

2012

CERTIFICATE

To the Clerk of Gray County, State of Kansas

We, the undersigned, officers of

City of Montezuma

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 for the various funds for the year 2012; and

(3) the Amount(s) of Amount of 2011 Ad Valorem Tax Ad Valorem Tax are within statutory limitations.

| Table of Contents: | | Page No. | 2012 Adopted Budget | | |
|---|---------------|----------|-----------------------------------|-------------------------------|--------------------------------------|
| | | | Budget Authority for Expenditures | Amount of 2011 Ad Valorem Tax | County Clerk's Use Only |
| Computation to Determine Limit for 2012 | | 2 | | | |
| Allocation of MVT, RVT, 16/20M Veh & Slider | | 3 | | | |
| Schedule of Transfers | | 4 | | | |
| Statement of Indebtedness | | 5 | | | |
| Statement of Lease-Purchases | | 6 | | | |
| Fund | K.S.A. | | | | |
| General | 12-101a | 7 | 402,000 | 91,452 | 17,983 |
| Debt Service | 10-113 | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| Special Highway | | 8 | 44,890 | | |
| Water Utility | | 8 | 270,000 | | |
| Electric Utility | | 9 | 1,350,000 | | |
| Trash Utility | | 9 | 140,000 | | |
| Bond and Interest | | 10 | 23,500 | | |
| | | 10 | | | |
| | | | | | |
| Non-Budgeted Funds | | 11 | | | |
| Totals | | xxxxxx | 2,230,390 | 91,452 | 17,983 |
| Is an Ordinance required to be passed, published, and attached to the budget? | | | No | | County Clerk's Use Only |
| Budget Summary | | 12 | | | 5,085,346 |
| Neighborhood Revitalization | | | | | Nov 1, 2011 Total Assessed Valuation |

Assisted by:
Kennedy McKee & Company LLP

Address:
PO Box 1477
Dodge City, KS 67801

Date Attested: Oct 4, 2011
Zonnie Swartz
County Clerk



[Signature]
[Signature]
[Signature]
[Signature]
Governing Body

City of Montezuma

2012

Computation to Determine Limit for 2012

| | | Amount of Levy |
|---|---------|-----------------------|
| 1. Total Tax Levy Amount in 2011 Budget | + \$ | <u>86,755</u> |
| 2. Debt Service Levy in 2011 Budget | - \$ | <u>0</u> |
| 3. Tax Levy Excluding Debt Service | \$ | <u>86,755</u> |
| 2011 Valuation Information for Valuation Adjustments: | | |
| 4. New Improvements for 2011 : | + _____ | 190,390 |
| 5. Increase in Personal Property for 2011 : | | |
| 5a. Personal Property 2011 | + _____ | 236,695 |
| 5b. Personal Property 2010 | - _____ | 178,894 |
| 5c. Increase in Personal Property (5a minus 5b) | + _____ | 57,801 |
| | | (Use Only if > 0) |
| 6. Valuation of annexed territory for 2011 : | | |
| 6a. Real Estate | + _____ | 0 |
| 6b. State Assessed | + _____ | 0 |
| 6c. New Improvements | - _____ | 0 |
| 6d. Total Adjustment (Sum of 6a, 6b, and 6c) | + _____ | 0 |
| 7. Valuation of Property that has Changed in Use during 2011 : | + _____ | 13,053 |
| 8. Total Valuation Adjustment (Sum of 4, 5c, 6d & 7) | | <u>261,244</u> |
| 9. Total Estimated Valuation July 1, 2011 | _____ | 5,086,023 |
| 10. Total Valuation less Valuation Adjustment (9 minus 8) | | <u>4,824,779</u> |
| 11. Factor for Increase (8 divided by 10) | | <u>0.05415</u> |
| 12. Amount of Increase (11 times 3) | + \$ | <u>4,697</u> |
| 13. Maximum Tax Levy, excluding debt service, without an Ordinance (3 plus 12) | \$ | <u>91,452</u> |
| 14. Debt Service Levy in this 2012 Budget | | <u>0</u> |
| 15. Maximum levy, including debt service, without an Ordinance (13 plus 14) | | <u>91,452</u> |

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

Allocation of Motor (MVT), Recreational (RVT), 16/20M Vehicle Tax & Slider

| Budgeted Funds for 2011 | Budget Tax Levy Amt for 2010 | Allocation for Year | | | |
|----------------------------|---------------------------------|---------------------|------------|------------|----------|
| | | MVT | RVT | 16/20M Veh | Slider |
| General | 86,755 | 19,029 | 374 | 96 | 0 |
| Debt Service | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| TOTAL | 86,755 | 19,029 | 374 | 96 | 0 |

| | | | |
|---|----------------|----------------|----------------|
| County Treas Motor Vehicle Estimate | <u>19,029</u> | | |
| County Treasurers Recreational Vehicle Estimate | | <u>374</u> | |
| County Treasurers 16/20M Vehicle Estimate | | | <u>96</u> |
| County Treasurers Slider Estimate | | | <u>0</u> |
| Motor Vehicle Factor | <u>0.21934</u> | | |
| Recreational Vehicle Factor | | <u>0.00431</u> | |
| 16/20 Vehicle Factor | | | <u>0.00111</u> |
| Slider Factor | | | <u>0.00000</u> |

City of Montezuma

2012

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 Utility | General | 100,000 | 100,000 | 100,000 | 12-825d |
| Special Highway | Special Machinery | 6,479 | 6,445 | 6,362 | 68-141g |
| Water Utility | Capital Improvement | - | 25,000 | 25,000 | 12-825d |
| Electric Utility | Capital Improvement | 25,000 | - | 25,000 | 12-825d |
| Capital Improvement | Bond and Interest | - | 11,534 | - | Ordinance |
| | | | | | |
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| | | | | | |
| Totals | | 131,479 | 142,979 | 156,362 | |
| Adjustments* | | | | | |
| Adjusted Totals | | 131,479 | 142,979 | 156,362 | |

*Note: Adjustments are required only if the transfer is being made in 2011 and/or 2012 from a non-budgeted fund.

STATEMENT OF INDEBTEDNESS

| Type of Debt | Date of Issue | Date of Retirement | Interest Rate % | Amount Issued | Beginning Amt Outstanding Jan 1,2011 | Date Due | | Amount Due 2011 | | Amount Due 2012 | |
|----------------------------|---------------|--------------------|-----------------|---------------|--------------------------------------|------------|-----------|-----------------|---------------|-----------------|---------------|
| | | | | | | Interest | Principal | Interest | Principal | Interest | Principal |
| General Obligation: | | | | | | | | | | | |
| Street and Sewer | 7/6/2004 | 7/15/2014 | 2.40-2.50 | 170,000 | 90,000 | 1/15, 7/15 | 7/15 | 3,733 | 20,000 | 2,933 | 20,000 |
| | | | | | | | | | | | |
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| | | | | | | | | | | | |
| Total G.O. Bonds | | | | | 90,000 | | | 3,733 | 20,000 | 2,933 | 20,000 |
| Revenue Bonds: | | | | | | | | | | | |
| | | | | | | | | | | | |
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| | | | | | | | | | | | |
| Total Revenue Bonds | | | | | 0 | | | 0 | 0 | 0 | 0 |
| Other: | | | | | | | | | | | |
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| | | | | | | | | | | | |
| Total Other | | | | | 0 | | | 0 | 0 | 0 | 0 |
| Total Indebtedness | | | | | 90,000 | | | 3,733 | 20,000 | 2,933 | 20,000 |

City of Montezuma

2012

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 As Beginning of 2011 | Payments Due 2011 | Payments Due 2012 |
|----------------|---------------|---------------------------|-----------------|---|--|-------------------|-------------------|
| None | | | | | | | |
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| | | | | | | | |
| Totals | | | | | 0 | 0 | 0 |

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

City of Montezuma

2012

FUND PAGE FOR FUNDS WITH A TAX LEVY

| Adopted Budget General | Prior Year Actual 2010 | Current Year Estimate 2011 | Proposed Budget Year 2012 |
|--|---------------------------|------------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | 133,524 | 138,836 | 91,662 |
| Receipts: | | | |
| Ad Valorem Tax | 84,889 | 85,020 | xxxxxxxxxxxxxxxxxxxx |
| Delinquent Tax | 684 | 250 | 387 |
| Motor Vehicle Tax | 18,602 | 19,097 | 19,029 |
| Recreational Vehicle Tax | 345 | 370 | 374 |
| 16/20M Vehicle Tax | 86 | 89 | 96 |
| Gross Earning (Intangible) Tax | | | 0 |
| LAVTR | | | 0 |
| City and County Revenue Sharing | | | 0 |
| Slider | | | 0 |
| RV Park Income | 2,901 | 3,000 | 3,000 |
| Local Sales Tax | 59,646 | 58,000 | 58,000 |
| Franchise Tax | 21,613 | 21,000 | 21,000 |
| Licenses | 321 | 500 | 500 |
| Fines | 1,982 | 1,500 | 2,000 |
| Reimbursements | 12,562 | 10,000 | 10,000 |
| Transfer from Electric Utility | 100,000 | 100,000 | 100,000 |
| Fire Department | 1,794 | 5,500 | 3,000 |
| Airport Income | 1,207 | 1,500 | 1,500 |
| County Treasurer Balance 1/1 | 4,724 | | |
| County Treasurer Balance 12/31 | -5,705 | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Rec | | | |
| Total Receipts | 305,651 | 305,826 | 218,886 |
| Resources Available: | 439,175 | 444,662 | 310,548 |
| Expenditures: | | | |
| General Government: | | | |
| Personal Services | 68,000 | 70,000 | 72,000 |
| Contractual Services | 16,186 | 22,000 | 25,000 |
| Commodities | 21,848 | 25,000 | 30,000 |
| Police Department: | | | |
| Personal Services | 16,113 | 17,000 | 18,000 |
| Contractual Services | 310 | 1,000 | 1,000 |
| Commodities | 4,246 | 4,000 | 4,000 |
| Fire Department: | | | |
| Personal Services | 3,540 | 6,000 | 8,000 |
| Contractual Services | 2,071 | 1,000 | 1,000 |
| Commodities | 1,039 | 1,000 | 1,000 |
| Street Department: | | | |
| Commodities | 18,885 | 50,000 | 70,000 |
| Noxious Weed Department: | | | |
| Personal Services | 6,904 | 12,000 | 14,000 |
| Contractual Services | 3,541 | 4,000 | 4,000 |
| Commodities | 958 | 2,000 | 2,000 |
| Employee Benefits | | | |
| Social Security | 24,298 | 26,000 | 27,000 |
| KPERS | 19,744 | 22,000 | 25,000 |
| Workmen's Compensation | 9,854 | 12,000 | 17,000 |
| Golf Course Operations | 64,157 | 65,000 | 65,000 |
| Airport | 12,638 | 10,000 | 10,000 |
| City Beautification | 392 | 1,000 | 2,000 |
| RV Park Expense | 5,615 | 2,000 | 6,000 |
| Neighborhood Revitalization Rebate | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Exp | | | |
| Total Expenditures | 300,339 | 353,000 | 402,000 |
| Unencumbered Cash Balance Dec 31 | 138,836 | 91,662 | xxxxxxxxxxxxxxxxxxxx |
| 2010/2011 Budget Authority Amount: | 388,000 | 385,000 | xxxxxxxxxxxxxxxxxxxx |
| | | Non-Appropriated Balance | |
| | | Total Expenditure/Non-Appr Balance | 402,000 |
| | | Tax Required | 91,452 |
| Delinquent Comp Rate: | 0.000 | | 0 |
| Amount of 2011 Ad Valorem Tax | | | 91,452 |

City of Montezuma

2012

FUND PAGE FOR FUNDS WITH NO TAX LEVY

| Adopted Budget Special Highway | Prior Year Actual 2010 | Current Year Estimate 2011 | Proposed Budget Year 2012 |
|--|---------------------------|-------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | 7,669 | 27,105 | 19,440 |
| Receipts: | | | |
| State of Kansas Gas Tax | 25,915 | 25,780 | 25,450 |
| County Transfers Gas | | 0 | 0 |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Rec | | | |
| Total Receipts | 25,915 | 25,780 | 25,450 |
| Resources Available: | 33,584 | 52,885 | 44,890 |
| Expenditures: | | | |
| Street Repair and Maintenance | | 27,000 | 38,528 |
| Transfer to Special Machinery | 6,479 | 6,445 | 6,362 |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Exp | | | |
| Total Expenditures | 6,479 | 33,445 | 44,890 |
| Unencumbered Cash Balance Dec 31 | 27,105 | 19,440 | 0 |
| 2010/2011 Budget Authority Amount: | 38,338 | 36,054 | |

| Adopted Budget Water Utility | Prior Year Actual 2010 | Current Year Estimate 2011 | Proposed Budget Year 2012 |
|--|---------------------------|-------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | 61,306 | 77,858 | 64,858 |
| Receipts: | | | |
| Charges to Customers | 215,127 | 215,000 | 215,000 |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Rec | | | |
| Total Receipts | 215,127 | 215,000 | 215,000 |
| Resources Available: | 276,433 | 292,858 | 279,858 |
| Expenditures: | | | |
| Production | 20,996 | 21,000 | 25,000 |
| Distribution | 172,781 | 175,000 | 200,000 |
| Administrative and General | 1,550 | 3,000 | 5,000 |
| Non-Operating | 3,248 | 4,000 | 5,000 |
| Capital Outlay | | | 10,000 |
| Transfer to Capital Improvement | | 25,000 | 25,000 |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Exp | | | |
| Total Expenditures | 198,575 | 228,000 | 270,000 |
| Unencumbered Cash Balance Dec 31 | 77,858 | 64,858 | 9,858 |
| 2010/2011 Budget Authority Amount: | 222,000 | 235,000 | |

City of Montezuma

2012

FUND PAGE FOR FUNDS WITH NO TAX LEVY

| Adopted Budget Electric Utility | Prior Year Actual 2010 | Current Year Estimate 2011 | Proposed Budget Year 2012 |
|--|---------------------------|-------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | 235,389 | 224,631 | 174,631 |
| Receipts: | | | |
| Charges to Customers | 1,133,565 | 1,100,000 | 1,200,000 |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Rec | | | |
| Total Receipts | 1,133,565 | 1,100,000 | 1,200,000 |
| Resources Available: | 1,368,954 | 1,324,631 | 1,374,631 |
| Expenditures: | | | |
| Production | 688,040 | 700,000 | 750,000 |
| Distribution | 262,401 | 270,000 | 300,000 |
| Administrative and General | 17,369 | 30,000 | 30,000 |
| Non-Operating | 51,513 | 50,000 | 50,000 |
| Capital Outlay | | | 95,000 |
| Transfer to Capital Improvement | 25,000 | | 25,000 |
| Transfer to General | 100,000 | 100,000 | 100,000 |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Exp | | | |
| Total Expenditures | 1,144,323 | 1,150,000 | 1,350,000 |
| Unencumbered Cash Balance Dec 31 | 224,631 | 174,631 | 24,631 |
| 2010/2011 Budget Authority Amount: | 1,350,000 | 1,350,000 | |

| Adopted Budget Trash Utility | Prior Year Actual 2010 | Current Year Estimate 2011 | Proposed Budget Year 2012 |
|--|---------------------------|-------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | 67,354 | 72,243 | 72,243 |
| Receipts: | | | |
| Charges to Customers | 92,111 | 95,000 | 100,000 |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Rec | | | |
| Total Receipts | 92,111 | 95,000 | 100,000 |
| Resources Available: | 159,465 | 167,243 | 172,243 |
| Expenditures: | | | |
| Contractual Services | 87,222 | 95,000 | 140,000 |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Exp | | | |
| Total Expenditures | 87,222 | 95,000 | 140,000 |
| Unencumbered Cash Balance Dec 31 | 72,243 | 72,243 | 32,243 |
| 2010/2011 Budget Authority Amount: | 125,000 | 125,000 | |

City of Montezuma

2012

FUND PAGE FOR FUNDS WITH NO TAX LEVY

| Adopted Budget | Prior Year Actual 2010 | Current Year Estimate 2011 | Proposed Budget Year 2012 |
|--|---------------------------|-------------------------------|------------------------------|
| Bond and Interest | | | |
| Unencumbered Cash Balance Jan 1 | 24,346 | 7,504 | 2,206 |
| Receipts: | | | |
| County Assessments | 2,038 | 3,001 | 2,000 |
| Sale of Lots | | | 15,000 |
| Other Assessments | 5,243 | 3,900 | 4,500 |
| Transfer from Capital Improvement | | 11,534 | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Rec | | | |
| Total Receipts | 7,281 | 18,435 | 21,500 |
| Resources Available: | 31,627 | 25,939 | 23,706 |
| Expenditures: | | | |
| Principal | 20,000 | 20,000 | 20,000 |
| Interest | 4,123 | 3,733 | 3,500 |
| Commission | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Exp | | | |
| Total Expenditures | 24,123 | 23,733 | 23,500 |
| Unencumbered Cash Balance Dec 31 | 7,504 | 2,206 | 206 |
| 2010/2011 Budget Authority Amount: | 24,300 | 24,000 | |

| Adopted Budget | Prior Year Actual 2010 | Current Year Estimate 2011 | Proposed Budget Year 2012 |
|--|---------------------------|-------------------------------|------------------------------|
| 0 | | | |
| Unencumbered Cash Balance Jan 1 | | 0 | 0 |
| Receipts: | | | |
| | | | |
| | | | |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Rec | | | |
| Total Receipts | 0 | 0 | 0 |
| Resources Available: | 0 | 0 | 0 |
| Expenditures: | | | |
| Salaries & Wages | | | |
| Employee Benefits | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Exp | | | |
| Total Expenditures | 0 | 0 | 0 |
| Unencumbered Cash Balance Dec 31 | 0 | 0 | 0 |
| 2010/2011 Budget Authority Amount: | 0 | 0 | |

City of Montezuma

NON-BUDGETED FUNDS
(Only the actual budget year for 2010 is to be shown)

2012

Non-Budgeted Funds

| (1) Fund Name: | | (2) Fund Name: | | (3) Fund Name: | | (4) Fund Name: | | (5) Fund Name: | | |
|--------------------------|--------|----------------------------|---------|----------------------|---|----------------------|---|----------------------|---|--------------|
| Special Machinery | | Capital Improvement | | 0 | | 0 | | 0 | | |
| Unencumbered | | Unencumbered | | Unencumbered | | Unencumbered | | Unencumbered | | Total |
| Cash Balance Jan 1 | 56,106 | Cash Balance Jan 1 | 146,799 | Cash Balance Jan 1 | | Cash Balance Jan 1 | | Cash Balance Jan 1 | | 202,905 |
| Receipts: | | Receipts: | | Receipts: | | Receipts: | | Receipts: | | |
| Transfer from Street | 6,479 | Transfer from Electric | 25,000 | | | | | | | |
| | | Transfer from Water | | | | | | | | |
| | | Interest | 8,042 | | | | | | | |
| | | Assessments | 4,473 | | | | | | | |
| | | Reimbursements | | | | | | | | |
| | | Airport Grant | | | | | | | | |
| | | | | | | | | | | |
| Total Receipts | 6,479 | Total Receipts | 37,515 | Total Receipts | 0 | Total Receipts | 0 | Total Receipts | 0 | 43,994 |
| Resources Available: | 62,585 | Resources Available: | 184,314 | Resources Available: | 0 | Resources Available: | 0 | Resources Available: | 0 | 246,899 |
| Expenditures: | | Expenditures: | | Expenditures: | | Expenditures: | | Expenditures: | | |
| Equipment | 940 | Airport | 13,626 | | | | | | | |
| | | Streets | 38,669 | | | | | | | |
| | | #9 Well | 16,959 | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| | | | | | | | | | | |
| Total Expenditures | 940 | Total Expenditures | 69,254 | Total Expenditures | 0 | Total Expenditures | 0 | Total Expenditures | 0 | 70,194 |
| Cash Balance Dec 31 | 61,645 | Cash Balance Dec 31 | 115,060 | Cash Balance Dec 31 | 0 | Cash Balance Dec 31 | 0 | Cash Balance Dec 31 | 0 | 176,705 |
| | | | | | | | | | | 176,705 |

** Note: These two block figures should agree.

NOTICE OF BUDGET HEARING

The governing body of
City of Montezuma
will meet on August 1, 2011 at 7:30 p.m. at City Hall 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 City Hall and will be available at this hearing.

BUDGET SUMMARY

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

| FUND | Prior Year Actual for 2010 | | Current Year Estimate for 2011 | | Proposed Budget for 2012 | | |
|--------------------|----------------------------|------------------|--------------------------------|------------------|-----------------------------------|-------------------------------|--------------------|
| | Expenditures | Actual Tax Rate* | Expenditures | Actual Tax Rate* | Budget Authority for Expenditures | Amount of 2011 Ad Valorem Tax | Estimate Tax Rate* |
| General | 300,339 | 18.323 | 353,000 | 18.328 | 402,000 | 91,452 | 17.981 |
| Special Highway | 6,479 | | 33,445 | | 44,890 | | |
| Water Utility | 198,575 | | 228,000 | | 270,000 | | |
| Electric Utility | 1,144,323 | | 1,150,000 | | 1,350,000 | | |
| Trash Utility | 87,222 | | 87,222 | | 140,000 | | |
| Bond and Interest | 24,123 | | 23,733 | | 23,500 | | |
| Non-Budgeted Funds | 70,194 | | | | | | |
| Totals | 1,831,255 | 18.323 | 1,875,400 | 18.328 | 2,230,390 | 91,452 | 17.981 |
| Less: Transfers | 131,479 | | 142,979 | | 156,362 | | |
| Net Expenditure | 1,699,776 | | 1,732,421 | | 2,074,028 | | |
| Total Tax Levied | 85,963 | | 86,755 | | xxxxxxxxxxxxxxxxxxxx | | |
| Assessed Valuation | 4,691,550 | | 4,733,377 | | 5,086,023 | | |

Outstanding Indebtedness,

| | 2009 | 2010 | 2011 |
|--------------------------|---------|---------|--------|
| January 1, | | | |
| G.O. Bonds | 130,000 | 110,000 | 90,000 |
| Revenue Bonds | - | - | - |
| Other | - | - | - |
| Lease Purchase Principal | - | - | - |
| Total | 130,000 | 110,000 | 90,000 |

*Tax rates are expressed in mills

City Official Title: City Clerk

STATE OF KANSAS, GRAY COUNTY, SS:

Jeanne K. Klocen
being first duly sworn, deposes and says: that

she is - Publish -

of THE MONTEZUMA PRESS, a weekly newspaper printed in the State of Kansas, and published in and of general circulation in Gray County, Kansas with a general paid circulation on a yearly basis in Gray 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 more than five years prior to the first publication of said notice; and has been admitted at the post office of Montezuma 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 / consecutive weeks, the first publication thereof being made as aforesaid on the

21st day of *July*
20 *11*

with subsequent publications being made on the following date:

, 20
, 20
, 20

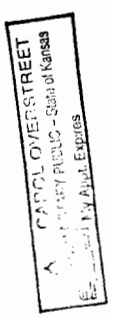
Jeanne Klocen

Subscribed and sworn to before me this *21st* day

of *July* 20 *11*
Carol Quast
Notary Public

My commission expires: *7/30/12*
Printer's fee \$ *72.00*

Additional copies \$



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NOTICE OF BUDGET HEARING

The governing body of City of Montezuma will meet on August 1, 2011 at 7:30 p.m. at City Hall 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 City Hall and will be available at this hearing.

BUDGET SUMMARY

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

| FUND | Prior Year Actual for 2010 | | Current Year Estimate for 2011 | | Proposed Budget for 2012 | | |
|---------------------|----------------------------|------------------|--------------------------------|------------------|-----------------------------------|-------------------------------|--------------------|
| | Expenditures | Actual Tax Rate* | Expenditures | Actual Tax Rate* | Budget Authority For Expenditures | Amount of 2011 Ad Valorem Tax | Estimate Tax Rate* |
| General | 200,339 | 18.323 | 333,000 | 18.328 | 402,000 | 91,432 | 17.981 |
| Special Highway | 6,479 | | 33,443 | | 44,890 | | |
| Water Utility | 198,575 | | 228,000 | | 270,000 | | |
| Electric Utility | 1,144,323 | | 1,150,000 | | 1,350,000 | | |
| Trash Utility | 87,233 | | 87,232 | | 140,000 | | |
| School and Interest | 26,123 | | 23,793 | | 25,500 | | |
| Non-Budgeted Funds | 70,194 | | | | | | |
| Total | 1,831,235 | 18.323 | 1,875,400 | 18.328 | 2,390,390 | 91,432 | 17.981 |
| Less: Transfers | 131,479 | | 142,979 | | 156,363 | | |
| Net Expenditures | 1,699,756 | | 1,732,421 | | 2,234,027 | | |
| Total Tax Levied | 81,960 | | 85,795 | | 2,078,028 | | |
| Assessed Valuation | 4,891,549 | | 4,793,377 | | 3,986,023 | | |

Outstanding Indebtedness

| | 2009 | 2010 | 2011 |
|--------------------------|----------------|----------------|---------------|
| January 1 | 130,000 | 110,000 | 90,000 |
| G.O. Bonds | - | - | - |
| Revenue Bonds | - | - | - |
| Other | - | - | - |
| Lease Purchase Principal | - | - | - |
| Total | 130,000 | 110,000 | 90,000 |

Jeanne Klocen
Notary Public