

CITY OF BENNINGTON  
Bennington, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITORS' REPORT  
December 31, 2012

CLUBINE AND RETTELE, CHARTERED  
CERTIFIED PUBLIC ACCOUNTANTS  
Salina, Kansas

CITY OF BENNINGTON  
Bennington, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITORS' REPORT  
December 31, 2012

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## INDEPENDENT AUDITORS' REPORT

# CLUBINE & RETTELE CHARTERED

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To the Mayor and City Council  
City of Bennington, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Bennington, Kansas, as of and for the year ended December 31, 2012 and the related notes to the financial statement.

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

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 2 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 2 of the financial statement, the financial statement is prepared by the City of Bennington 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 2 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 of Bennington 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 of Bennington 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 2.

*Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the 2012 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 purposes of additional analysis and are not a required part of the 2012 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 2012 basic financial statement. The 2012 information has been subjected to the auditing procedures applied in the audit of the 2012 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 2012 basic financial statement or to the 2012 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 2012 basic financial statement as a whole, on the basis of accounting described in Note 2.

The 2011 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedules of regulatory basis receipts (Schedules 2 as listed in the table of contents) are also presented for comparative analysis and are not a required part of the 2011 basic financial statement upon which we rendered an unqualified opinion dated November 26, 2012. The 2011 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards at the following link <http://da.ks.gov/ar/muniserv/>. Such 2011 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2011 basic financial statement. The 2011 comparative information was subjected to the auditing procedures applied in the audit of the 2011 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 2011 basic financial statement or to the 2011 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 2011 comparative information is fairly stated in all material respects in relation to the 2011 basic financial statement as a whole, on the basis of accounting described in Note 2.

Clubine and Rettele, Chartered.



Salina, Kansas  
June 14, 2013



CITY OF BENNINGTON, KANSAS  
NOTES TO FINANCIAL STATEMENT  
December 31, 2012

Note 1 Reporting Entity

The City of Bennington is a municipal corporation governed by a citizen elected mayor and five council members.

Note 2 Summary of Significant Accounting Policies

*Regulatory Basis of Accounting.* 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.

*Fund Descriptions.* The following types of funds comprise the financial activities of the City for the year ended December 31, 2012:

General Fund - The chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund - Used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Projects and tax levies for long-term debt) that are intended for a specified purpose.

Capital Project Fund - Used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Bond and Interest Fund - Used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Business Fund - Funds financed in whole or in part by fees charged to users of the goods or services (i.e. water fund, electric fund, etc.)

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

CITY OF BENNINGTON, KANSAS

NOTES TO FINANCIAL STATEMENT (Cont.)

December 31, 2012

Note 3 Budgetary Information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

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

All legal annual operating budgets are prepared using the regulatory 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 City for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds:

Equipment Reserve Fund

Capital Improvement Fund

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

Note 4 Deposits

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

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

CITY OF BENNINGTON, KANSAS

NOTES TO FINANCIAL STATEMENT (Cont.)  
December 31, 2012

Note 4 Deposits (Cont.)

*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 - deposit.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has not designated a "peak period." All deposits were legally secured at December 31, 2012.

At December 31, 2012, the City's carrying amount of deposits was \$98,584.36 and the bank balance was \$114,082.63. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, \$114,082.63 was covered by federal depository insurance.

Note 5 Capital Projects

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project Authorization	Cash Disbursements and Accounts Payable to Date
Northview Addition Improvement Fund	<u>\$ 340,610.23</u>	<u>\$ 329,900.07</u>

Note 6 Defined Benefit Pension Plan

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

*Funding Policy.* K.S.A. 74-4919 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 the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERs is funded on an actuarial reserve basis. Kansas sets a limitation on annual increases in the employer contribution rates. The employer rate established for calendar year 2012 is 7.34%.

CITY OF BENNINGTON, KANSAS

NOTES TO FINANCIAL STATEMENT (Cont.)  
December 31, 2012

Note 6 Defined Benefit Pension Plan (Cont.)

The employer contributions to KPERS for the years ended December 31, 2012, 2011 and 2010 were \$6,190.64, \$4,938.85, and \$4,361.01 respectively, equal to the required contributions for each year.

Note 7 Compensated Absences

The City's compensated absence policy permits full-time employees to accrue vacation and sick leave. Vacation leave is earned at the rate of one week per year for the first two years of employment, and two weeks per year after being employed for two years. Vacation leave must be used up by the employee's anniversary date. Sick leave is accumulated at a rate of one day per month, with a maximum carry over of 24 days. As of December 31, 2012, unused vacation and sick leave totaled \$1,561.24.

Note 8 Subsequent Events

The City's management has evaluated events and transactions occurring after December 31, 2012 through June 14, 2013. The aforementioned date represents the date the financial statements were available to be issued.

CITY OF BENNINGTON, KANSAS

NOTES TO FINANCIAL STATEMENT (Cont.)  
December 31, 2012

Note 9 Long-Term Debt  
Changes in long-term liabilities for the municipality for the year ended December 31, 2012, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds Northview Addition Imp.	4.00%	11/15/2005	\$ 95,000.00	9/1/2014	\$ 35,000.00	-	\$ 10,000.00	\$ -	\$ 25,000.00	\$ 1,487.50
Series 2012	2.00%	11/27/2012	77,000.00	12/1/2022	-	77,000.00	-	-	77,000.00	-
Water Pollution Control Revolving Loan Program	3.55%	1/24/2000	414,097.00	9/1/2020	220,661.03	-	21,211.10	-	199,449.93	7,108.36
Capital Leases Payable Water Line Project	4.55%	8/19/2009	55,000.00	10/15/2019	15,110.36	-	6,341.30	-	8,769.06	614.50
2008 Ford F-350 Truck	6.25%	8/31/2007	25,000.00	9/15/2012	4,240.32	-	4,240.32	-	-	109.78
Total Contractual Indebtedness					\$ 275,011.71	\$ 77,000.00	\$ 41,792.72	\$ -	\$ 310,218.99	\$ 9,320.14

\* Beginning balance was adjusted due to a \$30,000 payment on the principal balance in 2010 which was misclassified as a different expense.

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

	Year					Total
	2013	2014	2015	2016	2017	
Principal:						
General Obligation Bonds Northview Addition Imp. Series 2012	\$ 10,000.00	\$ 15,000.00	\$ 7,000.00	\$ 8,000.00	\$ 8,000.00	\$ 25,000.00
Water Pollution Control Revolving Loan Program	21,970.78	22,757.66	23,572.73	24,416.99	25,291.49	199,449.93
Capital Leases Payable Water Line Project 2008 Ford F-350 Truck	6,639.94	2,129.12	-	-	-	8,769.06
Total Principal	45,610.72	46,886.78	30,572.73	32,416.99	33,291.49	310,218.99
Interest:						
General Obligation Bonds Northview Addition Imp. Series 2012	1,062.50	637.50	1,260.00	1,120.00	960.00	1,700.00
Water Pollution Control Revolving Loan Program	6,402.18	5,670.72	4,913.04	4,128.24	3,315.32	29,205.55
Capital Leases Payable Water Line Project 2008 Ford F-350 Truck	315.86	48.30	-	-	-	364.16
Total Interest	9,337.68	7,756.52	6,173.04	5,248.24	4,275.32	39,966.85
Total Principal and Interest	\$ 54,948.40	\$ 54,643.30	\$ 36,745.77	\$ 37,665.23	\$ 37,566.81	\$ 350,185.84

**CITY OF BENNINGTON  
Bennington, Kansas**

**REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION  
December 31, 2012**

City of Bennington, 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 - Over (Under)</u>
Governmental Type Funds:					
General Fund					
General	\$ 231,639.00	\$ -	\$ 231,639.00	\$ 162,575.23	\$ (69,063.77)
Special Purpose Funds					
Employee Benefits	4,250.00	-	4,250.00	2,766.75	(1,483.25)
Recreation	12,055.00	-	12,055.00	11,687.84	(367.16)
Special Highway	18,076.00	-	18,076.00	11,473.91	(6,602.09)
Debt Service Fund					
Bond and Interest	12,490.00	-	12,490.00	1,915.00	(10,575.00)
Business Funds:					
Enterprise Funds					
Landfill Utility	50,083.00	-	50,083.00	30,172.35	(19,910.65)
Sewer Utility	101,900.00	-	101,900.00	83,358.88	(18,541.12)
Water Utility	110,877.00	-	110,877.00	78,251.04	(32,625.96)

City of Bennington, Kansas  
General Fund

Schedule 2

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

	Prior Year <u>Actual</u>	Current Year		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 48,404.76	\$ 61,289.30	\$ 63,851.00	\$ (2,561.70)
Delinquent	868.33	685.97	-	685.97
Motor Vehicle	8,690.66	8,843.39	9,626.00	(782.61)
Recreational Vehicle	185.45	159.80	209.00	(49.20)
16/20M Vehicle	220.99	222.00	232.00	(10.00)
Sales and Use Tax	23,030.16	23,975.96	26,000.00	(2,024.04)
Ambulance Reimbursements	1,029.68	-	35,000.00	(35,000.00)
Rural Fire	16,532.24	1,524.93	6,500.00	(4,975.07)
Fines	525.00	150.00	1,250.00	(1,100.00)
Franchise Fees	28,953.85	30,971.09	27,500.00	3,471.09
Licenses	320.00	370.00	250.00	120.00
Pool Receipts	9,377.01	12,612.13	12,025.00	587.13
Donations and Grants	1,100.00	1,372.00	2,750.00	(1,378.00)
Interest	833.64	618.98	2,750.00	(2,131.02)
Reimbursed Expense	6,269.35	8,081.72	16,500.00	(8,418.28)
Other	16,998.89	6,651.86	9,053.00	(2,401.14)
Operating Transfers	-	-	-	-
Total Cash Receipts	<u>163,340.01</u>	<u>157,529.13</u>	<u>\$ 213,496.00</u>	<u>\$ (55,966.87)</u>
Expenditures				
Salaries and Benefits	27,515.63	29,720.62	\$ 33,000.00	\$ (3,279.38)
Hired Labor and Contractual Services	6,761.98	10,938.48	28,500.00	(17,561.52)
Office Supplies	3,510.85	3,109.03	2,250.00	859.03
Repairs and Maintenance	609.33	1,680.80	18,714.00	(17,033.20)
Operating Supplies	868.25	21,730.36	1,250.00	20,480.36
Utilities	11,231.05	11,856.62	10,250.00	1,606.62
Legal and Publication	6,202.15	16,804.92	6,950.00	9,854.92
Insurance	4,122.46	1,912.28	10,000.00	(8,087.72)
Swimming Pool	39,557.47	39,080.51	37,500.00	1,580.51
Ambulance	4,728.77	647.35	35,000.00	(34,352.65)
Equipment and Improvements	1,732.66	5,325.23	2,500.00	2,825.23
Rural Fire	14,122.01	1,299.30	10,250.00	(8,950.70)
Recreation	3,656.48	2,589.25	7,500.00	(4,910.75)
Lease Interest	0.61	3,477.90	-	3,477.90
Other	7,312.63	12,402.58	9,975.00	2,427.58
Operating Transfers	24,000.00	-	18,000.00	(18,000.00)
Total Expenditures	<u>155,932.33</u>	<u>162,575.23</u>	<u>\$ 231,639.00</u>	<u>\$ (69,063.77)</u>
Receipts Over (Under) Expenditures	7,407.68	(5,046.10)		
Unencumbered Cash, Beginning	<u>1,167.80</u>	<u>8,575.48</u>		
Unencumbered Cash, Ending	<u>\$ 8,575.48</u>	<u>\$ 3,529.38</u>		

City of Bennington, Kansas  
Employee Benefits Fund

Schedule 2

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

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 2,061.82	\$ 3,630.05	\$ 3,781.00	\$ (150.95)
Delinquent	55.47	36.59	-	36.59
Motor Vehicle	543.97	400.37	410.00	(9.63)
Recreational Vehicle	11.53	7.19	9.00	(1.81)
16 and 20M Vehicle	19.48	11.88	10.00	1.88
Other	-	162.19	-	162.19
Interest	2.51	3.41	40.00	(36.59)
Total Cash Receipts	<u>2,694.78</u>	<u>4,251.68</u>	<u>\$ 4,250.00</u>	<u>\$ 1.68</u>
Expenditures				
Payroll Taxes and Benefits	<u>3,089.92</u>	<u>2,766.75</u>	<u>\$ 4,250.00</u>	<u>\$ (1,483.25)</u>
Receipts Over (Under) Expenditures	(395.14)	1,484.93		
Unencumbered Cash, Beginning	<u>613.43</u>	<u>218.29</u>		
Unencumbered Cash, Ending	<u>\$ 218.29</u>	<u>\$ 1,703.22</u>		

City of Bennington, Kansas  
Recreation Fund

Schedule 2

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

	Prior Year <u>Actual</u>	Current Year		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 9,604.75	\$ 9,654.40	\$ 10,057.00	\$ (402.60)
Delinquent	186.74	141.52	-	141.52
Motor Vehicle	1,906.51	1,809.66	1,910.00	(100.34)
Recreational Vehicle	40.71	32.60	42.00	(9.40)
16 and 20M Vehicle	45.77	49.66	46.00	3.66
Total Cash Receipts	<u>11,784.48</u>	<u>11,687.84</u>	<u>\$ 12,055.00</u>	<u>\$ (367.16)</u>
Expenditures				
Recreation Programs	<u>11,784.48</u>	<u>11,687.84</u>	<u>\$ 12,055.00</u>	<u>\$ (367.16)</u>
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>		
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>		

City of Bennington, Kansas  
Special Highway Fund

Schedule 2

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

	Prior Year <u>Actual</u>	Current Year		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes and Shared Revenue:				
Special Highway	\$ 16,755.19	\$ 17,435.53	\$ 16,380.00	\$ 1,055.53
Interest	13.26	10.20	60.00	(49.80)
Other	120.26	383.67	750.00	(366.33)
Total Cash Receipts	<u>16,888.71</u>	<u>17,829.40</u>	<u>\$ 17,190.00</u>	<u>\$ 639.40</u>
Expenditures				
Street Maintenance and Repairs	4,552.88	2,734.98	\$ 12,900.00	\$ (10,165.02)
Operating Supplies	3,419.03	8,583.14	4,000.00	4,583.14
Insurance	489.90	121.10	500.00	(378.90)
Sales Tax	-	18.91	30.00	(11.09)
Other	13.54	15.78	646.00	(630.22)
Operating Transfers	8,000.00	-	-	-
Total Expenditures	<u>16,475.35</u>	<u>11,473.91</u>	<u>\$ 18,076.00</u>	<u>\$ (6,602.09)</u>
Receipts Over (Under) Expenditures	413.36	6,355.49		
Unencumbered Cash, Beginning	<u>1,328.20</u>	<u>1,741.56</u>		
Unencumbered Cash, Ending	<u>\$ 1,741.56</u>	<u>\$ 8,097.05</u>		

City of Bennington, Kansas  
Equipment Reserve Fund

Schedule 2

Schedule of Receipts and Expenditures, Actual - Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Interest	\$ 3.06	\$ 2.50
Expenditures	-	-
Receipts Over (Under) Expenditures	3.06	2.50
Unencumbered Cash, Beginning	<u>1,630.51</u>	<u>1,633.57</u>
Unencumbered Cash, Ending	<u>\$ 1,633.57</u>	<u>\$ 1,636.07</u>

Capital Improvement Fund  
Schedule of Receipts and Expenditures, Actual - Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Interest	\$ 107.01	\$ 88.19
Other	4,153.55	2,265.00
Storm Sewer Utility Collections	3,351.00	3,436.00
Sewer Rehabilitation Utility Collections	16,572.75	16,305.00
Operating Transfers	<u>14,000.00</u>	-
Total Cash Receipts	<u>38,184.31</u>	<u>22,094.19</u>
Expenditures		
Improvements and Acquisitions	23,970.82	27,737.09
Operating Supplies	66.66	5.90
Bond Principal	-	10,000.00
Loan Principal	-	21,211.10
Operating Transfers	<u>10,000.00</u>	-
Total Expenditures	<u>34,037.48</u>	<u>58,954.09</u>
Receipts Over (Under) Expenditures	4,146.83	(36,859.90)
Unencumbered Cash, Beginning	<u>52,834.16</u>	<u>56,980.99</u>
Unencumbered Cash, Ending	<u>\$ 56,980.99</u>	<u>\$ 20,121.09</u>

City of Bennington, Kansas  
 Bond and Interest Fund

Schedule 2

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

	Prior Year <u>Actual</u>	Current Year		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	\$ 736.36	\$ 5,873.08	\$ 6,119.00	\$ (245.92)
Delinquent	28.23	12.25	-	12.25
Motor Vehicle	118.61	114.80	146.00	(31.20)
Recreational Vehicle	2.46	2.12	3.00	(0.88)
16 and 20M Vehicle	7.70	1.36	4.00	(2.64)
Interest	9.81	5.44	18.00	(12.56)
Operating Transfers	<u>3,957.50</u>	<u>-</u>	<u>5,000.00</u>	<u>(5,000.00)</u>
Total Cash Receipts	<u>4,860.67</u>	<u>6,009.05</u>	<u>\$ 11,290.00</u>	<u>\$ (5,280.95)</u>
Expenditures				
Principal	10,000.00	-	\$ 10,000.00	\$ (10,000.00)
Interest	1,912.50	1,487.50	1,488.00	(0.50)
Bond Fees	1.25	427.50	2.00	425.50
Cash Basis Reserve	<u>-</u>	<u>-</u>	<u>1,000.00</u>	<u>(1,000.00)</u>
Total Expenditures	<u>11,913.75</u>	<u>1,915.00</u>	<u>\$ 12,490.00</u>	<u>\$ (10,575.00)</u>
Receipts Over (Under) Expenditures	(7,053.08)	4,094.05		
Unencumbered Cash, Beginning	<u>7,258.11</u>	<u>205.03</u>		
Unencumbered Cash, Ending	<u>\$ 205.03</u>	<u>\$ 4,299.08</u>		

City of Bennington, Kansas  
Capital Improvement Bond Fund

Schedule 2

Schedule of Receipts and Expenditures, Actual - Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Bond Proceeds	\$ -	\$ 77,000.00
Expenditures		
Capital Improvements	-	43,000.00
Receipts Over (Under) Expenditures	-	34,000.00
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 34,000.00

City of Bennington, Kansas  
 Northview Addition Improvement Fund  
 Schedule of Receipts and Expenditures, Actual - Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

Schedule 2

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Interest	\$ 105.97	\$ 44.00
Expenditures		
Addition Costs	8,926.70	3,488.35
Operating Transfers	<u>3,957.50</u>	<u>-</u>
Total Expenditures	<u>12,884.20</u>	<u>3,488.35</u>
Receipts Over (Under) Expenditures	(12,778.23)	(3,444.35)
Unencumbered Cash, Beginning	<u>17,080.33</u>	<u>4,302.10</u>
Unencumbered Cash, Ending	<u>\$ 4,302.10</u>	<u>\$ 857.75</u>

City of Bennington, Kansas  
Landfill Utility Fund

Schedule 2

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

	Prior Year <u>Actual</u>	Current Year		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Landfill and Recycling Fees	\$ 28,663.53	\$ 33,867.04	\$ 40,000.00	\$ (6,132.96)
Interest	21.38	14.13	175.00	(160.87)
State Aid	-	1,354.32	-	1,354.32
Other	-	128.50	10.00	118.50
Total Cash Receipts	<u>28,684.91</u>	<u>35,363.99</u>	<u>\$ 40,185.00</u>	<u>\$ (4,821.01)</u>
Expenditures				
Contractual Services	30,354.17	29,972.41	\$ 39,825.00	\$ (9,852.59)
Operating Transfers	8,000.00	-	4,500.00	(4,500.00)
Other	62.04	199.94	5,758.00	(5,558.06)
Total Expenditures	<u>38,416.21</u>	<u>30,172.35</u>	<u>\$ 50,083.00</u>	<u>\$ (19,910.65)</u>
Receipts Over (Under) Expenditures	(9,731.30)	5,191.64		
Unencumbered Cash, Beginning	<u>9,943.27</u>	<u>211.97</u>		
Unencumbered Cash, Ending	<u>\$ 211.97</u>	<u>\$ 5,403.61</u>		

City of Bennington, Kansas  
Sewer Utility Fund

Schedule 2

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

	Prior Year <u>Actual</u>	Current Year		Variance Over (Under)
		<u>Actual</u>	<u>Budget</u>	
<b>Cash Receipts</b>				
Sewer Service Charges	\$ 81,543.08	\$ 77,644.22	\$ 95,000.00	\$ (17,355.78)
Interest	5.27	4.33	10.00	(5.67)
Operating Transfers	19,000.00	-	-	-
Other	-	190.69	1,475.00	(1,284.31)
<b>Total Cash Receipts</b>	<u>100,548.35</u>	<u>77,839.24</u>	<u>\$ 96,485.00</u>	<u>\$ (18,645.76)</u>
<b>Expenditures</b>				
Salaries and Benefits	37,789.91	40,129.96	\$ 40,895.00	\$ (765.04)
Equipment	4,146.53	1,948.65	7,500.00	(5,551.35)
Repairs and Maintenance	1,703.18	2,510.38	2,500.00	10.38
Other Operating Expense	6,802.91	13,692.55	6,250.00	7,442.55
Utilities	4,174.43	4,514.26	4,250.00	264.26
Insurance	3,583.60	1,908.36	1,750.00	158.36
Office Supplies	1,895.39	1,867.96	1,275.00	592.96
Contractual Services	3,877.51	6,404.14	7,500.00	(1,095.86)
Permits	185.00	150.00	250.00	(100.00)
Revolving Loan Principal	20,477.70	-	17,000.00	(17,000.00)
Revolving Loan Interest	7,790.12	7,108.36	-	7,108.36
Revolving Loan Fees	590.16	538.52	-	538.52
Other	1,126.32	2,585.74	2,730.00	(144.26)
Operating Transfers	-	-	10,000.00	(10,000.00)
<b>Total Expenditures</b>	<u>94,142.76</u>	<u>83,358.88</u>	<u>\$ 101,900.00</u>	<u>\$ (18,541.12)</u>
Receipts Over (Under) Expenditures	6,405.59	(5,519.64)		
Unencumbered Cash, Beginning	<u>588.44</u>	<u>6,994.03</u>		
Unencumbered Cash, Ending	<u>\$ 6,994.03</u>	<u>\$ 1,474.39</u>		

City of Bennington, Kansas  
Water Utility Fund

Schedule 2

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

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Cash Receipts</b>				
Customer Service Charges	\$ 82,657.96	\$ 86,515.33	\$ 90,000.00	\$ (3,484.67)
Interest	6.89	3.12	20.00	(16.88)
Operating Transfers	17,000.00	-	-	-
Other	-	1,195.06	-	1,195.06
Reimbursed Expense	3,025.10	3,165.53	10,000.00	(6,834.47)
<b>Total Cash Receipts</b>	<u>102,689.95</u>	<u>90,879.04</u>	<u>\$ 100,020.00</u>	<u>\$ (9,140.96)</u>
<b>Expenditures</b>				
Salaries and Benefits	39,034.60	40,386.12	\$ 41,970.00	\$ (1,583.88)
Contractual Services	17,220.14	8,645.26	5,500.00	3,145.26
Equipment and Capital Improvements	2,496.53	1,948.65	10,400.00	(8,451.35)
Other Operating Expense	12,433.27	7,971.33	18,707.00	(10,735.67)
Office Supplies	2,355.21	2,020.70	1,700.00	320.70
Utilities	9,400.47	10,432.52	10,000.00	432.52
Insurance	4,405.60	3,366.05	2,500.00	866.05
Sales Tax	931.16	1,849.78	1,500.00	349.78
Other	13,189.73	1,630.63	3,600.00	(1,969.37)
Operating Transfers	-	-	15,000.00	(15,000.00)
<b>Total Expenditures</b>	<u>101,466.71</u>	<u>78,251.04</u>	<u>\$ 110,877.00</u>	<u>\$ (32,625.96)</u>
Receipts Over (Under) Expenditures	1,223.24	12,628.00		
Unencumbered Cash, Beginning	<u>317.02</u>	<u>1,540.26</u>		
Unencumbered Cash, Ending	<u>\$ 1,540.26</u>	<u>\$ 14,168.26</u>		