

CITY OF ENTERPRISE  
DICKINSON COUNTY, KANSAS  
INDEPENDENT AUDITORS' REPORT AND  
REGULATORY BASIS FINANCIAL STATEMENT  
YEAR ENDED DECEMBER 31, 2012

ALDRICH AND COMPANY, LLC  
CERTIFIED PUBLIC ACCOUNTANTS  
COUNCIL GROVE, KANSAS 66846

City of Enterprise  
Dickinson County, Kansas

REGULATORY BASIS FINANCIAL STATEMENT  
Year Ended December 31, 2012

TABLE OF CONTENTS

	<u>Page Number</u>
Independent Auditors' Report	1
Summary Statement of Cash Receipts, Expenditures, and Unencumbered Cash	2
Notes to the Financial Statement	3-8
Regulatory-Required Supplementary Information:	
Schedule 1 - Summary of Expenditures – Actual and Budget	9
Schedule 2 – Schedule of Receipts and Expenditures	
General Fund	10-11
Special Purpose Funds	
Special Fire Equipment	12
Recreation	13
Library	14
Special Highway	15
Connecting Links	16
Special Law Enforcement	17
Employee Benefits	18
Tort Liability	19
Debt Service	
Bond and Interest Fund	20
Capital Project Fund	
Rehab Project	21
Business Funds	
Sewer Utility	22
Water Utility	23
Electric Utility	24
Sanitary Waste	25
Trust Funds	
Landfill	26
Swimming Pool Endowment	26
TV Tower Endowment	26
Schedule 3 - Related Municipal Entity	
Recreation Commission	27

# ALDRICH & COMPANY, LLC

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COUNCIL GROVE, KS 66846

CERTIFIED PUBLIC ACCOUNTANTS

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## Independent Auditors' Report

Mayor and City Council  
Enterprise City Hall  
Enterprise, Kansas 67441

We were engaged to audit the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Enterprise, 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 A, to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal controls 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 conducting the audit in accordance with auditing standards generally accepted in the United States of America and the Kansas Municipal Audit and Accounting Guide. Because of the matters described in the basis for disclaimer of opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

### **Basis for Disclaimer of Opinion**

The City of Enterprise personnel did not reconcile its utility program billing. We were not provided with adequate information in regards to documenting changes to the city's utility billing system. In addition, the utility system carries over old usage amounts for some past customers after their last billing which results in erroneous usage information. The system also produces reports that include totals but these totals do not always agree with the detail which results in reports that may not be relied on. Because of these limitations, we were not able to determine that the utility system records were reliable and sufficient to enable us to reasonably determine that the utility receipts are materially correct.

### **Disclaimer of Opinion**

Because of the significance of the matters described in the basis for disclaimer of opinion paragraph, we were unable to obtain sufficient appropriate evidence to provide the basis for an audit opinion, and, accordingly, do not express an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Enterprise, Kansas, as of December 31, 2012, and for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note A.

### **Report of Supplementary Information**

The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and schedule of receipts and expenditures-related municipal entity (Schedules 1, 2, and 3 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. Because of the significance of the matters described in the basis for disclaimer of opinion paragraph, we were unable to obtain sufficient appropriate evidence to provide the basis for an audit opinion, and, accordingly, do not express an opinion the supplementary information in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

*Aldrich & Company, LLC*

Aldrich & Company LLC  
Certified Public Accountants  
September 5, 2013

The City of Enterprise  
Dickinson County, Kansas

Summary Statement of Cash Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis

For the Year Ended December 31, 2012

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
<b>General Fund</b>	\$ (40,754)	\$ 330,359	\$ 305,382	\$ (15,777)	\$ 16,881	\$ 1,104
<b>Special Purpose Funds</b>						
Special Fire Equipment	3,402	239	400	3,241	223	3,464
Recreation	362	2,703	2,524	541	0	541
Library	378	13,416	13,012	782	0	782
Special Highway	27,621	22,137	1,751	48,007	803	48,810
Connecting Links	12,708	6,358	0	19,066	0	19,066
Special Law Enforcement	2,373	2,435	5,100	(292)	691	399
Employee Benefits	867	56,197	38,488	18,576	0	18,576
Tort Liability	8	0	0	8	0	8
<b>Debt Service</b>						
Bond and Interest	9,405	24,594	14,355	19,644	0	19,644
<b>Capital Project Fund</b>						
Rehab project	0	136,623	127,200	9,423	0	9,423
<b>Business Funds</b>						
Sewer Utility	60,000	105,400	112,319	53,081	3,320	56,401
Water Utility	1,012	125,347	127,467	(1,108)	5,100	3,992
Electric Utility	87,436	582,392	600,417	69,411	29,167	98,578
Solid Waste	12,885	52,392	51,993	13,284	728	14,012
<b>Trusts Funds</b>						
Landfill	0	34	34	0	0	0
Swimming Pool Endow	1,175	0	0	1,175	0	1,175
TV Tower Endowment	72	0	0	72	0	72
<b>Related Municipal Entity</b>						
Recreation Commission	7,951	2,524	4,760	5,715	290	6,005
<b>Total Reporting Entity</b>	<u>\$ 186,901</u>	<u>\$ 1,463,150</u>	<u>\$ 1,405,202</u>	<u>\$ 244,849</u>	<u>\$ 57,203</u>	<u>\$ 302,052</u>

Composition of Cash:

Checking and money market accounts	\$ 30,297
Certificates of deposit	265,675
Recreation Commission checking account	6,005
Cash on hand	75
<b>Total cash reporting entity</b>	<u>\$ 302,052</u>

The accompanying notes are an integral part of this statement.

The City of Enterprise  
Dickinson County, Kansas

NOTES TO THE FINANCIAL STATEMENT  
December 31, 2012

Note A – Summary of Significant Accounting Policies

The City has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The more significant of the city's accounting policies are described below.

Municipal Financial Reporting Entity

The City of Enterprise is a governmental entity and operates under a Mayor-Council form of Government. The City operates as a third class city. The City provides the following services: public safety (police and fire), streets, sanitation, water, sewer, electric service, recreation, public improvements, planning and zoning, and general administrative services.

This regulatory basis financial statement presents the City of Enterprise and the City of Enterprise Recreation Commission, a related municipal entity. The City of Enterprise Recreation Commission oversees recreation activities. The recreation commission operates as a separate governing body but the City levies the taxes for the recreation commission and the recreation commission has only the powers granted by statute, K.S.A. 12-1928.

Regulatory Basis Fund Types

The accounts of the City are organized and operated on the basis of funds, which are used to record the City's financial transactions. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Cash and other financial resources are recorded together with all related expenditures. A fund is used to segregate specific activities and for the purpose of attaining certain objectives in accordance with special regulations, restrictions, or limitations including State Statutes and City Ordinances. The following types of funds comprise the financial activities of the City.

General Fund – The General Fund is the chief operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Purpose Funds – Special Purpose Funds are 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 specified purposes.

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

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

Business Funds – Business Funds are financed in whole or in part by fees charged to users of the goods or services. Funds are operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of receipts, expenses, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Trust Funds: Trust Funds are used to report assets held in trust for the benefit of the municipal financial reporting entity.

The City of Enterprise  
Dickinson County, Kansas

NOTES TO THE FINANCIAL STATEMENT  
December 31, 2012

Note A – Summary of Significant Accounting Policies (Cont)

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 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.

Note B – Stewardship, Compliance and Accountability

Budgetary Information

Kansas's 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. Although directory rather than mandatory, 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 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 notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held, and the governing body may amend the budget at that time. There were no such amendments 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 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 and trust funds. Spending in funds that are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

The City of Enterprise  
Dickinson County, Kansas

NOTES TO THE FINANCIAL STATEMENT  
December 31, 2012

Note B – Stewardship, Compliance and Accountability (Cont)

Compliance with Finance-Related Legal and Contractual Provisions

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney and legal representatives of the municipality.

Financial Statement Publication K.S.A. 12-1608

The City of Enterprise did not publish a financial statement for the calendar year ending December 31, 2012.

No Indebtedness in Excess of Available Monies in a Fund K.S.A. 10-1113

Due to errors in calculations, the General, Special Law and Water Funds carried a negative balance at December 31, 2012.

Expenditures are controlled within budgeted authority K.S.A. 7935

The General, Special Law, Sewer, Water and Solid Waste Funds exceeded their budgeted authority.

Management is not aware of any other items of noncompliance with Kansas statutes.

Note C – Cash and Deposits

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

K.S.A. 12-1675 limits the Government'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.

State statutes place no limit on the amount the Government 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 is the risk that in the event of a bank failure, the Government's deposits may not be returned to it. State statutes require the Government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipts 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 does not designate peak periods. The City's deposits were legally secured at December 31, 2012.

The City maintains a cash pool that is available for use by all funds. At year-end the carrying amount of the city's deposits, including certificates of deposit, was \$301,977. The bank balance was \$384,418. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. The bank balance was covered by FDIC insurance.

Note D – Property Taxes

The determination of assessed valuations and the collection of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser annually determines assessed valuations based on real estate transactions recorded by the Register of Deeds and personal property transactions reported by taxpayers. The County Clerk spreads the annual assessment on the tax rolls. The County Treasurer is the tax collection agent for all taxing entities within the County.

The City of Enterprise  
Dickinson County, Kansas

NOTES TO THE FINANCIAL STATEMENT  
December 31, 2012

Note D – Property Taxes (Cont)

In accordance with 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. One-half of the property tax is due December 20<sup>th</sup> prior to the fiscal year for which they are budgeted, and the second half is due the following May 10<sup>th</sup>. The county treasurer collects and distributes the property taxes. In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the following year's operation.

Note E – Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees; and natural disasters. To insure against risk of these types of losses, the City has purchased commercial insurance coverage. Settled claims resulting from these risks have not exceeded coverage in the past three calendar years.

Note F – Interfund Transfers

Operating transfers were made as follows:

Transferred from:	Transferred to:	Statute	Amount
Electric	General	12-825d	72,000
Electric	Special Law	12-825d	1,000
Sewer	General	12-825d	8,000
Water	General	12-825d	8,000

Note G – Defined Benefit Pension Plan

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

Funding Policy - K.S.A. 74-4419 and 74-49,210 establishes 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 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 rate 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 contribution rates for KPERs employers.

Note H – Other Long-Term Obligations From Operations

Compensated Absences

Full time employees earn four hours of sick leave for each full month of service. Sick leave may accumulate to 750 hours. Upon termination, an employee is not paid for any unused sick leave.

The City of Enterprise  
Dickinson County, Kansas

NOTES TO THE FINANCIAL STATEMENT  
December 31, 2012

Note H – Other Long-Term Obligations From Operations (Cont)

Compensated Absences (Cont)

Vacation for full time employees is based on years of employment. Full time employees receive one week after the first year of service, two weeks after two years of service, and three weeks after five years of continuous service. Vacation time may not be accumulated past the individuals' employment date anniversary unless approval is made by the City Council. City Council may also approve payment of unused vacation time. Upon termination, an employee shall be compensated for all earned but unused vacation leave at their final rate of pay, subject to the maximum hours of accumulation authorized.

Other Post-Employment Benefits

In accordance with state statutes, the city makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by state statutes. The premium is paid in full by the insured directly to the insurance carrier. There is no cost to the city under this program.

Customer Deposits

The City requires a utility deposit for new customers. The City retains the deposit for one year and then is paid back to those in good standing upon request. The City does not recognize the customer deposit liability in its financial statements.

Note I – CDBG Rehab Project

The city was awarded \$390,250 for housing rehabilitation projects. Residents have the opportunity to participate in the projects on a cost-share basis. As of December 31, 2011, the city had received \$113,633 in grant funds, received \$22,990 from participants, and expended \$127,200.

Note I – Long-Term Debt

General Obligation Bonds

The City issues general obligation bonds to finance the acquisition and construction of major capital facilities, both for general government and proprietary activities. General obligation bonds are direct obligations and pledge the full faith and credit of the issuing entity. In 1997, the City issued bonds for a water and sewer improvement project. The final payment for these bonds was made in 2011. In 2003, the city issued bonds for a street project. Payments are made from the bond and interest fund.

Layton Lane Special Assessment Project

The City issued general obligation bonds in the amount of \$119,446 in 2006 for street improvements to Layton Lane. Special assessments were authorized to be charged to the benefiting property owners for repayment of the bond. The special assessments authorized to be charged began to be assessed by Dickinson County, Kansas in November 2007 and began distributing those assessment to the City beginning in 2008. Repayment of the bonds began in 2007. Payments are made from the bond and interest fund.

Capital Leases

On July 29, 2008, the City entered into a capital lease agreement with the Dickinson County Bank for the purchase of a 2006 Ford Explorer. The lease terminates due to non-appropriation of funds and the vehicle is returned to the lessor. Four annual payments of \$5,100 are due starting August 15, 2009 with a final payment of \$5,057 on August 15, 2013. Payments are made from the special law fund.

No-Fund Warrants

During 2005, the City experienced unforeseen expenses due to an unprecedented growth of algae and duckweed in its sewer pond No. 3. A no-fund warrant was approved by the Kansas Board of Tax Appeals for issuance in the amount of \$27,811.38 to pay the costs of emptying the pond and relocating the waste. Five payments were scheduled to be paid from the bond and interest or sewer funds. The final payment was made in 2011.

The City of Enterprise  
Dickinson County, Kansas

NOTES TO THE FINANCIAL STATEMENT  
December 31, 2012

NOTE I - LONG TERM DEBT (CONT)

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

	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Payable January 1	Additions	Reductions/ Payments	Balance Payable December 31	Interest Paid
General Obligation Bonds:									
Street Series 2003	4.25%	4/2/2003	32,000	9/1/2013	8,000	0	4,000	4,000	380
Layton Lane	4.75-6.7%	9/1/2006	119,446	9/1/2026	94,446	0	5,000	89,446	4,974
Capital Leases:									
2006 Ford Explorer	6.76%	7/29/2008	20,960	8/15/2013	9,214	0	4,477	4,737	623
Total long term debt					\$ 111,660	\$ 0	\$ 13,477	\$ 98,183	\$ 5,977

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

	2013	2014	2015	2016	2017	2018-2022	2023-2026	Total
Principal								
Street Series 2003	\$ 4,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 4,000
Layton Lane	5,000	5,000	5,000	5,000	7,000	35,000	27,446	89,446
Capital lease	4,737	0	0	0	0	0	0	4,737
Total Principal	13,737	5,000	5,000	5,000	7,000	35,000	27,446	98,183
Interest								
Street Series 2003	190	0	0	0	0	0	0	190
Layton Lane	4,638	4,304	3,968	3,634	3,299	11,506	3,220	34,569
Capital lease	319	0	0	0	0	0	0	319
Total Interest	5,147	4,304	3,968	3,634	3,299	11,506	3,220	35,078
Total Principal and Interest	\$ 18,884	\$ 9,304	\$ 8,968	\$ 8,634	\$ 10,299	\$ 46,506	\$ 30,666	\$ 133,261

REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION

The City of Enterprise  
Dickinson County, Kansas

Schedule 1

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

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
General Fund	\$ 288,800		\$ 288,800	\$ 305,382	\$ (16,582)
Special Purpose Funds					
Special Fire Equipment	2,970		2,970	400	2,570
Recreation	3,000		3,000	2,524	476
Library	13,800		13,800	13,012	788
Special Highway	43,623		43,623	1,751	41,872
Connecting Links	19,054		19,054	0	19,054
Special Law Enforcement	4,736		4,736	5,100	(364)
Employee Benefits	56,960		56,960	38,488	18,472
Tort Liability	0		0	0	0
Bond and Interest Fund					
Bond and Interest	19,354		19,354	14,355	4,999
Business Funds					
Sewer Utility	105,535		105,535	112,319	(6,784)
Water Utility	119,890	0	119,890	127,467	(7,577)
Electric Utility	662,330		662,330	600,417	61,913
Solid Waste	30,900		30,900	51,993	(21,093)

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2A

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

	GENERAL FUND			
	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes				
Dickinson County	\$ 118,264	\$ 126,821	\$ 132,151	\$ (5,330)
Sales tax	68,001	75,652	66,900	8,752
Franchise fees	11,103	9,538	13,200	(3,662)
Total taxes	<u>197,368</u>	<u>212,011</u>	<u>212,251</u>	<u>(240)</u>
Licenses and Permits	<u>490</u>	<u>1,083</u>	<u>900</u>	<u>183</u>
Fines & court costs	<u>17,393</u>	<u>10,657</u>	<u>15,300</u>	<u>(4,643)</u>
Use of Money and Property	<u>3,353</u>	<u>3,338</u>	<u>7,000</u>	<u>(3,662)</u>
Other Receipts				
Swimming pool	8,658	7,241	7,500	(259)
Other receipts	11,051	8,029	12,500	(4,471)
Total Other Receipts	<u>19,709</u>	<u>15,270</u>	<u>20,000</u>	<u>(4,730)</u>
Operating Transfers				
Transfers from utility funds	<u>0</u>	<u>88,000</u>	<u>64,000</u>	<u>24,000</u>
Total Cash Receipts	<u>\$ 238,313</u>	<u>\$ 330,359</u>	<u>\$ 319,451</u>	<u>\$ 10,908</u>
Expenditures				
General				
Personal	\$ 26,432	\$ 28,836	\$ 30,400	\$ 1,564
Commodities	5,651	5,453	6,500	1,047
Contractual	54,623	53,804	50,000	(3,804)
Capital outlay	<u>588</u>	<u>0</u>	<u>4,000</u>	<u>4,000</u>
Total General	<u>87,294</u>	<u>88,093</u>	<u>90,900</u>	<u>2,807</u>
Swimming Pool				
Personal	19,440	22,309	22,340	31
Commodities	6,928	13,866	6,650	(7,216)
Contractual	4,910	7,467	6,740	(727)
Capital outlay	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Swimming Pool	<u>31,278</u>	<u>43,642</u>	<u>35,730</u>	<u>(7,912)</u>
Subtotal	<u>\$ 118,572</u>	<u>\$ 131,735</u>	<u>\$ 126,630</u>	<u>\$ (5,105)</u>

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2A

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  
GENERAL FUND

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Expenditures Carried Forward	\$ 118,572	\$ 131,735	\$ 126,630	\$ (5,105)
Parks and Recreation				
Personal	4,727	5,905	4,800	(1,105)
Commodities	6,584	2,228	1,930	(298)
Contractual	349	0	320	320
Total Parks and Recreation	<u>11,660</u>	<u>8,133</u>	<u>7,050</u>	<u>(1,083)</u>
Streets				
Personal	7,330	4,397	5,040	643
Commodities	14,239	14,022	17,960	3,938
Contractual	2,427	956	110	(846)
Street lighting	9,544	9,511	10,720	1,209
Capital outlay	0	0	0	0
Total Streets	<u>33,540</u>	<u>28,886</u>	<u>33,830</u>	<u>4,944</u>
Fire				
Personal	3,187	3,491	2,470	(1,021)
Commodities	1,820	5,927	3,610	(2,317)
Contractual	6,317	7,022	9,320	2,298
Capital outlay	3,712	0	2,790	2,790
Total Fire	<u>15,036</u>	<u>16,440</u>	<u>18,190</u>	<u>1,750</u>
Police				
Personal	90,789	100,238	91,000	(9,238)
Commodities	10,278	11,883	6,000	(5,883)
Contractual	5,330	8,067	6,100	(1,967)
Total Police	<u>106,397</u>	<u>120,188</u>	<u>103,100</u>	<u>(17,088)</u>
Transfers and miscellaneous	0	0	0	0
Total Expenditures	<u>285,205</u>	<u>305,382</u>	<u>288,800</u>	<u>(16,582)</u>
Receipts Over (Under) Expenditures	(46,892)	24,977	\$ 30,651	\$ (5,674)
Unencumbered Cash, January 1	6,138	(40,754)		
Unencumbered Cash, December 31	\$ (40,754)	\$ (15,777)		

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2B

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

SPECIAL FIRE EQUIPMENT

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Dickinson County	\$ 1,086	\$ 239	\$ 0	\$ 239
Total Cash Receipts	<u>1,086</u>	<u>239</u>	<u>0</u>	<u>239</u>
Expenditures				
Fire expenditures	<u>1,370</u>	<u>400</u>	<u>2,970</u>	<u>2,570</u>
Total Expenditures	<u>1,370</u>	<u>400</u>	<u>2,970</u>	<u>2,570</u>
Receipts Over (Under) Expenditures	(284)	(161)	<u><u>(2,970)</u></u>	<u><u>2,809</u></u>
Unencumbered Cash, January 1	<u>3,686</u>	<u>3,402</u>		
Unencumbered Cash, December 31	<u><u>\$ 3,402</u></u>	<u><u>\$ 3,241</u></u>		

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2C

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

RECREATION

	Year Actual	Actual	Budget	Favorable (Unfavorable)
Cash Receipts				
Dickinson County	\$ 4,210	\$ 2,703	\$ 2,697	\$ 6
Total Cash Receipts	<u>4,210</u>	<u>2,703</u>	<u>2,697</u>	<u>6</u>
Expenditures				
Appropriation to Recreation Comm.	<u>4,282</u>	<u>2,524</u>	<u>3,000</u>	<u>476</u>
Total Expenditures	<u>4,282</u>	<u>2,524</u>	<u>3,000</u>	<u>476</u>
Receipts Over (Under) Expenditures	(72)	179	<u>\$ (303)</u>	<u>\$ 482</u>
Unencumbered Cash, January 1	<u>434</u>	<u>362</u>		
Unencumbered Cash, December 31	<u>\$ 362</u>	<u>\$ 541</u>		

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2D

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

LIBRARY

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Dickinson County	\$ 11,561	\$ 13,416	\$ 13,736	\$ (320)
Total Cash Receipts	11,561	13,416	13,736	(320)
Expenditures				
Appropriation to Library Board	11,673	13,012	13,800	788
Total Expenditures	11,673	13,012	13,800	788
Receipts Over (Under) Expenditures	(112)	404	\$ (64)	\$ 468
Unencumbered Cash, January 1	490	378		
Unencumbered Cash, December 31	\$ 378	\$ 782		

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2E

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

SPECIAL HIGHWAY

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental				
KDOT Special Highway	\$ 21,647	\$ 22,137	\$ 21,890	\$ 247
State of Kansas	0	0	0	0
Total Cash Receipts	21,647	22,137	21,890	247
Expenditures				
Street maintenance and repair	4,100	1,751	43,623	41,872
Total Expenditures	4,100	1,751	43,623	41,872
Receipts Over (Under) Expenditures	17,547	20,386	<u>\$ (21,733)</u>	<u>\$ 42,119</u>
Unencumbered Cash, January 1	10,074	27,621		
Unencumbered Cash, December 31	<u>\$ 27,621</u>	<u>\$ 48,007</u>		

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2F

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

CONNECTING LINKS

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Intergovernmental				
KDOT Connecting Links	\$ 6,354	\$ 6,358	\$ 6,350	\$ 8
Other	0	0	0	0
Total Cash Receipts	<u>6,354</u>	<u>6,358</u>	<u>6,350</u>	<u>8</u>
Expenditures				
Highway maintenance and repair	0	0	19,054	19,054
Total Expenditures	<u>0</u>	<u>0</u>	<u>19,054</u>	<u>19,054</u>
Receipts Over (Under) Expenditures	6,354	6,358	<u>\$ (12,704)</u>	<u>\$ 19,062</u>
Unencumbered Cash, January 1	<u>6,354</u>	<u>12,708</u>		
Unencumbered Cash, December 31	<u>\$ 12,708</u>	<u>\$ 19,066</u>		

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2G

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

SPECIAL LAW

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Dickinson County	\$ 2,173	\$ 725	\$ 0	\$ 725
Court fees	1,410	710	0	710
Transfer from electric	<u>0</u>	<u>1,000</u>	<u>1,500</u>	<u>(500)</u>
Total Cash Receipts	<u>3,583</u>	<u>2,435</u>	<u>1,500</u>	<u>935</u>
Expenditures				
Law expenditures	<u>5,555</u>	<u>5,100</u>	<u>4,736</u>	<u>(364)</u>
Total Expenditures	<u>5,555</u>	<u>5,100</u>	<u>4,736</u>	<u>(364)</u>
Receipts Over (Under) Expenditures	(1,972)	(2,665)	<u>\$ (3,236)</u>	<u>\$ 571</u>
Unencumbered Cash, January 1	<u>4,345</u>	<u>2,373</u>		
Unencumbered Cash, December 31	<u>\$ 2,373</u>	<u>\$ (292)</u>		

The City of Enterprise  
Dickinson County, Kansas

Schedule 2H

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

EMPLOYEE BENEFITS

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Dickinson County	\$ 21,368	\$ 56,197	\$ 58,235	\$ (2,038)
Transfer from Electric	<u>34,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Cash Receipts	<u>55,368</u>	<u>56,197</u>	<u>58,235</u>	<u>(2,038)</u>
Expenditures				
Employee Benefits	<u>55,497</u>	<u>38,488</u>	<u>56,960</u>	<u>18,472</u>
Total Expenditures	<u>55,497</u>	<u>38,488</u>	<u>56,960</u>	<u>18,472</u>
Receipts Over (Under) Expenditures	(129)	17,709	<u>\$ 1,275</u>	<u>\$ 16,434</u>
Unencumbered Cash, January 1	<u>996</u>	<u>867</u>		
Unencumbered Cash, December 31	<u>\$ 867</u>	<u>\$ 18,576</u>		

The City of Enterprise  
Dickinson County, Kansas

Schedule 2I

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

TORT LIABILITY

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Dickinson County	\$ 0	\$ 0	\$ 0	\$ 0
Total Cash Receipts	0	0	0	0
Expenditures				
Contractual services	0	0	0	0
Total Expenditures	0	0	0	0
Receipts Over (Under) Expenditures	0	0	\$ 0	\$ 0
Unencumbered Cash, January 1	8	8		
Unencumbered Cash, December 31	\$ 8	\$ 8		

The City of Enterprise  
Dickinson County, Kansas

Schedule 2J

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

BOND & INTEREST

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Dickinson County	\$ 29,841	\$ 15,326	\$ 14,953	\$ 373
Special assessments	9,612	9,268	0	9,268
Transfer from other funds	0	0	0	0
Total Cash Receipts	<u>39,453</u>	<u>24,594</u>	<u>14,953</u>	<u>9,641</u>
Expenditures				
Principal	34,000	9,000	9,000	0
Interest	7,291	5,354	5,354	-
Commission	2	1	0	(1)
Cash basis reserve	0	0	5,000	5,000
Total Expenditures	<u>41,293</u>	<u>14,355</u>	<u>19,354</u>	<u>4,999</u>
Receipts Over (Under) Expenditures	(1,840)	10,239	<u>\$ (4,401)</u>	<u>\$ 14,640</u>
Unencumbered Cash, January 1	<u>11,245</u>	<u>9,405</u>		
Unencumbered Cash, December 31	<u>\$ 9,405</u>	<u>\$ 19,644</u>		

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2K

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

REHAB PROJECT

	Prior Year Actual	Current Year Actual
Cash Receipts		
State of Kansas	\$ 0	\$ 113,633
Local funds	0	22,990
Total Cash Receipts	<u>0</u>	<u>136,623</u>
Expenditures		
Rehab expenditures	<u>0</u>	<u>127,200</u>
Total Expenditures	<u>0</u>	<u>127,200</u>
Receipts Over (Under) Expenditures	0	9,423
Unencumbered Cash, January 1	<u>0</u>	<u>0</u>
Unencumbered Cash, December 31	<u>\$ 0</u>	<u>\$ 9,423</u>

The City of Enterprise  
Dickinson County, Kansas

Schedule 2L

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

SEWER UTILITY

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Charges for services	\$ 107,176	\$ 104,788	\$ 103,000	\$ 1,788
Other	150	612	0	612
Total Cash Receipts	<u>107,326</u>	<u>105,400</u>	<u>103,000</u>	<u>2,400</u>
Expenditures				
Production				
Personal services	61,020	63,327	64,450	1,123
Commodities	5,568	7,260	15,450	8,190
Contractual	25,029	33,732	25,100	(8,632)
Capital outlay	0	0	535	535
Transfer to general	0	8,000	0	(8,000)
No fund warrants	5,859	0	0	0
Total Expenditures	<u>97,476</u>	<u>112,319</u>	<u>105,535</u>	<u>(6,784)</u>
Receipts Over (Under) Expenditures	9,850	(6,919)	<u>\$ (2,535)</u>	<u>\$ (4,384)</u>
Unencumbered Cash, January 1	<u>50,150</u>	<u>60,000</u>		
Unencumbered Cash, December 31	<u>\$ 60,000</u>	<u>\$ 53,081</u>		

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2M

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

WATER UTILITY

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
<b>Cash Receipts</b>				
Charges for services	\$ 108,813	\$ 124,498	\$ 114,000	\$ 10,498
Other receipts	6,252	849	0	849
<b>Total Cash Receipts</b>	<u>115,065</u>	<u>125,347</u>	<u>114,000</u>	<u>11,347</u>
<b>Expenditures</b>				
Administrative				
Personal services	9,720	9,439	9,750	311
Contractual	0	0	0	0
Commodities	1,157	2,530	1,070	(1,460)
Production				
Personal services	57,000	60,388	52,180	(8,208)
Contractual	30,367	27,206	22,390	(4,816)
Commodities	26,351	18,986	28,070	9,084
Capital outlay	588	0	5,360	5,360
Water protection fee	1,270	918	1,070	152
Transfer to general	0	8,000	0	(8,000)
Adjustment for budget credit	0	0	0	0
<b>Total Expenditures</b>	<u>126,453</u>	<u>127,467</u>	<u>119,890</u>	<u>(7,577)</u>
Receipts Over (Under) Expenditures	(11,388)	(2,120)	<u>\$ (5,890)</u>	<u>\$ 3,770</u>
Unencumbered Cash, January 1	<u>12,400</u>	<u>1,012</u>		
Unencumbered Cash, December 31	<u>\$ 1,012</u>	<u>\$ (1,108)</u>		

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 2N

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

ELECTRIC UTILITY

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
<b>Cash Receipts</b>				
Charges for services	\$ 529,464	\$ 565,102	\$ 565,800	\$ (698)
Late charges	8,885	9,500	9,500	0
Customer deposits	6,755	7,790	6,400	1,390
Other	0	0	0	0
<b>Total Cash Receipts</b>	<b>545,104</b>	<b>582,392</b>	<b>581,700</b>	<b>692</b>
<b>Expenditures</b>				
Personal services	79,232	83,995	95,570	11,575
Contractual	28,591	34,557	29,250	(5,307)
Electricity purchased	375,406	364,655	395,000	30,345
Commodities	37,639	32,597	53,240	20,643
Capital outlay	588	0	0	0
Customer deposits	395	1,392	2,270	878
Sales tax	9,797	10,221	23,000	12,779
Transfers to other funds	34,000	73,000	64,000	(9,000)
<b>Total Expenditures</b>	<b>565,648</b>	<b>600,417</b>	<b>662,330</b>	<b>61,913</b>
Receipts Over (Under) Expenditures	(20,544)	(18,025)	<u>\$ (80,630)</u>	<u>\$ 62,605</u>
Unencumbered Cash, January 1	107,980	87,436		
Unencumbered Cash, December 31	<u>\$ 87,436</u>	<u>\$ 69,411</u>		

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 20

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

SOLID WASTE

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Charges for services	\$ 49,334	\$ 52,392	\$ 49,200	\$ 3,192
Transfers in	0	0	0	0
Total Cash Receipts	<u>49,334</u>	<u>52,392</u>	<u>49,200</u>	<u>3,192</u>
Expenditures				
Personal services	12,649	17,916	14,420	(3,496)
Commodities	4,483	11,333	13,390	2,057
Contractual	19,387	22,744	3,090	(19,654)
Capital outlay	0	0	0	0
Total Expenditures	<u>36,519</u>	<u>51,993</u>	<u>30,900</u>	<u>(21,093)</u>
Receipts Over (Under) Expenditures	12,815	399	<u>\$ 18,300</u>	<u>\$ (17,901)</u>
Unencumbered Cash, January 1	<u>70</u>	<u>12,885</u>		
Unencumbered Cash, December 31	<u>\$ 12,885</u>	<u>\$ 13,284</u>		

The City of Enterprise  
Dickinson County, Kansas

Schedule 2P

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

TRUST FUNDS

	<u>Landfill</u>	<u>Swimming Pool Endowment</u>	<u>TV Tower Endowment</u>
Cash Receipts			
Fees & Donations	<u>\$ 34</u>	<u>\$ 0</u>	<u>\$ 0</u>
Expenditures			
Fees	<u>34</u>	<u>0</u>	<u>0</u>
Receipts Over (Under) Expenditures	0	0	0
Unencumbered Cash, January 1	<u>0</u>	<u>1,175</u>	<u>72</u>
Unencumbered Cash, December 31	<u>\$ 0</u>	<u>\$ 1,175</u>	<u>\$ 72</u>

See Accompanying Auditor's Report.

The City of Enterprise  
Dickinson County, Kansas

Schedule 3

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

RELATED MUNICIPAL ENTITY

RECREATION COMMISSION

	Prior Year Actual	Current Year Actual
Cash Receipts		
Donations and fees	\$ 1,055	\$ 0
Appropriation from City of Enterprise	<u>4,282</u>	<u>2,524</u>
Total Cash Receipts	<u>5,337</u>	<u>2,524</u>
Expenditures		
Entertainment events	5,003	4,583
Other	<u>229</u>	<u>177</u>
Total Expenditures	<u>5,232</u>	<u>4,760</u>
Receipts Over (Under) Expenditures	105	(2,236)
Unencumbered Cash, January 1	<u>7,846</u>	<u>7,951</u>
Unencumbered Cash, December 31	<u>\$ 7,951</u>	<u>\$ 5,715</u>

See Accompanying Auditor's Report.