

CITY OF WHITE CITY
MORRIS COUNTY, KANSAS

INDEPENDENT AUDITORS' REPORT AND
REGULATORY BASIS FINANCIAL STATEMENTS

For the Year Ended December 31, 2012

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

City of White City
Morris County, Kansas

REGULATORY BASIS FINANCIAL STATEMENTS
Year Ended December 31, 2012

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Independent Auditors' Report

Mayor and City Council
City of White City, Kansas

We were engaged to audit the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of White City, 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 White City personnel did not reconcile its utility program billing and receipt reports to its actual receipts. We were not provided with adequate information in regards to documenting receipts, adjustments, credits and other changes to the city's utility billing charges. Monthly detail billing reports were not available to be reprinted from the City's utility billing software after the month end had been closed. Because of these limitations, we were not able to reconcile the customer utility billings to the applicable receipts posted to the city's accounting records 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 White City, 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 and individual fund schedules of regulatory basis receipts and expenditures-actual and budget (Schedules 1 and 2 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. 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
August 12, 2013

City of White City
Morris County, Kansas

Statement 1

Summary Statement of Receipts, Expenditures, and Unencumbered Cash
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
General Fund	\$ 49,576	\$ 189,046	\$ 186,256	\$ 52,366	\$ 9,783	\$ 62,149
Special Purpose Funds:						
Employee Benefits	0	20,634	20,332	302	16	318
Library	0	9,951	9,951	0		0
Special Highway	23,686	16,125	28,587	11,224		11,224
Special Parks & Recreation	6,367	4,310	1,423	9,254		9,254
Fire Equipment Reserve	6,287	1,600	4,300	3,587		3,587
Capital Improvement Reserve	41,127	15,000	23,483	32,644		32,644
Special Equipment Reserve	18,069	5,000	0	23,069		23,069
Business Funds:						
Water Utility	76,242	78,303	110,744	43,801	1,061	44,862
Sewer Utility	39,474	92,736	86,252	45,958	5,659	51,617
Total Reporting Entity	\$ 260,828	\$ 432,705	\$ 471,328	\$ 222,205	\$ 16,519	\$ 238,724

Composition of Cash:

Checking	\$ 201,833
Savings-water deposits	14,026
Certificates of Deposit	22,818
Petty cash	47
	\$ 238,724

The accompanying notes are an integral part of this statement.

City of White City
Morris 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 White City, Kansas operates as a third class city in accordance with the laws of the State of Kansas. The City is governed by an elected mayor and five-member council. This report includes all services provided by the City to residents and businesses within its boundaries. Services provided include parks and recreation, fire protection, street maintenance and general administrative services. In addition, the City owns and operates two major business activities, a water utility and local sewer system. The city also contracts for trash service.

This financial statement presents the City of White City (the municipality) but does not include any related municipal entities of the City of White City.

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 compromise the financial activities of the City.

General Fund - the chief operating fund. It is 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 intended for specified purposes.

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

Basis of Accounting

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

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

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

City of White City
Morris County, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2012

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

Use of Estimates

The preparation of the financial statement in conformity with the regulatory basis of accounting requires management to make estimates and assumptions that affect the reported amounts of cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures at the date of the financial statement. Accordingly, actual results could differ from those estimates.

NOTE B – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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. 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 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 schedules 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 encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital projects funds, trust funds, and the following special purpose funds: equipment reserve funds and capital improvement reserve 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.

City of White City
Morris County, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2012

NOTE B – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (cont'd)

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 legal representatives of the municipality.

Management is not aware of any items of noncompliance with Kansas Statutes.

NOTE C – 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, 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 City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities, repurchase agreements, temporary notes, no-fund warrants, and the Kansas Municipal Investment Pool. The City or its agent in the City's name must hold all investments. The City has no investment policy that would further limit its investment choices.

Concentration of credit risk

State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under 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 entirely 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%. All deposits were legally secured at December 31, 2012.

At year-end the carrying amount of the city's deposits, excluding petty cash funds, was \$238,677. Actual bank statement balances were \$240,739. The difference between the carrying amount and the bank balance is composed of checks that have not cleared and deposits in transit. The entire bank balance was covered by federal deposit insurance.

NOTE D – PROPERTY TAXES

The city certifies its' budget to the county clerk annually. Using this certified budget and those of other political subdivisions within the county, the county clerk spreads the annual assessment onto the tax rolls and levies property tax on November 1 of each year. The property tax is payable in two installments. The first installment is due December 20th of the same year, and the second installment is due May 10 of the subsequent year. 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 operations.

City of White City
Morris County, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2012

NOTE E – LONG TERM DEBT

The City entered into a loan agreement with the White City Fireman's Relief Association for a portion of the purchase price of a new fire truck on July 28, 2006. The original amount of the loan was for \$20,000 with an interest rate of 6%. Annual payments of \$3,583 began on July 28, 2007 and will continue through July 28, 2013. Payments on this loan are made from the General Fund.

The city entered into a lease agreement with Central National Bank for the purchase of a storm siren on April 6, 2011. Ten annual payments of \$2,496 are scheduled beginning April 9, 2012. The lease terminates in any budgeted year in which insufficient appropriated funds exist to meet the lease obligation, and the City must return the leased equipment to the lessor.

The City entered into a loan agreement with the Kansas Department of Health and Environment on May 7, 2001 for the construction of a three-cell sewage facility. The total amount borrowed was \$373,792. Semi-annual payments of \$11,870 are made each year on March 1 and September 1, to be paid from revenues of the Sewer Utility. The loan carries an interest rate of 3.11% and is scheduled to mature on September 1, 2022. No lien or other security interest is granted to the Kansas Department of Health and Environment, however should Sewer Utility revenues be insufficient to pay costs of operation and maintenance of the system and pay the principal, interest and other amounts due under the loan agreement, the City shall levy ad valorem taxes to produce the required amounts

The City entered into a loan agreement with the Kansas Department of Health and Environment on December 15, 2005 for water system improvements. The total loan amount was \$599,777, which includes loan costs and interest during construction that were added to the loan balance. Semi-annual payments of \$15,883 were made from Aug 1, 2007 to Aug 1, 2009. The payment increased to \$20,675 on Feb 1, 2011, and was changed to \$20,619 on Aug 1, 2011. Payments of \$20,619 are now due on Feb 1 and Aug 1 each year to be paid from revenues of the Water Utility. The loan carries an interest of 3.55%, and is scheduled to mature on February 1, 2027. No lien or other security interest is granted to the Kansas Department of Health and Environment, however should Water Utility revenues be insufficient to pay costs of operation and maintenance of the system and pay the principal, interest and other amounts due under the loan agreement, the City shall levy ad valorem taxes to produce the required amounts.

City of White City
Morris County, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2012

NOTE E – LONG TERM DEBT (CONT)

Changes in long term debt are as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Net Change</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
Fireman's Relief										
Assn Loan	6.00%	7/28/2006	\$ 20,000	7/28/2013	\$ 6,568	\$ 0	\$ 3,188	\$ 0	\$ 3,380	\$ 395
Capital Leases										
Storm Siren	4.25%	4/6/11	19,992	4/9/20	18,346	0	1,716	0	16,630	780
Revenue Bonds										
Sewer project	3.11%	5/17/01	500,000	9/1/22	219,724	0	17,038	0	202,686	6,702
Water project	3.55%	12/15/05	599,777	2/1/27	488,346	0	24,113	0	464,233	17,124
Total revenue bonds					<u>708,070</u>	<u>0</u>	<u>41,151</u>	<u>0</u>	<u>666,919</u>	<u>23,826</u>
Total Long-Term Debt					<u>\$ 732,984</u>	<u>\$ 0</u>	<u>\$ 46,055</u>	<u>\$ 0</u>	<u>\$ 686,929</u>	<u>\$ 25,001</u>

Maturities of the loan for the next five years and in five year increments thereafter are as follows:

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018-2022</u>	<u>2023-2027</u>	<u>Total</u>
PRINCIPAL								
Fireman's Relief Assn	\$ 3,380	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,380
Storm Siren Lease	1,789	1,865	1,945	2,027	2,114	6,890	0	16,630
Sewer Project-KDHE	17,571	18,122	18,690	19,276	19,880	109,147	0	202,686
Water Project-KDHE	24,977	25,871	26,798	27,758	28,751	159,963	170,115	464,233
TOTAL PRINCIPAL	<u>47,717</u>	<u>45,858</u>	<u>47,433</u>	<u>49,061</u>	<u>50,745</u>	<u>276,000</u>	<u>170,115</u>	<u>686,929</u>
INTEREST								
Fireman's Relief Assn	203	0	0	0	0	0	0	203
Storm Siren Lease	707	631	551	469	382	598	0	3,338
Sewer Project-KDHE	6,168	5,617	5,049	4,464	3,859	9,551	0	34,708
Water Project-KDHE	16,261	15,366	14,439	13,479	12,485	46,226	15,453	133,709
TOTAL INTEREST	<u>23,339</u>	<u>21,614</u>	<u>20,039</u>	<u>18,412</u>	<u>16,726</u>	<u>56,375</u>	<u>15,453</u>	<u>171,958</u>
TOTAL PRINCIPAL AND INTEREST	<u>\$ 71,056</u>	<u>\$ 67,472</u>	<u>\$ 67,472</u>	<u>\$ 67,473</u>	<u>\$ 67,471</u>	<u>\$ 332,375</u>	<u>\$ 185,568</u>	<u>\$ 858,887</u>

City of White City
Morris County, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2012

NOTE F – OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

Compensated Absences

Full time city employees may earn up to two weeks of paid vacation per year. Payment in lieu of the vacation days is not permitted and the carry-over may accumulate to a maximum of fifteen days. Vacation leave is payable upon termination. Full time employees also earn up to three days per year sick leave and can be carried-over to a maximum of forty-five days. The costs of accumulated compensated absences are not recorded at the time the benefits are accumulated, but rather at the time such benefits are paid from the fund that corresponds to the employee's duties. No estimate has been made of the total accumulated leave nor has any been included in these statements.

Utility Deposits

The City requires all customers to provide a security deposit for water and sewer service of \$150. Customer's deposits are refunded with applicable interest after three years with consecutive timely payments or when the customer moves and terminates service. Deposit detail is maintained by customer.

NOTE G – DEFINED BENEFIT PENSION PLAN

Plan description The City of White City participates in the Kansas Public Employees Retirement System (KPERS), a cost sharing multiple-employer defined pension benefit 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 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve bases. Kansas law sets a limitation on annual increases in the employer contribution rates.

NOTE H – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Insurance claims have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance coverage from coverage in prior years.

City of White City
Morris County, Kansas

NOTES TO THE FINANCIAL STATEMENT
December 31, 2012

NOTE I - TRANSFERS

During 2012, the City made transfers to (1) move revenues from the fund required to collect them to the funds required to expend them, (2) move revenues to fund capital projects, (3) move revenues to reserve funds, or (4) move revenues to comply with contractual agreements. Interfund transfers for the year ended December 31, 2012, consisted of the following:

<u>Transfer from</u>	<u>Transfer to</u>	<u>Amount</u>	<u>Statutory Authority</u>
General Fund	Capital Improve Reserve	\$15,000	12-1,118
General Fund	Special Equipment Reserve	5,000	12-1,117
General Fund	Fire Equipment Reserve	1,600	12-1,117

NOTE J – LEASES

The City leases the post office building to the United States Postal Service. The current five year lease on the building began on January 1, 2011 and ends on December 31, 2014 with an annual rental of \$4,800 per year. The Postal Service may terminate this lease at any time by giving thirty days written notice to the City.

REGULATORY - REQUIRED

SUPPLEMENTARY INFORMATION

City of White City
Morris County, Kansas

Schedule 1

Summary of Expenditures – Actual and Budget
Regulatory Basis
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	\$ 227,436	\$ 0	\$ 227,436	\$ 186,256	\$ 41,180
Special Purpose Funds					
Employee Benefits	23,000		23,000	20,332	2,668
Library	10,500		10,500	9,951	549
Special Highway	29,000		29,000	28,587	413
Special Parks & Recreation	5,000		5,000	1,423	3,577
Business Funds					
Water Utility	129,237		129,237	110,744	18,493
Sewer Utility	117,740		117,740	86,252	31,488

See Accompanying Auditors' Report.

City of White City
Morris County, Kansas

Schedule 2-A

GENERAL FUND
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 Favorable (Unfavorable)
		Actual	Budget	
Receipts				
Morris County	\$ 97,193	\$ 97,883	\$ 104,119	\$ (6,236)
Sales tax	34,130	37,752	36,000	1,752
Franchise fees	17,656	16,701	17,000	(299)
Local alcoholic liquor	489	1,738	1,000	738
Interest on idle funds	322	35	0	35
Rent	5,050	5,225	15,000	(9,775)
Licences and permits	650	367	0	367
Fire Contracts	18,109	18,102	18,000	102
Donations & other	10,966	9,154	0	9,154
Reimbursed expense	10,458	2,089	20,516	(18,427)
State of Kansas SCIP grant	8,952	0	0	0
Total Receipts	203,975	189,046	211,635	(22,589)
Expenditures				
General government				
General administration	18,559	18,026	73,853	55,827
Personal services	44,274	43,360	42,000	(1,360)
Contractual	52,390	52,780	49,000	(3,780)
Commodities	6,855	12,967	8,500	(4,467)
Capital outlay	0	1,867	0	(1,867)
Transfers to other funds	20,400	20,000	25,000	5,000
Total General government	142,478	149,000	198,353	49,353
Streets				
Commodities	0	1,205	0	(1,205)
Parks				
Contractual	11,561	9,444	0	(9,444)
Capital outlay	211	0	0	0
Total Parks	11,772	9,444	0	(9,444)
Rural fire				
Contractual	11,641	14,589	9,500	(5,089)
Commodities & equipment	10,439	6,835	16,000	9,165
Fireman's relief loan payment	3,583	3,583	3,583	0
Transfers to other funds	1,286	1,600	0	(1,600)
Total rural fire	26,949	26,607	29,083	2,476
Total Expenditures	181,199	186,256	227,436	41,180
Receipts Over (Under) Expenditures	22,776	2,790	\$ (15,801)	\$ 18,591
Unencumbered Cash, January 1	26,800	49,576		
Unencumbered Cash, December 31	\$ 49,576	\$ 52,366		

See Accompanying Auditors' Report.

City of White City
Morris County, Kansas

Schedule 2-B

SPECIAL PURPOSE FUND
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	
Receipts				
Morris County	\$ 5,600	\$ 5,812	\$ 6,039	\$ (227)
Employee contributions	<u>13,849</u>	<u>14,822</u>	<u>16,500</u>	<u>(1,678)</u>
Total receipts	<u>19,449</u>	<u>20,634</u>	<u>22,539</u>	<u>(1,905)</u>
Expenditures				
Employee benefits	<u>19,637</u>	<u>20,332</u>	<u>23,000</u>	<u>2,668</u>
Total expenditures	<u>19,637</u>	<u>20,332</u>	<u>23,000</u>	<u>2,668</u>
Receipts Over (Under) Expenditures	(188)	302	<u>\$ (461)</u>	<u>\$ 763</u>
Unencumbered Cash, January 1	<u>188</u>	<u>0</u>		
Unencumbered Cash, December 31	<u>\$ 0</u>	<u>\$ 302</u>		

See Accompanying Auditors' Report.

City of White City
Morris County, Kansas

Schedule 2-C

SPECIAL PURPOSE FUND
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	
Receipts				
Morris County	\$ 9,941	\$ 9,951	\$ 10,431	(480)
Expenditures				
Remitted to Library	<u>9,941</u>	<u>9,951</u>	<u>10,500</u>	<u>549</u>
Total expenditures	<u>9,941</u>	<u>9,951</u>	<u>10,500</u>	<u>549</u>
Receipts Over (Under) Expenditures	0	0	<u>\$ (69)</u>	<u>\$ 69</u>
Unencumbered Cash, January 1	<u>0</u>	<u>0</u>		
Unencumbered Cash, December 31	<u>\$ 0</u>	<u>\$ 0</u>		

See Accompanying Auditors' Report.

City of White City
Morris County, Kansas

Schedule 2-D

SPECIAL PURPOSE FUND
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	
Receipts				
State of Kansas - gas tax	\$ 14,916	\$ 15,958	\$ 14,050	\$ 1,908
Interest on idle funds	<u>162</u>	<u>167</u>	<u>0</u>	<u>167</u>
Total receipts	15,078	16,125	14,050	2,075
Expenditures				
Street maintenance	<u>7,434</u>	<u>28,587</u>	<u>29,000</u>	<u>413</u>
Total expenditures	<u>7,434</u>	<u>28,587</u>	<u>29,000</u>	<u>413</u>
Receipts Over (Under) Expenditures	7,644	(12,462)	<u>\$ (14,950)</u>	<u>\$ 2,488</u>
Unencumbered Cash, January 1	<u>16,042</u>	<u>23,686</u>		
Unencumbered Cash, December 31	<u>\$ 23,686</u>	<u>\$ 11,224</u>		

See Accompanying Auditors' Report.

City of White City
Morris County, Kansas

Schedule 2-E

SPECIAL PURPOSE FUND
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 PARKS & RECREATION

	Prior Year Actual	Current Year		Variance Favorable (Unfavorable)
		Actual	Budget	
Receipts				
Local alcoholic liquor	\$ 489	\$ 1,738	\$ 1,080	\$ 658
State of Kansas SCIP grant	12,732	0	0	0
Rent	0	2,305	0	2,305
Donations and other	1,130	267	0	267
Total Receipts	14,351	4,310	1,080	3,230
Expenditures				
Park & recreation	849	1,423	5,000	3,577
Capital outlay	13,762	0	0	-
Total Expenditures	14,611	1,423	5,000	3,577
Receipts Over (Under) Expenditures	(260)	2,887	\$ (3,920)	\$ 6,807
Unencumbered Cash, January 1	6,627	6,367		
Unencumbered Cash, December 31	\$ 6,367	\$ 9,254		

See Accompanying Auditors' Report.

City of White City
Morris County, Kansas

Schedule 2-F

SPECIAL PURPOSE FUND
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)

FIRE EQUIPMENT RESERVE

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 1,286	\$ 1,600
Other	<u>0</u>	<u>0</u>
Total Receipts	1,286	1,600
Expenditures		
Equipment	<u>0</u>	<u>4,300</u>
Receipts Over (Under) Expenditures	1,286	(2,700)
Unencumbered Cash, January 1	<u>5,001</u>	<u>6,287</u>
Unencumbered Cash, December 31	<u>\$ 6,287</u>	<u>\$ 3,587</u>

See Accompanying Auditors' Report.

City of White City
Morris County, Kansas

Schedule 2-G

SPECIAL REVENUE FUND
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)

CAPITAL IMPROVEMENT RESERVE

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 15,000	\$ 15,000
Other	<u>0</u>	<u>0</u>
Total Receipts	15,000	15,000
Expenditures		
Capital outlay	28,815	23,483
Other	<u>0</u>	<u>0</u>
Total Expenditures	<u>28,815</u>	<u>23,483</u>
Receipts Over (Under) Expenditures	(13,815)	(8,483)
Unencumbered Cash, January 1	<u>54,942</u>	<u>41,127</u>
Unencumbered Cash, December 31	<u>\$ 41,127</u>	<u>\$ 32,644</u>

See Accompanying Auditors' Report.

City of White City
Morris County, Kansas

Schedule 2-H

SPECIAL PURPOSE FUND
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)

SPECIAL EQUIPMENT RESERVE

	Prior Year Actual	Current Year Actual
Receipts		
Transfers in	\$ 5,400	\$ 5,000
Other	<u>0</u>	<u>0</u>
Total Receipts	5,400	5,000
Expenditures		
Equipment	<u>1,117</u>	<u>0</u>
Receipts Over (Under) Expenditures	4,283	5,000
Unencumbered Cash, January 1	<u>13,786</u>	<u>18,069</u>
Unencumbered Cash, December 31	<u>\$ 18,069</u>	<u>\$ 23,069</u>

See Accompanying Auditors' Report.

City of White City
Morris County, Kansas

Schedule 2-I

BUSINESS FUND
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	
Receipts				
Charges for services	\$ 72,768	\$ 68,651	\$ 72,000	\$ (3,349)
Water deposits	3,905	4,150	5,000	(850)
Other	3,895	4,901	0	4,901
Interest on idle funds	517	601	0	601
Reimbursed expense	<u>7,853</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Receipts	<u>88,938</u>	<u>78,303</u>	<u>77,000</u>	<u>1,303</u>
Expenditures				
Personal services	21,023	20,142	23,000	2,858
Contractual services	18,748	35,797	50,000	14,203
Commodities	10,623	7,753	15,000	7,247
Water deposit refunds	4,662	5,815	0	(5,815)
Debt service	41,237	41,237	41,237	0
Transfers out	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>96,293</u>	<u>110,744</u>	<u>129,237</u>	<u>18,493</u>
Receipts Over (Under) Expenditures	(7,355)	(32,441)	<u>\$ (52,237)</u>	<u>\$ 19,796</u>
Unencumbered Cash, January 1	<u>83,597</u>	<u>76,242</u>		
Unencumbered Cash, December 31	<u>\$ 76,242</u>	<u>\$ 43,801</u>		

See Accompanying Auditors' Report.

City of White City
Morris County, Kansas

Schedule 2-J

BUSINESS FUND
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	
Receipts				
Sewer charges for services	\$ 64,285	\$ 60,140	\$ 63,000	\$ (2,860)
Trash collections	<u>34,264</u>	<u>32,596</u>	<u>34,000</u>	<u>(1,404)</u>
Total Receipts	<u>98,549</u>	<u>92,736</u>	<u>97,000</u>	<u>(4,264)</u>
Expenditures				
Personal services	21,023	20,117	23,000	2,883
Contractual	21,163	5,445	32,500	27,055
Commodities	315	3,710	3,500	(210)
Refund of sewer charges	500	0	0	0
Trash hauling	34,110	33,241	35,000	1,759
Debt service	23,739	23,739	23,740	1
Transfer to other funds	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Expenditures	<u>100,850</u>	<u>86,252</u>	<u>117,740</u>	<u>31,488</u>
Receipts Over (Under) Expenditures	(2,301)	6,484	<u>\$ (20,740)</u>	<u>\$ 27,224</u>
Unencumbered Cash, January 1	<u>41,775</u>	<u>39,474</u>		
Unencumbered Cash, December 31	<u>\$ 39,474</u>	<u>\$ 45,958</u>		