CITY OF DOWNS, KANSAS

FINANCIAL STATEMENT

FOR THE YEAR ENDED
DECEMBER 31, 2025

LOYD GROUP, LLC

Certified Public Accountants

CITY OF DOWNS, KANSAS
CITY OF THE THIRD CLASS
For The Year Ended December 31, 2025

Vienna Janis, Mayor

CITY COUNCIL

John Bisnette	Joyce Hake
John Cordill	Heather Hancock

Collin Jones

CITY OFFICERS

Miranda Robinson, Clerk	Bruce Berkley, Attorney
Mary Daharsh, Assistant Clerk	David Draayer, Treasurer

Brady Pound, City Superintendent

CITY OF DOWNS, KANSAS

For the Year Ended December 31, 2025

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CITY OF DOWNS, KANSAS

For the Year Ended December 31, 2025

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Bond and Interest Fund

Business Fund

Trust Funds

LOYD GROUP, LLC

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Galva, KS 67443
620-654-7565
www.loyd-group.com

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and City Council
City of Downs, Kansas 67437

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 Downs, Kansas (City), a Municipality 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 as of December 31, 2025, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

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

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts, expenditures-actual and budget, and schedule of regulatory basis receipts and disbursements-agency (Schedules 1, 2, and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

We previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of City of Downs, Kansas as of and for the year ended December 31, 2024 (not presented herein), and have issued their report thereon dated March 7, 2025, which contained an unmodified opinion on the basic financial statement. The 2024 basic financial statement and their 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.

Loyd Group, LLC

Loyd Group, LLC
Galva, KS
May 1, 2026

CITY OF DOWNS, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
Regulatory Basis
For the Year Ended December 31, 2025

	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
GENERAL FUND:							
General Fund	$ 572,638	$ -	$ 739,725	$ 544,761	$ 767,602	1,351	$ 768,953
SPECIAL PURPOSE FUNDS:							
Cemetery Fund	12,460	-	1,837	-	14,297	-	14,297
Industrial Promotion Fund	8,645	-	6,892	6,259	9,278	-	9,278
Library Fund	-	-	31,354	31,354	-	-	-
Special Highway Fund	128,342	-	21,569	42,197	107,714	-	107,714
Special Parks and Recreation Fund	12,643	-	3,824	7,000	9,467	-	9,467
ARPA Grant Fund	-	-	-	-	-	-	-
Capital Improvement Fund	-	-	-	-	-	-	-
Ambulance Fund	5,653	-	-	-	5,653	-	5,653
City Equipment Reserve Fund	28,980	-	5,000	-	33,980	-	33,980
Fire Equipment Reserve Fund	52,573	-	14,435	-	67,008	-	67,008
Memorial Hall Fund	22,881	-	-	14,154	8,727	-	8,727
Memorial Park Trust Fund	6,726	-	-	-	6,726	-	6,726
Sypulski Trust Fund	33,130	-	-	1,862	31,268	-	31,268
Truck Route Fund	4,480	-	-	-	4,480	-	4,480
Geometric Street Project Fund	40,869	-	25,552	25,552	40,869	-	40,869
Housing Initiative Fund	-	-	10,000	2,000	8,000	-	8,000
Total Special Purpose Funds	357,382	-	120,463	130,378	347,467	-	347,467
BOND AND INTEREST FUND:							
Bond and Interest Fund	2,055	-	225,715	145,909	81,861	-	81,861
BUSINESS FUND:							
Water and Sewer Utility Fund	357,645	-	532,677	385,295	505,027	2,945	507,972
TRUST FUNDS:							
Cemetery Endowment Fund	18,067	-	-	-	18,067	-	18,067
Marie Thomas Trust Fund	5,280	-	-	-	5,280	-	5,280
Total Trust Funds	23,347	-	-	-	23,347	-	23,347
Total Reporting Entity (Excluding Agency Fund)	$ 1,313,067	$ -	$ 1,618,580	$ 1,206,343	$ 1,725,304	$ 4,296	$ 1,729,600

COMPOSITION OF CASH:	
Petty Cash Account	$ 154
Cash in Drawer	150
Checking Account - State Bank of Downs	1,216,123
Money Market Accounts - State Bank of Downs	222,769
Certificates of Deposit - State Bank of Downs	305,784
Checking Account - Guaranty State Bank	1,500
Total Cash	1,746,480
Less Agency Fund per Schedule 3	(16,880)
Total Reporting Entity (Excluding Agency Fund)	$ 1,729,600

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Municipal Financial Reporting Entity

The City of Downs is a municipal corporation governed by an elected mayor and an elected five-member council. The regulatory financial statement presents the City of Downs, Kansas and does not include related municipal entities.

(b) Regulatory Basis Fund Types

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

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

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

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

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

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

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

(c) Basis of Accounting

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

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

(d) 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 municipality is holding a revenue neutral rate hearing, the budget timeline for the public hearing is adjusted to no sooner than August 20th and no later than September 20th, but at least ten days after all statutory notification and publication requirements have been met. Municipal budget 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 municipality did hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for 2025.

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

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

A legal operating budget is not required for Capital Project Funds, Agency Funds, Trust Funds and certain Special Purpose Funds as noted in the presentation of the appropriate Schedule 2.

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

Several checks outstanding for more than two years were noted in the bank reconciliation for the City's main checking account for the year ending December 31, 2025. This violates K.S.A. 10-815 and 10-816, which states that checks outstanding for two years or more should be canceled and restored to the fund originally charged.

A budget violation did occur in the Special Parks and Recreation Fund at December 31, 2025.

3. DEPOSITS AND INVESTMENTS

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

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

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City does not have investments at December 31, 2025.

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

At December 31, 2025, the City's carrying amount of deposits was $1,746,480 and the bank balance was $1,699,286. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, $251,500 was covered by federal depository insurance and the remaining $1,447,786 was collateralized with securities held by the pledging financial institution's agents in the City's name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

4. LONG-TERM DEBT

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

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Bobcat Wheel Loader	3.13%	4/12/22	$ 82,889	4/12/27	$ 38,830	$ -	$ 15,172	23,658	1,095
Ditch Witch Lease	2.75%	11/22/20	54,500	3/22/25	5,713	-	5,713	-	78
Skid Steer Loader Lease Purchase	4.70%	11/29/19	50,009	11/29/25	4,617	-	4,617	-	110
Oil Tank Lease	2.75%	10/6/2021	41,300	10/6/26	15,528	-	7,658	7,870	375
KDHE Public Water Supply Loan	3.69%	8/1/06	436,873	2/1/26	44,935	-	29,682	15,253	1,387
KDHE Water Pollution Control Loan	2.57%	3/1/09	1,189,333	9/1/28	63,899	-	15,368	48,531	1,544
KDHE Loan WTP, Project No. 2976	2.54%	12/20/18	1,546,071	8/1/40	1,280,961	-	65,806	1,215,155	32,121
Total Contractual Indebtedness					$ 1,454,483	$ -	$ 144,016	$ 1,310,467	$ 36,710

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

	Year							
	2026	2027	2028	2029	2030	2031 to 2035	2036 to 2041	Total
PRINCIPAL:								
Bobcat Wheel Loader	$ 15,649	$ 8,009	$ -	$ -	$ -	$ -	$ -	$ 23,658
Oil Tank Lease	7,870	-	-	-	-	-	-	7,870
Kansas Public Water Supply Loan	15,253	-	-	-	-	-	-	15,253
KDHE Water Pollution Control Loan	15,766	16,173	16,592	-	-	-	-	48,531
KDHE Loan WTP, Project #2976	67,489	69,214	70,983	72,797	74,658	402,909	457,105	1,215,155
Total Principal	122,027	93,396	87,575	72,797	74,658	402,909	457,105	1,310,467

4. LONG-TERM DEBT (CONT.)

	Year 2026	2027	2028	2029	2030	2031 to 2035	2036 to 2040	Total
INTEREST:								
Bobcat Wheel Loader	$ 618	$ 124	$ -	$ -	$ -	$ -	$ -	$ 742
Oil Tank Lease	163	-	-	-	-	-	-	163
KDHE Public Water Supply Loan	281	-	-	-	-	-	-	281
KDHE Water Pollution Control Loan	1,147	739	320	-	-	-	-	2,206
KDHE Loan WTP, Project #2976	26,245	24,757	23,232	21,668	20,063	74,777	28,050	218,792
Total Interest	28,453	25,620	23,552	21,668	20,063	74,777	28,050	222,183
TOTAL PRINCIPAL AND INTEREST	$ 150,480	$ 119,016	$ 111,127	$ 94,465	$ 94,721	$ 477,686	$ 485,155	$ 1,532,650

5. DEFINED BENEFIT PENSION PLAN

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

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6.00% 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 9.7% for the fiscal year ended December 31, 2025. Contributions to the pension plan from the City were $12,473 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 $131,719. 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.kpers.org or can be obtained as described above.

(a) Other Post Employment Benefits

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

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

6. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

(b) Death and Disability Other Post Employment Benefits

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.

(c) Other Employee Benefits

Vacation – Vacation leave shall be earned and accrued from the most recent day of employment, but no vacation leave shall be granted until an employee has gained permanent status. Vacation time is not available until the completion of the employee's first year of employment. Vacation shall be taken only during scheduled work days and must be used within the following year in which it was earned and shall not carry over if unused. Upon termination in good standing, an employee shall be compensated for all accumulated unused vacation leave at their final rate of pay, subject to the maximum hours of accumulation.

(c) Other Employee Benefits (Cont.)

Vacations will be allowed for full-time employees in the following manner:

Years of Service	Per Year
1 year of service	5 working days
2 plus years of service	10 and ½ working days
15 plus years of service	15 and ½ working days

Sick leave – All full-time permanent employees shall be entitled to sick leave with pay for absences resulting from personal illness, injuries, accidents or other physical incapacities, occurring either on or off the job. Employees shall earn one day of sick leave per month of service. Sick leave may be accumulated up to a total of 120 days. Up to a maximum of 120 days will be paid to employees at a rate equal to the federal minimum wage if the employee leaves employment with the City in good standing.

7. CLAIMS AND JUDGMENTS

The City desires to participate in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. As of the date of this report, grant expenditures have not been audited, but the City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees, and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2024 to 2025 and there were no settlements that exceeded insurance coverage in the past three years.

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

8. INTERFUND TRANSFERS

Operating transfers were are as follows:

From	To	Regulatory Authority	Amount
General Fund	Fire Equipment Reserve Fund	K.S.A. 12-1, 117	$ 8,645
General Fund	City Equipment Reserve Fund	K.S.A. 12-1, 117	5,000
General Fund	Special Parks & Recreation Fund	K.S.A. 12-1, 117	4,389
General Fund	Housing Initiative Fund	K.S.A. 12-1, 117	10,000
Special Parks & Recreation Fund	General Fund	K.S.A. 12-825d	7,000
Water and Sewer Utility Fund	General Fund	K.S.A. 12-825d	25,000
Water and Sewer Utility Fund	Bond and Interest Fund	K.S.A. 12-825d	70,000
			$ 130,034

9. SUBSEQUENT EVENTS

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date at which the financial statement was available to be issued.

CITY OF DOWNS, KANSAS

REGULATORY-REQUIRED

SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2025

CITY OF DOWNS, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
Regulatory Basis
(Budgeted Funds Only)
For the Year Ended December 31, 2025

	Certified Budget	Adjustment for for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
GENERAL FUND:					
General Fund	$ 1,178,959	$ -	$ 1,178,959	$ 544,761	$ (634,198)
SPECIAL PURPOSE FUNDS:					
Cemetery Fund	9,809	-	9,809	-	(9,809)
Industrial Promotion Fund	21,526	-	21,526	6,259	(15,267)
Library Fund	33,640	-	33,640	31,354	(2,286)
Special Highway Fund	147,040	-	147,040	42,197	(104,843)
Special Parks and Recreation Fund	3,967	-	3,967	7,000	3,033
ARPA Grant Fund	-	-	-	-	-
Capital Improvement Fund	30,000	-	30,000	-	(30,000)
Housing Initiative Fund	10,000	-	10,000	2,000	(8,000)
BOND AND INTEREST FUND:					
Bond and Interest Fund	285,046	-	285,046	145,909	(139,137)
BUSINESS FUND:					
Water and Sewer Utility Fund	647,537	-	647,537	385,295	(262,242)

CITY OF DOWNS, KANSAS

GENERAL FUND

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

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Taxes -				
Ad valorem property tax	$ 290,278	$ 326,827	$ 320,077	$ 6,750
Delinquent tax	6,859	6,259	3,000	3,259
Motor vehicle tax	39,052	37,668	31,090	6,578
Recreational vehicle tax	390	844	758	86
16/20M vehicle tax	919	461	398	63
Commercial vehicle tax	1,630	1,054	2,019	(965)
Watercraft tax	-	-	486	(486)
In lieu of tax	6,290	6,247	5,000	1,247
Intangible tax	-	-	12,567	(12,567)
Local sales tax	121,520	130,417	98,000	32,417
Total Taxes	466,938	509,777	473,395	36,382
Intergovernmental Revenues -				
Highway connecting links	10,007	10,215	8,000	2,215
Licenses and Permits -				
Building permits	5,725	6,072	7,000	(928)
Utility franchise fees	70,107	74,647	69,000	5,647
Dog tags, impounds, adoption fees	2,640	2,550	2,000	550
Total Licenses and Permits	78,472	83,269	78,000	5,269
Charges for Services -				
Rural fire contracts	16,500	16,500	16,500	-
Swimming and concessions	12,443	17,319	12,000	5,319
Total Charges for Services	28,943	33,819	28,500	5,319
Fines, Forfeitures and Penalties -				
Fines	513	642	2,000	(1,358)
Use of Money and Property -				
Interest received	1,368	12,396	3,000	9,396
Use of property	1,734	2,626	-	2,626
Total Use of Money and Property	3,102	15,022	3,000	12,022

CITY OF DOWNS, KANSAS

GENERAL FUND

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

	2024 Actual	2025 Actual	2025 Budget	2025 Variance - Over (Under)
Receipts (Cont.)				
Other -				
Donations	$ 10,000	$ -	$ -	$ -
Miscellaneous	4,317	27,866	5,000	22,866
Reimbursements	6,407	-	1,000	(1,000)
Clinic rent	-	-	4,000	(4,000)
Rent	7,040	1,610	7,000	(5,390)
Sale of fixed assets	261	25,505	-	25,505
Memorials fire department	4,291	-	-	-
Total Other	32,316	54,981	17,000	37,981
Transfers In -				
Transfer from ARPA Fund	43,643	-	-	-
Transfer from Water & Sewer Utility Fund	-	25,000	25,000	-
Transfer from Special Park & Recreation Fund	-	7,000	-	7,000
Total Transfers	43,643	32,000	25,000	7,000
Total Receipts	663,934	739,725	$ 634,895	$ 104,830
Expenditures				
Administrative -				
Personal services	71,776	66,995	$ 50,000	$ 16,995
Contractual services	75,121	75,194	70,000	5,194
Commodities	6,569	4,629	10,000	(5,371)
Total Administrative	153,466	146,818	130,000	16,818
Street -				
Personal services	13,702	9,266	10,000	(734)
Contractual services	11,086	16,646	50,000	(33,354)
Commodities	35,466	52,517	60,000	(7,483)
Lease purchase	-	-	17,485	(17,485)
Total Street	60,254	78,429	137,485	(59,056)
Park -				
Personal services	15,182	17,238	22,000	(4,762)
Contractual services	3,948	2,150	3,000	(850)
Commodities	7,788	6,261	11,000	(4,739)
Total Park	26,918	25,649	36,000	(10,351)
Fire -				
Personal services	-	-	3,000	(3,000)
Contractual services	20,147	12,693	23,000	(10,307)
Commodities	7,173	10,199	5,500	4,699
Total Fire	27,320	22,892	31,500	(8,608)

CITY OF DOWNS, KANSAS

GENERAL FUND

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

	2024 Actual	2025 Actual	2025 Budget	2025 Variance - Over (Under)
Expenditures (Cont.)				
Swimming Pool -				
Personal services	$ 35,115	$ 28,446	$ 28,000	$ 446
Contractual services	43,212	3,820	7,500	(3,680)
Commodities	13,989	19,307	10,000	9,307
Total Swimming Pool	92,316	51,573	45,500	6,073
Cemetery -				
Personal services	13,702	9,266	10,000	(734)
Contractual services	241	1,079	2,000	(921)
Commodities	1,725	4,011	4,000	11
Total Cemetery	15,668	14,356	16,000	(1,644)
Memorial Hall -				
Personal services	13,702	9,266	10,000	(734)
Contractual services	(3,735)	2,867	10,000	(7,133)
Commodities	1,144	174	2,000	(1,826)
Total Memorial Hall	11,111	12,307	22,000	(9,693)
Maintenance Shop -				
Contractual services	1,566	3,128	5,000	(1,872)
Commodities services	7,990	6,815	5,000	1,815
Total Maintenance Shop	9,556	9,943	10,000	(57)
Recreation -				
Contractual	-	2,410	2,500	(90)
Commodities	-	5,201	2,500	2,701
Total Recreation	-	7,611	5,000	2,611
Other -				
Audit and budget	9,575	9,575	10,000	(425)
Clinic	16,325	659	1,000	(341)
Employee benefits	81,693	59,169	90,000	(30,831)
Utilities	64,041	65,037	70,000	(4,963)
Lease payments	17,467	12,709	-	12,709
Transfer to Special Parks and Recreation Fund	768	4,389	-	4,389
Transfer to City Equipment Reserve Fund	5,000	5,000	5,000	-
Transfer to Fire Equipment Reserve Fund	8,180	8,645	2,000	6,645
Transfer to Housing Initiative Fund	-	10,000	10,000	-
Cash forward	-	-	557,474	(557,474)
Total Other	203,049	175,183	745,474	(570,291)
Total Expenditures	603,890	544,761	$ 1,178,959	$ (634,198)
Receipts Over (Under) Expenditures	60,044	194,964		
Unencumbered Cash, Beginning	512,594	572,638		
Unencumbered Cash, Ending	$ 572,638	$ 767,602		

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

CEMETERY FUND

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

	2024 Actual	2025 Actual	2025 Budget	2025 Variance - Over (Under)
Receipts				
Donations	$ 251	$ 1,200	$ 500	$ 700
Interest income	900	637	-	637
Total Receipts	1,151	1,837	$ 500	$ 1,337
Expenditures				
Contractual services	-	-	$ 1,000	$ (1,000)
Commodities	-	-	1,000	(1,000)
Capital outlay	-	-	500	(500)
Cash forward	-	-	7,309	(7,309)
Total Expenditures	-	-	$ 9,809	$ (9,809)
Receipts Over (Under) Expenditures	1,151	1,837		
Unencumbered Cash, Beginning	11,309	12,460		
Unencumbered Cash, Ending	$ 12,460	$ 14,297		

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

INDUSTRIAL PROMOTION FUND

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

	2024 Actual	2025 Actual	2025 Budget	2025 Variance - Over (Under)
Receipts				
Ad valorem property tax	$ 5,468	$ 6,030	$ 6,259	$ (229)
Delinquent tax	76	79	-	79
Motor vehicle tax	763	737	608	129
Recreational vehicle tax	18	16	15	1
16/20M vehicle tax	-	9	8	1
Commercial vehicle tax	32	21	39	(18)
Watercraft tax	-	-	10	(10)
Total Receipts	6,357	6,892	$ 6,939	$ (47)
Expenditures				
Payments to Downs Enterprise	5,826	6,259	$ 6,311	$ (52)
Cash forward	-	-	15,215	(15,215)
Total Expenditures	5,826	6,259	$ 21,526	$ (15,267)
Receipts Over (Under) Expenditures	531	633		
Unencumbered Cash, Beginning	8,114	8,645		
Unencumbered Cash, Ending	$ 8,645	$ 9,278		

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

LIBRARY FUND

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

	2024 Actual	2025 Actual	2025 Budget	2025 Variance - Over (Under)
Receipts				
Ad valorem property tax	$ 24,720	$ 27,266	$ 28,303	$ (1,037)
Delinquent tax	561	548	500	48
Motor vehicle tax	3,453	3,331	2,749	582
Recreational vehicle tax	82	75	67	8
16/20M vehicle tax	44	41	35	6
Commercial vehicle tax	144	93	178	(85)
Watercraft tax	-	-	43	(43)
Total Receipts	29,004	31,354	$ 31,875	$ (521)
Expenditures				
Appropriation to Library	29,004	31,354	$ 33,640	$ (2,286)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

SPECIAL HIGHWAY FUND

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

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
State payments	$ 23,272	$ 21,569	$ 22,030	$ (461)
Expenditures				
Contractual services	-	-	$ 2,000	$ (2,000)
Commodities	-	33,914	100	33,814
Capital outlay	8,283	8,283	-	8,283
Bobcat Loader lease purchase	-	-	8,283	(8,283)
Cash forward	-	-	136,657	(136,657)
Total Expenditures	8,283	42,197	$ 147,040	$ (104,843)
Receipts Over (Under) Expenditures	14,989	(20,628)		
Unencumbered Cash, Beginning	113,353	128,342		
Unencumbered Cash, Ending	$ 128,342	$ 107,714		

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

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 Totals for the Prior Year Ended December 31, 2024)

	2024 Actual	2025 Actual	2025 Budget	2025 Variance - Over (Under)
Receipts				
Donations	$ 6,922	$ (565)	$ -	$ (565)
Transfer from General Fund	768	4,389	-	4,389
Grain sales	881	-	2,000	(2,000)
Total Receipts	8,571	3,824	$ 2,000	$ 1,824
Expenditures				
Transfer to General Fund	-	7,000	$ -	$ 7,000
Commodities	-	-	3,967	(3,967)
Total Expenditures	-	7,000	$ 3,967	$ 3,033
Receipts Over (Under) Expenditures	8,571	(3,176)		
Unencumbered Cash, Beginning	4,072	12,643		
Unencumbered Cash, Ending	$ 12,643	$ 9,467		

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

ARPA GRANT FUND

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

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Miscellaneous	$ 390	$ -	$ -	$ -
Expenditures				
Transfer to General Fund	43,644	-	$ -	$ -
Transfer to Water and Sewer Utility Fund	10,476	-	-	-
Commodities	17,003	-	-	-
Total Expenditures	71,123	-	$ -	$ -
Receipts Over (Under) Expenditures	(70,733)	-		
Unencumbered Cash, Beginning	70,733	-		
Unencumbered Cash, Ending	$ -	$ -		

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

CAPITAL IMPROVEMENT FUND

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

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts	$ -	$ -	$ -	$ -
Expenditures				
Capital Outlay	$ -	$ -	$ 30,000	$ (30,000)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

AMBULANCE FUND

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

	2024 Actual	2025 Actual
Receipts		
Grants	$ -	$ -
Expenditures		
Commodities	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	5,653	5,653
Unencumbered Cash, Ending	$ 5,653	$ 5,653

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

CITY EQUIPMENT RESERVE FUND

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

	2024 Actual	2025 Actual
Receipts		
Transfer from General Fund	$ 5,000	$ 5,000
Expenditures		
Capital outlay	-	-
Receipts Over (Under) Expenditures	5,000	5,000
Unencumbered Cash, Beginning	23,980	28,980
Unencumbered Cash, Ending	$ 28,980	$ 33,980

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

FIRE EQUIPMENT RESERVE FUND

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

	2024 Actual	2025 Actual
Receipts		
Grant	$ 3,200	$ 5,790
Transfer from General Fund	8,180	8,645
Total Receipts	11,380	14,435
Expenditures		
Capital outlay	2,500	-
Receipts Over (Under) Expenditures	8,880	14,435
Unencumbered Cash, Beginning	43,693	52,573
Unencumbered Cash, Ending	$ 52,573	$ 67,008

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

MEMORIAL HALL FUND

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

	2024 Actual	2025 Actual
Receipts		
Grants	$ -	$ -
Expenditures		
Commodities	-	14,154
Receipts Over (Under) Expenditures	-	(14,154)
Unencumbered Cash, Beginning	22,881	22,881
Unencumbered Cash, Ending	$ 22,881	$ 8,727

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

MEMORIAL PARK TRUST FUND

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

	2024 Actual	2025 Actual
Receipts		
Donations	$ -	$ -
Expenditures		
Commodities	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	6,726	6,726
Unencumbered Cash, Ending	$ 6,726	$ 6,726

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

SYPULSKI TRUST FUND

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

	2024 Actual	2025 Actual
Receipts		
Grants	$ -	$ -
Expenditures		
Commodities	700	1,862
Receipts Over (Under) Expenditures	(700)	(1,862)
Unencumbered Cash, Beginning	33,830	33,130
Unencumbered Cash, Ending	$ 33,130	$ 31,268

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

TRUCK ROUTE FUND

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

	2024 Actual	2025 Actual
Receipts		
Grants	$ -	$ -
Expenditures		
Commodities	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	4,480	4,480
Unencumbered Cash, Ending	$ 4,480	$ 4,480

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

GEOMETRIC STREET PROJECT FUND

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

	2024 Actual	2025 Actual
Receipts		
Grants	$ -	$ 25,552
Expenditures		
Contractual services	-	25,552
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	40,869	40,869
Unencumbered Cash, Ending	$ 40,869	$ 40,869

CITY OF DOWNS, KANSAS

SPECIAL PURPOSE FUND

HOUSING INITIATIVE FUND

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

	2024 Actual	2025 Actual	2025 Budget	2025 Variance - Over (Under)
Receipts				
Transfer from General Fund	$ -	$ 10,000	$ 10,000	$ -
Expenditures				
Housing Grant	-	2,000	$ 10,000	$ (8,000)
Receipts Over (Under) Expenditures	-	8,000		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ 8,000		

CITY OF DOWNS, KANSAS

BOND AND INTEREST FUND

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

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Ad valorem tax	$ 122,670	$ 135,309	$ 140,453	$ (5,144)
Delinquent tax	2,189	2,842	500	2,342
Motor vehicle tax	17,137	16,529	13,642	2,887
Recreational vehicle tax	403	370	332	38
16/20M vehicle tax	338	202	174	28
Commercial vehicle tax	715	463	886	(423)
Watercraft tax	-	-	214	(214)
Transfer from Water and Sewer Utility Fund	45,505	70,000	70,000	-
Total Receipts	188,957	225,715	$ 226,201	$ (486)
Expenditures				
Water loan - principal payment	92,782	95,489	$ 95,488	$ 1
Water loan - interest payment	37,124	33,658	29,022	4,636
Sewer loan - principal payment	48,553	15,368	15,368	-
Sewer loan - interest payment	8,443	1,394	1,394	-
Cash forward	-	-	143,774	(143,774)
Total Expenditures	186,902	145,909	$ 285,046	$ (139,137)
Receipts Over (Under) Expenditures	2,055	79,806		
Unencumbered Cash, Beginning	-	2,055		
Unencumbered Cash, Ending	$ 2,055	$ 81,861		

CITY OF DOWNS, KANSAS

BUSINESS FUND

WATER AND SEWER UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

For the Year Ended December 31, 2025

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

		2025		
	2024 Actual	Actual	Budget	Variance - Over (Under)
Receipts				
Water charges	$ 452,567	$ 518,152	$ 408,000	$ 110,152
Connection fees	1,707	650	100	550
Reimbursed expenses	900	-	1,000	(1,000)
Miscellaneous	15,468	13,875	-	13,875
Transfer from ARPA Fund	10,476	-	-	-
Total Receipts	481,118	532,677	$ 409,100	$ 123,577
Expenditures				
Water Production				
Personal services	34,255	23,164	$ 31,000	$ (7,836)
Contractual services	62,920	86,068	60,000	26,068
Commodities	71,968	42,727	92,000	(49,273)
Bobcat loader lease purchase	-	-	4,500	(4,500)
Ditch witch vacuum	-	-	5,791	(5,791)
Sewer				
Personal services	34,255	23,164	29,000	(5,836)
Contractual services	29,955	42,955	16,000	26,955
Commodities	2,798	18,594	15,000	3,594
Bobcat loader lease purchase	-	-	4,500	(4,500)
Ditch witch vacuum	-	-	5,791	(5,791)
General & Administration				
Personal services	9,867	12,677	34,000	(21,323)
Contractual services	37,419	7,526	33,000	(25,474)
Commodities	2,677	4,499	2,000	2,499
Other Expenditures				
Miscellaneous	8,439	7,961	-	7,961
Sales tax	4,708	5,377	3,000	2,377
Water protection fee	1,610	1,792	2,000	(208)
Capital outlay/lease payments	16,686	13,791	-	13,791
Transfer to Bond and Interest Fund	45,505	70,000	70,000	-
Transfer to General Fund	-	25,000	25,000	-
Cash forward	-	-	214,955	(214,955)
Total Expenditures	363,062	385,295	$ 647,537	$ (262,242)
Receipts Over (Under) Expenditures	118,056	147,382		
Unencumbered Cash, Beginning	239,589	357,645		
Unencumbered Cash, Ending	$ 357,645	$ 505,027		

CITY OF DOWNS, KANSAS

TRUST FUND

CEMETERY ENDOWMENT FUND

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

	2024	2025
Receipts		
Grants	$ -	$ -
Expenditures		
Commodities	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	18,067	18,067
Unencumbered Cash, Ending	$ 18,067	$ 18,067

CITY OF DOWNS, KANSAS

TRUST FUND

MARIE THOMAS TRUST FUND

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

	2024	2025
Receipts		
Grants	$ -	$ -
Expenditures		
Commodities	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	5,280	5,280
Unencumbered Cash, Ending	$ 5,280	$ 5,280

CITY OF DOWNS, KANSAS

AGENCY FUND

SCHEDULE OF RECEIPTS AND DISBURSEMENTS
Regulatory Basis
For the Year Ended December 31, 2025

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Water Meter Deposit Fund	$ 16,069	$ 4,415	$ 3,604	$ 16,880