CITY OF OVERBROOK, KANSAS

FINANCIAL STATEMENTS

Year ended December 31, 2025

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CITY OF OVERBROOK, KANSAS

FINANCIAL STATEMENTS
Year ended December 31, 2025

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Overbrook, 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 Overbrook, Kansas, (the City), as of and for the year ended December 31, 2025 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles
In our opinion, because of the significance of the matter discussed in the "Basis of 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 the changes in financial position and cash flows thereof for the year then ended.

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Financial Statement
Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and 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 and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

June 29, 2026

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

Funds	Beginning Unencumbered Cash Balance	Prior Period Adjustment	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	$ 495,843	$ -	$ 834,374	$ 895,574	$ 434,643	$ [96]	$ 434,547
Special Purpose Funds:							
Public Safety	5,828	-	296,459	301,859	428	4,758	5,186
Street Maintenance	114,638	-	91,075	121,611	84,102	1,209	85,311
Library	-	-	113,750	113,750	-	-	-
Parks and Recreation	1,088	-	111,048	110,729	1,407	2,212	3,619
Special Highway	158,030	-	26,822	70,028	114,824	-	114,824
Programs	-	-	20,214	19,965	249	-	249
Water Reserve	103,458	-	29,868	-	133,326	-	133,326
Sewer Reserve	19,022	-	3,132	-	22,154	-	22,154
Law Equipment Reserve	3,773	-	9,000	3,421	9,352	-	9,352
Employee Benefit Reserve	20,706	-	6,000	3,758	22,948	[490]	22,458
Water/Sewer Debt Reserve	21,411	-	22,729	43,834	306	-	306
Equipment Reserve	16,312	-	37,628	27,337	26,603	-	26,603
Bond and Interest Funds:							
Bond and Interest	-	-	193,581	157,053	36,528	-	36,528
Capital Projects Funds:							
Park/Lake	31,173	-	26,073	22,148	35,098	-	35,098
Business Funds:							
Water Utility	245,064	-	342,896	415,217	172,743	7,634	180,377
Sewer Utility	116,496	-	227,226	153,678	190,044	980	191,024
Pool	1,817	-	54,209	55,999	27	3	30
Total Primary Government	1,354,659	-	2,446,084	2,515,961	1,284,782	16,210	1,300,992
Related Municipal Entity:							
Overbrook Public Library	92,383	-	166,984	161,203	98,164	3,008	101,172
Total Reporting Entity	$ 1,447,042	$ -	$ 2,613,068	$ 2,677,164	$ 1,382,946	$ 19,218	$ 1,402,164

Composition of Cash:

Checking	$ 719,201
Savings	422,866
Certificates of deposit	158,925
Checking - Library	71,270
Savings - Library	23,394
Certificates of deposit - Library	6,508
Total	$ 1,402,164

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

CITY OF OVERBROOK, KANSAS

NOTES TO THE FINANCIAL STATEMENTS
December 31, 2025

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Overbrook (the City) is a municipal corporation governed by a mayor and a five-member council. This financial statement presents the City (the primary government) and the Overbrook Public Library (the related municipal entity), for which it is considered to be financially accountable. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents.

> Library Board - The Overbrook Public Library Board operates the City's public library. Acquisition or disposition of real property by the Board must be approved by the City. Bond issuances must also be approved by the City.

Basis of Accounting

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

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

Regulatory Basis Fund Types

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.

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

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

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

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:

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

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

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

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

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

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

A legal operating budget is not required for capital projects funds and Programs, Water Reserve, Sewer Reserve, Law Equipment Reserve, Employee Benefit Reserve, Water/Sewer Debt Reserve and Equipment Reserve 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 City Council.

NOTE 2 - Deposits and Investments

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

Investments. K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices. As of December 31, 2025, the City held no such investments.

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

NOTE 2 - Deposits and Investments (Continued)

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has no designated "peak periods."

As of December 31, 2025, the City's carrying amount of deposits was $1,300,992 and the bank balance was $1,447,155. The bank balance was held by two banks, resulting in a concentration of credit risk. Of the bank balance, $367,647 was covered by federal depository insurance and the remaining $1,079,508 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

As of December 31, 2025, the Library's carrying amount of deposits was $101,172 and the bank balance was $108,441. The bank balance was held by one bank, resulting in a concentration of credit risk. The entire bank balance was covered by federal depository insurance.

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. The City had no such investments as of December 31, 2025.

NOTE 3 - Retirement Plan

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

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

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.71% for KPERS and 24.67% for KP&F for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City $38,824 for KPERS and $27,627 for KP&F for the year ended December 31, 2025. Contributions to the pension plan from the Library were $5,433 for the year ended December 31, 2025.

Net Pension Liability. As of December 31, 2025, the City's proportionate share of the collective net pension liability reported by KPERS was $254,780 and $173,786 for KP&F. As of December 31, 2025, the Library's proportionate share of the collective net pension liability reported by KPERS was $44,915. 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 and Library's

NOTE 3 - Retirement Plan (Continued)

proportion of the net pension liability was based on the ratio of the City's and Library's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup of KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

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

NOTE 4 - Long-Term Debt

Changes in Long-term Debt. During the year ended December 31, 2025, the following changes occurred in long-term debt:

Type of Issue	Beginning Principal Outstanding	Additions to Principal	Reductions of Principal	Ending Principal Outstanding	Interest Paid
General Obligation Bonds	$4,265,038	$ -	$ 98,089	$ 4,166,949	$ 59,076
State Revolving Loans	153,259	-	41,249	112,010	2,266
Finance Leases	33,652	-	22,876	10,776	1,262
	$4,451,949	$ -	$ 162,214	$ 4,289,735	$ 62,604

General Obligation Bonds. General obligation bonds currently outstanding are as follows:

General Obligation Bonds	Interest Rate	Amount Outstanding	Original Amount	Date of Issue	Final Maturity
Series 2023-1	1.375%	$ 3,993,808	$4,152,000	10/19/2023	10/19/2063
Series 2023-2	1.375%	173,141	180,000	10/19/2023	10/19/2063
		$ 4,166,949	$4,332,000		

The annual debt service requirements to maturity for the general obligation bonds are as follows:

Year Ending December 31,	Principal Due	Interest Due	Total Due
2026	$ 84,231	$ 57,296	$ 141,527
2027	85,389	56,138	141,527
2028	86,564	54,963	141,527
2029	87,754	53,773	141,527
2030	88,961	52,566	141,527
2031 - 2035	463,490	244,145	707,635
2036 - 2040	496,246	211,390	707,636
2041 - 2045	531,313	176,322	707,635
2046 - 2050	568,860	138,775	707,635
2051 - 2055	609,059	98,576	707,635
2056 - 2060	652,099	55,536	707,635
2061 - 2063	412,983	11,407	424,390
	$ 4,166,949	$ 1,210,887	$ 5,377,836

NOTE 4 - Long-Term Debt (Continued)

Revolving Loans. State revolving loans currently outstanding are as follows:

State Revolving Loans	Interest Rate	Amount Outstanding	Original Amount	Date of Issue	Final Maturity
KS PWSLF #2989	1.50%	$ 112,010	$6,175,300	2/1/2023	2/1/2042
		$ 112,010	$6,175,300		

The annual debt service requirements to maturity for the revolving loans are as follows:

Year Ending December 31,	Principal Due	Interest Due	Total Due
2026	$ 6,031	$ 823	$ 6,854
2027	6,122	1,201	7,323
2028	6,214	1,131	7,345
2029	6,307	1,059	7,366
2030	6,402	986	7,388
2031 - 2035	33,488	3,799	37,287
2036 - 2040	36,084	1,807	37,891
2041 - 2042	11,362	131	11,493
	$ 112,010	$ 10,937	$ 122,947

Finance Leases. Finance leases currently outstanding are as follows:

Finance Leases	Interest Rate	Amount Outstanding	Original Amount	Date of Issue	Final Maturity
2021 Skid Steer	3.75%	$ 10,776	$ 63,782	11/4/2021	11/4/2027
		$ 10,776	$ 63,782		

The annual debt service requirements to maturity for the finance leases are as follows:

Year Ending December 31,	Principal Due	Interest Due	Total Due
2026	$ 10,776	$ 857	$ 11,633
	$ 10,776	$ 857	$ 11,633

NOTE 5 - Compensated Absences

City employees receive vacation and sick leave benefits. Vacation benefits accrue on a monthly basis and an annual carryover caps the number of days transferred from year to year. Upon termination, employees are compensated for any unused vacation leave. Sick leave accrues on a monthly basis up to a maximum. Upon termination, employees are not compensated for any unused sick leave. It is the City's policy to recognize the costs of compensated absences when actually paid.

NOTE 6 - Commitments and Contingencies

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

NOTE 7 - Interfund Transfers

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

From	To	Amount	Regulatory Authority
General	Pool	$ 34,000	Council Motion
General	Equipment Reserve	14,988	K.S.A. 12-1,117
General	Water Reserve	24,036	K.S.A. 12-631o
General	Park/Lake Capital Projects	22,880	K.S.A. 12-1,118
General	Water/Sewer Debt Reserve	11,000	K.S.A. 12-1,117
General	Law Equipment Reserve	3,000	K.S.A. 12-1,117
General	Public Safety	76,000	Council Motion
General	Parks and Recreation	28,000	Council Motion
General	Programs	1,000	Council Motion
General	Bond and Interest	29,000	Debt agreement
Public Safety	Law Equipment Reserve	6,000	K.S.A. 12-1,118
Public Safety	Employee Benefit Reserve	6,000	K.S.A. 12-16,102
Water Utility	Equipment Reserve	4,980	K.S.A. 12-825d
Water Utility	Water Reserve	5,832	K.S.A. 12-825d
Water Utility	Water/Sewer Debt Reserve	11,729	K.S.A. 12-825d
Water Utility	Bond and Interest	123,475	K.S.A. 12-825d
Street Maintenance	Equipment Reserve	4,980	K.S.A. 12-1,117
Sewer Utility	Equipment Reserve	4,980	K.S.A. 12-825d
Sewer Utility	Sewer Reserve	3,132	K.S.A. 12-825d
Sewer Utility	Bond and Interest	40,665	K.S.A. 12-825d
		$ 455,677	

NOTE 8 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters, for which the City has carried commercial insurance. Settled claims resulting from these risks have not exceeded commercial insurance in any of the past three fiscal years.

NOTE 9 - Other Long-Term Obligations from Operations

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

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

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.

SCHEDULE 1

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

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over [Under]
General Funds:					
General	$ 976,885	$ -	$ 976,885	$ 895,574	$ [81,311]
Special Purpose Funds:					
Public Safety	312,000	-	312,000	301,859	[10,141]
Street Maintenance	179,980	-	179,980	121,611	[58,369]
Library	116,000	-	116,000	113,750	[2,250]
Parks and Recreation	125,000	-	125,000	110,729	[14,271]
Special Highway	113,825	-	113,825	70,028	[43,797]
Bond and Interest Funds:					
Bond and Interest	159,165	-	159,165	157,053	[2,112]
Business Funds:					
Water Utility	745,609	-	745,609	415,217	[330,392]
Sewer Utility	153,777	-	153,777	153,678	[99]
Pool	61,567	-	61,567	55,999	[5,568]

See independent auditor's report on the financial statements.

CITY OF OVERBROOK, KANSAS
GENERAL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Taxes and shared revenue			
Ad valorem property tax	$ 215,999	$ 222,221	$ [6,222]
Delinquent tax	5,924	7,500	[1,576]
Motor vehicle tax	21,717	19,393	2,324
Recreational vehicle tax	231	232	[1]
Commercial vehicle taxes	370	216	154
Franchise fees	77,052	90,000	[12,948]
Intergovernmental	4,088	3,900	188
Sales tax	246,427	295,000	[48,573]
Licenses, rent, permits	14,971	10,000	4,971
Municipal court	120,775	55,000	65,775
Interest income	15,290	10,000	5,290
Miscellaneous revenues	111,531	-	111,531
Total Receipts	834,374	$ 713,462	$ 120,912
Expenditures			
Personnel services	291,683	$ 250,000	$ 41,683
Commodities	26,430	80,000	[53,570]
Contractual services	314,925	450,000	[135,075]
Capital outlay	18,632	82,715	[64,083]
Debt service	-	12,346	[12,346]
Operating transfers	243,904	101,824	142,080
Total Expenditures	895,574	$ 976,885	$ [81,311]
Receipts Over [Under] Expenditures	[61,200]		
Unencumbered Cash, Beginning	495,843		
Unencumbered Cash, Ending	$ 434,643		

SCHEDULE 2 - 2

CITY OF OVERBROOK, KANSAS
PUBLIC SAFETY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Taxes and shared revenue			
Ad valorem property tax	$ 194,617	$ 200,222	$ [5,605]
Delinquent tax	5,438	6,450	[1,012]
Motor vehicle tax	19,587	17,491	2,096
Recreational vehicle tax	208	209	[1]
Commercial vehicle tax	333	129	204
Watercraft Tax	-	66	[66]
Miscellaneous revenues	276	83,000	[82,724]
Operating transfers	76,000	-	76,000
Total Receipts	296,459	307,567	[11,108]
Expenditures			
Personnel services	251,498	$ 248,000	$ 3,498
Commodities	19,368	30,000	[10,632]
Contractual services	15,749	20,000	[4,251]
Capital outlay	3,244	8,000	[4,756]
Operating transfers	12,000	6,000	6,000
Total Expenditures	301,859	$ 312,000	$ [10,141]
Receipts Over [Under] Expenditures	[5,400]		
Unencumbered Cash, Beginning	5,828		
Unencumbered Cash, Ending	$ 428		

See independent auditor's report on the financial statements.

CITY OF OVERBROOK, KANSAS
STREET MAINTENANCE FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Taxes and shared revenue			
Ad valorem property tax	$ 82,097	$ 82,740	$ [643]
Delinquent tax	2,260	2,750	[490]
Motor vehicle tax	6,367	7,176	[809]
Recreational vehicle tax	85	86	[1]
Commercial vehicle tax	137	80	57
Miscellaneous revenues	129	-	129
Total Receipts	91,075	$ 92,832	$ [1,757]
Expenditures			
Capital outlay	116,631	$ 175,000	$ [58,369]
Operating transfers	4,980	4,980	-
Total Expenditures	121,611	$ 179,980	$ [58,369]
Receipts Over [Under] Expenditures	[30,536]		
Unencumbered Cash, Beginning	114,638		
Unencumbered Cash, Ending	$ 84,102		

See independent auditor's report on the financial statements.

SCHEDULE 2 - 4

CITY OF OVERBROOK, KANSAS
LIBRARY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Taxes and Shared Revenue			
Ad valorem property tax	$ 100,530	$ 103,265	$ [2,735]
Delinquent tax	2,830	3,500	[670]
Motor vehicle tax	10,107	9,026	1,081
Recreational vehicle tax	3	108	[105]
Watercraft Tax	107	34	73
Commercial vehicle tax	172	67	105
Total Receipts	113,750	$ 116,000	$ [2,250]
Expenditures			
Appropriation to Library Board	113,750	$ 116,000	$ [2,250]
Total Expenditures	113,750	$ 116,000	$ [2,250]
Receipts Over [Under] Expenditures	-		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ -		

See independent auditor's report on the financial statements.

CITY OF OVERBROOK, KANSAS
PARKS AND RECREATION FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Taxes and Shared Revenue			
Ad valorem property tax	$ 50,583	$ 48,623	$ 1,960
Delinquent tax	1,052	10,000	[8,948]
Motor vehicle tax	4,772	4,261	511
Recreational vehicle tax	26	51	[25]
Commercial vehicle tax	81	47	34
Charges for services	19,362	40,000	[20,638]
Miscellaneous revenues	7,172	-	7,172
Operating transfers	28,000	-	28,000
Total Receipts	111,048	$ 102,982	$ 8,066
Expenditures			
General government	110,729	$ 125,000	$ [14,271]
Total Expenditures	110,729	$ 125,000	$ [14,271]
Receipts Over [Under] Expenditures	319		
Unencumbered Cash, Beginning	1,088		
Unencumbered Cash, Ending	$ 1,407		

SCHEDULE 2 - 6

CITY OF OVERBROOK, KANSAS
SPECIAL HIGHWAY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Intergovernmental revenues	$ 26,822	$ 29,000	$ [2,178]
Total Receipts	26,822	$ 29,000	$ [2,178]
Expenditures			
Contractual services	70,028	$ 113,825	$ [43,797]
Total Expenditures	70,028	$ 113,825	$ [43,797]
Receipts Over [Under] Expenditures	[43,206]		
Unencumbered Cash, Beginning	158,030		
Unencumbered Cash, Ending	$ 114,824		

See independent auditor's report on the financial statements.

CITY OF OVERBROOK, KANSAS
NON-BUDGETED SPECIAL PURPOSE FUNDS
Schedule of Receipts and Expenditures - Actual *
Regulatory Basis
For the Year Ended December 31, 2025

	Programs	Water Reserve	Sewer Reserve	Law Equipment Reserve	Employee Benefit Reserve	Water/Sewer Debt Reserve	Equipment Reserve
Receipts							
Operating transfers	$ 1,000	$ 29,868	$ 3,132	$ 9,000	$ 6,000	$ 22,729	$ 29,928
Charges for services	19,214	-	-	-	-	-	-
Miscellaneous revenues	-	-	-	-	-	-	7,700
Total Receipts	20,214	29,868	3,132	9,000	6,000	22,729	37,628
Expenditures							
Personnel services	19,072	-	-	-	-	-	-
Contractual services	893	-	-	-	3,758	-	-
Capital outlay	-	-	-	3,421	-	-	27,337
Debt service	-	-	-	-	-	43,834	-
Total Expenditures	19,965	-	-	3,421	3,758	43,834	27,337
Receipts Over [Under] Expenditures	249	29,868	3,132	5,579	2,242	[21,105]	10,291
Unencumbered Cash, Beginning	-	103,458	19,022	3,773	20,706	21,411	16,312
Unencumbered Cash, Ending	$ 249	$ 133,326	$ 22,154	$ 9,352	$ 22,948	$ 306	$ 26,603

* These funds are not required to be budgeted.

SCHEDULE 2 - 8

CITY OF OVERBROOK, KANSAS
BOND AND INTEREST FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Taxes and Shared Revenue			
Delinquent tax	$ 441	$ -	$ 441
Intergovernmental	-	15,638	[15,638]
Operating transfers	193,140	162,165	30,975
Total Receipts	193,581	$ 177,803	$ 15,778
Expenditures			
Debt service	97,570	$ 99,917	$ [2,347]
Interest	59,483	57,248	2,235
Cash basis reserve	-	2,000	[2,000]
Total Expenditures	157,053	$ 159,165	$ [2,112]
Receipts Over [Under] Expenditures	36,528		
Unencumbered Cash, Beginning	-		
Unencumbered Cash, Ending	$ 36,528		

See independent auditor's report on the financial statements.

CITY OF OVERBROOK, KANSAS
CAPITAL PROJECTS FUNDS
Schedule of Receipts and Expenditures - Actual *
Regulatory Basis
For the Year Ended December 31, 2025

	Park/ Lake
Receipts	
Charges for services	$ 3,193
Operating transfers	22,880
Total Receipts	26,073
Expenditures	
Personnel services	767
Commodities	2,417
Contractual services	18,964
Total Expenditures	22,148
Receipts Over [Under] Expenditures	3,925
Unencumbered Cash, Beginning	31,173
Unencumbered Cash, Ending	$ 35,098

* These funds are not required to be budgeted.

CITY OF OVERBROOK, KANSAS
WATER UTILITY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Charges for services	$ 342,896	$ 510,000	$ [167,104]
Total Receipts	342,896	510,000	[167,104]
Expenditures			
Personnel services	$ 83,203	$ 155,000	$ [71,797]
Commodities	59,461	85,000	[25,539]
Contractual services	115,304	90,000	25,304
Capital outlay	-	208,249	[208,249]
Refuse collection	11,233	70,000	[58,767]
Operating transfers	146,016	137,360	8,656
Total Expenditures	415,217	$ 745,609	$ [330,392]
Receipts Over [Under] Expenditures	[72,321]		
Unencumbered Cash, Beginning	245,064		
Unencumbered Cash, Ending	$ 172,743		

CITY OF OVERBROOK, KANSAS
SEWER UTILITY FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Charges for services	$ 227,226	$ 210,000	$ 17,226
Total Receipts	227,226	$ 210,000	$ 17,226
Expenditures			
Personnel services	$ 32,841	$ 15,000	$ 17,841
Commodities	1,619	-	1,619
Contractual services	70,441	90,000	[19,559]
Operating transfers	48,777	48,777	-
Total Expenditures	153,678	$ 153,777	$ [99]
Receipts Over [Under] Expenditures	73,548		
Unencumbered Cash, Beginning	116,496		
Unencumbered Cash, Ending	$ 190,044		

CITY OF OVERBROOK, KANSAS
POOL FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Charges for services	$ 20,209	$ 30,000	$ [9,791]
Operating transfers	34,000	30,000	4,000
Total Receipts	54,209	$ 60,000	$ [5,791]
Expenditures			
Personnel services	37,336	$ 40,000	$ [2,664]
Commodities	10,958	15,000	[4,042]
Contractual services	7,705	6,567	1,138
Total Expenditures	55,999	$ 61,567	$ [5,568]
Receipts Over [Under] Expenditures	[1,790]		
Unencumbered Cash, Beginning	1,817		
Unencumbered Cash, Ending	$ 27		

CITY OF OVERBROOK, KANSAS
OVERBROOK PUBLIC LIBRARY - RELATED MUNICIPAL ENTITY
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2025

Receipts	
City appropriation	$ 111,598
Interest	10,162
Donations and grants	36,766
Room rentals	4,074
Miscellaneous	4,384
Total Receipts	166,984
Expenditures	
Personnel services	7,399
Contractual services	133,972
Collection	19,832
Total Expenditures	161,203
Receipts Over [Under] Expenditures	5,781
Unencumbered Cash, Beginning	92,383
Unencumbered Cash, Ending	$ 98,164