
Contingency	-	-	105,000	[105,000]
Adjustment for Qualifying Budget Credits	-	-	16,000	[16,000]
Total Expenditures	290,899	128,495	$ 234,772	$ [106,277]
Receipts Over [Under] Expenditures	46,463	8,360		
Unencumbered Cash, Beginning	106,404	152,867		
Unencumbered Cash, Ending	$ 152,867	$ 161,227		

See independent auditor's report on the financial statements.

CITY OF WELLINGTON, KANSAS
Special Highway Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Intergovernmental				
Fuel Tax	$ 206,647	$ 204,665	$ 207,320	$ [2,655]
Use of Money and Property				
Interest Income	9,320	6,750	6,000	750
Total Receipts	215,967	211,415	$ 213,320	$ [1,905]
Expenditures				
Contractual Services	135,000	135,000	$ 135,000	$ -
Capital Outlay	87,257	62,742	65,703	[2,961]
Total Expenditures	222,257	197,742	$ 200,703	$ [2,961]
Receipts Over [Under] Expenditures	[6,290]	13,673		
Unencumbered Cash, Beginning	185,185	178,895		
Unencumbered Cash, Ending	$ 178,895	$ 192,568		

See independent auditor's report on the financial statements.

CITY OF WELLINGTON, KANSAS
Employee Benefit Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Use of Money and Property				
Interest Income	$ 15,096	$ 23,459	$ 9,000	$ 14,459
Other Receipts				
Employee Contributions	289,514	275,877	300,000	[24,123]
COBRA and Component Unit Contributions	41,349	46,835	48,000	[1,165]
Reimbursed Expense	13,421	146,149	-	146,149
Interfund Revenue	991,165	1,063,443	1,083,000	[19,557]
Total Receipts	1,350,545	1,555,763	$ 1,440,000	$ 115,763
Expenditures				
Insurance Premiums	473,890	488,333	$ 1,495,250	$ [1,006,917]
Contractual Services	511,493	1,124,830	27,640	1,097,190
Adjustment for Qualifying Budget Credits	-	-	146,149	[146,149]
Total Expenditures	985,383	1,613,163	$ 1,669,039	$ [55,876]
Receipts Over [Under] Expenditures	365,162	[57,400]		
Unencumbered Cash, Beginning	143,068	508,230		
Unencumbered Cash, Ending	$ 508,230	$ 450,830		

See independent auditor's report on the financial statements.

CITY OF WELLINGTON, KANSAS
Special Liability Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Use of Money and Property				
Interest Income	$ 17,898	$ 15,845	$ 4,400	$ 11,445
Other Receipts				
Reimbursed Expense	60,257	68,359	75,000	[6,641]
Interfund Revenue	827,978	1,008,928	827,309	181,619
Total Receipts	906,133	1,093,132	$ 906,709	$ 186,423
Expenditures				
Contractual Services	961,827	1,021,129	$ 873,000	$ 148,129
Contingency	8,624	571	150,000	[149,429]
Adjustment for Qualifying Budget Credits	-	-	68,359	[68,359]
Total Expenditures	970,451	1,021,700	$ 1,091,359	$ [69,659]
Receipts Over [Under] Expenditures	[64,318]	71,432		
Unencumbered Cash, Beginning	207,207	142,889		
Unencumbered Cash, Ending	$ 142,889	$ 214,321		

CITY OF WELLINGTON, KANSAS
Hospital Sales Tax Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Taxes and Shared Revenue				
Sales Tax	$ 1,376,748	$ 602,593	$ 615,487	$ [12,894]
Compensating Use Tax	329,524	128,780	142,775	[13,995]
Total Receipts	1,706,272	731,373	$ 758,262	$ [26,889]
Expenditures				
Appropriation to Health Care Authority	1,706,272	731,373	$ 758,262	$ [26,889]
Total Expenditures	1,706,272	731,373	$ 758,262	$ [26,889]
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

CITY OF WELLINGTON, KANSAS
Special Alcohol and Drug Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Intergovernmental				
Local Alcohol Liquor Tax	$ 19,604	$ 17,895	$ 27,000	$ [9,105]
Use of Money and Property				
Interest Income	463	236	300	[64]
Total Receipts	20,067	18,131	$ 27,300	$ [9,169]
Expenditures				
Miscellaneous Appropriation	23,500	21,000	$ 28,000	$ [7,000]
Total Expenditures	23,500	21,000	$ 28,000	$ [7,000]
Receipts Over [Under] Expenditures	[3,433]	[2,869]		
Unencumbered Cash, Beginning	9,425	5,992		
Unencumbered Cash, Ending	$ 5,992	$ 3,123		

See independent auditor's report on the financial statements.

CITY OF WELLINGTON, KANSAS
Special Parks and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Intergovernmental				
Local Alcohol Liquor Tax	$ 19,604	$ 17,895	$ 18,598	$ [703]
State Grants	-	9,677	9,677	-
Use of Money and Property				
Interest Income	1,613	900	1,002	[102]
Total Receipts	21,217	28,472	$ 29,277	$ [805]
Expenditures				
Capital Outlay	25,545	30,334	$ 32,486	$ [2,152]
Total Expenditures	25,545	30,334	$ 32,486	$ [2,152]
Receipts Over [Under] Expenditures	[4,328]	[1,862]		
Unencumbered Cash, Beginning	28,512	24,184		
Unencumbered Cash, Ending	$ 24,184	$ 22,322		

CITY OF WELLINGTON, KANSAS
Tourism and Convention Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Taxes and Shared Revenue				
Transient Guest Tax	$ 35,400	$ 43,471	$ 48,000	$ [4,529]
Use of Money and Property				
Interest Income	2,332	1,880	1,400	480
Total Receipts	37,732	45,351	$ 49,400	$ [4,049]
Expenditures				
Contractual Services	19,992	19,983	$ 27,500	$ [7,517]
Miscellaneous Appropriation	20,000	20,000	20,000	-
Total Expenditures	39,992	39,983	$ 47,500	$ [7,517]
Receipts Over [Under] Expenditures	[2,260]	5,368		
Unencumbered Cash, Beginning	47,882	45,622		
Unencumbered Cash, Ending	$ 45,622	$ 50,990		

See independent auditor's report on the financial statements.

CITY OF WELLINGTON, KANSAS
Land Bank Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Other Receipts				
Sale of Property	$ 2,498	$ -	$ -	$ -
Use of Money and Property				
Interest Income	151	324	30	294
Operating Transfers In	5,000	15,000	15,000	-
Total Receipts	7,649	15,324	$ 15,030	$ 294
Expenditures				
Contractual Services	1,067	630	$ 19,500	$ [18,870]
Total Expenditures	1,067	630	$ 19,500	$ [18,870]
Receipts Over [Under] Expenditures	6,582	14,694		
Unencumbered Cash, Beginning	2,371	8,953		
Unencumbered Cash, Ending	$ 8,953	$ 23,647		

CITY OF WELLINGTON, KANSAS
Non-Budgeted Special Purpose Funds
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2025

	Permanent Cemetery Endowment Fund	Hazmat Response Fund	Fire Prevention and Education Fund	Police VIN Fund	Asset Forfeiture Fund	Equipment Reserve Fund	Sanitation Equipment Reserve Fund	Housing Authority Reserve Fund
Receipts								
Charges for Services								
Fees	$ -	$ -	$ -	$ 23,998	$ -	$ -	$ -	$ -
Intergovernmental								
State Grants	-	-	-	-	-	26,025	-	-
Use of Money and Property								
Interest Income	6,208	207	18	679	187	-	2,661	-
Property Sale/Rent	3,425	-	-	-	-	-	10,000	-
Other Receipts								
Reimbursed Expense	-	-	-	-	-	78,395	159	-
Operating Transfers In	-	-	-	-	-	380,325	45,000	-
Total Receipts	9,633	207	18	24,677	187	484,745	57,820	-
Expenditures								
Commodities	-	-	-	26,433	-	-	-	-
Capital Outlay	-	-	-	2,282	-	437,542	25,029	-
Operating Transfers Out	6,708	-	-	-	-	-	-	-
Total Expenditures	6,708	-	-	28,715	-	437,542	25,029	-
Receipts Over [Under] Expenditures	2,925	207	18	[4,038]	187	47,203	32,791	-
Unencumbered Cash, Beginning	162,668	5,390	470	20,583	4,877	336,024	67,838	121,075
Unencumbered Cash, Ending	$ 165,593	$ 5,597	$ 488	$ 16,545	$ 5,064	$ 383,227	$ 100,629	$ 121,075

* - These funds are not required to be budgeted.

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

	SCCDAT Grant Fund	Wellington Airport FAA Grant Fund	CDBG Housing Fund	Opioid Settlement Fund
Receipts				
Intergovernmental				
Federal Grants	$ 117,572	$ 201,100	$ -	$ -
Other Receipts				
Miscellaneous	-	-	-	11,139
Use of Money and Property				
Interest Income	398	-	-	1,912
Total Receipts	117,970	201,100	-	13,051
Expenditures				
Personal Services	88,891	-	-	-
Contractual Services	21,768	249,762	42,236	-
Commodities	3,519	-	-	-
Operating Transfers Out	-	12,423	-	-
Total Expenditures	114,178	262,185	42,236	-
Receipts Over [Under] Expenditures	3,792	[61,085]	[42,236]	13,051
Unencumbered Cash, Beginning	7,046	[122,440]	-	50,131
Unencumbered Cash, Ending	$ 10,838	$ [183,525]	$ [42,236]	$ 63,182

* - These funds are not required to be budgeted.

CITY OF WELLINGTON, KANSAS
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over [Under]
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	$ 343,747	$ 400,639	$ 427,684	$ [27,045]
NRP Rebate	[6,093]	[5,503]	[3,803]	[1,700]
Special Assessments	75,886	23,845	60,000	[36,155]
Delinquent Tax	28,245	32,666	20,000	12,666
Motor Vehicle Tax	47,076	48,007	45,409	2,598
Recreational Vehicle Tax	689	735	670	65
16/20 M Vehicle Tax	323	185	28	157
Commercial Vehicle Tax	1,124	1,042	1,163	[121]
Watercraft Tax	14	10	263	[253]
Use of Money and Property				
Interest Income	13,560	13,667	7,048	6,619
Operating Transfers In	123,225	121,045	173,225	[52,180]
Total Receipts	627,796	636,338	$ 731,687	$ [95,349]
Expenditures				
Debt Service				
Principal	456,194	437,042	$ 506,194	$ [69,152]
Interest	123,923	150,752	166,520	[15,768]
Contingency	-	-	111,250	[111,250]
Total Expenditures	580,117	587,794	$ 783,964	$ [196,170]
Receipts Over [Under] Expenditures	47,679	48,544		
Unencumbered Cash, Beginning	102,710	150,389		
Unencumbered Cash, Ending	$ 150,389	$ 198,933		

See independent auditor's report on the financial statements.

CITY OF WELLINGTON, KANSAS
Capital Improvement Funds
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2025

	Capital Improvements Fund	Special Improvements Fund	Sanitation Improvement Fund	Electric, Waterworks & Sewage Capital Improvement Fund	Memorial A/C Fund
Receipts					
Intergovernmental					
State Grants	$ 98,027	$ -	$ -	$ -	$ -
Use of Money and Property					
Interest Income	-	4,317	602	275,953	1,439
Other Receipts					
Reimbursed Expense	-	-	-	50,000	-
Miscellaneous	46,233	-	-	15,724	-
Debt Proceeds	1,568,038	-	-	-	-
Operating Transfers In	427,423	6,861	-	2,253,522	-
Total Receipts	2,139,721	11,178	602	2,595,199	1,439
Expenditures					
Contractual Services	176,043	-	-	-	-
Capital Outlay	1,823,259	-	-	523,894	-
Operating Transfers Out	10,000	-	-	-	-
Total Expenditures	2,009,302	-	-	523,894	-
Receipts Over [Under] Expenditures	130,419	11,178	602	2,071,305	1,439
Unencumbered Cash, Beginning	1,701,460	117,054	15,748	6,137,666	37,607
Prior Year Cancelled Encumbrances	15,002	-	-	110,800	-
Unencumbered Cash, Ending	$ 1,846,881	$ 128,232	$ 16,350	$ 8,319,771	$ 39,046

* - These funds are not required to be budgeted.

CITY OF WELLINGTON, KANSAS
Capital Project Funds
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2025

	Hospital Emergency Department Project Fund	Electric, Waterworks & Sewage Project Fund	Plum Street Waterline Project Fund
Receipts			
Use of Money and Property			
Interest Income	$ -	$ 9,565	$ -
Total Receipts	-	9,565	-
Expenditures			
Debt Service			
Principal	100,000	-	-
Total Expenditures	100,000	-	-
Receipts Over [Under] Expenditures	[100,000]	9,565	-
Unencumbered Cash, Beginning	209,113	249,923	[2,405]
Prior Year Cancelled Encumbrances	-	-	4,405
Unencumbered Cash, Ending	$ 109,113	$ 259,488	$ 2,000

* - These funds are not required to be budgeted.

CITY OF WELLINGTON, KANSAS
Municipal Airport Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Charges for Service				
Fuel Sales	$ 220,186	$ 200,383	$ 189,770	$ 10,613
Use of Money and Property				
Interest Income	867	2,633	2,800	[167]
Land Rent	32,076	30,940	31,000	[60]
Hangar Rent	36,420	37,817	34,445	3,372
Other Receipts				
Reimbursed Expense	517	636	-	636
Miscellaneous	600	137	125	12
Operating Transfers In	61,861	62,500	62,500	-
Total Receipts	352,527	335,046	$ 320,640	$ 14,406
Expenditures				
Personal Services	83,137	86,015	$ 86,232	$ [217]
Contractual Services	48,153	43,467	36,767	6,700
Commodities	8,691	7,627	9,100	[1,473]
Capital Outlay	8,922	2,892	2,892	-
Cost of Goods Sold	159,234	165,683	183,743	[18,060]
Operating Transfers Out	6,861	6,861	-	6,861
Total Expenditures	314,998	312,545	$ 318,734	$ [6,189]
Receipts Over [Under] Expenditures	37,529	22,501		
Unencumbered Cash, Beginning	36,421	73,950		
Unencumbered Cash, Ending	$ 73,950	$ 96,451		

CITY OF WELLINGTON, KANSAS
Municipal Golf Course Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over [Under]
Receipts				
Charges for Service				
Golf licenses	$ 44,950	$ 66,040	$ 72,320	$ [6,280]
Golf green fees	87,736	101,678	105,000	[3,322]
Golf cart licenses and fees	12,408	20,800	22,000	[1,200]
Golf cart storage and rental	71,155	83,936	82,000	1,936
Use of Money and Property				
Interest Income	-	101	50	51
Property Sale/Rent	11,375	-	-	-
Other Receipts				
Miscellaneous	-	376	1,800	[1,424]
Reimbursed Expense	2,031	7,126	5,810	1,316
Operating Transfers In	309,000	195,000	215,000	[20,000]
Total Receipts	538,655	475,057	$ 503,980	$ [28,923]
Expenditures				
Personal Services	295,796	294,274	$ 306,552	$ [12,278]
Contractual Services	75,215	73,774	52,793	20,981
Commodities	174,794	95,270	106,342	[11,072]
Capital Outlay	1,000	-	-	-
Miscellaneous	2,018	-	25,525	[25,525]
Total Expenditures	548,823	463,318	$ 491,212	$ [27,894]
Receipts Over [Under] Expenditures	[10,168]	11,739		
Unencumbered Cash, Beginning	[702]	[10,870]		
Unencumbered Cash, Ending	$ [10,870]	$ 869		

CITY OF WELLINGTON, KANSAS
Electric, Waterworks, and Sewage Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance Over [Under]
Receipts				
Charges for Service				
Water Sales	$ 2,185,375	$ 2,179,860	$ 1,928,707	$ 251,153
Sewer Sales	2,113,374	2,177,471	2,145,932	31,539
Electric Sales	13,539,938	13,398,116	13,999,258	[601,142]
Penalties	139,321	124,472	115,000	9,472
Intergovernmental				
Federal Grants	158,000	-	-	-
Community Improvement District	1,133	-	-	-
Use of Money and Property				
Interest Income	414,995	302,620	270,000	32,620
Property Sale/Rent	16,367	16,778	12,074	4,704
Other Receipts				
Reimbursed Expense	10,326	4,754	-	4,754
Miscellaneous	385,125	114,721	99,260	15,461
Total Receipts	18,963,954	18,318,792	18,570,231	$ [251,439]
Expenditures				
Electric Production				
Personal Services	686,674	682,110	$ 678,046	$ 4,064
Contractual Services	8,067,728	7,493,628	9,233,527	[1,739,899]
Commodities	55,224	73,397	88,850	[15,453]
Capital Outlay	42,234	-	-	-
	8,851,860	8,249,135	10,000,423	[1,751,288]
Electric Distribution				
Personal Services	636,426	703,734	743,641	[39,907]
Contractual Services	184,754	155,730	189,900	[34,170]
Commodities	548,532	333,353	538,700	[205,347]
	1,369,712	1,192,817	1,472,241	[279,424]
Electric Non-Departmental				
Contractual Services	768,109	768,114	766,576	1,538
Commodities	-	-	12,000	[12,000]
	768,109	768,114	778,576	[10,462]
Water Production				
Personal Services	336,223	362,467	364,746	[2,279]
Contractual Services	14,940	58,614	97,280	[38,666]
Commodities	459,297	412,515	355,700	56,815
Capital Outlay	-	34,517	31,000	3,517
	810,460	868,113	848,726	19,387

CITY OF WELLINGTON, KANSAS
Electric, Waterworks, and Sewage Utility Fund (Continued)
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance-Over [Under]
Expenditures - Continued				
Water Distribution				
Personal Services	$ 369,589	$ 361,325	$ 448,099	$ [86,774]
Contractual Services	26,530	34,012	86,370	[52,358]
Commodities	223,497	131,193	288,250	[157,057]
Capital Outlay	15,669	14,795	15,124	[329]
	635,285	541,325	837,843	[296,518]
Water Treatment				
Personal Services	346,708	365,625	361,160	4,465
Contractual Services	114,994	102,717	104,175	[1,458]
Commodities	92,588	135,067	139,500	[4,433]
Capital Outlay	5,000	7,700	-	7,700
	559,290	611,109	604,835	6,274
Water Non-Departmental				
Contractual Services	180,220	179,584	179,460	124
Non-Departmental				
Personal Services	191,317	197,560	230,986	[33,426]
Contractual Services	749,688	856,927	725,581	131,346
Commodities	3,044	4,908	3,675	1,233
	944,049	1,059,395	960,242	99,153
Debt Service				
Principal	1,880,996	1,951,573	1,951,748	[175]
Interest	277,678	243,720	243,545	175
	2,158,674	2,195,293	2,195,293	-
Operating Transfers Out	3,688,417	4,916,955	3,359,555	1,557,400
Contingency	-	-	900,000	[900,000]
Adjustments for Qualifying Budget Credits	-	-	4,754	[4,754]
Total Expenditures	19,966,076	20,581,840	$ 22,141,948	$ [1,560,108]
Receipts Over [Under] Expenditures	[1,002,122]	[2,263,048]		
Unencumbered Cash, Beginning	8,004,930	7,002,808		
Unencumbered Cash, Ending	$ 7,002,808	$ 4,739,760		

CITY OF WELLINGTON, KANSAS
Sanitation Utility Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts For the Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Variance Over [Under]
Receipts				
Charges for Service				
Sanitation Sales	$ 2,049,923	$ 1,770,803	$ 1,817,761	$ [46,958]
Use of Money and Property				
Interest Income	12,286	8,245	8,255	[10]
Property Sale/Rent	20,852	19,104	808	18,296
Other Receipts				
Reimbursed Expense	1,992	-	1,570	[1,570]
Miscellaneous	4,649	2,736	17,877	[15,141]
Total Receipts	2,089,702	1,800,888	$ 1,846,271	$ [45,383]
Expenditures				
Collections				
Personal Services	427,792	434,501	$ 467,984	$ [33,483]
Contractual Services	308,996	290,413	288,397	2,016
Commodities	47,046	48,222	47,700	522
Capital Outlay	123,500	-	-	-
	907,334	773,136	804,081	[30,945]
Transfer Station				
Personal Services	222,486	254,672	251,173	3,499
Contractual Services	658,117	512,454	527,141	[14,687]
Commodities	27,685	22,014	31,200	[9,186]
Capital Outlay	77,500	-	-	-
	985,788	789,140	809,514	[20,374]
Operating Transfers Out	205,363	203,183	203,183	-
Total Expenditures	2,098,485	1,765,459	$ 1,816,778	$ [51,319]
Receipts Over [Under] Expenditures	[8,783]	35,429		
Unencumbered Cash, Beginning	170,639	161,856		
Unencumbered Cash, Ending	$ 161,856	$ 197,285		

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

	Public Library Trust Fund	Annie Hamilton Trust Fund	Mildred Share McLean Trust Fund
Receipts			
Use of Money and Property			
Interest Income	$ 6,537	$ 72	$ 224
Other Receipts			
Donations	-	-	-
Miscellaneous	-	-	-
Operating Transfers In	-	-	-
Total Receipts	6,537	72	224
Expenditures			
Contractual Services	-	-	-
Commodities	-	-	-
Total Expenditures	-	-	-
Receipts Over [Under] Expenditures	6,537	72	224
Unencumbered Cash, Beginning	170,852	1,900	5,849
Unencumbered Cash, Ending	$ 177,389	$ 1,972	$ 6,073

* - These funds are not required to be budgeted.

Mausoleum Maintenance Trust Fund	Regional Park Trust Fund	Memorial Auditorium Renovation Trust Fund	Recreation Trust Fund	Municipal Golf Course Trust Fund
$ 506	$ 1,835	$ 1,809	$ 2,919	$ 274
-	-	1,340	5,230	10,000
-	-	-	-	-
-	-	-	10,000	-
506	1,835	3,149	18,149	10,274
-	552	-	-	-
-	-	-	-	4,950
-	552	-	-	4,950
506	1,283	3,149	18,149	5,324
13,173	48,487	46,811	76,387	706
$ 13,679	$ 49,770	$ 49,960	$ 94,536	$ 6,030

CITY OF WELLINGTON, KANSAS
Trust Funds (Continued)
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2025

	Ambulance Service Trust Fund	Municipal Airport Trust Fund	Nichols Family Trust Fund
Receipts			
Use of Money and Property			
Interest Income	$ 172	$ 65	$ 12
Other Receipts			
Donations	-	-	-
Miscellaneous	-	-	-
Operating Transfers In	-	-	-
Total Receipts	172	65	12
Expenditures			
Contractual Services	-	-	-
Commodities	-	-	-
Total Expenditures	-	-	-
Receipts Over [Under] Expenditures	172	65	12
Unencumbered Cash, Beginning	4,494	1,692	309
Unencumbered Cash, Ending	$ 4,666	$ 1,757	$ 321

* - These funds are not required to be budgeted.

Drug Tax Distribution Trust Fund	Cemetery Beautification Trust Fund	Cara Saunders Memorial Trust Fund	Drug Awareness Trust Fund	Employee Community Service Trust Fund
$ 308	$ 371	$ 22	$ 321	$ -
-	-	-	14,331	-
-	1,039	-	-	-
-	-	-	-	-
308	1,410	22	14,652	-
-	1,860	-	-	-
-	-	-	9,876	-
-	1,860	-	9,876	-
308	[450]	22	4,776	-
8,067	9,540	578	9,320	3
$ 8,375	$ 9,090	$ 600	$ 14,096	$ 3

Schedule 3

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

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Claims	$ 14,984	$ 89	$ 1,147	$ 13,926
Fire Insurance Proceeds	53,757	46,781	100,538	-
Total Agency Funds	$ 68,741	$ 46,870	$ 101,685	$ 13,926

See independent auditor's report on the financial statements.

CITY OF WELLINGTON, KANSAS
Related Municipal Entity - Wellington Public Library
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2025

	Actual
Receipts	
Intergovernmental	
City Appropriations	$ 285,000
State Aid	3,627
SCKLS Grants	27,011
Use of Money and Property	
Interest Income	366
Royalty Income	4,680
Other Receipts	
Donations	2,926
Grants	3,450
Miscellaneous	2,260
Total Receipts	329,320
Expenditures	
Personal Services	202,302
Contractual Services	77,823
Commodities	22,649
Capital Outlay	5,307
Total Expenditures	308,081
Receipts Over [Under] Expenditures	21,239
Unencumbered Cash, Beginning	295,115
Unencumbered Cash, Ending	$ 316,354

* - This fund is not required to be budgeted.

CITY OF WELLINGTON, KANSAS
Related Municipal Entity - Wellington Public Building Commission
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2025

	Actual
Receipts	
Use of Money and Property	
Property Sale/Rent	$ 71,925
Total Receipts	71,925
Expenditures	
Debt Service	
Principal	50,000
Interest	21,925
Receipts Over [Under] Expenditures	71,925
Receipts Over [Under] Expenditures	-
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	$ -

* - This fund is not required to be budgeted.

CITY OF WELLINGTON, KANSAS
Related Municipal Entity - Wellington Health Care Authority
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2025

	Actual
Receipts	
Taxes and Shared Revenue	
Appropriation from City	$ 867,416
Use of Money and Property	
Interest Income	1,994
Total Receipts	869,410
Expenditures	
Payment to City - share of boiler costs	180,000
Pledge to City	240,000
Payments On	
KPERS Reporting Liability	90,000
Receipts Over [Under] Expenditures	510,000
Receipts Over [Under] Expenditures	359,410
Unencumbered Cash, Beginning	461,510
Unencumbered Cash, Ending	$ 820,920

* - This fund is not required to be budgeted.