

This Preliminary Official Statement and information contained herein are subject to completion or amendment without notice. These securities may not be sold nor an offer to buy be accepted prior to the time the Preliminary Official Statement is delivered in final form. Under no circumstances shall this Preliminary Official Statement constitute an offer to sell or the solicitation of an offer to buy, nor shall there be any sale of these securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction.

## PRELIMINARY OFFICIAL STATEMENT DATED JUNE 9, 2025

### NEW ISSUE – BOOK-ENTRY ONLY

**RATING: S&P "[ ]"**  
See “Bond Ratings” herein

*In the opinion of Gilmore & Bell, P.C., Bond Counsel to the Issuer, under existing law and assuming continued compliance with certain requirements of the Internal Revenue Code of 1986, as amended (the “Code”): (1) the interest on the Bonds [(including any original issue discount properly allocable to an owner thereof)] is excludable from gross income for federal income tax purposes and is not an item of tax preference for purposes of the federal alternative minimum tax; (2) the interest on the Bonds is exempt from income taxation by the State of Kansas; and (3) the Bonds have **not** been designated as “qualified tax-exempt obligations” within the meaning of Code § 265(b)(3)]. Bond Counsel notes that for tax years beginning after December 31, 2022, interest on the Bonds may be included in adjusted financial statement income of applicable corporations for purposes of determining the applicability and amount of the federal corporate alternative minimum tax. See “TAX MATTERS – Opinion of Bond Counsel” in this Preliminary Official Statement.*

**\$14,375,000\***  
**CITY OF MAIZE, KANSAS**  
**GENERAL OBLIGATION BONDS**  
**SERIES 2025A**

**DATED: As of the Delivery Date shown below**

**DUE: As shown on the inside cover pages**

The General Obligation Bonds, Series 2025A (the “Bonds”) will be issued by the City of Maize, Kansas (the “City” or “Issuer”), as fully registered bonds, without coupons, and, when issued, will be registered in the name of Cede & Co., as registered owner and nominee for The Depository Trust Company (“DTC”), New York, New York. DTC will act as securities depository for the Bonds. Purchases of the Bonds will be made in book-entry form, in the denominations of \$5,000 or any integral multiple thereof (the “Authorized Denomination”). Purchasers will not receive certificates representing their interests in the Bonds purchased. So long as Cede & Co. is the registered owner of the Bonds, as nominee for DTC, references herein to the Bond owners or registered owners shall mean Cede & Co. as aforesaid, and shall not mean the Beneficial Owners (herein defined) of the Bonds. Principal will be payable upon presentation and surrender of the Bonds by the registered owners thereof at the office of the Treasurer of the State of Kansas, Topeka, Kansas, as paying agent and bond registrar (the “Paying Agent” and “Bond Registrar”). Interest payable on each Bond shall be paid to the persons who are the registered owners of the Bonds as of the close of business on the fifteenth day (whether or not a business day) of the calendar month preceding each interest payment date by check or draft of the Paying Agent mailed to such registered owner, or in the case of an interest payment to a registered owner of \$500,000 or more in aggregate principal amount of Bonds, by electronic transfer. So long as DTC or its nominee, Cede & Co., is the Owner of the Bonds, such payments will be made directly to DTC. DTC is expected, in turn, to remit such principal and interest to the DTC Participants (herein defined) for subsequent disbursement to the Beneficial Owners. Principal of the Bonds will be payable annually on each October 1, beginning October 1, 2027, and semi-annual interest will be payable on April 1 and October 1, beginning on April 1, 2026.

**MATURITY SCHEDULES\***  
(See inside cover page)

The Bonds and the interest thereon will constitute general obligations of the Issuer, payable in part from special assessments levied upon the property benefited by the construction of certain public improvements, and if not so paid, from ad valorem taxes which may be levied without limitation as to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the Issuer, with the balance payable from ad valorem taxes which may be levied without limitation as to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the Issuer.

The payment of the principal of, redemption premium, if any, and interest on the Bonds is subject to certain risk factors and investment considerations as described under the caption “RISK FACTORS AND INVESTMENT CONSIDERATIONS” herein.

The Bonds will be subject to redemption and payment prior to maturity at the option of the City on or after October 1, 2032. [The Term Bonds are also subject to mandatory redemption as described herein.] See “THE BONDS - Redemption Provisions” herein.

The Bonds are offered when, as and if issued by the Issuer, subject to the approval of legality by Gilmore & Bell, P.C., Wichita, Kansas, Bond Counsel to the Issuer. Certain other legal matters will be passed upon by Thomas R. Powell, Esq., Wichita, Kansas, counsel for the Issuer. It is expected that each series of the Bonds will be available for delivery through the facilities of DTC in New York, New York on or about August 26, 2025.

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**BIDS WILL BE ACCEPTED ON BEHALF OF:**  
**THE CITY OF MAIZE, KANSAS**  
**ON AUGUST 4, 2025 UNTIL 11:00 A.M. CT**  
**BY RANSON FINANCIAL GROUP, LLC**  
**200 W. DOUGLAS, SUITE 110**  
**WICHITA, KANSAS 67202**  
**PHONE:(316) 264-3400 ~ FAX: (316) 265-5403 ~ EMAIL: [bids@ransonfinancial.com](mailto:bids@ransonfinancial.com)**

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*THE COVER PAGE CONTAINS CERTAIN INFORMATION FOR QUICK REFERENCE ONLY. THE COVER PAGE IS NOT A SUMMARY OF THIS ISSUE. INVESTORS MUST READ THE ENTIRE PRELIMINARY OFFICIAL STATEMENT, INCLUDING ALL APPENDICES ATTACHED HERETO TO OBTAIN INFORMATION ESSENTIAL TO THE MAKING OF AN INFORMED INVESTMENT DECISION. “APPENDIX B - SUMMARY OF FINANCING DOCUMENTS” CONTAINS DEFINITIONS USED IN THIS PRELIMINARY OFFICIAL STATEMENT.*

\* Subject to change.

**\$14,375,000\***  
**CITY OF MAIZE, KANSAS**  
**GENERAL OBLIGATION BONDS**  
**SERIES 2025A**

**MATURITY SCHEDULE\***

**SERIAL BONDS**

<b><u>Stated Maturity October 1</u></b>	<b><u>Principal Amount*</u></b>	<b><u>Annual Rate of Interest</u></b>	<b><u>Price or Yield</u></b>	<b><u>CUSIP<sup>(1)</sup> Base: 560687</u></b>
2027	\$ 480,000	____%	____%	
2028	500,000	____%	____%	
2029	515,000	____%	____%	
2030	530,000	____%	____%	
2031	550,000	____%	____%	
2032	570,000	____%	____%	
2033	590,000	____%	____%	
2034	615,000	____%	____%	
2035	640,000	____%	____%	
2036	665,000	____%	____%	
2037	695,000	____%	____%	
2038	730,000	____%	____%	
2039	760,000	____%	____%	
2040	800,000	____%	____%	
2041	840,000	____%	____%	
2042	880,000	____%	____%	
2043	925,000	____%	____%	
2044	975,000	____%	____%	
2045	1,030,000	____%	____%	
2046	1,085,000	____%	____%	

**[TERM BONDS]**

<b><u>Stated Maturity October 1</u></b>	<b><u>Principal Amount*</u></b>	<b><u>Annual Rate of Interest</u></b>	<b><u>Price or Yield</u></b>	<b><u>CUSIP<sup>(1)</sup> Base: 560687</u></b>
2046	\$	____%	____%	]

(all plus accrued interest, if any)

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\* Subject to Change

IN CONNECTION WITH THIS OFFERING, THE UNDERWRITER MAY OVERALLOT OR EFFECT TRANSACTIONS WHICH STABILIZE OR MAINTAIN THE MARKET PRICES OF THE BONDS AT LEVELS ABOVE THOSE WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

THE BONDS HAVE NOT BEEN REGISTERED WITH THE SECURITIES AND EXCHANGE COMMISSION UNDER THE SECURITIES ACT OF 1933, AS AMENDED. THE BONDS ARE OFFERED PURSUANT TO AN EXEMPTION FROM REGISTRATION WITH THE SECURITIES AND EXCHANGE COMMISSION. THE REGISTRATION, QUALIFICATION OR EXEMPTION OF THE BONDS IN ACCORDANCE WITH THE APPLICABLE SECURITIES LAW PROVISIONS OF THE JURISDICTIONS IN WHICH THESE SECURITIES HAVE BEEN REGISTERED, QUALIFIED OR EXEMPTED SHOULD NOT BE REGARDED AS A RECOMMENDATION THEREOF. NEITHER THESE JURISDICTIONS NOR ANY OF THEIR AGENCIES HAVE GUARANTEED OR PASSED UPON THE SAFETY OF THE BONDS AS AN INVESTMENT, UPON THE PROBABILITY OF ANY EARNINGS THEREON OR UPON THE ACCURACY OR ADEQUACY OF THIS PRELIMINARY OFFICIAL STATEMENT. ANY REPRESENTATION TO THE CONTRARY MAY BE A CRIMINAL OFFENSE.

THIS PRELIMINARY OFFICIAL STATEMENT CONTAINS STATEMENTS THAT ARE “FORWARD-LOOKING STATEMENTS” AS DEFINED IN THE PRIVATE SECURITIES LITIGATION REFORM ACT OF 1995. WHEN USED IN THIS PRELIMINARY OFFICIAL STATEMENT, THE WORDS “ESTIMATE,” “INTEND,” “EXPECT” AND SIMILAR EXPRESSIONS ARE INTENDED TO IDENTIFY FORWARD-LOOKING STATEMENTS. SUCH STATEMENTS ARE SUBJECT TO RISKS AND UNCERTAINTIES THAT COULD CAUSE ACTUAL RESULTS TO DIFFER MATERIALLY FROM THOSE CONTEMPLATED IN SUCH FORWARD-LOOKING STATEMENTS. READERS ARE CAUTIONED NOT TO PLACE UNDUE RELIANCE ON THESE FORWARD-LOOKING STATEMENTS, WHICH SPEAK ONLY AS OF THE DATE HEREOF.

THIS PRELIMINARY OFFICIAL STATEMENT IS DEEMED TO BE FINAL (EXCEPT FOR PERMITTED OMISSIONS) BY THE ISSUER FOR PURPOSES OF COMPLYING WITH RULE 15c2-12 OF THE SECURITIES AND EXCHANGE COMMISSION.

IN MAKING AN INVESTMENT DECISION INVESTORS MUST RELY ON THEIR OWN EXAMINATION OF THE ISSUER AND THE TERMS OF THE OFFERING, INCLUDING THE MERITS AND RISKS INVOLVED.

*(THE REMAINDER OF THIS PAGE INTENTIONALLY LEFT BLANK)*

**\$14,375,000\***  
**CITY OF MAIZE, KANSAS**  
**GENERAL OBLIGATION BONDS**  
**SERIES 2025A**

**Governing Body**

Patrick Stivers, Mayor  
Jennifer Herington, Council President and Councilmember  
Jeff Hohnbaum, Council Member  
Dr. David Guo, Council Member  
Alex McCreath, Council Member  
Kevin Reid, Council Member

**City Staff**

Nick Gregory, City Manager  
Joe Dessenberger, Deputy City Manager  
Tristin Terhune, Assistant City Manager  
Elizabeth Eck, City Treasurer/Finance Officer  
Sue Villarreal, City Clerk

**City Attorney**

Thomas R. Powell, Esq.  
Wichita, Kansas

**Bond Counsel**

Gilmore & Bell, P.C.  
Wichita, Kansas

**Paying Agent/Bond Registrar**

Office of State Treasurer  
Topeka, Kansas

**Financial Advisor**

Ranson Financial Group, LLC  
Wichita, Kansas

**Underwriter**

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\* Subject to change.

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**APPENDIX B – CITY OF MAIZE, KANSAS FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS’  
REPORT FOR YEAR ENDED DECEMBER 31, 2024**

**APPENDIX C – SUMMARY OF BOND FINANCING DOCUMENTS**

**APPENDIX D – FORM OF DISCLOSURE UNDERTAKING**

**\$14,375,000\***  
**CITY OF MAIZE, KANSAS**  
**GENERAL OBLIGATION BONDS**  
**SERIES 2025A**

**INTRODUCTION**

**General Matters**

The purpose of this Preliminary Official Statement is to furnish information relating to the City of Maize, Kansas (the “City” or “Issuer”) and the General Obligation Bonds, Series 2025A (the “Bonds”), dated August 26, 2025 (the “Dated Date”).

The Appendices to this Preliminary Official Statement are integral parts of this document, to be read in their entirety.

The Issuer is a municipal corporation duly organized and existing under the laws of the State of Kansas (the “State”). Additional information regarding the Issuer is contained in *APPENDIX A* to this Official Statement.

The Bonds will be issued pursuant to ordinances and resolutions adopted by the Governing Body of the Issuer and pursuant to the authority of and in full compliance with the provisions, restrictions and limitations of the Constitution and statutes of the State.

The Bonds are subject to optional redemption and payment prior to maturity. See “THE BONDS - Redemption Provisions” herein for additional detail.

Except for the information expressly attributed to other sources, all information has been provided by the Issuer. The presentation of information herein, including all tables, is intended to show recent historical information, and is not intended to indicate future or continuing trends in the financial position or other affairs of the City. No representation is made that past experience, as might be shown by such financial or other information, will necessarily continue or be repeated in the future. Ranson Financial Group LLC, Wichita, Kansas, the Financial Advisor, has assisted in the preparation of the Preliminary Official Statement, but has not verified all of the factual information contained herein, nor has it conducted a detailed investigation of the affairs of the City for the purposes of passing upon the accuracy or completeness of this Preliminary Official Statement. Bond Counsel has not assisted in the preparation nor reviewed this Preliminary Official Statement, except to the extent described under the section captioned “LEGAL MATTERS,” and accordingly Bond Counsel expresses no opinion as to the accuracy or sufficiency of any other information contained herein.

**Definitions**

Capitalized terms not otherwise defined herein shall have the meanings ascribed thereto in APPENDIX C.

**Continuing Disclosure**

The Securities and Exchange Commission (the “SEC”) has promulgated amendments to Rule 15c2-12 (the “Rule”), requiring continuous secondary market disclosure. In connection with the issuance of the Bonds, the Issuer will enter into a continuing disclosure undertaking (the “Disclosure Undertaking”) wherein the Issuer covenants to annually provide certain financial information and operating data (collectively the “Annual Report”) and other information necessary to comply with the Rule, and to transmit the same to the MSRB. In the Bond Resolution, hereinafter defined, the Issuer covenants with the Underwriter and the Beneficial Owners to apply the provisions of the Disclosure Undertaking to the Bonds. This covenant is for the benefit of and is enforceable by the Beneficial Owners of the Bonds.

\* Subject to change.

The dates on which the City filed its Annual Report for the previous five years are set forth on the table below.

<b>Fiscal Year</b> <b><u>Ending December 31</u></b>	<b>Required</b> <b><u>Filing Date</u></b>	<b>Financial Information</b> <b><u>Filing Date</u></b>	<b>Operating Data</b> <b><u>Filing Date</u></b>
2020	06/29/2021	05/27/2021	06/01/2021
2021	06/29/2022	06/23/2022	06/23/2022
2022	06/29/2023	07/20/2023 <sup>(1)</sup>	07/20/2023 <sup>(1)</sup>
2023	06/29/2024	06/20/2024	06/20/2024
2024	06/29/2025	06/04/2025	06/04/2025

<sup>(1)</sup> A notice of failure to file on time was submitted June 28, 2023; such notice include the Issuer’s draft audited financial statements; however, operating data was not included.

During the past five years, the City has made filings of event notices on EMMA with respect to bond calls and defeasances, however, during said time period, the City may not have made timely filings of event notices on EMMA relating to all bond calls, defeasances, ratings changes, or incurrences of financial obligations. The City believes this information was disseminated or available through other publicly available sources.

For more information regarding the Disclosure Undertaking, see “APPENDIX D — FORM OF DISCLOSURE UNDERTAKING.”

### **Additional Information**

All of the summaries of statutes, opinions, financial and statistical data, and other related reports and documents described in this Preliminary Official Statement are subject to the actual provisions of such documents. The summaries do not purport to be complete statements of such provisions and reference is made to such documents, copies of which are either publicly available or available for inspection during normal business hours at the City Hall, 10100 Grady Ave., P.O. Box 245, Maize, Kansas 67101. Additional information regarding the Issuer, the City or the Bonds may be obtained from the City’s Financial Advisor, Ranson Financial Group, LLC, 200 W. Douglas, Suite 110, Wichita, Kansas 67202, Attention: Larry Kleeman, by phone ((316) 264-3400) or e-mail ([larry@citycode.com](mailto:larry@citycode.com)).

## **THE BONDS**

### **Authority for the Bonds**

The Bonds are being issued under the authority of and pursuant to and in full compliance with the Constitution and laws of the State, specifically K.S.A. 10-101-10-125, inclusive, K.S.A. 10-620 *et seq.*, K.S.A. 12-6a01 *et seq.*, K.S.A. 15-731, as amended by Charter Ordinance NO. 31-20, and K.S.A. 65-163d *et seq.*, all as amended and supplemented from time to time (collectively, the “Act”). The Bonds are further issued pursuant to an ordinance and resolution passed by the governing body of the Issuer on August 4, 2025 (collectively, the “Bond Resolution”) for the purpose of providing permanent financing for the costs related to certain internal improvements of the City (the “Projects”). See “THE IMPROVEMENTS” herein for additional detail.

### **Security for the Bonds**

The Bonds shall be general obligations of the Issuer payable as to both principal and interest in part from special assessments levied upon the property benefitted by the construction of certain public improvements, and if not so paid, from ad valorem taxes which may be levied without limitation as to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the Issuer. The balance of the principal and interest on the Bonds is payable from ad valorem taxes which may be levied without limitation as to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the Issuer. The full faith, credit and resources of the Issuer are irrevocably pledged for the prompt payment of the principal of and interest on the Bonds as the same become due.

### **Levy and Collection of Annual Tax, Transfer to Debt Service Account**

The governing body of the Issuer shall annually make provision for the payment of principal of, premium, if any, and interest on the Bonds as the same become due by, to the extent necessary, levying and collecting the necessary taxes and/or assessments upon all of the taxable tangible property within the Issuer in the manner provided by law. Such taxes and/or assessments shall be extended upon the tax rolls in each of the several years, respectively, and shall be levied and collected at the same time and in the same manner as the other ad valorem taxes of the Issuer are levied and collected. The proceeds derived from said taxes shall be deposited in the Bond and Interest Fund, shall be kept separate and apart from all other funds of the Issuer, shall thereafter be transferred to the Debt Service Account and shall be used solely for the payment of the principal of and interest on the Bonds as

and when the same become due, taking into account any scheduled mandatory redemptions, and the fees and expenses of the Paying Agent.

### **Description of the Bonds**

The Bonds are issuable as fully registered book-entry only bonds in the denomination of \$5,000 or any integral multiple thereof (the “Authorized Denomination”), and may be numbered in such manner as the Bond Registrar shall determine. The Bonds shall be dated as of the Dated Date, become due in the amounts on the Stated Maturities, subject to redemption and payment prior to their Stated Maturities, and shall bear interest at the rates per annum set forth on the inside cover page of this Preliminary Official Statement (computed on the basis of twelve 30-day months) from the later of the Dated Date or the most recent Interest Payment Date to which interest has been paid, on the Interest Payment Dates in the manner hereinafter set forth.

### **Designation of Paying Agent and Bond Registrar**

The Issuer will at all times maintain a paying agent and bond registrar meeting the qualifications set forth in the Bond Resolution. The Issuer reserves the right to appoint a successor paying agent or bond registrar. No registration or removal of the paying agent or bond registrar shall become effective until a successor has been appointed and has accepted the duties of paying agent or bond registrar. Every paying agent or bond registrar appointed by the Issuer shall at all times meet the requirements of Kansas law.

The Treasurer of the State of Kansas, Topeka, Kansas (the “Bond Registrar” and “Paying Agent”), has been designated by the Issuer as paying agent for the payment of principal of and interest on the Bonds and bond registrar with respect to the registration, transfer and exchange of Bonds.

### **Method and Place of Payment of the Bonds**

The principal of, or Redemption Price, and interest on the Bonds shall be payable in any coin or currency which, on the respective dates of payment thereof, is legal tender for the payment of public and private debts. The principal or Redemption Price of each Bond shall be paid at Maturity to the Person in whose name such Bond is registered on the Bond Register at the Maturity thereof, upon presentation and surrender of such Bond at the principal office of the Paying Agent.

The interest payable on each Bond on any Interest Payment Date shall be paid to the Owner of such Bond as shown on the Bond Register at the close of business on the Record Date for such interest (a) by check or draft mailed by the Paying Agent to the address of such Owner shown on the Bond Register or at such other address as is furnished to the Paying Agent in writing by such Owner; or (b) in the case of an interest payment to Cede & Co. or any Owner of \$500,000 or more in aggregate principal amount of Bonds, by electronic transfer to such Owner upon written notice given to the Bond Registrar by such Owner, not less than 15 days prior to the Record Date for such interest, containing the electronic transfer instructions including the bank, ABA routing number and account number to which such Owner wishes to have such transfer directed.

Notwithstanding the foregoing, any Defaulted Interest with respect to any Bond shall cease to be payable to the Owner of such Bond on the relevant Record Date and shall be payable to the Owner in whose name such Bond is registered at the close of business on the Special Record Date for the payment of such Defaulted Interest, which Special Record Date shall be fixed as hereinafter specified. The Issuer shall notify the Paying Agent in writing of the amount of Defaulted Interest proposed to be paid on each Bond and the date of the proposed payment (which date shall be at least 30 days after receipt of such notice by the Paying Agent) and shall deposit with the Paying Agent an amount of money equal to the aggregate amount proposed to be paid in respect of such Defaulted Interest. Following receipt of such funds the Paying Agent shall fix a Special Record Date for the payment of such Defaulted Interest which shall be not more than 15 nor less than 10 days prior to the date of the proposed payment. The Paying Agent shall notify the Issuer of such Special Record Date and shall cause notice of the proposed payment of such Defaulted Interest and the Special Record Date therefor to be mailed, by first class mail, postage prepaid, to each Owner of a Bond entitled to such notice not less than 10 days prior to such Special Record Date.

**SO LONG AS CEDE & CO., REMAINS THE REGISTERED OWNER OF THE BONDS, THE PAYING AGENT SHALL TRANSMIT PAYMENTS TO THE SECURITIES DEPOSITORY, WHICH SHALL REMIT SUCH PAYMENTS IN ACCORDANCE WITH ITS NORMAL PROCEDURES. See “THE BONDS – Book-Entry Bonds; Securities Depository.”**

### **Payments Due on Saturdays, Sundays and Holidays**

In any case where a Bond Payment Date is not a Business Day, then payment of principal, Redemption Price or interest need not be made on such Bond Payment Date but may be made on the next succeeding Business Day with the same force and effect as if made on such Bond Payment Date, and no interest shall accrue for the period after such Bond Payment Date.



## **Book-Entry Bonds; Securities Depository**

The Bonds shall initially be registered to Cede & Co., the nominee for the Securities Depository, and no Beneficial Owner will receive certificates representing their respective interests in the Bonds, except in the event the Bond Registrar issues Replacement Bonds. It is anticipated that during the term of the Bonds, the Securities Depository will make book-entry transfers among its Participants and receive and transmit payment of principal of, premium, if any, and interest on, the Bonds to the Participants until and unless the Bond Registrar authenticates and delivers Replacement Bonds to the Beneficial Owners as described in the following paragraphs.

The Issuer may decide, subject to the requirements of the Operational Arrangements of DTC (or a successor Securities Depository), and the following provisions of this section to discontinue use of the system of book-entry transfers through DTC (or a successor Securities Depository):

(a) If the Issuer determines (1) that the Securities Depository is unable to properly discharge its responsibilities, or (2) that the Securities Depository is no longer qualified to act as a securities depository and registered clearing agency under the Securities and Exchange Act of 1934, as amended, or (3) that the continuation of a book-entry system to the exclusion of any Bonds being issued to any Owner other than Cede & Co. is no longer in the best interests of the Beneficial Owners of the Bonds; or

(b) if the Bond Registrar receives written notice from Participants having interest in not less than 50% of the Bonds Outstanding, as shown on the records of the Securities Depository (and certified to such effect by the Securities Depository), that the continuation of a book-entry system to the exclusion of any Bonds being issued to any Owner other than Cede & Co. is no longer in the best interests of the Beneficial Owners of the Bonds, then the Bond Registrar shall notify the Owners of such determination or such notice and of the availability of certificates to owners requesting the same, and the Bond Registrar shall register in the name of and authenticate and deliver Replacement Bonds to the Beneficial Owners or their nominees in principal amounts representing the interest of each, making such adjustments as it may find necessary or appropriate as to accrued interest and previous calls for redemption; provided, that in the case of a determination under (a)(1) or (a)(2) of this paragraph, the Issuer, with the consent of the Bond Registrar, may select a successor securities depository in accordance with the following paragraph to effect book-entry transfers.

In such event, all references to the Securities Depository herein shall relate to the period of time when the Securities Depository has possession of at least one Bond. Upon the issuance of Replacement Bonds, all references herein to obligations imposed upon or to be performed by the Securities Depository shall be deemed to be imposed upon and performed by the Bond Registrar, to the extent applicable with respect to such Replacement Bonds. If the Securities Depository resigns and the Issuer, the Bond Registrar or Owners are unable to locate a qualified successor of the Securities Depository, then the Bond Registrar shall authenticate and cause delivery of Replacement Bonds to Owners, as provided herein. The Bond Registrar may rely on information from the Securities Depository and its Participants as to the names of the Beneficial Owners of the Bonds. The cost of printing, registration, authentication, and delivery of Replacement Bonds shall be paid for by the Issuer.

In the event the Securities Depository resigns, is unable to properly discharge its responsibilities, or is no longer qualified to act as a securities depository and registered clearing agency under the Securities and Exchange Act of 1934, as amended, the Issuer may appoint a successor Securities Depository provided the Bond Registrar receives evidence satisfactory to the Bond Registrar with respect to the ability of the successor Securities Depository to discharge its responsibilities. Any such successor Securities Depository shall be a securities depository which is a registered clearing agency under the Securities and Exchange Act of 1934, as amended, or other applicable statute or regulation that operates a securities depository upon reasonable and customary terms. The Bond Registrar upon its receipt of a Bond or Bonds for cancellation shall cause the delivery of the Bonds to the successor Securities Depository in appropriate denominations and form as provided in the Bond Resolution.

## **Registration, Transfer and Exchange of Bonds**

As long as any of the Bonds remain Outstanding, each Bond when issued shall be registered in the name of the Owner thereof on the Bond Register. Bonds may be transferred and exchanged only on the Bond Register as hereinafter provided. Upon surrender of any Bond at the principal office of the Bond Registrar, the Bond Registrar shall transfer or exchange such Bond for a new Bond or Bonds in any Authorized Denomination of the same Stated Maturity and in the same aggregate principal amount as the Bond that was presented for transfer or exchange. Bonds presented for transfer or exchange shall be accompanied by a written instrument or instruments of transfer or authorization for exchange, in a form and with guarantee of signature satisfactory to the Bond Registrar, duly executed by the Owner thereof or by the Owner's duly authorized agent.

In all cases in which the privilege of transferring or exchanging Bonds is exercised, the Bond Registrar shall authenticate and deliver Bonds in accordance with the provisions of the Bond Resolution. The Issuer shall pay the fees and expenses of the Bond Registrar for the registration, transfer and exchange of Bonds. Any additional costs or fees that might be incurred in the secondary market, other than fees of the Bond Registrar, are the responsibility of the Owners of the Bonds. In the event any Owner fails to provide a

correct taxpayer identification number to the Paying Agent, the Paying Agent may make a charge against such Owner sufficient to pay any governmental charge required to be paid as a result of such failure.

The Issuer and the Bond Registrar shall not be required (a) to register the transfer or exchange of any Bond that has been called for redemption after notice of such redemption has been mailed by the Paying Agent and during the period of 15 days next preceding the date of mailing of such notice of redemption; or (b) to register the transfer or exchange of any Bond during a period beginning at the opening of business on the day after receiving written notice from the Issuer of its intent to pay Defaulted Interest and ending at the close of business on the date fixed for the payment of Defaulted Interest.

### **Mutilated, Lost, Stolen or Destroyed Bonds**

If (a) any mutilated Bond is surrendered to the Bond Registrar or the Bond Registrar receives evidence to its satisfaction of the destruction, loss or theft of any Bond, and (b) there is delivered to the Issuer and the Bond Registrar such security or indemnity as may be required by each of them, then, in the absence of notice to the Issuer or the Bond Registrar that such Bond has been acquired by a bona fide purchaser, the Issuer shall execute and, upon the Issuer's request, the Bond Registrar shall authenticate and deliver, in exchange for or in lieu of any such mutilated, destroyed, lost or stolen Bond, a new Bond of the same Stated Maturity and of like tenor and principal amount. If any such mutilated, destroyed, lost or stolen Bond has become or is about to become due and payable, the Issuer, in its discretion, may pay such Bond instead of issuing a new Bond. Upon the issuance of any new Bond under this paragraph, the Issuer may require the payment by the Owner of a sum sufficient to cover any tax or other governmental charge that may be imposed in relation thereto and any other expenses (including the fees and expenses of the Paying Agent) connected therewith.

### **Nonpresentment of Bonds**

If any Bond is not presented for payment when the principal thereof becomes due at Maturity, if funds sufficient to pay such Bond have been made available to the Paying Agent all liability of the Issuer to the Owner thereof for the payment of such Bond shall forthwith cease, determine and be completely discharged, and thereupon it shall be the duty of the Paying Agent to hold such funds, without liability for interest thereon, for the benefit of the Owner of such Bond, who shall thereafter be restricted exclusively to such funds for any claim of whatever nature on his part under this Bond Resolution or on, or with respect to, said Bond. If any Bond is not presented for payment within four (4) years following the date when such Bond becomes due at Maturity, the Paying Agent shall repay to the Issuer the funds theretofore held by it for payment of such Bond, and such Bond shall, subject to the defense of any applicable statute of limitation, thereafter be an unsecured obligation of the Issuer, and the Owner thereof shall be entitled to look only to the Issuer for payment, and then only to the extent of the amount so repaid to it by the Paying Agent, and the Issuer shall not be liable for any interest thereon and shall not be regarded as a trustee of such money.

### **Redemption Provisions**

***Optional Redemption.*** At the option of the Issuer, the Bonds maturing October 1, 2033 and thereafter will be subject to redemption and payment prior to maturity on October 1, 2032 and thereafter, as a whole or in part (selection of the amount of the Bonds to be redeemed to be determined by the Issuer in such equitable manner as it may determine) at any time, at the redemption price of 100% (expressed as a percentage of the principal amount), plus accrued interest thereon to the Redemption Date.

***[Mandatory Redemption.]*** [(a) [ ] *Term Bonds.* ]The [ ] Term Bonds shall be subject to mandatory redemption and payment prior to Stated Maturity pursuant to the mandatory redemption requirements hereinafter set forth at a Redemption Price equal to 100% of the principal amount thereof plus accrued interest to the Redemption Date. The payments which are to be deposited into the Debt Service Account shall be sufficient to redeem, and the Issuer shall redeem on October 1 in each year, the following principal amounts of such [ ] Term Bonds:

**Principal  
Amount  
\$**

**Redemption  
Date**

\*

\*Final Maturity]

[(b)] [ ] Term Bonds. The [ ] Term Bonds shall be subject to mandatory redemption and payment prior to Stated Maturity pursuant to the mandatory redemption requirements hereinafter set forth at a Redemption Price equal to 100% of the principal amount thereof plus accrued interest to the Redemption Date. The payments which are to be deposited into the Debt Service Account shall be sufficient to redeem, and the Issuer shall redeem on October 1 in each year, the following principal amounts of such [ ] Term Bonds:

**Principal  
Amount**  
\$

**Redemption  
Date**

\*

\*Final Maturity]

**Selection of Bonds to be Redeemed.** Bonds shall be redeemed only in an Authorized Denomination. When less than all of the Bonds are to be redeemed and paid prior to their Stated Maturity, such Bonds shall be redeemed in such manner as the Issuer shall determine, Bonds of less than a full Stated Maturity shall be selected by the Bond Registrar in minimum Authorized Denomination in such equitable manner as the Bond Registrar may determine. In the case of a partial redemption of Bonds by lot when Bonds of denominations greater than a minimum Authorized Denomination are then Outstanding, then for all purposes in connection with such redemption each minimum Authorized Denomination of face value shall be treated as though it were a separate Bond of a minimum Authorized Denomination. If it is determined that one or more, but not all, of a minimum Authorized Denomination of face value represented by any Bond is selected for redemption, then upon notice of intention to redeem a minimum Authorized Denomination, the Owner or the Owner's duly authorized agent shall forthwith present and surrender such Bond to the Bond Registrar: (1) for payment of the Redemption Price and interest to the Redemption Date of a minimum Authorized Denomination of face value called for redemption, and (2) for exchange, without charge to the Owner thereof, for a new Bond or Bonds of the aggregate principal amount of the unredeemed portion of the principal amount of such Bond. If the Owner of any such Bond fails to present such Bond to the Paying Agent for payment and exchange as aforesaid, such Bond shall, nevertheless, become due and payable on the redemption date to the extent of a minimum Authorized Denomination of face value called for redemption (and to that extent only).

**Notice and Effect of Call for Redemption.** Unless waived by any Owner of Bonds to be redeemed, if the Issuer shall call any Bonds for redemption and payment prior to the Stated Maturity thereof, the Issuer shall give written notice of its intention to call and pay said Bonds to the Bond Registrar and the Underwriter. In addition, the Issuer shall cause the Bond Registrar to give written notice of redemption to the Owners of said Bonds. Each of said written notices shall be deposited in the United States first class mail not less than 30 days prior to the Redemption Date.

All official notices of redemption shall be dated and shall contain the following information: (a) the Redemption Date; (b) the Redemption Price; (c) if less than all Outstanding Bonds are to be redeemed, the identification (and, in the case of partial redemption of any Bonds, the respective principal amounts) of the Bonds to be redeemed; (d) a statement that on the Redemption Date the Redemption Price will become due and payable upon each such Bond or portion thereof called for redemption and that interest thereon shall cease to accrue from and after the Redemption Date; and (e) the place where such Bonds are to be surrendered for payment of the Redemption Price, which shall be the principal office of the Paying Agent. The failure of any Owner to receive notice given as heretofore provided or an immaterial defect therein shall not invalidate any redemption.

Prior to any Redemption Date, the Issuer shall deposit with the Paying Agent an amount of money sufficient to pay the Redemption Price of all the Bonds or portions of Bonds that are to be redeemed on such Redemption Date. Official notice of redemption having been given as aforesaid, the Bonds or portions of Bonds to be redeemed shall become due and payable on the Redemption Date, at the Redemption Price therein specified, and from and after the Redemption Date (unless the Issuer defaults in the payment of the Redemption Price) such Bonds or portion of Bonds shall cease to bear interest.

For so long as the Securities Depository is effecting book-entry transfers of the Bonds, the Bond Registrar shall provide the notices specified to the Securities Depository. It is expected that the Securities Depository shall, in turn, notify its Participants and that the Participants, in turn, will notify or cause to be notified the Beneficial Owners. Any failure on the part of the Securities Depository or a Participant, or failure on the part of a nominee of a Beneficial Owner of a Bond (having been mailed notice from the Bond Registrar, the Securities Depository, a Participant or otherwise) to notify the Beneficial Owner of the Bond so affected, shall not affect the validity of the redemption of such Bond.

In addition to the foregoing notice, the Issuer shall provide such notices of redemption as are required by the Disclosure Undertaking. The Paying Agent is also directed to comply with any mandatory or voluntary standards then in effect for processing redemptions of municipal securities established by the State or the Securities and Exchange Commission. Failure to comply with such standards shall not affect or invalidate the redemption of any Bond.

## THE DEPOSITORY TRUST COMPANY

1. The Depository Trust Company (“DTC”), New York, New York, will act as securities depository for the Bonds. The Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC’s partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered certificate will be issued for each scheduled maturity of the Bonds and will be deposited with DTC.
2. DTC, the world’s largest depository, is a limited-purpose trust company organized under the New York Banking Law, a “banking organization” within the meaning of the New York Banking Law, a member of the Federal Reserve System, a “clearing corporation” within the meaning of the New York Uniform Commercial Code, and a “clearing agency” registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.6 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments from over 100 countries that DTC’s participants (“Direct Participants”) deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities, through electronic computerized book-entry transfers and pledges between Direct Participants’ accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation (“DTCC”). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly (“Indirect Participants”). DTC has a Standard & Poor’s rating of “AA+.” The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at [www.dtcc.com](http://www.dtcc.com).
3. Purchases of Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the Bonds on DTC’s records. The ownership interest of each actual purchaser of each Note (“Beneficial Owner”) is in turn to be recorded on the Direct and Indirect Participants’ records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the Bonds are to be accomplished by entries made on the books of Participants acting on behalf of Direct and Indirect Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Bonds, except in the event that use of the book-entry system for the Bonds is discontinued.
4. To facilitate subsequent transfers, all Bonds deposited by Direct Participants with DTC are registered in the name of DTC’s partnership nominee, Cede & Co., or such other name as may be requested by an authorized representative of DTC. The deposit of Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the Bonds; DTC’s records reflect only the identity of the Direct Participants to whose accounts such Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.
5. Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time.
6. Redemption notices shall be sent to DTC. If less than all of the Bonds within an issue are being redeemed, DTC’s practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.
7. Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the Bonds unless authorized by a Direct Participant in accordance with DTC’s MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the Issuer as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.’s consenting or voting rights to those Direct Participants to whose accounts Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).
8. Redemption proceeds, distributions, and dividend payments on the Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC’s practice is to credit Direct Participants’ accounts upon DTC’s receipt of funds and corresponding detail information from the Issuer or Paying Agent, on the payment date in accordance with their respective holdings shown on DTC’s records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in “street name,” and will be the responsibility of such Participant and not of DTC nor its nominee, the Paying Agent, or the Issuer, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of redemption proceeds, distributions, and dividend payments to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the Issuer or Paying Agent, disbursement of such payments to Direct

Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

9. A Beneficial Owner shall give notice to elect to have its Bonds purchased or tendered, through its Participant, to the Paying Agent, and shall effect delivery of such Bonds by causing the Direct Participant to transfer the Participant's interest in the Notes, on DTC's records, to the Paying Agent. The requirement for physical delivery of the Bonds in connection with an optional tender or a mandatory purchase will be deemed satisfied when the ownership rights in the Bonds are transferred by Direct Participants on DTC's records and followed by a book-entry credit of tendered Bonds to the Paying Agent's DTC account.

10. DTC may discontinue providing its services as depository with respect to the Bonds at any time by giving reasonable notice to the Issuer or Paying Agent. Under such circumstances, in the event that a successor securities depository is not obtained, Bond certificates are required to be printed and delivered.

11. The Issuer may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Note certificates will be printed and delivered to DTC.

12. The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the Issuer believes to be reliable, but the Issuer takes no responsibility for the accuracy thereof.

## **RISK FACTORS AND INVESTMENT CONSIDERATIONS**

***A PROSPECTIVE PURCHASER OF THE BONDS DESCRIBED HEREIN SHOULD BE AWARE THAT THERE ARE CERTAIN RISKS ASSOCIATED WITH THE BONDS WHICH MUST BE RECOGNIZED. THE FOLLOWING STATEMENTS REGARDING CERTAIN RISKS ASSOCIATED WITH THE OFFERING SHOULD NOT BE CONSIDERED AS A COMPLETE DESCRIPTION OF ALL RISKS TO BE CONSIDERED IN THE DECISION TO PURCHASE THE BONDS. PROSPECTIVE PURCHASERS OF THE BONDS SHOULD ANALYZE CAREFULLY THE INFORMATION CONTAINED IN THIS OFFICIAL STATEMENT AND ADDITIONAL INFORMATION IN THE FORM OF THE COMPLETE DOCUMENTS SUMMARIZED HEREIN, COPIES OF WHICH ARE AVAILABLE AND MAY BE OBTAINED FROM THE ISSUER OR THE UNDERWRITER.***

### **Legal Matters**

Various state and federal laws, regulations and constitutional provisions apply to the obligations created by the Bonds. There is no assurance that there will not be any change in, interpretation of, or addition to such applicable laws, provisions and regulations which would have a material effect, either directly or indirectly, on the Issuer or the taxing authority of the Issuer.

### **Debt Service Source**

The Bonds are general obligations of the Issuer payable as to both principal and interest, if necessary, from ad valorem taxes which may be levied without limitation as to rate or amount upon all the taxable tangible property, real and personal, within the territorial limits of the Issuer. The Legislature may from time to time adopt changes in the property tax system or method of imposing and collecting property taxes within the State. Taxpayers may also challenge the fair market value of property assigned by the county appraiser. The effects of such legislative changes and successful challenges to the appraiser's determination of fair market value could affect the Issuer's property tax collections. If a taxpayer valuation challenge is successful, the liability of the Issuer to refund property taxes previously paid under protest may have a material impact on the Issuer's financial situation. See "APPENDIX A – FINANCIAL INFORMATION – Property Valuations and Property Tax Levies and Collections."

### **Limitations on Remedies Available to Owners of Bonds**

The enforceability of the rights and remedies of the owners of Bonds, and the obligations incurred by the Issuer in issuing the Bonds, are subject to the following: the federal Bankruptcy Code and applicable bankruptcy, insolvency, reorganization, moratorium, or similar laws relating to or affecting the enforcement of creditors' rights generally, now or hereafter in effect; usual equity principles which may limit the specific enforcement under state law of certain remedies; the exercise by the United States of America of the powers delegated to it by the United States Constitution; and the reasonable and necessary exercise, in certain unusual situations, of the police power inherent in the State and its governmental subdivisions in the interest of serving a legitimate and significant public purpose. Bankruptcy proceedings, or the exercise of powers by the federal or state government, if initiated, could subject the owners of the Bonds to judicial discretion interpretation of their rights in bankruptcy and otherwise, and consequently may involve risks of delay, limitation or modification of their rights.

## **Taxation of Interest on the Bonds**

An opinion of Bond Counsel will be obtained to the effect that interest earned on the Bonds is excludable from gross income for federal income tax purposes under current provisions of the Internal Revenue Code of 1986, as amended (the “Code”), and applicable rulings and regulations under the Code; however, an application for a ruling has not been made and an opinion of counsel is not binding upon the Internal Revenue Service. There can be no assurance that the present provisions of the Code, or the rules and regulations thereunder, will not be adversely amended or modified, thereby rendering the interest earned on the Bonds includable in gross income for federal income tax purposes.

The Issuer has covenanted in the Bond Resolution and in other documents and certificates to be delivered in connection with the issuance of the Bonds to comply with the provisions of the Code, including those which require the Issuer to take or omit to take certain actions after the issuance of the Bonds. Because the existence and continuation of the excludability of the interest on the Bonds depends upon events occurring after the date of issuance of the Bonds, the opinion of Bond Counsel described under “TAX MATTERS” assumes the compliance by the Issuer with the provisions of the Code described above and the regulations relating thereto. No opinion is expressed by Bond Counsel with respect to the excludability of the interest on the Bonds in the event of noncompliance with such provisions. The failure of the Issuer to comply with the provisions described above may cause the interest on the Bonds to become includable in gross income as of the date of issuance.

## **Bond Rating**

The Bonds have been assigned the financial rating set forth in the section hereof entitled “BOND RATING.” There is no assurance that a particular rating will remain in effect for any given period of time or that it will not be revised, either downward or upward, or withdrawn entirely, if in the judgment of the agency originally establishing such rating, circumstances so warrant. Any downward revision or withdrawal of any rating may have an adverse affect on the market price of the Bonds.

## **Secondary Market**

There is no assurance that a secondary market will develop for the purchase and sale of the Bonds. Prices of municipal Bonds traded in the secondary market, though, are subject to adjustment upward and downward in response to changes in the credit market. From time to time it may be necessary to suspend indefinitely secondary market trading in selected issues of municipal bonds as a result of financial condition or market position of broker-dealers, prevailing market conditions, lack of adequate current financial information about the City, or a material adverse change in the financial condition of the City, whether or not the subject Bonds are in default as to principal and interest payments, and other factors which may give rise to uncertainty concerning prudent secondary market practices.

## **Premium on Bonds**

[The initial offering prices of certain maturities of the Bonds that are subject to optional redemption are in excess of the respective principal amounts thereof.] Any person who purchases a Bond in excess of its principal amount, whether during the initial offering or in a secondary market transaction, should consider that the Bonds are subject to redemption at par under the various circumstances described under “THE BONDS – Redemption of Bonds”.

## **No Additional Interest or Mandatory Redemption upon Event of Taxability**

The Bond Resolution does not provide for the payment of additional interest or penalty on the Bonds or the mandatory redemption thereof if the interest thereon becomes includable in gross income for federal income tax purposes. Likewise, the Bond Resolution does not provide for the payment of any additional interest or penalty on the Bonds if the interest thereon becomes subject to taxation by the State.

## **Kansas Public Employees Retirement System**

As described in “**APPENDIX A – FINANCIAL INFORMATION – Pension and Employee Retirement Plans**,” the Issuer participates in the Kansas Public Employees Retirement System (“KPERS”), as an instrumentality of the State to provide retirement and related benefits to public employees in Kansas. KPERS administers three statewide defined benefit retirement plans for public employees which are separate and distinct with different membership groups, actuarial assumptions, experience, contribution rates and benefit options. The Issuer participates in the Public Employees Retirement System – Local Group (the “Plan”). Under existing law, employees make contributions and the Issuer makes all employer contributions to the Plan; neither the employees nor the Issuer are directly responsible for any unfunded accrued actuarial liability (“UAAL”). However, the Plan contribution rates may be adjusted by legislative action over time to address any UAAL. According to KPERS’ Valuation Reports, the Local Group had an UAAL of approximately \$2.089 billion in calendar year 2023.

## Suitability of Investment

The tax exempt feature of the Bonds is more valuable to high tax bracket investors than to investors who are in low tax brackets, and so the value of the interest compensation to any particular investor will vary with individual tax rates. Each prospective investor should carefully examine this Preliminary Official Statement, including the Appendices hereto, and its own financial condition to make a judgment as to its ability to bear the economic risk of such an investment, and whether or not the Bonds are an appropriate investment.

## Cybersecurity Risks

Security breaches, including electronic break-ins, computer viruses, attacks by hackers and similar breaches could create disruptions or shutdowns of the City and the services it provides, or the unauthorized disclosure of confidential personal, health-related, credit and other information. If a security breach occurs, the City may incur significant costs to remediate possible injury to the affected persons, and the City may be subject to sanctions and civil penalties. Any failure to maintain proper functionality and security of information systems could interrupt the City's operations, delay receipt of revenues, damage its reputation, subject it to liability claims or regulatory penalties and could have a material adverse effect on its operations, financial condition and results of operations.

## Natural Disasters or Terrorist Attacks

The occurrence of a terrorist attack in the City, or natural disasters, such as fires, tornados, earthquakes, floods or droughts, could damage the City and its systems and infrastructure, and interrupt services or otherwise impair operations of the City.

## Potential Impacts Resulting from Epidemics or Pandemics

The Issuer's finances may be materially adversely affected by unforeseen impacts of future epidemics and pandemics, such as the Coronavirus (COVID-19) pandemic. The Issuer cannot predict future impacts of epidemics or pandemics, any similar outbreaks, or their impact on travel, on assemblies or gatherings, on the local, State, national or global economy, or on securities markets, or whether any such disruptions may have a material adverse impact on the financial condition or operations of the Issuer, including but not limited to the payment of debt service on any of its outstanding debt obligations.

## THE IMPROVEMENTS

The proceeds of the Bonds will be applied to: 1) permanently finance a portion of construction of improvements described below (collectively, the "Improvements"); 2) redeem a portion of the City's outstanding General Obligation Temporary Notes, Series 2022B and General Obligation Temporary Notes, Series 2023A; and 3) pay costs of issuance associated with the issuance of the Bonds.

<u>Project Description</u>	<u>Res. No.</u>	<u>Authority (K.S.A.)</u>	<u>Amount</u>
<b>The Coves Addition</b>			
Paving	665-20/699-21/725-21	K.S.A. 12-6a01 <i>et seq</i>	\$1,955,139.69
Academy Avenue (WAMPO)	735-22	K.S.A. 15-731/Ch Ord 31-20	4,475,592.74
<b>Villas at Hampton Lakes Addition</b>			
Paving	615-18	K.S.A. 12-6a01 <i>et seq</i>	261,009.93
Sewer	616-18	K.S.A. 12-6a01 <i>et seq</i>	89,102.08
Water	617-18/622-18	K.S.A. 12-6a01 <i>et seq</i>	107,392.39
Drainage	618-18	K.S.A. 12-6a01 <i>et seq</i>	253,328.76
<b>Woodard Addition (Phase 3)</b>			
Paving	719-21	K.S.A. 12-6a01 <i>et seq</i>	289,733.41
Water	720-21	K.S.A. 12-6a01 <i>et seq</i>	186,322.97
<b>Water Line (53<sup>rd</sup> to Tyler)</b>	733-22	K.S.A. 65-163d <i>et seq</i>	1,983,277.64
<b>119<sup>th</sup> Sewer Main</b>	760-22	K.S.A. 12-6a01 <i>et seq</i>	3,703,189.14
<b>Cypress Point 2<sup>nd</sup> Addition</b>			
Paving	746-22	K.S.A. 12-6a01 <i>et seq</i>	409,211.32
Sewer	744-22/771-23	K.S.A. 12-6a01 <i>et seq</i>	276,063.76
Stormwater	745-22/769-23	K.S.A. 12-6a01 <i>et seq</i>	533,794.41
Water	747-22/770-23	K.S.A. 12-6a01 <i>et seq</i>	201,841.76
<b>Total:</b>			<b>\$14,725,000.00</b>

## SOURCES AND USES OF FUNDS

The following table summarizes the sources and uses of funds associated with the issuance of the Bonds (exclusive of accrued interest):

<b>Sources of Funds:</b>	
Principal Amount of the Bonds*	\$14,375,000.00
Funds of the Issuer	
<b>Total</b>	<b>\$</b>
<b>Uses of Funds:</b>	
Deposit to Redemption Fund – Temporary Notes	\$
Deposit to Improvement Fund	
Underwriter's Discount	
Costs of Issuance	
<b>Total</b>	<b>\$</b>

\* Subject to change.

## BOND RATINGS

S&P Global Ratings, a division of S&P Global Inc., has assigned a rating of “[ ]” to the Bonds. Such rating reflects only the view of such rating agency, and an explanation of the significance of such rating may be obtained therefrom. No such rating constitutes a recommendation to buy, sell, or hold any obligations, including the Bonds, or as to the market price or suitability thereof for a particular investor. The Issuer furnished such rating agency with certain information and materials relating to the Bonds that have not been included in this Official Statement. Generally, rating agencies base their ratings on the information and materials so furnished and on investigations, studies and assumptions by the rating agencies. There is no assurance that a particular rating will remain in effect for any given period of time or that it will not be revised, either downward or upward, or withdrawn entirely, if in the judgment of the agency originally establishing such rating, circumstances so warrant. Any downward revision or withdrawal of any rating may have an adverse affect on the market price of the Bonds.

## ABSENCE OF LITIGATION

At the present time there is no controversy, suit or other proceedings of any kind pending or threatened whereby any question is raised or may be raised questioning or affecting in any way the legal organization of the City or its boundaries or the right or title of any of its officers to their respective offices, or the legality of any official act shown to have been done in the Transcript of proceedings leading up to the issuance of the Bonds, or the constitutionality or validity of the indebtedness represented by the Bonds shown to be authorized in said Transcript, or the validity of the Bonds or any of the proceedings had in relation to the issuance or sale thereof, or the levying and collection of taxes to pay the principal and interest thereof.

## FINANCIAL ADVISOR

Ranson Financial Group, LLC serves as financial advisor (the “Financial Advisor”) to the City. The Financial Advisor is a “municipal advisor” as defined in the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010. The Financial Advisor has participated in the preparation of this Preliminary Official Statement, but has not verified all of the factual information contained herein, nor has it conducted a detailed investigation of the affairs of the City for the purpose of passing upon the accuracy or completeness of this Preliminary Official Statement. The Financial Advisor's fee is contingent upon the actual issuance and delivery of the Bonds.

## UNDERWRITING

The Bonds have been sold at public sale by the Issuer to [ ] (the “Underwriter”) on the basis of lowest true interest cost. [ ] bids were received by the Issuer. The Underwriter has agreed, subject to certain conditions, to purchase the Bonds at a price equal to the principal amount of the Bonds, plus accrued interest from the Dated Date to the Issue Date[, plus a premium of \$ ][, less an underwriting discount of \$ ].

The Bonds will be offered to the public initially at the prices determined to produce the yield to maturity set forth on the inside cover page of this Preliminary Official Statement. The Underwriter may offer and sell the Bonds to certain dealers (including dealers depositing the Bonds into investment trusts) at prices other than the price stated on the inside cover page hereof and may change the initial offering price from time to time subsequent to the date hereof. In connection with the offering, the Underwriters may over allot or effect transactions which stabilize or maintain the market price of the Bonds at a level above that which might otherwise prevail in the open market. Such stabilizing, if commenced, may be discontinued at any time.



## LEGAL MATTERS

### Approval of Bonds

All matters incident to the authorization and issuance of the Bonds are subject to the approval of Gilmore & Bell, P.C., Wichita, Kansas ("Bond Counsel"), bond counsel to the Issuer. The factual and financial information appearing herein has been supplied or reviewed by certain officials of the City and its certified public accountants, as referred to herein. Bond Counsel has participated in the preparation of the matters appearing in the sections of this Preliminary Official Statement captioned "DESCRIPTION OF THE BONDS," "LEGAL MATTERS," "TAX MATTERS," and *APPENDIX C*. Payment of the legal fee of Bond Counsel is contingent upon the delivery of the Bonds. Certain legal matters have been passed on for the Issuer by Thomas R. Powell, Esq.

## TAX MATTERS

The following is a summary of the material federal and State of Kansas income tax consequences of holding and disposing of the Bonds. This summary is based upon laws, regulations, rulings and judicial decisions now in effect, all of which are subject to change (possibly on a retroactive basis). This summary does not discuss all aspects of federal income taxation that may be relevant to investors in light of their personal investment circumstances or describe the tax consequences to certain types of holders subject to special treatment under the federal income tax laws (for example, dealers in securities or other persons who do not hold the Bonds as a capital asset, tax-exempt organizations, individual retirement accounts and other tax deferred accounts, and foreign taxpayers), and, except for the income tax laws of the State of Kansas, does not discuss the consequences to an owner under state, local or foreign tax laws. The summary does not deal with the tax treatment of persons who purchase the Bonds in the secondary market at a premium or a discount. Prospective investors are advised to consult their own tax advisors regarding federal, state, local and other tax considerations of holding and disposing of the Bonds.

### Opinion of Bond Counsel

In the opinion of Bond Counsel, under the law existing as of the issue date of the Bonds:

**Federal Tax Exemption.** The interest on the Bonds [(including any original issue discount properly allocable to an owner thereof)] is excludable from gross income for federal income tax purposes.

**Alternative Minimum Tax.** Interest on the Bonds is not an item of tax preference for purposes of computing the federal alternative minimum tax.

**Bank Qualification.** The Bonds are not designated as "qualified tax-exempt obligations" within the meaning of Code § 265(b)(3).

**Kansas Tax Exemption.** The interest on the Bonds is exempt from income taxation by the State of Kansas.

Bond Counsel's opinions are provided as of the date of the original issue of the Bonds, subject to the condition that the Issuer comply with all requirements of the Code that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, or continue to be, excludable from gross income for federal income tax purposes. The Issuer has covenanted to comply with all such requirements. Failure to comply with certain of such requirements may cause the inclusion of interest on the Bonds in gross income for federal income tax purposes retroactive to the date of issuance of the Bonds. Bond Counsel is expressing no opinion regarding other federal, state or local tax consequences arising with respect to the Bonds.

### Other Tax Consequences

**[Original Issue Discount.** For federal income tax purposes, original issue discount is the excess of the stated redemption price at maturity of a Bond over its issue price. The stated redemption price at maturity of a Bond is the sum of all payments on the Bond other than "qualified stated interest" (*i.e.*, interest unconditionally payable at least annually at a single fixed rate). The issue price of a Bond is generally the first price at which a substantial amount of the Bonds of that maturity have been sold to the public. Under Code § 1288, original issue discount on tax-exempt obligations accrues on a compound basis. The amount of original issue discount that accrues to an owner of a Bond during any accrual period generally equals (1) the issue price of that Bond, plus the amount of original issue discount accrued in all prior accrual periods, multiplied by (2) the yield to maturity on that Bond (determined on the basis of compounding at the close of each accrual period and properly adjusted for the length of the accrual period), minus (3) any interest payable on that Bond during that accrual period. The amount of original issue discount accrued in a particular accrual period will be considered to be received ratably on each day of the accrual period, will be excludable from gross income for federal income tax purposes, and will increase the owner's tax basis in that Bond. Prospective investors should consult their own tax advisors concerning the calculation and accrual of original issue discount.]

**[Original Issue Premium.]** For federal income tax purposes, premium is the excess of the issue price of a Bond over its stated redemption price at maturity. The stated redemption price at maturity of a Bond is the sum of all payments on the Bond other than “qualified stated interest” (*i.e.*, interest unconditionally payable at least annually at a single fixed rate). The issue price of a Bond is generally the first price at which a substantial amount of the Bonds of that maturity have been sold to the public. Under Code § 171, premium on tax-exempt obligations amortizes over the term of the Bond using constant yield principles, based on the purchaser’s yield to maturity. As premium is amortized, the owner’s basis in the Bond and the amount of tax-exempt interest received will be reduced by the amount of amortizable premium properly allocable to the owner, which will result in an increase in the gain (or decrease in the loss) to be recognized for federal income tax purposes on sale or disposition of the Bond prior to its maturity. Even though the owner’s basis is reduced, no federal income tax deduction is allowed. Prospective investors should consult their own tax advisors concerning the calculation and accrual of premium.]

**Sale, Exchange or Retirement of Bonds.** Upon the sale, exchange or retirement (including redemption) of a Bond, an owner of the Bond generally will recognize gain or loss in an amount equal to the difference between the amount of cash and the fair market value of any property received on the sale, exchange or retirement of the Bond (other than in respect of accrued and unpaid interest) and such owner’s adjusted tax basis in the Bond. To the extent the Bonds are held as a capital asset, such gain or loss will be capital gain or loss and will be long-term capital gain or loss if the Bond has been held for more than 12 months at the time of sale, exchange or retirement.

**Reporting Requirements.** In general, information reporting requirements will apply to certain payments of principal, interest and premium paid on Bonds, and to the proceeds paid on the sale of Bonds, other than certain exempt recipients (such as corporations and foreign entities). A backup withholding tax will apply to such payments if the owner fails to provide a taxpayer identification number or certification of foreign or other exempt status or fails to report in full dividend and interest income. The amount of any backup withholding from a payment to an owner will be allowed as a credit against the owner’s federal income tax liability.

**Collateral Federal Income Tax Consequences.** Prospective purchasers of the Bonds should be aware that ownership of the Bonds may result in collateral federal income tax consequences to certain taxpayers, including, without limitation, financial institutions, property and casualty insurance companies, individual recipients of Social Security or Railroad Retirement benefits, certain S corporations with “excess net passive income,” foreign corporations subject to the branch profits tax, life insurance companies, and taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry or have paid or incurred certain expenses allocable to the Bonds. Bond Counsel expresses no opinion regarding these tax consequences. Purchasers of Bonds should consult their tax advisors as to the applicability of these tax consequences and other federal income tax consequences of the purchase, ownership and disposition of the Bonds, including the possible application of state, local, foreign and other tax laws.

Bond Counsel notes that for tax years beginning after December 31, 2022, the interest on the Bonds may be included in adjusted financial statement income of applicable corporations for purposes of determining the applicability and amount of the federal corporate alternative minimum tax.

## MISCELLANEOUS

The references herein to the Bond Resolution and other documents referred to in this Preliminary Official Statement are brief summaries of certain provisions thereof and do not purport to be complete. For full and complete statements of such provisions, reference is made to such documents.

The agreement of the Issuer with the Owners of the Bonds is fully set forth in the Bond Resolution, and neither any advertisement of the Bonds nor this Preliminary Official Statement is to be construed as constituting an agreement with the purchasers of the Bonds. So far as any statements are made in this Preliminary Official Statement involving matters of opinion, estimates, projections or forecasts, whether or not expressly stated as such, they are not to be construed as representations of fact. Copies of the documents mentioned under this caption are on file at the offices of the Underwriter and, following delivery of the Bonds, will be on file with the Issuer.

The Appendices attached hereto is an integral part of this Preliminary Official Statement and must be read together with all of the statements.

## **AUTHORIZATION OF PRELIMINARY OFFICIAL STATEMENT**

The preparation of this Preliminary Official Statement and its distribution has been authorized by the governing body of the Issuer as of the date on the cover page hereof. This Preliminary Official Statement is submitted in connection with the issuance of the Bonds and may not be reproduced or used as a whole or in part for any other purpose. This Preliminary Official Statement does not constitute a contract between the Issuer or the Underwriter and any one or more of the purchasers, Owners or Beneficial Owners of the Bonds

CITY OF MAIZE, KANSAS

By: \_\_\_\_\_  
Patrick Stivers, Mayor  
Sue Villareal, City Clerk

## **APPENDIX A**

### **INFORMATION CONCERNING THE ISSUER**

\* Subject to change.

## ***APPENDIX A***

### **GENERAL**

#### **Size and Location**

The City of Maize (the “City” or “Issuer”) is located in south central Kansas in Sedgwick County (the “County”). The City is situated to the northwest of Wichita, Kansas, adjacent to the neighboring city.

Between 2010 and 2024, the City has increased from 3,420 residents to approximately 7,500 residents, an increase of over 106%. The estimated population in 2025 is 7,600. This continued growth can in part be attributed to the Maize School District (USD No. 266), which is the fastest growing district in the State of Kansas. The Maize School District covers large portions of northwest Sedgwick County, which has experienced rapid residential growth and development.

#### **Government and Organization of the City**

The City is a municipal corporation incorporated in 1915, and is organized and existing under and pursuant to the Constitution and laws of the State of Kansas. The City has a Mayor-Council form of government. The Mayor and five Councilmembers are elected at large to staggered four (4) year terms.

The principal officials and officers of the Issuer are as follows:

<b><u>Title</u></b>	<b><u>Name</u></b>	<b><u>Term Expires</u></b>
Mayor	Patrick Stivers	01/2026
Council President and Councilmember:	Jennifer Herington	01/2026
Council Members:	Dr. David Guo	01/2024
	Jeff Hohnbaum	01/2026
	Alex McCreath	01/2024
	Kevin Reid	01/2024
City Manager	Nick Gregory	N/A
Deputy City Manager	Joe Dessenberger	N/A
Assistant City Manager	Tristin Terhune	N/A
City Clerk	Sue Villarreal	N/A
City Treasurer / Finance Officer	Elizabeth Eck	N/A
City Attorney	Tom Powell, Esq.	N/A

#### **Management Personnel**

The City Manager is appointed by the Council and is charged with the efficient and effective administration of the City. The City Council conducts all legislative functions for the City and establishes general policies which are executed by its staff, which serves at its pleasure.

#### **Public Safety**

The City has 14 full-time police officers, a police chief, deputy police chief, two sergeants, and one detective. Fire protection for the City is provided by the Sedgwick County Fire Department. The County provides emergency medical services (EMS) to the City.

#### **Municipal Services and Other Utilities**

The City provides a full range of services, which include construction and maintenance of infrastructure, community development and planning and cultural activities. The City operates the water and wastewater systems. Electric and natural gas services are provided to the City by Evergy Energy and Black Hills Energy, respectively. Cable TV service is provided by Direct TV and Cox Communications. Telephone and internet service is provided by AT&T and IdeaTek TelecomLLC. Additional services in the City are provided by private companies.

## Transportation Facilities

The City is served by a major highway, rail line, and two local airports. Kansas Highway 96 is a limited access freeway that runs through the northeastern portions of the community. The Kansas and Oklahoma railroad transverses through eastern Maize on trackage leased from Union Pacific Corporation, running nearly parallel to Kansas Highway 96. The Maize Airport is located to the east of town on West 45th Street. The Maize Airport has a 2,100-foot runway and is open for public use. The Wichita Dwight D. Eisenhower National Airport offers passenger service and is located eleven miles south of the City.

## Educational Institutions and Facilities

The City is served by the Maize Unified School District No. 266. The Maize Unified School District is an independent taxing unit with boundaries that are separate from the jurisdictional boundaries of the City of Maize. The schools continue to absorb the increasing number of students from western Wichita and have the potential to absorb future Maize growth. The district currently operates two high schools, two middle schools, five elementary schools, one alternative high school, a transport facility, a maintenance building and an administrative center, most of which are in the City area. The full-time equivalent number of students in the Maize Unified School District is approximately 7,806 for the 2024-25 school year. A majority of students and staff come from Wichita. This influx of students and staff increases the daytime population of Maize impacting Maize and its service and utility capacity.

The following universities or colleges offering bachelor's or advanced degrees are also located in the region:

<u>Name</u>	<u>Location</u>	<u>Estimated Distance from City (in Miles)</u>	<u>Estimated Enrollment (FTE)</u>
Newman University	Wichita, KS	9	1,203
Friends University	Wichita, KS	9	2,024
Wichita State University	Wichita, KS	11	12,203
Wichita State University Tech	Wichita, KS	14	3,616
Hutchinson Community College	Hutchinson, KS	33	3,268
Butler Community College	El Dorado, KS	33	4,297

## Medical and Health Facilities

Major medical service is available at HCA Wesley Medical Center, Ascension Via Christi Riverside Medical Center, Ascension Via Christi St. Francis Campus and Ascension Via Christi St. Joseph Campus, located within 10 miles of the City.

## Recreational, Cultural and Religious Facilities

The Jeeps Motorcycle Club Racing facility and 81 Speedway located in the immediate vicinity of the City provide motor sports activities. The City completed construction on the Maize Clair Donnelley Amphitheater in Maize City Park for future performances. Other amenities in the park includes free splashpad and playground facilities.

The County offers a wide variety of cultural and entertainment options, including: Botanica – The Wichita Gardens, Wurlitzer Organ Pops Concerts, Metropolitan Ballet Company, Wichita Community Theater, Wichita Children's Theater, Music Theater of Wichita, Mid-America Dance Theater, Inc., Wichita Symphony and Choral Society, Wichita Art Association Galleries, Wichita Omnisphere Earth-Space Center, Lake Afton Public Observatory, Wichita Art Museum, Whittier Fine Arts Gallery, The Mid America All Indian Center Museum, and The Wichita Exploration Place.

Some of the major cultural events held annually are: St. Patrick's Day Parade, Kansas Junior Livestock Show, Wichita Jazz Festival, Renaissance Fair, Wichita River Festival, Victorian Garden Festival, National Baseball Congress Tournament, Wichita Arts Festival, the Old Sedgwick County Fair, Park City Bluegrass Festival, and Salute to Freedom 4th of July Celebration. In addition to the recreational and cultural facilities offered by the cities in the County, the County operates the Kansas Coliseum, the Sedgwick County Zoo and Botanical Gardens, Lake Afton Park, and the Sedgwick County Park.

The Sedgwick County Zoo and Botanical Gardens are considered world-class facilities. The zoo provides an environment where animals roam in spacious areas that simulate their natural habitats, while the Botanical Gardens offers a wide variety of species of native American and foreign plants, trees, and shrubs in a natural setting.

The City has eight churches that serve the community.

## FINANCIAL INFORMATION

### Accounting, Budgeting and Auditing Procedures

The City follows a statutory basis of accounting which is designed to show compliance with cash basis and budget laws of Kansas. The City has received a GAAP Waiver from the State of Kansas.

An annual budget of estimated receipts and disbursements for the coming calendar year is required by statute to be prepared for all funds (unless specifically exempted). The budget is prepared utilizing the modified accrual basis which is further modified by the encumbrance method of accounting. For example, commitments such as purchase orders and contracts, in addition to disbursements and accounts payable, are recorded as expenditures. The budget lists estimated receipts by funds and sources and estimated disbursements by funds and purposes. The proposed budget is presented to the governing body of the City prior to August 1, with a public hearing required to be held prior to August 15, with the final budget to be adopted by a majority vote of the governing body of the City prior to August 25 of each year (or October 1 if the City must conduct an election to increase property taxes above the tax lid described below). Budgets may be amended upon action of the governing body after notice and public hearing, provided that no additional tax revenues may be raised after the original budget is adopted.

The City may levy taxes in accordance with the requirements of its adopted budget. Property tax levies are based on the adopted budget of the City and the assessed valuations provided by the County appraiser. In 2021, the Kansas Legislature passed legislation (the "Revenue Neutral Tax Act") that repeals the "tax lid" (formerly K.S.A. 79 2925c) and provides that, beginning January 1, 2021, a taxing subdivision (which includes any political subdivision of the State that levies an ad valorem property tax, including the City) is not authorized to levy a property tax rate in excess of its revenue neutral rate without first providing notice, holding a public hearing, and authorizing such property tax rate by majority vote of its governing body. The revenue neutral rate means the tax rate for the current tax year that would generate the same property tax revenue as levied the previous tax year using the current tax year's total assessed valuation.

The Revenue Neutral Tax Act provides that by June 15 of every year, each county clerk shall calculate the revenue neutral rate for each taxing subdivision in their respective county. If a taxing subdivision desires to levy a tax rate in excess of its revenue neutral rate, it must first publish notice of a public hearing and notify, by July 20, the county clerk of the taxing subdivision's intent to exceed the revenue neutral rate. The county clerk is required to provide notice of the public hearing to each taxpayer with property in the taxing subdivision, along with following information concerning the taxing subdivision: (1) the revenue neutral rate, (2) the proposed property tax revenue needed to fund the proposed budget, (3) the proposed tax rate based on the proposed budget, (4) the tax rate and property tax of each taxing subdivision on the taxpayer's property from the previous year's tax statement, (5) the appraised value and assessed value of the taxpayer's property, (6) estimates of the tax for the current tax year on the taxpayer's property based on the revenue neutral rate of each taxing subdivision and any proposed tax rates that exceed the revenue neutral rates, (7) the difference between the estimates of tax based on the proposed tax rate and the revenue neutral rate. The public hearing regarding exceeding the revenue neutral rate is to be held between August 20 and September 20, and can be held in conjunction with the taxing subdivision's budget hearing. If multiple taxing subdivisions within the county are required to hold a public hearing, the county clerk's notices to the taxpayer can be combined into a single notice. After the public hearing, the taxing subdivision can approve exceeding the revenue neutral rate by governing body approval of a resolution or ordinance, and thereafter the taxing subdivisions will hold the public hearing and adopt the budget by majority vote of its governing body. The amount of tax to be levied and the adopted budget must be certified to the county clerk by October 1. The taxing subdivision's adopted budget shall not result in a tax rate in excess of its proposed rate stated in the notice provided to the taxpayers. If a taxing subdivision fails to comply with the requirements of the Revenue Neutral Tax Act, it shall refund to the taxpayers any property taxes over-collected based on the amount of the levy that was in excess of the revenue neutral rate.

The City cannot predict the impact of the Revenue Neutral Tax Act on the ratings on the Bonds, or the general rating of the City. A change in the rating on the Bonds or a change in the general rating of the City may adversely impact the market price of the Bonds in the secondary market.

Kansas law prohibits governmental units from creating indebtedness unless there are funds on hand in the proper accounts and unencumbered by previous action with which to pay such indebtedness. An exception to this cash-basis operation is made where provision has been made for payment of obligations by bonds or other specific debt obligations authorized by law.

The financial records of the City are audited annually by a firm of independent certified public accountants in accordance with generally accepted auditing standards. For 2024, the annual audit was performed by Varney & Associates, CPAs, LLC in Manhattan, Kansas. Copies of the audit reports for the past five (5) years are on file in the Clerk's office and are available for review.

The financial information contained in the Appendices to this Official Statement are an integral part of this document and are intended to be read in conjunction herewith.

## Property Valuations

The determination of assessed valuation and the collection of property taxes for all political subdivisions in the state of Kansas is the responsibility of the various counties under the direction of state statutes. The County Appraiser's office determines the fair market value of all taxable property within the County and the assessed valuation thereof that is to be used as a basis for the mill levy on property located in the City.

Property subject to ad valorem taxation is divided into two classes, real property and personal property. Real property is divided into seven subclasses; there are six subclasses of personal property. The real property (Class 1) subclasses are: (i) real property used for residential purposes including multi-family mobile or manufactured homes and the real property on which such homes are located, assessed at 11.5%, (ii) agricultural land, valued on the basis of agricultural income or productivity, assessed at 30%, (iii) vacant lots, assessed at 12%, (iv) real property, owned and operated by a not-for-profit organization not subject to federal income taxation, pursuant to Section 501 of the Internal Revenue Code, assessed at 12%, (v) public utility real property, except railroad real property, assessed at the average rate that all other commercial and industrial property is assessed, assessed at 33%, (vi) real property used for commercial and industrial purposes and buildings and other improvements located on land devoted to agricultural use, assessed at 25%, and (vii) all other urban and real property not otherwise specifically classified, assessed at 30%. Tangible personal property (Class 2) subclasses are: (i) mobile homes used for residential purposes, assessed at 11.5%, (ii) mineral leasehold interests, except oil leasehold interests, the average daily production from which is 5 barrels or less, and natural gas leasehold interests, the average daily production from which is 100 mcf or less, which shall be assessed at 25%, assessed at 30%, (iii) public utility tangible personal property, including inventories thereof, except railroad personal property, including inventories thereof, which shall be assessed at the average rate all other commercial and industrial property is assessed, assessed at 33%, (iv) all categories of motor vehicles not defined and specifically valued and taxed pursuant to law enacted prior to January 1, 1985, assessed at 20%, (v) commercial and industrial machinery and equipment which if its economic life is 7 years or more, shall be valued at its retail cost, when new, less seven-year straight-line depreciation, or which, if its economic life is less than 7 years, shall be valued at its retail cost when new, less straight-line depreciation over its economic life, except that, the value so obtained for such property, notwithstanding its economic life and as long as such property is being used, shall not be less than 20% of the retail cost, when new, of such property, assessed at 25%, and (vi) all other tangible personal property not otherwise specifically classified, assessed at 30%. All property used exclusively for state, county, municipal, literary, educational, scientific, religious, benevolent and charitable purposes, farm machinery and equipment, merchants' and manufacturers' inventories, other than public utility inventories included in subclass (3) of class 2, livestock, and all household goods and personal effects not used for the production of income, shall be exempted from property taxation.

The Kansas Legislature (the "Legislature") reduced the applicable assessment rates on motor vehicles from 30% of market value to 20% of market value as of January 1, 2000.

The 2006 Legislature exempted from all property or ad valorem property taxes levied under the laws of the State all commercial, industrial, telecommunications and railroad machinery and equipment acquired by qualified purchase or lease after June 30, 2006 or transported into the State after June 30, 2006 for the purpose of expanding an existing business or creation of a new business.

The Legislature may from time to time adopt changes in the property tax system or method of imposing and collecting property taxes within the State. Taxpayers may also challenge the fair market value of property assigned by the county appraiser. The effects of such legislative changes and successful challenges to the appraiser's determination of fair market value could affect the City's property tax collections. If a taxpayer valuation challenge is successful, the liability of the City to refund property taxes previously paid under protest may have a material impact on the City's financial situation.



## Sources of Revenue

The City finances its general fund operations through the local property tax levy, various other taxes, a variety of license and permit fees, and other miscellaneous sources as estimated below for the current fiscal year:

<u>Source</u>	<u>Percent</u>
Ad Valorem Tax	47.75%
Sales Tax	20.99%
Franchise Tax	8.50%
Miscellaneous	6.27%
Permits and Licenses	5.84%
Motor Vehicle Tax	5.12%
Municipal Court	1.98%
Interest	1.97%
Fireworks Permit	0.65%
Delinquent Tax	0.39%
911 camp revenue	0.21%
Community Building Rental	0.16%
Planning & Zoning Revenue	0.09%
Liquor Tax	0.03%
Amphitheater rental	0.02%
Transfers In	0.00%
<b>Total</b>	<b>100.00%</b>

Source: City's 2024 audited financial statements

## Assessed Valuation

The following table shows the assessed valuation of the taxable tangible property within the City for the following years:

<u>Levy Year</u>	<u>Budget Year</u>	<u>Real Property</u>	<u>Personal Property</u>	<u>Utilities</u>	<u>Motor Vehicles</u>	<u>Total Valuation</u>
2024	2025	\$95,906,407 <sup>(1)</sup>	\$525,710 <sup>(1)</sup>	\$2,562,405 <sup>(1)</sup>	\$12,693,062	\$111,687,584
2024	2025	95,991,361 <sup>(2)</sup>	518,459 <sup>(2)</sup>	2,562,405 <sup>(2)</sup>	12,693,062	111,765,287
2023	2024	82,552,536	556,724	2,602,709	10,661,645	96,373,614
2022	2023	70,516,508	413,642	2,438,956	9,996,469	83,365,575
2021	2022	62,292,534	380,871	2,290,498	9,423,442	74,387,345
2020	2021	57,674,405	415,663	2,019,032	8,442,473	68,551,573

<sup>(1)</sup> Final valuation figures as of November 1, 2024.

<sup>(2)</sup> Preliminary valuation figures as of July 15, 2024, used for budgeting purposes.

Source: County Clerk

## Property Tax Levies and Collections

**Tax Collections.** Tax statements are mailed November 1 each year and may be paid in full or one-half on or before December 20 with the remaining one-half due on or before May 10 of the following year. Taxes that are unpaid on the due dates are considered delinquent and accrue interest at a per annum rate established by State law until paid or until the property is sold for taxes. Real estate bearing unpaid taxes is advertised for sale on or before August 1 of each year and is sold by the County for taxes and all legal charges on the first Tuesday in September. Properties that are sold and not redeemed within two years after the tax sale are subject to foreclosure sale, except homestead properties which are subject to foreclosure sale after three years.

Personal taxes are due and may be paid in the same manner as real estate taxes, with the same interest applying to delinquencies. If personal taxes are not paid when due, and after written notice, warrants are issued and placed in the hands of the Sheriff for collection. If not paid on or before October 1, legal judgment is entered and the delinquent tax becomes a lien on the property. Unless renewed, a non-enforced lien expires five years after it is entered.

Motor vehicle taxes are collected periodically throughout the year concurrently with the renewal of motor vehicle tags based upon the value of such vehicles. Such tax receipts are distributed to all taxing subdivisions, including the State of Kansas, in proportion to the number of mills levied within each taxpayer's tax levy unit.

**Tax Rates.** The City may levy taxes in accordance with the requirements of its adopted budget. Property tax levies are based on the adopted budget of the City and the assessed valuations provided by the County appraiser.

The following table shows the City's mill levies by fund (per \$1000 of assessed valuation) for each of the years indicated and the current year:

<u>Levy Year</u>	<u>Budget Year</u>	<u>General</u>	<u>Bond &amp; Interest</u>	<u>Total Levy</u>
2024	2025	39.531	3.483	43.014
2023	2024	41.848	1.132	42.980
2022	2023	42.057	0.951	43.008
2021	2022	42.352	0.937	43.289
2020	2021	42.356	0.705	43.061

Source: County Clerk

**Aggregate Tax Levies.** The aggregate tax levies (per \$1000 assessed valuation) of the City and overlapping jurisdictions for the years indicated are included in the following table:

<u>Tax Year</u>	<u>Budget Year</u>	<u>City</u>	<u>Sedgwick County</u>	<u>USD No. 266<sup>(1)</sup></u>	<u>State</u>	<u>Township</u>	<u>Fire District</u>	<u>Regional Library</u>	<u>Cemetery District</u>	<u>Total</u>
2024	2025	43.014	28.701	61.099	1.500	0.133	17.000	1.160	0.543	153.150
2023	2024	42.980	28.988	61.120	1.500	0.158	17.883	1.161	0.543	154.333
2022	2023	43.008	29.368	61.155	1.500	0.179	17.912	1.229	0.543	154.894
2021	2022	43.289	29.370	59.850	1.500	0.496	17.817	1.229	0.542	154.093
2020	2021	43.061	29.376	59.829	1.500	0.404	17.891	1.229	0.540	153.830

<sup>(1)</sup> Includes levy for recreation commission.

Source: County Clerk

**Tax Collection Record.** The following table sets forth tax collection information (not including special assessments) for the City for the years indicated:

<u>Levy Year</u>	<u>Collection Year</u>	<u>Total Levy</u>	<u>Total Taxes Levied (\$)</u>	<u>Current Taxes Collected (\$)</u>	<u>Current Taxes Collected (%)</u>	<u>Delinquent Taxes Collected (\$)</u>	<u>Delinquent &amp; Current Taxes Collected (%)</u>
2024	2025	43.014	\$4,265,398	\$4,116,118 <sup>(1)</sup>	96.50%	\$29,882	97.20%
2023	2024	42.980	3,690,629	3,577,455	96.93%	38,303	97.97%
2022	2023	43.008	3,157,812	3,113,264	98.59%	25,655	99.40%
2021	2022	43.289	2,815,249	2,768,414	98.34%	26,441	99.28%
2020	2021	43.061	2,590,798	2,552,333	98.52%	68,279	101.15%

<sup>(1)</sup> Collections as of March 30, 2025.

Source: County Clerk & Treasurer

**Major Taxpayers.** The following table sets forth the ten largest taxpayers in the City based on total assessed valuation and total taxes levied in the most recent tax collection period (2024/25):

<u>Taxpayer</u>	<u>Assessed Valuation</u>	<u>Taxes Levied</u>
1. Watercress Apartments	\$3,068,936	\$132,007
2. Edward Rose Development Co	3,012,103	129,562
3. Everygy Kansas South Inc.	1,547,619	66,569
4. HL Villas Investment Group LLC	1,284,864	55,267
5. Heartland Credit Union	1,177,448	50,646
6. J&K Investments of Wichita LLC	850,082	36,565
7. Carlson Products LLC	842,907	36,256
8. Maize Hotel LLC	774,850	33,329
9. Black Hills Corp	751,208	32,312
10. Mathewson LLC	727,525	31,941

Source: County Clerk

## Special Assessments

The City has pursued a policy of utilizing special benefit districts to pay the cost of certain improvement projects that directly benefit property from the construction thereof. Kansas statutes allow for the creation of special benefit districts to pay for the cost of a variety of improvements, including street construction, storm water drains, sanitary sewer system improvements, street lighting, water system improvements, recreational facilities, flood control projects, bridges, and parking facilities. The City has typically utilized special benefit districts to pay for the costs associated with constructing certain street, sewer, and water improvements within the newly developing subdivisions in the City.

The creation of special benefit districts, the determination of property benefited, and the method of allocating the cost of the improvement is at the discretion of the City. Property owners have the ability to suggest improvements to be made through a petition process and to comment on the final amounts of their assessments. The City may or may not be included as part of the special benefit district. All property owners have the option to pay their portions of the improvement cost with a one-time payment during an assessment prepayment period or in annual installments with interest over a certain number of years.

Upon completion of the special benefit district improvement projects and the prepayment period, the City issues general obligation bonds to provide for permanent project financing. The payment of the principal of and interest on such bonds is paid from the special assessments levied annually on the benefitted property owners. Special assessments are paid at the same time and in the same manner as ad valorem property taxes. If at any time the special assessments received from the property owners are insufficient to provide for the payment of the principal of and interest on the bonds, the City is obligated to provide for the balance of such payments through its ability to levy unlimited ad valorem property taxes. Pursuant to Kansas law, unpaid special assessments are collected in the same manner as property taxes and result in a lien on the property. Kansas statutes authorize the judicial sale of property in order to recover the unpaid taxes and special assessments.

The City has adopted Resolution No. 259-96 establishing a policy for the financing of certain public improvements and the levying of special assessments. Pursuant to the resolution, developers that utilize special assessment financing must provide a financial commitment in the form of either (a) funding (cash, cashier's check or escrow account) equal to 20% of the estimated principal costs of the project; or (b) financial guarantee (irrevocable letter of credit, corporate completion bond) equal to 35% of the estimated principal costs of the project. The financial guarantee is to be applied to satisfy unpaid principal and interest costs of bonded public improvements, should any applicable special assessments not be paid when due. The financial guarantee is released when certificates of occupancy are issued for at least 35% of the benefitting properties, or five years from the issuance date of the guarantee, whichever occurs sooner.

**Special Assessment Collection Record.** The following table shows the amount of special assessments levied and collected for each of the years indicated. Special assessments are spread on benefited real estate with the general property tax levy in November of each year.

<u>Tax</u> <u>Year</u>	<u>Total</u> <u>Assessment</u>	<u>Total Collections</u> <u>(Including Prior Years' Delinquencies)</u>	
		<u>Amount</u>	<u>Percentage</u>
2024	\$1,621,644	\$1,580,737 <sup>(1)</sup>	97.48%
2023	1,563,866	1,539,921	98.47%
2022	1,637,805	1,644,966	100.44%
2021	1,737,253	1,770,799	101.93%
2020	1,507,955	1,515,540	100.50%

<sup>(1)</sup> Collections as of March 30, 2025.

Source: County Clerk

## Pension and Employee Retirement Plans

The Issuer participates in the Kansas Public Employees Retirement System ("KPERS") established in 1962, as an instrumentality of the State, pursuant to K.S.A. 74-4901 *et seq.*, to provide retirement and related benefits to public employees in Kansas. KPERS is governed by a board of trustees consisting of nine members, each of whom serve four-year terms. The board of trustees appoints an executive director to serve as the managing officer of KPERS and manage a staff to carry out daily operations of the system.

As of June 30, 2023, KPERS serves approximately 323,000 members and approximately 1,500 participating employers, including the State, school districts, counties, cities, public libraries, hospitals and other governmental units. KPERS administers the following three statewide, defined benefit retirement plans for public employees:

- (a) Kansas Public Employees Retirement System;
- (b) Kansas Police and Firemen's Retirement System; and
- (c) Kansas Retirement System for Judges.

These three plans are separate and distinct with different membership groups, actuarial assumptions, experience, contribution rates and benefit options. The Kansas Public Employees Retirement System is the largest of the three plans, accounting for approximately 95% of the members. The Kansas Public Employees Retirement System is further divided into two separate groups, as follows:

(a) *State/School Group* - includes members employed by the State, school districts, community colleges, vocational-technical schools and educational cooperatives. The State of Kansas makes all employer contributions for this group, the majority of which comes from the State General Fund.

(b) *Local Group* - all participating cities, counties, library boards, water districts and political subdivisions are included in this group. Local employers contribute at a different rate than the State/School Group rate.

KPERS is currently a qualified, governmental, § 401(a) defined benefit pension plan, and has received IRS determination letters attesting to the plan's qualified status dated October 14, 1999 and March 5, 2001. KPERS is also a "contributory" defined benefit plan, meaning that employees make contributions to the plan. This contrasts it from noncontributory pension plans, which are funded solely by employer contributions. The City's employees currently annually contribute 6% of their gross salary to the plan if such employees are KPERS Tier 1 members (covered employment prior to July 1, 2009), KPERS Tier 2 members (covered employment on or after July 1, 2009), or KPERS Tier 3 members (covered employment on or after January 1, 2015).

The City's contribution varies from year to year based upon the annual actuarial valuation and appraisal made by KPERS, subject to legislative caps on percentage increases. The City's contribution is 9.26% of the employee's gross salary for calendar year 2024, and is projected to change to 9.71% of the employee's gross salary for calendar year 2025. In addition, the City contributes 1% of the employee's gross salary for Death and Disability Insurance for covered employees.

In 2004, 2015 and 2021, the Kansas Development Finance Authority, on behalf of the State, issued pension obligation bonds and contributed the proceeds thereof to KPERS to assist with improving the status of the unfunded actuarial pension liability. In 2022 the Legislature provided for additional contributions totaling \$1.125 billion in four payments to be deposited into the KPERS trust fund for the School Group. For more information about the Legislature's actions related to KPERS, please see the 2022 Valuation Report referenced below.

According to the Valuation Report as of December 31, 2023 (the "2023 Valuation Report") the KPERS Local Group, of which the Issuer is a member, carried an unfunded accrued actuarial liability ("UAAL") of approximately \$2.089 billion at the end of 2023. The amount of the UAAL in 2023 changed from the previous year's amount due to the factors discussed in the 2023 Valuation Report; such report also includes additional information relating to the funded status of the KPERS Local Group, including recent trends in the funded status of the KPERS Local Group. A copy of the 2023 Valuation Report is available on the KPERS website at [kpers.org/about/reports](https://kpers.org/about/reports). The Issuer has no means to independently verify any of the information set forth on the KPERS website or in the 2023 Valuation Report, which is the most recent financial and actuarial information available on the KPERS website relating to the funded status of the KPERS Local Group. The 2023 Valuation Report sets the employer contribution rate for the period beginning January 1, 2026, for the KPERS Local Group, and KPERS' actuaries identified that an employer contribution rate of 9.59% of covered payroll would be necessary, in addition to statutory contributions by covered employees, to eliminate the UAAL by the end of the actuarial period set forth in the 2023 Valuation Report. The statutory contribution rate of employers currently equals the 2023 Valuation Report's actuarial rate. As a result, members of the Local Group are adequately funding their projected actuarial liabilities and the UAAL can be expected to diminish over time. The required employer contribution rate may increase up to the maximum statutorily allowed rate, which is 1.2% in fiscal year 2017 and thereafter.

The City has not implemented GASB 68 – Accounting and Financial Reporting for Pensions – An Amendment of GASB 27, because the City's financial statements are prepared on a regulatory basis of accounting which is a comprehensive basis of accounting different from accounting principles generally accepted in the United States of America. KPERS, however, has implemented GASB 67 – Financial Reporting for Pension Plans – An Amendment of GASB Statement 25, and is required annually to provide its participants the proportional share of the net pension liability of KPERS allocated to each participant as of the end of the prior fiscal year. The KPERS' Schedule of Employer and Nonemployer Allocations and Schedules of Pension Amounts by Employer and Nonemployer (the "GASB 68 Report") provides the net pension liability allocated to each KPERS

participant, including the City. The GASB 68 Report is available on the KPERS website at [kpers.org/about/reports.html](http://kpers.org/about/reports.html). Because the City has not implemented GASB 68, the net pension liability calculated by KPERS for the City is not reflected as a liability on the City's financial statements. The City has no means to independently verify any of the information set forth on the KPERS website or in the GASB 68 Report. It is important to note that under existing State law, the City has no legal obligation for the UAAL or the net pension liability calculated by KPERS, and such figures are for informational purposes only.

## History of Employment

The following table indicates the history of the City's employment for the years indicated.

<u>Year</u>	<u>Total Full-Time Employees</u>	<u>Total Part-Time Employees</u>	<u>Total</u>
2024	52	3	55
2023	47	10	57
2022	43	11	54
2021	35	12	47
2020	35	14	49

Source: City Clerk

## Risk Management

The City is insured against the risks arising from general liability by Employer's Mutual Company and employee medical coverage by Blue Cross & Blue Shield of Kansas.

## CITY'S AUTHORITY TO INCUR DEBT

Equalized Assessed Valuation of Tangible Valuation for Computation of Bonded Debt Limitations <sup>(1)</sup> .....	\$111,765,287
Legal limitation of Bonded Debt <sup>(2)</sup> .....	\$33,529,586
Outstanding general obligation debt anticipated as of August 26, 2025 <sup>(3)</sup> .....	\$81,615,000
Exempt Debt .....	\$56,603,730
Net Debt against Statutory Debt limit capacity .....	\$25,011,270
Additional debt capacity .....	\$8,518,316
Direct debt per capita (population 7,059) .....	\$11,562
Overlapping Indebtedness.....	\$16,546,853
Direct and overlapping debt.....	\$98,161,853
Direct and overlapping debt per capita .....	\$13,906
Direct debt as a percentage of Assessed Valuation.....	73.02%
Direct and overlapping debt as a percentage of Assessed Valuation .....	87.83%
Statutory direct debt as a percentage of Equalized Assessed Valuation .....	22.38%

<sup>(1)</sup> The assessed value of all tangible taxable property within the City, as certified to the County Clerk on the preceding August 25. Also includes the taxable value of motor vehicles within the City. See K.S.A. 10-301 *et seq.*

<sup>(2)</sup> See K.S.A. 10-301 *et seq.*

<sup>(3)</sup> Includes the Bonds, subject to change.

## Overlapping Indebtedness

The following table sets forth overlapping indebtedness as of August 26, 2025, and the percent attributable (on the basis of assessed valuation) to the City.

<u>Taxing Jurisdiction</u>	<u>2024 Assessed Valuation</u>	<u>Outstanding General Obligation Indebtedness</u>	<u>Percent Applicable to The City</u>	<u>Amount Applicable to The City</u>
Sedgwick County	\$6,952,605,137	\$ 52,395,000	1.42%	\$ 746,611
U.S.D. No. 266	722,087,496	115,160,000	13.72%	<u>15,800,242</u>
TOTAL				\$16,546,853

**OUTSTANDING GENERAL OBLIGATION DEBT**  
**(As of August 26, 2025)**

<b>Description of Indebtedness</b>	<b>Series</b>	<b>Maturity Date</b>	<b>Original Amount</b>	<b>Amount Outstanding</b>	<b>Amount Included In Debt Limitation</b>
General Obligation Refunding & Improvement Bonds	2018A	10/01/2038	\$ 5,545,000	\$ 3,110,000	\$ 1,096,897
General Obligation Refunding & Improvement Bonds	2019A	10/01/2034	6,275,000	3,935,000	1,227,136
General Obligation Refunding Bonds	2020A	10/01/2035	2,640,000	1,980,000	569,646
General Obligation Bonds	2021A	10/01/2041	4,405,000	3,720,000	1,640,613
General Obligation Refunding Bonds	2021B	10/01/2036	3,515,000	2,480,000	608,096
General Obligation Bonds	2023A	10/01/2043	2,830,000	2,740,000	841,473
General Obligation Bonds	2024A	10/01/2045	15,095,000	15,095,000	3,392,906
General Obligation Bonds <sup>(1)</sup>	2025A	10/01/2046	14,375,000	<u>14,375,000</u>	<u>2,845,805</u>
TOTAL				\$47,435,000	\$12,222,573

<sup>(1)</sup> This issue and subject to change.

**TEMPORARY NOTES OUTSTANDING**  
**(As of August 26, 2025)**

<b>Description of Indebtedness</b>	<b>Series</b>	<b>Maturity Date</b>	<b>Original Amount</b>	<b>Amount Outstanding</b>	<b>Amount Included In Debt Limitation</b>
General Obligation Temporary Notes <sup>(1)</sup>	2022B	09/01/2025	\$ 9,210,000	\$ <u>0</u>	\$ <u>0</u>
General Obligation Temporary Notes <sup>(1)</sup>	2023A	10/01/2026	9,635,000	4,540,000	3,456,102
General Obligation Temporary Notes	2023B	10/01/2026	11,830,000	11,830,000	3,637,914
General Obligation Temporary Notes	2024A	10/01/2027	10,680,000	10,680,000	3,367,167
General Obligation Temporary Notes <sup>(2)</sup>	2025A	10/01/2028	7,310,000	<u>7,130,000</u>	<u>2,327,514</u>
TOTAL				\$34,180,000	\$12,788,697

<sup>(1)</sup> Issues being retired or partially redeemed by the Series 2025A Bonds.

<sup>(2)</sup> Issue set to close July 29, 2025. Subject to change.

**CERTIFICATES OF PARTICIPATION OUTSTANDING**

As of August 26, 2025, the City had no certificates of participation outstanding.

**REVENUE BONDS OUTSTANDING**  
**(As of August 26, 2025)**

<b>Description of Indebtedness</b>	<b>Series</b>	<b>Maturity Date</b>	<b>Original Amount</b>	<b>Amount Outstanding</b>
Water Utility System Revenue Bonds	2014A	10/01/2038	\$ 285,000	\$ 225,000
Wastewater Utility System Revenue Bonds	2014A	10/01/2038	995,000	755,000
Water Utility System Refunding Revenue Bonds	2016A	08/01/2031	4,125,000	<u>1,835,000</u>
TOTAL				\$2,815,000

**LOANS OUTSTANDING**  
**(As of August 26, 2025)**

<b>Description</b>	<b>Year</b>	<b>Maturity Date</b>	<b>Original Amount</b>	<b>Amount Outstanding</b>
KDHE Sewer Loan	2016	03/01/2038	\$6,065,906	\$4,260,501
KDHE Sewer Loan	2020	03/01/2042	2,500,000	<u>2,040,459</u>
TOTAL				\$6,300,960

**CAPITAL LEASE OBLIGATIONS**

As of August 26, 2025, the City had no capital lease obligations outstanding.

**PBC REVENUE BONDS OUTSTANDING**  
**(As of August 26, 2025)**

<b>Description of Indebtedness</b>	<b>Series</b>	<b>Maturity Date</b>	<b>Original Amount</b>	<b>Amount Outstanding</b>
Public Building Commission Revenue Bonds	2015A	10/01/2025	\$1,050,000	\$ 115,000
Public Building Commission Refunding Revenue Bonds	2021A	05/01/2031	3,460,000	<u>2,275,000</u>
TOTAL				\$2,390,000

**Debt Payment Record**

The City has never been delinquent in any payments of its debt agreements.

**Future Indebtedness**

The City plans to periodically incur indebtedness in the form of temporary notes and general obligation bonds to finance at-large public improvements in accordance with its Capital Improvement Plan and to finance residential infrastructure projects which are anticipated to be repaid from special assessments upon benefitting property owners. Additionally, the City may complete issues to: 1) finance utility infrastructure needs with revenue bonds or other debt; 2) lease small equipment; and 3) refinance or refund outstanding debt as needed when sufficient savings can be achieved.

**ECONOMIC INFORMATION CONCERNING THE CITY**

**Population Trends**

The following table shows the approximate population of the County and the City in the years indicated:

<b><u>Year</u></b>	<b><u>County Population</u></b>	<b><u>City Population</u></b>
2024	536,081	7,059
2023	528,469	6,802
2022	525,525	6,405
2021	523,828	6,060
2020	523,824	5,735
2010	498,365	3,420

Source: State of Kansas – Division of Budget (2021-2024 data); U.S. Census Bureau (2010, 2020 data)

**Labor Force**

The following table sets forth labor force figures for the County, and the State of Kansas:

**SEDGWICK COUNTY**

<b><u>Average For Year</u></b>	<b><u>Total Labor Force</u></b>	<b><u>Employed</u></b>	<b><u>Unemployed</u></b>	<b><u>Unemployment Rate</u></b>
2024	273,618	262,880	10,738	3.9%
2023	258,378	250,765	7,613	2.9%
2022	255,813	247,806	8,007	3.1%
2021	255,086	243,391	11,695	4.6%
2020	257,217	234,769	22,448	8.7%

**STATE OF KANSAS**

<b><u>Average For Year</u></b>	<b><u>Total Labor Force</u></b>	<b><u>Employed</u></b>	<b><u>Unemployed</u></b>	<b><u>Unemployment Rate</u></b>
2024	1,545,790	1,490,553	55,237	3.6%
2023	1,510,988	1,470,936	40,052	2.7%
2022	1,504,932	1,464,834	40,098	2.7%
2021	1,495,665	1,447,323	48,342	3.2%
2020	1,497,013	1,409,003	88,010	5.9%

Currently, the Kansas Department of Labor estimates an unemployment rate of 4.4% for the County and 4.1% for the State of Kansas for the month of February 2025.

Source: Kansas Statistical Abstract (2020 data); Kansas Department of Labor (2021 – 2024 data and February 2025 estimate)

### **Retail Sales and Use Tax Collections**

The following table lists the County's state sales and use tax collections for the years indicated:

<b><u>Year</u></b>	<b><u>Sales and Use Tax Collections</u></b>	<b><u>Per Capita Sales and Use Tax</u></b>
2023	\$833,909,688	\$1,607.64
2022	846,942,027	1,531.27
2021	762,214,079	1,360.99
2020	666,114,395	1,271.20
2019	656,724,476	1,234.11

Source: Kansas Statistical Abstract

### **Building Permits**

The following table lists the number of building permits and total valuation of these permits issued within the City for the years indicated. These numbers reflect permits issued either for new construction or for major renovation.

<b><u>Year</u></b>	<b><u>Number of Permits Issued</u></b>		<b><u>Total Valuation of Permits</u></b>	
	<b><u>Residential</u></b>	<b><u>Non-Residential</u></b>	<b><u>Residential</u></b>	<b><u>Non-Residential</u></b>
2024	229	6	\$73,179,611	\$10,655,595
2023	104	4	40,681,207	6,799,283
2022	240	15	54,038,967	8,214,504 <sup>(1)</sup>
2021	193	14	29,538,218	16,867,884
2020	152	15	22,764,155	68,006,026 <sup>(2)</sup>

<sup>(1)</sup> Includes one permit for expansion of the City's Wastewater treatment plant totaling \$2,079,000.

<sup>(2)</sup> Includes two permits for new construction for a local school district (USD 266) totaling \$58,075,000.

Source: City Clerk

### **Oil Production**

The oil production (in number of barrels) for the County for the years listed is indicated in the following table:

<b><u>Year</u></b>	<b><u>Oil Production</u></b>
2024	79,237
2023	84,961
2022	91,824
2021	94,900
2020	98,374

Source: Kansas Geological Survey



## Financial and Banking Institutions

There are currently 38 banks, with 152 different branch locations, located in the County. During a five-year period, bank deposits of the County's banks are as follows:

<u>Year</u>	<u>Total Bank Deposits</u> (thousands of dollars)
2024	\$18,679,979
2023	19,077,135
2022	17,990,588
2021	18,605,019
2020	16,661,846

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Source: FDIC

## Personal Income Trends

The following table lists the County personal and per capita income and State of Kansas per capita income for the years indicated:

<u>Year</u>	<u>Sedgwick County</u> <u>Personal Income (\$000)</u>	<u>Sedgwick County</u> <u>Per Capita Income</u>	<u>State Per</u> <u>Capita Income</u>
2023	\$32,480,499	\$61,462	\$66,115
2022	31,411,750	59,772	60,424
2021	30,231,865	57,173	58,924
2020	29,400,927	56,550	56,099
2019	27,647,784	53,577	53,426

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Source: U.S. Bureau of Economic Analysis

**\$14,375,000\***  
**CITY OF MAIZE, KANSAS**  
**GENERAL OBLIGATION BONDS**  
**SERIES 2025A**

**APPENDIX B**

**AUDITED FINANCIAL STATEMENTS**  
**FISCAL YEAR ENDED DECEMBER 31, 2024**

\* Subject to change.

**CITY OF MAIZE, KANSAS**

**FINANCIAL STATEMENT**

December 31, 2024

**CITY OF MAIZE, KANSAS**  
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December 31, 2024

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April 30, 2025

Mayor and Council Members  
City of Maize, Kansas

## **Independent Auditor's Report**

### ***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 Maize, Kansas (the City), as of and for the year ended December 31, 2024, and the related notes to the financial statement.

### ***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City as of December 31, 2024, or changes in financial position and cash flows thereof for the year then ended.

### ***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City as of December 31, 2024, 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* (KMAAG) described in Note 1.

### ***Basis for Adverse and Unmodified Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and KMAAG. 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 audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

### ***Matter Giving Rise to the 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 KMAAG, 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 the financial statement in accordance with KMAAG as described in Note 1; this includes determining 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 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, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement; however, are required to be presented under the provisions of the KMAAG. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

*Varney & Associates, CPAs, LLC*

Certified Public Accountants  
Manhattan, Kansas

**CITY OF MAIZE, KANSAS**  
**SUMMARY STATEMENT OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

<b>Fund</b>	<b>Beginning Unencumbered Cash Balance</b>	<b>Prior Year Cancelled Encumbrances</b>	<b>Cash Receipts</b>	<b>Expenditures</b>	<b>Ending Unencumbered Cash Balance</b>	<b>Add: Outstanding Encumbrances and Accounts Payable</b>	<b>Ending Cash Balance</b>
Governmental Funds							
General Fund	\$ 1,521,209	\$ -	\$ 7,404,937	\$ 6,133,434	\$ 2,792,712	\$ 203,145	\$ 2,995,857
Special Purpose Funds							
Special Highway	166,238	-	878,410	721,875	322,773	40,355	363,128
Capital Improvement	808,215	-	618,763	447,555	979,423	-	979,423
Maize Park Cemetery District	329,074	-	145,873	197,626	277,321	1	277,322
Equipment Reserve	286,808	-	475,862	221,211	541,459	30,212	571,671
Law Enforcement Training	22,713	-	11,968	14,571	20,110	-	20,110
Fight Addiction	7,534	-	17,045	3,935	20,644	1,298	21,942
Wastewater Reserve	399,571	-	177,379	184,217	392,733	2,262	394,995
Water Reserve	621,656	-	30,051	109,178	542,529	2,262	544,791
Water Bond Reserve	269,426	-	12,763	-	282,189	-	282,189
Wastewater Bond Reserve	73,000	-	3,458	-	76,458	-	76,458
Asset Forfeiture	4,165	-	1,400	212	5,353	-	5,353
Maize Public Building Commission	7	-	321,105	321,086	26	-	26
Convention and Tourism	142,551	-	142,376	-	284,927	-	284,927
Bond and Interest Fund	1,074,589	-	3,543,515	2,891,581	1,726,523	-	1,726,523
Capital Projects	10,873,303	-	9,841,007	9,881,119	10,833,191	701,977	11,535,168
Business Funds							
Wastewater Treatment Fund	1,510,285	-	1,787,858	1,205,428	2,092,715	3,195	2,095,910
Water	1,983,268	-	2,114,799	1,637,812	2,460,255	8,863	2,469,118
<b>Total Reporting Entity</b>	<b>\$ 20,093,612</b>	<b>\$ -</b>	<b>\$ 27,528,569</b>	<b>\$ 23,970,840</b>	<b>\$ 23,651,341</b>	<b>\$ 993,570</b>	<b>\$ 24,644,911</b>

**Composition of Cash**

Checking	\$ 412,998
Money Market	24,278,714
Certificate of Deposit	75,430
<b>Total Primary Government</b>	<b>\$ 24,767,142</b>
Agency Funds	(122,231)
<b>Total Reporting Entity</b>	<b>\$ 24,644,911</b>

**CITY OF MAIZE, KANSAS**  
**NOTES TO FINANCIAL STATEMENT**  
December 31, 2024

**Note 1: Summary of Significant Accounting Policies**

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

***Maize Public Building Commission***

The Maize Public Building Commission performs functions related to the issuance and repayment of debt for the City. The governing body of the related municipal entity is appointed by the governing body of the City. During the year ended December 31, 2024, the City made payments to the Maize Public Building Commission for the purpose of debt service, for which a portion of the payment was paid by the Maize Recreation Commission according to the agreement.

***Regulatory Basis Fund Types***

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. In the financial statement in this report, the various funds are grouped into generic fund types and broad fund categories as follows:

*General Fund* - The general fund is the chief operating fund of the City. It is used to account for all resources except those required to be accounted for in another fund.

*Special Purpose Funds* - Special purpose funds are used to account for the proceeds of specific tax levies and other specific revenue sources intended for specified purposes.

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

*Capital Project Funds* – Capital Project Funds are 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 Funds* - Business funds are used to account for funds financed in whole or in part by fees charged to users of the goods or services.

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

***Basis of Accounting***

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 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 revenues 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.



**CITY OF MAIZE, KANSAS**  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
December 31, 2024

**Note 1: Summary of Significant Accounting Policies (Continued)**

***Budgetary Information***

The City Charter establishes the fiscal year as the twelve-month period beginning January 1. The Mayor and City Council prepare a budget of estimated expenditures and receipts for the ensuing fiscal year in accordance with State of Kansas Statutes. These statutes require that an annual operating budget be adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget.

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

If the City is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th, but at least ten days after all statutory notification and publication requirements have been met. Municipal budgets requiring a hearing to exceed the revenue neutral rate should be adopted on or before October 1st but may not be adopted prior to the revenue neutral rate hearing. The City did hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue 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 amended for the following fund: Water Reserve.

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

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

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

Water Bond Reserve  
Asset Forfeiture  
Maize Public Building Commission

Wastewater Bond Reserve

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.

***Special Assessments***

Projects financed in part by special assessments are financed through the issuance of general obligation bonds which are secured in full by the City and are retired from the City's bond and interest fund. Further, state statutes permit the levying of additional general ad valorem property taxes in the City's bond and interest fund to finance delinquent special assessments. Special assessment taxes are levied over a fifteen- or twenty year period and the annual installments are due and payable with annual ad valorem property taxes. The City may foreclose liens against property benefited by special assessments when delinquent assessments are two years in arrears.

**CITY OF MAIZE, KANSAS**  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
December 31, 2024

**Note 2: Deferred Compensation Plan**

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all City employees and 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, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or beneficiary) the property and rights of the plan (without being restricted to the provision of benefits under the plan), subject only to the claims of the plan's general creditors. Participants' rights under the plan are equal to those of general creditors of the plan in an amount equal to the fair market value of the deferred account for each participant.

**Note 3: Compensated Absences**

All permanent full-time employees are eligible for vacation and/or sick leave benefits in varying annual amounts depending on position and length of service.

It is the policy of the City to record vacation and sick leave benefits as expenditures when paid.

**Note 4: Deposits and Investments**

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

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

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

*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 coverage is 50%. The City does not utilize "peak periods". All deposits were legally secured at December 31, 2024.

As of December 31, 2024, the City's carrying amount of the deposits was \$24,767,142 and the bank balance was \$25,604,490. The bank balance was held by one bank. Of the bank balance, \$250,000 was covered by federal depository insurance and the remaining balance was collateralized with a line of credit and securities held by the pledging financial institutions' agents in the City's name.

**Note 5: Maize Public Building Commission**

As described in Note 1, the Maize Public Building Commission (MPBC) is a related municipal entity of the City. As of December 31, 2024, all funds of the MPBC were held in trust by Security Bank of Kansas City in a money market bank account. All funds are received by Security Bank of Kansas City and disbursed as appropriate in accordance with a Trust Agreement between the MPBC and Security Bank of Kansas City.

**CITY OF MAIZE, KANSAS**  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
December 31, 2024

**Note 6: Reimbursed Expenditures**

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

**Note 7: Contingencies**

***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 carries commercial insurance for all risks of loss. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

***Grant Programs***

The City participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

**Note 8: 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 the 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. The City did not provide any significant postemployment benefits for former employees at December 31, 2024.

**Note 9: Interfund Transactions**

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General	Special Highway	12-1,119	\$ 599,584
General	Equipment Reserve	12-1,117	449,688
Wastewater Treatment	Bond and Interest	12-825d	210,218
Water	Bond and Interest	12-825d	755,000
Wastewater Reserve	Bond and Interest	12-825d	90,000
			<u>\$ 2,104,490</u>

**Note 10: Subsequent Events**

Management has evaluated the effects on the financial statement of subsequent events occurring through April 30, 2025, which is the date the financial statement was available to be issued.

**CITY OF MAIZE, KANSAS**  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
December 31, 2024

**Note 11: Capital Projects**

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

	<b>Project Authorization</b>	<b>Expenditures to Date</b>
Villas at Hampton Lakes	\$ 614,000	\$ 603,697
The Coves	8,536,000	8,053,193
Academy Ave Improvements	3,890,000	4,147,288
Nicks 3rd Addition Ph1	1,934,000	2,738,233
53rd & Tyler Water Line	1,581,250	1,767,740
Woodard Addition Ph3	440,000	406,550
119th Sewer Main	3,382,549	3,332,931
P&R Addition	3,900,000	19,505
Cypress Point 2nd Addition	1,287,000	1,218,287
Arvada Addition (Phase 1)	1,817,000	1,931,650
Woodard Property Purchase	375,000	348,631
Fox Creek Addition	2,495,000	1,862,815
Eagles Nest 2nd Ph3	1,352,875	1,026,294
Cranor	4,617,000	376,125
Woodard Addition Ph 4	302,000	337,512
Nicks 3rd Addition Ph 2	1,412,000	1,023,936
Heights at Maize	2,859,000	1,158,815
Nicks 3rd Addition - Sewer Main	390,000	347,538
Coves Add Ph 2	2,778,000	2,285,083
119th Addition	4,052,000	1,988,302
Hampton Lakes 3rd	350,000	29,637
Woodard 2nd Add Ph1	2,236,000	1,553,643
Eagles Nest 2nd Ph4	842,000	652,966
Charlotte Pipe	1,569,772	533,042
Woodard 2nd Add Ph2	651,000	49,861
Skycrest 2nd Addition	96,000	351
Eagleview Estates	70,000	122
	<u>\$ 53,829,446</u>	<u>\$ 37,793,747</u>

**Note 12: Defined Benefit Pension Plan**

***Plan Description***

The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 S. Kansas Avenue, Suite 100, Topeka, KS 66503) or by calling 1-888-275-5737.

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

**CITY OF MAIZE, KANSAS**  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
December 31, 2024

**Note 12: Defined Benefit Pension Plan (Continued)**  
**Plan Description (Continued)**

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limited on annual increases in the employer contribution rates. The actuarially determined employee contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 9.26% for KPERS and 23.10% for KP&F for fiscal year ended December 31, 2024. Contributions to the pension plan from the City were \$209,843 for KPERS and \$312,610 for KP&F for the year ended December 31, 2024.

*Net Pension Liability.* At December 31, 2024, the City's proportionate share of the collective net pension liability reported by KPERS was \$1,621,509 and \$2,866,080 for KP&F. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2023, which was rolled forward to June 30, 2024. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report, including all actuarial assumption and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

**Note 13: Sublease Agreement**

The City has entered into a sublease agreement with the Maize Recreation Commission for use of a portion of the City Hall building. Terms of the sublease agreement provide for payments by the Maize Recreation Commission based on the debt service schedule related to the Maize Public Building Commission Improvement Bonds. Future minimum payments under this agreement are as follows:

<u>Year Ending December 31</u>	
2025	\$ 156,565
2026	161,856
2027	167,451
2028	174,261
2029	181,208
Thereafter	282,803
	<u>\$ 1,124,144</u>

**Note 14: Revenue Bond Reserve Requirements**

The City issued revenue bonds for the purpose of constructing a water distribution system and a wastewater treatment system.

Provisions of the bond ordinance make the following requirement for the Wastewater Treatment and Water Funds to assure profitable operation and timely repayment of debt by the establishment of rates that will produce revenues sufficient to:

- a. Pay the cost of the operation and maintenance of the System.
- b. Pay the principal and interest on the revenue bonds as and when the same become due.
- c. Enable the City to have in each fiscal year net revenues in an amount that will be not less than 110% of the debt service requirements required to be paid by the City for the current fiscal year on all Wastewater Fund and Water Fund revenue bonds at the time outstanding. For 2024, 110% of the debt service payments for the current fiscal year were \$376,358 for the water system and \$73,343 for the wastewater treatment system, while net revenues as calculated per the covenant were \$1,231,987 and \$590,923, respectively.
- d. Provide reasonable and adequate reserves for the payment of the bonds and the interest thereon.

**Note 15: Compliance with Revenue Bond Ordinance**

The financial statement, together with the description of the revenue bond requirements in Note 14, indicate the Water Fund and the Wastewater Treatment Fund did meet all requirements for reserves and debt service, and the current rate structure does appear to have been adequate in 2024, to meet the requirements of K.S.A. 12-866 and K.S.A. 10-1208, as applicable.

**CITY OF MAIZE, KANSAS**  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
December 31, 2024

**Note 16: Changes in Long-Term Debt**

Following is a summary of long-term debt transactions of the City for the year:

ISSUE	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
<b>General Obligation Bonds</b>										
Series 2018-A	2.00 - 3.40%	09/25/18	\$ 5,545,000	10/01/38	\$ 3,450,000	\$ -	\$ 340,000	\$ (340,000)	\$ 3,110,000	\$ 97,685
Series 2019-A	2.00 - 2.50%	09/30/19	6,275,000	10/01/34	4,440,000	-	505,000	(505,000)	3,935,000	94,150
Series 2020-A	1.00 - 1.40%	09/01/20	2,640,000	10/01/35	2,150,000	-	170,000	(170,000)	1,980,000	23,370
Series 2021-A	1.00 - 3.00%	08/04/21	4,240,000	10/01/41	3,905,000	-	185,000	(185,000)	3,720,000	74,235
Series 2021-B	1.00 - 2.00%	08/04/21	3,375,000	10/01/36	2,795,000	-	315,000	(315,000)	2,480,000	43,358
Series 2023-A	4.00 - 5.00%	09/28/23	2,740,000	12/31/44	2,740,000	-	-	-	2,740,000	117,641
Series 2024-A	5.000%	08/28/24	15,095,000	10/01/45	-	15,095,000	-	15,095,000	15,095,000	-
<b>Total General Obligation Bonds</b>					<u>\$ 19,480,000</u>	<u>\$ 15,095,000</u>	<u>\$ 1,515,000</u>	<u>\$ (1,515,000)</u>	<u>\$ 33,060,000</u>	<u>\$ 450,439</u>
<b>Revenue Bonds</b>										
Water System Series 2014A	2.50 - 4.00%	10/29/14	\$ 285,000	10/1/38	\$ 235,000	\$ -	\$ 10,000	\$ (10,000)	\$ 225,000	\$ 8,525
Wastewater System Series 2014A	2.50 - 4.00%	10/29/14	995,000	10/1/38	795,000	-	40,000	(40,000)	755,000	27,675
Water System Refunding Series 2016A	2.00 - 3.00%	07/01/16	4,125,000	8/1/31	2,390,000	-	275,000	(275,000)	2,115,000	54,419
<b>Total Revenue Bonds</b>					<u>\$ 3,420,000</u>	<u>\$ -</u>	<u>\$ 325,000</u>	<u>\$ (325,000)</u>	<u>\$ 3,095,000</u>	<u>\$ 90,619</u>
<b>Revolving Loan</b>										
Wastewater Treatment Plant	1.74%	09/01/16	\$ 6,065,906	3/1/38	\$ 4,693,168	\$ -	\$ 287,194	\$ (287,194)	\$ 4,405,974	\$ 80,417
KDHE Revolving Loan	1.34%	09/01/22	2,500,000	3/1/42	2,140,337	66,191	114,490	(48,299)	2,092,038	28,423
					<u>\$ 6,833,505</u>	<u>\$ 66,191</u>	<u>\$ 401,684</u>	<u>\$ (335,493)</u>	<u>\$ 6,498,012</u>	<u>\$ 108,840</u>
<b>Maize Public Building Commission</b>										
2015-A Improvement Revenue Bonds	1.00 - 2.125%	10/01/15	\$ 1,050,000	10/01/25	\$ 225,000	\$ -	\$ 110,000	\$ (110,000)	\$ 115,000	\$ 4,781
2021-A Refunding Bonds	1.00 - 1.25%	07/08/21	3,405,000	05/01/31	2,875,000	-	290,000	(290,000)	2,585,000	32,385
<b>Total Maize Public Building Commission</b>					<u>\$ 3,100,000</u>	<u>\$ -</u>	<u>\$ 400,000</u>	<u>\$ (400,000)</u>	<u>\$ 2,700,000</u>	<u>\$ 37,166</u>
<b>Temporary Notes</b>										
Series 2021-A	0.35%	09/23/21	\$ 4,990,000	12/31/24	\$ 2,745,000	\$ -	\$ 2,745,000	\$ (2,745,000)	\$ -	\$ 9,608
Series 2022-A	0.45%	01/05/22	11,015,000	09/01/24	11,015,000	-	11,015,000	(11,015,000)	-	49,568
Series 2022-B	2.13%	04/05/22	9,210,000	09/01/25	9,210,000	-	380,000	(380,000)	8,830,000	195,713
Series 2023-A	4.19%	04/06/23	9,635,000	12/31/26	9,635,000	-	-	-	9,635,000	403,707
Series 2023-B	4.00%	11/28/23	11,830,000	12/31/26	11,830,000	-	-	-	11,830,000	398,277
Series 2024-A	4.00%	06/20/24	10,680,000	10/01/27	-	10,680,000	-	10,680,000	10,680,000	119,853
<b>Total Temporary Notes</b>					<u>\$ 44,435,000</u>	<u>\$ 10,680,000</u>	<u>\$ 14,140,000</u>	<u>\$ (3,460,000)</u>	<u>\$ 40,975,000</u>	<u>\$ 1,176,726</u>
<b>Total Long-Term Debt</b>					<u>\$ 77,268,505</u>	<u>\$ 25,841,191</u>	<u>\$ 16,781,684</u>	<u>\$ (6,035,493)</u>	<u>\$ 86,328,012</u>	<u>\$ 1,863,790</u>

**CITY OF MAIZE, KANSAS**  
**NOTES TO FINANCIAL STATEMENT (CONTINUED)**  
December 31, 2024

**Note 16: Changes in Long-Term Debt (Continued)**

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

	2025	2026	2027	2028	2029	2030 - 2034	2035 - 2039	2040 - 2044	2045 - 2049	Total
<b>Principal</b>										
General Obligation Bonds	\$ 1,665,000	\$ 2,175,000	\$ 2,255,000	\$ 2,205,000	\$ 1,800,000	\$ 9,300,000	\$ 6,400,000	\$ 6,185,000	\$ 1,075,000	\$ 33,060,000
Revenue Bonds	330,000	350,000	355,000	360,000	375,000	985,000	340,000	-	-	3,095,000
Revolving Loan	395,716	402,214	408,820	415,536	422,364	2,218,269	1,850,585	384,508	-	6,498,012
Maize Public Building Commission	425,000	330,000	345,000	370,000	390,000	840,000	-	-	-	2,700,000
Temporary Notes	8,830,000	21,465,000	10,680,000	-	-	-	-	-	-	40,975,000
<b>Total Principal</b>	<b>\$ 11,645,716</b>	<b>\$ 24,722,214</b>	<b>\$ 14,043,820</b>	<b>\$ 3,350,536</b>	<b>\$ 2,987,364</b>	<b>\$ 13,343,269</b>	<b>\$ 8,590,585</b>	<b>\$ 6,569,508</b>	<b>\$ 1,075,000</b>	<b>\$ 86,328,012</b>
<b>Interest and Service Fees</b>										
General Obligation Bonds	\$ 1,114,287	\$ 1,018,583	\$ 956,383	\$ 889,532	\$ 829,435	\$ 3,316,365	\$ 2,035,360	\$ 920,118	\$ 43,000	\$ 11,123,063
Revenue Bonds	83,817	76,819	68,967	60,531	51,906	131,885	34,600	-	-	508,525
Revolving Loan	103,087	96,589	89,982	83,266	76,438	275,739	92,009	9,068	-	826,178
Maize Public Building Commission	29,029	23,385	20,010	16,435	12,440	10,523	-	-	-	111,822
Temporary Notes	1,499,820	1,304,106	427,200	-	-	-	-	-	-	3,231,126
<b>Total Interest and Service Fees</b>	<b>\$ 2,830,040</b>	<b>\$ 2,519,482</b>	<b>\$ 1,562,542</b>	<b>\$ 1,049,764</b>	<b>\$ 970,219</b>	<b>\$ 3,734,512</b>	<b>\$ 2,161,969</b>	<b>\$ 929,186</b>	<b>\$ 43,000</b>	<b>\$ 15,800,714</b>
<b>Total Principal and Interest</b>	<b>\$ 14,475,756</b>	<b>\$ 27,241,696</b>	<b>\$ 15,606,362</b>	<b>\$ 4,400,300</b>	<b>\$ 3,957,583</b>	<b>\$ 17,077,781</b>	<b>\$ 10,752,554</b>	<b>\$ 7,498,694</b>	<b>\$ 1,118,000</b>	<b>\$ 102,128,726</b>

**REGULATORY-REQUIRED SUPPLEMENTAL INFORMATION**



**CITY OF MAIZE, KANSAS**  
**SUMMARY STATEMENT OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

<b>Fund</b>	<b>Certified Budget</b>	<b>Adjustment for Qualifying Budget Credits</b>	<b>Total Budget for Comparison</b>	<b>Expenditures Chargeable to Current Year</b>	<b>Variance Over (under)</b>
Governmental Funds					
General	\$ 7,988,563	\$ -	\$ 7,988,563	\$ 6,133,434	\$ (1,855,129)
Special Purpose Funds					
Special Highway	812,342	-	812,342	721,875	(90,467)
Capital Improvement	1,041,000	-	1,041,000	447,555	(593,445)
Maize Park Cemetery District	426,267	-	426,267	197,626	(228,641)
Equipment Reserve	474,595	-	474,595	221,211	(253,384)
Law Enforcement Training	18,000	-	18,000	14,571	(3,429)
Fight Addiction	12,000	-	12,000	3,935	(8,065)
Wastewater Reserve	238,000	-	238,000	184,217	(53,783)
Water Reserve	162,500	-	162,500	109,178	(53,322)
Convention and Tourism	105,000	-	105,000	-	(105,000)
Bond and Interest	3,202,943	-	3,202,943	2,891,581	(311,362)
Business					
Wastewater Treatment	1,434,109	-	1,434,109	1,205,428	(228,681)
Water	1,720,130	-	1,720,130	1,637,812	(82,318)
Totals	<u>\$ 17,635,449</u>	<u>\$ -</u>	<u>\$ 17,635,449</u>	<u>\$ 13,768,423</u>	<u>\$ (3,867,026)</u>

**CITY OF MAIZE, KANSAS**  
**GENERAL**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<b>CASH RECEIPTS</b>			
Taxes and Shared Revenue			
Ad valorem tax	\$ 3,536,149	\$ 3,586,888	\$ (50,739)
Motor vehicle tax	379,500	326,540	52,960
Delinquent tax	29,237	25,000	4,237
Sales tax	1,554,438	1,500,000	54,438
Liquor tax	2,314	1,000	1,314
Franchise tax	629,608	662,000	(32,392)
Municipal court	146,765	129,350	17,415
Permits and licenses	432,818	14,500	418,318
Community Building rental	12,200	8,000	4,200
Amphitheater rental	1,275	205,500	(204,225)
911 camp revenue	15,200	7,500	7,700
Planning and zoning revenue	6,800	5,000	1,800
Fireworks permit	48,000	42,000	6,000
Interest	146,129	2,500	143,629
Miscellaneous	464,504	2,500	462,004
<b>Total Cash Receipts</b>	<u>\$ 7,404,937</u>	<u>\$ 6,518,278</u>	<u>\$ 886,659</u>
<b>EXPENDITURES</b>			
City Council	\$ 71,800	\$ 65,396	\$ 6,404
Administration	653,642	774,510	(120,868)
Police Department	2,019,439	2,388,119	(368,680)
Municipal Court	181,380	214,195	(32,815)
Community Facilities	217,852	410,477	(192,625)
Planning Commission	98,234	110,450	(12,216)
Non-Departmental			
Employee benefits	251	5,000	(4,749)
Utilities	34,470	40,000	(5,530)
Building inspections	212,583	150,000	62,583
Audit	16,800	25,000	(8,200)
Economic development	21,067	20,000	1,067
City Hall and Public Works lease payments	311,292	311,040	252
Housing grant	182,196	240,000	(57,804)
Tech support	204,740	235,554	(30,814)
Miscellaneous	858,416	450	857,966
911 camp expenses	-	8,000	(8,000)
Transfers out	1,049,272	1,049,272	-
Cash reserve	-	1,941,100	(1,941,100)
<b>Total Expenditures</b>	<u>\$ 6,133,434</u>	<u>\$ 7,988,563</u>	<u>\$ (1,855,129)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	<u>\$ 1,271,503</u>		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>1,521,209</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 2,792,712</u>		

**CITY OF MAIZE, KANSAS**  
**SPECIAL HIGHWAY**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<b>CASH RECEIPTS</b>			
State gas tax	\$ 179,724	\$ 133,500	\$ 46,224
County gas tax	78,657	58,800	19,857
Interest	12,520	-	12,520
Miscellaneous	7,925	-	7,925
Transfers in	599,584	599,584	-
<b>Total Cash Receipts</b>	<u><u>\$ 878,410</u></u>	<u><u>\$ 791,884</u></u>	<u><u>\$ 86,526</u></u>
<b>EXPENDITURES</b>			
Personnel services	\$ 422,438	\$ 545,135	\$ (122,697)
Operating expenses	299,437	267,207	32,230
<b>Total Expenditures</b>	<u><u>\$ 721,875</u></u>	<u><u>\$ 812,342</u></u>	<u><u>\$ (90,467)</u></u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 156,535		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>166,238</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u><u>\$ 322,773</u></u>		

**CITY OF MAIZE, KANSAS  
CAPITAL IMPROVEMENT  
SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

**Regulatory Basis**

For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<b>Variance Over (Under)</b>
<b>CASH RECEIPTS</b>			
Interest	\$ 44,321	\$ 5,000	\$ 39,321
Miscellaneous	574,442	600,000	(25,558)
<b>Total Cash Receipts</b>	<u>\$ 618,763</u>	<u>\$ 605,000</u>	<u>\$ 13,763</u>
<b>EXPENDITURES</b>			
Street improvements	\$ 303,448	\$ 471,000	\$ (167,552)
Sidewalks	18,307	95,000	(76,693)
Park improvements	12,000	45,000	(33,000)
Academy arts district improvements	32,561	330,000	(297,439)
Miscellaneous	81,239	100,000	(18,761)
<b>Total Expenditures</b>	<u>\$ 447,555</u>	<u>\$ 1,041,000</u>	<u>\$ (593,445)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 171,208		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>808,215</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 979,423</u>		

**CITY OF MAIZE, KANSAS**  
**MAIZE PARK CEMETERY DISTRICT**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

**Regulatory Basis**

For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<b>Variance Over (Under)</b>
<b>CASH RECEIPTS</b>			
Ad valorem tax	\$ 75,408	\$ 76,282	\$ (874)
Delinquent taxes	706	-	706
Motor vehicle taxes	8,564	7,410	1,154
Plot fees	29,375	22,550	6,825
Internments	11,700	5,000	6,700
Memorial permit fees	2,275	1,000	1,275
Interest	17,601	5,000	12,601
Miscellaneous	244	350	(106)
<b>Total Cash Receipts</b>	<u>\$ 145,873</u>	<u>\$ 117,592</u>	<u>\$ 28,281</u>
<b>EXPENDITURES</b>			
Personnel services	\$ 17,637	\$ 20,741	\$ (3,104)
Operating expenses	28,765	37,440	(8,675)
Capital outlay	151,224	143,500	7,724
Cash forward	-	224,586	(224,586)
<b>Total Expenditures</b>	<u>\$ 197,626</u>	<u>\$ 426,267</u>	<u>\$ (228,641)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (51,753)		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>329,074</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 277,321</u>		

**CITY OF MAIZE, KANSAS**  
**EQUIPMENT RESERVE**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<b>CASH RECEIPTS</b>			
Interest	\$ 23,174	\$ -	\$ 23,174
Reimbursements	3,000	-	3,000
Transfers in	449,688	449,688	-
<b>Total Cash Receipts</b>	<u>\$ 475,862</u>	<u>\$ 449,688</u>	<u>\$ 26,174</u>
<b>EXPENDITURES</b>			
Contractual services	\$ 45,064	\$ -	\$ 45,064
Capital outlay	176,147	474,595	(298,448)
<b>Total Expenditures</b>	<u>\$ 221,211</u>	<u>\$ 474,595</u>	<u>\$ (253,384)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 254,651		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>286,808</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 541,459</u>		

**CITY OF MAIZE, KANSAS**  
**LAW ENFORCEMENT TRAINING**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<b>CASH RECEIPTS</b>			
Training receipts	\$ 10,818	\$ 15,000	\$ (4,182)
Interest	1,150	-	1,150
<b>Total Cash Receipts</b>	<u>\$ 11,968</u>	<u>\$ 15,000</u>	<u>\$ (3,032)</u>
<b>EXPENDITURES</b>			
Training expenses	<u>\$ 14,571</u>	<u>\$ 18,000</u>	<u>\$ (3,429)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (2,603)		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>22,713</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 20,110</u>		

**CITY OF MAIZE, KANSAS**  
**FIGHT ADDICTION**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<b>CASH RECEIPTS</b>			
Settlement distributions	\$ 16,371	\$ 12,000	\$ 4,371
Interest	674	-	674
<b>Total Cash Receipts</b>	<u>\$ 17,045</u>	<u>\$ 12,000</u>	<u>\$ 5,045</u>
<b>EXPENDITURES</b>			
D.A.R.E. program	\$ 3,935	\$ 12,000	\$ (8,065)
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 13,110		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>7,534</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 20,644</u>		



**CITY OF MAIZE, KANSAS**  
**WASTEWATER RESERVE**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<b>CASH RECEIPTS</b>			
Fees	\$ 157,295	\$ 115,000	\$ 42,295
Interest	20,084	-	20,084
<b>Total Cash Receipts</b>	<u>\$ 177,379</u>	<u>\$ 115,000</u>	<u>\$ 62,379</u>
<b>EXPENDITURES</b>			
Contractual services	\$ 16,242	\$ -	\$ 16,242
Capital outlay	77,975	148,000	(70,025)
Transfers out	90,000	90,000	-
<b>Total Expenditures</b>	<u>\$ 184,217</u>	<u>\$ 238,000</u>	<u>\$ (53,783)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (6,838)		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>399,571</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 392,733</u>		

**CITY OF MAIZE, KANSAS**  
**WATER RESERVE**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<b>CASH RECEIPTS</b>			
Interest	\$ 30,051	\$ -	\$ 30,051
<b>EXPENDITURES</b>			
Contractual services	\$ 20,997	\$ -	\$ 20,997
Capital outlay	88,181	162,500	(74,319)
<b>Total Expenditures</b>	<u>\$ 109,178</u>	<u>\$ 162,500</u>	<u>\$ (53,322)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (79,127)		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>621,656</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u><u>\$ 542,529</u></u>		

**CITY OF MAIZE, KANSAS**  
**WATER BOND RESERVE**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

<b>CASH RECEIPTS</b>	
Interest	<u>\$ 12,763</u>
<b>EXPENDITURES</b>	<u>\$ -</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 12,763
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>269,426</u>
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u><u>\$ 282,189</u></u>

**CITY OF MAIZE, KANSAS**  
**WASTEWATER BOND RESERVE**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

<b>CASH RECEIPTS</b>	
Interest	<u>\$ 3,458</u>
<b>EXPENDITURES</b>	<u>\$ -</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 3,458
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>73,000</u>
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u><u>\$ 76,458</u></u>

**CITY OF MAIZE, KANSAS**  
**ASSET FORFEITURE**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

**CASH RECEIPTS**

Miscellaneous	\$ 1,400
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**EXPENDITURES**

Contractual services	\$ 212
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<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 1,188
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<b>UNENCUMBERED CASH - JANUARY 1</b>	4,165
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<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 5,353</u>
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**CITY OF MAIZE, KANSAS**  
**MAIZE PUBLIC BUILDING COMMISSION**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

**CASH RECEIPTS**

Miscellaneous	\$ 320,741
Investment income	364
<b>Total Cash Receipts</b>	<b><u>\$ 321,105</u></b>

**EXPENDITURES**

Debt service	\$ 319,586
Fees	1,500
<b>Total Expenditures</b>	<b><u>\$ 321,086</u></b>

<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	<b>\$ 19</b>
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<b>UNENCUMBERED CASH - JANUARY 1</b>	<b><u>7</u></b>
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<b>UNENCUMBERED CASH - DECEMBER 31</b>	<b><u><u>\$ 26</u></u></b>
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**CITY OF MAIZE, KANSAS**  
**CONVENTION AND TOURISM**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<b>CASH RECEIPTS</b>			
Transient guest tax	\$ 131,584	\$ 105,000	\$ 26,584
Interest	10,792	-	10,792
<b>Total Cash Receipts</b>	<u>\$ 142,376</u>	<u>\$ 105,000</u>	<u>\$ 37,376</u>
<b>EXPENDITURES</b>	<u>\$ -</u>	<u>\$ 105,000</u>	<u>\$ (105,000)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 142,376		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>142,551</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u><u>\$ 284,927</u></u>		

**CITY OF MAIZE, KANSAS**  
**BOND AND INTEREST**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<b>Actual</b>	<b>Budget</b>	<b>Variance Over (Under)</b>
<b>CASH RECEIPTS</b>			
Ad valorem tax	\$ 95,653	\$ 96,994	\$ (1,341)
Delinquent taxes	646	-	646
Motor vehicle taxes	8,585	7,382	1,203
Special assessments	1,586,363	1,585,014	1,349
Interest	103,018	35,000	68,018
Bond proceeds	694,032	-	694,032
Transfers in	1,055,218	1,055,218	-
<b>Total Cash Receipts</b>	<u>\$ 3,543,515</u>	<u>\$ 2,779,608</u>	<u>\$ 763,907</u>
<b>EXPENDITURES</b>			
Debt service - Principal	\$ 2,241,683	\$ 2,239,195	\$ 2,488
Debt service - Interest	649,898	534,748	115,150
Cash basis reserve	-	429,000	(429,000)
<b>Total Expenditures</b>	<u>\$ 2,891,581</u>	<u>\$ 3,202,943</u>	<u>\$ (311,362)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 651,934		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>1,074,589</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 1,726,523</u>		



**CITY OF MAIZE, KANSAS**  
**WASTEWATER TREATMENT**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<b>Actual</b>	<b>Budget</b>	<b>Variance Over (Under)</b>
<b>CASH RECEIPTS</b>			
User fees	\$ 1,244,727	\$ 1,200,000	\$ 44,727
Tap fees	189,600	110,000	79,600
Plant equity fees	231,500	110,000	121,500
Interest	91,047	10,000	81,047
Miscellaneous	30,984	7,000	23,984
<b>Total Cash Receipts</b>	<u>\$ 1,787,858</u>	<u>\$ 1,437,000</u>	<u>\$ 350,858</u>
<b>EXPENDITURES</b>			
Personnel services	\$ 535,302	\$ 665,841	\$ (130,539)
Operating expenses	459,908	558,050	(98,142)
Transfers out	210,218	210,218	-
<b>Total Expenditures</b>	<u>\$ 1,205,428</u>	<u>\$ 1,434,109</u>	<u>\$ (228,681)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 582,430		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>1,510,285</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 2,092,715</u>		

**CITY OF MAIZE, KANSAS**  
**WATER**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
<b>CASH RECEIPTS</b>			
User fees	\$ 1,500,330	\$ 1,450,000	\$ 50,330
Tap fees	215,628	110,000	105,628
Plant equity fees	217,300	110,000	107,300
Connection fees	13,400	7,500	5,900
Tower rent	34,803	33,650	1,153
Water tax	13,827	13,200	627
Interest	111,668	10,000	101,668
Miscellaneous	7,843	-	7,843
<b>Total Cash Receipts</b>	<u>\$ 2,114,799</u>	<u>\$ 1,734,350</u>	<u>\$ 380,449</u>
<b>EXPENDITURES</b>			
Personnel services	\$ 531,601	\$ 662,842	\$ (131,241)
Operating expenses	351,211	302,288	48,923
Transfers out	755,000	755,000	-
<b>Total Expenditures</b>	<u>\$ 1,637,812</u>	<u>\$ 1,720,130</u>	<u>\$ (82,318)</u>
<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ 476,987		
<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>1,983,268</u>		
<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u>\$ 2,460,255</u>		

**CITY OF MAIZE, KANSAS**  
**CAPITAL PROJECTS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

**CASH RECEIPTS**

Special assessments	\$ 87,281
Debt proceeds	9,727,724
Other	26,002
<b>Total Cash Receipts</b>	<u>\$ 9,841,007</u>

**EXPENDITURES**

Construction/Engineering Costs	\$ 8,738,020
Debt service	1,143,099
<b>Total Expenditures</b>	<u>\$ 9,881,119</u>

<b>RECEIPTS OVER (UNDER) EXPENDITURES</b>	\$ (40,112)
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<b>UNENCUMBERED CASH - JANUARY 1</b>	<u>10,873,303</u>
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<b>UNENCUMBERED CASH - DECEMBER 31</b>	<u><u>\$ 10,833,191</u></u>
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**CITY OF MAIZE, KANSAS**  
**AGENCY FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
For the Year Ended December 31, 2024

<b>Fund</b>	<b><u>Beginning Cash Balance</u></b>	<b><u>Cash Receipts</u></b>	<b><u>Cash Disbursements</u></b>	<b><u>Ending Cash Balance</u></b>
Municipal Court	\$ 98,899	\$ 61,219	\$ 33,749	\$ 126,369
Mayor Donnelly Memorial	2,031	96	-	2,127
Cafeteria Plan	2,282	42,986	51,533	(6,265)
<b>Total Cash Receipts</b>	<b><u>\$ 103,212</u></b>	<b><u>\$ 104,301</u></b>	<b><u>\$ 85,282</u></b>	<b><u>\$ 122,231</u></b>

**\$14,375,000\***  
**CITY OF MAIZE, KANSAS**  
**GENERAL OBLIGATION BONDS**  
**SERIES 2025A**

**APPENDIX C**

**SUMMARY OF BOND FINANCING DOCUMENTS**

\* Subject to change.

## *APPENDIX C*

### SUMMARY OF FINANCING DOCUMENTS

The following is a summary of certain provisions contained in the Bond Resolution authorizing the issuance of the Bonds. This summary does not purport to be complete and is qualified by reference to the entirety of the foregoing document.

#### THE BOND RESOLUTION

##### DEFINITIONS

In addition to words and terms defined elsewhere in this Official Statement, the following words and terms as used herein shall have the meanings hereinafter set forth. Unless the context shall otherwise indicate, words importing the singular number shall include the plural and vice versa, and words importing persons shall include firms, associations and corporations, including public bodies, as well as natural persons.

**“Act”** means the Constitution and statutes of the State, including K.S.A. 10-101 to 10-125, inclusive, K.S.A. 10-620 *et seq.*, K.S.A. 12-6a01 *et seq.*, K.S.A. 15-731, as amended by Charter Ordinance No. 31-20, and K.S.A. 65-163d *et seq.*, all as amended and supplemented.

**“Authorized Denomination”** means \$5,000 or any integral multiples thereof.

**“Beneficial Owner”** of the Bonds includes any Owner of the Bonds and any other Person who, directly or indirectly has the investment power with respect to such Bonds.

**“Bond and Interest Fund”** means the Bond and Interest Fund of the Issuer for its general obligation bonds.

**“Bond Counsel”** means the firm of Gilmore & Bell, P.C., or any other attorney or firm of attorneys whose expertise in matters relating to the issuance of obligations by states and their political subdivisions is nationally recognized and acceptable to the Issuer.

**“Bond Payment Date”** means any date on which principal of or interest on any Bond is payable.

**“Bond Register”** means the books for the registration, transfer and exchange of Bonds kept at the office of the Bond Registrar.

**“Bond Registrar”** means the State Treasurer, and its successors and assigns.

**“Bond Resolution”** means collectively, the Ordinance passed by the governing body of the Issuer and the resolution adopted by the governing body of the Issuer authorizing the issuance of the Bonds, as amended from time to time.

**“Bonds”** means the General Obligation Bonds, Series 2025A, authorized and issued by the Issuer pursuant to the Bond Resolution.

**“Business Day”** means a day other than a Saturday, Sunday or any day designated as a holiday by the Congress of the United States or by the Legislature of the State and on which the Paying Agent is scheduled in the normal course of its operations to be open to the public for conduct of its operations.

**“Cede & Co.”** means Cede & Co., as nominee of DTC and any successor nominee of DTC with respect to the Bonds.

**“City”** means the City of Maize, Kansas.

**“Clerk”** means the duly appointed and acting Clerk of the Issuer or, in the Clerk's absence, the duly appointed Deputy, Assistant or Acting Clerk of the Issuer.

**“Code”** means the Internal Revenue Code of 1986, as amended, and the applicable regulations promulgated thereunder of the United States Department of the Treasury.

**“Compliance Account”** means the account by that name created by the Bond Resolution.

**“Costs of Issuance”** means all costs of issuing the Bonds, including but not limited to all publication, printing, signing and mailing expenses in connection therewith, registration fees, financial advisory fees, all legal fees and expenses of Bond Counsel and other legal counsel, expenses incurred in connection with compliance with the Code, all expenses incurred in connection with receiving ratings on the Bonds, and any premiums or expenses incurred in obtaining municipal bond insurance on the Bonds.

**“Costs of Issuance Account”** means the account by that name created by the Bond Resolution.

**“Dated Date”** means August 26, 2025.

**“Debt Service Account”** means the account by that name created within the Bond and Interest Fund by the Bond Resolution.

**“Debt Service Requirements”** means the aggregate principal payments (whether at maturity or pursuant to scheduled mandatory sinking fund redemption requirements) and interest payments on the Bonds for the period of time for which calculated; provided, however, that for purposes of calculating such amount, principal and interest shall be excluded from the determination of Debt Service Requirements to the extent that such principal or interest is payable from amounts deposited in trust, escrowed or otherwise set aside for the payment thereof with the Paying Agent or other commercial bank or trust company located in the State and having full trust powers.

**“Defaulted Interest”** means interest on any Bond which is payable but not paid on any Interest Payment Date.

**“Defeasance Obligations”** means any of the following obligations:

(a) United States Government Obligations that are not subject to redemption in advance of their maturity dates;  
or

(b) obligations of any state or political subdivision of any state, the interest on which is excluded from gross income for federal income tax purposes and which meet the following conditions:

(1) the obligations are (i) not subject to redemption prior to maturity or (ii) the trustee for such obligations has been given irrevocable instructions concerning their calling and redemption and the issuer of such obligations has covenanted not to redeem such obligations other than as set forth in such instructions;

(2) the obligations are secured by cash or United States Government Obligations that may be applied only to principal of, premium, if any, and interest payments on such obligations;

(3) such cash and the principal of and interest on such United States Government Obligations (plus any cash in the escrow fund) are sufficient to meet the liabilities of the obligations;

(4) such cash and United States Government Obligations serving as security for the obligations are held in an escrow fund by an escrow agent or a trustee irrevocably in trust;

(5) such cash and United States Government Obligations are not available to satisfy any other claims, including those against the trustee or escrow agent; and

(6) such obligations are rated in a rating category by Moody's or Standard & Poor's that is no lower than the rating category then assigned by that Rating Agency to United States Government Obligations.

**“Derivative”** means any investment instrument whose market price is derived from the fluctuating value of an underlying asset, index, currency, futures contract, including futures, options and collateralized mortgage obligations.

**“Director of Finance”** means the duly appointed and acting Finance Director of the Issuer or, in the Director's absence, the duly appointed Deputy, Assistant or Acting Director of the Issuer.

**“Disclosure Undertaking”** means the Continuing Disclosure Undertaking, dated as of the Dated Date, relating to certain obligations contained in the SEC Rule.

**“DTC”** means The Depository Trust Company, New York, New York.

**“Event of Default”** means each of the following occurrences or events:

- (a) Payment of the principal and of the redemption premium, if any, of any of the Bonds shall not be made when the same shall become due and payable, either at Stated Maturity or by proceedings for redemption or otherwise;
- (b) Payment of any installment of interest on any of the Bonds shall not be made when the same shall become due; or
- (c) The Issuer shall default in the due and punctual performance of any other of the covenants, conditions, agreements and provisions contained in the Bonds or in the Bond Resolution (other than the covenants relating to continuing disclosure contained in the Bond Resolution and the Disclosure Undertaking) on the part of the Issuer to be performed, and such default shall continue for thirty (30) days after written notice specifying such default and requiring same to be remedied shall have been given to the Issuer by the Owner of any of the Bonds then Outstanding.

**“Federal Tax Certificate”** means the Issuer's Federal Tax Certificate for the Bonds, dated as of the Issue Date, as the same may be amended or supplemented in accordance with the provisions thereof.

**“Financeable Costs”** means the amount of expenditure for an Improvement which has been duly authorized by action of the governing body of the Issuer to be financed by general obligation bonds, less: (a) the amount of any temporary notes or general obligation bonds of the Issuer which are currently Outstanding and available to pay such Financeable Costs; and (b) any amount of Financeable Costs which has been previously paid by the Issuer or by any eligible source of funds unless such amounts are entitled to be reimbursed to the Issuer under State or federal law.

**“Fiscal Year”** means the twelve month period ending on December 31.

**“Funds and Accounts”** means funds and accounts created by or referred to in the Bond Resolution.

**“Improvement Fund”** means the fund by that name created in the Bond Resolution.

**“Improvements”** means the improvements referred to in the preamble to the Ordinance and any Substitute Improvements.

**“Independent Accountant”** means an independent certified public accountant or firm of independent certified public accountants at the time employed by the Issuer for the purpose of carrying out the duties imposed on the Independent Accountant by the Bond Resolution.

**“Interest Payment Date(s)”** means the Stated Maturity of an installment of interest on any Bond which shall be April 1 and October 1 of each year, commencing April 1, 2026.

**“Issue Date”** means the date when the Issuer delivers the Bonds to the Purchaser in exchange for the Purchase Price.

**“Issuer”** means the City and any successors or assigns.

**“Maturity”** when used with respect to any Bond means the date on which the principal of such Bond becomes due and payable as therein and in the Bond Resolution provided, whether at the Stated Maturity thereof or call for redemption or otherwise.

**“Mayor”** means the duly elected and acting Mayor of the Issuer, or in the Mayor's absence, the duly appointed and/or elected Vice Mayor or Acting Mayor of the Issuer.

**“Moody's”** means Moody's Investors Service, a corporation organized and existing under the laws of the State of Delaware, and its successors and assigns, and, if such corporation shall be dissolved or liquidated or shall no longer perform the functions of a securities rating agency, “Moody's” shall be deemed to refer to any other nationally recognized securities rating agency designated by the Issuer.

**“Official Statement”** means the Issuer's Official Statement relating to the Bonds.

**“Outstanding”** means, when used with reference to the Bonds, as of a particular date of determination, all Bonds theretofore, authenticated and delivered, except the following Bonds:

- (a) Bonds theretofore canceled by the Paying Agent or delivered to the Paying Agent for cancellation;



- (b) Bonds deemed to be paid in accordance with the provisions of the Bond Resolution; and
- (c) Bonds in exchange for or in lieu of which other Bonds have been authenticated and delivered hereunder.

**“Owner”** when used with respect to any Bond means the Person in whose name such Bond is registered on the Bond Register. Whenever consent of the Owners is required pursuant to the terms of the Bond Resolution, and the Owner of the Bonds, as set forth on the Bond Register, is Cede & Co., the term Owner shall be deemed to be the Beneficial Owner of the Bonds.

**“Participants”** means those financial institutions for whom the Securities Depository effects book-entry transfers and pledges of securities deposited with the Securities Depository, as such listing of Participants exists at the time of such reference.

**“Paying Agent”** means the State Treasurer, and any successors and assigns.

**“Permitted Investments”** shall mean the investments hereinafter described, provided, however, no moneys or funds shall be invested in a Derivative: (a) investments authorized by K.S.A. 12-1675 and amendments thereto; (b) the municipal investment pool established pursuant to K.S.A. 12-1677a, and amendments thereto; (c) direct obligations of the United States Government or any agency thereof; (d) the Issuer's temporary notes issued pursuant to K.S.A. 10-123 and amendments thereto; (e) interest-bearing time deposits in commercial banks or trust companies located in the county or counties in which the Issuer is located which are insured by the Federal Deposit Insurance Corporation or collateralized by securities described in (c); (f) obligations of the federal national mortgage association, federal home loan banks, federal home loan mortgage corporation or government national mortgage association; (g) repurchase agreements for securities described in (c) or (f); (h) investment agreements or other obligations of a financial institution the obligations of which at the time of investment are rated in either of the three highest rating categories by Moody's or Standard & Poor's; (i) investments and shares or units of a money market fund or trust, the portfolio of which is comprised entirely of securities described in (c) or (f); (j) receipts evidencing ownership interests in securities or portions thereof described in (c) or (f); (k) municipal bonds or other obligations issued by any municipality of the State as defined in K.S.A. 10-1101 which are general obligations of the municipality issuing the same; or (l) bonds of any municipality of the State as defined in K.S.A. 10-1101 which have been refunded in advance of their maturity and are fully secured as to payment of principal and interest thereon by deposit in trust, under escrow agreement with a bank, of securities described in (c) or (f), all as may be further restricted or modified by amendments to applicable State law.

**“Person”** means any natural person, corporation, partnership, joint venture, association, firm, joint-stock company, trust, unincorporated organization, or government or any agency or political subdivision thereof or other public body.

**“Purchaser”** means the financial institution or investment banking firm that is original purchaser of the Bonds.

**“Rating Agency”** means any company, agency or entity that provides, pursuant to request of the Issuer, financial ratings for the Bonds.

**“Rebate Fund”** means the fund by that name created by the Bond Resolution.

**“Record Dates”** for the interest payable on any Interest Payment Date means the fifteenth day (whether or not a Business Day) of the calendar month next preceding such Interest Payment Date.

**“Redemption Date”** means, when used with respect to any Bond to be redeemed, the date fixed for the redemption of such Bond pursuant to the terms of the Bond Resolution.

**“Redemption Price”** means, when used with respect to any Bond to be redeemed, the price at which such Bond is to be redeemed pursuant to the terms of the Bond Resolution, including the applicable redemption premium, if any, but excluding installments of interest whose Stated Maturity is on or before the Redemption Date.

**“Refunded Notes”** means collectively: (a) the Series 2022B Notes maturing in the year 2025 in the aggregate principal amount of \$8,830,000; and (b) a portion the Series 2023A Notes maturing in the year 2026 in the aggregate principal amount of \$5,095,000

**“Refunded Notes Paying Agent”** means the paying agent for each series of the Refunded Notes as designated in the respective Refunded Notes Resolution, and any successor or successors at the time acting as paying agent of the Refunded Notes.

**“Refunded Notes Redemption Date”** means September 1, 2025.

**“Refunded Notes Redemption Fund”** means the Redemption Fund for Refunded Notes created pursuant to the Bond Resolution

**“Refunded Notes Resolution”** means each resolution which authorized the Refunded Notes.

**“Replacement Bonds”** means Bonds issued to the Beneficial Owners of the Bonds in accordance with the Bond Resolution.

**“SEC Rule”** means Rule 15c2-12 adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934.

**“Securities Depository”** means, initially, DTC, and its successors and assigns.

**“Series 2022B Notes”** means the Issuer's General Obligation Temporary Notes, Series 2022B, dated April 5, 2022.

**“Series 2023A Notes”** means the Issuer's General Obligation Temporary Notes, Series 2023A, dated April 6, 2023.

**“Special Record Date”** means the date fixed by the Paying Agent for the payment of Defaulted Interest.

**“Standard & Poor's”** means S&P Global Ratings, a division of S&P Global Inc., a corporation organized and existing under the laws of the State of New York, and its successors and assigns, and, if such corporation shall be dissolved or liquidated or shall no longer perform the functions of a securities rating agency, Standard & Poor's shall be deemed to refer to any other nationally recognized securities rating agency designated by the Issuer.

**“State”** means the state of Kansas.

**“State Treasurer”** means the duly elected Treasurer of the State or, in the Treasurer's absence, the duly appointed Deputy Treasurer or acting Treasurer of the State.

**“Stated Maturity”** when used with respect to any Bond or any installment of interest thereon means the date specified in such Bond and the Bond Resolution as the fixed date on which the principal of such Bond or such installment of interest is due and payable.

**“Substitute Improvements”** means the substitute or additional improvements of the Issuer described in the Bond Resolution.

**“Treasurer”** means the duly appointed and/or elected Treasurer of the Issuer or, in the Treasurer's absence, the duly appointed Deputy Treasurer or acting Treasurer of the Issuer.

**“United States Government Obligations”** means bonds, notes, certificates of indebtedness, treasury bills or other securities constituting direct obligations of, or obligations the principal of and interest on which are fully and unconditionally guaranteed as to full and timely payment by, the United States of America, including evidences of a direct ownership interest in future interest or principal payment on obligations issued by the United States of America (including the interest component of obligations of the Resolution Funding Corporation), or securities which represent an undivided interest in such obligations, which obligations are rated in the highest rating category by a nationally recognized rating service and such obligations are held in a custodial account for the benefit of the Issuer.

## **ESTABLISHMENT OF FUNDS AND ACCOUNTS; DEPOSIT AND APPLICATION OF BOND PROCEEDS**

***Creation of Funds and Accounts.*** Simultaneously with the issuance of the Bonds, there shall be created within the Treasury of the Issuer the following Funds and Accounts:

- (a) Improvement Fund.
- (b) Refunded Notes Redemption Fund.
- (c) Debt Service Account (within the Bond and Interest Fund).
- (d) Rebate Fund.
- (e) Costs of Issuance Account.

The above Funds and Accounts shall be administered in accordance with the provisions of the Bond Resolution so long as the Bonds are Outstanding.

***Deposit of Bond Proceeds.*** The net proceeds received from the sale of the Bonds shall be deposited simultaneously with the delivery of the Bonds as follows:

- (a) Excess proceeds, if any, received from the sale of the Bonds shall be deposited in the Debt Service Account.
- (b) An amount necessary to pay the Costs of Issuance shall be deposited in the Costs of Issuance Account.
- (c) An amount necessary to retire the Refunded Notes shall be deposited into the Refunded Notes Redemption Fund.
- (d) The remaining balance of the proceeds derived from the sale of the Bonds shall be deposited in the Improvement Fund.

***Application of Moneys in the Improvement Fund.*** Moneys in the Improvement Fund shall be used for the sole purpose of: (a) paying the costs of the Improvements; (b) paying interest on the Bonds during construction of the Improvements; (c) paying Costs of Issuance; and (e) transferring any amounts to the Rebate Fund. Withdrawals from the Improvement Fund shall be made only when authorized by the governing body of the Issuer. Each authorization for costs of the Improvements shall be supported by a certificate executed by the Clerk (or designate) stating that such payment is being made for a purpose within the scope of the Bond Resolution and that the amount of such payment represents only the contract price of the property, equipment, labor, materials or service being paid for or, if such payment is not being made pursuant to an express contract, that such payment is not in excess of the reasonable value thereof. Authorizations for withdrawals for other authorized purposes shall be supported by a certificate executed by the Clerk (or designate) stating that such payment is being made for a purpose within the scope of the Bond Resolution. Upon completion of the Improvements, any surplus remaining in the Improvement Fund shall be deposited in the Debt Service Account.

***Substitution of Improvements; Reallocation of Proceeds.*** The Issuer may elect for any reason to substitute or add other public improvements to be financed with proceeds of the Bonds provided the following conditions are met: (a) the Substitute Improvement and the issuance of general obligation bonds to pay the cost of the Substitute Improvement has been duly authorized by the governing body of the Issuer in accordance with the laws of the State; (b) a resolution authorizing the use of the proceeds of the Bonds to pay the Financeable Costs of the Substitute Improvement has been duly adopted by the governing body of the Issuer pursuant to this Section, (c) the Attorney General of the State has approved the amendment made by such resolution to the transcript of proceedings for the Bonds to include the Substitute Improvements; and (d) the use of the proceeds of the Bonds to pay the Financeable Cost of the Substitute Improvement will not adversely affect the tax status of the Bonds under State or federal law.

The Issuer may reallocate expenditure of Bond proceeds among all Improvements financed by the Bonds; provided the following conditions are met: (a) the reallocation is approved by the governing body of the Issuer; (b) the reallocation shall not cause the proceeds of the Bonds allocated to any Improvement to exceed the Financeable Costs of the Improvement; and (c) the reallocation will not adversely affect the tax status of the Bonds under State or federal law.

***Application of Moneys in the Debt Service Account.*** All amounts paid and credited to the Debt Service Account shall be expended and used by the Issuer for the sole purpose of paying the principal or Redemption Price of and interest on the Bonds as and when the same become due and the usual and customary fees and expenses of the Bond Registrar and Paying Agent. The Treasurer is authorized and directed to withdraw from the Debt Service Account sums sufficient to pay both principal or Redemption Price of and interest on the Bonds and the fees and expenses of the Bond Registrar and Paying Agent as and when the same become due, and to forward such sums to the Paying Agent in a manner which ensures that the Paying Agent will receive immediately available funds in such amounts on or before the Business Day immediately preceding the dates when such principal, interest and fees of the Paying Agent will become due. If, through the lapse of time or otherwise, the Owners of Bonds are no longer entitled to enforce payment of the Bonds or the interest thereon, the Paying Agent shall return said funds to the Issuer. All moneys deposited with the Paying Agent shall be deemed to be deposited in accordance with and subject to all of the provisions contained in the Bond Resolution and shall be held in trust by the Paying Agent for the benefit of the Owners of the Bonds entitled to payment from such moneys. Any moneys or investments remaining in the Debt Service Account after the retirement of the Bonds shall be transferred and paid into the Bond and Interest Fund.

***Payments Due on Saturdays, Sundays and Holidays.*** In any case where a Bond Payment Date is not a Business Day, then payment of principal, Redemption Price or interest need not be made on such Bond Payment Date but may be

made on the next succeeding Business Day with the same force and effect as if made on such Bond Payment Date, and no interest shall accrue for the period after such Bond Payment Date.

***Application of Moneys in the Rebate Fund.*** There shall be deposited in the Rebate Fund such amounts as are required to be deposited therein pursuant to the Federal Tax Certificate. All money at any time deposited in the Rebate Fund shall be held in trust, to the extent required to satisfy the Rebate Amount (as defined in the Federal Tax Certificate), for payment to the United States of America, and neither the Issuer nor the Owner of any Bonds shall have any rights in or claim to such money.

***Application of Moneys in the Costs of Issuance Account.*** Moneys in the Costs of Issuance Account shall be used by the Issuer to pay the Costs of Issuance. Any funds remaining in the Costs of Issuance Account, after payment of all Costs of Issuance, but not later than the later of 30 days prior to the first Stated Maturity of principal or one year after the date of issuance of the Bonds, shall be transferred to Debt Service Account.

***Application of Moneys in the Refunded Notes Redemption Fund.*** Moneys in the Refunded Notes Redemption Fund shall be paid and transferred to the Refunded Notes Paying Agent, with irrevocable instructions to apply such amount to the payment of the Refunded Notes on the Refunded Notes Redemption Date. The Refunded Notes issued to temporarily finance the costs of the Improvements pending the issuance of the Bonds have been called for redemption and payment. The Clerk is authorized and instructed to provide appropriate notice of redemption in accordance with the Refunded Notes Resolution authorizing the issuance of such Refunded Notes. Any moneys remaining in the Refunded Notes Redemption Fund not needed to retire the Refunded Notes shall be transferred to the Debt Service Account.

## **DEPOSIT AND INVESTMENT OF MONEYS**

***Deposits.*** Moneys in each of the Funds and Accounts shall be deposited in a bank, savings and loan association or savings bank which are members of the Federal Deposit Insurance Corporation, or otherwise as permitted by State law, and which meet certain guidelines of State law. All such deposits shall be held in cash or invested in Permitted Investments or shall be adequately secured as provided by the laws of the State.

***Investments.*** Moneys held in any Fund or Account may be invested in accordance with the Bond Resolution and the Federal Tax Certificate, in Permitted Investments; provided, however, that no such investment shall be made for a period extending longer than to the date when the moneys invested may be needed for the purpose for which such fund was created. All earnings on any investments held in any Fund or Account shall accrue to and become a part of such Fund or Account.

## **DEFAULT AND REMEDIES**

***Remedies.*** The provisions of the Bond Resolution, including the covenants and agreements herein contained, shall constitute a contract between the Issuer and the Owners of the Bonds. If an Event of Default occurs and shall be continuing, the Owner or Owners of not less than 10% in principal amount of the Bonds at the time Outstanding shall have the right for the equal benefit and protection of all Owners of Bonds similarly situated:

(a) by mandamus or other suit, action or proceedings at law or in equity to enforce the rights of such Owner or Owners against the Issuer and its officers, agents and employees, and to require and compel duties and obligations required by the provisions of the Bond Resolution or by the Constitution and laws of the State;

(b) by suit, action or other proceedings in equity or at law to require the Issuer, its officers, agents and employees to account as if they were the trustees of an express trust; and

(c) by suit, action or other proceedings in equity or at law to enjoin any acts or things which may be unlawful or in violation of the rights of the Owners of the Bonds.

***Limitation on Rights of Owners.*** The covenants and agreements of the Issuer contained in the Bond Resolution and in the Bonds shall be for the equal benefit, protection, and security of the Owners of any or all of the Bonds, all of which Bonds of any series shall be of equal rank and without preference or priority of one Bond over any other Bond in the application of the Funds and Accounts pledged to the payment of the principal of and the interest on the Bonds, or otherwise, except as to rate of interest, date of maturity and right of prior redemption as provided in the Bond Resolution. No one or more Owners secured hereby shall have any right in any manner whatever by his or their action to affect, disturb or prejudice the security granted and provided for in the Bond Resolution, or to enforce any right, except in the manner provided in the Bond Resolution, and all proceedings at law or in equity shall be instituted, had and maintained for the equal benefit of all Owners of such Outstanding Bonds.

***Remedies Cumulative.*** No remedy conferred upon the Owners is intended to be exclusive of any other remedy, but each such remedy shall be cumulative and in addition to every other remedy and may be exercised without exhausting and without regard to any other remedy conferred. No waiver of any default or breach of duty or contract by the Owner of any Bond shall extend to or affect any subsequent default or breach of duty or contract or shall impair any rights or remedies thereon.

## **DEFEASANCE**

When any or all of the Bonds, redemption premium, if any, or scheduled interest payments thereon have been paid and discharged, then the requirements contained in the Bond Resolution and all other rights granted thereby shall terminate with respect to the Bonds or scheduled interest payments thereon so paid and discharged. Bonds, redemption premium, if any, or scheduled interest payments thereon shall be deemed to have been paid and discharged within the meaning of the Bond Resolution if there has been deposited with the Paying Agent, or other commercial bank or trust company located in the State and having full trust powers, at or prior to the Stated Maturity or Redemption Date of said Bonds or the interest payments thereon, in trust for and irrevocably appropriated thereto, moneys and/or Defeasance Obligations which, together with the interest to be earned on any such Defeasance Obligations, will be sufficient for the payment of the principal or Redemption Price of said Bonds and/or interest accrued to the Stated Maturity or Redemption Date, or if default in such payment has occurred on such date, then to the date of the tender of such payments. If the amount to be so deposited is based on the Redemption Price of any Bonds, no such satisfaction shall occur until: (a) the Issuer has elected to redeem such Bonds, and (b) either notice of such redemption has been given, or the Issuer has given irrevocable instructions, or shall have provided for an escrow agent to give irrevocable instructions, to the Bond Registrar to give such notice of redemption.

## **TAX COVENANTS**

***General Covenants.*** The Issuer covenants and agrees that it will comply with: (a) all applicable provisions of the Code necessary to maintain the exclusion from gross income for federal income tax purposes of the interest on the Bonds; and (b) all provisions and requirements of the Federal Tax Certificate. The Issuer will take such actions as may be necessary to comply with the Code and with all other applicable future laws, regulations, published rulings and judicial decisions, in order to ensure that the interest on the Bonds will remain excluded from federal gross income, to the extent any such actions can be taken by the Issuer.

***Survival of Covenants.*** The covenants contained in the Bond Resolution and in the Federal Tax Certificate shall remain in full force and effect notwithstanding the defeasance of the Bonds or any other provision of the Bond Resolution until such time as is set forth in the Federal Tax Certificate.

## **CONTINUING DISCLOSURE REQUIREMENTS**

***Disclosure Requirements.*** The Issuer covenants in the Bond Resolution with the Purchaser and the Beneficial Owners to provide and disseminate such information as is required by the SEC Rule and as further set forth in the Disclosure Undertaking and to make the provisions of the Disclosure Undertaking applicable to the Bonds. Such covenant shall be for the benefit of and enforceable by the Purchaser and the Beneficial Owners.

***Failure to Comply with Continuing Disclosure Requirements.*** In the event the Issuer fails to comply in a timely manner with its continuing disclosure covenants contained in the Bond Resolution, the Purchaser and/or any Beneficial Owner may make demand for such compliance by written notice to the Issuer. In the event the Issuer does not remedy such noncompliance within 10 days of receipt of such written notice, the Purchaser or any Beneficial Owner may in its discretion, without notice or demand, proceed to enforce compliance by a suit or suits in equity for the specific performance of such covenant or agreement or for the enforcement of any other appropriate legal or equitable remedy, as the Purchaser and/or any Beneficial Owner shall deem effectual to protect and enforce any of the duties of the Issuer under such preceding section. Notwithstanding any other provision of the Bond Resolution, failure of the Issuer to comply with its continuing disclosure covenants contained in the Bond Resolution shall not be considered an Event of Default under the Bond Resolution.

## **PROVISIONS RELATING TO THE BOND INSURANCE POLICY**

Provisions relating to the Bond Insurance Policy will be included and updated if the Bonds are purchased with such a policy.

## **MISCELLANEOUS PROVISIONS**

***Annual Audit.*** Annually, promptly after the end of the Fiscal Year, the Issuer will cause an audit to be made of the financial statements of the Issuer for the preceding Fiscal Year by an Independent Accountant. Within 30 days after the completion of each such annual audit, a copy thereof shall be filed in the office of the Clerk. Such audits shall at all times

during the usual business hours be open to the examination and inspection by any Owner of any of the Bonds, or by anyone acting for or on behalf of such user or Owner.

***Levy and Collection of Annual Tax.*** The governing body of the Issuer shall annually make provision for the payment of Debt Service Requirements on the Bonds as the same become due by levying and collecting the necessary taxes and/or assessments upon all of the taxable tangible property within the Issuer in the manner provided by law. The taxes and/or assessments referred to above shall be extended upon the tax rolls in each of the several years, respectively, and shall be levied and collected at the same time and in the same manner as the other ad valorem taxes of the Issuer are levied and collected. The proceeds derived from said taxes shall be deposited in the Bond and Interest Fund, shall be kept separate and apart from all other funds of the Issuer shall thereafter be deposited in the Debt Service Account and shall be used solely for the payment of the principal of and interest on the Bonds as and when the same become due, taking into account any scheduled mandatory redemptions, and the fees and expenses of the Paying Agent. If at any time said taxes and/or assessments are not collected in time to pay the principal of or interest on the Bonds when due, the Treasurer is hereby authorized and directed to pay said principal or interest out of the general funds of the Issuer and to reimburse said general funds for money so expended when said taxes are collected.

***Amendments.*** The rights and duties of the Issuer and the Owners, and the terms and provisions of the Bonds or of the Bond Resolution, may be amended or modified at any time in any respect by resolution of the Issuer with the written consent of the Owners of not less than a majority in principal amount of the Bonds then Outstanding, such consent to be evidenced by an instrument or instruments executed by such Owners and duly acknowledged or proved in the manner of a deed to be recorded, and such instrument or instruments shall be filed with the Clerk, but no such modification or alteration shall: (a) extend the maturity of any payment of principal or interest due upon any Bond; (b) effect a reduction in the amount which the Issuer is required to pay as principal of or interest on any Bond; (c) permit preference or priority of any Bond over any other Bond; or (d) reduce the percentage in principal amount of Bonds required for the written consent to any modification or alteration of the provisions of the Bond Resolution.

Any provision of the Bonds or of the Bond Resolution may, however, be amended or modified by resolution duly adopted by the governing body of the Issuer at any time in any legal respect with the written consent of the Owners of all of the Bonds at the time Outstanding.

Without notice to or the consent of any Owners, the Issuer may amend or supplement the Bond Resolution for the purpose of curing any formal defect, omission, inconsistency or ambiguity, to grant to or confer upon the Owners any additional rights, remedies, powers or authority that may lawfully be granted to or conferred upon the Owners, to more precisely identify the Improvements, to reallocate proceeds of the Bonds among Improvements, to provide for Substitute Improvements, to conform the Bond Resolution to the Code or future applicable federal law concerning tax-exempt obligations, or in connection with any other change therein which is not materially adverse to the interests of the Owners.

***Notices, Consents and Other Instruments by Owners.*** Any notice, request, complaint, demand or other communication required or desired to be given or filed under the Bond Resolution shall be in writing, and shall be deemed duly given or filed if the same shall be: (a) duly mailed by registered or certified mail, postage prepaid; or (b) communicated via fax, with electronic or telephonic confirmation of receipt. Copies of such notices shall also be given to the Paying Agent. The Issuer, the Paying Agent and the Purchaser may from time to time designate, by notice given hereunder to the others of such parties, such other address to which subsequent notices, certificates or other communications shall be sent. All notices given by: (a) certified or registered mail as aforesaid shall be deemed duly given as of the date they are so mailed; (b) fax as aforesaid shall be deemed duly given as of the date of confirmation of receipt. If, because of the temporary or permanent suspension of regular mail service or for any other reason, it is impossible or impractical to mail any notice in the manner herein provided, then such other form of notice as shall be made with the approval of the Paying Agent shall constitute a sufficient notice.

***Electronic Transactions.*** The issuance of the Bonds and the transactions related thereto and described herein may be conducted and documents may be stored by electronic means.

***Severability.*** If any section or other part of the Bond Resolution, whether large or small, is for any reason held invalid, the invalidity thereof shall not affect the validity of the other provisions of the Bond Resolution.

***Governing Law.*** The Bonds and the Bond Resolution shall be governed exclusively by and construed in accordance with the applicable laws of the State.

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**\$14,375,000\***  
**CITY OF MAIZE, KANSAS**  
**GENERAL OBLIGATION BONDS**  
**SERIES 2025A**

**APPENDIX D**

**FORM OF DISCLOSURE UNDERTAKING**

\* Subject to change.

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**CONTINUING DISCLOSURE UNDERTAKING**

**DATED AS OF AUGUST 26, 2025**

**BY**

**THE CITY OF MAIZE, KANSAS**

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**CITY OF MAIZE, KANSAS  
GENERAL OBLIGATION BONDS  
SERIES 2025A  
DATED AUGUST 26, 2025**

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## CONTINUING DISCLOSURE UNDERTAKING

This **CONTINUING DISCLOSURE UNDERTAKING** dated as of AUGUST 26, 2025 (the “Continuing Disclosure Undertaking”), is executed and delivered by **THE CITY OF MAIZE, KANSAS** (the “Issuer”).

### RECITALS

1. This Continuing Disclosure Undertaking is executed and delivered by the Issuer in connection with the issuance by the Issuer of its General Obligation Bonds, Series 2025A (the “Bonds”), pursuant to an Ordinance and Resolution adopted by the governing body of the Issuer (collectively the “Bond Resolution”).

2. The Issuer is entering into this Continuing Disclosure Undertaking for the benefit of the Beneficial Owners of the Bonds and in order to assist the Participating Underwriter in complying with Rule 15c2-12 of the Securities and Exchange Commission under the Securities Exchange Act of 1934 (the “Rule”). The Issuer is the only “obligated person” with responsibility for continuing disclosure hereunder.

The Issuer covenants and agrees as follows:

**Section 1. Definitions.** In addition to the definitions set forth in the Bond Resolution, which apply to any capitalized term used in this Continuing Disclosure Undertaking unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“**Annual Report**” means any Annual Report provided by the Issuer pursuant to, and as described in, **Section 2** of this Continuing Disclosure Undertaking.

“**Beneficial Owner**” means any registered owner of any Bonds and any person which (a) has the power, directly or indirectly, to vote or consent with respect to, or to dispose of ownership of, any Bonds (including persons holding Bonds through nominees, depositories or other intermediaries), or (b) is treated as the owner of any Bonds for federal income tax purposes.

“**Business Day**” means a day other than (a) a Saturday, Sunday or legal holiday, (b) a day on which banks located in any city in which the principal office or designated payment office of the paying agent or the Dissemination Agent is located are required or authorized by law to remain closed, or (c) a day on which the Securities Depository or the New York Stock Exchange is closed.

“**Dissemination Agent**” means any entity designated in writing by the Issuer to serve as dissemination agent pursuant to this Continuing Disclosure Undertaking and which has filed with the Issuer a written acceptance of such designation.

“**EMMA**” means the Electronic Municipal Market Access system for municipal securities disclosures established and maintained by the MSRB, which can be accessed at [www.emma.msrb.org](http://www.emma.msrb.org).

“**Financial Obligation**” means a: (a) debt obligation; (b) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (c) guarantee of (a) or (b) in this definition; *provided however*, the term Financial Obligation shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

**“Fiscal Year”** means the 12-month period beginning on January 1 and ending on December 31 or any other 12-month period selected by the Issuer as the Fiscal Year of the Issuer for financial reporting purposes.

**“Material Events”** means any of the events listed in *Section 3* of this Continuing Disclosure Undertaking.

**“MSRB”** means the Municipal Securities Rulemaking Board, or any successor repository designated as such by the Securities and Exchange Commission in accordance with the Rule.

**“Participating Underwriter”** means any of the original underwriter(s) of the Bonds required to comply with the Rule in connection with the offering of the Bonds.

## **Section 2. Provision of Annual Reports.**

(a) The Issuer shall, not later than August 1 of each year, commencing August 1, 2026, file with the MSRB, through EMMA, the following financial information and operating data (the “Annual Report”):

(1) The audited financial statements of the Issuer for the prior Fiscal Year, prepared on a statutory basis of accounting other than GAAP which demonstrates compliance with the State's “cash-basis” and “budget” laws. A more detailed explanation of the accounting basis is contained in the Official Statement relating to the Notes. If audited financial statements are not available by the time the Annual Report is required to be provided pursuant to this Section, the Annual Report shall contain unaudited financial statements in a format similar to the financial statements contained in the final Official Statement relating to the Notes, and the audited financial statements shall be provided in the same manner as the Annual Report promptly after they become available.

(2) Updates as of the end of the Fiscal Year of certain financial information and operating data contained in the final Official Statement related to the Notes, as described in *Exhibit A*, in substantially the same format contained in the final Official Statement with such adjustments to formatting or presentation determined to be reasonable by the Issuer.

Any or all of the items listed above may be included by specific reference to other documents, including official statements of debt issues with respect to which the Issuer is an “obligated person” (as defined by the Rule), which have been provided to the MSRB and are available through EMMA or the Securities and Exchange Commission. If the document included by reference is a final official statement, it must be available from the MSRB on EMMA. The Issuer shall clearly identify each such other document so included by reference.

In each case, the Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in this Section; provided that the audited financial statements of the Issuer may be submitted separately from the balance of the Annual Report and later than the date required above for the filing of the Annual Report if they are not available by that date. If the Issuer's Fiscal Year changes, it shall give notice of such change in the same manner as for a Material Event under *Section 3*, and the Annual Report deadline provided above shall automatically become the last day of the sixth month after the end of the Issuer's new fiscal year.

(b) The Annual Report shall be filed with the MSRB in such manner and format as is prescribed by the MSRB.

**Section 3. Reporting of Material Events.** Not later than 10 Business Days after the occurrence of any of the following events, the Issuer shall give, or cause to be given to the MSRB, through EMMA, notice of the occurrence of any of the following events with respect to the Bonds (“Material Events”):

- (1) principal and interest payment delinquencies;
- (2) non-payment related defaults, if material;
- (3) unscheduled draws on debt service reserves reflecting financial difficulties;
- (4) unscheduled draws on credit enhancements reflecting financial difficulties;
- (5) substitution of credit or liquidity providers, or their failure to perform;
- (6) adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
- (7) modifications to rights of bondholders, if material;
- (8) bond calls, if material, and tender offers;
- (9) defeasances;
- (10) release, substitution or sale of property securing repayment of the Bonds, if material;
- (11) rating changes;
- (12) bankruptcy, insolvency, receivership or similar event of the obligated person;
- (13) the consummation of a merger, consolidation, or acquisition involving the obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material;
- (14) appointment of a successor or additional trustee or the change of name of the trustee, if material;
- (15) incurrence of a Financial Obligation of the obligated person, if material, or agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the obligated person, any of which affect security holders, if material; and
- (16) default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of the obligated person, any of which reflect financial difficulties.

If the Issuer has not submitted the Annual Report to the MSRB by the date required in **Section 2(a)**, the Issuer shall send a notice to the MSRB of the failure of the Issuer to file on a timely basis the Annual Report, which notice shall be given by the Issuer in accordance with this **Section 3**.

**Section 4. Termination of Reporting Obligation.** The Issuer’s obligations under this Continuing Disclosure Undertaking shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds. If the Issuer’s obligations under this Continuing Disclosure Undertaking are assumed in full by some other entity, such person shall be responsible for compliance with this Continuing Disclosure Undertaking in the same manner as if it were the Issuer, and the Issuer shall have no further responsibility hereunder. If such termination or substitution occurs prior to the final maturity of the Bonds, the Issuer shall give notice of such termination or substitution in the same manner as for a Material Event under **Section 3**.

**Section 5. Dissemination Agents.** The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Continuing Disclosure Undertaking, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent. Any Dissemination Agent may resign as dissemination agent hereunder at any time

upon 30 days prior written notice to the Issuer. The Dissemination Agent shall not be responsible in any manner for the content of any notice or report (including without limitation the Annual Report) prepared by the Issuer pursuant to this Continuing Disclosure Undertaking.

**Section 6. Amendment; Waiver.** Notwithstanding any other provision of this Continuing Disclosure Undertaking, the Issuer may amend this Continuing Disclosure Undertaking and any provision of this Continuing Disclosure Undertaking may be waived, provided that Bond Counsel or other counsel experienced in federal securities law matters provides the Issuer with its written opinion that the undertaking of the Issuer contained herein, as so amended or after giving effect to such waiver, is in compliance with the Rule and all current amendments thereto and interpretations thereof that are applicable to this Continuing Disclosure Undertaking.

In the event of any amendment or waiver of a provision of this Continuing Disclosure Undertaking, the Issuer shall describe such amendment or waiver in the next Annual Report, and shall include, as applicable, a narrative explanation of the reason for the amendment or waiver and its impact on the type (or, in the case of a change of accounting principles, on the presentation) of financial information or operating data being presented by the Issuer. In addition, if the amendment relates to the accounting principles to be followed in preparing financial statements, (1) notice of such change shall be given in the same manner as for a Material Event under **Section 3**, and (2) the Annual Report for the year in which the change is made should present a comparison (in narrative form and also, if feasible, in quantitative form) between the financial statements as prepared on the basis of the new accounting principles and those prepared on the basis of the former accounting principles.

**Section 7. Additional Information.** Nothing in this Continuing Disclosure Undertaking shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Continuing Disclosure Undertaking or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Material Event, in addition to that required by this Continuing Disclosure Undertaking. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Material Event, in addition to that specifically required by this Continuing Disclosure Undertaking, the Issuer shall have no obligation under this Continuing Disclosure Undertaking to update such information or include it in any future Annual Report or notice of occurrence of a Material Event.

**Section 8. Default.** If the Issuer fails to comply with any provision of this Continuing Disclosure Undertaking, any Participating Underwriter or any Beneficial Owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandamus or specific performance by court order, to cause the Issuer to comply with its obligations under this Continuing Disclosure Undertaking. A default under this Continuing Disclosure Undertaking shall not be deemed an event of default under the Bond Resolution or the Bonds, and the sole remedy under this Continuing Disclosure Undertaking in the event of any failure of the Issuer to comply with this Continuing Disclosure Undertaking shall be an action to compel performance.

**Section 9. Beneficiaries.** This Continuing Disclosure Undertaking shall inure solely to the benefit of the Issuer, the Participating Underwriter, and the Beneficial Owners from time to time of the Bonds, and shall create no rights in any other person or entity.

**Section 10. Severability.** If any provision in this Continuing Disclosure Undertaking, the Bond Resolution or the Bonds shall be invalid, illegal or unenforceable, the validity, legality and enforceability of the remaining provisions shall not in any way be affected or impaired thereby.

**Section 11. Electronic Transactions.** The arrangement described herein may be conducted and related documents may be sent, received, or stored by electronic means. Copies, telecopies, facsimiles, electronic files and other reproductions of original documents shall be deemed to be authentic and valid counterparts of such original documents for all purposes, including the filing of any claim, action or suit in the appropriate court of law.

**Section 12. Governing Law.** This Continuing Disclosure Undertaking shall be governed by and construed in accordance with the laws of the State of Kansas.

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**IN WITNESS WHEREOF**, the Issuer has caused this Continuing Disclosure Undertaking to be executed as of the day and year first above written.

**CITY OF MAIZE, KANSAS**

(SEAL)

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Mayor

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Clerk

## ***EXHIBIT A***

### **FINANCIAL INFORMATION AND OPERATING DATA TO BE INCLUDED IN ANNUAL REPORT**

The financial information and operating data contained in tables in the following sections contained in ***Appendix A*** of the final Official Statement relating to the Notes:

Assessed Valuation  
Tax Rates  
Aggregate Tax Levies

Tax Collection Record  
Major Taxpayers  
Current Indebtedness of the City\*

\* This Operating Data is also available in the Issuer's financial information portion of its Annual Report.