**CITY OF LANSING, KANSAS**

Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2025

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# INDEPENDENT AUDITORS' REPORT

To the Mayor and City Council
**City of Lansing, Kansas**
Lansing, Kansas

## Adverse and Unmodified Opinions

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

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

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

## Basis for Adverse and Unmodified Opinions

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

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

**Responsibilities of Management for the Financial Statement**

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

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

**Auditors' Responsibilities for the Audit of the Financial Statement**

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

In performing an audit in accordance with GAAS, we:

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

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

**Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City as of and for the year ended December 31, 2024 (not presented herein), and have issued our report thereon dated May 15, 2025, which contained an unmodified opinion on the basic financial statement. The 2024 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services/municipal-audits. The 2024 actual column (2024 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget for the year ended December 31, 2025 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2024 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2024 basic financial statement. The 2024 comparative information was subjected to the auditing procedures applied in the audit of the 2024 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2024 basic financial statement or to the 2024 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2024 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2024, on the basis of accounting described in Note 1.

Adams Brown, LLC

**ADAMSBROWN, LLC**
Certified Public Accountants
Great Bend, Kansas

May 21, 2026

**CITY OF LANSING, KANSAS**

Summary Statement of Receipts, Expenditures and Unencumbered Cash

Regulatory Basis

For the Year Ended December 31, 2025

| Funds | Beginning Unencumbered Cash Balance | Prior Year Cancelled Encumbrances | Receipts | Expenditures | **Ending Unencumbered Cash Balance** | Add Encumbrances and Accounts Payable | **Ending Cash Balance** |
|---|---|---|---|---|---|---|---|
| **Regulatory Basis Fund Types** | | | | | | | |
| **General Fund** | $ 2,722,509 | - | 7,695,438 | 8,181,939 | **2,236,008** | 288,984 | **2,524,992** |
| **Special Purpose Funds** | | | | | | | |
| Library Fund | 226,054 | - | 496,451 | 460,132 | **262,373** | 12,758 | **275,131** |
| Consolidated Street and Highway Fund | 247,705 | - | 624,004 | 681,488 | **190,221** | 13,812 | **204,033** |
| Special Parks and Recreation Fund | 233,987 | - | 286,900 | 416,154 | **104,733** | 300 | **105,033** |
| Special Alcohol Liquor Fund | 99,432 | - | 19,005 | 44,919 | **73,518** | - | **73,518** |
| Special Alcohol Drug Fund | 78,902 | - | 18,572 | 8,250 | **89,224** | - | **89,224** |
| Sales Tax ($.45) Fund | 634,273 | - | 753,142 | 719,244 | **668,171** | - | **668,171** |
| Police Equipment Reserve Fund | 57,069 | - | 42,037 | - | **99,106** | - | **99,106** |
| Park Land Trust Fund | 24 | - | - | - | **24** | - | **24** |
| Mayor's Christmas Fund | 8,326 | - | 1,968 | 4,753 | **5,541** | 3,852 | **9,393** |
| Transient Guest Tax Fund | 162,612 | - | 113,346 | 154,913 | **121,045** | 390 | **121,435** |
| Equipment Reserve Fund | 113,309 | 8,685 | 73,014 | 13,000 | **182,008** | - | **182,008** |
| Capital Improvement Fund | 955,095 | - | 1,188,226 | 998,659 | **1,144,662** | 81,235 | **1,225,897** |
| Swimming Pool Sales Tax Fund | 385,878 | - | 742,096 | 692,850 | **435,124** | - | **435,124** |
| Fire Fund | 809,635 | - | 1,444,344 | 1,610,769 | **643,210** | 51,686 | **694,896** |
| Domestic Violence Program Fund | 400 | - | 1 | - | **401** | - | **401** |
| **Bond and Interest Funds** | | | | | | | |
| Bond and Interest Fund | 74,238 | - | 2,579,055 | 2,488,313 | **164,980** | - | **164,980** |
| **Capital Project Funds** | | | | | | | |
| CIP Parks Fund | 2,285,290 | - | 121,953 | 16,744 | **2,390,499** | 373,158 | **2,763,657** |
| Towne Centre Sewer Fund | 53,639 | - | 24,789 | 16,530 | **61,898** | 182,984 | **244,882** |
| McIntyre Sanitary Sewer Fund | 159,414 | - | 12,050 | - | **171,464** | - | **171,464** |
| **Business Funds** | | | | | | | |
| Wastewater Fund | 1,528,857 | 11,483 | 2,922,856 | 3,081,682 | **1,381,514** | 165,454 | **1,546,968** |
| Solid Waste Fund | 150,316 | - | 725,193 | 752,185 | **123,324** | 65,248 | **188,572** |
| **Total Reporting Entity (Excluding Agency Funds)** | $ 10,986,964 | 20,168 | 19,884,440 | 20,342,524 | **10,549,048** | 1,239,861 | **11,788,909** |

| | | |
|---|---|---|
| **Composition of Cash** | Kansas Municipal Investment Pool | $ **6,923,769** |
| | Checking Accounts | **4,368,453** |
| | Certificates of Deposit | **533,477** |
| | Petty Cash | **975** |
| | Total Cash | **11,826,674** |
| | Agency Funds per Schedule 3 | **(37,765)** |
| | **Total Reporting Entity (Excluding Agency Funds)** | $ **11,788,909** |

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

## NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

### Financial Reporting Entity

The City is a municipal corporation governed by an elected mayor and eight-member council. A related municipal entity is an entity established to benefit the City and/or its constituents. The City has no related municipal entities.

### Basis of Presentation – Fund Accounting

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

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

### Regulatory Basis Fund Types

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

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

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

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

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

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

### Basis of Accounting

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and

liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

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

## NOTE 2 – BUDGETARY INFORMATION

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

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

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

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

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There was a budget amendment for this year for the Solid Waste Fund.

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

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

expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds and trust funds.

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

## NOTE 3 – DEPOSITS AND INVESTMENTS

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

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

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

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

| Investment Type | | Cost | Investment Maturities (in years) Less than One | Rating |
|---|---|---|---|---|
| Kansas Municipal Investment Pool | $ | 6,923,769 | 6,923,769 | N/A |

Concentration of Credit Risk
State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405. The City's allocation of investments as of December 31, 2025, is as follows:

| Investments | 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 does not use "peak periods". All deposits were legally secured at December 31, 2025.

At December 31, 2025, the City's carrying amount of deposits was $4,902,905 and the bank balance was $4,877,051. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, $4,593,573 was covered by federal depository insurance and $283,478 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 had invested $6,923,769 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 10 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 4 – INTERFUND TRANSFERS

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

| From | To | Regulatory Authority | | Amount |
|---|---|---|---|---|
| General Fund | Consolidated Street and Highway Fund | K.S.A. 12-1,119 | $ | 275,000 |
| General Fund | Capital Improvement Fund | K.S.A. 12-1,118 | | 1,025,000 |
| General Fund | Equipment Reserve Fund | K.S.A. 12-1,117 | | 50,000 |
| Sales Tax ($.45) Fund | Bond and Interest Fund | K.S.A. 12-197 | | 719,244 |
| Swimming Pool Sales Tax Fund | Bond and Interest Fund | K.S.A. 12-197 | | 692,850 |
| General Fund | Special Parks and Recreation Fund | K.S.A. 12-197 | | 100,000 |

## NOTE 5 – CAPITAL PROJECTS

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

| | | Authorization | Expenditures to Date |
|---|---|---|---|
| Town Center Sewer Project | $ | 1,118,019 | 1,098,414 |
| Aquatic Center Project | | 6,946,751 | 6,946,751 |

## NOTE 6 – LITIGATION

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

## NOTE 7 – RISK MANAGEMENT

**City of Lansing, Kansas** is exposed to various risks of loss related to torts; damage to and destruction of assets; business interruptions; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters other than related to employee health benefits. Settled claims have not exceeded this commercial coverage in any of the three preceding years. There have not been significant reductions in coverage from prior years.

The City has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in the Kansas Eastern Region Insurance Trust (KERIT), a public entity risk pool currently operating as a common risk management and insurance program for 17 participating members. The City provides an annual premium to Kansas Eastern Region Insurance Trust (KERIT) for its workers compensation insurance coverage. The agreement to participate provides that KERIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $1,000,000 for each insured event, depending on the type of insured event. During 2025, the City contributed $135,875 to the fund for this insurance coverage. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KERIT management.

## NOTE 8 – GRANTS AND SHARED REVENUES

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

## NOTE 9 – DEFINED BENEFIT PENSION PLAN

### General Information about the Pension Plan

Plan Description
**City of Lansing, Kansas** participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Annual Comprehensive Financial Report which can be found on the KPERS website at www.kspers.gov or by writing to KPERS (611 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions
K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of

covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes the 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 $303,689 for KPERS and $555,983 for KP&F for the year ended December 31, 2025.

**Net Pension Liability**

At December 31, 2025, the City's proportionate share of the collective net pension liability reported by KPERS was $2,478,792 and $3,483,472 for KP&F. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2024, which was rolled forward to June 30, 2025. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

## NOTE 10 – OTHER POST EMPLOYMENT BENEFITS

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

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

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

## NOTE 11 – COMPENSATED ABSENCES

**Annual Leave**
The City's policy regarding annual leave for all regular full-time employees other than fire department employees is as follows:

| Years Worked | Amount Earned |
|---|---|
| 0-1 | 3.08 hours/pay period |
| 2-5 | 3.69 hours/pay period |
| 6-9 | 5.54 hours/pay period |
| 10 and over | 6.46 hours/pay period |

Annual leave earned may not be taken until the employee completes six months of employment. Full-time employee may not carry over more than 200 hours of annual leave from one calendar year to another.

The City's policy regarding annual leave for all fire department employees is as follows:

| | Amount Earned/Max Carryover | | |
|---|---|---|---|
| Years Worked | Non-Shift Employee | Full Time Shift Employee | Part-Time Shift Employee |
| 0-5 | 4 hours/pay period<br>144 hours | 6 hours/pay period<br>216 hours | 1.5 hours/pay period<br>40 hours |
| 6-10 | 5 hours/pay period<br>176 hours | 7.5 hours/pay period<br>241 hours | 2 hours/pay period<br>50 hours |
| 11-15 | 6 hours/pay period<br>208 hours | 9 hours/pay period<br>286 hours | 2.5 hours/pay period<br>60 hours |
| 16-20 | 7 hours/pay period<br>240 hours | 10.5 hours/pay period<br>331 hours | 3 hours/pay period<br>70 hours |
| 21-25 | 8 hours/pay period<br>272 hours | 12 hours/pay period<br>376 hours | 3.5 hours/pay period<br>80 hours |
| 26 and over | 9 hours/pay period<br>336 hours | 13 hours/pay period<br>421 hours | 4 hour/pay period<br>90 hours |

There is no waiting period for employees to use leave. Leave time may be used as it is accrued with advanced approval of the supervisor. Part-time shift employees accrue leave for pay periods where they work at least 24 hours.

Full-time and part-time fire department employees who have been employed for at least one year and are on a regular status shall be compensated upon separation for all accumulated, unused vacation leave

**Personal Day**
Each employee, after the completion of his/her probationary period, shall be entitled to one personal day per calendar year. A personal day may not be carried over from one calendar year to another and will not be paid out upon termination of employment.

**Sick Leave**
The City's policy for sick leave permits all full-time employees other than fire department employees to earn sick leave at the rate of 3.69 hours per pay period. Sick leave earned may not be taken until the employee completes six months of employment. Employees are allowed to accumulate a maximum of 528 hours of sick leave. Upon termination of employment employees are not compensated for any accumulated unused sick leave.

All full-time fire department employees accrue sick leave with their first day of employment. All full-time 40 hour week employees accrue 4 hours per pay period and all full-time 24 hour shift employees accrue 6 hours per pay period.

## NOTE 12 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

**City of Lansing, Kansas** did not ensure that a properly executed and approved custodial agreement and designated depositories for all public monies were recorded in the minutes, which is a violation of K.S.A. 9-1401 and K.S.A. 9-1405.

## NOTE 13 – LONG-TERM DEBT

**City of Lansing, Kansas** has the following types of long-term debt.

**General Obligation Bonds**
On September 10, 2015, the City issued $7,130,000 in Series 2015-A General Obligation Refunding and Improvement Bonds to finance improvements for the School District Benefit District and to establish an escrow account to redeem General Obligation Bonds, Series 2006-A and 2008-A.

On August 10, 2016, the City issued $8,135,000 in Series 2016-A General Obligation Refunding and Improvement Bonds to finance the 7 Mile Creek Sewer Project and 9 Mile Sewer Project and to establish an escrow account to redeem General Obligation Bonds, Series 2006-A.

On October 31, 2018, the City issued $5,500,000 in Series 2018-A General Obligation Bonds to finance the DeSoto Road Project.

On February 1, 2019, the City issued $2,065,000 in Series 2019-A General Obligation Bonds to finance the Sewerage System Project.

On October 1, 2020, the City issued $3,100,000 in Series 2020-A General Obligation Bonds to finance the 2010-A and 2012-A &B debt refunding.

On July 13, 2022, the City issued $4,520,000 in Series 2022-A General Obligation Bonds to finance the Parks Project.

On February 15, 2024, the City issued $2,230,000 in Series 2024-A General Obligation Bonds to finance the McIntyre and Town Centre Sewer Projects.

On February 15, 2024, the City issued $9,000,000 in Series 2024-B General Obligation Bonds to finance the Aquatic Facility Project.

On June 6, 2024, the City issued $1,240,000 in Series 2024-C General Obligation Bonds to refund the Series 2020-1 General Obligation Temporary Notes to finance the Towne Centre Land Acquisition.

**Lease Obligations**
The City has entered into lease agreements for equipment. The leases contain a fiscal funding clause.

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

| Issue | Interest Rates | Date of Issue | Amount of Issue | Date of Final Maturity | Balance Beginning of Year | Additions | Reductions/ Payments | **Balance End of Year** | Interest Paid |
|---|---|---|---|---|---|---|---|---|---|
| **General Obligation Bonds** | | | | | | | | | |
| Series 2015-A | 2.25 - 4.00% | 2015 | $ 7,130,000 | 2030 | $ 3,045,000 | - | 755,000 | **2,290,000** | 77,975 |
| Series 2016-A | 3.00% | 2016 | 8,135,000 | 2036 | 4,360,000 | - | 305,000 | **4,055,000** | 130,800 |
| Series 2018-A | 3.00 - 4.00% | 2018 | 5,500,000 | 2038 | 4,205,000 | - | 240,000 | **3,965,000** | 146,275 |
| Series 2019-A | 3.00 - 4.00% | 2019 | 2,065,000 | 2039 | 1,715,000 | - | 90,000 | **1,625,000** | 54,398 |
| Series 2020-A | 1.00 - 3.00% | 2020 | 3,100,000 | 2028 | 220,000 | - | 115,000 | **105,000** | 4,900 |
| Series 2022-A | 3.85 - 4.00% | 2022 | 4,520,000 | 2042 | 4,230,000 | - | 165,000 | **4,065,000** | 167,969 |
| Series 2024-A | 2.75-3.20% | 2024 | 2,230,000 | 2028 | 2,010,000 | - | 465,000 | **1,545,000** | 95,100 |
| Series 2024-B | 2.70-4.00% | 2024 | 9,000,000 | 2043 | 8,510,000 | - | 280,000 | **8,230,000** | 379,850 |
| Series 2024-C | 4.50-6.00% | 2024 | 1,240,000 | 2034 | 1,240,000 | - | 90,000 | **1,150,000** | 6,344 |
| **Finance Leases** | | | | | | | | | |
| GovWell | 3.72% | 2025 | 90,875 | 2028 | - | 90,875 | 11,619 | **79,256** | 3,381 |
| IdeaTek | 3.94% | 2025 | 62,699 | 2030 | - | 62,699 | 1,897 | **60,802** | 409 |
| LEAF Zebra Tablet | 3.91% | 2025 | 44,057 | 2030 | - | 44,057 | 3,176 | **40,881** | 697 |
| LEAF Police Department | 4.03% | 2025 | 14,375 | 2030 | - | 14,375 | 2,084 | **12,291** | 451 |
| LEAF Fire Department | 4.26% | 2025 | 17,466 | 2030 | - | 17,466 | 2,519 | **14,947** | 580 |
| **Total Contractual Indebtedness** | | | | | $ **29,535,000** | **229,472** | **2,526,295** | **27,238,177** | **1,069,129** |

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

| | YEAR | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|
| | 2026 | 2027 | 2028 | 2029 | 2030 | 2031-2035 | 2036-2040 | 2041-2043 | **Total** |
| **Principal** | | | | | | | | | |
| General Obligation Bonds | $ 2,515,000 | 2,415,000 | 2,475,000 | 1,545,000 | 1,600,000 | 7,860,000 | 6,060,000 | 2,560,000 | **27,030,000** |
| Finance Leases | 45,776 | 55,063 | 57,198 | 28,417 | 21,723 | - | - | - | **208,177** |
| **Total Principal** | **2,560,776** | **2,470,063** | **2,532,198** | **1,573,417** | **1,621,723** | **7,860,000** | **6,060,000** | **2,560,000** | **27,238,177** |
| **Interest** | | | | | | | | | |
| General Obligation Bonds | 1,028,489 | 938,951 | 850,001 | 760,201 | 702,358 | 2,605,896 | 1,147,731 | 194,219 | **8,227,846** |
| Finance Leases | 7,618 | 5,831 | 3,695 | 1,476 | 372 | - | - | - | **18,992** |
| **Total Interest** | **1,036,107** | **944,782** | **853,696** | **761,677** | **702,730** | **2,605,896** | **1,147,731** | **194,219** | **8,246,838** |
| **Total Principal and Interest** | $ **3,596,883** | **3,414,845** | **3,385,894** | **2,335,094** | **2,324,453** | **10,465,896** | **7,207,731** | **2,754,219** | **35,485,015** |

**CITY OF LANSING, KANSAS**

Regulatory-Required Supplementary Information

**Schedule 1**

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

| Funds | Certified Budget | Adjustment for Qualifying Budget Credits | Total Budget for Comparison | **Expenditures Chargeable to Current Year** | Variance Over (Under) |
|---|---|---|---|---|---|
| **Regulatory Basis Fund Types** | | | | | |
| **General Fund** | $ 10,576,972 | - | 10,576,972 | **8,181,939** | (2,395,033) |
| **Special Purpose Funds** | | | | | |
| Library Fund | 610,398 | - | 610,398 | **460,132** | (150,266) |
| Consolidated Street and Highway Fund | 808,643 | - | 808,643 | **681,488** | (127,155) |
| Special Parks and Recreation Fund | 536,900 | - | 536,900 | **416,154** | (120,746) |
| Special Alcohol Liquor Fund | 74,925 | - | 74,925 | **44,919** | (30,006) |
| Special Alcohol Drug Fund | 42,800 | - | 42,800 | **8,250** | (34,550) |
| Sales Tax ($.45) Fund | 1,119,244 | - | 1,119,244 | **719,244** | (400,000) |
| Police Equipment Reserve Fund | 40,000 | - | 40,000 | **-** | (40,000) |
| Park Land Trust Fund | 24 | - | 24 | **-** | (24) |
| Mayor's Christmas Fund | 14,700 | - | 14,700 | **4,753** | (9,947) |
| Transient Guest Tax Fund | 280,400 | - | 280,400 | **154,913** | (125,487) |
| Equipment Reserve Fund | 213,000 | - | 213,000 | **13,000** | (200,000) |
| Capital Improvement Fund | 2,000,000 | - | 2,000,000 | **998,659** | (1,001,341) |
| Swimming Pool Sales Tax Fund | 901,850 | - | 901,850 | **692,850** | (209,000) |
| Fire Fund | 1,835,766 | - | 1,835,766 | **1,610,769** | (224,997) |
| Domestic Violence Program Fund | 400 | - | 400 | **-** | (400) |
| **Bond and Interest Fund** | | | | | |
| Bond and Interest Fund | 2,597,969 | - | 2,597,969 | **2,488,313** | (109,656) |
| **Business Funds** | | | | | |
| Wastewater Fund | 4,942,405 | - | 4,942,405 | **3,081,682** | (1,860,723) |
| Solid Waste Fund | 856,500 | - | 856,500 | **752,185** | (104,315) |

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

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Property Tax | $ 3,142,606 | **2,807,613** | 2,836,844 | (29,231) |
| Motor Vehicle Tax | 303,274 | **336,450** | 309,001 | 27,449 |
| Local Alcoholic Liquor Tax | 14,854 | **16,882** | 16,969 | (87) |
| Sales Tax | 1,965,684 | **2,127,887** | 2,040,000 | 87,887 |
| Compensating Use Tax | 800,130 | **861,274** | 749,000 | 112,274 |
| Franchise Fees | 711,759 | **729,621** | 741,800 | (12,179) |
| Licenses and Permits | 158,782 | **119,962** | 145,000 | (25,038) |
| Fines and Forfeitures | 329,546 | **463,612** | 406,300 | 57,312 |
| Federal Aid | 8,291 | **7,430** | - | 7,430 |
| Interest | 239,734 | **193,580** | 200,000 | (6,420) |
| Other | 100,811 | **31,127** | 55,000 | (23,873) |
| Bond Proceeds | 183,748 | **-** | - | - |
| **Total Receipts** | 7,959,219 | **7,695,438** | 7,499,914 | 195,524 |
| **Expenditures** | | | | |
| General Government | | | | |
| City Administrator | 177,072 | **200,671** | 251,879 | (51,208) |
| Administration | 1,660,346 | **727,914** | 163,031 | 564,883 |
| Municipal Court | 291,887 | **290,175** | 301,790 | (11,615) |
| Building Maintenance | 120,823 | **95,750** | 102,675 | (6,925) |
| Community Development | 537,419 | **579,357** | 640,768 | (61,411) |
| Information Technology | 211,657 | **350,741** | 288,807 | 61,934 |
| Finance Department | 327,625 | **365,334** | 352,878 | 12,456 |
| Public Safety | | | | |
| Police | 2,174,026 | **2,436,804** | 2,550,011 | (113,207) |
| Emergency Preparedness | - | **-** | 3,000 | (3,000) |
| Public Works | | | | |
| General | 283,224 | **303,441** | 339,848 | (36,407) |
| Streets | 218,933 | **192,621** | 201,780 | (9,159) |
| Street Lights | 186,454 | **180,263** | 200,000 | (19,737) |
| Culture and Recreation | | | | |
| Parks and Recreation | 782,637 | **829,364** | 841,636 | (12,272) |
| Activity Center | 145,166 | **177,065** | 176,406 | 659 |
| Community Center | 5,832 | **2,439** | 7,563 | (5,124) |
| Contingency | - | **-** | 593,700 | (593,700) |
| Transfers Out | 1,425,000 | **1,450,000** | 1,800,000 | (350,000) |
| Cash Basis Reserve | - | **-** | 1,761,200 | (1,761,200) |
| **Total Expenditures** | 8,548,101 | **8,181,939** | 10,576,972 | (2,395,033) |
| **Receipts Over (Under) Expenditures** | (588,882) | **(486,501)** | | |
| **Unencumbered Cash - Beginning** | 3,311,391 | **2,722,509** | | |
| **Unencumbered Cash - Ending** | $ 2,722,509 | **2,236,008** | | |

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

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Taxes | $ 436,451 | **442,470** | 440,841 | 1,629 |
| Intergovernmental | 7,624 | **40,491** | 2,800 | 37,691 |
| Interest | 4,204 | **4,655** | 2,500 | 2,155 |
| Miscellaneous | 6,238 | **8,835** | 1,000 | 7,835 |
| **Total Receipts** | 454,517 | **496,451** | 447,141 | 49,310 |
| **Expenditures** | | | | |
| Personal Services | 300,328 | **346,001** | 336,798 | 9,203 |
| Contractual Services | 12,453 | **30,846** | 24,900 | 5,946 |
| Commodities | 13,804 | **20,311** | 22,200 | (1,889) |
| Capital Outlay | 67,264 | **62,974** | 78,500 | (15,526) |
| Miscellaneous | - | **-** | 1,500 | (1,500) |
| Contingency | - | **-** | 146,500 | (146,500) |
| **Total Expenditures** | 393,849 | **460,132** | 610,398 | (150,266) |
| **Receipts Over (Under) Expenditures** | 60,668 | **36,319** | | |
| **Unencumbered Cash - Beginning** | 165,386 | **226,054** | | |
| **Unencumbered Cash - Ending** | $ 226,054 | **262,373** | | |

**CITY OF LANSING, KANSAS**
**Consolidated Street and Highway Fund**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Intergovernmental | $ 346,122 | **341,572** | 355,720 | (14,148) |
| Interest | 6,552 | **5,607** | 6,000 | (393) |
| Permits | 650 | **1,825** | 800 | 1,025 |
| Transfers In | 275,000 | **275,000** | 275,000 | - |
| **Total Receipts** | 628,324 | **624,004** | 637,520 | (13,516) |
| **Expenditures** | | | | |
| Personal Services | 434,614 | **457,955** | 469,643 | (11,688) |
| Contractual Services | 78,507 | **78,305** | 125,000 | (46,695) |
| Commodities | 50,095 | **69,084** | 90,000 | (20,916) |
| Capital Outlay | 62,132 | **76,144** | 70,000 | 6,144 |
| Cash Basis Reserve | - | **-** | 54,000 | (54,000) |
| **Total Expenditures** | 625,348 | **681,488** | 808,643 | (127,155) |
| **Receipts Over (Under) Expenditures** | 2,976 | **(57,484)** | | |
| **Unencumbered Cash - Beginning** | 244,729 | **247,705** | | |
| **Unencumbered Cash - Ending** | $ 247,705 | **190,221** | | |

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

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Taxes | $ 14,854 | **16,882** | 16,969 | (87) |
| Interest | 1,988 | **2,381** | 2,000 | 381 |
| Fees | 56,745 | **164,727** | 192,600 | (27,873) |
| Miscellaneous | 3,238 | **2,910** | 2,700 | 210 |
| Bond Proceeds | 9,375 | **-** | - | - |
| Transfers In | - | **100,000** | 100,000 | - |
| **Total Receipts** | 86,200 | **286,900** | 314,269 | (27,369) |
| **Expenditures** | | | | |
| Culture and Recreation | 69,982 | **416,154** | 364,900 | 51,254 |
| Cash Basis Reserve | - | **-** | 172,000 | (172,000) |
| **Total Expenditures** | 69,982 | **416,154** | 536,900 | (120,746) |
| **Receipts Over (Under) Expenditures** | 16,218 | **(129,254)** | | |
| **Unencumbered Cash - Beginning** | 217,769 | **233,987** | | |
| **Unencumbered Cash - Ending** | $ 233,987 | **104,733** | | |

**CITY OF LANSING, KANSAS**
**Special Alcohol Liquor Fund**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Taxes | $ 14,854 | **16,882** | 16,969 | (87) |
| Interest | 2,589 | **2,123** | 2,000 | 123 |
| **Total Receipts** | 17,443 | **19,005** | 18,969 | 36 |
| **Expenditures** | | | | |
| Contractual Services | - | **-** | 750 | (750) |
| Capital Outlay | - | **44,919** | 50,000 | (5,081) |
| Cash Basis Reserve | - | **-** | 24,175 | (24,175) |
| **Total Expenditures** | - | **44,919** | 74,925 | (30,006) |
| **Receipts Over (Under) Expenditures** | 17,443 | **(25,914)** | | |
| **Unencumbered Cash - Beginning** | 81,989 | **99,432** | | |
| **Unencumbered Cash - Ending** | $ 99,432 | **73,518** | | |

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

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Opioid Settlement | $ 41,274 | **17,504** | - | 17,504 |
| Interest | 1,186 | **1,068** | 1,200 | (132) |
| **Total Receipts** | 42,460 | **18,572** | 1,200 | 17,372 |
| **Expenditures** | | | | |
| Contractual | - | **-** | 42,800 | (42,800) |
| Capital Outlay | - | **8,250** | - | 8,250 |
| **Total Expenditures** | - | **8,250** | 42,800 | (34,550) |
| **Receipts Over (Under) Expenditures** | 42,460 | **10,322** | | |
| **Unencumbered Cash - Beginning** | 36,442 | **78,902** | | |
| **Unencumbered Cash - Ending** | $ 78,902 | **89,224** | | |

**CITY OF LANSING, KANSAS**
**Sales Tax ($.45) Fund**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Taxes | $ 685,338 | **739,491** | 655,000 | 84,491 |
| Interest | 14,177 | **13,651** | 16,000 | (2,349) |
| **Total Receipts** | 699,515 | **753,142** | 671,000 | 82,142 |
| **Expenditures** | | | | |
| Transfers Out | 719,844 | **719,244** | 719,244 | - |
| Cash Basis Reserve | - | **-** | 400,000 | (400,000) |
| **Total Expenditures** | 719,844 | **719,244** | 1,119,244 | (400,000) |
| **Receipts Over (Under) Expenditures** | (20,329) | **33,898** | | |
| **Unencumbered Cash - Beginning** | 654,602 | **634,273** | | |
| **Unencumbered Cash - Ending** | $ 634,273 | **668,171** | | |

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

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Fines and Fees | $ 7,949 | **23,770** | 18,000 | 5,770 |
| Reimbursed Expenses | 61,579 | **13,005** | - | 13,005 |
| Interest | - | **162** | - | 162 |
| Sale of Assets | 2,050 | **5,100** | 10,000 | (4,900) |
| **Total Receipts** | 71,578 | **42,037** | 28,000 | 14,037 |
| **Expenditures** | | | | |
| Capital Outlay | 43,465 | **-** | 25,000 | (25,000) |
| Cash Basis Reserve | - | **-** | 15,000 | (15,000) |
| **Total Expenditures** | 43,465 | **-** | 40,000 | (40,000) |
| **Receipts Over (Under) Expenditures** | 28,113 | **42,037** | | |
| **Unencumbered Cash - Beginning** | 28,956 | **57,069** | | |
| **Unencumbered Cash - Ending** | $ 57,069 | **99,106** | | |

**Schedule 2-9**

**CITY OF LANSING, KANSAS**
**Park Land Trust Fund**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | $ - | **-** | - | - |
| **Expenditures** | | | | |
| Park Land Expenses | - | **-** | 24 | (24) |
| **Receipts Over (Under) Expenditures** | - | **-** | | |
| **Unencumbered Cash - Beginning** | 24 | **24** | | |
| **Unencumbered Cash - Ending** | $ 24 | **24** | | |

**CITY OF LANSING, KANSAS**
**Mayor's Christmas Fund**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Donations | $ 2,375 | **1,968** | 4,000 | (2,032) |
| **Expenditures** | | | | |
| Distributions | 5,759 | **4,753** | 4,000 | 753 |
| Community Events | - | **-** | 1,000 | (1,000) |
| Cash Basis Reserve | - | **-** | 9,700 | (9,700) |
| **Total Expenditures** | 5,759 | **4,753** | 14,700 | (9,947) |
| **Receipts Over (Under) Expenditures** | (3,384) | **(2,785)** | | |
| **Unencumbered Cash - Beginning** | 11,710 | **8,326** | | |
| **Unencumbered Cash - Ending** | $ 8,326 | **5,541** | | |

**CITY OF LANSING, KANSAS**
**Transient Guest Tax Fund**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

| | | Prior Year Actual | Current Year **Actual** | Current Year Budget | Variance Over (Under) |
|---|---|---|---|---|---|
| **Receipts** | | | | | |
| Taxes | $ | 70,992 | **91,591** | 70,000 | 21,591 |
| Interest | | 6,387 | **3,505** | 6,000 | (2,495) |
| Events | | 10,450 | **18,250** | 16,000 | 2,250 |
| **Total Receipts** | | 87,829 | **113,346** | 92,000 | 21,346 |
| **Expenditures** | | | | | |
| Contractual Services | | 20,534 | **24,549** | 23,000 | 1,549 |
| Commodities | | 41,487 | **26,898** | 14,400 | 12,498 |
| Events | | 63,329 | **103,466** | 70,000 | 33,466 |
| Cash Basis Reserve | | - | **-** | 173,000 | (173,000) |
| **Total Expenditures** | | 125,350 | **154,913** | 280,400 | (125,487) |
| **Receipts Over (Under) Expenditures** | | (37,521) | **(41,567)** | | |
| **Unencumbered Cash - Beginning** | | 200,133 | **162,612** | | |
| **Unencumbered Cash - Ending** | $ | 162,612 | **121,045** | | |

Schedule 2-12

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

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Interest | $ 2,277 | **2,514** | 2,000 | 514 |
| Sale of Assets | - | **20,500** | 10,000 | 10,500 |
| Transfers In | 150,000 | **50,000** | 100,000 | (50,000) |
| **Total Receipts** | 152,277 | **73,014** | 112,000 | (38,986) |
| **Expenditures** | | | | |
| Capital Outlay | 155,736 | **13,000** | 125,000 | (112,000) |
| Cash Basis Reserve | - | **-** | 88,000 | (88,000) |
| **Total Expenditures** | 155,736 | **13,000** | 213,000 | (200,000) |
| **Receipts Over (Under) Expenditures** | (3,459) | **60,014** | | |
| **Unencumbered Cash - Beginning** | 116,768 | **113,309** | | |
| **Prior Year Cancelled Encumbrances** | - | **8,685** | | |
| **Unencumbered Cash - Ending** | $ 113,309 | **182,008** | | |

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

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Intergovernmental | $ 139,947 | **142,803** | 150,000 | (7,197) |
| Interest | 21,396 | **19,073** | 20,000 | (927) |
| Reimbursed Expenses | 17,453 | **1,350** | - | 1,350 |
| Transfers In | 1,000,000 | **1,025,000** | 1,325,000 | (300,000) |
| **Total Receipts** | 1,178,796 | **1,188,226** | 1,495,000 | (306,774) |
| **Expenditures** | | | | |
| Capital Outlay | 504,720 | **998,659** | 1,500,000 | (501,341) |
| Cash Basis Reserve | - | **-** | 500,000 | (500,000) |
| **Total Expenditures** | 504,720 | **998,659** | 2,000,000 | (1,001,341) |
| **Receipts Over (Under) Expenditures** | 674,076 | **189,567** | | |
| **Unencumbered Cash - Beginning** | 240,326 | **955,095** | | |
| **Prior Year Cancelled Encumbrances** | 40,693 | **-** | | |
| **Unencumbered Cash - Ending** | $ 955,095 | **1,144,662** | | |

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

| | | Prior Year Actual | Current Year **Actual** | Current Year Budget | Current Year Variance Over (Under) |
|---|---|---|---|---|---|
| **Receipts** | | | | | |
| Taxes | $ | 685,338 | **739,491** | 648,000 | 91,491 |
| Interest | | 6,352 | **2,605** | 8,800 | (6,195) |
| **Total Receipts** | | 691,690 | **742,096** | 656,800 | 85,296 |
| **Expenditures** | | | | | |
| Transfers Out | | 588,000 | **692,850** | 659,850 | 33,000 |
| Cash Basis Reserve | | - | **-** | 242,000 | (242,000) |
| **Total Expenditures** | | 588,000 | **692,850** | 901,850 | (209,000) |
| **Receipts Over (Under) Expenditures** | | 103,690 | **49,246** | | |
| **Unencumbered Cash - Beginning** | | 282,188 | **385,878** | | |
| **Unencumbered Cash - Ending** | $ | 385,878 | **435,124** | | |

Schedule 2-15

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

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | $ | - | **-** |
| **Expenditures** | | | |
| Capital Outlay | | 503,037 | **-** |
| **Receipts Over (Under) Expenditures** | | (503,037) | **-** |
| **Unencumbered Cash - Beginning** | | 503,037 | **-** |
| **Unencumbered Cash - Ending** | $ | - | **-** |

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

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Taxes | $ - | **1,109,264** | 1,130,425 | (21,161) |
| Intergovernmental | 809,635 | **318,782** | 205,000 | 113,782 |
| Interest | - | **5,999** | 4,000 | 1,999 |
| Miscellaneous | - | **10,299** | 502,000 | (491,701) |
| **Total Receipts** | 809,635 | 1,444,344 | 1,841,425 | (397,081) |
| **Expenditures** | | | | |
| Salaries, Wages, and Benefits | **-** | **1,248,732** | 1,085,216 | 163,516 |
| Contractual Services | **-** | **262,037** | 209,700 | 52,337 |
| Commodities | **-** | **70,575** | 78,700 | (8,125) |
| Capital Outlay | **-** | **29,425** | 20,000 | 9,425 |
| Cash Basis Reserve | - | **-** | 442,150 | (442,150) |
| **Total Expenditures** | - | **1,610,769** | 1,835,766 | (224,997) |
| **Receipts Over (Under) Expenditures** | 809,635 | **(166,425)** | | |
| **Unencumbered Cash - Beginning** | - | **809,635** | | |
| **Unencumbered Cash - Ending** | $ 809,635 | **643,210** | | |

**CITY OF LANSING, KANSAS**
**Domestic Violence Program Fund**
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Fines and Fees | $ 400 | **-** | 200 | (200) |
| Interest | - | **1** | **-** | 1 |
| **Total Receipts** | 400 | **1** | 200 | (199) |
| **Expenditures** | | | | |
| Contractual | - | **-** | 400 | (400) |
| **Receipts Over (Under) Expenditures** | 400 | **1** | | |
| **Unencumbered Cash - Beginning** | - | **400** | | |
| **Unencumbered Cash - Ending** | $ 400 | **401** | | |

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

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Taxes | $ 629,385 | **1,063,097** | 1,062,840 | 257 |
| Interest | 11,711 | **2,588** | 11,800 | (9,212) |
| Bond Proceeds | 1,240,000 | **-** | - | - |
| Bond Issuance Premium | 23,961 | **-** | - | - |
| Reimbursed Expenses | - | **101,276** | - | 101,276 |
| Transfers In | 1,307,844 | **1,412,094** | 1,379,094 | 33,000 |
| **Total Receipts** | 3,212,901 | **2,579,055** | 2,453,734 | 125,321 |
| **Expenditures** | | | | |
| Principal Payments | 3,021,306 | **1,645,000** | 1,645,000 | - |
| Interest Payments | 638,615 | **843,313** | 852,969 | (9,656) |
| Bond Issuance Costs | 80,604 | **-** | - | - |
| Cash Basis Reserve | - | **-** | 100,000 | (100,000) |
| **Total Expenditures** | 3,740,525 | **2,488,313** | 2,597,969 | (109,656) |
| **Receipts Over (Under) Expenditures** | (527,624) | **90,742** | | |
| **Unencumbered Cash - Beginning** | 601,862 | **74,238** | | |
| **Unencumbered Cash - Ending** | $ 74,238 | **164,980** | | |

**CITY OF LANSING, KANSAS**
**Towne Centre Fund**
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | | | |
| Sale of Assets | $ | 572,634 | **-** |
| Interest | | 14,902 | **-** |
| **Total Receipts** | | 587,536 | **-** |
| **Expenditures** | | | |
| Temporary Note Principal | | 1,040,744 | **-** |
| **Receipts Over (Under) Expenditures** | | (453,208) | **-** |
| **Unencumbered Cash - Beginning** | | 453,208 | **-** |
| **Unencumbered Cash - Ending** | $ | - | **-** |

**CITY OF LANSING, KANSAS**
**CIP Parks Fund**
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | | | |
| Bond Proceeds | $ | 8,806,877 | **-** |
| Interest | | 159,994 | **121,953** |
| Bond Premium | | 567,516 | **-** |
| **Total Receipts** | | 9,534,387 | **121,953** |
| **Expenditures** | | | |
| Bond Issuance Costs | | 247,639 | **-** |
| Capital Outlay | | 6,279,875 | **16,744** |
| Contractual | | 32,707 | **-** |
| **Total Expenditures** | | 6,560,221 | **16,744** |
| **Receipts Over (Under) Expenditures** | | 2,974,166 | **105,209** |
| **Unencumbered Cash - Beginning** | | (688,876) | **2,285,290** |
| **Unencumbered Cash - Ending** | $ | 2,285,290 | **2,390,499** |

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

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | | | |
| Bond Proceeds | $ | 1,092,700 | **-** |
| Bond Premium | | 48,673 | **-** |
| Interest | | 28,218 | **24,789** |
| **Total Receipts** | | 1,169,591 | **24,789** |
| **Expenditures** | | | |
| Bond Issuance Costs | | 26,532 | **-** |
| Bond Discount | | 7,537 | **-** |
| Capital Outlay | | 1,081,883 | **16,530** |
| **Total Expenditures** | | 1,115,952 | **16,530** |
| **Receipts Over (Under) Expenditures** | | 53,639 | **8,259** |
| **Unencumbered Cash - Beginning** | | - | **53,639** |
| **Unencumbered Cash - Ending** | $ | 53,639 | **61,898** |

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

| | | Prior Year Actual | **Current Year Actual** |
|---|---|---|---|
| **Receipts** | | | |
| Bond Proceeds | $ | 1,137,300 | **-** |
| Bond Premium | | 50,660 | **-** |
| Interest | | - | **12,050** |
| Federal Aid | | 1,300,000 | **-** |
| **Total Receipts** | | 2,487,960 | **12,050** |
| **Expenditures** | | | |
| Capital Outlay | | 1,157,982 | **-** |
| Bond Issuance Costs | | 35,564 | **-** |
| **Total Expenditures** | | 1,193,546 | **-** |
| **Receipts Over (Under) Expenditures** | | 1,294,414 | **12,050** |
| **Unencumbered Cash - Beginning** | | (1,135,000) | **159,414** |
| **Unencumbered Cash - Ending** | $ | 159,414 | **171,464** |

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

| | | Current Year | | |
|---|---|---|---|---|
| | Prior Year Actual | **Actual** | Budget | Variance Over (Under) |
| **Receipts** | | | | |
| Service Charges and Fees | $ 2,973,099 | **2,869,654** | 3,155,000 | (285,346) |
| Interest | 53,632 | **41,385** | 60,000 | (18,615) |
| City Service Charge | 1,575 | **3,044** | 3,000 | 44 |
| Sale of Assets | - | **5,800** | - | 5,800 |
| Reimbursed Expenses | - | **723** | - | 723 |
| Miscellaneous | - | **2,250** | - | 2,250 |
| **Total Receipts** | 3,028,306 | **2,922,856** | 3,218,000 | (295,144) |
| **Expenditures** | | | | |
| Salaries, Wages, and Benefits | 615,020 | **655,634** | 644,717 | 10,917 |
| Purchased Services | 851,810 | **693,017** | 845,300 | (152,283) |
| Commodities | 129,991 | **137,003** | 127,590 | 9,413 |
| Capital Outlay | 223,398 | **455,730** | 282,500 | 173,230 |
| Equipment Reserve | - | **-** | 102,000 | (102,000) |
| Bond Interest | 1,294,444 | **1,140,298** | 1,140,298 | - |
| Cash Basis Reserve | **-** | **-** | 1,800,000 | (1,800,000) |
| **Total Expenditures** | 3,114,663 | **3,081,682** | 4,942,405 | (1,860,723) |
| **Receipts Over (Under) Expenditures** | (86,357) | **(158,826)** | | |
| **Unencumbered Cash - Beginning** | 1,614,922 | **1,528,857** | | |
| **Prior Year Cancelled Encumbrances** | 292 | **11,483** | | |
| **Unencumbered Cash - Ending** | $ 1,528,857 | **1,381,514** | | |

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

| | | Prior Year Actual | Current Year **Actual** | Current Year Budget | Current Year Variance Over (Under) |
|---|---|---|---|---|---|
| **Receipts** | | | | | |
| Service Charges and Fees | $ | 653,523 | **720,658** | 745,000 | (24,342) |
| Interest | | 2,907 | **2,902** | 2,800 | 102 |
| City Service Charges | | 675 | **-** | 1,500 | (1,500) |
| Reimbursed Expenses | | 1,257 | **1,633** | 1,000 | 633 |
| **Total Receipts** | | 658,362 | **725,193** | 750,300 | (25,107) |
| **Expenditures** | | | | | |
| Waste Collection | | 647,499 | **752,185** | 825,000 | (72,815) |
| Computer Software | | - | **-** | 1,500 | (1,500) |
| Collection Expense | | - | **-** | 30,000 | (30,000) |
| **Total Expenditures** | | 647,499 | **752,185** | 856,500 | (104,315) |
| **Receipts Over (Under) Expenditures** | | 10,863 | **(26,992)** | | |
| **Unencumbered Cash - Beginning** | | 139,453 | **150,316** | | |
| **Unencumbered Cash - Ending** | $ | 150,316 | **123,324** | | |

**Schedule 3**

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

| Fund | Beginning Cash Balance | Receipts | Disbursements | **Ending Cash Balance** |
|---|---|---|---|---|
| Bonds and Fines Escrow | $ 18,070 | 624,864 | 605,169 | **37,765** |