

**CITY OF BALDWIN CITY, KANSAS**  
**FINANCIAL STATEMENTS**  
**Year Ended December 31, 2012**

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CITY OF BALDWIN CITY, KANSAS

FINANCIAL STATEMENTS  
Year ending December 31, 2012

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MIZE & HOUSER  
COMPANY P.A.

## INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

Mayor and City Council  
City of Baldwin City, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Baldwin City, Kansas (the City), as of and for the year ended December 31, 2012 and the related notes to the financial statement. The prior year partial comparative information has been derived from the City's financial statements for the year ended December 31, 2011. In our report dated July 31, 2012, on these financial statements we expressed an adverse opinion as to presentation on the basis of generally accepted accounting principles and an unqualified opinion as to presentation on the Kansas prescribed basis of accounting.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

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 and Accounting 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by the City to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

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

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" 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 as of December 31, 2012, or changes in financial position and cash flows thereof for the year then ended.

*Opinion on Regulatory Basis of Accounting*

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 as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

The financial statements include partial prior-year comparative information. Such information does not include all of the information required for a presentation in conformity with the Kansas prescribed basis of accounting. Accordingly, such information should be read in conjunction with the City's financial statements for the year ended December 31, 2011, from which such partial information was derived.

*Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget and individual fund schedules of regulatory basis 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 basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

*Mike Houser: Company PA*

June 17, 2013

CITY OF BALDWIN CITY, KANSAS

Summary Statement of Receipts, Expenditures and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2012

Funds	Beginning Unencumbered Cash Balance	Prior Year Adjustment	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:							
General Fund:							
General Fund	\$ 69,098	\$ -	\$ 2,103,205	\$ 1,890,154	\$ 282,149	\$ 46,577	\$ 328,726
Special Purpose Funds:							
Library Fund	-	-	137,407	137,407	-	-	-
Special Parks and Recreation Fund	89,258	-	11,286	25,149	75,395	-	75,395
Special Highway Fund	210,682	-	131,938	47,242	295,378	-	295,378
Swimming Pool Sales Tax Revenue Fund	111,367	-	-	740	110,627	-	110,627
General Reserve Fund	193,278	-	76,129	44,215	225,192	4,327	229,519
Cemetery Reserve Fund	112,769	-	6,000	13,110	105,659	-	105,659
Cemetery Fund	30,049	-	27,207	13,744	43,512	435	43,947
Debt Service Funds:							
Bond and Interest Fund	12,561	-	350,525	347,683	15,403	-	15,403
Special Assessment Fund	-	-	-	-	-	-	-
Capital Project Funds:							
Capital Project Fund	2,404,462	-	-	1,657,989	746,473	30,149	776,622
Quality of Life Sales Tax Fund	154,523	-	91,690	52,495	193,718	144	193,862
Business Funds:							
Electric System Fund	1,297,986	-	4,647,341	4,402,929	1,542,398	64,478	1,606,876
Electric Project Fund	50,936	-	300,000	201,826	149,110	-	149,110
Water System Fund	1,012,227	-	3,143,696	2,942,672	1,213,251	47,649	1,260,900
Water Project Fund	392,680	-	-	113,432	279,248	600	279,848
Sewer Project Fund	-	-	152,712	-	152,712	-	152,712
Wastewater Utility Fund	557,644	-	1,336,793	1,641,067	253,370	6,214	259,584
Refuse Utility Fund	2,597	-	192,703	186,978	8,322	-	8,322
Total Primary Government	<u>6,702,117</u>	<u>-</u>	<u>12,708,632</u>	<u>13,718,832</u>	<u>5,691,917</u>	<u>200,573</u>	<u>5,892,490</u>
Related Municipal Entity:							
Baldwin City Library	<u>538,359</u>	<u>-</u>	<u>73,747</u>	<u>51,017</u>	<u>561,089</u>	<u>-</u>	<u>561,089</u>
Total Related Municipal Entity	<u>538,359</u>	<u>-</u>	<u>73,747</u>	<u>51,017</u>	<u>561,089</u>	<u>-</u>	<u>561,089</u>
Total Reporting Entity	<u>\$ 7,240,476</u>	<u>\$ -</u>	<u>\$12,782,379</u>	<u>\$ 13,769,849</u>	<u>\$ 6,253,006</u>	<u>\$ 200,573</u>	<u>\$ 6,453,579</u>

Composition of Cash:

Baldwin State Bank	
Checking	\$ 5,892,490
Checking - Baldwin City Library	228,151
Certificates of Deposit - Baldwin City Library	319,421
Bank of America - Baldwin City Library Shares	<u>13,517</u>
Total	<u>\$ 6,453,579</u>

CITY OF BALDWIN CITY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2012

NOTE 1 - Summary of Significant Accounting Policies

Financial Reporting Entity

The City of Baldwin City, Kansas, (the City) is a municipal corporation governed by a mayor and a five member council. These financial statements present the City and its related municipal entity for which the City is considered to be financially accountable.

*Related Municipal Entity.* The Baldwin City Public Library (Library) serves the citizens within the City's jurisdiction. The City appoints the entire governing body of the Library. Because the Library is not a separate taxing entity, the City levies taxes for the Library's operations. The Library is presented as a governmental fund type. Complete financial statements are not available for the Library for the year ended December 31, 2012.

Basis of Accounting

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.* The *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

Departure from Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts (except as noted), 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 accounting principles generally accepted in the United States of America. Capital assets that account for the land, buildings and equipment owned by the City are not presented in the financial statements. Also, long-term debt such as general obligation bonds, temporary notes and compensated absences are not presented in the financial statements. Inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase, as required by state statutes.

Regulatory Basis Fund Types

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.

CITY OF BALDWIN CITY, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Regulatory Basis Fund Types (Continued)

The following types of funds comprise the financial activities of the City for the year ended June 30, 2012:

General Fund - to account for all unrestricted cash except that required to be accounted for in another fund. This is the principal operating fund of the City.

Special Purpose Funds - are used to account for revenues derived from specific taxes, governmental grants or other revenue sources which are restricted to finance particular functions or activities of the City.

The Debt Service Funds are used to account for the accumulation of cash for, and the payment of, principal, interest and other related costs of the City's debt.

The Capital Project Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

Business Fund – funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.)

Budgetary Information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The 2012 budget was not amended.

The statutes permit management to transfer 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. In the financial statements, budget comparisons 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 City 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.

CITY OF BALDWIN CITY, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

NOTE 1 - Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

A legal operating budget is not required for capital project funds and certain special revenue funds. Spending in funds which are not subject to the legal annual operating budget requirements is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

NOTE 2 - Deposits

*Deposits.* K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, 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.

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

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

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has no designated "peak periods". All deposits were legally secured at December 31, 2012.

At December 31, 2012, the City's carrying amount of deposits was \$5,892,490 and the bank balance was \$5,925,076. The bank balance was held by three one bank resulting in a concentration of credit risk. Of the bank balance, \$250,000 was covered by federal depository insurance and the balance of \$5,675,076 was collateralized with securities held by the pledging financial institutions' agents in the City's name. Library deposits of \$299,174 were unsecured at December 31, 2012 which is a violation of K.S.A. 9-1042.

*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 or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

NOTE 3 - Retirement Plan

*Plan Description.* The City participates in the Kansas Public Employees Retirement System (KPERs). KPERs is a part of a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. KPERs provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERs issue a publicly available financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERs (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

CITY OF BALDWIN CITY, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2012

NOTE 3 - Retirement Plan (Continued)

*Funding Policy* - K.S.A. 74-419 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates. The employer contributions to KPERS for years ending December 31, 2012, 2011 and 2010 were \$92,676, \$89,281, and \$87,014, respectively, equal to the required contributions for each year. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which are determined separately for each participating employer. The City's contributions to ,KP&F for the year ended December 31, 2012, 2011, and 2010, was \$67,098, \$57,639 and \$51,460, equal to the required contributions for each year.

NOTE 4 - Long-Term Debt

During the year ended December 31, 2012, the following changes occurred in long term liabilities:

<u>Type of Issue</u>	Beginning Principal Outstanding	Additions to Principal	Reductions of Principal	Ending Principal Outstanding
Loans	\$ 4,954,025	\$ -	\$ 1,398,508	\$ 3,555,517
Temporary Notes	2,325,000	-	-	2,325,000
General Obligation Bonds	9,895,000	1,125,000	625,000	10,395,000
Capital Leases	47,007	38,585	23,120	62,472
Total	<u>\$ 17,221,032</u>	<u>\$ 1,163,585</u>	<u>\$ 2,046,628</u>	<u>\$ 16,337,989</u>

*General Obligation Bonds.* The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary funds if they are expected to be repaid from proprietary fund revenues. In addition, general obligation bonds have been issued to refund other general obligation bonds.

CITY OF BALDWIN CITY, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

NOTE 4 - Long-Term Debt (Continued)

General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

	<u>Date of</u>	<u>Date of</u>		<u>Original</u>	<u>Current</u>
	<u>Issuance</u>	<u>Maturity</u>	<u>Interest Rate</u>	<u>Amount</u>	<u>Amount</u>
<u>Governmental Activities</u>					
Fire Station, Series 1998	08/01/98	09/01/13	4.30 - 6.00%	\$ 400,000	\$ 40,000
Street Improvement, Series 2001	10/01/07	09/01/27	3.625 - 4.15%	1,290,000	1,125,000
Improvement, Series 2007-A	10/01/07	09/01/27	4.125 - 4.375%	2,205,000	1,830,000
<u>Business-Type Activities</u>					
Refunding, Series 2005	03/03/05	11/01/26	3.00 - 4.50%	9,100,000	6,275,000
Refunding, Series 2012	06/15/12	08/01/24	0.50 - 2.20%	1,125,000	<u>1,125,000</u>
Total General Obligation Bonds					<u>\$ 10,395,000</u>

Annual debt service requirements to maturity for the general obligation bonds are as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>
<u>December 31,</u>		
2013	\$ 730,000	\$ 403,479
2014	720,000	374,994
2015	735,000	349,361
2016	775,000	322,859
2017	790,000	294,753
2018-2022	4,130,000	986,674
2023-2027	2,515,000	270,115
	<u>\$ 10,395,000</u>	<u>\$ 3,002,234</u>

*State Agency Loans.* The Kansas Department of Health and Environment has issued six loans to the City to be used as matching funds by the City for federal grants for wastewater system improvements and water supply improvements. Although the six loans are general obligations of the City, the City intends to make principal and interest payments on the loans from revenue derived from wastewater and water charges to the consumer. The first loan was for \$300,559 and calls for an interest rate of 3.78%. This loan had an outstanding balance of \$10,844 at December 31, 2012. The City will retire this loan with semi-annual payments through March 2013. Interest paid on this KDHE loan in 2012 was \$1,009. The second loan was for \$450,538 and had an outstanding balance at December 31, 2012 of \$117,601. The interest rate is 3.37% and requires semi-annual principal and interest payments through September 2016. Interest paid on the second KDHE loan in 2012 was \$4,644. The third loan was for \$409,438 and had an outstanding loan balance at December 31, 2012 of \$172,813. Interest payments totaled \$5,411 in 2012. Semi-annual payments are required through September 2019. The fourth loan was for \$2,955,074 with an outstanding balance at December 31, 2012 of \$2,243,478. Interest payments totaled \$67,375 in 2012. Semi-annual payments are required through 2022. As of December 31, 2012, the fifth loan was for \$1,256,649 with an outstanding balance at December 31, 2012 of \$1,010,781. Interest payments totaled \$26,688 in 2012. Semi-annual payments are required through 2029. The first through fifth loans are reported in the Wastewater Utility Fund.

CITY OF BALDWIN CITY, KANSAS  
NOTES TO THE FINANCIAL STATEMENTS  
December 31, 2012

NOTE 4 - Long-Term Debt (Continued)

The following displays annual debt service requirements to maturity for the first four loans to be paid from service revenues:

Year Ending December 31,	Principal	Interest
2013	\$ 295,094	\$ 105,684
2014	293,206	96,651
2015	302,445	87,543
2016	311,976	78,147
2017	289,676	68,723
2018-2022	1,608,913	200,072
2023-2027	341,990	42,593
2028-2029	112,219	3,157
	\$ 3,555,517	\$ 682,570

*Temporary Notes.* The City issued temporary notes in the amount of \$2,325,000 to provide temporary funds for the acquisition and construction of major capital facilities. The interest rate on the notes is 1.50% with a final maturity of September 1, 2013. In 2013, the City has issued general obligation bonds to refund the temporary notes.

*Leases.* The City has entered into lease agreements for the acquisition of equipment in the current and prior years. These lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of the lease term).

The future minimum lease obligations as of December 31, 2012 are as follows:

Year Ending December 31,	Principal	Interest
2013	\$ 22,858	\$ 2,321
2014	23,735	1,420
2015	7,782	644
2016	8,097	329
	\$ 62,472	\$ 4,714

*Special Assessments.* As provided by Kansas Statutes, 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. The special assessment debt is a contingent liability of the City to the extent of property owner defaults, which have historically been immaterial.

CITY OF BALDWIN CITY, KANSAS  
 NOTES TO THE FINANCIAL STATEMENTS  
 December 31, 2012

NOTE 5 - Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance for these risks of loss, including related lost revenue. No significant reductions in insurance coverage from that of the prior year have occurred. Settlements have not exceeded insurance coverage for each of the last three years.

NOTE 6 - Interfund Transfers

A reconciliation of transfers by fund type for 2012 follows:

Fund	To	From
General	\$ 423,066	\$ 18,623
Special Parks and Recreation	-	15,500
Special Highway	-	21,398
General Reserve	75,698	-
Cemetery Reserve	6,000	-
Cemetery	-	6,000
Bond and Interest	221,341	-
Quality of Life Sales Tax	-	20,000
Electric System	-	650,000
Electric Project	300,000	-
Water System	168,445	236,878
Sewer Project	152,712	-
Wastewater Utility	383,814	754,277
Refuse Utility	-	8,400
Total	<u>\$ 1,731,076</u>	<u>\$ 1,731,076</u>

NOTE 7 - Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Vacation earned but unused at termination is paid to the employees at their current rate of pay up to a maximum of 30 days. Employees who resign in good standing are entitled to ten percent of their unused sick leave and employees who retire in good standing are entitled to twenty percent of their sick leave. The liability for compensated absences at December 31, 2012 is \$80,612.

NOTE 8 – Related Party Transaction

The City paid \$8,094 during the year ended December 31, 2012, for equipment purchases to a company owned by a governing body member.

NOTE 9 – Subsequent Event

On March 4, 2013, the City issued Series 2013-A general obligation refunding and improvement bonds in the amount of \$7,165,000. The City will make the first payment on September 1, 2014, and the last payment on September 1, 2033. The interest rate on the bonds ranges from 2.0% to 3.5%. The bond proceeds will be used to refund \$6,565,000 of various general obligation bonds and temporary notes, \$110,000 for improvements to the Ames and 6<sup>th</sup> Sewer Benefit District and \$490,000 for the Library expansion and improvement.

SCHEDULE 1

CITY OF BALDWIN CITY, KANSAS

Summary of Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Positive [Negative]</u>
Governmental Type Funds:					
General Fund	\$ 1,987,632	\$ -	\$ 1,987,632	\$ 1,890,154	\$ 97,478
Special Purpose Funds:					
Library Fund	140,289	-	140,289	137,407	2,882
Special Parks and Recreation Fund	109,674	-	109,674	25,149	84,525
Special Highway Fund	168,390	-	168,390	47,242	121,148
Swimming Pool Sales Tax Revenue Fund	2,041	-	2,041	740	1,301
Cemetery Fund	21,080	-	21,080	13,744	7,336
Debt Service Funds:					
Bond and Interest Fund	347,683	-	347,683	347,683	-
Business Funds:					
Electric System Fund	5,507,959	-	5,507,959	4,402,929	1,105,030
Water System Fund	4,045,318	-	4,045,318	2,942,672	1,102,646
Wastewater Utility Fund	1,916,789	-	1,916,789	1,641,067	275,722
Refuse Utility Fund	189,553	-	189,553	186,978	2,575

See independent auditor's report on the financial statements.

## CITY OF BALDWIN CITY, KANSAS

General Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes	\$ 776,154	\$ 866,228	\$ 884,376	\$ [18,148]
Intergovernmental	617,225	651,250	576,500	74,750
Franchise fees	64,667	54,552	72,300	[17,748]
Licenses, permits and fees	64,788	25,769	22,595	3,174
Fines, forfeitures and penalties	64,333	68,298	53,000	15,298
Use of money and property	839	1,912	2,600	[688]
Reimbursed expenses	3,120	755	150	605
Transfer in	352,040	423,066	314,641	108,425
Miscellaneous	<u>22,130</u>	<u>11,375</u>	<u>2,000</u>	<u>9,375</u>
Total Cash Receipts	<u>1,965,296</u>	<u>2,103,205</u>	<u>\$ 1,928,162</u>	<u>\$ 175,043</u>
Expenditures and Transfers Subject to Budget				
General Administration				
Personal services	343,601	302,940	\$ 275,701	\$ [27,239]
Contractual services	114,798	144,368	108,501	[35,867]
Commodities	20,280	23,351	11,775	[11,576]
Capital outlay	<u>23,500</u>	<u>19,179</u>	<u>43,577</u>	<u>24,398</u>
	<u>502,179</u>	<u>489,838</u>	<u>439,554</u>	<u>[50,284]</u>
Planning				
Contractual services	<u>55</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>55</u>	<u>-</u>	<u>-</u>	<u>-</u>
Public works				
Personal services	174,367	175,096	189,482	14,386
Contractual services	38,530	42,313	41,567	[746]
Commodities	93,754	80,776	71,000	[9,776]
Capital outlay	<u>40,286</u>	<u>5,799</u>	<u>28,250</u>	<u>22,451</u>
	<u>346,937</u>	<u>303,984</u>	<u>330,299</u>	<u>26,315</u>
Culture and recreation				
Personal services	267	272	46,067	45,795
Contractual services	63,935	81,751	67,421	[14,330]
Commodities	7,153	9,015	16,810	7,795
Capital outlay	<u>-</u>	<u>-</u>	<u>4,500</u>	<u>4,500</u>
	<u>71,355</u>	<u>91,038</u>	<u>134,798</u>	<u>43,760</u>

See independent auditor's report on the financial statements.

CITY OF BALDWIN CITY, KANSAS

General Fund, (continued)  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Expenditures and Transfers Subject to Budget (Continued)				
Public safety				
Fire Department:				
Personal services	\$ 34,368	\$ 33,414	\$ 30,320	\$ [3,094]
Contractual services	33,217	26,230	20,067	[6,163]
Commodities	8,364	9,602	8,950	[652]
Capital outlay	25,202	23,689	24,052	363
	<u>101,151</u>	<u>92,935</u>	<u>83,389</u>	<u>[9,546]</u>
Police Department:				
Personal services	624,300	632,233	690,666	58,433
Contractual services	65,853	71,508	62,655	[8,853]
Commodities	42,130	48,740	51,100	2,360
Capital outlay	11,198	13,141	16,096	2,955
	<u>743,481</u>	<u>765,622</u>	<u>820,517</u>	<u>54,895</u>
Municipal Court				
Personal services	35,011	34,282	36,729	2,447
Contractual services	22,431	33,521	26,798	[6,723]
Commodities	300	631	350	[281]
Capital outlay	-	3,200	-	[3,200]
	<u>57,742</u>	<u>71,634</u>	<u>63,877</u>	<u>[7,757]</u>
Economic Development				
Contractual services	45,803	26,480	25,000	[1,480]
Capital outlay	-	30,000	30,000	-
	<u>45,803</u>	<u>56,480</u>	<u>55,000</u>	<u>[1,480]</u>
Transfer out				
	833	18,623	60,198	41,575
	<u>833</u>	<u>18,623</u>	<u>60,198</u>	<u>41,575</u>
Total Expenditures and Transfers Subject to Budget	<u>1,869,536</u>	<u>1,890,154</u>	<u>\$ 1,987,632</u>	<u>\$ 97,478</u>
Receipts Over [Under] Expenditures	<u>95,760</u>	<u>213,051</u>		
Unencumbered Cash, Beginning	[28,053]	69,098		
Prior Period Adjustment	1,391	-		
Unencumbered Cash, Beginning	<u>[26,662]</u>	<u>69,098</u>		
Unencumbered Cash, Ending	<u>\$ 69,098</u>	<u>\$ 282,149</u>		

See independent auditor's report on the financial statements.

## CITY OF BALDWIN CITY, KANSAS

Library Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes	\$ 136,650	\$ 137,407	\$ 140,289	\$ [2,882]
Total Cash Receipts	<u>136,650</u>	<u>137,407</u>	<u>\$ 140,289</u>	<u>\$ [2,882]</u>
Expenditures and Transfers Subject to Budget				
Culture and Recreation:				
Personal services	101,245	99,264	\$ 93,443	\$ [5,821]
Appropriation To Board	<u>35,405</u>	<u>38,143</u>	<u>46,846</u>	<u>8,703</u>
Total Expenditures and Transfers Subject to Budget	<u>136,650</u>	<u>137,407</u>	<u>\$ 140,289</u>	<u>\$ 2,882</u>
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

See independent auditor's report on the financial statements.

CITY OF BALDWIN CITY, KANSAS

Special Parks and Recreation Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Tax	\$ 9,677	\$ 11,286	\$ 10,000	\$ 1,286
Park fees	350	-	1,400	[1,400]
Transfer in	-	-	2,200	[2,200]
Total Cash Receipts	<u>10,027</u>	<u>11,286</u>	<u>\$ 13,600</u>	<u>\$ [2,314]</u>
Expenditures and Transfers Subject to Budget				
Culture and Recreation:				
Contractual services	-	-	\$ 10,000	\$ 10,000
Commodities	6,347	-	10,000	10,000
Capital outlay	-	9,649	89,674	80,025
Transfer out	-	15,500	-	[15,500]
Total Expenditures and Transfers Subject to Budget	<u>6,347</u>	<u>25,149</u>	<u>\$ 109,674</u>	<u>\$ 84,525</u>
Receipts Over [Under] Expenditures	3,680	[13,863]		
Unencumbered Cash, Beginning	<u>85,578</u>	<u>89,258</u>		
Unencumbered Cash, Ending	<u>\$ 89,258</u>	<u>\$ 75,395</u>		

See independent auditor's report on the financial statements.

## CITY OF BALDWIN CITY, KANSAS

Special Highway Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Intergovernmental	\$ 124,578	\$ 131,938	\$ 126,940	\$ 4,998
Total Cash Receipts	<u>124,578</u>	<u>131,938</u>	<u>\$ 126,940</u>	<u>\$ 4,998</u>
Expenditures and Transfers Subject to Budget				
Public works				
Contractual services	32,993	3,592	\$ 130,000	\$ 126,408
Commodities	11,391	22,252	16,992	[5,260]
Capital outlay	11,652	-	-	-
Transfer out	<u>16,049</u>	<u>21,398</u>	<u>21,398</u>	<u>-</u>
Total Expenditures and Transfers Subject to Budget	<u>72,085</u>	<u>47,242</u>	<u>\$ 168,390</u>	<u>\$ 121,148</u>
Receipts Over [Under] Expenditures	52,493	84,696		
Unencumbered Cash, Beginning	<u>158,189</u>	<u>210,682</u>		
Unencumbered Cash, Ending	<u>\$ 210,682</u>	<u>\$ 295,378</u>		

See independent auditor's report on the financial statements.

CITY OF BALDWIN CITY, KANSAS

Swimming Pool Sales Tax Revenue Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Sales tax revenue	\$ -	\$ -	\$ -	\$ -
Total Cash Receipts	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures and Transfers Subject to Budget				
Culture and Recreation:				
Contractual services	20,175	-	\$ -	\$ -
Capital outlay	<u>1,699</u>	<u>740</u>	<u>2,041</u>	<u>1,301</u>
Total Expenditures and Transfers Subject to Budget	<u>21,874</u>	<u>740</u>	<u>\$ 2,041</u>	<u>\$ 1,301</u>
Receipts Over [Under] Expenditures	[21,874]	[740]		
Unencumbered Cash, Beginning	<u>133,241</u>	<u>111,367</u>		
Unencumbered Cash, Ending	<u>\$ 111,367</u>	<u>\$ 110,627</u>		

See independent auditor's report on the financial statements.

## CITY OF BALDWIN CITY, KANSAS

General Reserve Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2012 and 2011

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Transfer in	\$ 833	\$ 75,698
Licenses, permits, & fees	<u>320</u>	<u>431</u>
Total Cash Receipts	<u>1,153</u>	<u>76,129</u>
Expenditures and Transfers Subject to Budget		
Capital outlay	32,063	44,215
Transfer out	<u>47,890</u>	<u>-</u>
Total Expenditures and Transfers Subject to Budget	<u>79,953</u>	<u>44,215</u>
Receipts Over [Under] Expenditures	[78,800]	31,914
Unencumbered Cash, Beginning	<u>272,078</u>	<u>193,278</u>
Unencumbered Cash, Ending	<u>\$ 193,278</u>	<u>\$ 225,192</u>

\* This fund is not required to be budgeted.

SCHEDULE 2 - 7

CITY OF BALDWIN CITY, KANSAS

Cemetery Reserve Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 Year Ended December 31, 2012 and 2011

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Donations	\$ 2,060	\$ -
Transfer in	<u>-</u>	<u>6,000</u>
Total Cash Receipts	<u>2,060</u>	<u>6,000</u>
Expenditures and Transfers Subject to Budget		
Capital outlay	<u>-</u>	<u>13,110</u>
Total Expenditures and Transfers Subject to Budget	<u>-</u>	<u>13,110</u>
Receipts Over [Under] Expenditures	2,060	[7,110]
Unencumbered Cash, Beginning	<u>110,709</u>	<u>112,769</u>
Unencumbered Cash, Ending	<u>\$ 112,769</u>	<u>\$ 105,659</u>

\* This fund is not required to be budgeted.

## CITY OF BALDWIN CITY, KANSAS

Cemetery Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes	\$ 6,562	\$ 12,250	\$ 13,060	\$ [810]
Miscellaneous	13,609	14,957	6,000	8,957
Total Cash Receipts	<u>20,171</u>	<u>27,207</u>	<u>\$ 19,060</u>	<u>\$ 8,147</u>
Expenditures and Transfers Subject to Budget				
Contractual services	7,448	4,358	\$ 5,455	\$ 1,097
Commodities	978	101	1,250	1,149
Capital outlay	2,693	3,285	8,375	5,090
Transfer out	-	6,000	6,000	-
Total Expenditures and Transfers Subject to Budget	<u>11,119</u>	<u>13,744</u>	<u>\$ 21,080</u>	<u>\$ 7,336</u>
Receipts Over [Under] Expenditures	9,052	13,463		
Unencumbered Cash, Beginning	<u>20,997</u>	<u>30,049</u>		
Unencumbered Cash, Ending	<u>\$ 30,049</u>	<u>\$ 43,512</u>		

See independent auditor's report on the financial statements.

CITY OF BALDWIN CITY, KANSAS

Bond and Interest Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year Actual	Current Year		Variance Positive [Negative]
		Actual	Budget	
Cash Receipts				
Taxes	\$ 197,186	\$ 129,184	\$ 130,408	\$ [1,224]
Transfer in	<u>316,984</u>	<u>221,341</u>	<u>196,398</u>	<u>24,943</u>
Total Cash Receipts	<u>514,170</u>	<u>350,525</u>	<u>\$ 326,806</u>	<u>\$ 23,719</u>
Expenditures and Transfers Subject to Budget				
Debt service:				
Principal	205,000	215,000	\$ 215,000	\$ -
Interest	<u>141,103</u>	<u>132,683</u>	<u>132,683</u>	<u>-</u>
Total Expenditures and Transfers Subject to Budget	<u>346,103</u>	<u>347,683</u>	<u>\$ 347,683</u>	<u>\$ -</u>
Receipts Over [Under] Expenditures	168,067	2,842		
Unencumbered Cash, Beginning	<u>[155,506]</u>	<u>12,561</u>		
Unencumbered Cash, Ending	<u>\$ 12,561</u>	<u>\$ 15,403</u>		

See independent auditor's report on the financial statements.

CITY OF BALDWIN CITY, KANSAS

Special Assessment Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2012 and 2011

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Taxes	\$ 4,897	\$ -
Total Cash Receipts	<u>4,897</u>	<u>-</u>
Expenditures and Transfers Subject to Budget		
Transfer out	<u>8,840</u>	<u>-</u>
Total Expenditures and Transfers Subject to Budget	<u>8,840</u>	<u>-</u>
Receipts Over [Under] Expenditures	[3,943]	-
Unencumbered Cash, Beginning	<u>3,943</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report on the financial statements.

CITY OF BALDWIN CITY, KANSAS

Capital Project Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2012 and 2011

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Debt proceeds	\$ 2,338,601	\$ -
Total Cash Receipts	<u>2,338,601</u>	<u>-</u>
Expenditures and Transfers Subject to Budget		
Public works		
Contractual services	22,623	1,622,570
Capital outlay	177,858	35,419
Transfer out	<u>25,377</u>	<u>-</u>
Total Expenditures and Transfers Subject to Budget	<u>225,858</u>	<u>1,657,989</u>
Receipts Over [Under] Expenditures	<u>2,112,743</u>	<u>[1,657,989]</u>
Unencumbered Cash, Beginning	321,942	2,404,462
Prior period adjustment	<u>[30,223]</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ 2,404,462</u>	<u>\$ 746,473</u>

\* This fund is not required to be budgeted.

CITY OF BALDWIN CITY, KANSAS

Quality of Life Sales Tax Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2012 and 2011

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Intergovernmental	\$ 92,518	\$ 91,690
Total Cash Receipts	<u>92,518</u>	<u>91,690</u>
Expenditures and Transfers Subject to Budget		
Public works		
Capital outlay	-	32,495
Transfer out	-	20,000
Total Expenditures and Transfers Subject to Budget	<u>-</u>	<u>52,495</u>
Receipts Over [Under] Expenditures	92,518	39,195
Unencumbered Cash, Beginning	<u>62,005</u>	<u>154,523</u>
Unencumbered Cash, Ending	<u>\$ 154,523</u>	<u>\$ 193,718</u>

\* This fund is not required to be budgeted.

CITY OF BALDWIN CITY, KANSAS

Electric System Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Sales to consumers	\$ 4,516,189	\$ 4,519,181	\$ 4,059,602	\$ 459,579
Reimbursed expenses	1,230	976	5,000	[4,024]
Intergovernmental	-	120,000	-	120,000
Miscellaneous	5,196	-	7,500	[7,500]
Transfers in	-	-	845,612	[845,612]
Use of money and property	<u>3,262</u>	<u>7,184</u>	<u>2,000</u>	<u>5,184</u>
Total Cash Receipts	<u>4,525,877</u>	<u>4,647,341</u>	<u>\$ 4,919,714</u>	<u>\$ [272,373]</u>
Expenditures and Transfers Subject to Budget				
Production and treatment	391,684	405,823	\$ 359,143	\$ [46,680]
Distribution	492,629	474,495	474,239	[256]
Acquisition	1,843,661	1,897,238	2,000,000	102,762
General administration	190,006	286,483	1,293,758	1,007,275
Principal	395,000	410,000	410,000	-
Interest	294,690	278,890	278,890	-
Transfers out	<u>190,500</u>	<u>650,000</u>	<u>691,929</u>	<u>41,929</u>
Total Expenditures and Transfers Subject to Budget	<u>3,798,170</u>	<u>4,402,929</u>	<u>\$ 5,507,959</u>	<u>\$ 1,105,030</u>
Receipts Over [Under] Expenditures	<u>727,707</u>	<u>244,412</u>		
Unencumbered Cash, Beginning	567,452	1,297,986		
Prior Period Adjustment	<u>2,827</u>	<u>-</u>		
Unencumbered Cash, Beginning, Restated	<u>570,279</u>	<u>1,297,986</u>		
Unencumbered Cash, Ending	<u>\$ 1,297,986</u>	<u>\$ 1,542,398</u>		

See independent auditor's report on the financial statements.

CITY OF BALDWIN CITY, KANSAS

Electric Project Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2012 and 2011

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Transfer in	\$ -	\$ 300,000
Total Cash Receipts	<u>-</u>	<u>300,000</u>
Expenditures and Transfers Subject to Budget		
Capital outlay	<u>28,904</u>	<u>201,826</u>
Total Expenditures and Transfers Subject to Budget	<u>28,904</u>	<u>201,826</u>
Receipts Over [Under] Expenditures	[28,904]	98,174
Unencumbered Cash, Beginning	<u>79,840</u>	<u>50,936</u>
Unencumbered Cash, Ending	<u>\$ 50,936</u>	<u>\$ 149,110</u>

\* This fund is not required to be budgeted.

CITY OF BALDWIN CITY, KANSAS

Water System Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
<b>Cash Receipts</b>				
Sales to consumers	\$ 1,681,034	\$ 1,847,734	\$ 1,697,138	\$ 150,596
Miscellaneous	-	154	-	154
Rentals	-	1,500	-	1,500
Bond proceeds	-	1,125,000	-	1,125,000
Transfer in	166,000	168,445	188,445	[20,000]
Use of money and property	<u>522</u>	<u>863</u>	<u>500</u>	<u>363</u>
<b>Total Cash Receipts</b>	<u>1,847,556</u>	<u>3,143,696</u>	<u>\$ 1,886,083</u>	<u>\$ 1,257,613</u>
<b>Expenditures and Transfers Subject to Budget</b>				
Distribution and collection	892,928	990,102	\$ 962,206	\$ [27,896]
General administration	464,186	468,010	745,103	277,093
Capital outlay	-	9,858	1,036,826	1,026,968
Principal	67,692	1,164,414	131,565	[1,032,849]
Interest	47,277	39,004	44,618	5,614
Bond issuance costs	-	34,406	-	[34,406]
Transfers out	416,046	236,878	-	[236,878]
Adjustment for qualifying budget credit	<u>-</u>	<u>-</u>	<u>1,125,000</u>	<u>1,125,000</u>
<b>Total Expenditures and Transfers Subject to Budget</b>	<u>1,888,129</u>	<u>2,942,672</u>	<u>\$ 4,045,318</u>	<u>\$ 1,102,646</u>
Receipts Over [Under] Expenditures	<u>[40,573]</u>	<u>201,024</u>		
Unencumbered Cash, Beginning	1,052,257	1,012,227		
Prior Period Adjustment	<u>543</u>	<u>-</u>		
Unencumbered Cash, Beginning, Restated	<u>1,052,800</u>	<u>1,012,227</u>		
Unencumbered Cash, Ending	<u>\$ 1,012,227</u>	<u>\$ 1,213,251</u>		

See independent auditor's report on the financial statements.

CITY OF BALDWIN CITY, KANSAS

Water Project Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2012 and 2011

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Transfer in	\$ 11,771	\$ -
Total Cash Receipts	<u>11,771</u>	<u>-</u>
Expenditures and Transfers Subject to Budget		
Contractual services	627	9,075
Capital projects	<u>11,144</u>	<u>104,357</u>
Total Expenditures and Transfers Subject to Budget	<u>11,771</u>	<u>113,432</u>
Receipts Over [Under] Expenditures	-	[113,432]
Unencumbered Cash, Beginning	<u>392,680</u>	<u>392,680</u>
Unencumbered Cash, Ending	<u>\$ 392,680</u>	<u>\$ 279,248</u>

\* This fund is not required to be budgeted.

CITY OF BALDWIN CITY, KANSAS

Sewer Project Fund  
 Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 For the Year Ended December 31, 2012 and 2011

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Transfer in	\$ 44,732	\$ 152,712
Total Cash Receipts	<u>44,732</u>	<u>152,712</u>
Expenditures and Transfers Subject to Budget		
Contractual services	<u>657</u>	<u>-</u>
Total Expenditures and Transfers Subject to Budget	<u>657</u>	<u>-</u>
Receipts Over [Under] Expenditures	44,075	152,712
Unencumbered Cash, Beginning	<u>[44,075]</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 152,712</u>

\* This fund is not required to be budgeted.

## CITY OF BALDWIN CITY, KANSAS

Wastewater Utility Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Sales to consumers	\$ 780,004	\$ 767,125	\$ 765,654	\$ 1,471
Intergovernmental	185,035	183,380	176,000	7,380
Miscellaneous	1,100	1,352	-	1,352
Transfer in	356,561	383,814	383,814	-
Use of money and property	<u>836</u>	<u>1,122</u>	<u>900</u>	<u>222</u>
Total Cash Receipts	<u>1,323,536</u>	<u>1,336,793</u>	<u>\$ 1,326,368</u>	<u>\$ 10,425</u>
Expenditures and Transfers Subject to Budget				
Treatment and collection	156,484	336,692	\$ 545,418	\$ 208,726
General administration	252,093	201,549	702,103	500,554
Principal	242,635	234,094	231,384	[2,710]
Interest	121,934	114,455	125,172	10,717
Transfers out	<u>534,983</u>	<u>754,277</u>	<u>312,712</u>	<u>[441,565]</u>
Total Expenditures and Transfers Subject to Budget	<u>1,308,129</u>	<u>1,641,067</u>	<u>\$ 1,916,789</u>	<u>\$ 275,722</u>
Receipts Over [Under] Expenditures	15,407	[304,274]		
Unencumbered Cash, Beginning	<u>542,237</u>	<u>557,644</u>		
Unencumbered Cash, Ending	<u>\$ 557,644</u>	<u>\$ 253,370</u>		

See independent auditor's report on the financial statements.

CITY OF BALDWIN CITY, KANSAS

Refuse Utility Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Amounts for the Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Positive [Negative]
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Sales to consumers	\$ 192,436	\$ 192,703	\$ 187,500	\$ 5,203
Total Cash Receipts	<u>192,436</u>	<u>192,703</u>	<u>\$ 187,500</u>	<u>\$ 5,203</u>
Expenditures and Transfers Subject to Budget				
Collection	179,650	178,578	\$ 181,153	\$ 2,575
Transfers out	8,400	8,400	8,400	-
General Administration	<u>375</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures and Transfers Subject to Budget	<u>188,425</u>	<u>186,978</u>	<u>\$ 189,553</u>	<u>\$ 2,575</u>
Receipts Over [Under] Expenditures	4,011	5,725		
Unencumbered Cash, Beginning	[31,637]	2,597		
Prior Period Adjustment	<u>30,223</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ 2,597</u>	<u>\$ 8,322</u>		

See independent auditor's report on the financial statements.

## CITY OF BALDWIN CITY, KANSAS

Schedule of Receipts and Expenditures - Actual \*  
 Regulatory Basis  
 Related Municipal Entity - Baldwin City Library  
 For the Year Ended December 31, 2012

Cash Receipts	
City appropriations	\$ 25,405
Intergovernmental	15,858
Charges for services	7,075
Contributions	13,200
Miscellaneous	7,807
Use of money and property	<u>4,402</u>
Total Cash Receipts	<u>73,747</u>
Expenditures and Transfers	
Culture and recreation	<u>51,017</u>
Total Expenditures and Transfers	<u>51,017</u>
Receipts Over [Under] Expenditures	22,730
Unencumbered Cash, Beginning	<u>538,359</u>
Unencumbered Cash, Ending	<u>\$ 561,089</u>

See independent auditor's report on the financial statements.