

CITY OF HUMBOLDT, KANSAS

Financial Statement
and
Independent Auditors' Report
with
Supplemental Information

For the Year Ended December 31, 2011

CITY OF HUMBOLDT, KANSAS

December 31, 2011

TABLE OF CONTENTS

	<u>PAGE NUMBER</u>
Independent Auditors' Report	1-2
<u>Statement 1</u>	
Summary of Cash Receipts, Expenditures, and Unencumbered Cash	3-4
Notes to Financial Statement	5-17
SUPPLEMENTAL INFORMATION	
<u>Schedule 1</u>	
Summary of Expenditures – Actual and Budget (Budgeted Funds Only)	18
<u>Schedule 2</u>	
Schedule of Cash Receipts and Expenditures – Actual and Budget (With Comparative Actual Totals for the Prior Year):	
General Fund	19-21
Consolidated Street and Highway Fund	22
Municipal Equipment Reserve Fund	23
HOME Repair Grant Fund	24
Sewer Improvement Project Fund	25
Water Improvement Project Fund.....	26
City Hall Improvements Fund.....	27
Bike Route Grant.....	28
Walking Trail Equipment Grant Fund.....	29
General Obligation Bond and Interest.....	30
Gas Utility Fund	31-32
Gas Utility Surplus Fund	33
Water Utility Fund	34-35
Water Utility Revenue Bond Surplus Fund.....	36
Water Tower Maintenance Reserve Fund	37
Sewer Utility Fund	38-39
Sewer Utility Principal and Interest Fund	40
Sewer Utility Replacement Fund	41
Sanitation Utility Fund	42
Swimming Pool Utility Fund	43
Swimming Pool Reserve Fund	44
Drainage Utility Fund	45
Community Development Fund	46
Leitzbach Trust Fund	47
Schaneman-Rourk Trust Fund	48

TABLE OF CONTENTS
(Continued)

Schedule 3

Agency Funds – Schedule of Cash Receipts and Cash Disbursements	49
--	----

Schedule 4

Component Units – Schedule of Cash Receipts and Expenditures – Actual:	
Humboldt Historical Society	50
Humboldt Public Library	51
Firemen’s Relief Association	52
Mount Hope Cemetery	53
Humboldt Public Building Commission	54

JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Council
City of Humboldt, Kansas

We have audited the summary statement of cash receipts, expenditures, and unencumbered cash balances of the City of Humboldt, Kansas, as of and for the year ended December 31, 2011, as listed in the table of contents. This financial statement is the responsibility of the City of Humboldt, Kansas' management. Our responsibility is to express an opinion on the financial statement based on our audit. The prior year summarized comparative information has been derived from the City's 2010 financial statement and, in our report dated July 7, 2011, we expressed an unqualified opinion on the financial statement of the City of Humboldt, Kansas, prepared in accordance with the statutory basis of accounting.

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 and guidance require that 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 has prepared this financial statement in conformity with the 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 effect on the financial statement 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.

The financial statement, referred to above, does not include financial data of the Humboldt Housing Authority, a component unit, which should be included in order to conform with accounting principles generally accepted in the United States of America. The effect on the financial statement, although not reasonably determinable, is presumed to be material.

In our opinion, because of the omission of the Humboldt Housing Authority, a component unit, and the City's policy to prepare its financial statement on the basis of accounting 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 Humboldt, Kansas as of December 31, 2011, or the changes in its financial position, or where applicable, its cash flows for the year then ended.

In our opinion, except for the omission of the Humboldt Housing Authority, the financial statement referred to above presents fairly, in all material respects, the cash and unencumbered cash balances of the City of Humboldt, Kansas, as of December 31, 2011, and its cash receipts and expenditures, and budget to actual comparisons for the year then ended, taken as a whole, on the basis of accounting described in Note 1.

Our audit was conducted for the purpose of forming an opinion on the financial statement. The summary of expenditures-actual and budget, individual fund schedules of cash receipts and expenditures-actual and budget, schedule of cash receipts and cash disbursements-agency funds, and schedule of cash receipts and expenditures-component units (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the statutory financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 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.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

June 7, 2012
Chanute, Kansas

CITY OF HUMBOLDT, KANSAS
 Summary of Cash Receipts, Expenditures, and Unencumbered Cash
 For the Year Ended December 31, 2011

Funds	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance	
						December 31, 2011	2010
Governmental Type Funds:							
General Fund	\$ (9,446.86)	\$ 1,024,606.86	\$ 1,014,516.77	\$ 643.23	\$ 9,469.45	\$ 10,112.68	\$ 2,122.81
Special Revenue Funds:							
Consolidated Street and Highway	(2,618.69)	62,098.33	58,575.56	904.08	-	904.08	796.42
Municipal Equipment Reserve	91,388.52	12,843.48	15,514.80	88,717.20	-	88,717.20	91,388.52
Capital Projects Funds:							
Sewer Improvement Project	21.50	-	-	21.50	-	21.50	21.50
Water Improvement Project	130,427.65	1,405,534.82	1,535,962.47	-	-	-	130,427.65
City Hall Improvements	744.50	270,000.00	270,744.50	-	-	-	744.50
Bike Route Grant	3,495.43	-	-	3,495.43	-	3,495.43	3,495.43
Debt Service Funds:							
General Obligation Bond and Interest	-	976.89	-	976.89	-	976.89	-
Proprietary Type Funds:							
Enterprise:							
Gas Utility	257,650.15	620,135.81	846,158.78	31,627.18	1,492.08	33,119.26	266,030.03
Gas Utility Surplus	5,121.59	-	-	5,121.59	-	5,121.59	5,121.59
Water Utility	8,088.35	591,764.74	575,953.71	23,899.38	2,312.62	26,212.00	17,385.96
Water Utility Revenue Bond Surplus	7,092.37	-	-	7,092.37	-	7,092.37	7,092.37
Water Tower Maintenance Reserve	70,702.47	-	18,726.82	51,975.65	-	51,975.65	70,702.47
Sewer Utility	774.17	463,805.03	464,369.29	209.91	464.73	674.64	2,315.28
Sewer Utility Principal and Interest	98,864.68	227,008.42	226,902.94	98,970.16	-	98,970.16	98,864.68
Sewer Utility Replacement	1,193.53	52.83	-	1,246.36	-	1,246.36	1,193.53
Sanitation Utility	42,005.78	124,488.72	157,811.92	8,682.58	-	8,682.58	42,031.14
Swimming Pool Utility	66.95	92,748.77	91,968.27	847.45	-	847.45	66.95
Swimming Pool Reserve	45,000.00	-	-	45,000.00	-	45,000.00	45,000.00
Drainage Utility Fund	1,350.17	22,616.66	23,037.86	928.97	-	928.97	1,350.17
Fiduciary Type Funds:							
Expendable Trust:							
Community Development	100,454.47	13,050.70	16,476.61	97,028.56	-	97,028.56	100,454.47
Leitzbach Trust	5,708.54	0.45	-	5,708.99	-	5,708.99	5,708.54
Schaneman-Rourk Trust	10,449.98	6,386.47	8,314.70	8,521.75	-	8,521.75	10,449.98
Total Primary Government	868,535.25	4,938,118.98	5,325,035.00	481,619.23	13,738.88	495,358.11	902,763.99
Component Units:							
Humboldt Historical Society	100,039.52	19,697.72	9,998.79	109,738.45	-	109,738.45	100,039.52
Humboldt Public Library	636,286.33	83,533.94	98,837.26	620,983.01	1,063.38	622,046.39	637,323.94
Firemen's Relief Association	78,415.50	11,928.22	12,098.74	78,244.98	-	78,244.98	78,415.50
Mount Hope Cemetery	31,733.17	27,881.86	29,023.55	30,591.48	-	30,591.48	31,733.17
Humboldt Public Building Commission	-	35,810.00	35,810.00	-	-	-	-
Total Reporting Entity (Excluding Agency Funds)	\$ 1,715,009.77	\$ 5,081,160.72	\$ 5,474,993.34	\$ 1,321,177.15	\$ 14,802.26	\$ 1,335,979.41	\$ 1,750,276.12

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

Statement 1 (Continued)**CITY OF HUMBOLDT, KANSAS**

Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended December 31, 2011

	Ending Cash Balance	
	December 31,	
	2011	2010
Composition of Cash:		
Checking Accounts		
Emprise Bank		
General	\$ 17,074.57	\$ 10,951.43
Petty Cash	803.76	723.42
Community Development	11,855.33	15,374.63
Schaneman-Rourk	8,521.75	10,449.98
KS Drug Forfeitures	15.99	1,888.16
Police Donations	1,377.53	2,741.24
Water Improvement Project	-	130,427.65
City Hall Improvements	-	744.50
Downtown Action Team	11,363.02	-
Money Market and Savings Accounts		
Emprise Bank		
General	11,235.68	12,383.75
Rebuild Public Square	637.27	1,333.63
Investments		
Kansas Municipal Investment Pool	3,680.48	2,023.71
Community National Bank		
Certificates of Deposits	485,173.23	767,079.84
Total Primary Government	551,738.61	956,121.94
Total Component Units	840,621.30	847,512.13
Total Cash	1,392,359.91	1,803,634.07
Agency Funds per Statement 4	(56,380.50)	(53,357.95)
Total Reporting Entity (Excluding Agency Funds)	\$ 1,335,979.41	\$ 1,750,276.12

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

CITY OF HUMBOLDT, KANSAS
Notes to Financial Statement
For the Year Ended December 31, 2011

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statement and schedules of the City of Humboldt, Kansas, have been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies follow. Note 1 describes how the City's accounting policies differ from accounting principles generally accepted in the United States of America.

Reporting Entity

The City of Humboldt, Kansas, is a municipal corporation governed by an elected nine-member council. This financial statement presents the City of Humboldt (the primary government) and its component units. The component units are included in the City's reporting entity because of the significance of their operational and financial relationships with the City.

Discretely Presented Component Units

The component units section of this financial statement includes the financial data of the discretely presented component units. These component units are reported separately to emphasize that they are legally separate from the City. The governing body of these component units are appointed by the City, except for the Humboldt Historical Society and the Firemen's Relief Association, which elects their own officers.

1. Humboldt Historical Society. The City of Humboldt Historical Society maintains the City of Humboldt museum. Officers are elected by the Society's members. Separate financial statements are not prepared.
2. Humboldt Public Library. The City of Humboldt Library Board operates the City's public library. Acquisition or disposition of real property or bond issuances must be approved by the City. Separate financial statements are not prepared. The amounts presented include the accounts of the Humboldt Public Library Foundation, an affiliated organization, presented in accordance with Governmental Accounting Standards Board Statement 39. The Foundation is a separate legal entity and is operated by a separate Board of Directors, selected for alternating terms by the existing Board of Directors. Funds are raised and have been restricted for capital outlay for the Humboldt Public Library only with the approval of the Foundation's Board of Directors. The Foundation's board further stipulates that no more than 75% of each year's income may be spent for capital outlay, with the remaining 25% retained to allow corpus to grow and mature to its fullest potential. Separate financial statements are not prepared.
3. Firemen's Relief Association. The Firemen's Association is operated by the City's firefighters. Officers are elected by the firefighters. The Firemen's Relief Association is housed in the City's offices but is operated independent of the City's governing body. Separate financial statements are not prepared.
4. Mount Hope Cemetery. The Cemetery board operates the City's cemetery. Acquisition or disposition of real property or bond issuances must be approved by the City. Separate financial statements are not prepared.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Discretely Presented Component Units (Continued)

5. Humboldt Housing Authority. The Humboldt Housing Authority operates the City's housing projects. The Humboldt Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond ordinances must be approved by the City. The Humboldt Housing Authority's financial statements should be included with the City's financial statements. However, the statements are omitted in an apparent departure from accounting principles generally accepted in the United States of America. Separate audited financial statements are available at the Housing Authority.
6. Humboldt Public Building Commission
The Humboldt Public Building Commission was created to oversee the construction of the Humboldt swimming pool. Acquisition or disposition of real property or bond issuances must be approved by the City. The City is acting as the fiduciary agent for the Commission. Separate financial statements are not prepared by the Commission.

Basis of Presentation – Fund 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 of Humboldt, Kansas, for the year of 2011:

GOVERNMENTAL FUNDS

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

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

Capital Projects Funds – to account for capital improvements (except for those financed by proprietary funds) which are financed from the City's general obligation bond issues, special assessment, certain federal grants and other specific receipts.

Debt Service Fund – The Bond and Interest Fund is used to account for payment of principal and interest on the City's general obligation and special obligation bonds which are recorded in the general long-term debt group of accounts. Revenues for this purpose include ad valorem property taxes, sales taxes, special assessment taxes and investment interest income.

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 revenues earned, expenses incurred, and/or net income is deemed appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

FIDUCIARY FUNDS

Trust and Agency Funds – to account for assets held by a governmental unit in a trustee capacity or as an agency for individuals, private organizations, or governmental units, and/or other funds. These include (a) Expendable Trust Funds, (b) Nonexpendable Trust Funds, (c) Pension Trust Funds, and (d) Agency Funds.

Basis of Presentation – Statutory Basis of Accounting

The statutory basis of accounting, as used in preparation of this statutory basis financial statement and schedules, 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, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or 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 City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

Departures 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, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown non-cash 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. Capital assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes, and compensated absences are not presented in the financial statements. The Humboldt Housing Authority, a component unit, has been omitted from this statement.

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for the revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31 such taxes are a lien on the property.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Reimbursed Expenses

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as revenues. In the financial statement and budget comparison schedules presented in this report, reimbursements and refunds are recorded as revenues. The reimbursements are recorded as cash receipts when received by the City Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

Comparative Data

Comparative data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, complete comparative data in each of the statements have not been presented since their inclusion would make the statements unduly complex and difficult to read.

Pension Plan

Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System, or the State of Kansas Police and Fire Retirement System, both of which are a multi-employer state-wide pension plan. The City's policy is to fund all pension costs accrued. Such costs to be funded are actuarially determined annually by the State of Kansas.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

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. Although directory rather than mandatory, the statutes provide for the following timetable in the adoption of the legal annual operating budget:

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

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. During the year ended December 31, 2011, the City amended the General Fund, Gas Utility Fund, Water Utility Fund, Sewer Utility Fund, and the Sanitation Utility Fund.

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 the individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

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, with disbursements being adjusted for prior year’s 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 projects funds, fiduciary funds, permanent funds and the following special revenue funds:

- Municipal Equipment Reserve Fund

In addition, an operating budget is not required for enterprise principal and interest funds and enterprise reserve funds.

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.

Capital Lease Requirements

The City is required, under ordinances of the Capital lease signed with the public building commission, to maintain in its Enterprise Fund certain restricted accounts. The ordinances provide that the following reserve accounts be set up in amounts as described below:

<u>RESERVE ACCOUNTS</u>	<u>REQUIRED AMOUNT</u>	<u>ACTUAL AMOUNT</u>
Lease agreement for Swimming Pool – requires monthly transfers of \$1,875.00 until \$45,000.00 is reached.	\$ 45,000.00	\$ 45,000.00

Compliance with Kansas Statutes

Statement 1 and Schedule 1 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statement 1, the City was in apparent compliance with Kansas cash basis laws. As shown in Schedule 1, the City was in apparent violation of K.S.A. 79-2934 as the City has obligated expenditures in excess of budgetary limits in the Consolidated Street and Highway Fund and the Water Utility Fund.

3. DEPOSITS AND INVESTMENTS

As of year end, the City had the following investments and maturities.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less than 1</u>	<u>1-2</u>	<u>Rating</u>
Kansas Investment Pool	\$ 3,680.48	\$ 3,680.48	\$ - -	S&P AAf/S1+

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 branch or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

3. DEPOSITS AND INVESTMENTS (Continued)

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. The rating of the City's investments is noted above.

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. The City's allocation of investments as of December 31, 2011, is as follows:

<u>Investments</u>	<u>Percentage of</u> <u>Investments</u>
Kansas Investment Pool	100%

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2011.

Deposits: At year-end, the City's carrying amount of deposits was \$548,058.13 and the bank balance was \$582,976.65. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$347,803.42 was covered by FDIC insurance and \$235,173.23 was collateralized with securities held by the pledging financial institutions' agents in the City'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 will not be able to recover the value of its investments to be adequately secured.

At December 31, 2011, the City has invested \$3,680.48 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas Legislature. State pooled monies may be invested in direct obligation that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities of up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

4. INDUSTRIAL REVENUE BONDS

The City has entered into various agreements to induce businesses to locate or expand operations in Humboldt, Kansas. In connection therewith, the City has issued industrial revenue bonds (IRB's), which require the businesses to make lease payments to trust accounts sufficient to pay debt service on the IRB's. The City is under no obligation to pay the IRB debt, which is to be paid from the lease payments made by the related businesses. At December 31, 2011, there were five industrial revenue bond issues with principal balances due totaling \$1,720,611.94.

5. LONG-TERM LIABILITIES

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

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds:										
Series 2011	4.00%	January 28, 2011	\$ 200,000.00	January 28, 2041	-	\$ 200,000.00	\$ -	\$ -	\$ 200,000.00	\$ -
Series 2011A	3.375%	March 17, 2011	1,100,000.00	June 17, 2051	-	1,100,000.00	-	-	1,100,000.00	-
Series 2011B	3.375%	March 17, 2011	170,000.00	March 17, 2051	-	170,000.00	-	-	170,000.00	-
Revolving Loans:										
Sewer System Revolving Loan-Series 1997	3.33%	August 26, 1997	1,200,000.00	September 1, 2018	612,481.72	-	73,193.54	-	539,288.18	19,731.88
Sewer System Revolving Loan-Series 1999	3.32%	October 8, 1999	1,326,970.00	September 1, 2021	792,385.27	-	64,189.53	-	728,195.74	25,856.45
Sewer System Revolving Loan-Series 2005	2.58%	October 13, 2005	684,000.00	September 1, 2028	629,376.40	-	27,872.25	-	601,504.15	16,059.29
Temporary Notes:										
Waterline Project	3.50%	October 22, 2010	1,270,000.00	April 30, 2011	1,062,820.83	-	1,062,820.83	-	-	21,128.18
City Hall Improvements	3.50%	May 15, 2010	270,000.00	May 15, 2011	258,830.19	-	258,830.19	-	-	2,909.90
Capital Leases:										
Mosquito Sprayer	5.50%	August 15, 2007	6,650.00	July 15, 2015	4,486.07	-	4,486.07	-	-	416.83
Electric Generator	4.40%	August 15, 2007	103,995.00	July 15, 2015	78,493.37	-	12,100.59	-	66,392.78	4,142.83
2006 CAT Backhoe	5.25%	October 16, 2007	41,709.00	January 15, 2015	28,028.44	-	28,028.44	-	-	2,790.23
Grasshopper Mower	4.25%	August 12, 2008	12,865.50	January 15, 2013	8,037.90	-	8,037.90	-	-	746.36
Swimming Pool Lease	5.25%	October 8, 2008	450,000.00	March 1, 2023	435,000.00	-	15,000.00	-	420,000.00	20,810.00
Police Car	4.50%	September 15, 2009	14,500.00	January 15, 2014	11,849.52	-	11,849.52	-	-	787.46
Street Sweeper	4.50%	September 15, 2009	41,250.00	July 15, 2019	37,893.12	-	37,893.12	-	-	1,903.01
Lawn Mower - Water Plant	3.95%	October 18, 2010	6,736.00	July 15, 2015	6,736.00	-	6,736.00	-	-	218.88
City Hall Building	4.50%	May 15, 2010	351,000.00	November 15, 2039	339,300.00	-	11,825.50	-	327,474.50	15,130.74
Lawn Mower - Sewer Plant	4.25%	March 11, 2011	3,999.00	February 11, 2014	-	3,999.00	3,999.00	-	-	69.00
Total Contractual Indebtedness					4,305,718.83	1,470,000.00	1,622,863.48		4,152,855.35	132,632.04
Other Long-Term Liabilities										
General Accrued Compensated Absences	N/A	N/A	N/A	N/A	33,536.73			\$ (3,546.18)	29,990.55	N/A
Vacation Pay										
Total Long-Term Liabilities					\$ 4,339,255.56	\$ 1,470,000.00	\$ 1,622,863.48	\$ (3,546.18)	\$ 4,182,845.90	\$ 132,632.04

5. LONG-TERM LIABILITIES (Continued)

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

Issue	2012	2013	2014	2015	2016	2017-2021	2022-2026
Principal							
General Obligation Bonds:							
Series 2011	\$ 4,000.00	\$ 4,000.00	\$ 4,000.00	\$ 4,000.00	\$ 4,000.00	\$ 23,000.00	\$ 28,000.00
Series 2011A	-	-	-	-	-	-	-
Series 2011B	-	-	-	-	-	-	-
Revolving Loans:							
Sewer System Revolving Loan, Series 1997	75,643.73	78,175.96	80,792.94	83,497.52	86,292.65	134,885.38	-
Sewer System Revolving Loan, Series 1999	66,344.82	68,572.49	70,874.97	73,254.75	75,714.44	373,434.27	-
Sewer System Revolving Loan, Series 2005	3,434.75	3,523.93	3,615.44	3,709.32	3,805.63	221,506.54	251,797.98
Capital Leases:							
Electric Generator	13,476.97	14,082.42	14,715.07	15,376.14	8,742.18	-	-
Swimming Pool Lease	15,000.00	15,000.00	20,000.00	20,000.00	20,000.00	110,000.00	130,000.00
City Hall Building	11,700.00	11,700.00	11,700.00	11,700.00	11,700.00	58,500.00	58,500.00
Total Principal Payments	189,600.27	195,054.80	205,698.42	211,537.73	210,254.90	921,326.19	468,297.98
Interest							
General Obligation Bonds:							
Series 2011	8,000.00	7,840.00	7,680.00	7,520.00	7,360.00	34,280.00	29,280.00
Series 2011A	37,125.00	37,125.00	37,125.00	37,125.00	37,125.00	185,625.00	185,625.00
Series 2011B	5,737.50	5,737.50	5,737.50	5,737.50	5,737.50	28,687.50	28,687.50
Revolving Loans:							
Sewer System Revolving Loan, Series 1997	17,281.69	14,749.46	12,132.48	9,427.90	6,632.77	4,502.75	-
Sewer System Revolving Loan, Series 1999	23,701.16	21,473.49	19,171.01	16,791.23	14,331.54	31,772.64	-
Sewer System Revolving Loan, Series 2005	15,496.79	15,407.71	15,316.10	15,222.22	15,125.91	62,704.16	32,412.72
Capital Leases:							
Electric Generator	2,766.45	2,161.00	1,528.35	867.28	176.49	-	-
Swimming Pool Lease	20,240.00	19,670.00	19,100.00	18,355.00	17,435.00	73,093.00	43,520.00
City Hall Building	14,748.03	14,216.57	13,685.11	13,153.65	12,622.19	55,139.05	41,852.54
Total Interest Payments	145,096.62	138,380.73	131,475.55	124,199.78	116,546.40	475,804.10	361,377.76
Total Principal and Interest	\$ 334,696.89	\$ 333,435.53	\$ 337,173.97	\$ 335,737.51	\$ 326,801.30	\$ 1,397,130.29	\$ 829,675.74

5. LONG-TERM LIABILITIES (Continued)

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

Issue	2027-2031	2032-2036	2037-2041	2042-2046	2047-2051	Total
Principal						
General Obligation Bonds:						
Series 2011	\$ 35,000.00	\$ 42,000.00	\$ 52,000.00	\$ -	\$ -	\$ 200,000.00
Series 2011A	-	-	-	-	1,100,000.00	1,100,000.00
Series 2011B	-	-	-	-	170,000.00	170,000.00
Revolving Loans:						
Sewer System Revolving Loan, Series 1997	-	-	-	-	-	539,288.18
Sewer System Revolving Loan, Series 1999	-	-	-	-	-	728,195.74
Sewer System Revolving Loan, Series 2005	110,110.56	-	-	-	-	601,504.15
Capital Leases:						
Electric Generator	-	-	-	-	-	66,392.78
Swimming Pool Lease	90,000.00	-	-	-	-	420,000.00
City Hall Building	58,500.00	58,500.00	34,974.50	-	-	327,474.50
Total Principal Payments	293,610.56	100,500.00	86,974.50	-	1,270,000.00	4,152,855.35
Interest						
General Obligation Bonds:						
Series 2011	23,160.00	15,560.00	6,360.00	-	-	147,040.00
Series 2011A	185,625.00	185,625.00	185,625.00	185,625.00	185,625.00	1,485,000.00
Series 2011B	28,687.50	28,687.50	28,687.50	28,687.50	28,687.50	229,500.00
Revolving Loans:						
Sewer System Revolving Loan, Series 1997	-	-	-	-	-	64,727.05
Sewer System Revolving Loan, Series 1999	-	-	-	-	-	127,241.07
Sewer System Revolving Loan, Series 2005	3,573.72	-	-	-	-	175,259.33
Capital Leases:						
Electric Generator	-	-	-	-	-	7,499.57
Swimming Pool Lease	7,817.50	-	-	-	-	219,230.50
City Hall Building	28,566.00	15,279.50	2,790.18	-	-	212,052.82
Total Interest Payments	277,429.72	245,152.00	223,462.68	214,312.50	214,312.50	2,667,550.34
Total Principal and Interest	\$ 571,040.28	\$ 345,652.00	\$ 310,437.18	\$ 214,312.50	\$ 1,484,312.50	\$ 6,820,405.69

6. OPERATING LEASES

The City has entered into an operating lease for a Kyocera copy machine dated November 24, 2008. Rent expense for the year ended December 31, 2011, was \$2,254.36. Under the current lease agreement, the future minimum rental payments are as follows:

2012	\$ 2,940.36
2013	2,278.80

7. CAPITAL LEASES

The City has entered into a capital lease agreement dated August 15, 2008, to purchase an electric generator at a cost of \$103,995.00. The City agreed to make an initial payment of \$10,585.23 in 2008, then fifteen semi-annual payments of \$8,121.71, including imputed interest at 4.40%.

2012	\$ 16,243.42
2013	16,243.42
2014	16,243.42
2015	16,243.42
2016	<u>8,918.67</u>
Total Net Minimum Lease Payments	73,892.35
Less: Imputed Interest	<u>(7,499.57)</u>
Net Present Value	66,392.78
Less: Current Maturities	<u>(13,476.97)</u>
Long-Term Capital Lease Obligations	<u>\$ 52,915.81</u>

The City has entered into a capital lease agreement dated October 8, 2008, to finance the renovation of the city pool at a cost of \$450,000.00. The City agreed to make semi-annual payments of interest and annual payments of principal, including imputed interest ranging from 3.80% to 5.30%.

2012	\$ 35,240.00
2013	34,670.00
2014	39,100.00
2015	38,355.00
2016	37,435.00
2017-2021	183,093.00
2022-2026	173,520.00
2027-2029	<u>97,817.50</u>
Total Net Minimum Lease Payments	639,230.50
Less: Imputed Interest	<u>(219,230.50)</u>
Net Present Value	420,000.00
Less: Current Maturities	<u>(15,000.00)</u>
Long-Term Capital Lease Obligations	<u>\$ 405,000.00</u>

7. CAPITAL LEASES (Continued)

The City has entered into a capital lease agreement dated January 11, 2010, to purchase the City Hall Building at a cost of \$351,000.00. The City agreed to make sixty semi-annual principal payments of \$5,850.00 plus interest at a rate of 4.50%.

2012	\$ 26,448.03
2013	25,916.57
2014	25,385.11
2015	24,853.65
2016	24,322.19
2017-2021	113,639.05
2022-2026	100,352.54
2027-2031	87,066.00
2032-2036	73,779.50
2037-2039	<u>37,764.68</u>
Total Net Minimum Lease Payments	539,527.32
Less: Imputed Interest	<u>(212,052.82)</u>
Net Present Value	327,474.50
Less: Current Maturities	<u>(11,700.00)</u>
Long-Term Capital Lease Obligations	<u>\$ 315,774.50</u>

8. DEFINED BENEFIT PENSION PLAN

Plan Description

The City of Humboldt 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 66603-3869) or by calling 1-888-275-5737.

Funding Policy

K.S.A 74-4919 establishes the KPERS member-employee contribution rate at 4% or 6% 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 bases. State law sets a limitation on annual increases in the employer contribution rates. The employer rate established for 2011 was 7.74%. The City of Humboldt employer contributions to KPERS for the years ending December 31, 2011, 2010, and 2009 were \$66,135.63, \$61,683.16, and \$48,817.93, respectively, equal to the required contributions for each year.

9. COMPENSATED ABSENCES

Regular full time employees earn and accumulate vacation leave as follows:

<u>Years of Employment</u>	<u>Hours Earned Per Month</u>
0 – 1	3.34
2 – 9	6.67
10 – 19	10.00
20 and Over	13.34

No paid vacation leave time may be taken during the first six(6) months of employment. An employee will be allowed to carryover vacation leave from one employment anniversary year period to the next, to a maximum amount of vacation leave earned in the employee’s preceding anniversary date period.

Regular employees earn and accumulate sick leave from the beginning of employment at the rate of one day per month worked. Sick leave may be accumulated to a maximum of 30 days. Any unused sick leave at date of termination is lost.

The City accrues a liability for compensated absences which meet the following criteria:

1. The City’s obligation relating to employees’ rights to receive compensation for future absences is attributable to employees’ services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated and, is material.

In accordance with the above criteria, the City has calculated a liability for vacation pay in Note 5, Long-Term Liabilities. The City has not calculated the liability for sick pay, which has been earned, but not taken by City employees, inasmuch as the amount cannot be reasonably estimated.

10. OTHER POST EMPLOYMENT BENEFITS

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

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

11. CONTINGENT LIABILITIES

In the normal course of operations, the City receives grant funds from various federal agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

12. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees health and life; and natural disasters. The City manages these risks of loss through the purchase of various insurance policies.

13. INTERFUND TRANSFERS

Operating and residual transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
Water Utility	Consolidated Street and Highway	K.S.A. 12-825d	\$ 12,000.00
Water Utility	Swimming Pool Utility	K.S.A. 12-825d	11,500.00
Water Utility	General	K.S.A. 12-825d	43,250.00
Water Utility	Drainage Utility	K.S.A. 12-825d	11,250.00
Water Tower Maintenance Reserve	Water Improvement Project	K.S.A. 12-825d	18,726.82
Gas Utility	Sewer Utility	K.S.A. 12-825d	35,500.00
Gas Utility	Swimming Pool Utility	K.S.A. 12-825d	15,000.00
Gas Utility	General	K.S.A. 12-825d	116,515.00
Sewer Utility	Sewer Utility Principal and Interest	K.S.A. 12-825d	226,965.96
Sanitation Utility	Sewer Utility	K.S.A. 12-825d	10,000.00
Sanitation Utility	General	K.S.A. 12-825d	19,000.00
City Hall Improvements	General Obligation Bond and Interest	K.S.A. 12-6a16	976.89

14. SUBSEQUENT EVENTS

The City evaluated events and transactions occurring subsequent year end, and there were no subsequent events requiring recognition in the financial statement. Additionally, there were no nonrecognized subsequent events requiring disclosure.

SUPPLEMENTAL INFORMATION

Schedule 1

CITY OF HUMBOLDT, KANSAS

Summary of Expenditures - Actual and Budget
(Budgeted Funds Only)
For the Year Ended December 31, 2011

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
Governmental Type Funds:					
General Fund	\$ 1,079,138.00	\$ -	\$ 1,079,138.00	\$ 1,014,516.77	\$ (64,621.23)
Special Revenue Funds:					
Consolidated Street and Highway	48,000.00	760.72	48,760.72	58,575.56	9,814.84
Debt Service Funds:					
General Obligation Bond and Interest	-	-	-	-	-
Proprietary Type Funds:					
Enterprise Funds:					
Gas Utility	1,111,082.00	-	1,111,082.00	846,158.78	(264,923.22)
Water Utility	555,570.00	-	555,570.00	575,953.71	20,383.71
Sewer Utility	467,347.00	-	467,347.00	464,369.29	(2,977.71)
Sanitation Utility	159,506.00	-	159,506.00	157,811.92	(1,694.08)
Swimming Pool Utility	98,185.00	-	98,185.00	91,968.27	(6,216.73)
Drainage Utility	25,337.00	-	25,337.00	23,037.86	(2,299.14)

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
GENERAL FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 366,460.71	\$ 374,034.28	\$ 387,042.00	\$ (13,007.72)
Delinquent Tax	14,356.02	9,545.68	13,000.00	(3,454.32)
Motor Vehicle Tax	73,705.22	76,082.81	88,075.00	(11,992.19)
Recreational Vehicle Tax	1,085.14	977.32	1,104.00	(126.68)
16/20M Vehicle Tax	2,095.55	1,558.37	1,829.00	(270.63)
Sales Tax	201,390.38	219,104.65	210,000.00	9,104.65
Franchise Tax	109,627.40	115,863.02	102,000.00	13,863.02
In Lieu of Taxes	927.02	927.02	2,000.00	(1,072.98)
Special Assessments	2,538.80	1,125.00	3,000.00	(1,875.00)
Intergovernmental				
Federal Grants	931.36	171.86	-	171.86
Fines, Forfeitures and Penalties	28,402.27	22,547.48	50,000.00	(27,452.52)
Charges for Services	4,808.75	8,060.00	6,000.00	2,060.00
Licenses and Permits				
Licenses, Permits & Fees	6,802.50	8,467.00	9,600.00	(1,133.00)
Use of Money and Property				
Interest Income	1,597.52	384.28	5,000.00	(4,615.72)
Other Revenues				
Miscellaneous	1,445.69	70.63	-	70.63
Reimbursed Expense	11,848.14	6,922.46	9,000.00	(2,077.54)
Operating Transfers from				
Gas Utility Fund	-	116,515.00	84,515.00	32,000.00
Water Utility Fund	-	43,250.00	-	43,250.00
Sanitation Utility Fund	34,000.00	19,000.00	16,500.00	2,500.00
Total Cash Receipts	862,022.47	1,024,606.86	\$ 988,665.00	\$ 35,941.86
Expenditures and Transfers				
Subject to Budget				
General Government				
General Administration				
Personal Services	93,941.96	80,536.87	\$ 100,000.00	\$ (19,463.13)
Contractual Services	66,322.99	72,065.88	60,800.00	11,265.88
Commodities	12,220.32	11,035.17	11,000.00	35.17

CITY OF HUMBOLDT, KANSAS
GENERAL FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget (Continued)				
General Government (Continued)				
City Hall				
Contractual Services	\$ 23,302.89	\$ 20,520.84	\$ 13,500.00	\$ 7,020.84
Commodities	1,685.89	2,929.06	1,800.00	1,129.06
Capital Outlay	2,374.15	-	-	-
Employee Benefits				
Personal Services	135,956.29	123,784.89	146,500.00	(22,715.11)
Public Safety				
Municipal Court				
Personal Services	18,231.67	19,346.53	22,300.00	(2,953.47)
Contractual Services	3,080.18	1,927.32	3,000.00	(1,072.68)
Commodities	7,859.82	4,130.06	11,000.00	(6,869.94)
Police Department				
Personal Services	212,271.06	198,044.77	218,000.00	(19,955.23)
Contractual Services	18,480.18	21,212.82	22,003.00	(790.18)
Commodities	22,689.10	23,742.16	22,300.00	1,442.16
Capital Outlay	-	18,350.13	19,500.00	(1,149.87)
Fire Department				
Personal Services	16,793.60	22,257.80	23,500.00	(1,242.20)
Contractual Services	4,249.79	5,835.47	12,100.00	(6,264.53)
Commodities	7,094.07	8,640.28	17,750.00	(9,109.72)
Highways and Streets				
Street and Alley Department				
Personal Services	58,432.02	51,752.34	62,900.00	(11,147.66)
Contractual Services	49,917.06	46,173.80	52,256.00	(6,082.20)
Commodities	32,703.19	36,536.08	34,050.00	2,486.08
Capital Outlay	4,607.33	1,641.87	-	1,641.87
Noxious Weed Department				
Commodities	5,436.06	3,794.48	2,500.00	1,294.48

CITY OF HUMBOLDT, KANSAS
GENERAL FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget (Continued)				
Park Department				
Personal Services	\$ 22,332.87	\$ 17,663.16	\$ 13,200.00	\$ 4,463.16
Contractual Services	8,231.83	15,455.69	10,410.00	5,045.69
Commodities	4,409.36	5,244.06	5,900.00	(655.94)
Capital Outlay	7,473.23	-	-	-
Culture and Recreation				
Swimming Pool				
Contractual Services	-	-	4,000.00	(4,000.00)
Historical Society				
Appropriation to Historical Society	9,109.00	9,205.00	9,205.00	-
Library				
Appropriation to Library	71,356.00	71,357.00	71,357.00	-
Cemetery				
Appropriation to Mt. Hope Cemetery	11,000.00	11,500.00	11,500.00	-
Tourism				
Appropriation to Chamber of Commerce	7,350.00	7,525.00	7,525.00	-
Appropriation to Civil War Days	5,292.00	3,068.00	3,068.00	-
Neighborhood Revitalization	-	-	3,999.00	(3,999.00)
Debt Service				
Principal	22,211.91	80,255.84	82,215.00	(1,959.16)
Interest	18,773.34	18,984.40	-	18,984.40
Total Expenditures and Transfers Subject to Budget	<u>985,189.16</u>	<u>1,014,516.77</u>	<u>\$1,079,138.00</u>	<u>\$ (64,621.23)</u>
Receipts Over(Under) Expenditures	(123,166.69)	10,090.09		
Unencumbered Cash, Beginning	<u>113,719.83</u>	<u>(9,446.86)</u>		
Unencumbered Cash, Ending	<u>\$ (9,446.86)</u>	<u>\$ 643.23</u>		

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
CONSOLIDATED STREET AND HIGHWAY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Special Highway Tax	\$ 48,984.04	\$ 49,181.51	\$ 48,000.00	\$ 1,181.51
Intergovernmental				
State Grant	16,937.50	-	-	-
Use of Money and Property				
Interest Income	804.21	156.10	-	156.10
Other Revenues				
Reimbursed Expense	-	760.72	-	760.72
Operating Transfers from:				
Water Utility Fund	-	12,000.00	-	12,000.00
Gas Utility Fund	60,000.00	-	-	-
Total Cash Receipts	126,725.75	62,098.33	\$ 48,000.00	\$ 14,098.33
Expenditures and Transfers				
Subject to Budget				
Highways and Streets				
Contractual Services	21,564.34	3,058.52	\$ 12,000.00	\$ (8,941.48)
Commodities	27,821.09	44,118.84	25,000.00	19,118.84
Capital Outlay	101,487.98	11,398.20	11,000.00	398.20
Total Certified Budget			48,000.00	10,575.56
Adjustments for Qualifying				
Budget Credits			760.72	(760.72)
Total Expenditures and Transfers				
Subject to Budget	150,873.41	58,575.56	\$ 48,760.72	\$ 9,814.84
Receipts Over(Under) Expenditures	(24,147.66)	3,522.77		
Unencumbered Cash, Beginning	21,528.97	(2,618.69)		
Unencumbered Cash, Ending	\$ (2,618.69)	\$ 904.08		

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
MUNICIPAL EQUIPMENT RESERVE FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Federal Grants - FEMA	\$ -	\$ 12,761.10
Use of Money and Property		
Interest Income	424.45	82.38
	424.45	12,843.48
Total Cash Receipts	424.45	12,843.48
Expenditures and Transfers		
General Government		
Capital Outlay	10,205.76	15,514.80
	10,205.76	15,514.80
Total Expenditures and Transfers	10,205.76	15,514.80
Receipts Over(Under) Expenditures	(9,781.31)	(2,671.32)
Unencumbered Cash, Beginning	101,169.83	91,388.52
Unencumbered Cash, Ending	\$ 91,388.52	\$ 88,717.20

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
HOME REPAIR GRANT FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Federal Grants	\$ 42,088.81	\$ -
Operating Transfer from		
Community Development Fund	34,570.62	-
Total Cash Receipts	76,659.43	-
Expenditures and Transfers		
General Government		
Capital Outlay	46,992.35	-
Total Expenditures and Transfers	46,992.35	-
Receipts Over(Under) Expenditures	29,667.08	-
Unencumbered Cash, Beginning	(29,667.08)	-
Unencumbered Cash, Ending	\$ -	\$ -

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
SEWER IMPROVEMENT PROJECT FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Federal Grants	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
General Government		
Capital Outlay	-	-
Total Expenditures and Transfers	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	21.50	21.50
Unencumbered Cash, Ending	\$ 21.50	\$ 21.50

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
WATER IMPROVEMENT PROJECT FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Federal Grants - CDBG	\$ 283,192.00	\$ 116,808.00
Use of Money and Property		
Loan Proceeds	1,062,820.83	1,270,000.00
Other Revenues		
Reimbursed Expense	1,415.60	-
Operating Transfers from Water Tower Maintenance Reserve Fund	-	18,726.82
	1,347,428.43	1,405,534.82
Total Cash Receipts	1,347,428.43	1,405,534.82
Expenditures and Transfers		
General Government		
Contractual Services	113,428.62	27,398.38
Capital Outlay	1,103,267.66	424,615.08
Debt Service		
Principal	-	1,062,820.83
Interest	-	21,128.18
	1,216,696.28	1,535,962.47
Total Expenditures and Transfers	1,216,696.28	1,535,962.47
Receipts Over(Under) Expenditures	130,732.15	(130,427.65)
Unencumbered Cash, Beginning	(304.50)	130,427.65
Unencumbered Cash, Ending	\$ 130,427.65	\$ -

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
CITY HALL IMPROVEMENTS FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Federal Grants - USDA	\$ -	\$ 70,000.00
Use of Money and Property		
Loan Proceeds	258,830.19	200,000.00
Total Cash Receipts	258,830.19	270,000.00
Expenditures and Transfers		
General Government		
Contractual Services	5,481.00	6,627.52
Capital Outlay	252,604.69	1,400.00
Debt Service		
Principal	-	258,830.19
Interest	-	2,909.90
Operating Transfer to		
General Obligation		
Bond and Interest Fund	-	976.89
Total Expenditures and Transfers	258,085.69	270,744.50
Receipts Over(Under) Expenditures	744.50	(744.50)
Unencumbered Cash, Beginning	-	744.50
Unencumbered Cash, Ending	\$ 744.50	\$ -

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
BIKE ROUTE GRANT

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
State Grants	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
General Government		
Capital Outlay	131.19	-
Total Expenditures and Transfers	131.19	-
Receipts Over(Under) Expenditures	(131.19)	-
Unencumbered Cash, Beginning	3,626.62	3,495.43
Unencumbered Cash, Ending	\$ 3,495.43	\$ 3,495.43

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
WALKING TRAIL EQUIPMENT GRANT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Foundation Grants	\$ 25,000.00	\$ -
Total Cash Receipts	25,000.00	-
Expenditures and Transfers		
General Government		
Capital Outlay	25,000.00	-
Total Expenditures and Transfers	25,000.00	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
GENERAL OBLIGATION BOND AND INTEREST FUND
Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Transfers from				
City Hall Improvements Fund	\$ -	\$ 976.89	\$ -	\$ 976.89
Total Cash Receipts	-	976.89	\$ -	\$ 976.89
Expenditures and Transfers				
Subject to Budget				
Debt Service				
Principal	-	-	\$ -	\$ -
Interest	-	-	-	-
Total Expenditures and Transfers				
Subject to Budget	-	-	\$ -	\$ -
Receipts Over(Under) Expenditures	-	976.89		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ 976.89		

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
GAS UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Revenues				
Consumer Sales	\$ 731,554.86	\$ 610,855.29	\$ 800,000.00	\$ (189,144.71)
Other Fees	5,913.94	8,251.32	5,500.00	2,751.32
Intergovernmental				
Sales Tax	126.05	183.66	-	183.66
Use of Money and Property				
Interest Income	1,025.51	199.06	2,000.00	(1,800.94)
Other Revenues				
Miscellaneous	90.00	-	8,000.00	(8,000.00)
Reimbursed Expense	667.89	646.48	-	646.48
Total Cash Receipts	739,378.25	620,135.81	\$ 815,500.00	\$ (195,364.19)
Expenditures and Transfers				
Subject to Budget				
Production				
Contractual Services	462,469.00	447,947.70	\$ 550,000.00	\$ (102,052.30)
Transmission and Distribution				
Personal Services	89,209.77	85,528.87	98,400.00	(12,871.13)
Contractual Services	10,530.43	5,896.45	19,278.00	(13,381.55)
Commodities	18,398.11	13,646.30	26,050.00	(12,403.70)
Capital Outlay	15,475.62	1,983.93	-	1,983.93
General Administration				
Personal Services	72,040.85	66,790.94	80,800.00	(14,009.06)
Contractual Services	35,476.77	28,527.94	23,900.00	4,627.94
Commodities	3,131.55	4,779.39	4,000.00	779.39
Non-Operating Expense				
Sales Taxes	14,545.34	11,440.52	20,000.00	(8,559.48)
Utility Account Refund	2,096.54	274.27	1,000.00	(725.73)
Non-appropriated Reserve	-	-	125,900.00	(125,900.00)

CITY OF HUMBOLDT, KANSAS
GAS UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget (Continued)				
Debt Service				
Principle	\$ 1,837.00	\$ 11,211.37	\$ -	\$ 11,211.37
Interest	770.47	1,116.10	-	1,116.10
Operating Transfers to:				
General Fund	-	116,515.00	84,515.00	32,000.00
Water Utility Fund	-	-	15,239.00	(15,239.00)
Sewer Utility Fund	30,000.00	35,500.00	42,000.00	(6,500.00)
Swimming Pool Utility Fund	42,000.00	15,000.00	20,000.00	(5,000.00)
Consolidated Street and Highway Fund	60,000.00	-	-	-
Total Expenditures and Transfers Subject to Budget	857,981.45	846,158.78	\$1,111,082.00	\$ (264,923.22)
Receipts Over(Under) Expenditures	(118,603.20)	(226,022.97)		
Unencumbered Cash, Beginning	376,253.35	257,650.15		
Unencumbered Cash, Ending	\$ 257,650.15	\$ 31,627.18		

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
GAS UTILITY SURPLUS FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
Improvements		
Capital Outlay	-	-
Total Expenditures and Transfers	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	5,121.59	5,121.59
Unencumbered Cash, Ending	\$ 5,121.59	\$ 5,121.59

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
WATER UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Revenues				
Water Sales	\$ 491,249.78	\$ 561,949.66	\$ 495,000.00	\$ 66,949.66
Penalties	16,831.47	17,096.60	39,600.00	(22,503.40)
Other Fees	3,266.83	4,029.72	-	4,029.72
Intergovernmental				
Federal Grants	-	7,650.00	-	7,650.00
Sales Tax	129.72	265.76	-	265.76
Use of Money and Property				
Interest Income	219.11	42.52	500.00	(457.48)
Other Revenues				
Miscellaneous	90.00	-	-	-
Reimbursed Expense	18,616.49	730.48	5,000.00	(4,269.52)
Operating Transfers from				
Gas Utility Fund	-	-	15,239.00	(15,239.00)
Total Cash Receipts	530,403.40	591,764.74	\$ 555,339.00	\$ 36,425.74
Expenditures and Transfers				
Subject to Budget				
Production				
Personal Services	150,877.92	156,276.60	\$ 146,000.00	\$ 10,276.60
Contractual Services	40,764.63	38,927.82	64,819.00	(25,891.18)
Commodities	53,542.16	49,534.49	58,200.00	(8,665.51)
Capital Outlay	352.50	-	-	-
Transmission and Distribution				
Personal Services	50,900.05	47,137.90	48,900.00	(1,762.10)
Contractual Services	9,016.95	5,681.45	17,828.00	(12,146.55)
Commodities	29,719.32	25,237.37	22,100.00	3,137.37
Capital Outlay	7,030.40	3,879.55	-	3,879.55
General Administration				
Personal Services	104,773.87	104,473.59	106,700.00	(2,226.41)
Contractual Services	16,012.43	20,788.00	15,900.00	4,888.00
Commodities	3,081.40	4,579.84	3,500.00	1,079.84

CITY OF HUMBOLDT, KANSAS
WATER UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget (Continued)				
Non-Operating Expenses				
Sales Tax	\$ 5,335.86	\$ 5,911.33	\$ 4,000.00	\$ 1,911.33
Non-appropriated Reserve	-	-	42,623.00	(42,623.00)
Debt Service				
Principal	10,956.44	30,844.93	-	30,844.93
Interest	7,894.45	4,680.84	-	4,680.84
Operating Transfers to:				
General Fund	-	43,250.00	-	43,250.00
Consolidated Street and Highway Fund	-	12,000.00	-	12,000.00
Swimming Pool Utility Fund	-	11,500.00	10,000.00	1,500.00
Gas Utility Fund	-	-	-	-
Drainage Utility Fund	-	11,250.00	15,000.00	(3,750.00)
Sewer Utility Fund	30,000.00	-	-	-
Total Expenditures and Transfers Subject to Budget	<u>520,258.38</u>	<u>575,953.71</u>	<u>\$ 555,570.00</u>	<u>\$ 20,383.71</u>
Receipts Over(Under) Expenditures	10,145.02	15,811.03		
Unencumbered Cash, Beginning	<u>(2,056.67)</u>	<u>8,088.35</u>		
Unencumbered Cash, Ending	<u>\$ 8,088.35</u>	<u>\$ 23,899.38</u>		

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
WATER UTILITY REVENUE BOND SURPLUS FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
Operating Transfers to		
Water Utility Fund	-	-
Total Expenditures and Transfers	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	7,092.37	7,092.37
Unencumbered Cash, Ending	\$ 7,092.37	\$ 7,092.37

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
WATER TOWER MAINTENANCE RESERVE FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfer from:		
Water Utility Fund	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
Operating Transfers to		
Water Improvement Project Fund	-	18,726.82
Total Expenditures and Transfers	-	18,726.82
Receipts Over(Under) Expenditures	-	(18,726.82)
Unencumbered Cash, Beginning	70,702.47	70,702.47
Unencumbered Cash, Ending	\$ 70,702.47	\$ 51,975.65

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
SEWER UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Revenues				
User Fees	\$ 381,235.27	\$ 415,902.11	\$ 407,000.00	\$ 8,902.11
Other Fees	40.00	68.86	-	68.86
Intergovernmental				
Sales Tax	40.84	-	-	-
Use of Money and Property				
Interest Income	19.09	3.72	1,000.00	(996.28)
Other Revenues				
Reimbursed Expense	1,077.46	2,330.34	1,900.00	430.34
Operating Transfers from:				
Water Utility Fund	30,000.00	-	-	-
Gas Utility Fund	30,000.00	35,500.00	46,068.00	(10,568.00)
Sewer Utility Fund	-	-	10,000.00	(10,000.00)
Sanitation Utility Fund	-	10,000.00	-	10,000.00
Total Cash Receipts	442,412.66	463,805.03	\$ 465,968.00	\$ (2,162.97)
Expenditures and Transfers				
Subject to Budget				
Collections				
Personal Services	41,575.47	40,010.81	\$ 44,100.00	\$ (4,089.19)
Contractual Services	5,561.70	2,858.09	4,100.00	(1,241.91)
Commodities	3,942.18	4,776.53	4,250.00	526.53
Sewage Treatment				
Personal Services	73,025.47	83,475.58	81,915.00	1,560.58
Contractual Services	23,540.76	33,781.41	41,468.00	(7,686.59)
Commodities	6,556.57	6,694.21	7,350.00	(655.79)
Capital Outlay	4,675.88	-	3,600.00	(3,600.00)
General Administration				
Personal Services	49,500.99	52,327.61	47,600.00	4,727.61
Contractual Services	4,867.36	7,136.09	4,550.00	2,586.09
Commodities	1,192.16	1,275.00	1,200.00	75.00

CITY OF HUMBOLDT, KANSAS
SEWER UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over Under
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget (Continued)				
Non-Operating Expenses				
Non-appropriated Reserve	\$ -	\$ -	\$ 248.00	\$ (248.00)
Debt Service				
Principal	-	4,999.00	-	4,999.00
Interest	-	69.00	-	69.00
Operating Transfers to				
Sewer Utility Principal				
and Interest Fund	226,965.96	226,965.96	226,966.00	(0.04)
Total Expenditures and Transfers				
Subject to Budget	441,404.50	464,369.29	\$ 467,347.00	\$ (2,977.71)
Receipts Over(Under) Expenditures	1,008.16	(564.26)		
Unencumbered Cash, Beginning	(233.99)	774.17		
Unencumbered Cash, Ending	\$ 774.17	\$ 209.91		

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
SEWER UTILITY PRINCIPAL AND INTEREST FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ 218.73	\$ 42.46
Operating Transfers from Sewer Utility Fund	226,965.96	226,965.96
Total Cash Receipts	227,184.69	227,008.42
Expenditures and Transfers		
Debt Service		
Principal	160,093.75	165,255.32
Interest	61,422.60	56,664.49
Service Fee	5,386.59	4,983.13
Total Expenditures and Transfers	226,902.94	226,902.94
Receipts Over(Under) Expenditures	281.75	105.48
Unencumbered Cash, Beginning	98,582.93	98,864.68
Unencumbered Cash, Ending	\$ 98,864.68	\$ 98,970.16

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
SEWER UTILITY REPLACEMENT FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	<u>Prior</u> <u>Year</u> <u>Actual</u>	<u>Current</u> <u>Year</u> <u>Actual</u>
Cash Receipts		
Use of Money and Property		
Interest Income	\$ 272.22	\$ 52.83
Total Cash Receipts	<u>272.22</u>	<u>52.83</u>
Expenditures and Transfers		
General Administration		
Capital Outlay	<u>568.77</u>	<u>-</u>
Total Expenditures and Transfers	<u>568.77</u>	<u>-</u>
Receipts Over(Under) Expenditures	(296.55)	52.83
Unencumbered Cash, Beginning	<u>1,490.08</u>	<u>1,193.53</u>
Unencumbered Cash, Ending	<u>\$ 1,193.53</u>	<u>\$ 1,246.36</u>

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
SANITATION UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Revenues				
User Fees	\$ 114,918.08	\$ 124,443.10	\$ 117,000.00	\$ 7,443.10
Use of Money and Property				
Interest Income	234.96	45.62	500.00	(454.38)
Total Cash Receipts	115,153.04	124,488.72	\$ 117,500.00	\$ 6,988.72
Expenditures and Transfers				
Subject to Budget				
Collections				
Personal Services	157.56	-	\$ -	-
Contractual Services	110,522.69	114,469.45	115,000.00	(530.55)
General and Administration				
Personal Services	11,054.54	13,311.99	13,400.00	(88.01)
Contractual Services	135.00	27.50	-	27.50
Commodities	685.50	723.00	-	723.00
Non-Operating Expenditures				
Sales Tax	286.05	279.98	300.00	(20.02)
Non-appropriated Reserve	-	-	4,306.00	(4,306.00)
Operating Transfers to:				
General Fund	34,000.00	19,000.00	16,500.00	2,500.00
Sewer Utility Fund	-	10,000.00	10,000.00	-
Drainage Utility Fund	20,000.00	-	-	-
Swimming Pool Utility Fund	6,000.00	-	-	-
Swimming Pool Reserve Fund	18,750.00	-	-	-
Total Expenditures and Transfers	201,591.34	157,811.92	\$ 159,506.00	\$ (1,694.08)
Receipts Over(Under) Expenditures	(86,438.30)	(33,323.20)		
Unencumbered Cash, Beginning	128,444.08	42,005.78		
Unencumbered Cash, Ending	<u>\$ 42,005.78</u>	<u>\$ 8,682.58</u>		

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
SWIMMING POOL UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Revenues				
Admission Charges	\$ 16,770.64	\$ 22,067.25	\$ 24,000.00	\$ (1,932.75)
Intergovernmental				
Sales Tax	41,264.32	44,174.20	44,000.00	174.20
Use of Money and Property				
Interest Income	37.78	7.32	-	7.32
Operating Transfers from:				
Gas Utility Fund	42,000.00	15,000.00	20,000.00	(5,000.00)
Sanitation Utility Fund	6,000.00	-	-	-
Water Utility Fund	-	11,500.00	10,000.00	1,500.00
Total Cash Receipts	106,072.74	92,748.77	\$ 98,000.00	\$ (5,251.23)
Expenditures and Transfers				
Subject to Budget				
Culture and Recreation				
Personal Services	41,543.81	31,558.58	\$ 38,300.00	\$ (6,741.42)
Contractual Services	8,495.82	9,899.86	7,130.00	2,769.86
Commodities	11,292.26	12,507.83	16,250.00	(3,742.17)
Capital Outlay	11,238.56	2,192.00	-	2,192.00
Appropriations to Humboldt				
Public Building Commission	36,380.00	35,810.00	35,810.00	-
Non-Operating Expenditures				
Non-appropriated Reserve	-	-	695.00	(695.00)
Total Expenditures and Transfers	108,950.45	91,968.27	\$ 98,185.00	\$ (6,216.73)
Receipts Over(Under) Expenditures	(2,877.71)	780.50		
Unencumbered Cash, Beginning	2,944.66	66.95		
Unencumbered Cash, Ending	<u>\$ 66.95</u>	<u>\$ 847.45</u>		

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
SWIMMING POOL RESERVE FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	<u>Prior</u> <u>Year</u> <u>Actual</u>	<u>Current</u> <u>Year</u> <u>Actual</u>
Cash Receipts		
Operating Transfers from:		
Sanitation Utility Fund	\$ 18,750.00	\$ -
Total Cash Receipts	<u>18,750.00</u>	<u>-</u>
Expenditures and Transfers		
Culture and Recreation		
Capital Outlay	<u>-</u>	<u>-</u>
Total Expenditures and Transfers	<u>-</u>	<u>-</u>
Receipts Over(Under) Expenditures	18,750.00	-
Unencumbered Cash, Beginning	<u>26,250.00</u>	<u>45,000.00</u>
Unencumbered Cash, Ending	<u>\$ 45,000.00</u>	<u>\$ 45,000.00</u>

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
DRAINAGE UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Revenue				
User Fees	\$ 10,304.81	\$ 11,366.66	\$ 10,000.00	\$ 1,366.66
Operating Transfers from:				
Water Utility Fund	-	11,250.00	15,000.00	(3,750.00)
Sanitation Utility Fund	20,000.00	-	-	-
Total Cash Receipts	<u>30,304.81</u>	<u>22,616.66</u>	<u>\$ 25,000.00</u>	<u>\$ (2,383.34)</u>
Expenditures and Transfers				
Subject to Budget				
Collections				
Personal Services	26,696.95	22,362.86	\$ 24,240.00	\$ (1,877.14)
Commodities	-	675.00	-	675.00
Capital Outlay	6,448.75	-	1,000.00	(1,000.00)
Non Appropriated Reserve	-	-	97.00	(97.00)
Total Expenditures and Transfers				
Subject to Budget	<u>33,145.70</u>	<u>23,037.86</u>	<u>\$ 25,337.00</u>	<u>\$ (2,299.14)</u>
Receipts Over(Under) Expenditures	(2,840.89)	(421.20)		
Unencumbered Cash, Beginning	<u>4,191.06</u>	<u>1,350.17</u>		
Unencumbered Cash, Ending	<u>\$ 1,350.17</u>	<u>\$ 928.97</u>		

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
COMMUNITY DEVELOPMENT FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ 971.67	\$ 105.70
Other Revenue		
Reimbursed Expense	-	12,945.00
	971.67	13,050.70
 Total Cash Receipts	 971.67	 13,050.70
 Expenditures and Transfers		
Community Development		
Contractual Services	3,450.44	2,476.61
Capital Outlay	5,458.72	14,000.00
Operating Transfers to		
Home Repair Grant Fund	34,570.62	-
	43,479.78	16,476.61
 Total Expenditures and Transfers	 43,479.78	 16,476.61
 Receipts Over(Under) Expenditures	 (42,508.11)	 (3,425.91)
 Unencumbered Cash, Beginning	 142,962.58	 100,454.47
 Unencumbered Cash, Ending	 \$ 100,454.47	 \$ 97,028.56

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
LEITZBACH TRUST FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	<u>Prior</u> <u>Year</u> <u>Actual</u>	<u>Current</u> <u>Year</u> <u>Actual</u>
Cash Receipts		
Use of Money and Property		
Interest Income	\$ 4.25	\$ 0.45
Total Cash Receipts	<u>4.25</u>	<u>0.45</u>
Expenditures and Transfers		
Culture and Recreation		
Appropriation to Library	<u>-</u>	<u>-</u>
Total Expenditures and Transfers	<u>-</u>	<u>-</u>
Receipts Over(Under) Expenditures	4.25	0.45
Unencumbered Cash, Beginning	<u>5,704.29</u>	<u>5,708.54</u>
Unencumbered Cash, Ending	<u>\$ 5,708.54</u>	<u>\$ 5,708.99</u>

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
SCHANEMAN-ROURK TRUST FUND

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Distribution from Rourk Estate	\$ 6,558.10	\$ 6,382.99
Interest Income	8.60	3.48
	<u>6,566.70</u>	<u>6,386.47</u>
 Total Cash Receipts	 <u>6,566.70</u>	 <u>6,386.47</u>
 Expenditures and Transfers		
Charitable Bequests and Assistance	9,527.70	8,314.70
Commodities	-	-
	<u>9,527.70</u>	<u>8,314.70</u>
 Total Expenditures and Transfers	 <u>9,527.70</u>	 <u>8,314.70</u>
 Receipts Over(Under) Expenditures	 (2,961.00)	 (1,928.23)
 Unencumbered Cash, Beginning	 <u>13,410.98</u>	 <u>10,449.98</u>
 Unencumbered Cash, Ending	 <u>\$ 10,449.98</u>	 <u>\$ 8,521.75</u>

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
AGENCY FUNDS
Schedule of Cash Receipts and Cash Disbursements
For the Year Ended December 31, 2011

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Payroll Clearing Fund	\$ 46,713.91	\$ 12,869.19	\$ 16,069.10	\$ 43,514.00
Employee Flex	35.70	4,708.34	5,546.91	(802.87)
ING Deferred Comp	-	6,980.00	6,980.00	-
KS Drug Forfeitures	1,888.16	26.77	1,898.94	15.99
Police Donations	2,741.24	817.50	2,181.21	1,377.53
River Park	645.31	-	369.75	275.56
Rebuild Public Square	1,333.63	1,530.00	2,226.36	637.27
Downtown Action Team	-	13,179.34	1,816.32	11,363.02
	<u>\$ 53,357.95</u>	<u>\$ 40,111.14</u>	<u>\$ 37,088.59</u>	<u>\$ 56,380.50</u>

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
HUMBOLDT HISTORICAL SOCIETY

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Appropriations from County	\$ 5,000.00	\$ 5,000.00
Appropriations from City	9,109.00	9,205.00
Use of Money and Property		
Interest Income	1,665.71	1,540.09
Other Revenues		
Donations and Memberships	4,234.95	3,952.63
 Total Cash Receipts	 20,009.66	 19,697.72
 Expenditures and Transfers		
Culture and Recreation		
Contractual Services	9,007.80	8,234.80
Commodities	4,019.95	1,763.99
 Total Expenditures and Transfers	 13,027.75	 9,998.79
 Receipts Over(Under) Expenditures	 6,981.91	 9,698.93
 Unencumbered Cash, Beginning	 93,057.61	 100,039.52
 Unencumbered Cash, Ending	 \$ 100,039.52	 \$ 109,738.45

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
HUMBOLDT PUBLIC LIBRARY

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year <u>Combined Total</u>	Current Year <u>Library</u>	Current Year <u>Foundation</u>	Current Year <u>Combined Total</u>
Cash Receipts				
Intergovernmental				
SEK Library Association	\$ 6,409.00	\$ 6,652.00	\$ -	\$ 6,652.00
City of Humboldt	71,356.00	71,357.00	-	71,357.00
State Aid	1,029.00	892.00	-	892.00
Use of Money and Property				
Interest Income	1,252.96	1,902.08	-	1,902.08
Investment Income (Loss)-Foundation	10,753.94	-	(26,065.83)	(26,065.83)
Other Revenues				
Donations	167.70	27,166.60	-	27,166.60
Donations - Foundation	887.00	-	503.00	503.00
Miscellaneous	1,169.67	1,127.09	-	1,127.09
Total Cash Receipts	<u>93,025.27</u>	<u>109,096.77</u>	<u>(25,562.83)</u>	<u>83,533.94</u>
Expenditures and Transfers				
Culture and Recreation				
Personal Services	58,148.99	56,648.92	-	56,648.92
Contractual Services	9,118.93	8,008.83	115.00	8,123.83
Commodities	16,440.97	14,418.73	-	14,418.73
Capital Outlay	-	3,044.78	16,601.00	19,645.78
Total Expenditures and Transfers	<u>83,708.89</u>	<u>82,121.26</u>	<u>16,716.00</u>	<u>98,837.26</u>
Receipts Over(Under) Expenditures	9,316.38	26,975.51	(42,278.83)	(15,303.32)
Unencumbered Cash, Beginning	<u>626,969.95</u>	<u>131,020.91</u>	<u>505,265.42</u>	<u>636,286.33</u>
Unencumbered Cash, Ending	<u>\$ 636,286.33</u>	<u>\$ 157,996.42</u>	<u>\$ 462,986.59</u>	<u>\$ 620,983.01</u>

**

** - Unencumbered cash balance includes mutual fund investments stated at cost totaling \$462,986.59 however, fair value at December 31, 2011 was \$405,242.26, resulting in an unrealized loss of \$57,744.33.

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
FIREMEN'S RELIEF ASSOCIATION

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
State Insurance Commissioner	\$ 4,285.38	\$ 4,104.38
Use of Money and Property		
Interest Income	1,411.56	1,264.03
Other Revenues		
Fire Fighters Premium	3,100.00	1,575.00
Life Insurance Cashed In	-	4,984.81
	8,796.94	11,928.22
 Total Cash Receipts		
Expenditures and Transfers		
Public Safety		
Contractual Services	7,187.54	12,098.74
	7,187.54	12,098.74
Total Expenditures and Transfers		
Receipts Over(Under)Expenditures	1,609.40	(170.52)
Unencumbered Cash, Beginning	76,805.95	78,415.50
Unencumbered Cash, Ending	\$ 78,415.35	\$ 78,244.98

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
MOUNT HOPE CEMETERY

Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Taxes and Shared Revenue		
Appropriation from City	\$ 11,000.00	\$ 11,500.00
Appropriation from Township	11,000.00	11,500.00
Charges for Services		
Grave Openings and Lots Sold	1,176.00	2,125.00
Use of Money and Property		
Interest Income	179.45	156.86
Other Revenues		
Donations	-	1,000.00
Miscellaneous	1,284.40	1,600.00
Reimbursed Expense	30.00	-
	24,669.85	27,881.86
Total Cash Receipts		
Expenditures and Transfers		
Public Service		
Personal Services	25,503.52	22,600.28
Contractual Services	2,862.39	3,828.15
Commodities	2,715.16	2,595.12
	31,081.07	29,023.55
Total Expenditures and Transfers		
Receipts Over(Under) Expenditures	(6,411.22)	(1,141.69)
Unencumbered Cash, Beginning	38,144.39	31,733.17
Unencumbered Cash, Ending	\$ 31,733.17	\$ 30,591.48

See accompanying independent auditors' report

CITY OF HUMBOLDT, KANSAS
HUMBOLDT PUBLIC BUILDING COMMISSION
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Taxes and Shared Revenue		
Appropriation from City	\$ 36,380.00	\$ 35,810.00
	36,380.00	35,810.00
Total Cash Receipts	36,380.00	35,810.00
Expenditures and Transfers		
Debt Service		
Principal Payments	15,000.00	15,000.00
Interest	21,380.00	20,810.00
	36,380.00	35,810.00
Total Expenditures and Transfers	36,380.00	35,810.00
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

See accompanying independent auditors' report