PRELIMINARY OFFICIAL STATEMENT DATED NOVEMBER 9, 2026

In the opinion of Taft Stettinius & Hollister LLP, Bond Counsel, based on present federal and Minnesota laws, regulations, rulings and decisions, at the time of the issuance of the Bonds, the interest on the Bonds is excluded from gross income for federal income tax purposes and is excluded, to the same extent, from both gross income and taxable net income for State of Minnesota income tax purposes (other than Minnesota franchise taxes measured by income and imposed on corporations and financial institutions). Interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals or for purposes of the Minnesota alternative minimum tax applicable to individuals, estates or trusts; however, interest on the Bonds is taken into account in determining "annual adjusted financial statement income" for the purpose of computing the federal alternative minimum tax imposed on certain corporations. No opinion will be expressed by Bond Counsel regarding other state or federal tax consequences. See "TAX EXEMPTION" herein.

The City will designate the Bonds as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended, relating to the ability of financial institutions to deduct from income for federal income tax purposes, interest expense that is allocable to carrying and acquiring tax-exempt obligations.

New Issue **Rating Application Made: S&P Global Ratings**

CITY OF SLAYTON, MINNESOTA
(Murray County)

$2,125,000* GENERAL OBLIGATION BONDS, SERIES 2026B

PROPOSAL OPENING: November 16, 2026, 10:30 A.M., C.T. **CONSIDERATION**: November 16, 2026, 6:00 P.M., C.T.

PURPOSE/AUTHORITY/SECURITY: The $2,125,000* General Obligation Bonds, Series 2026B (the "Bonds") are being issued pursuant to Minnesota Statutes, Chapters 469, as amended, including Sections 469.1812 through 469.1815, and Minnesota Statues, Chapter 475, as amended, including Section 475.521, by the City of Slayton, Minnesota (the "City"), for the purposes of financing a street reconstruction project, acquisition and renovation of a property for use as the public works facility, and improvements to the fire hall. The Bonds are general obligations of the City, for which its full faith and credit and taxing powers are pledged. Delivery is subject to receipt of an approving legal opinion of Taft Stettinius & Hollister LLP, Minneapolis, Minnesota.

DATE OF BONDS: December 7, 2026

MATURITY: February 1 as follows:

Year	Amount*	Year	Amount*	Year	Amount*
2028	$50,000	2035	$105,000	2042	$115,000
2029	80,000	2036	110,000	2043	120,000
2030	80,000	2037	110,000	2044	130,000
2031	90,000	2038	110,000	2045	135,000
2032	90,000	2039	105,000	2046	140,000
2033	95,000	2040	105,000	2047	150,000
2034	95,000	2041	110,000		

***MATURITY ADJUSTMENTS:** The City reserves the right to increase or decrease the principal amount of the Bonds on the day of sale, in increments of $5,000 each. Increases or decreases may be made in any maturity. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per $1,000.

TERM BONDS: See "Term Bond Option" herein.

INTEREST: August 1, 2027 and semiannually thereafter.

OPTIONAL REDEMPTION: Bonds maturing on February 1, 2037 and thereafter are subject to call for prior optional redemption on February 1, 2036 or any date thereafter, at a price of par plus accrued interest to the date of optional redemption.

MINIMUM PROPOSAL: $2,099,500.

GOOD FAITH DEPOSIT: A good faith deposit in the amount of $42,500 shall be made by the winning bidder by wire transfer of funds.

PAYING AGENT: Bond Trust Services Corporation.

BOND COUNSEL: Taft Stettinius & Hollister LLP.

MUNICIPAL ADVISOR: Ehlers and Associates, Inc.

BOOK-ENTRY-ONLY: See "Book-Entry-Only System" herein (unless otherwise specified by the purchaser).

This Preliminary Official Statement and the information contained herein are subject to completion and amendment. These securities may not be sold nor may offers to buy be accepted prior to the time the 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 these securities 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. This Preliminary Official Statement is in a form deemed final as of its date for purposes of SEC Rule 15c2-12(b) (1), but is subject to revision, amendment and completion in a Final Official Statement.

REPRESENTATIONS

No dealer, broker, salesperson or other person has been authorized by the City to give any information or to make any representation other than those contained in this Preliminary Official Statement and, if given or made, such other information or representations must not be relied upon as having been authorized by the City. ***This Preliminary Official Statement does not constitute an offer to sell or a solicitation of an offer to buy any of the Bonds in any jurisdiction to any person to whom it is unlawful to make such an offer or solicitation in such jurisdiction.***

This Preliminary Official Statement is not to be construed as a contract with the Underwriter (Syndicate Manager). Statements contained herein which involve estimates or matters of opinion are intended solely as such and are not to be construed as representations of fact. Ehlers and Associates, Inc. prepared this Preliminary Official Statement and any addenda thereto relying on information of the City and other sources for which there is reasonable basis for believing the information is accurate and complete. Bond Counsel has not participated in the preparation of this Preliminary Official Statement and is not expressing any opinion as to the completeness or accuracy of the information contained therein. Compensation of Ehlers and Associates, Inc., payable entirely by the City, is contingent upon the delivery of the Bonds.

COMPLIANCE WITH S.E.C. RULE 15c2-12

Certain municipal obligations (issued in an aggregate amount over $1,000,000) are subject to Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934, as amended (the "Rule").

Preliminary Official Statement: This Preliminary Official Statement was prepared for the City for dissemination to potential investors. Its primary purpose is to disclose information regarding the Bonds to prospective underwriters in the interest of receiving competitive proposals in accordance with the sale notice contained herein. Unless an addendum is posted prior to the sale, this Preliminary Official Statement shall be deemed nearly final for purposes of the Rule subject to completion, revision and amendment in a Final Official Statement as defined below.

Review Period: This Preliminary Official Statement has been distributed to prospective bidders for review. Comments or requests for the correction of omissions or inaccuracies must be submitted to Ehlers and Associates, Inc. at least two business days prior to the sale. Requests for additional information or corrections in the Preliminary Official Statement received on or before this date will not be considered a qualification of a proposal received from an underwriter. If there are any changes, corrections or additions to the Preliminary Official Statement, interested bidders will be informed by an addendum prior to the sale.

Final Official Statement: Copies of the Final Official Statement will be delivered to the Underwriter (Syndicate Manager) within seven business days following the proposal acceptance.

Continuing Disclosure: Subject to certain exemptions, issues in an aggregate amount over $1,000,000 may be required to comply with provisions of the Rule which require that underwriters obtain from the issuers of municipal securities (or other obligated party) an agreement for the benefit of the owners of the securities to provide continuing disclosure with respect to those securities. This Preliminary Official Statement describes the conditions under which the City is required to comply with the Rule.

CLOSING CERTIFICATES

Upon delivery of the Bonds, the Underwriter (Syndicate Manager) will be furnished with the following items: (1) a certificate of the appropriate officials to the effect that at the time of the sale of the Bonds and all times subsequent thereto up to and including the time of the delivery of the Bonds, this Preliminary Official Statement did not and does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements therein, in the light of the circumstances under which they were made, not misleading; (2) a receipt signed by the appropriate officer evidencing payment for the Bonds; (3) a certificate evidencing the due execution of the Bonds, including statements that (a) no litigation of any nature is pending, or to the knowledge of signers, threatened, restraining or enjoining the issuance and delivery of the Bonds, (b) neither the corporate existence or boundaries of the City nor the title of the signers to their respective offices is being contested, and (c) no authority or proceedings for the issuance of the Bonds have been repealed, revoked or rescinded; and (4) a certificate setting forth facts and expectations of the City which indicates that the City does not expect to use the proceeds of the Bonds in a manner that would cause them to be arbitrage bonds within the meaning of Section 148 of the Internal Revenue Code of 1986, as amended, or within the meaning of applicable Treasury Regulations.

TABLE OF CONTENTS

INTRODUCTORY STATEMENT 1

THE BONDS 1
- GENERAL 1
- OPTIONAL REDEMPTION 2
- AUTHORITY; PURPOSE 2
- ESTIMATED SOURCES AND USES 2
- SECURITY 3
- RATING 4
- CONTINUING DISCLOSURE 4
- LEGAL OPINION 5
- STATEMENT REGARDING BOND COUNSEL PARTICIPATION 5
- TAX EXEMPTION 5
- QUALIFIED TAX-EXEMPT OBLIGATIONS 7
- MUNICIPAL ADVISOR 7
- MUNICIPAL ADVISOR AFFILIATED COMPANIES 7
- INDEPENDENT AUDITORS 7
- RISK FACTORS 8

VALUATIONS 10
- OVERVIEW 10
- CURRENT PROPERTY VALUATIONS 11
- 2025/26 NET TAX CAPACITY BY CLASSIFICATION . . 11
- TREND OF VALUATIONS 12
- LARGEST TAXPAYERS 12

DEBT 13
- DIRECT DEBT 13
- DEBT PAYMENT HISTORY 13
- FUTURE FINANCING 13
- DEBT LIMIT 14
- SCHEDULES OF BONDED INDEBTEDNESS 15
- OVERLAPPING DEBT 20
- DEBT RATIOS 20

TAX LEVIES, COLLECTIONS AND RATES 21
- TAX LEVIES AND COLLECTIONS 21
- TAX CAPACITY RATES 21

THE ISSUER 22
- CITY GOVERNMENT 22
- EMPLOYEES; PENSIONS; UNIONS 22
- POST EMPLOYMENT BENEFITS 22
- LITIGATION 22
- MUNICIPAL BANKRUPTCY 23
- FUNDS ON HAND 23
- ENTERPRISE FUNDS 24
- SUMMARY GENERAL FUND INFORMATION 25
- GENERAL FUND BUDGET SUMMARY 26

GENERAL INFORMATION 27
- LOCATION 27
- LARGER EMPLOYERS 27
- BUILDING PERMITS 28
- U.S. CENSUS DATA 28
- EMPLOYMENT/UNEMPLOYMENT DATA 29

FINANCIAL STATEMENTS A-1

FORM OF LEGAL OPINION B-1

BOOK-ENTRY-ONLY SYSTEM C-1

FORM OF CONTINUING DISCLOSURE UNDERTAKING . . . D-1

TERMS OF PROPOSAL E-1

PROPOSAL FORM

CITY OF SLAYTON
CITY COUNCIL

		Term Expires
Miron Carney	Mayor	January 2027
Dean Ackerman	Council Member	January 2027
Kate Harmsen	Council Member	January 2027
Blake Heronimus	Council Member	January 2029
Chris Jacobson	Council Member	January 2029

ADMINISTRATION

Josh Malchow, City Clerk/Administrator

PROFESSIONAL SERVICES

Kennedy & Graven, Chartered, City Attorney, Minneapolis, Minnesota

Taft Stettinius & Hollister LLP, Bond Counsel, Minneapolis, Minnesota

Ehlers and Associates, Inc., Municipal Advisors, Minneapolis, Minnesota
(*Other office located in Waukesha, Wisconsin*)

INTRODUCTORY STATEMENT

This Preliminary Official Statement contains certain information regarding the City of Slayton, Minnesota (the "City") and the issuance of its $2,125,000* General Obligation Bonds, Series 2026B (the "Bonds"). Any descriptions or summaries of the Bonds, statutes, or documents included herein are not intended to be complete and are qualified in their entirety by reference to such statutes and documents and the form of the Bonds to be included in the resolution authorizing the issuance and sale of the Bonds ("Award Resolution") to be adopted by the City Council on November 16, 2026.

Inquiries may be directed to Ehlers and Associates, Inc. ("Ehlers" or the "Municipal Advisor"), Minneapolis, Minnesota, (651) 697-8500, the City's municipal advisor. A copy of this Preliminary Official Statement may be downloaded from Ehlers' web site at www.ehlers-inc.com by connecting to the Debt Issuance link and following the directions at the top of the site.

THE BONDS

GENERAL

The Bonds will be issued in fully registered form as to both principal and interest in denominations of $5,000 each or any integral multiple thereof, and will be dated, as originally issued, as of December 7, 2026. The Bonds will mature on February 1 in the years and amounts set forth on the cover of this Preliminary Official Statement. Interest will be payable on February 1 and August 1 of each year, commencing August 1, 2027, to the registered owners of the Bonds appearing of record in the bond register as of the close of business on the 15th day (whether or not a business day) of the immediately preceding month. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the Municipal Securities Rulemaking Board ("MSRB"). **The rate for any maturity may not be more than 1.00% less than the rate for any preceding maturity. (For example, if a rate of 4.50% is proposed for the 2028 maturity, then the lowest rate that may be proposed for any later maturity is 3.50%.)** All Bonds of the same maturity must bear interest from the date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

Unless otherwise specified by the purchaser, the Bonds will be registered in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). (See "Book-Entry-Only System" herein.) As long as the Bonds are held under the book-entry system, beneficial ownership interests in the Bonds may be acquired in book-entry form only, and all payments of principal of, premium, if any, and interest on the Bonds shall be made through the facilities of DTC and its participants. If the book-entry system is terminated, principal of, premium, if any, and interest on the Bonds shall be payable as provided in the Award Resolution.

The City has selected Bond Trust Services Corporation, Minneapolis, Minnesota ("BTSC") to act as paying agent (the "Paying Agent"). BTSC and Ehlers are affiliate companies. The City will pay the charges for Paying Agent services. The City reserves the right to remove the Paying Agent and to appoint a successor.

*Preliminary, subject to change.

OPTIONAL REDEMPTION

At the option of the City, the Bonds maturing on or after February 1, 2037 shall be subject to optional redemption prior to maturity on February 1, 2036 or any date thereafter, at a price of par plus accrued interest to the date of optional redemption.

Redemption may be in whole or in part of the Bonds subject to prepayment. If redemption is in part, the selection of the amounts and maturities of the Bonds to be redeemed shall be at the discretion of the City. If only part of the Bonds having a common maturity date are called for redemption, then the City or Paying Agent, if any, will notify DTC of the particular amount of such maturity to be redeemed. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interest in such maturity to be redeemed.

Notice of redemption shall be sent by mail not more than 60 days and not less than 30 days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books.

AUTHORITY; PURPOSE

The Bonds are being issued pursuant to Minnesota Statutes, Chapters 469, as amended, including Sections 469.1812 through 469.1815, and Minnesota Statues, Chapter 475, as amended, including Section 475.521, by the City, for the purposes of financing: (i) a street reconstruction project (the "Tax Abatement Portion"); and (ii) acquisition and renovation of a property for use as the public works facility (the "Capital Improvement Plan (CIP) Portion" or the "Project").

ESTIMATED SOURCES AND USES*

Sources	**Tax Abatement Portion**	**CIP Portion**	**Total Bond Issue**
Par Amount of Bonds	$525,000	$1,600,000	$2,125,000
Total Sources	**$525,000**	**$1,600,000**	**$2,125,000**
Uses			
Total Underwriter's Discount (1.200%)	$6,300	$19,200	$25,500
Costs of Issuance	18,282	55,718	74,000
Deposit to Construction Fund	500,000	1,524,000	2,024,000
Rounding Amount	418	1,082	1,500
Total Uses	**$525,000**	**$1,600,000**	**$2,125,000**

*Preliminary, subject to change.

Breakdown of Principal Payments*:

Payment Date	Tax Abatement Portion	CIP Portion	Total Bond Issue
2/01/2028	$5,000	$45,000	$50,000
2/01/2029	25,000	55,000	80,000
2/01/2030	25,000	55,000	80,000
2/01/2031	30,000	60,000	90,000
2/01/2032	30,000	60,000	90,000
2/01/2033	30,000	65,000	95,000
2/01/2034	30,000	65,000	95,000
2/01/2035	35,000	70,000	105,000
2/01/2036	35,000	75,000	110,000
2/01/2037	35,000	75,000	110,000
2/01/2038	35,000	75,000	110,000
2/01/2039	20,000	85,000	105,000
2/01/2040	20,000	85,000	105,000
2/01/2041	20,000	90,000	110,000
2/01/2042	20,000	95,000	115,000
2/01/2043	25,000	95,000	120,000
2/01/2044	25,000	105,000	130,000
2/01/2045	25,000	110,000	135,000
2/01/2046	25,000	115,000	140,000
2/01/2047	30,000	120,000	150,000
Total	**$525,000**	**$1,600,000**	**$2,125,000**

*Preliminary, subject to change.

SECURITY

The Bonds will be general obligations of the City for which its full faith and credit and taxing powers are pledged without limitation as to rate or amount.

The City anticipates that the debt service on the Tax Abatement Portion of the Bonds will be paid from abating the City's portion of taxes from specific parcels which will benefit from the development of the Project. Receipt of tax abatement revenues will be sufficient to provide not less than 105% of principal and interest on the Tax Abatment Portion of the Bonds as required by Minnesota law.

The City anticipates that the debt service on the CIP Portion of the Bonds will be paid from ad valorem property taxes. In accordance with Minnesota Statutes, the City will levy each year an amount not less than 105% of the debt service requirements on the CIP Portion of the Bonds. In the event funds on hand for payment of principal and interest are at any time insufficient, the City is required to levy an additional ad valorem tax upon all taxable properties within its boundaries without limit as to rate or amount to make up any deficiency.

Should the tax abatement revenues and/or ad valorem property taxes pledged for payment of the Bonds be insufficient to pay the principal and interest as the same shall become due, the City is required to pay maturing principal and interest from moneys on hand in any other fund of the City not pledged for another purpose and/or to levy additional taxes for this purpose upon all the taxable property in the City, without limitation as to rate or amount.

RATING

General obligation debt of the City, with the exception of any outstanding credit enhanced issues, is currently rated "A+"/Stable outlook by S&P Global Ratings ("S&P").

The City has requested a rating on the Bonds from S&P, and bidders will be notified as to the assigned rating prior to the sale. Such rating reflects only the views of such organization and explanations of the significance of such rating may be obtained from S&P.

Generally, a rating agency bases its rating on the information and materials furnished to it and on investigations, studies and assumptions of its own. There is no assurance that such rating will continue for any given period of time or that it will not be revised downward or withdrawn entirely by such rating agency, if in the judgment of such rating agency circumstances so warrant. Any such downward revision or withdrawal of such rating may have an adverse effect on the market price of the Bonds.

Such rating is not to be construed as a recommendation of the rating agency to buy, sell or hold the Bonds, and the rating assigned by the rating agency should be evaluated independently. Except as may be required by the Disclosure Undertaking described under the heading "CONTINUING DISCLOSURE" neither the City nor the underwriter undertake responsibility to bring to the attention of the owner of the Bonds any proposed changes in or withdrawal of such rating or to oppose any such revision or withdrawal.

CONTINUING DISCLOSURE

In order to assist brokers, dealers, and municipal securities dealers, in connection with their participation in the offering of the Bonds, to comply with Rule 15c2-12 promulgated by the Securities and Exchange Commission, pursuant to the Securities and Exchange Act of 1934, as amended (the "Rule"), the City shall agree to provide certain information to the Municipal Securities Rulemaking Board ("MSRB") through its Electronic Municipal Market Access ("EMMA") system, or any system that may be prescribed in the future. The Rule was last amended, effective February 27, 2019, to include an expanded list of material events.

On the date of issue and delivery, the City shall execute and deliver a Continuing Disclosure Certificate, under which the City will covenant for the benefit of holders including beneficial holders, to provide electronically, or in a manner otherwise prescribed, certain financial information annually and to provide notices of the occurrence of certain events enumerated in the Rule (the "Disclosure Undertaking"). The details and terms of the Disclosure Undertaking for the City are set forth in Appendix D. Such Disclosure Undertaking will be in substantially the form attached hereto.

A failure by the City to comply with any Disclosure Undertaking will not constitute an event of default on the Bonds. However, such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

In the previous five years, the City believes it has not failed to comply in all material respects with its prior undertakings under the Rule. The City has reviewed its continuing disclosure responsibilities along with any changes to the Rule, to ensure compliance. Ehlers is currently engaged as dissemination agent for the City.

LEGAL OPINION

An opinion as to the validity of the Bonds and the exemption from taxation of the interest thereon will be furnished by Taft Stettinius & Hollister LLP, Minneapolis, Minnesota, Bond Counsel to the City ("Bond Counsel"), and will be available at the time of delivery of the Bonds. The legal opinion will state that the Bonds are valid and binding general obligations of the City; provided that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights and by equitable principles (which may be applied in either a legal or equitable proceeding). See "FORM OF LEGAL OPINION" found in Appendix B.

By expressing its opinion, Bond Counsel is expressing its professional judgment and does not become an insurer or guarantor of the result indicated by that expression of professional judgment or of the transaction or the future performance of the parties to the transaction. Ownership of the Bonds may result in other state and local tax consequences to certain taxpayers. Bond Counsel expresses no opinion regarding any such collateral consequences arising with respect to the Bonds. Prospective purchasers of the Bonds should consult their own tax advisors regarding the applicability of any such state and local taxes.

STATEMENT REGARDING BOND COUNSEL PARTICIPATION

Bond Counsel has neither been engaged nor undertaken to prepare or independently verify the accuracy of any portion of the Official Statement, including the financial or operational information of the Issuer and risks associated with the purchase of the Bonds, except for statements under "TAX EXEMPTION" herein that summarize certain provisions of the Internal Revenue Code of 1986, as amended, the Bonds and any opinion rendered by Bond Counsel. Bond Counsel has prepared the form of legal opinion attached hereto as "APPENDIX B – FORM OF LEGAL OPINION."

TAX EXEMPTION

On the date of issuance of the Bonds, Taft Stettinius & Hollister LLP, Bond Counsel, will render an opinion, that, based on present federal and Minnesota laws, regulations, rulings and decisions, at the time of the issuance of the Bonds, the interest on the Bonds is excluded from gross income for federal income tax purposes and is excluded, to the same extent, from both gross income and taxable net income for State of Minnesota income tax purposes (other than Minnesota franchise taxes measured by income and imposed on corporations and financial institutions). Interest on the Bonds is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals or for purposes of the Minnesota alternative minimum tax applicable to individuals, estates or trusts; however, interest on the Bonds is taken into account in determining "annual adjusted financial statement income" for the purpose of computing the federal alternative minimum tax imposed on certain corporations. The opinions are subject to the condition that the City complies with all applicable federal tax requirements. Failure to comply with certain of such requirements may cause interest on the Bonds to be included in gross income and taxable net income, retroactive to their date of issuance. No opinion will be expressed by Bond Counsel regarding other state or federal tax consequences.

Other Federal and State Tax Considerations

Other Tax Considerations

Though excluded from gross income, interest on the Bonds is subject to federal income taxation for certain types of taxpayers and certain income taxes, including without implied limitation, taxation to the extent it is included as part of (a) the adjusted current earnings of a corporation for purposes of the alternative minimum tax, (b) effectively connected earnings and profits of a foreign corporation for purposes of the branch profits tax on dividend equivalent amounts, (c) excess net passive income of an S Corporation which has Subchapter C earnings and profits, or (d) minimum effectively connected net investment income of a foreign insurance company. Interest on the Bonds is also taken into account in other ways for federal income tax purposes, including without implied limitation, (a) reducing loss reserve deductions of property and casualty insurance companies, (b) reducing interest expense deductions of financial institutions, and (c) causing certain taxpayers to include in gross income a portion of social security benefits and railroad retirement benefits. Ownership of the Bonds may result in other collateral federal income tax consequences to certain taxpayers. Bond Counsel expresses no opinion as to any of such consequences, and prospective purchasers who may be subject to such collateral consequences should consult their tax advisers.

Original Issue Discount

Some of the Bonds ("the OID Bonds") may be sold at initial public offering prices which are less than the principal amounts payable at maturity. For each maturity of OID Bonds, original issue discount is the excess of the stated redemption price at maturity of such Bonds over the initial offering price to the public, excluding underwriters and other intermediaries, at which price a substantial amount of such Bonds are sold. The appropriate portion of such original issue discount allocable to the original and each subsequent holder will be treated as interest and excluded from gross income for federal income tax purposes and will increase a holders' tax basis in such Bonds for purposes of determining gain or loss upon sale, exchange, redemption, or payment at maturity. Owners of such Bonds should consult their own tax advisors with respect to the computation and determination of the portion of original issue discount which will be treated as interest and added to a holder's tax basis during the period such Bonds are held.

Original Issue Premium

Some of the Bonds may be sold at initial public offering prices which are greater than the principal amounts payable at maturity. Bondholders who acquire Bonds at a premium should consult their tax advisors concerning the calculation of bond premium and the timing and rate of premium amortization, as well as the federal, state and local tax consequences of owning and selling Bonds acquired at a premium.

Proposed Changes in Federal and State Tax Law

From time to time, there are Presidential proposals, proposals of various federal committees, and legislative proposals in the Congress and in the states that, if enacted, could alter or amend the federal and state tax matters referred to herein or adversely affect the marketability or market value of the Bonds or otherwise prevent holders of the Bonds from realizing the full benefit of the tax exemption of interest on the Bonds. Further, such proposals may impact the marketability or market value of the Bonds simply by being proposed. No prediction is made whether such provisions will be enacted as proposed or concerning other future legislation affecting the tax treatment of interest on the Bonds. In addition, regulatory actions are from time to time announced or proposed and litigation is threatened or commenced which, if implemented or concluded in a particular manner, could adversely affect the market value, marketability or tax status of the Bonds. It cannot be predicted whether any such regulatory action will be implemented, how any particular litigation or judicial action will be resolved, or whether the Bonds would be impacted thereby.

The above is not a comprehensive list of all federal tax consequences that may arise from the receipt of interest on the Bonds. The receipt of interest on the Bonds may otherwise affect the federal or State of Minnesota income tax liability of the recipient based on the particular taxes to which the recipient is subject and the particular tax status of other items or deductions. Bond Counsel expresses no opinion regarding any such consequences. All prospective purchasers of the Bonds are advised to consult their own tax advisors as to the tax consequences of, or tax considerations for, purchasing or holding the Bonds.

QUALIFIED TAX-EXEMPT OBLIGATIONS

The City will designate the Bonds as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Code relating to the ability of financial institutions to deduct from income for federal income tax purposes, interest expense that is allocable to carrying and acquiring tax-exempt obligations.

MUNICIPAL ADVISOR

Ehlers has served as municipal advisor to the City in connection with the issuance of the Bonds. The Municipal Advisor cannot participate in the underwriting of the Bonds. The financial information included in this Preliminary Official Statement has been compiled by the Municipal Advisor. Such information does not purport to be a review, audit or certified forecast of future events and may not conform with accounting principles applicable to compilations of financial information. Ehlers is not a firm of certified public accountants. Ehlers is registered with the Securities and Exchange Commission and the MSRB as a municipal advisor. Ehlers makes no representation, warranty or guarantee regarding the accuracy or completeness of the information in this Preliminary Official Statement, and its assistance in preparing this Preliminary Official Statement should not be construed as a representation that it has independently verified such information.

MUNICIPAL ADVISOR AFFILIATED COMPANIES

BTSC and Ehlers Investment Partners, LLC ("EIP") are affiliate companies of Ehlers. BTSC is chartered by the State of Minnesota and authorized in Minnesota, Wisconsin, Colorado, and Illinois to transact the business of a limited purpose trust company. BTSC provides paying agent services to debt issuers. EIP is a Registered Investment Advisor with the Securities and Exchange Commission. EIP assists issuers with the investment of bond proceeds or investing other issuer funds. This includes escrow bidding agent services. Issuers, such as the City, have retained or may retain BTSC and/or EIP to provide these services. If hired, BTSC and/or EIP would be retained by the City under an agreement separate from Ehlers.

INDEPENDENT AUDITORS

The basic financial statements of the City for the fiscal year ended December 31, 2025 have been audited by Katie M. Jacobson, CPA, Slayton, Minnesota, independent auditors (the "Auditor"). The report of the Auditor, together with the basic financial statements, component units financial statements, and notes to the financial statements are attached hereto as "APPENDIX A – FINANCIAL STATEMENTS". The Auditor has not been engaged to perform and has not performed, since the date of its report included herein, any procedures on the financial statements addressed in that report. The Auditor also has not performed any procedures relating to this Preliminary Official Statement.

RISK FACTORS

The following is a description of possible risks to holders of the Bonds without weighting as to probability. This description of risks is not intended to be all-inclusive, and there may be other risks not now perceived or listed here.

Taxes: The Bonds are general obligations of the City, the ultimate payment of which rests in the City's ability to levy and collect sufficient taxes to pay debt service should other revenue (tax abatement revenues) be insufficient. In the event of delayed billing, collection or distribution of property taxes, sufficient funds may not be available to the City in time to pay debt service when due.

State Actions: Many elements of local government finance, including the issuance of debt and the levy of property taxes, are controlled by state government. Future actions of the State of Minnesota (the "State") may affect the overall financial condition of the City, the taxable value of property within the City, and the ability of the City to levy and collect property taxes.

Future Changes in Law: Various State and federal laws, regulations and constitutional provisions apply to the City and to the Bonds. The City can give no assurance that there will not be a change in or interpretation of any such applicable laws, regulations and provisions which would have a material effect on the City or the taxing authority of the City.

Ratings; Interest Rates: In the future, the City's credit rating may be reduced or withdrawn, or interest rates for this type of obligation may rise generally, either possibility resulting in a reduction in the value of the Bonds for resale prior to maturity.

Tax Exemption: If the federal government or the State taxes all or a portion of the interest on municipal obligations, directly or indirectly, or if there is a change in federal or state tax policy, the value of the Bonds may fall for purposes of resale. Noncompliance following the issuance of the Bonds with certain requirements of the Code and covenants of the Award Resolution may result in the inclusion of interest on the Bonds in gross income of the recipient for United States income tax purposes or in taxable net income of individuals, estates or trusts for State income tax purposes. No provision has been made for redemption of the Bonds, or for an increase in the interest rate on the Bonds, in the event that interest on the Bonds becomes subject to federal or State income taxation, retroactive to the date of issuance.

Continuing Disclosure: A failure by the City to comply with the Disclosure Undertaking for continuing disclosure (see "CONTINUING DISCLOSURE") will not constitute an event of default on the Bonds. Any such failure must be reported in accordance with the Rule and must be considered by any broker, dealer, or municipal securities dealer before recommending the purchase or sale of the Bonds in the secondary market. Such a failure may adversely affect the transferability and liquidity of the Bonds and their market price.

Levy Limits: The State Legislature has periodically imposed limitations on the ability of municipalities to levy property taxes. While these limitations have expired, the potential exists for future legislation to limit the ability of local governments to levy property taxes. All previous limitations have not limited the ability to levy for the payment of debt service on bonded indebtedness. For more detailed information about Minnesota levy limits, contact the Minnesota Department of Revenue or Ehlers.

State Economy; State Aids: State cash flow problems could affect local governments and possibly increase property taxes.

Book-Entry-Only System: The timely credit of payments for principal and interest on the Bonds to the accounts of the Beneficial Owners of the Bonds may be delayed due to the customary practices, standing instructions or for other unknown reasons by DTC participants or indirect participants. Since the notice of redemption or other notices to holders of these obligations will be delivered by the City to DTC only, there may be a delay or failure by DTC, DTC participants or indirect participants to notify the Beneficial Owners of the Bonds.

Economy: A combination of economic, climatic, political or civil disruptions or terrorist actions outside of the control of the City, including loss of major taxpayers or major employers, could affect the local economy and result in reduced tax collections and/or increased demands upon local government. Real or perceived threats to the financial stability of the City may have an adverse effect on the value of the Bonds in the secondary market.

Secondary Market for the Bonds: No assurance can be given that a secondary market will develop for the purchase and sale of the Bonds or, if a secondary market exists, that such Bonds can be sold for any particular price. The underwriters are not obligated to engage in secondary market trading or to repurchase any of the Bonds at the request of the owners thereof. Prices of the Bonds as traded in the secondary market are subject to adjustment upward and downward in response to changes in the credit markets and other prevailing circumstances. No guarantee exists as to the future market value of the Bonds. Such market value could be substantially different from the original purchase price.

Bankruptcy: The rights and remedies of the holders may be limited by and are subject to the provisions of federal bankruptcy laws, to other laws, or equitable principles that may affect the enforcement of creditors' rights, to the exercise of judicial discretion in appropriate cases and to limitations on legal remedies against local governments. The opinion of Bond Counsel to be delivered with respect to the Bonds will be similarly qualified.

Cybersecurity: The City is dependent on electronic information technology systems to deliver services. These systems may contain sensitive information or support critical operational functions which may have value for unauthorized purposes. As a result, the electronic systems and networks may be targets of cyberattack. There can be no assurance that the City will not experience an information technology breach or attack with financial consequences that could have a material adverse impact

The foregoing is intended only as a summary of certain risk factors attendant to an investment in the Bonds. In order for potential investors to identify risk factors and make an informed investment decision, potential investors should be thoroughly familiar with this entire Preliminary Official Statement and the Appendices hereto.

VALUATIONS

OVERVIEW

All non-exempt property is subject to taxation by local taxing districts. Exempt real property includes Indian lands, public property, and educational, religious and charitable institutions. Most personal property is exempt from taxation (except investor-owned utility mains, generating plants, etc.).

The valuation of property in Minnesota consists of three elements. (1) The estimated market value is set by city or county assessors. Not less than 20% of all real properties are to be appraised by local assessors each year. (2) The taxable market value is the estimated market value adjusted by all legislative exclusions. (3) The tax capacity (taxable) value of property is determined by class rates set by the State Legislature. The tax capacity rate varies according to the classification of the property. Tax capacity represents a percent of taxable market value.

The property tax rate for a local taxing jurisdiction is determined by dividing the total tax capacity or market value of property within the jurisdiction into the dollars to be raised from the levy. State law determines whether a levy is spread on tax capacity or market value. Major classifications and the percentages by which tax capacity is determined are:

Type of Property	2023/24	2024/25	2025/26
Residential homestead[1]	First $500,000 - 1.00% Over $500,000 - 1.25%	First $500,000 - 1.00% Over $500,000 - 1.25%	First $500,000 - 1.00% Over $500,000 - 1.25%
Agricultural homestead[1]	First $500,000 HGA - 1.00% Over $500,000 HGA - 1.25% First $2,150,000 - 0.50% [2] Over $2,150,000 - 1.00% [2]	First $500,000 HGA - 1.00% Over $500,000 HGA - 1.25% First $3,500,000 - 0.50% [2] Over $3,500,000 - 1.00% [2]	First $500,000 HGA - 1.00% Over $500,000 HGA - 1.25% First $3,500,000 - 0.50% [2] Over $3,500,000 - 1.00% [2]
Agricultural non-homestead	Land - 1.00% [2]	Land - 1.00% [2]	Land - 1.00% [2]
Seasonal recreational residential	First $500,000 - 1.00% [3] Over $500,000 - 1.25% [3]	First $500,000 - 1.00% [3] Over $500,000 - 1.25% [3]	First $500,000 - 1.00% [3] Over $500,000 - 1.25% [3]
Residential non-homestead:	1 unit - 1st $500,000 - 1.00% Over $500,000 - 1.25% 2-3 units - 1.25% 4 or more - 1.25% Small City[4] - 1.25% Affordable Rental: First $174,000 - 0.75% Over $174,000 - 0.25%	1 unit - 1st $500,000 - 1.00% Over $500,000 - 1.25% 2-3 units - 1.25% 4 or more - 1.25% Small City [4] - 1.25% Affordable Rental: – 0.25%	1 unit - 1st $500,000 - 1.00% Over $500,000 - 1.25% 2-3 units - 1.25% 4 or more - 1.25% Small City [4] - 1.25% Affordable Rental – 0.25%
Industrial/Commercial/Utility[5]	First $150,000 - 1.50% Over $150,000 - 2.00%	First $150,000 - 1.50% Over $150,000 - 2.00%	First $150,000 - 1.50% Over $150,000 - 2.00%

1 A residential property qualifies as "homestead" if it is occupied by the owner or a relative of the owner on the assessment date.

2 Applies to land and buildings. Exempt from referendum market value tax.

3 Exempt from referendum market value tax.

4 Cities of 5,000 population or less and located entirely outside the seven-county metropolitan area and the adjacent nine-county area and whose boundaries are 15 miles or more from the boundaries of a Minnesota city with a population of over 5,000.

5 The estimated market value of utility property is determined by the Minnesota Department of Revenue.

CURRENT PROPERTY VALUATIONS

2025/26 Economic Market Value	$191,246,432[1]
2025/26 Assessor's Estimated Market Value	
Real Estate	$172,696,000
Personal Property	1,282,500
Total Valuation	$173,978,500
2025/26 Net Tax Capacity	
Real Estate	$1,793,026
Personal Property	25,650
Net Tax Capacity	$1,818,676
Less: Captured Tax Increment Tax Capacity[2]	(26,098)
Taxable Net Tax Capacity	$1,792,578

2025/26 NET TAX CAPACITY BY CLASSIFICATION

	2025/26 Net Tax Capacity	Percent of Total Net Tax Capacity
Residential homestead	$929,931	51.13%
Agricultural	25,117	1.38%
Commercial/industrial	575,159	31.63%
Non-homestead residential	258,632	14.22%
Commercial & residential seasonal/rec.	4,187	0.23%
Personal property	25,650	1.41%
Total	$1,818,676	100.00%

[1] According to the Minnesota Department of Revenue, the Assessor's Estimated Market Value (the "AEMV") for the City was about 90.97% of the actual selling prices of property sold in the City. The sales ratio was calculated by comparing the selling prices with the AEMV. Dividing the AEMV of real estate by the sales ratio and adding the AEMV of personal property and utility, railroads and minerals, if any, results in an Economic Market Value ("EMV") for the City of $191,246,432.

[2] The captured tax increment value shown above represents the captured net tax capacity of tax increment financing districts in the City.

TREND OF VALUATIONS

Levy Year	Assessor's Estimated Market Value	Assessor's Taxable Market Value	Net Tax Capacity[1]	Taxable Net Tax Capacity[2]	Percent Increase/Decrease in Estimated Market Value
2021/22	$116,043,500	$100,049,906	$1,196,882	$1,166,370	2.85%
2022/23	143,155,600	127,578,618	1,491,643	1,453,524	23.36%
2023/24	154,781,500	139,831,969	1,615,845	1,591,427	8.12%
2024/25	166,581,800	147,091,039	1,706,832	1,681,023	7.62%
2025/26	173,978,500	154,226,068	1,818,676	1,792,578	4.44%

LARGEST TAXPAYERS

Taxpayer	Type of Property	2025/26 Net Tax Capacity	Percent of City's Total Net Tax Capacity
Schmitz Bros., LLC	Industrial	$76,388	4.20%
Schmitz Grain Inc.	Industrial	35,134	1.93%
Murray County	Commercial	27,206	1.50%
Northwest Natural Gas	Utilities	24,540	1.35%
Nobles Coop Electric Co.	Utilities	23,939	1.32%
VIP Floral Inc.	Commercial	22,396	1.23%
Page One Printers, Inc.	Commercial	21,505	1.18%
MSR LLC	Commercial	20,168	1.11%
AG Plus Cooperative	Industrial	19,788	1.09%
Casey's Retail Company	Commercial	17,758	0.98%
Total		$288,822	15.88%

City's Total 2025/26 Net Tax Capacity $1,818,676

Source: Current Property Valuations, Net Tax Capacity by Classification, Trend of Valuations and Largest Taxpayers have been furnished by Murray County.

[1] Net Tax Capacity includes tax increment values.

[2] Taxable Net Tax Capacity does not include tax increment values.

DEBT

DIRECT DEBT[1]

General Obligation Debt (see schedules following)

Total G.O. debt secured by special assessments and taxes	$1,091,000
Total G.O. debt secured by tax abatement revenues (includes the Tax Abatement Portion of the Bonds)*	525,000
Total G.O. debt secured by taxes (includes the CIP Portion of the Bonds)*	1,600,000
Total G.O. debt secured by utility revenues	270,000
Total General Obligation Debt*	$3,486,000

*Preliminary, subject to change.

Revenue Debt (see schedules following)

Total Revenue Debt secured by gas revenues	$5,094,000

DEBT PAYMENT HISTORY

The City has no record of default in the payment of principal and interest on its debt.

FUTURE FINANCING

The City expects to receive a loan for approximately $300,000 from the U.S. Department of Agriculture's Rural Economic Development Loan and Grant program for the purchase of a fire truck in the next 12 months.

[1] Outstanding debt is as of the dated date of the Bonds.

DEBT LIMIT

The statutory limit on net debt of Minnesota municipalities other than school districts or cities of the first class (Minnesota Statutes, Section 475.53, subd. 1) is 3% of the Assessor's Estimated Market Value of all taxable property within its boundaries. "Net debt" means the amount remaining after deducting from gross debt the amount of current revenues which are applicable within the current fiscal year to the payment of any debt and the aggregate principal of certain obligations enumerated under Minnesota Statutes, Section 475.51, subd. 4, including the following: (1) obligations issued for improvements payable wholly or partly from special assessments levied against benefitted property; (2) warrants or orders having no definite or fixed maturity; (3) obligations payable wholly from the income of revenue producing conveniences; (4) obligations issued to create or maintain a permanent improvement revolving fund; (5) obligations issued to finance any revenue producing public convenience; (6) funds held as sinking funds for payment of principal and interest on debt other than those deductible under Minnesota Statutes, Section 475.51, subd. 4; (7) obligations to repay energy conservation investment loans under Minnesota Statutes, Section 216C.37; (8) obligations issued to pay certain postemployment benefit liabilities; (9) obligations issued to pay certain judgments against the City; and (10) all other obligations which are not to be included in computing the net debt of a municipality under the provisions of the law authorizing their issuance (includes the Tax Abatement and CIP Portions of the Bonds).

2025/26 Assessor's Estimated Market Value	$173,978,500
Multiply by 3%	0.03
Statutory Debt Limit	$5,219,355
Less: Long-Term Debt Outstanding Being Paid Solely from Taxes[1]	0
Unused Debt Limit	$5,219,355

[1] Does not include the CIP Portion of the Bonds (current balance of $1,600,000), which is exempt from the debt limit calculation under Minnesota Statutes, Section 475.51, subd. 4, as the City's population is less than 2,500.

City of Slayton, Minnesota
Schedule of Bonded Indebtedness
General Obligation Debt Secured by Special Assessments and Taxes
(As of 12/07/2026)

	Improvement Bonds 1) Series 2018A		Improvement Bonds Series 2024A							
Dated	05/31/2018		06/10/2024							
Amount	$790,000		$550,000							
Maturity	02/01		02/01							
Calendar Year Ending	**Principal**	**Interest**	**Principal**	**Interest**	**Total Principal**	**Total Interest**	**Total P & I**	**Principal Outstanding**	**% Paid**	**Calendar Year Ending**
2027	35,000	18,237	47,000	22,622	82,000	40,859	122,859	1,009,000	7.52%	**2027**
2028	35,000	17,231	49,000	20,371	84,000	37,602	121,602	925,000	15.22%	**2028**
2029	40,000	16,153	51,000	18,027	91,000	34,180	125,180	834,000	23.56%	**2029**
2030	50,000	14,815	53,000	15,589	103,000	30,404	133,404	731,000	33.00%	**2030**
2031	55,000	13,214	56,000	13,034	111,000	26,248	137,248	620,000	43.17%	**2031**
2032	60,000	11,400	58,000	10,362	118,000	21,762	139,762	502,000	53.99%	**2032**
2033	65,000	9,369	61,000	7,572	126,000	16,941	142,941	376,000	65.54%	**2033**
2034	70,000	7,140	64,000	4,642	134,000	11,782	145,782	242,000	77.82%	**2034**
2035	70,000	4,795	67,000	1,571	137,000	6,366	143,366	105,000	90.38%	**2035**
2036	75,000	2,329			75,000	2,329	77,329	30,000	97.25%	**2036**
2037	30,000	518			30,000	518	30,518	0	100.00%	**2037**
	585,000	115,199	506,000	113,789	1,091,000	228,988	1,319,988			

1) This represents the $790,000 Improvement portion of the $1,195,000 General Obligation Bonds, Series 2018A.

City of Slayton, Minnesota
Schedule of Bonded Indebtedness
General Obligation Debt Secured by Tax Abatement Revenues
(As of 12/07/2026)

	Tax Abatement Bonds 1) Series 2026B							
Dated	12/07/2026							
Amount	$525,000*							
Maturity	02/01							
Calendar Year Ending	**Principal**	**Estimated Interest**	**Total Principal**	**Total Interest**	**Total P & I**	**Principal Outstanding**	**% Paid**	**Calendar Year Ending**
2027	0	15,049	0	15,049	15,049	525,000	.00%	**2027**
2028	5,000	23,065	5,000	23,065	28,065	520,000	.95%	**2028**
2029	25,000	22,528	25,000	22,528	47,528	495,000	5.71%	**2029**
2030	25,000	21,615	25,000	21,615	46,615	470,000	10.48%	**2030**
2031	30,000	20,583	30,000	20,583	50,583	440,000	16.19%	**2031**
2032	30,000	19,420	30,000	19,420	49,420	410,000	21.90%	**2032**
2033	30,000	18,220	30,000	18,220	48,220	380,000	27.62%	**2033**
2034	30,000	16,998	30,000	16,998	46,998	350,000	33.33%	**2034**
2035	35,000	15,648	35,000	15,648	50,648	315,000	40.00%	**2035**
2036	35,000	14,151	35,000	14,151	49,151	280,000	46.67%	**2036**
2037	35,000	12,620	35,000	12,620	47,620	245,000	53.33%	**2037**
2038	35,000	11,063	35,000	11,063	46,063	210,000	60.00%	**2038**
2039	20,000	9,815	20,000	9,815	29,815	190,000	63.81%	**2039**
2040	20,000	8,890	20,000	8,890	28,890	170,000	67.62%	**2040**
2041	20,000	7,950	20,000	7,950	27,950	150,000	71.43%	**2041**
2042	20,000	6,990	20,000	6,990	26,990	130,000	75.24%	**2042**
2043	25,000	5,893	25,000	5,893	30,893	105,000	80.00%	**2043**
2044	25,000	4,661	25,000	4,661	29,661	80,000	84.76%	**2044**
2045	25,000	3,418	25,000	3,418	28,418	55,000	89.52%	**2045**
2046	25,000	2,161	25,000	2,161	27,161	30,000	94.29%	**2046**
2047	30,000	765	30,000	765	30,765	0	100.00%	**2047**
	525,000	261,500	525,000	261,500	786,500			

* Preliminary, subject to change.

1) This represents the $525,000 Tax Abatement Portion of the $2,125,000 General Obligation Bonds, Series 2026B.

City of Slayton, Minnesota
Schedule of Bonded Indebtedness
General Obligation Debt Secured by Taxes
(As of 12/07/2026)

	Capital Improvement Plan Bonds 1) Series 2026B							
Dated	12/07/2026							
Amount	$1,600,000*							
Maturity	02/01							
Calendar Year Ending	**Principal**	**Estimated Interest**	**Total Principal**	**Total Interest**	**Total P & I**	**Principal Outstanding**	**% Paid**	**Calendar Year Ending**
2027	0	47,086	0	47,086	47,086	1,600,000	.00%	**2027**
2028	45,000	71,653	45,000	71,653	116,653	1,555,000	2.81%	**2028**
2029	55,000	69,875	55,000	69,875	124,875	1,500,000	6.25%	**2029**
2030	55,000	67,868	55,000	67,868	122,868	1,445,000	9.69%	**2030**
2031	60,000	65,710	60,000	65,710	125,710	1,385,000	13.44%	**2031**
2032	60,000	63,385	60,000	63,385	123,385	1,325,000	17.19%	**2032**
2033	65,000	60,884	65,000	60,884	125,884	1,260,000	21.25%	**2033**
2034	65,000	58,235	65,000	58,235	123,235	1,195,000	25.31%	**2034**
2035	70,000	55,433	70,000	55,433	125,433	1,125,000	29.69%	**2035**
2036	75,000	52,331	75,000	52,331	127,331	1,050,000	34.38%	**2036**
2037	75,000	49,050	75,000	49,050	124,050	975,000	39.06%	**2037**
2038	75,000	45,713	75,000	45,713	120,713	900,000	43.75%	**2038**
2039	85,000	42,070	85,000	42,070	127,070	815,000	49.06%	**2039**
2040	85,000	38,139	85,000	38,139	123,139	730,000	54.38%	**2040**
2041	90,000	34,025	90,000	34,025	124,025	640,000	60.00%	**2041**
2042	95,000	29,584	95,000	29,584	124,584	545,000	65.94%	**2042**
2043	95,000	24,953	95,000	24,953	119,953	450,000	71.88%	**2043**
2044	105,000	20,026	105,000	20,026	125,026	345,000	78.44%	**2044**
2045	110,000	14,678	110,000	14,678	124,678	235,000	85.31%	**2045**
2046	115,000	9,024	115,000	9,024	124,024	120,000	92.50%	**2046**
2047	120,000	3,060	120,000	3,060	123,060	0	100.00%	**2047**
	1,600,000	922,779	1,600,000	922,779	2,522,779			

* Preliminary, subject to change.

1) This represents the $1,600,000 Capital Improvement Plan Portion of the $2,125,000 General Obligation Bonds, Series 2026B. This portion is not subject to the debt limit.

City of Slayton, Minnesota
Schedule of Bonded Indebtedness
General Obligation Debt Secured by Utility Revenues
(As of 12/07/2026)

	Utility Bonds 1) Series 2018A							
Dated	05/31/2018							
Amount	$405,000							
Maturity	02/01							
Calendar Year Ending	**Principal**	**Interest**	**Total Principal**	**Total Interest**	**Total P & I**	**Principal Outstanding**	**% Paid**	**Calendar Year Ending**
2027	20,000	8,333	20,000	8,333	28,333	250,000	7.41%	**2027**
2028	20,000	7,758	20,000	7,758	27,758	230,000	14.81%	**2028**
2029	20,000	7,183	20,000	7,183	27,183	210,000	22.22%	**2029**
2030	25,000	6,514	25,000	6,514	31,514	185,000	31.48%	**2030**
2031	25,000	5,751	25,000	5,751	30,751	160,000	40.74%	**2031**
2032	25,000	4,964	25,000	4,964	29,964	135,000	50.00%	**2032**
2033	25,000	4,151	25,000	4,151	29,151	110,000	59.26%	**2033**
2034	25,000	3,326	25,000	3,326	28,326	85,000	68.52%	**2034**
2035	25,000	2,489	25,000	2,489	27,489	60,000	77.78%	**2035**
2036	30,000	1,553	30,000	1,553	31,553	30,000	88.89%	**2036**
2037	30,000	518	30,000	518	30,518	0	100.00%	**2037**
	270,000	52,538	270,000	52,538	322,538			

1) This represents the $405,000 Utility portion of the $1,195,000 General Obligation Bonds, Series 2018A.

City of Slayton, Minnesota
Schedule of Bonded Indebtedness
Revenue Debt Secured by Gas Revenues
(As of 12/07/2026)

	Gas Utility Revenue Bonds Series 2026A							
Dated	05/19/2026							
Amount	$5,094,000							
Maturity	02/01							
Calendar Year Ending	**Principal**	**Interest**	**Total Principal**	**Total Interest**	**Total P & I**	**Principal Outstanding**	**% Paid**	**Calendar Year Ending**
2027	0	336,204	0	336,204	336,204	5,094,000	.00%	**2027**
2028	0	280,170	0	280,170	280,170	5,094,000	.00%	**2028**
2029	0	280,170	0	280,170	280,170	5,094,000	.00%	**2029**
2030	83,000	277,888	83,000	277,888	360,888	5,011,000	1.63%	**2030**
2031	99,000	272,883	99,000	272,883	371,883	4,912,000	3.57%	**2031**
2032	115,000	266,998	115,000	266,998	381,998	4,797,000	5.83%	**2032**
2033	133,000	260,178	133,000	260,178	393,178	4,664,000	8.44%	**2033**
2034	152,000	252,340	152,000	252,340	404,340	4,512,000	11.43%	**2034**
2035	173,000	243,403	173,000	243,403	416,403	4,339,000	14.82%	**2035**
2036	195,000	233,283	195,000	233,283	428,283	4,144,000	18.65%	**2036**
2037	219,000	221,898	219,000	221,898	440,898	3,925,000	22.95%	**2037**
2038	244,000	209,165	244,000	209,165	453,165	3,681,000	27.74%	**2038**
2039	272,000	194,975	272,000	194,975	466,975	3,409,000	33.08%	**2039**
2040	301,000	179,218	301,000	179,218	480,218	3,108,000	38.99%	**2040**
2041	332,000	161,810	332,000	161,810	493,810	2,776,000	45.50%	**2041**
2042	365,000	142,643	365,000	142,643	507,643	2,411,000	52.67%	**2042**
2043	401,000	121,578	401,000	121,578	522,578	2,010,000	60.54%	**2043**
2044	439,000	98,478	439,000	98,478	537,478	1,571,000	69.16%	**2044**
2045	479,000	73,233	479,000	73,233	552,233	1,092,000	78.56%	**2045**
2046	523,000	45,678	523,000	45,678	568,678	569,000	88.83%	**2046**
2047	569,000	15,648	569,000	15,648	584,648	0	100.00%	**2047**
	5,094,000	4,167,834	5,094,000	4,167,834	9,261,834			

OVERLAPPING DEBT[1]

Taxing District	2025/26 Taxable Net Tax Capacity	% In City	Total G.O. Debt[2]	City's Proportionate Share
Murray County	$46,011,039	3.8960%	$7,915,000	$308,368
I.S.D. No. 2169 (Murray County Central)	20,782,898	8.6253%	3,105,000[3]	267,816
City's Share of Total Overlapping Debt				$576,184

DEBT RATIOS

	G.O. Debt	Debt/Economic Market Value $191,246,432	Debt/ Per Capita 1,958[4]
Direct G.O. Debt Secured By:			
Special Assessments & Taxes	$1,091,000		
Tax Abatement Revenues*	525,000		
Taxes*	1,600,000		
Utility Revenues	270,000		
Total General Obligation Debt*	$3,486,000		
Less: G.O. Debt Paid Entirely from Revenues[5]	(270,000)		
Tax Supported General Obligation Debt*	$3,216,000	1.68%	$1,642.49
City's Share of Total Overlapping Debt	$576,184	0.30%	$294.27
Total*	$3,792,184	1.98%	$1,936.76

*Preliminary, subject to change.

[1] Overlapping debt is as of the dated date of the Bonds. Only those taxing jurisdictions with general obligation debt outstanding are included in this section. It does ***not*** include non-general obligation debt, self-supporting general obligation revenue debt, short-term general obligation debt, or general obligation tax/aid anticipation certificates of indebtedness.

[2] Outstanding debt is based on information in Official Statements obtained on EMMA and the Municipal Advisor's records.

[3] Minnesota School Districts may qualify for aid from the State of Minnesota through the Debt Service Equalization Formula, School Building Bond Agricultural Credit and Long Term Facilities Maintenance Revenue programs. While some of the districts listed may receive these aids, Ehlers has not attempted to estimate the portion of debt service payments that would be financed by State aids for the purposes of the Bonds.

[4] Estimated 2025 population.

[5] Debt service on the City's general obligation revenue debt is being paid entirely from revenues and therefore is considered self-supporting debt.

TAX LEVIES, COLLECTIONS AND RATES

TAX LEVIES AND COLLECTIONS

Tax Year	Net Tax Levy[1]	Total Collected Following Year	Collected to Date	% Collected
2021/22	$1,125,152	$1,120,820	$1,124,982	99.98%
2022/23	1,203,932	1,184,861	1,201,701	99.81%
2023/24	1,317,343	1,307,540	1,313,772	99.73%
2024/25	1,492,363	1,469,950	1,469,950	98.50%
2025/26	1,566,256	In process of collection		

Property taxes are collected in two installments in Minnesota--the first by May 15 and the second by October 15.[2] Mobile home taxes are collectible in full by August 31. Minnesota Statutes require that levies (taxes and special assessments) for debt service be at least 105% of the actual debt service requirements to allow for delinquencies.

TAX CAPACITY RATES[3]

	2021/22	2022/23	2023/24	2024/25	2025/26
Murray County	29.099%	26.168%	19.454%	20.439%	21.788%
City of Slayton	97.059%	83.395%	83.502%	89.515%	88.098%
I.S.D. No. 2169 (Murray County Central)	7.566%	6.353%	7.273%	8.573%	8.745%
SWRDC	0.156%	0.139%	0.101%	0.110%	0.111%
Referendum Market Value Rates:					
I.S.D. No. 2169 (Murray County Central)	0.25982%	0.20968%	0.19724%	0.22167%	0.33048%

Source: Tax Levies and Collections and Tax Capacity Rates have been furnished by Murray County.

---

1 This reflects the Final Levy Certification of the City after all adjustments have been made.

2 Second half tax payments on agricultural property are due on November 15 of each year.

3 After reduction for State aids. Does not include the statewide general property tax against commercial/industrial, non-homestead resorts and seasonal recreational residential property.

THE ISSUER

CITY GOVERNMENT

The City was organized as a municipality in 1887. The City operates under a statutory form of government consisting of a five-member City Council of which the Mayor is a voting member. The City Clerk/Administrator is responsible for administrative details and financial records.

EMPLOYEES; PENSIONS; UNIONS

The City currently has 14 full-time, one (1) part-time, and 25 seasonal employees. All full-time and certain part-time employees of the City are covered by defined benefit pension plans administered by the Public Employee Retirement Association of Minnesota (PERA). PERA administers the General Employees Retirement Fund (GERF) and the Public Employees Police and Fire Fund (PEPFF) which are cost-sharing multiple-employer retirement plans. PERA members belong to either the Coordinated Plan or the Basic Plan. Coordinated members are covered by Social Security. See the Notes to Financial Statements in Appendix A for a detailed description of the Plans.

Recognized and Certified Bargaining Units

Bargaining Unit	Expiration Date of Current Contract
AFSME Council 65 - Essential	December 31, 2026
AFSME Council 65 - Non-Essential	December 31, 2026

POST EMPLOYMENT BENEFITS

The City does not pay directly for retirees' post-employment benefits. The City has some obligations for post-employment benefits as mandated by State Statutes. Specifically, the City is required to allow retirees to be covered by the City's health care plan as long as the retiree pays his/her premiums. Retiree membership in a health care plan typically increases costs of the premiums. This increased cost is commonly known as implicit price subsidy. The City has not done an actuarial study at this time.

LITIGATION

There is no litigation threatened or pending questioning the organization or boundaries of the City or the right of any of its officers to their respective offices or in any manner questioning their rights and power to execute and deliver the Bonds or otherwise questioning the validity of the Bonds.

MUNICIPAL BANKRUPTCY

Municipalities are prohibited from filing for bankruptcy under Chapter 11 (reorganization) or Chapter 7 (liquidation) of the U.S. Bankruptcy Code (11 U.S.C. §§ 101-1532) (the "Bankruptcy Code"). Instead, the Bankruptcy Code permits municipalities to file a petition under Chapter 9 of the Bankruptcy Code, but only if certain requirements are met. These requirements include that the municipality must be "specifically authorized" under State law to file for relief under Chapter 9. For these purposes, "State law" may include, without limitation, statutes of general applicability enacted by the State legislature, special legislation applicable to a particular municipality, and/or executive orders issued by an appropriate officer of the State's executive branch.

As of the date hereof, Minnesota Statutes, Section 471.831, as amended, authorizes municipalities to file for bankruptcy relief under Chapter 9 of the Bankruptcy Code. A municipality is defined in United States Code, title 11, section 101, as amended through December 31, 1996, but limited to a county, statutory or home rule charter city, or town; or a housing and redevelopment authority, economic development authority, or rural development financing authority established under Chapter 469, a home rule charter or special law.

FUNDS ON HAND (as of October 31, 2026)

Fund	Total Cash and Investments
General	$626,394
Special Revenue (Small Cities Program Fund)	55,426
Special Revenue (TIF 1-5)	57,492
Library Fund	58,696
Fire Equipment Fund	84,207
Debt Service	
2018A Bond Fund - Prairie Estates	384,001
2024A Bond Fund - Maple Avenue	100,340
2026A Bond Fund - Natural Gas Utility	512,516
Capital Projects	303,390
Enterprise Funds	
Natural Gas Fund	463,948
Water/Sewer Fund	229,833
Total Funds on Hand	$2,876,243

ENTERPRISE FUNDS

Revenues available for debt service on the City's enterprise funds have been as follows as of December 31 each year:

	2023 Audited	2024 Audited	2025 Audited
Water			
Total Operating Revenues	$543,271	$548,529	$588,224
Less: Operating Expenses	(696,560)	(769,983)	(738,440)
Operating Income	($153,289)	($221,454)	($150,216)
Plus: Depreciation	175,031	207,872	224,719
Revenues Available for Debt Service	$21,742	($13,582)	$74,503
Gas[1]			
Total Operating Revenues	N/A	N/A	$0
Less: Operating Expenses	N/A	N/A	(20,513)
Operating Income	N/A	N/A	($20,513)
Plus: Depreciation	N/A	N/A	0
Revenues Available for Debt Service	N/A	N/A	($20,513)

[1] The Gas Fund was established as a major enterprise fund ending in Fiscal Year 2025.

SUMMARY GENERAL FUND INFORMATION

The following are summaries of the revenues, expenditures and fund balances for the City's General Fund. These summaries are not purported to be the complete audited financial statements of the City, and potential purchasers should read the included financial statements in their entirety for more complete information concerning the City. Copies of the complete statements are available upon request. Appendix A includes the 2025 audited financial statements.

COMBINED STATEMENT	FISCAL YEAR ENDING DECEMBER 31				
	2021 Audited	2022 Audited	2023 Audited	2024 Audited	2025 Audited
Revenues					
Property taxes	$1,055,134	$1,094,123	$1,178,209	$1,292,478	$1,387,426
Licenses and permits	11,688	12,518	8,455	7,520	8,875
Franchise fees	29,508	28,429	18,654	14,855	15,991
Intergovernmental revenues	1,256,769	1,459,669	1,078,868	1,110,632	1,224,852
Charges for services	106,430	114,367	132,771	108,296	115,794
Fine and forfeits	4,712	6,506	6,859	4,806	5,457
Other grants	0	0	0	10,000	3,700
Contributions and donations	22,145	15,397	6,817	19,832	3,965
Interest revenue	193	2,834	10,581	6,347	631
Special assessments	242	0	81	0	0
Miscellaneous	38,842	19,668	18,326	16,731	13,502
Total Revenues	$2,525,663	$2,753,511	$2,459,621	$2,591,497	$2,780,193
Expenditures					
General government	$293,717	$316,299	$314,007	$329,394	$336,342
Public safety	804,427	808,143	821,054	909,639	946,193
Public works	445,522	457,781	516,171	491,722	460,406
Sanitation	8,957	13,517	12,894	10,141	10,091
Culture and recreation	212,852	256,294	264,131	255,150	258,420
Airport	313,019	336,079	32,523	19,849	18220
Housing and economic development	31,672	0	0	0	0
Miscellaneous	0	0	0	22,658	23,526
Capital outlay	35,759	119,683	36,885	131,125	487,623
Total Expenditures	$2,145,925	$2,307,796	$1,997,665	$2,169,678	$2,540,821
Excess of revenues over (under) expenditures	$379,738	$445,715	$461,956	$421,819	$239,372
Other Financing Sources (Uses)					
Sale of capital assets	$6,586	$128	$633	$6,429	$13,408
Proceeds from insurance recovery	942	250	0	3,400	0
Transfers in	1,500	1,500	16,112	18,795	80,906
Transfers (out)	(372,793)	(526,405)	(272,013)	(437,818)	(372,321)
Total Other Financing Sources (Uses)	($363,765)	($524,527)	($255,268)	($409,194)	($278,007)
Net changes in Fund Balances	$15,973	($78,812)	$206,688	$12,625	($38,635)
General Fund Balance January 1	$867,829	$883,799	$804,988	$1,011,676	$1,024,301
Prior Period Adjustment	(3)	1	0	0	0
General Fund Balance December 31	$883,799	$804,988	$1,011,676	$1,024,301	$985,666
DETAILS OF DECEMBER 31 FUND BALANCE					
Nonspendable	$62,739	$68,277	$66,596	$84,215	$62,863
Restricted	60,022	53,577	56,551	46,598	7,799
Unassigned	761,038	683,134	888,529	893,488	915,004
Total	$883,799	$804,988	$1,011,676	$1,024,301	$985,666

GENERAL FUND BUDGET SUMMARY

COMBINED STATEMENT	FISCAL YEAR ENDING DECEMBER 31 2026 Adopted Budget[1]
Revenues	
Property taxes	$1,454,244
Licenses and permits	7,500
Franchise fees	16,000
Intergovernmental revenues	1,098,087
Charges for services	73,000
Fine and forfeits	6,500
Interest revenue	7,500
Rents	31,763
Miscellaneous	14,500
Total Revenues	$2,709,094
Expenditures	
General government	$366,960
Public safety	974,807
Public works	542,154
Sanitation	12,500
Culture and recreation	276,311
Airport	72,231
Housing and economic development	10,000
Miscellaneous	82,897
Total Expenditures	$2,337,860
Excess of revenues over (under) expenditures	$371,234
Other Financing Sources (Uses)	
Transfers in	$12,500
Transfers (out)	(383,734)
Total Other Financing Sources (Uses)	($371,234)
Net changes in Fund Balances	$0
General Fund Balance January 1	$985,666
Prior Period Adjustment	0
General Fund Balance December 31	$985,666

[1] The 2026 budget was adopted on December 15, 2025.

GENERAL INFORMATION

LOCATION

The City, with a 2020 U.S. Census population of 2,013 and a 2025 population estimate of 1,958, and comprising an area of 2 square miles, is located approximately 150 miles southwest of St. Paul, Minnesota. The City is the County Seat of Murray County, Minnesota.

LARGER EMPLOYERS[1]

Larger employers in the City include the following:

Firm	Type of Business/Product	Estimated No. of Employees
Murray County Medical Center	Hospital and clinic	144
I.S.D. No.2169 (Murray County Central)	Elementary and secondary education	111
Murray County	County government and services	101
UPS Customer Center	Mailing/shipping services	40
The City	Municipal government	39
Page 1 Printers	Commercial printer & mailing	36
Almich's Market	Retail grocery	28
Prairie View	Nursing/convalescent home	25
Ludolph Brothers Inc Bus Services	Transportation and bus services	22
Cenex[2]	Gas and convenience station	20

Source: The City, Data Axle Reference Solutions, written and telephone survey, and the Minnesota Department of Employment and Economic Development.

---

[1] This does not purport to be a comprehensive list and is based on available data obtained through a survey of individual employers, as well as the sources identified above.

[2] Includes multiple locations in the City.

BUILDING PERMITS (as of October 26, 2026)

	2022	2023	2024	2025	2026
New Single Family Homes					
No. of building permits	1	0	2	2	0
Valuation	$360,000	$0	$1,550,000	$15,110,000	$0
New Commercial/Industrial					
No. of building permits	3	5	3	0	0
Valuation	$786,090	$12,615,522	$4,065,085	$0	$0
All Building Permits *(including additions and remodelings)*					
No. of building permits	13	21	16	16	6
Valuation	$1,308,746	$13,185,949	$5,826,832	$1,919,507	$4,329,060

Source: The City.

U.S. CENSUS DATA

Population Trend: The City

2010 U.S. Census population	2,153
2020 U.S. Census population	2,013
Percent of Change 2010 - 2020	-6.50%
2025 State Demographer Population Estimate	1,958

Income and Age Statistics

	The City	Murray County	State of Minnesota	United States
2024 per capita income	$36,885	$38,783	$48,237	$44,673
2024 median household income	$58,026	$71,500	$89,062	$80,734
2024 median family income	$95,375	$91,948	$113,993	$99,999
2024 median gross rent	$579	$697	$1,280	$1,413
2024 median value owner occupied units	$143,900	$163,500	$329,300	$332,700
2024 median age	40.3 yrs.	46.7 yrs.	38.8 yrs.	38.9 yrs.

	State of Minnesota	United States
City % of 2024 per capita income	76.47%	82.57%
City % of 2024 median family income	83.67%	95.38%

Housing Statistics

	The City		
	2020	2025	Percent of Change
All Housing Units	941	943	0.21%

Source: 2010 and 2020 Census of Population and Housing, and 2024 American Community Survey (Based on a five-year estimate), U.S. Census Bureau (https://data.census.gov), and 2025 Minnesota State Demographer population estimates (https://mn.gov/admin/demography/data-by-topic/population-data/our-estimates/).

EMPLOYMENT/UNEMPLOYMENT DATA

Rates are not compiled for individual communities within counties.

	Average Employment	Average Unemployment	
Year	Murray County	Murray County	State of Minnesota
2022	4,065	3.4%	2.5%
2023	4,077	4.2%	2.8%
2024	4,221	3.9%	3.1%
2025	4,165	5.0%	3.9%
2026, September	4,134	4.5%	4.4%

Source: Minnesota Department of Employment and Economic Development.

APPENDIX A

FINANCIAL STATEMENTS

Potential purchasers should read the included financial statements in their entirety for more complete information concerning the City's financial position. Such financial statements have been audited by the Auditor, to the extent and for the periods indicated thereon. The City has not requested or engaged the Auditor to perform, and the Auditor has not performed, any additional examination, assessments, procedures or evaluation with respect to such financial statements since the date thereof or with respect to this Preliminary Official Statement, nor has the City requested that the Auditor consent to the use of such financial statements in this Preliminary Official Statement. Although the inclusion of the financial statements in this Preliminary Official Statement is not intended to demonstrate the fiscal condition of the City since the date of the financial statements, in connection with the issuance of the Bonds, the City represents that there have been no material adverse change in the financial position or results of operations of the City, nor has the City incurred any material liabilities, which would make such financial statements misleading.

Copies of the complete audited financial statements for the past three years and the current budget are available upon request from Ehlers.

CITY OF SLAYTON

SLAYTON, MINNESOTA

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2025

CONTENTS

****

PAGE

INTRODUCTORY SECTION

ORGANIZATIONAL INFORMATION 1

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT 2 - 4
REQUIRED SUPPLEMENTARY INFORMATION
MANAGEMENT'S DISCUSSION AND ANALYSIS 5 - 12
BASIC FINANCIAL STATEMENTS
GOVERNMENT-WIDE FINANCIAL STATEMENTS
STATEMENT OF NET POSITION 13
STATEMENT OF ACTIVITIES 14 - 15
FUND FINANCIAL STATEMENTS
BALANCE SHEET - GOVERNMENTAL FUNDS 16 - 17
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION 18
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS 19 - 20
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES 21
STATEMENT OF FUND NET POSITION - PROPRIETARY FUND 22
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION - PROPRIETARY FUND 23
STATEMENT OF CASH FLOWS - PROPRIETARY FUND 24
NOTES TO FINANCIAL STATEMENTS 25 - 40

SUPPLEMENTARY INFORMATION

COMBINING BALANCE SHEET - NON-MAJOR GOVERNMENTAL FUNDS 41 - 42
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - NON-MAJOR GOVERNMENTAL FUNDS 43 - 44

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULE - GENERAL FUND 45
SCHEDULE OF CITY'S PROPORTIONATE SHARE OF NET PENSION LIABILITY (GERF AND PEPFF) 46
SCHEDULE OF CITY'S CONTRIBUTIONS (GERF AND PEPFF) 47
SCHEDULE OF FUNDING PROGRESS FOR FIRE RELIEF ASSOCIATION PENSION 48
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION 49 - 55

SUPPLEMENTARY INFORMATION

INDIVIDUAL FUND SCHEDULES
GENERAL FUND
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE 56
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE 57 - 62
LIBRARY FUND
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE 63
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE 64
FIRE EQUIPMENT FUND
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE 65
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE 66
SMALL CITIES GRANT FUND
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE 67
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE 68

CONTENTS

	PAGE
SEDA - GENERAL FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	69
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	70
SEDA - REVOLVING LOAN FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	71
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	72
G.O. BONDS, SERIES 2018A FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	73
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	74
SEDA - LEASE REVENUE BONDS, SERIES 2006 FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	75
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	76
G.O. IMPROVEMENT BONDS, SERIES 2024A FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	77
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	78
CAPITAL IMPROVEMENT FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	79
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	80
MAPLE AVENUE CONSTRUCTION FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	81
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	82
BROADBAND INFRASTRUCTURE CONSTRUCTION FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	83
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	84
SEDA - TAX INCREMENT II IMPROVEMENT FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	85
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	86
TAX INCREMENT V IMPROVEMENT FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	87
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	88
TAX INCREMENT VI IMPROVEMENT FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE	89
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE	90
WATER FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND NET POSITION	91
SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION	92
SCHEDULES OF CASH FLOWS	93
GAS FUND	
SCHEDULES OF ASSETS, LIABILITIES, AND NET POSITION	94
SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION	95
SCHEDULES OF CASH FLOWS	96
SCHEDULE OF PROPERTY TAX LEVIES, COLLECTIONS, AND TAX CAPACITY	97
SCHEDULE OF GENERAL CAPITAL ASSETS	98 - 115
SCHEDULE OF GENERAL CAPITAL ASSETS - SLAYTON ECONOMIC DEVELOPMENT AUTHORITY	116
SCHEDULE OF CAPITAL ASSETS - WATER FUND	117 - 124

OTHER REQUIRED REPORT

REPORT ON INTERNAL CONTROL AND COMPLIANCE - GAS	125 - 126
SCHEDULE OF FINDINGS AND RESPONSES	127 - 129
MINNESOTA LEGAL COMPLIANCE-INDEPENDENT AUDITOR'S REPORT	130

****

INTRODUCTORY SECTION

CITY OF SLAYTON
ORGANIZATIONAL INFORMATION
DECEMBER 31, 2025

CITY COUNCIL MEMBERS

MEMBER	POSITION	TERM EXPIRES
Miron Carney	Mayor	12-31-26
Blake Heronimus	Councilperson	12-31-28
Chris Jacobson	Councilperson	12-31-28
Dean Ackerman	Councilperson	12-31-26
Kate Harmsen	Councilperson	12-31-26

ADMINISTRATION

Joshua Malchow	Clerk/Administrator	Appointed
Jackie Quigley	Deputy Clerk/Zoning Official	Appointed

FINANCIAL SECTION

KATIE M. JACOBSON, CPA

Katie M. Jacobson, CPA
Kimberly Eisfeld - Snr. Mgr.
Brandon Winter, CPA - Staff Acct.
Sara Kingdollar - Staff Acct.
Christine Thompson - Staff Acct.
Melanie Steinle - Staff Acct.

Licensed CPA Firm

2330 26th Street
Slayton, MN 56172

Telephone: (507) 836-8564
Fax: (507) 836-8566

INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Slayton
Slayton, Minnesota

Qualified and Unmodified Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Slayton, Minnesota, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City of Slayton, Minnesota's basic financial statements as listed in the table of contents.

Qualified Opinion on the Governmental Activities

In our opinion, except for the possible effects of the matter described in the Basis for Qualified and Unmodified Opinions section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities of the City of Slayton, Minnesota as of December 31, 2025 and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions on the Business-Type Activities, Each Major Fund, and the Aggregate Remaining Fund Information

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, each major fund, and the aggregate remaining fund information of the City of Slayton, Minnesota, as of December 31, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified and Unmodified Opinions

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

Matter Giving Rise to the Qualified Opinion on the Governmental Activities

The City has not adopted GASB Statement No. 68, Accounting and Financial Reporting for Pensions, for the Slayton Fire Relief Association, in the governmental activities, and, accordingly, has not shown activity related to this statement. Accounting principles generally accepted in the United States of America require that pension balances be shown, which would report deferred outflows of resources, deferred inflows of resources and liabilities or assets, while changing the net position in the applicable statements. The amount by which this departure would affect the statement of net position and statement of activities has not been determined.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Slayton, Minnesota'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 Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 generally accepted auditing standards and *Governmental Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, 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 statements.
- 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 of Slayton, Minnesota'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 statements.
- Conclude whether, in our judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Slayton, Minnesota'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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 5 through 12 and the Budgetary Comparison Schedule – General Fund, the Schedule of City's Proportionate Share of Net Pension Liability (GERF and PEPFF), Schedule of City's Contributions (GERF and PEPFF), the Schedule of Funding Progress for Fire Relief Association Pension, and Notes to the Required Supplementary Information on pages 45 through 55 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Slayton, Minnesota's basic financial statements. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements 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 statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Governmental Auditing Standards* we have also issued our report dated August 11, 2026, on our consideration of City of Slayton, Minnesota's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Slayton, Minnesota's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City of Slayton, Minnesota's internal control over financial reporting and compliance.

Katie M. Jacobson, CPA

August 11, 2026

Katie M. Jacobson, CPA
Slayton, MN

CITY OF SLAYTON
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDING DECEMBER 31, 2025

(Unaudited)

This section of City of Slayton's annual financial report represents our discussion and analysis of the City's financial performance during the year ended December 31, 2025. Please read it in conjunction with the City's financial statements, which follow this section.

The Management's Discussion and Analysis (MD&A) is an element of the reporting model that is required by the Governmental Accounting Standards Board's (GASB) Statement No. 34 - Basic Financial Statements - Management's Discussion and Analysis - for State and Local Governments issued in June 1999. Statement No. 34 contains significant requirements that enhance financial reporting. These requirements are also designed to make annual reports easier for the public to understand and more useful to stakeholders. Specifically, Statement No. 34 establishes reporting requirements that include additional financial statements, expanded disclosure, and supplemental information, including the MD&A (this section).

FINANCIAL HIGHLIGHTS

The City's assets exceeded its liabilities by $11,334,199 (net position) for the fiscal year reported. This compares to the previous year when assets exceeded liabilities by $11,147,632.

The City's total combined net position increased by $186,567 or 1.7% between 2024 and 2025.

Total net position are comprised of the following:
(1) Net Investment in Capital Assets of $9,692,421 include capital assets, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.
(2) Net position restricted to be used only for capital projects of $253,023 represents funds from the Tax Increment II fund and Tax Increment V fund, $46,370 is restricted for debt service, $4,047 is restricted for drug and alcohol related programs, and $3,752 is restricted for cable TV (Peg) expenditures.
(3) Unrestricted net position of $1,334,586 represents the portion available to maintain the City's continuing obligations to citizens and creditors.

As of the close of the current year, the City of Slayton's governmental funds reported combined ending fund balances of $2,520,597. Sixty-eight (68) percent of this total amount, $1,711,335, is restricted or committed for specific purposes, twenty-nine (29) percent, $743,060, is unassigned and available for cash flow purposes, and three (3) percent, $66,202, represents prepaid items.

Overall revenues for 2025 were $4,022,765, while overall expenses totaled $3,941,728.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's financial statements comprise four components: 1) Independent Auditor's Report, 2) Required Supplementary Information, which includes the Management's Discussion and Analysis (this section), 3) the basic financial statements and 4) supplementary information.

The basic financial statements include two kinds of statements that present different views of the City:

The first two statements are government-wide financial statements that provide both long-term and short-term information about the City's overall financial status.

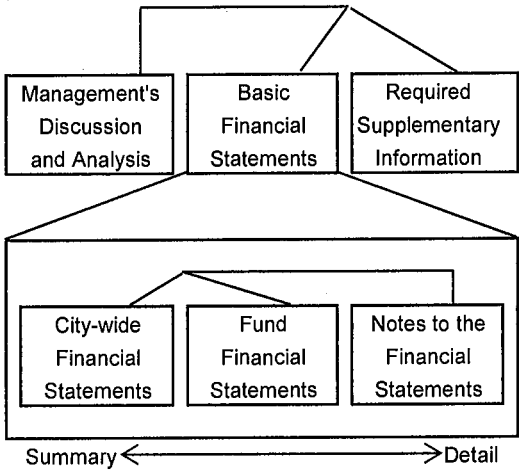
The remaining statements are fund financial statements that focus on individual parts of the government, reporting the City's operations in more detail than the government-wide statements. The governmental fund statements tell how general government services were financed in the short term as well as what remains for future spending.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

CITY OF SLAYTON
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDING DECEMBER 31, 2025

(Unaudited)

The diagram below shows how the various parts of this annual report are arranged and related to one another.



The major features of the City's financial statements, including the portion of the City's activities they cover and the types of information they contain, are summarized below. The remainder of the overview section of the MD&A highlights the structure and content of each of the statements.

		Fund Financial Statements	
Type of Statement	Government-wide	Governmental Funds	Proprietary Funds
Scope	Entire Agency's government (except fiduciary funds)	The activities of the city that are not proprietary or fiduciary	Instances in which services are financed primarily by user charges
Required Financial Statements	Statement of Net Position Statement of Activities	Balance Sheet Statement of Revenues, Expenditures, and Changes in Fund Balance	Statement of Fund Net Position Statement of Revenues, Expenses, and Changes in Fund Net Position Statement of Cash Flows
Accounting Basis and Measurement Focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Types of Assets/Liability Information	All assets and liabilities both financial and capital, short-term, and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities both financial and capital, short-term and long-term
Types of Inflow/Outflow Information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during year, regardless of when cash is received or paid

CITY OF SLAYTON
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDING DECEMBER 31, 2025

(Unaudited)

GOVERNMENT-WIDE STATEMENTS

The government-wide statements report information about the City as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes all of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the City's net position and how it has changed. Net position-the difference between the City's assets and liabilities-is one way to measure the City's financial health or position.

Over time, increases or decreases in the City's net position is an indicator of whether its financial health is improving or deteriorating, respectively.

To assess the overall health of the City, you need to consider additional non-financial factors such as changes in the City's tax base.

Both government-wide financial statements distinctively report governmental activities of the City that are principally supported by taxes and intergovernmental revenues, such as grants, and business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government administration, public safety (fire, police, and ambulance), public works (streets and alleys), sanitation, culture and recreation, airport, library, general long-term debt principal and interest, and housing and economic development. Business-type activities include water, sewer, and gas services.

The City's financial reporting entity includes the funds of the City (primary government) and organizations for which the City is accountable (component units). These legally separate organizations operate like City departments, serve as financing vehicles for City services, or are governed by a board which includes city council members. These organizations are blended into the primary government for financial reporting purposes. The City of Slayton Economic Development Authority has been included in the City's financial statement as a blended component unit.

FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the City's most significant funds-not the City as a whole. Funds are accounting devices the City uses to keep track of specific sources of funding and spending for particular purposes.

Some funds are required by State law or by bond covenants.

The City Council establishes other funds to control and manage money for particular purposes or to show it is properly using certain taxes and state and federal grants.

The City has two kinds of funds:

Governmental funds - Most of the City's basic services are included in governmental funds, which focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out (2) the balances left at year-end that are available for spending. Consequently, the governmental fund statements provide a detailed short-term view that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information following the governmental fund statements that explain the relationship (or differences) between them.

Proprietary funds - The City's proprietary fund type activities are reported in the fund financial statements and generally report services for which the City charges customers a fee. There are two kinds of proprietary funds. These are enterprise funds and internal service funds. Enterprise funds essentially encompass the same functions reported in business-type activities in the government-wide statements. Services are provided to customers external to the City organization such as water utilities, sewer service, and natural gas utilities. The city has no internal service funds.

Proprietary fund statements provide both long-term and short-term financial information consistent with the focus provided by the government-wide financial statements but with more detail.

Notes to the financial statements - The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The footnotes to the financial statements are found on pages 25 - 40.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Net Position: The City's combined net position was $11,334,199 on December 31, 2025 (see detail in Table A-1). This is up from $11,147,632 at December 31, 2024.

Table A-1
Summary of Net Position

	Governmental Activities		Business-Type Activities		Total		Total % Change
	2025	2024	2025	2024	2025	2024	2025-2024
Current and Other Assets	$ 2,919,870	$ 3,077,137	$ 200,840	$ 396,040	$ 3,120,710	$ 3,473,177	-10.1%
Capital and Non-Current Assets	8,167,160	7,595,480	2,895,940	2,954,936	11,063,100	10,550,416	4.9%
Total Assets	$ 11,087,030	$ 10,672,617	$ 3,096,780	$ 3,350,976	$ 14,183,810	$ 14,023,593	1.1%
Deferred Outflows of Resources	$ 489,430	$ 606,632	$ 16,602	$ 15,368	$ 506,032	$ 622,000	-18.6%
Current Liabilities	$ 490,718	$ 412,567	$ 71,330	$ 41,066	$ 562,048	$ 453,633	23.9%
Long-Term Liabilities	1,960,491	2,097,234	114,676	104,380	2,075,167	2,201,614	-5.7%
Total Liabilities	$ 2,451,209	$ 2,509,801	$ 186,006	$ 145,446	$ 2,637,215	$ 2,655,247	-0.7%
Deferred Inflows of Resources	$ 672,023	$ 785,752	$ 46,405	$ 56,962	$ 718,428	$ 842,714	-14.7%
Net Position							
Net Investment in Capital Assets	$ 6,817,193	$ 6,077,949	$ 2,875,228	$ 2,817,104	$ 9,692,421	$ 8,895,053	9.0%
Restricted	307,192	392,186			307,192	392,186	-21.7%
Unrestricted	1,208,843	1,513,561	125,743	346,832	1,334,586	1,860,393	-28.3%
Total Net Position	$ 8,333,228	$ 7,983,696	$ 3,000,971	$ 3,163,936	$ 11,334,199	$ 11,147,632	1.7%

A portion of the net position is either restricted as to the purposes it can be used for or is invested in capital assets. Unrestricted net position may be used to fund City programs in the next fiscal year. However, this does not mean that the City has significant surplus resources available to pay bills next year. Rather, it is the result of having long-term commitments that are less than currently available resources.

CITY OF SLAYTON
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDING DECEMBER 31, 2025

(Unaudited)

Changes in net position: The City's total revenues were $4,022,765 for the year ended December 31, 2025. Program revenues (charges for services, operating and capital grants and gifts) in the amount of $1,550,555 account for 38 percent of the total revenues. Property taxes and unrestricted state aid in the amount of $2,405,824 account for 60 percent of total revenues. The remaining 2 percent came from other revenues and fees.
The City's total expenses for 2025 were $3,941,728. The total cost of governmental activities programs and services was $3,181,767 and the total cost of business-type activities was $759,961 (See Figure A-2).

Table A-2
Changes in Net Position

	Governmental Activities		Business-Type Activities		Total		Total % Change
	2025	2024	2025	2024	2025	2024	2025-2024
Revenues							
Program Revenues:							
Charges for Services	$ 175,019	$ 149,777	$ 600,452	$ 600,832	$ 775,471	$ 750,609	3.3%
Operating Grants and Gifts	594,222	594,425		53	594,222	594,478	0.0%
Capital Grants and Gifts	180,862	1,573,381			180,862	1,573,381	-88.5%
General Revenues:							
Property Taxes	1,478,351	1,322,048			1,478,351	1,322,048	11.8%
Tax Increment Property Taxes	29,969	26,305			29,969	26,305	13.9%
Unrestricted Federal/State Aid	897,504	897,617			897,504	897,617	0.0%
Licenses and Permits	8,875	7,520			8,875	7,520	18.0%
Franchise Fees	15,991	14,855			15,991	14,855	7.6%
Special Assessments	4,179	102,562	397	108	4,576	102,670	-95.5%
Finance Lease Interest	19,174	6,021			19,174	6,021	218.5%
Interest Earnings	3,535	15,600	225	9,392	3,760	24,992	-85.0%
Other	14,010	18,629			14,010	18,629	-24.8%
Total Revenues	$ 3,421,691	$ 4,728,740	$ 601,074	$ 610,385	$ 4,022,765	$ 5,339,125	-24.7%
Expenses							
General Government	$ 340,279	$ 336,949			$ 340,279	$ 336,949	1.0%
Public Safety	1,135,279	1,022,198			1,135,279	1,022,198	11.1%
Public Works	596,693	584,746			596,693	584,746	2.0%
Sanitation	10,091	10,141			10,091	10,141	-0.5%
Culture and Recreation	341,623	325,858			341,623	325,858	4.8%
Airport	102,625	99,759			102,625	99,759	2.9%
Library	205,014	176,722			205,014	176,722	16.0%
Housing and Ec. Development	362,353	332,507			362,353	332,507	9.0%
Interest and Fees on LT Debt	63,369	92,967			63,369	92,967	-31.8%
Miscellaneous	24,441	22,658			24,441	22,658	7.9%
Broadband Infrastructure		1,272,118			-	1,272,118	-100.0%
Water, Sewer, and Gas			$ 759,961	$ 769,983	759,961	769,983	-1.3%
Total Expenses	$ 3,181,767	$ 4,276,623	$ 759,961	$ 769,983	$ 3,941,728	$ 5,046,606	-21.9%
Increase (Decrease) in Net Position Before Transfers	$ 239,924	$ 452,117	$ (158,887)	$ (159,598)	$ 81,037	$ 292,519	-72.3%
Gain (Loss) on Sale of Capital Assets	103,063	5,456	2,467	22,030	105,530	27,486	283.9%
Proceeds from Insurance Recovery		3,400			-	3,400	-100.0%
Capital Assets Contributed	(2,250)		2,250		-	-	0.0%
Transfers	8,795	42,395	(8,795)	(42,395)	-	-	0.0%
Change in Net Position	$ 349,532	$ 503,368	$ (162,965)	$ (179,963)	$ 186,567	$ 323,405	
Beginning Net Position	7,983,696	7,480,328	3,163,936	3,343,899	11,147,632	10,824,227	3.0%
Ending Net Position	$ 8,333,228	$ 7,983,696	$ 3,000,971	$ 3,163,936	$ 11,334,199	$ 11,147,632	1.7%

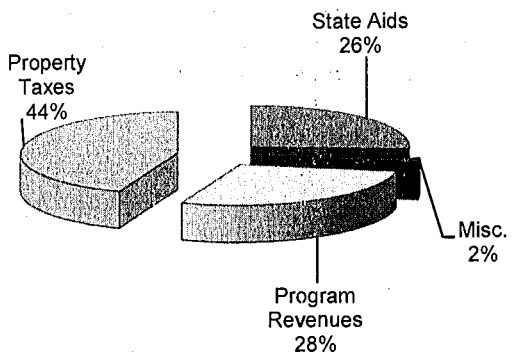
CITY OF SLAYTON
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDING DECEMBER 31, 2025

(Unaudited)

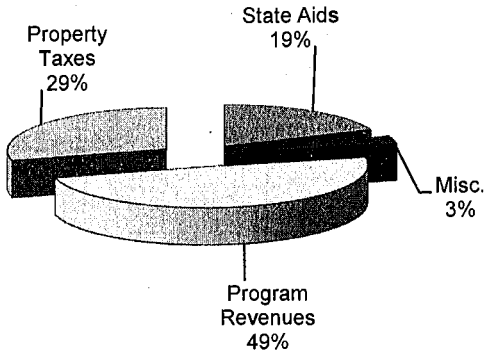
The City's total governmental activities revenues consisted of program revenues of $950,103, property taxes of $1,508,320, unrestricted aids and payments from the state of $897,504, and other revenues including licenses and permits, franchise fees, special assessments, finance lease interest, and interest of $65,764. Expenses totaling $3,181,767 consist of general government administration expense of $340,279, public safety expense of $1,135,279, public works expense of $596,693, sanitation expense of $10,091, culture and recreation expense of $341,623, airport expense of $102,625, library expense of $205,014, housing and economic development expense of $362,353, interest and fees on long-term debt of $63,369, and miscellaneous expense of $24,441.

Pie charts for governmental activities revenue and expense categories are presented in Tables A-3 and A-4.

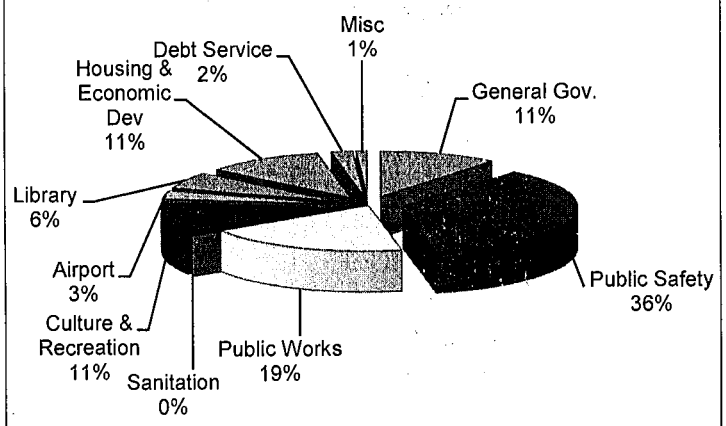
Gov. Activities Revenues 2025 - Table A-3



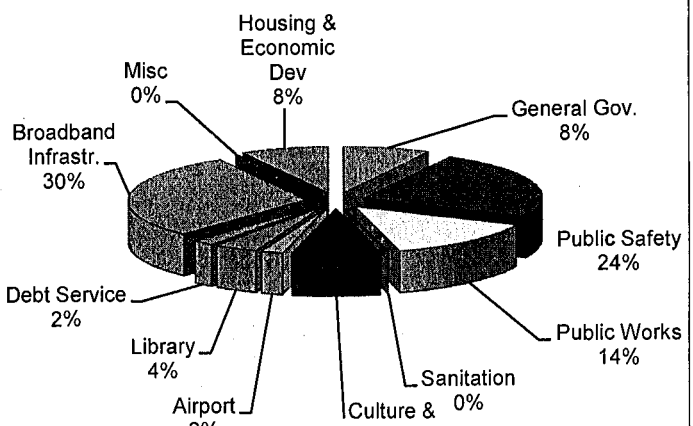
Gov. Activities Revenues 2024 - Table A-3



Gov. Activities Expenses 2025 - Table A-4



Gov. Activities Expenses 2024 - Table A-4



The net cost of governmental activities is their total cost less program revenue applicable to each category. Table A-5 presents these net costs.

Table A-5
Net Cost of Services

	Total Cost of Services	Program Income	Net Cost of Services
General Government	$ 340,279		$ 340,279
Public Safety	1,135,279	$ 176,691	958,588
Public Works	596,693	25,685	571,008
Sanitation	10,091	2,695	7,396
Culture and Recreation	341,623	151,895	189,728
Airport	102,625	153,192	(50,567)
Library	205,014	43,722	161,292
Housing and Ec. Development	362,353	396,223	(33,870)
Interest and Fiscal Charges	63,369		63,369
Miscellaneous	24,441		24,441
Total	$ 3,181,767	$ 950,103	$ 2,231,664

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Governmental Funds: Governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements.

Fund Balance: The financial performance of the City as a whole is reflected in its governmental fund statements as well. As the City completed the year, its governmental funds reported a combined fund balance of $2,520,597.

Revenues and Expenditures: Revenues of the governmental funds totaled $3,519,403 while total expenditures were $3,863,560. A summary of the revenues and expenditures reported on the governmental fund financial statements appears in Table A-6 below:

Table A-6
Revenues and Expenditures - Governmental Funds

	Revenues	Expenditures	Other Financing Sources (Uses)	Fund Balance Increase (Decrease)
General Fund	$ 2,780,193	$ 2,540,821	$ (278,007)	$ (38,635)
Small Cities Development Fund	399,186	401,448		(2,262)
G.O. Bonds, Series 2018A Fund	29,530	86,379	100,448	43,599
Capital Improvement Fund	21,378	493,315	131,890	(340,047)
Tax Increment VI Improvement Fund	107			107
Other Governmental Funds	289,009	341,597	110,734	58,146
Totals	$ 3,519,403	$ 3,863,560	$ 65,065	$ (279,092)

Proprietary Funds: The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status.

General Fund Budgetary Highlights: The general fund is the only fund for which a formal budget is presented. The budget is prepared on the modified accrual basis of accounting which is consistent with how the governmental fund statements are presented. The significant variances between budgeted revenues and actual revenues were on the general property taxes and intergovernmental aid. The unfavorable variance in the general property taxes was due to current property taxes that were not collected. The unfavorable variance in the intergovernmental aid was due largely to budgeted airport grants and aids that were not received due to projects not being completed and a favorable variance was for the unbudgeted federal aid received for the senior center building improvements.

Overall expenditures were favorable to budgeted expenditures by $107,198. Public works line item had a favorable variance due to street repairs and insurance expense less than budgeted. Culture and recreation was under budget largely due to salaries and wages less than budgeted. Culture and recreation capital outlay was over budget due to unbudgeted senior center building improvements that were covered by a federal grant. Airport capital outlay was under budget due to improvements that were budgeted for but not completed in 2025. Housing and urban development capital outlay was over budget due to a house purchase and demolitions costs. Miscellaneous capital outlay was over budget due to the ongoing electric analysis capitalized costs.

Capital Assets: Note 5 to the financial statements presents an analysis of capital asset transactions occurring during the year ended December 31, 2025. Additions totaling $1,051,256 to the City's general capital assets consisted of land of $14,784, construction in process of $318,902, buildings of $30,146, improvements other than buildings of $3,586, infrastructure of $20,860, and $662,978 in machinery and equipment purchases.

Additions totaling $308,377 to the City's business-type activities assets consisted of improvements other than buildings of $87,504 and $220,873 in machinery and equipment purchases.

Long-Term Liabilities: At year end the City had $1,489,339 of long-term debt. These consisted of bonded indebtedness. All long-term bonded debt has or will be serviced from debt service funds. The G.O. Bonds, Series 2018A Bonds will be repaid through a debt service fund with special assessments, tax increment property taxes, and water revenues. The SEDA-Lease Revenue Bonds, Series 2006 bonds will be serviced from finance lease payments from the Southwest Regional Development Commission. The G.O. Improvement Bonds, Series 2024A will be repaid through a debt service fund with special assessments and tax levies.

FACTORS BEARING ON THE CITY'S FUTURE

The City is highly dependent on local government aid and property tax levies to support its governmental activities. Property tax reforms and state budget deficits may have an impact on future state aid which could shift the local tax burden.

CONTACTING CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide the City's citizens, taxpayers, customers, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. If you have questions about this report or would like additional information, contact Josh Malchow, City Clerk-Administrator at the City offices at 2424 26th Street, Slayton, Minnesota 56172.

CITY OF SLAYTON
STATEMENT OF NET POSITION
DECEMBER 31, 2025

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Cash and Cash Equivalents			
Cash on Hand	$ 200	$ 200	$ 400
Cash in Checking	2,427,723	77,385	2,505,108
Cash in Savings and Money Markets	217,784	44,619	262,403
Accounts Receivable		52,723	52,723
Other Receivable	13,370	7,435	20,805
Delinquent Taxes Receivable	37,257		37,257
Less: Allowance for Delinquent Taxes	(37,257)		(37,257)
Due from Other Governmental Units	194,591		194,591
Prepaid Expense	66,202	18,478	84,680
Delinquent and Deferred Special Assessments Receivable	61,975	20,712	82,687
Due from Other Funds		120,000	
Notes Receivable	77,386		77,386
Finance Lease Receivable	26,098		26,098
Capital Assets			
Non-depreciable	1,320,001	10,177	1,330,178
Depreciable, Net of Accumulated Depreciation	6,675,312	2,865,051	9,540,363
Bond Discount, Net of Accumulated Amortization	6,388		6,388
Total Assets	$ 11,087,030	$ 3,216,780	$ 14,183,810
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows of Resources from PERA (GERF and PEPFF)	$ 489,430	$ 16,602	$ 506,032
Total Deferred Outflows of Resources	$ 489,430	$ 16,602	$ 506,032
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 11,576,460	$ 3,233,382	$ 14,689,842
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION			
LIABILITIES			
Accounts Payable	$ 176,065	$ 34,067	$ 210,132
Accrued Salaries and Wages	35,739	10,345	46,084
Taxes Payable	6,866	4,884	11,750
Payroll Liabilities	11,238		11,238
Unearned Revenue	40,062		40,062
Accrued Interest	22,393		22,393
Due to Other Governmental Units	9,303	22,034	31,337
Due to Other Funds	120,000		
Noncurrent Liabilities			
Accrued Compensated Absences Due Within One Year	60,713		60,713
Long Term Debt Due Within One Year	128,339		128,339
Accrued Compensated Absences Due in More Than One Year	131,729	47,421	179,150
Long-Term Debt Due in More Than One Year	1,361,000		1,361,000
Net Pension Liability (GERF and PEPFF)	467,762	67,255	535,017
Total Liabilities	$ 2,571,209	$ 186,006	$ 2,637,215
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows of Resources from PERA (GERF and PEPFF)	$ 672,023	$ 46,405	$ 718,428
Total Deferred Inflows of Resources	$ 672,023	$ 46,405	$ 718,428
NET POSITION			
Net Investment in Capital Assets	$ 6,817,193	$ 2,875,228	$ 9,692,421
Restricted	307,192		307,192
Unrestricted	1,208,843	125,743	1,334,586
Total Net Position	$ 8,333,228	$ 3,000,971	$ 11,334,199
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$ 11,576,460	$ 3,233,382	$ 14,689,842

The Accompanying Notes are an Integral Part of the Financial Statements

CITY OF SLAYTON
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

		PROGRAM REVENUES			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES
FUNCTIONS/PROGRAMS					
Governmental Activities					
General Government	$ 340,279				$ (340,279)
Public Safety	1,135,279	$ 58,078	$ 113,613	$ 5,000	(958,588)
Public Works	596,693	2,590	23,095		(571,008)
Sanitation	10,091	2,695			(7,396)
Culture and Recreation	341,623	76,128	3,945	71,822	(189,728)
Airport	102,625	31,620	17,532	104,040	50,567
Library	205,014	2,620	41,102		(161,292)
Housing and Economic Development	362,353	1,288	394,935		33,870
Interest and Fees on Long-Term Debt	63,369				(63,369)
Miscellaneous	24,441				(24,441)
Total Governmental Activities	$ 3,181,767	$ 175,019	$ 594,222	$ 180,862	$ (2,231,664)
Business-Type Activities					
Water	$ 739,448	$ 600,452			
Gas	20,513				
Total Business-Type Activities	$ 759,961	$ 600,452	$ -	$ -	$ -
Total Government	$ 3,941,728	$ 775,471	$ 594,222	$ 180,862	$ (2,231,664)

General Revenues:	
Property Taxes	$ 1,478,351
Tax Increment District Property Taxes	29,969
Intergovernmental Aid	897,504
Licenses and Permits	8,875
Franchise Fees	15,991
Special Assessments	4,179
Interest Revenue	3,535
Finance Lease Interest	19,174
Miscellaneous	14,010
Gain (Loss) on Disposal of Capital Assets	103,063
Capital Assets Contributed by Governmental Funds	(2,250)
Transfers	8,795
Total General Revenues and Transfers	$ 2,581,196
Change in Net Position	$ 349,532
Net Position - Beginning	7,983,696
Net Position - Ending	$ 8,333,228

BUSINESS-TYPE ACTIVITIES	TOTAL
	$ (340,279)
	(958,588)
	(571,008)
	(7,396)
	(189,728)
	50,567
	(161,292)
	33,870
	(63,369)
	(24,441)
$ -	$ (2,231,664)
$ (138,996)	$ (138,996)
(20,513)	(20,513)
$ (159,509)	$ (159,509)
$ (159,509)	$ (2,391,173)
	$ 1,478,351
	29,969
	897,504
	8,875
	15,991
$ 397	4,576
225	3,760
	19,174
	14,010
2,467	105,530
2,250	-
(8,795)	-
$ (3,456)	$ 2,577,740
$ (162,965)	$ 186,567
3,163,936	11,147,632
$ 3,000,971	$ 11,334,199

CITY OF SLAYTON
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2025

		SPECIAL REVENUE	DEBT SERVICE
	GENERAL FUND	SMALL CITIES GRANT FUND	G.O. BONDS, SERIES 2018A FUND
ASSETS			
Cash on Hand	$ 150		
Cash in Checking	979,099	$ 22,110	$ 384,516
Cash in Savings and Money Markets	12,321		53,853
Other Receivable	10,320		
Notes Receivable		45,217	
Finance Lease Receivable			
Delinquent Taxes Receivable	35,156		752
Less: Allowance for Delinquent Taxes	(35,156)		(752)
Delinquent Special Assessments Receivable	100		
Deferred Special Assessments Receivable	1,469		
Due from Other Governmental Units	194,591		
Due from Other Funds			
Prepaid Expense	62,863		
TOTAL ASSETS	$ 1,260,913	$ 67,327	$ 438,369
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Checks Written in Excess of Bank Balance			
Accounts Payable	$ 175,604		
Accrued Salaries and Wages	30,604		
Taxes Payable	6,866		
Payroll Liabilities	11,238		
Due to Other Governmental Units	9,303		
Due to Other Funds	1	$ 268	$ 240,000
Unearned Revenue	40,062		
Total Liabilities	$ 273,678	$ 268	$ 240,000
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows from Special Assessments	$ 1,569		
Deferred Inflows from Notes Receivable		$ 45,217	
Deferred Inflows from Finance Lease Receivable			
Total Deferred Inflows of Resources	$ 1,569	$ 45,217	$ -
FUND BALANCES			
Nonspendable	$ 62,863		
Restricted	7,799		$ 198,369
Committed		$ 21,842	
Unassigned	915,004		
Total Fund Balances	$ 985,666	$ 21,842	$ 198,369
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 1,260,913	$ 67,327	$ 438,369

The Accompanying Notes are an Integral Part of the Financial Statements

CAPITAL PROJECTS			
CAPITAL IMPROVEMENT FUND	TAX INCREMENT VI IMPROVEMENT FUND	OTHER GOVERNMENTAL FUNDS	TOTAL
		$ 50	$ 200
$ 506,330		707,612	2,599,667
151,610			217,784
		3,050	13,370
		32,169	77,386
		26,098	26,098
46		1,303	37,257
(46)		(1,303)	(37,257)
		507	607
10,397		49,502	61,368
			194,591
120,000		269	120,269
		3,339	66,202
$ 788,337	$ -	$ 822,596	$ 3,377,542
	$ 170,747	$ 1,197	$ 171,944
		461	176,065
		5,135	35,739
			6,866
			11,238
			9,303
			240,269
			40,062
$ -	$ 170,747	$ 6,793	$ 691,486
$ 10,397		$ 50,009	$ 61,975
		32,169	77,386
		26,098	26,098
$ 10,397	$ -	$ 108,276	$ 165,459
		$ 3,339	$ 66,202
		352,141	558,309
$ 777,940		353,244	1,153,026
	$ (170,747)	(1,197)	743,060
$ 777,940	$ (170,747)	$ 707,527	$ 2,520,597
$ 788,337	$ -	$ 822,596	$ 3,377,542

The Accompanying Notes are an Integral Part of the Financial Statements

CITY OF SLAYTON
RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2025

Total Fund Balances for Governmental Funds		$ 2,520,597
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental funds are not financial resources and therefore are not reported in the funds. Those assets consist of:		
Land	$ 793,161	
Construction in Process	526,840	
Buildings, Net of $876,903 Accumulated Depreciation	379,524	
Improvements Other than Buildings, Net of $1,879,382 Accumulated Depreciation	2,259,230	
Infrastructure, Net of $693,678 Accumulated Depreciation	2,471,529	
Equipment, Net of $2,292,962 Accumulated Depreciation	1,565,029	7,995,313
Governmental Funds report bond issue proceeds less any discounts realized on the issuance as revenue. In the statement of net position, bond discounts are capitalized and amortized over the term of the bond issue.		
Bond Discount, Net of $4,368 Accumulated Amortization		6,388
Governmental funds report delinquent and deferred special assessments receivable, deferred economic development and rehab notes receivable, deferred contract for deed receivable, and deferred finance lease receivable as deferred income until such time as they are actually collected. In the statement of net position, these items are recorded as receivables when assessed or advanced and are not offset with a deferred liability.		
Delinquent and Deferred Special Assessments Receivable	$ 61,975	
EDA Revolving Loans	32,169	
SCDG Notes Receivable	45,217	
Finance Lease Receivable	26,098	165,459
Long-term liabilities that pertain to governmental funds, including bonds payable, are not due and payable in the current period and therefore are not reported as fund liabilities. Also, interest expense on bonds is recorded only when due in the governmental funds. All liabilities - both current and long-term - are reported in the statement of net position. Balances at year end are:		
Bonds Payable	$ (1,489,339)	
GERF Net Pension Liability	(151,016)	
PEPFF Net Pension Liability	(316,746)	
Accrued Interest on Bonds Payable	(22,393)	
Compensated Absences Payable	(192,442)	(2,171,936)
Deferred Outflows of Resources and Deferred Inflows of Resource that pertain to the City's proportionate share in the GERF and PEPFF retirement plan are not recorded in the fund financial statements. Per GASB 68, these items must be recorded in the government-wide financial statements. The balances at year-end are:		
Deferred Outflows of Resources		
Deferred Outflows of Resources from GERF	$ 34,578	
Deferred Outflows of Resources from PEPFF	454,852	489,430
Deferred Inflows of Resources		
Deferred Inflows of Resources from GERF	$ (108,874)	
Deferred Inflows of Resources from PEPFF	(563,149)	(672,023)
Total Net Position of Governmental Activities		$ 8,333,228

CITY OF SLAYTON
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

		SPECIAL REVENUE	DEBT SERVICE
	GENERAL FUND	SMALL CITIES GRANT FUND	G.O. BONDS, SERIES 2018A FUND
REVENUES			
General Property Taxes	$ 1,387,426		$ 29,177
Tax Increment District Property Taxes			
Licenses and Permits	8,875		
Franchise Fees	15,991		
Intergovernmental Revenues	1,224,852	$ 394,915	
Charges for Services	115,794	4,271	
Fines and Forfeits	5,457		
Other Grants	3,700		
Contributions and Donations	3,965		
Interest Revenue	631		353
Special Assessments			
Finance Lease Payments Received from RDC			
Miscellaneous	13,502		
TOTAL REVENUES	$ 2,780,193	$ 399,186	$ 29,530
EXPENDITURES			
Current			
General Government	$ 336,342		
Public Safety	946,193		
Public Works	460,406		
Sanitation	10,091		
Culture and Recreation	258,420		
Airport	18,220		
Library			
Housing and Economic Development		$ 401,448	
Miscellaneous	23,526		$ 915
Debt Service			85,464
Capital Outlay	487,623		
TOTAL EXPENDITURES	$ 2,540,821	$ 401,448	$ 86,379
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 239,372	$ (2,262)	$ (56,849)
OTHER FINANCING SOURCES (USES)			
Proceeds from Sale of Capital Asets	$ 13,408		$ 38,394
Transfers from Other Funds	80,906		62,054
Transfers to Other Funds	(372,321)		
TOTAL OTHER FINANCING SOURCES (USES)	$ (278,007)	$ -	$ 100,448
NET CHANGE IN FUND BALANCES	$ (38,635)	$ (2,262)	$ 43,599
FUND BALANCES - January 1	1,024,301	24,104	154,770
FUND BALANCES - December 31	$ 985,666	$ 21,842	$ 198,369

The Accompanying Notes are an Integral Part of the Financial Statements

CAPITAL PROJECTS			
CAPITAL IMPROVEMENT FUND	TAX INCREMENT VI IMPROVEMENT FUND	OTHER GOVERNMENTAL FUNDS	TOTAL
$ 32		$ 61,716	$ 1,478,351
	$ 107	29,862	29,969
			8,875
			15,991
		39,103	1,658,870
		56,734	176,799
			5,457
			3,700
		9,753	13,718
993		1,558	3,535
20,353		15,501	35,854
		74,274	74,274
		508	14,010
$ 21,378	$ 107	$ 289,009	$ 3,519,403
			$ 336,342
		$ 3,038	949,231
$ 25,375			485,781
			10,091
			258,420
			18,220
		196,258	196,258
		33,202	434,650
			24,441
		90,056	175,520
467,940		19,043	974,606
$ 493,315	$ -	$ 341,597	$ 3,863,560
$ (471,937)	$ 107	$ (52,588)	$ (344,157)
$ 4,435		$ 33	$ 56,270
199,566		172,755	515,281
(72,111)		(62,054)	(506,486)
$ 131,890	$ -	$ 110,734	$ 65,065
$ (340,047)	$ 107	$ 58,146	$ (279,092)
1,117,987	(170,854)	649,381	2,799,689
$ 777,940	$ (170,747)	$ 707,527	$ 2,520,597

The Accompanying Notes are an Integral Part of the Financial Statements

CITY OF SLAYTON
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCE OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

Net Changes in Fund Balance - Total Governmental Funds		$ (279,092)
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. Also, governmental funds report the proceeds from capital asset sales as a revenue. However, in the statement of activities, the proceeds from capital asset sales are netted against the capital assets book value (cost less accumulated depreciation) and either a gain or loss on the sale is recognized.		
Capital Outlays - Governmental Funds	$ 974,606	
Depreciation Expense	(424,612)	
Trade Value of Capital Assets	78,900	
Net Book Value of Capital Asset Dispositions	(32,107)	
Capital Assets Contributed to Business-Type Activities	(2,250)	594,537
Governmental funds report delinquent and deferred special assessments receivable and deferred notes and finance lease receivable as deferred income until such time as they are actually collected. In the statement of activities, special assessments are recorded as revenue when assessed or advanced. Also, in the governmental funds, deferred rehab loans are recorded as expenditures when advanced and as revenue when received. In the statement of net assets, principal collected on special assessments, notes, and finance lease receivable reduces the receivable and does not affect the statement of activities.		
Delinquent Special Assessments Assessed	$ 100	
Delinquent and Deferred Special Assessments Principal Received	(31,774)	
Advances on EDA Revolving Notes	26,445	
Principal Received on EDA Revolving Loans	(7,169)	
Addvances on SCDG Notes	49,092	
Principal Received on SCDG Notes	(3,875)	
Principal Received on Finance Lease Receivable	(55,100)	(22,381)
The governmental funds report bond proceeds and finance lease proceeds as financing sources, while repayment of bond and other long-term debt principal is reported as an expenditure. In the statement of net assets, however, issuing debt increases long-term liabilities and repayment of long-term debt reduces the liability and does not affect the statement of activities. The net effect of these differences in the treatment of long-term debt and related items follows:		
Amortization of Bond Discount	$ (575)	
Repayment of Bond Principal	55,000	
Repayment of Lease Revenue Bond Principal	56,687	111,112
In the statement of activities, certain operating expenses do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, interest is recognized as it accrues.		
(Increase) Decrease in Accrued Compensated Absences	$ (91,194)	
(Increase) Decrease in Accrued Interest Payable	1,038	(90,156)
The governmental funds report pension expense per the actuarial provided by both GERF and PEPFF retirement plans instead of the actual pension contributions paid by the city in the fund financial statements. The differences are as follows:		
GERF Pension Plan expense		46,042
PEPFF Pension Plan expense		(10,630)
Change in Net Position of Governmental Activities		$ 349,432

The Accompanying Notes are an Integral Part of the Financial Statements

CITY OF SLAYTON
STATEMENT OF FUND NET POSITION
PROPRIETARY FUND
DECEMBER 31, 2025

	BUSINESS TYPE ACTIVITIES - ENTERPRISE FUND		
	WATER FUND	GAS FUND	TOTAL
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
CURRENT ASSETS			
Cash and Cash Equivalents			
Cash on Hand	$ 200		$ 200
Cash in Checking	106,693		106,693
Cash in Money Market Account	44,619		44,619
Accounts Receivable	52,723		52,723
Other Receivable	7,435		7,435
Current and Delinquent Special Assessments Receivable	6,712		6,712
Due from Other Funds	120,000		120,000
Prepaid Expense	18,478		18,478
Total Current Assets	$ 356,860	$ -	$ 356,860
CAPITAL ASSETS			
Land	$ 10,177		$ 10,177
Buildings	160,164		160,164
Improvements Other than Buildings	5,281,477		5,281,477
Machinery and Equipment	1,822,554		1,822,554
Total Capital Assets	$ 7,274,372	$ -	$ 7,274,372
Less: Accumulated Depreciation	4,399,144		4,399,144
Net Capital Assets	$ 2,875,228	$ -	$ 2,875,228
OTHER ASSETS			
Deferred Special Assessments Receivable	$ 14,000	$ -	$ 14,000
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows of Resources from PERA (GERF)	$ 16,602	$ -	$ 16,602
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 3,262,690	$ -	$ 3,262,690
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION			
LIABILITIES			
CURRENT LIABILITIES			
Cash and Cash Equivalents			
Checks Written in Excess of Bank Balance		$ 29,308	$ 29,308
Accounts Payable	$ 34,067		34,067
Accrued Salaries and Wages	10,345		10,345
Taxes and Fees Payable	4,884		4,884
Due to Other Governmental Unit	22,034		22,034
Total Current Liabilities	$ 71,330	$ 29,308	$ 100,638
LONG-TERM LIABILITIES			
Accrued Compensated Absences	$ 47,421		$ 47,421
Net Pension Liability	67,255		67,255
Net Long-Term Liabilities	$ 114,676	$ -	$ 114,676
Total Liabilities	$ 186,006	$ 29,308	$ 215,314
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows of Resources from PERA (GERF)	$ 46,405		$ 46,405
Total Deferred Inflows of Resources	$ 46,405	$ -	$ 46,405
NET POSITION			
Net Investment in Capital Assets	$ 2,875,228		$ 2,875,228
Unrestricted, Designated for Capital Improvements	100,000		100,000
Unrestricted	55,051	$ (29,308)	25,743
Total Net Position	$ 3,030,279	$ (29,308)	$ 3,000,971
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$ 3,262,690	$ -	$ 3,262,690

The Accompanying Notes are an Integral Part of the Financial Statements

CITY OF SLAYTON
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

	BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS		
	WATER FUND	GAS FUND	TOTAL
OPERATING REVENUES			
Customer Charges	$ 588,224		$ 588,224
Total Operating Revenues	$ 588,224	$ -	$ 588,224
OPERATING EXPENSES			
Salaries and Wages	$ 230,631	$ 1,306	$ 231,937
PERA	(7,967)		(7,967)
FICA and Medicare	14,257	100	14,357
Group Insurance	56,876		56,876
Office Supplies	13,672		13,672
Publications	1,116		1,116
Operating Supplies	61,620	1,066	62,686
Repairs and Maintenance	40,164		40,164
Professional Fees - Independent Accounting and Auditing	8,000		8,000
Professional Services	7,297	18,041	25,338
Janitorial	5,000		5,000
Uniforms - City	939		939
Uniforms - Employee	1,607		1,607
Testing	6,534		6,534
Telephone	2,328		2,328
Insurance	22,451		22,451
Travel and Training	3,088		3,088
Utilities	41,135		41,135
Depreciation	224,719		224,719
Miscellaneous	4,973		4,973
Total Operating Expenses	$ 738,440	$ 20,513	$ 758,953
OPERATING INCOME (LOSS)	$ (150,216)	$ (20,513)	$ (170,729)
NONCAPITAL SUBSIDIES			
Transfers to Other Funds		$ (8,795)	$ (8,795)
Total Noncapital Subsidies	$ -	$ (8,795)	$ (8,795)
OPERATING INCOME (LOSS) AND NONCAPITAL SUBSIDIES	$ (150,216)	$ (29,308)	$ (179,524)
OTHER NONOPERATING REVENUES (EXPENSES)			
Interest Revenue	$ 225		$ 225
Special Assessments Interest and Penalties	397		397
Penalties	12,228		12,228
Gain on Disposal of Capital Assets	2,467		2,467
Contributed Capital Assets to Other Funds	2,250		2,250
Bad Debts	(1,008)		(1,008)
Total Other Nonoperating Revenues (Expenses)	$ 16,559	$ -	$ 16,559
INCREASE (DECREASE) IN FUND NET POSITION	$ (133,657)	$ (29,308)	$ (162,965)
FUND NET POSITION - January 1	3,163,936	-	3,163,936
FUND NET POSITION - December 31	$ 3,030,279	$ (29,308)	$ 3,000,971

CITY OF SLAYTON
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

	BUSINESS TYPE ACTIVITIES - ENTERPRISE FUNDS		
	WATER FUND	GAS FUND	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash Received from Customers	$ 596,049		$ 596,049
Cash Paid to Suppliers	(309,747)	$ (19,207)	(328,954)
Cash Paid to Employees	(206,608)	(1,306)	(207,914)
Net Cash Flow Provided by (Used in) Operating Activities	$ 79,694	$ (20,513)	$ 59,181
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Cash Paid for Transfer to Other Funds		$ (8,795)	$ (8,795)
Net Cash Flow Provided by (Used in) Noncapital Financing Activities	$ -	$ (8,795)	$ (8,795)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Cash Received from Sale of Capital Assets	$ 28,000		$ 28,000
Cash Paid for Acquisition and Construction of Capital Assets	(282,796)		(282,796)
Net Cash Flow Provided by (Used in) Capital and Related Financing Activities	$ (254,796)	$ -	$ (254,796)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Cash Received from Interest	$ 225		$ 225
Cash Received from Special Assessment Interest and Penalties	397		397
Net Cash Flow Provided by (Used in) Investing Activities	$ 622	$ -	$ 622
NET INCREASE (DECREASE) IN CASH	$ (174,480)	$ (29,308)	$ (203,788)
BEGINNING CASH - January 1	325,992	-	325,992
ENDING CASH - December 31	$ 151,512	$ (29,308)	$ 122,204
ANALYSIS OF CASH - December 31			
Cash on Hand	$ 200		$ 200
Cash in Checking	106,693	$ (29,308)	77,385
Cash in Money Market Account	44,619		44,619
Total	$ 151,512	$ (29,308)	$ 122,204
SCHEDULE RECONCILING EARNINGS TO NET CASH FLOW FROM OPERATING ACTIVITIES:			
Operating Income (Loss)	$ (150,216)	(20,513)	$ (170,729)
Other Revenue	12,228		12,228
Other Expense	(1,008)		(1,008)
Noncash Items Included in Net Income:			
Depreciation	224,719		224,719
(Increase) Decrease in Accounts Receivable	(2,483)		(2,483)
(Increase) Decrease in Other Receivable	1,968		1,968
(Increase) Decrease in Special Assessments Receivable	(2,880)		(2,880)
(Increase) Decrease in Prepaid Expense	(8,073)		(8,073)
(Increase) Decrease in Deferred Outflows of Resources from PERA (GERF)	(1,234)		(1,234)
Increase (Decrease) in Accounts Payable, expense items only	3,572		3,572
Increase (Decrease) in Accrued Salaries and Wages	2,056		2,056
Increase (Decrease) in Taxes and Fees Payable	1,306		1,306
Increase (Decrease) in Accrued Compensated Absences	21,967		21,967
Increase (Decrease) in Net Pension Liability	(11,671)		(11,671)
Increase (Decrease) in Deferred Inflows of Resources from PERA (GERF)	(10,557)		(10,557)
Net Cash Flow Provided by (Used in) Operating Activities	$ 79,694	$ (20,513)	$ 59,181
NON-CASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:			
Capital Assets included in Accounts Payable	$ 23,331	$ -	$ 23,331
Capital Assets Contributed from Other Funds	$ 2,250	$ -	$ 2,250

The Accompanying Notes are an Integral Part of the Financial Statements

CITY OF SLAYTON
NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Slayton, Minnesota have been prepared in conformity with accounting principles generally accepted in the United State of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The GASB pronouncements are recognized as accounting principles generally accepted in the United States of America. Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989, (when applicable) that do not conflict with or contradict GASB pronouncements.

This financial report has been prepared in conformity with GASB Statement No. 34, as amended.

Reporting Entity

In evaluating how to define the City, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the City is able to exercise oversight responsibilities. Based upon the application of these criteria, the following is a brief review of the potential component units addressed in defining the government's reporting entity.

Included in the Reporting Entity:

Slayton Economic Development Authority (SEDA) - On February 27, 1996, the City of Slayton modified the structure of the Slayton Economic Development Authority transferring control from the city council to an independent board. The Authority consists of five members serving six year terms. The members are appointed by the Mayor and approved by the City Council. Two members shall be members of the City Council. The purpose of the Authority is to promote economic development within the City of Slayton. The City of Slayton is financially accountable for the Authority. All activities of the Authority are reported as a blended component unit (special revenue, debt service, and capital project funds) in the City's financial statements. No separate financial statements are prepared.

Excluded from the Reporting Entity:

Slayton Fire Department Relief Association - The Association is organized as a non-profit organization by its members to provide pension and other benefits to such members in accordance with Minnesota statutes. The Association's Board of Directors is elected by the membership of the Association. All funding is obtained in accordance with Minnesota statutes whereby state aids and tax levies, which are determined by the Association, flow through the City to the Association. The Association pays benefits directly to its members and has its financial activities audited and reported on state reporting forms. The forms may be obtained from the Association at PO Box 3, Slayton, MN 56172.

Basic Financial Statements

Basic financial statements are presented at both the government-wide and fund financial level. Both levels of statements categorize primary activities as either governmental or business-type. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

Government-wide financial statements report information about the reporting government as a whole. For the most part, the effect of interfund activity has been removed from these statements. These statements focus on the sustainability of the City as an entity and the change in aggregate financial position resulting from activities for the year. These aggregated statements consist of the Statement of Net Position and the Statement of Activities. The statement of activities demonstrates the degree to which the direct expenses of a given function or business-type activity are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or business-type activity. Program revenues include 1) charges to customers who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or business-type activity and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or business-type activity. Taxes and other items not included among program revenues are reported as general revenues.

Fund financial statements report information at the individual fund level. Each fund is considered to be a separate accounting entity. Funds are classified as governmental, proprietary, and fiduciary. Currently, the City has only governmental and proprietary type funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Non-major funds are consolidated into a single column in the financial section of the basic financial statements. Due to the limited number of enterprise funds that the City maintains, all enterprise funds are considered to be major funds.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied subject to an allowance for uncollectable. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met. When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted first and then unrestricted resources as they are needed.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures are recorded only when payment is due.

The City reports deferred inflows of resources on its governmental fund combined balance sheet. Deferred inflows of resources arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred inflows of resources arise when resources are received by the City before it has a legal claim to them, as when grant monies are received prior to the incidence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred inflows of resources is removed from the combined balance sheet and revenue is recognized.

Major revenues that are susceptible to accrual include property taxes, special assessments, intergovernmental revenues, charges for services, and interest on investments.

The City reports the following major funds:

Governmental Fund Types

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

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of certain specific revenue sources that are committed or legally restricted to expenditures for specified purposes. No budgetary comparison schedules are prepared for special revenue funds because they are not legally required to do so.

Small Cities Grant Fund - This fund was established to account for the receipts and disbursements related to the City's residential and commercial rehab loan program. Original funding for this program was provided by a federal small cities development grant.

Debt Service Funds - The Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

G.O. Bonds, Series 2018A Fund - This fund was established by bond ordinance to accumulate property taxes and special assessment collections dedicated to service the bond principal, interest, and agent fees for the G.O. Bonds, Series 2018A.

Capital Project Funds - Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds.

Capital Improvement Fund - The Capital Improvement Fund was established by the City to accumulate funds raised primarily by property tax levies for future capital expenditure needs.

Tax Increment VI Improvement Fund - The Tax Increment VI Improvement Fund, was established for the redevelopment of parcel numbers 29-015-0490 and 29-220-0110.

Proprietary Fund Type

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed primarily through user charges, or (b) where the governing body has decided that determination of net income is appropriate. The City has established a Water Fund and Gas Fund.

CITY OF SLAYTON
NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Proprietary Fund Type (Cont.)

Proprietary type funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges to customers for sales and services. The City also recognizes as operating revenue the fees for connecting/disconnecting customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. Noncapital subsidies are non-exchange transactions where no direct goods or services are provided and transfers are used to support operations rather than capital projects. All revenues and expense not meeting this definition are reported as nonoperating revenues and expenses.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to commit that portion of the appropriate fund balance, is not employed by the City.

Cash and Temporary Investments

Cash balances are invested to the extent available in certificates of deposit and other allowable investments. Earnings from investments are recorded in the respective funds. Investments are stated at the lower of cost plus accrued interest or market. For purposes of the Statements of Cash Flows, all highly liquid investments with an original maturity of three months or less when purchased are considered to be cash equivalents.

Taxes Receivable

Property tax levies are set by the City Council in September each year and are certified to Murray County for collection in the following year. In Minnesota, counties act as collection agents for all property taxes.

The County spreads all levies over taxable property. Property taxes may be paid by taxpayers in two equal installments, on May 15 and October 15. The County provides tax settlements to cities and other taxing districts three times a year. Generally the settlements are received in January, July, and December.

Property taxes become a lien on January 1 and are recorded as receivable by the City on that date. Taxes which remain unpaid at December 31 are classified as delinquent taxes receivable. Taxes unpaid as of December 31 are fully offset by a contra account, estimated uncollectible taxes, because they are not available to finance current expenditures.

Special Assessments

Special assessments receivable represent amounts due from city residents for public works improvements made adjacent to their property and for services provided. They include the following:

1. Delinquent installments including interest remaining unpaid as of year end.
2. Deferred installments which will be billed to property owners in the future.

In the governmental fund statements, delinquent and deferred assessments are fully offset by a deferred inflows of resources, deferred inflows from special assessments. Accordingly, they are not recorded as revenues until actually collected. Assessments in the government-wide and proprietary fund financial statements are recorded as revenue at the time the assessment is made.

Accounts Receivable

Accounts receivable for utility bills are reviewed each September for delinquent balances. Since delinquent balances are certified to the county auditor to be placed on special assessments, no allowances for uncollectables is considered necessary.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial cost of $2,500 or more and an estimated useful life in excess of two years. Capital assets are recorded at historical cost. Infrastructure assets acquired prior to implementation of GASB Statement 34 have not been recorded.

The cost of normal maintenance and repairs that do not add to the value or materially extend the assets useful life are not capitalized.

Depreciation on exhaustible capital assets is recorded as an allocated expense in the Statement of Activities with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided on the straight-line basis over the following estimated useful lives:

CITY OF SLAYTON
NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Capital Assets (Cont.)

Buildings	10 - 40 Years
Improvements other than Buildings	10 - 40 Years
Infrastructure	33 - 40 Years
Machinery and Equipment	3 - 33 Years

Compensated Absences

The City allows employees to accumulate unused sick leave to a maximum of 1450 hours with a maximum of 960 hours eligible for compensation. Employees earn sick leave at a rate of eight hours for each month of service. To be eligible to be compensated for unused sick leave an employee must have ten (10) or more years of service. Upon leaving the City's employment, an employee is compensated at his/her current rate of pay, an amount equal to ten percent (10%) of the unused sick leave. The percentage of compensation increases four percent (4%) for each year of service over ten years to a maximum of fifty percent (50%).

Vacation is earned at the rate of eight (8) hours per month for employees with 1 year or less of service with the City. Employees earn an additional one hour for each additional year of service up to a maximum of 19 hours per month, or 228 hours per year at 12 years of service with the City. Employees are allowed to carry over up to one hundred fifty (150) hours vacation leave from anniversary year to year. Vacation accrued in excess of one hundred fifty (150) hours and not taken by December 31 is forfeited.

As of December 31, 2025, the liability for accrued vacation, sick and comp. leave is $239,863. The amount applicable to the Water Fund of $47,421, has been recorded as a liability in that fund and the amount applicable to the General Fund of $184,893 and Library Fund of $7,549, has been recorded in the Governmental Activities column of the Statement of Net Position.

Pensions

For purposes of measuring the net pension liability, deferred outflows/inflows of resources, and pension expense, information about the fiduciary net position of the Public Employees Retirement Association (PERA) and additions to/deductions from PERA's fiduciary net position have been determined on the same basis as they are reported by PERA. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments, and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Long-term Obligations

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities and business-type activities in the statement of net position.

In the fund financial statements, governmental fund types recognize long-term debt proceeds as other financing sources and long-term debt payments as debt service expenditures.

Fund Balance

In the fund financial statements, fund balance is divided into five classifications based primarily on the extent to which the City is bound to observe constraints imposed upon the use of resources reported in the governmental funds. These classifications are as follows:

Nonspendable - consists of amounts that cannot be spent because it is not in spendable form, such as prepaid items.

Restricted - consists of amounts related to externally imposed constraints established by creditors, grantors, or contributors; or constraints imposed by state statutory provisions.

Committed - consists of amounts that are constrained for specific purposes that are internally imposed by formal action (resolution) of the City Council. Those committed amounts cannot be used for any other purpose unless the City Council removes or changes the specified use by taking the same type of action it employed to previously commit those amounts.

Assigned - consists of amounts intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by the governing body itself or by an official to which the governing body delegates the authority. Pursuant to City Council Resolution, the City's Clerk/Administrator may be authorized to establish assignments of fund balance.

Unassigned - is the residual classification for the general fund and also reflects negative residual amounts in other funds.

The City uses restricted amounts to be spent first when both restricted and unrestricted fund balance is available. Additionally, the City would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

CITY OF SLAYTON
NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

Fund Balance (Cont.)

The City Council has formally adopted a fund balance policy for the General Fund. The City's policy is to maintain a minimum unassigned fund balance of 40% of the subsequent years budgeted operating expenditures for cash-flow timing needs. During 2025, the City's minimum fund balance is less than the policy requirement as they elected not to include an airport grant/expenditure in the calculation as the funds will not be expended if the applicable grants fund are not received.

Net Position

In the government-wide and proprietary fund financial statements, net position represent the difference between assets and liabilities. Net position is displayed in three components:

a. Net Investment in Capital Assets - Consists of capital assets, net of accumulated depreciation reduced by any outstanding debt attributable to acquire capital assets.
b. Restricted Net Position - Consist of net position restricted when there are limitations imposed on their use through external restrictions imposed by creditor's, grantors, laws, or regulations of other governments.
c. Unrestricted Net Position - All other net position that does not meet the definition of "restricted" or "net investment in capital assets".

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the period. Actual results could differ from those estimates.

Fair Values

The carrying amounts for cash, short-term investments, receivables, accounts payable, and accrued liabilities approximate fair value because of the short maturity of these instruments.

Subsequent Events

In preparing these financial statements, the City has evaluated events and transactions for potential recognition or disclosure through August 11, 2026, the date the financial statements were available to be issued.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Deficit Fund Balance

SEDA - Lease Revenue Bonds, Series 2006 Fund

The SEDA - Lease Revenue Bonds, Series 2006 Fund, a debt service fund, has a deficit fund balance for the year ending December 31, 2025 in the amount of $1,197. The City intends to fund this deficit fund balance with finance lease payments received in 2026.

Tax Increment VI Improvement Fund

The Tax Increment Improvement VI Fund, a capital projects fund, has a deficit fund balance for the year ending December 31, 2025 in the amount of $170,747. The City intends to fund this with transfers/advances from other funds, TIF revenues, and various other sources.

Deficit Net Position

The Gas Fund, a business-type activity, has a deficit net position for the year ending December 31, 2025 in the amount of $29,308. The City intends to fund this deficit net position from bond proceeds received in 2026.

3. CASH AND INVESTMENTS

Cash balances of City funds are invested to the extent available in various investments authorized by state statutes. For purposes of identifying risk of investing public funds, the balances and related restrictions are summarized below:

Deposits

Minnesota statutes require that all deposits with financial institutions must be collateralized in an amount equal to 110% of deposits in excess of FDIC. As of December 31, 2025, the carrying amount of the City's deposits with financial institutions was $2,767,511 and the bank balance was $2,799,226. The bank balance is categorized as follows:

Insured by FDIC	$ 500,000
Covered by collateral assigned to City and not redeposited in the financial institution furnishing the collateral	2,299,226
Total Bank Balance	$ 2,799,226

4. NOTES AND FINANCE LEASE RECEIVABLES, AND LEASE REVENUES

In the Small Cities Grant Fund, a Special Revenue Fund, the City has provided Commercial Rehabilitation Loans and Residential Rehabilitation Loans within the City of Slayton. These loans were financed from a Small Cities Development Grant. A portion of the loans are "Deferred Loans" which carry no interest and will not be repaid unless the property is sold or ceases to be the principal place of business or residence within five to seven years. The balance of the loans are "Repayable Loans" which carry an interest rate of 2% and are for a term not longer than 9 years. The payments received will be used in the future for additional loans. Only the "Repayable Loans" are recorded as notes receivable and are fully offset by a liability account, deferred revenue, in the governmental fund financial statements. Therefore, no revenues will be recognized until the payments are actually received.

In the SEDA - Revolving Loan Fund, a component unit special revenue fund, the SEDA is providing down payment assistance and commercial rehabilitation loans that bear 4.0% - 6.0% interest and are repaid over a period of up to twenty years. These loans were funded from repayment funds initially received through a Small Cities Development Grant.

On June 20, 1996, the Slayton Economic Development Authority entered into a finance lease agreement with the Southwest Regional Development Commission for the financing and construction of an approximately 6,504 square foot office space located at 2401 Broadway Avenue in Slayton. The lease was amended and restated on June 9, 2006 to refinance the existing bond and finance the construction of approximately 3,361 square feet of additional office space to the existing building. The tenant is required to pay lease payments in monthly installments commencing on April 1, 2006 and expires on June 1, 2026. The amount of each monthly installment is one-sixth of the principal and interest on the Bonds due on the next succeeding semiannual payment date as shown on an amortization schedule prepared by United Prairie Bank (the "Lender) from time to time. The tenant shall receive a credit for interest on the Security Deposit, equal to the rate of return on Tenant's undedicated reserve fund. The interest rate shall be adjusted quarterly on each quarter anniversary of the Effective Date. The tenant was required to deposit a $50,000 security deposit with the EDA at the execution of the lease. The security deposit was returned in 2025.

The following is a summary of notes and finance lease receivable transactions for the year ended December 31, 2025:

	BALANCE 1-1-25	ADVANCES/ (FORGIVEN)	PAYMENTS RECEIVED	BALANCE 12-31-25
SCDG Rehabilitation Notes Receivable		$ 49,092	$ 3,875	$ 45,217
SEDA Notes Receivable	$ 12,893	26,445	7,169	32,169
SEDA Finance Lease Receivable	81,198		55,100	26,098
	$ 94,091	$ 75,537	$ 66,144	$ 103,484

The future minimum finance lease receivable as of December 31, 2025 are as follows:

YEAR OF PAYMENT	PRINCIPAL	INTEREST	TOTAL
2026	$ 26,098	$ 388	$ 26,486
2027	$ -	$ -	$ -
2028	$ -	$ -	$ -
2029	$ -	$ -	$ -
2030	$ -	$ -	$ -

The City rents various buildings/land. All contracts are short-term. The City has elected to recognize these short-term leases on the straight line basis over the term of the lease.

5. CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2025 was as follows:

	BALANCE 1-1-25	ADDITIONS	RECLASSIFY/ DISPOSALS	BALANCE 12-31-25
GOVERNMENTAL ACTIVITIES				
Capital Assets, Not Being Depreciated:				
Land	$ 789,781	$ 14,784	$ (11,404)	$ 793,161
In Process	207,938	318,902		526,840
Total Capital Assets, Not Being Depreciated	$ 997,719	$ 333,686	$ (11,404)	$ 1,320,001
Capital Assets, Being Depreciated:				
Buildings	$ 1,226,281	$ 30,146		$ 1,256,427
Improvements Other than Buildings	4,136,197	3,586	(1,171)	4,138,612
Infrastructure	3,144,347	20,860		3,165,207
Machinery and Equipment	3,362,259	662,978	(167,246)	3,857,991
Total Capital Assets, Being Depreciated	$ 11,869,084	$ 717,570	$ (168,417)	$ 12,418,237

5. CAPITAL ASSETS (Cont.)

	BALANCE 1-1-25	ADDITIONS	RECLASSIFY/ DISPOSALS	BALANCE 12-31-25
GOVERNMENTAL ACTIVITIES (Cont.)				
Less Accumulated Depreciation for				
Buildings	$ (850,706)	$ (26,197)		$ (876,903)
Improvements Other than Buildings	(1,751,029)	(129,070)	$ 717	(1,879,382)
Infrastructure	(605,726)	(87,952)		(693,678)
Machinery and Equipment	(2,258,566)	(181,393)	146,997	(2,292,962)
Total Accumulated Depreciation	$ (5,466,027)	$ (424,612)	$ 147,714	$ (5,742,925)
Total Capital Assets, Being Depreciated, Net	$ 6,403,057			$ 6,675,312
Governmental Activities Capital Assets, Net	$ 7,400,776			$ 7,995,313

Depreciation expense for governmental activities is allocated to functions as follows:

General Government	$ 6,796
Public Safety	107,149
Public Works	133,665
Recreation	78,193
Airport	84,405
Library	11,271
Economic Development	3,133
Total Governmental Activities Depreciation Expense	$ 424,612

	BALANCE 1-1-25	ADDITIONS	RECLASSIFY/ DISPOSALS	BALANCE 12-31-25
BUSINESS-TYPE ACTIVITIES				
Capital Assets, Not Being Depreciated:				
Land	$ 10,177			$ 10,177
Total Capital Assets, Not Being Depreciated	$ 10,177	$ -	$ -	$ 10,177
Capital Assets, Being Depreciated:				
Buildings	$ 160,164			$ 160,164
Improvements Other than Buildings	5,193,973	$ 87,504		5,281,477
Machinery and Equipment	1,671,363	220,873	$ (69,682)	1,822,554
Total Capital Assets, Being Depreciated	$ 7,025,500	$ 308,377	$ (69,682)	$ 7,264,195
Less Accumulated Depreciation for				
Buildings	$ (67,624)	$ (5,166)		$ (72,790)
Improvements Other than Buildings	(3,377,970)	(109,682)		(3,487,652)
Machinery and Equipment	(772,979)	(109,871)	$ 44,148	(838,702)
Total Accumulated Depreciation	$ (4,218,573)	$ (224,719)	$ 44,148	$ (4,399,144)
Total Capital Assets, Being Depreciated, Net	$ 2,806,927			$ 2,865,051
Business-Type Activities Capital Assets, Net	$ 2,817,104			$ 2,875,228

6. LONG-TERM LIABILITIES

Bonds Payable

On May 31, 2018 the City issued General Obligation Bonds, Series 2018A in the face amount of $1,195,000 to finance costs associated with the installation of infrastructure to the Prairie Estates housing development. The bonds will be serviced by G.O. Bonds, Series 2018A Fund.

On June 10, 2024 the City issued General Obligation Improvement Bonds, Series 2024A in the face amount of $550,000 to finance costs associated with the Maple Avenue improvement project. The bonds will be serviced by G.O. Improvement Bonds, Series 2024A Fund.

On March 2, 2006, the Slayton Economic Development Authority issued Lease Revenue Bond, Series 2006A in the face amount of $525,000 and Taxable Lease Revenue Bond Series 2006B in the face amount of $240,000 to refinance the Tax Increment Refunding Portion of the Series 2004 Bonds and finance an approximately 3,361 square foot addition, plus basement, to the office building located at 2401 Broadway Avenue in Slayton. The building is leased to the Southwest Regional Development Commission. The bond will be serviced from the SEDA-Lease Revenue Bonds, Series 2006 Fund.

6. LONG-TERM LIABILITIES (Cont.)

Compensated Absences Payable

Compensated Absences Payable includes the accrued liability for unused vacation, sick, and comp time.

GERF Net Pension Liability and PEPFF Net Pension Liability

General Employees Retirement Plan (GERF) Net Pension Liability and Public Employees Police and Fire Plan (PEPFF) Net Pension Liability is the City's portion of the cost-sharing multiple-employer defined pension plans administered by the Public Employees Retirement Association of Minnesota (PERA).

The following is a summary of long-term liability transactions of the City for the year ended December 31, 2025:

GOVERNMENTAL ACTIVITIES	BALANCE 1-1-25	ADDITIONS	PAYMENTS	BALANCE 12-31-25	DUE WITHIN ONE YEAR
General Obligation Bonds	$ 965,000		$ 55,000	$ 910,000	$ 55,000
General Obligation Improvement Bonds	550,000			550,000	44,000
SEDA Revenue Bonds	86,026		56,687	29,339	29,339
Total Government Activities	$ 1,601,026	$ -	$ 111,687	$ 1,489,339	$ 128,339
EMPLOYEE BENEFITS PAYABLE					
Compensated Absences (net)	126,702	113,161		239,863	60,713
GERF Net Pension Liability	252,846		34,575	218,271	
PEPFF Net Pension Liability	332,727		15,981	316,746	
Total Government	$ 2,313,301	$ 113,161	$ 162,243	$ 2,264,219	$ 189,052

Bonds payable at December 31, 2025, are comprised of the following individual issues:

ISSUANCE	ORIGINAL ISSUANCE	MATURITY DATE	INTEREST RATE	DEBT OUTSTANDING
General Obligation Bonds:				
G.O. Bonds, Series 2018A	$ 1,195,000	2-01-37	2.3%-3.45%	$ 910,000
General Obligation Revenue Bonds:				
SEDA-Lease Revenue Bond, Series 2006A	$ 525,000	6-01-26	4.00%	19,238
SEDA-Taxable Lease Revenue Bond, Series 2006B	$ 240,000	6-01-26	5.75%	10,101
General Obligation Improvement Bonds.				
G.O. Improvement Bonds, Series 2024A	$ 550,000	2-01-35	4.688%	550,000
				$ 1,489,339

The annual requirements to amortize all long-term bonds, outstanding as of December 31, 2025, are as follows:

YEAR OF PAYMENT	PRINCIPAL	INTEREST	TOTAL
2026	$ 128,339	$ 53,499	$ 181,838
2027	102,000	49,191	151,191
2028	104,000	45,360	149,360
2029	111,000	41,362	152,362
2030	128,000	36,918	164,918
2031 - 2035	751,000	103,778	854,778
2036 - 2037	165,000	4,916	169,916
	$ 1,489,339	$ 335,024	$ 1,824,363

7. DEFINED BENEFIT PENSION PLANS

A. Plan Description

The City participates in the following cost-sharing multiple-employer defined benefit pension plans administered by the Public Employees Retirement Association of Minnesota (PERA). These plan provisions are established and administered according to Minnesota Statutes chapters 353, 353D, and 356. Minnesota Statutes chapter defines each plan's financial reporting requirements. PERA's defined benefit pension plans are tax qualified plans under Section 401(a) of the Internal Revenue Code.

1. General Employees Retirement Plan (General Plan)

Membership in the General Plan includes employees of counties, cities, townships, schools in non-certified positions, and other governmental entities whose revenues are derived from taxation, fees, or assessments. Plan membership is required for any employee who is expected to earn more than $425 in a month, unless the employee meets exclusion criteria.

7. DEFINED BENEFIT PENSION PLANS (Cont.)

A. Plan Description (Cont.)

2. Public Employees Police and Fire Plan (Police and Fire Plan)

Membership in the Police & Fire Plan includes full-time, licensed police officers and firefighters who meet the membership criteria defined in Minnesota Statutes section 353.64 and who are not earning service credit in any other PERA retirement plan or a local relief association for the same service. Employers can provide Police & Fire Plan coverage for part-time positions and certain other public safety positions by submitting a resolution adopted by the entity's governing body. The resolution must state that the position meets plan requirements.

B. Benefits Provided

PERA provides retirement, disability, and death benefits. Benefit provisions are established by state statute and can only be modified by the state Legislature. Vested, terminated employees who are entitled to benefits, but are not receiving them yet, are bound by the provisions in effect at the time they last terminated their public service. When a member is "vested", they have earned enough service credit to receive a lifetime monthly benefit after leaving public service and reaching an eligible retirement age. Members who retire at or over their Social Security full retirement age with at least one year of service qualify for a retirement benefit.

1. General Employees Plan Benefits

General Employees Plan requires three years of service to vest. Benefits are based on a member's highest average salary for any five successive years of allowable service, age, and years of credit at termination of service. Two methods are used to compute benefits for General Plan members. Members hired prior to July 1, 1989, receive the higher of Step or Level formulas. Only the Level formula is used for members hired after June 30, 1989. Under the Step formula, General Plan members receive 1.2% of the highest average salary for each of the first 10 years of service and 1.7% for each additional year. Under the Level formula, General Plan members receive 1.7% of highest average salary for all years of service. For members hired prior to July 1, 1989, a full retirement benefit is available when age plus years of service equal 90 and normal retirement age is 65. Members can receive a reduced retirement benefit as early as age 55 if they have three or more years of service. Early retirement benefits are reduced by .25% for each month under age 65. Members with 30 or more years of service can retire at any age with a reduction of .25% for each month the member is younger than age 62. The Level formula allows General Plan members to receive a full retirement benefit at age 65 if they were first hired before July 1, 1989 or at age 66 if they were hired on or after July 1, 1989. Early retirement begins at age 55 with an actuarial reduction applied to the benefit.

Benefit increases are provided to benefit recipients each January. The postretirement increase is equal to 50% of the cost-of-living adjustment (COLA) announced by the SSA, with a minimum increase of at least 1% and a maximum of 1.5%. The 2025 annual increase was 1.25%. Recipients that have been receiving the annuity or benefit for at least a full year as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least one month but less than a full year as of the June 30 before the effective date of the increase will receive a prorated increase.

2. Police and Fire Plan Benefits

Benefits for Police and Fire Plan members hired before July 1, 2010, are vested after three years of service. Members hired on or after July 1, 2010, are 50% vested after five years of service and 100% vested after ten years. After five years, vesting increase by 10% each full year of service until members are 100% vested after ten years. Police and Fire Plan members receive 3% of highest average salary for all years of service. Police and Fire Plan members receive a full retirement benefit when they are age 55 and vested, or when their age plus their years of service equals 90 or greater if they were first hired before July 1, 1989. Early retirement starts at age 50, and early retirement benefits are reduced by 0.417% each month members are younger than age 55.

Benefit increases are provided to benefit recipients each January. The postretirement increase is fixed at 1%. Recipients that have been receiving the annuity or benefit for at least 36 months as of the June 30 before the effective date of the increase will receive the full increase. Recipients receiving the annuity or benefit for at least 25 months but less than 36 months as of the June 30 before the effective date of the increase will receive a prorated increase.

C. Contributions

Minnesota Statutes chapters 353 and 356 set the rates for employer and employee contributions. Contribution rates can only be modified by the state Legislature.

7. DEFINED BENEFIT PENSION PLANS (Cont.)

C. Contributions (Cont.)

1. General Employees Fund Contributions (Cont.)

General Plan members were required to contribute 6.50% of their annual covered salary in fiscal year 2025 and the City was required to contribute 7.50% for General Plan members. The City's contributions to the General Employees Fund for the year ended December 31, 2025 were $45,903. The City's contributions were equal to the required contributions as set by state statute.

2. Police and Fire Fund Contributions

Police and Fire Plan members were required to contribute 11.80% of their annual covered salary in fiscal year 2025 and the City was required to contribute 17.70% for Police and Fire Plan members. The City's contributions to the Police and Fire Fund for the year ended December 31, 2025 were $72,941. The City's contributions were equal to the required contributions as set by state statute.

D. Pension Costs

1. General Employees Fund Pension Costs

At December 31, 2025, the City reported a liability of $218,271 for its proportionate share of the General Employees Fund's net pension liability. The City's net pension liability reflected a reduction due to the State of Minnesota's contribution of $16 million. The State of Minnesota is considered a non-employer contributing entity and the state's contribution meets the definition of a special funding situation. The State of Minnesota's proportionate share of the net pension liability associated with the City totaled $5,265.

City's proportionate share of the net pension liability	$ 218,271
State of Minnesota's proportionate share of the net pension liability associated with the City	5,265
Total	$ 223,536

The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's contributions received by PERA during the measurement period for employer payroll paid dates from July 1, 2024 through June 30, 2025, relative to the total employer contributions received from all of PERA's participating employers. The City's proportion share was .0066% at the end of the measurement period and .0068% for the beginning of the period.

For the year ended December 31, 2025, the City recognized pension expense of ($44,380) for its proportionate share of the General Employees Plan's pension expense. In addition, the City recognized an additional $1,054 as pension expense (and grant revenue) for its proportionate share of the State of Minnesota's contribution of $16 million to the General Employees Fund.

At December 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 20,796	
Changes in actuarial assumptions	5,260	$ 50,223
Net difference between projected and actual earnings on pension plan investments		86,853
Changes in proportion		18,203
Employer contributions subsequent to the measurement date	25,124	
TOTAL	$ 51,180	$ 155,279

The $25,124 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2026. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

7. DEFINED BENEFIT PENSION PLANS (Cont.)

D. Pension Costs (Cont.)

1. General Employees Fund Pension Costs (Cont.)

Year ended December 31:	Pension Expense Amount
2026	$ (33,434)
2027	$ (46,675)
2028	$ (33,600)
2029	$ (15,514)

2. Police and Fire Fund Pension Costs

At December 31, 2025, the City reported a liability of $316,746 for its proportionate share of the Police and Fire Fund's net pension liability. The net pension liability was measured as of June 30, 2025, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportionate share of the net pension liability was based on the City's contributions received by PERA during the measurement period for the employer payroll paid dates from July 1, 2024 through June 30, 2025, relative to the total employer contributions received from all of PERA's participating employers. The City's proportionate share was .0270% at the end of the measurement period and .0253% for the beginning of the period.

The State of Minnesota contributed $18 million to the Police and Fire Fund in the plan fiscal year ended June 30, 2025. The contribution consisted of $9 million in direct state aid that meets the definition of a special funding situation and $9 million in supplemental state aid that does not meet the definition of a special funding situation. The $9 million direct state aid was paid on October 1, 2024. The direct state aid payment will increase by $17.7 million which was paid on October 1, 2025. Thereafter, by October 1 of each year, the state will pay $26.7 million to the Police and Fire Fund until the fund is 110% funded for a minimum of three consecutive years (on an actuarial value of assets basis). The $9 million in supplemental state aid will continue until the fund and the State Patrol Plan (administered by the Minnesota State Retirement System) are 100% funded for three consecutive years (on an actuarial value of assets basis). The State of Minnesota's proportionate share of the net pension liability associated with the City totaled $10,980.

City's proportionate share of the net pension liability	$ 316,746
State of Minnesota's proportionate share of the net pension liability associated with the City	10,980
Total	$ 327,726

For the year ended December 31, 2025, the City recognized pension expense of $47,371 for its proportionate share of the Police and Fire Plan's pension expense. The City recognized $5,313 as grant revenue and pension expense for its proportionate share of the State of Minnesota's pension expense for the contribution of $9 million to the Police and Fire Fund special funding situation.

The State of Minnesota is not included as a non-employer contributing entity in the Police and Fire Pension Plan pension allocation schedules for the $9 million in supplemental state aid because this contribution was not considered to meet the definition of a special funding situation. The City recognized $7,218 for the year ended December 31, 2025 as revenue and an offsetting reduction of net pension liability for its proportionate share of the State of Minnesota's on-behalf contributions to the Police and Fire Fund.

At December 31, 2025, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 146,347	
Changes in actuarial assumptions	240,195	$ 396,870
Net difference between projected and actual earnings on pension plan investments		141,368
Changes in proportion	31,839	24,911
Employer contributions subsequent to the measurement date	36,471	
TOTAL	$ 454,852	$ 563,149

7. DEFINED BENEFIT PENSION PLANS (Cont.)

D. Pension Costs (Cont.)

2. Police and Fire Fund Pension Costs (Cont.)

The $36,471 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2026. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:	Pension Expense Amount
2026	$ 75,938
2027	$ (74,156)
2028	$ (152,889)
2029	$ (6,957)
2030	$ 13,296

3. Aggregate Pension Expense

The total pension expense for all plans recognized by the City for the year ended December 31, 2025 was $2,991.

E. Long-Term Expected Return on Investment

The State Board of Investment, which manages the investments of PERA, prepares an analysis of the reasonableness on a regular basis of the long-term expected rate of return using a building-block method in which best-estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce an expected long-term rate of return by weighting the expected future rates of return by the target asset allocation percentages. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	33.5%	5.10%
International Equity	16.5%	5.30%
Fixed Income	25.0%	0.75%
Private Markets	25.0%	5.90%
Total	100%	

F. Actuarial Methods and Assumptions

The total pension liability for each of the cost-sharing defined benefit plans was determined by an actuarial valuation as of June 30, 2025, using the entry age normal actuarial cost method. The long-term rate of return on pension plan investments used to determine the total liability is 7%. The 7% assumption is based on a review of inflation and investment return assumptions from a number of national investment consulting firms. The review provided a range of investment return rates considered reasonable by the actuary. An investment return of 7% is within that range.

- Inflation is assumed to be 2.25% for the General Employees Plan and Police & Fire Plan.
- Benefit increase after retirement are assumed to be 1.50% for the General Employees Plan and 1% for the Police & Fire Plan.

Salary growth assumptions in the General Employees Plan range in annual increments from 11.5% after one year of service to 3% after 27 years of service. In the Police & Fire Plan, salary growth assumptions range in annual increments from 10.75% after one year of service to 3% after 23 years of service.

Mortality rates for the General Employees Plan are based on the Pub-2010 General Employee Mortality Table. Mortality rates for the Police & Fire Plan are based on the Pub-2010 Public Safety Employee Mortality tables. The tables are adjusted slightly to fit PERA's experience.

Actuarial assumptions for the General Employees Plan are reviewed every four years. The General Employees Plan was last reviewed in 2022. The assumption changes were adopted by the board and became effective with the July 1, 2023 actuarial valuation. The Police & Fire Plan was reviewed in 2024. The assumption changes were adopted by the board and became effective with the July 1, 2025 actuarial valuation.

7. DEFINED BENEFIT PENSION PLANS (Cont.)

F. Actuarial Methods and Assumptions (Cont.)

General Employees Fund

The following changes in actuarial assumptions and plan provisions occurred in 2025:

Changes in Actuarial Assumptions:

- Rate of merit and seniority were adjusted, resulting in slightly higher rates.
- Assumed rates of retirement were adjusted as follows: increase the rate of assumed unreduced retirements, slight adjustments to Rule of 90 retirement rates, and slight adjustments to early retirement rates for Tier 1and Tier 2 members.
- Minor increase in assumed withdrawals for males and females.
- Lower rates of disability.
- Continued use of Pub-2010 general mortality table with slight rate adjustments as recommended in the most recent experience study.
- Minor changes to form of payment assumptions for male and female retirees.
- Minor changes to assumptions made with respect to missing participant data.

Changes in Plan Provisions:

- The workers' compensation offset for disability benefits was eliminated. The actuarial equivalent factors updated to reflect the changes in assumptions.

Police and Fire Fund

Changes in Actuarial Assumptions:

- Assumed rates of salary increases were reduced slightly.
- Assumed rates of retirement were adjusted, resulting in an overall increase in unreduced (full) retirements and an overall increase in reduced (early) retirements.
- Assumed rates of withdrawal were modified; the new rates will increase predicted terminations, especially in the first few years of employment.
- Assumed rates of disabled retirement were significantly increased, especially for ages over age 30.
- Continued use of Pub-2010 Public Safety Mortality Table with rates adjusted to better fit observed experience.
- Percent married assumption for female retirees lowered from 70% to 65%.
- Minor changes were made to form of payment assumptions for retirees.
- Minor changes were made to assumptions made with respect to missing participant data.
- The combined service annuity load changed from 33% to 13% vested, terminated members and from 2% to 38% for non-vested, terminated members.

Changes in Plan Provisions:

- The period of time needed for benefit recipients to receive their first benefit increase was reduced by one year (from 36 months to 24 months for a full increase).
- The January 1, 2026 benefit increase changed from 1% to 3%; subsequent January 1 increases will be 1%.
- The threshold to end the $9 million annual state aid contribution changed from the earlier of July 1, 2048 or 90% funded for both PERA Police & Fire and MSRS State Patrol for three consecutive years to 100% funded for both PERA Police & Fire and MSRS State Patrol for three consecutive years (on an actuarial value of assets basis).
- The threshold to end the additional $9 million annual state aid contribution changed from the earlier of July 1, 2048 or 100% funded for a minimum of three consecutive years to 110% funded for a minimum of three consecutive years (on an actuarial value of assets basis).
- An additional $17.7 million in direct state aid will be paid annually each October 1 beginning October 1, 2025 through June 30, 2048.
- Join and survivor actuarial equivalent factors were updated to reflect changes in assumptions.

G. Discount Rate

The discount rate used to measure the total pension liability in 2025 was 7.0%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and employers will be made at rates set in Minnesota Statutes. Based on these assumptions, the fiduciary net position of the General Employees and Police and Fire Plans were projected to be available to make all projected future benefit payments of current plan members. The long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

7. DEFINED BENEFIT PENSION PLANS (Cont.)

H. Pension Liability Sensitivity

The following presents the City's proportionate share of the net pension liability for all plans it participates in, calculated using the discount rate disclosed in the preceding paragraph, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate one percentage point lower or one percentage point higher than the current discount rate:

Sensitivity Analysis
Net Pension Liability (Asset) at Different Discount Rates

	General Employees Fund		Police and Fire Fund	
1% Lower	6.00%	$ 530,147	6.00%	$ 829,942
Current Discount Rate	7.00%	$ 218,271	7.00%	$ 316,746
1% Higher	8.00%	$ (34,730)	8.00%	$ (104,669)

I. Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in a separately issued PERA financial report that includes financial statements and required supplementary information. That report may be obtained on the Internet at www.mnpera.org.

8. DEFINED BENEFIT PENSION PLAN FIRE RELIEF ASSOCIATION

A. Plan Description

All members of the Slayton Fire Department (the Department) are covered by a defined benefit plan administered by the Slayton Fire Department Relief Association (the Association). The plan is a single employer retirement plan and is established and administered in accordance with Minnesota statute, chapter 69.

The Association maintains a separate Special fund to accumulate assets to fund the retirement benefits earned by the Department's membership. Funding for the Association is derived from an insurance premium tax in accordance with the Volunteer Firefighter's Relief Association Financing Guidelines Act of 1971 (chapter 261 as amended by chapter 509 of Minnesota statutes 1980). Funds are also derived from investment income, and City contributions.

The Association's financial information is available on reporting forms filed with the Minnesota State Auditor's Office.

B. Funding Policy

The financial requirements of the Special fund are determined in accordance with section 69.772 of the Minnesota statutes, which requires the payment of pension benefits in a lump sum or optionally in annual installments. Each member who is at least 50 years of age, has retained membership in the Association for 20 years, and has 20 years of service is eligible to receive a full lump sum service pension benefit. If a member has served for more than 5 years, but less than 20 years, he may retire and be placed on the early vested pension roll. When he reaches the age of 50 years and has been a member of the association for at least 5 years, he shall upon application, be paid the following: For active duty of more than 5 years, but less than 6 years, 25% of the full annual pension benefit. An additional 5% is added for each year beyond 5 years of service up to a maximum of 100%. A full year of service is defined as a period of 12 full months of active duty, beginning on the anniversary of the date when the member became an active member. The City's annual pension cost for the current year and related information for the plan is as follows:

Annual pension cost	$ 7,407
Contributions made	
State aid	$ 46,812
Municipal	$ 7,407
Actuarial valuation date	12/31/25
Actuarial cost method	Entry age normal
Amortization method	Level dollar closed
Remaining amortization period:	
Normal cost	20 years
Prior service cost	10 years
Asset valuation method	Market

8. DEFINED BENEFIT PENSION PLAN FIRE RELIEF ASSOCIATION (Cont.)

B. Funding Policy (Cont.)

Actuarial assumptions

Investment rate of return	5%
Projected salary increases	N/A
Inflation rate	N/A
Cost of living adjustments	None

Three Year Trend Information

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/25	$ 7,407	100%	$ 35,105
12/31/24	$ 30,968	100%	$ 29,487
12/31/23	$ 11,525	100%	$ 104,591

9. DUE TO/FROM OTHER FUNDS

At December 31, 2025, the following amounts are due to/from other funds:

G.O. Bonds, Series 2018A Fund owes the Capital Improvement Fund for interfund loan	$ 120,000
G.O. Bonds, Series 2018A Fund owes the Water Fund for interfund loan	120,000
SEDA General to the General Fund for property tax levies	1
SCDG Fund to EDA Revolving Loan Fund for Loan Payment	268
	$ 240,269

The $120,000 that is due to both the Capital Improvement Fund and the Water Fund from the Prairie Addition Construction Fund is considered an interfund loan and is payable solely from "Available Tax Increment". This means each December 31, tax increment available, after other obligations have been paid or as determined by the City Clerk/Administrator, generated in the preceding 12 months with respect to the property within the Tax Increment Financing District No. 1-5, are available to pay this due to.

10. TRANSFERS TO/FROM

During the year the following operating transfers were made:

Governmental Funds:

General Fund to the Library Fund for operating expenses	$ 165,255
General Fund to the Capital Improvement Fund for equipment and improvement committed funds	199,566
General Fund to the SEDA - General Fund for operating expenses	7,500
Capital Improvement Fund to General Fund to maintain minimum fund balance	72,111
Tax Increment V Improvement Fund to G.O. Bonds, Series 2018A Fund for Bond Payment	62,054
	$ 506,486

Enterprise Fund to Governmental Funds:

Gas Fund to General Fund for 2024 expenditures related to the gas utility purchase	$ 8,795
	$ 8,795

11. UNEARNED REVENUE

During 2020, the City received FEMA grant revenue in the amount of $34,493 for the Lake Elsie project. Due to flooding damages in the Lake Elsie water control system, these funds are to be used to restore this facility back to its pre-disaster design, function, and capacity within the existing footprint. This project was not commenced during 2020-2025, therefore the revenue will not be recognized until the project is completed.

During 2025 the City received $5,569 in insurance proceeds to repair Rupp park building. The building was not repaired until 2026, therefore the revenue will be recognized in 2026 when the repairs are completed.

12. FUND BALANCE - CLASSIFICATION

At December 31, 2025, a summary of the governmental fund balance classifications are as follows:

	General Fund	Capital Projects	Other Governmental Funds	Total
Nonspendable:				
Prepaid items	$ 62,863	$ -	$ 3,339	$ 66,202
Restricted:				
Debt Service			$ 297,487	$ 297,487
Drug and Alcohol Related Programs	$ 4,047			4,047
Cable TV (Peg) Expenditures	3,752			3,752
TIF District Community Improvements		$ 253,023		253,023
	$ 7,799	$ 253,023	$ 297,487	$ 558,309
Committed to:				
Library Operations			$ 12,958	$ 12,958
Economic Development			255,793	255,793
Improvements and Equipment		$ 777,940		777,940
Fire Equipment			84,493	84,493
Rehabilitation			21,842	21,842
	$ -	$ 777,940	$ 375,086	$ 1,153,026

13. COMPONENT UNIT FINANCIAL INFORMATION

As explained above, the financial statements include the activities of the Economic Development Authority of Slayton. The Economic Development Authority General Fund and Revolving Loan Fund are considered to be a special revenue funds, Lease Revenue Bonds, Series 2006 Fund is considered a debt service fund, and Tax Increment II Improvement Fund are considered capital projects fund, accordingly the assets, liabilities, fund balance, revenues and expenditures are included with the City's other funds. Condensed financial information for the Economic Development Authority of Slayton is as follows:

Capital Assets	$ 135,473
Other Assets	$ 537,221
Total Assets	$ 672,694
Long-Term Debt Outstanding	$ 29,339
Other Liabilities	$ 1,595
Net Position - Net Investment in Capital Assets	$ 135,473
Net Position - Restricted	$ 223,161
Net Position - Unrestricted	$ 283,126
Total Revenues	$ 21,624
Housing and Economic Development Expense (Depreciation of $3,133)	$ 11,793
Transfer from Other Funds	$ 7,500
Change in Net Position	$ 17,331
Net Position - Unrestricted - Beginning	$ 624,429
Net Position - Unrestricted - Ending	$ 641,760

14. RISK MANAGEMENT

Significant losses are covered by commercial insurance for property coverage, workers compensation, general liability, and auto liability. There have been no significant reductions in insurance coverage from prior years.

SUPPLEMENTARY INFORMATION

CITY OF SLAYTON
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2025

	SPECIAL REVENUE			
	LIBRARY FUND	FIRE EQUIPMENT FUND	SEDA GENERAL FUND	SEDA REVOLVING LOAN FUND
ASSETS				
Cash on Hand	$ 50			
Cash in Checking	18,504	$ 81,443	$ 56,649	$ 198,875
Other Receivable		3,050		
Notes Receivable				32,169
Finance Lease Receivable				
Delinquent Taxes Receivable			1	
Less: Allowance for Delinquent Taxes			(1)	
Delinquent Special Assessments Receivable				
Deferred Special Assessments Receivable				
Due from Other Funds			1	268
Prepaid Expense	3,339			
TOTAL ASSETS	$ 21,893	$ 84,493	$ 56,650	$ 231,312
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Checks Written in Excess of Bank Balance				
Accounts Payable	$ 461			
Accrued Salaries and Wages	5,135			
Total Liabilities	$ 5,596	$ -	$ -	$ -
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows from Special Assessments				
Deferred Inflows from Notes Receivable				$ 32,169
Deferred Inflows from Finance Lease Receivable				
Total Deferred Inflows of Resources	$ -	$ -	$ -	$ 32,169
FUND BALANCES				
Nonspendable	$ 3,339			
Restricted				
Committed	12,958	$ 84,493	$ 56,650	$ 199,143
Unassigned				
Total Fund Balances	$ 16,297	$ 84,493	$ 56,650	$ 199,143
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 21,893	$ 84,493	$ 56,650	$ 231,312

DEBT SERVICE		CAPITAL PROJECTS		
SEDA LEASE REVENUE BOND, SERIES 2006 FUND	GO IMPROVEMENT BONDS, SERIES 2024A FUND	SEDA TAX INCREMENT II IMPROVEMENT FUND	TAX INCREMENT V IMPROVEMENT FUND	TOTAL
				$ 50
	$ 99,118	$ 223,161	$ 29,862	707,612
				3,050
				32,169
$ 26,098				26,098
	1,302			1,303
	(1,302)			(1,303)
	507			507
	49,502			49,502
				269
				3,339
$ 26,098	$ 149,127	$ 223,161	$ 29,862	$ 822,596
$ 1,197				$ 1,197
				461
				5,135
$ 1,197	$ -	$ -	$ -	$ 6,793
	$ 50,009			$ 50,009
				32,169
$ 26,098				26,098
$ 26,098	$ 50,009	$ -	$ -	$ 108,276
				$ 3,339
	$ 99,118	$ 223,161	$ 29,862	352,141
				353,244
$ (1,197)				(1,197)
$ (1,197)	$ 99,118	$ 223,161	$ 29,862	$ 707,527
$ 26,098	$ 149,127	$ 223,161	$ 29,862	$ 822,596

CITY OF SLAYTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	SPECIAL REVENUE			
	LIBRARY FUND	FIRE EQUIPMENT FUND	SEDA GENERAL FUND	SEDA REVOLVING LOAN FUND
REVENUES				
General Property Taxes				
Tax Increment District Property Taxes				
Intergovernmental Revenues	$ 39,103			
Charges for Services	2,620	$ 46,160		$ 7,954
Contributions and Donations	1,999	7,754		
Interest Revenue				
Special Assessments				
Finance Lease Payments Received from RDC				
Miscellaneous	53	455		
TOTAL REVENUES	$ 43,775	$ 54,369	$ -	$ 7,954
EXPENDITURES				
Current				
Public Safety		$ 3,038		
Library	$ 196,258			
Housing and Economic Development			$ 1,311	$ 26,445
Debt Service				
Capital Outlay	3,945	15,098		
TOTAL EXPENDITURES	$ 200,203	$ 18,136	$ 1,311	$ 26,445
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ (156,428)	$ 36,233	$ (1,311)	$ (18,491)
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets	$ 33			
Transfers from Other Funds	165,255		$ 7,500	
Transfers to Other Funds				
TOTAL OTHER FINANCING SOURCES (USES)	$ 165,288	$ -	$ 7,500	$ -
NET CHANGE IN FUND BALANCES	$ 8,860	$ 36,233	$ 6,189	$ (18,491)
FUND BALANCES - January 1	7,437	48,260	50,461	217,634
FUND BALANCES - December 31	$ 16,297	$ 84,493	$ 56,650	$ 199,143

DEBT SERVICE		CAPITAL PROJECTS		
SEDA LEASE REVENUE BOND, SERIES 2006 FUND	GO IMPROVEMENT BONDS, SERIES 2024A FUND	SEDA TAX INCREMENT II IMPROVEMENT FUND	TAX INCREMENT V IMPROVEMENT FUND	TOTAL
	$ 61,716			$ 61,716
			$ 29,862	29,862
				39,103
				56,734
				9,753
$ 1,558				1,558
	15,501			15,501
74,274				74,274
				508
$ 75,832	$ 77,217	$ -	$ 29,862	$ 289,009
				$ 3,038
				196,258
		$ 5,446		33,202
$ 60,044	$ 30,012			90,056
				19,043
$ 60,044	$ 30,012	$ 5,446	$ -	$ 341,597
$ 15,788	$ 47,205	$ (5,446)	$ 29,862	$ (52,588)
				$ 33
				172,755
			$ (62,054)	(62,054)
$ -	$ -	$ -	$ (62,054)	$ 110,734
$ 15,788	$ 47,205	$ (5,446)	$ (32,192)	$ 58,146
(16,985)	51,913	228,607	62,054	649,381
$ (1,197)	$ 99,118	$ 223,161	$ 29,862	$ 707,527

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF SLAYTON
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH BUDGET
REVENUES				
General Property Taxes	$ 1,399,842	$ 1,399,842	$ 1,387,426	$ (12,416)
Licenses and Permits	9,000	9,000	8,875	(125)
Franchise Fees	20,000	20,000	15,991	(4,009)
Intergovernmental Aid	1,435,135	1,435,135	1,224,852	(210,283)
Charges for Services	111,763	111,763	115,794	4,031
Fines and Forfeits	6,000	6,000	5,457	(543)
Other Grants			3,700	3,700
Contributions and Donations	5,000	5,000	3,965	(1,035)
Interest Revenue	10,000	10,000	631	(9,369)
Miscellaneous	11,000	11,000	13,502	2,502
TOTAL REVENUES	$ 3,007,740	$ 3,007,740	$ 2,780,193	$ (227,547)
EXPENDITURES				
Current				
General Government	$ 327,568	$ 327,568	$ 336,342	$ (8,774)
Public Safety	955,645	955,645	946,193	9,452
Public Works	568,565	568,565	460,406	108,159
Sanitation	13,500	13,500	10,091	3,409
Culture and Recreation	268,969	268,969	258,420	10,549
Airport	20,672	20,672	18,220	2,452
Miscellaneous	21,000	21,000	23,526	(2,526)
Capital Outlay				
General Government			4,183	(4,183)
Public Safety	23,000	23,000	22,037	963
Public Works			1,445	(1,445)
Culture and Recreation	8,000	8,000	81,833	(73,833)
Airport	436,000	436,000	116,642	319,358
Housing and Urban Development			14,784	(14,784)
Miscellaneous	5,000	5,000	246,699	(241,699)
TOTAL EXPENDITURES	$ 2,647,919	$ 2,647,919	$ 2,540,821	$ 107,098
EXCESS OF REVENUES OVER EXPENDITURES	$ 359,821	$ 359,821	$ 239,372	$ (120,449)
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets			$ 13,408	$ 13,408
Transfers from Other Funds	$ 12,500	$ 12,500	80,906	68,406
Transfers to Other Funds	(372,321)	(372,321)	(372,321)	-
TOTAL OTHER FINANCING SOURCES (USES)	$ (359,821)	$ (359,821)	$ (278,007)	$ 81,814
NET CHANGE IN FUND BALANCE	$ -	$ -	$ (38,635)	$ (38,635)
FUND BALANCE - January 1	1,024,301	1,024,301	1,024,301	-
FUND BALANCE - December 31	$ 1,024,301	$ 1,024,301	$ 985,666	$ (38,635)

See Accompanying Notes to the Required Supplementary Information

CITY OF SLAYTON
REQUIRED SUPPLEMENTARY INFORMATION (LAST TEN YEARS)
SCHEDULE OF CITY'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
PERA GENERAL EMPLOYEES RETIREMENT FUND (GERF)
AND PUBLIC EMPLOYEES POLICE AND FIRE FUND (PEPFF)
FOR THE YEAR ENDED DECEMBER 31, 2025

Fiscal Year Ending	City's Proportionate Share (Percentage) of the Net Pension Liability (Asset)	City's Proportionate Share (Amount) of the Net Pension Liability (Asset) (a)	State's Proportionate Share (Amount) of the Net Pension Liability Associated with City (b)	City's Proportionate Share of the Net Pension Liability and the State's Proportionate Share of the Net Pension Liability Associated With City (a + b)	City's Covered-Employee Payroll** (c)	City's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered-Employee Payroll (a+b)/c	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
GERF							
June 30, 2025	0.0066%	$ 218,271	$ 5,265	$ 223,536	$ 602,346	36.24%	90.78%
June 30, 2024	0.0068%	$ 252,846	$ 6,538	$ 259,384	$ 575,482	43.94%	89.08%
June 30, 2023	0.0070%	$ 391,432	$ 10,801	$ 402,233	$ 550,520	71.10%	83.10%
June 30, 2022	0.0072%	$ 570,242	$ 16,693	$ 586,935	$ 532,176	107.15%	76.67%
June 30, 2021	0.0073%	$ 311,743	$ 9,491	$ 321,234	$ 515,403	60.49%	87.00%
June 30, 2020	0.0067%	$ 401,696	$ 12,375	$ 414,071	$ 491,308	81.76%	79.06%
June 30, 2019	0.0069%	$ 381,486	$ 11,833	$ 393,319	$ 490,354	77.80%	80.23%
June 30, 2018	0.0078%	$ 432,712	$ 14,095	$ 446,807	$ 504,343	85.80%	79.53%
June 30, 2017	0.0078%	$ 497,947	$ 6,229	$ 504,176	$ 502,965	99.00%	75.90%
June 30, 2016	0.0075%	$ 608,963	$ 7,955	$ 616,918	$ 469,202	129.79%	68.91%
PEPFF							
June 30, 2025	0.0270%	$ 316,746	$10,980	$ 327,726	$ 399,824	79.22%	91.78%
June 30, 2024	0.0253%	$ 332,727	$12,683	$ 345,410	$ 364,895	91.18%	90.17%
June 30, 2023	0.0264%	$ 455,894	$18,388	$ 474,282	$ 338,223	134.79%	86.47%
June 30, 2022	0.0262%	$ 1,140,121	$49,908	$ 1,190,029	$ 323,894	352.00%	70.53%
June 30, 2021	0.0288%	$ 222,305	$9,996	$ 232,301	$ 323,192	68.78%	93.66%
June 30, 2020	0.0268%	$ 353,253	$8,312	$ 361,565	$ 304,826	115.89%	87.19%
June 30, 2019	0.0266%	$ 283,184		$ 283,184	$ 288,418	98.19%	89.26%
June 30, 2018	0.0240%	$ 255,815		$ 255,815	$ 269,715	94.85%	88.84%
June 30, 2017	0.0270%	$ 364,532		$ 364,532	$ 263,056	138.58%	85.43%
June 30, 2016	0.027%	$ 1,083,557		$ 1,083,557	$ 267,563	404.97%	63.88%

**For purposes of this schedule, covered payroll is defined as "pensionable wages".

CITY OF SLAYTON
REQUIRED SUPPLEMENTARY INFORMATION (LAST TEN YEARS)
SCHEDULE OF CITY'S CONTRIBUTIONS
PERA GENERAL EMPLOYEES RETIREMENT FUND (GERF)
AND PUBLIC EMPLOYEES POLICE AND FIRE FUND (PEPFF)
FOR THE YEAR ENDED DECEMBER 31, 2025

Fiscal Year Ending	Statutorily Required Contribution (a)	Contributions in Relation to the Statutorily Required Contribution (b)	Contribution Deficiency (Excess) (a-b)	Covered-Employee Payroll** (d)	Contributions as a Percentage of Covered-Employee Payroll (b/d)
GERF					
December 31, 2025	$45,903	$45,903	$0	$612,042	7.50%
December 31, 2024	$44,449	$44,449	$0	$592,650	7.50%
December 31, 2023	$41,874	$41,874	$0	$558,314	7.50%
December 31, 2022	$40,704	$40,704	$0	$542,726	7.50%
December 31, 2021	$39,913	$39,913	$0	$532,176	7.50%
December 31, 2020	$37,397	$37,397	$0	$498,631	7.50%
December 31, 2019	$36,239	$36,239	$0	$483,985	7.49%
December 31, 2018	$37,476	$37,476	$0	$496,723	7.54%
December 31, 2017	$38,397	$38,397	$0	$511,962	7.50%
December 31, 2016	$37,048	$37,048	$0	$493,968	7.50%
PEPFF					
December 31, 2025	$72,941	$72,941	$0	$412,099	17.70%
December 31, 2024	$68,596	$68,596	$0	$387,550	17.70%
December 31, 2023	$60,576	$60,576	$0	$342,239	17.70%
December 31, 2022	$59,155	$59,155	$0	$334,208	17.70%
December 31, 2021	$57,329	$57,329	$0	$323,894	17.70%
December 31, 2020	$57,081	$57,081	$0	$322,490	17.70%
December 31, 2019	$48,674	$48,674	$0	$287,162	16.95%
December 31, 2018	$46,927	$46,927	$0	$289,675	16.20%
December 31, 2017	$40,460	$40,460	$0	$249,755	16.20%
December 31, 2016	$44,770	$44,770	$0	$276,357	16.20%

**For purposes of this schedule, covered payroll is defined as "pensionable wages".

CITY OF SLAYTON
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
FOR FIRE RELIEF ASSOCIATION PENSION
FOR THE YEAR ENDED DECEMBER 31, 2025

Valuation Date	Value of Assets	Accrued Liability	Assets in Excess of (Unfunded) Accrued Liability	Funded Rate	Pension Benefit Per Year of Service
December 31, 2025	$ 802,193	$ 837,298	$ (35,105)	95.8%	$ 2,000
December 31, 2024	$ 740,501	$ 769,988	$ (29,487)	96.2%	$ 2,000
December 31, 2023	$ 640,824	$ 745,415	$ (104,591)	86.0%	$ 2,000
December 31, 2022	$ 569,611	$ 722,410	$ (152,799)	78.8%	$ 2,000
December 31, 2021	$ 769,384	$ 835,225	$ (65,841)	92.1%	$ 2,000
December 31, 2020	$ 681,275	$ 806,996	$ (125,721)	84.4%	$ 1,800
December 31, 2019	$ 650,159	$ 760,268	$ (110,109)	85.5%	$ 1,800
December 31, 2018	$ 546,360	$ 706,988	$ (160,628)	77.3%	$ 1,800
December 31, 2017	$ 619,401	$ 807,088	$ (187,687)	76.7%	$ 1,800
December 31, 2016	$ 609,093	$ 673,392	$ (64,299)	90.5%	$ 1,600

CITY OF SLAYTON
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 1 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgets and Budgetary Accounting

The coming year's budgets are prepared in August and September of each year by the City Clerk/Administrator, department heads, and designated council members. After the departmental preliminary budgets have been compiled, they are combined into the City's preliminary budget. The preliminary budget is then reviewed by the entire council during a special council meeting and approved at the regular council meeting prior to the deadline date for levy certification to the county auditor. The budgets are prepared on a basis consistent with general accepted accounting principles. Budget appropriations lapse at year end.

Excess of Expenditures Over Appropriations

	Appropriations	Expenditures	Excess

None

NOTE 2 – SIGNIFICANT VARIANCES

Variances of Actual Revenues/Expenditures Compared to Budgetary Appropriations in the General Fund

- General property taxes were $12,416 less than budgeted due to current taxes that were uncollected.
- Intergovernmental aid was $210,283 less than budgeted largely due to airport grants and aids less than budgeted and unbudgeted federal aid received.
- Public works was $108,159 under budget due to streets repairs and maintenance and insurances less than budgeted.
- Culture and recreation was $10,549 under budget largely due to salaries and wages less than budgeted.
- Culture and recreation capital outlay was $73,833 over budget due to unbudgeted senior center building improvements of $71,162 that were covered by a federal grant.
- Airport capital outlay was $319,358
- under budget due to airport improvements that were not completed in 2025.
- Housing and urban development capital outlay was $14,784 over budget due to a house purchase and demolition costs.
- Miscellaneous capital outlay was $241,699 over budget due to the ongoing electric analysis capitalized costs.

NOTE 3 – GENERAL EMPLOYEES FUND

2025 Changes

Changes in Actuarial Assumptions

The combined service annuity loading factors increased from 15% to 19% for vested terminated members and from 3% to 44% for non-vested, terminated members.

The assumed post-retirement benefit increase changed from 1.25% to 1.5%.

Changes in Plan Provisions

The post-retirement benefit increase formula changed to 100% of the Social Security annual increase, between 1% and 1.75% , beginning January 1, 2026. If the funded ratio (on a market value of assets basis) is less than 85% for the last two consecutive annual valuations or is less than 80% in the most recent actuarial valuation, the maximum is reduced to 1.5%. Previously, the benefit increase was 50% of the Social Security annual increase, between 1% and 1.5%.

The 1% additional employer contribution is eliminated when the plan reaches 98% funded status (on an actuarial value of assets basis); this contribution was previously scheduled to stop when the plan reached 100% funded status.

2024 Changes

Changes in Actuarial Assumptions

Rates of merit and seniority were adjusted, resulting in slightly higher rates.

Assumed rates of retirement were adjusted as follows: increase the rate of assumed unreduced retirements, slight adjustments to Rule of 90 retirement rates, and slight adjustments to early retirement rates for Tier 1 and Tier 2 members.

Minor increase in assumed withdrawals for males and females.

CITY OF SLAYTON
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 3 – GENERAL EMPLOYEES FUND (Cont.)
Continued use of Pub-2010 general mortality table with slight rate adjustments as recommended in the most recent experience study.

Minor changes to form of payment assumptions for male and female retirees.

Minor changes to assumptions made with respect to missing participant data.

Changes in Plan Provisions
The workers' compensation offset for disability benefits was eliminated. The actuarial equivalent factors updated to reflect the changes in assumptions

2023 Changes
Changes in Actuarial Assumptions
The investment return assumption and single discount rate were changed from 6.5% to 7.00%.

Changes in Plan Provisions
An additional one-time direct state aid contribution of $170.1 million will be contributed to the Plan on October 1, 2023.

The vesting period of those hired after June 30, 2010, was changed from five years of allowable service to three years of allowable service.

The benefit increase delay for early retirements on or after January 1, 2024, was eliminated.

A one-time, non-compounding benefit increase of 2.5% minus the actual 2024 adjustment will be payable in a lump sum for calendar year 2024 by March 31, 2024.

2022 Changes
Changes in Actuarial Assumptions
The mortality improvement scale was changed from Scale MP-2020 to Scale MP-2021.

Changes in Plan Provisions
There were no changes in plan provisions since the previous valuation.

2021 Changes
Changes in Actuarial Assumptions
The investment return and single discount rates were changed from 7.50% to 6.50%, for financial reporting purposes.

The mortality improvement scale was changed from Scale MP-2019 to Scale MP-2020.

Changes in Plan Provisions
There were no changes in plan provisions since the previous valuation.

2020 Changes
Changes in Actuarial Assumptions
The price inflation assumption was decreased from 2.50% to 2.25%.

The payroll growth assumption was decreased from 3.25% to 3.00%.

Assumed salary increase rates were changed as recommended in the June 30, 2019, experience study. The net effect is assumed rates that average 0.25% less than previous rates.

Assumed rates of retirement were changed as recommended in the June 30, 2019 experience study. The changes result in more unreduced (normal) retirements and slightly fewer Rule of 90 and early retirements.

Assumed rates of termination were changed as recommended in the June 30, 2019 experience study. The new rates are based on service and are generally lower than the previous rates for years 2-5 and slightly higher thereafter.

CITY OF SLAYTON
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 3 – GENERAL EMPLOYEES FUND (Cont.)

Assumed rates of disability were changed as recommended in the June 30, 2019 experience study. The change results in fewer predicted disability retirements for males and females.

The base mortality table for healthy annuitants and employees was changed from the RP-2014 table to the Pub-2010 General Mortality table, with adjustments. The base mortality table for disabled annuitants was changed from the RP-2014 disabled annuitant mortality table to the PUB-2010 General/Teacher disabled annuitant mortality table, with adjustments.

The mortality improvement scale was changed from Scale MP-2018 to Scale MP-2019.

The assumed spouse age difference was changed from two years older for females to one year older.

The assumed number of married male new retirees electing the 100 percent Joint & Survivor option changed from 35% to 45%. The assumed number of married female new retirees electing the 100% Joint & Survivor option changed from 15% to 30%. The corresponding number of married new retirees electing the Life annuity option was adjusted accordingly.

Changes in Plan Provisions

Augmentation for current privatized members was reduced to 2.0% for the period July 1, 2020, through December 31, 2023, and 0.0% after. Augmentation was eliminated for privatizations occurring after June 30, 2020.

2019 Changes

Changes in Actuarial Assumptions

The mortality projection scale was changed from MP-2017 to MP-2018.

Changes in Plan Provisions

The employer supplemental contribution was changed prospectively, decreasing from $31 million to $21 million per year. The State's special funding contribution was changed prospectively, requiring $16 million due per year through 2031.

2018 Changes

Changes in Actuarial Assumptions

The mortality projection scale was changed from MP-2015 to MP-2017.

The assumed benefit increase was changed from 1.0% per year through 2044 and 2.5% per year thereafter to 1.25% per year.

Changes in Plan Provisions

The augmentation adjustment in early retirement factors is eliminated over a five-year period starting July 1, 2019, resulting in actuarial equivalence after June 30, 2024.

Interest credited on member contributions decreased from 4.0% to 3.0%, beginning July 1, 2018.

Deferred augmentation was changed to 0.0%, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply.

Contribution stabilizer provisions were repealed.

Annual increases were changed from 1 percent per year with a provision to increase to 2.5% upon attainment of 90% funding ratio to 50% of the Social Security Cost-of Living Adjustment, not less than 1.0% and not more than 1.5%, beginning January 1, 2019.

For retirements on or after January 1, 2024, the first benefit increase is delayed until the retiree reaches normal retirement age; does not apply to Rule of 90 retirees, disability benefit recipients, or survivors.

Actuarial equivalent factors were updated to reflect revised mortality and interest assumptions.

2017 Changes

Changes in Actuarial Assumptions

The combined service annuity (CSA) loads were changed from 0.80% for active members and 60% for vested and non-vested deferred members. The revised CSA load are now 0% for active member liability, 15.0% for vested deferred member liability, and 3.0% for non-vested deferred member liability.

CITY OF SLAYTON
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 3 – GENERAL EMPLOYEES FUND (Cont.)
The assumed annual increase rate was changed for 1.0% per year for all years to 1.0% per year through 2044 and 2.50% per year thereafter.

Changes in Plan Provisions
The State's contribution for the Minneapolis Employees Retirement Fund equals $16.0 million in 2017 and 2018 and $6.0 million thereafter.

The Employer Supplemental Contribution for the Minneapolis Employees Retirement Fund changed from $21,000,000 to $31,000,000 in calendar years 2019 to 2031. The State's contribution changed from $16,000,000 to $6,000,000 in calendar years 2019 to 2031.

2016 Changes:
Changes in Actuarial Assumptions
The assumed annual increase rate was changed from 1 percent per year through 2035 and 2.50% per year thereafter to 1.0% per year for all years.

The assumed investment return was changed from 7.90% to 7.50%. The single discount rate changed from 7.90% to 7.50%.

Other assumptions were changed pursuant to the experience study June 30, 2015. The assumed future salary increases, payroll growth, and inflation were decreased by 0.25% to 3.25% for payroll growth and 2.50% for inflation.

Changes in Plan Provisions
There have been no changes since the prior valuation.

NOTE 4 – POLICE AND FIRE PLAN
2025 Changes
Changes in Actuarial Assumptions
Assumed rates of salary increases were reduced slightly.

Assumed rates of retirement were adjusted, resulting in an overall increase in unreduced (full) retirements and an overall increase in reduced (early) retirements.

Assumed rates of withdrawal were modified; the new rates will increase predicted terminations, especially in the first few years of employment.

Assumed rates of disabled retirement were significantly increased, especially for ages over age 30.

Continued used of Pub-2010 Public Safety Mortality Table with rates adjusted to better fit observed experience.

Percent married assumption for female retirees lowered from 70% to 65%.

Minor changes were made to form of payment assumptions for retirees.

Minor changes were made to assumptions made with respect to missing participant data.

The combined service annuity load changed from 33% to 13% for vested, terminated members and from 2% to 38% for non-vested, terminated members.

Changes in Plan Provisions
The period of time needed for benefit recipients to receive their first benefit increase was reduced by one year (from 36 months to 24 months for a full increase).

The January 1, 2026 benefit increase changed from 1% to 3%; subsequent January 1 increases will be 1%.

The threshold to end the $9 million annual state aid contribution changed from the earlier of July 1, 2048 or 90% funded for both PERA Police & Fire and MSRS State Patrol for three consecutive years to 100% funded for both PERA Police & Fire and MSRS State Patrol for three consecutive years (on an actuarial value of assets basis).

CITY OF SLAYTON
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 4 – POLICE AND FIRE PLAN (Cont.)

The threshold to end the additional $9 million annual state aid contribution changed from the earlier of July 1, 20248 or 100% funded for a minimum of three consecutive years to 110% funded for a minimum of three consecutive years (on an actuarial value of assets basis).

An additional $17.7 million in direct state aid will be paid annually each October 1 beginning October 1, 2025 through June 30, 2048.

Join and survivor actuarial equivalent factors were updated to reflect changes in assumptions.

2024 Changes

Changes in Actuarial Assumptions

There were no changes in actuarial assumptions since the prior valuation.

Changes in Plan Provisions

The State contribution of $9.0 million per year will continue until the earlier of 1) both the Police & Fire Plan and the State Patrol Retirement Fund attain 90 percent funded status for three consecutive years (on an actuarial value of assets basis) or 2) July 1, 2048. The contribution was previously due to expire after attaining a 90 percent funded status for one year.

The additional $9.0 million contribution will continue until the Police & Fire Plan is fully funded for a minimum of three consecutive years on an actuarial value of assets basis, or July 1, 2048, whichever is earlier. This contribution was previously due to expire upon attainment of fully funded status on an actuarial value of assets basis for one year (or July 1, 2048 if earlier).

2023 Changes

Changes in Actuarial Assumptions

The investment return assumption was changed from 6.5% to 7.0%.

The single discount rate changed from 5.4% to 7.0%.

Changes in Plan Provisions

Additional one-time direct state aid contribution of $19.4 million will be contributed to the Plan on October 1, 2023.

Vesting requirement for new hires after June 30, 2014, was changed from a graded 20-year vesting schedule to a graded 10-year vesting schedule, with 50% vesting after five years, increasing incrementally to 100% after 10 years.

A one-time, non-compounding benefit increase of 3.0% will be payable in a lump sum for calendar year 2024 by March 31, 2024.

Psychological treatment is required effective July 1, 2023, prior to approval for a duty disability benefit for a psychological condition relating to the member's occupation.

The total and permanent duty disability benefit was increased, effective July 1, 2023.

2022 Changes

Changes in Actuarial Assumptions

The mortality improvement scale was changed from Scale MP-2020 to Scale MP-2021.

The single discount rate changed from 6.5% to 5.4%.

Changes in Plan Provisions

There were no changes in plan provisions since the previous valuation.

2021 Changes

Changes in Actuarial Assumptions

The investment return and single discount rates were changed from 7.50% to 6.50%, for financial reporting purposes.

The inflation assumption was changed from 2.50% to 2.25%.

The payroll growth assumption was changed from 3.25% to 3.00%.

CITY OF SLAYTON
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 4 – POLICE AND FIRE PLAN (Cont.)

The base mortality table for healthy annuitants and employees was changed from the RP-2014 table to the Pub-2010 Public Safety Mortality table. The mortality improvement scale was changed from MP-2019 to MP-2020.

The base mortality table for disabled annuitants was changed from the RP-2014 healthy annuitant mortality table (with future mortality improvement according to Scale MP-2019) to the Pub-2010 Public Safety disabled annuitant mortality table (with future mortality improvement according to Scale MP-2020).

Assumed rates of salary increase were modified as recommended in the July 14, 2020, experience study. The overall impact is a decrease in gross salary increase rates.

Assumed rates of retirement were changed as recommended in the July 14, 2020, experience study. The changes result in slightly more unreduced retirements and fewer assumed early retirements.

Assumed rates of withdrawal were changed from select and ultimate rates to service-based rates. The changes result in more assumed terminations.

Assumed rates of disability were increased for ages 25-44 and decreased for ages over 49. Overall, proposed rates result in more projected disabilities.

Assumed percent married for active female members was changed from 60% to 70%. Minor changes to form of payment assumptions were applied.

Changes in Plan Provisions

There were no changes in plan provisions since the previous valuation.

2020 Changes

Changes in Actuarial Assumptions

The mortality projection scale was changed from MP-2018 to MP-2019.

Changes in Plan Provisions

There have been no changes since the prior valuation.

2019 Changes

Changes in Actuarial Assumptions

The mortality projection scale was changed from MP-2017 to MP-2018.

Changes in Plan Provisions

There have been no changes since the prior valuation.

2018 Changes

Changes in Actuarial Assumptions

The mortality projection scale was changed from MP-2016 to MP-2017.

Changes in Plan Provisions

Annual increases were changed to 1.00% for all years, with no trigger.

An end date of July 1, 2048, was added to the existing $9 million state contribution.

New annual state aid will equal $4.5 million in fiscal years 2019 and 2020, and $9 million thereafter until the plan reaches 100% funding, or July 1, 2048, if earlier.

Member contributions were changed from 10.8% to 11.3% of pay, effective January 1, 2019, and 11.8% of pay, effective January 1, 2020.

Employer contributions were changed from 16.2% to 16.95% of pay, effective January 1, 2019, and 17.7% of pay, effective January 1, 2020.

Interest credited on member contributions decreased from 4% to 3%, beginning July 1, 2018.

CITY OF SLAYTON
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2025

NOTE 4 – POLICE AND FIRE PLAN (Cont.)

Deferred augmentation was changed to 0.00%, effective January 1, 2019. Augmentation that has already accrued for deferred members will still apply.

Actuarial equivalent factors were updated to reflect revised mortality and interest assumptions.

2017 Changes

Changes in Actuarial Assumptions

Assumed salary increases were changed as recommended in the June 30, 2016, experience study. The net effect is proposed rates that average 0.34% lower than the previous rates.

Assumed rates of retirement were changed, resulting in fewer retirements.

The combined service annuity (CSA) load was 30% for vested and non-vested, deferred members. The CSA has been changed to 33% for vested members and 2.0% for nonvested members.

The base mortality table for healthy annuitants was changed from the RP-2000 fully generational table to the RP-2014 fully generational table (with a base year of 2006), with male rates adjusted by a factor of 0.96. The mortality improvement scale was changed from Scale AA to Scale MP-2016. The base mortality table for disabled annuitants was changed from the RP-2000 disabled mortality table to the mortality tables assumed for healthy retirees.

Assumed termination rates were decreased to 3.0% for the first three years of service. Rates beyond the select period of three years were adjusted, resulting in more expected terminations overall.

Assumed percentage of married female members was decreased from 65% to 60%.

Assumed age difference was changed from separate assumptions for male members (wives assumed to be three years younger) and female members (husbands assumed to be four years older) to the assumption that males are two years older than females.

The assumed percentage of female members electing joint and survivor annuities was increased.

The assumed annual benefit increase rate was changed from 1.00% for all years to 1.00 per year through 2064 and 2.5 percent thereafter.

The single discount rate was changed from 5.6% per annum to 7.5% per annum.

Changes in Plan Provisions

There have been no changes since the prior valuation.

2016 Changes:

Changes in Actuarial Assumptions

The assumed annual benefit increase rate was changed from 1.0% per year through 2037 and 2.5% per year thereafter to 1.0% per year for all future years.

The assumed investment return was changed from 7.9% to 7.5%.

The single discount rate changed from 7.9% to 5.6%.

The assumed future salary increases, payroll growth, and inflation were decreased by 0.25% to 3.25% for payroll growth and 2.5% for inflation.

Changes in Plan Provisions

There have been no changes since the prior valuation.

SUPPLEMENTARY INFORMATION

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
GENERAL FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash on Hand	$ 150	$ 150
Cash in Checking	979,099	880,964
Cash in Savings and Money Market	12,321	12,259
Other Receivables	10,320	6,221
Delinquent Taxes Receivable	35,156	22,147
Less: Estimated Uncollectible Taxes	(35,156)	(22,147)
Delinquent Special Assessments Receivable	100	
Deferred Special Assessments Receivable	1,469	1,469
Due from Other Governmental Units	194,591	141,171
Prepaid Expense	62,863	84,215
TOTAL ASSETS	$ 1,260,913	$ 1,126,449
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
LIABILITIES		
Accounts Payable	$ 175,604	$ 26,286
Accrued Salaries and Wages	30,604	33,381
Taxes Payable	6,866	30
Payroll Liabilities	11,238	6,488
Due to Other Governmental Units	9,303	
Due to Slayton Economic Development Authority	1	1
Unearned Revenue	40,062	34,493
Total Liabilities	$ 273,678	$ 100,679
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows from Special Assessments	$ 1,569	$ 1,469
Total Deferred Inflows of Resources	$ 1,569	$ 1,469
FUND BALANCE		
Nonspendable	$ 62,863	$ 84,215
Restricted for DARE Program		21,197
Restricted for Drug and Alcohol Related Programs	4,047	4,047
Restricted for Cable TV (Peg) Expenditures	3,752	21,354
Unassigned (Working Capital)	915,004	893,488
Total Fund Balance	$ 985,666	$ 1,024,301
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCE	$ 1,260,913	$ 1,126,449

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
REVENUES				
GENERAL PROPERTY TAXES				
Current Ad Valorem	$ 1,399,842	$ 1,379,432	$ (20,410)	$ 1,276,163
Delinquent Ad Valorem		7,563	7,563	16,092
Penalties and Interest		431	431	223
Total General Property Taxes	$ 1,399,842	$ 1,387,426	$ (12,416)	$ 1,292,478
LICENSES AND PERMITS				
Business	$ 6,500	$ 7,020	$ 520	$ 6,640
Non-Business	2,500	1,855	(645)	880
Total Licenses and Permits	$ 9,000	$ 8,875	$ (125)	$ 7,520
INTERGOVERNMENTAL REVENUES				
Local Government Aid	$ 897,366	$ 897,366	$ -	$ 896,543
Market Value Credit Aid		138	138	109
Small Cities Assistance	20,000	23,095	3,095	36,076
State Police Relief Aid	53,000	55,434	2,434	60,486
State Fire Relief Aid	30,000	47,812	17,812	41,495
Airport Grants and Aids	429,769	121,572	(308,197)	18,343
Federal Aid		71,822	71,822	36,166
Police and Fire Department Training	5,000	5,740	740	8,559
Other State Grants and Aids		1,873	1,873	12,855
Total Intergovernmental Revenues	$ 1,435,135	$ 1,224,852	$ (210,283)	$ 1,110,632
CHARGES FOR SERVICES				
Swimming Pool Admission Fees	$ 12,000	$ 12,084	$ 84	$ 11,952
Swimming Pool Concessions and Merchandise	8,000	8,550	550	7,888
Swimming Pool Pass Fees	22,000	21,359	(641)	20,539
Swimming Pool Swim Lesson Fees	23,000	18,455	(4,545)	16,775
Zoning Fees	1,000	3,631	2,631	7,694
Airport Fuel Sales	4,000	7,996	3,996	3,158
Airport User Fees	500	1,460	960	700
Police Impound Fees			-	585
Police Miscellaneous Charges	2,500	1,630	(870)	1,180
Streets Charges for Services	2,000	2,440	440	3,191
Trash Day Charges	3,000	2,695	(305)	2,660
Park and Recreation Fees	2,000	1,580	(420)	1,790
Land and Building Rents	31,763	33,914	2,151	30,184
Total Charges for Services	$ 111,763	$ 115,794	$ 4,031	$ 108,296
FINES AND FORFEITS				
Traffic and Ordinance Fines	$ 4,000	$ 4,065	$ 65	$ 3,616
DARE Fines	2,000	1,392	(608)	1,190
Total Fines and Forfeits	$ 6,000	$ 5,457	$ (543)	$ 4,806
MISCELLANEOUS				
Interest Revenue	$ 10,000	$ 631	$ (9,369)	$ 6,347
Other Grants		3,700	3,700	10,000
Contributions and Donations	5,000	3,965	(1,035)	19,832
Gambling Funds Received		3,191	3,191	2,998
Cable TV Franchise Fee	20,000	15,991	(4,009)	14,855
Cable TV Peg Fees	3,000	1,719	(1,281)	1,349
Insurance Refunds and Dividends	5,000		(5,000)	9,793
Miscellaneous	3,000	8,592	5,592	2,591
Total Miscellaneous	$ 46,000	$ 37,789	$ (8,211)	$ 67,765
TOTAL REVENUES	$ 3,007,740	$ 2,780,193	$ (227,547)	$ 2,591,497

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
EXPENDITURES				
GENERAL GOVERNMENT				
Legislative				
Council Salaries	$ 16,000	$ 16,000	$ -	$ 8,000
Council FICA and Medicare	1,224	1,224	-	612
Council Insurance	144	137	7	129
Council League and Association Dues	7,183	7,165	18	5,281
Council Miscellaneous	50	388	(338)	73
Publication of Ordinances and Proceedings	9,000	8,974	26	8,190
Total Legislative	$ 33,601	$ 33,888	$ (287)	$ 22,285
Executive				
Mayor Salaries	$ 6,000	$ 6,000	$ -	$ 3,000
Mayor FICA and Medicare	459	459	-	230
Mayor Travel	1,000	1,171	(171)	645
Mayor Insurance	4	6	(2)	4
Mayor Miscellaneous	50		50	
Total Executive	$ 7,513	$ 7,636	$ (123)	$ 3,879
Election and Voter Registration				
Salaries	$ 4,000		$ 4,000	$ 4,968
FICA and Medicare	306		306	380
Insurance	48	$ 43	5	41
Supplies and Miscellaneous	500		500	978
Total Election and Voter Registration	$ 4,854	$ 43	$ 4,811	$ 6,367
Financial Administration				
Salaries	$ 101,814	$ 104,158	$ (2,344)	$ 117,990
PERA	7,636	7,829	(193)	8,757
FICA and Medicare	7,789	7,015	774	7,730
Group Insurance and VEBA	27,882	31,065	(3,183)	31,071
Office Supplies	4,000	4,257	(257)	3,704
Equipment Repairs and Maintenance	14,950	14,897	53	12,417
Insurance	7,080	6,233	847	5,853
Uniforms	800	17	783	293
Telephone	3,000	3,556	(556)	3,393
Travel and Meetings	3,000	3,772	(772)	4,829
Miscellaneous	653	1,738	(1,085)	1,289
Total Financial Administration	$ 178,604	$ 184,537	$ (5,933)	$ 197,326
Professional Services				
Assessors	$ 21,000	$ 20,400	$ 600	$ 20,400
City Attorney	10,000	4,470	5,530	6,401
Independent Accounting and Auditing	10,000	12,681	(2,681)	13,479
Professional Services - Other	2,000	22,200	(20,200)	1,067
Total Professional Services	$ 43,000	$ 59,751	$ (16,751)	$ 41,347
General Government Building				
Supplies	$ 4,000	$ 4,436	$ (436)	$ 3,688
Repairs and Maintenance	8,000	2,083	5,917	9,483
Utilities	28,000	23,525	4,475	25,354
Insurance	1,996	1,713	283	1,790
Janitor	18,000	18,730	(730)	17,580
Miscellaneous			-	295
Building Improvements		4,183	(4,183)	5,974
Total General Government Building	$ 59,996	$ 54,670	$ 5,326	$ 64,164
Total General Government	$ 327,568	$ 340,525	$ (12,957)	$ 335,368

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
EXPENDITURES (Cont.)				
PUBLIC SAFETY				
Police Protection				
Salaries	$ 450,989	$ 470,862	$ (19,873)	$ 446,960
PERA	72,569	77,454	(4,885)	72,800
FICA and Medicare	10,950	10,200	750	9,585
Group Insurance and VEBA	97,081	67,711	29,370	61,747
Office Supplies	1,000	5,806	(4,806)	8,519
Operating Supplies	10,000	15,931	(5,931)	12,578
Equipment Repairs	10,800	8,201	2,599	4,071
Building Repairs and Maintenance	1,500	671	829	1,518
Telephone	6,000	5,800	200	5,255
Travel, Training and Meetings	6,000	5,846	154	4,856
Insurance	67,716	55,235	12,481	58,429
Uniforms-City	4,500	1,592	2,908	5,711
Uniforms-Employee	3,500	2,246	1,254	1,819
Utilities	3,000	2,235	765	2,313
Towing	500		500	365
Jail Transportation	500		500	
Miscellaneous	500	1,355	(855)	1,666
DARE Discontinuation Expense		9,303	(9,303)	
Equipment		2,571	(2,571)	
Total Police Protection	$ 747,105	$ 743,019	$ 4,086	$ 698,192
Ambulance Protection				
Murray County Ambulance Contract	$ 20,000	$ 20,100	$ (100)	$ -
Fire Protection				
Salaries	$ 50,000	$ 53,788	$ (3,788)	$ 48,272
FICA and Medicare	3,825	4,145	(320)	3,663
Remittance to Fire Relief Association (State Aid)	30,000	47,812	(17,812)	44,495
Pension (Local)	15,327	7,407	7,920	30,968
Advertising	1,000		1,000	
Supplies	15,000	12,186	2,814	11,253
Telephone	1,500	1,262	238	1,336
Travel, Training and Meetings	8,000	5,662	2,338	6,733
Insurance	19,933	15,048	4,885	16,853
Utilities	6,000	9,019	(3,019)	5,204
Repairs and Maintenance	23,000	19,505	3,495	30,640
Physicals and Immunizations	8,000	6,300	1,700	5,590
Miscellaneous	1,000	1,155	(155)	889
Building Improvements	7,500	6,728	772	4,037
Equipment	15,500	12,738	2,762	20,505
Total Fire Protection	$ 205,585	$ 202,755	$ 2,830	$ 230,438
Zoning Administration				
Zoning Officer Salary	$ 3,000		$ 3,000	
Zoning PERA	225		225	
Zoning FICA and Medicare	230		230	
Zoning Board Expense	1,000	$ 1,221	(221)	$ 1,890
Total Zoning Administration	$ 4,455	$ 1,221	$ 3,234	$ 1,890
Animal Control				
Boarding and Miscellaneous	$ 1,000	$ 500	$ 500	$ 3,104
Safety				
Safety Committee	$ 500	$ 635	$ (135)	$ 557
Total Safety	$ 500	$ 635	$ (135)	$ 557
Total Public Safety	$ 978,645	$ 968,230	$ 10,415	$ 934,181

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
EXPENDITURES (Cont.)				
PUBLIC WORKS				
Public Works Director				
Salary	$ 39,125	$ 39,283	$ (158)	$ 37,533
PERA	2,934	2,928	6	2,785
FICA and Medicare	2,993	2,695	298	2,569
Group Insurance and VEBA	11,334	8,912	2,422	10,392
Office Supplies		1,107	(1,107)	786
Insurance		187	(187)	211
Telephone	1,500	1,130	370	1,257
Travel and Meetings	250	18	232	
Miscellaneous	250		250	
Total Public Works Director	$ 58,386	$ 56,260	$ 2,126	$ 55,533
Streets and Alleys				
Salaries	$ 116,066	$ 126,896	$ (10,830)	$ 124,281
PERA	8,705	8,389	316	9,172
FICA and Medicare	8,879	8,334	545	8,457
Group Insurance and VEBA	29,228	14,559	14,669	28,063
Operating Supplies	47,000	38,467	8,533	40,116
Telephone	500	561	(61)	340
Equipment Repairs and Maintenance	25,000	13,689	11,311	13,415
Building Repairs		107	(107)	362
Uniforms - City	675	483	192	752
Uniforms - Employee	825	564	261	1,081
Travel and Meetings	250		250	
Insurance	27,622	17,478	10,144	28,281
Utilities	6,000	5,158	842	4,448
Street Repairs and Maintenance	150,000	106,766	43,234	114,393
Miscellaneous	500	382	118	440
Engineering	5,000	5,111	(111)	690
Tree Replacement and Removal	12,000		12,000	8,132
Machinery and Equipment		1,445	(1,445)	
Total Streets and Alleys	$ 438,250	$ 348,389	$ 89,861	$ 382,423
Snow Removal				
Contracted Services	$ 13,500	$ 3,593	$ 9,907	$ 4,230
Total Snow Removal	$ 13,500	$ 3,593	$ 9,907	$ 4,230
Street Lighting				
Repairs and Maintenance	$ 500		$ 500	
Insurance	929	$ 794	135	$ 821
Utilities	57,000	52,815	4,185	49,405
Total Street Lighting	$ 58,429	$ 53,609	$ 4,820	$ 50,226
Total Public Works	$ 568,565	$ 461,851	$ 106,714	$ 492,412
SANITATION				
Contracted Waste Collection	$ 5,000	$ 2,623	$ 2,377	$ 3,190
Trash Day Expenses	8,500	7,468	1,032	6,951
Total Sanitation	$ 13,500	$ 10,091	$ 3,409	$ 10,141
CULTURE AND RECREATION				
Swimming Pool				
Salaries	$ 75,000	$ 87,915	$ (12,915)	$ 73,757
FICA and Medicare	5,738	6,726	(988)	5,642
Office Supplies	3,000	3,702	(702)	4,612
Operating Supplies	30,000	28,404	1,596	24,783
Concession Purchases	4,000	4,243	(243)	3,432
Uniforms	1,000	1,446	(446)	1,162

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
EXPENDITURES (Cont.)				
CULTURE AND RECREATION (Cont.)				
Swimming Pool (Cont.)				
Lesson and Teaching Expenses		25	(25)	
Travel, Training and Meetings	3,500	2,401	1,099	1,178
Telephone	1,000	769	231	785
Utilities	20,000	20,820	(820)	16,377
Building and Equipment Repairs	10,000	9,852	148	9,622
Insurance	17,650	14,200	3,450	13,720
Miscellaneous	500	937	(437)	946
Building Improvements		3,586	(3,586)	
Improvements	8,000		8,000	
Total Swimming Pool	$ 179,388	$ 185,026	$ (5,638)	$ 156,016
Boy Scout/Christmas House Buildings				
Boy Scout Utilities	$ 1,000	$ 1,195	$ (195)	$ 826
Boy Scout Insurance	597	515	82	524
Boy Scout Repairs and Maintenance	250	7	243	7
Christmas House Utilities and Garbage	1,000	1,613	(613)	599
Christmas House Insurance	272	236	36	239
Total Boy Scout/Christmas House Buildings	$ 3,119	$ 3,566	$ (447)	$ 2,195
Skating Rink				
Utilities	$ 100	$ 116	$ (16)	$ 81
Total Skating Rink	$ 100	$ 116	$ (16)	$ 81
Park Areas				
Salaries	$ 40,000	$ 18,351	$ 21,649	$ 34,977
FICA and Medicare	3,060	1,404	1,656	2,676
Insurance	11,716	6,690	5,026	9,857
Team Uniforms	2,000	1,950	50	2,039
Repairs and Maintenance Supplies	11,000	19,600	(8,600)	26,128
Utilities	2,000	1,747	253	1,380
Miscellaneous	100	27	73	
Buildings and Improvements		2,635	(2,635)	9,841
Summer Recreation Supplies and Expense	5,500	1,059	4,441	2,210
Total Park Areas	$ 75,376	$ 53,463	$ 21,913	$ 89,108
Culture Areas/Senior Center				
Buildings		$ 71,162	$ (71,162)	
Historical Society Support	$ 2,000	2,000	-	$ 2,000
Community Band	3,100	3,100	-	3,100
Fair Sponsorship	2,500	2,500	-	
Total Culture Areas/Senior Center	$ 7,600	$ 78,762	$ (71,162)	$ 5,100
Cable TV				
Peg Salaries	$ 7,328	$ 7,629	$ (301)	$ 7,493
Peg PERA	550	569	(19)	556
Peg FICA and Medicare	561	501	60	493
Peg Group Insurance and VEBA	2,947	3,268	(321)	2,317
Peg Expenses		2,903	(2,903)	1,632
Peg Equipment		4,450	(4,450)	
Total Cable TV	$ 11,386	$ 19,320	$ (7,934)	$ 12,491
Total Culture and Recreation	$ 276,969	$ 340,253	$ (63,284)	$ 264,991
AIRPORT				
Telephone	$ 3,500	$ 1,016	$ 2,484	$ 1,225
Insurance	4,572	3,994	578	3,894
Utilities	3,500	3,831	(331)	2,826
Repairs and Maintenance	4,000	2,013	1,987	5,446

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
EXPENDITURES (Cont.)				
AIRPORT (Cont.)				
Fuel Purchases	5,000	7,109	(2,109)	4,907
Miscellaneous	100	257	(157)	1,551
Equipment		115,600	(115,600)	
Improvements Other than Buildings	436,000	1,042	434,958	3,802
Total Airport	$ 456,672	$ 134,862	$ 321,810	$ 23,651
HOUSING AND ECONOMIC DEVELOPMENT				
Land Purchase and Improvements		$ 14,784	$ (14,784)	
Total Housing and Economic Development	$ -	$ 14,784	$ (14,784)	$ -
MISCELLANEOUS				
Unallocated Electric Analysis	$ 5,000	$ 246,714	$ (241,714)	$ 81,722
Unallocated Vehicle Expense	500		500	
Unallocated Natural Gas Utility Analysis			-	8,795
Unallocated Property Taxes	14,000	21,219	(7,219)	12,659
Unallocated Employee Phone	1,500	976	524	1,060
Unallocated Miscellaneous	5,000	1,316	3,684	4,698
Total Miscellaneous	$ 26,000	$ 270,225	$ (244,225)	$ 108,934
TOTAL EXPENDITURES	$ 2,647,919	$ 2,540,821	$ 107,098	$ 2,169,678
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 359,821	$ 239,372	$ (120,449)	$ 421,819
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets		$ 13,408	$ 13,408	$ 6,429
Proceeds from Insurance Recovery			-	3,400
Transfer from Capital Improvement Fund		72,111	72,111	
Transfer from Broadband Construction Fund			-	6,295
Transfer from Water Fund	$ 12,500		(12,500)	12,500
Transfer from Gas Fund		8,795	8,795	
Transfer to Library Fund	(165,255)	(165,255)	-	(151,993)
Transfer to Capital Improvement Fund	(199,566)	(199,566)	-	(275,825)
Transfer to EDA General Fund	(7,500)	(7,500)	-	(10,000)
Total Other Financing Sources (Uses)	$ (359,821)	$ (278,007)	$ 81,814	$ (409,194)
NET CHANGE IN FUND BALANCE	$ -	$ (38,635)	$ (38,635)	$ 12,625
FUND BALANCE - January 1	1,024,301	1,024,301		1,011,676
FUND BALANCE - December 31	$ 1,024,301	$ 985,666	$ (38,635)	$ 1,024,301

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
LIBRARY FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash on Hand	$ 50	$ 50
Cash in Checking	18,504	7,621
Prepaid Expense	3,339	3,870
TOTAL ASSETS	$ 21,893	$ 11,541
LIABILITIES AND FUND BALANCE		
LIABILIITES		
Accounts Payable	$ 461	$ 1,614
Accrued Salaries and Wages	5,135	2,490
Total Liabilities	$ 5,596	$ 4,104
FUND BALANCE		
Nonspendable	$ 3,339	$ 3,870
Committed	12,958	3,567
Total Fund Balance	$ 16,297	$ 7,437
TOTAL LIABILITIES AND FUND BALANCE	$ 21,893	$ 11,541

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
LIBRARY FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
REVENUES				
INTERGOVERNMENTAL REVENUE				
State Grant		$ 1,500	$ 1,500	
County Grant	$ 37,015	37,603	588	$ 37,015
Total Intergovernmental Revenue	$ 37,015	$ 39,103	$ 2,088	$ 37,015
CHARGES FOR SERVICES				
Fines and Rentals	$ 1,000	$ 857	$ (143)	$ 1,395
Sale of Books	500	1,077	577	549
Copy and Fax Charges		686	686	
Total Charges for Services	$ 1,500	$ 2,620	$ 1,120	$ 1,944
MISCELLANEOUS				
Contributions	$ 4,000	$ 1,999	$ (2,001)	$ 1,780
Miscellaneous	500	53	(447)	1,346
Total Miscellaneous	$ 4,500	$ 2,052	$ (2,448)	$ 3,126
TOTAL REVENUES	$ 43,015	$ 43,775	$ 760	$ 42,085
EXPENDITURES				
LIBRARY ADMINISTRATION				
Salaries	$ 100,719	$ 91,570	$ 9,149	$ 78,066
PERA	6,504	6,181	323	5,536
FICA and Medicare	7,705	5,631	2,074	5,498
Group Insurance and VEBA Plan	34,500	32,167	2,333	19,981
Advertising	3,000	1,105	1,895	2,571
Programming	4,000		4,000	
Supplies	5,500	16,478	(10,978)	6,661
Travel and Meetings	500	500	-	427
Insurance	9,582	7,858	1,724	8,404
Audit	2,500	2,500	-	2,500
Telephone	1,000	747	253	749
Repairs and Maintenance	2,000	2,947	(947)	15,350
Fees	12,260	13,109	(849)	14,246
Miscellaneous	1,000	849	151	399
Building Improvements			-	21,036
Equipment	4,000	3,945	55	
Total Library Administration	$ 194,770	$ 185,587	$ 9,183	$ 181,424
LIBRARY REFERENCE				
AV Materials	$ 3,000	$ 1,377	$ 1,623	$ 2,216
Books	8,000	11,121	(3,121)	9,190
Periodicals	2,500	2,118	382	543
Total Library Reference	$ 13,500	$ 14,616	$ (1,116)	$ 11,949
TOTAL EXPENDITURES	$ 208,270	$ 200,203	$ 8,067	$ 193,373
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ (165,255)	$ (156,428)	$ 8,827	$ (151,288)
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets		$ 33	$ 33	$ 18
Transfer from General Fund	$ 165,255	165,255	-	151,993
Total Other Financing Sources (Uses)	$ 165,255	$ 165,288	$ 33	$ 152,011
NET CHANGE IN FUND BALANCE	$ -	$ 8,860	$ 8,860	$ 723
FUND BALANCE - January 1	7,437	7,437		6,714
FUND BALANCE - December 31	$ 7,437	$ 16,297	$ 8,860	$ 7,437

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
FIRE EQUIPMENT FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash in Checking	$ 81,443	$ 36,315
Other Receivables	3,050	7,175
Due from Other Governmental Units		4,770
TOTAL ASSETS	$ 84,493	$ 48,260
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Total Liabilities	$ -	$ -
FUND BALANCE		
Committed	$ 84,493	$ 48,260
TOTAL LIABILITIES AND FUND BALANCE	$ 84,493	$ 48,260

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FIRE EQUIPMENT FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
REVENUES				
INTERGOVERNMENTAL REVENUES				
State Grants and Aids			$ -	$ 1,100
Total Intergovernmental Revenues	$ -	$ -	$ -	$ 1,100
CHARGES FOR SERVICES				
Fire Contract Fees	$ 42,670	$ 42,670	$ -	$ 33,258
Fire Calls	3,000	3,490	490	2,022
Total Charges for Services	$ 45,670	$ 46,160	$ 490	$ 35,280
MISCELLANEOUS				
Contributions and Donations	$ 20,000	$ 7,754	$ (12,246)	$ 33,815
Other Grants			-	4,000
Refunds and Reimbursements		455	455	
Total Miscellaneous	$ 20,000	$ 8,209	$ (11,791)	$ 37,815
TOTAL REVENUES	$ 65,670	$ 54,369	$ (11,301)	$ 74,195
EXPENDITURES				
PUBLIC SAFETY				
Supplies		$ 2,338	$ (2,338)	$ 2,368
Professional Services		700	(700)	1,400
Miscellaneous			-	7,500
Equipment	$ 12,300	15,098	(2,798)	37,840
Total Public Safety	$ 12,300	$ 18,136	$ (5,836)	$ 49,108
DEBT SERVICE				
First National Bank Capital Lease Payment			$ -	$ 198,763
Total Debt Service	$ -	$ -	$ -	$ 198,763
TOTAL EXPENDITURES	$ 12,300	$ 18,136	$ (5,836)	$ 247,871
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 53,370	$ 36,233	$ (17,137)	$ (173,676)
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets			$ -	$ 2,500
Transfer from Capital Improvement Fund	$ 49,683		(49,683)	32,683
Total Other Financing Sources (Uses)	$ 49,683	$ -	$ (49,683)	$ 35,183
NET CHANGE IN FUND BALANCE	$ 103,053	$ 36,233	$ (66,820)	$ (138,493)
FUND BALANCE - January 1	48,260	48,260		186,753
FUND BALANCE - December 31	$ 151,313	$ 84,493	$ (66,820)	$ 48,260

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
SMALL CITIES GRANT FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash in Checking	$ 22,110	$ 24,104
Notes Receivable - Residential and Commercial	45,217	
TOTAL ASSETS	$ 67,327	$ 24,104
LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCE		
LIABILITIES		
Due to Other Funds	$ 268	
Total Liabilities	$ 268	$ -
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows from Notes Receivable	$ 45,217	$ -
FUND BALANCE		
Committed	$ 21,842	$ 24,104
TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND FUND BALANCE	$ 67,327	$ 24,104

CITY OF SLAYTON
SCHEDULES OF REVENUES, EPENDITURES, AND CHANGES IN FUND BALANCE
SMALL CITIES GRANT FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
REVENUES		
INTERGOVERNMENTAL REVENUE		
Federal Small Cities Development Grant	$ 394,915	$ 324,864
CHARGES FOR SERVICES		
Repayment Funds Received	$ 4,271	
Total Charges for Services	$ 4,271	$ -
TOTAL REVENUES	$ 399,186	$ 324,864
EXPENDITURES		
HOUSING AND ECONOMIC DEVELOPMENT		
Contracted Services	$ 342,382	$ 281,308
Rehab Administration Cost	55,390	41,800
Rehab Professional Fees	3,400	1,664
Miscellaneous	276	138
Total Housing and Economic Development	$ 401,448	$ 324,910
TOTAL EXPENDITURES	$ 401,448	$ 324,910
NET CHANGE IN FUND BALANCE	$ (2,262)	$ (46)
FUND BALANCE - January 1	24,104	24,150
FUND BALANCE - December 31	$ 21,842	$ 24,104

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
SLAYTON ECONOMIC DEVELOPMENT AUTHORITY
GENERAL FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash in Checking	$ 56,649	$ 50,460
Delinquent Taxes Receivable	1	2
Less: Estimated Uncollectible Taxes	(1)	(2)
Due from Other Funds	1	1
TOTAL ASSETS	$ 56,650	$ 50,461
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Total Liabilities	$ -	$ -
FUND BALANCE		
Committed	$ 56,650	$ 50,461
TOTAL LIABILITIES AND FUND BALANCE	$ 56,650	$ 50,461

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
SLAYTON ECONOMIC DEVELOPMENT AUTHORITY
GENERAL FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
REVENUES		
GENERAL PROPERTY TAXES		
Delinquent Ad Valorem		
Total General Property Taxes	$ -	$ -
MISCELLANEOUS		
Miscellaneous Income		$ 3
Total Miscellaneous	$ -	$ 3
TOTAL REVENUES	$ -	$ 3
EXPENDITURES		
HOUSING AND ECONOMIC DEVELOPMENT		
Independent Accounting and Auditing	$ 1,311	
Utilities		$ 36
Total Housing and Economic Development	$ 1,311	$ 36
TOTAL EXPENDITURES	$ 1,311	$ 36
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ (1,311)	$ (33)
OTHER FINANCING SOURCES (USES)		
Transfer from City General Fund	$ 7,500	$ 10,000
Total Other Financing Sources (Uses)	$ 7,500	$ 10,000
NET CHANGE IN FUND BALANCE	$ 6,189	$ 9,967
FUND BALANCE - January 1	50,461	40,494
FUND BALANCE - December 31	$ 56,650	$ 50,461

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
SLAYTON ECONOMIC DEVELOPMENT AUTHORITY
REVOLVING LOAN FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash in Checking	$ 198,875	$ 217,711
Due from Other Funds	268	
Note Receivable - Beerman/Franklin Center	25,904	
Note Receivable - Kuball	6,265	11,452
Note Receivable - Second Wind		1,441
TOTAL ASSETS	$ 231,312	$ 230,604
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
LIABILITIES		
Accounts Payable		$ 77
Total Liabilities	$ -	$ 77
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows from Notes Receivable - Beerman/Franklin Center	$ 25,904	
Deferred Inflows from Notes Receivable - Kuball	6,265	$ 11,452
Deferred Inflows from Notes Receivable - Second Wind		1,441
Total Deferred Inflows of Resources	$ 32,169	$ 12,893
FUND BALANCE		
Committed	$ 199,143	$ 217,634
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	$ 231,312	$ 230,604

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
SLAYTON ECONOMIC DEVELOPMENT AUTHORITY
REVOLVING LOAN FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
REVENUES		
CHARGES FOR SERVICES		
Beerman/Franklin Center Note Payments Received	$ 803	
Kuball Note Payments Received	5,700	$ 4,400
Second Wind Note Payments Received	1,451	5,584
Total Charges for Services	$ 7,954	$ 9,984
TOTAL REVENUES	$ 7,954	$ 9,984
EXPENDITURES		
ECONOMIC DEVELOPMENT		
Loan Advances	$ 26,338	
Miscellaneous Expense	107	
Total Economic Development	$ 26,445	$ -
TOTAL EXPENDITURES	$ 26,445	$ -
NET CHANGE IN FUND BALANCE	$ (18,491)	$ 9,984
FUND BALANCE - January 1	217,634	207,650
FUND BALANCE - December 31	$ 199,143	$ 217,634

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
G. O. BONDS, SERIES 2018A FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash in Checking	$ 384,516	$ 341,271
Cash in Savings and Money Market	53,853	53,499
Delinquent Taxes Receivable	752	511
Less: Estimated Uncollectible Taxes	(752)	(511)
TOTAL ASSETS	$ 438,369	$ 394,770
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Due to Other Fund	$ 240,000	$ 240,000
Total Liabilities	$ 240,000	$ 240,000
FUND BALANCE		
Restricted	$ 198,369	$ 154,770
TOTAL LIABILITIES AND FUND BALANCE	$ 438,369	$ 394,770

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
G. O. BONDS, SERIES 2018A FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
REVENUES				
GENERAL PROPERTY TAXES				
Current Ad Valorem	$ 29,400	$ 28,998	$ (402)	$ 29,138
Delinquent Ad Valorem		179	179	402
Total General Property Taxes	$ 29,400	$ 29,177	$ (223)	$ 29,540
MISCELLANEOUS				
Interest Revenue		$ 353	$ 353	$ 521
Total Miscellaneous	$ -	$ 353	$ 353	$ 521
TOTAL REVENUES	$ 29,400	$ 29,530	$ 130	$ 30,061
EXPENDITURES				
DEBT SERVICE				
Bond Principal	$ 55,000	$ 55,000	$ -	$ 55,000
Bond Interest	29,464	29,464	-	30,866
Agent Fees	1,400	1,000	400	1,425
Total Debt Service	$ 85,864	$ 85,464	$ 400	$ 87,291
MISCELLANEOUS				
Miscellaneous		$ 915	$ (915)	
Total Miscellaneous	$ -	$ 915	$ (915)	$ -
TOTAL EXPENDITURES	$ 85,864	$ 86,379	$ (515)	$ 87,291
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ (56,464)	$ (56,849)	$ (385)	$ (57,230)
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets	$ 50,000	$ 38,394	$ (11,606)	
Transfer from TIF V Improvement Fund		62,054	62,054	
Transfer from Water Fund	29,385		(29,385)	$ 29,895
Total Other Financing Sources (Uses)	$ 79,385	$ 100,448	$ 21,063	$ 29,895
NET CHANGE IN FUND BALANCE	$ 22,921	$ 43,599	$ 20,678	$ (27,335)
FUND BALANCE - January 1	154,770	154,770	-	182,105
FUND BALANCE - December 31	$ 177,691	$ 198,369	$ 20,678	$ 154,770

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
SLAYTON ECONOMIC DEVELOPMENT AUTHORITY
LEASE REVENUE BONDS, SERIES 2006 FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Certificates of Deposit		$ 52,647
Interest Receivable		745
Finance Lease Receivable	$ 26,098	81,198
TOTAL ASSETS	$ 26,098	$ 134,590
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
LIABILITIES		
Checks Written in Excess of Bank Balance	$ 1,197	$ 20,377
Security Deposit		50,000
Total Liabilities	$ 1,197	$ 70,377
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows from Finance Lease Receivable	$ 26,098	$ 81,198
Total Deferred Inflows of Resources	$ 26,098	$ 81,198
FUND BALANCE		
Unassigned	$ (1,197)	$ (16,985)
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	$ 26,098	$ 134,590

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
SLAYTON ECONOMIC DEVELOPMENT AUTHORITY
LEASE REVENUE BONDS, SERIES 2006 FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
REVENUES		
MISCELLANEOUS		
Interest Revenue	$ 1,558	$ 2,195
Finance Lease Payments Received from RDC	74,274	58,184
Total Miscellaneous	$ 75,832	$ 60,379
TOTAL REVENUES	$ 75,832	$ 60,379
EXPENDITURES		
DEBT SERVICE		
Bond Principal	$ 56,687	$ 54,120
Bond Interest	3,357	5,924
Total Debt Service	$ 60,044	$ 60,044
TOTAL EXPENDITURES	$ 60,044	$ 60,044
NET CHANGE IN FUND BALANCE	$ 15,788	$ 335
FUND BALANCE - January 1	(16,985)	(17,320)
FUND BALANCE - December 31	$ (1,197)	$ (16,985)

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
GENERAL OBLIGATION IMPROVEMENT BONDS, SERIES 2024A FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash in Checking	$ 99,118	$ 51,913
Delinquent Taxes Receivable	1,302	
Less: Estimated Uncollectible Taxes	(1,302)	
Delinquent Special Assessments Receivable	507	
Deferred Special Assessments Receivable	49,502	61,714
TOTAL ASSETS	$ 149,127	$ 113,627
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
LIABILITIES		
Total Liabilities	$ -	$ -
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows from Special Assessments	$ 50,009	$ 61,714
Total Deferred Inflows of Resources	$ 50,009	$ 61,714
FUND BALANCE		
Restricted	$ 99,118	$ 51,913
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	$ 149,127	$ 113,627

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL OBLIGATION IMPROVEMENT BONDS, SERIES 2024A FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
REVENUES				
GENERAL PROPERTY TAXES				
Current Ad Valorem	$ 63,000	$ 61,716	$ (1,284)	
Total General Property Taxes	$ 63,000	$ 61,716	$ (1,284)	$ -
MISCELLANEOUS				
Special Assessments	$ 10,374	$ 15,501	$ 5,127	$ 40,241
Total Miscellaneous	$ 10,374	$ 15,501	$ 5,127	$ 40,241
TOTAL REVENUES	$ 73,374	$ 77,217	$ 3,843	$ 40,241
EXPENDITURES				
DEBT SERVICE				
Bond Interest	$ 29,440	$ 29,440	$ -	
Agent Fees		572	(572)	
Total Debt Service	$ 29,440	$ 30,012	$ (572)	$ -
TOTAL EXPENDITURES	$ 29,440	$ 30,012	$ (572)	$ -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 43,934	$ 47,205	$ 3,271	$ 40,241
OTHER FINANCING SOURCES (USES)				
Transfer from Maple Ave. Improv. Const. Fund			$ -	$ 11,672
Total Other Financing Sources (Uses)	$ -	$ -	$ -	$ 11,672
NET CHANGE IN FUND BALANCE	$ 43,934	$ 47,205	$ 3,271	$ 51,913
FUND BALANCE - January 1	51,913	51,913	-	-
FUND BALANCE - December 31	$ 95,847	$ 99,118	$ 3,271	$ 51,913

CITY OF SLAYTON
SCHEDULE OF ASSETS, LIABILITIES, AND FUND BALANCE
CAPITAL IMPROVEMENT FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash in Checking	$ 506,330	$ 849,959
Cash in Savings and Money Market	151,610	150,617
Delinquent Taxes Receivable	46	77
Less: Estimated Uncollectible Taxes	(46)	(77)
Deferred Special Assessments Receivable	10,397	30,467
Due from Other Funds	120,000	120,000
TOTAL ASSETS	$ 788,337	$ 1,151,043
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE		
LIABILITIES		
Accounts Payable		$ 2,589
Total Liabilities	$ -	$ 2,589
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows from Special Assessments	$ 10,397	$ 30,467
Total Deferred Inflows of Resources	$ 10,397	$ 30,467
FUND BALANCE		
Committed	$ 777,940	$ 1,117,987
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCE	$ 788,337	$ 1,151,043

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
CAPITAL IMPROVEMENT FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 BUDGET	2025 ACTUAL	VARIANCE WITH BUDGET	2024 ACTUAL
REVENUES				
PROPERTY TAXES				
Delinquent Ad Valorem		$ 32	$ 32	$ 30
Total Property Taxes	$ -	$ 32	$ 32	$ 30
INTERGOVERNMENTAL REVENUES				
Other State Grants and Aids			$ -	$ 241,256
Total Intergovernmental Revenues	$ -	$ -	$ -	$ 241,256
MISCELLANEOUS				
Interest Revenue	$ 9,000	$ 993	$ (8,007)	$ 6,537
Special Assessments		20,353	20,353	8,755
Total Miscellaneous	$ 9,000	$ 21,346	$ 12,346	$ 15,292
TOTAL REVENUES	$ 9,000	$ 21,378	$ 12,378	$ 256,578
EXPENDITURES				
GENERAL GOVERNMENT				
General Government Supplies			$ -	$ 5,263
Total Miscellaneous	$ -	$ -	$ -	$ 5,263
PUBLIC SAFETY				
Police Supplies			$ -	$ 7,073
Police Improvement Other Than Buildings		$ 16,600	(16,600)	10,750
Police Equipment	$ 75,000	85,196	(10,196)	20,904
Police Equipment Installment Contract	10,000		10,000	
Total Public Safety	$ 85,000	$ 101,796	$ (16,796)	$ 38,727
PUBLIC WORKS				
Streets Improvements		$ 20,860	$ (20,860)	$ 342,283
Streets Machinery and Equipment	$ 17,000	305,337	(288,337)	1,857
Street Supplies			-	322
Street Repairs		25,375	(25,375)	
Total Public Works	$ 17,000	$ 351,572	$ (334,572)	$ 344,462
CULTURE AND RECREATION				
Parks Repairs and Maintenance	$ 200,000		$ 200,000	$ 746
Parks Equipment	7,000	$ 6,000	1,000	41,961
Pool Repairs and Maintenance	21,500		21,500	
Pool Improvements Other Than Buildings			-	83,250
Pool Equipment	25,000	33,947	(8,947)	12,565
Total Culture and Recreation	$ 253,500	$ 39,947	$ 213,553	$ 138,522
TOTAL EXPENDITURES	$ 355,500	$ 493,315	$ (137,815)	$ 526,974
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ (346,500)	$ (471,937)	$ (125,437)	$ (270,396)
OTHER FINANCING SOURCES (USES)				
Proceeds from Sale of Capital Assets		$ 4,435	$ 4,435	
Transfer from General Fund	$ 199,566	199,566	-	$ 275,825
Transfer to Fire Equipment Fund	(49,683)		49,683	(32,683)
Transfer to General Fund		(72,111)	(72,111)	
Total Other Financing Sources (Uses)	$ 149,883	$ 131,890	$ (17,993)	$ 243,142
NET CHANGE IN FUND BALANCE	$ (196,617)	$ (340,047)	$ (143,430)	$ (27,254)
FUND BALANCE - January 1	1,117,987	1,117,987	-	1,145,241
FUND BALANCE - December 31	$ 921,370	$ 777,940	$ (143,430)	$ 1,117,987

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
MAPLE AVENUE IMPROVEMENT CONSTRUCTION FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
TOTAL ASSETS	$ -	$ -
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Total Liabilities	$ -	$ -
FUND BALANCE		
Restricted	$ -	$ -
TOTAL LIABILITIES AND FUND BALANCE	$ -	$ -

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
MAPLE AVENUE IMPROVEMENT CONSTRUCTION FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025 ACTUAL	2024 ACTUAL
REVENUES		
TOTAL REVENUES	$ -	$ -
EXPENDITURES		
TOTAL PUBLIC WORKS		
Engineering Fees		$ 46,232
Miscellaneous Expenses		486
Project Costs		450,104
Total Public Works	$ -	$ 496,822
DEBT SERVICE		
Bond Issuance Cost		$ 28,269
Total Debt Service	$ -	$ 28,269
TOTAL EXPENDITURES	$ -	$ 525,091
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ -	$ (525,091)
OTHER FINANCING SOURCES (USES)		
Proceeds from Bond Sale		$ 550,000
Transfer to G.O. Improv. Bonds, Series 2024A Fund		(11,672)
Total Other Financing Sources (Uses)	$ -	$ 538,328
NET CHANGE IN FUND BALANCE	$ -	$ 13,237
FUND BALANCE - January 1	-	(13,237)
FUND BALANCE - December 31	$ -	$ -

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
BROADBAND INFRASTRUCTURE CONSTRUCTION FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
TOTAL ASSETS	$ -	$ -
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Total Liabilities	$ -	$ -
FUND BALANCE		
Restricted	$ -	$ -
TOTAL LIABILITIES AND FUND BALANCE	$ -	$ -

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BROADBAND INFRASTRUCTURE CONSTRUCTION FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
REVENUES		
INTERGOVERNMENTAL REVENUES		
Federal Grants and Aids		$ 1,278,623
Total Intergovernmental Revenues	$ -	$ 1,278,623
TOTAL REVENUES	$ -	$ 1,278,623
EXPENDITURES		
GENERAL GOVERNMENT		
Advertising and Publications		$ 210
Total General Government	$ -	$ 210
CAPITAL OUTLAY		
Broadband Infrastructure Improvements		$ 1,257,805
Professional Fees		14,313
Total Capital Outlay	$ -	$ 1,272,118
TOTAL EXPENDITURES	$ -	$ 1,272,328
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ -	$ 6,295
OTHER FINANCING SOURCES (USES)		
Transfer to General Fund		$ (6,295)
Total Other Financing Sources (Uses)	$ -	$ (6,295)
NET CHANGE IN FUND BALANCE	$ -	$ -
FUND BALANCE - January 1	-	-
FUND BALANCE - December 31	$ -	$ -

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
SLAYTON ECONOMIC DEVELOPMENT AUTHORITY
TAX INCREMENT II IMPROVEMENT FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash in Checking	$ 223,161	$ 228,607
TOTAL ASSETS	$ 223,161	$ 228,607
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Total Liabilities	$ -	$ -
FUND BALANCE		
Restricted	$ 223,161	$ 228,607
TOTAL LIABILITIES AND FUND BALANCE	$ 223,161	$ 228,607

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
SLAYTON ECONOMIC DEVELOPMENT AUTHORITY
TAX INCREMENT II IMPROVEMENT FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
REVENUES		
PROPERTY TAXES		
Tax Increment District Property Tax		$ 1
Total Property Taxes	$ -	$ 1
TOTAL REVENUES	$ -	$ 1
EXPENDITURES		
HOUSING AND ECONOMIC DEVELOPMENT		
Professional Fees	$ 5,446	
Total Housing and Economic Development	$ 5,446	$ -
TOTAL EXPENDITURES	$ 5,446	$ -
NET CHANGE IN FUND BALANCE	$ (5,446)	$ 1
FUND BALANCE - January 1	228,607	228,606
FUND BALANCE - December 31	$ 223,161	$ 228,607

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
TAX INCREMENT V IMPROVEMENT FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
Cash in Checking	$ 29,862	$ 62,054
TOTAL ASSETS	$ 29,862	$ 62,054
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Total Liabilities	$ -	$ -
FUND BALANCE		
Restricted	$ 29,862	$ 62,054
TOTAL LIABILITIES AND FUND BALANCE	$ 29,862	$ 62,054

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
TAX INCREMENT V IMPROVEMENT FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
REVENUES		
PROPERTY TAXES		
Tax Increment District Property Tax	$ 29,862	$ 26,205
Total Property Taxes	$ 29,862	$ 26,205
TOTAL REVENUES	$ 29,862	$ 26,205
EXPENDITURES		
HOUSING AND ECONOMIC DEVELOPMENT		
Professional Fees		$ 2,214
Total Housing and Economic Development	$ -	$ 2,214
TOTAL EXPENDITURES	$ -	$ 2,214
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	$ 29,862	$ 23,991
OTHER FINANCING SOURCES (USES)		
Transfer to G.O. Bonds, Series 2018A Fund	$ (62,054)	
Total Financing Sources (Uses)	$ (62,054)	$ -
NET CHANGE IN FUND BALANCE	$ (32,192)	$ 23,991
FUND BALANCE - January 1	62,054	38,063
FUND BALANCE - December 31	$ 29,862	$ 62,054

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND FUND BALANCE
TAX INCREMENT VI IMPROVEMENT FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
TOTAL ASSETS	$ -	$ -
LIABILITIES AND FUND BALANCE		
LIABILITIES		
Checks Written in Excess of Bank Balance	$ 170,747	$ 170,854
Total Liabilities	$ 170,747	$ 170,854
FUND BALANCE		
Unrestricted	$ (170,747)	$ (170,854)
TOTAL LIABILITIES AND FUND BALANCE	$ -	$ -

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
TAX INCREMENT VI IMPROVEMENT FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
REVENUES		
PROPERTY TAXES		
Tax Increment District Property Tax	$ 107	$ 99
Total Property Taxes	$ 107	$ 99
TOTAL REVENUES	$ 107	$ 99
EXPENDITURES		
HOUSING AND ECONOMIC DEVELOPMENT		
Professional Fees		$ 2,214
Total Housing and Economic Development	$ -	$ 2,214
TOTAL EXPENDITURES	$ -	$ 2,214
NET CHANGE IN FUND BALANCE	$ 107	$ (2,115)
FUND BALANCE - January 1	(170,854)	(168,739)
FUND BALANCE - December 31	$ (170,747)	$ (170,854)

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND NET POSITION
WATER FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
CURRENT ASSETS		
Cash and Cash Equivalents		
Cash on Hand	$ 200	$ 200
Cash in Checking	106,693	281,398
Cash in Money Market	44,619	44,394
Accounts Receivable	52,723	50,240
Other Receivable	7,435	9,403
Special Assessment Receivable - Current	5,542	3,648
Special Assessment Receivable - Delinquent	1,170	184
Due from Other Funds	120,000	120,000
Prepaid Expense	18,478	10,405
Total Current Assets	$ 356,860	$ 519,872
CAPITAL ASSETS		
Land	$ 10,177	$ 10,177
Buildings	160,164	160,164
Improvements Other than Buildings	5,281,477	5,193,973
Machinery and Equipment	1,822,554	1,671,363
Total Capital Assets	$ 7,274,372	$ 7,035,677
Less: Accumulated Depreciation	4,399,144	4,218,573
Net Capital Assets	$ 2,875,228	$ 2,817,104
OTHER ASSETS		
Special Assessments Receivable - Deferred	$ 14,000	$ 14,000
Total Other Assets	$ 14,000	$ 14,000
DEFERRED OUTFLOWS OF RESOURCES		
Deferred Outflows of Resources from PERA (GERF)	$ 16,602	$ 15,368
Total Deferred Outflows of Resources	$ 16,602	$ 15,368
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 3,262,690	$ 3,366,344
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION		
LIABILITIES		
CURRENT LIABILITIES		
Accounts Payable	$ 34,067	$ 7,165
Accrued Salaries and Wages	10,345	8,289
Taxes and Fees Payable	4,884	3,578
Due to Other Governmental Unit	22,034	22,034
Total Current Liabilities	$ 71,330	$ 41,066
LONG-TERM LIABILITIES		
Accrued Compensated Absences	$ 47,421	$ 25,454
Net Pension Liability	67,255	78,926
Total Long-Term Liabilities	$ 114,676	$ 104,380
Total Liabilities	$ 186,006	$ 145,446
DEFERRED INFLOWS OF RESOURCES		
Deferred Inflows of Resources from PERA (GERF)	$ 46,405	$ 56,962
Total Deferred Inflows of Resources	$ 46,405	$ 56,962
NET POSITION		
Net Investment in Capital Assets	$ 2,875,228	$ 2,817,104
Unrestricted, Designated for Capital Improvements	100,000	100,000
Unrestricted	55,051	246,832
Total Net Position	$ 3,030,279	$ 3,163,936
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	$ 3,262,690	$ 3,366,344

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
WATER FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
OPERATING REVENUES		
Water Charges	$ 238,282	$ 238,000
Sewer Charges	298,798	298,484
Water Surcharge	42,712	42,591
Customer Services	7,483	7,907
Sale of Supplies and Parts	949	4,138
Total Operating Revenues	$ 588,224	$ 591,120
OPERATING EXPENSES		
Salaries	$ 230,631	$ 183,317
PERA	(7,967)	3,944
FICA and Medicare	14,257	12,355
Group Insurance	56,876	50,804
Office Supplies	13,672	9,737
Publications	1,116	714
Operating Supplies	61,620	72,910
Repairs and Maintenance	40,164	126,238
Professional Fees - Independent Accounting and Auditing	8,000	8,000
Professional Services	7,297	8,949
Janitorial	5,000	5,000
Uniforms - City	939	859
Uniforms - Employee	1,607	1,636
Testing	6,534	8,013
Telephone	2,328	1,351
Insurance	22,451	21,580
Travel and Training	3,088	2,184
Utilities	41,135	40,076
Depreciation	224,719	207,872
Miscellaneous	4,973	4,444
Total Operating Expenses	$ 738,440	$ 769,983
OPERATING INCOME (LOSS)	$ (150,216)	$ (178,863)
NONCAPITAL SUBSIDIES		
State Grants - PERA		$ 53
Transfer to General Fund		(12,500)
Transfer to G.O. Bonds, Series 2018A Fund		(29,895)
Total Noncapital Subsidies	$ -	$ (42,342)
OPERATING INCOME (LOSS) AND NONCAPITAL SUBSIDIES	$ (150,216)	$ (221,205)
OTHER NONOPERATING REVENUES (EXPENSES)		
Interest Revenue	$ 225	$ 9,392
Special Assessments Interest and Penalties	397	108
Penalties	12,228	9,712
Gain on Disposal of Capital Assets	2,467	22,030
Capital Assets from Other Funds	2,250	
Bad Debts	(1,008)	
Total Other Nonoperating Revenues (Expenses)	$ 16,559	$ 41,242
INCREASE (DECREASE) IN FUND NET POSITION	$ (133,657)	$ (179,963)
FUND NET POSITION - January 1	3,163,936	3,343,899
FUND NET POSITION - December 31	$ 3,030,279	$ 3,163,936

CITY OF SLAYTON
SCHEDULES OF CASH FLOWS
WATER FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Received from Customers	$ 596,049	$ 601,958
Cash Received from Other Income		53
Cash Paid to Suppliers	(309,747)	(385,157)
Cash Paid to Employees	(206,608)	(179,180)
Net Cash Flow Provided by (Used in) Operating Activities	$ 79,694	$ 37,674
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash Paid for Transfer to Other Funds		$ (42,395)
Net Cash Flows Provided by (Used in) NonCapital Financing Activities	$ -	$ (42,395)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Cash Received from Sale of Capital Assets	$ 28,000	$ 50,000
Cash Paid for Acquisition and Construction of Capital Assets	(282,796)	(490,856)
Net Cash Flow Provided by (Used in) Capital and Related Financing Activities	$ (254,796)	$ (440,856)
CASH FLOWS FROM INVESTING ACTIVITIES:		
Cash Received from Interest	$ 225	$ 18,594
Cash Received from Sale of Certificates of Deposit		460,267
Cash Received from Special Assessment Interest and Penalties	397	108
Net Cash Flow Provided by (Used in) Investing Activities	$ 622	$ 478,969
NET INCREASE (DECREASE) IN CASH	$ (174,480)	$ 33,392
BEGINNING CASH - January 1	325,992	292,600
ENDING CASH - December 31	$ 151,512	$ 325,992
ANALYSIS OF CASH - December 31		
Cash on Hand	$ 200	$ 200
Cash in Checking	106,693	281,398
Cash in Money Market	44,619	44,394
Total	$ 151,512	$ 325,992
SCHEDULE RECONCILING EARNINGS TO NET CASH FLOW FROM OPERATING ACTIVITIES:		
Operating Income (Loss)	$ (150,216)	$ (178,863)
Other Revenue	12,228	9,765
Other Expense	(1,008)	
Noncash Items Included in Net Income:		
Depreciation	224,719	207,872
(Increase) Decrease in Accounts Receivable	(2,483)	936
(Increase) Decrease in Other Receivable	1,968	3,065
(Increase) Decrease in Special Assessments Receivable	(2,880)	(2,875)
(Increase) Decrease in Prepaid Expense	(8,073)	5,028
(Increase) Decrease in Deferred Outflows of Resources from PERA (GERF)	(1,234)	18,562
Increase (Decrease) in Accounts Payable, expense items only	3,572	(1,711)
Increase (Decrease) in Accrued Salaries and Wages	2,056	1,826
Increase (Decrease) in Taxes and Fees Payable	1,306	(132)
Increase (Decrease) in Accrued Compensated Absences	21,967	2,311
Increase (Decrease) in Net Pension Liability	(11,671)	(41,900)
Increase (Decrease) in Deferred Inflows from PERA (GERF)	(10,557)	13,790
Net Cash Flow Provided by (Used in) Operating Activities	$ 79,694	$ 37,674
NON-CASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES:		
Capital Assets included in Accounts Payable	$ 23,331	
Capital Assets Contributed from Other Funds	$ 2,250	

CITY OF SLAYTON
SCHEDULES OF ASSETS, LIABILITIES, AND NET POSITION
GAS FUND
DECEMBER 31, 2025 AND 2024

	2025	2024
ASSETS		
TOTAL ASSETS	$ -	$ -
LIABILITIES AND NET POSITION		
LIABILITIES		
CURRENT LIABILITIES		
Checks Written in Excess of Bank Balance	$ 29,308	
Total Current Liabilities	$ 29,308	$ -
Total Liabilities	$ 29,308	$ -
NET POSITION		
Unrestricted	$ (29,308)	
Total Net Position	$ (29,308)	$ -
TOTAL LIABILITIES AND NET POSITION	$ -	$ -

CITY OF SLAYTON
SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
GAS FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
OPERATING REVENUES		
Total Operating Revenues	$ -	$ -
OPERATING EXPENSES		
Salaries	$ 1,306	
FICA and Medicare	100	
Operating Supplies	1,066	
Legal Fees	18,041	
Total Operating Expenses	$ 20,513	$ -
OPERATING INCOME (LOSS)	$ (20,513)	$ -
NONCAPITAL SUBSIDIES		
Transfer to General Fund	$ (8,795)	
Total Noncapital Subsidies	$ (8,795)	$ -
INCREASE (DECREASE) IN FUND NET POSITION	$ (29,308)	$ -
FUND NET POSITION - January 1	-	-
FUND NET POSITION - December 31	$ (29,308)	$ -

CITY OF SLAYTON
SCHEDULES OF CASH FLOWS
GAS FUND
FOR THE YEARS ENDED DECEMBER 31, 2025 AND 2024

	2025	2024
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Paid to Suppliers	$ (19,207)	
Cash Paid to Employees	(1,306)	
Net Cash Flow Provided by (Used in) Operating Activities	$ (20,513)	$ -
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash Paid for Transfer to Other Funds	$ (8,795)	
Net Cash Flows Provided by (Used in) NonCapital Financing Activities	$ (8,795)	$ -
NET INCREASE (DECREASE) IN CASH	$ (29,308)	$ -
BEGINNING CASH - January 1	-	-
ENDING CASH - December 31	$ (29,308)	$ -
ANALYSIS OF CASH - December 31		
Cash in Checking	$ (29,308)	
Total	$ (29,308)	$ -
SCHEDULE RECONCILING EARNINGS TO NET CASH FLOW FROM OPERATING ACTIVITIES:		
Operating Income (Loss)	$ (20,513)	
Net Cash Flow Provided by (Used in) Operating Activities	$ (20,513)	$ -

CITY OF SLAYTON
SCHEDULE OF PROPERTY TAX LEVIES, COLLECTIONS, AND TAX CAPACITY
DECEMBER 31, 2025

		NET TAX LEVY	TOTAL ADJUSTMENTS AND TAX COLLECTIONS	TOTAL COLLECTIONS AS PERCENT OF CURRENT LEVY	OUTSTANDING DELINQUENT TAXES	OUTSTANDING DELINQUENT TAXES AS PERCENT OF CURRENT LEVY
2011	*	$ 604,807	$ 604,718	99.99%	$ 89	0.01%
2018		$ 933,728	$ 933,557	99.98%	171	0.02%
2019		$ 1,010,314	$ 1,010,135	99.98%	179	0.02%
2020		$ 1,044,695	$ 1,044,678	100.00%	17	0.00%
2022		$ 1,125,899	$ 1,125,729	99.98%	170	0.02%
2023		$ 1,203,987	$ 1,201,757	99.81%	2,230	0.19%
2024		$ 1,317,896	$ 1,314,325	99.73%	3,571	0.27%
2025		$ 1,492,557	$ 1,461,727	97.93%	30,830	2.07%
					$ 37,257	

* Total levy is net of market value credit aid.

TAX CAPACITY, TAX CAPACITY RATE, AND GROSS LEVY

	TOTAL TAX CAPACITY	TAX CAPACITY RATE	TOTAL TAX LEVY
2016	$ 956,775	91.802	$ 861,316
2017	$ 946,527	95.517	$ 887,292
2018	$ 1,018,878	93.519	$ 933,662
2019	$ 1,054,879	97.859	$ 1,010,585
2020	$ 1,123,648	94.889	$ 1,044,743
2021	$ 1,170,938	93.940	$ 1,072,392
2022	$ 1,196,882	97.059	$ 1,125,964
2023	$ 1,491,643	83.395	$ 1,203,987
2024	$ 1,615,845	83.502	$ 1,317,896
2025	$ 1,706,832	89.515	$ 1,492,557

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
LAND						
Land - King Avenue Parking Lot			$ 1,702.50			$ 1,702.50
Land - King Avenue Parking Lot - Culshaw			500.00			500.00
Land - Park and Playground			3,568.40			3,568.40
Vacant Lot			200.00			200.00
Land - Gullord Park Lot			114.80			114.80
Land - Wooley Acreage (Lagoon and Golf Course)	1957		29,685.57			29,685.57
Land - Municipal Airport			42,015.88			42,015.88
Land Purchases	1973		800.00			800.00
Land Purchases	1974		13,394.06			13,394.06
Land - Bicentennial Park	1975		10,701.00			10,701.00
Land - Fire Hall	1975		12,354.53			12,354.53
Land - City Shop Fenced Area	1978		4,381.61			4,381.61
Land - Bicentennial Park	1978		1,834.00			1,834.00
Land - Airport Expansion	1979		38,071.55			38,071.55
Land - Airport Expansion Land - Knuth	1980		7,959.00			7,959.00
Land and Improvements - Railroad Property	1981 - 1983		0.00			0.00
Land for Street-Dr. Bader, 30th St. Ext.	1983		1,000.00			1,000.00
Land - Bicentennial Park	1984		22,200.00			22,200.00
Land - Water Treatment Plant (Railroad Subdivision Lots 1, 2 and 3)	1987		3,000.00			3,000.00
Land - Lake Elsie 15 Acres	1995		9,750.00			9,750.00
Land - Parcel #29-380-051-0	2003		21.65			21.65
Land - Parcel #29-600-007-0	2003		56.95			56.95
Land - Highway 30 Hagen Lot	2003		1,873.43			1,873.43
Land - Meyer Lot	2005		134.89			134.89
Land - Prairie Addition	2018		180,220.35			180,220.35
Lot Sold			(11,403.98)			(11,403.98)
Land - 2737 24th Street	12-19		5,578.65			5,578.65
1/2 Lots 32,33,34 Blk 3, Lewig's Addtn	8-20		9,176.90			9,176.90
25-015-0490 (Golden Living Center)	9-20		280,800.72			280,800.72
Parcel #29-540-0020	12-22		73.68			73.68
Parcel #29-210-0100	12-22		73.68			73.68
Parcel #29-100-0310	12-22		73.68			73.68
2747 26th Street (29-100-3040)	5-25		14,783.80			14,783.80
			$ 684,697.30	$ 0.00	$ 0.00	$ 684,697.30
BUILDINGS						
City Hall/Municipal Building:						
Old Senior Center Building Improvemen	1989	40	$ 7,461.21	$ 186.53	$ 6,901.62	$ 559.59
C & C Building Remodeling	1991-92	40	14,833.19	370.83	12,608.21	2,224.98
C & C Building Remodeling (West Side)	1993-94	40	10,426.09	260.65	8,340.85	2,085.24
Municipal Building Remodeling (former C & C Building)	2001	40	17,198.99	429.97	10,749.32	6,449.67
Central Air Conditioning	2002	20	3,616.76		3,616.76	0.00
Municipal Building Shelves and Cupboa	2003	40	1,260.09	31.50	724.53	535.56
Municipal Building Air Conditioner Unit	2004	20	1,204.12		1,204.12	0.00
Council Chambers & Handicap Bathroon	2006	40	9,956.56	248.91	4,978.24	4,978.32
City Hall LED Lighting Retrofit	6-23	20	2,758.39	137.92	344.80	2,413.59
New Heater at Senior Center	1-24	20	3,655.34	182.77	350.31	3,305.03
LED Lighting at Senior Center	5-24	20	2,319.06	115.95	193.25	2,125.81
Doors at City Hall	11-25	40	4,182.99	17.43	17.43	4,165.56
			$ 78,872.79	$ 1,982.46	$ 50,029.44	$ 28,843.35

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
BUILDINGS (Cont.)						
Library Building:						
Municipal Building		40	$ 63,520.68		$ 63,520.68	$ 0.00
Municipal Building Remodeling	1979	40	32,271.28		32,271.28	0.00
Municipal Building Insulation	1980	40	4,200.00		4,200.00	0.00
Municipal Building Electric Heat	1980	40	4,534.62		4,534.62	0.00
Municipal Building Remodeling (Council Room Entry and Clerk's Office)	1983 - 1984	40	9,137.44		9,137.44	0.00
Pitched Roof on Municipal Building	1986 - 1987	40	46,688.17	$ 1,167.20	45,520.92	1,167.25
Central Air - Municipal Building	1987	20	4,927.08		4,927.08	0.00
Senior Center Improvements	1989 - 1990	40	84,795.05	2,119.88	76,315.58	8,479.47
Library Store Room Remodeling	1990	40	1,542.47	38.56	1,388.21	154.26
Council Room Remodeling	1991	40	2,624.62	65.62	2,296.59	328.03
Senior Center Storage Shelving	1991	40	48.60	1.22	42.58	6.02
Library Storage Shelving	1991	40	504.12	12.60	441.08	63.04
Police Department Office Remodeling	1991-92	40	9,186.78	229.67	7,808.77	1,378.01
Senior Coordinator Office Remodeling	1991-92	40	1,130.28	28.26	960.77	169.51
Clerks Office Windows & Carpet	1992	20	5,848.89		5,848.89	0.00
Library (West Entry and South Room)	1992 - 1993	40	20,894.61	522.37	17,238.10	3,656.51
Library (Office and North East Room)	1994	40	6,516.79	162.92	5,213.43	1,303.36
Senior Coordinators Door and Window	1994	40	3,151.49	78.79	2,521.22	630.27
Library Bathroom Remodeling	1995	40	2,132.69	53.32	1,652.86	479.83
Clerk Office (Door to Library and Front Desk)	1996	40	5,302.72	132.57	3,977.06	1,325.66
Library Computer Outlet	1997	40	252.54	6.31	183.06	69.48
Library Computer Lab Remodeling (former Municipal Building)	2001	40	7,196.96	179.92	4,498.06	2,698.90
Senior Center 3 Air Conditioner Units	2004	20	4,366.40		4,366.40	0.00
Senior Coordinator Bathroom	2007	40	612.15	15.30	290.73	321.42
Accessibility at Library/Senior Center	2009	40	50,229.78	1,255.74	21,347.61	28,882.17
Library 26" Fireplace with Cabinet	2009	20	669.06	33.45	568.67	100.39
Senior Center Auto Door Openers	2010	40	5,415.37	135.38	2,166.11	3,249.26
Library Cellular Shade Exit/Entrance doc	2010	20	134.00	6.70	107.20	26.80
Senior Center Two Purple Cellular Shade	2010	20	1,300.00	65.00	1,040.00	260.00
Library 4-Color Dome Cameras, DVR Monitor Security System	2011	20	1,220.96	61.05	915.74	305.22
Library Flooring Upgrade	10-23	20	12,950.31	647.52	1,402.96	11,547.35
Library LED Lighting Upgrade	1-24	20	6,868.39	343.42	658.22	6,210.17
Carpet for Library	7-24	15	14,167.00	944.47	1,338.00	12,829.00
Senior Center Basement Project		In Process	71,161.94		0.00	71,161.94
			$ 485,503.24	$ 8,307.24	$ 328,699.92	$ 156,803.32
Fire Department:						
Fire Hall Building	1976	40	$ 116,219.59		$ 116,219.59	$ 0.00
Fire Hall Building Improvements	1978	40	1,086.00		1,086.00	0.00
Fire Hall Ceiling Tile	1990	40	532.00	$ 13.30	478.80	53.20
Fire Hall Drapes	1990	40	277.78	6.94	249.96	27.82
3 Ceiling Fans	1998	20	588.14		588.14	0.00
Fire Department Storage Garage	1999-2000	40	18,837.37	470.93	12,244.25	6,593.12
Fire Hall Furnace	2001	20	1,786.18		1,786.18	0.00
Fire Hall Roof	2004	40	30,478.86	761.97	16,763.36	13,715.50
Insulate Roof	2006	40	3,129.33	78.23	1,564.63	1,564.70
6 New Doors	2007	40	1,520.69	38.02	722.36	798.33
Bay Area Doors	2008	40	10,669.63	266.74	4,801.33	5,868.30
Gutters and Downspouts	2009	40	560.00	14.00	238.00	322.00
Fire Hall Ceiling	2010	40	5,959.59	148.99	2,383.84	3,575.75

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
BUILDINGS (Cont.)						
Fire Department: (Cont.)						
Fire Hall Lighting	2010	20	2,496.64	124.83	1,997.29	499.35
Takagi T-K Jr. Water Heater	2012	20	1,270.47	63.52	889.29	381.18
Truck Bay Co-Ray-Vac Heating System	2013/2014	20	14,721.34	736.07	8,832.83	5,888.51
VCT Tile in Fire Hall	2013	30	1,748.92	58.30	757.89	991.03
4 Garage Doors	1-20	40	8,795.70	219.89	1,319.34	7,476.36
4 Garage Door Openers	1-20	40	3,244.06	81.10	486.60	2,757.46
Three 8' Lights and Dryer Plug	2-21	25	1,301.99	52.08	256.06	1,045.93
Loft East end of Truck Bay	3-21	25	3,438.93	137.56	653.41	2,785.52
4 Keypads, 20 Keys	11-21	15	2,387.84	159.19	663.29	1,724.55
Fire Hall Lighting Upgrade	4-23	20	3,822.03	191.10	509.60	3,312.43
Fire Department Flag Pole	7-24	20	4,036.85	201.84	302.76	3,734.09
Industrial Dehumidifier	9-25	20	6,727.53	84.09	84.09	6,643.44
			$ 245,637.46	$ 3,908.69	$ 175,878.89	$ 69,758.57
Police Department:						
Police Building	2004	40	$ 82,111.74	$ 2,052.79	$ 45,161.42	$ 36,950.32
Awning for Front Door	2006	20	993.34	49.64	993.34	0.00
Police Impound Addition to Building	2007	40	16,976.22	424.41	8,063.75	8,912.47
Cabinets in Police Building	2008	40	2,121.91	53.05	954.88	1,167.03
2/3 Wire Shelving Units in Garage	9-19	25	1,582.92	63.32	401.03	1,181.89
2/3 Hot Dawg Heater for Garage	12-19	15	701.73	46.78	284.58	417.15
A/C System	10-22	15	2,675.00	178.33	572.14	2,102.86
Compliant IP Camera Security System	2-23	10	4,808.18	480.82	1,362.32	3,445.86
Rheem 50 Gal Water Heater	6-23	10	964.60	96.46	249.19	715.41
2025 Shingles Replacement	10-25	20	16,600.00	138.33	138.33	16,461.67
			$ 129,535.64	$ 3,583.93	$ 58,180.98	$ 71,354.66
Street Department:						
Street Department - Green Steel Building	1978	40	$ 8,236.78		$ 8,236.78	$ 0.00
Street Department Building Improvemen	1981	40	3,481.00		3,481.00	0.00
Street Shed Improvements	1986	40	2,934.63	$ 73.33	2,934.63	0.00
Cold Storage Shed - Addition to Green Building	1989	40	9,105.12	227.63	8,422.26	682.86
Street Shed Concrete Approach	1990	40	1,546.27	38.66	1,391.68	154.59
Street Shed Overhead Doors	1991	40	3,099.00	77.48	2,711.68	387.32
Street Shed Overhead Doors	1993	40	3,856.89	96.42	3,181.91	674.98
Electric Door Openers	1994	40	2,287.21	57.18	1,829.77	457.44
North Shop Addition	1995	40	2,073.88	51.85	1,607.29	466.59
Salt Shed	1996 - 1997	40	5,266.99	131.67	3,818.52	1,448.47
1/2 Public Works Building	2007	40	101,794.72	2,544.87	48,352.51	53,442.21
Public Works Building	2008	40	3,089.84	77.25	1,390.47	1,699.37
Old Shop Bathroom	2009	40	940.96	23.52	399.87	541.09
1/2 140 LED Lights in City Shop	3-15	20	3,387.40	169.37	1,834.84	1,552.56
1/2 Shop Radiant Tube Heater	1-18	15	962.50	64.17	513.36	449.14
1/2 North Shop Door	10-19	15	2,636.53	175.77	1,098.56	1,537.97
(1/2) Shop Water Heater	10-22	10	556.30	55.63	176.16	380.14
Shop Lighting Upgrade	4-23	20	2,207.57	110.38	294.35	1,913.22
			$ 157,463.59	$ 3,975.18	$ 91,675.64	$ 65,787.95
Airport:						
Airport Electrical Service Building	1980	40	$ 6,678.80		$ 6,678.80	$ 0.00
Airport Hanger	1982	40	32,407.50		32,407.50	0.00
Airport Arrival Building	1989	40	35,043.03	$ 876.08	32,414.85	2,628.18
North Hanger - Rid a Bird System	1990	40	975.00	24.38	877.55	97.45
South Hanger - Rid a Bird System	1990	40	650.00	16.25	585.00	65.00
Airport Bi Fold Hanger Doors	1992	40	14,065.44	351.64	11,955.66	2,109.78

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
BUILDINGS (Cont.)						
Airport: (Cont.)						
4 - Electric Door Openers	1994	20	3,450.00		3,450.00	0.00
North Hanger Remodeling	1995	40	22,261.67	556.54	17,252.78	5,008.89
Concrete Floor in Old Hanger	1998	40	4,719.03	117.98	3,303.36	1,415.67
Airport Doors Material/Labor	3-22	40	2,670.69	66.77	250.39	2,420.30
			$ 122,921.16	$ 2,009.64	$ 109,175.89	$ 13,745.27
Parks and Recreation:						
Concession Stand - Bicentennial Park	1979	40	$ 5,224.12		$ 5,224.12	$ 0.00
Park Shelter - Bicentennial Park	1982	40	6,998.75		6,998.75	0.00
Gullord Park Shelter	1986	40	9,416.32	$ 235.39	9,416.32	0.00
Gullord Park Band Shell	1989	40	17,788.79	444.72	16,454.63	1,334.16
Celebrate Park Gazebo	1990	40	1,980.78	49.52	1,782.71	198.07
Restrooms at Gullord Park	1998	40	12,524.24	313.11	8,767.01	3,757.23
Storage Shed at Bicentennial Park	2007	40	10,598.05	264.95	5,034.06	5,563.99
Gullord Park Enclosed Shelter	2014	40	29,298.08	732.45	8,789.40	20,508.68
Electrical for Warming House	1-16	40	1,349.01	33.73	337.30	1,011.71
Band Shelter Roof Replace/Repairs	8-24	40	9,841.46	246.04	348.56	9,492.90
Pocket Park Roof Shingles	3-25	20	2,635.00	109.79	109.79	2,525.21
			$ 107,654.60	$ 2,429.70	$ 63,262.65	$ 44,391.95
			$ 1,327,588.48	$ 26,196.84	$ 876,903.41	$ 450,685.07
IMPROVEMENTS OTHER THAN BUILDINGS						
Police Department:						
Flag Pole	2005	20	$ 1,708.00	$	$ 1,708.00	$ 0.00
Public Works:						
Lagoon	1957	40	$ 73,722.92		$ 73,722.92	$ 0.00
Sewage Disposal and Storm Sewer Syste	1957	40	166,579.26		166,579.26	0.00
Storage Area Fence - P.W.D.	1983	40	2,601.90		2,601.90	0.00
Municipal Building Parking Lot	1986	40	6,458.09	$ 161.47	6,458.09	0.00
1 City Sign 162"x60" LED Backlit Reverse Channel Letters with Stucco/Stone	11-15	20	17,190.48	859.52	8,738.45	8,452.03
50% Impound Lot Fencing	4-24	40	10,750.00	268.75	447.92	10,302.08
			$ 277,302.65	$ 1,289.74	$ 258,548.54	$ 18,754.11
Airport:						
Airport Storm Sewer	1980	40	$ 17,138.88		$ 17,138.88	$ 0.00
Airport Security Lights	1982	40	549.54		549.54	0.00
Airport Fence and Apron Expansion	1982-1983	40	10,750.77		10,750.77	0.00
Arrival Departure Building Signs	1990	40	64.00	$ 1.60	57.60	6.40
Airport Fuel System	1995	40	8,247.07	206.18	6,391.51	1,855.56
Airport Strobe Lights	1998	40	14,104.75	352.62	9,873.34	4,231.41
Medium Intensity Beacon	2003	40	3,984.12	99.60	2,290.84	1,693.28
Airport Runway Improvements	2011-2012	40	607,669.78	15,191.74	212,684.38	394,985.40
Airport Lighting	2014-2015	40	238,848.65	5,971.22	60,707.40	178,141.25
Airport Field Approach	11-16	40	1,209.47	30.24	277.20	932.27
Airport Apron	6-21	25	741,518.80	29,660.75	135,888.17	605,630.63
Airport Runway Sealcoat	12-21	10	131,732.50	13,173.25	53,790.77	77,941.73
Airport Driveway Project	12-22	25	298,883.15	11,955.33	36,862.27	262,020.88
Airport Layout Plan	12-23	20	20,871.35	1,043.57	2,174.10	18,697.25
Airport Fuel System Engineering	In Process		19,610.00			19,610.00
			$ 2,115,182.83	$ 77,686.10	$ 549,436.77	$ 1,565,746.06
Parks and Recreation:						
Tennis Courts	1977	15	$ 15,844.00		$ 15,844.00	$ 0.00
Park Lighting	1978	40	7,364.00		7,364.00	0.00
Color Coat on Tennis Courts	1978	15	3,054.65		3,054.65	0.00
Basketball Court at Rupp Park	1980	40	2,850.00		2,850.00	0.00

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
IMPROVEMENTS OTHER THAN BUILDINGS (Cont.)						
Parks and Recreation: (Cont.)						
Tennis Court Lights at Rupp Park	1980	40	2,653.00		2,653.00	0.00
Ball Park Fencing	1982	40	7,304.82		7,304.82	0.00
Fence at Gullord Park	1983	40	2,444.33		2,444.33	0.00
Fence at Rupp Park	1983	40	916.33		916.33	0.00
Volley Ball Court Sand - Rupp Park	1983	15	671.00		671.00	0.00
Tiling and Agri lime for Softball Fields	1983	15	7,485.31		7,485.31	0.00
Park Land Improvements	1984	15	6,916.00		6,916.00	0.00
Ball field Lights	1984	40	17,016.72		17,016.72	0.00
Bleacher Improvements	1984	40	1,012.33		1,012.33	0.00
Rock Garden - Gullord Park	1985	15	1,839.89		1,839.89	0.00
Tennis Court Resurfacing - Gullord Park	1986	15	2,674.00		2,674.00	0.00
Celebrate Park Concrete and Agri lime Surface	1990	40	2,309.87	$ 57.75	2,078.92	230.95
Swimming Pool	1999-2001	40	1,483,406.70	37,085.17	927,129.21	556,277.49
Dogwood Trees at Swimming Pool	2001	40	236.24	5.91	147.69	88.55
Grass Planted at Swimming Pool	2001	40	479.48	11.99	299.71	179.77
Slaytona Beach Sign	2001	40	1,171.50	14.64	717.56	453.94
Disposed			(1,171.50)		(717.56)	(453.94)
Trees	2001	40	6,650.00	166.25	4,156.25	2,493.75
Handwash Sink at Pool	2002	40	723.70	18.09	434.20	289.50
Pool Signs	2002	40	2,274.49	56.86	1,364.67	909.82
Pool Concession Stand	2002	40	1,181.39	29.53	708.79	472.60
Fence at Bicentennial Park	2003	40	782.32	19.56	449.85	332.47
Pool Concession Stand Counter/Shelves	2003	40	521.66	13.04	299.94	221.72
Fence at Bicentennial Park Ball Field	2004	40	977.00	24.43	537.40	439.60
Motion Lights by Pool	2005	40	1,249.36	31.23	655.87	593.49
Sand for Volleyball Courts	2005	15	2,245.32		2,245.32	0.00
Electrical for Scoreboard	2005	40	1,079.39	26.98	566.63	512.76
Pergola at Swimming Pool	2007	40	870.76	21.77	413.62	457.14
2-VGB Certified Main Drain Covers in Diving Well	2009	40	3,324.87	83.12	1,413.05	1,911.82
New edging in Gillard Park	9-22	40	1,540.00	38.50	125.13	1,414.87
Bi Centennial Ballfield Sprinkler	10-22	30	16,623.00	554.10	1,754.65	14,868.35
Gullord Park Sign	8-23	40	985.00	24.63	57.47	927.53
Bicentennial Sign	11-23	40	1,485.00	37.13	77.35	1,407.65
Electrical Improv at Gullord Park	12-23	40	10,239.02	255.98	533.29	9,705.73
Sandblasting & Paint at Pool	5-24	10	83,250.00	8,325.00	13,181.25	70,068.75
Pool LED Retrofit	8-25	20	3,586.40	59.77	59.77	3,526.63
			$ 1,706,067.35	$ 46,961.43	$ 1,038,736.41	$ 667,330.94
			$ 4,100,260.83	$ 125,937.27	$ 1,848,429.72	$ 2,251,831.11
INFRASTRUCTURE						
Public Works:						
Handicap Sidewalks	2006	40	$ 4,105.79	$ 102.64	$ 2,052.85	$ 2,052.94
2007 Street Project (Maple Avenue, 25th Street, Garnet Avenue, Sunset Lane)	2007	40	378,920.75	9,473.02	179,987.37	198,933.38
Alley between Broadway/Linden Ave and 28th/27th Street	2008	40	38,893.80	972.35	17,502.26	21,391.54
2009 Street Project (23rd St, 29th St, Maple Ave, Redwood Ave)	2009	40	187,163.33	4,679.08	79,544.38	107,618.95
2011 Street Project (Juniper Ave, 25th St, 26th St, Forest Ave)	2014	40	464,037.74	11,600.94	139,211.29	324,826.45
2013 Street Project - Juniper/Hospital	2013-2015	40	258,147.24	6,453.68	70,990.48	187,156.76
Street Light LED Project	2014	40	17,741.34	443.53	5,322.37	12,418.97

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
INFRASTRUCTURE (Cont.)						
Public Works: (Cont.)						
Elm Street Catch Basin Project	10-18	40	4,477.21	111.93	811.49	3,665.72
Prairie Estates Street Lights	4-19	33	2,599.10	78.76	531.63	2,067.47
Prairie Estates Street Project	8-19	33	622,043.30	18,849.80	120,952.88	501,090.42
Prairie Estates Storm Sewer Project	8-19	33	192,145.18	5,822.58	37,361.56	154,783.62
Gullord Park Entrance	7-20	40	51,658.80	1,291.47	7,103.09	44,555.71
1014 sq ft concrete sidewalk @ senior ce	7-22	40	8,719.00	217.98	744.76	7,974.24
Concrete parking lot for library	10-22	40	26,055.00	651.38	2,116.98	23,938.02
28th St Sidewalk Design	12-24	33	378,633.31	11,473.74	12,429.88	366,203.43
Maple Ave Project	12-24	33	509,005.99	15,424.42	16,709.79	492,296.20
26th St Curb & Sidewalk west of City Ha	5-25	40	20,860.00	304.21	304.21	20,555.79
34th Street Project	In Process		18,931.00		0.00	18,931.00
Electrical Feasibility Studies	In Process		408,342.48		0.00	408,342.48
Natural Gas Utility Engineering	In Process		8,795.00		0.00	8,795.00
			$ 3,601,275.36	$ 87,951.51	$ 693,677.27	$ 2,907,598.09
MACHINERY AND EQUIPMENT						
City Hall:						
Steel File			$ 245.80		$ 245.80	$ 0.00
Two Painted Pictures of City			171.96		171.96	0.00
Lateral File			172.00		172.00	0.00
Map File and Tubes			107.26		107.26	0.00
4-Drawer Fireproof File (HUD)	1982	10	679.70		679.70	0.00
7-Drawer File Cabinet	1984	10	105.00		105.00	0.00
Framed Aerial View of Slayton	1987	10	285.00		285.00	0.00
Ke-Master Key Control - Public Works Director	1992	10	94.00		94.00	0.00
Bulletin Board	1994	10	86.40		86.40	0.00
7 Sequoia Election Booths	1996	10	1,273.02		1,273.02	0.00
3 Shelving Units (Basement)	1996	10	292.34		292.34	0.00
6 Poll Star Voting Booths	2004	10	596.50		596.50	0.00
Water Softener	2006	10	520.76		520.76	0.00
Clerks Office Desk	2007	10	363.26		363.26	0.00
Council Chambers Podium	2010	10	1,255.35		1,255.35	0.00
10 Stacking Burgundy Round Back Chai	2010	10	971.07		971.07	0.00
Council Chambers Tables	2010	10	7,193.08		7,193.08	0.00
1/2 Lenovo ThinkCentre Computer	2012	5	323.29		323.29	0.00
1 1/2 Lenovo Computers	2013	5	969.88		969.88	0.00
1/2 RICHO IMC2500 Copier	10-21	5	1,747.79	$ 349.56	1,485.63	262.16
50% HP15 Laptop for Josh	2-23	5	425.00	85.00	240.83	184.17
60% Civic Software Upgrade	4-23	5	17,820.00	3,564.00	9,504.00	8,316.00
Acquasential RO System	10-23	10	1,893.00	189.30	410.15	1,482.85
Council Chamber Audio System	4-25	10	4,449.93	259.58	259.58	4,190.35
			$ 42,041.39	$ 4,447.44	$ 27,605.86	$ 14,435.53
Senior Coordinator:						
File Cabinet			$ 100.00		$ 100.00	$ 0.00
One Typewriter Table			11.50		11.50	0.00
Computer Desk System - Transferred from City Hall	2006	10	1,242.84		1,242.84	0.00
			$ 1,354.34	$ 0.00	$ 1,354.34	$ 0.00
Senior Citizens Center:						
Table			$ 124.48		$ 124.48	$ 0.00
Work Table and Three Compartment Sin	1989	10	50.00		50.00	0.00
McCall Freezer & Refrigerator-WESCAI	1990	10	0.00		0.00	0.00

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Senior Citizens Center: (Cont.)						
Steamer (WESCAP)	1990	10	0.00		0.00	0.00
Air Conditioner - Senior Center	1999	10	553.10		553.10	0.00
4 Oak/Black Tables for Council Room - transferred from City Hall	2004	10	935.48		935.48	0.00
Water Softener	2006	10	449.00		449.00	0.00
Drinking Water Osmosis System	2006	10	904.19		904.19	0.00
Commercial Dishwasher	2-17	10	3,660.00	$ 366.00	3,263.50	396.50
			$ 6,676.25	$ 366.00	$ 6,279.75	$ 396.50
Library:						
Steel Book Cart			$ 101.50		$ 101.50	$ 0.00
1 - Wire Paper Back Displays			200.00		200.00	0.00
3 - Stepstools			120.00		120.00	0.00
12 - Chairs			420.00		420.00	0.00
1 - Small Workroom Desk			150.00		150.00	0.00
1 - 6 Drawer Card File (Wood-Shelf List)			300.00		300.00	0.00
9 - 2 Drawer Metal Card Files (Shelf List)			250.00		250.00	0.00
1 - Revolving 4 Shelf Paperback Display (Sunset Books)			440.00		440.00	0.00
Two Large Folding Tables-transferred from City Hall			N/A		0.00	0.00
Shelving	1979	10	10,549.00		10,549.00	0.00
Built-in Book Return	1979	10	123.49		123.49	0.00
Paperback Display Shelves (Dark Color-15)	1979	10	691.10		691.10	0.00
Steel Book Supports	1979	10	437.10		437.10	0.00
Book Shelves	1980	10	2,559.18		2,559.18	0.00
Ten Chairs and Two Tables	1980	10	1,280.70		1,280.70	0.00
Audio-Visual Table	1982	10	152.79		152.79	0.00
Two Folding Tables	1982	10	264.00		264.00	0.00
Paperback Display	1983	10	425.54		425.54	0.00
2-Shelf Magazine Rack	1983	10	381.00		381.00	0.00
Chair on Casters (Orange)	1986	10	67.35		67.35	0.00
2 Drawer Legal File	1986	10	208.93		208.93	0.00
2 - Library Sign	1987	10	47.00		47.00	0.00
Book Rack (Nonfiction Paperbacks)	1987	10	395.35		395.35	0.00
2 - Drawer Wood Card File	1987	10	135.00		135.00	0.00
Work Station Desk (Circulation/Front)	1988	10	1,655.81		1,655.81	0.00
Fireproof Wastebasket	1989	10	50.50		50.50	0.00
Card File (4 Drawer)	1989	10	194.33		194.33	0.00
Book Carousel	1989	10	63.00		63.00	0.00
3 - VCR Steel Shelving Units (DVD's)	1990	10	692.31		692.31	0.00
Cabinet Base for Song Titles (on casters with sliding doors)	1990	10	278.51		278.51	0.00
Storage Cabinet and Closet	1991	10	485.00		485.00	0.00
1 - Hon 4 Drawer Legal File Cabinets	1991	10	126.00		126.00	0.00
7" Steel Shelf With Brackets	1992	10	49.75		49.75	0.00
1 - Wall and Door Hang-up Rack	1992	10	53.44		53.44	0.00
3-Steel Shelves	1992	10	71.67		71.67	0.00
Wall Mount Book Return	1993	10	342.20		342.20	0.00
90" Steel Shelving	1993	10	670.45		670.45	0.00
Book Drop	1993	10	140.00		140.00	0.00
Shelving	1994	10	1,158.59		1,158.59	0.00
26' x 42" Audio Visual Table	1994	10	115.45		115.45	0.00

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Library: (Cont.)						
Computer Desk	1994	10	543.09		543.09	0.00
Computer Hutch	1994	10	127.75		127.75	0.00
Rotating Paperback Display	1995	10	544.77		544.77	0.00
Wesco Hand Truck (Red)	1996	10	132.14		132.14	0.00
2 - 90" x 10" Steel Shelves	1996	10	588.52		588.52	0.00
3 - Magazine Shelves	1996	10	97.30		97.30	0.00
2 - 10" Adjustable Shelves	1996	10	108.55		108.55	0.00
High Resolution Wand	1997	10	220.75		220.75	0.00
Atlas Shelf and 4 Kick Steps	1998	10	447.11		447.11	0.00
Magazine Display	1998	10	217.25		217.25	0.00
Data Vac System and Carrying Case	2001	10	237.70		237.70	0.00
Lab Computer Stations	2001	5	3,968.64		3,968.64	0.00
12 Hon Computer Lab Chairs	2001	10	1,523.88		1,523.88	0.00
Security Cameras	2001	10	1,040.00		1,040.00	0.00
Custom Made Lectern (Computer Lab)	2001	10	430.00		430.00	0.00
2 Book Shelves	2002	10	927.00		927.00	0.00
Estey-Georgian Ivory Shelving	2005	10	2,101.00		2,101.00	0.00
Drinking Water Osmosis System	2006	10	627.26		627.26	0.00
Book Shelving	2006	10	500.00		500.00	0.00
1-6 Tier-Mar-Line Rotor Island Shelves	2007	10	902.59		902.59	0.00
Library Bureau Shelf 10" Deep Flat Shel	2007	10	516.00		516.00	0.00
Click Rail System (Community Room)	2011	10	799.24		799.24	0.00
Epson Receipt Printer	2011	5	285.48		285.48	0.00
AED (Shared cost with Murray County Health Alliance)	2014	10	435.00		435.00	0.00
Frigidaire 70 Pint Dehumidifier	2014	10	224.00		224.00	0.00
3 Paperback Replacement Towers	2014	10	923.21		923.21	0.00
1 High Back Task Chair	6-15	10	257.15	$ 10.67	257.15	0.00
High-Capacity Revolving Media Tower	11-15	10	1,233.93	102.85	1,233.93	0.00
6 Tier Single Replacement Tower	11-15	10	524.13	43.70	524.13	0.00
Apple iPad with Retina Display	11-15	5	389.99		389.99	0.00
Roland Cube Monitor/PA System	2-16	10	290.95	29.10	288.57	2.38
Barco Curve-It Bike Rack	5-16	10	296.17	29.62	286.32	9.85
2 HP Computers and ASUS Monitors	5-17	5	1,597.92		1,597.92	0.00
Epson Home Cinema Projector	3-20	7	622.99	89.00	519.17	103.82
Fujitsu Mini-Split A/C	9-20	15	3,917.50	261.17	1,392.91	2,524.59
Bike Air/Repair Station	10-20	10	1,654.63	165.46	868.67	785.96
Elm Eco Pro 2 Disc Repair Machine	3-21	10	1,618.95	161.90	782.51	836.44
Lenovo IdeaPad Laptop	1-22	5	588.00	117.60	460.60	127.40
Dell Computer with 10 Viper Antivirus	3-22	5	1,263.30	252.66	947.48	315.82
Circulation Desk with Oak/Walnut	10-22	15	11,574.47	771.63	2,443.50	9,130.97
Dell OptiPlex 5400 Computer	7-23	5	1,224.98	245.00	592.08	632.90
Dell OptiPlex 7060 SFF Desktop Compu	10-23	5	1,442.83	288.57	625.23	817.60
Konica C301i Copier	6-25	5	3,945.00	394.50	394.50	3,550.50
			$ 76,757.16	$ 2,963.43	$ 57,918.93	$ 18,838.23
Fire Department:						
1942 Seagraves Fire Truck			$ 4,500.00		$ 4,500.00	$ 0.00
Lights, Lanterns and Ladders			372.50		372.50	0.00
Air Rescue Tool			195.00		195.00	0.00
Hose Washer and Dryer			3,491.25		3,491.25	0.00
42" Hooligan Tool	1985	10	110.15		110.15	0.00
2 1/2" 45 Degree Chrome Angle Elbow	1986	10	146.50		146.50	0.00
Two Burner Griddles-From Liquor Fund	1986	10	215.62		215.62	0.00

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Fire Department: (Cont.)						
Ladder	1987	10	377.20		377.20	0.00
Jet Nozzle	1987	10	500.00		500.00	0.00
Nozzle	1987	10	313.65		313.65	0.00
Manifold, Adapter	1988	10	1,227.00		1,227.00	0.00
Elk #8297 Port Monitor	1988	10	923.77		923.77	0.00
Syn Drop Tank	1988	10	814.50		814.50	0.00
12' Chain w/Support Hook	1989	10	199.66		199.66	0.00
Tempest Power Blower Ventilation Fan	1990	10	1,785.00		1,785.00	0.00
2 - Tele Poles for Trucks	1991	10	202.34		202.34	0.00
Elkart Play Pipe Combination	1991	10	412.50		412.50	0.00
Windshield Saw and Blade	1991	10	127.50		127.50	0.00
1 - Vetter Airbag System	1991	10	2,275.00		2,275.00	0.00
10' Pike Pole	1992	10	84.00		84.00	0.00
1800 Gal Tanker on 92' GMC	1992	10	66,836.00		66,836.00	0.00
1 - Come Along	1993	10	175.35		175.35	0.00
Snap Tite Adapter and Cap	1994	10	200.35		200.35	0.00
Water Rescue Equipment	1994	10	195.27		195.27	0.00
1 1/2" Turbojet Nozzle	1994	10	388.48		388.48	0.00
4 - Water Rescue Vests	1994	10	202.28		202.28	0.00
Snap Tite Valve and Cap	1994	10	751.06		751.06	0.00
Aqua Pressure Washer	1995	10	995.00		995.00	0.00
400' of 5" Hose	1995	10	2,394.12		2,394.12	0.00
Blackhawk Port A Power	1995	10	265.62		265.62	0.00
Ice Rescue Carabins	1995	10	104.25		104.25	0.00
1993 International Heavy Rescue Unit	1995	10	100,949.00		100,949.00	0.00
400' of 5" Hose	1996	10	2,571.62		2,571.62	0.00
4" to 4.5" Adapter	1996	10	106.25		106.25	0.00
FX-9 Light	1996	10	180.69		180.69	0.00
2 - MC Gear Bags	1996	10	74.35		74.35	0.00
350' of 1 1/2" Hose	1996	10	580.65		580.65	0.00
1 1/2" Nozzle	1996	10	859.95		859.95	0.00
Dual Force Nozzle (1.5 TFT)	1996	10	817.95		817.95	0.00
23 Stacking Chairs (Council Chambers) - transferred from City Hall	1996	10	1,101.14		1,101.14	0.00
Foam System	1997	10	6,067.74		6,067.74	0.00
Pro Pak	1998	10	1,104.71		1,104.71	0.00
Poly Tower	1998	10	224.72		224.72	0.00
Lukas Rescue Tool	1999	10	19,929.28		19,929.28	0.00
2 - Akron 1763 Turbo Jet Nozzles	2000	10	924.00		924.00	0.00
Cabinets for Office	2001	10	191.64		191.64	0.00
Lucas Spreader Tips	2001	10	634.75		634.75	0.00
Manifold	2001	10	1,418.00		1,418.00	0.00
1500 Gallon International Pumper Chassi	2001	10	58,000.00		58,000.00	0.00
IHC 4400 Chassis with Central States Pumper Apparatus and Equipment	2002	10	113,457.00		113,457.00	0.00
Positive Pressure Ventilator	2002	10	1,360.50		1,360.50	0.00
Rock N Rescue Rescue Equipment	2002	10	694.31		694.31	0.00
2 - 10' x 5" Hard Suction Hoses and Adapter	2003	10	876.50		876.50	0.00
2 - 30" x 72" Tables	2004	10	176.79		176.79	0.00
5 - 30" x 96" Tables	2004	10	527.18		527.18	0.00
10 - 1 3/4" x 50' Yellow Hoses	2004	10	940.00		940.00	0.00
Plastic Break Away Splint Stretcher	2004	10	607.95		607.95	0.00

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Fire Department: (Cont.)						
Nozzle-Mid-Matic with Grip 1.5"	2004	10	700.00		700.00	0.00
Pro/Pak Portable Foam System	2005	10	985.00		985.00	0.00
2 Storz 5"x100' Rubber Hoses	2005	10	1,116.00		1,116.00	0.00
Whirlpool Stove	2006	10	489.25		489.25	0.00
Propane Heater	2006	10	580.06		580.06	0.00
5" x 100' Hose	2006	10	1,058.00		1,058.00	0.00
2006 Chevy Pickup (Bill) (Transferred from Streets)	2006	10	23,214.92		23,214.92	0.00
3 Nozzles	2007	10	1,545.55		1,545.55	0.00
3 Coats and Pants	2007	10	69.25		69.25	0.00
Air Compressor Installation	2007	10	733.45		733.45	0.00
Intl 4400 Pumper Truck	2007	10	196,995.00		196,995.00	0.00
3 Coats and Pants	2008	10	3,766.15		3,766.15	0.00
2 Rubbers Hoses 5" x 100'	2008	10	1,108.00		1,108.00	0.00
6 Double Jacket Hoses 2.5" x 50'	2008	10	817.00		817.00	0.00
Cut Off Saw Kit 14"	2008	10	1,277.00		1,277.00	0.00
Dual line rit pack with whistle	2008	10	2,289.23		2,289.23	0.00
Compressor, tanks and fill station	2008	10	30,239.58		30,239.58	0.00
2-5" x 100' Yellow Fire Hose	2009	10	1,134.00		1,134.00	0.00
2 Stearns Driflex Ice Rescue Suits	2009	10	940.00		940.00	0.00
30 Wildland Coats and Pants	2010	10	7,643.00		7,643.00	0.00
3 Coats and Pants	2010	10	4,665.15		4,665.15	0.00
5" x 100' Yellow Fire Hose	2010	10	1,825.00		1,825.00	0.00
21 Pair 8" Power EMS and Wildland Bo	2010	10	3,150.00		3,150.00	0.00
Hurst S-511 Cutter	2010	10	5,835.98		5,835.98	0.00
3 Helmets	2011	10	524.85		524.85	0.00
3 Coats and Pants	2011	10	4,714.20		4,714.20	0.00
5"x100' Yellow Fire Hose	2011	10	1,785.00		1,785.00	0.00
Bullard Eclipse Thermal Image Camera	2011	10	6,263.00		6,263.00	0.00
32 Cap Style Helmets	2011	10	973.79		973.79	0.00
30 Ear Neck Face Protectors	2011	10	702.96		702.96	0.00
32 Helmet Goggles	2011	10	879.66		879.66	0.00
35 pair Gloves	2011	10	852.07		852.07	0.00
8 Collapsible Bags	2011	10	1,550.77		1,550.77	0.00
8-1.75"x50" Hose	2011	10	1,043.60		1,043.60	0.00
420 Pumper Dual Head Radio	2011	10	5,625.42		5,625.42	0.00
421 Pumper Dual Head Radio	2011	10	5,625.42		5,625.42	0.00
440 Grass Rig Radio	2011	10	3,563.77		3,563.77	0.00
470 Tanker Radio	2011	10	4,453.56		4,453.56	0.00
475 Pumper Dual Head Radio	2011	10	6,052.48		6,052.48	0.00
492 Tanker Radio	2011	10	3,563.77		3,563.77	0.00
Rescue Dual Head Radio	2011	10	4,328.44		4,328.44	0.00
Fire Hall Base	2011	10	4,864.69		4,864.69	0.00
25 Motorola XTS2500 Portable Radios	2011	10	63,303.39		63,303.39	0.00
Four 6 Bay Chargers	2011	10	4,409.47		4,409.47	0.00
10 Single Chargers	2011	10	1,347.34		1,347.34	0.00
4 Spare Batteries	2011	10	268.41		268.41	0.00
1 Battery Reader	2011	10	272.19		272.19	0.00
3 Headsets	2011	10	1,291.00		1,291.00	0.00
25 Minitor V Pagers & Chargers	2011	10	12,411.81		12,411.81	0.00
3 pair Xtreme Coat and Pant	2012	10	4,840.86		4,840.86	0.00
2 - 5" x 100' Yellow Hose, Storz Couplin	2012	10	1,287.90		1,287.90	0.00

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Fire Department: (Cont.)						
2012 M2 1-6 Freightliner with 2000 gallon tank	2012	10	174,903.00		174,903.00	0.00
3 pair Xtreme Coat and Pant	2013	10	5,032.80		5,032.80	0.00
3 - 5" x 100' Yellow Hose, Storz Couplin	2013	10	1,843.68		1,843.68	0.00
4.5" Gear Operated Butterfly Valve	2013	10	889.00		889.00	0.00
Water Softener	2013	10	1,063.41		1,063.41	0.00
3 pair Xtreme Coat and Pant	2014	10	5,192.53		5,192.53	0.00
Vent Fan	2-15	10	2,169.57	$ 18.05	2,169.57	0.00
3 Pair Coat and Pants	3-15	10	5,320.06	88.63	5,320.06	0.00
5 Helmets	8-15	10	546.00	31.85	546.00	0.00
Parts for Installation of Commercial R/O System	11-15	10	693.82	57.84	693.82	0.00
2 Minitor VI Pagers SN 1365RX0052 and 1365RX0054	12-15	10	828.56	75.92	828.56	0.00
Commercial RO System	1-16	10	1,699.00	169.90	1,699.00	0.00
65" Samsung Wall Mount TV and Soundbar	1-16	10	1,982.52	198.27	1,982.52	0.00
3 Xtreme Coats and Pants	3-16	10	5,389.70	538.97	5,299.87	89.83
2-5x100 Stz Yellow Hose	12-16	10	1,274.20	127.42	1,157.40	116.80
Backup Camera installed in 2012 Freightliner	12-16	10	290.73	29.07	264.05	26.68
2 5x100 Stz Yellow Hose	1-17	10	1,336.81	133.68	1,203.12	133.69
4 Minitor VI Radios	2-17	10	1,759.36	175.94	1,568.79	190.57
1 Yellow & 1 White Low Rider Helmets	3-17	10	694.00	69.40	613.03	80.97
3 Xtreme Coats and Pants	4-17	10	5,891.12	589.11	5,154.71	736.41
ZOLL AED Plus and Wall Cabinet	5-17	10	395.00	39.50	342.33	52.67
2 Pressure Regulators	12-17	10	1,125.00	112.50	909.38	215.62
Rescue Randy Manikin	12-17	10	1,329.00	132.90	1,074.28	254.72
Tool Adaptor	12-17	10	500.91	50.09	404.89	96.02
Motor Vehicle Crash Kit	3-18	10	895.50	89.55	701.48	194.02
4 Radios	3-18	10	1,959.36	195.94	1,534.86	424.50
6 Coats	5-18	10	5,985.53	598.55	4,588.89	1,396.64
Hose/Nozzle	9-18	10	2,592.85	259.29	1,901.46	691.39
17 Cylinders	11-18	10	79,905.50	7,990.55	57,265.61	22,639.89
Akron TurboJet Nozzle w/ Pistol Grip	12-18	10	738.45	73.85	523.10	215.35
4-2.5" 50' Lightweight Rubber Hose	1-19	15	590.00	39.33	275.31	314.69
4-1.75" 50' Hose	1-19	15	545.00	36.33	254.31	290.69
11-5" 100' Hose with 5" Storz Couplings	1-19	10	6,806.25	680.63	4,764.41	2,041.84
Altair 4XR Multigas Detector	2-19	5	1,014.50		1,014.50	0.00
7 pair Boots	3-19	10	2,184.00	218.40	1,492.40	691.60
4 Jackets and Pants	3-19	10	7,979.94	797.99	5,452.94	2,527.00
34 Tanks	3-19	10	25,398.00	2,539.80	17,355.30	8,042.70
6 Motorola Pagers	5-19	10	2,754.00	275.40	1,836.00	918.00
2019 Freightliner Pumper Truck	10-19	15	328,523.00	21,901.53	136,884.56	191,638.44
Hurst S799 Cutter	11-19	20	12,494.90	624.75	3,852.62	8,642.28
Hurst 28" Spreader	11-19	20	12,175.00	608.75	3,753.96	8,421.04
Hurst 53" Ram Package	11-19	20	8,998.90	449.95	2,774.69	6,224.21
Hurst Power Supply Adapter	11-19	20	676.90	33.85	208.74	468.16
Install Generator Transfer Switch	2-20	20	2,139.09	106.95	632.79	1,506.30
2020 GMC Sierra 350 Crew Cab	2-20	15	36,407.00	2,427.13	14,360.52	22,046.48
Grass Rig Rack	3-20	15	1,087.46	72.50	422.91	664.55
10 Minitor VI Pagers	3-20	10	4,220.00	422.00	2,461.67	1,758.33
3 Globe Coats and Pants	3-20	10	6,454.72	645.47	3,765.24	2,689.48

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Fire Department: (Cont.)						
Blowhard Dual Powered Fan Unit	3-20	10	3,430.00	343.00	2,000.83	1,429.17
Air Comp. Hose and Adaptor	4-20	10	900.00	90.00	517.50	382.50
47" Light Bar	6-20	15	1,200.00	80.00	446.67	753.33
Firehouse 6 Gear Dryer	8-20	20	9,405.00	470.25	2,547.19	6,857.81
6 Global Bunker Suits	11-20	10	13,436.40	1,343.64	6,942.14	6,494.26
6 Tool Combo Kit	12-20	10	801.55	80.16	407.48	394.07
Federal Signal Lights	1-21	25	625.00	25.00	125.00	500.00
Lighting Upgrade #493	5-21	25	4,046.00	161.84	755.25	3,290.75
2 Portable Scene Lights	8-21	15	1,463.44	97.56	430.89	1,032.55
2021 Triton Enclosed Trailer	10-21	30	13,129.25	437.64	1,859.97	11,269.28
Vehicle Crash Kit	12-21	15	831.50	55.43	226.34	605.16
6 Cold Water Rescue Suits	12-21	10	4,546.68	454.67	1,856.57	2,690.11
3- APX 400 7/800 MHZ Model 2 Port (Charger)	3-22	10	3,538.50	353.85	1,326.94	2,211.56
3- ENH: 3600 OR 9600 Trucking Baud Single System	3-22	10	3,532.50	353.25	1,324.69	2,207.81
6- 9hz Thermal Camera Kit	5-22	10	3,822.29	382.23	1,369.66	2,452.63
2- Truck Charger	5-22	10	1,477.36	147.74	529.40	947.96
2- 240x180 Thermal Camera Kit	6-22	10	6,220.70	622.07	2,177.25	4,043.45
FD Light Bar	7-22	15	1,957.50	130.50	445.88	1,511.62
PSS 5/7000 LDV Breathing Apparatus	10-22	10	501.75	50.18	158.90	342.85
6- FPS Com 5000	10-22	10	3,221.24	322.12	1,020.05	2,201.19
3- GPS Pants & RXT Coats	10-22	10	3,431.64	343.16	1,086.67	2,344.97
3- RXT Coats	10-22	10	4,092.83	409.28	1,296.05	2,796.78
9- FPS Com 5000	11-22	10	4,829.58	482.96	1,489.13	3,340.45
HP 15 Laptop w Monitor, Keyboard & USB Hub	12-22	5	782.96	156.59	482.82	300.14
3- Min VI Pagers	12-22	10	1,726.98	172.70	532.49	1,194.49
Dura Crib Auto X Crib Tool Kit	12-22	10	1,667.51	166.75	514.15	1,153.36
2023 Polaris Ranger 100 EPS	1-23	10	17,239.00	1,723.90	5,028.04	12,210.96
3 FD Radios	2-23	3	1,455.00	485.00	1,374.17	80.83
3 Jackets	5-23	10	4,754.08	475.41	1,228.14	3,525.94
3 Pants	5-23	10	4,001.08	400.11	1,033.62	2,967.46
Turnout Gear Dryer	8-23	20	11,185.00	559.25	1,304.92	9,880.08
Ricoh IM350F Copier	8-23	5	2,358.27	471.65	1,100.52	1,257.75
APX 4000 7/800 MHZ Port Radio	10-23	10	12,076.60	1,207.66	2,616.60	9,460.00
Trucking Baud Single System	10-23	10	7,460.64	746.06	1,616.46	5,844.18
28' Super Vac Fan	12-23	10	4,830.00	483.00	1,006.25	3,823.75
50G Skid Sprayer	2-24	5	4,708.75	941.75	1,726.54	2,982.21
TeleCrib Squad Kit w/ Strut & Jack	3-24	10	12,810.38	1,281.04	2,348.57	10,461.81
3 sets of Fire Gear	4-24	10	8,852.97	885.30	1,549.27	7,303.70
2024 Polaris Ranger	6-24	10	15,660.00	1,566.00	2,479.50	13,180.50
3 APX Chargers	7-24	10	5,639.16	563.92	798.89	4,840.27
3 Truck Radios	7-24	10	3,730.32	373.03	528.46	3,201.86
8 Foot Torpedo Nozzle	8-24	10	3,532.28	353.23	500.41	3,031.87
5 Foot Torpedo Nozzle	8-24	10	3,410.72	341.07	483.18	2,927.54
3 Portable Radios & Charges	2-25	10	10,642.32	975.55	975.55	9,666.77
50G Skid Sprayer	3-25	10	4,455.80	408.45	408.45	4,047.35
3 Set of Turnout Gear	4-25	10	9,526.11	635.07	635.07	8,891.04
Ply Tuf 800 Lite FD Hoses	4-25	15	3,212.00	142.76	142.76	3,069.24
			$ 1,864,968.25	$ 66,479.31	$ 1,393,123.33	$ 471,844.92
Police Department:						
1- 60" x 30" Hon Desk	1991	10	$ 316.00		$ 316.00	$ 0.00

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Police Department: (Cont.)						
Table and 4 Chairs - transferred from City Hall	1992	10	713.08		713.08	0.00
2 Remington 870 Shotguns	1998	10	213.00		213.00	0.00
Water Softener	2006	10	826.96		826.96	0.00
2 Remington Shot guns	2008	10	620.00		620.00	0.00
X26E Taser	2010	10	1,780.89		1,780.89	0.00
2 - 53SL ES Mobile Remote Mount Vehicle Radios and Antennas	2010	10	720.30		720.30	0.00
Disposed			(720.30)		(720.30)	
53SL ES Mobile Remote Mount Vehicle Radios and Antennas	2010	10	360.15		360.15	
36 Gun Electric Lock Gun Safe	2012	10	961.86		961.86	0.00
Storage Shelving at Sheriff's Office	2014	10	2,424.51		2,424.51	0.00
Ford Console Unit, Slidearm, Computer						
2008 GMC Sierra Truck outfitted (truck from forfeiture)	8-15	10	1,000.00	$ 58.33	1,000.00	0.00
Sold			(1,000.00)		(1,000.00)	
3 Bushmaster A3 Tele 16" M4 with Quad with EOTECH Model 512-A65 Scopes	9-15	10	4,152.18	276.79	4,152.18	0.00
2 Tasers case, cartridge, and battery pack	11-15	10	2,467.97	205.64	2,467.97	0.00
1/3 Portable Alarm System for Radios	4-16	10	1,910.75	191.08	1,863.03	47.72
4-Glock Gen4 9 MM Pistol	4-16	10	1,656.27	165.63	1,614.89	41.38
4-Streamlight Tlr-1 for Glocks	4-16	10	460.48	46.05	448.99	11.49
5 Portable Radios, Speaker Mic, Battery Charger, and Belt Loop	2-17	10	11,294.60	1,129.46	10,071.02	1,223.58
Panasonic Charge Kit	11-17	5	733.25		733.25	0.00
Ford Interceptor Console	11-17	10	571.23	57.12	466.48	104.75
3 Panasonic Tough Books	12-17	5	7,971.10		7,971.10	0.00
2018 Ford Panel Barrier, Partition, Light	3-18	10	3,416.46	341.65	2,391.55	1,024.91
2018 Ford Police Explorer	5-18	10	31,394.00	3,139.40	21,975.80	9,418.20
Evidence Library Web Server	1-19	10	3,050.00	305.00	2,135.00	915.00
3 Front Cameras; Wireless Kits, DVR	1-19	10	14,340.00	1,434.00	10,038.00	4,302.00
2 Wearable Cameras with Charging Base	1-19	10	2,100.00	210.00	1,470.00	630.00
3 Wearable Cameras with Charging Base	1-19	10	3,345.00	334.50	2,341.50	1,003.50
Server Tower	1-19	10	4,285.00	428.50	2,999.50	1,285.50
HP M426FDW Laserjet Printer/Copier	2-19	5	697.66		697.66	0.00
Disposed			(697.66)		(697.66)	
Tazer X2 Limited (2)	9-19	5	4,770.00		4,770.00	0.00
Tazer X26P Unlimited (2)	9-19	5	4,110.00		4,110.00	0.00
Ballistic Vest	6-20	5	1,059.11	88.27	1,059.11	0.00
1 Radar Unit	8-20	10	3,151.00	315.10	1,759.31	1,391.69
2021 Ford Interceptor	12-20	10	32,175.24	3,217.52	17,964.49	14,210.75
2021 Ford Interceptor Accessories	12-20	10	10,262.32	1,026.23	5,729.79	4,532.53
Solar Radar Speed Signs and Posts	12-20	10	9,062.47	906.25	5,059.89	4,002.58
Watchguard cameras in 2 Ford Interceptors	4-21	7	1,346.44	192.35	913.66	432.78
9mm Pistol: P320	2-22	10	483.65	48.37	185.41	298.24
HP Elite books Laptop	5-22	5	1,700.32	340.06	1,218.55	481.77
2022 Durango Squad car with accessories	7-22	10	44,239.04	4,423.90	15,114.99	29,124.05
BEE III Standard Radio	8-23	10	2,239.00	223.90	522.43	1,716.57
3 Portable Radio Mics	11-23	10	622.62	62.26	134.90	487.72
3 APX6000 Portable Radios	12-23	10	16,206.64	1,620.66	3,376.38	12,830.26

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Police Department: (Cont.)						
5 Taser 7 Basic Bundle	1-24	10	15,007.50	1,500.75	3,001.50	12,006.00
Axon Police Body Cam	2-24	10	5,896.56	589.66	1,081.04	4,815.52
Multi-Bay Body Cams	2-25	5	5,896.56	1,081.04	1,081.04	4,815.52
APX6500 Enhanced Mobile Radio	2-25	8	6,081.12	633.45	633.45	5,447.67
2 Squad Car Cameras	3-25	5	3,641.52	606.92	606.92	3,034.60
APX6500 Enhanced Mobile Radio	4-25	8	6,081.12	506.76	506.76	5,574.36
2025 Durango Pursuit Vehicle	5-25	7	63,495.83	6,047.22	6,047.22	57,448.61
Multifunction Printer	12-25	5	2,571.00	42.85	42.85	2,528.15
			$ 341,463.80	$ 31,796.67	$ 156,276.40	$ 185,187.40
Civil Defense:						
Pager	1986	10	$ 314.00		$ 314.00	$ 0.00
1 - Motorola Hand Held Radio & Charge	1993	10	878.62		878.62	0.00
4 - Radio Activate Sirens	1993	10	3,739.75		3,739.75	0.00
Motorola Visar Radio and Two Chargers	1994	10	1,148.95		1,148.95	0.00
40 KW Onan Generator	1998	10	10,500.00		10,500.00	0.00
Civil Defense Radio and Antenna	2002	10	564.45		564.45	0.00
1-127 db Siren and 4 Receiver/Controller, Internal Antenna - transferred from Fire Department	2010	10	15,276.71		15,276.71	0.00
1 Siren	11-20	10	11,750.00	$ 1,175.00	6,070.83	5,679.17
Siren Pole	12-20	10	2,057.61	205.76	1,045.95	1,011.66
			$ 46,230.09	$ 1,380.76	$ 39,539.26	$ 6,690.83
Street Department:						
Tool Chest	1981	10	$ 643.47		$ 643.47	$ 0.00
Tool Box	1983	10	90.30		90.30	0.00
Heil Dump Box and Hoist	1985	10	3,490.00		3,490.00	0.00
Swenson Tailgate Sander	1985	10	1,990.00		1,990.00	0.00
Disposed			(1,990.00)		(1,990.00)	
1986 Ford F800 Truck	1986	10	31,794.57		31,794.57	0.00
Sold			(31,794.57)		(31,794.57)	
Oxygen and Acetylene Cylinders	1986	10	340.00		340.00	0.00
Drill Press	1987	10	189.00		189.00	0.00
Sixty Pound Jackhammer	1989	10	739.00		739.00	0.00
Bartell Cement Grinder	1992	10	2,654.44		2,654.44	0.00
VT6275 Air Compressor (Shop)	1995	10	478.19		478.19	0.00
GE Portable Radio	1996	10	718.29		718.29	0.00
1998 IH 4700 Truck and Box	1997	10	58,469.10		58,469.10	0.00
Bos Chipper Hammer	1998	10	646.77		646.77	0.00
Plate Packer	1999	10	1,650.75		1,650.75	0.00
1/2 - 2005 International 7300 Plow Truck	2004	10	38,011.58		38,011.58	0.00
1/2 Big's Mighty Lift System	2005	10	354.12		354.12	0.00
1/2 Shop Welder	2007	10	878.09		878.09	0.00
Trailer	2007	10	1,399.97		1,399.97	0.00
1/2 12,000 lb Challenger Hoist	2008	10	2,650.00		2,650.00	0.00
Rolling Jack	2010	10	1,820.38		1,820.38	0.00
Kenwood Radio	2011	10	565.21		565.21	0.00
Used Kenwood Radio	2011	10	292.68		292.68	0.00
London Fog - Model 18-20 Command Belt Drive	2012	10	8,401.54		8,401.54	0.00
1/2-16" 94CC Gas Cut-Off Saw	2012	10	800.34		800.34	0.00
1/2 Air Roller Jack	2013	10	978.16		978.16	0.00
2/3 - 2013 IHC 7400 Orange Truck	2013/2014	10	58,246.38		58,246.38	0.00
2/3 - 11' Municipal Dump Body	2013	10	34,440.00		34,440.00	0.00

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Street Department: (Cont.)						
1/2 6000W Generator	1-15	10	600.00	$	600.00	0.00
1991 John Deere Grader	1-15	10	33,000.00		33,000.00	0.00
Traded			(33,000.00)		(33,000.00)	
1/2 Chevy Silverado K1500 (Darwin)	5-15	10	13,611.81	453.74	13,611.81	0.00
1/2 6.2 Hyd Motor Package	9-15	10	372.75	24.80	372.75	0.00
Twin Spin Sander	8-16	10	4,915.00	491.50	4,628.29	286.71
2016 JD 524K Loader (shared with						
Water Fund)	11-16	10	36,120.60	3,311.06	32,809.55	3,311.05
Traded			(36,120.60)		(32,809.55)	(3,311.05)
1/2 9 Piece Combo Tool Kit	12-16	10	542.50	54.25	492.77	49.73
1/2 Skid Loader Bucket	5-17	10	1,132.25	113.23	981.32	150.93
Plow Truck Radio	12-17	10	699.00	69.90	565.03	133.97
Service Truck Radio	12-17	10	512.00	51.20	413.87	98.13
1/2 Alkota Pressure Washer 420X4	1-18	15	2,147.50	143.17	1,145.36	1,002.14
Salt Spreader	1-18	10	3,713.00	371.30	2,970.40	742.60
Fuel Pump-Transferred from Airport	1-18	10	869.44	86.94	695.52	173.92
1/2 2016 PV Platform for Loader	1-19	20	1,569.58	78.48	549.36	1,020.22
SB200 Snowblower 72" Width	1-19	5	4,107.00		4,107.00	0.00
Disposed			(4,107.00)		(4,107.00)	
1/2 2011 JR96 Forks for Bobcat	1-19	20	1,600.00	80.00	560.00	1,040.00
1/2 2019 Ford F350	5-19	10	20,619.35	2,061.94	13,746.26	6,873.09
1/2 #319B Truck Box	6-19	10	7,458.10	745.81	4,909.92	2,548.18
Prairie Addition Mailboxes	9-19	33	6,030.09	182.73	1,157.29	4,872.80
24 Snowflake Christmas Lights	12-19	15	14,490.61	966.04	5,876.74	8,613.87
Line Lazer 2 Gun Paint Striper	5-20	10	5,600.00	420.00	3,033.33	2,566.67
Sold			(5,600.00)		(3,033.33)	(2,566.67)
2019 JD R240 Rear Disk Mower	5-20	10	11,900.00	1,190.00	6,743.33	5,156.67
2002 Elgin Street Sweeper	7-20	10	32,830.11	3,283.01	18,487.85	14,342.26
Plate Compactor	7-20	10	1,521.67	152.17	836.93	684.74
2020 GMC Sierra	8-20	10	31,067.81	3,106.78	16,828.39	14,239.42
1/2 84" Bobcat Angle Broom	6-21	5	2,323.32	464.66	2,129.69	193.63
60% 2021 KR 2.5 Loader Bucket	9-21	10	11,376.00	1,137.60	4,929.60	6,446.40
(20%) 2022 Tilt Bed Trailer	11-22	30	1,696.53	56.55	174.36	1,522.17
(20%) 2023 K2 Excavator	12-22	10	13,176.66	1,317.67	4,062.82	9,113.84
50% Bobcat Excavator Jackhammer	2-23	10	4,521.20	452.12	1,281.01	3,240.19
50% S66 T4 Bobcat Skid Steer	4-23	15	25,765.62	1,717.71	4,580.56	21,185.06
40% SS Dump Body on 2004 Internation	5-23	10	13,108.00	1,310.80	3,386.23	9,721.77
60% Rillar Rear 32" Installation on						
1997 International	8-23	10	7,716.00	771.60	1,800.40	5,915.60
50% 20hp Bobcat Auger	10-23	10	1,868.42	186.84	404.82	1,463.60
50% Bobcat 32x74 Snowblower	3-24	5	1,857.00	371.40	619.00	1,238.00
60% 2024 Intl Plow Truck	1-25	15	40,389.60	2,692.64	2,692.64	37,696.96
60% 2025 Intl-HV507 Plow Truck	1-25	15	68,624.63	4,193.73	4,193.73	64,430.90
2010 JD 772G Grader	2-25	15	103,800.00	5,766.67	5,766.67	98,033.33
Line Lzer Street Striper	5-25	5	8,150.00	950.83	950.83	7,199.17
#205 Plow Truck Sander	8-25	10	12,516.00	417.20	417.20	12,098.80
60% Komatsu Loader	11-25	10	136,857.05	1,140.48	1,140.48	135,716.57
50% Bobcat Angle Broom	12-25	5	3,695.43	61.59	61.59	3,633.84
			$ 834,591.79	$ 40,448.14	$ 353,712.58	$ 480,879.21
Airport:						
1984 International Tractor w/Snowblowe	1984	10	$ 23,541.86		$ 23,541.86	$ 0.00
Sold			(23,541.86)		(23,541.86)	
Three Wastebaskets	1989	10	285.00		285.00	0.00

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Airport: (Cont.)						
Four Arm Chairs	1989	10	149.00		149.00	0.00
Sofa	1989	10	545.00		545.00	0.00
Table	1989	10	133.00		133.00	0.00
Aviation Fuel Transfer Pump	10-21	10	2,137.75	$ 213.78	908.56	1,229.19
Case IH Farmall Tractor	5-25	15	92,650.00	3,603.06	3,603.06	89,046.94
Kuhn GMD240HD Mower	5-25	15	15,500.00	602.78	602.78	14,897.22
Farm King 960 Snow Blower	5-25	15	7,450.00	289.72	289.72	7,160.28
			$ 118,849.75	$ 4,709.34	$ 6,516.12	$ 112,333.63
Park and Recreation:						
Two Whirlers			$ 282.62		$ 282.62	$ 0.00
Slide			176.00		176.00	0.00
Swing			215.59		215.59	0.00
Miracle Whirl			290.69		290.69	0.00
Twenty-one Park Tables			597.27		597.27	0.00
Athletic Field Lights - Contribution			4,000.00		4,000.00	0.00
Athletic Light Towers Replaced			9,656.20		9,656.20	0.00
Flood Lights for Athletic Field			196.00		196.00	0.00
Shelter			1,412.50		1,412.50	0.00
Swing			138.00		138.00	0.00
Pull-a-Way			460.00		460.00	0.00
Muscle Man			223.00		223.00	0.00
Swing			278.00		278.00	0.00
Whirl			298.00		298.00	0.00
Blacktop Tennis Court			1,450.00		1,450.00	0.00
Lights and Poles			3,318.00		3,318.00	0.00
Poles	1979	10	1,851.95		1,851.95	0.00
Bicentennial Park Light Pole	1980	10	3,826.53		3,826.53	0.00
Bleacher at Bicentennial Park	1980	10	402.45		402.45	0.00
Bicentennial Park Playground Equipment	1981	10	10,396.00		10,396.00	0.00
Benches for Bicentennial Park	1981	10	1,650.00		1,650.00	0.00
Bike Rack	1983	10	747.33		747.33	0.00
Park Benches	1983	10	1,878.56		1,878.56	0.00
Slide	1983	10	4,051.46		4,051.46	0.00
Picnic Table	1983	10	199.85		199.85	0.00
Playground Equipment	1984	10	3,030.58		3,030.58	0.00
Thirty Samsonite Chairs-Boy Scout Building	1985	10	449.40		449.40	0.00
Two Tables - Boy Scout Building	1986	10	152.10		152.10	0.00
Eight Picnic Tables	1987	10	400.00		400.00	0.00
6-7' Picnic Tables	1988	10	330.00		330.00	0.00
Pool 810 Active aid Longboard	1992	10	297.03		297.03	0.00
Pool Ring Buoys	1993	10	196.32		196.32	0.00
Tiny Tot Rec Center - Gullord Park	1993	10	5,227.00		5,227.00	0.00
Disposed			(5,227.00)		(5,227.00)	
10 - Picnic Tables	1994	10	1,100.00		1,100.00	0.00
10 - Picnic Tables	1995	10	975.00		975.00	0.00
Pool Totemaster	1996	10	235.53		235.53	0.00
10 - Picnic Tables	1996	10	950.00		950.00	0.00
Pediatric Spine Board - Pool	1997	10	368.99		368.99	0.00
2 - 8' Picnic Tables	2002	10	1,326.30		1,326.30	0.00
Refrigerator - Swimming Pool	2002	10	905.25		905.25	0.00
10 - Picnic Tables	2002	10	575.46		575.46	0.00
2 Sand Volleyball Courts	2005	10	1,448.36		1,448.36	0.00

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Park and Recreation: (Cont.)						
Crab & Turtle Pool Toys	2006	10	5,940.00		5,940.00	0.00
Baseball / Softball Scoreboard	2006	10	3,464.00		3,464.00	0.00
Chain Saw	2006	10	521.87		521.87	0.00
1-46" Perforated Square Table with 4 Attached Seats	2009	10	784.58		784.58	0.00
Wiring for Speakers and outlet in Dugout	2011	10	1,342.86		1,342.86	0.00
2014 Ford Police Interceptor	2013	10	32,895.82		32,895.82	0.00
PowerScape Kinsley's Castle Playground at Bicentennial Park	2013/2014	10	42,920.10		42,920.10	0.00
Zoll AED Plus Defibrillator with Adult and Pedi padz	2014	10	1,537.00		1,537.00	0.00
3 - 20' Funbrellas at Pool	2014	10	10,028.91		10,028.91	0.00
Pool Freezer	6-15	10	1,186.35	$ 49.39	1,186.35	0.00
Pool Microwave	6-15	10	393.65	16.36	393.65	0.00
Honda Push Mower	6-15	10	500.00	20.83	500.00	0.00
20' Funbrella Yellow/White	9-17	10	3,848.83	384.88	3,175.26	673.57
Paint Striper 10" Wheel	9-17	10	1,285.96	128.60	1,071.67	214.29
60 Gallon Boomless Sprayer	6-18	5	647.00		647.00	0.00
Maxi-Sweep Vacuum & Accessories	7-18	10	4,727.68	472.77	3,545.77	1,181.91
Elkay Outdoor Drinking Fountain	12-18	15	4,323.16	288.21	2,041.49	2,281.67
5 Dog Waste Receptacles	3-19	10	2,746.25	274.63	1,876.63	869.62
2 Roll Bag Pet Waste Systems	3-19	10	1,079.95	108.00	738.00	341.95
Extended Length 11.5' Pruner	8-19	10	609.95	61.00	391.41	218.54
2020 John Deere Gator TX	4-20	10	8,447.01	774.31	4,575.47	3,871.54
Traded			(8,447.01)		(4,575.47)	(3,871.54)
3-Bag Powerflow Bagger	6-20	10	1,936.70	193.67	1,000.62	936.08
5 32 Gal Black Trash Cans with Lids	6-20	10	2,399.08	239.91	1,239.54	1,159.54
15' GaGa Ball Pit	7-20	15	1,593.07	106.20	531.00	1,062.07
20' Purple Funbrella	7-20	10	3,201.28	320.13	1,600.64	1,600.64
20" Stihl Chainsaw	2-21	10	467.95	46.80	230.10	237.85
2 Raypak Boilers/Heat Exchangers	6-21	15	61,338.53	4,089.24	18,742.35	42,596.18
2 Basketball Hoops	7-21	20	4,380.20	219.01	985.55	3,394.65
1 Volleyball Net System	7-21	20	1,992.75	99.64	448.38	1,544.37
2 Bag Pet Waste Systems	7-21	15	816.51	54.43	244.94	571.57
4 Supersaver Receptable	7-21	15	2,031.49	135.43	609.44	1,422.05
Gametime Play Equipment	8-21	20	57,344.17	2,867.21	12,663.51	44,680.66
Rox All See Saw	12-21	20	9,888.46	494.42	2,018.88	7,869.58
Park Bench	4-22	10	1,148.23	114.82	421.01	727.22
2022 JD Gator	4-22	10	9,600.00	960.00	3,520.00	6,080.00
2022 JD X754 with 60-in High Capacity Mower Deck	4-22	10	15,000.00	500.00	4,500.00	10,500.00
Traded			(15,000.00)		(4,500.00)	(10,500.00)
Starfish Pool Slide with Slide Pad	5-22	20	30,250.00	1,512.50	5,419.79	24,830.21
ADA Swing Set	8-22	10	2,101.12	210.11	700.37	1,400.75
8- Square Trash Cans	10-22	10	4,582.65	458.27	1,451.19	3,131.46
2- 32 Gallon Trash Cans	10-22	10	1,209.45	120.95	383.01	826.44
3- 8ft Picnic Tables	10-22	10	3,472.54	347.25	1,099.63	2,372.91
Install VDF @ Pool	12-22	10	4,520.00	452.00	1,393.67	3,126.33
Pool Shield/Leveling System with Butterfly Value	5-23	10	6,048.28	604.83	1,612.88	4,435.40
2 Pool Pumps	5-23	10	1,335.07	133.51	356.02	979.05
GoTeck Basketball Hoops	5-23	20	1,068.64	53.43	142.48	926.16
3 Rectangular Picnic Tables	6-23	10	3,465.74	346.57	895.31	2,570.43

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Park and Recreation: (Cont.)						
Pet Waste Disposal System	6-23	10	718.04	71.80	185.49	532.55
Square Picnic Table	6-23	10	1,128.03	112.80	291.40	836.63
Pool Sound System	7-23	10	3,127.09	312.71	807.83	2,319.26
50% Gas Utility Vehicle	3-24	10	7,828.63	782.86	1,435.25	6,393.38
Play Feature Pump at Pool	4-24	10	7,545.23	754.52	1,320.41	6,224.82
2024 JD Z997R Mower	4-24	10	25,250.00	2,525.00	4,208.33	21,041.67
Pool Vacuum	5-24	5	5,019.87	1,003.97	1,589.62	3,430.25
Coghill Playset for Gullord	6-24	10	27,382.07	2,738.21	4,107.31	23,274.76
JD X754 Mower	4-25	5	12,897.50	1,719.67	1,719.67	11,177.83
JD 60-in Mower Deck	4-25	5	2,502.50	333.67	333.67	2,168.83
AquaZip	6-25	10	18,649.00	932.45	932.45	17,716.55
Pool Basket/Strainer	8-25	20	15,298.01	254.97	254.97	15,043.04
			$ 525,058.12	$ 28,801.94	$ 250,635.40	$ 274,422.72
			$ 3,857,990.94	$ 181,393.03	$ 2,292,961.97	$ 1,565,028.97
TOTALS			$ 13,571,812.91	$ 421,478.65	$ 5,711,972.37	$ 7,859,840.54

CITY OF SLAYTON
SCHEDULE OF GENERAL CAPITAL ASSETS
SLAYTON ECONOMIC DEVELOPMENT AUTHORITY
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
LAND						
McCord Addition (1 Lot)	1997		N/A			
2216 Oak Avenue	2007		$ 3,297.98			$ 3,297.98
2319 Oak Avenue	2010		6,087.65			6,087.65
2642 King Avenue	2013/2015		17,422.00			17,422.00
2206 Oak Avenue	11-19		13,625.12			13,625.12
32209 Norwood Avenue (29-390-0150)	12-19		5,495.65			5,495.65
2239 Norwood Avenue	12-19		14,971.31			14,971.31
2719 Mill Street	12-19		18,190.20			18,190.20
2307 Oak Avenue (29-540-0020)	7-23		6,975.40			6,975.40
2459 King Avenue (29-100-0310)	7-23		14,711.27			14,711.27
3025 28th Street (29-210-0100)	7-23		7,687.28			7,687.28
			$ 108,463.86	$ 0.00	$ 0.00	$ 108,463.86
IMPROVEMENTS OTHER THEN BUILDINGS						
2 City Signs 162"x60" LED Backlit Reverse Channel Letters with Stucko/Stone	11-15	20	$ 34,393.31	$ 1,719.67	$ 17,483.31	$ 16,910.00
3 Solar Lights for Signs	2015/2016	20	9,452.78	472.64	4,529.47	4,923.31
Landscaping/Stonework for 3 City Signs	7-16	15	14,115.00	941.00	8,939.50	5,175.50
			$ 57,961.09	$ 3,133.31	$ 30,952.28	$ 27,008.81
TOTALS			$ 166,424.95	$ 3,133.31	$ 30,952.28	$ 135,472.67

CITY OF SLAYTON
SCHEDULE OF CAPITAL ASSETS
WATER FUND
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
LAND						
Land			$ 1,000.00			$ 1,000.00
1/2 Lots 32,33,34 Blk 3, Lewig's Addtr	8-20		9,176.90			9,176.90
Total Land			$ 10,176.90	$ 0.00	$ 0.00	$ 10,176.90
BUILDINGS						
Pump house:						
Pump house # 1	11-58	25	$ 1,032.73		$ 1,032.73	$ 0.00
Pump house #2	07-67	25	856.91		856.91	0.00
Pump house #3	10-95	25	1,213.04		1,213.04	0.00
1/2 Public Works Building	09-07	30	100,000.00	$ 3,333.33	61,111.05	38,888.95
Side Well house	06-08	30	886.25	29.54	519.41	366.84
Public Works Building	12-08	30	612.18	20.41	348.67	263.51
1/2 140 LED Lights in City Shop	03-15	20	3,387.40	169.37	1,834.84	1,552.56
Well House Door	04-18	10	625.68	62.57	484.92	140.76
1/2 Shop Radiant Tube Heater	11-18	15	932.50	62.17	445.55	486.95
1/3 Police Storage Shelving Units	09-19	25	791.46	31.66	200.51	590.95
1/2 Garage Door North Shop	10-19	15	2,622.93	174.86	1,092.88	1,530.05
1/3 Police Storage Heater	12-19	15	350.87	23.39	142.29	208.58
Lagoon Meter Shed	10-20	30	5,455.16	181.84	954.66	4,500.50
Pump House Doors	03-22	40	2,105.94	52.65	197.44	1,908.50
(1/2) Shop Water Heater	10-22	10	556.30	55.63	176.16	380.14
Roof Replacement at Water Treatment Plant	09-23	40	38,735.00	968.38	2,178.85	36,556.15
Total Buildings			$ 160,164.35	$ 5,165.80	$ 72,789.91	$ 87,374.44
IMPROVEMENTS OTHER THAN BUILDINGS						
Land Improvements						
50% Impound Lot Fencing	04-24	40	$ 10,750.00	$ 179.17	$ 358.34	$ 10,391.66
Total Land Improvements			$ 10,750.00	$ 179.17	$ 358.34	$ 10,391.66
Tower and Tank:						
New Water Tower	04-86	33	$ 233,560.68		$ 233,560.68	$ 0.00
Painting Water Tower Fees	09-06	20	3,500.00	$ 175.00	3,363.89	136.11
Painting Water Tower	12-07	20	224,508.55	11,225.43	202,993.19	21,515.36
Total Tower and Tank			$ 461,569.23	$ 11,400.43	$ 439,917.76	$ 21,651.47
Reservoir and Wells:						
200' x 8" Well (Well #2)	11-58	12 1/2	$ 4,056.31		$ 4,056.31	$ 0.00
Clearwell	04-86	33	206,138.08		206,138.08	0.00
Well #1	09-93	33	21,160.96	$ 641.24	21,000.61	160.35
Well #3	06-95	33	16,268.31	492.98	15,076.97	1,191.34
Total Reservoir and Wells			$ 247,623.66	$ 1,134.22	$ 246,271.97	$ 1,351.69
Water Treatment Plant:						
Treatment Plant Structure	03-89	33	$ 184,817.10		$ 184,817.10	$ 0.00
Reclaim Tank Project	10-10	30	159,749.61	$ 5,324.99	81,206.10	78,543.51
Treatment Plant Lines	11-14	33	41,000.19	1,242.43	13,873.80	27,126.39
Water Treatment Media	08-17	10	53,796.29	5,379.63	47,071.76	6,724.53
Replacement Pipes	01-18	20	5,918.49	295.92	2,367.36	3,551.13
Gas Line for Generator	11-20	25	583.15	23.33	120.54	462.61
Treatment Plant Media	07-23	10	99,000.00	9,900.00	23,925.00	75,075.00
Total Water Treatment Plant			$ 544,864.83	$ 22,166.30	$ 353,381.66	$ 191,483.17
Water Mains:						
Mains	1925		$ 33,185.00		$ 33,185.00	$ 0.00
Mains	1945	33 1/3	737.05		737.05	0.00
Mains	1946	33 1/3	13,930.55		13,930.55	0.00
Mains	1947	33 1/3	9,547.93		9,547.93	0.00
Hydrants	1949	33 1/3	773.74		773.74	0.00

CITY OF SLAYTON
SCHEDULE OF CAPITAL ASSETS
WATER FUND
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
IMPROVEMENTS OTHER THAN BUILDINGS (Cont.)						
Water Mains: (Cont.)						
Mains	1949	33 1/3	1,953.02		1,953.02	0.00
Twelve Hydrants	1950	33 1/3	1,335.00		1,335.00	0.00
6,240' of 4" Hydrants	1950	33 1/3	11,643.64		11,643.64	0.00
2,838' of 4" Mains	1951	33 1/3	4,937.70		4,937.70	0.00
Six Hydrants	1952	33 1/3	793.20		793.20	0.00
721' of 4" Mains	1952	33 1/3	2,209.34		2,209.34	0.00
1,233' of 4" Mains	1953	33 1/3	3,852.00		3,852.00	0.00
Eight Hydrants	1953	33 1/3	1,110.55		1,110.55	0.00
330' of 4" Mains	1954	33 1/3	531.56		531.56	0.00
746' of 6" Mains	1953	33 1/3	1,873.00		1,873.00	0.00
Five Hydrants	1954	33 1/3	790.90		790.90	0.00
594' of 6" Mains	1955	33 1/3	2,092.52		2,092.52	0.00
Two Hydrants	1955	33 1/3	263.90		263.90	0.00
Hydrant	1956	33 1/3	200.00		200.00	0.00
2,619' of 4" Mains	1956	33 1/3	8,127.15		8,127.15	0.00
Three Hydrants	1957	33 1/3	462.90		462.90	0.00
2,592' of 4" Mains	1958	33 1/3	8,238.03		8,238.03	0.00
580' of 4" Mains	1957	33 1/3	1,798.11		1,798.11	0.00
Seven Hydrants	1958	33 1/3	1,198.40		1,198.40	0.00
Five Hydrants	1959	33 1/3	626.95		626.95	0.00
750' of 4" Mains	1959	33 1/3	2,958.78		2,958.78	0.00
Four Hydrants	1961	33 1/3	677.00		677.00	0.00
Two Hydrants	1962	33 1/3	363.50		363.50	0.00
1,463' of 4" Mains	1965	33 1/3	4,625.03		4,625.03	0.00
1,400' of 2" Mains	1965	33 1/3	1,087.00		1,087.00	0.00
Four Hydrants	1965	33 1/3	728.70		728.70	0.00
611' of 4" Mains	1966	33 1/3	1,542.92		1,542.92	0.00
Hydrant	1966	33 1/3	173.50		173.50	0.00
Two Hydrants	1968	33 1/3	368.00		368.00	0.00
Two Hydrants	1969	33 1/3	419.00		419.00	0.00
100' of 6" Mains	1969	33 1/3	345.00		345.00	0.00
875' of 4" and 6" Mains	1969	33 1/3	5,100.59		5,100.59	0.00
Five Hydrants	1970	33 1/3	981.00		981.00	0.00
3,134' of 6" and 8" Mains	1970	33 1/3	21,146.60		21,146.60	0.00
2,500' of 6" and 8" Mains	1970	33 1/3	16,887.08		16,887.08	0.00
1,100' of 6" and 12" Mains	1971	33 1/3	11,412.74		11,412.74	0.00
Six Hydrants	1971	33 1/3	1,992.86		1,992.86	0.00
500' of 6" Mains	1971	33 1/3	1,745.58		1,745.58	0.00
1,300' of 6" and 12" Mains	1971	33 1/3	3,474.13		3,474.13	0.00
40' x 8" Mains and Boring	1971	33 1/3	1,894.55		1,894.55	0.00
3,486' of 6" and 12" Mains	1971	33 1/3	10,224.02		10,224.02	0.00
Street Repair for Water and Sewer Project	1972	33 1/3	11,667.26		11,667.26	0.00
Easement for Water Main Under Highway. 59	No Date	33 1/3	2,124.60		2,124.60	0.00
Street Repair for Water Main Project	1973	33 1/3	1,619.23		1,619.23	0.00
Water Main and Repair Project	1974	33 1/3	6,639.01		6,639.01	0.00
Water Main	1976	33 1/3	4,345.00		4,345.00	0.00
Water Main and Manhole Castings with Covers	1976	33 1/3	3,362.74		3,362.74	0.00
Hydrant	1977	33 1/3	341.28		341.28	0.00

CITY OF SLAYTON
SCHEDULE OF CAPITAL ASSETS
WATER FUND
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
IMPROVEMENTS OTHER THAN BUILDINGS (Cont.)						
Water Mains: (Cont.)						
Water Main and Manhole Castings with Covers	1978	33 1/3	18,631.92		18,631.92	0.00
Hydrant and Parts	1978	33 1/3	5,993.06		5,993.06	0.00
Three Water Hydrants	05-79	33	2,766.40		2,766.40	0.00
Water Main and Fittings	05-79	33	21,269.94		21,269.94	0.00
New Water Main Under Hwy. 30	08-79	33	1,652.00		1,652.00	0.00
Hydrant	09-79	33	2,329.90		2,329.90	0.00
New Water Main	12-79	33	12,766.23		12,766.23	0.00
Five Fire Hydrants	08-80	33	2,800.00		2,800.00	0.00
New Water Mains	06-81	33	11,454.94		11,454.94	0.00
Four Fire Hydrants	07-81	10	2,792.00		2,792.00	0.00
New Water Mains - 28th Street	07-81	33	19,846.23		19,846.23	0.00
Four Fire Hydrants	05-84	33	2,264.44		2,264.44	0.00
Water Line to New Tower	04-86	33	95,169.82		95,169.82	0.00
Hwy. 59 Water Main	08-88	33	2,716.35		2,716.35	0.00
Hwy. 59 Water Main Extension	11-89	33	19,024.53		19,024.53	0.00
Hwy. 30 Water Main	09-90	33	15,643.03		15,643.03	0.00
Water Service to Cropmate	10-90	33	334.09		334.09	0.00
2-6" Hydrants Norwood Dr.	12-93	33	1,831.68	$ 55.51	1,780.95	50.73
Line Boring to 24th St. Barbershop	09-95	33	210.00	6.36	192.92	17.08
Industrial Park Water Main	06-96	33	18,992.21	575.52	16,977.84	2,014.37
Tamarack Water Main	06-96	33	17,749.20	537.85	15,866.58	1,882.62
28th Street Water Main *	04-97	33	23,240.00	704.24	20,246.90	2,993.10
McCord Addition Water Lines *	08-97	33	43,425.60	1,315.93	37,394.34	6,031.26
Water Main to New Pool	1999-2000	33	14,470.88	438.51	11,401.26	3,069.62
Water Line to Gas Company	05-00	33	164.95	5.00	128.33	36.62
Water Line to DeGreef's House	08-00	33	422.50	12.80	325.33	97.17
Water Line under 34th Street	09-02	33	600.00	18.18	424.20	175.80
6" 3-way Hydrant	12-02	33	3,754.13	113.76	2,625.96	1,128.17
Oak & Queen Water Lines	10-09	33	56,248.95	1,704.51	29,402.80	26,846.15
Valve and Hydrant Replacement	08-10	33	33,006.66	1,000.20	15,419.75	17,586.91
25th Street Main Replacement	2010-2011	33	86,748.57	2,628.74	40,035.43	46,713.14
Valve and Hydrant Replacement	07-11	33	47,081.79	1,426.72	20,687.44	26,394.35
Valve and Hydrant Replacement	09-12	33	55,758.55	1,689.65	22,528.67	33,229.88
Valve and Hydrant Replacement	08-13	33	56,191.13	1,702.76	21,142.60	35,048.53
Queen Avenue Water Main	10-13	33	125,676.64	3,808.38	46,643.67	79,032.97
Valve and Hydrant Replacement	08-14	33	14,101.41	427.32	4,878.57	9,222.84
Juniper Avenue Water Main	09-15	33	141,319.73	4,282.42	44,251.67	97,068.06
Oak Avenue Water Main	10-16	33	63,729.03	1,931.18	17,839.02	45,890.01
Hwy 30 Project	03-17	33	3,342.60	101.29	894.73	2,447.87
Hydrant Project	08-17	33	13,270.56	402.14	3,384.68	9,885.88
31 St and Forest/Garnet Ave Water Main	08-17	33	31,730.81	961.54	8,092.96	23,637.85
Casey's Water Line	09-18	33	1,090.00	33.03	242.22	847.78
Prairie Estates Water Main Project*	8-19	33	227,414.00	6,891.33	44,219.37	183,194.63
New County Shop	7-21	20	3,335.11	166.76	750.42	2,584.69
Hydrant @ Bi Centennial Park	10-22	33	1,376.31	41.71	132.08	1,244.23
Replace 4 Hydrants	9-23	33	19,053.68	577.38	1,299.11	17,754.57
Rip Rap Project	12-23	33	56,484.18	1,711.64	3,565.92	52,918.26
Hydrant Replacement	12-23	33	1,155.00	35.00	72.92	1,082.08
Broadway Water Project	12-23	33	37,991.84	1,151.27	2,398.48	35,593.36
Pine Ave Water Project	12-24	33	134,006.42	4,060.80	4,347.70	129,658.72

CITY OF SLAYTON
SCHEDULE OF CAPITAL ASSETS
WATER FUND
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
IMPROVEMENTS OTHER THAN BUILDINGS (Cont.)						
Water Mains: (Cont.)						
Maple Ave Water Main Replacements	12-24	33	88,796.35	2,690.80	2,915.03	85,881.32
North Oak Project	7-25	33	41,143.26	519.49	519.49	40,623.77
Pine Ave Hydrants	11-25	33	9,265.49	46.80	46.80	9,218.69
Wtr/Waste Wtr Treatment Study	In Process		12,150.25		0.00	12,150.25
Total Water Mains			$ 1,954,243.19	$ 43,776.52	$ 910,989.86	$ 1,043,253.33
Sanitary Sewers:						
Investment Prior Years		33 1/3	$ 172,752.98		$ 172,752.98	$ 0.00
Sewer Main	1972	33 1/3	19,272.15		19,272.15	0.00
Interception Line	1973	33 1/3	141,986.67		141,986.67	0.00
Industrial Park Line	1973	33 1/3	3,612.95		3,612.95	0.00
Sewer Main	1974	33 1/3	24,949.78		24,949.78	0.00
Sewer Main	1975	33 1/3	10,378.03		10,378.03	0.00
Sewer Extension	1978	33 1/3	600.00		600.00	0.00
North Side Sewer Extension	1980	30	22,532.02		22,532.02	0.00
West Side Sewer	1981	30	344,588.05		344,588.05	0.00
Lift Station Control Panel	1982	20	12,460.58		12,460.58	0.00
Flow Monitoring Station	06-83	20	1,076.89		1,076.89	0.00
Flow Meter	10-83	30	3,130.00		3,130.00	0.00
Sanitary Sewer	12-83	30	2,940.00		2,940.00	0.00
Lagoon Restoration	09-84	30	98,659.82		98,659.82	0.00
Manhole	10-84	33	1,550.00		1,550.00	0.00
Sanitary Sewer	12-86	30	13,285.38		13,285.38	0.00
Lagoon Restoration	01-86	30	60,794.75		60,794.75	0.00
Force Main (Lagoon)	10-88	33	10,427.47		10,427.47	0.00
Hwy. 30 Sewer Extension	09-90	30	27,585.58		27,585.58	0.00
Hwy. 59 Sewer Extension	05-92	30	34,159.69		34,159.69	0.00
Tamarack Sewer Extension	06-96	30	81,574.98	$ 2,719.17	80,215.51	1,359.47
Industrial Park Sewer Extension	06-96	30	17,906.50	596.88	17,607.96	298.54
North Lift Station Improvements	04-97	20	60,774.79		60,774.79	0.00
28th Street Sanitary Sewer	04-97	30	17,135.00	571.17	16,421.14	713.86
34th Street Sanitary Sewer	07-97	30	92,743.94	3,091.46	88,106.61	4,637.33
Health Care Today Sewer Line	08-97	30	6,067.15	202.24	5,746.99	320.16
Hwy 30 Extension	03-98	30	985.00	32.83	913.77	71.23
Bulk Plant Sewer Replacement	07-98	30	19,004.00	633.47	17,420.42	1,583.58
Linden Ave Sewer Replacement	08-98	30	24,803.00	826.77	22,667.28	2,135.72
Sewer Line to New Pool	01-00	30	9,239.43	307.98	8,007.48	1,231.95
Sub Station at Lagoon	12-01	30	6,210.27	207.01	4,985.49	1,224.78
Oak Drive Sanitary Sewer	12-01	30	2,980.00	99.33	2,392.20	587.80
Breaker Box for Aeration Pumps	04-02	30	602.51	20.08	476.90	125.61
Manhole	06-02	33	1,507.58	45.68	1,077.29	430.29
Holly Avenue Sanitary Sewer	06-02	30	17,791.43	593.05	13,986.09	3,805.34
South Lift Station	12-02	30	21,278.73	709.29	16,372.78	4,905.95
34th Street Sewer Extension	10-03	30	665.00	22.17	493.28	171.72
Electrical for Lagoon Pumps	12-05	30	3,559.24	118.64	2,382.69	1,176.55
Lagoon Force Main Repair	10-09	30	68,288.50	2,276.28	39,265.83	29,022.67
Manhole Rehab, Rebuild 9 Floors	05-10	33	14,180.00	429.70	6,731.96	7,448.04
Manhole Rehab, Rebuild 1- Floors	05-11	33	13,682.50	414.62	6,081.09	7,601.41
Manhole Rehab, Rebuild 2 Floors	11-12	33	13,190.00	399.70	5,262.72	7,927.28
Manhole Rehab	09-13	33	19,808.00	600.24	7,402.96	12,405.04
Manhole Rehab	10-14	33	14,950.00	453.03	5,096.59	9,853.41
Manhole Rehab	10-15	33	15,625.00	473.48	4,853.17	10,771.83
Manhole Rehab	12-16	33	14,775.00	447.73	4,066.88	10,708.12

CITY OF SLAYTON
SCHEDULE OF CAPITAL ASSETS
WATER FUND
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
IMPROVEMENTS OTHER THAN BUILDINGS (Cont.)						
Sanitary Sewers: (Cont.)						
Manhole Rehab	11-17	33	14,750.00	446.97	3,650.25	11,099.75
Casey's Sewer Line	03-18	30	10,546.46	351.55	2,548.74	7,997.72
Manhole Rehab	11-18	33	14,262.50	432.20	3,097.43	11,165.07
Lake Elsie Inlet	7-19	33	293.08	8.88	57.72	235.36
Burmeister Field Manhole Raising	8-19	33	1,305.00	39.55	253.78	1,051.22
Prairie Estates Sanitary Sewer Project*	8-19	33	348,191.35	10,551.25	67,703.86	280,487.49
Manhole Rehab	10-19	33	10,710.00	324.55	2,028.44	8,681.56
Basin Extension N. Lift Station	1-20	25	2,280.00	91.20	547.20	1,732.80
Beaver Creek Lagoon Restoration	9-20	33	29,317.84	888.42	4,738.24	24,579.60
Monitoring Service Weir Station	9-20	33	1,735.06	52.58	280.43	1,454.63
11 Manholes Rehab	10-20	33	15,505.00	469.85	2,466.71	13,038.29
Outlet at Lagoon for Mixers	11-20	25	1,804.58	72.18	372.93	1,431.65
Manhole Rehab	10-21	33	15,040.00	455.76	1,936.98	13,103.02
Rehab Manholes	9-22	33	13,915.00	421.67	1,370.43	12,544.57
Manhole Rehab	10-25	33	16,700.00	126.52	126.52	16,573.48
Total Sanitary Sewers			$ 2,062,426.21	$ 31,025.13	$ 1,536,732.32	$ 525,693.89
Total Improvements Other Than Buildings			$ 5,281,477.12	$ 109,681.77	$ 3,487,651.91	$ 1,793,825.21
MACHINERY AND EQUIPMENT						
Pumping Equipment:						
Pump for Well #3	09-93	10	$ 4,950.00		$ 4,950.00	$ 0.00
Disposed			(4,950.00)		(4,950.00)	
2 VFD Drives	06-16	20	6,555.65	$ 327.78	3,141.23	3,414.42
Pump for Well #1	09-18	10	10,964.00	1,096.40	8,040.27	2,923.73
15 HP Pump Well #3	12-19	15	3,100.00	206.67	1,257.24	1,842.76
VFD Drive on Wells	12-22	10	4,520.00	452.00	1,393.67	3,126.33
25hp 230V 3PH Grundfox Motor for Well #3	01-23	10	10,750.00	1,075.00	3,135.42	7,614.58
20hp Pump at North Lift Station	10-23	10	17,223.00	1,722.30	3,731.65	13,491.35
10hp Pump at South Lift Station	10-23	10	12,691.00	1,269.10	2,749.72	9,941.28
Total Pumping Equipment			$ 65,803.65	$ 6,149.25	$ 23,449.20	$ 42,354.45
Water Treatment Plant:						
Processing Filter and Mechanical	03-89	20	$ 183,782.71		$ 183,782.71	$ 0.00
Chemical Tank and Agitator	01-90	20	526.48		526.48	0.00
3 VFD Drives	03-15	20	9,781.50	$ 489.08	5,298.36	4,483.14
2-6" Siemens Mag Meters	01-18	15	5,724.12	381.61	3,052.88	2,671.24
2 Permanganate Pumps	04-19	15	3,178.00	211.87	1,430.12	1,747.88
3 Phase Generator	06-20	15	26,832.73	1,788.85	9,987.75	16,844.98
Transfer Switch for Generator	06-20	15	3,650.00	243.33	1,358.59	2,291.41
DDA Wastewater Pump	08-22	10	3,047.44	304.74	1,015.80	2,031.64
Wastewater Aerator Controller	07-23	20	2,758.01	137.90	333.26	2,424.75
Treatment Plant Blower Package	10-23	10	15,500.00	1,550.00	3,358.33	12,141.67
Treatment Plant Supervisory Panel	12-23	10	65,960.00	6,596.00	13,741.67	52,218.33
WTP Well/Tower Scada	09-24	10	6,540.62	654.06	872.08	5,668.54
Total Water Treatment Plant			$ 327,281.61	$ 12,357.44	$ 224,758.03	$ 102,523.58
Water Meters:						
250 Meters	07-86	12	$ 12,600.50		$ 12,600.50	$ 0.00
213 Water Meters	02-87	12	12,108.28		12,108.28	0.00
241 Meters and Conversions	03-88	12	11,960.62		11,960.62	0.00
Water Meter - P. Larson	06-89	12	161.56		161.56	0.00
Two Water Meters - Nordins	10-89	12	342.53		342.53	0.00
150 Outside Read Meters	01-90	12	8,054.42		8,054.42	0.00

CITY OF SLAYTON
SCHEDULE OF CAPITAL ASSETS
WATER FUND
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Water Meters: (Cont.)						
2" Sr FLG Meter	10-90	12	448.57		448.57	0.00
1" Meter (Totzke)	05-91	12	182.70		182.70	0.00
2" Meter	11-94	12	577.50		577.50	0.00
Well #2 4" Mag Meter	03-20	15	2,805.98	$ 187.07	1,091.24	1,714.74
Well #3 6" Mag Meter	03-20	15	3,077.42	205.16	1,196.77	1,880.65
Doph Meter	07-22	15	3,353.64	223.58	763.90	2,589.74
Total Water Meters			$ 55,673.72	$ 615.81	$ 49,488.59	$ 6,185.13
Trucks:						
1/2 - 2005 Intl 7300 Plow Truck	06-04	10	$ 38,011.00		$ 38,011.59	$ (0.59)
1970 Chevrolet Fire Truck transferred from General Fund			9,538.00		9,538.00	0.00
1/3 - 2013 IHC 7400 Orange Truck	06-13	10	25,207.17		25,207.17	0.00
1/3 - 11' Municipal Dump Body	06-13	10	14,760.00		14,760.00	0.00
1/2 2015 Chevy Silverado K1500 (Darwin)	05-15	7	13,611.81		13,611.81	0.00
2015 Chevy Silverado K1500 (Sal)	05-15	7	27,502.09		27,502.09	0.00
2016 Ford F550 Chassis	07-16	10	45,126.14	$ 4,512.61	42,869.80	2,256.34
Service Body & Crane on F550	09-16	10	24,810.92	2,481.09	23,156.84	1,654.08
2019 Ford F150	04-19	10	29,493.78	2,949.38	19,908.31	9,585.47
1/2 2019 Ford F350	05-19	10	20,619.34	2,061.93	13,746.20	6,873.14
1/2 #319B Truck Box	06-19	10	7,458.10	745.81	4,909.92	2,548.18
60% Dump Body on 2004 Internationa	5-23	10	19,662.00	1,966.20	5,079.35	14,582.65
40% Pillar Rear 32" on 1997 Internatic	8-23	10	5,144.00	514.40	1,200.27	3,943.73
50% Gas Utility Vehicle	3-24	10	7,828.64	782.86	1,435.25	6,393.39
50% Bobcat 32x74 Snowblower	3-24	5	1,857.00	371.40	649.95	1,207.05
2024 Water Chevy Pickup	6-24	10	44,887.00	4,488.70	7,107.11	37,779.89
40% 2024 Intl Plow Truck	1-25	15	26,926.40	1,795.09	1,795.09	25,131.31
40% 2025 Intl-HV507 Plow Truck	1-25	15	45,749.76	2,795.82	2,795.82	42,953.94
Total Trucks			$ 408,193.15	$ 25,465.29	$ 253,284.57	$ 154,908.58
Tools and Equipment:						
Used Hon Desk	02-86	5	$ 175.00		$ 175.00	$ 0.00
Tripod and Winch	11-94	10	2,657.18		2,657.18	0.00
Sewer Plug	01-95	5	563.21		563.21	0.00
Submersible Porta Pump	04-97	5	724.75		724.75	0.00
1 Dehumidifier/ Treatment Plant	06-97	5	202.34		202.34	0.00
Auto Read Software	03-98	5	4,186.28		4,186.28	0.00
4 Drawer File Cabinet	03-99	5	134.18		134.18	0.00
1/2 Cordless Drill	03-99	5	127.27		127.27	0.00
Utility Billing Software	08-99	5	2,500.00		2,500.00	0.00
Schonstedt Locator	08-04	5	793.68		793.68	0.00
1/2 Big's Mighty Lift System	12-05	5	354.11		354.11	0.00
1/2 Shop Welder	01-07	15	878.10		878.10	0.00
1/2 12,000 lb Challenger Hoist	01-08	10	2,650.00		2,650.00	0.00
Kenwood Mobile Radio	02-10	10	550.00		550.00	0.00
North Lift Submersible 2 - 3" Trash Pumps 8HP Honda	06-11	10	3,233.57		3,233.57	0.00
HP Pavilion Laptop Computer	11-11	5	458.55		458.55	0.00
Hi-E Dry Humidifier Model 195	11-11	10	3,611.85		3,611.85	0.00
1/2 Lenovo ThinkCentre Computer	10-12	5	323.30		323.30	0.00
1/2 16" 94cc Gas Cut-Off Saw	12-12	10	800.34		800.34	0.00
1/2 Air Roller Jack	02-13	10	978.17		978.17	0.00
1/2 Lenovo Computer	05-13	5	323.30		323.30	0.00

CITY OF SLAYTON
SCHEDULE OF CAPITAL ASSETS
WATER FUND
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Tools and Equipment: (Cont.)						
JD 48" Rail Pallet Fork	06-13	15	1,255.78	$ 83.72	1,053.48	202.30
Submersible Pump SN1524701	12-13	5	7,947.25		7,947.25	0.00
3" Trash Pump Serial: 3TH 24954	06-14	5	1,641.12		1,641.12	0.00
1/2 6000W Generator	01-15	10	600.00		600.00	0.00
2015 O'Brien 7040-SC Trailer						
Jet SN# OBM-1729	05-15	25	56,808.00	2,272.32	24,238.08	32,569.92
1/2 6.2 Hyd Motor Package	09-15	10	372.75	24.80	372.75	0.00
Grenade Nozzle	03-16	10	736.15	73.62	723.93	12.22
Chisel Nozzle	03-16	10	460.10	46.01	452.43	7.67
2016 John Deere 524K Loader	11-16	15	64,731.74	3,955.83	39,198.67	25,533.07
Traded			(64,731.74)		(39,198.67)	(25,533.07)
9 Piece Combo Tool Kit	12-16	10	542.50	54.25	492.77	49.73
1/2 Skid Loader Combination Bucket	05-17	10	1,132.25	113.23	981.32	150.93
Magna-Trak Locator	11-17	10	759.95	76.00	620.67	139.28
Submersible Pump SN1644130	11-17	5	9,049.51		9,049.51	0.00
1/2 Alkota Pressure Washer 420X4	01-18	15	2,147.50	143.17	1,145.36	1,002.14
4-4" Trash Pumps	07-18	10	10,839.68	1,083.97	8,129.77	2,709.91
6" Diesel Pump, Hoses, Step	07-18	15	37,855.00	2,523.67	18,927.52	18,927.48
1/2 2016 MV Platform for Loader	01-19	20	1,569.59	78.48	549.36	1,020.23
1/2 2011 JR 96 Forks for Bobcat	01-19	20	1,600.00	80.00	560.00	1,040.00
4-6"x50' Discharge Hose	12-19	10	1,400.00	140.00	980.00	420.00
Digital Sgl Cylinder Scale	12-19	10	1,418.00	141.80	862.62	555.38
North Lift 20 HP Pump w/ Guide Claw	12-19	10	12,735.00	1,273.50	7,747.13	4,987.87
North Lift Kohler KG80 Generator	12-19	25	46,428.00	1,857.12	11,297.48	35,130.52
North Lift Valve Vault/Control Board	12-19	25	109,085.36	4,363.41	26,544.08	82,541.28
Chlorimeter	3-20	10	1,510.10	151.01	880.89	629.21
Cellular Monitor System N. Lift	4-20	25	2,930.00	117.20	673.90	2,256.10
Solar Bee Mixer	10-20	15	90,027.00	6,001.80	31,509.45	58,517.55
Gridbee Mixer	10-20	15	40,618.00	2,707.87	14,216.32	26,401.68
SS Weir System	2-21	20	7,886.00	394.30	1,938.64	5,947.36
1/2 84" Bobcat Angle Broom	6-21	5	2,323.32	464.66	2,129.69	193.63
40% 2121 JR 2.5 Loader	9-21	10	7,584.00	758.40	3,286.40	4,297.60
1/2 RICHO IMC2500 Copier	10-21	5	1,747.80	349.56	1,485.63	262.17
S Lift Station Pump w/ Guide System	10-21	15	13,542.00	902.80	3,836.90	9,705.10
HI-E Dry 100 Humidifier	12-21	15	6,087.00	405.80	1,657.02	4,429.98
Metrotech vCam6-HD Camera	2-22	10	9,618.00	961.80	3,686.90	5,931.10
Metrotech vLocator3-Pro 5-Watt Kit	2-22	10	5,202.00	520.20	1,994.10	3,207.90
(80%) 2022 Tilt Bed Trailer	11-22	30	6,786.13	226.20	697.45	6,088.68
(80%) 2023 K2 Excavator	12-22	10	52,706.62	5,270.66	16,251.20	36,455.42
50% Bobcat Excavator Jackhammer	2-23	10	4,521.20	452.12	1,281.01	3,240.19
50% HP Laptop for Josh	2-23	5	426.99	85.40	241.97	185.02
40% Civic Software Upgrade	4-23	5	11,880.00	2,376.00	6,336.00	5,544.00
50% S660 T4 Bobcat Skid Steer	4-23	15	25,765.61	1,717.71	4,580.56	21,185.05
G2 Indicator & Drum Scale	4-23	10	4,269.50	426.95	1,138.53	3,130.97
VM880 Ferrmagnetic Locator	5-23	10	1,185.00	118.50	306.13	878.87
Trimble Meter Reading Gun &						
Date Collector	9-23	10	4,600.00	460.00	1,035.00	3,565.00
50% 20hp Bobcat Auger	10-23	10	1,868.42	186.84	404.82	1,463.60
Grenade Bomp Jet Machine	10-23	10	765.90	76.59	165.95	599.95

CITY OF SLAYTON
SCHEDULE OF CAPITAL ASSETS
WATER FUND
DECEMBER 31, 2025

	DATE ACQUIRED	LIFE (YEARS)	COST	CURRENT YEAR'S DEPRECIATION	ACCUMULATED DEPRECIATION 12-31-25	BOOK VALUE 12-31-25
MACHINERY AND EQUIPMENT (Cont.)						
Tools and Equipment: (Cont.)						
2013 VacTruck	2-24	10	180,945.66	18,094.57	33,173.38	147,772.28
Yanmar Diesel Pump	3-25	15	49,121.12	2,728.95	2,728.95	46,392.17
VDF @ North Lift Station	5-25	20	4,142.00	120.81	120.81	4,021.19
40% 2026 Komatsu Loader	11-25	10	91,238.03	760.32	760.32	90,477.71
50% Bobcat Angle Broom	12-25	5	3,695.43	61.59	61.59	3,633.84
Total Tools and Equipment			$ 965,601.50	$ 65,283.51	$ 287,721.32	$ 677,880.18
Total Machinery and Equipment			$ 1,822,553.63	$ 109,871.30	$ 838,701.71	$ 983,851.92
TOTALS			$ 7,274,372.00	$ 224,718.87	$ 4,399,143.53	$ 2,875,228.47

* Contributed Assets from Capital Improvement Funds

OTHER REQUIRED REPORT

KATIE M. JACOBSON, CPA

Katie M. Jacobson, CPA
Kimberly Eisfeld - Snr. Mgr.
Brandon Winter - Staff Acct.
Christine Thompson - Staff Acct.
Melanie Steinle - Staff Acct.

Licensed CPA Firm

2330 26th Street
Slayton, MN 56172

Telephone: (507) 836-8564
Fax: (507) 836-8566

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

To the City Council
City of Slayton, Minnesota

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Slayton, Minnesota, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City of Slayton, Minnesota's basic financial statements and have issued our report thereon dated August 11, 2026.

Report on Internal Control over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiences in internal control, described in the accompanying Schedule of Findings and Responses as items 25-01, 25-02, and 25-03 that we consider to be significant deficiencies.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Slayton, Minnesota's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed three instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Reponses as item 25-04, 25-05, and 25-06.

City of Slayton, Minnesota's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City of Slayton, Minnesota's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Responses. The City of Slayton, Minnesota's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of This Report

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

Katie M. Jacobson, CPA

August 11, 2026

Katie M. Jacobson, CPA
Slayton, MN

CITY OF SLAYTON
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2025

SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses a qualified opinion on the governmental activities and an unmodified opinion on the respective financial position of the the business-type activities, each major fund, and the remaining aggregate units of the City of Slayton as of December 31, 2025, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

2. Three reportable conditions disclosed during the audit of the financial statements are reported in the Report on Internal Control over Financial Reporting and on Compliance and other Matters Based on an Audit of the Financial Statements Performed in Accordance with "Governmental Auditing Standards". All conditions are reported as significant deficiencies.

3. Three instances of noncompliance with Minnesota statutes were disclosed during the audit.

INTERNAL CONTROL FINDINGS - FINANCIAL STATEMENT AUDIT

25-01 Segregation of Duties

Condition:	The City has a lack of segregation of duties due to a limited staff.
Criteria:	An effective internal control structure contemplates an adequate segregation of duties so that no one individual handles a transaction from its inception to its completion.
Cause:	City staff is not large enough to permit adequate segregation of duties.
Effect:	Material errors or irregularities could occur without detection on a timely basis.
Recommendation:	The City Council should monitor operations closely including review of monthly bank reconciliations and disbursements.
View of Responsible Officials and Planned Corrective Actions:	There is no disagreement with the audit finding. The Council will continue to closely monitor all financial activities.

25-02 Preparation of Financial Statements and Related Notes to the Financial Statements

Condition:	The City is unable to prepare the financial statements without auditor assistance.
Criteria:	The City must be able to prevent or detect a material misstatement in the annual financial statements including footnote disclosures.
Cause:	The City relies on the audit firm to draft the annual financial report and related note disclosures. However, they have reviewed and approved the annual financial report and related footnote disclosures.
Effect:	Overreliance on the audit firm.
Recommendation:	The City should continue to evaluate its internal staff, expertise, and assigned duties to determine if there is sufficient expertise to review and approve the annual financial report and related footnote disclosures.
View of Responsible Officials and Planned Corrective Actions:	The City will continue to rely upon the audit firm to draft the financial report and related footnote disclosures; however, the City will continue to review and approve the annual financial report and related footnote disclosures prior to issuance.

CITY OF SLAYTON
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2025

INTERNAL CONTROL FINDINGS - FINANCIAL STATEMENT AUDIT (Cont.)

25-03 Material Audit Adjustments

Condition:	During our audit, adjustments were needed to record various material transactions and to correct and reclassify amounts to correct funds.
Criteria:	Such adjustments should be detected and made by the City's personnel.
Cause:	City staff has not prepared a year-end trial balance reflecting all necessary accruals and year-end adjustments without auditor assistance.
Effect:	It is likely that if a misstatement were to occur, it would not be detected by the City's system of internal control. The audit firm cannot serve as a compensating control over this deficiency.
Recommendation:	We recommend that management review each journal entry, obtain an understanding of why the entry was necessary and modify current procedures to ensure that future corrections are not needed.
View of Responsible Officials and Planned Corrective Actions:	There is no disagreement with the audit finding. The City will review all adjusting entries posted this year and make all such necessary adjustments in the future. The City's personnel will continue to monitor all financial activity and adjust account balances as needed throughout the year and at year end to prevent material misstatements from occuring.

COMPLIANCE AND OTHER MATTERS

25-04 Bills not paid within standard payment period

Condition:	One instance where no interest was paid on claims not paid in a timely manner.
Criteria:	The standard payment period for governing boards that meet at least once per month is 35 days from receipt. The City must pay interest on bills not paid in a timely manner. The interest rate is 1 1/2 percent per month or part of a month.
Cause:	The clerk failed to disburse checks within the 35 day requirement. The bills were then paid with no interest on the disbursement.
Effect:	Violation of Minn. Statute §471.425.
Recommendation:	Interest should be added to those claims not paid within 35 days of receipt.
Views of Responsible Officials and Planned Corrective Actions:	There is no disagreement with the audit finding. City Administration will review claims and add applicable interest if not paid within 35 days.

CITY OF SLAYTON
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE YEAR ENDED DECEMBER 31, 2025

COMPLIANCE AND OTHER MATTERS (Cont.)

25-05 Claims were not audited and allowed by the city council.

Condition:	Four instances were noted of claims that were disbursed without approval from city council.
Criteria:	All claims have been audited and allowed by the city council, except for exact amount of which was previously determined by a contract authorized by council.
View of Responsible Officials and Planned Corrective Actions:	There is no disagreement with the audit finding. City Administration will more carefully review state aid receipts and transmit the funds within the 30 days of receipt requirement.
Recommendation:	City administration should ensure all disbursements made outside of semi-monthly payment schedule are included in the list for approval that is given to council.
Views of Responsible Officials and Planned Corrective Actions:	There is no disagreement with the audit finding. City Administration will more diligently review for disbursements that occurred and include these in the list for approval from council.

25-06 Relief Association Supplement Benefit Reimbursement transmitted outside of 30 days

Condition:	The Relief Association supplemental benefit reimbursement was not transmitted to the relief association within 30 days of receipt.
Criteria:	If the City received Firefighter Supplemental Aid paid pursuant to Minn. Stat. § 423A.022, it should be transmitted to the applicable relief association within 30 days of receipt by the city treasurer.
Cause:	The City failed to transmit the funds in a timely manner due to an accidental oversight.
Effect:	City was in violation of Minn Stat. § 424A.022.
Recommendation:	The City needs to implement a better system assuring that all relief association supplemental aid is transmitted to the relief association within 30 days of receipt.
Views of Responsible Officials and Planned Corrective Actions:	There is no disagreement with the audit finding. City Administration will more carefully review state aid receipts and transmit the funds within the 30 days of receipt requirement.

KATIE M. JACOBSON, CPA

Katie M. Jacobson, CPA
Kimberly Eisfeld - Snr. Mgr.
Brandon Winter, CPA - Staff Acct.
Sara Kingdollar - Staff Acct.
Christine Thompson - Staff Acct.
Melanie Steinle - Staff Acct.

Licensed CPA Firm

2330 26th Street
Slayton, MN 56172

Telephone: (507) 836-8564
Fax: (507) 836-8566

INDEPENDENT AUDITOR'S REPORT ON MINNESOTA LEGAL COMPLIANCE

To the City Council
City of Slayton
Slayton, Minnesota

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the remaining aggregate fund information of City of Slayton, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the City of Slayton, Minnesota's basic financial statements, and have issued our report thereon dated August 11, 2026.

In connection with our audit, we noted that the City of Slayton, Minnesota failed to comply with the provisions of claims and disbursements and miscellaneous provisions of the *Minnesota Legal Compliance Audit Guide for Cities,* promulgated by the State Auditor pursuant to Minn. Stat. § 6.65, insofar as they relate to accounting matters as described in the Schedule of Findings and Responses as items 25-04, 25-05 and 25-06. Also, in connection with our audit, nothing came to our attention that caused us to believe that the City of Slayton failed to comply with the provisions of the depositories of public funds and public investements, contracting-bid laws, conflicts of interest, public indebtedness, and tax increment financing sections of the *Minnesota Legal Compliance Audit Guide for Cities,* insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the City's noncompliance with the above referenced provisions, insofar as they relate to accounting matters.

Government Auditing Standards requires the auditor to perform limited procedures on the City of Slayton, Minnesota's responses to the legal compliance findings identified in our audit and described in the accompanying Schedule of Findings and Responses. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

The purpose of this report is solely to describe the scope of our testing of compliance and the results of that testing, and not to provide an opinion on compliance. Accordingly, this communication is not suitable for any other purpose.

Katie M. Jacobson, CPA

August 11, 2026

Katie M. Jacobson, CPA
Slayton, MN

APPENDIX B

FORM OF LEGAL OPINION

(See following pages)

PROPOSED FORM OF LEGAL OPINION

$_____
GENERAL OBLIGATION BONDS, SERIES 2026B
CITY OF SLAYTON
MURRAY COUNTY
MINNESOTA

We have acted as bond counsel in connection with the issuance by the City of Slayton, Murray County, Minnesota (the "Issuer"), of its $_____ General Obligation Bonds, Series 2026B, bearing a date of original issue of December 7, 2026 (the "Bonds"). We have examined the law and such certified proceedings and other documents as we deem necessary to render this opinion.

We have not been engaged or undertaken to review the accuracy, completeness or sufficiency of the Official Statement or other offering material relating to the Bonds, and we express no opinion relating thereto.

As to questions of fact material to our opinion, we have relied upon the certified proceedings and other certifications of public officials furnished to us without undertaking to verify the same by independent investigation.

Based upon such examinations, and assuming the authenticity of all documents submitted to us as originals, the conformity to original documents of all documents submitted to us as certified or photostatic copies and the authenticity of the originals of such documents, and the accuracy of the statements of fact contained in such documents, and based upon present Minnesota and federal laws (which excludes any pending legislation which may have a retroactive effect on or before the date hereof), regulations, rulings and decisions, it is our opinion that:

(1) The proceedings show lawful authority for the issuance of the Bonds according to their terms under the Constitution and laws of the State of Minnesota now in force.

(2) The Bonds are valid and binding general obligations of the Issuer, and all of the taxable property within the Issuer's jurisdiction is subject to the levy of an ad valorem tax to pay the same without limitation as to rate or amount; provided that the enforceability (but not the validity) of the Bonds and the pledge of taxes for the payment of the principal and interest thereon is subject to the exercise of judicial discretion in accordance with general principles of equity, to the constitutional powers of the United States of America and to bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors' rights heretofore or hereafter enacted.

(3) At the time of the issuance and delivery of the Bonds to the original purchaser, the interest on the Bonds is excluded from gross income for United States income tax purposes and is excluded, to the same extent, from both gross income and taxable net income for State of Minnesota income tax purposes (other than Minnesota franchise taxes measured by income and

imposed on corporations and financial institutions), and is not an item of tax preference for purposes of the federal alternative minimum tax imposed on individuals or the Minnesota alternative minimum tax applicable to individuals, estates or trusts; however, interest on the Bonds is taken into account in determining "annual adjusted financial statement income" for the purpose of computing the federal alternative minimum tax imposed on certain corporations. The opinions set forth in the preceding sentence are subject to the condition that the Issuer comply with all requirements of the Internal Revenue Code of 1986, as amended, that must be satisfied subsequent to the issuance of the Bonds in order that interest thereon be, or continue to be, excluded from gross income for federal income tax purposes and from both gross income and taxable net income for State of Minnesota income tax purposes. Failure to comply with certain of such requirements may cause the inclusion of interest on the Bonds in gross income and taxable net income retroactive to the date of issuance of the Bonds.

We express no opinion regarding other state or federal tax consequences caused by the receipt or accrual of interest on the Bonds or arising with respect to ownership of the Bonds.

This opinion is given as of the date hereof, and we assume no obligation to update, revise, or supplement this opinion to reflect any facts or circumstances that may hereafter come to our attention or any changes in law that may hereafter occur and be retroactive.

TAFT STETTINIUS & HOLLISTER LLP

APPENDIX C

BOOK-ENTRY-ONLY SYSTEM

1. The Depository Trust Company ("DTC"), New York, New York, will act as securities depository for the securities (the "Securities"). The Securities 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 Security certificate will be issued for [each issue of] the Securities, [each] in the aggregate principal amount of such issue, and will be deposited with DTC. [If, however, the aggregate principal amount of [any] issue exceeds $500 million, one certificate will be issued with respect to each $500 million of principal amount, and an additional certificate will be issued with respect to any remaining principal amount of such issue.]

2. DTC, the world's largest securities 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 3.5 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 both 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.

3. Purchases of Securities under the DTC system must be made by or through Direct Participants, which will receive a credit for the Securities on DTC's records. The ownership interest of each actual purchaser of each Security ("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 Securities are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in Securities, except in the event that use of the book-entry system for the Securities is discontinued.

4. To facilitate subsequent transfers, all Securities 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 Securities 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 Securities; DTC's records reflect only the identity of the Direct Participants to whose accounts such Securities 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. [Beneficial Owners of Securities may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the Securities, such as redemptions, tenders, defaults, and proposed amendments to the Security documents. For example, Beneficial Owners of Securities may wish to ascertain that the nominee holding the Securities for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the registrar and request that copies of notices be provided directly to them.]

6. Redemption notices shall be sent to DTC. If less than all of the Securities 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 Securities unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to City 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 Securities are credited on the record date (identified in a listing attached to the Omnibus Proxy).

8. Redemption proceeds, distributions, and dividend payments on the Securities 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 City or Agent, on payable 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, Agent, or the City, 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 City or 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 Securities purchased or tendered, through its Participant, to [Tender/Remarketing] Agent, and shall effect delivery of such Securities by causing the Direct Participant to transfer the Participant's interest in the Securities, on DTC's records, to [Tender/Remarketing] Agent. The requirement for physical delivery of Securities in connection with an optional tender or a mandatory purchase will be deemed satisfied when the ownership rights in the Securities are transferred by Direct Participants on DTC's records and followed by a book-entry credit of tendered Securities to [Tender/Remarketing] Agent's DTC account.

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

11. The City may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, Security 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 City believes to be reliable, but the City takes no responsibility for the accuracy thereof.

APPENDIX D

FORM OF CONTINUING DISCLOSURE UNDERTAKING

(See following pages)

[Appendix ____ to Official Statement]

PROPOSED FORM OF CONTINUING DISCLOSURE UNDERTAKING

This Continuing Disclosure Undertaking (the "Disclosure Undertaking") is executed and delivered by the City of Slayton, Minnesota (the "Issuer"), in connection with the issuance of its $_____ General Obligation Bonds, Series 2026B (the "Bonds"). The Bonds are being issued pursuant to a Resolution adopted on November 16, 2026 (the "Resolution"). Pursuant to the Resolution and this Disclosure Undertaking, the Issuer covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Undertaking. This Disclosure Undertaking is being executed and delivered by the Issuer for the benefit of the Owners and in order to assist the Participating Underwriters in complying with SEC Rule 15c2-12(b)(5).

SECTION 2. Definitions. In addition to the definitions set forth in the Resolution, which apply to any capitalized term used in this Disclosure Undertaking unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

"Annual Report" shall mean any annual financial information provided by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Undertaking.

"Audited Financial Statements" shall mean the financial statements of the Issuer audited annually by an independent certified public accounting firm, prepared pursuant to generally accepted accounting principles promulgated by the Financial Accounting Standards Board, modified by governmental accounting standards promulgated by the Government Accounting Standards Board.

"Dissemination Agent" shall mean such party from time to time designated in writing by the Issuer to act as information dissemination agent and which has filed with the Issuer a written acceptance of such designation.

"Financial Obligation" shall mean a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation; or (iii) guarantee of (i) or (ii). This term shall not include municipal securities as to which a final official statement has been provided to the MSRB consistent with the Rule.

"Fiscal Year" shall be the fiscal year of the Issuer.

"Governing Body" shall, with respect to the Bonds, have the meaning given that term in Minnesota Statutes, Section 475.51, Subdivision 9.

"MSRB" shall mean the Municipal Securities Rulemaking Board.

"Occurrence(s)" shall mean any of the events listed in Section 4 of this Disclosure Undertaking.

"Official Statement" shall be the Official Statement dated _____, 2026, prepared in connection with the Bonds.

"Owners" shall mean the registered holders and, if not the same, the beneficial owners of any Bonds.

"Participating Underwriter" shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with offering of the Bonds.

"Resolution" shall mean the resolution or resolutions adopted by the Governing Body of the Issuer providing for, and authorizing the issuance of, the Bonds.

"Rule" shall mean Rule 15c2-12(b)(5) adopted by the Securities and Exchange Commission under the Securities Exchange Act of 1934, as the same may be amended from time to time or interpreted by the Securities and Exchange Commission.

SECTION 3. Provision of Annual Reports.

A. Beginning in connection with the Fiscal Year ending on December 31, 2026, the Issuer shall, or shall cause the Dissemination Agent to provide, at least annually to the MSRB, by filing at www.emma.msrb.org, together with such identifying information as prescribed by the MSRB, its Audited Financial Statements for the most recent Fiscal Year, which is the only financial information or operating data which is customarily prepared by the Issuer and publicly available, by not later than December 31, 2027, and by December 31 of each year thereafter.

B. If the Issuer is unable to provide to the MSRB an Annual Report by the dates required in subsection A, the Issuer shall send a notice of such delay and estimated date of delivery to the MSRB.

SECTION 4. Reporting of Significant Events. This Section 4 shall govern the giving of notices of the occurrence of any of the following events with respect to the Bonds:

(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 security holders, 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 Issuer;
(13) The consummation of a merger, consolidation, or acquisition involving an 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 a 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.

Whenever an event listed above has occurred, the Issuer shall promptly, which may not be in excess of the ten (10) business days after the Occurrence, file a notice of such Occurrence with the MSRB, by filing at www.emma.msrb.org, together with such identifying information as prescribed by the MSRB.

SECTION 5. Termination of Reporting Obligation. The Issuer's obligations under this Disclosure Undertaking shall terminate upon the legal defeasance, prior redemption or payment in full of all of the Bonds.

SECTION 6. Dissemination Agent. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist it in carrying out its obligations under this Disclosure Undertaking, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent.

SECTION 7. Amendment; Waiver. Notwithstanding any other provision of this Disclosure Undertaking, the Issuer may amend this Disclosure Undertaking, and any provision of this Disclosure Undertaking may be waived, if (a) a change in law or change in the ordinary business or operation of the Issuer has occurred, (b) such amendment or waiver would not, in and of itself, cause the undertakings herein to violate the Rule if such amendment or waiver had been effective on the date hereof but taking into account any subsequent change in or official interpretation of the Rule, and (c) such amendment or waiver is supported by an opinion of counsel expert in federal securities laws to the effect that such amendment or waiver would not materially impair the interests of Owners.

SECTION 8. Additional Information. Nothing in this Disclosure Undertaking shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Undertaking or any other means of communication, or including any other information in any Annual Report or notice of an Occurrence, in addition to that which is required by this Disclosure Undertaking. If the Issuer chooses to include any information in any Annual Report or notice of an Occurrence in addition to that which is specifically required by this Disclosure Undertaking, the Issuer shall have no obligation under this Disclosure Undertaking to update such information or include it in any future Annual Report or notice of an Occurrence.

SECTION 9. Default. In the event of a failure of the Issuer to provide information required by this Disclosure Undertaking, any Owner 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 to provide information under this Disclosure Undertaking. A default under this Disclosure Undertaking shall not be deemed an Event of Default under the Resolution, and the sole remedy under this Disclosure Undertaking in the event of any failure of the Issuer to comply with this Disclosure Undertaking shall be an action to compel performance.

SECTION 10. Beneficiaries. This Disclosure Undertaking shall inure solely to the benefit of the Issuer, the Participating Underwriters and Owners from time to time of the Bonds, and shall create no rights in any other person or entity.

SECTION 11. Reserved Rights. The Issuer reserves the right to discontinue providing any information required under the Rule if a final determination should be made by a court of competent jurisdiction that the Rule is invalid or otherwise unlawful or, subject to the provisions of Section 7 hereof, to modify the undertaking under this Disclosure Undertaking if the Issuer determines that such modification is required by the Rule or by a court of competent jurisdiction.

Dated: December 7, 2026.

CITY OF SLAYTON, MINNESOTA

By _____
Its Mayor

By _____
Its Clerk-Administrator

APPENDIX E

TERMS OF PROPOSAL

$2,125,000* GENERAL OBLIGATION BONDS, SERIES 2026B
CITY OF SLAYTON, MINNESOTA

Proposals for the purchase of $2,125,000* General Obligation Bonds, Series 2026B (the "Bonds") of the City of Slayton, Minnesota (the "City") will be received at the offices of Ehlers and Associates, Inc. ("Ehlers"), 3001 Broadway Street, Suite 320, Minneapolis, Minnesota 55413, municipal advisors to the City, until 10:30 A.M., Central Time, and **ELECTRONIC PROPOSALS** will be received via **PARITY**, in the manner described below, until 10:30 A.M., Central Time, on November 16, 2026, at which time they will be opened, read and tabulated. The proposals will be presented to the City Council for consideration for award by resolution at a meeting to be held at 6:00 P.M., Central Time, on the same date. The proposal offering to purchase the Bonds upon the terms specified herein and most favorable to the City will be accepted unless all proposals are rejected.

AUTHORITY; PURPOSE; SECURITY

The Bonds are being issued pursuant to Minnesota Statutes, Chapters 469, as amended, including Sections 469.1812 through 469.1815, and Minnesota Statues, Chapter 475, as amended, including Section 475.521, by the City, for the purposes of financing a street reconstruction project, acquisition and renovation of a property for use as the public works facility, and improvements to the fire hall. The Bonds are general obligations of the City, for which its full faith and credit and taxing powers are pledged.

DATES AND MATURITIES

The Bonds will be dated December 7, 2026, will be issued as fully registered Bonds in the denomination of $5,000 each, or any integral multiple thereof, and will mature on February 1 as follows:

Year	Amount*	Year	Amount*	Year	Amount*
2028	$50,000	2035	$105,000	2042	$115,000
2029	80,000	2036	110,000	2043	120,000
2030	80,000	2037	110,000	2044	130,000
2031	90,000	2038	110,000	2045	135,000
2032	90,000	2039	105,000	2046	140,000
2033	95,000	2040	105,000	2047	150,000
2034	95,000	2041	110,000		

ADJUSTMENT OPTION

The City reserves the right to increase or decrease the principal amount of the Bonds on the day of sale, in increments of $5,000 each. Increases or decreases may be made in any maturity. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per $1,000.

TERM BOND OPTION

Proposals for the Bonds may contain a maturity schedule providing for any combination of serial bonds and term bonds, subject to mandatory redemption, so long as the amount of principal maturing or subject to mandatory redemption in each year conforms to the maturity schedule set forth above. All dates are inclusive.

INTEREST PAYMENT DATES AND RATES

Interest will be payable on February 1 and August 1 of each year, commencing August 1, 2027, to the registered owners of the Bonds appearing of record in the bond register as of the close of business on the 15th day (whether or not a business day) of the immediately preceding month. Interest will be computed upon the basis of a 360-day year of twelve 30-day months and will be rounded pursuant to rules of the Municipal Securities Rulemaking Board. **The rate for any maturity may not be more than 1.00% less than the rate for any preceding maturity. (For example, if a rate of 4.50% is proposed for the 2028 maturity, then the lowest rate that may be proposed for any later maturity is 3.50%.)** All Bonds of the same maturity must bear interest from date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

BOOK-ENTRY-ONLY FORMAT

Unless otherwise specified by the purchaser, the Bonds will be designated in the name of Cede & Co., as nominee for The Depository Trust Company, New York, New York ("DTC"). DTC will act as securities depository for the Bonds, and will be responsible for maintaining a book-entry system for recording the interests of its participants and the transfers of interests between its participants. The participants will be responsible for maintaining records regarding the beneficial interests of the individual purchasers of the Bonds. So long as Cede & Co. is the registered owner of the Bonds, all payments of principal and interest will be made to the depository which, in turn, will be obligated to remit such payments to its participants for subsequent disbursement to the beneficial owners of the Bonds.

PAYING AGENT

The City has selected Bond Trust Services Corporation, Minneapolis, Minnesota ("BTSC") to act as paying agent (the "Paying Agent"). BTSC and Ehlers are affiliate companies. The City will pay the charges for Paying Agent services. The City reserves the right to remove the Paying Agent and to appoint a successor.

OPTIONAL REDEMPTION

At the option of the City, the Bonds maturing on or after February 1, 2037 shall be subject to optional redemption prior to maturity on February 1, 2036 or any date thereafter, at a price of par plus accrued interest to the date of optional redemption.

Redemption may be in whole or in part of the Bonds subject to prepayment. If redemption is in part, the selection of the amounts and maturities of the Bonds to be redeemed shall be at the discretion of the City. If only part of the Bonds having a common maturity date are called for redemption, then the City or Paying Agent, if any, will notify DTC of the particular amount of such maturity to be redeemed. DTC will determine by lot the amount of each participant's interest in such maturity to be redeemed and each participant will then select by lot the beneficial ownership interest in such maturity to be redeemed.

Notice of redemption shall be sent by mail not more than 60 days and not less than 30 days prior to the date fixed for redemption to the registered owner of each Bond to be redeemed at the address shown on the registration books.

DELIVERY

On or about December 7, 2026, the Bonds will be delivered without cost to the winning bidder at DTC. On the day of closing, the City will furnish to the winning bidder the opinion of bond counsel hereinafter described, an arbitrage certification, and certificates verifying that no litigation in any manner questioning the validity of the Bonds is then pending or, to the best knowledge of officers of the City, threatened. Payment for the Bonds must be received by the City at its designated depository on the date of closing in immediately available funds.

LEGAL OPINION

An opinion as to the validity of the Bonds and the exemption from taxation of the interest thereon will be furnished by Taft Stettinius & Hollister LLP, Minneapolis, Minnesota, Bond Counsel to the City ("Bond Counsel"), and will be available at the time of delivery of the Bonds. The legal opinion will state that the Bonds are valid and binding general obligations of the City; provided that the rights of the owners of the Bonds and the enforceability of the Bonds may be limited by bankruptcy, insolvency, reorganization, moratorium, and other similar laws affecting creditors' rights and by equitable principles (which may be applied in either a legal or equitable proceeding). See "FORM OF LEGAL OPINION" found in Appendix B.

By expressing its opinion, Bond Counsel is expressing its professional judgment and does not become an insurer or guarantor of the result indicated by that expression of professional judgment or of the transaction or the future performance of the parties to the transaction. Ownership of the Bonds may result in other state and local tax consequences to certain taxpayers. Bond Counsel expresses no opinion regarding any such collateral consequences arising with respect to the Bonds. Prospective purchasers of the Bonds should consult their own tax advisors regarding the applicability of any such state and local taxes.

STATEMENT REGARDING BOND COUNSEL PARTICIPATION

Bond Counsel has neither been engaged nor undertaken to prepare or independently verify the accuracy of any portion of the Official Statement, including the financial or operational information of the Issuer and risks associated with the purchase of the Bonds, except for statements under "TAX EXEMPTION" herein that summarize certain provisions of the Internal Revenue Code of 1986, as amended, the Bonds and any opinion rendered by Bond Counsel. Bond Counsel has prepared the form of legal opinion attached hereto as "APPENDIX B – FORM OF LEGAL OPINION."

SUBMISSION OF PROPOSALS

Proposals must not be for less than $2,099,500 plus accrued interest on the principal sum of $2,125,000 from date of original issue of the Bonds to date of delivery. Prior to the time established above for the opening of proposals, interested parties may submit a proposal as follows:

1) Electronically to bondsale@ehlers-inc.com; or

2) Electronically via **PARITY** in accordance with this Terms of Proposal until 10:30 A.M., Central Time, but no proposal will be received after the time for receiving proposals specified above. To the extent any instructions or directions set forth in **PARITY** conflict with this Terms of Proposal, the terms of this Terms of Proposal shall control. For further information about **PARITY**, potential bidders may contact IHS Markit (now part of S&P Global) at https://ihsmarkit.com/products/municipal-issuance.html or via telephone (844) 301-7334.

Proposals must be submitted to Ehlers via one of the methods described above and must be received prior to the time established above for the opening of proposals. Each proposal must be unconditional except as to legality. Neither the City nor Ehlers shall be responsible for any failure to receive a facsimile submission.

A good faith deposit ("Deposit") in the amount of $42,500 shall be made by the winning bidder by wire transfer of funds. Such Deposit shall be received by Ehlers no later than two hours after the proposal opening time. Wire transfer instructions will be provided to the winning bidder by Ehlers after the tabulation of proposals. The City reserves the right to award the Bonds to a winning bidder whose wire transfer is initiated but not received by such time provided that such winning bidder's federal wire reference number has been received by such time. In the event the Deposit is not received as provided above, the City may award the Bonds to the bidder submitting the next best proposal provided such bidder agrees to such award. The Deposit will be retained by the City as liquidated damages if the proposal is accepted and the Purchaser fails to comply therewith.

The City and the winning bidder who chooses to so wire the Deposit hereby agree irrevocably that Ehlers shall be the escrow holder of the Deposit wired to such account subject only to these conditions and duties: 1) All income earned thereon shall be retained by the escrow holder as payment for its expenses; 2) If the proposal is not accepted, Ehlers shall, at its expense, promptly return the Deposit amount to the winning bidder; 3) If the proposal is accepted, the Deposit shall be returned to the winning bidder at the closing; 4) Ehlers shall bear all costs of maintaining the escrow account and returning the funds to the winning bidder; 5) Ehlers shall not be an insurer of the Deposit amount and shall have no liability hereunder except if it willfully fails to perform or recklessly disregards, its duties specified herein; and 6) FDIC insurance on deposits within the escrow account shall be limited to $250,000 per bidder.

No proposal can be withdrawn after the time set for receiving proposals unless the meeting of the City scheduled for award of the Bonds is adjourned, recessed, or continued to another date without award of the Bonds having been made.

AWARD

The Bonds will be awarded to the bidder offering the lowest interest rate to be determined on a True Interest Cost (TIC) basis. The City's computation of the interest rate of each proposal, in accordance with customary practice, will be controlling. In the event of a tie, the sale of the Bonds will be awarded by lot. The City reserves the right to reject any and all proposals and to waive any informality in any proposal.

BOND INSURANCE

If the Bonds are qualified for any bond insurance policy, the purchase of such policy shall be at the sole option and expense of the winning bidder. Any cost for such insurance policy is to be paid by the winning bidder, except that, if the City requested and received a rating on the Bonds from a rating agency, the City will pay that rating fee. Any rating agency fees not requested by the City are the responsibility of the winning bidder.

Failure of the municipal bond insurer to issue the policy after the Bonds are awarded to the winning bidder shall not constitute cause for failure or refusal by the winning bidder to accept delivery of the Bonds.

CUSIP NUMBERS

The City will assume no obligation for the assignment or printing of CUSIP numbers on the Bonds or for the correctness of any numbers printed thereon, but will permit such numbers to be printed at the expense of the winning bidder, if the winning bidder waives any delay in delivery occasioned thereby.

QUALIFIED TAX-EXEMPT OBLIGATIONS

The City will designate the Bonds as "qualified tax-exempt obligations" for purposes of Section 265(b)(3) of the Internal Revenue Code of 1986, as amended.

CONTINUING DISCLOSURE

In order to assist the Underwriter (Syndicate Manager) in complying with the provisions of Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 the City will enter into an undertaking for the benefit of the holders of the Bonds. A description of the details and terms of the undertaking is set forth in Appendix D of the Preliminary Official Statement.

NEW ISSUE PRICING

The winning bidder will be required to provide, in a timely manner, certain information necessary to compute the yield on the Bonds pursuant to the provisions of the Internal Revenue Code of 1986, as amended, and to provide a certificate which will be provided by Bond Counsel upon request.

(a) The winning bidder shall assist the City in establishing the issue price of the Bonds and shall execute and deliver to the City at closing an "issue price" or similar certificate satisfactory to Bond Counsel setting forth the reasonably expected initial offering price to the public or the sales price or prices of the Bonds, together with the supporting pricing wires or equivalent communications. All actions to be taken by the City under this Terms of Proposal to establish the issue price of the Bonds may be taken on behalf of the City by the City's municipal advisor identified herein and any notice or report to be provided to the City may be provided to the City's municipal advisor.

(b) The City intends that the provisions of Treasury Regulation Section 1.148-1(f)(3)(i) (defining "competitive sale" for purposes of establishing the issue price of the Bonds) will apply to the initial sale of the Bonds (the "competitive sale requirements") because:

(1) The City shall disseminate this Terms of Proposal to potential underwriters in a manner that is reasonably designed to reach potential investors;

(2) all bidders shall have an equal opportunity to bid;

(3) the City may receive proposals from at least three underwriters of municipal bonds who have established industry reputations for underwriting new issuances of municipal bonds; and

(4) the City anticipates awarding the sale of the Bonds to the bidder who submits a firm offer to purchase the Bonds at the highest price (or lowest interest cost), as set forth in this Terms of Proposal.

Any proposal submitted pursuant to this Terms of Proposal shall be considered a firm offer for the purchase of the Bonds, as specified in this proposal.

(c) If all of the requirements of a "competitive sale" are not satisfied, the City shall advise the winning bidder of such fact prior to the time of award of the sale of the Bonds to the winning bidder. In such event, any proposal submitted will not be subject to cancellation or withdrawal and the City agrees to use the rule selected by the winning bidder on its proposal form to determine the issue price for the Bonds. On its proposal form, each bidder must select one of the following two rules for determining the issue price of the Bonds: (1) the first price at which 10% of a maturity of the Bonds (the "10% test") is sold to the public as the issue price of that maturity or (2) the initial offering price to the public as of the sale date as the issue price of each maturity of the Bonds (the "hold-the-offering-price rule").

(d) If all of the requirements of a "competitive sale" are not satisfied and the winning bidder selects the hold-the-offering-price rule, the winning bidder shall (i) confirm that the underwriters have offered or will offer the Bonds to the public on or before the date of award at the offering price or prices (the "initial offering price"), or at the corresponding yield or yields, set forth in the proposal submitted by the winning bidder and (ii) agree, on behalf of the underwriters participating in the purchase of the Bonds, that the underwriters will neither offer nor sell unsold Bonds of any maturity to which the hold-the-offering-price rule shall apply to any person at a price that is higher than the initial offering price to the public during the period starting on the sale date and ending on the earlier of the following:

(1) the close of the fifth (5^{th}) business day after the sale date; or

(2) the date on which the underwriters have sold at least 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

The winning bidder will advise the City promptly after the close of the fifth (5^{th}) business day after the sale whether it has sold 10% of that maturity of the Bonds to the public at a price that is no higher than the initial offering price to the public.

The City acknowledges that in making the representation set forth above, the winning bidder will rely on:

(i) the agreement of each underwriter to comply with requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-price rule, if applicable to the Bonds, as set forth in an agreement among underwriters and the related pricing wires,

(ii) in the event a selling group has been created in connection with the initial sale of the Bonds to the public, the agreement of each dealer who is a member of the selling group to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in a selling group agreement and the related pricing wires, and

(iii) in the event that an underwriter or dealer who is a member of the selling group is a party to a third-party distribution agreement that was employed in connection with the initial sale of the Bonds to the public, the agreement of each broker-dealer that is party to such agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, as set forth in the third-party distribution agreement and the related pricing wires. The City further acknowledges that each underwriter shall be solely liable for its failure to comply with its agreement regarding the requirements for establishing issue price rule of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule, if applicable to the Bonds, and that no underwriter shall be liable for the failure of any other underwriter, or of any dealer who is a member of a selling group, or of any broker-dealer that is a party to a third-party distribution agreement to comply with its corresponding agreement to comply with the requirements for establishing issue price of the Bonds, including, but not limited to, its agreement to comply with the hold-the-offering-price rule as applicable to the Bonds.

(e) If all of the requirements of a "competitive sale" are not satisfied and the winning bidder selects the 10% test, the winning bidder agrees to promptly report to the City, Bond Counsel and Ehlers the prices at which the Bonds have been sold to the public. That reporting obligation shall continue, whether or not the closing date has occurred, until either (i) all Bonds of that maturity have been sold or (ii) the 10% test has been satisfied as to each maturity of the Bonds, provided that, the winning bidder's reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the City or bond counsel.

(f) By submitting a proposal, each bidder confirms that:

(i) any agreement among underwriters, any selling group agreement and each third-party distribution agreement (to which the bidder is a party) relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group, and each broker-dealer that is party to such third-party distribution agreement, as applicable, to:

(A) report the prices at which it sells to the public the unsold Bonds of each maturity allocated to it, whether or not the Closing Date has occurred until either all securities of that maturity allocated to it have been sold or it is notified by the winning bidder that either the 10% test has been satisfied as to the Bonds of that maturity, provided that, the reporting obligation after the Closing Date may be at reasonable periodic intervals or otherwise upon request of the City or bond counsel.

(B) comply with the hold-the-offering-price rule, if applicable, in each case if and for so long as directed by the winning bidder and as set forth in the related pricing wires, and

(ii) any agreement among underwriters or selling group agreement relating to the initial sale of the Bonds to the public, together with the related pricing wires, contains or will contain language obligating each underwriter, each dealer who is a member of the selling group and each broker dealer that is a party to a third-party distribution agreement to be employed in connection with the initial sale of the Bonds to the public to require each broker-dealer that is a party to such third-party distribution agreement to:

(A) to promptly notify the winning bidder of any sales of Bonds that, to its knowledge, are made to a purchaser who is a related party to an underwriter participating in the initial sale of the Bonds to the public (each such term being used as defined below), and

(B) to acknowledge that, unless otherwise advised by the underwriter, dealer or broker-dealer, the winning bidder shall assume that each order submitted by the underwriter, dealer or broker-dealer is a sale to the public.

(g) Sales of any Bonds to any person that is a related party to an underwriter participating in the initial sale of the Bonds to the public (each term being used as defined below) shall not constitute sales to the public for purposes of this Terms of Proposal. Further, for purposes of this Terms of Proposal:

(i) "public" means any person other than an underwriter or a related party,

(ii) "underwriter" means (A) any person that agrees pursuant to a written contract with the City (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the public and (B) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (A) to participate in the initial sale of the Bonds to the public (including a member of a selling group or a party to a third-party distribution agreement participating in the initial sale of the Bonds to the public),

(iii) a purchaser of any of the Bonds is a "related party" to an underwriter if the underwriter and the purchaser are subject, directly or indirectly, to (A) more than 50% common ownership of the voting power or the total value of their stock, if both entities are corporations (including direct ownership by one corporation of another), (B) more than 50% common ownership of their capital interests or profits interests, if both entities are partnerships (including direct ownership by one partnership of another), or (C) more than 50% common ownership of the value of the outstanding stock of the corporation or the capital interests or profit interests of the partnership, as applicable, if one entity is a corporation and the other entity is a partnership (including direct ownership of the applicable stock or interests by one entity of the other), and

(iv) "sale date" means the date that the Bonds are awarded by the City to the winning bidder.

PRELIMINARY OFFICIAL STATEMENT

Bidders may obtain a copy of the Preliminary Official Statement relating to the Bonds prior to the proposal opening by request from Ehlers at www.ehlers-inc.com by connecting to the Debt Issuance link. The Underwriter (Syndicate Manager) will be provided with an electronic copy of the Final Official Statement within seven business days of the proposal acceptance. Up to 10 printed copies of the Final Official Statement will be provided upon request. Additional copies of the Final Official Statement will be available at a cost of $10.00 per copy.

Information for bidders and proposal forms may be obtained from Ehlers at 3001 Broadway Street, Suite 320, Minneapolis, Minnesota 55413, Telephone (651) 697-8500.

By Order of the City Council

City of Slayton, Minnesota

PROPOSAL FORM

The City Council **November 16, 2026**
City of Slayton, Minnesota (the "City")

RE: $2,125,000* General Obligation Bonds, Series 2026B (the "Bonds")
DATED: December 7, 2026

For all or none of the above Bonds, in accordance with the Terms of Proposal and terms of the Global Book-Entry System (unless otherwise specified by the Purchaser) as stated in this Official Statement, we will pay you $_____ (not less than $2,099,500) plus accrued interest to date of delivery for fully registered Bonds bearing interest rates and maturing in the stated years as follows:

_____	% due	2028	_____	% due	2035	_____	% due	2042
_____	% due	2029	_____	% due	2036	_____	% due	2043
_____	% due	2030	_____	% due	2037	_____	% due	2044
_____	% due	2031	_____	% due	2038	_____	% due	2045
_____	% due	2032	_____	% due	2039	_____	% due	2046
_____	% due	2033	_____	% due	2040	_____	% due	2047
_____	% due	2034	_____	% due	2041			

The City reserves the right to increase or decrease the principal amount of the Bonds on the day of sale, in increments of $5,000 each. Increases or decreases may be made in any maturity. If any principal amounts are adjusted, the purchase price proposed will be adjusted to maintain the same gross spread per $1,000.

The rate for any maturity may not be more than 1.00% less than the rate for any preceding maturity. (For example, if a rate of 4.50% is proposed for the 2028 maturity, then the lowest rate that may be proposed for any later maturity is 3.50%.) All Bonds of the same maturity must bear interest from date of issue until paid at a single, uniform rate. Each rate must be expressed in an integral multiple of 5/100 or 1/8 of 1%.

A good faith deposit ("Deposit") in the amount of $42,500 shall be made by the winning bidder by wire transfer of funds. Such Deposit shall be received by Ehlers no later than two hours after the proposal opening time. Wire transfer instructions will be provided to the winning bidder by Ehlers after the tabulation of proposals. The City reserves the right to award the Bonds to a winning bidder whose wire transfer is initiated but not received by such time provided that such winning bidder's federal wire reference number has been received by such time. In the event the Deposit is not received as provided above, the City may award the Bonds to the bidder submitting the next best proposal provided such bidder agrees to such award. The Deposit will be retained by the City as liquidated damages if the proposal is accepted and the Purchaser fails to comply therewith. We agree to the conditions and duties of Ehlers and Associates, Inc., as escrow holder of the Deposit, pursuant to the Terms of Proposal. This proposal is for prompt acceptance and is conditional upon delivery of said Bonds to The Depository Trust Company, New York, New York, in accordance with the Terms of Proposal. Delivery is anticipated to be on or about December 7, 2026.

This proposal is subject to the City's agreement to enter into a written undertaking to provide continuing disclosure under Rule 15c2-12 promulgated by the Securities and Exchange Commission under the Securities Exchange Act of 1934 as described in the Preliminary Official Statement for the Bonds.

We have received and reviewed the Official Statement, and any addenda thereto, and have submitted our requests for additional information or corrections to the Final Official Statement. As Underwriter (Syndicate Manager), we agree to provide the City with the reoffering price of the Bonds within 24 hours of the proposal acceptance.

This proposal is a firm offer for the purchase of the Bonds identified in the Terms of Proposal, on the terms set forth in this proposal form and the Terms of Proposal, and is not subject to any conditions, except as permitted by the Terms of Proposal.

By submitting this proposal, we confirm that we are an underwriter and have an established industry reputation for underwriting new issuances of municipal bonds. YES: ____ NO: ____.

If the competitive sale requirements are not met, we elect to use either the: _____10% test, or the _____hold-the-offering-price rule to determine the issue price of the Bonds.

Account Manager: _____ By: _____
Account Members:

Award will be on a true interest cost basis. According to our computations (the correct computation being controlling in the award), the total dollar interest cost (including any discount or less any premium) computed from December 7, 2026 of the above proposal is $_____and the true interest cost (TIC) is _____%.

The foregoing offer is hereby accepted by and on behalf of the City Council of the City of Slayton, Minnesota, on November 16, 2026.

By: _____ By: _____

Title: _____ Title: _____