CITY OF OSWEGO, KANSAS

Independent Auditor's Report and
Financial Statement with
Supplementary Information

For the Year Ended December 31, 2025

CITY OF OSWEGO, KANSAS

December 31, 2025

TABLE OF CONTENTS

	PAGE NUMBER
Independent Auditor's Report	1-3
Statement 1	
Summary Statement of Receipts, Expenditures, and Unencumbered Cash - Regulatory Basis	4-5
Notes to the Financial Statement	6-16
SUPPLEMENTARY INFORMATION	
Schedule 1	
Summary of Expenditures – Actual and Budget - Regulatory Basis (Budgeted Funds Only)	17
Schedule 2	
Schedule of Receipts and Expenditures – Actual and Budget- Regulatory Basis - (With Comparative Actual Amounts for the Prior Year)	
General Fund	18-20
Employee Benefits Fund	21
Library Fund	22
Sick Leave Fund	23
Health Insurance Premium Fund	24
Municipal Equipment Fund	25
Capital Improvements Fund	26
ARPA Fund	27
VIN Inspections Fund	28
City Sales Tax – Streets Fund	29
City Sales Tax – Parks Fund	30
City Sales Tax – ½ Cent Fund	31
Industrial Fund	32
Airport Fund	33
Special Highway Fund	34
Special Parks and Recreation Fund	35
Oswego Golf Course Fund	36
Home Grant Revolving Loan Fund	37
Neighborhood Revitalization Grant Fund	38
Downtown Revitalization Grant Fund	39
Electric Utility Fund	40
Water Utility Fund	41
Sewer Utility Fund	42
Refuse Utility Fund	43
Schedule 3	
Summary of Receipts and Disbursements – Agency Funds - Regulatory Basis	44

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Oswego, Kansas

Adverse and Unmodified Opinions
We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Oswego, 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 Oswego, Kansas 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 of Oswego, Kansas 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 Oswego, Kansas, 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 Oswego, Kansas 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 Oswego, Kansas' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, the individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and the summary of receipts and disbursements – agency funds – regulatory basis (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 of Oswego, Kansas as of and for the year ended December 31, 2024 (not presented herein), and have issued our report thereon dated May 20, 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. 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.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

June 4, 2026
Chanute, Kansas

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

Funds	Beginning Unencumbered Cash Balances	Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Ending Cash Balances December 31, 2025
General	$ 590,588.23	$ 1,283,486.64	$ 1,224,813.83	$ 649,261.04	$ 53,355.20	$ 702,616.24
Special Purpose Funds:						
Employee Benefits	15,788.82	273,762.83	258,160.23	31,391.42	12,088.30	43,479.72
Library	-	27,758.00	27,467.55	290.45	567.56	858.01
Sick Leave	42,406.77	-	-	42,406.77	-	42,406.77
Health Insurance Premium	12,062.64	-	-	12,062.64	-	12,062.64
Municipal Equipment	611,947.64	266,812.41	195,858.62	682,901.43	8,394.43	691,295.86
Capital Improvements	706,125.36	114,556.04	43,918.80	776,762.60	-	776,762.60
ARPA	1.73	-	1.73	-	-	-
VIN Inspections	-	1,326.00	-	1,326.00	-	1,326.00
City Sales Tax - Streets	367,545.32	198,181.93	385,060.55	180,666.70	-	180,666.70
City Sales Tax - Parks	185,475.80	67,912.25	-	253,388.05	-	253,388.05
City Sales Tax - 1/2 Cent	358,828.14	135,617.01	181,918.04	312,527.11	-	312,527.11
Industrial	24,371.42	-	-	24,371.42	-	24,371.42
Airport	64,412.30	32,562.54	20,641.34	76,333.50	121.15	76,454.65
Special Highway	83,723.42	61,247.88	54,893.29	90,078.01	127.27	90,205.28
Special Parks and Recreation	6,391.32	84.98	-	6,476.30	-	6,476.30
Oswego Golf Course	70,675.56	166,805.14	170,479.18	67,001.52	3,387.01	70,388.53
Capital Project Funds:						
Home Grant Revolving Loan	92,065.87	-	-	92,065.87	-	92,065.87
Neighborhood Revitalization Grant	110,518.84	25.00	110,543.84	-	-	-
Downtown Revitalization Grant	1,612.54	-	-	1,612.54	-	1,612.54
Business Funds:						
Electric Utility	2,289.72	-	-	2,289.72	-	2,289.72
Water Utility	1,089,622.77	903,473.39	881,701.72	1,111,394.44	17,570.42	1,128,964.86
Sewer Utility	188,307.60	329,529.31	275,535.09	242,301.82	3,925.97	246,227.79
Refuse Utility	119,256.16	242,616.54	283,566.98	78,305.72	11,424.06	89,729.78
Total Reporting Entity (Excluding Agency Funds)	$ 4,744,017.97	$ 4,105,757.89	$ 4,114,560.79	$ 4,735,215.07	$ 110,961.37	$ 4,846,176.44

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

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

	2025
Total Cash to be accounted for:	$ 4,846,176.44
Composition of Cash:	
Cash on Hand	$ 400.00
Commercial Bank	
Petty Cash	2,197.96
Senior Center Checking Account	19,701.32
Labette Bank	
Operating Checking Account	777,862.86
Certificates of Deposit	4,100,000.00
Total Primary Government	4,900,162.14
Less: Agency Funds Per Schedule 3	(53,985.70)
Total Reporting Entity	$ 4,846,176.44

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

CITY OF OSWEGO, KANSAS

Notes to the Financial Statement
December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Oswego, Kansas (the City) was incorporated August 10, 1867, and operates as a second class city under the provisions of the Kansas Constitution, Article 12, Section 5 and K.S.A. 15-101 *et seq*. The City operates under a Council-Mayor form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, water, trash and sewer, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

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

Reporting Entity
The City of Oswego is a municipal corporation governed by an elected seven-member council. This financial statement presents the City of Oswego (the primary government) and does not include any related municipal entities.

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

> Oswego Public Library – The City of Oswego Library Board operates the City's public library. Acquisition or disposition of real property or bond issuances must be approved by the City. Separately internal financial statements are available at the Oswego Public Library.

Regulatory Basis Fund Types
The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its cash, liabilities, fund equity, regulatory receipts and expenditures. The various funds are grouped by type in the financial statement. The types of funds maintained by the City are as follows:

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Regulatory Basis Fund Types (Continued)

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.)

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

Basis of Presentation – Regulatory 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.

Property Taxes
In accordance with governing state statutes, property taxes levied during the current year are a regulatory receipt source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year. Consequently, for receipt recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31st, such taxes are a lien on the property.

Cash and Investments
The City pools idle cash from all funds for the purpose of increasing income through investment activities. Investments are stated at cost.

Pension Plan
Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System or the State of Kansas Police and Fire Retirement System, both of which are multi-employer, state-wide pension plans. The City's policy is to fund all pension costs accrued; such costs to be funded are actuarially determined annually by the State of Kansas.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reimbursed Expenses
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 the KMAAG regulatory basis of accounting.

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 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. During the year ended December 31, 2025, there were no amendments.

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

Sick Leave Fund
Health Insurance Premium Fund
Municipal Equipment Fund
Capital Improvements Fund
ARPA Fund

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

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Compliance with Kansas Statutes
Statement 1 and Schedule 1 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statement 1 and Schedule 1, the City was in compliance with the cash basis and budget laws of Kansas.

Management is not aware of any other statutory violations.

3. 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 branch or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the bank provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of 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. All deposits were legally secured at December 31, 2025.

3. DEPOSITS AND INVESTMENTS

Deposits - At December 31, 2025, the City's carrying amount of deposits was $4,899,762.14 and the bank balance was $4,899,664.25. The bank balance was held at two banks resulting in a concentration of credit risk. Of the bank balance, $273,390.09 was covered by federal depository insurance and $4,626,274.16 was collateralized by pledged securities held by the pledging financial institutions' agent in the City's name.

4. RIGHT TO USE CONTRACTS

The City has entered into contacts for various pieces of office equipment. Rent expense for the year ended December 31, 2025, was $21,805.96. Under the current agreements, the future minimum rental payments are as follows:

2026	$ 21,272.40
2027	21,272.40
2028	18,302.82
2029	2,640.00

5. FINANCE LEASES

The City has entered into a finance lease agreement dated February 12, 2021, to purchase a pumper truck. The amount of the purchase financed by the lease is $100,000.00. The City agreed to make annual payments of $21,290.26, which includes imputed interest at 2.12% for a period of five years.

Year Ended December 31	Totals
2026	$ 21,287.27
Total Net Minimum Lease Payments	21,287.27
Less: Imputed Interest	(441.92)
Net Present Value of Finance Lease	20,845.35
Less: Current Maturities	(20,845.35)
Long-Term Finance Lease Obligations	$ 0.00

The City has entered into a finance lease agreement dated March 13, 2024, to purchase software through Omnigo. The amount of the purchase financed by the lease is $15,065.00. The City agreed to make annual payments of $4,750.00 for two years and a final payment of $5,565.00.

Year Ended December 31	Totals
2026	$ 5,565.00
Total Net Minimum Lease Payments	5,565.00
Less: Imputed Interest	(0.00)
Net Present Value of Finance Lease	5,565.00
Less: Current Maturities	(5,565.00)
Long-Term Finance Lease Obligations	$ 0.00

5. FINANCE LEASES (Continued)

The City has entered into a finance lease agreement dated March 14, 2024, to purchase a trash truck. The amount of the purchase financed by the lease is $225,566.10. The City agreed to make annual payments of $43,975.07, which includes imputed interest at 4.67% for a period of six years.

Year Ended December 31	Totals
2026	$ 8,972.24
2027	7,337.60
2028	37,542.96
2029	43,975.07
2030	43,975.07
Total Net Minimum Lease Payments	141,802.94
Less: Imputed Interest	(27,750.38)
Net Present Value of Finance Lease	114,052.56
Less: Current Maturities	(0.00)
Long-Term Finance Lease Obligations	$ 114,052.56

The City has entered into a finance lease agreement dated March 31, 2025, to purchase a mower-tractor for the golf course. The amount of the purchase financed by the lease is $54,000.00. The City agreed to make annual payments of $10,284.38, which includes imputed interest at 3.95% for a period of six years.

Year Ended December 31	Totals
2026	$ 10,284.38
2027	10,284.38
2028	10,284.38
2029	10,284.38
2030	10,284.38
2031	10,284.39
Total Net Minimum Lease Payments	61,706.29
Less: Imputed Interest	(7,706.29)
Net Present Value of Finance Lease	54,000.00
Less: Current Maturities	(8,151.38)
Long-Term Finance Lease Obligations	$ 45,848.62

6. LONG-TERM DEBT

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

Issue	Interest Issue	Date of of Issue	Amount	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Paid with Utility Receipts									
Series 2021 - A - Refunding Bonds	2.00 - 3.00%	September 1, 2021	$ 2,995,000.00	September 1, 2041	$ 2,545,000.00	$ -	$ 135,000.00	$ 2,410,000.00	$ 59,000.00
Series 2021 - B - Refunding Bonds	0.5 - 2.70%	September 1, 2021	2,300,000.00	September 1, 2038	2,135,000.00	-	135,000.00	2,000,000.00	47,736.50
Finance Leases									
Pumper Truck	2.12%	February 12, 2021	100,000.00	February 12, 2026	41,259.91	-	20,414.56	20,845.35	875.70
Omnigo Software	0.00%	March 13, 2024	15,065.00	March 13, 2026	10,315.00	-	4,750.00	5,565.00	-
Trash Truck	4.67%	March 14, 2024	225,566.10	March 14, 2030	149,566.10	-	35,513.54	114,052.56	8,461.53
Golf Course Mower-Tractor	3.95%	March 31, 2025	54,000.00	March 31, 2031	-	54,000.00	-	54,000.00	-
Total Contractual Indebtedness					$ 4,881,141.01	$ 54,000.00	$ 330,678.10	$ 4,604,462.91	$ 116,073.73

6. LONG-TERM DEBT (Continued)

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

Issue	2026	2027	2028	2029	2030	2031-2035	2036-2040	2041	Total
Principal									
General Obligation Bonds									
Paid with Utility Receipts									
Series 2021 - A - Refunding	$ 125,000.00	$ 130,000.00	$ 135,000.00	$ 140,000.00	$ 145,000.00	$ 765,000.00	$ 800,000.00	$ 170,000.00	$ 2,410,000.00
Series 2021 - B - Refunding	135,000.00	135,000.00	135,000.00	140,000.00	150,000.00	770,000.00	535,000.00	-	2,000,000.00
Finance Leases									
Pumper Truck	20,845.35	-	-	-	-	-	-	-	20,845.35
Omnigo Lease	5,565.00	-	-	-	-	-	-	-	5,565.00
Trash Truck	-	-	31,900.91	40,138.59	42,013.06	-	-	-	114,052.56
Golf Course Mower-Tractor	8,151.38	8,473.36	8,808.06	9,155.97	9,517.64	9,893.59	-	-	54,000.00
Total Principal Payments	294,561.73	273,473.36	310,708.97	329,294.56	346,530.70	1,544,893.59	1,335,000.00	170,000.00	4,604,462.91
Interest									
General Obligation Bonds									
Paid with Utility Receipts									
Series 2021 - A - Refunding	54,950.00	51,200.00	47,300.00	43,250.00	39,050.00	143,100.00	65,600.00	3,400.00	447,850.00
Series 2021 - B - Refunding	46,251.50	44,483.00	42,431.00	40,163.00	37,545.00	135,410.00	28,890.00	-	375,173.50
Finance Leases									
Pumper Truck	441.92	-	-	-	-	-	-	-	441.92
Trash Truck	8,972.24	7,337.60	5,642.05	3,836.48	1,962.01	-	-	-	27,750.38
Golf Course Mower-Tractor	2,133.00	1,811.02	1,476.32	1,128.41	766.74	390.80	-	-	7,706.29
Total Interest Payments	112,748.66	104,831.62	96,849.37	88,377.89	79,323.75	278,900.80	94,490.00	3,400.00	858,922.09
Total Principal and Interest	$ 407,310.39	$ 378,304.98	$ 407,558.34	$ 417,672.45	$ 425,854.45	$ 1,823,794.39	$ 1,429,490.00	$ 173,400.00	$ 5,463,385.00

7. DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kspers.gov 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. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 6% 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 $58,890.34 for KPERS and $64,972.30 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 $432,597.00 and $499,907.00 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.

8. RISK MANAGEMENT

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

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

The City has established a Sick Leave Fund. The purpose of this fund is to provide for the cost for an extended leave of absence for its employees. The City is funding this as a self-funded disability plan. The Sick Leave Fund is funded by charges to other funds.

9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

Compensated Absences:
All full-time employees of the City with six months of employment are eligible for vacation benefits in varying annual amounts. Vacation may be carried over at a maximum of 96 hours at each anniversary date. In the event of termination, unused accrued vacation time is paid.

Sick leave accrues to all full-time employees at the rate of four hours of sick leave for each month of service for the first year and eight hours for each month of service thereafter. Sick leave amounts accrue to an unlimited amount. Unused leave at termination shall not be paid.

The City estimates a liability for compensated absences which meet the following criteria:

1) The City's obligation relating to employees' rights to receive compensation for future absences is attributed to employee's services already rendered.
2) The obligation relates to rights that vest or accumulate.
3) Payment of the compensation is probable.
4) The amount can be reasonably estimated.

In accordance with the above criteria, the City has estimated a liability for vacation pay, which has been earned, but not taken by City employees at December 31, 2025 of $39,699.23. The City has not estimated a liability for sick leave earned, but not taken, by City employees, inasmuch as the amount cannot be reasonably estimated because the obligations to these rights do not vest.

9. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (Continued)

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

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

10. INTERFUND TRANSFERS

Operating transfers were as follows:

From Fund:	To Fund:	Statutory Authority	Amount
General	Capital Improvements	K.S.A. 12-1,118	$ 34,800.00
General	Municipal Equipment	K.S.A. 12-1,117	51,567.00
General	Oswego Golf Course	K.S.A. 79-2934	14,876.00
Special Highway	Municipal Equipment	K.S.A. 12-1,117	2,800.00
Airport	Capital Improvements	K.S.A. 12-1,118	7,000.00
City Sales Tax – ½ Cent	Municipal Equipment	K.S.A. 12-1,117	21,287.27
Neighborhood Revitalization Grant	General	K.S.A. 12-17,118	110,543.84
Oswego Golf Course	Municipal Equipment	K.S.A .12-1,117	7,713.29
Oswego Golf Course	Capital Improvements	K.S.A. 12-1,118	7,112.50
Water Utility	General	K.S.A. 12-825d	110,000.00
Water Utility	Municipal Equipment	K.S.A. 12-1,117	7,250.00
Water Utility	Capital Improvements	K.S.A. 12-1,118	7,000.00
Sewer Utility	General	K.S.A. 12-825d	32,000.00
Sewer Utility	Municipal Equipment	K.S.A. 12-1,117	9,400.00
Sewer Utility	Capital Improvements	K.S.A. 12-1,118	8,400.00
Refuse Utility	General	K.S.A. 12-825d	29,000.00
Refuse Utility	Municipal Equipment	K.S.A. 12-1,117	43,000.00
Refuse Utility	Capital Improvements	K.S.A. 12-1,118	7,000.00

11. SUBSEQUENT EVENTS

The City evaluated events and transactions occurring subsequent to year end, and there were no subsequent events requiring recognition in the financial statement. Additionally, there were no nonrecognized subsequent events requiring disclosure.

SUPPLEMENTARY INFORMATION

CITY OF OSWEGO, KANSAS

Summary of Expenditures - Actual and Budget
(Budgeted Funds Only)
Regulatory Basis
For the Year Ended December 31, 2025

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Over (Under)
General Fund	$ 1,582,911.00	$ -	$ 1,582,911.00	$ 1,224,813.83	$ (358,097.17)
Special Purpose Funds:					
Employee Benefits	292,767.00	-	292,767.00	258,160.23	(34,606.77)
Library	28,344.00	-	28,344.00	27,467.55	(876.45)
City Sales Tax - Streets	605,614.00	-	605,614.00	385,060.55	(220,553.45)
City Sales Tax - Parks	247,690.00	-	247,690.00	-	(247,690.00)
City Sales Tax - 1/2 Cent	477,199.00	-	477,199.00	181,918.04	(295,280.96)
Industrial	24,368.00	-	24,368.00	-	(24,368.00)
Airport	72,491.00	-	72,491.00	20,641.34	(51,849.66)
Special Highway	167,914.00	-	167,914.00	54,893.29	(113,020.71)
Special Parks and Recreation	6,627.00	-	6,627.00	-	(6,627.00)
Oswego Golf Course	223,858.00	-	223,858.00	170,479.18	(53,378.82)
Business Funds:					
Electric Utility	2,290.00	-	2,290.00	-	(2,290.00)
Water Utility	1,855,176.00	-	1,855,176.00	881,701.72	(973,474.28)
Sewer Utility	602,844.00	-	602,844.00	275,535.09	(327,308.91)
Refuse Utility	398,674.00	-	398,674.00	283,566.98	(115,107.02)

CITY OF OSWEGO, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	$ 314,107.74	$ 326,884.41	$ 349,930.00	$ (23,045.59)
Delinquent Tax	8,504.99	14,660.76	10,192.00	4,468.76
Motor Vehicle Tax	57,295.07	49,880.24	46,139.00	3,741.24
Recreational Vehicle Tax	359.90	298.89	265.00	33.89
16 & 20M Truck Tax	383.55	492.92	341.00	151.92
Commercial Vehicle Tax	934.31	1,199.60	1,595.00	(395.40)
Watercraft Tax	-	-	327.00	(327.00)
Sales Tax	258,897.22	258,072.69	229,031.00	29,041.69
Franchise Tax	135,902.11	138,828.70	138,753.00	75.70
Fuel Tax Credit	2,097.50	2,328.91	259.00	2,069.91
Special Assessments	4,675.00	11,495.30	2,365.00	9,130.30
Local Alcohol Liquor Tax	109.27	85.00	148.00	(63.00)
Neighborhood Revitalization	(9,829.54)	(11,832.73)	(9,980.00)	(1,852.73)
Transient Guest Tax	800.00	-	-	-
Charges for Services				
Licenses and Fees	3,580.45	2,306.00	3,715.00	(1,409.00)
Building Permits	375.00	375.00	315.00	60.00
Rural Fire Contracts	30,820.00	31,997.00	30,621.00	1,376.00
Camping Fees	9,343.00	9,031.00	9,660.00	(629.00)
Swimming Pool	17,524.86	15,785.60	21,551.00	(5,765.40)
VIN Inspections	1,638.00	-	1,062.00	(1,062.00)
Fines, Forfeitures and Penalties				
Fines	63,505.33	68,760.73	50,626.00	18,134.73
Use of Money and Property				
Interest	34,890.59	32,944.14	35,464.00	(2,519.86)
Rental	19,141.22	19,627.50	17,123.00	2,504.50
Other Receipts				
Donations	7,310.88	945.00	1,500.00	(555.00)
Reimbursed Expense	16,354.03	22,051.42	2,000.00	20,051.42
Miscellaneous	-	5,724.72	500.00	5,224.72
Operating Transfers from:				
Water Utility Fund	110,000.00	110,000.00	110,000.00	0.00
Sewer Utility Fund	32,000.00	32,000.00	-	32,000.00
Refuse Utility Fund	29,000.00	29,000.00	29,000.00	-
Residual Transfer from Neighborhood Revitalization Grant Fund	-	110,543.84	-	110,543.84
Total Receipts	1,149,720.48	1,283,486.64	$ 1,082,502.00	$ 200,984.64

CITY OF OSWEGO, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance - Over (Under)
Expenditures				
General Government				
Personal Services	$ 164,379.61	$ 168,323.10	$ 183,666.00	$ (15,342.90)
Contractual Services	103,823.91	120,535.12	119,794.00	741.12
Commodities	8,800.18	6,969.85	12,950.00	(5,980.15)
Capital Outlay	-	-	252,020.00	(252,020.00)
Police				
Personal Services	264,287.40	285,047.85	299,417.00	(14,369.15)
Contractual Services	53,167.25	45,966.06	54,878.00	(8,911.94)
Commodities	27,649.22	25,386.21	37,750.00	(12,363.79)
Fire				
Personal Services	14,560.32	17,557.82	22,000.00	(4,442.18)
Contractual Services	22,643.19	39,750.84	42,874.00	(3,123.16)
Commodities	10,267.05	3,623.45	8,300.00	(4,676.55)
Streets				
Personal Services	67,737.55	95,119.86	78,358.00	16,761.86
Contractual Services	62,867.09	89,845.51	91,375.00	(1,529.49)
Commodities	9,152.94	5,719.61	11,000.00	(5,280.39)
Parks				
Personal Services	394.00	365.39	14,559.00	(14,193.61)
Contractual Services	37,389.44	33,349.46	44,023.00	(10,673.54)
Commodities	15,873.69	14,005.60	19,900.00	(5,894.40)
Community Center				
Personal Services	3,453.54	2,976.79	3,264.00	(287.21)
Contractual Services	33,028.41	40,479.42	41,423.00	(943.58)
Commodities	2,002.79	1,890.47	1,700.00	190.47
Swimming Pool				
Personal Services	34,165.18	32,413.72	43,925.00	(11,511.28)
Contractual Services	8,864.81	6,423.42	12,700.00	(6,276.58)
Commodities	14,727.55	14,242.62	17,850.00	(3,607.38)
Senior Citizens				
Contractual Services	8,321.04	9,596.45	12,136.00	(2,539.55)
Municipal Court				
Personal Services	27,819.31	26,650.56	27,256.00	(605.44)
Contractual Services	22,124.24	25,084.06	15,750.00	9,334.06
Commodities	162.59	2,922.65	800.00	2,122.65

CITY OF OSWEGO, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Expenditures (Continued)				
Library				
Contractual Services	$ -	$ -	$ 8,000.00	$ (8,000.00)
Noxious Weed				
Commodities	1,601.50	4,574.94	4,000.00	574.94
Debt Service				
Finance Lease	4,750.00	4,750.00	-	4,750.00
Operating Transfers to:				
Municipal Equipment Fund	65,367.00	51,567.00	51,567.00	-
Oswego Golf Course Fund	14,876.00	14,876.00	14,876.00	-
Capital Improvements Fund	60,304.33	34,800.00	34,800.00	-
Total Expenditures	1,164,561.13	1,224,813.83	$ 1,582,911.00	$ (358,097.17)
Receipts Over(Under) Expenditures	(14,840.65)	58,672.81		
Unencumbered Cash, Beginning	605,428.88	590,588.23		
Unencumbered Cash, Ending	$ 590,588.23	$ 649,261.04		

CITY OF OSWEGO, KANSAS
EMPLOYEE BENEFITS FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	$ 188,443.69	$ 239,049.04	$ 255,842.00	$ (16,792.96)
Delinquent Tax	4,220.55	8,234.12	7,452.00	782.12
Motor Vehicle Tax	28,299.18	29,729.30	30,005.00	(275.70)
Recreational Vehicle Tax	177.42	171.14	173.00	(1.86)
16 & 20M Truck Tax	171.89	243.89	222.00	21.89
Commercial Vehicle Tax	462.26	719.67	1,037.00	(317.33)
Watercraft Tax	-	-	213.00	(213.00)
Neighborhood Revitalization	(5,897.07)	(8,578.08)	(8,025.00)	(553.08)
Use of Money and Property				
Interest	3,145.53	4,343.77	2,855.00	1,488.77
Other Receipts				
Miscellaneous	958.21	(150.02)	-	(150.02)
Total Receipts	219,981.66	273,762.83	$ 289,774.00	$ (16,011.17)
Expenditures				
Employee Benefits				
Personal Services	234,886.67	258,160.23	$ 262,767.00	$ (4,606.77)
Contractual Services	-	-	30,000.00	(30,000.00)
Total Expenditures	234,886.67	258,160.23	$ 292,767.00	$ (34,606.77)
Receipts Over(Under) Expenditures	(14,905.01)	15,602.60		
Unencumbered Cash, Beginning	30,693.83	15,788.82		
Unencumbered Cash, Ending	$ 15,788.82	$ 31,391.42		

CITY OF OSWEGO, KANSAS
LIBRARY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	$ 22,347.10	$ 23,942.41	$ 25,632.00	$ (1,689.59)
Delinquent Tax	548.51	997.13	747.00	250.13
Motor Vehicle Tax	3,771.37	3,539.02	3,386.00	153.02
Recreational Vehicle Tax	23.65	20.87	19.00	1.87
16 & 20M Vehicle Tax	22.89	32.52	25.00	7.52
Commercial Vehicle Tax	61.60	85.35	117.00	(31.65)
Watercraft Tax	-	-	24.00	(24.00)
Neighborhood Revitalization	(699.32)	(859.30)	(859.00)	(0.30)
Total Receipts	26,075.80	27,758.00	$ 29,091.00	$ (1,439.46)
Expenditures				
Culture and Recreation				
Appropriation to Library Board	26,075.80	27,467.55	$ 28,344.00	$ (876.45)
Total Expenditures	26,075.80	27,467.55	$ 28,344.00	$ (876.45)
Receipts Over(Under) Expenditures	-	290.45		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ 290.45		

CITY OF OSWEGO, KANSAS
SICK LEAVE FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest	$ 864.55	$ -
Total Receipts	864.55	-
Expenditures		
Employee Benefits		
Personal Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	864.55	-
Unencumbered Cash, Beginning	41,542.22	42,406.77
Unencumbered Cash, Ending	$ 42,406.77	$ 42,406.77

CITY OF OSWEGO, KANSAS
HEALTH INSURANCE PREMIUM FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest	$ -	$ -
Total Receipts	-	-
Expenditures		
Operating Transfer to		
Employee Benefit Fund	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	12,062.64	12,062.64
Unencumbered Cash, Ending	$ 12,062.64	$ 12,062.64

CITY OF OSWEGO, KANSAS
MUNICIPAL EQUIPMENT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental		
Federal Grant	$ 42,498.00	$ -
Use of Money and Property		
Interest	28,150.15	27,033.82
Sale of Property	107,823.73	15,447.00
Finance Lease Proceeds	225,566.10	54,000.00
Other Receipts		
Donations	5,655.55	5,117.30
Reimbursed Expense	-	1,250.00
Miscellaneous	25.00	20,946.73
Operating Transfers from:		
General Fund	65,367.00	51,567.00
Oswego Golf Course Fund	-	7,713.29
City Sales Tax Fund-1/2 Cent Fund	21,290.26	21,287.27
Special Highway Fund	3,800.00	2,800.00
Water Utility Fund	7,250.00	7,250.00
Sewer Utility Fund	10,800.00	9,400.00
Refuse Utility Fund	31,445.32	43,000.00
Total Receipts	549,671.11	266,812.41
Expenditures		
General Government		
Contractual Services	100.00	9,282.11
Capital Outlay	433,555.08	121,311.18
Debt Service		
Finance Leases	97,290.26	65,265.33
Total Expenditures	530,945.34	195,858.62
Receipts Over(Under) Expenditures	18,725.77	70,953.79
Unencumbered Cash, Beginning	593,221.87	611,947.64
Unencumbered Cash, Ending	$ 611,947.64	$ 682,901.43

CITY OF OSWEGO, KANSAS
CAPITAL IMPROVEMENTS FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest	$ 28,752.36	$ 34,548.54
Other Receipts		
Miscellaneous	14,719.38	8,695.00
Operating Transfers from:		
General Fund	60,304.33	34,800.00
City Sales Tax - Parks Fund	15,020.81	-
Oswego Golf Course Fund	7,262.50	7,112.50
Airport Fund	8,000.00	7,000.00
Water Utility Fund	17,000.00	7,000.00
Sewer Utility Fund	7,000.00	8,400.00
Refuse Utility Fund	7,000.00	7,000.00
Total Receipts	165,059.38	114,556.04
Expenditures		
General Government		
Capital Outlay	29,155.85	21,318.80
Debt Service		
Principal	48,950.00	22,600.00
Total Expenditures	78,105.85	43,918.80
Receipts Over(Under) Expenditures	86,953.53	70,637.24
Unencumbered Cash, Beginning	619,171.83	706,125.36
Unencumbered Cash, Ending	$ 706,125.36	$ 776,762.60

CITY OF OSWEGO, KANSAS
ARPA FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual
Receipts		
Other Receipts		
Reimbursed Expense	$ 145.36	$ -
Total Receipts	145.36	-
Expenditures		
General Government		
Capital Outlay	10,512.15	1.73
Total Expenditures	10,512.15	1.73
Receipts Over(Under) Expenditures	(10,366.79)	(1.73)
Unencumbered Cash, Beginning	10,368.52	1.73
Unencumbered Cash, Ending	$ 1.73	$ -

CITY OF OSWEGO, KANSAS
VIN INSPECTIONS FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Charges for Services				
VIN Inspections	$ -	$ 1,296.00	$ -	$ 1,296.00
Other Receipts				
Reimbursed Expense	-	30.00	-	30.00
Total Receipts	-	1,326.00	$ -	$ 1,326.00
Expenditures				
Streets and Highways				
Commodities	-	-	$ -	$ -
Total Expenditures	-	-	$ -	$ -
Receipts Over(Under) Expenditures	-	1,326.00		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ 1,326.00		

CITY OF OSWEGO, KANSAS
CITY SALES TAX - STREETS FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Sales Tax	$ 188,611.70	$ 181,001.45	$ 162,152.00	$ 18,849.45
Use of Money and Property				
Interest	14,529.58	17,180.48	18,935.00	(1,754.52)
Total Receipts	203,141.28	198,181.93	$ 181,087.00	$ 17,094.93
Expenditures				
Streets and Highways				
Commodities	-	-	$ 300,000.00	$ (300,000.00)
Capital Outlay	79,036.37	385,060.55	250,000.00	135,060.55
Cash Reserve	-	-	55,614.00	(55,614.00)
Total Expenditures	79,036.37	385,060.55	$ 605,614.00	$ (220,553.45)
Receipts Over(Under) Expenditures	124,104.91	(186,878.62)		
Unencumbered Cash, Beginning	243,440.41	367,545.32		
Unencumbered Cash, Ending	$ 367,545.32	$ 180,666.70		

CITY OF OSWEGO, KANSAS
CITY SALES TAX - PARKS FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Sales Tax	$ 62,870.58	$ 60,333.82	$ 54,051.00	$ 6,282.82
Use of Money and Property				
Interest	6,367.91	7,578.43	4,165.00	3,413.43
Total Receipts	69,238.49	67,912.25	$ 58,216.00	$ 9,696.25
Expenditures				
General Government				
Capital Outlay	-	-	$ 247,690.00	$ (247,690.00)
Operating Transfer to				
Capital Improvements Fund	15,020.81	-	-	-
Total Expenditures	15,020.81	-	$ 247,690.00	$ (247,690.00)
Receipts Over(Under) Expenditures	54,217.68	67,912.25		
Unencumbered Cash, Beginning	131,258.12	185,475.80		
Unencumbered Cash, Ending	$ 185,475.80	$ 253,388.05		

CITY OF OSWEGO, KANSAS
CITY SALES TAX - 1/2 CENT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Sales Tax	$ 125,741.12	$ 120,667.59	$ 108,101.00	$ 12,566.59
Use of Money and Property				
Interest	12,452.36	14,949.42	13,084.00	1,865.42
Other Receipts				
Reimbursed Expense	1,979.58	-	-	-
Total Receipts	140,173.06	135,617.01	$ 121,185.00	$ 14,432.01
Expenditures				
General Government				
Commodities	-	-	$ 125,000.00	$ (125,000.00)
Capital Outlay	64,739.70	160,630.77	352,199.00	(191,568.23)
Operating Transfer to				
Municipal Equipment Fund	21,290.26	21,287.27	-	21,287.27
Total Expenditures	86,029.96	181,918.04	$ 477,199.00	$ (295,280.96)
Receipts Over(Under) Expenditures	54,143.10	(46,301.03)		
Unencumbered Cash, Beginning	304,685.04	358,828.14		
Unencumbered Cash, Ending	$ 358,828.14	$ 312,527.11		

CITY OF OSWEGO, KANSAS
INDUSTRIAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Use of Money and Property				
Interest	$ 503.48	$ -	$ -	$ -
Rental	500.00	-	500.00	(500.00)
Total Receipts	1,003.48	-	$ 500.00	$ (500.00)
Expenditures				
General Government				
Contractual Services	-	-	$ 24,368.00	$ (24,368.00)
Total Expenditures	-	-	$ 24,368.00	$ (24,368.00)
Receipts Over(Under) Expenditures	1,003.48	-		
Unencumbered Cash, Beginning	23,367.94	24,371.42		
Unencumbered Cash, Ending	$ 24,371.42	$ 24,371.42		

CITY OF OSWEGO, KANSAS
AIRPORT FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	$ 6,354.86	$ 6,787.12	$ 7,263.00	$ (475.88)
Delinquent tax	157.34	291.34	212.00	79.34
Motor Vehicle Tax	1,072.11	1,006.35	963.00	43.35
Recreational Vehicle Tax	6.74	5.93	6.00	(0.07)
16 & 20M Truck Tax	6.54	9.24	7.00	2.24
Commercial Vehicle Tax	17.52	24.27	33.00	(8.73)
Watercraft Tax	-	-	7.00	(7.00)
Sales Tax	14,636.26	16,745.63	12,629.00	4,116.63
Neighborhood Revitalization	(198.88)	(243.60)	(243.00)	(0.60)
Use of Money and Property				
Sale of Assets	6,495.38	3,100.73	2,098.00	1,002.73
Interest	2,110.93	1,897.04	2,732.00	(834.96)
Rental	2,690.53	2,327.79	500.00	1,827.79
Other Receipts				
Miscellaneous	313.96	610.70	-	610.70
Total Receipts	33,663.29	32,562.54	$ 26,207.00	$ 6,355.54
Expenditures				
General Government				
Contractual Services	7,987.03	13,505.87	$ 11,958.00	$ 1,547.87
Commodities	628.96	135.47	53,533.00	(53,397.53)
Operating Transfer to Capital Improvements Fund	8,000.00	7,000.00	7,000.00	-
Total Expenditures	16,615.99	20,641.34	$ 72,491.00	$ (51,849.66)
Receipts Over(Under) Expenditures	17,047.30	11,921.20		
Unencumbered Cash, Beginning	47,365.00	64,412.30		
Unencumbered Cash, Ending	$ 64,412.30	$ 76,333.50		

CITY OF OSWEGO, KANSAS
SPECIAL HIGHWAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Motor Fuel Tax	$ 44,535.13	$ 44,121.21	$ 45,460.00	$ (1,338.79)
Use of Money and Property				
Interest	3,321.22	3,635.67	5,056.00	(1,420.33)
Other Receipts				
Reimbursed Expense	390.96	488.70	-	488.70
Miscellaneous	15,624.86	13,002.30	-	13,002.30
Total Receipts	63,872.17	61,247.88	$ 50,516.00	$ 10,731.88
Expenditures				
General Government				
Personal Services	15,000.00	-	$ 19,539.00	$ (19,539.00)
Contractual Services	12,591.45	8,706.73	10,909.00	(2,202.27)
Commodities	35,328.75	43,386.56	40,500.00	2,886.56
Capital Outlay	-	-	94,166.00	(94,166.00)
Operating Transfer to				
Municipal Equipment Fund	3,800.00	2,800.00	2,800.00	-
Total Expenditures	66,720.20	54,893.29	$ 167,914.00	$ (113,020.71)
Receipts Over(Under) Expenditures	(2,848.03)	6,354.59		
Unencumbered Cash, Beginning	86,571.45	83,723.42		
Unencumbered Cash, Ending	$ 83,723.42	$ 90,078.01		

CITY OF OSWEGO, KANSAS
SPECIAL PARKS AND RECREATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Local Alcohol Liquor Tax	$ 109.24	$ 84.98	$ 148.00	$ (63.02)
Total Receipts	109.24	84.98	$ 148.00	$ (63.02)
Expenditures				
General Government				
Capital Outlay	-	-	$ 6,627.00	$ (6,627.00)
Total Expenditures	-	-	$ 6,627.00	$ (6,627.00)
Receipts Over(Under) Expenditures	109.24	84.98		
Unencumbered Cash, Beginning	6,282.08	6,391.32		
Unencumbered Cash, Ending	$ 6,391.32	$ 6,476.30		

CITY OF OSWEGO, KANSAS
OSWEGO GOLF COURSE FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes and Shared Receipts				
Fuel Tax Credit	$ 226.32	$ 240.24	$ 122.00	$ 118.24
Charges for Services				
Membership Fees	37,763.28	36,519.94	38,047.00	(1,527.06)
Green Fees	38,554.00	29,515.00	31,547.00	(2,032.00)
Golf Cart Fees	44,989.37	34,530.60	38,169.00	(3,638.40)
Tournament Proceeds	10,152.65	13,221.50	11,908.00	1,313.50
Concessions	21,560.50	18,105.00	22,021.00	(3,916.00)
Merchandise Sales	2,168.71	2,767.75	-	2,767.75
Sale of Assets	-	14,580.00	-	14,580.00
Use of Money and Property				
Interest	1,323.86	2,249.07	2,723.00	(473.93)
Other Receipts				
Donations	-	200.00	-	200.00
Reimbursed Expense	-	-	-	-
Miscellaneous	25.00	0.04	-	0.04
Operating Transfer from				
General Fund	14,876.00	14,876.00	14,876.00	-
Total Receipts	171,639.69	166,805.14	$ 159,413.00	$ 7,392.14
Expenditures				
Culture and Recreation				
Contractual Services	140,572.98	144,978.03	$ 139,981.00	$ 4,997.03
Commodities	14,352.24	10,675.36	21,200.00	(10,524.64)
Capital Outlay	3,500.00	-	62,677.00	(62,677.00)
Operating Transfers to:				
Municipal Equipment Fund	-	7,713.29	-	7,713.29
Capital Improvements Fund	7,262.50	7,112.50	-	7,112.50
Total Expenditures	165,687.72	170,479.18	$ 223,858.00	$ (53,378.82)
Receipts Over(Under) Expenditures	5,951.97	(3,674.04)		
Unencumbered Cash, Beginning	64,723.59	70,675.56		
Unencumbered Cash, Ending	$ 70,675.56	$ 67,001.52		

CITY OF OSWEGO, KANSAS
HOME GRANT REVOLVING LOAN FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest	$ 2,099.62	$ -
Total Receipts	2,099.62	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	2,099.62	-
Unencumbered Cash, Beginning	89,966.25	92,065.87
Unencumbered Cash, Ending	$ 92,065.87	$ 92,065.87

CITY OF OSWEGO, KANSAS
NEIGHBORHOOD REVITALIZATION GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual
Receipts		
Taxes and Shared Receipts		
County Rebates	$ -	$ 25.00
Use of Money and Property		
Interest	2,429.48	-
Total Receipts	2,429.48	25.00
Expenditures		
Residual Transfer to		
General Fund	-	110,543.84
Total Expenditures	-	110,543.84
Receipts Over(Under) Expenditures	2,429.48	(110,518.84)
Unencumbered Cash, Beginning	108,089.36	110,518.84
Unencumbered Cash, Ending	$ 110,518.84	$ -

CITY OF OSWEGO, KANSAS
DOWNTOWN REVITALIZATION GRANT FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual
Receipts		
Use of Money and Property		
Interest	$ -	$ -
Total Receipts	-	-
Expenditures		
General Government		
Rebate Payments	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	1,612.54	1,612.54
Unencumbered Cash, Ending	$ 1,612.54	$ 1,612.54

CITY OF OSWEGO, KANSAS
ELECTRIC UTILITY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Operating Transfer from Capital Improvements Fund	$ -	$ -	$ -	$ -
Total Receipts	-	-	$ -	$ -
Expenditures				
Operating Expenditures				
Contractual Services	-	-	$ 2,290.00	$ (2,290.00)
Total Expenditures	-	-	$ 2,290.00	$ (2,290.00)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	2,289.72	2,289.72		
Unencumbered Cash, Ending	$ 2,289.72	$ 2,289.72		

CITY OF OSWEGO, KANSAS
WATER UTILITY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Charges for Services				
Water Sales	$ 818,195.01	$ 819,012.03	$ 825,754.00	$ (6,741.97)
Bulk Water Sales	6,561.30	2,069.08	1,610.00	459.08
Water Fees	5,568.36	7,383.95	5,402.00	1,981.95
Penalties	15,566.50	13,713.96	14,518.00	(804.04)
Use of Money and Property				
Interest	53,355.70	51,260.22	57,213.00	(5,952.78)
Rental	4,200.00	4,200.00	4,050.00	150.00
Other Receipts				
Reimbursed Expenses	230.00	5,834.15	-	5,834.00
Total Receipts	903,676.87	903,473.39	$ 908,547.00	$ (5,073.76)
Expenditures				
Production				
Personal Services	135,676.92	150,011.04	$ 158,484.00	$ (8,472.96)
Contractual Services	82,063.26	110,277.18	111,374.00	(1,096.82)
Commodities	74,628.80	47,896.61	68,625.00	(20,728.39)
Administration				
Contractual Services	155.40	291.60	-	291.60
Distribution				
Personal Services	80,903.26	89,703.46	107,888.00	(18,184.54)
Contractual Services	33,615.20	47,685.36	72,039.00	(24,353.64)
Commodities	28,162.42	19,798.77	28,700.00	(8,901.23)
Capital Outlay	32,253.00	38,101.20	904,079.00	(865,977.80)
Debt Service				
Principal	135,000.00	207,500.00	202,500.00	5,000.00
Interest	59,341.50	46,186.50	77,237.00	(31,050.50)
Operating Transfers to:				
General Fund	110,000.00	110,000.00	110,000.00	-
Municipal Equipment Fund	7,250.00	7,250.00	7,250.00	-
Capital Improvements Fund	17,000.00	7,000.00	7,000.00	-
Total Expenditures	796,049.76	881,701.72	$ 1,855,176.00	$ (973,474.28)
Receipts Over(Under) Expenditures	107,627.11	21,771.67		
Unencumbered Cash, Beginning	981,995.66	1,089,622.77		
Unencumbered Cash, Ending	$ 1,089,622.77	$ 1,111,394.44		

CITY OF OSWEGO, KANSAS
SEWER UTILITY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Charges for Services				
Sewer Collections	$ 303,137.70	$ 311,855.24	$ 299,707.00	$ 12,148.24
Special Assessments	2,716.23	2,397.74	2,757.00	(359.26)
Use of Money and Property				
Interest	12,575.47	10,536.69	15,452.00	(4,915.31)
Other Receipts				
Reimbursed Expense	-	55.48	-	55.48
Miscellaneous	4,931.47	4,684.16	-	4,684.16
Total Receipts	323,360.87	329,529.31	$ 317,916.00	$ 11,613.31
Expenditures				
Operating Expenditures				
Personal Services	61,531.14	44,262.21	$ 60,619.00	$ (16,356.79)
Contractual Services	38,424.98	70,892.06	94,279.00	(23,386.94)
Commodities	7,628.47	9,400.63	24,590.00	(15,189.37)
Capital Outlay	41,869.85	730.19	308,556.00	(307,825.81)
Debt Service				
Principal	115,000.00	72,500.00	67,500.00	5,000.00
Interest	49,325.00	27,950.00	29,500.00	(1,550.00)
Operating Transfers to:				
General Fund	32,000.00	32,000.00	-	32,000.00
Municipal Equipment Fund	10,800.00	9,400.00	9,400.00	-
Capital Improvements Fund	7,000.00	8,400.00	8,400.00	-
Total Expenditures	363,579.44	275,535.09	$ 602,844.00	$ (327,308.91)
Receipts Over(Under) Expenditures	(40,218.57)	53,994.22		
Unencumbered Cash, Beginning	228,526.17	188,307.60		
Unencumbered Cash, Ending	$ 188,307.60	$ 242,301.82		

CITY OF OSWEGO, KANSAS
REFUSE UTILITY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Charges for Services				
Refuse Collections	$ 221,796.83	$ 228,857.74	$ 218,345.00	$ 10,512.74
Dumpster Fees	8,042.82	7,120.00	9,637.00	(2,517.00)
Use of Money and Property				
Interest	7,466.49	5,941.29	9,676.00	(3,734.71)
Other Receipts				
Miscellaneous	-	697.51	-	697.51
Total Receipts	237,306.14	242,616.54	$ 237,658.00	$ 4,958.54
Expenditures				
Operating Expenditures				
Personal Services	88,708.77	105,328.11	$ 96,836.00	$ 8,492.11
Contractual Services	79,340.79	85,827.45	105,894.00	(20,066.55)
Commodities	20,118.86	13,411.42	17,850.00	(4,438.58)
Capital Outlay	-	-	85,119.00	(85,119.00)
Debt Service				
Finance Lease	-	-	43,975.00	(43,975.00)
Operating Transfers to:				
General Fund	29,000.00	29,000.00	29,000.00	-
Municipal Equipment Fund	31,445.32	43,000.00	13,000.00	30,000.00
Capital Improvements Fund	7,000.00	7,000.00	7,000.00	-
Total Expenditures	255,613.74	283,566.98	$ 398,674.00	$ (115,107.02)
Receipts Over(Under) Expenditures	(18,307.60)	(40,950.44)		
Unencumbered Cash, Beginning	137,563.76	119,256.16		
Unencumbered Cash, Ending	$ 119,256.16	$ 78,305.72		

Schedule 3

CITY OF OSWEGO, KANSAS
AGENCY FUNDS
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2025

Funds	Beginning Cash Balances	Receipts	Disbursements	Ending Cash Balances
Utility Deposits Fund	$ 33,735.61	$ 6,800.00	$ 6,251.23	$ 34,284.38
Fire Insurance Proceeds	28,761.82	-	28,761.82	-
Oswego Senior Center	22,584.91	8,505.85	11,389.44	19,701.32
Total Agency Funds	$ 85,082.34	$ 15,305.85	$ 46,402.49	$ 53,985.70

Jarred
Gilmore
Phillips

The Honorable Mayor, City Council, and Management
City of Oswego, Kansas

In planning and performing our audit of the financial statement of the City of Oswego, Kansas as of and for the year ended December 31, 2025, in accordance with auditing standards generally accepted in the United States of America, we considered the , Kansas' system of internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the City of Oswego , Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Oswego, Kansas' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified a certain deficiency in internal control that we consider to be a significant deficiency.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatement on a timely basis. A material weakness is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatements of the City's financial statement will not be prevented, or detected and corrected, on a timely basis. We did not identify any deficiencies in internal control that we consider to be material weaknesses.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiency in internal control to be a significant deficiency:

Preparation of Financial Statement

Professional standards require management to accept responsibility for the preparation and fair presentation of the financial statement, including related note disclosures. The City engages the auditor to assist in drafting the financial statement in accordance with the Kansas Municipal Audit and Accounting Guide. The City does not have personnel with specialized training in governmental financial reporting necessary to independently prepare the complete financial statement and related disclosures. Accordingly, management relies on the auditor for preparation of the financial statement. While this condition is common among smaller governmental entities and does not reflect on management's integrity or oversight, it represents a deficiency in internal control over financial reporting because the preparation of the financial statement is not performed by individuals independent of the audit process.

Management has reviewed and approved the financial statement and has accepted responsibility for them. We encourage management and the Council to continue their oversight of the financial reporting process and to remain informed of reporting requirements.

This communication is intended solely for the information and use of management, the Mayor, City Council, and others within the City of Oswego, Kansas, and is not intended to be and should not be used by anyone other than these specified parties.

Jarred, Gilmore & Phillips, PA

JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
June 4, 2026