

CITY OF BELOIT, KANSAS

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT
December 31, 2009

CLUBINE AND RETTELE, CHARTERED
CERTIFIED PUBLIC ACCOUNTANTS
Salina, Kansas

CITY OF BELOIT, KANSAS

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT
December 31, 2009

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CITY OF BELOIT, KANSAS

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT
December 31, 2007

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INDEPENDENT AUDITORS' REPORT

To the Mayor and City Council
City of Beloit, Kansas

We have audited the accompanying financial statements of the City of Beloit, Kansas, as of and for the year ended December 31, 2009, which collectively comprise the basic financial statements of the City of Beloit as listed in the table of contents. These financial statements are the responsibility of the City of Beloit management. Our responsibility is to express opinions on these financial statements based on our audit. The partial prior year comparative information has been derived from the City of Beloit financial statements for the year ended December 31, 2008 and, in our report dated August 27, 2009, we expressed an unqualified opinion on the respective financial statements based on prescribed practices, permitted by the State of Kansas.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit Guide* prescribed by the Division of Accounts and Reports of the State of Kansas. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As described more fully in Note 2, the City of Beloit has prepared these financial statements using accounting practices prescribed or permitted by the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of The City of Beloit as of December 31, 2009, the changes in its financial position, or, where applicable, its cash flows for the year then ended. Further, the City of Beloit has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of each fund of The City of Beloit as of December 31, 2009, and their respective cash receipts and disbursements, and the respective budgetary comparison for the General Fund and budgeted Special Revenue Funds for the year then ended, on the basis of accounting described in Note 2.

The financial statements include partial prior-year comparative information. Such information does not include all of the information required to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the City of Beloit financial statements for the year ended December 31, 2008, from which such partial information was derived.

Clubine and Rettele, Chartered

Salina, Kansas
August 15, 2010

CITY OF BELOIT, KANSAS
 Summary of Cash Receipts, Expenditures and Unencumbered Cash - Statutory Basis
 For the Year Ended December 31, 2009

Funds	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:						
General	\$ 275,587.74	\$ 2,035,989.06	\$ 2,100,054.87	\$ 211,521.93	\$ 40,282.09	\$ 251,804.02
Special Revenue Funds						
Economic Development	3,506.89	84,227.00	80,162.60	7,571.29	272.90	7,844.19
Employee Benefits	87,254.71	976,311.66	984,887.87	78,678.50	-	78,678.50
Equipment Reserve	321,583.87	31,250.08	16,000.00	336,833.95	-	336,833.95
Library	26,941.31	130,487.00	127,895.00	29,533.31	-	29,533.31
Special Highway	105,759.15	99,553.59	139,105.71	66,207.03	7,507.46	73,714.49
Special Parks and Recreation	16,229.21	14,991.47	12,549.00	18,671.68	-	18,671.68
Law Enforcement	4,653.01	21.27	-	4,674.28	-	4,674.28
Police Capital Improvement	-	62,699.91	36,550.00	26,149.91	-	26,149.91
Fire Capital Improvement	-	87,699.99	-	87,699.99	-	87,699.99
Neighborhood Revitalization	-	-	4,500.00	166.74	-	166.74
Water Plant and Equipment Replacement	17,498.02	-	17,498.02	-	-	-
Water Pollution Control Plant and Equipment Replacement	38,339.44	-	-	38,339.44	-	38,339.44
Capital Improvement	333,889.90	522,831.23	675,650.90	181,070.23	41,480.54	222,550.77
Proprietary Type Funds:						
Enterprise Funds						
Electric	418.52	4,553,297.98	4,198,640.92	355,075.58	215,190.55	570,266.13
Water	343.25	1,006,113.65	999,590.40	6,866.50	30,929.62	37,796.12
Water Pollution Control	19,836.07	874,313.82	756,390.02	137,759.87	12,330.62	150,090.49
Refuse	26,527.74	254,901.67	252,708.88	28,720.53	22,008.34	50,728.87
Cable T.V.	4,373.16	99,472.64	99,448.89	4,396.91	-	4,396.91
Total Governmental Type Funds	<u>1,287,408.73</u>	<u>10,834,162.02</u>	<u>10,501,633.08</u>	<u>1,619,937.67</u>	<u>370,002.12</u>	<u>1,989,939.79</u>
Component Units:						
Port Library - Operating	176,184.50	323,980.93	290,232.86	209,932.57	3,128.51	213,061.08
Port Library - Building Project	230,523.85	193,723.17	-	424,247.02	-	424,247.02
Component Units Sub Total	<u>406,708.35</u>	<u>517,704.10</u>	<u>290,232.86</u>	<u>634,179.59</u>	<u>3,128.51</u>	<u>637,308.10</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 1,694,117.08</u>	<u>\$ 11,351,866.12</u>	<u>\$ 10,791,865.94</u>	<u>\$ 2,254,117.26</u>	<u>\$ 373,130.63</u>	<u>\$ 2,627,247.89</u>
Composition of Cash:						
Checking Accounts						\$ 2,026,690.87
Total Component Units						<u>637,308.10</u>
Total Cash						2,663,998.97
Agency Funds per Statement 4						<u>(36,751.08)</u>
Total Reporting Entity (Excluding Agency Funds)						<u>\$ 2,627,247.89</u>

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

CITY OF BELOIT, KANSAS
 Summary of Expenditures, Actual and Budget - Statutory Basis
 For the Year Ended December 31, 2009

Statement 2

Fund	Certified Budget	Adjustment For Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
Governmental Type Funds:					
General	\$ 2,341,628.00	\$ -	\$ 2,341,628.00	\$ 2,100,054.87	\$ (241,573.13)
Special Revenue Funds					
Economic Development	95,100.00	-	95,100.00	80,162.60	(14,937.40)
Employee Benefits	1,119,579.00	-	1,119,579.00	984,887.87	(134,691.13)
Equipment Reserve	60,000.00	-	60,000.00	16,000.00	(44,000.00)
Library	127,895.00	-	127,895.00	127,895.00	-
Special Highway	181,700.00	-	181,700.00	139,105.71	(42,594.29)
Special Park and Recreation	18,000.00	-	18,000.00	12,549.00	(5,451.00)
Law Enforcement	3,000.00	-	3,000.00	-	(3,000.00)
Neighborhood Revilization	4,500.00	-	4,500.00	4,500.00	-
Water Pollution Control and Equipment Replacement	10,000.00	-	10,000.00	-	(10,000.00)
Proprietary Type Funds:					
Enterprise Funds					
Electric	4,625,080.00	-	4,625,080.00	4,198,640.92	(426,439.08)
Water	1,009,200.00	-	1,009,200.00	999,590.40	(9,609.60)
Water Pollution Control	806,625.00	-	806,625.00	756,390.02	(50,234.98)
Refuse	265,000.00	-	265,000.00	252,708.88	(12,291.12)
Cable T.V.	325,000.00	-	325,000.00	99,448.89	(225,551.11)

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

General Fund

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 572,943.93	\$ 571,443.01	\$ 588,400.00	\$ (16,956.99)
Delinquent Tax	892.97	15,798.55	5,700.00	10,098.55
Vehicle Tax	124,972.70	127,063.40	128,047.00	(983.60)
Intangible Tax	89,116.20	95,292.00	90,000.00	5,292.00
Local Ad Valorem Tax Reduction	2,102.60	-	2,200.00	(2,200.00)
Alcoholic Liquor Tax	9,255.25	10,041.47	9,170.00	871.47
Local Sales Tax	356,852.10	364,958.61	320,000.00	44,958.61
Special Assessments	14,578.66	10,421.11	24,500.00	(14,078.89)
Total Taxes and Shared Revenue	<u>1,170,714.41</u>	<u>1,195,018.15</u>	<u>1,168,017.00</u>	<u>27,001.15</u>
Intergovernmental Revenues				
Highway Connecting Links	<u>21,176.57</u>	<u>21,147.43</u>	<u>21,160.00</u>	<u>(12.57)</u>
Licenses and Permits				
City Permits	11,420.87	5,616.78	8,500.00	(2,883.22)
Licenses	1,350.00	1,200.00	-	1,200.00
Dog Licenses	2,685.00	2,345.00	5,600.00	(3,255.00)
Professional Licenses	1,904.58	1,275.00	-	1,275.00
Total Licenses and Permits	<u>17,360.45</u>	<u>10,436.78</u>	<u>14,100.00</u>	<u>(3,663.22)</u>
Charges for Services				
Facility Rent	18,321.75	16,344.50	8,300.00	8,044.50
Cemetery Services	10,225.00	8,750.00	15,800.00	(7,050.00)
Swimming Pool Admissions	36,600.25	36,956.47	41,400.00	(4,443.53)
Pool Concession Receipts	8,958.37	8,178.99	-	8,178.99
Fire Protection	2,608.99	-	-	-
Police Services	-	3,387.29	2,500.00	887.29
Recreation Program Fees	23,665.25	18,268.50	28,000.00	(9,731.50)
Refuse Billing Fee	24,080.95	25,270.86	25,000.00	270.86
Total Charges for Services	<u>124,460.56</u>	<u>117,156.61</u>	<u>121,000.00</u>	<u>(3,843.39)</u>
Fines and Forfeitures	<u>44,023.79</u>	<u>62,593.65</u>	<u>49,000.00</u>	<u>13,593.65</u>
Interest and Other				
Interest	16,192.73	3,421.55	58,100.00	(54,678.45)
Franchise Fees	139,692.54	135,495.78	135,000.00	495.78
Reimbursed Expenses	58,492.92	56,886.64	65,100.00	(8,213.36)
Sale of Cemetery Lots	1,505.00	1,300.00	-	1,300.00
Miscellaneous	12,522.97	23,766.34	5,400.00	18,366.34
Park Camping Donations	887.25	1,340.00	1,500.00	(160.00)
Transfer from CDBG Grant Fund	13,392.25	-	-	-
Transfer from Sport Complex Grant Fund	2,739.95	-	-	-
Transfer from Water Pollution Control Fund	15,180.68	13,982.19	14,500.00	(517.81)
Transfer from Neighborhood Revitalization Fund	4,500.00	4,500.00	-	4,500.00
Transfer from Electric Fund	150,711.83	355,508.21	347,150.00	8,358.21
Transfer from Water Fund	26,870.52	33,435.73	30,000.00	3,435.73
Transfer from Cemetery Endowment Fund	10,000.08	-	-	-
Total Interest and Other	<u>452,688.72</u>	<u>629,636.44</u>	<u>656,750.00</u>	<u>(27,113.56)</u>
Total Cash Receipts	<u>1,830,424.50</u>	<u>2,035,989.06</u>	<u>\$ 2,030,027.00</u>	<u>\$ 5,962.06</u>

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

General Fund (Cont.)

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures				
Administration				
Personal Services	\$ 243,308.93	\$ 247,181.70	\$ 260,000.00	\$ (12,818.30)
Contractual Services	153,756.43	188,262.01	170,000.00	18,262.01
Commodities	58,928.87	60,800.65	70,000.00	(9,199.35)
Capital Outlay	3,254.53	7,497.27	32,048.00	(24,550.73)
Appropriation to Library	-	5,496.71	-	5,496.71
Transfer to Cable TV Fund	10,000.00	-	-	-
Transfer to Economic Development Fund	15,000.00	15,000.00	15,000.00	-
Total Administration	<u>484,248.76</u>	<u>524,238.34</u>	<u>547,048.00</u>	<u>(22,809.66)</u>
Court				
Personal Services	50,776.55	52,637.89	53,350.00	(712.11)
Contractual Services	12,291.16	10,473.84	12,850.00	(2,376.16)
Commodities	1,666.15	722.81	2,700.00	(1,977.19)
Capital Outlay	-	2,085.18	2,650.00	(564.82)
Total Court	<u>64,733.86</u>	<u>65,919.72</u>	<u>71,550.00</u>	<u>(5,630.28)</u>
Airport				
Contractual Services	-	15,300.75	15,925.00	(624.25)
Commodities	-	4,102.20	-	4,102.20
Capital Outlay	-	3,353.33	-	3,353.33
Total Airport	<u>-</u>	<u>22,756.28</u>	<u>15,925.00</u>	<u>6,831.28</u>
Cemetery				
Personal Services	44,995.66	49,484.79	48,000.00	1,484.79
Contractual Services	3,347.05	3,416.65	6,110.00	(2,693.35)
Commodities	13,875.79	13,391.76	20,750.00	(7,358.24)
Capital Outlay	2,836.96	10,929.51	17,100.00	(6,170.49)
Total Cemetery	<u>65,055.46</u>	<u>77,222.71</u>	<u>91,960.00</u>	<u>(14,737.29)</u>
Police				
Personal Services	300,744.24	346,165.45	375,200.00	(29,034.55)
Contractual Services	44,116.28	47,813.38	51,870.00	(4,056.62)
Commodities	38,075.87	29,621.78	34,650.00	(5,028.22)
Capital Outlay	41,710.81	26,484.01	51,850.00	(25,365.99)
Total Police	<u>424,647.20</u>	<u>450,084.62</u>	<u>513,570.00</u>	<u>(63,485.38)</u>
Maintenance				
Personal Services	313,446.81	325,427.03	324,000.00	1,427.03
Contractual Services	23,942.64	31,594.83	27,260.00	4,334.83
Commodities	16,205.91	13,422.01	18,800.00	(5,377.99)
Capital Outlay	2,204.65	2,383.40	68,610.00	(66,226.60)
Total Maintenance	<u>355,800.01</u>	<u>372,827.27</u>	<u>438,670.00</u>	<u>(65,842.73)</u>

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

General Fund (Cont.)

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Fire				
Personal Services	\$ 20,690.00	\$ 19,722.61	\$ 21,000.00	\$ (1,277.39)
Contractual Services	17,488.38	17,518.99	21,500.00	(3,981.01)
Commodities	8,769.96	8,111.00	9,250.00	(1,139.00)
Capital Outlay	1,091.21	1,415.62	8,500.00	(7,084.38)
Transfer to Fire Capital Improvement Fund	-	25,000.08	25,000.00	0.08
Total Fire	<u>48,039.55</u>	<u>71,768.30</u>	<u>85,250.00</u>	<u>(13,481.70)</u>
Construction				
Commodities	761.35	1,534.39	-	1,534.39
Total Construction	<u>761.35</u>	<u>1,534.39</u>	<u>-</u>	<u>1,534.39</u>
Recreation				
Personal Services	43,480.45	29,461.16	52,000.00	(22,538.84)
Contractual Services	7,207.64	21,722.16	8,925.00	12,797.16
Commodities	17,921.89	-	24,100.00	(24,100.00)
Capital Outlay	910.58	810.00	1,000.00	(190.00)
Total Recreation	<u>69,520.56</u>	<u>51,993.32</u>	<u>86,025.00</u>	<u>(34,031.68)</u>
Grounds				
Personal Services	155,286.35	176,958.37	187,900.00	(10,941.63)
Contractual Services	21,280.60	26,777.04	30,445.00	(3,667.96)
Commodities	63,026.75	62,794.48	84,850.00	(22,055.52)
Capital Outlay	29,957.84	78,649.02	73,650.00	4,999.02
Total Grounds	<u>269,551.54</u>	<u>345,178.91</u>	<u>376,845.00</u>	<u>(31,666.09)</u>
Swimming Pool				
Personal Services	47,246.24	55,655.05	48,000.00	7,655.05
Contractual Services	30,623.75	25,237.46	27,085.00	(1,847.54)
Commodities	26,327.64	25,281.55	22,950.00	2,331.55
Capital Outlay	8,438.93	10,356.95	16,750.00	(6,393.05)
Total Swimming Pool	<u>112,636.56</u>	<u>116,531.01</u>	<u>114,785.00</u>	<u>1,746.01</u>
Total Expenditures	<u>1,894,994.85</u>	<u>2,100,054.87</u>	<u>\$ 2,341,628.00</u>	<u>\$ (241,573.13)</u>
Receipts Over (Under) Expenditures	(64,570.35)	(64,065.81)		
Unencumbered Cash, Beginning	<u>340,158.09</u>	<u>275,587.74</u>		
Unencumbered Cash, Ending	<u>\$ 275,587.74</u>	<u>\$ 211,521.93</u>		

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

CITY OF BELOIT, KANSAS
Economic Development Fund

Statement 3

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Appropriation from Mitchell County	\$ 13,524.50	\$ 32,977.00	\$ 42,000.00	\$ (9,023.00)
Reimbursed Expenses	13,874.50	250.00	-	250.00
Chamber Payments	6,000.00	6,000.00	-	6,000.00
Transfer from General Fund	15,000.00	15,000.00	15,000.00	-
Transfer from Electric Fund	15,000.00	15,000.00	15,000.00	-
Transfer from Water Fund	15,000.00	15,000.00	15,000.00	-
Total Cash Receipts	<u>78,399.00</u>	<u>84,227.00</u>	<u>\$ 87,000.00</u>	<u>\$ (2,773.00)</u>
Expenditures				
Personal services	47,273.36	49,693.37	\$ 50,100.00	\$ (406.63)
Contractual Services	3,545.37	1,928.38	7,000.00	(5,071.62)
Commodities	1,011.99	790.93	1,000.00	(209.07)
Capital Outlay	243.00	-	37,000.00	(37,000.00)
Transfer to Equipment Reserve Fund	-	6,250.00	-	6,250.00
Transfer to Employee Benefits Fund	21,499.92	21,499.92	-	21,499.92
Total Expenditures	<u>73,573.64</u>	<u>80,162.60</u>	<u>\$ 95,100.00</u>	<u>\$ (14,937.40)</u>
Receipts Over (Under) Expenditures	4,825.36	4,064.40		
Unencumbered Cash, Beginning	<u>(1,318.47)</u>	<u>3,506.89</u>		
Unencumbered Cash, Ending	<u>\$ 3,506.89</u>	<u>\$ 7,571.29</u>		

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

CITY OF BELOIT, KANSAS

Employee Benefits Fund

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 207,678.84	\$ 212,541.94	\$ 212,900.00	\$ (358.06)
Delinquent Tax	-	-	2,500.00	(2,500.00)
Vehicle Tax	45,213.26	45,938.45	46,339.00	(400.55)
Reimbursed Expenses	26,433.04	27,435.47	9,661.00	17,774.47
Employee Contributions	58,643.32	63,505.45	58,500.00	5,005.45
Interest	308.88	390.39	-	390.39
Transfer from Electric Fund	330,000.00	330,000.00	330,000.00	-
Transfer from Water Fund	62,000.04	200,000.04	200,000.00	0.04
Transfer from Water Pollution Control	75,000.00	75,000.00	75,000.00	-
Transfer from Economic Development	21,499.92	21,499.92	21,500.00	(0.08)
Total Cash Receipts	<u>826,777.30</u>	<u>976,311.66</u>	<u>\$ 956,400.00</u>	<u>\$ 19,911.66</u>
Expenditures				
Medical Insurance	549,191.70	571,652.14	\$ 600,000.00	\$ (28,347.86)
Social Security	178,113.86	186,892.83	191,951.00	(5,058.17)
KPERS	114,599.07	124,910.79	144,611.00	(19,700.21)
Deferred Compensation	15,177.55	11,549.23	8,000.00	3,549.23
Unemployment Compensation	2,871.85	7,027.88	2,382.00	4,645.88
Workmen's Compensation Insurance	69,712.00	59,878.00	149,535.00	(89,657.00)
Membership Dues	22,500.00	22,977.00	23,100.00	(123.00)
Total Expenditures	<u>952,166.03</u>	<u>984,887.87</u>	<u>\$ 1,119,579.00</u>	<u>\$ (134,691.13)</u>
Receipts Over (Under) Expenditures	(125,388.73)	(8,576.21)		
Unencumbered Cash, Beginning	<u>212,643.44</u>	<u>87,254.71</u>		
Unencumbered Cash, Ending	<u>\$ 87,254.71</u>	<u>\$ 78,678.50</u>		

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

CITY OF BELOIT, KANSAS
Equipment Reserve Fund

Statement 3

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Transfer from General Fund	\$ -	\$ -	\$ 15,000.00	\$ (15,000.00)
Transfer from Economic Development Fund	-	6,250.00	25,000.00	
Transfer from Special Highway Fund	25,000.08	25,000.08	25,000.00	0.08
Total Cash Receipts	<u>25,000.08</u>	<u>31,250.08</u>	<u>\$ 65,000.00</u>	<u>\$ (33,749.92)</u>
Expenditures				
Capital Outlay	<u>43,513.00</u>	<u>16,000.00</u>	<u>\$ 60,000.00</u>	<u>\$ (44,000.00)</u>
Receipts Over (Under) Expenditures	(18,512.92)	15,250.08		
Unencumbered Cash, Beginning	<u>340,096.79</u>	<u>321,583.87</u>		
Unencumbered Cash, Ending	<u>\$ 321,583.87</u>	<u>\$ 336,833.95</u>		

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

Library Fund

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 105,186.86	\$ 104,950.19	\$ 108,350.00	\$ (3,399.81)
Delinquent Tax	116.23	2,673.92	-	2,673.92
Motor Vehicle Tax	20,793.84	22,862.89	23,578.00	(715.11)
Total Cash Receipts	<u>126,096.93</u>	<u>130,487.00</u>	<u>\$ 131,928.00</u>	<u>\$ (1,441.00)</u>
Expenditures				
Appropriation	121,113.00	127,512.91	\$ 114,440.00	\$ 13,072.91
Building Insurance	284.00	282.09	2,455.00	(2,172.91)
Personal Bond	100.00	100.00	-	100.00
Capital Outlay	-	-	11,000.00	(11,000.00)
Total Expenditures	<u>121,497.00</u>	<u>127,895.00</u>	<u>\$ 127,895.00</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	4,599.93	2,592.00		
Unencumbered Cash, Beginning	<u>22,341.38</u>	<u>26,941.31</u>		
Unencumbered Cash, Ending	<u>\$ 26,941.31</u>	<u>\$ 29,533.31</u>		

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

CITY OF BELOIT, KANSAS
Special Highway Fund

Statement 3

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
State of Kansas - Fuel Tax	\$ 104,754.56	\$ 91,867.37	\$ 112,000.00	\$ (20,132.63)
Reimbursed Expenses	200.89	7,686.22	2,500.00	5,186.22
Total Cash Receipts	<u>104,955.45</u>	<u>99,553.59</u>	<u>\$ 114,500.00</u>	<u>\$ (14,946.41)</u>
Expenditures				
Contractual Services	13,433.87	8,014.24	\$ 9,000.00	\$ (985.76)
Commodities	41,049.15	56,310.67	89,000.00	(32,689.33)
Capital Outlay	36,979.74	49,780.72	83,700.00	(33,919.28)
Transfer to Equipment Reserve	25,000.08	25,000.08	-	25,000.08
Total Expenditures	<u>116,462.84</u>	<u>139,105.71</u>	<u>\$ 181,700.00</u>	<u>\$ (42,594.29)</u>
Receipts Over (Under) Expenditures	(11,507.39)	(39,552.12)		
Unencumbered Cash, Beginning	<u>117,266.54</u>	<u>105,759.15</u>		
Unencumbered Cash, Ending	<u>\$ 105,759.15</u>	<u>\$ 66,207.03</u>		

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

CITY OF BELOIT, KANSAS
 Special Parks and Recreation Fund
 Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis
 For the Year Ended December 31, 2009
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Alcoholic Liquor Tax	\$ 9,255.26	\$ 10,041.47	\$ 9,170.00	\$ (871.47)
Reimbursed Expenses	-	4,950.00	-	(4,950.00)
Total Cash Receipts	<u>9,255.26</u>	<u>14,991.47</u>	<u>\$ 9,170.00</u>	<u>\$ (5,821.47)</u>
Expenditures				
Capital Outlay	<u>2,304.09</u>	<u>12,549.00</u>	<u>\$ 18,000.00</u>	<u>\$ (5,451.00)</u>
Receipts Over (Under) Expenditures	6,951.17	2,442.47		
Unencumbered Cash, Beginning	<u>9,278.04</u>	<u>16,229.21</u>		
Unencumbered Cash, Ending	<u>\$ 16,229.21</u>	<u>\$ 18,671.68</u>		

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

Law Enforcement Fund

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Interest	\$ -	\$ 21.27	\$ -	\$ 21.27
Miscellaneous	-	-	1,000.00	-
Total Cash Receipts	-	21.27	1,000.00	21.27
Expenditures				
Commodities	-	-	3,000.00	(3,000.00)
Receipts Over (Under) Expenditures	-	21.27		
Unencumbered Cash, Beginning	4,653.01	4,653.01		
Unencumbered Cash, Ending	\$ 4,653.01	\$ 4,674.28		

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

CITY OF BELOIT, KANSAS

CDBG Grant Fund

Statement of Cash Receipts and Expenditures - Statutory Basis
 For the Year Ended December 31, 2009
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts	\$ -	\$ -
Expenditures	<u>13,392.25</u>	<u>-</u>
Receipts Over (Under) Expenditures	(13,392.25)	-
Unencumbered Cash, Beginning	<u>13,392.25</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

Police Capital Improvement Fund

Statement of Cash Receipts and Expenditures - Statutory Basis
 For the Year Ended December 31, 2009
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts Donations	\$ -	\$ 62,699.91
Expenditures Capital Outlay	<u>-</u>	<u>36,550.00</u>
Receipts Over (Under) Expenditures	-	26,149.91
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 26,149.91</u>

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

CITY OF BELOIT, KANSAS
Sports Complex Grant Fund
Statement of Cash Receipts and Expenditures - Statutory Basis
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts	\$ -	\$ -
Expenditures	2,739.95	-
Receipts Over (Under) Expenditures	(2,739.95)	-
Unencumbered Cash, Beginning	2,739.95	-
Unencumbered Cash, Ending	\$ -	\$ -

Fire Capital Improvement Fund
Statement of Cash Receipts and Expenditures - Statutory Basis
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts	\$ -	\$ 62,699.91
Donations	-	25,000.08
Transfer from General Fund	-	87,699.99
Total Cash Receipts	-	87,699.99
Expenditures	-	-
Receipts Over (Under) Expenditures	-	87,699.99
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 87,699.99

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

CITY OF BELOIT, KANSAS
 Neighborhood Revitalization Act Fund
 Statement of Cash Receipts and Expenditures, Actual and Budgeted - Statutory Basis
 For the Year Ended December 31, 2009
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts	\$ -	\$ -	<u>\$ -</u>	<u>\$ -</u>
Expenditures				
Transfer to General Fund	<u>4,500.00</u>	<u>4,500.00</u>	<u>\$ 4,500.00</u>	<u>\$ -</u>
Receipts Over (Under) Expenditures	(4,500.00)	(4,500.00)		
Unencumbered Cash, Beginning	<u>9,166.74</u>	<u>4,666.74</u>		
Unencumbered Cash, Ending	<u>\$ 4,666.74</u>	<u>\$ 166.74</u>		

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

CITY OF BELOIT, KANSAS
 Electric Plant and Equipment Replacement Fund
 Statement of Cash Receipts and Expenditures - Statutory Basis
 For the Year Ended December 31, 2009
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts	\$ 7,922.43	\$ -
Expenditures	-	-
Receipts Over (Under) Expenditures	7,922.43	-
Unencumbered Cash, Beginning	(7,922.43)	-
Unencumbered Cash, Ending	\$ -	\$ -

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

CITY OF BELOIT, KANSAS
 Water Plant and Equipment Replacement Fund
 Statement of Cash Receipts and Expenditures - Statutory Basis
 For the Year Ended December 31, 2009
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts	\$ -	\$ -
Expenditures		
Transfer to Water Fund	-	17,498.02
Receipts Over (Under) Expenditures	-	(17,498.02)
Unencumbered Cash, Beginning	17,498.02	17,498.02
Unencumbered Cash, Ending	\$ 17,498.02	\$ -

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

CITY OF BELOIT, KANSAS
 Water Pollution Control Plant and Equipment Replacement Fund
 Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis
 For the Year Ended December 31, 2009
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts	\$ 20,000.04	\$ -	\$ -	\$ -
Expenditures	-	-	\$ 10,000.00	\$ (10,000.00)
Receipts Over (Under) Expenditures	20,000.04	-		
Unencumbered Cash, Beginning	<u>18,339.40</u>	<u>38,339.44</u>		
Unencumbered Cash, Ending	<u>\$ 38,339.44</u>	<u>\$ 38,339.44</u>		

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

CITY OF BELOIT, KANSAS
 Capital Improvement Fund
 Statement of Cash Receipts and Expenditures - Statutory Basis
 For the Year Ended December 31, 2009
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

Statement 3

	Prior Year Actual	Current Year Actual
Cash Receipts		
Taxes and Shared Revenue:		
Sales Tax	\$ 400,027.64	\$ 513,035.45
Miscellaneous	1,293.80	4,373.36
Reimbursements	7,683.08	5,422.42
Total Cash Receipts	409,004.52	522,831.23
Expenditures		
Contractual Services	148,347.65	141,493.43
Commodities	35,944.47	34,057.50
Capital Outlay	192,649.79	500,099.97
Total Expenditures	376,941.91	675,650.90
Receipts Over (Under) Expenditures	32,062.61	(152,819.67)
Unencumbered Cash, Beginning	301,827.29	333,889.90
Unencumbered Cash, Ending	\$ 333,889.90	\$ 181,070.23

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

CITY OF BELOIT, KANSAS
Electric Fund

Statement 3

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Electric Sales	\$ 3,727,612.25	\$ 4,449,288.53	\$ 4,150,350.00	\$ 298,938.53
Connects and Disconnects	10,400.00	8,610.05	9,500.00	(889.95)
Penalties	18,482.43	27,354.79	15,000.00	12,354.79
Equipment Sales	369,703.90	-	-	-
Miscellaneous	24,218.98	4,126.02	20,000.00	(15,873.98)
Interest	7,065.74	1,490.69	25,200.00	(23,709.31)
Reimbursed Expenses	158,728.15	62,427.90	60,100.00	2,327.90
Total Cash Receipts	<u>4,316,211.45</u>	<u>4,553,297.98</u>	<u>\$ 4,280,150.00</u>	<u>\$ 273,147.98</u>
Expenditures				
Production Expense				
Personal Services	251,874.42	287,827.42	\$ 263,250.00	\$ 24,577.42
Contractual Services	178,069.90	224,853.79	202,800.00	22,053.79
Commodities	3,120,482.28	2,593,798.60	2,900,625.00	(306,826.40)
Capital Outlay	28,377.69	17,726.21	30,000.00	(12,273.79)
Total Production Expense	<u>3,578,804.29</u>	<u>3,124,206.02</u>	<u>3,396,675.00</u>	<u>(272,468.98)</u>
Distribution Expense				
Personal Services	247,978.27	247,744.56	252,700.00	(4,955.44)
Contractual Services	45,581.22	53,066.17	49,205.00	3,861.17
Commodities	131,185.55	46,363.76	159,690.00	(113,326.24)
Capital Outlay	89,808.96	26,752.20	89,810.00	(63,057.80)
Total Distribution Expense	<u>514,554.00</u>	<u>373,926.69</u>	<u>551,405.00</u>	<u>(177,478.31)</u>
Non-Production				
Transfer to Electric Plant and Equipment Replacement Fund	7,922.43	-	-	-
Transfer to General Fund	150,711.83	355,508.21	332,000.00	23,508.21
Transfer to Employee Benefits Fund	330,000.00	330,000.00	330,000.00	-
Transfer to Econ. Development Fund	15,000.00	15,000.00	15,000.00	-
Total Operating Transfers	<u>503,634.26</u>	<u>700,508.21</u>	<u>677,000.00</u>	<u>23,508.21</u>
Total Expenditures	<u>4,596,992.55</u>	<u>4,198,640.92</u>	<u>\$ 4,625,080.00</u>	<u>\$ (426,439.08)</u>
Receipts Over (Under) Expenditures	(280,781.10)	354,657.06		
Unencumbered Cash, Beginning	<u>281,199.62</u>	<u>418.52</u>		
Unencumbered Cash, Ending	<u>\$ 418.52</u>	<u>\$ 355,075.58</u>		

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

CITY OF BELOIT, KANSAS

Statement 3

Water Fund

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Water Sales	\$ 767,132.93	\$ 954,727.70	\$ 845,450.00	\$ 109,277.70
Connects and Disconnects	7,108.64	9,489.75	6,100.00	3,389.75
Penalties	4,476.19	7,563.77	3,900.00	3,663.77
Miscellaneous	2,379.08	360.00	1,800.00	(1,440.00)
Water Protection Fees	4,671.28	4,857.90	-	4,857.90
Interest	10,034.92	3,490.20	35,600.00	(32,109.80)
Reimbursed Expenses	964.12	8,126.31	1,500.00	6,626.31
Transfer from Water Plant & Equipment Replacement Fund	-	17,498.02	-	17,498.02
Total Cash Receipts	<u>796,767.16</u>	<u>1,006,113.65</u>	<u>\$ 894,350.00</u>	<u>\$ 111,763.65</u>
Expenditures				
Production Expense				
Personal Services	192,888.47	193,262.04	\$ 181,000.00	\$ 12,262.04
Contractual Services	78,760.18	134,565.15	91,500.00	43,065.15
Commodities	182,985.40	228,448.04	175,750.00	52,698.04
Capital Outlay	5,898.34	-	28,100.00	(28,100.00)
Total Production Expense	<u>460,532.39</u>	<u>556,275.23</u>	<u>476,350.00</u>	<u>79,925.23</u>
Distribution Expense				
Personal Services	145,710.34	145,729.97	153,000.00	(7,270.03)
Contractual Services	17,458.86	19,781.91	14,900.00	4,881.91
Commodities	35,883.16	15,399.13	24,950.00	(9,550.87)
Capital Outlay	37,334.23	13,968.39	95,600.00	(81,631.61)
Total Distribution Expense	<u>236,386.59</u>	<u>194,879.40</u>	<u>288,450.00</u>	<u>(93,570.60)</u>
Non-Production				
Transfer to General Fund	26,870.52	33,435.73	29,400.00	4,035.73
Transfer to Employee Benefits Fund	62,000.04	200,000.04	200,000.00	0.04
Transfer to Econ. Development Fund	15,000.00	15,000.00	15,000.00	-
Total Operating Transfers	<u>103,870.56</u>	<u>248,435.77</u>	<u>244,400.00</u>	<u>4,035.77</u>
Total Expenditures	<u>800,789.54</u>	<u>999,590.40</u>	<u>\$ 1,009,200.00</u>	<u>\$ (9,609.60)</u>
Receipts Over (Under) Expenditures	(4,022.38)	6,523.25		
Unencumbered Cash, Beginning	<u>4,365.63</u>	<u>343.25</u>		
Unencumbered Cash, Ending	<u>\$ 343.25</u>	<u>\$ 6,866.50</u>		

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

CITY OF BELOIT, KANSAS
Water Pollution Control Fund

Statement 3

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Sales	\$ 674,041.84	\$ 836,708.14	\$ 700,000.00	\$ 136,708.14
Penalties	4,559.58	7,699.11	3,800.00	3,899.11
Connects and Disconnects	14,094.63	13,529.88	19,300.00	(5,770.12)
Miscellaneous	1,048.02	-	1,000.00	(1,000.00)
Interest	2,781.17	5,230.31	11,500.00	(6,269.69)
Reimbursed Expenses	6,898.72	11,146.38	23,200.00	(12,053.62)
Total Cash Receipts	<u>703,423.96</u>	<u>874,313.82</u>	<u>\$ 758,800.00</u>	<u>\$ 115,513.82</u>
Expenditures				
Production Expense				
Personal Services	97,386.36	108,391.50	100,025.00	8,366.50
Contractual Services	224,819.51	224,435.57	207,545.00	16,890.57
Commodities	102,916.05	115,534.90	92,560.00	22,974.90
Capital Outlay	7,870.47	859.13	59,995.00	(59,135.87)
Total Production Expense	<u>432,992.39</u>	<u>449,221.10</u>	<u>460,125.00</u>	<u>(10,903.90)</u>
Distribution Expense				
Personal Services	172,383.50	183,095.82	184,600.00	(1,504.18)
Contractual Services	8,104.56	12,672.31	13,350.00	(677.69)
Commodities	18,246.45	16,022.59	14,900.00	1,122.59
Capital Outlay	10,494.97	6,396.01	42,900.00	(36,503.99)
Total Distribution Expense	<u>209,229.48</u>	<u>218,186.73</u>	<u>255,750.00</u>	<u>(37,563.27)</u>
Operating Transfers				
Transfer to General Fund	15,180.68	13,982.19	15,750.00	(1,767.81)
Transfer to Water Pollution Control Plant and Equipment Fund	20,000.04	-	-	-
Transfer to Employee Benefits Fund	75,000.00	75,000.00	75,000.00	-
Total Operating Transfers	<u>110,180.72</u>	<u>88,982.19</u>	<u>90,750.00</u>	<u>(1,767.81)</u>
Total Expenditures	<u>752,402.59</u>	<u>756,390.02</u>	<u>\$ 806,625.00</u>	<u>\$ (50,234.98)</u>
Receipts Over (Under) Expenditures	(48,978.63)	117,923.80		
Unencumbered Cash, Beginning	<u>68,814.70</u>	<u>19,836.07</u>		
Unencumbered Cash, Ending	<u>\$ 19,836.07</u>	<u>\$ 137,759.87</u>		

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

CITY OF BELOIT, KANSAS
 Refuse Fund

Statement 3

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis
 For the Year Ended December 31, 2009
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
User Fees	\$ 240,459.23	\$ 251,869.10	\$ 250,000.00	\$ 1,869.10
Penalties	2,103.77	3,032.57	-	3,032.57
Total Cash Receipts	<u>242,563.00</u>	<u>254,901.67</u>	<u>\$ 250,000.00</u>	<u>\$ 4,901.67</u>
Expenditures				
Professional Services	198,853.17	227,438.02	\$ 235,000.00	\$ (7,561.98)
City Billing Fee	24,080.95	25,270.86	30,000.00	(4,729.14)
Total Expenditures	<u>222,934.12</u>	<u>252,708.88</u>	<u>\$ 265,000.00</u>	<u>\$ (12,291.12)</u>
Receipts Over (Under) Expenditures	19,628.88	2,192.79		
Unencumbered Cash, Beginning	<u>6,898.86</u>	<u>26,527.74</u>		
Unencumbered Cash, Ending	<u>\$ 26,527.74</u>	<u>\$ 28,720.53</u>		

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

CITY OF BELOIT, KANSAS
Cable T.V. Fund

Statement 3

Statement of Cash Receipts and Expenditures, Actual and Budget - Statutory Basis
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
User Fees	\$ 242,852.55	\$ 99,472.64	\$ 325,000.00	\$ (225,527.36)
Transfer from General Fund	10,000.00	-	-	-
Total Cash Receipts	<u>252,852.55</u>	<u>99,472.64</u>	<u>325,000.00</u>	<u>(225,527.36)</u>
Expenditures				
Contractual Services	<u>243,705.64</u>	<u>99,448.89</u>	<u>\$ 325,000.00</u>	<u>\$ (225,551.11)</u>
Receipts Over (Under) Expenditures	9,146.91	23.75		
Unencumbered Cash, Beginning	<u>(4,773.75)</u>	<u>4,373.16</u>		
Unencumbered Cash, Ending	<u>\$ 4,373.16</u>	<u>\$ 4,396.91</u>		

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

Agency Funds

Summary of Cash Receipts, Expenditures and Unencumbered Cash - Statutory Basis
For the Year Ended December 31, 2009

Agency Funds	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add		Ending Cash Balance
					Outstanding Encumbrances and Accounts Payable	Ending Cash Balance	
Cemetery Endowment	\$ 36,428.27	\$ 322.81	-	\$ 36,751.08	\$ -	\$ -	\$ 36,751.08

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

CITY OF BELOIT, KANSAS

Statement 5

Component Unit

Port Library

Operating Fund

Statement of Cash Receipts and Expenditures - Statutory Basis

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts	\$ 128,082.84	\$ 133,009.62
Appropriation	2,470.00	2,255.00
State of Kansas	7,160.00	7,210.00
CKLS Grant	3,055.62	179,861.89
Fines, Memorials and Other	2,831.08	1,644.42
Interest	143,599.54	323,980.93
Total Cash Receipts	<u>143,599.54</u>	<u>323,980.93</u>
Expenditures	77,537.14	80,172.12
Salaries, Retirement and Payroll Taxes	16,757.56	17,964.62
Books, Periodicals, Videos and Technology	5,419.70	4,150.64
Equipment and Lease	5,317.86	5,817.38
Utilities and Maintenance	-	1,097.00
Insurance	5,440.88	5,419.50
Supplies and Other	-	175,611.60
Transfer to Building Project Fund	110,473.14	290,232.86
Total Expenditures	<u>110,473.14</u>	<u>290,232.86</u>
Receipts Over (Under) Expenditures	33,126.40	33,748.07
Unencumbered Cash, Beginning	143,058.10	176,184.50
Unencumbered Cash, Ending	<u>\$ 176,184.50</u>	<u>\$ 209,932.57</u>

Building Project Fund

Statement of Cash Receipts and Expenditures - Statutory Basis

For the Year Ended December 31, 2007

(With Comparative Actual Totals for the Prior Year Ended December 31, 2006)

	Prior Year Actual	Current Year Actual
Cash Receipts	\$ 8,714.66	\$ 6,287.75
Interest	-	175,611.60
Transfer from Operating Fund	64,907.24	11,823.82
Bequests	73,621.90	193,723.17
Total Cash Receipts	<u>73,621.90</u>	<u>193,723.17</u>
Expenditures	-	-
Receipts Over (Under) Expenditures	73,621.90	193,723.17
Unencumbered Cash, Beginning	156,901.95	230,523.85
Unencumbered Cash, Ending	<u>\$ 230,523.85</u>	<u>\$ 424,247.02</u>

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

CITY OF BELOIT, KANSAS

NOTES TO FINANCIAL STATEMENTS
December 31, 2009

Note 1 Reporting Entity

The City of Beloit is a municipal corporation governed by a citizen elected mayor and eight elected council members. These financial statements present the City of Beloit (the primary government) and its component unit. The component unit is included in the city's reporting entity because of the significance of its operational or financial relationships with the city.

Blended Presented Component Units. The financial statements include the financial data of the blended presented component unit. This component unit is not reported separately to emphasize that it is essentially an extension of the city. The governing board is appointed by the mayor and city Council.

Port Library The City of Beloit operates the public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. Complete financial records for the Port Library may be reviewed at the administrative offices of the entity at 311 W. Main, Beloit, Kansas 67420.

Note 2 Basis of Accounting

Statutory Basis of Accounting. The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

The municipality has obtained a waiver from generally accepted accounting principles from the State of Kansas, which allows the municipality to revert to the statutory basis of accounting.

Departure from Accounting Principles Generally Accepted in the United States of America. The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expense, liabilities, such as deferred revenue and matured principal and interest payable, and reservations of fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the year in accordance with generally accepted accounting principles. General fixed assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements.

Note 3 Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

CITY OF BELOIT, KANSAS

NOTES TO FINANCIAL STATEMENTS (Cont.)
December 31, 2009

Note 3 Budgetary Information (Cont.)

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time.

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

All legal annual operating budgets are prepared using the modified accrual basis of accounting modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, fiduciary funds, permanent funds and the following special revenue funds:

CDBG Grant Fund	Electric Plant and Equipment Replacement Fund
Police Capital Improvement Fund	Water Plant and Equipment Replacement Fund
Sports Complex Grant Fund	Capital Improvement Fund
Fire Capital Improvement Fund	

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Note 4 Deposits

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

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

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

CITY OF BELOIT, KANSAS

NOTES TO FINANCIAL STATEMENTS (Cont.)
December 31, 2009

Note 4 Deposits (Cont.)

Custodial credit risk - deposit. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has not designated a "peak period." All deposits were legally secured at December 31, 2009.

At December 31, 2009, the City's carrying amount of the city's deposits was \$2,026,690.87. The bank balance was \$2,071,982.50. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance \$305,717.92 was covered by federal depository insurance, and \$1,766,264.58 was collateralized with securities held by the pledging financial institution's agents in the City's name.

The Port Library's carrying amount of deposits was \$637,308.10 and the bank balance was \$642,272.08. The bank balance was held by four banks. Of the bank balance \$565,936.41 was secured by federal depository insurance and \$71,371.69 was collateralized with securities held by the pledging financial institutions' agents in the Library's name.

Note 5 Interfund Transfers

Operating transfers were as follows:		Statutory	Amount
From	To	Authority	
General Fund	Economic Development Fund	K.S.A. 19-4102	15,000.00
General Fund	Fire Capital Improvement Fund	K.S.A. 12-1,117	25,000.08
Economic Development Fund	Employee Benefits Fund	K.S.A. 40-2301	21,499.92
Special Highway Fund	Equipment Reserve Fund	K.S.A. 12-1,117	25,000.08
Electric Fund	General Fund	K.S.A. 12-825d	355,508.21
Electric Fund	Economic Development Fund	K.S.A. 19-4102	15,000.00
Electric Fund	Employee Benefits Fund	K.S.A. 40-2301	330,000.00
Water Fund	General Fund	K.S.A. 12-825d	33,435.73
Water Fund	Economic Development Fund	K.S.A. 19-4102	15,000.00
Water Fund	Employee Benefits Fund	K.S.A. 40-2301	200,000.04
Water Pollution Control Fund	General Fund	K.S.A. 12-825d	13,982.19
Water Pollution Control Fund	Employee Benefits Fund	K.S.A. 40-2301	75,000.00
Economic Development Fund	Equipment Reserve Fund	K.S.A. 12-1,117	6,250.00
Water Plant and Equipment Fund	Water Fund	K.S.A. 12-825d	17,498.02
Neighborhood Revitalization Fund	General Fund	K.S.A. 12-1,118	4,500.00

Note 6 Defined Benefit Pension Plan

Plan Description. The municipality participates in the Kansas Public Employees Retirement System (KPERs), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERs provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERs (611 S. Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

CITY OF BELOIT, KANSAS

NOTES TO FINANCIAL STATEMENTS (Cont.)

December 31, 2009

Note 6 Defined Benefit Pension Plan (Cont.)

Funding Policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates for KPERS employers. The employer rate established for calendar year 2009 is 6.54%. Included in this rate is the contribution for Group Death and Disability Insurance of 1.00%. From March 1, 2009 through November 30, 2009, there was a moratorium on the collection of the premium of 1.00% of the Group Death and Disability Insurance rate.

The employer contributions to KPERS for the years ended December 31, 2009, 2008 and 2007 were \$124,149.31, \$85,978.04 and \$84,386.64 respectively, equal to the required contributions for each year.

Note 7 Deferred Compensation Plan

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all employees who qualify under the plan terms, and permits employees to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

Note 8 Compensated Absences

The municipality provides compensation for absences. For an in depth understanding, the policy in its entirety should be reviewed.

Note 9 Other Employee Benefits

If requested by an employee and approved by the City Administrator, the employee may be given compensatory time off in lieu of cash payments for overtime worked. Any compensatory time off shall be at the rate of one and one-half times the hours of overtime worked. Upon separation, an employee shall be compensated for all accumulated compensatory time. In case of death, compensation shall be paid to the surviving spouse or the employee's estate.

Note 10 Other Post Employment Benefits

As provided by K.S.A. 12-5040, the municipality allows retirees under age 65 to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

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

CITY OF BELOIT, KANSAS

NOTES TO FINANCIAL STATEMENTS (Cont.)
December 31, 2009

Note 10 Other Post Employment Benefits (Cont.)

The American Recovery and Reinvestment Act of 2009 (ARRA) requires employers and ultimately the federal government to make premium assistance payments for COBRA health plan continuation coverage to certain assistant eligible individuals (AEI) whose employment is involuntarily terminated on date between September 1, 2008 and May 31, 2010. Under ARRA, the AEI pays 35% of the premium instead of 100% for a 15 month period. The municipality had no qualifying individuals for this period.

Note 11 Subsequent Events

The municipality's management has evaluated events and transactions occurring after December 31, 2009 through August 15, 2010. The aforementioned date represents the date the financial statements were available to be issued.

CITY OF BELOIT, KANSAS
NOTES TO FINANCIAL STATEMENTS (Cont.)
December 31, 2009

Note 12 Long Term Debt

Changes in long-term liabilities for the municipality for the year ended December 31, 2009, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
Revolving Loans										
Kansas Water Pollution	3.92%	3/30/1995	\$ 2,671,685.00	9/1/2016	\$ 1,300,408.62	\$ -	\$ 141,339.77	\$ -	\$ 1,159,068.85	\$ 49,604.33
Capital Leases										
2007 Ford	6.80%	4/12/2007	18,890.00	4/12/2009	6,287.59	-	6,287.59	-	-	427.56
2008 Dodge	6.60%	3/10/2008	18,150.00	3/10/2010	11,709.47	-	5,667.70	-	6,041.77	772.83
2009 Ford	7.05%	2/23/2009	21,925.00	2/23/2011	-	21,925.00	7,811.48	-	14,113.52	-
Total Contractual Indebtedness					1,318,405.68	21,925.00	161,106.54	(1,917.85)	1,179,224.14	50,804.72
Compensated Absences					219,761.56	-	-	(1,917.85)	217,843.71	-
Total Long-Term Debt					\$ 1,538,167.24	\$ 21,925.00	\$ 161,106.54	\$ (1,917.85)	\$ 1,397,067.85	\$ 50,804.72

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

	2010	2011	2012	2013	2014	2015-2019	Total
PRINCIPAL							
Revolving Loan	\$ 146,934.59	\$ 152,750.87	\$ 158,797.39	\$ 165,083.25	\$ 171,617.93	\$ 363,884.82	\$ 1,159,068.85
Kansas Water Pollution							
Capital Leases	12,858.25	7,297.04	-	-	-	-	20,155.29
Total	\$ 159,792.84	\$ 160,047.91	\$ 158,797.39	\$ 165,083.25	\$ 171,617.93	\$ 363,884.82	\$ 1,179,224.14
INTEREST							
Revolving Loan	\$ 44,009.51	\$ 38,193.24	\$ 32,146.72	\$ 25,960.85	\$ 19,326.18	\$ 18,003.39	\$ 177,639.89
Kansas Water Pollution							
Capital Leases	1,393.76	514.44	-	-	-	-	1,908.20
Total	\$ 45,403.27	\$ 38,707.68	\$ 32,146.72	\$ 25,960.85	\$ 19,326.18	\$ 18,003.39	\$ 179,548.09