

CITY OF GREAT BEND, KANSAS
Financial Statements
For the Year Ended December 31, 2025

This page intentionally left blank.

CITY OF GREAT BEND, KANSAS
 Financial Statements
 For the Year Ended December 31, 2025
 Table of Contents

	<u>Page Number</u>
INTRODUCTORY SECTION	
Table of Contents	i - ii
FINANCIAL SECTION	
Independent Auditor's Report	1 - 3
Summary Statement of Receipts, Expenditures and Unencumbered Cash	4
Notes to the Financial Statements	5 - 14
REGULATORY REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE 1	
Summary of Expenditures - Actual and Budget	15
SCHEDULE 2	
Schedule of Receipts and Expenditures - Actual and Budget and Actual Only	
General Fund	16 - 17
Special Alcohol Program Fund	18
Special Liability Expense Fund	19
Special Parks and Recreation Fund	20
Special Street Fund	21
Aquatic Facility Fund	22
Cemetery Perpetual Fund	23
Cemetery Perpetual Care North Cemetery Fund	24
Convention and Tourism Fund	25
Events Center Fund	26
Library Fund	27
Capital Equipment Reserve Funds	28
Capital Improvement Reserve Funds	29 - 30
Economic Development Fund	31
Health Insurance Benefit Fund	32
KDOT Grant Fund	33
Law Enforcement Grant Fund	34
Special Law Enforcement Trust Fund	35
Opioid Settlement Fund	36
Sales Tax Improvement Fund	37
Sales Tax Infrastructure Fund	38
Sales Tax Police Building Fund	39
Sales Tax Quality of Life Fund	40
American Rescue Plan Act Fund	41
Bond and Interest Fund	42
Airport Grant Fund	43
Water Improvements Fund	44
Airport T-Hanger Rental Fund	45
Sewer Disposal Fund	46
Water Utility Fund	47
Self Insured Fund	48
Sewage Treatment Plant Fund	49
Sewer Line Replacement Fund	50
Economic Development Revolving Loan Fund	51
John Trester Cemetery Trust Fund	52

CITY OF GREAT BEND, KANSAS
 Financial Statements
 For the Year Ended December 31, 2025
 Table of Contents
 (Continued)

	<u>Page Number</u>
SCHEDULE 3	
Summary of Receipts and Disbursements - Agency Funds	53
SCHEDULE 4	
Summary of Receipts and Expenditures - Actual Only	
Related Municipal Entity - Great Bend Commission on Aging	54
GOVERNMENTAL AUDIT SECTION	
Schedule of Expenditures of Federal Awards	55
Notes to the Schedule of Expenditures of Federal Awards	56
Schedule of Findings and Questioned Costs	57 - 59
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with "Government Auditing Standards"	60 - 61
Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance; And Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	62 - 63

AUDITING
ACCOUNTING
CONSULTING

INDEPENDENT AUDITOR'S REPORT

Mayor and City Council
City of Great Bend, Kansas

Report on the Audit of the Financial Statements

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 Great Bend, Kansas, (the City), as of and for the year ended December 31, 2025 and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis of Adverse and Unmodified Opinions" section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2025, or the changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

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

Basis for Adverse and Unmodified Opinions

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

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

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

Responsibilities of Management for the Financial Statement

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

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

In performing an audit in accordance with GAAS, we:

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

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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and the summary of receipts and disbursements-agency (Schedules 1, 2, and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated May 26, 2026, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is 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 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 the City's internal control over financial reporting and compliance.

Other Matter

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of the City of Great Bend, Kansas as of and for the year ended December 31, 2024 (not presented herein), and have issued our report thereon dated May 21, 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/oar/municipalservices>. 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.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

May 26, 2026

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

<u>Funds</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add: Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
General Funds:							
General	\$ 6,485,515	\$ -	\$ 19,044,600	\$ 19,365,698	\$ 6,164,417	\$ 323,825	\$ 6,488,242
Special Purpose Funds:							
Special Alcohol Program	104,615	-	58,696	108,492	54,819	-	54,819
Special Liability Expense	28,480	-	364,084	353,880	38,684	528	39,212
Special Parks and Recreation	64,234	-	56,443	64,733	55,944	-	55,944
Special Street	436,532	-	513,139	497,436	452,235	10,939	463,174
Aquatic Facility	68,311	-	215,477	219,220	64,568	-	64,568
Cemetery Perpetual	82,236	-	4,013	-	86,249	-	86,249
Cemetery Perpetual							
Care North Cemetery	39,652	-	-	-	39,652	-	39,652
Convention and Tourism	871,998	-	328,132	269,750	930,380	5,589	935,969
Events Center	235,961	-	138,707	121,695	252,973	-	252,973
Library	8,698	-	659,524	650,000	18,222	-	18,222
Capital Equipment Reserve	3,218,085	-	459,415	1,041,161	2,636,339	36,388	2,672,727
Capital Improvements Reserve	4,235,768	-	6,664,571	7,135,277	3,765,062	4,749,432	8,514,494
Economic Development	1,508,112	-	500,312	411,729	1,596,695	728	1,597,423
Health Insurance Benefit	-	-	-	-	-	-	-
KDOT Grant	1,001,521	-	587,198	602,116	986,603	61,461	1,048,064
Law Enforcement Grant	9,106	-	-	-	9,106	-	9,106
Special Law Enforcement Trust	36,440	-	3,731	28,474	11,697	-	11,697
Opioid Settlement	91,477	-	26,843	46,065	72,255	-	72,255
Sales Tax Improvement	1,561,368	-	1,210,192	1,023,982	1,747,578	122,906	1,870,484
Sales Tax Infrastructure	5,846,133	-	1,089,173	2,246,491	4,688,815	2,301,780	6,990,595
Sales Tax Police Building	-	-	140,677	-	140,677	-	140,677
Sales Tax Quality of Life	548,843	-	727,723	776,380	500,186	705,000	1,205,186
American Rescue Plan Act	1,003,036	-	169,389	668,337	504,088	-	504,088
Bond and Interest Funds:							
Bond and Interest	1,394,592	-	480,774	441,234	1,434,132	-	1,434,132
Capital Project Funds:							
Airport Grant	710,718	-	564,276	600,836	674,158	64,197	738,355
Water Improvements	10,655	-	-	-	10,655	-	10,655
Business Funds:							
Airport T-Hanger Rental	106,519	-	179,167	181,104	104,582	-	104,582
Sewer Disposal	1,953,797	-	3,055,364	2,940,633	2,068,528	35,212	2,103,740
Water Utility	1,972,886	-	2,665,825	2,333,899	2,304,812	29,770	2,334,582
Self Insured	1,447,548	-	1,789,015	1,849,255	1,387,308	-	1,387,308
Sewage Treatment Plant	820,953	-	170,000	176,790	814,163	-	814,163
Sewer Line Replacement	1,040,044	-	92,943	-	1,132,987	-	1,132,987
Trust Funds:							
Economic Development							
Revolving Loan	10,490	-	-	-	10,490	-	10,490
John Trester Cemetery Trust	385,363	-	13,400	20,684	378,079	-	378,079
Related Municipal Entities:							
Great Bend Commission on Aging	173,459	-	507,250	554,453	126,256	5,143	131,399
Total Reporting Entity [Excluding Agency Funds]	<u>\$ 37,513,145</u>	<u>\$ -</u>	<u>\$ 42,480,053</u>	<u>\$ 44,729,804</u>	<u>\$ 35,263,394</u>	<u>\$ 8,452,898</u>	<u>\$ 43,716,292</u>

Composition of Cash:		
Checking		\$ 30,023,862
Certificates of Deposit		13,834,984
Petty Cash		1,705
Commission on Aging Checking		23,952
Commission on Aging Savings		8,090
Commission on Aging Certificates of Deposit		99,357
Total Cash		43,991,950
Agency Funds per Schedule 3		<u>[275,658]</u>
Total Reporting Entity [Excluding Agency Funds]		<u>\$ 43,716,292</u>

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

CITY OF GREAT BEND, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2025

NOTE 1 - Summary of Significant Accounting Policies

The City of Great Bend, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Financial Reporting Entity

The City is a municipal corporation governed by an elected mayor and elected eight-member council. This financial statement presents the City of Great Bend, Kansas.

Related Municipal Entities. A related municipal entity (RME) 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. RMEs are not required to be included in the City's audited financial statements by the *Kansas Municipal Audit and Accounting Guide* (KMAAG). Based upon the application of this criterion, the following is a brief review of related municipal entities:

Great Bend Public Library - The Great Bend Public 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 Board's members are appointed by the City Council. The City substantially funds the library's operations by levying tax dollars for the library. Audited financial statements can be obtained by contacting the library's office.

Great Bend Housing Authority - The City's Housing Authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. The Board's members are appointed by the Mayor and City Council. Audited financial statements can be obtained by contacting the housing authority's office.

Great Bend Commission on Aging - The Great Bend Commission on Aging operates the City's public transportation. 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 Board's members are appointed by the Mayor and City Council.

Basis of Accounting

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

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

Reimbursements

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

CITY OF GREAT BEND, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2025

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Basis of Presentation - Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

Regulatory Basis Fund Types

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

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

Special Purpose Fund - used to account for the proceeds of specific tax levies and other specific regulatory basis 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 Projects 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 - fund financed in whole or in part by fees charged to users of the goods or services (enterprise and internal service funds).

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

Agency Fund - fund used to report assets held by the municipal reporting entity capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest 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 of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

If the City is holding a revenue neutral rate hearing, the budget timeline for the public hearing is adjusted to no sooner than August 20th and no later than September 20th, but at least 10 days after all statutory notification and publication requirements have been met. Municipal budgets requiring a hearing to exceed the revenue neutral rate should be adopted on or before October 1st but may not be adopted prior to the revenue neutral rate hearing. The City did hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held, and the governing body may amend the budget at that time. The budget was not amended during the year ended December 31, 2025.

CITY OF GREAT BEND, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2025

NOTE 1 - Summary of Significant Accounting Policies (Continued)

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

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

A legal operating budget is not required for capital projects funds, trust funds agency funds, and the following funds:

Capital Equipment Reserve Funds	American Rescue Plan Act Fund	Sales Tax Improvement Fund
Capital Improvement Reserve Funds	Opioid Settlement Fund	Sales Tax Infrastructure Fund
Economic Development Fund	Law Enforcement Grant Fund	Sales Tax Police Building Fund
Health Insurance Benefit Fund	Special Law Enforcement Trust Fund	Sales Tax Quality of Life Fund
KDOT Grant 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.

NOTE 2 - Deposits and Investments

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

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

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

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

As of December 31, 2025, the City's carrying amount of deposits was \$43,860,547 and the bank balance was \$45,591,373. The bank balance was held by five banks which alleviates a concentration of credit risk. Of the bank balance, \$11,877,074 was covered by federal depository insurance and the balance of \$33,714,298 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

As of December 31, 2025, the Commission on Aging's carrying amount of deposits was \$131,399 and the bank balance was \$141,492. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$141,492 was covered by federal depository insurance.

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.

CITY OF GREAT BEND, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2025

NOTE 3 - Defined Contribution Pension Plan

Plan Description. The City sponsors a defined-contribution pension plan administered by ICMA Retirement Corporation, hereafter referred to as the Defined Contribution Plan. The Defined Contribution Plan covers all full-time employees.

Contributions. Participants are required to contribute 4.5% of annual earnings for the Defined Contribution Plan year and the City matches 8.50% for all employees. Earnings are defined as participant's base salary or wages. The following is a vesting schedule for the Defined Contribution Plan:

Years of Completed Service	Vesting Percent
0	0%
2	25%
3	50%
4	75%
5	100%

For the year ended December 31, 2025, City contributions to the Defined Contribution Plan were \$600,339.

NOTE 4 - Profit-Sharing Plan

Plan Description. On October 1, 2022, the City began sponsoring a profit-sharing plan administered by the ICMA Retirement Corporation, hereafter referred to as the Profit-Sharing Plan. The Profit-Sharing Plan covers uniformed public safety employees.

Contributions. The City will determine the amount of employer contributions to be made to the Profit-Sharing Plan for each plan year. The amount of employer contributions to be allocated to the account of each participant will be based on the ratio for the plan year that such participant's earnings bears to the earnings of all participants eligible for contributions. The following is a vesting schedule for the Profit-Sharing Plan:

Years of Completed Service	Vesting Percent
4	0%
5	50%
6	60%
7	70%
8	80%
9	90%
10	100%

For the year ended December 31, 2025, City contributions to the Profit-Sharing Plan were \$950,074.

NOTE 5 - Deferred Compensation Plan

The City offers its employees a deferred compensation plan ("Plan") created in accordance with Internal Revenue Code Section 457(b). The Plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. All amounts of compensation deferred under the Plan are transferred to a third-party custodial trust. The City is not required to make any contributions.

CITY OF GREAT BEND, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2025

NOTE 6 - Other Long-Term Obligations from Operations

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

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

NOTE 7 - Medical Self-Insurance Plan

Plan Description. During the year ended December 31, 2025, employees of the City of Great Bend, Kansas were covered by the City's medical self-insurance plan (the "plan"). The City's plan is a paid contract with all unused reserved fund classified as unencumbered at the fiscal year end. The premium contributed is approximately \$1,353 to \$1,723 per month per employee with a family and \$437 to \$556 per month for single coverage depending on the coverage chosen. The City contributes \$1,348 for an employee with a family and \$435 for a single employee, with the employee paying the difference through authorized payroll withholdings. Claims were paid by a third-party administrator acting on behalf of the City. The administration contract between the City and the third-party administrator is renewable annually and administration fees are included in the contractual provisions.

Excess Claim Coverage. The City was protected against unanticipated catastrophic individual loss or aggregate loss by stop loss coverage carried through Blue Cross Blue Shield. Stop loss coverage was in effect for individual claims exceeding \$75,000 and for aggregate loss, which is based on a factor determined monthly by Blue Cross Blue Shield. The aggregate stop loss coverage for the year ended 2025 was \$1,562,497.

The below table summarizes activity for the years ended December 31, 2024 and 2025.

	<u>2024</u>	<u>2025</u>
Unpaid claims, January 1	\$ 90,486	\$ 396,518
Incurred claims (including IBNRs)	1,885,839	922,271
Claim payments	<u>[1,579,807]</u>	<u>[1,236,169]</u>
Unpaid claims, December 31	<u>\$ 396,518</u>	<u>\$ 82,620</u>

Total assets available to pay claims for the years ended December 31, 2024 and 2025 were \$1,447,548 and \$1,387,308, which are accounted for in the City's Self Insured Fund.

NOTE 8 - Compensated Absences

Per the City's vacation policy, employees accrue vacation time as follows:

Non-24 Hour Shift Full-Time Employees		24 Hour Shift Full-Time Employees	
Years of Completed Service	Hours Earned Per Month	Years of Completed Service	Hours Earned Per Month
0 - 4	8	0 - 4	12
5 - 9	10	5 - 9	15
10 - 14	11.34	10 - 14	17
15 - 19	13.34	15 - 19	20
20 and Over	14	20 and Over	21

CITY OF GREAT BEND, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2025

NOTE 8 - Compensated Absences (Continued)

Part-time employees of the City who work at least 20 or more hours per week or 1,040 hours per year shall earn vacation at the rate of 4 hours each month of employment.

Vacation may not be taken until the employee completes three months of service. The maximum accrual for vacation shall be no more than 240 hours for non-24-hour shift employees and 360 hours for 24-hour shift employees.

Sick Leave. The City's policy for sick leave permits a non-24 hour shift full-time employee to earn sick leave at the rate of 8 hours per calendar month up to a maximum of 480 hours. 24-hour shift full-time employees shall earn sick leave at a rate of 12 hours per calendar month up to a maximum of 720 hours. For those employees who have attained and maintained a maximum accumulation of sick leave and are terminated in good standing, the City will pay them 25% of their accumulated sick leave at their current rate of pay.

Personal Leave. When an employee of the City reaches and maintains maximum accumulation of sick leave hours, the accrual shall be converted to personal leave. Conversion shall occur at the rate of 4 hours personal leave for each 8 hours of sick leave for non-24-hour shift employees with a maximum accrual of 48 hours and for 24-hour shift employees it shall accrue at the rate of 6 hours of personal leave for each 12 hours of sick leave up to a maximum of 72 hours. The City will pay employees upon approval of the department head and terminating in good standing, 100% of their accumulated personal leave at their current rate of pay.

Injury Leave. Full-time non-24-hour shift employees shall earn injury leave at the rate of 8 hours per calendar month with a maximum accumulation of 480 hours. Full-time 24-hour shift employees shall earn 12 hours per calendar month with a maximum accumulation of 720 hours.

It is the City's policy to recognize the costs of compensated absences when actually paid.

NOTE 9 - Flexible Benefit Plan (I.R.C. Section 125)

The City Council has adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Code. All full-time City employees are eligible to participate in the Plan. Each participant may elect to reduce his or her salary to purchase benefits offered through the Plan. Currently, all benefits offered through the Plan involve insurance coverage, unreimbursed medical care and dependent care assistance.

NOTE 10 - Contingencies

The City receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with the terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims would not have a material effect on any of the financial statements of the City as of December 31, 2025.

CITY OF GREAT BEND, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2025

NOTE 12 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City has been unable to obtain workers' compensation insurance at a cost it considered to be economically justifiable. For this reason, the City joined together with other cities in the State to participate in the Kansas Municipal Insurance Trust, a public entity risk pool currently operating as a common risk management and insurance program for participating members.

The City pays an annual premium to Kansas Municipal Insurance Trust for its workers' compensation insurance coverage. The agreement to participate provides that the Kansas Municipal Insurance Trust will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$500,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by Kansas Municipal Insurance Trust management.

The City carries commercial insurance for all other risks of loss, including property and equipment, general liability, cyber liability, automobile, law enforcement liability, professional liability, airport property liability, and employee dishonesty. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 13 - Interfund Transfers

Interfund transfers for the year ended December 31, 2025 were as follows:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Regulatory Authority</u>
General	Sales Tax Quality of Life	\$ 726,115	Council Resolution
General	Sales Tax Police Building	140,677	Council Resolution
General	Capital Equipment Reserve	287,500	K.S.A. 12-1,117
General	Bond and Interest	343,400	Bond Indenture
General	Construction Projects	300,000	K.S.A. 12-1,118
General	Economic Development	484,077	Council Resolution
General	Sales Tax Infrastructure	1,089,173	Council Resolution
General	Sales Tax Improvement	1,210,192	Council Resolution
Sewer Disposal	Water Utility	122,000	K.S.A. 12-825d
Sewer Disposal	Sewage Treatment Plant	170,000	K.S.A. 12-825d
Sewer Disposal	Sewer Line Replacement	90,000	K.S.A. 12-825d
Sewer Disposal	General	305,000	K.S.A. 12-825d
Water Utility	General	120,000	K.S.A. 12-825d
Water Utility	Capital Equipment Reserve	35,000	K.S.A. 12-825d
Water Utility	Construction Projects	75,000	K.S.A. 12-825d
Airport T-Hangar Rental	Airport Grant	110,000	K.S.A. 12-825d
Economic Development	General	100,000	Council Resolution
Construction Projects	Aquatic Facility	115,000	Council Resolution
American Rescue Plan Act	Construction Projects	656,500	K.S.A. 12-1,118
Capital Equipment Reserve	Construction Projects	<u>663,936</u>	K.S.A. 12-1,117
		<u>\$ 7,143,571</u>	

CITY OF GREAT BEND, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2025

NOTE 14 - Long-Term Debt

The following table summarizes changes in the City's long-term debt for the year ended December 31, 2025:

<u>Type of Issue</u>	Beginning Principal <u>Outstanding</u>	Additions to Principal	Reductions of Principal	Ending Principal <u>Outstanding</u>	<u>Interest Paid</u>
General Obligation Bonds	\$ 10,640,000	\$ -	\$ 705,000	\$ 9,935,000	\$ 277,254
Revolving Loans	2,094,337	-	98,122	1,996,215	26,288
Finance Leases	169,807	-	54,906	114,901	5,179
Total	\$ 12,904,144	\$ -	\$ 858,028	\$ 12,046,116	\$ 308,721

General Obligation Bonds. The following table details the City's outstanding general obligation debt:

<u>General Obligation Bonds</u>	<u>Interest Rates</u>	Amount <u>Outstanding</u>	<u>Original Amount</u>	<u>Date of Issue</u>	<u>Final Maturity</u>
Series 2016-A - Water System Refunding Bonds	2.00% - 3.00%	\$ 4,805,000	\$ 8,040,000	10/20/2016	9/1/2037
Series 2019	3.00%	380,000	865,000	8/1/2019	8/1/2029
Series 2021-A	2.00% - 4.00%	4,750,000	5,425,000	12/30/2021	12/1/2042
		<u>\$ 9,935,000</u>			

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

Year Ending <u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 725,000	\$ 257,892	\$ 982,892
2027	755,000	236,236	991,236
2028	770,000	213,676	983,676
2029	800,000	190,590	990,590
2030	720,000	166,600	886,600
2031 - 2035	3,270,000	586,350	3,856,350
2036 - 2040	2,390,000	182,950	2,572,950
2041 - 2042	505,000	13,500	518,500
	<u>\$ 9,935,000</u>	<u>\$ 1,847,794</u>	<u>\$ 11,782,794</u>

Revolving Loans. The following table details the City's outstanding revolving loans:

<u>Revolving Loans</u>	<u>Interest Rate</u>	<u>Outstanding Amount</u>	<u>Original Amount</u>	<u>Date Issued</u>	<u>Final Maturity</u>
KPWSLF Project No. 3068	1.27%	\$ 1,996,215	\$ 2,200,000	10/25/2021	8/1/2043

CITY OF GREAT BEND, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2025

NOTE 14 - Long-Term Debt (Continued)

Annual debt service requirements to maturity for the revolving loan are as follows:

Year Ending <u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 99,372	\$ 25,037	\$ 124,908
2027	100,638	23,771	124,908
2028	101,920	22,489	124,908
2029	103,219	21,191	124,907
2030	104,534	19,876	124,907
2031 - 2035	542,989	79,059	624,539
2036 - 2040	578,471	43,577	624,539
2041 - 2043	365,072	8,157	624,539
	<u>\$ 1,996,215</u>	<u>\$ 243,157</u>	<u>\$ 2,498,155</u>

Finance Leases. The following table details the City's outstanding finance leases:

<u>Finance Leases</u>	<u>Interest Rates</u>	<u>Amount Outstanding</u>	<u>Original Amount</u>	<u>Date of Issue</u>	<u>Final Maturity</u>
2023 Elgin Pelican Sweeper	3.00%	<u>\$ 114,901</u>	<u>\$ 223,105</u>	2/9/2023	2/9/2027

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

Year Ending <u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2026	\$ 56,590	\$ 3,495	\$ 60,085
2027	58,311	1,774	60,085
	<u>\$ 114,901</u>	<u>\$ 5,269</u>	<u>\$ 120,170</u>

Legal Debt Margin. The City is subject to the municipal finance law of the State of Kansas which limits the net bonded debt the City may have outstanding up to 30 percent of the assessed value of all tangible personal property within the City, as certified to the County Clerk on the proceeding August 25. As of December 31, 2025, the statutory limit for the City was approximately \$39,568,980, providing a debt margin of \$34,438,980. The City's Series 2016-A Water System Refunding Bonds are exempt from this limit.

NOTE 15 - Conduit Debt

From time to time, the City of Great Bend, Kansas has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are generally payable from and secured by the project financed and if needed, additional assets or revenues of the private-sector entities serviced by the bond issuance. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private sector entity served by the bond issuance. Neither the City, State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds.

Accordingly, the bonds are not reported as liabilities in the accompanying schedule. As of December 31, 2025, there was one industrial revenue bond outstanding with total principal payable of \$85,833.

CITY OF GREAT BEND, KANSAS
Notes to the Financial Statements
For the Year Ended December 31, 2025

NOTE 16 - Capital Projects

Capital projects often extend over two or more fiscal years. The following is a schedule which compares the project authorization to total project expenditures from project inception to December 31, 2025:

Project Name	Project Authorization	Expenditures	
		Through 12/31/25	Estimated Completion
Automated Meter Reading System	\$ 2,461,632	\$ 2,493,627	Completed
Asphalt Resurfacing	938,900	908,995	6/30/2026
Heizer Park Improvements Irrigation	26,881	26,881	Completed
Heizer Park Mini Pitch System	128,750	128,750	Completed
Heizer Park Bathrooms	92,743	92,743	Completed
Storm Damage Repairs	9,384,942	9,384,942	Completed
Weirs, Baffles, & Launder Covers	170,772	170,772	Completed
Dragstrip Rebuild	5,912,443	1,191,261	6/30/2026
Finance Software Conversion	98,778	83,849	8/31/2026
2024 CCLIP US 281 & 56 Improvements	493,482	493,482	Completed
Mini-pitch Surfacing	27,930	27,930	Completed
Water System Preliminary Report	75,000	67,500	2/28/2026
Wastewater Treatment Facility Preliminary Report	85,000	72,250	5/31/2026
Electric Work at WPC	58,157	58,157	Completed
Pavement Markings on 10th Street	67,574	67,574	Completed
14 Manhole Rehabs	49,120	49,120	Completed
Airport Runway Amendment #1	65,000	53,936	5/31/2026
New Piping & Installation Harrison Well #4	29,627	29,627	Completed
Airport Runway Rehabilitation	535,836	482,704	1/31/2026
2025 Asphalt Resurfacing Project	1,022,812	1,022,812	Completed
Pool Concept Design of Wetlands Waterpark	30,000	30,000	Completed
STAR Bond Oversight	28,515	14,258	2/28/2026
UV System Maintenance	52,322	52,322	Completed
Pool Design Concept	705,000	-	8/31/2026
	<u>\$22,541,216</u>	<u>\$17,003,490</u>	

NOTE 17 - Litigation

The City is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the City.

NOTE 18 - Related Party Transactions

The City paid \$30,141 for mechanical services to a company owned by a member of the City Council during the year ended December 31, 2025. The City also paid \$24,382 for sound and lighting services to a company owned by another member of the City Council during the year ended December 31, 2025

This page intentionally left blank.

SCHEDULE 1

CITY OF GREAT BEND, KANSAS
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2025

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance- Over [Under]</u>
General Funds:					
General	\$ 23,189,500	\$ -	\$ 23,189,500	\$ 19,365,698	\$ [3,823,802]
Special Purpose Funds:					
Special Alcohol Program	148,000	-	148,000	108,492	[39,508]
Special Liability Expense	375,500	-	375,500	353,880	[21,620]
Special Parks and Recreation	102,000	-	102,000	64,733	[37,267]
Special Street	594,000	-	594,000	497,436	[96,564]
Aquatic Facility	261,000	-	261,000	219,220	[41,780]
Cemetery Perpetual	74,000	-	74,000	-	[74,000]
Cemetery Perpetual Care North Cemetery	32,000	-	32,000	-	[32,000]
Convention and Tourism	324,500	-	324,500	269,750	[54,750]
Events Center	259,000	-	259,000	121,695	[137,305]
Library	700,000	-	700,000	650,000	[50,000]
Bond and Interest Funds:					
Bond and Interest	841,000	-	841,000	441,234	[399,766]
Business Funds:					
Airport T-Hanger Rental	200,000	-	200,000	181,104	[18,896]
Sewer Disposal	2,975,000	-	2,975,000	2,940,633	[34,367]
Water Utility	2,701,000	315,843	3,016,843	2,333,899	[682,944]

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 4,726,908	\$ 4,787,001	\$ 4,941,313	\$ [154,312]
Delinquent	120,106	89,799	90,000	[201]
Motor Vehicle	786,897	715,129	671,405	43,724
Local Alcohol Liquor	56,575	56,443	58,700	[2,257]
County Sales	3,030,810	2,972,421	2,600,000	372,421
City Sales	5,839,356	5,808,923	5,265,000	543,923
Federal Aid	92,852	-	-	-
Ambulance Service	1,078,261	1,046,331	890,000	156,331
Airport Income	39,267	43,078	41,000	2,078
Franchise Fees	1,135,690	1,339,140	1,250,000	89,140
Rural Fire Protection	150,570	155,076	152,000	3,076
Licenses, Fees and Permits	162,737	100,115	105,000	[4,885]
Charges for Services	93,092	75,394	63,000	12,394
Donations	100,774	67,187	83,000	[15,813]
Police Fines and Charges	317,739	276,775	272,000	4,775
Reimbursed Expenses	156,279	181,032	209,267	[28,235]
Sales of Assets	22,606	23,253	18,000	5,253
Raptor Center Sales	47,678	43,087	42,000	1,087
Interest Income	641,835	762,975	300,000	462,975
CID #3	2,561	3,194	2,000	1,194
CID #2	3,078	3,172	2,500	672
Transfers In	682,946	525,000	524,000	1,000
Neighborhood Revitalization Rebate	[54,677]	[29,925]	[80,000]	50,075
Total Receipts	<u>19,233,940</u>	<u>19,044,600</u>	<u>\$ 17,500,185</u>	<u>\$ 1,544,415</u>

See independent auditor's report on the financial statements.

SCHEDULE 2 - 1 (Continued)

CITY OF GREAT BEND, KANSAS
 General Fund - Continued
 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Expenditures				
Administrative Finance	\$ 920,328	\$ 942,928	\$ 998,000	\$ [55,072]
Public Safety				
Police Department	3,932,295	3,975,443	4,040,000	[64,557]
Fire Department	3,534,729	3,814,442	3,798,000	16,442
Flood Control	94,107	138,361	223,000	[84,639]
Municipal Court	281,954	279,731	339,000	[59,269]
Engineering	158,951	150,681	205,000	[54,319]
Street Department	761,685	824,470	918,000	[93,530]
Zoo	694,392	759,812	784,000	[24,188]
Park Department	1,209,721	1,374,341	1,427,000	[52,659]
Cemetery	270,474	273,730	374,000	[100,270]
Airport	318,626	352,954	363,000	[10,046]
Other Agencies	335,882	389,346	372,500	16,846
Contingencies	592,748	396,782	468,783	[72,001]
Capital Outlay	228,033	275,435	4,418,000	[4,142,565]
Employee Benefits	172,059	209,401	185,001	24,400
Commission on Aging	263,493	244,575	247,217	[2,642]
Inspections/Property Maintenance	316,124	382,132	444,000	[61,868]
Transfers Out	<u>5,178,502</u>	<u>4,581,134</u>	<u>3,584,999</u>	<u>996,135</u>
Total Expenditures	<u>19,264,103</u>	<u>19,365,698</u>	<u>\$ 23,189,500</u>	<u>\$ [3,823,802]</u>
Receipts Over [Under] Expenditures	[30,163]	[321,098]		
Unencumbered Cash, Beginning	<u>6,515,678</u>	<u>6,485,515</u>		
Unencumbered Cash, Ending	<u>\$ 6,485,515</u>	<u>\$ 6,164,417</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Special Alcohol Program 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues				
Local Alcohol Liquor	\$ 56,575	\$ 56,443	\$ 58,699	\$ [2,256]
Donations	<u>500</u>	<u>2,253</u>	<u>3,301</u>	<u>[1,048]</u>
Total Receipts	<u>57,075</u>	<u>58,696</u>	<u>\$ 62,000</u>	<u>\$ [3,304]</u>
Expenditures				
Contractual Services	<u>39,042</u>	<u>108,492</u>	<u>\$ 148,000</u>	<u>\$ [39,508]</u>
Total Expenditures	<u>39,042</u>	<u>108,492</u>	<u>\$ 148,000</u>	<u>\$ [39,508]</u>
Receipts Over [Under] Expenditures	18,033	[49,796]		
Unencumbered Cash, Beginning	<u>86,582</u>	<u>104,615</u>		
Unencumbered Cash, Ending	<u>\$ 104,615</u>	<u>\$ 54,819</u>		

See independent auditor's report on the financial statements.

SCHEDULE 2 - 3

CITY OF GREAT BEND, KANSAS
 Special Liability Expense 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 288,413	\$ 316,972	\$ 327,580	\$ [10,608]
Delinquent	7,097	5,462	5,000	462
Motor Vehicle	47,356	43,634	40,990	2,644
Neighborhood Revitalization Rebate	<u>[3,330]</u>	<u>[1,984]</u>	<u>[4,500]</u>	<u>2,516</u>
Total Receipts	<u>339,536</u>	<u>364,084</u>	<u>\$ 369,070</u>	<u>\$ [4,986]</u>
Expenditures				
Personnel Services	22,976	16,619	\$ 41,500	\$ [24,881]
Contractual Services	<u>317,081</u>	<u>337,261</u>	<u>334,000</u>	<u>3,261</u>
Total Expenditures	<u>340,057</u>	<u>353,880</u>	<u>\$ 375,500</u>	<u>\$ [21,620]</u>
Receipts Over [Under] Expenditures	[521]	10,204		
Unencumbered Cash, Beginning	<u>29,001</u>	<u>28,480</u>		
Unencumbered Cash, Ending	<u>\$ 28,480</u>	<u>\$ 38,684</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, 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 Totals for the Prior Year Ended December 31, 2024)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues				
Local Alcohol Liquor	\$ 56,575	\$ 56,443	\$ 58,699	\$ [2,256]
Miscellaneous	<u>-</u>	<u>-</u>	<u>301</u>	<u>[301]</u>
Total Receipts	<u>56,575</u>	<u>56,443</u>	<u>\$ 59,000</u>	<u>\$ [2,557]</u>
Expenditures				
Contractual Services	10,492	13,842	\$ 36,000	\$ [22,158]
Commodities	41,265	50,891	34,000	16,891
Capital Outlay	<u>18,000</u>	<u>-</u>	<u>32,000</u>	<u>[32,000]</u>
Total Expenditures	<u>69,757</u>	<u>64,733</u>	<u>\$ 102,000</u>	<u>\$ [37,267]</u>
Receipts Over [Under] Expenditures	[13,182]	[8,290]		
Unencumbered Cash, Beginning	<u>77,416</u>	<u>64,234</u>		
Unencumbered Cash, Ending	<u>\$ 64,234</u>	<u>\$ 55,944</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Special Street 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues				
Gasoline Tax	\$ 392,174	\$ 387,920	\$ 405,170	\$ [17,250]
State Highway Maintenance	<u>120,622</u>	<u>125,219</u>	<u>108,830</u>	<u>16,389</u>
Total Receipts	<u>512,796</u>	<u>513,139</u>	<u>\$ 514,000</u>	<u>\$ [861]</u>
Expenditures				
Personal Services	516,970	497,436	\$ 539,000	\$ [41,564]
Capital Outlay	<u>-</u>	<u>-</u>	<u>55,000</u>	<u>[55,000]</u>
Total Expenditures	<u>516,970</u>	<u>497,436</u>	<u>\$ 594,000</u>	<u>\$ [96,564]</u>
Receipts Over [Under] Expenditures	[4,174]	15,703		
Unencumbered Cash, Beginning	<u>440,706</u>	<u>436,532</u>		
Unencumbered Cash, Ending	<u>\$ 436,532</u>	<u>\$ 452,235</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Aquatic Facility 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Admissions	\$ 75,094	\$ 61,493	\$ 75,000	\$ [13,507]
Concessions	36,499	37,715	40,000	[2,285]
Reimbursed Expenses	76	1,269	-	1,269
Transfers In	<u>115,000</u>	<u>115,000</u>	<u>115,000</u>	<u>-</u>
Total Receipts	<u>226,669</u>	<u>215,477</u>	<u>\$ 230,000</u>	<u>\$ [14,523]</u>
Expenditures				
Personal Services	122,901	125,985	\$ 161,000	\$ [35,015]
Contractual Services and Commodities	83,324	93,235	98,500	[5,265]
Contingencies	-	-	1,500	[1,500]
Total Expenditures	<u>206,225</u>	<u>219,220</u>	<u>\$ 261,000</u>	<u>\$ [41,780]</u>
Receipts Over [Under] Expenditures	20,444	[3,743]		
Unencumbered Cash, Beginning	<u>47,867</u>	<u>68,311</u>		
Unencumbered Cash, Ending	<u>\$ 68,311</u>	<u>\$ 64,568</u>		

See independent auditor's report on the financial statements.

SCHEDULE 2 - 7

CITY OF GREAT BEND, KANSAS
 Cemetery Perpetual 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Sale of Cemetery Lots	\$ 2,700	\$ 4,013	\$ 100	\$ 3,913
Total Receipts	<u>2,700</u>	<u>4,013</u>	<u>\$ 100</u>	<u>\$ 3,913</u>
Expenditures				
Capital Outlay	40,000	-	\$ 74,000	\$ [74,000]
Total Expenditures	<u>40,000</u>	<u>-</u>	<u>\$ 74,000</u>	<u>\$ [74,000]</u>
Receipts Over [Under] Expenditures	[37,300]	4,013		
Unencumbered Cash, Beginning	<u>119,536</u>	<u>82,236</u>		
Unencumbered Cash, Ending	<u>\$ 82,236</u>	<u>\$ 86,249</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Cemetery Perpetual Care North 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Sale of Cemetery Lots	\$ -	\$ -	\$ 2,500	\$ [2,500]
Total Receipts	<u>-</u>	<u>-</u>	<u>\$ 2,500</u>	<u>\$ [2,500]</u>
Expenditures				
Capital Outlay	-	-	\$ 32,000	\$ [32,000]
Total Expenditures	<u>-</u>	<u>-</u>	<u>\$ 32,000</u>	<u>\$ [32,000]</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>39,652</u>	<u>39,652</u>		
Unencumbered Cash, Ending	<u>\$ 39,652</u>	<u>\$ 39,652</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Convention and Tourism 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues				
Transient Guest Tax	\$ 316,135	\$ 318,186	\$ 319,000	\$ [814]
Federal Aid	2,119	-	-	-
State Aid	12,200	-	-	-
Reimbursed Expenses	1,202	5,606	1,000	4,606
Miscellaneous	15,015	2,855	-	2,855
Interest Income	22	1,485	-	1,485
Total Receipts	<u>346,693</u>	<u>328,132</u>	<u>\$ 320,000</u>	<u>\$ 8,132</u>
Expenditures				
Personal Services	153,982	175,360	\$ 202,500	\$ [27,140]
Other Services and Charges	<u>126,078</u>	<u>94,390</u>	<u>122,000</u>	<u>[27,610]</u>
Total Expenditures	<u>280,060</u>	<u>269,750</u>	<u>\$ 324,500</u>	<u>\$ [54,750]</u>
Receipts Over [Under] Expenditures	66,633	58,382		
Unencumbered Cash, Beginning	<u>805,365</u>	<u>871,998</u>		
Unencumbered Cash, Ending	<u>\$ 871,998</u>	<u>\$ 930,380</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Events Center 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues				
Transient Guest Tax	\$ 63,227	\$ 63,637	\$ 57,000	\$ 6,637
Rent Income	<u>73,487</u>	<u>75,070</u>	<u>60,000</u>	<u>15,070</u>
Total Receipts	<u>136,714</u>	<u>138,707</u>	<u>\$ 117,000</u>	<u>\$ 21,707</u>
Expenditures				
Personal Services	-	15,032	\$ -	\$ 15,032
Contractual Services	75,757	98,993	110,000	[11,007]
Capital Outlay	<u>55,298</u>	<u>7,670</u>	<u>149,000</u>	<u>[141,330]</u>
Total Expenditures	<u>131,055</u>	<u>121,695</u>	<u>\$ 259,000</u>	<u>\$ [137,305]</u>
Receipts Over [Under] Expenditures	5,659	17,012		
Unencumbered Cash, Beginning	<u>230,302</u>	<u>235,961</u>		
Unencumbered Cash, Ending	<u>\$ 235,961</u>	<u>\$ 252,973</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 561,795	\$ 567,710	\$ 586,080	\$ [18,370]
Delinquent	14,218	10,534	10,500	34
Motor Vehicle	89,130	84,829	79,756	5,073
Miscellaneous	-	-	50,000	[50,000]
Neighborhood Revitalization Rebate	[6,445]	[3,549]	[12,000]	8,451
Total Receipts	<u>658,698</u>	<u>659,524</u>	<u>\$ 714,336</u>	<u>\$ [54,812]</u>
Expenditures				
Appropriation to Library	650,000	650,000	\$ 650,000	\$ -
Miscellaneous	-	-	50,000	[50,000]
Total Expenditures	<u>650,000</u>	<u>650,000</u>	<u>\$ 700,000</u>	<u>\$ [50,000]</u>
Receipts Over [Under] Expenditures	8,698	9,524		
Unencumbered Cash, Beginning	-	8,698		
Unencumbered Cash, Ending	<u>\$ 8,698</u>	<u>\$ 18,222</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Capital Equipment Reserve Funds
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Year Ended December 31, 2025
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	<u>Equipment</u>	<u>Police</u>	<u>Fire</u>	For the Year Ended December 31,	
				<u>2025</u>	<u>2024</u>
Receipts					
Miscellaneous	\$ 106,042	\$ -	\$ -	\$ 106,042	\$ 74,240
Federal Grants	22,643	-	-	22,643	-
Reimbursed Expenses	5,930	-	-	5,930	73,007
Donations	2,300	-	-	2,300	1,000
Transfers In	<u>322,500</u>	<u>-</u>	<u>-</u>	<u>322,500</u>	<u>371,778</u>
Total Receipts	<u>459,415</u>	<u>-</u>	<u>-</u>	<u>459,415</u>	<u>520,025</u>
Expenditures					
Capital Outlay	337,225	40,000	-	377,225	612,675
Transfers Out	<u>663,936</u>	<u>-</u>	<u>-</u>	<u>663,936</u>	<u>-</u>
Total Expenditures	<u>1,001,161</u>	<u>40,000</u>	<u>-</u>	<u>1,041,161</u>	<u>612,675</u>
Receipts Over [Under] Expenditures	<u>[541,746]</u>	<u>[40,000]</u>	<u>-</u>	<u>[581,746]</u>	<u>[92,650]</u>
Unencumbered Cash, Beginning	3,034,882	175,873	7,330	3,218,085	3,265,370
Prior Year Cancelled Encumbrances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,365</u>
Unencumbered Cash, Ending	<u>\$ 2,493,136</u>	<u>\$ 135,873</u>	<u>\$ 7,330</u>	<u>\$ 2,636,339</u>	<u>\$ 3,218,085</u>

* These funds are not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Capital Improvement Reserve Funds
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Year Ended December 31, 2025
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2024)

	<u>Streetscape</u>	<u>Baseball Complex</u>	<u>Construction Projects</u>	<u>Zoo Development</u>	<u>RHID Projects</u>
Receipts					
State Grant	\$ -	\$ -	\$ 4,840	\$ -	\$ -
Federal Grant	-	-	168,464	-	-
Reimbursed Expense	440	-	-	-	-
Interest Income	-	-	-	-	-
Miscellaneous	-	-	4,782,615	12,776	-
Transfers In	-	-	1,695,436	-	-
Total Receipts	<u>440</u>	<u>-</u>	<u>6,651,355</u>	<u>12,776</u>	<u>-</u>
Expenditures					
Contractual Services	-	-	-	-	-
Capital Outlay	156	6,738	7,002,274	7,999	-
Transfers Out	-	-	115,000	-	-
Total Expenditures	<u>156</u>	<u>6,738</u>	<u>7,117,274</u>	<u>7,999</u>	<u>-</u>
Receipts Over [Under] Expenditures	<u>284</u>	<u>[6,738]</u>	<u>[465,919]</u>	<u>4,777</u>	<u>-</u>
Unencumbered Cash, Beginning	3,860	97,002	2,679,618	193,296	91,481
Prior Year Cancelled Encumbrances	-	-	-	-	-
Unencumbered Cash, Ending	<u>\$ 4,144</u>	<u>\$ 90,264</u>	<u>\$ 2,213,699</u>	<u>\$ 198,073</u>	<u>\$ 91,481</u>

* These funds are not required to be budgeted.

<u>Cemetery</u>	<u>River Access</u>	<u>Water Park</u>	<u>Housing Projects</u>	For the Year Ended December 31,	
				<u>2025</u>	<u>2024</u>
\$ -	\$ -	\$ -	\$ -	\$ 4,840	\$ 32,043
-	-	-	-	168,464	240,319
-	-	-	-	440	163,431
-	-	-	-	-	123,443
-	-	-	-	4,795,391	2,562,934
-	-	-	-	1,695,436	1,384,164
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,664,571</u>	<u>4,506,334</u>
-	-	-	-	-	106
-	-	3,110	-	7,020,277	9,787,936
-	-	-	-	115,000	280,446
<u>-</u>	<u>-</u>	<u>3,110</u>	<u>-</u>	<u>7,135,277</u>	<u>10,068,488</u>
-	-	[3,110]	-	[470,706]	[5,562,154]
364,796	57,208	492,694	255,813	4,235,768	9,551,084
-	-	-	-	-	246,838
<u>\$ 364,796</u>	<u>\$ 57,208</u>	<u>\$ 489,584</u>	<u>\$ 255,813</u>	<u>\$ 3,765,062</u>	<u>\$ 4,235,768</u>

See independent auditor's report on the financial statements.

This page intentionally left blank.

CITY OF GREAT BEND, KANSAS
 Economic Development Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Donations	\$ 160,784	\$ 15,769
Reimbursed Expense	-	466
Transfers In	<u>486,613</u>	<u>484,077</u>
Total Receipts	<u>647,397</u>	<u>500,312</u>
Expenditures		
Airfest	25,000	6
June Jaunt	22,411	8,103
Explore Great Bend	3,945	-
Christmas Promotion	5,194	3,669
Public Firework Display	9,857	10,000
Party in the Park	34,810	39,951
GB Economic Development, Inc.	250,000	250,000
Landing Project	142,500	-
Transfers Out	<u>100,000</u>	<u>100,000</u>
Total Expenditures	<u>593,717</u>	<u>411,729</u>
Receipts Over [Under] Expenditures	53,680	88,583
Unencumbered Cash, Beginning	<u>1,454,432</u>	<u>1,508,112</u>
Unencumbered Cash, Ending	<u>\$ 1,508,112</u>	<u>\$ 1,596,695</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Health Insurance Benefit Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Miscellaneous	\$ -	\$ -
Total Receipts	<u>-</u>	<u>-</u>
Expenditures		
Contractual Services	<u>240,984</u>	<u>-</u>
Total Expenditures	<u>240,984</u>	<u>-</u>
Receipts Over [Under] Expenditures	[240,984]	-
Unencumbered Cash, Beginning	<u>240,984</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 KDOT Grant Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
State Aid	\$ 483,454	\$ 587,198
Total Receipts	<u>483,454</u>	<u>587,198</u>
Expenditures		
Capital Outlay	<u>-</u>	<u>602,116</u>
Total Expenditures	<u>-</u>	<u>602,116</u>
Receipts Over [Under] Expenditures	<u>483,454</u>	<u>[14,918]</u>
Unencumbered Cash, Beginning	505,197	1,001,521
Prior Year Cancelled Encumbrances	<u>12,870</u>	<u>-</u>
Unencumbered Cash, Beginning, Restated	<u>518,067</u>	<u>1,001,521</u>
Unencumbered Cash, Ending	<u>\$ 1,001,521</u>	<u>\$ 986,603</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Law Enforcement Grant Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Federal Aid	\$ 118,440	\$ -
Total Receipts	<u>118,440</u>	<u>-</u>
Expenditures		
Capital Outlay	<u>117,300</u>	<u>-</u>
Total Expenditures	<u>117,300</u>	<u>-</u>
Receipts Over [Under] Expenditures	1,140	-
Unencumbered Cash, Beginning	<u>7,966</u>	<u>9,106</u>
Unencumbered Cash, Ending	<u>\$ 9,106</u>	<u>\$ 9,106</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Special Law Enforcement Trust Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Miscellaneous	\$ 9,580	\$ 3,731
Total Receipts	<u>9,580</u>	<u>3,731</u>
 Expenditures		
Contractual Services and Commodities	<u>23,523</u>	<u>28,474</u>
Total Expenditures	<u>23,523</u>	<u>28,474</u>
 Receipts Over [Under] Expenditures	 [13,943]	 [24,743]
 Unencumbered Cash, Beginning	 <u>50,383</u>	 <u>36,440</u>
 Unencumbered Cash, Ending	 <u>\$ 36,440</u>	 <u>\$ 11,697</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Opioid Settlement Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Intergovernmental	\$ 46,317	\$ 26,843
Total Receipts	46,317	26,843
Expenditures		
Contractual Services	-	46,065
Total Expenditures	-	46,065
Receipts Over [Under] Expenditures	46,317	[19,222]
Unencumbered Cash, Beginning	45,160	91,477
Unencumbered Cash, Ending	\$ 91,477	\$ 72,255

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Sales Tax Improvement Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Transfers In	\$ 1,216,532	\$ 1,210,192
Total Receipts	<u>1,216,532</u>	<u>1,210,192</u>
Expenditures		
Contractual Services	65,100	-
Capital Outlay	<u>1,263,135</u>	<u>1,023,982</u>
Total Expenditures	<u>1,328,235</u>	<u>1,023,982</u>
Receipts Over [Under] Expenditures	[111,703]	186,210
Unencumbered Cash, Beginning	<u>1,673,071</u>	<u>1,561,368</u>
Unencumbered Cash, Ending	<u>\$ 1,561,368</u>	<u>\$ 1,747,578</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Sales Tax Infrastructure Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Transfers In	\$ 1,094,879	\$ 1,089,173
Total Receipts	<u>1,094,879</u>	<u>1,089,173</u>
Expenditures		
Capital Outlay	<u>493,497</u>	<u>2,246,491</u>
Total Expenditures	<u>493,497</u>	<u>2,246,491</u>
Receipts Over [Under] Expenditures	601,382	[1,157,318]
Unencumbered Cash, Beginning	<u>5,244,751</u>	<u>5,846,133</u>
Unencumbered Cash, Ending	<u>\$ 5,846,133</u>	<u>\$ 4,688,815</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Sales Tax Police Building Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Transfers In	\$ 144,813	\$ 140,677
Total Receipts	<u>144,813</u>	<u>140,677</u>
Expenditures		
Transfers Out	<u>367,496</u>	-
Total Expenditures	<u>367,496</u>	<u>-</u>
Receipts Over [Under] Expenditures	[222,683]	140,677
Unencumbered Cash, Beginning	<u>222,683</u>	-
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 140,677</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Sales Tax Quality of Life Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Miscellaneous revenue	\$ -	\$ 1,608
Transfers In	<u>729,919</u>	<u>726,115</u>
Total Receipts	<u>729,919</u>	<u>727,723</u>
 Expenditures		
Capital Outlay	<u>270,883</u>	<u>776,380</u>
Total Expenditures	<u>270,883</u>	<u>776,380</u>
 Receipts Over [Under] Expenditures	 459,036	 [48,657]
 Unencumbered Cash, Beginning	 <u>89,807</u>	 <u>548,843</u>
 Unencumbered Cash, Ending	 <u>\$ 548,843</u>	 <u>\$ 500,186</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 American Rescue Plan Act Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Reimbursed Expense	\$ -	\$ 169,389
Total Receipts	<u>-</u>	<u>169,389</u>
Expenditures		
General Government Services:		
Contractual Services	316,793	11,837
Revenue Loss:		
Transfers Out	-	656,500
Total Expenditures	<u>316,793</u>	<u>668,337</u>
Receipts Over [Under] Expenditures	[316,793]	[498,948]
Unencumbered Cash, Beginning	<u>1,319,829</u>	<u>1,003,036</u>
Unencumbered Cash, Ending	<u>\$ 1,003,036</u>	<u>\$ 504,088</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, 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)

	Prior Year <u>Actual</u>	Current Year		Variance- Over <u>[Under]</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 483	\$ -	\$ -	\$ -
Delinquent	608	126	100	26
Special Assessments	137,284	137,248	145,000	[7,752]
Transfers in	<u>341,800</u>	<u>343,400</u>	<u>343,400</u>	<u>-</u>
Total Receipts	<u>480,175</u>	<u>480,774</u>	<u>\$ 488,500</u>	<u>\$ [7,726]</u>
Expenditures				
Debt Service				
Principal	295,000	311,022	\$ 305,000	\$ 6,022
Interest	146,045	129,422	135,444	[6,022]
Special Assessment Taxes	<u>809</u>	<u>790</u>	<u>400,556</u>	<u>[399,766]</u>
Total Expenditures	<u>441,854</u>	<u>441,234</u>	<u>\$ 841,000</u>	<u>\$ [399,766]</u>
Receipts Over [Under] Expenditures	38,321	39,540		
Unencumbered Cash, Beginning	<u>1,356,271</u>	<u>1,394,592</u>		
Unencumbered Cash, Ending	<u>\$ 1,394,592</u>	<u>\$ 1,434,132</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Airport Grant Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Federal Aid	\$ 5,757	\$ 454,276
Transfers In	<u>120,000</u>	<u>110,000</u>
Total Receipts	<u>125,757</u>	<u>564,276</u>
Expenditures		
Capital Outlay	<u>79,100</u>	<u>600,836</u>
Total Expenditures	<u>79,100</u>	<u>600,836</u>
Receipts Over [Under] Expenditures	<u>46,657</u>	<u>[36,560]</u>
Unencumbered Cash, Beginning	660,861	710,718
Prior Year Cancelled Encumbrances	<u>3,200</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 710,718</u>	<u>\$ 674,158</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Water Improvements Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Loan Proceeds	\$ -	\$ -
Total Receipts	<u>-</u>	<u>-</u>
Expenditures		
Capital Outlay	<u>[270,374]</u>	<u>-</u>
Total Expenditures	<u>[270,374]</u>	<u>-</u>
Receipts Over [Under] Expenditures	270,374	-
Unencumbered Cash, Beginning	<u>[259,719]</u>	<u>10,655</u>
Unencumbered Cash, Ending	<u>\$ 10,655</u>	<u>\$ 10,655</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Airport T-Hanger Rental 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)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Rental Income	\$ 141,910	\$ 179,167	\$ 132,000	\$ 47,167
Reimbursed Expense	<u>10,039</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Receipts	<u>151,949</u>	<u>179,167</u>	<u>\$ 132,000</u>	<u>\$ 47,167</u>
Expenditures				
Insurance	10,625	22,150	\$ 12,000	\$ 10,150
Building and Equipment Repairs	12,256	48,954	31,000	17,954
Contractual Services	-	-	3,500	[3,500]
Transfers Out	<u>120,000</u>	<u>110,000</u>	<u>153,500</u>	<u>[43,500]</u>
Total Expenditures	<u>142,881</u>	<u>181,104</u>	<u>\$ 200,000</u>	<u>\$ [18,896]</u>
Receipts Over [Under] Expenditures	9,068	[1,937]		
Unencumbered Cash, Beginning	<u>97,451</u>	<u>106,519</u>		
Unencumbered Cash, Ending	<u>\$ 106,519</u>	<u>\$ 104,582</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Sewer Disposal 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)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Sewer Use Charges	\$ 2,895,608	\$ 3,047,819	\$ 2,875,000	\$ 172,819
Reimbursed Expenses	8,194	3,912	-	3,912
Miscellaneous	<u>5,550</u>	<u>3,633</u>	<u>3,000</u>	<u>633</u>
Total Receipts	<u>2,909,352</u>	<u>3,055,364</u>	<u>\$ 2,878,000</u>	<u>\$ 177,364</u>
Expenditures				
Personal Services	1,262,844	1,340,890	\$ 1,484,000	\$ [143,110]
Contractual Services and Commodities	722,771	912,743	810,000	102,743
Capital Outlay	401	-	-	-
Transfers Out	<u>860,000</u>	<u>687,000</u>	<u>681,000</u>	<u>6,000</u>
Total Expenditures	<u>2,846,016</u>	<u>2,940,633</u>	<u>\$ 2,975,000</u>	<u>\$ [34,367]</u>
Receipts Over [Under] Expenditures	63,336	114,731		
Unencumbered Cash, Beginning	<u>1,890,461</u>	<u>1,953,797</u>		
Unencumbered Cash, Ending	<u>\$ 1,953,797</u>	<u>\$ 2,068,528</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Water 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)

	Prior Year <u>Actual</u>	Current Year		Variance Over [Under]
		<u>Actual</u>	<u>Budget</u>	
Receipts				
Water Use Charges	\$ 2,438,763	\$ 2,515,756	\$ 2,395,500	\$ 120,256
Reimbursed Expenses	30,984	24,139	2,500	21,639
Rental Income	6,140	3,165	5,000	[1,835]
Miscellaneous	450	765	-	765
Transfers In	<u>122,000</u>	<u>122,000</u>	<u>122,000</u>	<u>-</u>
Total Receipts	<u>2,598,337</u>	<u>2,665,825</u>	<u>\$ 2,525,000</u>	<u>\$ 140,825</u>
Expenditures				
Debt Service				
Principal	486,921	498,122	\$ 498,122	\$ -
Interest	176,988	167,738	167,738	-
Personal Services	778,268	691,399	1,047,000	[355,601]
Contractual Services and Commodities	631,887	716,640	697,140	19,500
Capital Outlay	251,491	30,000	71,000	[41,000]
Transfers Out	342,000	230,000	220,000	10,000
Adjustment for Qualifying Budget Credits	<u>-</u>	<u>-</u>	<u>315,843</u>	<u>[315,843]</u>
Total Expenditures	<u>2,667,555</u>	<u>2,333,899</u>	<u>\$ 3,016,843</u>	<u>\$ [682,944]</u>
Receipts Over [Under] Expenditures	[69,218]	331,926		
Unencumbered Cash, Beginning	<u>2,042,104</u>	<u>1,972,886</u>		
Unencumbered Cash, Ending	<u>\$ 1,972,886</u>	<u>\$ 2,304,812</u>		

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Self Insured Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Contributions	\$ 1,454,264	\$ 1,655,664
Claims Paid by Stop Loss	241,505	123,720
Claim Credits	132,174	-
Interest Income	<u>720</u>	<u>9,631</u>
Total Receipts	<u>1,828,663</u>	<u>1,789,015</u>
Expenditures		
Stop Loss Premiums and Administration	498,803	466,159
Claim Payments	<u>1,454,265</u>	<u>1,383,096</u>
Total Expenditures	<u>1,953,068</u>	<u>1,849,255</u>
Receipts Over [Under] Expenditures	[124,405]	[60,240]
Unencumbered Cash, Beginning	<u>1,571,953</u>	<u>1,447,548</u>
Unencumbered Cash, Ending	<u>\$ 1,447,548</u>	<u>\$ 1,387,308</u>

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS
 Sewage Treatment Plant Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Transfers In	\$ 268,000	\$ 170,000
Total Receipts	<u>268,000</u>	<u>170,000</u>
 Expenditures		
Commodities	<u>360,860</u>	<u>176,790</u>
Total Expenditures	<u>360,860</u>	<u>176,790</u>
 Receipts Over [Under] Expenditures	 [92,860]	 [6,790]
 Unencumbered Cash, Beginning	 <u>913,813</u>	 <u>820,953</u>
 Unencumbered Cash, Ending	 <u>\$ 820,953</u>	 <u>\$ 814,163</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Sewer Line Replacement Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Transfer In	\$ 170,000	\$ 90,000
Miscellaneous	<u>-</u>	<u>2,943</u>
Total Receipts	<u>170,000</u>	<u>92,943</u>
 Expenditures		
Capital Outlay	<u>46,806</u>	<u>-</u>
Total Expenditures	<u>46,806</u>	<u>-</u>
 Receipts Over [Under] Expenditures	 123,194	 92,943
 Unencumbered Cash, Beginning	 <u>916,850</u>	 <u>1,040,044</u>
 Unencumbered Cash, Ending	 <u>\$ 1,040,044</u>	 <u>\$ 1,132,987</u>

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Economic Development Revolving Loan Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Collections	\$ 10,715	\$ -
Total Receipts	10,715	-
Expenditures		
Contractual Services	157,512	-
Total Expenditures	157,512	-
Receipts Over [Under] Expenditures	[146,797]	-
Unencumbered Cash, Beginning	157,287	10,490
Unencumbered Cash, Ending	\$ 10,490	\$ 10,490

* This fund is not required to be budgeted.

CITY OF GREAT BEND, KANSAS
 Jason Trester Cemetery Trust Fund
 Schedule of Receipts and Expenditures - Actual *
 Regulatory Basis
 For the Years Ended December 31, 2025 and 2024

	<u>2024</u>	<u>2025</u>
Receipts		
Interest Income	\$ 7,641	\$ 13,400
Total Receipts	7,641	13,400
Expenditures		
Capital Outlay	-	20,684
Total Expenditures	-	20,684
Receipts Over [Under] Expenditures	7,641	[7,284]
Unencumbered Cash, Beginning	377,722	385,363
Unencumbered Cash, Ending	\$ 385,363	\$ 378,079

* This fund is not required to be budgeted.

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

<u>Funds</u>	Beginning Cash <u>Balance</u>	<u>Receipts</u>	<u>Disbursements</u>	Ending Cash <u>Balance</u>
Municipal Court	\$ 60,624	\$ 360,908	\$ 365,383	\$ 56,149
Firemen's Charity	20,049	44,444	27,870	36,623
Flexible Spending Account	19,306	50,689	56,002	13,993
Pay It Forward	783	-	-	783
CID #1	148,934	95,026	163,542	80,418
CID #2	10,521	63,446	73,967	-
CID #3	27,006	63,880	3,194	87,692
Subrecipient Grants	-	782,500	782,500	-
Total	<u>\$ 287,223</u>	<u>\$ 1,460,893</u>	<u>\$ 1,472,458</u>	<u>\$ 275,658</u>

See independent auditor's report on the financial statements.

SCHEDULE 4

CITY OF GREAT BEND, KANSAS
 Great Bend Commission on Aging
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2025

Receipts	
City Appropriations	\$ 235,793
State Grants	77,963
Cab Income	41,684
Mini Bus Income	24,375
Senior Center Income	7,716
Elder Care	105,318
Miscellaneous	7,944
Interest Income	<u>6,457</u>
Total Receipts	<u>507,250</u>
Expenditures	
Cab Expense	8,420
Mini Bus Expense	37,839
Other Transportation Expense	774
Senior Center Expense	69,577
Employee Wages	388,066
Employee Taxes	29,623
Miscellaneous	<u>20,154</u>
Total Expenditures	<u>554,453</u>
Receipts Over [Under] Expenditures	[47,203]
Unencumbered Cash, Beginning	<u>173,459</u>
Unencumbered Cash, Ending	<u>\$ 126,256</u>

See independent auditor's report on the financial statements.

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

<u>Federal Grantor/Pass-Through Grantor/Program Title</u>	<u>Federal ALN Number</u>	<u>Expenditures</u>
<u>U.S. Department of Homeland Security</u>		
Passed Through Kansas Governor's Office: State and Local Cybersecurity Grant Program	97.137	\$ <u>8,466</u>
Passed Through Kansas Adjutant General's Department: Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	<u>17,541</u>
Total U.S. Department of Homeland Security		<u>26,007</u>
<u>U.S. Department of Justice</u>		
Pass Through Kansas Crime Victim's Compensation Board: Crime Victim Compensation	16.576	<u>500</u>
Total U.S. Department of Justice		<u>500</u>
<u>U.S. Department of Transportation</u>		
Airport Improvement Program	20.106	<u>454,276</u>
Total U.S. Department of Transportation		<u>454,276</u>
<u>U.S. Department of the Treasury</u>		
Passed Through Kansas Governor's Office: COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	668,338
Passed Through Kansas Housing Resources Corporation: COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	<u>782,500</u>
Total U.S. Department of the Treasury		<u>1,450,838</u>
<u>U.S. Department of the Interior</u>		
Outdoor Recreation Acquisition, Development and Planning	15.916	<u>127,574</u>
Total U.S. Department of the Interior		<u>127,574</u>
Total Expenditures of Federal Awards		<u>\$ <u>2,059,195</u></u>

See independent auditor's report on the financial statements.

CITY OF GREAT BEND, KANSAS

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2025

1. Organization

The City of Great Bend, Kansas, (the City), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance 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*. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. The City elected not to use the 10% de minimis indirect cost rate.

3. Local Government Contributions

Local cost sharing is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

4. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the City's grant programs for economy and efficiency and program results that may result in disallowed costs to the City. However, management does not believe such audits would result in any disallowed costs that would be material to the City's financial position as of December 31, 2025.

5. Outstanding Loans

The City did not have any outstanding loans under any federal grants as of December 31, 2025.

6. Pass Through Numbers

Pass through numbers have not been assigned to pass through grants on the Schedule of Expenditures of Federal Awards.

CITY OF GREAT BEND, KANSAS
 Schedule of Findings and Questioned Costs
 For the Year Ended December 31, 2025

Section I - Summary of Auditor's Results

Financial Statements

	Unmodified (Regulatory Basis)	
Type of auditor's report issued:	<u>Adverse (GAAP)</u>	
Internal control over financial reporting:		
Material weakness(es) identified?	_____ Yes	_____ X _____ No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes	_____ X _____ None reported
Noncompliance material to financial statements noted?	_____ Yes	_____ X _____ No

Federal Awards

Internal control over major programs:		
Material weakness(es) identified?	_____ Yes	_____ X _____ No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	_____ Yes	_____ X _____ None reported
Type of auditor's report issued on compliance for major programs:	_____ Unmodified _____	
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Uniform Guidance?	_____ Yes	_____ X _____ No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
-----------------------	---

21.027

COVID-19 - Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between type A and type B programs:	_____ \$1,000,000 _____
--	-------------------------

Auditee qualified as low-risk auditee?	_____ Yes	_____ X _____ No
--	-----------	------------------

CITY OF GREAT BEND, KANSAS
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2025

Section II - Financial Statement Findings

Current Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Current Year Findings

None Noted.

CITY OF GREAT BEND, KANSAS
Schedule of Findings and Questioned Costs (Continued)
For the Year Ended December 31, 2025

Section II - Financial Statement Findings

Prior Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Prior Year Findings

None Noted.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH "GOVERNMENT AUDITING STANDARDS"

Mayor and City Council
City of Great Bend, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*, the financial statements of the City of Great Bend, Kansas (the City), as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated May 26, 2026.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, 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 opinions on the financial statements, 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 controls 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 combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the financial statements 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 charge with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting 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 have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of 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 statements. 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

May 26, 2026

AUDITING ACCOUNTING CONSULTING

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Mayor and City Council
City of Great Bend, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the compliance of the City of Great Bend, Kansas (the City), 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's major federal programs for the year ended December 31, 2025. The City's 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 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 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's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirement 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 grants agreements applicable to the City's 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 of the City's 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 that of 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 judgement made by a reasonable user of the report on compliance about the City's 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 judgement 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 Example Entity's 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's 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's 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.

Other Matters

The results of our auditing procedures disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 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 the 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 the internal control over compliance that might be material weaknesses or significant deficiencies. Given these limitations, 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 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.

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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the City as of and for the year ended December 31, 2025, and have issued our report thereon dated May 26, 2026, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

May 26, 2026