

**CERTIFICATE**

We, the undersigned officers of  
the City of Hugoton, Kansas  
certify that: (1) the hearing mentioned in the attached publication was held; (2) after the Budget Hearing  
this budget was duly approved and adopted as the maximum expenditure and (3) the amount(s)  
of 2011 Ad Valorem tax for the various funds for the budget year 2012.

		2012 Adopted Budget		
	Page No.	Budget Authority for Expenditures	Amount of 2011 Ad Valorem Tax	County Clerk's Use Only
<b>Table of Contents:</b>				
Computation to Determine Limit for 2011	2			
Allocation of MVT, RVT & 16/20 Veh	3			
Schedule of Transfers	3			
Statement of Indebtedness	4			
Statement of Conditional Lease, etc.	4a			
Fund: #KSS#A:				
General	79-1946	5,5a	2,030,000	648,561
Animal Care Benevolence		6	6,800	
City Hall Remodeling		6	0	
Convention and Tourism		7	30,400	
Golf Course Expansion		7	297,500	
Park Bequest		8	365	
"Shop with a Cop"		8	6,000	
Special Highway		9	123,700	
Special Parks and Recreation		9	15,600	
Special Street Machinery		10	0	
Streetscape		10	20,800	
Bond & Interest	10-113	11	361,000	
Electric Utility		12	5,000,000	
Electric Equip. Replacement Reserve		13	0	
Water Utility		14	750,000	
Water Equip. Replacement Reserve		15	0	
Water Equip. Replacement Reserve II		15	0	
Sanitation Utility		16	315,000	
Sanitation Equip. Replacement Reserve		16	0	
Sewer Utility		17	500,000	
Sewer System Reserve		17	0	
Sewer System Reserve II		18	0	
Gas Royalty		18	285,000	
Electric Distribution System Upgrade		19	1,054,000	
Water Improvement Reserve		19	886,000	
<b>TOTALS</b>			<b>11,682,165</b>	<b>648,561</b>
Publication	20			
Final Assessed Valuation				18024983

List any resolution or ordinance setting a fund levy limit: Ordinance No. 782

State Use Only	Assisted by:
Received _____	Not assisted _____
Reviewed by _____	
Follow-up: Yes No	

*Carl Knudt*  
Mayor  
*Harvey*  
*Mary*  
*M...*

Attest: August 11 2011  
*Amphersel*  
County Clerk



\_\_\_\_\_  
Governing Body

**Computation to Determine Limit for 2012**

		<b>Amount of Levy</b>	
1. Total Tax Levy Amount in 2011 Budget	+	\$	583,500
2. Debt Service Levy in 2011 Budget	-	\$	5,630
3. Tax Levy Excluding Debt Service		\$	<u>577,870</u>

**2011 Valuation Information for Valuation Adjustments**

4. New Improvements for 2011:	+	<u>105,361</u>	
<b>5. Increase in Personal Property for 2011</b>			
5a. Personal Property 2011	+	<u>681,373</u>	
5b. Personal Property 2010	-	<u>585,937</u>	
5c. Increase in Personal Property (5a minus 5b)	+	<u>95,436</u>	
If 5c is negative, enter a zero			
<b>6. Valuation of annexed territory for 2011</b>			
6a. Real Estate	+	<u>0</u>	
6b. State Assessed	+	<u>0</u>	
6c. New Improvements	-	<u>0</u>	
6d. Total Adjustment	+	<u>0</u>	
7. Valuation of Property that has Changed in Use during 2011:		<u>0</u>	
8. Total Valuation Adjustment (Sum of 4, 5c, 6d, and 7)		<u>200,797</u>	
9. Total Estimated Valuation July 1, 2011		<u>18,016,062</u>	
10. Total Valuation less Valuation Adjustment (9 minus 8)		<u>17,815,265</u>	
11. Factor for Increase (8 divided by 10)		<u>0.011271</u>	
12. Amount of Increase (11 times 3)	+	<u>6,513</u>	
13. Maximum Tax Levy, excluding debt service, without Ordinance or Resolution (3 plus 12)		<u>\$ 584,383</u>	
14. Debt Service Levy in the 2012 Budget		<u>\$ -</u>	
15. Maximum levy, including debt service, without an Ordinance (13 plus 14)		<u>\$ 584,383</u>	

If the 2012 budget includes tax levies exceeding the total on line 15, you must adopt an ordinance or resolution to exceed this limit and attach a copy to this budget

**Allocation of Motor (MVT), Recreational (RVT) and 16/20M Vehicle Taxes**

2011 Budget Fund Names	Tax Levy Amt. In 2011 Budget	County Treasurer's Estimate for year 2012		
		MVT	RVT	16/20 M Veh Tax
General Op.	583,500	124,108	2,726	4,737
Bond & Interest	5,630	1,198	26	0
<b>TOTAL</b>	<b>589,130</b>	<b>125,306</b>	<b>2,752</b>	<b>4,737</b>

0.212697
MVT Factor
0.004671
RVT Factor
0.008041
16/20M Factor

Note: Do not allocate to new, discontinued, or any funds that did not have a tax levy in 2011.

**Schedule of Transfers**

Expenditure Fund Transferred From:	Receipt Fund Transferred To:	Actual Amount for 2010	Current Amount for 2011	Proposed Amount for 2012	Transfers Authorized by Statute
Electric	Electric Eq. Rep. Res	278,991	100,000	262,270	KSA 12-1, 117
Water	Water Eq. Rep. Res.	10,414	0	106,040	KSA 12-1, 117
Water	Water Eq Rep Res II	6,000	0	12,000	KSA 12-1, 117
Sanitation	San. Eq. Rep. Res.	48,100	49,200	94,150	KSA 12-1, 117
Sewer	Sewer Sys. Rep. Res	0	0	144,653	KSA 12-1, 117
General Op.	Sp. Street Machinery	53,248	53,312	53,312	KSA 12-1, 117
Water Imp. Reserve	Bond & Interest	0	0	88,755	KSA 12-825d
	<b>TOTALS</b>	<b>396,753</b>	<b>202,512</b>	<b>761,180</b>	
	Adjustments*		0	0	
	Adjusted TOTALS				
<b>*Note: Adjustments are required only if the transfer is being made in the 2011 and/or 2012 from a non-budgeted fund.</b>					

**STATEMENT OF INDEBTEDNESS**

Type of Debt GENERAL OBLIGATION	Issue Date	Interest Rate %	Amount Issued	Amount Outstanding 1/1/11	Date Due		Amount Due 2011		Amount Due 2012	
					Interest	Principal	Interest	Principal	Interest	Principal
Elec. Int. Streets, Sewer	8/1/03	1.8-3.8	1,530,000	520,000	3/1, 9/1	9/1	16,263	170,000	11,163	170,000
Water	9/1/08	3.2-4.0	425,000	355,000	3/1, 9/1	9/1	12,910	40,000	11,330	40,000
Streets, Sewer, Water	5/1/11	0.95-2.95	1,265,000	0	3/1, 9/1	9/1	0	0	38,130	90,000
TEMPORARY NOTES										
Streetscape	3/1/10	0.615	1,270,000	1,270,000	3/1/11	3/1/11	6,350	1,270,000	0	0
Streets & Sewer	6/23/10	1.15	440,000	440,000	6/23/11	6/23/11	2,906	440,000	0	0
STATE REVOLVING FUND										
Sewer	7/31/06	2.68	1,500,000	1,260,275	3/1, 9/1	3/1, 9/1	33,349	64,027	31,622	65,755
TOTAL										
			6,430,000	3,845,275			71,778	1,984,027	92,245	365,755

**STATEMENT OF CONDITIONAL LEASE-PURCHASE AND CERTIFICATE OF PARTICIPATION\***

Item Purchased	Contract Date	Term of Contract (Months)	Interest Rate %	Total Amount Financed (Beginning Principal)	Principal Balance On 01/01/11	Payments Due 2011	Payments Due 2012
City Hall	1/26/04	120 mos.	3.50	182,500	71,643	21,927	21,927
Rotary Mower	6/16/06	60 mos.	5.50	39,498	8,600	9,073	0
Backhoe/Loader	8/17/06	60 mos.	5.20	59,867	12,866	13,535	0
Sewer Truck	1/11/08	60 mos.	3.875	259,325	135,878	57,551	57,551
Golf Carts	9/30/09	49 mos.	4.88	35,596	30,046	7,140	7,140
Fairway Mower	5/13/11	36 mos.	3.45	24,000	0	0	8,558
Golf Cart Shed	6/21/11	120 mos.	4.25	53,000	0	3,281	6,561
<b>Total</b>				<b>653,786</b>	<b>259,033</b>	<b>112,507</b>	<b>101,737</b>

\*If you are merely leasing/renting with no intent to purchase, do not list--such transactions are not lease-purchases.

<b>GENERAL FUND</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash Balance, January 1	438,121	366,599	248,584
<b>Taxes and Shared Revenues:</b>			
Ad Valorem Tax	551,952	571,321	
Delinquent Tax	16,311	21,156	10,700
Motor Vehicle Tax	105,676	101,601	124,108
Recreational Vehicle Tax	2,012	2,237	2,726
16/20 Vehicle Tax	4,096	4,349	4,737
Local Alcoholic Liquor	8,138	6,548	6,544
Local Ad Valorem Tax Reduction	0	0	0
County and City Revenue Sharing	0	0	0
In Lieu of Taxes (I.R.B.)	0	0	0
Local Sales Tax	639,230	645,620	640,000
Franchise Taxes	85,027	83,000	80,000
Compensating Use Tax	107,709	110,000	90,000
<b>SUB TOTAL</b>	<b>1,520,151</b>	<b>1,545,832</b>	<b>958,815</b>
<b>Licenses and Permits</b>			
Licenses-Electrical, Plumbing, Mechanical, Building & Peddler	3,930	4,150	4,100
Occupation Licenses	800	600	600
Permits	917	1,000	1,000
Dogs-Licenses and Pound Fees	697	275	650
<b>SUB TOTAL</b>	<b>6,344</b>	<b>6,025</b>	<b>6,350</b>
Charges for Services	1,175	3,700	3,200
Golf Course Income	119,376	114,250	112,700
Fines, Forfeitures and Penalties	39,247	35,000	36,000
Reimbursed Expense	0	37,500	
<b>Use of Money and Property</b>			
Royalties	0	0	0
Interest on Idle Funds	1,568	1,450	1,400
Rentals and Leases	1,452	1,495	1,540
Sales of Merchandise	1,311	3,500	2,500
<b>Miscellaneous:</b>			
Other	34,036	15,350	10,350
Cancellation of Prior Year Encumbrances	0		
<b>TOTAL Receipts</b>	<b>1,724,660</b>	<b>1,764,102</b>	<b>1,132,855</b>
<b>Resources Available</b>	<b>2,162,781</b>	<b>2,130,701</b>	<b>1,381,439</b>

GENERAL FUND (Contd.)	Prior Year Actual 2010	Current Year 2011	Proposed Budget Year 2012
<b>Resources Available</b>	\$ 2,162,781	\$ 2,130,701	\$ 1,381,439
<b>Expenditures:</b>			
<b>General Government</b>			
Administration			
Personal Services	190,039	200,355	218,140
Contractual Services	61,310	71,560	62,275
Commodities	9,249	9,750	11,250
Capital Outlay	0	1,500	2,335
Transfer-Streetscape Improvement	0	0	0
Election Expense			
Contractual Services	930	0	1,000
<b>Municipal Court</b>			
Personal Services	17,583	17,910	18,685
Contractual Services	31,962	33,000	33,500
Commodities	288	1,250	815
Capital Outlay	0	1,250	0
<b>SUB TOTAL</b>	<b>311,361</b>	<b>336,575</b>	<b>348,000</b>
<b>Public Safety-Police</b>			
Personal Services	407,881	488,725	541,125
Contractual Services	57,547	91,880	95,985
Commodities	33,679	38,000	42,500
Capital Outlay	28,685	1,500	30,390
Debt Service	14,745	0	0
<b>SUB TOTAL</b>	<b>542,537</b>	<b>620,105</b>	<b>710,000</b>
<b>Public Works-Street</b>			
Personal Services	244,657	249,160	267,485
Contractual Services	69,510	58,325	63,760
Commodities	145,369	155,750	168,000
Capital Outlay	11,167	1,000	2,443
Transfer-Special Street Machinery	53,248	53,312	53,312
<b>SUB TOTAL</b>	<b>523,951</b>	<b>517,547</b>	<b>555,000</b>
<b>Culture-Recreation</b>			
<b>Parks</b>			
Personal Services	56,736	65,640	68,505
Contractual Services	28,318	15,655	21,420
Commodities	7,129	10,500	12,700
Capital Outlay	16,739	15,620	4,375
<b>Golf Course</b>			
Personal Services	163,503	174,440	186,065
Contractual Services	45,899	51,780	52,240
Commodities	62,839	39,500	36,575
Capital Outlay	8,100	2,400	0
Debt Service	9,070	12,355	15,120
<b>SUB TOTAL</b>	<b>398,333</b>	<b>387,890</b>	<b>397,000</b>
<b>Economic Development</b>	<b>20,000</b>	<b>20,000</b>	<b>20,000</b>
<b>TOTAL Expenditures</b>	<b>1,796,182</b>	<b>1,882,117</b>	<b>2,030,000</b>
<b>Unencumbered Cash Balance, December 31</b>	<b>366,599</b>	<b>248,584</b>	<b>0</b>
Non-Appropriated Balance			0
TOTAL Expenditures and Non-Appropriated Balance			2,030,000
Tax Required			648,561
Delinquency Computation			
Amount of 2010 Ad Valorem Tax			648,561

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Animal Care Benevolence Fund</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash Balance January 1	4,741	5,334	5,750
Receipts:			
Donations	750	500	1,030
Interest on Idle Funds	13	16	20
Transfers From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	763	516	1,050
<b>Resources Available</b>	5,504	5,850	6,800
Expenditures:			
Personal Services	0	0	0
Contractual Services	170	100	6,300
Commodities	0	0	500
Capital Outlay	0	0	0
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	170	100	6,800
Unencumbered Cash Balance December 31	5,334	5,750	

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>City Hall Remodeling Fund</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash Balance January 1	8,436	2	0
Receipts:			
Interest on Idle Funds	21	0	
Transfers From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	21	0	0
<b>Resources Available</b>	8,457	2	0
Expenditures			
Personal Services	0	0	
Contractual Services	8,455	2	
Commodities	0	0	
Capital Outlay			
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	8,455	2	0
Unencumbered Cash Balance December 31	2	0	



Adopted Budget Convention & Tourism Fund	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash Balance January 1	22,273	20,088	21,351
Receipts:			
Transient Guest Tax	8,871	10,000	9,000
Interest on Idle Funds	52	52	49
Miscellaneous	0	295	0
Transfers From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	<b>8,923</b>	<b>10,347</b>	<b>9,049</b>
<b>Resources Available</b>	<b>31,196</b>	<b>30,435</b>	<b>30,400</b>
Expenditures			
Personal Services	0	0	0
Contractual Services	11,108	9,084	30,000
Commodities	0	0	400
Capital Outlay	0	0	0
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	<b>11,108</b>	<b>9,084</b>	<b>30,400</b>
Unencumbered Cash Balance December 31	20,088	21,351	

Adopted Budget Golf Course Expansion Fund	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash balance January 1	245,388	246,008	246,650
Receipts:			
Donation	0	0	50,000
Interest on Idle Funds	620	642	850
Transfers From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	<b>620</b>	<b>642</b>	<b>50,850</b>
<b>Resources Available</b>	<b>246,008</b>	<b>246,650</b>	<b>297,500</b>
Expenditures:			
Personal Services	0	0	0
Contractual Services	0	0	0
Commodities	0	0	0
Capital Outlay	0	0	297,500
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	<b>0</b>	<b>0</b>	<b>297,500</b>
Unencumbered Cash Balance December 31	246,008	246,650	

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget <b>Park Bequest Fund</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash Balance January 1	2,910	2,916	361
Receipts:			
Interest on Idle Funds	6	4	4
Transfers From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	6	4	4
<b>Resources Available</b>	2,916	2,920	365
Expenditures			
Personal Services	0	0	0
Contractual Services	0	0	0
Commodities	0	0	365
Capital Outlay	0	2,559	0
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	0	2,559	365
Unencumbered Cash Balance December 31	2,916	361	

Adopted Budget <b>"Shop with a Cop"</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash balance January 1	2,066	566	2,150
Receipts:			
Donations	2,056	4,033	3,845
Interest on Idle Funds	5	1	5
Transfers From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	2,061	4,034	3,850
<b>Resources Available</b>	4,127	4,600	6,000
Expenditures:			
Personal Services	0	0	0
Contractual Services	421	450	500
Commodities	3,140	2,000	5,500
Capital Outlay	0		
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	3,561	2,450	6,000
Unencumbered Cash Balance December 31	566	2,150	

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget <b>Special Highway</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash Balance January 1	45,936	24,143	31,000
Receipts:			
Gasoline tax	92,211	91,770	92,600
Interest on Idle Funds	132	87	100
Transfers From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	<b>92,343</b>	<b>91,857</b>	<b>92,700</b>
<b>Resources Available</b>	<b>138,279</b>	<b>116,000</b>	<b>123,700</b>
Expenditures			
Personal Services	13,116	10,000	10,000
Contractual Services	0	0	1,000
Commodities	101,020	75,000	112,700
Capital Outlay	0	0	
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	<b>114,136</b>	<b>85,000</b>	<b>123,700</b>
Unencumbered Cash Balance December 31	24,143	31,000	

Adopted Budget <b>Special Parks &amp; Recreation Fund</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash balance January 1	4,428	8,715	8,900
Receipts:			
Local alcoholic liquor tax	8,138	6,548	6,544
Interest on Idle Funds	16	137	156
Transfers From: (Specify Fund) General			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	<b>8,154</b>	<b>6,685</b>	<b>6,700</b>
<b>Resources Available</b>	<b>12,582</b>	<b>15,400</b>	<b>15,600</b>
Expenditures:			
Personal Services	3,867	3,500	4,000
Contractual Services	0	3,000	3,600
Commodities	0	0	0
Capital Outlay	0	0	8,000
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	<b>3,867</b>	<b>6,500</b>	<b>15,600</b>
Unencumbered Cash Balance December 31	8,715	8,900	

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget <b>Special Street Machinery Fund</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash balance January 1	229,716	283,595	
Receipts:			
Interest on Idle Funds	631		
Transfers From: (Specify Fund) General	53,248		
Cancelled Encumbrances	0		
<b>Total Receipts</b>	53,879		
<b>Resources Available</b>	283,595		
Expenditures			
Personal Services	0		
Contractual Services	0		
Commodities	0		
Capital Outlay			
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	0		
Unencumbered Cash Balance December 31	283,595		

Adopted Budget <b>Streetscape</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash balance January 1	100,899	38,559	20,700
Receipts:			
Interest on Idle Funds	249	141	100
Transfers From: (Specify Fund) General Fund			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	249	141	100
<b>Resources Available</b>	101,148	38,700	20,800
Expenditures			
Personal Services	0	0	0
Contractual Services	47,117	14,640	15,800
Commodities	15,472	3,360	5,000
Capital Outlay	0	0	0
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	62,589	18,000	20,800
Unencumbered Cash Balance December 31	38,559	20,700	

**FUND PAGE FOR FUNDS WITH A TAX LEVY**

Adopted Budget <b>Bond &amp; Interest Fund</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash Balance January 1	24,932	32,914	29,975
Receipts:			
Ad Valorem Tax	0	3,844	
Delinquent Tax	470	636	285
Motor Vehicle Tax	4,582	867	1,197
Recreational Vehicle Tax	87	29	26
16/20 M Vehicle Tax	185	186	0
Special Assessments	11,111	0	0
Transfer from Principal & Interest Account	221,427	230,670	240,560
Transfer From Water Improvement Reserve	0	0	88,755
Cancelled Encumbrances	0		
Interest on Idle Funds	93	179	202
<b>Total Receipts</b>	<b>237,955</b>	<b>236,411</b>	<b>331,025</b>
<b>Resources Available</b>	<b>262,887</b>	<b>269,325</b>	<b>361,000</b>
Expenditures:			
Principal	195,000	210,000	300,000
Interest	34,973	29,173	60,623
Commission	0	177	377
<b>Total Expenditures</b>	<b>229,973</b>	<b>239,350</b>	<b>361,000</b>
Unencumbered Cash Balance December 31	32,914	29,975	
		Non-Appropriated Balance	0
		Total Expenditures and Non-Appropriated Balance	361,000
		Tax Required	0
		Delinquency Computation	0
		Amount of 2011 Ad Valorem Tax	0

Adopted Budget <b>Not Used</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash Balance January 1			
Receipts:			
Ad Valorem Tax			
Delinquent Tax			
Motor Vehicle Tax			
Recreational Vehicle Tax			
16/20 M Vehicle Tax			
Cancelled Encumbrances			
Interest on Idle Funds			
<b>Total Receipts</b>			
<b>Resources Available</b>			
Expenditures:			
<b>Total Expenditures</b>			
Unencumbered Cash Balance December 31			
		Non-Appropriated Balance	
		Total Expenditures and Non-Appropriated Balance	
		Tax Required	
		Delinquency Computation	
		Amount of 2011 Ad Valorem Tax	

**FUND PAGE FOR FUND WITH NO TAX LEVY**

Adopted Budget <b>Electric Utility Fund</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash Balance January 1	894,143	994,735	1,068,511
<b>Receipts:</b>			
Sales to Consumers	3,949,366	3,940,000	3,833,889
Penalties	39,568	39,500	36,000
Reimbursed Expenses	0	10,000	
Interest on Idle Funds	4,902	3,000	2,500
Merchandise	419	1,000	500
Inspections	1,224	1,300	1,000
Rentals	0	100	100
Miscellaneous	27,316	23,500	17,500
Gas Sales	64,929	50,000	40,000
Cancelled Encumbrances	0		
<b>Total Receipts</b>	4,087,724	4,068,400	3,931,489
<b>Resources Available</b>	4,981,867	5,063,135	5,000,000
<b>Expenditures:</b>			
<b>Production &amp; Purchased Power Expenses</b>			
Personal Services	347,879	372,390	404,155
Contractual Services	2,170,725	2,261,975	2,763,040
Commodities	40,648	58,100	82,250
Capital Outlay	19,624	40,000	150,000
<b>Transmission &amp; Distribution Expenses</b>			
Personal Services	241,402	262,135	283,560
Contractual Services	36,058	18,800	27,000
Commodities	238,999	214,500	218,000
Capital Outlay	9,704	30,000	100,000
<b>Administrative &amp; General Expenses</b>			
Personal Services	160,921	179,800	201,325
Contractual Services	265,099	251,380	272,700
Commodities	4,420	11,600	14,250
Capital Outlay	1,467	20,000	50,000
<b>Transfer To: (Special Fund)</b>			
Principal & Interest Acct.	171,195	173,944	171,450
Lease Purchase Prin. & Int. Acct.	0	0	0
Equipment Replacement Reserve	278,991	100,000	262,270
<b>Total Expenditures</b>	3,987,132	3,994,624	5,000,000
Unencumbered Cash Balance December 31	994,735	1,068,511	

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Electric Equipment Replacement Reserve</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash Balance January 1	220,280	500,000	
Receipts:			
Interest on Idle Funds	729		
Transfers From: (Specify Fund)			
Electric Utility	278,991		
Cancelled Encumbrances	0		
<b>Total Receipts</b>	279,720		
<b>Resources Available</b>	500,000		
Expenditures			
Personal Services	0		
Contractual Services	0		
Commodities	0		
Capital Outlay			
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	0		
Unencumbered Cash Balance December 31	500,000		

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Not Used</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash balance January 1			
Receipts:			
Interest on Idle Funds			
Transfers From: (Specify Fund)			
Cancelled Encumbrances			
<b>Total Receipts</b>			
<b>Resources Available</b>			
Expenditures:			
Personal Services			
Contractual Services			
Commodities			
Capital Outlay			
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>			
Unencumbered Cash Balance December 31			

**FUND PAGE FOR FUND WITH NO TAX LEVY**

Adopted Budget <b>Water Utility Fund</b>	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash Balance January 1	68,831	57,747	90,395
<b>Receipts:</b>			
Sales to Consumers	550,823	630,000	629,655
Water Dock	1,756	2,500	2,000
Tank Water	15,147	17,500	15,000
Miscellaneous	2,621	1,400	1,250
Merchandise	1,916	1,200	1,000
Inspections	560	500	500
Reimbursed Expenses	0	1,000	
Interest on Idle Funds	209	125	100
Rentals	90	100	100
Water Services	16,207	12,000	10,000
Cancelled Encumbrances	0		
<b>Total Receipts</b>	589,329	666,325	659,605
<b>Resources Available</b>	658,160	724,072	750,000
<b>Expenditures</b>			
<b>Production Expenses</b>			
Personal Services	163	500	525
Contractual Services	115,617	127,355	129,860
Commodities	4,659	6,000	6,000
Capital Outlay	0	3,860	5,000
<b>Distribution Expenses</b>			
Personal Services	147,519	161,405	151,860
Contractual Services	22,473	33,600	28,650
Commodities	56,313	60,000	60,000
Capital Outlay	3,065	0	0
<b>Administrative &amp; General Expenses</b>			
Personal Services	105,627	124,150	133,340
Contractual Services	47,593	43,320	45,415
Commodities	5,669	7,850	7,900
Capital Outlay	0	0	0
Water Protection Fee	11,558	12,000	12,500
<b>Transfer To: (Specify Fund)</b>			
Principal & Interest Acct.	50,210	52,510	50,910
Lease Purchase Principal & Interest Acct.	13,533	1,127	0
Water Equipment Replacement Reserve	10,414	0	106,040
Water Equipment Replacement Reserve II	6,000	0	12,000
<b>Total Expenditures</b>	600,413	633,677	750,000
Unencumbered Cash Balance December 31	57,747	90,395	



**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Water Equipment Replacement Reserve</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash Balance January 1	276,942	180,006	
Receipts:			
Interest on Idle Funds	634		
Miscellaneous			
Transfers From: (Specify Fund)			
Water Utility	10,414		
Cancelled Encumbrances	0		
<b>Total Receipts</b>	<b>11,048</b>		
<b>Resources Available</b>	<b>287,990</b>		
Expenditures			
Personal Services	0		
Contractual Services	0		
Commodities	0		
Capital Outlay	107,984		
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	<b>107,984</b>		
Unencumbered Cash Balance December 31	180,006		

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Water Equipment Replacement Reserve II</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash balance January 1	123,214	129,523	
Receipts:			
Interest on Idle Funds	309		
Transfers From: (Specify Fund)			
Water Utility	6,000		
Cancelled Encumbrances	0		
<b>Total Receipts</b>	<b>6,309</b>		
<b>Resources Available</b>	<b>129,523</b>		
Expenditures:			
Personal Services	0		
Contractual Services	0		
Commodities	0		
Capital Outlay	0		
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	<b>0</b>		
Unencumbered Cash Balance December 31	129,523		

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Sanitation Utility</b>	Actual 2010	Estimate 2011	Year 212
Unencumbered Cash Balance January 1	51,639	80,645	64,190
Receipts:			
Charges to Customers	249,330	249,000	249,710
Interest on Idle Funds	157	200	150
Reimbursed Expenses	0	500	
Miscellaneous	3,151	1,300	950
Transfer From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	<b>252,638</b>	<b>251,000</b>	<b>250,810</b>
<b>Resources Available</b>	<b>304,277</b>	<b>331,645</b>	<b>315,000</b>
Expenditures			
Collection & Disposal Expenses			
Personal Services	79,490	84,665	90,800
Contractual Services	14,802	13,155	16,770
Commodities	32,947	61,700	48,000
Capital Outlay	0	0	0
Administrative & General Expenses			
Personal Services	44,759	55,185	61,430
Contractual Services	3,013	3,050	3,100
Commodities	521	500	750
Capital Outlay	0	0	0
Transfer To: (Specify Fund)			
Sanitation Equip. Replacement Reserve	48,100	49,200	94,150
<b>Total Expenditures</b>	<b>223,632</b>	<b>267,455</b>	<b>315,000</b>
Unencumbered Cash Balance December 31	80,645	64,190	

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Sanitation Equip. Replacement Reserve</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash balance January 1	98,003	146,402	
Receipts:			
Interest on Idle Funds	299		
Transfers From: (Specify Fund)			
Sanitation Utility	48,100		
Cancelled Encumbrances			
<b>Total Receipts</b>	<b>48,399</b>		
<b>Resources Available</b>	<b>146,402</b>		
Expenditures:			
Personal Services	0		
Contractual Services	0		
Commodities	0		
Capital Outlay			
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	<b>0</b>		
Unencumbered Cash Balance December 31	146,402		

Adopted Budget Sewer Utility	Prior Year Actual 2010	Current Year Estimate 2011	Proposed Budget Year 2012
Unencumbered Cash Balance January 1	155,968	148,252	164,496
Receipts:			
Charges to Customers	256,104	326,750	332,854
Interest on Idle Funds	465	350	300
Reimbursed Expenses	0	1,005	
Miscellaneous	2,748	2,700	2,350
Transfer From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	<b>259,317</b>	<b>330,805</b>	<b>335,504</b>
<b>Resources Available</b>	<b>415,285</b>	<b>479,057</b>	<b>500,000</b>
Expenditures			
Collection & Disposal Expenses			
Personal Services	41,156	53,475	59,495
Contractual Services	18,623	20,040	22,470
Commodities	9,087	10,400	18,350
Capital Outlay	5,515	0	0
Administrative & General Expenses			
Personal Services	59,079	64,380	72,040
Contractual Services	33,436	4,050	7,165
Commodities	521	600	1,500
Capital Outlay	0	0	0
Debt Service	97,376	97,376	97,377
Transfer To: (Specify Fund)			
Principal & Interest Acct.	2,240	6,689	19,399
Lease Purchase Prin. & Int. Acct.	0	57,551	57,551
Sewer System Reserve	0	0	144,653
<b>Total Expenditures</b>	<b>267,033</b>	<b>314,561</b>	<b>500,000</b>
Unencumbered Cash Balance December 31	148,252	164,496	

Adopted Budget Sewer System Reserve	Prior Year Actual 2009	Current Year Estimate 2010	Proposed Budget Year 2011
Unencumbered Cash balance January 1	229,246	138,155	
Receipts:			
Interest on Idle Funds	507		
Transfers From: (Specify Fund)			
Sewer Utility	0		
Cancelled Encumbrances	0		
<b>Total Receipts</b>	<b>507</b>		
<b>Resources Available</b>	<b>229,753</b>		
Expenditures:			
Personal Services	0		
Contractual Services	0		
Commodities	0		
Capital Outlay	34,048		
Debt Service	57,550		
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	<b>91,598</b>		
Unencumbered Cash Balance December 31	138,155		

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Sewer System Reserve II</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash Balance January 1	20,360	20,411	
Receipts:			
Interest on Idle Funds	51		
Transfers From: (Specify Fund) Sewer Utility			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	51		
<b>Resources Available</b>	20,411		
Expenditures			
Personal Services	0		
Contractual Services	0		
Commodities	0		
Capital Outlay	0		
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	0		
Unencumbered Cash Balance December 31	20,411		

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Gas Royalty</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash balance January 1	249,107	260,744	273,300
Receipts:			
Gas Royalties	11,736	11,900	11,000
Interest on Idle Funds	631	656	700
Miscellaneous			
Transfers From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	12,367	12,556	11,700
<b>Resources Available</b>	261,474	273,300	285,000
Expenditures:			
Personal Services	0	0	0
Contractual Services	730	0	10,000
Commodities	0	0	5,000
Capital Outlay	0	0	270,000
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	730	0	285,000
Unencumbered Cash Balance December 31	260,744	273,300	

**FUND PAGE FOR FUNDS WITH NO TAX LEVY**

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Electric Distribution Upgrade</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash Balance January 1	1,121,403	790,287	927,100
Receipts:			
Gas Sales	194,788	135,000	125,000
Interest on Idle Funds	2,476	1,813	1,900
Transfers From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	197,264	136,813	126,900
<b>Resources Available</b>	1,318,667	927,100	1,054,000
Expenditures			
Personal Services	0	0	0
Contractual Services	0	0	0
Commodities	108,218	0	254,000
Capital Outlay	420,162	0	800,000
Transfer To: (Specify Fund)			
<b>Total Expenditures</b>	528,380	0	1,054,000
Unencumbered Cash Balance December 31	790,287	927,100	

Adopted Budget	Prior Year	Current Year	Proposed Budget
<b>Water Improvement Reserve</b>	Actual 2010	Estimate 2011	Year 2012
Unencumbered Cash balance January 1	233,871	452,036	669,050
Receipts:			
Sales to Consumers	216,939	215,500	215,500
Interest on Idle Funds	854	1,064	1,250
Miscellaneous	402	500	200
Transfers From: (Specify Fund)			
Cancelled Encumbrances	0		
<b>Total Receipts</b>	218,195	217,064	216,950
<b>Resources Available</b>	452,066	669,100	886,000
Expenditures:			
Personal Services	0	0	0
Contractual Services	30	50	0
Commodities	0	0	0
Capital Outlay	0	0	797,245
Transfer To: (Specify Fund)			
Bond & Interest	0	0	88,755
<b>Total Expenditures</b>	30	50	886,000
Unencumbered Cash Balance December 31	452,036	669,050	

AFFIDAVIT OF PUBLICATIONS

**PUBLIC NOTICE**

(First Published in The Hugoton Hermes, Thursday, July 21, 2011)

1c

**NOTICE OF BUDGET HEARING**

The Governing Body of the City of Hugoton, Kansas will meet on the 8th day of August, 2011 at 5:30 P.M. at 631 South Main Street for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of ad valorem tax.

Detailed budget information is available at the city clerk's office and will be available at this hearing.

**BUDGET SUMMARY**

Proposed Budget 2012 Expenditures and Amount of 2011 Ad Valorem Tax establish the maximum limits of the 2012 budget. Estimated Tax Rate is subject to change depending on final assessed valuation.

FUND	2010		2011		Proposed Budget 2012		
	Prior Year Actual Expenditures	Actual Tax Rate*	Current Year Estimate of Expenditures	Actual Tax Rate*	Budget Authority for Expenditures	Amount of 2011 Ad Valorem Tax	Est Tax Rate*
General	1,786,182	31.48	1,882,117	33.06	2,030,000	648,561	36.00
Animal Care Benevolence	170		100		6,800		
City Hall Remodeling	8,455		2		0		
Convention & Tourism	11,108		9,084		30,400		
Golf Course Expansion	0		0		287,600		
Park Request	0		2,559		365		
"Shop with a Cop"	3,561		2,450		6,000		
Special Highway	114,136		85,000		123,700		
Special Parks & Recreation	3,857		16,500		15,600		
Special Street Machinery	0		0		0		
Streetscape	62,589		18,000		20,800		
Bond & Interest	229,973	0.00	239,350	0.32	381,000	0	0.00
Electric Utility	3,987,132		3,994,624		5,000,000		
Electric Equip Rep Reserve	0		0		0		
Water Utility	600,413		633,677		760,000		
Water Equip Rep Reserve	107,984		0		0		
Water Equip Rep Reserve II	0		0		0		
Sanitation Utility	223,632		267,455		315,000		
Sanitation Equip Rep Reserve	0		0		0		
Sewer Utility	267,033		314,581		500,000		
Sewer System Reserve	91,598		0		0		
Sewer System Reserve II	0		0		0		
Gas Royalty	730		0		285,000		
Elec Dist System Upgrade	528,380		0		1,054,000		
Water Improvement Reserve	30		60		886,000		
Totals	8,036,973	31.48	7,455,529	33.36	11,682,165		36.00
Less: Transfers	396,753		0		86,755		
Net Expenditures	7,640,220		7,455,529		11,595,410		
Total Tax Levied	584,000		589,130		648,561		
Assessed Valuation	17,914,415		17,648,533		18,016,052		

**Outstanding Indebtedness, January 1**

	2009	2010	2011
G.O. Bonds	1,300,000	1,070,000	875,000
Temporary Notes	0	0	1,710,000
State Revolving Fund	1,383,828	1,322,620	1,260,275
Lease Purchase Principal	433,559	361,876	269,033
Total	3,116,887	2,754,496	4,104,308

\*Tax Rates are expressed in mills.

/s/ Thomas G. Hicks  
Thomas G. Hicks, City Clerk

STATE OF KANSAS, STEVENS COUNTY, ss  
Faitb Publishing LLC, being first duly sworn, deposes and says: That they are Publisher of the Hugoton Hermes, a weekly newspaper printed in the State of Kansas, and published in and of general circulation in Stevens County, Kansas, with a general paid circulation on a weekly basis in Stevens County, Kansas, and that said newspaper is not a trade, religious or fraternal publication.  
..Said newspaper is a weekly, published at least weekly 50 times a year; has been so published continuously and uninterruptedly in said county and state for a period of more than five years prior to the first publication of said notice; and has been admitted at the post office of Hugoton in Said County as second class matter.

..That the attached notice is a true copy thereof and was published in the regular and entire issue of said newspaper for 1 consecutive weeks, the first publication thereof being made as aforesaid on the day of

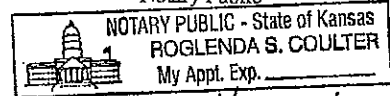
July 21, 2011, with subsequent publications being made on the following dates:

\_\_\_\_\_, 20\_\_\_\_\_, \_\_\_\_\_, 20\_\_\_\_\_, \_\_\_\_\_, 20\_\_\_\_\_.

Key M Dennis  
Subscribed and sworn to before me this

day of July 21, 2011

Roglen S Coulter  
Notary Public



My Commission expires: 4-10-14

Printer's fee.....\$ 139.50  
Additional Copies.....\$ \_\_\_\_\_