CITY OF LINWOOD, KANSAS

FINANCIAL STATEMENTS

Year ended December 31, 2025

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CITY OF LINWOOD, KANSAS

Financial Statements
Year ended December 31, 2025

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INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Linwood, 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 Linwood, 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 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and summary of receipts and disbursements-agency funds (Schedules 1, 2 and 3 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

February 6, 2026

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

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund:						
General	$ 116,487	$ 739,057	$ 753,932	$ 101,612	$ 4,303	$ 105,915
Special Purpose Funds:						
Special Highway	56,146	12,520	-	68,666	-	68,666
Special Sales Tax	310,321	80,884	235,000	156,205	-	156,205
Donations and Other Special Revenue	1,460	-	-	1,460	-	1,460
Capital Improvement Reserve	52,387	-	876	51,511	-	51,511
Parks Improvement Reserve	7,478	-	-	7,478	-	7,478
Sewer Improvement Reserve	190,000	-	-	190,000	-	190,000
Water Improvement Reserve	12,843	-	-	12,843	-	12,843
Capital Project Funds:						
New City Hall Building	-	173,734	173,734	-	-	-
Business Funds:						
Water Utility	14,314	93,220	198,076	[90,542]	2,984	[87,558]
Sewer Utility	133,050	86,122	91,396	127,776	3,129	130,905
Total Primary Government	$ 894,486	$ 1,185,537	$ 1,453,014	$ 627,009	$ 10,416	$ 637,425

COMPOSITION OF CASH:	
Checking	$ 34,669
Money market accounts	603,816
Total Ending Cash Balance	638,485
Less Agency Fund Cash Balance (Schedule 3)	[1,060]
Total Reporting Entity	$ 637,425

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

CITY OF LINWOOD, KANSAS

Notes to the Financial Statements
December 31, 2025

NOTE 1 - Summary of Significant Accounting Policies

Municipal Financial Reporting Entity

The City of Linwood (City) is a municipal corporation governed by a mayor and a five-member council. These financial statements present the City and any related municipal entities for which the City is considered to be financially accountable. The City has no related municipal entities.

Basis of Accounting

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

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

Regulatory Basis Fund Types

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

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

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific regulatory receipts 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.

Agency Fund - used to report assets held by a city in a purely custodial capacity (i.e., payroll clearing fund, county treasurer tax collection accounts, etc.)

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest fund, 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 the 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 the 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 10 days after all statutory notification and publication requirements have been met. Municipal budgets requiring a hearing to exceed the revenue neutral rate should be adopted on or before October 1st but may not be adopted prior to the revenue neutral rate hearing. The City did hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. The Water Utility Fund was amended as of December 31, 2025.

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 statutory basis of accounting, in which regulatory basis 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. All unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for Donations and Other Special Revenue Funds, Capital Reserve Funds, and the New City Hall Building Fund.

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

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.

NOTE 2 - Deposits and Investments (Continued)

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

Custodial credit risk - deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has no designated "peak periods." All deposits were legally secured as of December 31, 2025.

As of December 31, 2025, the City's carrying amount of deposits was $638,485 and the bank balance was $649,812. The bank balance was held by one bank, resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance and the balance of $399,812 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The City had no such investments as of December 31, 2025.

NOTE 3 - Retirement Plans

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. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1.00% contribution rate for the Death and Disability Program) and the statutory contribution rate 9.71% for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City were $24,368 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 $198,400. 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 of KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in these financial statements.

NOTE 3 - Retirement Plans (Continued)

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.kpers.org or can be obtained as described above.

NOTE 4 - Compensated Absences

The City's personnel policy grants employees annual sick leave at a rate of 16 hours each quarter for full-time employees and four hours each quarter for part-time employees. Employees can accumulate no more than 20 days of sick leave.

Upon retirement/resignation, a tenured employee of five (5) years will be paid out their remaining sick leave at the rate of ten (10) dollars per day. An employee of ten (10) years will be paid out at the rate of twenty (20) dollars per day. An employee of twenty years or more will be paid out at their full rate of pay per day.

It is also the City's policy to pay out accumulated compensatory time when an employee leaves employment in good standing. Employees can be paid out for no more than 100 hours of accumulated compensatory time.

As of December 31, 2025, the liability for these leave policies was $2,150.

NOTE 5 - 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 Statement of the City as of December 31, 2025.

NOTE 6 - 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 7 - Other Long-Term Obligations from Operations

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

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

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

NOTE 8 - 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	$ 343,882	$ -	$ 6,225	$ 337,657	$ 6,018
Finance Lease	-	169,168	-	169,168	-
Total	$ 343,882	$ 169,168	$ 6,225	$ 506,825	$ 6,018

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

General Obligation Bonds	Interest Rate	Amount Outstanding	Original Amount	Date of Issue	Final Maturity
Series 2023	1.75%	$ 337,657	$ 350,000	5/10/2023	5/10/2063

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

	Principal	Interest	Total
2026	$ 6,334	$ 5,909	$ 12,243
2027	6,445	5,798	12,243
2028	6,558	5,685	12,243
2029	6,672	5,571	12,243
2030	6,789	5,454	12,243
2031 - 2035	35,770	25,445	61,215
2036 - 2040	39,011	22,204	61,215
2041 - 2045	42,547	18,668	61,215
2046 - 2050	46,402	14,813	61,215
2051 - 2055	50,607	10,608	61,215
2056 - 2060	55,193	6,022	61,215
2061 - 2063	35,330	1,241	36,571
	$ 337,657	$ 127,419	$ 465,076

Finance Lease. On August 13, 2025, the City entered into a finance lease agreement in order to finance the maintenance and addition of city streets in the amount of $169,168. The lease carries a 4.20% interest rate and is scheduled to mature on August 13, 2040.

NOTE 8 - Long-Term Debt (Continued)

The following table details the City's outstanding finance lease as of December 31, 2025:

Finance Lease	Interest Rate	Amount Outstanding	Original Amount	Date of Issue	Final Maturity
Infrastructure Project 2025	4.20%	$ 169,168	$ 169,168	8/13/2025	8/13/2040

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

	Principal	Interest	Total
2026	$ 8,262	$ 7,118	$ 15,380
2027	8,618	6,762	15,380
2028	8,971	6,409	15,380
2029	9,375	6,005	15,380
2030	9,778	5,602	15,380
2031 - 2035	55,564	21,338	76,902
2036 - 2040	68,600	8,303	76,903
	$ 169,168	$ 61,537	$ 230,705

Note 9 - Interfund Transfers

Operating transfers were as follows:

From	To	Amount	Regulatory Authority
Special Sales Tax	General	$ 235,000	K.S.A. 12-1118
General	New City Hall Building	176,095	K.S.A. 12-1118
Total		$ 411,095	

Note 10 – Stewardship, Compliance, and Accountability

The Water Fund had a deficit cash balance of $87,558 and a deficit unencumbered cash balance of $90,542 as of December 31, 2025, which is a violation of K.S.A. 10-1113.

Expenditures in the Water Fund exceeded the adopted budget for the year ended December 31, 2025, which is a violation of K.S.A. 79-2935.

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SCHEDULE 1

CITY OF LINWOOD, 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 Budget	Variance Over [Under]
General Fund:					
General	$ 585,000	$ 176,095	$ 761,095	$ 753,932	$ [7,163]
Special Purpose Funds:					
Special Highway	171,297	-	171,297	-	[171,297]
Special Sales Tax	445,010	-	445,010	235,000	[210,010]
Business Funds:					
Water Utility	187,815	-	187,815	198,076	10,261
Sewer Utility	108,000	-	108,000	91,396	[16,604]

See independent auditor's report on the financial statements.

CITY OF LINWOOD, 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			
Ad valorem tax	$ 155,347	$ 159,847	$ [4,500]
Delinquent tax	3,787	2,000	1,787
Motor vehicle and RV tax	15,671	15,788	[117]
Sales and compensating use tax	48,477	44,000	4,477
Franchise fees	25,250	23,500	1,750
Local alcohol tax	-	5,500	[5,500]
Licenses, permits and fees	5,350	5,000	350
Charges for services	45,543	42,000	3,543
Use of money and property	11,287	8,000	3,287
Community center rental	16,185	8,000	8,185
Miscellaneous	1,065	-	1,065
Reimbursement	6,527	2,500	4,027
Lease proceeds	169,568	-	169,568
Transfer in	235,000	235,000	-
Total Receipts	739,057	$ 551,135	$ 187,922
Expenditures			
Personnel services	185,325	$ 115,000	$ 70,325
Contractual services	87,021	65,000	22,021
Streets materials and repairs	175,152	263,000	[87,848]
Materials and supplies	9,920	12,000	[2,080]
Facilities and equipment	38,627	55,000	[16,373]
Operations	57,360	42,000	15,360
Community center	12,371	18,000	[5,629]
Miscellaneous	14,422	-	14,422
Capital outlay	-	15,000	[15,000]
Transfers out	173,734	-	173,734
Adjustment for qualifying budget credit	-	176,095	[176,095]
Total Expenditures	753,932	$ 761,095	$ [7,163]
Receipts Over [Under] Expenditures	[14,875]		
Unencumbered Cash, Beginning	116,487		
Unencumbered Cash, Ending	$ 101,612		

SCHEDULE 2-2

CITY OF LINWOOD, 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			
Special highway state	$ 11,542	$ 11,340	$ 202
Special highway county	978	1,140	[162]
Total Receipts	12,520	$ 12,480	$ 40
Expenditures			
Capital outlay	-	$ 171,297	$ [171,297]
Total Expenditures	-	$ 171,297	$ [171,297]
Receipts Over [Under] Expenditures	12,520		
Unencumbered Cash, Beginning	56,146		
Unencumbered Cash, Ending	$ 68,666		

See independent auditor's report on the financial statements.

CITY OF LINWOOD, KANSAS
Special Sales Tax Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025

	Actual	Budget	Variance Over [Under]
Receipts			
Sales and compensating use tax	$ 80,884	$ 66,000	$ 14,884
Total Receipts	80,884	$ 66,000	$ 14,884
Expenditures			
Miscellaneous	-	$ 10,000	$ [10,000]
Transfers out	235,000	235,000	-
Cash forward	-	200,010	[200,010]
Total Expenditures	235,000	$ 445,010	$ [210,010]
Receipts Over [Under] Expenditures	[154,116]		
Unencumbered Cash, Beginning	310,321		
Unencumbered Cash, Ending	$ 156,205		

SCHEDULE 2-4

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

	Donations & Other Special Revenue
Receipts	
Miscellaneous revenue	$ -
Total Receipts	-
Expenditures	
Other costs	-
Total Expenditures	-
Receipts Over [Under] Expenditures	-
Unencumbered Cash, Beginning	1,460
Unencumbered Cash, Ending	$ 1,460

* - These funds are not required to be budgeted.

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

	Capital Improvement Reserve	Park Improvement Reserve	Sewer Improvement Reserve	Water Improvement Reserve
Receipts				
Transfers in	$ -	$ -	$ -	$ -
Total Receipts	-	-	-	-
Expenditures				
Materials and supplies	876	-	-	-
Total Expenditures	876	-	-	-
Receipts Over [Under] Expenditures	[876]	-	-	-
Unencumbered Cash, Beginning	52,387	7,478	190,000	12,843
Unencumbered Cash, Ending	$ 51,511	$ 7,478	$ 190,000	$ 12,843

* - These funds are not required to be budgeted.

SCHEDULE 2-6

CITY OF LINWOOD, KANSAS
New City Hall Building Fund
Schedule of Receipts and Expenditures - Actual*
Regulatory Basis
For the Year Ended December 31, 2025

Receipts	
Transfers in	$ 173,734
Total Receipts	173,734
Expenditures	
Contractual services	16,873
Capital outlay	156,861
Total Expenditures	173,734
Receipts Over [Under] Expenditures	-
Unencumbered Cash, Beginning	-
Unencumbered Cash, Ending	$ -

* - This fund is not required to be budgeted.

CITY OF LINWOOD, 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 to customers	$ 91,970	$ 100,000	$ [8,030]
Connects and disconnects	1,250	4,000	[2,750]
Reimbursements	-	69,501	[69,501]
Total Receipts	93,220	$ 173,501	$ [80,281]
Expenditures			
Personnel services	68,315	$ 59,109	$ 9,206
Contractual services	65,823	70,345	[4,522]
Materials and supplies	18,478	14,642	3,836
Facilities and equipment	16,326	30,696	[14,370]
Operations	16,891	780	16,111
Debt service	12,243	12,243	-
Total Expenditures	198,076	$ 187,815	$ 10,261
Receipts Over [Under] Expenditures	[104,856]		
Unencumbered Cash, Beginning	14,314		
Unencumbered Cash, Ending	$ [90,542]		

See independent auditor's report on the financial statements.

SCHEDULE 2-8

CITY OF LINWOOD, 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 to customers	$ 86,122	$ 85,000	$ 1,122
Miscellaneous	-	500	[500]
Total Receipts	86,122	$ 85,500	$ 622
Expenditures			
Personnel services	63,510	$ 48,000	$ 15,510
Contractual services	4,271	7,500	[3,229]
Capital outlay	11,075	10,000	1,075
Facilities and equipment	12,180	35,000	[22,820]
Operations	360	7,500	[7,140]
Total Expenditures	91,396	$ 108,000	$ [16,604]
Receipts Over [Under] Expenditures	[5,274]		
Unencumbered Cash, Beginning	133,050		
Unencumbered Cash, Ending	$ 127,776		

See independent auditor's report on the financial statements.

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

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Water Deposit Fund	$ 875	$ 185	$ -	$ 1,060
Total Agency Funds	$ 875	$ 185	$ -	$ 1,060