

OSAWATOMIE CITY COUNCIL
AGENDA

May 14, 2026

6:00 p.m. | **CITY AUDITORIUM** | 439 Main Street

1. Call to Order
2. Roll Call
3. Pledge of Allegiance
4. Invocation
5. Consent Agenda
 - Consent Agenda items will be acted upon by one motion unless a Council member requests an item be removed for discussion and separate action.*
 - A. May 14, 2026 Agenda
 - B. April 23, 2026 Meeting Minutes
 - C. Pay Application(s)
 - BG Consultants – Water Treatment Plant Project - \$144,150.00
 - BG Consultants – Water Distribution Project - \$10,700.00
 - BG Consultants – 2026 Mill & Overlay - \$1,972.50
 - D. Special Event Permit(s)
6. Comments from the Public
 - Citizen participation will be limited to 5 minutes. Stand & be recognized by the Mayor.*
7. Public Hearing
8. Presentations, Proclamations, and Appointments
 - A. Presentation of the 2025 Audit – Jarred, Gilmore, and Phillips P.A.
9. Unfinished Business
10. New Business
 - A. Resolution 1376 – Acceptance of the Audit for FY 2025
 - B. Resolution 1377 – Awarding Demolition RFP for 2026 Condemnations
 - C. Resolution 1378 – Consideration of Request on 715 Pacific
 - D. Ordinance 3879 – Amending Ch. XVI, Article 1 of City Code pertaining to Meetings of the Osawatomie Planning Commission
11. Council Report
12. Mayor’s Report
13. City Manager & Staff Report
14. Adjourn

NEXT REGULAR MEETING – May 28, 2026

OSAWATOMIE CITY COUNCIL
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NEXT REGULAR MEETING – June 11, 2026

Osawatomie, Kansas. **April 23, 2026.** The Council Meeting was held at the City Auditorium located at 439 Main Street. Mayor Nick Hampson called the meeting to order at 6:00 p.m.

Council members present: Schasteen, Macek, Dickinson, Henness, Bratton, Filipin and Caldwell.

Council members absent: Diehm

City Staff present: Deputy City Manager Michele Silsbee, Utilities Director Terry Upshaw, City Clerk Tammy Seamands, Public Safety Officer Shelley Inge, Public Safety Officer Chase Gumminger and Public Safety Officer Grant Sparks.

Members of the public present: Hyun Ju Gil, Nancy Thompson, Ian Day, Chris Bowles, Frank Henderson, Paula Shotton, Louis Shotton, Polly Plain, Rueben Stevenson, Jr., Caleb Davis and Ian Reeves.

INVOCATION. – Pastor Hyun Ju Gil ~ First United Methodist Church

CONSENT AGENDA.

- A. April 23, 2026 Agenda
- B. April 9, 2026 Meeting Minutes
- C. Pay Application(s)
- D. Special Event Permit(s)
- E. AP Council Report – March 2026

Motion made by Dickinson, seconded by Schasteen to approve the consent agenda as presented. Yeas: All.

COMMENTS FROM THE PUBLIC.

Ian Reeves (7142 Forest Ave) and Calab Davis ~ I appreciate your time at the last meeting to consider the demolition on our house at 715 Pacific. I am handing out an execution plan to renovate the house. I wanted to make sure that council had a chance to vote on it before it was demolished.

Chris Bowles (30750 Osawatomie Road) ~ Was the City represented by an independent counsel through negotiations with Alcove and GW Weld? Did Alcove select, recommend or pay for the counsel? When will the public have the opportunity to ask council questions? The deal is for \$10,000 an acre but you could have gotten at least \$35 - \$80,000 an acre.

Ian Day (36397 W. 367th Street) ~ On your Northland site development discussion, it states no land has been sold, no construction has been approved, and no final development agreement has been executed. The agreement that you signed with Alcove gives them 3 ½ years of exclusive rights to the site and you promised not to market it to any other developers. Alcove can back out of this agreement at any time. Since you signed the pre-development agreement in January, can we back out right now or is it too late? Who was there for the signing of the pre-

development agreement and who on this council actually signed that agreement? This is important and really does need to be put on the agenda.

PUBLIC HEARINGS. – None.

PRESENTATIONS, PROCLAMATIONS AND APPOINTMENTS

ARBOR DAY 2026 – Lawrence Dickinson read the proclamation – **Motion** made by Schasteen, seconded by Bratton to approve the 2026 Arbor Day proclamation as presented. Yeas: All.

UNFINISHED BUSINESS. – None.

NEW BUSINESS

RESOLUTION 1373 – AWARDING 2026 MILL AND OVERLAY PROJECT – A street assessment that was completed in 2021 indicated that the subject streets were candidates for a mill and overlay project. The condition of these streets (curbs and gutters, as well as base asphalt) indicates that the useful life of these streets can be extended with a new surface of clean asphalt and some minor repairs to the base course of asphalt.

The city advertised for bids and received five (5) bids. All bids were below the engineer’s estimate of \$572,520. The bids are shown below. If the awarded contractor is agreeable to a change order at their bid rates, we would like the contractor to provide pricing for Matney Drive, Lori Lane, Melody Lane, Cheri Lane and Happy Place. All of these are around Lom Vista apartments.

Engineer’s Estimate	\$572,520.00
Phillips Paving	\$356,689.80
Killough Construction	\$369,984.00
Bettis Asphalt	\$383,734.60
Superior Bowen	\$417,910.50
McAnaney Construction	\$552,051.00

Motion made by Bratton, seconded by Filipin to approve Resolution 1373– Accepting the bid for resurfacing of Pacific Ave. from 6th to 12th and Brown Ave. from 7th to 1st from Phillips Sitework, Inc. in the amount of \$356,389.80 as presented. Yeas: All.

RESOLUTION 1374 – ESTABLISHING ANNUAL MUNICIPAL EMPLOYEE APPRECIATION PROCLAMATION - The City of Osawatomie is served by a dedicated workforce across a wide range of professions, many of which are recognized each year through nationally established recognition days and weeks. This resolution directs the mayor to issue proclamations on behalf of the City recognizing those professions at appropriately timed City Council meetings throughout each calendar year.

Proclamations will be presented at a Council meeting preceding the applicable recognition day or week in order to be official and timely. The intent of this resolution is to establish a standing list

of annual recognitions that reflects the breadth of professions represented by City employees, ensuring these recognitions occur consistently each year without requiring separate Council action each time.

The following recognition days and weeks are included in the established list:

1. National Library Week – Third full week in April
2. Firefighter Appreciation Day – May 4
3. Municipal Clerks Week – First full week in May
4. National Police Week – Second full week in May
5. APWA National Public Works Week – Third full week in May
6. International Thank a Golf Course Superintendent Day – September 9
7. APPA Public Power & Lineman Appreciation Week – First full week in October
8. Building and Code Enforcement Week – Second full week in October
9. International Museum Workers Day – October 22

Motion made by Schasteen, seconded by Filipin to approve Resolution 1374 – Directing the Mayor to issue annual proclamations recognizing city employee professions as presented. Yeas: All.

RESOLUTION 1375 – AUTHORIZING EMERGENCY REPLACEMENT OF INTERCONNECT POLE – We have a power pole that needs replaced. It is located on the east side of US 169. As you head north towards the State Hospital you will see the power pole with a piece of equipment holding it firm. The ground is very saturated and we believe that the recent storm last week pushed the pole over.

We replaced another pole on the east side of 169 a couple of years ago after a significant windstorm came through, causing the power lines to sag too low across the highway. Those lines got caught by traffic and pulled down. Knowing that this pole could cause a similar issue, we mobilized a contractor who has the proper equipment to stabilize the pole. We purchased a new pole for replacement. The problem with this entire interconnect is its accessibility. We cannot access it easily, and we do not have the equipment to the height of the conductor.

The cost of the new pole is \$6,000. Mobilization and demobilization are \$17,000. Labor is estimated at \$16,000 for a four-man crew. Work needs to happen as soon as possible. The equipment has already mobilized (as of April 16) in preparation for the storm coming on Friday April 17th to stabilize the pole. **Motion** made by Henness, seconded by Dickinson to approve Resolution 1375 – Authorizing replacement of a 34.5KV power pole as presented. Yeas: All.

EXECUTIVE SESSION – None.

COUNCIL REPORTS

Kevin Schasteen ~ I want to commend the crews for getting everything cleaned up this week. They did a nice job with getting out after the storm. I heard a lot of good comments on the Fire Department and Police Department for checking on everybody after the storm.

Lawrence Dickinson ~ I would like to second what Keven said. The power went out but you couldn't help that and you got it back on as quick as you could. I went to the coffee for the incoming superintendent and was able to meet him. He seems like a real nice guy and I am looking forward to working with him.

Derek Henness ~ Good job to everybody that has been helping with the clean-up. Last week was a rough week and this week getting everything cleaned up. Thinking about our neighbors in Hillsdale and Ottawa. Hopefully we can get through the rest of the season without too much more chaos.

Cathy Caldwell ~ I just want to echo what Kevin said. The crews were out immediately afterwards. It was really nice for the residents to see that the Fire Department, Police Department and city workers were out so quickly.

MAYOR'S REPORT

Nick Hampson ~ Last Wednesday, I saw city crews cleaning hail out of inlet boxes so streets could drain right afterwards. I have never seen that magnitude and size of hail here before. Thank you to all the crews.

I would also like to say thank you to the Pride Committee. On Tuesday they cleaned up the inside of the on and off ramps of 169. On May 2nd, we will be meeting downtown to put in mulch.

Dave Stephens – emailed a written statement. Dave is a math teach at the Osawatomie High School. His calculus class read several articles written by journalists that described the pros and cons of establishing a data center in rural communities. No one in the class had a formed opinion about the data center before the initial question was raised, but they gathered evidence. They read national news articles and did the math to answer the questions they had. The students found the flow rates of the Marias des Cygnes and researched how much water data centers use. They created a range of possibilities, and determined on their own that our river would sustain a data center with the most conservative estimates. A data center is a massive opportunity for our community. Data centers are bringing huge amounts of money into rural communities, and we are uniquely positioned to be a community that could benefit from one. As residents of Osawatomie, we need to allow facts and evidence to guide the decision making. I encourage the elected officials to be diligent in their efforts to gain as much evidence as possible. I also expect them to ignore baseless conspiracy theories.

CITY MANAGER & STAFF REPORTS.

Michele Silsbee ~ We are still in the midst of doing damage assessments. We have started claims with insurance. Thankfully there appears to only be 11 vehicles in our fleet that has sustained damage. Like most of the homes in Osawatomie, most of the city buildings have damage. About 25% of our street lights have sustained some sort of damage. We have been working on getting the storm damage and debris picked up in the city. We will do another sweep tomorrow of the entire community and then we will start on the park and cemetery.

Grant Sparks ~ Introduced Chase Gumming. Chase is our newest officer.

OTHER DISCUSSION/MOTIONS.

Motion made by Schasteen, seconded by Bratton to adjourn. Yeas: All. The mayor declared the meeting adjourned at 6:32 p.m.

/s/ Tammy Seamands
Tammy Seamands, City Clerk

* **by email only** *

City of Osawatomie
 Attn: Bret Glendening, Deputy City Manager
 439 Main Street
 Osawatomie, KS 66064

May 6, 2026

INVOICE #27

Re: 2023 Osawatomie WTP Improvements
 Osawatomie, Kansas

BG Project No. 22-1194L

-----**Invoice for Consulting Services**-----

This Invoice is for services performed during the month of April 2026 as follows:

Basic Services	Lump Sum Amount	% Complete Progress	Subtotal
Preliminary Design.....	\$ 1,075,328.00	100.00%	\$ 1,075,328.00
Final Design.....	\$ 961,000.00	50.00%	\$ 480,500.00
Construction Phase.....	\$ 590,000.00	0.00%	\$ -
Post-Construction.....	\$ 28,000.00	0.00%	\$ -
		Subtotal #1 =	\$ 1,555,828.00

Resident Project Representative (RPR)

RPR Services (Not to Exceed).....	\$ 1,058,400.00		
Engineer IV.....	0.0 hrs @ \$ 144.00 /hr	\$	-
Engineer II.....	0.0 hrs @ \$ 130.00 /hr	\$	-
Senior Construction Observer.....	0.0 hrs @ \$ 120.00 /hr	\$	-
Certified Construction Observer.....	0.0 hrs @ \$ 103.00 /hr	\$	-
		Subtotal #2 =	\$ -
Total Construction Observation Services Billed Thru this Invoice.....		\$	-
Contract Value of Construction Observation Services Remaining.....		\$	1,058,400.00

Total Amount of Services Complete (Subtotals #1 + #2).....	\$ 1,555,828.00
Less Previous Amount Billed (Thru Invoices: #26).....	\$ 1,411,678.00
Total Amount Owed this Invoice.....	\$ 144,150.00
Plus Previous Invoices Unpaid (<i>none</i>).....	\$ -
Total Amount Owed to Date.....	\$ 144,150.00

TOTAL AMOUNT DUE THIS INVOICE	\$ 144,150.00
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For questions, please contact me at 785-537-7448 or brian.foster@bgcons.com.

Sincerely,



Brian J. Foster
 Project Manager

* *by email only* *

City of Osawatomie
 Attn: Bret Glendening, Deputy City Manager
 439 Main Street
 Osawatomie, KS 66064

May 6, 2026

INVOICE #34

Re: 2023 Osawatomie Water Distribution Improvements
 Osawatomie, Kansas

BG Project No. 22-1195L

-----**Invoice for Consulting Services**-----

This Invoice is for services performed during the month of April 2026 as follows:

Basic Services	Lump Sum Amount	% Complete Progress	Subtotal
Preliminary Design.....	\$ 650,000.00	100.00%	\$ 650,000.00
Final Design.....	\$ 535,000.00	93.00%	\$ 497,550.00
Bidding.....	\$ 50,000.00	20.00%	\$ 10,000.00
Construction Phase.....	\$ 250,000.00	10.99%	\$ 27,480.00
Post-Construction.....	\$ 23,000.00	0.00%	\$ -
			\$ 1,185,030.00

Resident Project Representative (RPR)

RPR Services (Not to Exceed).....	\$ 1,051,920.00		
Engineer IV.....	0.0 hrs @ \$ 144.00 /hr	\$	-
Engineer II.....	0.0 hrs @ \$ 130.00 /hr	\$	-
Senior Construction Observer.....	0.0 hrs @ \$ 120.00 /hr	\$	-
Certified Construction Observer.....	0.0 hrs @ \$ 103.00 /hr	\$	-
		Subtotal #2 =	\$ -
Total Construction Observation Services Billed Thru this Invoice.....			\$ -
Contract Value of Construction Observation Services Remaining.....			\$ 1,051,920.00

Total Amount of Services Complete (Subtotals #1 + #2).....	\$ 1,185,030.00
Less Previous Amount Billed (Thru Invoices: #33).....	\$ 1,174,330.00
Total Amount Owed this Invoice.....	\$ 10,700.00
Plus Previous Invoices Unpaid (<i>none</i>).....	\$ -
Total Amount Owed to Date.....	\$ 10,700.00

TOTAL AMOUNT DUE THIS INVOICE	\$ 10,700.00
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For questions, please contact me at 785-537-7448 or brian.foster@bgcons.com.

Sincerely,



Brian J. Foster
 Vice President

* *by email only* *

City of Osawatomie
 Attn: Michele Silsbee, Deputy City Manager
 439 Main Street
 Osawatomie, KS 66064

May 6, 2026

INVOICE #2

Re: 2026 Street Resurfacing Project
 Osawatomie, Kansas

BG Project No. 26-1163

-----**Invoice for Consulting Services**-----

This Invoice is for services performed during the month of April 2026 as follows:

Professional Services

Services (Not to Exceed).....	\$	3,250.00		
Engineer III.....		9.5 hrs @	\$ 200.00 /hr	\$ 1,900.00
			Subtotal #1 =	\$ 1,900.00
Total Professional Services Billed Thru this Invoice.....	\$			2,900.00
Contract Value of Professional Services Remaining.....	\$			350.00

Reimbursable Expenses

Mileage (100 miles @ \$0.725/mile).....	\$			72.50
			Subtotal #2 =	\$ 72.50

Total Amount of Services Complete to Date.....	\$			2,972.50
Less Previous Amount Billed (Thru Invoices: #1).....	\$			1,000.00
Total Amount Owed this Invoice.....	\$			1,972.50
Plus Previous Invoices Unpaid (<i>none</i>).....	\$			-
Total Amount Owed to Date.....	\$			1,972.50

TOTAL AMOUNT DUE THIS INVOICE	\$ 1,972.50
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For questions, please contact me at 785-749-4474 or diane.rosebaugh@bgcons.com.

Sincerely,



Diane Rosebaugh, P.E.
 Project Manager | Associate Principal



April 1, 2026

Jarred, Gilmore, & Phillips, PA
P.O. Box 779
Chanute, Kansas 66720

This representation letter is provided in connection with your audit of the financial statement of the City of Osawatomie, Kansas, which comprise the aggregate cash and unencumbered cash balances of the funds of the City of Osawatomie, Kansas as of December 31, 2025 and the aggregate cash received and expenditures paid of such funds for the year then ended, and the disclosures (collectively, the "financial statement"), for the purpose of expressing an opinion as to whether the financial statement is presented fairly, in all material respects, in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide.

Certain representations in this letter are described as being limited to matters that are material. Items are considered to be material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief, as of April 1, 2026, the following representations made to you during your audit.

Financial statement

- 1) We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated May 8, 2025, including our responsibility for the preparation and fair presentation of the financial statement in accordance with the Kansas regulatory basis of accounting and for preparation of the supplementary information in accordance with the applicable criteria.
- 2) The financial statement referred to above is fairly presented in conformity with the Kansas regulatory basis of accounting and includes all properly classified funds and other financial information of the primary government and all component units required by the Kansas regulatory basis of accounting to be included in the financial reporting entity.
- 3) We acknowledge our responsibility 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.
- 4) We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
- 5) The methods, significant assumptions, and data used in making accounting estimates and their related disclosures are appropriate to achieve recognition, measurement, or disclosure that is reasonable in accordance with the Kansas regulatory basis of accounting.
- 6) Related party relationships and transactions, including receipts, expenditures, and transfers, amounts payable to related parties have been appropriately accounted for and disclosed in accordance with the Kansas regulatory basis of accounting.
- 7) Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statement that would require adjustment to or disclosure in the financial statement or in the schedule of findings and questioned costs.

- 8) We are in agreement with the adjusting journal entries you have proposed, and they have been posted to the accounts.
- 9) We are not aware of any pending or threatened litigation, claims, or assessments or unasserted claims or assessments that are required to be accrued or disclosed in the financial statement, and we have not consulted a lawyer concerning litigation, claims or assessments.
- 10) Guarantees, whether written or oral, under which the City is contingently liable, if any, have been properly recorded or disclosed.

Information Provided

- 11) We have provided you with:
 - a) Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statement, such as records (including information obtained from outside of the general and subsidiary ledgers), documentation, and other matters and all audit or relevant monitoring reports, if any, received from funding sources.
 - b) Additional information that you have requested from us for the purpose of the audit.
 - c) Unrestricted access to persons within the City from whom you determined it necessary to obtain audit evidence.
 - d) Minutes of the meetings of the City Council or summaries of actions of recent meetings for which minutes have not yet been prepared.
- 12) All material transactions have been recorded in the accounting records and are reflected in the financial statement and the schedule of expenditures of federal awards.
- 13) We have disclosed to you the results of our assessment of the risk that the financial statement may be materially misstated as a result of fraud.
- 14) We have no knowledge of any fraud or suspected fraud that affects the City and involves—
 - Management,
 - Employees who have significant roles in internal control, or
 - Others where the fraud could have a material effect on the financial statement.
- 15) We have no knowledge of any allegations of fraud or suspected fraud affecting the City's financial statement communicated by employees, former employees, regulators, or others.
- 16) We have no knowledge of instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or waste or abuse, whose effects should be considered when preparing the financial statement.
- 17) We are not aware of any pending or threatened litigation, claims, or assessments or unasserted claims or assessments that are required to be accrued or disclosed in the financial statement, and we have not consulted a lawyer concerning litigation, claims or assessments.
- 18) We have disclosed to you the names of the City's related parties and all the related party relationships and transactions, including any side agreements.

Government-specific

- 19) There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.
- 20) We have identified to you any previous audits, attestation engagements, and other studies related to the objectives of the audit and whether related recommendations have been implemented.
- 21) We have identified to you any investigations or legal proceedings that have been initiated with respect to the period under audit.

- 22) The City has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, and unencumbered cash.
- 23) We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax or debt limits and debt contracts, and legal and contractual provisions for reporting specific activities in separate funds.
- 24) We have identified and disclosed to you all instances of identified and suspected fraud and noncompliance with provisions of laws, regulations, contracts, and grant agreements that we believe have a material effect on the financial statement.
- 25) There are no violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statement, or as a basis for recording a loss contingency, or for reporting on noncompliance.
- 26) As part of your audit, you assisted with preparation of the financial statement and disclosures and schedule of expenditures of federal awards. We acknowledge our responsibility as it relates to those nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for the financial statement and disclosures and schedule of expenditures of federal awards.
- 27) The City has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.
- 28) The City has complied with all aspects of contractual agreements that would have a material effect on the financial statement in the event of noncompliance.
- 29) The financial statement properly classifies all funds and activities.
- 30) Expenditures have been appropriately classified in or allocated to functions and programs in the financial statement, and allocations have been made on a reasonable basis.
- 31) Receipts are appropriately classified in the financial statement in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide.
- 32) Deposits are properly classified as to risk and are properly disclosed.
- 33) With respect to the Summary of Expenditures - Actual and Budget (Budgeted Funds Only) – Regulatory Basis, Schedules of Receipts and Expenditures - Actual and Budget – Regulatory Basis for each individual fund, and the Summary of Receipts and Disbursements – Agency Funds – Regulatory Basis:
 - a) We acknowledge our responsibility for presenting the Summary of Expenditures - Actual and Budget (Budgeted Funds Only) – Regulatory Basis, Schedules of Receipts and Expenditures - Actual and Budget – Regulatory Basis for each individual fund, and the Summary of Receipts and Disbursements – Agency Funds – Regulatory Basis in accordance with the Kansas regulatory basis of accounting, and we believe the Summary of Expenditures - Actual and Budget (Budgeted Funds Only) – Regulatory Basis, Schedules of Receipts and Expenditures - Actual and Budget – Regulatory Basis for each individual fund, and the Summary of Receipts and Disbursements – Agency Funds – Regulatory Basis, including its form and content, is fairly presented in accordance with the Kansas regulatory basis of accounting. The methods of measurement and presentation of the Summary of Expenditures - Actual and Budget (Budgeted Funds Only) – Regulatory Basis,

Schedules of Receipts and Expenditures - Actual and Budget – Regulatory Basis for each individual fund, and the Summary of Receipts and Disbursements – Agency Funds – Regulatory Basis have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.

- b) If the Summary of Expenditures - Actual and Budget (Budgeted Funds Only) – Regulatory Basis, Schedules of Receipts and Expenditures - Actual and Budget – Regulatory Basis for each individual fund, and the Summary of Receipts and Disbursements – Agency Funds – Regulatory Basis is not presented with the audited financial statement, we will make the audited financial statement readily available to the intended users of the supplementary information no later than the date we issue the supplementary information and the auditor's report thereon.

34) With respect to federal award programs:

- a) We are responsible for understanding and complying with and have complied with, the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), including requirements relating to preparation of the schedule of expenditures of federal awards.
- b) We acknowledge our responsibility for preparing and presenting the schedule of expenditures of federal awards (SEFA) and related disclosures in accordance with the requirements of the Uniform Guidance, and we believe the SEFA, including its form and content, is fairly presented in accordance with the Uniform Guidance. The methods of measurement or presentation of the SEFA have not changed from those used in the prior period and we have disclosed to you any significant assumptions and interpretations underlying the measurement or presentation of the SEFA.
- c) If the SEFA is not presented with the audited financial statement, we will make the audited financial statement readily available to the intended users of the SEFA no later than the date we issue the SEFA and the auditor's report thereon.
- d) We have identified and disclosed to you all of our government programs and related activities subject to the Uniform Guidance compliance audit, and have included in the SEFA, expenditures made during the audit period for all awards provided by federal agencies in the form of federal awards, federal cost-reimbursement contracts, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other direct assistance.
- e) We are responsible for understanding and complying with, and have complied with, the requirements of federal statutes, regulations, and the terms and conditions of federal awards related to each of our federal programs and have identified and disclosed to you the requirements of federal statutes, regulations, and the terms and conditions of federal awards that are considered to have a direct and material effect on each major program.
- f) We are responsible for establishing, designing, implementing, and maintaining, and have established, designed, implemented, and maintained, effective internal control over compliance for federal programs that provides reasonable assurance that we are managing our federal awards in compliance with federal statutes, regulations, and the terms and conditions of federal awards that could have a material effect on our federal programs. We believe the internal control system is adequate and is functioning as intended.
- g) We have made available to you all federal awards (including amendments, if any) and any other correspondence with federal agencies or pass-through entities relevant to federal programs and related activities.
- h) We have received no requests from a federal agency to audit one or more specific programs as a major program.

- i) We have complied with the direct and material compliance requirements, including when applicable, those set forth in the *OMB Compliance Supplement* relating to federal awards and confirm that there were no amounts questioned and no known noncompliance with the direct and material compliance requirements of federal awards.
- j) We have disclosed any communications from federal awarding agencies and pass-through entities concerning possible noncompliance with the direct and material compliance requirements, including communications received from the end of the period covered by the compliance audit to the date of the auditor's report.
- k) We have disclosed to you the findings received and related corrective actions taken for previous audits, attestation engagements, and internal or external monitoring that directly relate to the objectives of the compliance audit, including findings received and corrective actions taken from the end of the period covered by the compliance audit to the date of the auditor's report.
- l) Amounts claimed or used for matching were determined in accordance with relevant guidelines in OMB's Uniform Guidance (2 CFR part 200, subpart E).
- m) We have disclosed to you our interpretation of compliance requirements that may have varying interpretations.
- n) We have made available to you all documentation related to compliance with the direct and material compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.
- o) We have disclosed to you the nature of any subsequent events that provide additional evidence about conditions that existed at the end of the reporting period affecting noncompliance during the reporting period.
- p) There are no such known instances of noncompliance with direct and material compliance requirements that occurred subsequent to the period covered by the auditor's report.
- q) No changes have been made in internal control over compliance or other factors that might significantly affect internal control, including any corrective action we have taken regarding significant deficiencies or material weaknesses in internal control over compliance, subsequent to the period covered by the auditor's report.
- r) Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the financial statement have been prepared.
- s) The copies of federal program financial reports provided you are true copies of the reports submitted, or electronically transmitted, to the respective federal agency or pass-through entity, as applicable.
- t) We have charged costs to federal awards in accordance with applicable cost principles.
- u) We are responsible for and have accurately prepared the summary schedule of prior audit findings to include all findings required to be included by the Uniform Guidance, and we have provided you with all information on the status of the follow-up on prior audit findings by federal awarding agencies and pass-through entities, including all management decisions.
- v) We are responsible for and have ensured the reporting package does not contain protected personally identifiable information.

w) We are responsible for and have accurately prepared the auditee section of the Data Collection Form as required by the Uniform Guidance.

Signature: _____

Title: Tammy Seamands, City Clerk

Signature: _____

Title: Bret Glendening, City Manager

Signature: _____

Title: Nick Hampson, Mayor

CITY OF OSAWATOMIE, KANSAS

Independent Auditor's Report and
Financial Statement with
Supplementary Information

For the Year Ended December 31, 2025

CITY OF OSAWATOMIE, KANSAS
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JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Osawatomie, 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 Osawatomie, 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 Osawatomie, 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 Osawatomie, 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), the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), 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 Osawatomie, 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 and *Government Auditing Standards* 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 and *Government Auditing Standards*, 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, schedules of receipts and expenditures – actual and budget – regulatory basis for each individual fund, and schedule of receipts and disbursements – agency funds, regulatory basis (Schedules 1, 2, and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200 *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is not a required part of the basic financial statement. 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 Osawatomie, Kansas as of and for the year ended December 31, 2024 (not presented herein), and have issued our report thereon dated April 17, 2025, which contained an unmodified opinion on the basic financial statement. The 2024 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services>. The 2024 actual column (2024 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended December 31, 2025 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2024 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2024 basic financial statement. The 2024 comparative information was subjected to the auditing procedures applied in the audit of the 2024 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2024 basic financial statement or to the 2024 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2024 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2024, on the basis of accounting described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 1, 2026, on our consideration of the City of Osawatomie, Kansas’ internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Osawatomie, Kansas’ internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Osawatomie, Kansas’ internal control over financial reporting and compliance.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

April 1, 2026
Chanute, Kansas

CITY OF OSAWATOMIE, 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	59,549.09	4,029,434.42	3,807,356.47	281,627.04	177,848.13	459,475.17
Special Purpose Funds:						
Industrial	29,344.19	192,424.44	202,059.55	19,709.08	38.00	19,747.08
Library	94,884.09	18,559.07	22,063.55	91,379.61	21.84	91,401.45
Employee Benefits	229,218.47	960,411.76	706,399.50	483,230.73	4,040.98	487,271.71
Special Parks and Recreation	26,723.78	3,624.97	12,113.03	18,235.72	-	18,235.72
Tourism	97.88	167,878.56	166,779.71	1,196.73	0.04	1,196.77
Police Seizures	1,019.00	-	-	1,019.00	-	1,019.00
Opioiod Settlement	23,870.90	6,183.58	26,072.82	3,981.66	-	3,981.66
Street Improvement	144,783.90	478,571.66	455,809.26	167,546.30	3,093.93	170,640.23
Golf Course	378,129.44	718,938.67	896,983.18	200,084.93	200,660.89	400,745.82
Capital Improvements General	732.34	935.00	541.97	1,125.37	-	1,125.37
Capital Improvements Water	153,644.88	1,955,259.00	1,579,763.26	529,140.62	139,569.00	668,709.62
Capital Improvements Sewer	1,647,197.10	250,000.00	1,882,728.28	14,468.82	143,070.19	157,539.01
Capital Improvements Street	548,671.35	216,801.90	732,834.60	32,638.65	-	32,638.65
Capital Improvements Grant	58,170.00	-	58,170.00	-	-	-
Capital Improvements Special Projects	1,763,738.14	367,899.55	483,153.40	1,648,484.29	-	1,648,484.29
Capital Improvements Technology	74,763.60	52,777.76	32,849.90	94,691.46	-	94,691.46
RHID	-	1,533,000.00	1,235,295.53	297,704.47	141,290.65	438,995.12
Public Safety Equipment	207,925.73	200,177.49	181,819.89	226,283.33	-	226,283.33
Bond and Interest Fund:						
General Obligation Bond and Interest	29,115.53	1,617,020.35	1,567,598.61	78,537.27	-	78,537.27
Business Funds:						
Electric Utility	21,382.97	4,922,944.91	4,742,632.38	201,695.50	208,685.75	410,381.25
Electric Utility Debt Service	158,187.61	436,800.00	437,025.00	157,962.61	-	157,962.61
Water Utility	208,209.61	2,250,650.02	1,615,612.69	843,246.94	17,864.13	861,111.07
Refuse Utility	21,816.71	415,323.43	400,217.25	36,922.89	33,008.36	69,931.25
Sewer Utility	179,875.31	1,245,296.21	1,403,610.81	21,560.71	10,479.55	32,040.26
Total Reporting Entity (Excluding Agency Funds)	\$ 6,061,051.62	\$ 22,040,912.75	\$ 22,649,490.64	\$ 5,452,473.73	\$ 1,079,671.44	\$ 6,532,145.17

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

Statement 1 (Continued)

CITY OF OSAWATOMIE, KANSAS

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

Total Cash to be accounted for:	\$	6,532,145.17
Composition of Cash:		
Cash on Hand	\$	800.00
Checking Accounts:		
Operating Account		866,488.62
Cash Flow Account		295,496.39
ADSAP		7,243.50
Municipal Court		44,829.00
Police Forfeitures.....		15,781.41
Cafeteria 125 Checking.....		131,159.90
Street & Sewer Project.....		20,422.31
Grant Account.....		3,556.79
USDA Loan Checking.....		7,000.00
Opioid Settlement Account		4,274.88
Seizure Account		1,019.00
Fire Department		3,983.01
Petty Cash		2,000.00
Investments:		
Kansas Municipal Investment Pool.....		540,295.86
Certificates of Deposit		4,776,991.73
		<hr/>
Total Reporting Entity		6,721,342.40
Agency Funds Per Schedule 3		(189,197.23)
Total Reporting Entity (Excluding Agency Funds)		<hr/>
	\$	<u>6,532,145.17</u>

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

CITY OF OSAWATOMIE, KANSAS

Notes to the Financial Statement
December 31, 2025

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Financial Reporting Entity

The City of Osawatomie, Kansas (the City) is a municipal corporation governed by an elected eight-member council. This financial statement presents the City of Osawatomie, 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:

The Osawatomie Housing Authority – The Osawatomie Housing Authority operates the City's housing projects. The Osawatomie Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond ordinances must be approved by the City.

The City of Osawatomie - Public Library - The City of Osawatomie, Kansas, Library Board operates the City's public library. Acquisition or disposition of real property by the Board must be approved by the City. Bond issuances must also be approved by the City. The City levies taxes for the Library Board and significantly influences the Library's operations. Separate internal financial statements are available at the Library.

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 Osawatomie, Kansas, for the year of 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 receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Regulatory Basis Fund Types (Continued)

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

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.)

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

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

Basis of Presentation – Regulatory Basis of Accounting

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

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

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.

Property Taxes

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reimbursed Expenses

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

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 cash receipts in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as cash 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.

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 the City amended the General Fund, Industrial Fund, Water Utility Fund, Electric Utility Fund, and the Golf Course Fund.

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.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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, and trust funds, and the following special purpose funds:

- Police Seizures Fund
- Opioid Settlement Fund
- Capital Improvements General Fund
- Capital Improvements Water Fund
- Capital Improvements Sewer Fund
- Capital Improvements Street Fund
- Capital Improvements Grant Fund
- Capital Improvements Special Projects Fund
- Capital Improvements Technology Fund
- RHID 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 the State of Kansas.

Compliance with Revenue Bond Covenants

The City is required, under the ordinances on Revenue Bond Issues, to maintain in its Business Funds certain restricted accounts. The ordinances provide that the following reserve accounts be set up in amounts described below:

<u>RESERVE ACCOUNTS</u>	<u>REQUIRED AMOUNT</u>	<u>ACTUAL AMOUNT</u>
Principal and Interest Account for Electric Revenue Bonds Series 2015 – requires transfers Monthly of 1/12 of next maturing interest and 1/12 of next maturing principal.	\$ 157,960.00	\$ 157,962.61

The City agrees to fix, establish, maintain and collect such rates, fees or charges for Electric Utility service which will be sufficient to enable the City to have, in each fiscal year, Net Revenues in an amount that will not be less than 125% of the Debt Service Requirements required to be paid by the City during that fiscal year on all System revenue bonds at the time outstanding. Net income is defined as gross income less operating expenses, but before any transfers, depreciation and capital expense. For the year ended December 31, 2025, the City had net revenues available for debt service of \$1,290,575.01, which is 272.34%. The loan agreement defines net revenues available for debt service to be revenues, less ordinary and necessary expenses of operating the system, but not including charges for interest and principal paid on the loan, or charges for depreciation. Therefore, this amount consists of receipts over expenditures, less debt service expenditures and capital outlay. Capital outlay is not considered to be an ordinary expense.

3. DEPOSITS AND INVESTMENTS

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

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less than 1</u>	<u>1-2</u>	<u>Rating</u>
Kansas Investment Pool	\$ 540,295.86	\$ 540,295.86	\$ - -	S&P AA Af/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.

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:

<u>Investments</u>	<u>Percentage of Investments</u>
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 \$6,180,246.54 and the bank balance was \$6,506,237.84. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$4,765,250.28 was covered by FDIC insurance and \$1,740,987.56 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments to be adequately secured.

At December 31, 2025, the City has invested \$540,295.86 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 be 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. LONG-TERM DEBT

Changes in long-term debt 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 Tax Levies:									
Series 2019 A Street Bonds	3.60%	5/23/2019	\$ 1,135,000.00	9/1/2038	\$ 915,000.00	-	\$ (50,000.00)	\$ 865,000.00	\$ 32,940.00
Series 2022A Street Bonds	2.00%	3/15/2022	6,175,000.00	3/1/2032	4,970,000.00	-	(615,000.00)	4,355,000.00	93,250.00
Series 2023 Temporary	3.75%	8/10/2023	7,685,000.00	3/1/2027	7,685,000.00	-	-	7,685,000.00	288,187.50
Series 2024 Temporary	4.95%	8/1/2024	250,000.00	8/1/2028	250,000.00	-	-	250,000.00	12,375.00
Series 2025 Temporary	4.22%	5/15/2025	1,533,000.00	3/1/2029	-	1,533,000.00	-	1,533,000.00	-
Paid by Tax Levies and Utility Receipts:									
Series 2016A - Refunding	2.00-4.00%	5/19/2016	8,145,000.00	9/1/2045	5,405,000.00	-	(410,000.00)	4,995,000.00	175,580.00
Paid by Utility Receipts:									
Series 2012A - Refunding	2.00-4.70%	5/1/2012	2,810,000.00	9/1/2027	125,000.00	-	(40,000.00)	85,000.00	3,750.00
Revenue Bonds									
Paid by Utility Receipts:									
Series 2015 - Electric	3.50%	12/14/2015	6,095,000.00	9/1/2035	3,915,000.00	-	(300,000.00)	3,615,000.00	137,025.00
State Low Interest Loan	0.25%	3/17/2021	700,000.00	1/1/2031	432,082.03	-	(68,253.80)	363,828.23	8,841.82
State Revolving Loans									
KDHE No. 3177-01	2.35%	9/17/2024	33,066,000.00	8/1/2029	-	1,955,259.00	-	1,955,259.00	12,768.02
KDHE No. 3015-01	1.38%	5/10/2021	2,510,500.00	9/1/2042	2,228,570.92	-	(113,219.90)	2,115,351.02	30,157.46
GRDA Repayment	2.50%	10/31/2021	260,936.00	2/28/2026	83,017.14	-	(62,234.46)	20,782.68	1,365.54
Finance Leases									
Fire Truck	3.10%	4/5/2018	277,107.76	10/1/2026	77,661.16	-	(38,588.84)	39,072.32	1,376.24
Golf Carts	4.85%	11/16/2022	214,952.10	11/16/2027	129,893.30	-	(129,893.30)	-	6,154.97
Backhoe	2.25%	10/14/2020	100,056.00	7/1/2025	20,781.44	-	(20,781.44)	-	259.84
Aerator	5.75%	8/24/2023	44,743.66	8/16/2028	34,475.40	-	(34,475.40)	-	1,876.68
Irrigation System	4.25%	12/1/2025	300,000.00	12/1/2030	-	300,000.00	-	300,000.00	-
Fire Truck	4.55%	4/11/2024	635,000.00	5/1/2034	603,336.46	-	(48,795.71)	554,540.75	30,840.73
Total Contractual Indebtedness					\$ 26,874,817.85	\$ 3,788,259.00	\$ (1,931,242.85)	\$ 28,731,834.00	\$ 836,748.80

4. LONG-TERM DEBT (Continued)

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

Principal Issue	2026	2027	2028	2029	2030	2031-2035	2036-2040	2041-2045	Less Loan Forgiveness	Less Proceeds not Drawn Down	Total
General Obligation Bonds											
Paid by Tax Levies:											
Series 2019 A Street Bonds	\$ 55,000.00	\$ 55,000.00	\$ 55,000.00	\$ 60,000.00	\$ 60,000.00	\$ 345,000.00	\$ 235,000.00	\$ -	\$ -	\$ -	\$ 865,000.00
Series 2022A Street Bonds	635,000.00	650,000.00	640,000.00	655,000.00	665,000.00	1,110,000.00	-	-	-	-	4,355,000.00
Series 2023 Temporary	-	7,685,000.00	-	-	-	-	-	-	-	-	7,685,000.00
Series 2024 Temporary	-	-	250,000.00	-	-	-	-	-	-	-	250,000.00
Series 2025 Temporary	-	-	-	1,533,000.00	-	-	-	-	-	-	1,533,000.00
Paid by Tax Levies and Utility Receipts:											
Series 2016A - Refunding	430,000.00	440,000.00	445,000.00	270,000.00	275,000.00	1,495,000.00	860,000.00	780,000.00	-	-	4,995,000.00
Paid by Utility Receipts:											
Series 2012A - Refunding	40,000.00	45,000.00	-	-	-	-	-	-	-	-	85,000.00
Revenue Bonds											
Paid by Utility Receipts:											
Series 2015 - Electric	310,000.00	320,000.00	330,000.00	340,000.00	355,000.00	1,960,000.00	-	-	-	-	3,615,000.00
State Low Interest Loan	34,673.04	70,457.82	71,966.56	73,507.61	75,081.66	38,141.54	-	-	-	-	363,828.23
State Revolving Loans											
KDHE No. 3177-01	-	-	-	33,066,000.00	-	-	-	-	(2,500,000.00)	(28,610,741.00)	1,955,259.00
KDHE No. 3015-01	113,878.23	115,455.17	117,053.95	118,674.87	120,318.23	627,049.23	671,684.05	280,978.67	-	(49,741.38)	2,115,351.02
GRDA Repayment	20,782.68	-	-	-	-	-	-	-	-	-	20,782.68
Finance Leases											
Fire Truck	39,072.32	-	-	-	-	-	-	-	-	-	39,072.32
Irrigation System	54,956.85	57,372.27	59,872.19	62,525.35	65,273.34	-	-	-	-	-	300,000.00
Fire Truck	55,213.76	57,815.42	60,483.20	63,389.63	66,376.56	251,262.18	-	-	-	-	554,540.75
Total Principal Payments	1,788,576.88	9,496,100.68	2,029,375.90	36,242,097.46	1,682,049.79	5,826,452.95	1,766,684.05	1,060,978.67	(2,500,000.00)	(28,660,482.38)	28,731,834.00
Interest											
General Obligation Bonds											
Paid by Tax Levies:											
Series 2019 A Street Bonds	31,140.00	29,160.00	27,180.00	25,200.00	12,670.00	80,460.00	17,100.00	-	-	-	222,910.00
Series 2022A Street Bonds	80,750.00	67,900.00	55,000.00	42,050.00	28,850.00	22,300.00	-	-	-	-	296,850.00
Series 2023 Temporary	144,093.75	-	-	-	-	-	-	-	-	-	144,093.75
Series 2024 Temporary	12,375.00	12,375.00	12,375.00	-	-	-	-	-	-	-	37,125.00
Series 2025 Temporary	83,681.45	64,646.62	64,646.62	32,323.31	-	-	-	-	-	-	245,298.00
Paid by Tax Levies and Utility Receipts:											
Series 2016A - Refunding	163,880.00	150,380.00	137,180.00	123,830.00	115,730.00	450,400.00	241,430.00	96,000.00	-	-	1,478,830.00
Paid by Utility Receipts:											
Series 2012A - Refunding	2,550.00	1,350.00	-	-	-	-	-	-	-	-	3,900.00
Revenue Bonds											
Paid by Utility Receipts:											
Series 2015 - Electric	126,525.00	115,675.00	104,475.00	92,925.00	81,025.00	210,525.00	-	-	-	-	731,150.00
State Low Interest Loan	8,114.92	6,637.80	5,129.06	3,588.01	2,013.96	406.21	-	-	-	-	25,889.96
State Revolving Loans											
KDHE No. 3177-01	-	-	-	359,150.50	-	-	-	-	-	-	359,150.50
KDHE No. 3015-01	29,499.13	27,922.19	26,323.41	24,702.49	23,059.13	89,837.57	45,202.75	4,878.99	-	-	271,425.66
GRDA Repayment	106.74	-	-	-	-	-	-	-	-	-	106.74
Finance Leases											
Fire Truck	910.35	-	-	-	-	-	-	-	-	-	910.35
Irrigation System	11,848.47	9,433.05	6,933.13	4,279.97	1,531.98	-	-	-	-	-	34,026.60
Fire Truck	24,422.68	21,821.02	19,153.24	16,246.81	13,259.88	20,818.29	-	-	-	-	115,721.92
Total Interest Payments	719,897.49	507,300.68	458,395.46	724,296.09	278,139.95	874,747.07	303,732.75	100,878.99	-	-	3,967,388.48
Total Principal and Interest	\$ 2,508,474.37	\$ 10,003,401.36	\$ 2,487,771.36	\$ 36,966,393.55	\$ 1,960,189.74	\$ 6,701,200.02	\$ 2,070,416.80	\$ 1,161,857.66	\$(2,500,000.00)	\$(28,660,482.38)	\$ 32,699,222.48

5. FINANCE LEASE OBLIGATIONS

The City has entered into a finance lease agreement in order to finance the acquisition of a Fire Truck. Payments are made twice a year, including interest at approximately 3.10%. Final maturity of the lease is October 1, 2026. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2026	\$ 39,982.67
	39,982.67
Less: Imputed Interest	(910.35)
Net Present Value of Minimum	
Lease Payments	39,072.32
Less: Current Maturities	(39,072.32)
Long-Term Finance Lease Obligations	<u>\$ 0.00</u>

The City has entered into a finance lease agreement in order to finance the acquisition of an irrigation system for the golf course. Payments are made monthly, including interest at 4.25%. Final maturity of the lease is December 1, 2030. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2026	\$ 66,805.32
2027	66,805.32
2028	66,805.32
2029	66,805.32
2030	66,805.32
	334,026.60
Less: Imputed Interest	(34,026.60)
Net Present Value of Minimum	
Lease Payments	300,000.00
Less: Current Maturities	(54,956.85)
Long-Term Finance Lease Obligations	<u>\$ 245,043.15</u>

The City has entered into a finance lease agreement in order to finance the acquisition of a Fire Truck. Payments are made monthly, including interest at 4.55%. Final maturity of the lease is May 1, 2034. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2026	\$ 79,636.44
2027	79,636.44
2028	79,636.44
2029	79,636.44
2030	79,636.44
2031-2034	272,080.47
	670,262.67
Less: Imputed Interest	(115,721.92)
Net Present Value of Minimum	
Lease Payments	554,540.75
Less: Current Maturities	(55,213.76)
Long-Term Finance Lease Obligations	<u>\$ 499,326.99</u>

6. RIGHT TO USE CONTRACTS

As of December 31, 2025 the City has entered into a number of contracts for equipment. Rent expense for the year ended December 31, 2025, was \$295,100.89. Under the current agreements, the future minimum rental payments are as follows:

2026	\$ 135,475.54
2027	97,878.32
2028	93,406.87
2029	4,221.78

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, 2017. Effective January 1, 2017, 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 KPERS and 24.67% for KP&F for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City were \$214,290.26 for KPERS and \$200,040.57 for KP&F for the year ended December 31, 2025.

Net Pension Liability

At December 31, 2025, the City's proportionate share of the collective net pension liability reported by KPERS was \$1,656,871.00 and \$1,650,854.00 for KP&F. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2024, which was rolled forward to June 30, 2025. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

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

8. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Death and Disability Other Post-Employment Benefits:

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

Compensated Absences:

All full-time employees of the City are eligible for vacation benefits in varying annual amounts. Full time employees will be granted paid vacation time according to the following schedules:

Years Continuous Employment:	Days Granted per Year:	Maximum Days Accrued:
Less than 5 years	12 Days	20 Days
After 5 but less than 10	15 Days	25 Days
After 10 but less than 15	18 Days	30 Days
More than 15 years	21 Days	30 Days

No vacation time may be taken by an employee until they have been in the service of the City continuously for a period of six months. In the event of termination, an employee will be compensated for unused vacation leave, provided they have been in the service of the City for at least six full months.

Sick leave accrues to all full-time employees at the rate of 8 hours per month to a maximum of 960 hours. All employees shall receive their sick leave credit on the last payroll of the month.

Employees who terminate by other than retirement will not be paid for accumulated sick leave. Upon retirement 30 days of remaining sick leave will be paid at their hourly rate, provided the employee has accrued 960 hours and provided one year notice to the City of their intent to retire.

The City estimates a liability for compensated absences when the following conditions are met:

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.

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. The liability for compensated absences was \$149,016.22. In accordance with the above criteria, the City has not recorded a liability for sick pay, inasmuch as the amount cannot be reasonably estimated.

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, except as disclosed below, 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.

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 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. CONTINGENT LIABILITIES

In the normal course of operations, the City receives grant funds from various federal agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believe to be material.

11. CONCENTRATION OF RISK

The City provides water to two rural water districts, as well as the state hospital. During 2025, sales to Miami County Rural Water District No. 2 accounted for 9.50% of the water sold, Miami County Rural Water District No. 3 accounted for 42.90% of the water sold, and sales to the state hospital accounted for 3.6% of the water sold. Risk of accounting loss exists from the possibility that a customer would no longer purchase water from the City. Impact of potential risk cannot be determined.

12. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
Electric Utility	General	K.S.A. 12-825d	\$ 280,000.00
Electric Utility	Tourism	K.S.A. 12-825d	83,201.00
Electric Utility	Electric Utility Debt Service	K.S.A. 12-825d	436,800.00
Water Utility	General Obligation Bond and Interest	K.S.A. 12-825d	70,270.00
Sewer Utility	General Obligation Bond and Interest	K.S.A. 12-825d	477,992.02
Capital Improvements Water	Capital Improvements Street	K.S.A. 12-1,118	102,020.72
Public Safety Equipment	General Obligation Bond and Interest	K.S.A. 79-2934	7,105.00
Public Safety Equipment	Capital Improvements Technology	K.S.A. 12-1,118	14,000.00
Street Improvement	Capital Improvements Street	K.S.A. 12-1,119	16,843.19
Golf Course	Tourism	K.S.A. 79-2934	10,000.00

13. 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 will receive \$250,000.00 from the State of Kansas for infrastructure improvements to the John Brown Park and \$157,000.00 from the State for technology upgrades for the police department in fiscal year 2026.

SUPPLEMENTARY INFORMATION

Schedule 1

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

Funds	Certified Budget	Adjustments for		Total Budget for Comparison	Expenditures Charged to Current Year Budget	Variance - Over (Under)
		Qualifying Budget Credits	Budget Credits			
General Fund	\$ 3,861,060.00	\$ 46,452.79	\$ 3,907,512.79	\$ 3,807,356.47	\$ (100,156.32)	
Special Purpose Funds:						
Industrial	203,030.00	164,797.00	367,827.00	202,059.55	(165,767.45)	
Library	41,099.00	-	41,099.00	22,063.55	(19,035.45)	
Employee Benefits	1,006,288.00	-	1,006,288.00	706,399.50	(299,888.50)	
Special Parks and Recreation	24,351.00	-	24,351.00	12,113.03	(12,237.97)	
Tourism	176,575.00	-	176,575.00	166,779.71	(9,795.29)	
Street Improvement	515,992.00	-	515,992.00	455,809.26	(60,182.74)	
Golf Course	1,122,607.00	-	1,122,607.00	896,983.18	(225,623.82)	
Public Safety Equipment	182,309.00	-	182,309.00	181,819.89	(489.11)	
Bond and Interest Fund:						
General Obligation Bond and Interest	1,952,708.00	-	1,952,708.00	1,567,598.61	(385,109.39)	
Business Funds:						
Electric Utility	4,974,659.00	-	4,974,659.00	4,742,632.38	(232,026.62)	
Electric Utility Debt Service	437,025.00	-	437,025.00	437,025.00	-	
Water Utility	1,794,415.00	-	1,794,415.00	1,615,612.69	(178,802.31)	
Refuse Utility	496,217.00	-	496,217.00	400,217.25	(95,999.75)	
Sewer Utility	1,663,829.00	-	1,663,829.00	1,403,610.81	(260,218.19)	

CITY OF OSAWATOMIE, 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		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 1,139,875.46	\$ 997,339.27	\$ 1,052,487.00	\$ (55,147.73)
Delinquent Tax	46,534.77	45,489.45	30,000.00	15,489.45
Motor Vehicle Tax	52,998.69	70,203.55	66,161.00	4,042.55
Recreational Vehicle Tax	1,108.78	1,228.73	1,062.00	166.73
16/20M Vehicle Tax	554.91	116.62	550.00	(433.38)
Commercial Vehicle Tax	824.71	792.96	912.00	(119.04)
Watercraft Tax	-	-	116.00	(116.00)
Neighborhood Revitalization	(11,653.99)	(15,267.74)	-	(15,267.74)
Special Assessments	28,192.67	37,299.65	3,600.00	33,699.65
Sales Tax	1,322,910.60	1,514,837.81	1,534,278.00	(19,440.19)
Franchise Taxes	139,206.96	143,550.36	179,048.00	(35,497.64)
Intergovernmental				
Local Alcoholic Liquor Tax	3,874.23	3,569.90	4,163.00	(593.10)
State Grant Proceeds	27,426.18	33,362.19	75,000.00	(41,637.81)
Federal Grant Proceeds	-	4,991.29	-	4,991.29
Licenses and Permits	76,989.40	118,403.47	212,725.00	(94,321.53)
Charges for Services				
Sale of Cemetery Lots	6,065.00	6,950.00	5,000.00	1,950.00
Cemetery Charges	2,500.00	2,280.00	2,500.00	(220.00)
Auditorium Rent	3,435.00	5,825.00	3,500.00	2,325.00
Memorial Hall Rent	7,050.00	6,990.00	4,500.00	2,490.00
Animal Control	339.00	378.00	15,000.00	(14,622.00)
Student Resource Officer	69,861.78	107,226.97	-	107,226.97
Assigned Counsel	11,574.41	15,022.21	9,000.00	6,022.21
Fines, Forfeitures and Penalties				
Fines	316,343.67	446,501.16	332,675.00	113,826.16
Use of Money and Property				
Interest Income	92,943.21	109,130.14	89,772.00	19,358.14
Sales of Equipment and Property	188,002.60	26,366.28	-	26,366.28
Other Receipts				
Miscellaneous	18,493.41	20,042.84	80,850.00	(60,807.16)
Donations	-	351.52	-	351.52
Reimbursed Expense	16,184.84	46,452.79	-	46,452.79
Operating Transfers from				
Electric Utility Fund	100,000.00	280,000.00	150,000.00	130,000.00
Total Receipts	3,661,636.29	4,029,434.42	\$ 3,852,899.00	\$ 176,535.42

CITY OF OSAWATOMIE, 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		Variance - Over (Under)
		Actual	Budget	
Expenditures				
General Administration				
Personal Services	\$ 213,060.42	\$ 202,504.58	\$ 318,577.00	\$ (116,072.42)
Contractual Services	255,059.21	388,858.26	249,573.00	139,285.26
Commodities	128,369.95	26,556.66	37,750.00	(11,193.34)
Capital Outlay	118,142.26	24,310.81	8,500.00	15,810.81
Code Enforcement				
Personal Services	101,699.88	99,777.12	101,780.00	(2,002.88)
Contractual Services	45,283.97	63,499.64	63,650.00	(150.36)
Commodities	2,597.11	1,977.42	4,550.00	(2,572.58)
Capital Outlay	13,430.88	7,455.50	7,500.00	(44.50)
Police and Fire				
Personal Services	1,024,120.91	1,115,573.65	1,106,000.00	9,573.65
Contractual Services	226,086.35	222,850.97	180,100.00	42,750.97
Commodities	89,601.32	88,201.26	83,400.00	4,801.26
Capital Outlay	152,092.80	137,495.03	114,000.00	23,495.03
John Brown Cabin				
Personal Services	56,718.89	56,992.81	54,400.00	2,592.81
Contractual Services	16,769.25	19,626.20	14,650.00	4,976.20
Commodities	2,315.27	1,147.64	3,150.00	(2,002.36)
Capital Outlay	-	-	2,500.00	(2,500.00)
Streets and Alleys				
Personal Services	160,151.45	147,598.05	143,436.00	4,162.05
Contractual Services	62,841.36	46,065.80	38,500.00	7,565.80
Commodities	62,666.93	71,023.44	58,650.00	12,373.44
Capital Outlay	(10,537.71)	47,597.70	38,500.00	9,097.70
Property & Maintenance				
Personal Services	106,102.56	90,447.80	93,390.00	(2,942.20)
Contractual Services	215,021.39	232,756.03	216,500.00	16,256.03
Commodities	43,070.94	40,816.64	33,000.00	7,816.64
Capital Outlay	9,311.69	41,488.87	48,000.00	(6,511.13)

CITY OF OSAWATOMIE, 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		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Municipal Court Services				
Personal Services	\$ 62,798.93	\$ 73,673.13	\$ 63,656.00	\$ 10,017.13
Contractual Services	237,574.23	346,268.87	212,864.00	133,404.87
Commodities	948.36	1,165.49	4,200.00	(3,034.51)
Capital Outlay	-	-	30,000.00	(30,000.00)
Library				
Personal Services	152,288.09	148,934.14	156,386.00	(7,451.86)
Contractual Services	29,497.25	35,247.53	24,650.00	10,597.53
Commodities	30,003.26	26,454.62	26,719.00	(264.38)
Capital Outlay	-	990.81	925.00	65.81
Cash Forward	-	-	321,604.00	(321,604.00)
Total Certified Budget			3,861,060.00	(53,703.53)
Adjustments for Qualifying Budget Credits			46,452.79	(46,452.79)
Total Expenditures	3,607,087.20	3,807,356.47	\$ 3,907,512.79	\$ (100,156.32)
Receipts Over(Under) Expenditures	54,549.09	222,077.95		
Unencumbered Cash, Beginning	5,000.00	59,549.09		
Unencumbered Cash, Ending	\$ 59,549.09	\$ 281,627.04		

CITY OF OSAWATOMIE, KANSAS
INDUSTRIAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2025

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ (1.62)	\$ 0.84	\$ -	\$ 0.84
Delinquent Tax	227.36	131.20	250.00	(118.80)
Motor Vehicle Tax	306.36	73.87	-	73.87
Recreational Vehicle Tax	6.34	0.85	-	0.85
16/20M Vehicle Tax	3.59	0.62	-	0.62
Commercial Vehicle Tax	4.63	-	-	-
Intergovernmental				
Grant Proceeds	70,158.44	164,797.00	175,000.00	(10,203.00)
Use of Money and Property				
Rental Income	10,800.00	10,800.00	24,070.00	(13,270.00)
Sale of Assets	77,170.00	-	3,000.00	(3,000.00)
Other Receipts				
Miscellaneous	19,470.00	16,620.06	-	16,620.06
Total Receipts	178,145.10	192,424.44	\$ 202,320.00	\$ (9,895.56)
Expenditures				
General Government				
Contractual Services	54,180.05	202,074.58	\$ 201,030.00	\$ 1,044.58
Commodities	50,000.00	(15.03)	2,000.00	(2,015.03)
Capital Outlay	70,158.44	-	-	-
Total Certified Budget			203,030.00	(970.45)
Adjustments for Qualifying				
Budget Credits			164,797.00	(164,797.00)
Total Expenditures	174,338.49	202,059.55	\$ 367,827.00	\$ (165,767.45)
Receipts Over(Under) Expenditures	3,806.61	(9,635.11)		
Unencumbered Cash, Beginning	25,537.58	29,344.19		
Unencumbered Cash, Ending	\$ 29,344.19	\$ 19,709.08		

CITY OF OSAWATOMIE, 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)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Delinquent Tax	\$ -	\$ 16.65	\$ -	\$ 16.65
Intergovernmental				
Grant Proceeds	7,034.30	7,750.00	20,000.00	(12,250.00)
Use of Money and Property				
Interest Income	2,491.97	2,322.73	-	2,322.73
Other Receipts				
Sale of Tickets	-	2,576.65	-	2,576.65
Donations	8,349.69	5,893.04	5,000.00	893.04
Total Receipts	17,875.96	18,559.07	\$ 25,000.00	\$ (6,440.93)
Expenditures				
Culture and Recreation				
Contractual Services	2,199.44	1,228.10	\$ 1,500.00	\$ (271.90)
Commodities	11,035.19	8,909.96	13,250.00	(4,340.04)
Capital Outlay	16,057.04	11,925.49	26,349.00	(14,423.51)
Total Expenditures	29,291.67	22,063.55	\$ 41,099.00	\$ (19,035.45)
Receipts Over(Under) Expenditures	(11,415.71)	(3,504.48)		
Unencumbered Cash, Beginning	106,299.80	94,884.09		
Unencumbered Cash, Ending	<u>\$ 94,884.09</u>	<u>\$ 91,379.61</u>		

CITY OF OSAWATOMIE, KANSAS
EMPLOYEE BENEFITS FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2025

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 854,605.31	\$ 880,821.73	\$ 929,706.00	\$ (48,884.27)
Delinquent Tax	36,407.08	35,975.17	15,000.00	20,975.17
Motor Vehicle Tax	45,805.98	55,052.19	49,606.00	5,446.19
Recreational Vehicle Tax	981.41	948.98	795.00	153.98
16/20M Vehicle Tax	359.05	117.79	411.00	(293.21)
Commercial Vehicle Tax	758.26	594.55	684.00	(89.45)
Watercraft Tax	-	-	86.00	(86.00)
Neighborhood Revitalization	(8,737.96)	(13,486.86)	-	(13,486.86)
Other Receipts				
Reimbursed Expense	19,635.00	388.21	-	388.21
Total Receipts	949,814.13	960,411.76	\$ 996,288.00	\$ (35,876.24)
Expenditures				
General Government				
Personal Services	686,142.04	673,843.99	\$ 946,288.00	\$ (272,444.01)
Contractual Services	34,453.62	32,555.51	30,000.00	2,555.51
Cash Basis Reserve	-	-	30,000.00	(30,000.00)
Total Expenditures	720,595.66	706,399.50	\$ 1,006,288.00	\$ (299,888.50)
Receipts Over(Under) Expenditures	229,218.47	254,012.26		
Unencumbered Cash, Beginning	-	229,218.47		
Unencumbered Cash, Ending	\$ 229,218.47	\$ 483,230.73		

CITY OF OSAWATOMIE, 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)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Delinquent Tax	\$ 3.76	\$ 55.06	\$ -	\$ 55.06
Local Alcoholic Liquor Tax	3,874.22	3,569.91	4,163.00	(593.09)
Other Receipts				
Donations	5,000.00	-	-	-
Total Receipts	8,877.98	3,624.97	\$ 4,163.00	\$ (538.03)
Expenditures				
Culture and Recreation				
Facilities				
Contractual Services	16,859.10	11,699.28	\$ 17,101.00	\$ (5,401.72)
Commodities	1,121.02	413.75	6,000.00	(5,586.25)
Capital Outlay	361.40	-	1,250.00	(1,250.00)
Total Expenditures	18,341.52	12,113.03	\$ 24,351.00	\$ (12,237.97)
Receipts Over(Under) Expenditures	(9,463.54)	(8,488.06)		
Unencumbered Cash, Beginning	36,187.32	26,723.78		
Unencumbered Cash, Ending	\$ 26,723.78	\$ 18,235.72		

CITY OF OSAWATOMIE, 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)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Transient Guest Tax	\$ 15,614.96	\$ 13,552.71	\$ 15,000.00	\$ (1,447.29)
Charges for Services				
Rental Income	60.00	300.00	-	300.00
Sponsorship Income	53,000.00	45,050.00	60,000.00	(14,950.00)
Ticket Sales	3,949.00	3,697.00	3,500.00	197.00
Entry Fees	905.00	1,140.00	-	1,140.00
Other Receipts				
Donations	12,203.61	10,500.30	50,000.00	(39,499.70)
Reimbursed Expense	79.52	-	-	-
Miscellaneous	2,540.00	437.55	1,600.00	(1,162.45)
Operating Transfers from:				
Golf Course Fund	48,000.00	10,000.00	45,201.00	(35,201.00)
Electric Utility Fund	40,000.00	83,201.00	-	83,201.00
Total Receipts	<u>176,352.09</u>	<u>167,878.56</u>	<u>\$ 175,301.00</u>	<u>\$ (7,422.44)</u>
Expenditures				
John Brown Cabin				
Contractual Services	75,285.66	80,369.19	\$ 137,850.00	\$ (57,480.81)
Commodities	21,475.14	3,002.65	33,225.00	(30,222.35)
Capital Outlay	-	-	500.00	(500.00)
John Brown Jamboree				
Contractual Services	33,916.67	40,535.79	-	40,535.79
Lights on the Lake				
Contractual Services	15,486.88	18,056.08	-	18,056.08
Commodities	30,485.97	24,816.00	-	24,816.00
Cash Basis Reserve	-	-	5,000.00	(5,000.00)
Total Expenditures	<u>176,650.32</u>	<u>166,779.71</u>	<u>\$ 176,575.00</u>	<u>\$ (9,795.29)</u>
Receipts Over(Under) Expenditures	(298.23)	1,098.85		
Unencumbered Cash, Beginning	<u>396.11</u>	<u>97.88</u>		
Unencumbered Cash, Ending	<u>\$ 97.88</u>	<u>\$ 1,196.73</u>		

CITY OF OSAWATOMIE, KANSAS
POLICE SEIZURES 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		
Miscellaneous	\$ -	\$ -
Total Receipts	-	-
Expenditures		
General Government		
Capital Outlay	-	-
Total Expenditures	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	1,019.00	1,019.00
Unencumbered Cash, Ending	\$ 1,019.00	\$ 1,019.00

CITY OF OSAWATOMIE, KANSAS
OPIOID SETTLEMENT 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		
Miscellaneous	\$ 14,580.72	\$ 6,183.58
Total Receipts	14,580.72	6,183.58
Expenditures		
General Government		
Contractual Services	15.00	-
Commodities	3,519.75	26,072.82
Total Expenditures	3,534.75	26,072.82
Receipts Over(Under) Expenditures	11,045.97	(19,889.24)
Unencumbered Cash, Beginning	12,824.93	23,870.90
Unencumbered Cash, Ending	\$ 23,870.90	\$ 3,981.66

CITY OF OSAWATOMIE, KANSAS
STREET IMPROVEMENT 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		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Motor Fuel Tax	\$ 115,237.69	\$ 113,980.35	\$ 115,920.00	\$ (1,939.65)
Sales Tax	310,815.41	359,491.31	286,000.00	73,491.31
Intergovernmental				
County Connecting Links	5,100.00	5,100.00	5,100.00	-
Other Receipts				
Reimbursed Expense	250.00	-	-	-
Total Receipts	431,403.10	478,571.66	\$ 407,020.00	\$ 71,551.66
Expenditures				
Street Improvements				
Contractual Services	28,503.18	19,874.25	\$ 447,228.00	\$ (427,353.75)
Commodities	13,080.57	59,277.47	47,500.00	11,777.47
Capital Outlay	325,059.53	317,619.16	-	317,619.16
Debt Service				
Principal	20,319.34	20,781.44	20,319.00	462.44
Interest	945.15	21,413.75	945.00	20,468.75
Operating Transfer to Capital Improvements Street Fund	400,000.00	16,843.19	-	16,843.19
Total Expenditures	787,907.77	455,809.26	\$ 515,992.00	\$ (60,182.74)
Receipts Over(Under) Expenditures	(356,504.67)	22,762.40		
Unencumbered Cash, Beginning	501,288.57	144,783.90		
Unencumbered Cash, Ending	<u>\$ 144,783.90</u>	<u>\$ 167,546.30</u>		

CITY OF OSAWATOMIE, KANSAS
GOLF COURSE FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2025

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Golf Course Sheds	\$ 3,125.00	\$ 3,370.80	\$ 238,831.00	\$ (235,460.20)
Membership Fees	65,655.20	82,256.10	73,449.00	8,807.10
Green Fees	213,070.18	239,078.05	-	239,078.05
Golf Cart Fees	147,257.28	143,713.27	142,366.00	1,347.27
Sales Tax	29,654.39	29,209.34	22,756.00	6,453.34
Driving Range	15,049.98	16,295.98	-	16,295.98
Concessions	93,186.38	88,351.82	84,010.00	4,341.82
Tournaments	70,962.23	74,146.73	73,040.00	1,106.73
Pro Shop	20,138.22	22,320.13	20,857.00	1,463.13
Other Fees	9,357.61	7,502.86	-	7,502.86
Use of Money and Property				
Sales of Assets	1,000.00	-	-	-
Finance Lease Proceeds	-	9,750.00	290,000.00	(280,250.00)
Other Receipts				
Reimbursed Expense	444.94	100.00	-	100.00
Donations	-	320.00	-	320.00
Miscellaneous	2,569.77	2,523.59	4,030.00	(1,506.41)
Total Receipts	671,471.18	718,938.67	\$ 949,339.00	\$ (230,400.33)
Expenditures				
Culture and Recreation				
Personal Services	215,097.44	219,627.07	\$ 265,000.00	\$ (45,372.93)
Contractual Services	123,089.54	141,897.14	95,000.00	46,897.14
Commodities	150,526.27	160,654.10	200,000.00	(39,345.90)
Capital Outlay	219.99	192,404.52	305,000.00	(112,595.48)
Debt Service				
Principal	49,282.90	164,368.70	169,280.00	(4,911.30)
Interest	9,680.06	8,031.65	8,032.00	(0.35)
Cash Reserve	-	-	5,295.00	(5,295.00)
Miscellaneous	-	-	55,000.00	(55,000.00)
Operating Transfer to Tourism Fund	48,000.00	10,000.00	20,000.00	(10,000.00)
Total Expenditures	595,896.20	896,983.18	\$ 1,122,607.00	\$ (225,623.82)
Receipts Over(Under) Expenditures	75,574.98	(178,044.51)		
Unencumbered Cash, Beginning	302,554.46	378,129.44		
Unencumbered Cash, Ending	<u>\$ 378,129.44</u>	<u>\$ 200,084.93</u>		

CITY OF OSAWATOMIE, KANSAS
CAPITAL IMPROVEMENTS GENERAL 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		
Donations	\$ 1,051.70	\$ 935.00
Total Receipts	1,051.70	935.00
Expenditures		
Capital Projects		
Capital Outlay	347.44	541.97
Total Expenditures	347.44	541.97
Receipts Over(Under) Expenditures	704.26	393.03
Unencumbered Cash, Beginning	28.08	732.34
Unencumbered Cash, Ending	\$ 732.34	\$ 1,125.37

CITY OF OSAWATOMIE, KANSAS
CAPITAL IMPROVEMENTS WATER 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		
Bond Proceeds	\$ -	\$ 1,955,259.00
Total Receipts	-	1,955,259.00
Expenditures		
Capital Projects		
Capital Outlay	1,038,026.21	1,357,847.33
Debt Service		
Interest	112,849.43	119,895.21
Operating Transfer to Capital Improvements Street Fund	-	102,020.72
Total Expenditures	1,150,875.64	1,579,763.26
Receipts Over(Under) Expenditures	(1,150,875.64)	375,495.74
Unencumbered Cash, Beginning	1,304,520.52	153,644.88
Unencumbered Cash, Ending	\$ 153,644.88	\$ 529,140.62

CITY OF OSAWATOMIE, KANSAS
CAPITAL IMPROVEMENTS SEWER 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	\$ 168,626.13	\$ -
Bond Proceeds	250,000.00	-
Intergovernmental		
BASE Grant	1,500,000.00	-
CDBG Grant	19,422.31	-
Other Receipts		
County Reimbursement	-	250,000.00
Total Receipts	1,938,048.44	250,000.00
Expenditures		
Capital Projects		
Capital Outlay	344,660.25	1,870,353.28
Debt Service		
Interest	5,882.00	12,375.00
Operating Transfer to General Obligation Bond and Interest Fund	100,000.00	-
Total Expenditures	450,542.25	1,882,728.28
Receipts Over(Under) Expenditures	1,487,506.19	(1,632,728.28)
Unencumbered Cash, Beginning	159,690.91	1,647,197.10
Unencumbered Cash, Ending	<u>\$ 1,647,197.10</u>	<u>\$ 14,468.82</u>

CITY OF OSAWATOMIE, KANSAS
CAPITAL IMPROVEMENTS STREET FUND
Schedule of Receipts and Expenditures - Actual
Regulatory Basis

For the Year Ended December 31, 2025

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year Actual
Receipts		
Taxes and Shared Receipt		
County Sales Tax	\$ 500,000.00	\$ -
Use of Money and Property		
Interest Income	135,426.57	97,937.99
Intergovernmental		
Connecting Links	1,500,000.00	-
Operating Transfer from		
Capital Improvements		
Water Fund	-	102,020.72
Street Improvement Fund	400,000.00	16,843.19
	2,535,426.57	216,801.90
Total Receipts		
Expenditures		
Capital Projects		
Capital Outlay	4,486,703.84	646,861.32
Debt Service		
Interest	112,849.42	85,973.28
	4,599,553.26	732,834.60
Total Expenditures		
Receipts Over(Under) Expenditures	(2,064,126.69)	(516,032.70)
Unencumbered Cash, Beginning	2,612,798.04	548,671.35
Unencumbered Cash, Ending	\$ 548,671.35	\$ 32,638.65

CITY OF OSAWATOMIE, KANSAS
CAPITAL IMPROVEMENTS 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		
Other Receipt		
Grants	\$ 55,378.21	\$ -
Total Receipts	55,378.21	-
Expenditures		
Capital Projects		
Capital Outlay	765.00	58,170.00
Total Expenditures	765.00	58,170.00
Receipts Over(Under) Expenditures	54,613.21	(58,170.00)
Unencumbered Cash, Beginning	3,556.79	58,170.00
Unencumbered Cash, Ending	\$ 58,170.00	\$ -

CITY OF OSAWATOMIE, KANSAS
CAPITAL IMPROVEMENTS SPECIAL 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		
Finance Lease Proceeds	\$ -	\$ 290,000.00
Interest Income	87,398.20	77,899.55
Total Receipts	87,398.20	367,899.55
Expenditures		
Capital Projects		
Capital Outlay	22,445.64	409,220.28
Debt Service		
Interest	79,299.59	73,933.12
Total Expenditures	101,745.23	483,153.40
Receipts Over(Under) Expenditures	(14,347.03)	(115,253.85)
Unencumbered Cash, Beginning	1,778,085.17	1,763,738.14
Unencumbered Cash, Ending	\$ 1,763,738.14	\$ 1,648,484.29

CITY OF OSAWATOMIE, KANSAS
CAPITAL IMPROVEMENTS TECHNOLOGY 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		
Charges for Services		
Technology Fees	\$ 38,715.60	\$ 38,777.76
Other Receipts		
Grants	56,000.00	-
Operating Transfer from		
Public Safety Equipment Fund	14,000.00	14,000.00
Total Receipts	<u>108,715.60</u>	<u>52,777.76</u>
Expenditures		
Capital Projects		
Capital Outlay	95,658.76	32,849.90
Total Expenditures	<u>95,658.76</u>	<u>32,849.90</u>
Receipts Over(Under) Expenditures	13,056.84	19,927.86
Unencumbered Cash, Beginning	<u>61,706.76</u>	<u>74,763.60</u>
Unencumbered Cash, Ending	<u>\$ 74,763.60</u>	<u>\$ 94,691.46</u>

CITY OF OSAWATOMIE, KANSAS
RHID 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		
Bond Proceeds	\$ -	\$ 1,533,000.00
Total Receipts	-	1,533,000.00
Expenditures		
Capital Projects		
Capital Outlay	-	1,235,295.53
Total Expenditures	-	1,235,295.53
Receipts Over(Under) Expenditures	-	297,704.47
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 297,704.47

CITY OF OSAWATOMIE, KANSAS
PUBLIC SAFETY EQUIPMENT 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		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ (7.85)	\$ 4.04	\$ -	\$ 4.04
Delinquent Tax	1,132.47	658.43	500.00	158.43
Motor Vehicle Tax	1,494.14	357.29	-	357.29
Recreational Vehicle Tax	30.82	4.10	-	4.10
16/20M Vehicle Tax	17.86	2.98	-	2.98
Commercial Vehicle Tax	22.41	-	-	-
Sales Tax	155,407.71	179,745.65	150,000.00	29,745.65
Use of Money and Property				
Lease Proceeds	635,000.00	-	-	-
Rentals	4,680.00	-	-	-
Other Receipts				
Donations	2,000.00	12,385.00	-	12,385.00
Miscellaneous	-	7,020.00	-	7,020.00
Total Receipts	799,777.56	200,177.49	\$ 150,500.00	\$ 49,677.49
Expenditures				
General Government				
Commodities	7,008.16	1,446.69	\$ -	\$ 1,446.69
Capital Outlay	649,199.00	39,666.68	25,000.00	14,666.68
Debt Services				
Principal	67,800.24	87,384.55	91,375.00	(3,990.45)
Interest	18,619.42	32,216.97	28,625.00	3,591.97
Operating Transfers to:				
Capital Improvements				
Technology Fund	14,000.00	14,000.00	14,000.00	-
General Obligation				
Bond and Interest Fund	7,105.00	7,105.00	7,105.00	-
Cash Reserve	-	-	16,204.00	(16,204.00)
Total Expenditures	763,731.82	181,819.89	\$ 182,309.00	\$ (489.11)
Receipts Over(Under) Expenditures	36,045.74	18,357.60		
Unencumbered Cash, Beginning	171,879.99	207,925.73		
Unencumbered Cash, Ending	<u>\$ 207,925.73</u>	<u>\$ 226,283.33</u>		

CITY OF OSAWATOMIE, KANSAS
GENERAL OBLIGATION 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)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts				
Ad Valorem Property Tax	\$ 676,102.36	\$ 997,745.24	\$ 1,053,531.00	\$ (55,785.76)
Delinquent Tax	36,906.11	32,711.68	15,000.00	17,711.68
Motor Vehicle Tax	48,551.92	45,147.98	39,247.00	5,900.98
Recreational Vehicle Tax	995.75	769.08	629.00	140.08
16/20M Vehicle Tax	613.09	92.04	325.00	(232.96)
Commercial Vehicle Tax	716.01	470.38	541.00	(70.62)
Watercraft Tax	-	-	68.00	(68.00)
Neighborhood Revitalization	(6,913.23)	(15,283.07)	-	(15,283.07)
Use of Money and Property				
Interest	-	-	288,000.00	(288,000.00)
Operating Transfers from:				
Sewer Utility Fund	417,816.84	477,992.02	477,992.00	0.02
Public Safety Equipment Fund	7,105.00	7,105.00	7,105.00	-
Capital Improvements				
Sewer Fund	100,000.00	-	-	-
Water Utility Fund	66,515.00	70,270.00	70,270.00	-
		-		
Total Receipts	1,348,408.85	1,617,020.35	\$ 1,952,708.00	\$ (335,687.65)
Expenditures				
Debt Service				
Bond Principal	1,213,804.05	1,228,219.90	\$ 1,229,000.00	\$ (780.10)
Bond Interest	362,443.31	335,677.46	623,708.00	(288,030.54)
Commissions and Postage	3,701.25	3,701.25	-	3,701.25
Cash Basis Reserve	-	-	100,000.00	(100,000.00)
Total Expenditures	1,579,948.61	1,567,598.61	\$ 1,952,708.00	\$ (385,109.39)
Receipts Over(Under) Expenditures	(231,539.76)	49,421.74		
Unencumbered Cash, Beginning	260,655.29	29,115.53		
Unencumbered Cash, Ending	\$ 29,115.53	\$ 78,537.27		

CITY OF OSAWATOMIE, 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)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Electric Charges	\$ 4,104,246.07	\$ 4,505,341.90	\$ 4,995,895.00	\$ (490,553.10)
Sales Tax	143,982.64	153,377.04	158,350.00	(4,972.96)
Pole Attachment Agreements	22,057.80	22,878.53	22,200.00	678.53
Late Fees	61,198.55	60,438.23	-	60,438.23
Other Charges	73,771.48	83,312.05	-	83,312.05
Use of Money and Property				
Interest Income	9,393.36	8,703.31	6,540.00	2,163.31
Other Receipts				
Miscellaneous	4,052.76	94.90	100.00	(5.10)
Reimbursed Expense	29,405.22	88,798.95	-	88,798.95
Total Receipts	4,448,107.88	4,922,944.91	\$ 5,183,085.00	\$ (260,140.09)
Expenditures				
Administration				
Personal Services	196,163.93	245,900.67	\$ 146,925.00	\$ 98,975.67
Contractual Services	432,407.17	398,848.03	378,050.00	20,798.03
Commodities	30,063.66	1,766.16	1,800.00	(33.84)
Electric Production				
Personal Services	34,637.97	13,289.87	47,926.00	(34,636.13)
Contractual Services	1,879,283.71	2,149,387.39	2,264,416.00	(115,028.61)
Commodities	14,118.64	17,179.17	17,850.00	(670.83)
Capital Outlay	23,548.70	1,715.95	-	1,715.95
Electric Distribution				
Personal Services	340,689.65	378,445.31	455,149.00	(76,703.69)
Contractual Services	93,429.75	176,238.83	179,334.00	(3,095.17)
Commodities	325,939.87	251,313.22	205,350.00	45,963.22
Capital Outlay	624,088.31	167,849.91	325,000.00	(157,150.09)
Debt Service				
Principal	125,938.33	130,488.26	66,155.00	64,333.26
Interest	16,421.40	10,207.36	12,603.00	(2,395.64)
Commissions and Postage	-	1.25	-	1.25

CITY OF OSAWATOMIE, 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)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Operating Transfers to:				
General Fund	\$ 100,000.00	\$ 280,000.00	\$ 150,000.00	\$ 130,000.00
Electric Utility Debt				
Service Fund	315,480.38	436,800.00	426,900.00	9,900.00
Tourism Fund	40,000.00	83,201.00	47,201.00	36,000.00
Cash Basis Reserve	-	-	250,000.00	(250,000.00)
Total Expenditures	4,592,211.47	4,742,632.38	\$ 4,974,659.00	\$ (232,026.62)
Receipts Over(Under) Expenditures	(144,103.59)	180,312.53		
Unencumbered Cash, Beginning	165,486.56	21,382.97		
Unencumbered Cash, Ending	\$ 21,382.97	\$ 201,695.50		

CITY OF OSAWATOMIE, KANSAS
ELECTRIC UTILITY DEBT SERVICE 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		Variance - Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers from Electric Utility Fund	\$ 315,480.38	\$ 436,800.00	\$ 426,900.00	\$ 9,900.00
Total Receipts	315,480.38	436,800.00	\$ 426,900.00	\$ 9,900.00
Expenditures				
Debt Service				
Principal	285,000.00	300,000.00	\$ 300,000.00	\$ -
Interest	147,000.00	137,025.00	137,025.00	-
Total Expenditures	432,000.00	437,025.00	\$ 437,025.00	\$ -
Receipts Over(Under) Expenditures	(116,519.62)	(225.00)		
Unencumbered Cash, Beginning	274,707.23	158,187.61		
Unencumbered Cash, Ending	\$ 158,187.61	\$ 157,962.61		

CITY OF OSAWATOMIE, 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)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Water Sales	\$ 1,569,251.29	\$ 2,175,855.75	\$ 2,292,246.00	\$ (116,390.25)
Sales Tax	917.08	880.03	880.00	0.03
Water Protection Tax	13,795.85	16,317.89	16,800.00	(482.11)
Late Fees	20,065.63	25,768.38	27,336.00	(1,567.62)
Other Charges	15,699.49	14,802.03	-	14,802.03
Use of Money and Property				
Rental Income	7,500.00	7,500.00	-	7,500.00
Other Receipts				
Miscellaneous	-	500.00	7,375.00	(6,875.00)
Reimbursed Expense	13,866.88	9,025.94	9,025.00	0.94
Total Receipts	1,641,096.22	2,250,650.02	\$ 2,353,662.00	\$ (103,011.98)
Expenditures				
Administration				
Personal Services	198,342.10	236,801.04	\$ 117,723.00	\$ 119,078.04
Contractual Services	71,939.02	49,876.46	52,183.00	(2,306.54)
Commodities	30,063.66	-	1,000.00	(1,000.00)
Water Treatment				
Personal Services	316,386.73	262,690.25	335,108.00	(72,417.75)
Contractual Services	241,217.63	179,188.47	200,420.00	(21,231.53)
Commodities	177,885.46	178,920.55	183,880.00	(4,959.45)
Capital Outlay	31,494.94	13,533.50	9,000.00	4,533.50
Water Distribution				
Personal Services	109,124.49	73,737.94	162,169.00	(88,431.06)
Contractual Services	57,724.30	77,070.73	70,697.00	6,373.73
Commodities	150,636.79	133,549.73	165,720.00	(32,170.27)
Capital Outlay	4,960.75	339,974.02	330,000.00	9,974.02

CITY OF OSAWATOMIE, 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)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Operating Transfers to:				
General Obligation Bond				
and Interest Fund	\$ 66,515.00	\$ 70,270.00	\$ 70,270.00	\$ -
Cash Basis Reserve	-	-	96,245.00	(96,245.00)
Total Expenditures	<u>1,456,290.87</u>	<u>1,615,612.69</u>	<u>\$ 1,794,415.00</u>	<u>\$ (178,802.31)</u>
Receipts Over(Under) Expenditures	184,805.35	635,037.33		
Unencumbered Cash, Beginning	<u>23,404.26</u>	<u>208,209.61</u>		
Unencumbered Cash, Ending	<u>\$ 208,209.61</u>	<u>\$ 843,246.94</u>		

CITY OF OSAWATOMIE, KANSAS
REFUSE UTILITY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2025

(With Comparative Actual Amounts for the Prior Year Ended December 31, 2024)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Refuse Fees	\$ 409,589.80	\$ 413,948.82	\$ 443,000.00	\$ (29,051.18)
Other Receipts				
Miscellaneous	1,492.50	1,374.61	-	1,374.61
Total Receipts	411,082.30	415,323.43	\$ 443,000.00	\$ (27,676.57)
Expenditures				
Collections				
Contractual Services	401,483.04	400,217.25	\$ 400,000.00	\$ 217.25
Cash Basis Reserve	-	-	96,217.00	(96,217.00)
Total Expenditures	401,483.04	400,217.25	\$ 496,217.00	\$ (95,999.75)
Receipts Over(Under) Expenditures	9,599.26	15,106.18		
Unencumbered Cash, Beginning	12,217.45	21,816.71		
Unencumbered Cash, Ending	\$ 21,816.71	\$ 36,922.89		

CITY OF OSAWATOMIE, 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)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Receipts				
Charges for Services				
Sewer Charges	\$ 1,237,012.07	\$ 1,224,779.57	\$ 1,226,816.00	\$ (2,036.43)
Late Fees	19,733.06	17,516.64	14,000.00	3,516.64
Other Receipts				
Reimbursed Expense	-	3,000.00	-	3,000.00
Miscellaneous	-	-	1,500.00	(1,500.00)
Total Receipts	1,256,745.13	1,245,296.21	\$ 1,242,316.00	\$ 2,980.21
Expenditures				
Collections				
Personal Services	85,157.62	75,728.00	\$ 159,176.00	\$ (83,448.00)
Contractual Services	65,266.59	48,774.75	61,006.00	(12,231.25)
Commodities	64,308.11	51,314.13	33,550.00	17,764.13
Capital Outlay	25,798.37	321,674.03	173,733.00	147,941.03
Administration				
Personal Services	81,031.63	94,797.41	45,702.00	49,095.41
Contractual Services	40,751.69	18,699.92	52,575.00	(33,875.08)
Commodities	30,063.66	-	-	-
Operations				
Personal Services	101,152.50	121,548.06	106,644.00	14,904.06
Contractual Services	151,204.95	177,124.53	170,325.00	6,799.53
Commodities	23,408.04	15,957.96	40,450.00	(24,492.04)
Capital Outlay	-	-	174,000.00	(174,000.00)
Debt Service				
Principal	346,000.00	-	-	-
Interest	5,882.00	-	-	-
Cash Basis Reserve	-	-	108,676.00	(108,676.00)

CITY OF OSAWATOMIE, 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)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures (Continued)				
Operating Transfers to:				
General Fund	\$ -	\$ -	\$ 60,000.00	\$ (60,000.00)
General Obligation				
Bond and Interest Fund	417,816.84	477,992.02	477,992.00	0.02
Total Expenditures	<u>1,437,842.00</u>	<u>1,403,610.81</u>	<u>\$ 1,663,829.00</u>	<u>\$ (260,218.19)</u>
Receipts Over(Under) Expenditures	(181,096.87)	(158,314.60)		
Unencumbered Cash, Beginning	<u>360,972.18</u>	<u>179,875.31</u>		
Unencumbered Cash, Ending	<u>\$ 179,875.31</u>	<u>\$ 21,560.71</u>		

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

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Cafeteria 125	\$ 71,188.02	\$ 140,270.85	\$ 85,925.78	\$ 125,533.09
Court ADSAP	7,243.50	-	-	7,243.50
Court Bonds	28,529.00	36,120.00	19,820.00	44,829.00
Evidence Liability	12,899.79	-	-	12,899.79
Fire Department Account	1,525.11	7,023.11	4,565.21	3,983.01
Forfeiture	14,514.15	1,767.26	500.00	15,781.41
Fire Insurance Proceeds	-	10,050.00	10,050.00	-
Rural Fire	(24,764.32)	3,691.75	-	(21,072.57)
	<u>\$ 111,135.25</u>	<u>\$ 198,922.97</u>	<u>\$ 120,860.99</u>	<u>\$ 189,197.23</u>

CITY OF OSAWATOMIE, KANSAS
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2025

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	PASS-THROUGH ENTITY IDENTIFYING NUMBER	ASSISTANCE LISTING NUMBER	PROVIDED TO SUB-RECIPIENTS	CASH RECEIPTS	DISBURSE- MENTS/ EXPENDITURES
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>					
Passed through the Kansas Dept. of Transportation Highway Safety Cluster					
Special Traffic Enforcement Program	SP-1300-25 035251311	20.600	\$ -	\$ 3,500.00	\$ 3,500.00
Special Traffic Enforcement Program	SP-1300-26 035261311	20.600	-	1,491.29	1,491.29
Total Highway Safety Cluster and 20.600			-	4,991.29	4,991.29
Total U.S. Department of Transportation					
<u>U.S. DEPARTMENT OF THE TREASURY</u>					
Passed through the Kansas Dept. of Commerce BASE Grant - COVID-19					
	Not assigned	21.027	-	-	1,500,000.00
Total U.S. Department of the Treasury					
<u>ENVIRONMENTAL PROTECTION AGENCY</u>					
Passed through the Kansas Dept. of Health and Environment: Drinking Water State Revolving Fund					
	96703002/96703003	66.468	-	1,955,259.00	967,732.00
Total Environmental Protection Agency					
TOTAL ALL PROGRAMS					\$ 2,472,723.29

NOTE A -- BASIS OF PRESENTATION
The accompanying schedule of expenditures of federal awards includes the federal grant activity of the City of Osawatomie, Kansas and is presented on the cash basis of accounting modified for encumbrances. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the regulatory basis financial statement.

NOTE B -- INDIRECT COSTS
The City of Osawatomie, Kansas did not elect to use the de minimis cost rate allowed under Section 200.414(f) of the Uniform Guidance.

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

**REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED
ON AN AUDIT OF THE FINANCIAL STATEMENT PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Osawatomie, Kansas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statement of the City of Osawatomie, Kansas, as of and for the year ended December 31, 2025 and the related notes to the financial statement, which collectively comprise the City's basic financial statement, and have issued our report thereon dated April 1, 2026.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statement will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statement is free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statement. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
April 1, 2026

JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

**REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Osawatomie, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Osawatomie, Kansas' compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City of Osawatomie, Kansas' major federal programs for the year ended December 31, 2025. City of Osawatomie, Kansas' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City of Osawatomie, Kansas complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Osawatomie, Kansas and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City of Osawatomie, Kansas' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City of Osawatomie, Kansas' federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City of Osawatomie, Kansas' compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City of Osawatomie, Kansas' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 City of Osawatomie, Kansas' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City of Osawatomie, Kansas' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City of Osawatomie, Kansas' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Purpose of This Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

Chanute, Kansas
April 1, 2026

CITY OF OSAWATOMIE, KANSAS

Schedule of Findings and Questioned Costs
December 31, 2025

I. SUMMARY OF AUDITORS' RESULTS

Financial Statement:

The auditor's report expresses an adverse opinion on the basic financial statement of the City of Osawatomie, Kansas on the Generally Accepted Accounting Principles (GAAP) basis of accounting and an unmodified opinion on the regulatory basis of accounting.

Internal Control over Financial Reporting:

Material weakness(es) identified?	_____	Yes	<u> X </u>	No
Significant deficiencies identified?	_____	Yes	<u> X </u>	None Reported
Noncompliance or other matters required to be reported under <i>Government Auditing Standards</i>	_____	Yes	<u> X </u>	No

Federal Awards:

Internal control over major programs:				
Material weakness(es) identified?	_____	Yes	<u> X </u>	No
Significant deficiencies identified?	_____	Yes	<u> X </u>	None Reported

The auditor's report on compliance for the major federal award programs for the City of Osawatomie, Kansas expresses an unmodified opinion.

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	_____	Yes	<u> X </u>	No
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Identification of major programs:

U.S. DEPARTMENT OF THE TREASURY

BASE Grant Assistance Listing #21.027

The threshold for distinguishing Types A and B programs was \$1,000,000.00.

Auditee qualified as a low risk auditee?	_____	Yes	<u> X </u>	No
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II. FINANCIAL STATEMENT FINDINGS

NONE

III. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

NONE

CITY OF OSAWATOMIE, KANSAS

Summary Schedule of Prior Audit Findings
For the Year Ended December 31, 2025

NONE



ACTION ITEM SUMMARY	Item Number:	10.A.
Resolution 1376	Date:	May 4, 2026
City Manager	From:	Bret Glendening

RE: Resolution 1376

RECOMMENDATION: Accept the 2025 Audit

DETAILS: Now that the audit has been formally presented to the governing body, a simple resolution acknowledging and accepting the audit is recommended. This year, due to the expenditure of the BASE Grant, which was a federal grant fund awarded through the State of Kansas, we were subject to the federal government single audit requirements. The single audit is completed as part of the normal, annual audit that is required of each public entity in Kansas that meets the statutory requirements to be subject to an audit.

RESOLUTION NO. 1376

**A RESOLUTION ACCEPTING THE 2025 AUDIT
FOR THE CITY OF OSAWATOMIE, KANSAS**

WHEREAS, the City of Osawatomie is an incorporated municipality in accordance with the laws of the State of Kansas; and

WHEREAS, the City of is required to have an independent auditor examine its financial records annually; and

WHEREAS, the City of Osawatomie's auditor, Jarred, Gilmore and Phillips, PA. has recently completed is examination of the 2025 financial records for the City of Osawatomie, Kansas.

NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE CITY OF OSAWATOMIE:

SECTION ONE. That the Governing Body of the City of Osawatomie, Kansas hereby accepts the 2025 Audit of the City's financial records as presented by Jarred, Gilmore & Phillips, P.A.

PASSED AND APPROVED by the Governing Body of the City of Osawatomie, Kansas, this 14th day of May 2026, a majority voting in favor of.

APPROVED and signed by the Mayor.

Nick Hampson, Mayor

(SEAL)

ATTEST:

Tammy Seamands, City Clerk



ACTION ITEM SUMMARY	Item Number:	10.B.
Resolution 1377	Date:	May 4, 2026
City Manager	From:	Bret Glendening

RE: Accepting bids for demolition and removal of condemned properties

RECOMMENDATION: Authorize the contract for demolition

DETAILS: City staff requested sealed bids for the demolition and removal of condemned properties from each properly licensed contractor with the City of Osawatomie.

We received the following three bids:

Harvey Brothers	\$78,500.00
2K Farms & Excavating	\$57,050.00
Denton Excavating	\$49,200.00

Due to the discrepancy in pricing and the tonnage, we called the low bidder to confirm that his prices per structure were firm, regardless of the tonnage and that confirmation was provided in writing. Staff recommend awarding this work to Denton Excavating. The owner of 1130 Walnut has elected to demo the structure. As of May 4th, the owner of 510 18th St. #2 has not provided any information to the city regarding the salvageability of that trailer. The deadline set by the council at the public hearing was for this to happen within 60 days of the condemnation hearing (May 11th). Additionally, as you heard at the council meeting, water was disconnected to the property to repair a leak and then only reconnected to service 510 18th #2, leaving 610 18th #8 without water.

Subsequently to the public hearing, the utilities were shut off for non-payment, so there is no water to the property, and the electric service for the property provided power to a sump pump. Each of these structures must be vacated in accordance with city code.

RESOLUTION NO. 1377

**A RESOLUTION AWARDED THE DEMOLITION RFP TO DENTON EXCAVATING,
dba MIDLAND WRECKING FOR THE DEMOLITION AND REMOVAL OF
CONDEMNED PROPERTIES**

WHEREAS, city staff requested bids for the demolition and removal of condemned properties; and

WHEREAS, city staff issued the RFP to properly licensed contractors registered with the city and bidders who previously bid demolition work as well as published the RFP on the city's website; and

WHEREAS, city staff received three bids, with the lowest bid being provided by Denton Excavating dba Midland Wrecking of \$49,200.00; and

WHEREAS, city staff expects at least two (2) of the properties bid for demolition to be demolished by the owner.

**NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE CITY OF
OSAWATOMIE, KANSAS:**

SECTION ONE: The City Council authorizes the City Manager to enter into a contract with Denton Excavating dba Midland Wrecking for the demolition and removal of up to seven (7) condemned properties located at: 316 E. Pacific (\$4,950), 1130 Walnut (\$8,175), 820 10th (\$7,425), 715 Pacific (\$13,000), 510 18th Street #1 and #2 (\$4,950 each) and 610 18th Street #8 (\$5,750).

PASSED AND APPROVED by the Governing Body of the City of Osawatome, Kansas, this 14th day of May, 2026, a majority voting in favor of.

APPROVED and signed by the Mayor.

Nick Hampson, Mayor

(SEAL)

ATTEST:

Tammy Seamands, City Clerk

BID SHEET

THE CITY OF OSAWATOMIE RETAINS THE RIGHT TO REFUSE ANY OR ALL BIDS AND TO AWARD TO MULTIPLE BIDDERS OR TO A SINGLE BIDDER.

BID AMOUNTS

Contractor agrees to perform the above described work for the sum of:

Address	Bid amount*	Landfill (estimated tonnage)
316 East Pacific (Trailer),	<u>\$ 4,950</u>	<u>25 Tons</u>
1130 Walnut,	<u>\$ 8,175</u>	<u>30 Tons</u>
820 10 th St,	<u>\$ 7,425</u>	<u>28 Tons</u>
715 Walnut Ave,	<u> </u>	<u> </u>
715 Pacific Ave,	<u>\$ 13,000</u>	<u>48 Tons</u>
510 18 th St #1	<u>\$ 4,950</u>	<u>25 Tons</u>
510 18 th St #2	<u>\$ 4,950</u>	<u>25 Tons</u>
610 18 th St #8	<u>\$ 5,750</u>	<u>30 Tons</u>
Total:	<u>\$49,200</u>	<u>211 Tons</u>

BIDDER INFORMATION AND AUTHORIZATION

Business Name Denton Excavating D.B.A. Midland Wrecking
Federal Identification Number 83-4043297 Incorporated? Yes No
City Contractor's License Number TBD, if awarded
Mailing Address P.O. Box 14906
City Lenexa State KS Zip 66285
Telephone 913 432 0314 Mobile Phone 913 548 8765

Contractor Name (printed) Tyler Higgins

With my signature below, I affirm that I am authorized to submit this bid on behalf of the above-named business and that this bid considers that all work performed under this bid will meet all requirements listed above and any and all local, state and federal laws.

Contractor Signature 

Date 4/29/26

BID SHEET

THE CITY OF OSAWATOMIE RETAINS THE RIGHT TO REFUSE ANY OR ALL BIDS AND TO AWARD TO MULTIPLE BIDDERS OR TO A SINGLE BIDDER.

BID AMOUNTS

Contractor agrees to perform the above described work for the sum of:

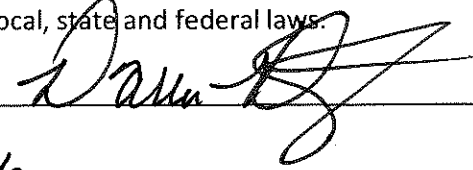
Address	Bid amount*	Landfill (estimated tonnage)
316 East Pacific (Trailer),	6300	8
1130 Walnut,	12000	11
820 10 th St,	10,750	11
715 West Pacific Ave,	9100	13
715 Walnut Pacific Ave,	XXXX	XXXXXX
510 18 th St #1	6,300	8
510 18 th St #2	6,300	8
610 18 th St #8	6,300	8
Total:	\$ 57,050 ⁰⁰	67

BIDDER INFORMATION AND AUTHORIZATION

Business Name 2K Farms & Excavating
 Federal Identification Number 46-4936520 Incorporated? Yes No
 City Contractor's License Number 2675401
 Mailing Address 4596 Hamilton rd
 City Rantoul State KS Zip 66079
 Telephone _____ Mobile Phone 913-208-7816

Contractor Name (printed) Darren Kleitz

With my signature below, I affirm that I am authorized to submit this bid on behalf of the above-named business and that this bid considers that all work performed under this bid will meet all requirements listed above and any and all local, state and federal laws.

Contractor Signature 
 Date 4/22/26

BID SHEET

THE CITY OF OSAWATOMIE RETAINS THE RIGHT TO REFUSE ANY OR ALL BIDS AND TO AWARD TO MULTIPLE BIDDERS OR TO A SINGLE BIDDER.

BID AMOUNTS

Contractor agrees to perform the above described work for the sum of:

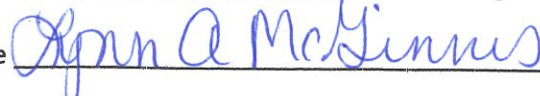
Address	Bid amount*	Landfill (estimated tonnage)
316 East Pacific (Trailer),	\$7,550.00	10 ton
1130 Walnut,	\$13,550.00	25 ton (deduct \$750 if can dump concrete at City dump site)
820 10 th St,	\$13,550.00	11 ton (deduct \$1000 if can dump concrete at City dump site)
715 Walnut Ave,	no bid	
715 Pacific Ave,	\$12,550.00	25 ton
510 18 th St #1	\$10,550.00	10 ton
510 18 th St #2	\$10,550.00	10 ton
610 18 th St #8	\$10,550.00	10 ton
Total:	\$ 78,850.00	

BIDDER INFORMATION AND AUTHORIZATION

Business Name Harvey Brothers Trucking & Wrecking Co Inc
Federal Identification Number 48-0984406 Incorporated? Yes No
City Contractor's License Number 25-B05 (will renew)
Mailing Address 1233 Walker Ave
City Kansas City State KS Zip 66104
Telephone 913-371-4852 Mobile Phone 913-406-2472

Contractor Name (printed) Lynn A McGinnis

With my signature below, I affirm that I am authorized to submit this bid on behalf of the above-named business and that this bid considers that all work performed under this bid will meet all requirements listed above and any and all local, state and federal laws.

Contractor Signature 

Date April 27, 2026



ACTION ITEM SUMMARY	Item Number:	10.C.
Resolution 1378	Date:	May 4, 2026
City Manager	From:	Bret Glendening

RE: Resolution 1378

RECOMMENDATION: Action on 715 Pacific

DETAILS:

Staff recommend denying the request to salvage this house. However, if the council does give Mr. Reeves the opportunity to rehab this home, that it do so with the following conditions:

1. Work begins on June 1 and must be completed by August 31.
2. \$10,000 shall be deposited with the city to cover the costs of demolition in the event work is not completed by August 31.
3. Permits shall be pulled.
4. Work to be performed shall include, but not be limited to:
 - a. Repair or replacement of the foundation; to include jacking up the house if needed;
 - b. Replacement of any damaged floor joists;
 - c. Replacement of the roof, including adding additional trusses and/or new sheeting as needed;
 - d. Completely new electrical system;
 - e. Completely new plumbing from the meter to and throughout the house to remove any lead, galvanized or copper pipes;
 - f. Gas system pressure tested and replaced if necessary;
 - g. New siding;
 - h. A lead paint and asbestos test shall be formed. Test results shall be provided to the city Building Inspector and any lead or asbestos that is discovered shall be abated in accordance with state environmental regulations;

RESOLUTION NO. 1378

A RESOLUTION REAFFIRMING THE FINDINGS OF MARCH 12TH AND PROVIDING FOR AN ALTERNATIVE TO DEMOLITION OF THE STRUCTURE

WHEREAS, the Enforcing Officer of the City of Osawatomie, Kansas, did on the 22nd day of January 2026 file with the Governing Body of said City a statement in writing that a certain structure, hereinafter described was abandoned or unsafe and dangerous; and

WHEREAS, the Governing Body did by Resolution No. 1344, dated the 22nd day of January, 2026 fix the time and place of a hearing at which the owner, his or her agent, and lienholders, any occupants and all other parties in interest of such structure would appear and show cause why such structure should not be condemned and ordered repaired or demolished and provided notice thereof as provided by law; and,

WHEREAS, Resolution No. 1344 was published in the official City newspaper on the 28th day of January and the 4th day of February 2026, and a copy of said resolution was served upon all persons entitled thereto as provided by law; and,

WHEREAS, on the 12th day of March 2026, the Governing Body did conduct the hearing scheduled in Resolution No. 1344 and took evidence from the following: The Enforcing Officer on behalf of the City. The following parties in interest failed to appear or appeared and did not present evidence compelling enough for the Governing Body to make any finding contrary to the findings found herein: Slyter Real Estate 10, LLC; and

WHEREAS, on the 12th day of March, 2026, the Governing Body approved Resolution 1358, condemning the structure located at 715 Pacific.

NOW, THEREFORE, BE IT RESOLVED BY THE GOVERNING BODY OF THE CITY OF OSAWATOMIE, KANSAS, THAT:

SECTION ONE. The Governing Body hereby REAFFIRMS its findings that the structure located at Lot 6 of Block 88 of Ellensville Addition to the City of Osawatomie, Miami County, Kansas, Section 11, Township 18, Range 22 as designated on the recorded plat thereof; commonly known as 715 Pacific, Osawatomie, Kansas, is unsafe and dangerous based on the following findings:

- a. Roof showing signs of sagging and warping in multiple places;
- b. Walls are cracking and separating;
- c. Siding is showing signs of wear and is detaching from the main structure;
- d. Foundation is deteriorating with multiple areas in need of extensive repair;

SECTION TWO. In lieu of demolition and in order to make the structure safe, the Governing Body will allow the owner of the subject property three (3) months, commencing on June 1, 2026 and ending on August 31, 2026 to repair the home. All work shall be permitted and in accordance with the city's current building codes. Prior to a permit being issued, \$10,000 shall be deposited with the city to cover the cost of demolition. The repairs to be performed shall include, but not be limited to:

1. Repair or replacement of the foundation; to include jacking up the house if needed;
2. Replacement of any damaged floor joists;
3. Replacement of the roof, including adding additional trusses and/or new sheeting as needed;
4. Completely new electrical system;
5. Completely new plumbing from the meter to and throughout the house to remove any lead, galvanized or copper pipes;
6. Gas system pressure tested and replaced if necessary;
7. New siding;
8. A lead paint and asbestos test shall be formed. Test results shall be provided to the city Building Inspector and any lead or asbestos that is discovered shall be abated in accordance with state environmental regulations;

SECTION THREE. Alternatively, the owner of this structure is hereby directed to commence the removal of the property by no later than June 1, 2026, and to have the removal completed within 30 days of the commencement of the demolition. Provided that upon due application by the owner and for good cause shown, the Governing Body, in its sole discretion, may grant the owner additional time to complete the removal of the property.

SECTION FOUR. If the owner fails to commence the removal of the structure or begin reconstruction of the home by June 1, within the time stated herein, or any additional time granted by the Governing Body, or fails to diligently prosecute the same until the work is completed, the Governing Body will cause the structure to be razed and removed and the costs of razing and removing, less salvage if any, shall be collected in the manner provided by K.S.A. 12-1755, and amendments thereto or shall be assessed as a special assessment against the lot or parcel of land upon which the structure is located or by both, all as provided by law.

SECTION FIVE: Upon completion of the remodel or removal of the subject property and provided the city has not expended any funds to remove the structure, the \$10,000 deposit shall be returned to the owner, without interest.

PASSED AND ADOPTED by the Governing Body of the City of Osawatomie, Kansas this 14th day of May, 2026, a majority being in favor thereof.

APPROVED AND SIGNED by the Mayor.

Nick Hampson
Mayor

(SEAL)

ATTEST:

Tammy Seamands
City Clerk



ACTION ITEM SUMMARY	Item Number:	10.D.
Ordinance 3879	Date:	May 6, 2026
City Manager	From:	Bret Glendening

RE: Planning commission meeting frequency

RECOMMENDATION: That the City Council approve Ordinance 3879

DETAILS:

In 2023, the council approved resolution 1190 to move the planning commission meetings to 5:00 pm due to the review and consideration of the future land use map, the comp plan, and rewrite the zoning and subdivision regulations. The only items in that list that have yet to be completed are the zoning and subdivision regs. They are close. Everything else has been completed and adopted.

Subsequent to resolution 1190, the council codified the 5:00 pm meeting time, and that works well for our planning commissioners. However, given the limited number of issues that come before the planning commission, the frequency of meetings is excessive. The current schedule for the planning commission is the 2nd and 4th Tuesdays of each month. Prior to the current schedule, they were typically once per month. The planning commission would like to return to that schedule.

This year, the planning commission has met twice for the purposes of selecting a chair, vice-chair and secretary, and to review the comprehensive plan, a statutory requirement.

Related Statute / City Ordinances	Res. 1190, Ord. 3865
Line-Item Code/Description	N/A
Available Budget:	N/A

ORDINANCE NO. 3879

**AN ORDINANCE AMENDING CHAPTER XVI. CITY PLANNING
COMMISSION/BOARD OF ZONING APPEALS, ARTICLE 1, MEMBERSHIP, TERMS,
AND MEETINGS**

**BE IT ORDAINED BY THE GOVERNING BODY OF THE CITY OF
OSAWATOMIE, KANSAS:**

SECTION ONE: CODE AMENDED.

16-103. Meetings, officers and records.

Regular meetings of the City Planning Commission shall be held on the ~~second and~~ fourth Tuesdays of the month at 5:00 p.m. The Governing Body by Resolution may temporarily change meeting dates and times of the Planning Commission. At the ~~first January~~ meeting of the Planning Commission ~~in January~~, the commission shall elect one member as chairperson and one member as vice-chairperson who shall serve one year. A secretary shall also be elected who may or may not be a member of the commission. Special meetings may be called at any time by the chairperson or in the chairperson's absence by the vice-chairperson. The commission shall adopt bylaws for the transaction of business and hearing procedures. All actions by the commission shall be taken by a majority vote of the entire membership of the commission; except that, a majority of the members present and voting at the hearing shall be required to recommend approval or denial of an amendment to the zoning regulations, a rezoning amendment or a special use permit. A proper record of all the proceedings of the commission shall be kept. The commission, from time to time, may establish subcommittees, advisory committees or technical committees to advise or assist in the activities of the commission.

EFFECTIVE DATE. This Ordinance shall take effect and be in force from and after its publication in the official City Newspaper.

PASSED AND APPROVED by the Governing Body of the City of Osawatomie, Kansas, this 14th day of May, 2026.

APPROVED AND SIGNED by the Mayor.

Nick Hampson, Mayor

(SEAL)

ATTEST:

Tammy Seamands, City Clerk

CITY OF OSAWATOMIE
 YTD TREASURERS REPORT
 AS OF: MARCH 31ST, 2026

FUND	BEGINNING CASH BALANCE	Y-T-D REVENUES W/ACCRUAL	Y-T-D EXPENSES W/ACCRUAL	ACCRUAL ENDING CASH BALANCE	NET CHANGE OTHER ASSETS	NET CHANGE LIABILITIES	ENDING CASH BALANCE
01 -GENERAL OPERATING	282,927.29	1,491,014.53	785,827.33	988,114.49	0.00	1,749.96	989,864.45
02 -WATER	831,446.64	573,959.03	431,449.31	973,956.36	0.00	(2,519.60)	971,436.76
03 -ELECTRIC	306,242.91	1,215,865.46	948,095.83	574,012.54	0.00	(34,896.93)	539,115.61
04 -SEWER	21,560.68	290,578.79	248,843.09	63,296.38	0.00	0.00	63,296.38
05 -REFUSE	36,922.89	241,826.01	70,272.90	208,476.00	0.00	0.00	208,476.00
06 -LIBRARY	91,379.74	10,664.95	43.52	102,001.17	0.00	0.00	102,001.17
07 -RECREATION	0.00	0.00	0.00	0.00	0.00	0.00	0.00
08 -RURAL FIRE	(21,072.57)	0.00	13,389.98	(34,462.55)	0.00	0.00	(34,462.55)
09 -INDUSTRIAL PROMOTION	19,709.08	19,941.26	(3,617.87)	43,268.21	0.00	0.00	43,268.21
10 -REVOLVING LOAN	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11 -SPECIAL PARK & RECREATION	18,235.72	1,623.09	1,500.18	18,358.63	0.00	0.00	18,358.63
12 -STREET IMPROVEMENTS	167,546.30	123,020.22	1,840.50	288,726.02	0.00	0.00	288,726.02
13 -TOURISM	1,196.77	81,994.86	68,097.12	15,094.51	0.00	0.00	15,094.51
14 -PUBLIC SAFETY EQUIPMENT	226,283.33	52,327.93	60,996.65	217,614.61	0.00	0.00	217,614.61
15 -POLICE SEIZURES	1,019.00	0.00	0.00	1,019.00	0.00	0.00	1,019.00
17 -OPIOID SETTLEMENT	3,981.66	0.00	0.00	3,981.66	0.00	0.00	3,981.66
18 -GOLF COURSE	199,780.85	137,011.50	124,957.46	211,834.89	0.00	0.02	211,834.91
21 -CIP - ARTS COMMISSION	1,125.37	100.00	0.00	1,225.37	0.00	0.00	1,225.37
22 -CIP -WATER	529,140.62	499,049.00	313,809.32	714,380.30	0.00	0.00	714,380.30
23 -CIP - ELECTRIC	0.00	0.00	0.00	0.00	0.00	0.00	0.00
24 -CIP - SEWER	14,468.82	0.00	6,187.50	8,281.32	0.00	0.00	8,281.32
25 -CIP - STREET PROJECT	32,638.65	22,341.89	53,314.69	1,665.85	0.00	0.00	1,665.85
27 -CIP - GRANTS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
29 -CIP - SPECIAL PROJECTS	1,648,484.29	17,770.45	47,600.17	1,618,654.57	0.00	0.00	1,618,654.57
31 -EMPLOYEE BENEFITS	482,633.76	372,507.64	205,497.46	649,643.94	0.00	2,843.82	652,487.76
32 -CAFETERIA 125	125,533.09	338.62	(1,420.18)	127,291.89	0.00	0.00	127,291.89
35 -TECHNOLOGY FUND - CIP	94,691.46	23,822.07	0.00	118,513.53	0.00	0.00	118,513.53
41 -BOND & INTEREST	78,537.27	813,961.99	848,723.68	43,775.58	0.00	0.00	43,775.58
42 -RHID FUND	297,704.47	1,408.07	51,358.14	247,754.40	0.00	0.00	247,754.40
43 -ELECTRIC DEBT SERVICE	157,962.61	112,500.00	63,262.50	207,200.11	0.00	0.00	207,200.11
51 -COURT ADSAP	7,243.50	0.00	0.00	7,243.50	0.00	0.00	7,243.50
52 -COURT BONDS	44,829.00	12,866.00	0.00	57,695.00	0.00	0.00	57,695.00
53 -FORFEITURES	15,781.41	0.00	500.00	15,281.41	0.00	0.00	15,281.41
54 -EVIDENCE LIABILITY	12,899.79	0.00	0.00	12,899.79	0.00	0.00	12,899.79
57 -FIRE INSURANCE PROCEEDS	0.00	97,006.73	22,010.39	74,996.34	0.00	0.00	74,996.34
58 -MAYOR'S CHRISTMAS TREE FU	0.00	0.00	0.00	0.00	0.00	0.00	0.00
93 -CREDIT CARD CLEARING FUND	0.00	0.00	0.00	0.00	0.00	0.00	0.00
95 -CLEARING ACCOUNT	0.00	0.00	0.00	0.00	0.00	0.00	0.00
GRAND TOTAL	5,730,834.40	6,213,500.09	4,362,539.67	7,581,794.82	0.00	(32,822.73)	7,548,972.09

*** END OF REPORT ***

CITY OF OSAWATOMIE
 REVENUE & EXPENSE REPORT (UNAUDITED)
 AS OF: MARCH 31ST, 2026

01 -GENERAL OPERATING

% OF YEAR COMPLETED: 25.00

	CURRENT BUDGET	CURRENT PERIOD	YEAR TO DATE ACTUAL	TOTAL ENCUMBERED	BUDGET BALANCE	% YTD BUDGET
<u>01 -GENERAL OPERATING</u>						
TOTAL REVENUES	4,102,701	257,790.61	1,491,014.53	0.00	2,611,686.47	36.34
TOTAL EXPENSES	<u>4,407,875</u>	<u>276,334.22</u>	<u>785,827.33</u>	<u>0.00</u>	<u>3,622,047.67</u>	<u>17.83</u>
REVENUE OVER/(UNDER) EXPENSES	(305,174)	(18,543.61)	705,187.20	0.00	(1,010,361.20)	231.08-
<u>02 -WATER</u>						
TOTAL REVENUES	1,997,000	201,763.28	573,959.03	0.00	1,423,040.97	28.74
TOTAL EXPENSES	<u>2,205,210</u>	<u>217,164.20</u>	<u>431,449.31</u>	<u>27,810.34</u>	<u>1,745,950.35</u>	<u>20.83</u>
REVENUE OVER/(UNDER) EXPENSES	(208,210)	(15,400.92)	142,509.72	(27,810.34)	(322,909.38)	55.09-
<u>03 -ELECTRIC</u>						
TOTAL REVENUES	4,882,285	492,089.51	1,215,865.46	0.00	3,666,419.54	24.90
TOTAL EXPENSES	<u>4,903,669</u>	<u>365,957.69</u>	<u>948,095.83</u>	<u>13,089.00</u>	<u>3,942,484.17</u>	<u>19.60</u>
REVENUE OVER/(UNDER) EXPENSES	(21,384)	126,131.82	267,769.63	(13,089.00)	(276,064.63)	1,190.99-
<u>04 -SEWER</u>						
TOTAL REVENUES	1,250,000	101,989.78	290,578.79	0.00	959,421.21	23.25
TOTAL EXPENSES	<u>1,310,000</u>	<u>160,916.55</u>	<u>248,843.09</u>	<u>77,220.78</u>	<u>983,936.13</u>	<u>24.89</u>
REVENUE OVER/(UNDER) EXPENSES	(60,000)	(58,926.77)	41,735.70	(77,220.78)	(24,514.92)	59.14
<u>05 -REFUSE</u>						
TOTAL REVENUES	443,000	19,213.36	241,826.01	0.00	201,173.99	54.59
TOTAL EXPENSES	<u>443,000</u>	<u>35,136.45</u>	<u>70,272.90</u>	<u>0.00</u>	<u>372,727.10</u>	<u>15.86</u>
REVENUE OVER/(UNDER) EXPENSES	0	(15,923.09)	171,553.11	0.00	(171,553.11)	0.00
<u>06 -LIBRARY</u>						
TOTAL REVENUES	20,500	664.95	10,664.95	0.00	9,835.05	52.02
TOTAL EXPENSES	<u>64,750</u>	<u>21.77</u>	<u>43.52</u>	<u>0.00</u>	<u>64,706.48</u>	<u>0.07</u>
REVENUE OVER/(UNDER) EXPENSES	(44,250)	643.18	10,621.43	0.00	(54,871.43)	24.00-
<u>08 -RURAL FIRE</u>						
TOTAL REVENUES	0	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENSES	<u>0</u>	<u>12,970.01</u>	<u>13,389.98</u>	<u>0.00</u>	<u>(13,389.98)</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	(12,970.01)	(13,389.98)	0.00	13,389.98	0.00
<u>09 -INDUSTRIAL PROMOTION</u>						
TOTAL REVENUES	37,635	2,021.82	19,941.26	0.00	17,693.74	52.99
TOTAL EXPENSES	<u>50,000</u>	<u>(9,161.67)</u>	<u>(3,617.87)</u>	<u>0.00</u>	<u>53,617.87</u>	<u>7.24-</u>
REVENUE OVER/(UNDER) EXPENSES	(12,365)	11,183.49	23,559.13	0.00	(35,924.13)	190.53-
<u>11 -SPECIAL PARK & RECREATION</u>						
TOTAL REVENUES	3,713	1,623.09	1,623.09	0.00	2,089.91	43.71
TOTAL EXPENSES	<u>10,249</u>	<u>168.47</u>	<u>1,500.18</u>	<u>0.00</u>	<u>8,748.82</u>	<u>14.64</u>
REVENUE OVER/(UNDER) EXPENSES	(6,536)	1,454.62	122.91	0.00	(6,658.91)	1.88-

CITY OF OSAWATOMIE
 REVENUE & EXPENSE REPORT (UNAUDITED)
 AS OF: MARCH 31ST, 2026

01 -GENERAL OPERATING

% OF YEAR COMPLETED: 25.00

	CURRENT BUDGET	CURRENT PERIOD	YEAR TO DATE ACTUAL	TOTAL ENCUMBERED	BUDGET BALANCE	% YTD BUDGET
12 -STREET IMPROVEMENTS						
TOTAL REVENUES	475,730	27,541.87	123,020.22	0.00	352,709.78	25.86
TOTAL EXPENSES	<u>497,500</u>	<u>0.00</u>	<u>1,840.50</u>	<u>0.00</u>	<u>495,659.50</u>	<u>0.37</u>
REVENUE OVER/(UNDER) EXPENSES	(21,770)	27,541.87	121,179.72	0.00	(142,949.72)	556.64-
13 -TOURISM						
TOTAL REVENUES	170,100	47,630.00	81,994.86	0.00	88,105.14	48.20
TOTAL EXPENSES	<u>170,100</u>	<u>37,094.34</u>	<u>68,097.12</u>	<u>0.00</u>	<u>102,002.88</u>	<u>40.03</u>
REVENUE OVER/(UNDER) EXPENSES	0	10,535.66	13,897.74	0.00	(13,897.74)	0.00
14 -PUBLIC SAFETY EQUIPMENT						
TOTAL REVENUES	165,500	19,324.94	52,327.93	0.00	113,172.07	31.62
TOTAL EXPENSES	<u>241,105</u>	<u>47,723.91</u>	<u>60,996.65</u>	<u>0.00</u>	<u>180,108.35</u>	<u>25.30</u>
REVENUE OVER/(UNDER) EXPENSES	(75,605)	(28,398.97)	(8,668.72)	0.00	(66,936.28)	11.47
15 -POLICE SEIZURES						
TOTAL REVENUES	0	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	0.00	0.00	0.00	0.00
17 -OPIOID SETTLEMENT						
TOTAL REVENUES	0	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	0.00	0.00	0.00	0.00
18 -GOLF COURSE						
TOTAL REVENUES	528,000	90,265.54	137,011.50	0.00	390,988.50	25.95
TOTAL EXPENSES	<u>707,684</u>	<u>60,797.06</u>	<u>124,957.46</u>	<u>0.00</u>	<u>582,726.54</u>	<u>17.66</u>
REVENUE OVER/(UNDER) EXPENSES	(179,684)	29,468.48	12,054.04	0.00	(191,738.04)	6.71-
21 -CIP - ARTS COMMISSION						
TOTAL REVENUES	0	0.00	100.00	0.00	(100.00)	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	100.00	0.00	(100.00)	0.00
22 -CIP -WATER						
TOTAL REVENUES	0	121,035.00	499,049.00	0.00	(499,049.00)	0.00
TOTAL EXPENSES	<u>0</u>	<u>119,085.00</u>	<u>313,809.32</u>	<u>0.00</u>	<u>(313,809.32)</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	1,950.00	185,239.68	0.00	(185,239.68)	0.00
23 -CIP - ELECTRIC						
TOTAL REVENUES	0	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	0.00	0.00	0.00	0.00

01 -GENERAL OPERATING

% OF YEAR COMPLETED: 25.00

	CURRENT BUDGET	CURRENT PERIOD	YEAR TO DATE ACTUAL	TOTAL ENCUMBERED	BUDGET BALANCE	% YTD BUDGET
<u>24 -CIP - SEWER</u>						
TOTAL REVENUES	0	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>6,187.50</u>	<u>0.00</u>	<u>(6,187.50)</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	(6,187.50)	0.00	6,187.50	0.00
<u>25 -CIP - STREET PROJECT</u>						
TOTAL REVENUES	0	7,719.19	22,341.89	0.00	(22,341.89)	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>53,314.69</u>	<u>0.00</u>	<u>(53,314.69)</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	7,719.19	(30,972.80)	0.00	30,972.80	0.00
<u>27 -CIP - GRANTS</u>						
TOTAL REVENUES	0	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	0.00	0.00	0.00	0.00
<u>29 -CIP - SPECIAL PROJECTS</u>						
TOTAL REVENUES	0	6,139.61	17,770.45	0.00	(17,770.45)	0.00
TOTAL EXPENSES	<u>0</u>	<u>4,235.80</u>	<u>47,600.17</u>	<u>0.00</u>	<u>(47,600.17)</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	1,903.81	(29,829.72)	0.00	29,829.72	0.00
<u>31 -EMPLOYEE BENEFITS</u>						
TOTAL REVENUES	759,260	22,955.53	372,507.64	0.00	386,752.36	49.06
TOTAL EXPENSES	<u>930,926</u>	<u>59,520.51</u>	<u>205,497.46</u>	<u>0.00</u>	<u>725,428.54</u>	<u>22.07</u>
REVENUE OVER/(UNDER) EXPENSES	(171,666)	(36,564.98)	167,010.18	0.00	(338,676.18)	97.29-
<u>32 -CAFETERIA 125</u>						
TOTAL REVENUES	0	0.00	338.62	0.00	(338.62)	0.00
TOTAL EXPENSES	<u>0</u>	<u>374.98</u>	<u>(1,420.18)</u>	<u>0.00</u>	<u>1,420.18</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	(374.98)	1,758.80	0.00	(1,758.80)	0.00
<u>35 -TECHNOLOGY FUND - CIP</u>						
TOTAL REVENUES	0	17,246.47	23,822.07	0.00	(23,822.07)	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	17,246.47	23,822.07	0.00	(23,822.07)	0.00
<u>41 -BOND & INTEREST</u>						
TOTAL REVENUES	1,741,225	232,668.86	813,961.99	0.00	927,263.01	46.75
TOTAL EXPENSES	<u>1,970,341</u>	<u>0.00</u>	<u>848,723.68</u>	<u>0.00</u>	<u>1,121,617.32</u>	<u>43.07</u>
REVENUE OVER/(UNDER) EXPENSES	(229,116)	232,668.86	(34,761.69)	0.00	(194,354.31)	15.17
<u>42 -RHID FUND</u>						
TOTAL REVENUES	0	1,005.18	1,408.07	0.00	(1,408.07)	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>51,358.14</u>	<u>0.00</u>	<u>(51,358.14)</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	1,005.18	(49,950.07)	0.00	49,950.07	0.00

CITY OF OSAWATOMIE
 REVENUE & EXPENSE REPORT (UNAUDITED)
 AS OF: MARCH 31ST, 2026

01 -GENERAL OPERATING

% OF YEAR COMPLETED: 25.00

	CURRENT BUDGET	CURRENT PERIOD	YEAR TO DATE ACTUAL	TOTAL ENCUMBERED	BUDGET BALANCE	% YTD BUDGET
<u>43 -ELECTRIC DEBT SERVICE</u>						
TOTAL REVENUES	450,000	37,500.00	112,500.00	0.00	337,500.00	25.00
TOTAL EXPENSES	<u>437,025</u>	<u>0.00</u>	<u>63,262.50</u>	<u>0.00</u>	<u>373,762.50</u>	<u>14.48</u>
REVENUE OVER/(UNDER) EXPENSES	12,975	37,500.00	49,237.50	0.00	(36,262.50)	379.48
<u>51 -COURT ADSAP</u>						
TOTAL REVENUES	0	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	0.00	0.00	0.00	0.00
<u>52 -COURT BONDS</u>						
TOTAL REVENUES	0	8,725.00	12,866.00	0.00	(12,866.00)	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	8,725.00	12,866.00	0.00	(12,866.00)	0.00
<u>53 -FORFEITURES</u>						
TOTAL REVENUES	0	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>500.00</u>	<u>0.00</u>	<u>(500.00)</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	(500.00)	0.00	500.00	0.00
<u>54 -EVIDENCE LIABILITY</u>						
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	0.00	0.00	0.00	0.00
<u>57 -FIRE INSURANCE PROCEEDS</u>						
TOTAL REVENUES	0	74,996.34	97,006.73	0.00	(97,006.73)	0.00
TOTAL EXPENSES	<u>0</u>	<u>22,010.39</u>	<u>22,010.39</u>	<u>0.00</u>	<u>(22,010.39)</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	52,985.95	74,996.34	0.00	(74,996.34)	0.00
<u>58 -MAYOR'S CHRISTMAS TREE FU</u>						
TOTAL REVENUES	0	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	0.00	0.00	0.00	0.00
<u>93 -CREDIT CARD CLEARING FUND</u>						
TOTAL REVENUES	0	0.00	0.00	0.00	0.00	0.00
TOTAL EXPENSES	<u>0</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
REVENUE OVER/(UNDER) EXPENSES	0	0.00	0.00	0.00	0.00	0.00
GRAND TOTAL REVENUES	17,026,649	1,791,909.93	6,213,500.09	0.00	10,813,148.91	36.49
GRAND TOTAL EXPENSES	<u>18,349,434</u>	<u>1,410,349.68</u>	<u>4,362,539.67</u>	<u>118,120.12</u>	<u>13,868,774.21</u>	<u>24.42</u>
REVENUE OVER/(UNDER) EXPENSES	(1,322,785)	381,560.25	1,850,960.42	(118,120.12)	(3,055,625.30)	131.00-

*** END OF REPORT ***



CITY OF OSAWATOMIE

CITY MANAGER'S REPORT

May 14, 2026

Water Treatment Plant and Distribution Project Status:

Plans for the water distribution portion of this project have been reviewed and approved by KDHE.

Plans for the water treatment plant have hit 60% and are being routed internally with staff and our CMAR, Bowen Engineering for comments. The 60% design review meeting will take place in the conference room at city hall on May 15th. This is earlier than we expected, so we will be working to pull up forward our efforts with KDHE and USDA to get released to begin procurement earlier than anticipated. Time will tell on that front.

Bowen Engineering has prepared procurement packages for the major process equipment. Equipment and materials represent over one-third of the total cost to build the plant, so locking in pricing and ensuring “just-in-time” delivery, can help reduce construction time and overall cost of construction. Some updates to the schedule include:

Guaranteed Maximum Price Set	July 14, 2026
NTP – Long Lead Equipment	August 12, 2026
Mobilization	February 24, 2027
Substantial Completion	October 31, 2028
Final Completion	November 30, 2028
USDA DEADLINE TO FINISH	SEPTEMBER 30, 2029

Memorial Hall Restoration:

Reconstruction of the space continues. Activities that are expected to occur over the next two weeks include new beadboard on the ceiling, insulation, light fixtures, and drywall work in the main gathering space. Project is on track to be completed by the end of May.

KDOT Transportation Alternatives Grant:

This project will be let in June. Early start will be July 27th and late start will be August 24. Because these are federal dollars, we have several additional steps and processes that we need to follow.

AMI Meter Update & Water Main Extension to Sunflower Recovery Center:

As of May 8, 1,530 (of 1,680) meters have been installed. Most of the meters being installed now are the larger service meters, which will take longer to complete.

Additionally, our water crew has begun work to install the new water main by the state hospital.

500/510 Main – Negotiated Sale:

The announcement for HEAL Grant will be May 15th.

Part 1 (of 3 parts) for registration of 500 Main on the State and National Register of Historic Places has been filed. We are awaiting the final determination.

Additionally, we are exploring the possibility of utilizing industrial revenue bonds as opposed to an RHID for the restoration of these two buildings. IRBs would be a more expedient way to access capital to begin the redevelopment process. IRBs are not debt obligations of the city; they are obligations of the developer.

2026 Street Improvements:

Start date for the 2026 mill and overlay is expected to be within the next week or two. We will request an additional bid to mill and overlay Matney Dr., Happy Place and Lori Lane. If funds are available in the Street Improvement Fund, we would like to take care of those as well because they have limited traffic, so a deeper mill should not be necessary, the asphalt is in bad shape, and it is not a candidate for replacement anytime soon.. However, there will be some patching that will need to be done. Design for the full depth replacement streets might be initiated later in 2026. While bonding capacity exists, our priority is to retire 2023 temporary notes and consolidate into a long-term issue to fund construction.

Library Expansion Update:

There is a concept design review meeting on May 13th. We still are up in the air as to whether a CDBG grant can be applied for with the community center and clubhouse at the golf course. If that is still not an option, I hope we are in a position to apply for a CDBG grant for the library project later this summer instead. If we can use CDBG for the community facility at the course, then the intervening period from the facility at the course being built to an application for the library being made, we would continue to develop plans for the library expansion, so when we are eligible to apply to CDBG for the library, we can go directly to the RFP phase. As a reminder, the estimated cost is \$272,250 to prepare a set of construction ready plans and work through the construction phase. We will continue to identify grants to help offset some of these planning expenses.

Hickory Valley and Indian Ridge RFPs:

I anticipate issuing these for bid again this year. The recently released housing study for Miami County and more specifically, Osawatomie which is attached, indicates that much more housing is going to be needed than what we have been accustomed to getting on an annual basis for the past couple of years and those growth pressures are going to continue. I am optimistic that we can find developers for both of these properties in light of that housing study.

2025 Golf Course Clubhouse and Community Facility Project:

The design for the new community center and clubhouse is complete. Our assumed annual debt payments have increased to approximately \$152,000, and this does assume a \$650,000 CDBG grant. We have heard from CDBG that they will consider the project in 2026's CDBG application process because of the community facility aspect. The current estimated cost of construction is approximately \$3.5M and we would be looking to finance \$2.85M for 30 years.

			4/15/2026 Hail Storm Response		
	Reg	OT	Reg	OT	Cost
PW Supervisor - Streets	\$ 30.85	\$ 46.28	32.00	10.00	\$ 1,449.95
PW Tech II	\$ 21.21	\$ 31.82	39.00	4.50	\$ 970.36
PW Tech II	\$ 20.13	\$ 30.20	32.00	4.50	\$ 780.04
PW Supervisor - Parks	\$ 23.29	\$ 34.94	36.00	3.50	\$ 960.71
PW Tech II	\$ 19.00	\$ 28.50	23.00	-	\$ 437.00
Electric Crew Supervisor	\$ 38.67	\$ 58.01	3.00	12.50	\$ 841.07
Electric Crew - Lineman	\$ 31.03	\$ 46.55	-	12.50	\$ 581.81
Electric Crew - Apprentice	\$ 24.48	\$ 36.72	3.00	12.50	\$ 532.44
Utility Supervisor - Plants	\$ 28.35	\$ 42.53	3.00	4.50	\$ 276.41
Plant Maintenance Tech	\$ 22.88	\$ 34.32	3.00	4.50	\$ 223.08
Utility Supervisor - Distribution	\$ 25.50	\$ 38.25	14.00	4.75	\$ 538.69
Utilities Tech II	\$ 23.46	\$ 35.19	7.00	4.75	\$ 331.37
Utilities Tech I	\$ 19.00	\$ 28.50	7.00	-	\$ 133.00
TOTALS			202.00	78.50	\$ 8,055.94

	Hours	Rate	Total
Pickups	45	\$ 25.00	\$ 1,125.00
Backhoe	24	\$ 110.03	\$ 2,640.72
Sweeper	12	\$ 100.34	\$ 1,204.08
Vac Trailer	4	\$ 64.60	\$ 258.40
Sewer Machine	2	\$ 25.32	\$ 50.64
Tandem	20	\$ 100.63	\$ 2,012.60
Smaller Dump	23	\$ 55.28	\$ 1,271.44
Skid loader	20	\$ 60.67	\$ 1,213.40
TOTALS	150.00		\$ 9,776.28