CITY OF FREDONIA, KANSAS

Independent Auditor's Report and
Financial Statement with
Supplementary Information

For the Year Ended December 31, 2025

CITY OF FREDONIA, KANSAS

December 31, 2025

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December 31, 2025

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JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Commission
City of Fredonia, 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 Fredonia, 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 Fredonia, 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 Fredonia, 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, 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 Fredonia, 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'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 regulatory basis receipts and disbursements-agency funds (Schedules 1, 2, and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however, are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic

financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Fredonia, Kansas as of and for the year ended December 31, 2024 (not presented herein), and have issued our report thereon dated July 9, 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-governments/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 17, 2026
Chanute, Kansas

CITY OF FREDONIA, 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	Cash Balance December 31, 2025
General Fund	$ 778,193.53	$ 1,885,273.22	$ 1,780,040.45	$ 883,426.30	$ 54,483.91	$ 937,910.21
Special Purpose Funds:						
Industrial Development	49,937.73	21,531.04	33,983.35	37,485.42	7,767.98	45,253.40
Library	-	103,354.61	103,354.61	-	-	-
Special Parks and Recreation	69,112.36	13,927.19	-	83,039.55	-	83,039.55
Special Highway	74,725.51	56,059.77	58,055.10	72,730.18	-	72,730.18
Tourism	62,383.13	17,598.47	9,800.00	70,181.60	186.67	70,368.27
Capital Improvement Reserve	536,305.53	202,200.00	163,616.61	574,888.92	63,197.03	638,085.95
Neighborhood Revitalization	300.00	-	-	300.00	-	300.00
Fire Reserve	10,099.87	-	-	10,099.87	-	10,099.87
1/2 Cent Sales Tax	5,046.76	-	-	5,046.76	-	5,046.76
1/2 Cent Infrastructure Sales Tax	487,269.16	268,377.00	194,500.00	561,146.16	-	561,146.16
1 Cent Swimming Pool Sales Tax	557,609.01	535,025.27	418,698.26	673,936.02	242.76	674,178.78
Capital Project Funds:						
CDBG-Grant	14,020.33	2,009,690.00	684,152.50	1,339,557.83	-	1,339,557.83
Sewer Projects	(21,315.41)	21,315.41	-	-	-	-
Water and Light Meter Replacement	216,047.15	95,740.29	59,259.68	252,527.76	-	252,527.76
Bond and Interest Fund:						
Bond and Interest	-	422,793.33	414,953.75	7,839.58	-	7,839.58
Business Funds:						
Water Utility	4,099.42	1,006,783.54	1,004,854.10	6,028.86	67,425.26	73,454.12
Electric Utility	1,561,459.55	4,013,515.10	4,110,080.55	1,464,894.10	46,838.67	1,511,732.77
Sewer Utility	493,397.28	737,799.61	825,952.54	405,244.35	790.51	406,034.86
Solid Waste Utility	15,591.57	280,915.80	285,002.64	11,504.73	4,949.67	16,454.40
Water Bond Reserve	127,500.00	-	-	127,500.00	-	127,500.00
Water Maintenance Reserve	25,000.00	1,462.30	-	26,462.30	-	26,462.30
Water Capital Reserve	315,334.33	-	315,334.33	-	-	-
Water Security Deposit	7,195.50	-	-	7,195.50	-	7,195.50
Water Reserve	50,000.00	-	-	50,000.00	-	50,000.00
Electric Security Deposit	17,695.71	-	-	17,695.71	-	17,695.71
Electric Capital Reserve	414,018.38	-	-	414,018.38	-	414,018.38
Sewer Reserve	288,060.03	90,000.00	21,315.41	356,744.62	-	356,744.62
Total Primary Government (Excluding Agency Funds)	$ 6,159,086.43	$ 11,783,361.95	$ 10,482,953.88	$ 7,459,494.50	$ 245,882.46	$ 7,705,376.96

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

CITY OF FREDONIA, 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:	$ 7,705,376.96
Composition of Cash:	
Utility Cash on Hand	$ 454.86
General Account	105,285.64
Petty Cash	1,143.56
CDBG Account	1,339,645.33
Cultivate Fredonia Account	65,997.22
Freedom Claims Account	46,663.28
Municipal Court Account	21,823.14
Municipal Court Diversion Account	3,517.71
Select Account	6,681.38
Police Department Drug Account	3,217.55
Fire Donations Account	10,265.87
Fredonia Fast Forward Account	28,500.22
National Night Out Account	388.25
Business Committee Account	1,962.80
K-9 Account	316.35
VIN Program Account	1.00
Community National Bank & Trust Savings Account	22,648.48
Community National Bank & Trust Certificates of Deposit	415,879.23
The Kansas State Bank Savings Account	515,114.10
1st National Bank in Fredonia Savings Account	8,166.51
1st National Bank in Fredonia Certificates of Deposit	1,445,966.07
First Oak Bank in Fredonia Certificates of Deposit	1,816,293.86
Kansas Municipal Investment Pool	2,054,323.99
Total Cash	7,914,256.40
Agency Funds per Schedule 3	(208,879.44)
Total Reporting Entity (Excluding Agency Funds)	$ 7,705,376.96

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

CITY OF FREDONIA, KANSAS

Notes to the Financial Statement
December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement and schedules of the City of Fredonia, 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 generally accepted accounting policies.

Reporting Entity
The City of Fredonia, Kansas is a municipal corporation governed by a Mayor and elected two-member Commission. This financial statement presents the City of Fredonia, Kansas (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:

> Fredonia, Kansas Public Library – The City of Fredonia, Kansas Library Board operates the City's public library. Acquisition or disposition of real property or bond issuances must be approved by the City. Separate financial statements are prepared and are available at the Fredonia, Kansas Public Library.
>
> The Housing Authority of the City of Fredonia, Kansas – The Housing Authority of the City of Fredonia, Kansas operates the City's housing projects. The Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Separate financial statements are prepared and are available at the Housing Authority of the City of Fredonia, Kansas.
>
> Fredonia, Kansas Regional Hospital – The Fredonia, Kansas Regional Hospital operates the City's hospital. The hospital can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Separate financial statements are prepared and are available at the Fredonia, Kansas Regional Hospital.

Regulatory Basis Fund Types
A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the City of Fredonia, Kansas, for the year 2025:

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Regulatory Basis Fund Types (Continued)

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 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, state treasurer tax collection accounts, etc.).

Basis of Accounting – 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 regulatory 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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pension Plan
Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System which is a multi-employer, state-wide pension plan. 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.

Special Assessments
Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligation bonds which are secured by the full faith and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as regulatory receipts in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as regulatory receipts in the bond and interest fund. Further, state statutes require levying additional general ad valorem property taxes in the City bond and interest fund to finance delinquent special assessments receivable.

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 such amendments.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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

- Capital Improvement Reserve Fund
- Neighborhood Revitalization Fund
- Fire Reserve Fund
- ½ Cent Sales Tax Fund

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

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.

The City was in apparent violation of K.S.A. 12-1608 which requires the treasurer of second class cities to publish quarterly statements showing the total amount received into each fund and the total amount expended from each fund and the cash balances of each fund at the beginning and close of each quarter. Such quarterly statements shall show the amount of outstanding registered warrants, temporary notes, bonds and all other obligations and liabilities of the City. One of the four quarterly statements was not published within the 30 day requirement.

3. DEPOSITS AND INVESTMENTS

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

Investment Type	Fair Value	Less than 1	1-2	Rating
Kansas Investment Pool	$2,054,323.99	$2,054,323.99	$ - -	S&P AAAf/S1+

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 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.

3. DEPOSITS AND INVESTMENTS (Continued)

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

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. The City's allocation of investments as of December 31, 2025, is as follows:

Investments	Percentage of Investments
Kansas Investment Pool	100%

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2025.

Deposits: At year-end, the City's carrying amount of deposits was $5,859,477.55 and the bank balance was $6,024,657.90. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, $1,083,684.95 was covered by federal depository insurance, $1,640,972.95 was collateralized with securities held by the pledging financial institutions' agents in the City's name, and $3,300,000.00 was covered with a letter of credit.

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 to be adequately secured.

At December 31, 2025, the City has invested $2,054,323.99 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas Legislature. State pooled monies may by invested in direct obligation that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities of up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

4. RIGHT TO USE CONTRACTS

The City has entered into contracts for copy machines and six police Tasers. Contractual expense for the year ended December 31, 2025, was $6,668.52. Under the current agreements, the future minimum payments are as follows:

2026	$10,680.00
2027	4,224.00
2028	4,224.00
2029	3,168.00

5. LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Paid by Utility Receipts:									
Series 2016 A - Flood Refunding	3.00%	July 14, 2016	$ 1,488,600.00	October 1, 2028	$ 575,000.00	$ -	$ (140,000.00)	$ 435,000.00	$ 17,250.00
Series 2017 A - Electric	3.00%	December 7, 2017	1,930,000.00	October 1, 2027	635,000.00	-	(205,000.00)	430,000.00	19,050.00
Series 2024 A - Sewer	2.00%	August 28, 2024	9,000,000.00	August 28, 2064	9,000,000.00	-	(145,080.00)	8,854,920.00	191,250.00
Series 2024 B - Sewer	2.00%	August 28, 2024	1,745,000.00	August 28, 2064	1,745,000.00	-	(28,129.75)	1,716,870.25	37,081.25
Series 2024 C - Sewer	2.00%	August 28, 2024	2,174,000.00	August 28, 2064	2,174,000.00	-	(41,132.50)	2,132,867.50	29,892.50
Paid by Sales Tax Levied:									
Series 2021 A - Refunding Bonds	.45 - .95%	August 19, 2021	1,180,000.00	October 1, 2026	470,000.00	-	(230,000.00)	240,000.00	4,235.00
Paid by Property Tax Levied:									
Series 2020 A - Fire Station	1.0 % - 2.0%	August 25, 2020	340,000.00	October 1, 2030	210,000.00	-	(30,000.00)	180,000.00	3,652.50
Series 2025 Temporary Notes	4.00%	May 29, 2025	2,055,000.00	August 1, 2027	-	2,055,000.00	-	2,055,000.00	-
State Low Interest Utility Loan	2.13%	March 17, 2021	700,000.00	January 1, 2031	464,929.02	-	(101,100.79)	363,828.23	15,374.07
GRDA Repayment	2.50%	October 31, 2021	130,468.00	February 28, 2026	36,524.98	-	(31,243.26)	5,281.72	556.74
Finance Lease									
2023 COP	3.75% - 5.15%	January 12, 2023	4,825,000.00	December 1, 2042	4,825,000.00	-	(60,000.00)	4,765,000.00	232,283.35
Total Contractual Indebtedness					$ 20,135,454.00	$ 2,055,000.00	$ (1,011,686.30)	$ 21,178,767.70	$ 550,625.41

5. 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	2041-2045
Principal								
General Obligation Bonds								
Series 2016 A - Flood Refunding	$ 140,000.00	$ 145,000.00	$ 150,000.00	$ -	$ -	$ -	$ -	$ -
Series 2017 A	210,000.00	220,000.00	-	-	-	-	-	-
Series 2021 A - Refunding Bonds	240,000.00	-	-	-	-	-	-	-
Series 2020 A - Fire Station	35,000.00	35,000.00	35,000.00	35,000.00	40,000.00	-	-	-
Series 2024 A - Sewer	148,162.95	151,311.41	154,526.78	157,810.47	161,163.95	858,669.64	953,864.01	1,059,611.85
Series 2024 B - Sewer	28,727.51	29,337.97	29,961.40	30,598.08	31,248.29	166,488.57	184,945.94	205,449.53
Series 2024 C - Sewer	41,698.07	42,271.42	42,852.65	43,441.88	44,039.20	229,447.34	245,661.65	263,021.78
Series 2025 Temporary Note	-	2,055,000.00	-	-	-	-	-	-
State Low Interest Utility Loan	35,195.62	71,169.21	72,219.24	73,284.77	74,366.01	37,593.38	-	-
GRDA Repayment	5,281.72	-	-	-	-	-	-	-
Finance Lease								
2023 COP	55,000.00	55,000.00	145,000.00	150,000.00	150,000.00	835,000.00	1,010,000.00	2,365,000.00
Total Principal Payments	939,065.87	2,804,090.01	629,560.07	490,135.20	500,817.45	2,127,198.93	2,394,471.60	3,893,083.16
Interest								
General Obligation Bonds								
Series 2016 A - Flood Refunding	13,050.00	8,850.00	4,500.00	-	-	-	-	-
Series 2017 A	12,900.00	6,600.00	-	-	-	-	-	-
Series 2021 A - Refunding Bonds	2,280.00	-	-	-	-	-	-	-
Series 2020 A - Fire Station	3,232.50	2,690.00	2,095.00	1,465.00	800.00		-	-
Series 2024 A - Sewer	188,167.05	185,018.59	181,803.22	178,519.53	175,166.05	822,980.36	727,785.99	622,038.15
Series 2024 B - Sewer	36,483.49	35,873.03	35,249.60	34,612.92	33,962.71	159,566.43	141,109.06	120,605.47
Series 2024 C - Sewer	29,326.93	28,753.58	28,172.35	27,583.12	26,985.80	125,677.66	109,463.35	92,103.22
Series 2025 Temporary Note	96,356.67	82,200.00	-	-	-	-	-	-
State Low Interest Utility Loan	2,674.14	4,570.31	3,520.28	2,454.75	1,373.51	276.31	-	-
GRDA Repayment	7.28	-	-	-	-	-	-	-
Finance Lease								
2023 COP	138,265.00	136,202.50	134,140.00	128,630.00	122,780.00	515,540.00	305,690.00	47,895.00
Total Interest Payments	522,743.06	490,758.01	389,480.45	373,265.32	361,068.07	1,624,040.76	1,284,048.40	882,641.84
Total Principal and Interest	$ 1,461,808.93	$ 3,294,848.02	$ 1,019,040.52	$ 863,400.52	$ 861,885.52	$ 3,751,239.69	$ 3,678,520.00	$ 4,775,725.00

5. 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	2046-2050	2051-2055	2056-2060	2061-2064	Sub-Total	Less Amounts paid by Tax Credits	Total
Principal							
General Obligation Bonds							
Series 2016 A - Flood Refunding	$ -	$ -	$ -	$ -	$ 435,000.00	$ -	$ 435,000.00
Series 2017 A	-	-	-	-	430,000.00	-	430,000.00
Series 2021 A - Refunding Bonds	-	-	-	-	240,000.00	-	240,000.00
Series 2020 A - Fire Station	-	-	-	-	180,000.00	-	180,000.00
Series 2024 A - Sewer	1,177,083.18	1,307,577.69	1,452,539.18	1,272,598.89	8,854,920.00	-	8,854,920.00
Series 2024 B - Sewer	228,226.19	253,527.95	281,634.71	246,724.11	1,716,870.25	-	1,716,870.25
Series 2024 C - Sewer	281,608.68	301,509.07	322,815.75	274,500.01	2,132,867.50	-	2,132,867.50
Series 2025 Temporary Note	-	-	-	-	2,055,000.00	-	2,055,000.00
State Low Interest Utility Loan	-	-	-	-	363,828.23	-	363,828.23
GRDA Repayment	-	-	-	-	5,281.72	-	5,281.72
Finance Lease							
2023 COP	-	-	-	-	4,765,000.00	(1,785,000.00)	2,980,000.00
Total Principal Payments	1,686,918.05	1,862,614.71	2,056,989.64	1,793,823.01	21,178,767.70	(1,785,000.00)	19,393,767.70
Interest							
General Obligation Bonds							
Series 2016 A - Flood Refunding	-	-	-	-	26,400.00	-	26,400.00
Series 2017 A	-	-	-	-	19,500.00	-	19,500.00
Series 2021 A - Refunding Bonds	-	-	-	-	2,280.00	-	2,280.00
Series 2020 A - Fire Station	-	-	-	-	10,282.50	-	10,282.50
Series 2024 A - Sewer	504,566.82	374,072.31	229,110.82	68,175.16	4,257,404.05	-	4,257,404.05
Series 2024 B - Sewer	97,828.81	72,527.05	44,420.28	13,216.73	825,455.58	-	825,455.58
Series 2024 C - Sewer	73,516.32	53,615.93	32,309.25	9,498.30	637,005.81	-	637,005.81
Series 2025 Temporary Note	-	-	-	-	178,556.67	-	178,556.67
State Low Interest Utility Loan	-	-	-	-	14,869.30	-	14,869.30
GRDA Repayment	-	-	-	-	7.28	-	7.28
Finance Lease							-
2023 COP	-	-	-	-	1,529,142.50	-	1,529,142.50
Total Interest Payments	675,911.95	500,215.29	305,840.35	90,890.19	7,500,903.69	-	7,500,903.69
Total Principal and Interest	$ 2,362,830.00	$ 2,362,830.00	$ 2,362,829.99	$ 1,884,713.20	$ 28,679,671.39	$ (1,785,000.00)	$ 26,894,671.39

6. FINANCE LEASE OBLIGATIONS

The City has entered into a finance lease agreement in order to construct, furnish, and equip a solar facility for the City. Payments are made annually, including interest rates ranging from of 3.75 to 5.15%. Final maturity of the lease is December 1, 2042. Future minimum lease payments are as follows:

Year Ended December 31	Totals
2026	$ 193,265.00
2027	191,202.50
2028	279,140.00
2029	278,630.00
2030	272,780.00
2031-2035	1,350,540.00
2036-2040	1,315,690.00
2041-2042	2,412,895.00
	6,294,142.50
Less: Amounts Paid with Tax Credits	(1,785,000.00)
Less: Imputed Interest	(1,529,142.50)
Net Present Value of Minimum Lease Payments	2,980,000.00
Less: Current Maturities	(55,000.00)
Long-Term Finance Lease Obligations	$2,925,000.00

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. 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 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.71% for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City were $159,195.70 for the year ended December 31, 2025.

7. DEFINED BENEFIT PENSION PLAN (Continued)

Net Pension Liability

At December 31, 2025, the City's proportionate share of the collective net pension liability reported by KPERS was $1,160,840.00. 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. 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.

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.

Compensated Absences

Regular full time employees shall receive 10 days of vacation leave on the first day of the month following the first completed year of continuous service. After one year of continuous service an employee shall receive vacation leave beginning on the first day of the month following the employee's anniversary date of employment as follows:

Years of Employment	Accrued Vacation Time	Hours Accrued Per Month
1 - 7	10 days per year	6.67
8 - 14	15 days per year	10
15 – 19	20 days per year	13.33
20 – 29	25 days per year	16.67
30 and Over	30 days per year	20

Vacation leave may be carried over into the following calendar year in amounts not to exceed 110% of annual earning amounts.

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

Regular full time employees may accrue no more than 480 hours of sick leave. Employees who were employed with the City prior to January 1, 2007 and have accumulated more than 480 hours of sick leave as of December 31, 2006, will maintain the excess leave as "banked leave". All banked leave must be used before any other accumulated sick leave. Employees who have accumulated more than 480 hours of sick leave prior to January 1, 2007 will not accrue additional sick leave until they drop below the 480 hour cap of accumulated leave.

Employees who accumulate at least 240 hours of sick leave are entitled to sell back any of the sick leave accumulated during that calendar year in excess of 240 hours. In exchange for eight hours of sick leave, the City will make a lump sum payment to the employee in the amount of $50.00. Employees with 30 years of service time upon retirement will be paid out for 480 hours of banked sick time.

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 attributable to employees' 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 and, is material.

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 of $58,368.14 and estimated a liability for sick leave, which has been earned, but not taken by City employees of $18,072.98.

9. 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.

10. ECONOMIC DEPENDENCY

Currently, the City purchases its water from Public Wholesale Water Supply District No. 23. To continue serving its patrons, the City is dependent upon Public Wholesale Water Supply District No. 23 to provide adequate, reasonably priced water. All water sales are made to residents in the area of the City. Accordingly, the City's operations are dependent upon the ability to purchase water from Public Wholesale Water Supply District No. 23.

11. COMMITMENTS AND CONTINGENCIES

The City has entered into an agreement with the Public Wholesale Water Supply District No. 23 for the purchase of water until September 2040.

12. RENTAL ACTIVITIES

The City rents hay meadows at the airport. Rent collected during the year ended December 31, 2025, was $3,111.02. Under the current agreements, there was no future minimum rental income.

13. CAPITAL PROJECTS

The following is a summary of capital project authorizations and expenditures to date:

PROJECT NAME	AUTHORIZED	EXPENDED THRU 12/31/25	ESTIMATED COMPLETION
Water System Improvements	$ 20,409,334.33	$ 999,187.50	2028

14. INTERFUND TRANSFERS

Operating transfers were as follows:

From Fund:	To Fund:	Statutory Authority	Amount
General	Capital Improvement Reserve	K.S.A. 12-1,118	$ 29,700.00
1 Cent Swimming Pool Sales Tax	General	K.S.A. 12-197	65,000.00
1 Cent Swimming Pool Sales Tax	Special Parks and Recreation	K.S.A. 12-197	11,000.00
1 Cent Swimming Pool Sales Tax	Capital Improvement Reserve	K.S.A. 12-197	45,000.00
CDBG-Grant	Water Utility	K.S.A 79-2934	289.33
Water Utility	Bond and Interest	K.S.A. 12-825d	20,000.00
Electric Utility	General	K.S.A. 12-825d	700,000.00
Electric Utility	Bond and Interest	K.S.A. 12-825d	297,290.00
Electric Utility	Capital Improvement Reserve	K.S.A. 12-825d	2,500.00
Electric Utility	Solid Waste Utility	K.S.A. 12-825d	10,000.00
Sewer Utility	Solid Waste Utility	K.S.A. 12-825d	10,000.00
Sewer Utility	General	K.S.A. 12-825d	10,750.00
Sewer Utility	Bond and Interest	K.S.A. 12-825d	30,000.00
Sewer Utility	Capital Improvement Reserve	K.S.A. 12-825d	25,000.00
Sewer Utility	Sewer Reserve	K.S.A. 12-631o	20,000.00
Sewer Reserve	Sewer Projects	K.S.A. 12-631o	21,315.41
½ Cent Infrastructure Sales Tax	Sewer Reserve	K.S.A. 12-197	70,000.00
½ Cent Infrastructure Sales Tax	Capital Improvement Reserve	K.S.A. 12-197	100,000.00
½ Cent Infrastructure Sales Tax	Bond and Interest	K.S.A. 12-197	24,500.00

15. 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. The City did approve a new finance lease for a bucket truck for a dollar amount not to exceed $216,000.00 subsequent to year end.

SUPPLEMENTARY INFORMATION

Schedule 1

CITY OF FREDONIA, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
(Budgeted Funds Only)
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	$ 2,258,837.00	$ 92,257.06	$ 2,351,094.06	$ 1,780,040.45	$ (571,053.61)
Special Purpose Funds:					
Industrial Development	38,000.00	-	38,000.00	33,983.35	(4,016.65)
Library	113,500.00	-	113,500.00	103,354.61	(10,145.39)
Special Highway	60,000.00	-	60,000.00	58,055.10	(1,944.90)
Tourism	9,800.00	-	9,800.00	9,800.00	-
1/2 Cent Infrastructure Sales Tax	244,500.00	-	244,500.00	194,500.00	(50,000.00)
1 Cent Swimming Pool Sales Tax	495,000.00	-	495,000.00	418,698.26	(76,301.74)
Bond and Interest Fund:					
Bond and Interest	420,180.00	-	420,180.00	414,953.75	(5,226.25)
Business Funds:					
Water Utility	1,014,074.00	3,670.54	1,017,744.54	1,004,854.10	(12,890.44)
Electric Utility	4,160,482.00	-	4,160,482.00	4,110,080.55	(50,401.45)
Sewer Utility	989,694.00	-	989,694.00	825,952.54	(163,741.46)
Solid Waste Utility	317,605.00	-	317,605.00	285,002.64	(32,602.36)

CITY OF FREDONIA, 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	$ 459,654.94	$ 595,206.69	$ 646,661.00	$ (51,454.31)
Delinquent Tax	25,845.89	26,656.59	30,000.00	(3,343.41)
Motor Vehicle Tax	71,409.01	73,243.19	90,068.00	(16,824.81)
Recreational Vehicle Tax	1,338.82	1,143.38	777.00	366.38
16/20M Truck Tax	949.59	711.89	1,214.00	(502.11)
Commercial Vehicle Tax	9,661.11	9,526.92	10,506.00	(979.08)
Watercraft Tax	-	-	583.00	(583.00)
Neighborhood Revitalization	(7,085.75)	(6,298.28)	(7,995.00)	1,696.72
Franchise Taxes	97,997.04	85,983.14	85,000.00	983.14
Special Assessments	65.97	728.50	1,000.00	(271.50)
Local Alcoholic Liquor Tax	3,244.86	2,927.21	3,000.00	(72.79)
Intergovernmental				
Airport Grant	7,111.02	-	-	-
Other Grants	-	3,000.00	-	3,000.00
Licenses and Permits				
Licenses, Permits & Fees	19,431.00	4,542.00	7,000.00	(2,458.00)
Charges for Services				
Reconnect Fees	275.00	1,400.00	-	1,400.00
Animal Tags/Pound Fees	2,637.18	2,249.00	3,000.00	(751.00)
Cemetery Fees	12,218.47	16,168.38	10,000.00	6,168.38
Fines, Forfeitures and Penalties				
Fines	38,775.90	56,115.00	40,000.00	16,115.00
Use of Money and Property				
Rental Receipts	-	3,111.02	2,175.00	936.02
Interest	87,517.88	52,629.67	15,000.00	37,629.67
Sale of Assets	1,300.00	701.00	-	701.00
Bond Proceeds	12,919,000.00	-	-	-
Other Receipts				
Donations	1,100.00	-	500.00	(500.00)
Miscellaneous	576.50	87,520.86	4,500.00	83,020.86
Reimbursed Expense	87,784.48	92,257.06	41,729.00	50,528.06
Operating Transfers from:				
1 Cent Swimming Pool Sales Tax Fund	112,000.00	65,000.00	65,000.00	-
Electric Utility Fund	875,000.00	700,000.00	700,000.00	-
Sewer Utility Fund	10,750.00	10,750.00	10,750.00	-
Total Receipts	14,838,558.91	1,885,273.22	$ 1,760,468.00	$ 124,805.22

CITY OF FREDONIA, 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				
Administration Department				
Personal Services	$ 44,390.44	$ 43,406.41	$ 42,353.00	$ 1,053.41
Contractual Services	50,361.62	58,998.13	88,145.00	(29,146.87)
Commodities	11,946.56	2,147.23	5,633.00	(3,485.77)
Capital Outlay	16,567.11	2,042.06	6,000.00	(3,957.94)
Police Department				
Personal Services	583,998.64	577,371.06	581,948.00	(4,576.94)
Contractual Services	51,372.71	51,465.95	55,061.00	(3,595.05)
Commodities	32,964.75	31,822.07	33,571.00	(1,748.93)
Capital Outlay	21,454.57	84,934.16	14,000.00	70,934.16
Street Department				
Personal Services	263,700.75	259,373.29	364,543.00	(105,169.71)
Contractual Services	31,601.18	30,791.04	34,780.00	(3,988.96)
Commodities	43,469.38	48,514.47	57,331.00	(8,816.53)
Capital Outlay	-	-	11,600.00	(11,600.00)
Parks Department				
Personal Services	122,185.88	107,114.98	107,965.00	(850.02)
Contractual Services	18,133.64	20,395.73	19,703.00	692.73
Commodities	18,918.43	17,911.52	21,500.00	(3,588.48)
Capital Outlay	12,844.20	20,419.18	17,500.00	2,919.18
Fire Department				
Personal Services	38,643.25	33,014.25	47,903.00	(14,888.75)
Contractual Services	36,303.48	32,093.65	38,001.00	(5,907.35)
Commodities	14,942.10	24,078.02	12,850.00	11,228.02
Capital Outlay	-	-	2,500.00	(2,500.00)
Code Enforcement Department				
Personal Services	36,935.60	35,594.70	33,545.00	2,049.70
Contractual Services	12,093.20	9,145.19	7,409.00	1,736.19
Commodities	5,935.40	3,591.46	5,450.00	(1,858.54)
Capital Outlay	14,140.25	9,837.15	15,000.00	(5,162.85)
Municipal Court Department				
Personal Services	36,813.22	40,078.53	46,159.00	(6,080.47)
Contractual Services	11,779.41	20,526.52	28,480.00	(7,953.48)
Commodities	4,371.68	866.95	2,750.00	(1,883.05)
Cemetery Department				
Personal Services	123,441.48	142,330.22	124,482.00	17,848.22
Contractual Services	12,718.80	13,553.67	11,350.00	2,203.67
Commodities	6,132.55	9,944.45	8,825.00	1,119.45
Capital Outlay	15,053.75	-	2,500.00	(2,500.00)

CITY OF FREDONIA, 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)				
Other Expenditures				
Contractual Services	$ 34,320.38	$ -	$ -	$ -
Airport				
Contractual Services	6,192.43	8,140.37	-	8,140.37
Arts Council				
Contractual Services	2,500.00	-	-	-
Animal Pound				
Contractual Services	6,358.08	10,838.04	-	10,838.04
Debt Service				
Principal	12,725,337.99	-	-	-
Interest	130,271.42	-	-	-
Operating Transfer to				
Capital Improvement Reserve Fund	-	29,700.00	-	29,700.00
Cash Forward	-	-	410,000.00	(410,000.00)
Total Certified Budget			2,258,837.00	(478,796.55)
Adjustments for Qualifying				
Budget Credits			92,257.06	(92,257.06)
Total Expenditures	14,598,194.33	1,780,040.45	$ 2,351,094.06	$ (571,053.61)
Receipts Over(Under) Expenditures	240,364.58	105,232.77		
Unencumbered Cash, Beginning	537,828.95	778,193.53		
Unencumbered Cash, Ending	$ 778,193.53	$ 883,426.30		

CITY OF FREDONIA, KANSAS
INDUSTRIAL DEVELOPMENT 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	$ 25,574.31	$ (19.54)	$ -	$ (19.54)
Delinquent Tax	1,537.25	1,175.81	1,400.00	(224.19)
Motor Vehicle Tax	4,209.67	4,075.44	5,012.00	(936.56)
Recreational Vehicle Tax	78.97	63.62	43.00	20.62
Commercial Vehicle Tax	567.66	530.11	584.00	(53.89)
16/20M Truck Tax	54.71	41.83	71.00	(29.17)
Watercraft Tax	-	-	34.00	(34.00)
Neighborhood Revitalization	(394.26)	-	(445.00)	445.00
Use of Money and Property				
Rental Receipts	3,600.00	5,000.00	-	5,000.00
Principal Payments	-	75.00	-	75.00
Other Receipts				
Miscellaneous	15,225.00	10,588.77	4,200.00	6,388.77
Total Receipts	50,453.31	21,531.04	$ 10,899.00	$ 10,632.04
Expenditures				
General Government				
Contractual Services	7,712.00	22,159.27	$ 36,000.00	$ (13,840.73)
Commodities	25,000.00	5,007.00	2,000.00	3,007.00
Capital Outlay	-	6,817.08	-	6,817.08
Total Expenditures	32,712.00	33,983.35	$ 38,000.00	$ (4,016.65)
Receipts Over(Under) Expenditures	17,741.31	(12,452.31)		
Unencumbered Cash, Beginning	32,196.42	49,937.73		
Unencumbered Cash, Ending	$ 49,937.73	$ 37,485.42		

CITY OF FREDONIA, 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	$ 85,150.00	$ 83,856.28	$ 91,123.00	$ (7,266.72)
Delinquent Tax	4,935.97	4,705.85	6,000.00	(1,294.15)
Motor Vehicle Tax	13,571.60	13,568.45	16,685.00	(3,116.55)
Recreational Vehicle Tax	254.56	211.82	144.00	67.82
16/20M Truck Tax	176.06	134.84	230.00	(95.16)
Commercial Vehicle Tax	1,829.83	1,764.87	1,946.00	(181.13)
Watercraft Tax	-	-	110.00	(110.00)
Neighborhood Revitalization	(1,312.64)	(887.50)	(1,481.00)	593.50
Total Receipts	104,605.38	103,354.61	$ 114,757.00	$ (11,402.39)
Expenditures				
Culture and Recreation				
Library Appropriations	104,605.38	103,354.61	$ 113,500.00	$ (10,145.39)
Total Expenditures	104,605.38	103,354.61	$ 113,500.00	$ (10,145.39)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

CITY OF FREDONIA, 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 Alcoholic Liquor Tax	$ 3,244.86	$ 2,927.19	$ 3,500.00	$ (572.81)
Other Receipts				
Miscellaneous	2,500.00	-	-	-
Operating Transfer from				
1 Cent Swimming Pool Sales Tax Fund	20,000.00	11,000.00	-	11,000.00
Total Receipts	25,744.86	13,927.19	$ 3,500.00	$ 10,427.19
Expenditures				
Culture and Recreation				
Contractual Services	2,500.00	-	$ -	$ -
Capital Outlay	12,500.00	-	-	-
Total Expenditures	15,000.00	-	$ -	$ -
Receipts Over(Under) Expenditures	10,744.86	13,927.19		
Unencumbered Cash, Beginning	58,367.50	69,112.36		
Unencumbered Cash, Ending	$ 69,112.36	$ 83,039.55		

CITY OF FREDONIA, 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	$ 57,192.75	$ 56,059.77	$ 60,200.00	$ (4,140.23)
Total Receipts	57,192.75	56,059.77	$ 60,200.00	$ (4,140.23)
Expenditures				
General Government				
Commodities	45,113.16	58,055.10	$ 60,000.00	$ (1,944.90)
Total Expenditures	45,113.16	58,055.10	$ 60,000.00	$ (1,944.90)
Receipts Over(Under) Expenditures	12,079.59	(1,995.33)		
Unencumbered Cash, Beginning	62,645.92	74,725.51		
Unencumbered Cash, Ending	$ 74,725.51	$ 72,730.18		

CITY OF FREDONIA, KANSAS
TOURISM 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				
Transient Guest Tax	$ 17,350.69	$ 17,598.47	$ 12,000.00	$ 5,598.47
Total Receipts	17,350.69	17,598.47	$ 12,000.00	$ 5,598.47
Expenditures				
General Government				
Contractual Services	6,213.77	1,100.00	$ 8,500.00	$ (7,400.00)
Commodities	-	145.28	300.00	(154.72)
Capital Outlay	908.00	8,554.72	1,000.00	7,554.72
Total Expenditures	7,121.77	9,800.00	$ 9,800.00	$ -
Receipts Over(Under) Expenditures	10,228.92	7,798.47		
Unencumbered Cash, Beginning	52,154.21	62,383.13		
Unencumbered Cash, Ending	$ 62,383.13	$ 70,181.60		

CITY OF FREDONIA, KANSAS
CAPITAL IMPROVEMENT RESERVE 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		
Operating Transfers from:		
General Fund	$ -	$ 29,700.00
Electric Utility Fund	-	2,500.00
1/2 Cent Infrastructure Sales Tax Fund	-	100,000.00
1 Cent Swimming Pool Sales Tax Fund	-	45,000.00
Sewer Utility Fund	-	25,000.00
Total Receipts	-	202,200.00
Expenditures		
General Government		
Capital Outlay	51,669.00	163,616.61
Total Expenditures	51,669.00	163,616.61
Receipts Over(Under) Expenditures	(51,669.00)	38,583.39
Unencumbered Cash, Beginning	587,974.53	536,305.53
Unencumbered Cash, Ending	$ 536,305.53	$ 574,888.92

CITY OF FREDONIA, KANSAS
NEIGHBORHOOD REVITALIZATION 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		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	300.00	300.00
Unencumbered Cash, Ending	$ 300.00	$ 300.00

CITY OF FREDONIA, KANSAS
FIRE RESERVE 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		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	10,099.87	10,099.87
Unencumbered Cash, Ending	$ 10,099.87	$ 10,099.87

CITY OF FREDONIA, KANSAS
1/2 CENT SALES TAX 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	$ -	$ -
Total Receipts	-	-
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	5,046.76	5,046.76
Unencumbered Cash, Ending	$ 5,046.76	$ 5,046.76

CITY OF FREDONIA, KANSAS
1/2 CENT INFRASTRUCTURE SALES TAX 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	$ 254,841.75	$ 267,427.00	$ 245,000.00	$ 22,427.00
Charges for Services				
Transfer Utility Fee	175.00	950.00	1,500.00	(550.00)
Use of Money and Property				
Revolving Loan Proceeds	34,350.00	-	-	-
Total Receipts	289,366.75	268,377.00	$ 246,500.00	$ 21,877.00
Expenditures				
Improvements				
Capital Outlay	196,551.50	-	$ 50,000.00	$ (50,000.00)
Operating Transfers to:				
Bond and Interest Fund	24,500.00	24,500.00	24,500.00	-
Capital Improvement Reserve Fund	-	100,000.00	100,000.00	-
Sewer Reserve Fund	-	70,000.00	70,000.00	-
Sewer Utility Fund	100,000.00	-	-	-
Total Expenditures	321,051.50	194,500.00	$ 244,500.00	$ (50,000.00)
Receipts Over(Under) Expenditures	(31,684.75)	73,877.00		
Unencumbered Cash, Beginning	518,953.91	487,269.16		
Unencumbered Cash, Ending	$ 487,269.16	$ 561,146.16		

CITY OF FREDONIA, KANSAS
1 CENT SWIMMING POOL SALES TAX FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual 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	$ 509,683.54	$ 534,854.00	$ 495,000.00	$ 39,854.00
Other Receipts				
Reimbursed Expense	-	171.27	-	171.27
Total Receipts	509,683.54	535,025.27	$ 495,000.00	$ 40,025.27
Expenditures				
Improvements				
Contractual Services	972.09	1,140.63	$ 500.00	$ 640.63
Commodities	37,183.92	34,984.73	43,500.00	(8,515.27)
Capital Outlay	50,120.59	27,337.90	80,000.00	(52,662.10)
Debt Service				
Principal	235,000.00	230,000.00	240,000.00	(10,000.00)
Interest	5,880.00	4,235.00	10,000.00	(5,765.00)
Operating Transfers to:				
General Fund	112,000.00	65,000.00	65,000.00	-
Capital Improvement Reserve Fund	-	45,000.00	45,000.00	-
Special Parks and Recreation Fund	20,000.00	11,000.00	11,000.00	-
Total Expenditures	461,156.60	418,698.26	$ 495,000.00	$ (76,301.74)
Receipts Over(Under) Expenditures	48,526.94	116,327.01		
Unencumbered Cash, Beginning	509,082.07	557,609.01		
Unencumbered Cash, Ending	$ 557,609.01	$ 673,936.02		

CITY OF FREDONIA, KANSAS
CDBG-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		
Intergovernmental		
Federal Grants	$ 2,006.00	$ -
Use of Money and Property		
Bond Proceeds	-	2,009,690.00
Total Receipts	2,006.00	2,009,690.00
Expenditures		
General Government		
Capital Outlay	-	683,863.17
Operating Transfer to		
Water Utility Fund	-	289.33
Total Expenditures	-	684,152.50
Receipts Over(Under) Expenditures	2,006.00	1,325,537.50
Unencumbered Cash, Beginning	12,014.33	14,020.33
Unencumbered Cash, Ending	$ 14,020.33	$ 1,339,557.83

CITY OF FREDONIA, KANSAS
SEWER PROJECTS 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		
Revolving Loan Proceeds	$ 270,318.43	$ -
Operating Transfer from		
Sewer Reserve Fund	-	21,315.41
Total Receipts	270,318.43	21,315.41
Expenditures		
General Government		
Capital Outlay	244,818.43	-
Total Expenditures	244,818.43	-
Receipts Over(Under) Expenditures	25,500.00	21,315.41
Unencumbered Cash, Beginning	(46,815.41)	(21,315.41)
Unencumbered Cash, Ending	$ (21,315.41)	$ -

CITY OF FREDONIA, KANSAS
WATER AND LIGHT METER REPLACEMENT 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	$ 75,536.49	$ 59,490.29
Other Receipts		
Reimbursed Expense	-	36,250.00
Total Receipts	75,536.49	95,740.29
Expenditures		
Improvements		
Capital Outlay	60.00	59,259.68
Total Expenditures	60.00	59,259.68
Receipts Over(Under) Expenditures	75,476.49	36,480.61
Unencumbered Cash, Beginning	140,570.66	216,047.15
Unencumbered Cash, Ending	$ 216,047.15	$ 252,527.76

CITY OF FREDONIA, KANSAS
BOND AND INTEREST FUND
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual 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	$ 39,963.89	$ 40,585.15	$ 44,098.00	$ (3,512.85)
Delinquent Tax	4,607.17	3,401.60	4,000.00	(598.40)
Motor Vehicle Tax	13,325.12	6,382.52	7,849.00	(1,466.48)
Recreational Vehicle Tax	249.62	99.61	68.00	31.61
16/20M Truck Tax	164.03	133.78	228.00	(94.22)
Commercial Vehicle Tax	1,815.00	830.18	915.00	(84.82)
Watercraft Tax	-	-	109.00	(109.00)
Neighborhood Revitalization	(617.47)	(429.51)	(697.00)	267.49
Operating Transfers from:				
Electric Utility Fund	327,590.14	297,290.00	340,040.00	(42,750.00)
1/2 Cent Infrastructure Sales Tax Fund	24,500.00	24,500.00	24,500.00	-
Water Utility Fund	40,000.00	20,000.00	-	20,000.00
Sewer Utility Fund	30,000.00	30,000.00	-	30,000.00
Total Receipts	481,597.50	422,793.33	$ 421,110.00	$ 1,683.33
Expenditures				
Debt Service				
Principal	370,000.00	375,000.00	$ 380,000.00	$ (5,000.00)
Interest	50,457.50	39,952.50	40,180.00	(227.50)
Postage and Commissions	61,140.00	1.25	-	1.25
Total Expenditures	481,597.50	414,953.75	$ 420,180.00	$ (5,226.25)
Receipts Over(Under) Expenditures	-	7,839.58		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ 7,839.58		

CITY OF FREDONIA, 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 Charges	$ 951,419.76	$ 908,921.95	$ 935,000.00	$ (26,078.05)
Connection Fee	16,243.48	11,023.81	13,000.00	(1,976.19)
Late Fees	43,168.24	50,654.90	40,000.00	10,654.90
Use of Money and Property				
Interest	-	28,668.66	-	28,668.66
Other Receipts				
Miscellaneous	-	3,554.35	2,500.00	1,054.35
Reimbursed Expense	26,024.22	3,670.54	4,500.00	(829.46)
Operating Transfers from:				
CDBG-Grant Fund	-	289.33	-	289.33
Electric Utility Fund	12,500.00	-	-	-
Sewer Utility Fund	12,500.00	-	-	-
Total Receipts	1,061,855.70	1,006,783.54	$ 995,000.00	$ 11,783.54
Expenditures				
Production				
Contractual Services	324.00	-	-	-
Commodities	619,858.50	626,553.83	640,000.00	(13,446.17)
Distribution				
Personal Services	138,203.81	158,672.92	241,393.00	(82,720.08)
Contractual Services	22,812.02	22,886.97	33,191.00	(10,304.03)
Commodities	52,594.50	31,674.01	53,000.00	(21,325.99)
Capital Outlay	40,047.91	27,087.12	2,000.00	25,087.12
Commercial				
Personal Services	126,215.78	99,419.65	-	99,419.65
Contractual Services	10,691.86	11,583.12	-	11,583.12
Commodities	3,893.93	2,605.93	-	2,605.93
Administration				
Contractual Services	400.08	-	-	-
Kansas User Tax	2,713.89	4,370.55	4,490.00	(119.45)
Operating Transfer to				
Bond and Interest Fund	40,000.00	20,000.00	40,000.00	(20,000.00)
Total Certified Budget			1,014,074.00	(9,219.90)
Adjustments for Qualifying				
Budget Credits			3,670.54	(3,670.54)
Total Expenditures	1,057,756.28	1,004,854.10	$ 1,017,744.54	$ (12,890.44)
Receipts Over(Under) Expenditures	4,099.42	1,929.44		
Unencumbered Cash, Beginning	-	4,099.42		
Unencumbered Cash, Ending	$ 4,099.42	$ 6,028.86		

CITY OF FREDONIA, 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				
Charges for Services				
Electric Charges	$ 2,855,979.83	$ 2,824,996.87	$ 2,900,000.00	$ (75,003.13)
Fuel Cost Adjustment	965,537.84	1,101,558.74	1,000,000.00	101,558.74
Connection Fees	14,689.49	12,544.64	8,000.00	4,544.64
Taxes and Shared Receipts				
Sales Tax	1,633.20	897.35	1,500.00	(602.65)
Use of Money and Property				
Interest	6,658.58	37,804.33	5,000.00	32,804.33
Other Receipts				
Miscellaneous	26,967.35	291.63	1,500.00	(1,208.37)
Reimbursed Expense	898.46	35,421.54	8,000.00	27,421.54
Total Receipts	3,872,364.75	4,013,515.10	$ 3,924,000.00	$ 89,515.10
Expenditures				
Production				
Personal Services	-	-	$ 504,681.00	$ (504,681.00)
Contractual Services	1,715,758.35	1,913,854.29	2,059,750.00	(145,895.71)
Commodities	480.16	-	82,950.00	(82,950.00)
Capital Outlay	-	-	70,000.00	(70,000.00)
Distribution				
Personal Services	237,370.78	273,999.08	-	273,999.08
Contractual Services	41,821.68	41,775.87	46,000.00	(4,224.13)
Commodities	63,965.99	91,904.55	5,544.00	86,360.55
Capital Outlay	17,308.50	48,807.60	-	48,807.60
Commercial				
Personal Services	216,250.83	261,204.81	-	261,204.81
Contractual Services	25,646.36	20,633.58	-	20,633.58
Commodities	5,621.10	2,484.85	-	2,484.85
Other Expenditures				
Contractual Services	4,696.56	5,067.71	-	5,067.71
Debt Service				
Principal	62,864.54	424,627.40	391,039.00	33,588.40
Interest	240,516.16	15,930.81	3,228.00	12,702.81
Operating Transfers to:				
General Fund	875,000.00	700,000.00	700,000.00	-
Bond and Interest Fund	327,590.14	297,290.00	297,290.00	-
Capital Improvement Reserve Fund	-	2,500.00	-	2,500.00
Solid Waste Utility	-	10,000.00	-	10,000.00
Water Utility Fund	12,500.00	-	-	-
Total Expenditures	3,847,391.15	4,110,080.55	$ 4,160,482.00	$ (50,401.45)
Receipts Over(Under) Expenditures	24,973.60	(96,565.45)		
Unencumbered Cash, Beginning	1,536,485.95	1,561,459.55		
Unencumbered Cash, Ending	$ 1,561,459.55	$ 1,464,894.10		

CITY OF FREDONIA, 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				
Wastewater Charges	$ 570,731.40	$ 703,031.83	$ 878,115.00	$ (175,083.17)
Connection Fees	7,299.94	6,231.73	5,500.00	731.73
Use of Money and Property				
Interest	-	27,206.36	-	27,206.36
Other Receipts				
Reimbursed Expense	2,630.96	1,329.69	4,000.00	(2,670.31)
Operating Transfer from 1/2 Cent Infrastructure Sales Tax Fund	100,000.00	-	100,000.00	(100,000.00)
Total Receipts	680,662.30	737,799.61	$ 987,615.00	$ (249,815.39)
Expenditures				
Collection and Treatment				
Personal Services	89,102.47	89,548.63	$ 103,168.00	$ (13,619.37)
Contractual Services	66,812.84	63,845.15	53,650.00	10,195.15
Commodities	50,384.65	104,242.76	115,750.00	(11,507.24)
Capital Outlay	-	-	717,126.00	(717,126.00)
Debt Service				
Principal	200.00	214,342.25	-	214,342.25
Interest	59,153.70	258,223.75	-	258,223.75
Operating Transfers to:				
General Fund	10,750.00	10,750.00	-	10,750.00
Water Utility Fund	12,500.00	-	-	-
Bond and Interest Fund	30,000.00	30,000.00	-	30,000.00
Capital Improvement Reserve Fund	-	25,000.00	-	25,000.00
Solid Waste Utility Fund	-	10,000.00	-	10,000.00
Sewer Utility Reserve Fund	25,000.00	20,000.00	-	20,000.00
Total Expenditures	343,903.66	825,952.54	$ 989,694.00	$ (163,741.46)
Receipts Over(Under) Expenditures	336,758.64	(88,152.93)		
Unencumbered Cash, Beginning	156,638.64	493,397.28		
Unencumbered Cash, Ending	$ 493,397.28	$ 405,244.35		

CITY OF FREDONIA, KANSAS
SOLID WASTE 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				
Solid Waste Fees	$ 241,386.21	$ 238,461.33	$ 251,200.00	$ (12,738.67)
Recycling Fees	15,011.98	10,063.68	28,000.00	(17,936.32)
Use of Money and Property				
Interest	-	11,467.50	-	11,467.50
Other Receipts				
Reimbursed Expense	6,511.73	923.29	7,000.00	(6,076.71)
Operating Transfers from:				
Sewer Utility Fund	-	10,000.00	-	10,000.00
Electric Utility Fund	-	10,000.00	-	10,000.00
Total Receipts	262,909.92	280,915.80	$ 286,200.00	$ (5,284.20)
Expenditures				
Collections				
Personal Services	203,371.24	208,247.19	$ 218,752.00	$ (10,504.81)
Contractual Services	42,514.03	43,855.17	45,180.00	(1,324.83)
Commodities	40,344.93	30,707.78	29,173.00	1,534.78
Capital Outlay	22,434.41	2,192.50	7,500.00	(5,307.50)
Operating Transfer to				
Capital Improvement Reserve Fund	-	-	17,000.00	(17,000.00)
Total Expenditures	308,664.61	285,002.64	$ 317,605.00	$ (32,602.36)
Receipts Over(Under) Expenditures	(45,754.69)	(4,086.84)		
Unencumbered Cash, Beginning	61,346.26	15,591.57		
Unencumbered Cash, Ending	$ 15,591.57	$ 11,504.73		

CITY OF FREDONIA, KANSAS
WATER BOND RESERVE 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		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	127,500.00	127,500.00
Unencumbered Cash, Ending	$ 127,500.00	$ 127,500.00

CITY OF FREDONIA, KANSAS
WATER MAINTENANCE RESERVE 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	$ -	$ 1,462.30
Total Receipts	-	1,462.30
Expenditures		
General Government		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	1,462.30
Unencumbered Cash, Beginning	25,000.00	25,000.00
Unencumbered Cash, Ending	$ 25,000.00	$ 26,462.30

CITY OF FREDONIA, KANSAS
WATER CAPITAL RESERVE 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 Grants	$ -	$ -
Total Receipts	-	-
Expenditures		
General Government		
Capital Outlay	-	315,334.33
Total Expenditures	-	315,334.33
Receipts Over(Under) Expenditures	-	(315,334.33)
Unencumbered Cash, Beginning	315,334.33	315,334.33
Unencumbered Cash, Ending	$ 315,334.33	$ -

CITY OF FREDONIA, KANSAS
WATER SECURITY DEPOSIT 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		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	7,195.50	7,195.50
Unencumbered Cash, Ending	$ 7,195.50	$ 7,195.50

CITY OF FREDONIA, KANSAS
WATER RESERVE 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		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	50,000.00	50,000.00
Unencumbered Cash, Ending	$ 50,000.00	$ 50,000.00

CITY OF FREDONIA, KANSAS
ELECTRIC SECURITY DEPOSIT 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		
Contractual Services	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	17,695.71	17,695.71
Unencumbered Cash, Ending	$ 17,695.71	$ 17,695.71

CITY OF FREDONIA, KANSAS
ELECTRIC CAPITAL RESERVE 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		
Operating Transfer from Electric Utility Fund	$ -	$ -
Total Receipts	-	-
Expenditures		
General Government Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	414,018.38	414,018.38
Unencumbered Cash, Ending	$ 414,018.38	$ 414,018.38

CITY OF FREDONIA, KANSAS
SEWER RESERVE 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		
Operating Transfers from:		
Sewer Utility Fund	$ 25,000.00	$ 20,000.00
1/2 Cent Infrastructure Sales Tax Fund	-	70,000.00
Total Receipts	25,000.00	90,000.00
Expenditures		
Operating Transfer to Sewer Projects Fund	-	21,315.41
Total Expenditures	-	21,315.41
Receipts Over(Under) Expenditures	25,000.00	68,684.59
Unencumbered Cash, Beginning	263,060.03	288,060.03
Unencumbered Cash, Ending	$ 288,060.03	$ 356,744.62

CITY OF FREDONIA, 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
Municipal Court Diversion	$ 2,088.41	$ 2,700.00	$ 1,270.70	$ 3,517.71
Health Insurance	8,303.08	23,070.00	24,691.71	6,681.37
Freedom Claims Account	65,087.68	53,297.24	71,721.64	46,663.28
Payroll Clearing	1,479.94	14,855.05	14,855.05	1,479.94
Sales Tax	33,926.93	728,562.75	766,926.09	(4,436.41)
Pound Pals	18,218.89	17,293.97	13,011.71	22,501.15
Cultivate Fredonia	56,701.91	24,404.44	15,109.13	65,997.22
Municipal Court Bonds	23,322.14	18,030.00	19,529.00	21,823.14
Police Department Drug	3,217.55	-	-	3,217.55
National Night Out	988.52	461.00	1,061.27	388.25
Business Committee	2,058.80	-	96.00	1,962.80
Police K-9	399.52	1,000.00	1,083.17	316.35
PD VIN Program	-	1.00	-	1.00
Fire Donations	10,265.87	-	-	10,265.87
Fredonia Fast Forward	20,920.95	7,579.27	-	28,500.22
	$ 246,980.19	$ 891,254.72	$ 929,355.47	$ 208,879.44