CITY OF HANSTON, KANSAS

Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report

For the Year Ended December 31, 2025

MAPES & MILLER LLP
Certified Public Accountants
Quinter, Kansas

CITY OF HANSTON, KANSAS

Financial Statement and Regulatory-Required
Supplementary Information with Independent Auditor's Report

For the Year Ended December 31, 2025

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council
City of Hanston
Hanston, Kansas 67849

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 Hanston, Kansas, as of and for the year ended December 31, 2025, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the 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 of Hanston as of December 31, 2025, or changes in the 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 of Hanston 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 of Hanston, 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 of Hanston 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 of Hanston'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 of Hanston'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 of Hanston'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 and the individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Mapes & Miller LLP
Certified Public Accountants
Quinter, Kansas

October 7, 2026

CITY OF HANSTON, KANSAS

Summary Statement of Receipts, Expenditures and Unencumbered Cash

Regulatory Basis

For the Year Ended December 31, 2025

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	$ 28,943	52,555	58,075	23,423	2,665	26,088
Special Purpose Funds:						
Library Fund	0	9,306	8,515	791	0	791
Employee Benefits Fund	3,086	5,248	5,148	3,186	822	4,008
Capital Improvement Fund	8,028	24,120	0	32,148	0	32,148
Special Highway Fund	41,585	6,750	21,189	27,146	466	27,612
Hanston Land Bank Fund	0	10,000	0	10,000	0	10,000
Hertel Bequest	70,666	0	0	70,666	0	70,666
Capital Project Funds:						
Lagoon Project Fund	(251,117)	420,829	2,200,012	(2,030,300)	2,030,300	0
Business Funds:						
Water Utility Fund	168,985	52,317	59,899	161,403	12,141	173,544
Sewer Utility Fund	101,119	83,560	30,463	154,216	2,416	156,632
Total Reporting Entity	$ 171,295	664,685	2,383,301	(1,547,321)	2,048,810	501,489

Composition of Cash:

Bank of Hays, Hanston, KS	
NOW Checking Account	$ 500,571
Checking Account	918
Total Reporting Entity	$ 501,489

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

1. Summary of Significant Accounting Policies

(a) Municipal Financial Reporting Entity

The City of Hanston, Kansas, is a municipal corporation governed by an elected mayor and an elected five-member council. The regulatory financial statement presents only the City of Hanston.

(b) 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 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.

(c) 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 receipt sources (other than Capital Project 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.

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.).

(d) Budgetary Information

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

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

If the City is holding a revenue neutral rate hearing, the public hearing shall be 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 not hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no 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. Schedule 2 presents a budget comparison for each legally budgeted fund, comparing actual receipts and expenditures with legally budgeted amounts.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the 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.

Legal operating budgets are not required for capital project funds or for the Hertel Bequest Fund, a special purpose fund.

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

(e) Reimbursements

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

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%. Although all deposits were legally secured at December 31, 2025, certain deposits were not adequately secured for a period during the year, as described in Note 5.

At December 31, 2025, the City's carrying amount of deposits was $501,489 and the bank balance was $501,645. 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 balance of $251,645 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

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

3. Risk Management

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 continues to carry commercial insurance for all other risks of loss, including property, liability, and automobiles. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

4. Defined Benefit 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, et seq. Kansas law establishes and amends benefits 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 or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for Death and Disability Program) and the statutory contribution rate was 9.71% for the fiscal year ended December 31, 2025. For the year ended December 31, 2025, the City had no employees in KPERS-covered positions and, accordingly, made no contributions to the plan.

Net Pension Liability

At December 31, 2025, the City's proportionate share of the collective net pension liability reported by KPERS was $0. 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.

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

5. Litigation

The City is party to various claims, none of which is expected to have a material financial impact on the financial statement.

6. Stewardship, Compliance and Accountability

(a) Deposits Not Adequately Secured

From December 11 through December 22, 2025, the City's deposits at Bank of Hays exceeded federal depository insurance and pledged collateral by $172,700. This condition constituted noncompliance with K.S.A. 9-1402, which requires deposits exceeding federal depository insurance coverage to be secured by pledged securities.

(b) Cash-Basis Law Violation

K.S.A. 10-1113 requires each fund to comply with the cash-basis laws of the State of Kansas. Accordingly, the City may not incur commitments or indebtedness unless cash is available in the applicable fund. At December 31, 2025, the Lagoon Project Fund incurred indebtedness in excess of available cash by $2,030,300. The deficit is expected to be eliminated when KDHE loan proceeds are received.

7. Claims and Judgments

The City participates in federal and state grant programs that are subject to audit by the grantor agencies. If grant expenditures are disallowed as a result of such audits, the City may be required to reimburse the grantor. Management believes that any such disallowances would not have a material effect on the City's financial statement.

8. Subsequent Events

On September 14, 2026, the City approved Ordinance No. 2026-01 authorizing the issuance of $1,205,000 of general obligation bonds to provide permanent financing for the lagoon improvements.

Management has evaluated the effects on the financial statement of subsequent events occurring through October 7, 2026, which is the date the financial statement was available to be issued.

9. Capital Projects

On November 15, 2023, the City obtained interim financing through the Kansas Water Pollution Control Revolving Fund for the Lagoon Project. The project will be financed with $1,205,000 of general obligation bonds, a $1,127,000 USDA grant, a $499,000 KDHE grant, and $400,000 of KDHE loan forgiveness.

Capital project authorizations, including approved change orders, compared with expenditures from inception through December 31, 2025, are as follows:

	Project Authorization	Expenditures To Date
Lagoon Project	$3,251,984	$2,598,391

10. Long-term Debt

Changes in long-term liabilities for the year ended December 31, 2025, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
KDHE Loan									
Ks Water Pollution Control Revolving Fund	2.36%	11/15/2023	$2,160,000	3/1/2027	$ 92,270	100,811	0	193,081	298
Total contractual indebtedness					$ 92,270	100,811	0	193,081	298

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

	Year Ended December 31,					
	2026	2027	2028	2029	2030	Total
Principal:						
KDHE Loan	$ -	193,081	-	-	-	193,081
Interest:						
KDHE Loan	-	1,890	-	-	-	1,890
Total principal and interest	$ -	194,971	-	-	-	194,971

REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION

CITY OF HANSTON, KANSAS Schedule 1

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 Fund	$ 68,500	0	68,500	58,075	(10,425)
Special Purpose Funds:					
Library Fund	9,400	0	9,400	8,515	(885)
Employee Benefits Fund	8,000	0	8,000	5,148	(2,852)
Capital Improvement Fund	35,000	0	35,000	0	(35,000)
Special Highway Fund	61,500	0	61,500	21,189	(40,311)
Hanston Land Bank Fund	0	0	0	0	0
Business Funds:					
Water Utility Fund	73,500	0	73,500	59,899	(13,601)
Sewer Utility Fund	116,500	0	116,500	30,463	(86,037)

CITY OF HANSTON, KANSAS
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Current Year		
	Actual	Budget	Variance Over (Under)
Receipts			
Taxes			
Ad Valorem Tax	$ **22,663**	25,155	(2,492)
Delinquent Tax	**604**	0	604
Motor Vehicle Tax	**3,661**	3,533	128
Recreational Vehicle Tax	**31**	27	4
16/20M Vehicle Tax	**630**	209	421
Commercial Vehicle Tax	**41**	9	32
Franchise Tax	**8,889**	7,006	1,883
State Assessed Utilities	**1,738**	1,500	238
Interest on Idle Funds	**8,255**	6,000	2,255
Capital Credits	**1,082**	500	582
Miscellaneous	**4,961**	0	4,961
Total Receipts	**52,555**	43,939	8,616
Expenditures			
Salaries & Wages	**15,747**	18,000	(2,253)
Utilities	**7,464**	10,000	(2,536)
Insurance	**3,025**	3,500	(475)
Professional Fees	**8,557**	15,000	(6,443)
Publishing	**160**	1,000	(840)
Contract Labor	**5,283**	6,500	(1,217)
Office Supplies	**825**	3,000	(2,175)
Chemicals	**0**	500	(500)
Other Supplies	**791**	1,500	(709)
Dues	**434**	750	(316)
Repairs	**3,475**	3,750	(275)
Fuel	**2,056**	2,500	(444)
Miscellaneous	**8,232**	2,000	6,232
Fire Protection	**1,786**	0	1,786
Property Tax	**240**	500	(260)
Total Expenditures	**58,075**	68,500	(10,425)
Receipts Over (Under) Expenditures	**(5,520)**		
Unencumbered Cash, Beginning	**28,943**		
Unencumbered Cash, Ending	$ **23,423**		

CITY OF HANSTON, KANSAS
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Current Year		
	Actual	Budget	Variance Over (Under)
Library Fund			
Receipts			
Taxes			
Ad Valorem Tax	$ **6,714**	7,451	(737)
Delinquent Tax	**160**	0	160
Motor Vehicle Tax	**1,824**	1,761	63
Recreational Vehicle Tax	**16**	13	3
16/20M Vehicle Tax	**72**	104	(32)
Commercial Vehicle Tax	**5**	4	1
State Assessed Utilities	**515**	0	515
Total Receipts	**9,306**	9,333	(27)
Expenditures			
Salaries & Wages	**8,400**	8,400	0
Contract Labor	**115**	0	115
Repairs	**0**	1,000	(1,000)
Total Expenditures	**8,515**	9,400	(885)
Receipts Over (Under) Expenditures	**791**		
Unencumbered Cash, Beginning	**0**		
Unencumbered Cash, Ending	$ **791**		

CITY OF HANSTON, KANSAS
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Current Year		
	Actual	Budget	Variance Over (Under)
Employee Benefits Fund			
Receipts			
Taxes			
Ad Valorem Tax	$ **3,447**	3,825	(378)
Delinquent Tax	**84**	0	84
Motor Vehicle Tax	**1,441**	1,391	50
Recreational Vehicle Tax	**12**	10	2
16/20M Vehicle Tax	**0**	82	(82)
Commercial Vehicle Tax	**0**	3	(3)
State Assessed Utilities	**264**	250	14
Total Receipts	**5,248**	5,561	(313)
Expenditures			
Insurance	**1,226**	2,000	(774)
Payroll Taxes	**3,922**	6,000	(2,078)
Total Expenditures	**5,148**	8,000	(2,852)
Receipts Over (Under) Expenditures	**100**		
Unencumbered Cash, Beginning	**3,086**		
Unencumbered Cash, Ending	$ **3,186**		

CITY OF HANSTON, KANSAS
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Current Year		
	Actual	Budget	Variance Over (Under)
Capital Improvement Fund			
Receipts			
Taxes			
Ad Valorem Tax	$ **16,538**	18,357	(1,819)
Delinquent Tax	**523**	0	523
Motor Vehicle Tax	**5,290**	5,106	184
Recreational Vehicle Tax	**45**	38	7
16/20M Vehicle Tax	**428**	302	126
Commercial Vehicle Tax	**28**	12	16
State Assessed Utilities	**1,268**	1,500	(232)
Total Receipts	**24,120**	25,315	(1,195)
Expenditures			
Transfer to Special Highway Fund	**0**	25,000	(25,000)
Capital Outlay	**0**	10,000	(10,000)
Total Expenditures	**0**	35,000	(35,000)
Receipts Over (Under) Expenditures	**24,120**		
Unencumbered Cash, Beginning	**8,028**		
Unencumbered Cash, Ending	$ **32,148**		

CITY OF HANSTON, KANSAS
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Current Year		
	Actual	Budget	Variance Over (Under)
Special Highway Fund			
Receipts			
State of Kansas Gas Tax	$ **6,750**	5,440	1,310
Transfer from Capital Improvement Fund	**0**	25,000	(25,000)
Total Receipts	**6,750**	30,440	(23,690)
Expenditures			
Street Repair & Maintenance	**0**	45,000	(45,000)
Other Contractual Services	**400**	0	400
Sand & Rock	**14,703**	10,000	4,703
Utilities	**5,586**	6,500	(914)
Repairs	**500**	0	500
Total Expenditures	**21,189**	61,500	(40,311)
Receipts Over (Under) Expenditures	**(14,439)**		
Unencumbered Cash, Beginning	**41,585**		
Unencumbered Cash, Ending	$ **27,146**		

CITY OF HANSTON, KANSAS
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Current Year		
	Actual	Budget	Variance Over (Under)
Hanston Land Bank Fund			
Receipts			
HCED Grant	$ **10,000**	0	10,000
Expenditures	**0**	0	0
Receipts Over (Under) Expenditures	**10,000**		
Unencumbered Cash, Beginning	**0**		
Unencumbered Cash, Ending	$ **10,000**		

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

		Actual
Hertel Bequest Fund		
Receipts	$	**0**
Expenditures		**0**
Receipts Over (Under) Expenditures		**0**
Unencumbered Cash, Beginning		**70,666**
Unencumbered Cash, Ending	$	**70,666**

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

		Actual
Lagoon Project Fund		
Receipts		
Federal Aid	$	**320,018**
KDHE Loan Proceeds		**100,811**
Total Receipts		**420,829**
Expenditures		
Loan Carrying Costs		**2,810**
Legal Fees		**862**
Construction Costs		**2,196,340**
Total Expenditures		**2,200,012**
Receipts Over (Under) Expenditures		**(1,779,183)**
Unencumbered Cash, Beginning		**(251,117)**
Unencumbered Cash, Ending	$	**(2,030,300)**

CITY OF HANSTON, KANSAS
Business Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Current Year		
	Actual	Budget	Variance Over (Under)
Water Utility Fund			
Receipts			
Charges to Customers	$ **52,317**	55,000	(2,683)
Expenditures			
Salaries & Wages	**17,165**	25,000	(7,835)
Utilities	**6,111**	9,000	(2,889)
Insurance	**3,056**	4,000	(944)
Lab	**0**	500	(500)
Professional Fees	**2,725**	0	2,725
Contract Labor	**3,764**	5,000	(1,236)
Education	**0**	500	(500)
Supplies	**8,312**	6,000	2,312
Licenses/Dues/Fees/Taxes	**2,361**	3,500	(1,139)
Repairs & Fuel	**7,200**	20,000	(12,800)
Capital Outlay	**8,862**	0	8,862
Miscellaneous	**343**	0	343
Total Expenditures	**59,899**	73,500	(13,601)
Receipts Over (Under) Expenditures	**(7,582)**		
Unencumbered Cash, Beginning	**168,985**		
Unencumbered Cash, Ending	$ **161,403**		

CITY OF HANSTON, KANSAS
Business Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Current Year		
	Actual	Budget	Variance Over (Under)
Sewer Utility Fund			
Receipts			
Charges to Customers	$ **83,560**	111,540	(27,980)
Expenditures			
Salaries & Wages	**12,943**	25,000	(12,057)
Utilities	**1,256**	2,500	(1,244)
Insurance	**2,292**	3,000	(708)
Lab	**4,961**	5,500	(539)
Publishing	**374**	0	374
Contract Labor	**2,823**	25,000	(22,177)
Supplies	**735**	0	735
Repairs & Fuel	**2,264**	5,500	(3,236)
Professional Fees	**2,725**	0	2,725
Miscellaneous	**90**	0	90
Capital Outlay	**0**	50,000	(50,000)
Total Expenditures	**30,463**	116,500	(86,037)
Receipts Over (Under) Expenditures	**53,097**		
Unencumbered Cash, Beginning	**101,119**		
Unencumbered Cash, Ending	$ **154,216**		