CITY OF HALSTEAD, KANSAS

Financial Statement

For the Year Ended December 31, 2025

City of Halstead, Kansas

For the Year Ended December 31, 2025

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Knudsen Monroe & Company LLC

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INDEPENDENT AUDITOR'S REPORT

City Council
City of Halstead
Halstead, 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 Halstead, Kansas (City), and its related municipal entity, as of and for the year ended December 31, 2025, and the related disclosures 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 as of December 31, 2025, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 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 2025 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 schedule of regulatory basis receipts and expenditures-actual-related municipal entity (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 2025 basic financial statement, but 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 2025 basic financial statement. The 2025 information has been subjected to the auditing procedures applied in the audit of the 2025 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 2025 basic financial statement or to the 2025 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 2025 basic financial statement as a whole, on the basis of accounting described in Note 1.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City as of and for the year ended December 31, 2024 (not presented herein), and have issued our report thereon dated February 11, 2025, which contained an unmodified opinion on the basic financial statement. The 2024 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services. The 2024 actual column (2024 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget and the schedule of receipts and expenditures-related municipal entity for the year ended December 31, 2025 (Schedules 2 and 3 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the 2025 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.

Knudsen, Monroe & Company, LLC

Certified Public Accountants
Newton, Kansas
May 15, 2026

City of Halstead, 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:	$ 1,400,076	3,473,492	4,013,009	860,559	74,190	934,749
Special Purpose Funds:						
Library	-	163,755	162,260	1,495	4,105	5,600
Special liability	48,171	120,396	100,000	68,567	-	68,567
Special street and highway	92,852	57,932	68,565	82,219	-	82,219
Special parks and recreation	1,006	2,496	2,000	1,502	-	1,502
VIN inspection	31,679	9,960	17,426	24,213	-	24,213
Sales tax revenue reserve	-	203,000	203,000	-	-	-
Capital improvement	532,057	900,950	478,148	954,859	162,249	1,117,108
City equipment reserve	535,494	875,519	828,003	583,010	292,573	875,583
Grants	-	29,568	5,000	24,568	-	24,568
Cemetery perpetual care	55,233	3,726	-	58,959	-	58,959
Risk management reserve	-	75,000	-	75,000	-	75,000
Opioid settlement	12,463	3,653	-	16,116	-	16,116
Capital Project Fund:						
Street and sewer improvements	190,828	-	82,000	108,828	-	108,828
Wastewater plant upgrade 2025	-	58,350	58,350	-	-	-
Bond and Interest Fund:	106,224	343,778	327,256	122,746	-	122,746
Business Funds:						
Waterworks operating	418,668	927,441	1,014,506	331,603	12,501	344,104
Waste water operating	103,818	445,829	410,170	139,477	6,247	145,724
Gas plant operating	277,095	1,939,611	2,068,698	148,008	16,954	164,962
Refuse	59,609	189,404	191,628	57,385	924	58,309
Storm water	21,793	21,854	30,013	13,634	-	13,634
Depreciation/replacement reserve	859,453	254,000	57,453	1,056,000	-	1,056,000
Gas reserve	508,642	30,000	-	538,642	-	538,642
Storm water reserve	104,000	18,000	19,240	102,760	-	102,760
Trust Funds:						
Drug forfeiture	45	-	-	45	-	45
Land bank	25,062	100	-	25,162	-	25,162
Insurance proceeds	-	2,438	2,438	-	-	-
Related Municipal Entity:						
Halstead Public Library	117,315	126,242	112,770	130,787	-	130,787
Total Reporting Entity	$ 5,501,583	10,276,494	10,251,933	5,526,144	569,743	6,095,887

Composition of cash:	
Cash in bank, The Halstead Bank	
General checking	$ 5,537,162
Certificate of Deposit	368,979
Certificate of Deposit - Cemetery	58,959
Related Municipal Entity:	
Petty cash	36
General checking	1,169
Savings	47,732
Certificates of Deposit	81,850
Total Reporting Entity	$ 6,095,887

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Municipal Financial Reporting Entity

The City of Halstead is a municipal corporation governed by an elected five-member council. This regulatory financial statement presents the City of Halstead (City) and its related municipal entity. The related municipal entity is included in the City's reporting entity because it was established to benefit the City and/or its constituents.

Halstead Library Board - The City of Halstead Library Board operates the City's public library. The City provides funding for the library through special revenue and general fund appropriations.

Related Organization

The Halstead Housing Authority is a related organization that is not included in the financial reporting entity. The Authority was created to administer public housing programs authorized by the United States Housing Act of 1937, as amended. Revenues consist of housing assistance payments from the U.S. Department of Housing and Urban Development and rent received from eligible low-income tenants.

Regulatory Basis Fund Types

General Fund – used to account for all resources except those required to be accounted for in another fund.

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

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

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

Business Fund – used to account for fees charged to users of the goods or services (i.e. water fund, gas fund, etc.).

Trust Fund – used to report assets held in trust for the benefit of the City (i.e., pension funds, investment trust funds, private purpose trust funds which benefit the City, scholarship funds, etc.).

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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:

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. There were no such budget amendments for this year.

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

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

A legal operating budget is not required for certain Special Purpose Funds, Capital Project Funds, Business Reserve Funds, and Trust Funds.

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

Reimbursements

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

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

The City is not aware of any violations occurring during the year ended December 31, 2025.

3. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main 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. Effective January 1, 2026, K.S.A. 9-1402 authorizes financial institutions to secure deposits of public moneys of governmental units through the Kansas Collateral Pool (public moneys pooled method as defined by 2025 Senate Substitute for House Bill 2152). The City has no other policies that would further limit interest rate risk.

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

Concentration of Credit Risk

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

Custodial Credit Risk - Deposits

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

At December 31, 2025, the carrying amount of the City's deposits, including the related municipal entity, was $6,095,851 and the bank balance was $6,240,312. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $382,801 was covered by federal depository insurance and the remaining $5,857,511 was collateralized with securities held by the pledging financial institution's agents in the City's name.

4. CAPITAL PROJECTS

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

Capital Project	Project Authorization	Expenditures to Date
Wastewater Treatment Plant Upgrade	$ 4,541,000	58,350

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	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Temporary Notes:									
Series A 2023	4.00%	7/11/2023	$2,050,000	12/1/2026	$2,050,000	-	-	2,050,000	82,000
General Obligation Bonds:									
2012 Refunding	1.50-2.50%	11/20/2012	2,540,000	10/1/2029	505,000	-	95,000	410,000	12,137
2016 Refunding	1.00-2.50%	7/19/2016	1,380,000	10/1/2030	665,000	-	105,000	560,000	15,813
2018 Series A	2.50-3.50%	5/9/2018	235,000	9/1/2033	150,000	-	15,000	135,000	4,800
2023 Taxable Series A	5.50-6.625%	12/6/2023	750,000	10/1/2038	710,000	-	35,000	675,000	44,506
					2,030,000	-	250,000	1,780,000	77,256
KDHE Loan:									
Water Pollution Control	2.50%	2/7/2007	325,000	3/1/2028	65,643	-	65,643	-	1,631
Water Pollution Control	2.48%	3/18/2025	4,541,000	9/1/2047	-	58,350	-	58,350	32
					65,643	58,350	65,643	58,350	1,663
State of Kansas Loan:									
City Utility Low-Interest Loan	2.81%	3/22/2021	2,000,000	3/1/2031	911,233	-	222,757	688,476	17,243
Finance Lease:									
2025 Fire Pumper Truck	4.25%	12/19/2025	500,000	12/31/2031	-	500,514	-	500,514	-
Total contractual indebtedness					$5,056,876	558,864	538,400	5,077,340	178,162

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

	Year ending December 31							
	2026	2027	2028	2029	2030	2031-2035	2036-2038	Total
Principal								
General Obligation Temporary Notes	$2,050,000	-	-	-	-	-	-	2,050,000
General Obligation Bonds	260,000	260,000	275,000	270,000	175,000	330,000	210,000	1,780,000
KDHE Loan	-	-	58,350	-	-	-	-	58,350
State of Kansas Loan	231,435	234,860	222,181	-	-	-	-	688,476
Finance Lease	74,885	78,165	81,545	85,158	88,888	91,873	-	500,514
Total Principal	2,616,320	573,025	637,076	355,158	263,888	421,873	210,000	5,077,340
Interest								
General Obligation Temporary Notes	82,000	-	-	-	-	-	-	82,000
General Obligation Bonds	70,419	63,356	56,006	47,856	39,494	127,901	28,488	433,520
KDHE Loan	1,447	1,447	1,447	-	-	-	-	4,341
State of Kansas Loan	8,566	5,140	1,660	-	-	-	-	15,366
Finance Lease	20,358	17,079	13,698	10,085	6,356	2,463	-	70,039
Total Interest	182,790	87,022	72,811	57,941	45,850	130,364	28,488	605,266
Total Principal and Interest	$2,799,110	660,047	709,887	413,099	309,738	552,237	238,488	5,682,606

6. DEFINED BENEFIT 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 Annual Comprehensive Financial Report which can be found on the KPERS website at www.kspers.gov or by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. 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% 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 $172,446 for the year ended December 31, 2025.

Net Pension Liability

At December 31, 2025, the City's proportionate share of the collective net pension liability reported by KPERS was $1,367,016. 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.

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. Each retiree pays the full amount of their applicable premium. The City does not currently have any retirees that participate.

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

Death and Disability Other Post-Employment Benefits

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

Compensated Absences

Full-time employees are entitled to paid vacation according to the following schedule:

Year of service	Accrual
Date of hire	1 week
Years 1 through 4	2 weeks
Years 5 through 9	3 weeks
After 10 years	4 weeks

Employees may carry over the equivalent of four working weeks of vacation leave regardless of years of service, hours in excess are forfeited. Accrued vacation time has not been recorded as a liability in the accompanying financial statement.

Full-time employees earn 4 hours of sick leave for each 2-week pay period worked, which can be accumulated to a maximum of 720 hours. Unused sick leave is not paid to employees upon termination. On retirement at age 62 or after 20 years of service to the City, payment for unused sick leave will be made at a ratio of 1 day per 4 days of accrued leave. Unused sick leave has not been recorded as a liability in the accompanying financial statement.

8. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Regulatory Authority	Total
General	Sales tax revenue reserve	K.S.A. 12-197	$ 203,000
General	Capital improvement	K.S.A. 12-1,118	655,000
General	City equipment reserve	K.S.A. 12-1,117	205,000
General	Cemetery perpetual care	Ordinance #860	1,440
General	Risk management reserve	K.S.A. 12-2,615	75,000
Special parks and recreation	City equipment reserve	K.S.A. 12-1,117	2,000
Sales tax revenue reserve	Capital improvement	K.S.A. 12-197	94,875
Sales tax revenue reserve	Bond and Interest	K.S.A. 12-197	108,125
Waterworks operating	General	K.S.A. 12-825d	250,000
Waterworks operating	Capital improvement	K.S.A. 12-1,118	75,000
Waterworks operating	City equipment reserve	K.S.A. 12-1,117	75,000
Waterworks operating	Depreciation/replacement reserve	K.S.A. 12-825d	145,000
Waste water operating	General	K.S.A. 12-825d	25,000
Waste water operating	Capital improvement	K.S.A. 12-1,118	10,000
Waste water operating	City equipment reserve	K.S.A. 12-1,117	10,000
Waste water operating	Depreciation/replacement reserve	K.S.A. 12-825d	109,000
Gas plant operating	General	K.S.A. 12-825d	187,500
Gas plant operating	Capital improvement	K.S.A. 12-1,118	25,000
Gas plant operating	City equipment reserve	K.S.A. 12-1,117	25,000
Gas plant operating	Gas reserve	K.S.A. 12-825d	30,000
Refuse	Capital improvement	K.S.A. 12-1,118	25,000
Storm water	City equipment reserve	K.S.A. 12-1,117	5,000
Storm water	Storm water reserve	K.S.A. 12-825d	18,000

9. 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. The City participates in the Kansas County Association Multi-Line Pool (KCAMP), which is a public entity risk pool operating as a common risk management and insurance program for participating members. The City also participates in the Kansas Municipal Insurance Trust (KMIT), for its workers' compensation coverage.

The City pays an annual premium to KCAMP for property and liability insurance coverage and to KMIT for workers' compensation coverage. The agreements to participate in these public entity risk pools provide that they will be self-sustaining through member premiums, and that KCAMP and KMIT will reinsure through commercial companies for claims in excess of specified amounts for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated. The Pool is authorized by K.S.A. 12-2616, et seq.

9. RISK MANAGEMENT (Continued)

The City continues to carry commercial insurance for all other risks of loss. There were no significant reductions in coverage during the past fiscal year and there were no settlements exceeding insurance coverage for each of the past three fiscal years. Medical benefits were provided to employees and their eligible dependents through commercial insurance.

During the ordinary course of its operations, the City is a party to various claims, legal actions and complaints. It is the opinion of the City's management and legal counsel that these matters are not anticipated to have a material financial impact on the City.

During the year, the City elected to create, as authorized under K.S.A 12-2,615, a separate Risk Management Reserve Fund to cover deductibles and any other uninsured or noncovered losses as they may occur.

10. DATE OF MANAGEMENT REVIEW

Management has performed an analysis of the activities and transactions subsequent to December 31, 2025, to determine the need for any adjustments to and/or disclosures within the audited financial statement. Management has performed their analysis through May 15, 2026, which is the date at which the financial statement was available to be issued.

CITY OF HALSTEAD, KANSAS

REGULATORY – REQUIRED
SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2025

SCHEDULE 1

City of Halstead, Kansas

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund:	$4,717,750	-	4,717,750	4,013,009	(704,741)
Special Purpose Funds:					
Library	175,500	-	175,500	162,260	(13,240)
Special liability	170,100	-	170,100	100,000	(70,100)
Special street and highway	144,205	-	144,205	68,565	(75,640)
Special parks and recreation	2,132	-	2,132	2,000	(132)
VIN inspection	60,673	-	60,673	17,426	(43,247)
Sales tax revenue reserve	203,000	-	203,000	203,000	-
Bond and Interest Fund:	453,000	-	453,000	327,256	(125,744)
Business Funds:					
Waterworks operating	1,205,559	-	1,205,559	1,014,506	(191,053)
Waste water operating	484,857	-	484,857	410,170	(74,687)
Gas plant operating	2,248,010	-	2,248,010	2,068,698	(179,312)
Refuse	221,401	-	221,401	191,628	(29,773)
Storm water	41,447	-	41,447	30,013	(11,434)

City of Halstead, Kansas

General Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
RECEIPTS				
Ad valorem property tax	$ 961,080	954,959	995,913	(40,954)
Vehicle tax	120,402	133,389	132,081	1,308
Local sales tax	618,330	639,808	550,000	89,808
Liquor tax	1,263	2,497	1,390	1,107
Transient guest tax	876	555	500	55
Franchise tax	152,756	155,982	141,000	14,982
Fines and fees	242,680	166,616	181,550	(14,934)
Ambulance - Harvey County	334,305	98,991	90,000	8,991
Fire protection fees	88,465	90,470	90,000	470
Interest	337,688	257,251	250,000	7,251
Cemetery fees and charges	13,890	17,260	20,250	(2,990)
Golf course fees	287,029	291,699	227,500	64,199
Recreation fees	48,617	46,403	48,000	(1,597)
Rent	1,200	-	-	-
Sale of assets	33,930	36,553	32,000	4,553
Other	130,908	118,559	75,000	43,559
Reimbursed expenses	-	-	80,000	(80,000)
Transfer from				
Cemetery perpetual care	1,708	-	2,000	(2,000)
Waterworks operating	175,000	250,000	200,000	50,000
Waste water operating	25,000	25,000	25,000	-
Gas plant operating	275,000	187,500	275,000	(87,500)
	3,850,127	3,473,492	3,417,184	56,308
EXPENDITURES, page 15	3,866,261	4,013,009		
Receipts over (under) expenditures	(16,134)	(539,517)		
UNENCUMBERED CASH, beginning	1,416,210	1,400,076		
UNENCUMBERED CASH, ending	$ 1,400,076	860,559		

City of Halstead, Kansas

General Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
EXPENDITURES				
Administration	$ 188,649	199,027	220,500	(21,473)
Court and legal	45,416	42,844	60,250	(17,406)
City hall/support services	98,921	107,897	119,500	(11,603)
Police	413,895	402,366	466,500	(64,134)
Street	70,773	88,576	120,000	(31,424)
Fire	123,153	143,807	170,500	(26,693)
Park	206,245	197,538	298,500	(100,962)
Golf	269,322	279,606	279,000	606
Emergency medical services	387,389	395,712	422,500	(26,788)
Community betterment	341,425	207,658	194,000	13,658
Street lighting	45,793	45,736	58,000	(12,264)
Cemetery	40,106	51,818	67,500	(15,682)
Employee benefits	652,140	684,914	889,500	(204,586)
Flood control maintenance	25,793	26,070	36,000	(9,930)
Capital improvements/cash reserve	47,441	-	250,000	(250,000)
Transfer to				
Sales tax revenue reserve	153,000	203,000	203,000	-
Capital improvement	540,000	655,000	655,000	-
City equipment reserve	215,000	205,000	205,000	-
Cemetery perpetual care	1,800	1,440	2,500	(1,060)
Risk management reserve	-	75,000	-	75,000
TOTAL EXPENDITURES	$ 3,866,261	4,013,009	4,717,750	(704,741)

City of Halstead, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
LIBRARY				
RECEIPTS				
Ad valorem property tax	$ 84,615	87,301	90,869	(3,568)
Vehicle tax	10,693	11,740	11,619	121
Reimbursements and other	61,193	64,714	70,000	(5,286)
	156,501	163,755	172,488	(8,733)
EXPENDITURES				
Appropriations to Library Board	98,000	96,000	102,000	(6,000)
Salaries and benefits	61,457	66,236	70,000	(3,764)
Commodities and other	30	24	3,500	(3,476)
	159,487	162,260	175,500	(13,240)
Receipts over (under) expenditures	(2,986)	1,495		
UNENCUMBERED CASH, beginning	2,986	-		
UNENCUMBERED CASH, ending	$ -	1,495		
SPECIAL LIABILITY				
RECEIPTS				
Ad valorem property tax	$ 80,667	109,194	113,990	(4,796)
Vehicle tax	9,814	11,202	11,106	96
	90,481	120,396	125,096	(4,700)
EXPENDITURES				
Insurance premiums	90,000	100,000	120,000	(20,000)
Cash basis reserve	-	-	50,100	(50,100)
	90,000	100,000	170,100	(70,100)
Receipts over (under) expenditures	481	20,396		
UNENCUMBERED CASH, beginning	47,690	48,171		
UNENCUMBERED CASH, ending	$ 48,171	68,567		

City of Halstead, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
SPECIAL STREET AND HIGHWAY				
RECEIPTS				
Gasoline tax	$ 58,478	57,932	55,230	2,702
EXPENDITURES				
Contractual services	24,460	61,873	102,500	(40,627)
Commodities	2,371	6,692	10,000	(3,308)
Capital outlay	-	-	31,705	(31,705)
	26,831	68,565	144,205	(75,640)
Receipts over (under) expenditures	31,647	(10,633)		
UNENCUMBERED CASH, beginning	61,205	92,852		
UNENCUMBERED CASH, ending	$ 92,852	82,219		
SPECIAL PARKS AND RECREATION				
RECEIPTS				
Liquor tax	$ 1,263	2,496	1,390	1,106
EXPENDITURES				
Capital outlay	-	-	632	(632)
Transfer to City equipment reserve	1,000	2,000	1,500	500
	1,000	2,000	2,132	(132)
Receipts over (under) expenditures	263	496		
UNENCUMBERED CASH, beginning	743	1,006		
UNENCUMBERED CASH, ending	$ 1,006	1,502		

City of Halstead, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
VIN INSPECTION				
RECEIPTS				
Fees collected	$ 30,520	9,960	30,000	(20,040)
EXPENDITURES				
Contractual service	27,514	17,426	60,673	(43,247)
Receipts over (under) expenditures	3,006	(7,466)		
UNENCUMBERED CASH, beginning	28,673	31,679		
UNENCUMBERED CASH, ending	$ 31,679	24,213		
SALES TAX REVENUE RESERVE				
RECEIPTS				
Transfer from General	$ 153,000	203,000	203,000	-
EXPENDITURES				
Transfer to				
Capital improvement	44,875	94,875	94,875	-
Bond and Interest	108,125	108,125	108,125	-
	153,000	203,000	203,000	-
Receipts over (under) expenditures	-	-		
UNENCUMBERED CASH, beginning	-	-		
UNENCUMBERED CASH, ending	$ -	-		

City of Halstead, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024	2025
CAPITAL IMPROVEMENT		
RECEIPTS		
Transfer from		
General	$ 540,000	655,000
Sales tax revenue reserve	44,875	94,875
Waterworks operating	75,000	75,000
Waste water operating	10,000	10,000
Gas plant operating	50,000	25,000
Refuse	10,000	25,000
Grants	176,722	16,075
	906,597	900,950
EXPENDITURES		
Capital outlay and maintenance	737,525	478,148
Receipts over (under) expenditures	169,072	422,802
UNENCUMBERED CASH, beginning	362,985	532,057
UNENCUMBERED CASH, ending	$ 532,057	954,859
CITY EQUIPMENT RESERVE		
RECEIPTS		
Transfer from		
General	$ 215,000	205,000
Special parks and recreation	1,000	2,000
Waterworks operating	75,000	75,000
Waste water operating	10,000	10,000
Gas plant operating	45,750	25,000
Storm water	5,000	5,000
Proceeds from finance lease	-	500,000
Grants	84,637	-
Sale of equipment and other	63,237	53,519
	499,624	875,519
EXPENDITURES		
Capital outlay and maintenance	482,041	828,003
Receipts over (under) expenditures	17,583	47,516
UNENCUMBERED CASH, beginning	517,911	535,494
UNENCUMBERED CASH, ending	$ 535,494	583,010

City of Halstead, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024	2025
GRANTS		
RECEIPTS		
Grant Income	$ -	29,568
EXPENDITURES		
Contractual services	-	5,000
Receipts over (under) expenditures	-	24,568
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	24,568
CEMETERY PERPETUAL CARE		
RECEIPTS		
Transfer from General	$ 1,800	1,440
Interest	2,479	2,286
	4,279	3,726
EXPENDITURES		
Transfer to General	1,708	-
Receipts over (under) expenditures	2,571	3,726
UNENCUMBERED CASH, beginning	52,662	55,233
UNENCUMBERED CASH, ending	$ 55,233	58,959

City of Halstead, Kansas

Special Purpose Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024	2025
RISK MANAGEMENT RESERVE		
RECEIPTS		
Transfer from General	$ -	75,000
EXPENDITURES	-	-
Receipts over (under) expenditures	-	75,000
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	75,000
OPIOID SETTLEMENT		
RECEIPTS		
State revenue	$ 6,304	3,653
EXPENDITURES	-	-
Receipts over (under) expenditures	6,304	3,653
UNENCUMBERED CASH, beginning	6,159	12,463
UNENCUMBERED CASH, ending	$ 12,463	16,116

City of Halstead, Kansas

Capital Project Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024	2025
STREET & SEWER IMPROVEMENTS		
RECEIPTS	$ -	-
EXPENDITURES		
Capital outlay	5,302	-
Bond payment	82,000	82,000
	87,302	82,000
Receipts over (under) expenditures	(87,302)	(82,000)
UNENCUMBERED CASH, beginning	278,130	190,828
UNENCUMBERED CASH, ending	$ 190,828	108,828
WASTEWATER PLANT UPGRADE 2025		
RECEIPTS		
KDHE loan proceeds	$ -	58,350
EXPENDITURES		
Capital outlay	-	58,350
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	-

City of Halstead, Kansas

Bond and Interest Fund

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
RECEIPTS				
Ad valorem property tax	$ 139,152	196,240	204,950	(8,710)
Special assessments	20,462	20,087	20,000	87
Vehicle tax	17,925	19,326	19,115	211
Transfer from Sales tax revenue reserve	108,125	108,125	108,125	-
	285,664	343,778	352,190	(8,412)
EXPENDITURES				
Bond principal	250,000	250,000	250,000	-
Interest	75,536	77,256	78,000	(744)
Cash basis reserve	-	-	125,000	(125,000)
	325,536	327,256	453,000	(125,744)
Receipts over (under) expenditures	(39,872)	16,522		
UNENCUMBERED CASH, beginning	146,096	106,224		
UNENCUMBERED CASH, ending	$ 106,224	122,746		

City of Halstead, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
WATERWORKS OPERATING				
RECEIPTS				
Sales	$ 898,294	897,599	838,760	58,839
Service and other	32,064	29,842	-	29,842
	930,358	927,441	838,760	88,681
EXPENDITURES				
Personal services	231,995	236,557	278,000	(41,443)
Contractual services	43,367	40,658	65,500	(24,842)
Water purchases	121,607	118,512	125,000	(6,488)
Commodities	62,976	53,930	80,000	(26,070)
Capital outlay	23,750	19,849	187,059	(167,210)
Transfer to				
General	175,000	250,000	200,000	50,000
Capital improvement	75,000	75,000	75,000	-
City equipment reserve	75,000	75,000	75,000	-
Depreciation/replacement reserve	90,000	145,000	120,000	25,000
	898,695	1,014,506	1,205,559	(191,053)
Receipts over (under) expenditures	31,663	(87,065)		
UNENCUMBERED CASH, beginning	387,005	418,668		
UNENCUMBERED CASH, ending	$ 418,668	331,603		

City of Halstead, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
WASTE WATER OPERATING				
RECEIPTS				
User fees	$ 430,993	445,666	426,250	19,416
Service and other	299	163	-	163
	431,292	445,829	426,250	19,579
EXPENDITURES				
Personal services	119,416	112,687	148,000	(35,313)
Contractual services	91,879	78,220	116,500	(38,280)
Commodities	48,313	55,411	60,000	(4,589)
Transfer to				
General	25,000	25,000	25,000	-
Capital improvement	10,000	10,000	10,000	-
City equipment reserve	10,000	10,000	10,000	-
Depreciation/replacement reserve	96,000	109,000	84,000	25,000
Debt service	19,704	9,852	19,705	(9,853)
Capital reserve	-	-	11,652	(11,652)
	420,312	410,170	484,857	(74,687)
Receipts over (under) expenditures	10,980	35,659		
UNENCUMBERED CASH, beginning	92,838	103,818		
UNENCUMBERED CASH, ending	$ 103,818	139,477		

City of Halstead, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
GAS PLANT OPERATING				
RECEIPTS				
Sales	$ 1,937,083	1,918,164	1,976,500	(58,336)
Service and other	20,452	21,447	-	21,447
	1,957,535	1,939,611	1,976,500	(36,889)
EXPENDITURES				
Personal services	187,862	184,355	266,000	(81,645)
Contractual services	92,280	92,983	143,000	(50,017)
Commodities	45,776	51,031	58,500	(7,469)
Gas purchased	1,073,621	1,224,995	1,100,000	124,995
Capital outlay	4,880	7,834	10,000	(2,166)
State utility loan payments	420,000	240,000	240,000	-
Transfer to				
General	275,000	187,500	275,000	(87,500)
Capital improvement	50,000	25,000	25,000	-
City equipment reserve	45,750	25,000	25,000	-
Gas reserve	64,250	30,000	60,000	(30,000)
Capital reserve	-	-	45,510	(45,510)
	2,259,419	2,068,698	2,248,010	(179,312)
Receipts over (under) expenditures	(301,884)	(129,087)		
UNENCUMBERED CASH, beginning	578,979	277,095		
UNENCUMBERED CASH, ending	$ 277,095	148,008		

City of Halstead, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance - Over (Under)
REFUSE				
RECEIPTS				
User fees	$ 149,262	189,404	162,000	27,404
EXPENDITURES				
Personal services	14,413	14,865	21,000	(6,135)
Contractual services	112,277	151,378	138,700	12,678
Commodities and other	-	385	5,000	(4,615)
Transfer to Capital improvement	10,000	25,000	25,000	-
Capital reserve	-	-	31,701	(31,701)
	136,690	191,628	221,401	(29,773)
Receipts over (under) expenditures	12,572	(2,224)		
UNENCUMBERED CASH, beginning	47,037	59,609		
UNENCUMBERED CASH, ending	$ 59,609	57,385		
STORM WATER				
RECEIPTS				
User fees	$ 21,848	21,854	21,600	254
EXPENDITURES				
Contractual services	17	1,731	6,500	(4,769)
Commodities	5,685	5,282	10,000	(4,718)
Transfer to				
City equipment reserve	5,000	5,000	5,000	-
Storm water reserve	18,000	18,000	18,000	-
Capital reserve	-	-	1,947	(1,947)
	28,702	30,013	41,447	(11,434)
Receipts over (under) expenditures	(6,854)	(8,159)		
UNENCUMBERED CASH, beginning	28,647	21,793		
UNENCUMBERED CASH, ending	$ 21,793	13,634		

City of Halstead, Kansas

Business Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024	2025
DEPRECIATION/REPLACEMENT RESERVE		
RECEIPTS		
Transfer from		
Waterworks operating	$ 90,000	145,000
Waste water operating	96,000	109,000
	186,000	254,000
EXPENDITURES		
Debt service	-	57,453
Receipts over (under) expenditures	186,000	196,547
UNENCUMBERED CASH, beginning	656,403	859,453
Prior year canceled encumbrances	17,050	-
UNENCUMBERED CASH, ending	$ 859,453	1,056,000
GAS RESERVE		
RECEIPTS		
Transfer from Gas plant operating	$ 64,250	30,000
EXPENDITURES		
Capital outlay	99,250	-
Receipts over (under) expenditures	(35,000)	30,000
UNENCUMBERED CASH, beginning	543,642	508,642
UNENCUMBERED CASH, ending	$ 508,642	538,642
STORM WATER RESERVE		
RECEIPTS		
Transfer from Storm water	$ 18,000	18,000
EXPENDITURES		
Contractual services	-	10,540
Capital outlay	-	8,700
	-	19,240
Receipts over (under) expenditures	18,000	(1,240)
UNENCUMBERED CASH, beginning	86,000	104,000
UNENCUMBERED CASH, ending	$ 104,000	102,760

City of Halstead, Kansas

Trust Funds

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis
For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024	2025
DRUG FORFEITURE		
RECEIPTS	$ -	-
EXPENDITURES	-	-
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	45	45
UNENCUMBERED CASH, ending	$ 45	45
LAND BANK		
RECEIPTS		
Lot sale	$ -	100
EXPENDITURES	-	-
Receipts over (under) expenditures	-	100
UNENCUMBERED CASH, beginning	25,062	25,062
UNENCUMBERED CASH, ending	$ 25,062	25,162
INSURANCE PROCEEDS		
RECEIPTS		
Insurance proceeds	$ -	2,438
EXPENDITURES		
Insurance proceeds released	-	2,438
Receipts over (under) expenditures	-	-
UNENCUMBERED CASH, beginning	-	-
UNENCUMBERED CASH, ending	$ -	-

City of Halstead, Kansas

Related Municipal Entity

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL
Regulatory Basis

For the Year Ended December 31, 2025
(With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	2024	2025
HALSTEAD PUBLIC LIBRARY		
RECEIPTS		
City of Halstead	$ 98,000	96,000
SCKLS and other grants	10,646	19,247
State aid	608	1,742
Memorial income	1,067	959
Interest and other	6,512	8,294
	116,833	126,242
EXPENDITURES		
Personal services	71,453	75,027
Books, periodicals and materials	11,215	11,723
Operating supplies and commodities	5,971	5,706
Telephone and utilities	6,657	6,380
Capital outlay	7,629	7,631
Other	6,058	6,303
	108,983	112,770
Receipts over (under) expenditures	7,850	13,472
UNENCUMBERED CASH, beginning	109,465	117,315
UNENCUMBERED CASH, ending	$ 117,315	130,787