

CITY OF ELKHART, KANSAS
Elkhart, Kansas

FINANCIAL STATEMENTS
For the year ended December 31, 2011

CITY OF ELKHART, KANSAS

FINANCIAL STATEMENTS
For the year ended December 31, 2011

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CITY OF ELKHART, KANSAS

FINANCIAL STATEMENTS

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CITY OF ELKHART, KANSAS

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Elkhart, Kansas

We have audited the summary statement of cash receipts, expenditures, and unencumbered cash balances of the City of Elkhart, Kansas, as of and for the year ended December 31, 2011. This financial statement is the responsibility of the City of Elkhart, Kansas' management. Our responsibility is to express an opinion on the financial statement based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. 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 opinion.

As described more fully in Note 1, the City of Elkhart, Kansas has prepared this financial statement using accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between these statutory 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 statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Elkhart, Kansas, as of December 31, 2011, or the respective changes in financial position and changes in cash flows, where applicable, for the year then ended.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Elkhart, Kansas, as of December 31, 2011, and the aggregate cash receipts and expenditures for the year then ended, on the basis of accounting described in Note 1.

To the City Council
City of Elkhart, Kansas

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Our audit was conducted for the purpose of forming an opinion on the financial statement. The summary of expenditures-actual and budget and individual fund schedules of cash receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for analysis and are not a required part of the statutory financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement as a whole.

Hay•Rice & Associates, Chartered

July 17, 2012

CITY OF ELKHART, KANSAS

Statement 1

STATEMENT OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

For the year ended December 31, 2011

<u>Funds</u>	<u>Beginning</u>	<u>Cash</u>	<u>Expenditures</u>	<u>Ending</u>	<u>Add</u>	<u>Ending</u>
	<u>Unencumbered</u>			<u>Cash</u>	<u>Outstanding</u>	
	<u>Balance</u>	<u>Receipts</u>		<u>Balance</u>	<u>& Accounts</u>	<u>Balance</u>
					<u>Payable</u>	
Governmental Type Funds:						
General	\$ 584,988	\$ 756,133	\$ 745,883	\$ 595,238	\$ 23,042	\$ 618,280
Special Revenue:						
Employees' Benefits	207,269	255,036	241,757	220,548	32	220,580
Fire Equipment Replacement	200,185	34,025	28,582	205,628	-	205,628
Special City Streets and Highways	176,057	54,233	64,983	165,307	-	165,307
Special Park and Recreation	19,999	1,048	837	20,210	-	20,210
Revenue Fund for Sales Tax						
Revenue Bonds Series 1994	363,776	166,845	46,629	483,992	-	483,992
Debt Service:						
Bond and Interest	6,211	78,773	83,757	1,227	-	1,227
Capital Project:						
N. St. Road St. Improvements	(59,609)	-	-	(59,609)	-	(59,609)
Morton Street Improvements	485,174	-	270,317	214,857	-	214,857
Water System Project	288,426	-	163,664	124,762	-	124,762
Proprietary – Enterprise Type Funds:						
Water System:						
Operating	50,255	444,601	370,952	123,904	9,667	133,571
Customer Deposit	-	8,964	8,964	-	87,444	87,444
Equipment Replacement	76,065	31,500	107,081	484	14,000	14,484
Sanitation System:						
Operating	43,123	212,461	218,012	37,572	18,210	55,782
Equipment Replacement	117,796	-	-	117,796	-	117,796
Sewer System:						
Operating	79,537	107,519	98,332	88,724	795	89,519
Equipment Replacement	17,693	6,000	-	23,693	-	23,693
Fiduciary Type Funds:						
Whistle Stop Park Bequest	14,753	5,518	2,913	17,358	-	17,358
Safe Park Equipment Fund	5,855	-	-	5,855	-	5,855
Piano Bequest Fund	555	-	-	555	-	555
Animal Foundation Fund	<u>3,852</u>	<u>25</u>	<u>2,209</u>	<u>1,668</u>	<u>-</u>	<u>1,668</u>
Total Reporting Entity	<u>\$2,681,960</u>	<u>\$2,162,681</u>	<u>\$2,454,872</u>	<u>\$2,389,769</u>	<u>\$153,190</u>	<u>\$2,542,959</u>

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

CITY OF ELKHART, KANSAS

Statement 1
(Continued)

STATEMENT OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH

For the year ended December 31, 2011

Ending Cash Balance		<u>\$2,542,959</u>
Composition of Cash:		
Cash on hand with City Clerk	\$	300
Deposits in Local Depositories:		
Checking accounts		124,846
Time deposits		<u>2,417,813</u>
Total Reporting Entity		<u>\$2,542,959</u>

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

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

Note 1: Summary of Significant Accounting Policies

Reporting Entity

The City of Elkhart is a municipal corporation governed by an elected seven member council. These financial statements present the City of Elkhart (the primary government). A component unit is defined as an entity legally separate from the City, which has a significant dependence on, or relationship with the City. Based upon the criteria used to evaluate potential component units, it was determined there were no component units to present with the primary government's financial statements.

Advisory Boards

The City Council is responsible for appointing members of the Board of Appeals and the Planning Commission. Neither board has any budgetary or disbursing authority. Their function is solely to advise the City Council and, therefore, is a part of the primary government.

Jointly Governed Organizations

The City, in conjunction with Jones, Taloga and Cimarron Townships, has created the Elkhart Cemetery District. The Elkhart Cemetery District's board consists of one representative from each of the participating entities.

Fund Descriptions

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The following types of funds comprise the financial activities of the City for the year of 2011:

Governmental Funds:

General Fund – to account for all unrestricted cash resources except those required to be accounted for in another fund.

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Governmental Funds (Continued):

Special Revenue Funds – to account for the proceeds of specific cash revenue sources (other than special assessments or major capital projects) that are restricted by law or administrative action to expenditure for specified purpose.

Capital Project Funds – to account for cash resources segregated for the acquisition of major capital facilities (other than those financed by Enterprise Funds).

Debt Service Funds – to account for the accumulation of cash resources for, and the payment of, interest and principal on general long-term debt which are general obligations of the City.

Proprietary Funds:

Enterprise Funds – to account for operations that are financed and operated in a manner similar to private business enterprises - where the stated intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges - or where periodic determination of revenue earned, expenses incurred, and/or net income is deemed appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Fiduciary Funds:

Agency Funds – to account for assets held by a governmental unit as a trustee or agent for others.

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

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 Kansas. Cash receipts are recognized when the cash balance of a fund is increased. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund from which the cash is transferred. 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.

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

Departure from Generally Accepted Accounting Principles

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 the 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 fiscal year in accordance with generally accepted accounting principles. General capital assets that account for the land, buildings and equipment owned by the municipality are not presented in the financial statements. Also, general long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes, and compensated absences are not presented in the financial statements.

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Other Accounting Policies

Cash and Time Deposits

These liquid assets are shown in aggregate. K.S.A. 12-1671 and 12-1672 allow these assets to be shown in aggregate. Deposits are carried at cost.

In accordance with K.S.A. 9-1402 and K.S.A. 12-1675, the City of Elkhart, Kansas deposited and/or invested all funds with the Colorado East Bank and Trust.

State statutes and local bond ordinances authorize the City to invest in obligations of the U. S. Treasury and certificates of deposit at local financial institutions.

Special Assessments

Projects financed in part by special assessments are financed through general obligation bonds of the City and are retired from the Bond and Interest Fund. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of bonds are recorded as revenue in the Bond and Interest Fund.

Vouchers Payable

Vouchers payable are classified on the basis of a claim for payment resulting from legal title to property.

Temporary Notes

Upon authorization for the issuance of general obligation bonds for certain improvements, Kansas law permits the temporary financing of such improvements by the issuance of temporary notes. Temporary notes issued may not exceed the aggregate amount of bonds authorized, are interest bearing and have a maturity date not later than four years from the date of issuance of such temporary notes. Temporary notes outstanding are retired from the proceeds of the sale of general obligation bonds.

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds.

In addition, encumbrances do constitute expenditures of a fund.

Unencumbered Cash Balance

The unencumbered cash balance is the unobligated resources of cash and time deposits of a fund.

Note 2: Budgetary Information and Tax Cycle

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:

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

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. There were no such amendments for this year.

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 2: Budgetary Information and Tax Cycle (Continued)

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison 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 statutory basis of accounting, in which revenues are recognized when cash is received, and 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. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital projects funds, fiduciary type funds and non-operating enterprise funds.

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

All budgets must be filed with the County Clerk by August 25th. The County Clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the Clerk certifies the tax roll to the County Treasurer, who prepares tax statements and receives payments.

These taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at 12% per annum. This interest is retained by Morton County.

Taxes levied to finance the budget are made available to the City of Elkhart, Kansas after the first of the year and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed annually.

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 3: Defined Benefit Pension Plan

The City of Elkhart, Kansas 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.

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary for all employees hired before July 1, 2009 and 6% for all employees hired after July 1, 2009. 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 by statute for calendar years 2009, 2010 and 2011 was 5.54%, 6.14% and 6.74%, respectively. The City of Elkhart, Kansas' contributions to KPERS for the years ending December 31, 2009, 2010 and 2011 were \$46,827, \$50,702 and \$57,875, respectively, equal to the statutory required contributions for each year.

Note 4: Transfers

<u>From</u>	<u>To</u>	<u>Authority</u>	<u>Amount</u>
Water Fund	Water Equipment Replacement Fund	KSA 12-825d	\$ 31,500
Sewer Fund	Sewer Equipment Replacement Fund	KSA 12-825d	6,000
Sales Tax Revenue Fund	Bond and Interest Fund	KSA 12-187	41,742

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 5: Fund Balances – Designated for Subsequent Year's Budget

Actual cash carryover was not sufficient for the following funds:

	<u>Actual</u> <u>Unencumbered</u> <u>Cash</u> <u>Balance</u>	<u>Budgeted</u> <u>Unencumbered</u> <u>Cash</u> <u>Carryover</u>
Fire Equipment Replacement Fund	\$205,628	\$230,000
Sanitation Fund	37,572	38,000
Water Equipment Replacement Fund	484	105,000
Special City Streets and Highways Fund	165,307	210,000
Special Park and Recreation Fund	20,210	21,400
Bond and Interest Fund	1,227	1,500

Note 6: Sick and Vacation Leave

All full-time regular employees are to accrue vacation leave as follows:

- 1 Full year of service – 10 Working days
- 10 Years of service – 15 Working days
- 15 Years of service – 20 Working days

Vacation leave is forfeited if not taken within the calendar year.

All full-time regular employees are to accrue sick leave one day for each month of service, not to exceed 90 days. No employee is to receive monetary remuneration for unused sick leave upon termination of their employment.

Note 7: Compliance with Kansas Statutes

Contrary to the provisions of K.S.A. 10-1117, the required encumbrance records were not maintained by the City Clerk.

Contrary to the provisions of K.S.A. 79-2934, the required unencumbered budget balance records were not maintained by the City Clerk.

No other statutory violations were noted during the audit.

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 8: Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the City of Elkhart. The statute requires banks eligible to hold the City of Elkhart's funds have a main or branch bank in the county in which the City of Elkhart 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 of Elkhart has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City of Elkhart'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 of Elkhart 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 of Elkhart may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the City of Elkhart's deposits may not be returned to it. State statutes require the City of Elkhart'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, the Federal Home Loan Bank of Topeka, or the UMB Bank of America, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2011.

At December 31, 2011, the City of Elkhart's carrying amount of deposits was \$2,542,805 and the bank balance was \$2,555,368. Of the bank balance, \$250,000 was covered by federal depository insurance, \$2,305,368 was collateralized with securities held by the pledging financial institutions' agents in the City of Elkhart's name.

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

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 9: Deferred Compensation

The City of Elkhart offers its employees a deferred compensation plan in accordance with Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation assets, which are funded currently with third party investment companies, are not available to employees until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the City, subject only to the claims of the City's general creditors. Participants' rights under the plan are equal to those of general creditors of the County in an amount equal to the fair market value of the deferred account for each participant. The City of Elkhart believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

The following is a summary of activity for the year ended December 31, 2011:

Beginning account value	\$ 87,544
Contributions	4,020
Withdrawals	-
Other	1
Change in investment value	<u>(1,099)</u>
Ending account balance	<u>\$ 90,466</u>

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 10: Long-Term Debt

Changes in long-term debt for the City of Elkhart for the year ended December 31, 2011 were as follows:

<u>Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Net Change</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
General Obligation										
Bond Series										
2010B1	1%-3%	7/23/10	\$825,000	9/01/20	\$825,000	-	\$ 65,000	\$ (65,000)	\$760,000	\$18,756
Lease Purchase:										
Street Sweeper	5.254%	7/19/06	117,815	7/19/11	26,478	-	26,478	(26,478)	-	1,391
Water Generator	4.9%	3/06/09	37,100	3/06/12	<u>18,529</u>	<u>-</u>	<u>9,043</u>	<u>(9,043)</u>	<u>9,486</u>	<u>908</u>
Total Long-Term Debt					<u>\$870,007</u>	<u>-</u>	<u>\$100,521</u>	<u>\$ (100,521)</u>	<u>\$769,486</u>	<u>\$21,055</u>

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

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017-2020</u>	<u>Total</u>
Principal:							
General obligation bond	\$70,000	\$75,000	\$75,000	\$80,000	\$ 85,000	\$375,000	\$760,000
Lease purchase	<u>9,486</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,486</u>
Total principal	<u>\$79,486</u>	<u>\$75,000</u>	<u>\$75,000</u>	<u>\$80,000</u>	<u>\$ 85,000</u>	<u>\$375,000</u>	<u>\$769,486</u>
Interest:							
General obligation bond	\$16,575	\$15,788	\$14,756	\$13,538	\$ 12,038	\$ 27,056	\$ 99,751
Lease purchase	<u>465</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>465</u>	<u>930</u>
Total interest	<u>\$17,040</u>	<u>\$15,788</u>	<u>\$14,756</u>	<u>\$13,538</u>	<u>\$ 12,038</u>	<u>\$ 27,521</u>	<u>\$100,681</u>
Total Principal and Interest	<u>\$96,526</u>	<u>\$90,788</u>	<u>\$89,756</u>	<u>\$93,538</u>	<u>\$ 97,038</u>	<u>\$402,521</u>	<u>\$870,167</u>

CITY OF ELKHART, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2011

(Continued)

Note 11: Capital Projects

	<u>Expenditures to Date</u>	<u>Estimated Total Expenditures</u>
Morton Street Improvement Project	\$290,467	\$505,324
Water System Project	<u>194,914</u>	<u>319,676</u>
	<u>\$485,381</u>	<u>\$825,000</u>

CITY OF ELKHART, KANSAS

SUPPLEMENTAL SCHEDULES

CITY OF ELKHART, KANSAS

Schedule 1

SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET
(BUDGETED FUNDS ONLY)

For the year ended December 31, 2011

<u>Funds</u>	<u>Certified Budget</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Favorable (Unfavor.)</u>
Governmental Type Funds:			
General	\$1,028,000	\$ 745,883	\$ 282,117
Special Revenue:			
Employees' Benefits	394,000	241,757	152,243
Fire Equipment Replacement	234,500	28,582	205,918
Special City Streets and Highways	260,000	64,983	195,017
Special Park and Recreation	23,000	837	22,163
Revenue Fund for Sales Tax			
Revenue Bonds Series 1994	585,000	46,629	538,371
Debt Service:			
Bond and Interest	84,332	83,757	575
Proprietary – Enterprise Type Funds:			
Water System:			
Operating	385,000	370,952	14,048
Equipment Replacement	180,000	107,081	72,919
Sanitation System:			
Operating	245,000	218,012	26,988
Equipment Replacement	147,000	-	147,000
Sewer System:			
Operating	175,000	98,332	76,668
Equipment Replacement	87,500	-	87,500
	<u>\$3,828,332</u>	<u>\$2,006,805</u>	<u>\$1,821,527</u>

CITY OF ELKHART, KANSAS

Schedule 2

SCHEDULES OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

CITY OF ELKHART, KANSAS

Schedule 2-1

GENERAL FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$331,287	\$332,000	\$ (713)	\$325,133
Back tax collections	4,183	4,506	(323)	4,605
Motor vehicle tax	58,120	60,818	(2,698)	59,067
Recreation vehicle tax	1,143	1,348	(205)	1,163
16/20M vehicle tax	1,621	1,328	293	1,609
Local sales tax	<u>166,844</u>	<u>130,000</u>	<u>36,844</u>	<u>137,448</u>
Total taxes	<u>\$563,198</u>	<u>\$530,000</u>	<u>\$ 33,198</u>	<u>\$529,025</u>
Intergovernmental:				
Federal government taxes in lieu of	\$ 3,735	\$ 2,000	\$ 1,735	\$ 4,129
Liquor tax	<u>1,048</u>	<u>2,000</u>	<u>(952)</u>	<u>1,620</u>
Total intergovernmental	<u>\$ 4,783</u>	<u>\$ 4,000</u>	<u>\$ 783</u>	<u>\$ 5,749</u>
Licenses and Permits:				
Permits	\$ 917	\$ 1,000	\$ (83)	\$ 1,343
Licenses	700	1,000	(300)	669
Franchise tax	<u>127,850</u>	<u>65,000</u>	<u>62,850</u>	<u>120,979</u>
Total licenses and permits	<u>\$129,467</u>	<u>\$ 67,000</u>	<u>\$ 62,467</u>	<u>\$122,991</u>
Charges for Sales and Services:				
Swimming pool and concessions	<u>\$ 20,316</u>	<u>\$ 17,500</u>	<u>\$ 2,816</u>	<u>\$ 22,037</u>
Fines, Fees and Forfeitures:				
Police	\$ 8,638	\$ 12,500	\$ (3,862)	\$ 13,130
Dog pound	<u>6,564</u>	<u>-</u>	<u>6,564</u>	<u>6,735</u>
Total fines, fees and forfeitures	<u>\$ 15,202</u>	<u>\$ 12,500</u>	<u>\$ 2,702</u>	<u>\$ 19,865</u>
Use of Money and Property:				
Interest on time deposits	\$ 2,835	\$ 2,000	\$ 835	\$ 3,996
Rentals and royalties	<u>12,747</u>	<u>10,000</u>	<u>2,747</u>	<u>13,396</u>
Total use of money and property	<u>\$ 15,582</u>	<u>\$ 12,000</u>	<u>\$ 3,582</u>	<u>\$ 17,392</u>
Miscellaneous:				
Other	<u>\$ 7,585</u>	<u>-</u>	<u>\$ 7,585</u>	<u>\$ 20,679</u>
Total cash receipts	<u>\$756,133</u>	<u>\$643,000</u>	<u>\$113,133</u>	<u>\$737,738</u>

CITY OF ELKHART, KANSAS

Schedule 2-1
(Continued)

GENERAL FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011
(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Expenditures Subject to Budget</u>				
General Government:				
Personal services	\$153,481	\$115,000	\$ (38,481)	\$100,648
Contractual services	42,827	50,000	7,173	45,413
Commodities	14,867	25,000	10,133	13,858
Capital outlay	<u>6,117</u>	<u>218,000</u>	<u>211,883</u>	<u>-</u>
Total general government	<u>\$217,292</u>	<u>\$408,000</u>	<u>\$190,708</u>	<u>\$159,919</u>
Public Safety – Police:				
Personal services	\$ 82,746	\$100,000	\$ 17,254	\$ 76,908
Contractual services	43,411	50,000	6,589	44,872
Commodities	17,049	20,000	2,951	12,546
Capital outlay	<u>972</u>	<u>30,000</u>	<u>29,028</u>	<u>-</u>
Total public safety – Police	<u>\$144,178</u>	<u>\$200,000</u>	<u>\$ 55,822</u>	<u>\$134,326</u>
Public Safety - Fire:				
Personal services	\$ 5,792	\$ 10,000	\$ 4,208	\$ 5,823
Contractual services	22,138	20,000	(2,138)	18,120
Commodities	2,401	10,000	7,599	2,642
Capital outlay	<u>972</u>	<u>-</u>	<u>(972)</u>	<u>-</u>
Total public safety – Fire	<u>\$ 31,303</u>	<u>\$ 40,000</u>	<u>\$ 8,697</u>	<u>\$ 26,585</u>
Public Safety – Animal Shelter:				
Personal services	\$ 2,340	\$ -	\$ (2,340)	\$ -
Contractual services	14,432	20,000	5,568	21,916
Commodities	3,522	5,000	1,478	3,739
Capital outlay	<u>972</u>	<u>-</u>	<u>(972)</u>	<u>-</u>
Total public safety – Animal shelter	<u>\$ 21,266</u>	<u>\$ 25,000</u>	<u>\$ 3,734</u>	<u>\$ 25,655</u>

CITY OF ELKHART, KANSAS

Schedule 2-1
(Continued)

GENERAL FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011
(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u> <u>(Unfavor.)</u>	<u>Year</u> <u>Actual</u>
<u>Expenditures Subject to Budget (Continued)</u>				
Highways and Streets:				
Personal services	\$ 83,413	\$ 100,000	\$ 16,587	\$ 84,701
Contractual services	26,397	50,000	23,603	29,945
Commodities	31,798	50,000	18,202	25,703
Capital outlay	<u>13,239</u>	<u>-</u>	<u>(13,239)</u>	<u>4,252</u>
Total highways and streets	<u>\$154,847</u>	<u>\$ 200,000</u>	<u>\$ 45,153</u>	<u>\$144,601</u>
Parks:				
Personal services	\$ 37,582	\$ 35,000	\$ (2,582)	\$ 35,852
Contractual services	13,177	20,000	6,823	18,633
Commodities	8,956	10,000	1,044	7,323
Capital outlay	<u>972</u>	<u>-</u>	<u>(972)</u>	<u>-</u>
Total parks	<u>\$ 60,687</u>	<u>\$ 65,000</u>	<u>\$ 4,313</u>	<u>\$ 61,808</u>
Swimming Pool:				
Personal services	\$ 19,038	\$ 25,000	\$ 5,962	\$ 21,709
Contractual services	12,619	20,000	7,381	12,677
Commodities	20,993	20,000	(993)	13,876
Capital outlay	<u>2,550</u>	<u>-</u>	<u>(2,550)</u>	<u>-</u>
Total swimming pool	<u>\$ 55,200</u>	<u>\$ 65,000</u>	<u>\$ 9,800</u>	<u>\$ 48,262</u>
Street Lighting:				
Contractual services	\$ 60,138	\$ 25,000	\$ (35,138)	\$ 38,125
Capital outlay	<u>972</u>	<u>-</u>	<u>(972)</u>	<u>-</u>
Total street lighting	<u>\$ 61,110</u>	<u>\$ 25,000</u>	<u>\$ (36,110)</u>	<u>\$ 38,125</u>
Total expenditures subject to budget	<u>\$745,883</u>	<u>\$1,028,000</u>	<u>\$282,117</u>	<u>\$639,281</u>
Receipts over (under) expenditures	\$ 10,250			\$ 98,457
Unencumbered Cash, Beginning	<u>584,988</u>			<u>486,531</u>
Unencumbered Cash, Ending	<u>\$595,238</u>			<u>\$584,988</u>

CITY OF ELKHART, KANSAS

Schedule 2-2

EMPLOYEES' BENEFITS FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
			<u>(Unfavor.)</u>	<u>Actual</u>
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$210,980	\$211,500	\$ (520)	\$213,853
Back tax collections	2,525	1,743	782	2,462
Motor vehicle tax	37,421	39,998	(2,577)	35,002
16/20M vehicle tax	991	873	118	982
Recreation vehicle tax	<u>740</u>	<u>886</u>	<u>(146)</u>	<u>689</u>
Total taxes	\$252,657	\$255,000	\$ (2,343)	\$252,988
Intergovernmental:				
Federal government taxes in lieu of	<u>2,379</u>	<u>-</u>	<u>2,379</u>	<u>2,716</u>
Total cash receipts	<u>\$255,036</u>	<u>\$255,000</u>	<u>\$ 36</u>	<u>\$255,704</u>
<u>Expenditures Subject to Budget</u>				
Employees' Benefits:				
Social Security	\$ 25,913	\$ 30,000	\$ 4,087	\$ 24,227
KPERS	23,030	25,000	1,970	19,441
Unemployment	2,374	5,000	2,626	7,069
Insurance	<u>190,440</u>	<u>334,000</u>	<u>143,560</u>	<u>155,820</u>
Total expenditures subject to budget	<u>\$241,757</u>	<u>\$394,000</u>	<u>\$152,243</u>	<u>\$206,557</u>
Receipts over (under) expenditures	\$ 13,279			\$ 49,147
Unencumbered Cash, Beginning	<u>207,269</u>			<u>158,122</u>
Unencumbered Cash, Ending	<u>\$220,548</u>			<u>\$207,269</u>

CITY OF ELKHART, KANSAS

Schedule 2-3

FIRE EQUIPMENT REPLACEMENT FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
			<u>(Unfavor.)</u>	<u>Actual</u>
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$ 28,130	\$ 28,500	\$ (370)	\$ 28,249
Back tax collections	350	484	(134)	362
Motor vehicle tax	4,992	5,284	(292)	4,843
16/20M vehicle tax	138	115	23	137
Recreation vehicle tax	<u>98</u>	<u>117</u>	<u>(19)</u>	<u>95</u>
Total taxes	\$ 33,708	\$ 34,500	\$ (792)	\$ 33,686
Intergovernmental:				
Federal government taxes in lieu of	<u>317</u>	<u>-</u>	<u>317</u>	<u>359</u>
Total cash receipts	<u>\$ 34,025</u>	<u>\$ 34,500</u>	<u>\$ (475)</u>	<u>\$ 34,045</u>
<u>Expenditures Subject to Budget</u>				
Public Safety – Fire:				
Contractual services	\$ 94	\$ 5,000	\$ 4,906	\$ 102
Capital outlay	<u>28,488</u>	<u>229,500</u>	<u>201,012</u>	<u>-</u>
Total expenditures subject to budget	<u>\$ 28,582</u>	<u>\$234,500</u>	<u>\$205,918</u>	<u>\$ 102</u>
Receipts over (under) expenditures	\$ 5,443			\$ 33,943
Unencumbered Cash, Beginning	<u>200,185</u>			<u>166,242</u>
Unencumbered Cash, Ending	<u>\$205,628</u>			<u>\$200,185</u>

CITY OF ELKHART, KANSAS

Schedule 2-4

SPECIAL CITY STREETS AND HIGHWAYS FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Intergovernmental:				
Gasoline tax	\$ <u>54,233</u>	\$ <u>50,000</u>	\$ <u>4,233</u>	\$ <u>51,739</u>
<u>Expenditures Subject to Budget</u>				
Highways and Streets:				
Contractual services	\$ 37,114	\$100,000	\$ 62,886	\$ 32,999
Commodities	-	10,000	10,000	-
Capital outlay	<u>27,869</u>	<u>150,000</u>	<u>122,131</u>	<u>27,869</u>
Total expenditures subject to budget	\$ <u>64,983</u>	\$ <u>260,000</u>	\$ <u>195,017</u>	\$ <u>60,868</u>
Receipts over (under) expenditures	\$ (10,750)			\$ (9,129)
Unencumbered Cash, Beginning	<u>176,057</u>			<u>185,186</u>
Unencumbered Cash, Ending	<u>\$165,307</u>			<u>\$176,057</u>

CITY OF ELKHART, KANSAS

Schedule 2-5

SPECIAL PARK AND RECREATION FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Intergovernmental:				
Liquor tax	\$ 1,048	\$ <u>2,000</u>	\$ <u>(952)</u>	\$ 1,620
<u>Expenditures Subject to Budget</u>				
Parks and Recreation:				
Contractual services	<u>837</u>	\$ <u>23,000</u>	\$ <u>22,163</u>	<u>845</u>
Receipts over (under) expenditures	\$ 211			\$ 775
Unencumbered Cash, Beginning	<u>19,999</u>			<u>19,224</u>
Unencumbered Cash, Ending	\$ <u>20,210</u>			\$ <u>19,999</u>

CITY OF ELKHART, KANSAS

Schedule 2-6

BOND AND INTEREST FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Taxes:				
Ad valorem tax	\$ 36,617	\$ 36,678	\$ (61)	\$ -
Back tax collections	<u>1</u>	<u>-</u>	<u>1</u>	<u>557</u>
Total taxes	<u>\$ 36,618</u>	<u>\$ 36,678</u>	<u>\$ (60)</u>	<u>\$ 557</u>
Miscellaneous:				
Federal taxes in lieu of Transfers	\$ 413	\$ -	\$ 413	-
	<u>41,742</u>	<u>42,000</u>	<u>(258)</u>	<u>-</u>
Total miscellaneous	<u>\$ 42,155</u>	<u>\$ 42,000</u>	<u>\$ 155</u>	<u>-</u>
 Total cash receipts	 <u>\$ 78,773</u>	 <u>\$ 78,678</u>	 <u>\$ 95</u>	 <u>\$ 557</u>
 <u>Expenditures Subject to Budget</u>				
Bond principal	\$ 65,000	\$ 65,000	\$ -	-
Interest coupons	18,757	18,757	-	-
Miscellaneous	<u>-</u>	<u>575</u>	<u>575</u>	<u>-</u>
 Total expenditures subject to budget	 <u>\$ 83,757</u>	 <u>\$ 84,332</u>	 <u>\$ 575</u>	 <u>-</u>
 Receipts over (under) expenditures	 \$ (4,984)			 \$ 557
 Unencumbered Cash, Beginning	 <u>6,211</u>			 <u>5,654</u>
 Unencumbered Cash, Ending	 <u>\$ 1,227</u>			 <u>\$ 6,211</u>

CITY OF ELKHART, KANSAS

Schedule 2-7

REVENUE FUND FOR SALES TAX
REVENUE BONDS SERIES 1994
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Sales tax	<u>\$166,845</u>	<u>\$125,000</u>	<u>\$ 41,845</u>	<u>\$137,448</u>
<u>Expenditures Subject to Budget</u>				
Capital outlay	\$ 4,887	\$543,000	\$538,113	\$ -
Transfers	<u>41,742</u>	<u>42,000</u>	<u>258</u>	<u>102,814</u>
Total expenditures subject to budget	<u>\$ 46,629</u>	<u>\$585,000</u>	<u>\$538,371</u>	<u>\$102,814</u>
Receipts over (under) expenditures	\$120,216			\$ 34,634
Unencumbered Cash, Beginning	<u>363,776</u>			<u>329,142</u>
Unencumbered Cash, Ending	<u>\$483,992</u>			<u>\$363,776</u>

CITY OF ELKHART, KANSAS

Schedule 2-8

WATER SYSTEM FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>		<u>Variance</u>	<u>Prior</u>
	<u>Actual</u>	<u>Budget</u>	<u>Favorable</u>	<u>Year</u>
			<u>(Unfavor.)</u>	<u>Actual</u>
<u>Cash Receipts</u>				
Charges for Sales and Services:				
Water sales to customers	\$425,303	\$350,000	\$ 75,303	\$346,217
Penalties and forfeitures	13,066	7,500	5,566	9,203
Taps	1,135	1,500	(365)	2,285
Other	<u>4,799</u>	<u>-</u>	<u>4,799</u>	<u>1,604</u>
Total charges for sales & services	\$444,303	\$359,000	\$ 85,303	\$359,309
Use of Money and Property:				
Interest on time deposits	<u>298</u>	<u>-</u>	<u>298</u>	<u>333</u>
Total cash receipts	<u>\$444,601</u>	<u>\$359,000</u>	<u>\$ 85,601</u>	<u>\$359,642</u>
<u>Expenditures Subject to Budget</u>				
Personal services	\$156,912	\$185,000	\$ 28,088	\$186,984
Contractual services	135,687	120,000	(15,687)	106,245
Commodities	38,538	50,000	11,462	29,883
Capital outlay	8,315	-	(8,315)	4,689
Transfers out	<u>31,500</u>	<u>30,000</u>	<u>(1,500)</u>	<u>30,000</u>
Total expenditures subject to budget	<u>\$370,952</u>	<u>\$385,000</u>	<u>\$ 14,048</u>	<u>\$357,801</u>
Receipts over (under) expenditures	\$ 73,649			\$ 1,841
Unencumbered Cash, Beginning	<u>50,255</u>			<u>48,414</u>
Unencumbered Cash, Ending	<u>\$123,904</u>			<u>\$ 50,255</u>

CITY OF ELKHART, KANSAS

Schedule 2-9

WATER EQUIPMENT REPLACEMENT FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Transfers in	\$ 31,500	\$ <u>30,000</u>	\$ <u>1,500</u>	\$ 30,000
<u>Expenditures Subject to Budget</u>				
Capital outlay	<u>107,081</u>	\$ <u>180,000</u>	\$ <u>72,919</u>	<u>75,314</u>
Receipts over (under) expenditures	\$ (75,581)			\$ (45,314)
Unencumbered Cash, Beginning	<u>76,065</u>			<u>121,379</u>
Unencumbered Cash, Ending	\$ <u><u>484</u></u>			\$ <u>76,065</u>

CITY OF ELKHART, KANSAS

Schedule 2-10

SANITATION SERVICE FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Charges for Sales and Services:				
Service charges	\$212,440	\$205,000	\$ 7,440	\$206,379
Use of Money and Property:				
Interest on time deposits	<u>21</u>	<u>-</u>	<u>21</u>	<u>24</u>
Total cash receipts	<u>\$212,461</u>	<u>\$205,000</u>	<u>\$ 7,461</u>	<u>\$206,403</u>
<u>Expenditures Subject to Budget</u>				
Contractual services	\$215,164	\$215,000	\$ (164)	\$210,191
Commodities	33	-	(33)	33
Capital outlay	2,815	-	(2,815)	-
Transfers out	<u>-</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Total expenditures subject to budget	<u>\$218,012</u>	<u>\$245,000</u>	<u>\$ 26,988</u>	<u>\$210,224</u>
Receipts over (under) expenditures	\$ (5,551)			\$ (3,821)
Unencumbered Cash, Beginning	<u>43,123</u>			<u>46,944</u>
Unencumbered Cash, Ending	<u>\$ 37,572</u>			<u>\$ 43,123</u>

CITY OF ELKHART, KANSAS

Schedule 2-11

SANITATION EQUIPMENT REPLACEMENT FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Taxes:				
Transfers in	-	\$ <u>30,000</u>	\$ <u>(30,000)</u>	-
<u>Expenditures Subject to Budget</u>				
Capital outlay	-	\$ <u>147,000</u>	\$ <u>147,000</u>	-
Receipts over (under) expenditures	\$ -			\$ -
Unencumbered Cash, Beginning	<u>117,796</u>			<u>117,796</u>
Unencumbered Cash, Ending	<u>\$117,796</u>			<u>\$117,796</u>

CITY OF ELKHART, KANSAS

Schedule 2-12

SEWER SYSTEM FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Charges for Sales and Services:				
Sewer service charge	\$107,389	\$105,000	\$ 2,389	\$106,729
Use of Money and Property:				
Interest on time deposits	14	-	14	16
Miscellaneous:				
Other	<u>116</u>	<u>-</u>	<u>116</u>	<u>510</u>
Total cash receipts	<u>\$107,519</u>	<u>\$105,000</u>	<u>\$ 2,519</u>	<u>\$107,255</u>
<u>Expenditures Subject to Budget</u>				
Personal services	\$ 62,319	\$ 70,000	\$ 7,681	\$ 61,625
Contractual services	10,766	15,000	4,234	14,518
Commodities	7,683	10,000	2,317	6,940
Capital outlay	11,564	10,000	(1,564)	6,699
Transfers out	<u>6,000</u>	<u>70,000</u>	<u>64,000</u>	<u>6,000</u>
Total expenditures subject to budget	<u>\$ 98,332</u>	<u>\$175,000</u>	<u>\$ 76,668</u>	<u>\$ 95,782</u>
Receipts over (under) expenditures	\$ 9,187			\$ 11,473
Unencumbered Cash, Beginning	<u>79,537</u>			<u>68,064</u>
Unencumbered Cash, Ending	<u>\$ 88,724</u>			<u>\$ 79,537</u>

CITY OF ELKHART, KANSAS

Schedule 2-13

SEWER EQUIPMENT REPLACEMENT FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES AND
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2011

(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Transfers in	\$ 6,000	\$ <u>6,000</u>	<u>-</u>	\$ 6,000
<u>Expenditures Subject to Budget</u>				
Capital outlay	<u>-</u>	\$ <u>87,500</u>	\$ <u>87,500</u>	<u>-</u>
Receipts over (under) expenditures	\$ 6,000			\$ 6,000
Unencumbered Cash, Beginning	<u>17,693</u>			<u>11,693</u>
Unencumbered Cash, Ending	\$ <u>23,693</u>			\$ <u>17,693</u>

CITY OF ELKHART, KANSAS

Schedule 2
(Continued)

SCHEDULES OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
For the year ended December 31, 2011

CITY OF ELKHART, KANSAS

Schedule 2-14

WATER CUSTOMER DEPOSITS FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Customer deposits received	\$ 8,964	\$ 6,050
<u>Expenditures</u>		
Customer deposits returned, forfeited or forfeitable	<u>8,964</u>	<u>6,050</u>
Receipts over (under) expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

CITY OF ELKHART, KANSAS

Schedule 2-15

WHISTLE STOP PARK BEQUEST FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Donations	\$ <u>5,518</u>	\$ <u>6,110</u>
<u>Expenditures</u>		
Contractual services	\$ 494	\$ 2,138
Capital outlay	-	4,951
Commodities	<u>2,419</u>	<u>11,436</u>
Total expenditures	\$ <u>2,913</u>	\$ <u>18,525</u>
Receipts over (under) expenditures	\$ 2,605	\$ (12,415)
Unencumbered Cash, Beginning	<u>14,753</u>	<u>27,168</u>
Unencumbered Cash, Ending	\$ <u>17,358</u>	\$ <u>14,753</u>

CITY OF ELKHART, KANSAS

Schedule 2-16

SAFE PARK EQUIPMENT FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
For the year ended December 31, 2011
(with comparative actual totals for the prior year ended December 31, 2010)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>	-	-
<u>Expenditures</u>	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	\$ -	\$ -
Unencumbered Cash, Beginning	<u>5,855</u>	<u>5,855</u>
Unencumbered Cash, Ending	<u>\$ 5,855</u>	<u>\$ 5,855</u>

CITY OF ELKHART, KANSAS

Schedule 2-17

PIANO BEQUEST FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>	-	\$ -
<u>Expenditures</u>		
Contractual services	<u>-</u>	<u>120</u>
Receipts over (under) expenditures	\$ -	\$ (120)
Unencumbered Cash, Beginning	<u>555</u>	<u>675</u>
Unencumbered Cash, Ending	<u>\$ 555</u>	<u>\$ 555</u>

CITY OF ELKHART, KANSAS

Schedule 2-18

ANIMAL FOUNDATION FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Donations	\$ 25	\$ 275
<u>Expenditures</u>		
Commodities	<u>2,209</u>	<u>299</u>
Receipts over (under) expenditures	\$ (2,184)	\$ (24)
Unencumbered Cash, Beginning	<u>3,852</u>	<u>3,876</u>
Unencumbered Cash, Ending	<u>\$ 1,668</u>	<u>\$ 3,852</u>

CITY OF ELKHART, KANSAS

Schedule 2-19

SEWER CAPITAL PROJECTS FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Transfers	-	\$ 41,221
<u>Expenditures</u>	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	-	\$ 41,221
Unencumbered Cash, Beginning	<u>-</u>	<u>(41,221)</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

CITY OF ELKHART, KANSAS

Schedule 2-20

N. ST. ROAD ST. IMPROVEMENTS FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Reimbursements	<u>-</u>	\$ <u>35,500</u>
<u>Expenditures</u>		
Contractual services	-	\$ 109
Commodities	<u>-</u>	<u>71,000</u>
Total expenditures	<u>-</u>	\$ <u>71,109</u>
Receipts over (under) expenditures	\$ -	\$ (35,609)
Unencumbered Cash, Beginning	<u>(59,609)</u>	<u>(24,000)</u>
Unencumbered Cash, Ending	\$ <u>(59,609)</u>	\$ <u>(59,609)</u>

CITY OF ELKHART, KANSAS

Schedule 2-21

MORTON STREET IMPROVEMENTS FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Bond sale	<u>-</u>	<u>\$505,324</u>
<u>Expenditures</u>		
Contractual services	\$ 8,473	\$ 3,721
Commodities	-	229
Capital outlay	<u>261,844</u>	<u>-</u>
Total expenditures	<u>\$ 270,317</u>	<u>\$ 3,950</u>
Receipts over (under) expenditures	\$ (270,317)	\$501,374
Unencumbered Cash, Beginning	<u>485,174</u>	<u>(16,200)</u>
Unencumbered Cash, Ending	<u>\$ 214,857</u>	<u>\$485,174</u>

CITY OF ELKHART, KANSAS

Schedule 2-22

POOL REPAIRS PROJECT FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Transfers	-	\$ 61,593
<u>Expenditures</u>		
Capital outlay	<u>-</u>	<u>61,593</u>
Receipts over (under) expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

CITY OF ELKHART, KANSAS

Schedule 2-23

WATER SYSTEM PROJECT FUND
SCHEDULE OF CASH RECEIPTS, EXPENDITURES
AND CHANGES IN UNENCUMBERED CASH – ACTUAL
 For the year ended December 31, 2011
 (with comparative actual totals for the prior year ended December 31, 2010)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Bond sale	<u>-</u>	<u>\$319,676</u>
<u>Expenditures</u>		
Contractual services	\$ 7,460	\$ 31,021
Commodities	509	-
Capital outlay	<u>155,695</u>	<u>229</u>
Total expenditures	<u>\$ 163,664</u>	<u>\$ 31,250</u>
Receipts over (under) expenditures	\$ (163,664)	\$288,426
Unencumbered Cash, Beginning	<u>288,426</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 124,762</u>	<u>\$288,426</u>