

CITY OF GENESEO

GENESEO, KANSAS

Financial Statement

For the Year Ended December 31, 2012

City of Geneseo, Kansas

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December 31, 2012

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Knudsen Monroe & Company LLC

INDEPENDENT AUDITOR'S REPORT

City Council
City of Geneseo
Geneseo, Kansas 67444

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Geneseo, 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 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.

Auditors' 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 to the financial statement, the financial statement is prepared by the City of Geneseo 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 of Geneseo 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 balances of the City of Geneseo 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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the 2012 financial statement as a whole. The summary of expenditures-actual and budget, and the individual fund schedules of cash receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the 2012 financial statement. Such information is the responsibility of management and the 2012 supplementary information was derived from and relates directly to the underlying accounting and other records used to prepare the 2012 financial statement. The 2012 information has been subjected to the auditing procedures applied in the audit of the 2012 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 financial statement or to the 2012 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 financial statement as a whole.

The 2011 actual columns presented in the individual fund schedules of cash receipts and expenditures-actual and budget (Schedule 2 as listed in the table of contents) are also presented for comparative analysis and are not a required part of the 2011 financial statement upon which we rendered an unqualified opinion dated November 9, 2012. The 2011 financial statements 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://www.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 financial statement. The 2011 comparative information was subjected to the auditing procedures applied in the audit of the 2011 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 financial statement or to the 2011 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 financial statement as a whole.

Kruscien, Monroe & Company, LLC

Certified Public Accountants
Newton, Kansas

December 13, 2013

City of Geneseo, Kansas

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

Regulatory Basis

Year ended December 31, 2012

Funds	Unencumbered Cash Balance <u>12/31/11</u>	<u>Receipts</u>	<u>Expenditures</u>	Unencumbered Cash Balance <u>12/31/12</u>	Accounts Payable and <u>Encumbrances</u>	Cash Balance <u>12/31/12</u>
Governmental Fund Types:						
General Fund	\$ 13,991	158,276	146,504	25,763	8,668	34,431
Special Purpose Funds:						
Library	2,582	4,015	6,355	242	-	242
Recreation	73	3,731	2,737	1,067	-	1,067
Employee benefits	-	10,155	9,742	413	-	413
Special street and highway	1,931	6,904	4,724	4,111	-	4,111
Special parks and recreation	5	179	-	184	-	184
Equipment reserve	228	27,550	3,679	24,099	-	24,099
	<u>4,819</u>	<u>52,534</u>	<u>27,237</u>	<u>30,116</u>	<u>-</u>	<u>30,116</u>
Capital Project Fund:						
Water project	-	285,926	361,474	(75,548)	88,723	13,175
Debt Service Fund:						
Bond and interest	1,804	5,971	6,709	1,066	-	1,066
Business Funds:						
Waterworks	24,287	63,751	63,980	24,058	-	24,058
Waterworks reserve	1,351	-	-	1,351	-	1,351
Sewer	49,181	26,274	52,798	22,657	-	22,657
Sewer reserve	29	6,201	-	6,230	-	6,230
Refuse	2,005	12,552	14,340	217	-	217
	<u>76,853</u>	<u>108,778</u>	<u>131,118</u>	<u>54,513</u>	<u>-</u>	<u>54,513</u>
Total Financial Reporting Entity	\$ 97,467	611,485	673,042	35,910	97,391	133,301

NOTES TO FINANCIAL STATEMENT

December 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

The City of Geneseo, Kansas is a municipal corporation incorporated under the laws of the State of Kansas. The City operates under a Mayor-Council form of government consisting of an elected Mayor and five council members. These financial statements present only the City of Geneseo as the primary government.

Related Municipal Entities

The Geneseo Public Library and Geneseo Recreation Commission, related municipal entities of the City of Geneseo, Kansas, are not included in these financial statements.

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

The 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 statutory basis of accounting.

KMAAG Regulatory Basis of Presentation and Definitions

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.

NOTES TO FINANCIAL STATEMENT

December 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The following types of funds comprise the financial activities of the City for the year 2012:

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

Special Purpose Funds - to account for the proceeds of specific tax levies, and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Capital Project Fund - to account for financial resources segregated for the acquisition of major capital facilities other than those financed totally by proprietary funds.

Debt Service Fund - to account for the accumulation of resources for and the payment of interest and principal on general long-term debt, and the financing of special assessments which are general obligations of the City.

Business Funds - to account for operations that are financed and operated in a manner similar to private business enterprises, where the stated intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

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), debt service 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 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 on 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 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 schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

NOTES TO FINANCIAL STATEMENT

December 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 project funds, business reserve accounts, and the equipment reserve special purpose 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.

2. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

Budget Violations – the City was not in compliance with K.S.A. 79-2935 which limits fund expenditures to the appropriated budget in the General, Library and Waterworks funds.

Required Publications – The City did not publish an annual financial statement for 2012, as required by Kansas statutes governing third class cities. This is a violation of K.S.A. 12-1608.

3. DEPOSITS AND INVESTMENTS

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 investment policy 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.

As of December 31, 2012, the City's investments included only bank certificates of deposit with a fair value of \$60,663, which are not subject to investment rating.

City of Geneseo, Kansas

NOTES TO FINANCIAL STATEMENT

December 31, 2012

3. DEPOSITS AND INVESTMENTS (Continued)

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 not designated peak periods. All deposits were legally secured at December 31, 2012.

At December 31, 2012, the carrying amount of the City's deposits was \$133,301. The bank balance totaled \$129,700. The balance was held by one bank resulting in a concentration of credit risk. As of December 31, 2012, 100% of the bank balance was covered by FDIC insurance.

Composition of Cash

Cash consisted of the following at December 31, 2012:

Financial institution deposits:	
Operating checking account	\$ 57,319
Capital project checking account	15,319
Time deposits	<u>60,663</u>
Total cash and investments	<u>\$ 133,301</u>

4. CAPITAL PROJECTS

Project Authorizations

2012 capital improvement authorizations compared to actual expenditures since the beginning of the project is as follows:

	<u>Authorization</u>	<u>Expenditures to Date</u>	<u>Excess Authorization</u>
Water Project	<u>\$ 1,210,696</u>	<u>361,474</u>	<u>849,222</u>

City of Geneseo, Kansas

NOTES TO FINANCIAL STATEMENT

December 31, 2012

5. LONG-TERM DEBT

Changes in the long-term liabilities for the City for the year ended December 31, 2012 were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Maturity Date</u>	<u>Balance 12/31/11</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 12/31/12</u>	<u>Interest Paid 2012</u>
General Obligation Bonds, including special assessments:									
Series 1999	4.750%	07/07/99	\$ 99,000	07/07/24	\$ 65,200	-	3,700	61,500	3,009
Series 2007-A	4.125%	06/05/07	336,700	06/05/47	304,416	-	4,015	300,401	12,557
Series 2012-A	2.750%	07/18/12	211,500	07/26/52	-	211,500	-	211,500	-
Series 2012-B	2.750%	07/18/12	25,000	07/26/52	-	25,000	-	25,000	-
					<u>369,616</u>	<u>236,500</u>	<u>7,715</u>	<u>598,401</u>	<u>15,566</u>
Capital Lease Obligation:									
2005 Pickup	4.250%	06/04/09	15,070	12/04/13	6,274	-	3,074	3,200	234
Total Long-Term Debt					<u>\$ 375,890</u>	<u>236,500</u>	<u>10,789</u>	<u>601,601</u>	<u>15,800</u>

Current maturities of long-term debt and interest through maturity are as follows:

<u>Year(s)</u>	<u>Principal</u>			<u>Interest</u>		
	<u>GO Bonds</u>	<u>Capital Leases</u>	<u>Total</u>	<u>GO Bonds</u>	<u>Capital Leases</u>	<u>Total</u>
2013	\$ 11,435	3,200	14,635	21,817	109	21,926
2014	11,901	-	11,901	21,366	-	21,366
2015	12,375	-	12,375	20,896	-	20,896
2016	12,826	-	12,826	20,407	-	20,407
2017	13,355	-	13,355	19,900	-	19,900
2018-2022	75,360	-	75,360	91,086	-	91,086
2023-2027	69,946	-	69,946	75,520	-	75,520
2028-2032	68,239	-	68,239	63,866	-	63,866
2033-2037	81,486	-	81,486	50,651	-	50,651
2038-2042	97,366	-	97,366	34,774	-	34,774
2043-2047	98,807	-	98,807	15,711	-	15,711
2048-2052	45,305	-	45,305	3,805	-	3,805
	<u>\$ 598,401</u>	<u>3,200</u>	<u>601,601</u>	<u>439,799</u>	<u>109</u>	<u>439,908</u>

Water Revolving Loan

In addition to the long-term debt noted in the schedules above, the City received \$13,326 in loan proceeds from a Kansas Water Pollution Control Revolving Fund loan administered by the Kansas Department of Health and Environment during 2012. The purpose of the loan is to provide a portion of the funding for the Water capital improvement project described in Note 4. At December 31, 2012, the outstanding balance, including capitalized interest and fees, was \$14,522. The maximum loan amount available under the agreement is \$478,196, carries an interest and service fee rate of 2.42% per annum and is scheduled to mature in February 2033. Semi-annual payments under the loan agreement will commence in 2013, and will total approximately \$30,300 per year if the maximum loan amount of \$478,196 is incurred.

NOTES TO FINANCIAL STATEMENT

December 31, 2012

6. DEFINED BENEFIT PENSION PLAN

Plan Description

The City of Geneseo contributes to 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 establishes the KPERS member-employee contribution rate at 4% - 6% of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates for KPERS employers. The employer rate established by statute was 7.74% at December 31, 2012. The City employer's contribution to KPERS for the years ending December 31, 2012, 2011 and 2010 were \$4,006, \$3,326 and \$894 respectively, equal to the statutory required contributions for each year.

7. INTERFUND TRANSFERS

Transfers between funds consisted of the following during the year ended December 31, 2012:

<u>Transfers To</u>	<u>Transfers From</u>		
	<u>General</u>	<u>Sewer</u>	<u>Total</u>
General	\$ -	13,500	13,500
Equipment Reserve	27,073	-	27,073
Sewer Reserve	-	6,201	6,201
	<u>\$ 27,073</u>	<u>19,701</u>	<u>46,774</u>

8. MANAGEMENT'S DATE OF REVIEW

Management has performed an analysis of the activities and transactions subsequent to December 31, 2012, to determine the need for any adjustments to and/or disclosures within the audited financial statements. Management has performed their analysis through December 13, 2013, which is the date the financial statements were available to be issued.

CITY OF GENESEO, KANSAS
SUPPLEMENTARY INFORMATION
YEAR ENDED DECEMBER 31, 2012

City of Geneseo, Kansas

SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET
Regulatory Basis

Year ended December 31, 2012

<u>Funds</u>	<u>Certified Budget</u>	<u>Adjustments for Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
General	\$ 143,709	-	143,709	146,504	2,795
Special Purpose Funds:					
Library	3,750	-	3,750	6,355	2,605
Recreation	1,580	2,100	3,680	2,737	(943)
Employee benefits	16,900	-	16,900	9,742	(7,158)
Special street and highway	8,546	-	8,546	4,724	(3,822)
Special parks and recreation	401	-	401	-	(401)
Debt Service Fund:					
Bond and interest	8,797	-	8,797	6,709	(2,088)
Business Funds:					
Waterworks	53,335	-	53,335	63,980	10,645
Sewer	78,869	-	78,869	52,798	(26,071)
Refuse	17,866	-	17,866	14,340	(3,526)
Expenditures subject to current budget	<u>\$ 333,753</u>	<u>2,100</u>	<u>335,853</u>	307,889	<u>(27,964)</u>
Add expenditures of unbudgeted funds:					
Capital Project				361,474	
Special Purpose				<u>3,679</u>	
Total expenditures, primary government				<u>\$ 673,042</u>	

City of Geneseo, Kansas

General Fund

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

Year ended December 31, 2012

(With comparative actual amounts for the year ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
RECEIPTS				
Ad Valorem property tax	\$ 31,813	34,217	30,906	3,311
Vehicle taxes	9,756	8,247	9,933	(1,686)
Local sales tax	32,881	52,339	35,000	17,339
Franchise tax	12,907	12,870	16,000	(3,130)
Liquor tax	248	179	317	(138)
Fines, fees, and permits	837	-	2,500	(2,500)
Land lease	1,375	1,500	1,300	200
Interest	561	559	2,000	(1,441)
Sale of assets and other	1,558	348	500	(152)
Donation	-	-	10,000	(10,000)
Transfers from other funds	-	13,500	12,466	1,034
Other	-	34,517	1,500	33,017
	<u>91,936</u>	<u>158,276</u>	<u>122,422</u>	<u>35,854</u>
EXPENDITURES				
Administration				
Salaries and benefits	33,944	37,237	27,000	10,237
Contractual services	39,938	44,451	36,000	8,451
Commodities and other	11,174	21,452	10,000	11,452
Capital outlay	-	-	9,709	(9,709)
Fire protection				
Salaries and benefits	1,490	1,982	1,500	482
Commodities and other	34	1,508	7,000	(5,492)
Contractual services	826	913	3,400	(2,487)
Capital outlay	124	-	2,100	(2,100)
Police protection				
Salaries and benefits	11,539	11,472	6,000	5,472
Commodities and other	69	118	2,000	(1,882)
Contractual services	1,567	298	5,000	(4,702)
Capital outlay	-	-	1,000	(1,000)
Transfer to other funds	-	27,073	33,000	(5,927)
	<u>100,705</u>	<u>146,504</u>	<u>143,709</u>	<u>2,795</u>
Receipts over (under) expenditures	(8,769)	11,772		
UNENCUMBERED CASH, beginning	<u>22,760</u>	<u>13,991</u>		
UNENCUMBERED CASH, ending	<u>\$ 13,991</u>	<u>25,763</u>		

City of Geneseo, Kansas

Special Purpose Funds

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

Year ended December 31, 2012

(With comparative actual amounts for the year ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
<u>LIBRARY FUND</u>				
RECEIPTS				
Ad Valorem property tax	\$ 2,770	3,293	3,021	272
Vehicle taxes	802	722	873	(151)
Reimbursements and other	128	-	-	-
	<u>3,700</u>	<u>4,015</u>	<u>3,894</u>	<u>121</u>
EXPENDITURES				
Appropriation to the library board	1,298	6,355	3,750	2,605
Receipts over (under) expenditures	2,402	(2,340)		
UNENCUMBERED CASH, beginning	180	2,582		
UNENCUMBERED CASH, ending	<u>\$ 2,582</u>	<u>242</u>		
 <u>RECREATION FUND</u>				
RECEIPTS				
Ad Valorem property tax	\$ 1,176	1,330	1,212	118
Vehicle taxes	332	301	364	(63)
Reimbursements and other	-	2,100	-	2,100
	<u>1,508</u>	<u>3,731</u>	<u>1,576</u>	<u>2,155</u>
EXPENDITURES				
Appropriation to the recreation commission	1,508	2,737	1,580	1,157
Budget adjustments:				
Qualifying budget credits	-	-	2,100	(2,100)
Total expenditures	<u>1,508</u>	<u>2,737</u>	<u>3,680</u>	<u>(943)</u>
Receipts over (under) expenditures	-	994		
UNENCUMBERED CASH, beginning	73	73		
UNENCUMBERED CASH, ending	<u>\$ 73</u>	<u>1,067</u>		

City of Geneseo, Kansas

Special Purpose Funds

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

Year ended December 31, 2012

(With comparative actual amounts for the year ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
<u>EMPLOYEE BENEFITS FUND</u>				
RECEIPTS				
Ad Valorem property tax	\$ 5,775	7,472	7,073	399
Vehicle taxes	919	1,503	1,858	(355)
Other	-	1,180	-	1,180
Transfers from other funds	-	-	7,600	(7,600)
	<u>6,694</u>	<u>10,155</u>	<u>16,531</u>	<u>(6,376)</u>
EXPENDITURES				
Payroll taxes and benefits	<u>9,797</u>	<u>9,742</u>	<u>16,900</u>	<u>(7,158)</u>
Receipts over (under) expenditures	(3,103)	413		
UNENCUMBERED CASH, beginning	<u>3,103</u>	-		
UNENCUMBERED CASH, ending	<u>\$ -</u>	<u>413</u>		
 <u>SPECIAL STREET AND HIGHWAY FUND</u>				
RECEIPTS				
State payments - gasoline tax	\$ <u>6,876</u>	<u>6,904</u>	<u>7,040</u>	<u>(136)</u>
EXPENDITURES				
Salary and benefits	2,855	578	-	578
Contractual services	3,406	902	8,546	(7,644)
Commodities and other	<u>250</u>	<u>3,244</u>	-	<u>3,244</u>
	<u>6,511</u>	<u>4,724</u>	<u>8,546</u>	<u>(3,822)</u>
Receipts over (under) expenditures	365	2,180		
UNENCUMBERED CASH, beginning	<u>1,566</u>	<u>1,931</u>		
UNENCUMBERED CASH, ending	<u>\$ 1,931</u>	<u>4,111</u>		

City of Geneseo, Kansas

Special Purpose Funds

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

Year ended December 31, 2012

(With comparative actual amounts for the year ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
<u>SPECIAL PARKS AND RECREATION FUND</u>				
RECEIPTS				
State payments - Liquor tax	\$ 248	179	318	(139)
EXPENDITURES				
Salary and benefits	341	-	-	-
Commodities and other	6	-	401	(401)
	<u>347</u>	<u>-</u>	<u>401</u>	<u>(401)</u>
Receipts over (under) expenditures	(99)	179		
UNENCUMBERED CASH, beginning	<u>104</u>	<u>5</u>		
UNENCUMBERED CASH, ending	<u>\$ 5</u>	<u>184</u>		
 <u>EQUIPMENT RESERVE FUND</u>				
RECEIPTS				
Reimbursements and other	\$ -	477		
Transfers from other funds	-	27,073		
	-	<u>27,550</u>		
EXPENDITURES				
Contractual services	-	3,679		
Commodities and other	119	-		
	<u>119</u>	<u>3,679</u>		
Receipts over (under) expenditures	(119)	23,871		
UNENCUMBERED CASH, beginning	<u>347</u>	<u>228</u>		
UNENCUMBERED CASH, ending	<u>\$ 228</u>	<u>24,099</u>		

NOT APPLICABLE

City of Geneseo, Kansas

Capital Project Fund

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

Year ended December 31, 2012

(With comparative actual amounts for the year ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
<u>WATER PROJECT</u>				
RECEIPTS				
Proceeds from long-term Debt:				
General obligation bonds	\$ -	236,500		
State revolving loan	-	13,326		
Community Development Block Grant	-	36,100		
	-	285,926		
EXPENDITURES				
Engineering and construction	-	354,129		
Administrative and other	-	7,345		
	-	361,474		NOT APPLICABLE
Receipts over (under) expenditures	-	(75,548)		
UNENCUMBERED CASH, beginning	-	-		
UNENCUMBERED CASH, ending	\$ -	(75,548)		

City of Geneseo, Kansas

Debt Service Fund

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

Year ended December 31, 2012

(With comparative actual amounts for the year ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
<u>BOND AND INTEREST FUND</u>				
RECEIPTS				
Ad Valorem property tax	\$ 5,279	4,602	3,980	622
Vehicle taxes	1,516	1,369	1,656	(287)
	<u>6,795</u>	<u>5,971</u>	<u>5,636</u>	<u>335</u>
EXPENDITURES				
Bond principal	3,600	3,700	3,700	-
Interest	3,182	3,009	3,097	(88)
Cash basis reserve	-	-	2,000	(2,000)
	<u>6,782</u>	<u>6,709</u>	<u>8,797</u>	<u>(2,088)</u>
Receipts over (under) expenditures	13	(738)		
UNENCUMBERED CASH, beginning	1,791	1,804		
UNENCUMBERED CASH, ending	<u>\$ 1,804</u>	<u>1,066</u>		

City of Geneseo, Kansas

Business Funds

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

Year ended December 31, 2012

(With comparative actual amounts for the year ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
<u>WATERWORKS FUND</u>				
RECEIPTS				
Sales	\$ 64,606	62,934	45,000	17,934
Connection fees	446	624	-	624
Reimbursements and other	119	193	-	193
	<u>65,171</u>	<u>63,751</u>	<u>45,000</u>	<u>18,751</u>
EXPENDITURES				
Salary and benefits	16,168	18,427	7,000	11,427
Contractual services	15,639	27,855	10,000	17,855
Commodities and other	9,650	13,717	10,000	3,717
Capital outlay	3,308	3,981	8,308	(4,327)
Transfer to other funds	-	-	18,027	(18,027)
	<u>44,765</u>	<u>63,980</u>	<u>53,335</u>	<u>10,645</u>
Receipts over (under) expenditures	20,406	(229)		
UNENCUMBERED CASH, beginning	<u>3,881</u>	<u>24,287</u>		
UNENCUMBERED CASH, ending	<u>\$ 24,287</u>	<u>24,058</u>		
<u>WATERWORKS RESERVE FUND</u>				
RECEIPTS				
Transfer from other funds	\$ -	-		
EXPENDITURES				
Contractual services	<u>33,015</u>	-	NOT APPLICABLE	
Receipts over (under) expenditures	(33,015)	-		
UNENCUMBERED CASH, beginning	<u>34,366</u>	<u>1,351</u>		
UNENCUMBERED CASH, ending	<u>\$ 1,351</u>	<u>1,351</u>		

City of Geneseo, Kansas

Business Funds

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

Year ended December 31, 2012

(With comparative actual amounts for the year ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
<u>SEWER FUND</u>				
RECEIPTS				
Service and connection fees	\$ 28,902	26,274	36,000	(9,726)
EXPENDITURES				
Salary and benefits	3,263	4,425	10,000	(5,575)
Contractual services	6,151	4,023	7,000	(2,977)
Commodities and other	148	5,750	2,000	3,750
Capital outlay	-	2,327	10,000	(7,673)
Debt service	16,609	16,572	16,572	-
Transfer to other funds	-	19,701	33,297	(13,596)
	<u>26,171</u>	<u>52,798</u>	<u>78,869</u>	<u>(26,071)</u>
Receipts over (under) expenditures	2,731	(26,524)		
UNENCUMBERED CASH, beginning	46,450	49,181		
UNENCUMBERED CASH, ending	<u>\$ 49,181</u>	<u>22,657</u>		
<u>SEWER RESERVE FUND</u>				
RECEIPTS				
Transfer from other funds	\$ -	6,201		
EXPENDITURES				
Contractual services	-	-		
Receipts over (under) expenditures	-	6,201		NOT APPLICABLE
UNENCUMBERED CASH, beginning	29	29		
UNENCUMBERED CASH, ending	<u>\$ 29</u>	<u>6,230</u>		

City of Geneseo, Kansas

Business Funds

SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

Regulatory Basis

Year ended December 31, 2012

(With comparative actual amounts for the year ended December 31, 2011)

	2011 Actual	2012		Variance - Over (Under)
		Actual	Budget	
<u>REFUSE FUND</u>				
RECEIPTS				
Refuse collection fees	\$ 13,540	12,552	15,000	(2,448)
EXPENDITURES				
Contractual services	16,675	14,340	13,400	940
Transfer to other funds	-	-	4,466	(4,466)
	<u>16,675</u>	<u>14,340</u>	<u>17,866</u>	<u>(3,526)</u>
Receipts over (under) expenditures	(3,135)	(1,788)		
UNENCUMBERED CASH, beginning	<u>5,140</u>	<u>2,005</u>		
UNENCUMBERED CASH, ending	<u>\$ 2,005</u>	<u>217</u>		