

CITY OF LA CYGNE, KANSAS

For the Year Ended December 31, 2012
Regulatory Basis Financial Statements and
Independent Auditors' Report with
Regulatory-Required Supplemental Information

CITY OF LA CYGNE, KANSAS
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Diehl Banwart Bolton

Certified Public Accountants PA

INDEPENDENT AUDITORS' REPORT

To the Mayor and the City Council
City of La Cygne, Kansas

We have audited the accompanying Summary Statement of Receipts, Expenditures, and Unencumbered Cash, Regulatory Basis, of the City of La Cygne, 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 Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of La Cygne, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraphs, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of La Cygne, Kansas as of December 31, 2012 or changes in financial position or cash flows thereof for the year then ended.

Unqualified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance for the City of La Cygne, Kansas as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the Summary Statement of Receipts, Expenditures, and Unencumbered Cash Balance, Regulatory Basis (basic financial statement) as a whole. The Summary of Expenditures – Actual and Budget, Regulatory Basis and individual fund Schedules of Receipts and Expenditures – Actual and Budget, Regulatory Basis (Schedules 1 and 2 as listed in the table of contents) are presented for analysis and although it is not a required part of the basic financial statement, the information is 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. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.



DIEHL, BANWART, BOLTON, CPAs PA

June 7, 2013
Fort Scott, Kansas

CITY OF LA CYGNE, KANSAS
 Summary Statement of Receipts, Expenditures, and Unencumbered Cash, Regulatory Basis
 For the Year Ended December 31, 2012

| Funds | Beginning | | Cash Receipts | Expenditures | Ending Unencumbered Cash Balance | Plus Encumbrances and Accounts Payable | Cash Balance December 31, 2012 |
|-----------------------------|---------------------------|----------------|----------------|----------------|----------------------------------|--|--------------------------------|
| | Unencumbered Cash Balance | Cash | | | | | |
| General Fund | \$231,129.43 | \$569,808.85 | \$464,601.49 | \$336,336.79 | \$8,466.68 | \$344,803.47 | |
| Special Purpose Funds | | | | | | | |
| Special Highway | 3,957.03 | 29,985.73 | 25,039.76 | 8,903.00 | - | 8,903.00 | |
| Special Park and Pool | 24,595.45 | 70,060.23 | 79,282.60 | 15,373.08 | 212.63 | 15,585.71 | |
| Special Park and Recreation | 14,904.61 | 4,292.57 | 1,813.08 | 17,384.10 | 7.04 | 17,391.14 | |
| Oak Lawn Cemetery | 6,479.87 | 15,911.65 | 20,246.44 | 2,145.08 | - | 2,145.08 | |
| Employee Benefit | 30,846.54 | 183,377.43 | 183,533.84 | 30,690.13 | - | 30,690.13 | |
| Pool Fund Raiser | 4,759.35 | - | 4,759.35 | - | - | - | |
| Special Pool Project | 33,011.26 | 4,768.70 | - | 37,779.96 | - | 37,779.96 | |
| Equipment Reserve | 7,399.10 | 33,460.00 | 2,159.65 | 38,699.45 | - | 38,699.45 | |
| Capital Improvement | 20,455.74 | 33,460.00 | - | 53,915.74 | - | 53,915.74 | |
| Pool Project | 192,611.28 | 210,171.79 | 115,654.30 | 402,783.07 | - | 287,128.77 | |
| Bond and Interest Fund | | | | | | | |
| General Bond and Interest | 20,082.55 | 40,566.93 | 40,502.00 | 20,147.48 | - | 20,147.48 | |
| BUSINESS TYPE FUNDS | | | | | | | |
| Gas Utility | 228,879.47 | 368,026.80 | 394,991.85 | 201,914.42 | 84,255.11 | 286,169.53 | |
| Water Utility | 216,195.44 | 456,454.49 | 381,984.09 | 290,665.84 | 17,659.99 | 308,325.83 | |
| Sewer Utility | 40,999.71 | 117,353.37 | 110,312.88 | 48,040.20 | 1,013.31 | 49,053.51 | |
| Solid Waste Utility | 8,029.75 | 9,213.62 | 8,819.47 | 8,423.90 | 779.38 | 9,203.28 | |
| FIDUCIARY TYPE FUNDS | | | | | | | |
| Trust Funds | | | | | | | |
| Pollman Cemetery | 46,704.33 | 1,409.40 | 696.74 | 47,416.99 | - | 47,416.99 | |
| Clearing | (92,433.20) | 92,641.56 | 208.36 | - | 2,144.44 | 2,144.44 | |
| Energy Assistance | - | 8,352.01 | 8,352.01 | - | 4,085.82 | 4,085.82 | |
| Insurance Proceeds | - | - | - | - | - | - | |
| Total Reporting Entity | \$1,038,607.71 | \$2,249,315.13 | \$1,842,957.91 | \$1,560,619.23 | \$118,624.40 | \$1,563,589.33 | |

The notes to the financial statement are an integral part of this statement.

CITY OF LA CYGNE, KANSAS
 Summary Statement of Receipts, Expenditures, and Unencumbered Cash, Regulatory Basis
 For the Year Ended December 31, 2012

| Funds | Beginning Unencumbered Cash Balance | Cash Receipts | Expenditures | Ending Unencumbered Cash Balance | Plus Encumbrances and Accounts Payable | Cash Balance December 31, 2012 |
|------------------------|---|------------------|----------------|--|--|--------------------------------------|
| Total Reporting Entity | \$1,038,607.71 | \$2,249,315.13 | \$1,842,957.91 | \$1,560,619.23 | \$118,624.40 | \$1,563,589.33 |
| Composition of Cash | | | | | | |
| | | | | | | \$604,012.10 |
| | | | | | | 901,536.50 |
| | | | | | | 125.00 |
| | | | | | | 55,915.73 |
| | | | | | | 2,000.00 |
| | | | | | | <u>\$1,563,589.33</u> |

The notes to the financial statement are an integral part of this statement.

CITY OF LA CYGNE, KANSAS

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended December 31, 2012

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of La Cygne, Kansas, have been prepared in accordance with the State of Kansas regulatory basis of accounting for Kansas Municipalities, and is designed to show compliance with the cash basis and budget laws of the State of Kansas. The Kansas Municipal Audit and Accounting Guide (KMAAG), as approved by the director of the Kansas Division of Accounts and Reports, establishes the guidelines for the regulatory basis of accounting in the state of Kansas.

Reporting Entity

The City of La Cygne, Kansas is a municipal corporation governed by an elected five member City Council. This financial statement represents the City of La Cygne, Kansas, (the primary government) and its related entity. Related municipal entities may be included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

The following is a brief review of potential component units:

The La Cygne Housing Authority operates the City's housing projects. The Housing Authority can sue and be sued, and can buy, sell or lease real property. The City must approve Bond ordinances. The Housing Authority's financial statements should be included with the City's financial statements. However, the statements are omitted in an apparent departure from generally accepted accounting principles.

There are no other related entities related to the City which should be accounted for in the City's financial statements.

The City has elected to exclude the related entity from the basic financial statement.

Basis of Presentation - Fund Accounting

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restriction, or limitations.

The following types of funds comprise the financial activities of the city:

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)
Regulatory Basis of Accounting and Departures from Accounting Principles Generally Accepted in the United States of America (Continued)

As discussed previously, related municipal entities are not included in this financial statement.

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

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. 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 1.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5.
3. Public hearing on or before August 15, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25.

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. No fund budgets were amended in 2012.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, fiduciary funds, reserve accounts established by bond ordinances, and the following special revenue funds:

- Capital Improvement Fund (K.S.A. 12-1,118)
- Equipment Reserve Fund (K.S.A. 12-1,117)
- Special Pool Project Fund (K.S.A. 12-1,118)

Spending in funds which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Deposits and Investments

Cash includes amounts in demand and time deposit checking accounts. The Statutes of the State of Kansas allow Kansas municipalities to invest in savings accounts, certificates of deposit and United States Treasury Obligations. As of and during the year ended December 31, 2012, the City's funds were invested in an interest bearing money market checking account , certificates of deposit, and U.S. Treasury bills or HH bonds, which are acceptable investments in accordance with Kansas statutes.

Compensated Absences

Full-time employees earn and accumulate vacation leave from 10 to 21 days a year after one to eight years of employment. Vacation is not earned for partial years worked. Vacation leave may accumulate from 18 to 30 days based on the number of years of employment with the City.

Full-time employees earn and accumulate sick leave after six months of employment at the rate of one day per month worked. Sick leave may be accumulated up to 180 days. Accumulated sick leave is lost upon termination of employment with the City.

The City records a liability for compensated absences which meet the following criteria:

1. The City's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
2. The obligation relates to rights that vest or accumulate.
3. Payment of the compensation is probable.
4. The amount can be reasonably estimated and is material.

In accordance with the above criteria, the City has accrued a liability for vacation pay which has been earned but not taken by City employees. The liability is shown as a long-term obligation of the City, inasmuch as the liability is not expected to be paid with current resources.

Pension Plan

Substantially all full-time City employees are members of the State of Kansas Public Employees Retirement System, which is a multi-employer statewide pension plan. The City's policy is to fund all pension costs accrued. Such costs to be funded are actuarially determined annually by the State.

Termination and Post Employment Benefits

No termination benefits are provided to City employees when employment with the City ends except for the accrued compensated absences as discussed in Note 1.

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. At December 31, such taxes are a lien on the property.

2. **STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

Compliance with Kansas Statutes

This financial statement and the regulatory-required supplementary information is designed to show compliance with the cash basis and budget laws of Kansas. The City was in apparent compliance with these laws.

3. **DEPOSITS AND INVESTMENTS**

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the Government is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The Government has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Government's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The Government has no investment policy that would further limit its investment choices, but has limited the investments to time deposits at the local bank.

Concentration of credit risk. State statutes place no limit on the amount the Government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the Government's deposits may not be returned to it. State statutes require the Government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City does not have any "peak periods" designated.

At December 31, 2012 the City's carrying amount of deposits was \$1,505,548.60 and the bank balance was \$1,528,460.16. The bank balance was primarily held by one bank resulting in a concentration of credit risk. Of the bank balance, \$257,036.32 was covered by federal depository insurance, and the remaining \$1,271,423.84 was collateralized with securities totaling \$1,410,742.65 held by the pledging financial institutions' agents in the City's name.

3. DEPOSITS AND INVESTMENTS (Continued)

The City's investments consist of U.S. Treasury HH bonds recorded at cost of \$2,000 and a U.S. Treasury Bond with a cost of \$55,915.73, scheduled to mature in 2031. Market value is approximately the same as cost for the investments. The HH bonds are in the City's name and held in the City's safe deposit box at a local bank. The Treasury Bond is held by an agent in the City's safekeeping account.

4. INDUSTRIAL REVENUE BONDS

The City has entered into an agreement with a local business to locate or expand operations in and around LaCygne. In connection therewith, the City has issued industrial revenue bonds (IRB's) on September 1, 2005 totaling \$35,922,500, which require the business to make lease payments to a trust account sufficient to pay debt service on the IRB's. The City is under no obligation to pay the IRB debt, which is to be paid from the lease payments made by the related business.

5. DEFINED BENEFIT PENSION PLAN

Plan Description

The City participates in the Kansas Public Employees Retirement System ("KPERS"), a cost-sharing multiple-employer defined pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report supplementary information. That report may be obtained by writing to KPERS (611 South 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 established the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. The employer rate established by statute for the period from January 1, 2012 to December 31, 2012, was 8.34%. The City employer contributions to KPERS, for the years ending December 31, 2012, 2011, and 2010, were \$28,853.08, \$25,298.17, and \$24,607.33, equal to the statutory required contributions for the respective years.

6. CUSTOMER DEPOSITS

Water and Gas customers are required to make cash deposits to the City when starting new water service. The deposits are refunded to the customers when service is terminated. At December 31, the City has \$33,750.00 of customer deposits, of which \$11,400.00 is included with Water Utility Fund cash and \$25,350.00 is included in Gas Utility Fund cash in these financial statements.

7. MAJOR CUSTOMERS AND SUPPLIERS

During 2012, the City purchased, from one vendor, gas totaling \$134,868.71 for resale to City customers of the Gas Utility Fund.

8. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees health and life; and natural disasters. The City manages these risks of loss through various insurance policies.

9. INTERFUND TRANSFERS

Operating transfers during the year and the related statutory authority were as follows:

| <u>From</u> | <u>To</u> | <u>Statutory Authority</u> | <u>Amount</u> |
|---------------------|---------------------|----------------------------|---------------|
| Water Utility | Bond & Interest | 12-825d | \$40,497.50 |
| General | Equipment Reserve | 12-1, 117 | 33,460.00 |
| General | Capital Improvement | 12-1, 118 | 33,460.00 |
| Special Park & Pool | Pool Project | 12-1, 118 | 4,650.00 |

10. CAPITAL PROJECTS

At year-end, capital project authorizations with approved change orders compared with expenditures from inception are as follows:

| <u>Project Authorization</u> | <u>Street Resurfacing Project</u> | <u>Pool Project</u> |
|------------------------------|-----------------------------------|---------------------|
| Proceeds from Debt | \$ 250,000 | \$ 1,620,000 |
| Interest Income | 7,709 | - |
| Total Authorization | <u>\$ 257,709</u> | <u>\$ 1,620,000</u> |
| Expenditures | | |
| Capital Outlays | \$ 257,709 | \$ 1,535,918 |
| Debt Service | - | - |
| Totals | <u>\$ 257,709</u> | <u>\$ 1,535,918</u> |

11. CONTINGENCIES

Grants are subject to additional audits by regulatory agents, the purpose of which is to ensure compliance with the specific conditions of the grants. Any liability for reimbursement which may arise as a result of the audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material and would not be payable by the City.

12. LITIGATION WITH RURAL WATER DISTRICTS

The City has signed contracts with two rural water districts (RWD's) to sell water to the districts at wholesale for resale to the patrons of the districts through the year May 2029. Starting in July 2007, the districts started to purchase water from another supplier and no longer buy significant amounts from the City. The City filed suit claiming a breach of contract with damages to include lost sales to the districts.

In April 2012, the City and the RWD's met with a mediator in connection with the litigation. A mediated agreement was expected to be approved which includes the following significant terms:

- The RWD's paid \$45,000 within 10 days of execution of the final agreement.
- The RWD's will make annual payments to assist the City in meeting the debt service requirements of the 2002 Water System Bonds discussed in Note 14. In 2012, these payments totaled \$40,497.50.
- The RWD's will purchase wholesale water from the City after meeting their required minimum annual purchases from Public Wholesale Water Supply District #13.
- The wholesale price of the water shall be \$3.00 per thousand gallons for the first 6 years; \$3.60 per thousand gallons for the next 6 years; and \$4.20 per thousand through May, 2029, at which time the agreement between the City and RWD's will end.

13. SUBSEQUENT EVENTS

Management has evaluated events and transactions occurring subsequent to December 31, 2012 through the date of the issuance of the financial statements as shown in the Independent Auditors' Report on page two of these financial statements. During this period, there were no subsequent events requiring recognition in the financial statements or disclosure in the notes to the financial statements, except as discussed in Note 12.

14. LONG-TERM DEBT OBLIGATIONS

Details about the City's long-term obligations, changes in long term debt, and current maturities for the next five years and thereafter are recorded on the following two pages:

14. LONG TERM OBLIGATIONS (Continued)

| Issue | Interest Rates | Date of Issue | Amount of Issue | Date of Final Maturity | Balances | | Additions/ New Debt | Reductions/ Principal Paid | Balances | |
|---|----------------|---------------|-----------------|------------------------|-------------------|-----------------|------------------------|-------------------------------|-------------------|---------------|
| | | | | | Beginning of Year | End of Year | | | Beginning of Year | End of Year |
| <u>General Obligation Bonds</u> | | | | | | | | | | |
| Water System Series 2002 | 3.85% - 5% | 08-30-2002 | 500,000 | 10-01-2022 | \$ 340,000.00 | \$ 315,000.00 | \$ - | \$ 25,000.00 | \$ 315,000.00 | \$ 15,497.50 |
| Gas Refunding 2009 | 2% to 4.25% | 11-01-2009 | 1,305,000 | 11-01-2021 | 1,105,000.00 | 1,000,000.00 | - | 105,000.00 | 1,000,000.00 | 37,040.00 |
| Total General Obligation Bonds | | | | | 1,445,000.00 | 1,315,000.00 | - | 130,000.00 | 1,315,000.00 | 52,537.50 |
| <u>Revenue Bonds</u> | | | | | | | | | | |
| Pool Revenue Series 2009 | 2% to 5% | 11-01-2009 | 1,620,000 | 11-01-2034 | 1,565,000.00 | 1,525,000.00 | - | 40,000.00 | 1,525,000.00 | 72,975.00 |
| Total Temporary Notes | | | | | 1,565,000.00 | 1,525,000.00 | - | 40,000.00 | 1,525,000.00 | 72,975.00 |
| <u>Loan Agreements</u> | | | | | | | | | | |
| Kansas Water Pollution Control Revolving Loan | | | | | | | | | | |
| Wastewater Treatment | 3.58% | 02-22-2000 | 463,898 | 03-01-2021 | 227,477.76 | 294,197.12 | 95,273.00 | 28,553.64 | 294,197.12 | 9,972.56 |
| Total Loan Agreements | | | | | 227,477.76 | 294,197.12 | 95,273.00 | 28,553.64 | 294,197.12 | 9,972.56 |
| <u>Capital Leases</u> | | | | | | | | | | |
| 2008 Chevrolet 1500 | 4.50% | 01-23-2008 | 35,126 | 01-23-2012 | 9,362.51 | - | - | 9,362.51 | - | 442.78 |
| 2008 Case 580 M Loader | 5.384% | 08-28-2008 | 49,950 | 08-28-2015 | 30,741.85 | 23,672.37 | - | 7,069.48 | 23,672.37 | 1,709.00 |
| GMC Tanker Truck | 4.45% | 12-17-2009 | 40,264 | 12-17-2015 | 27,985.93 | 21,448.52 | - | 6,537.41 | 21,448.52 | 1,272.47 |
| Total Capital Leases | | | | | 68,090.29 | 45,120.89 | - | 22,969.40 | 45,120.89 | 3,424.25 |
| <u>Compensated Absences</u> | | | | | | | | | | |
| Vacation Pay | N/A | N/A | N/A | N/A | 11,732.83 | 18,849.16 | 7,116.33 | - | 18,849.16 | N/A |
| Total Long Term Debt | | | | | \$ 3,317,300.88 | \$ 3,198,167.17 | \$ 102,389.33 | \$ 221,523.04 | \$ 3,198,167.17 | \$ 138,909.31 |

14. LONG TERM OBLIGATIONS (Continued)

| | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 to 2022 | 2023 to 2027 | 2028 to 2032 | 2033 to 2037 | Totals |
|---------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|---------------------|-------------------|-------------------|-------------------|---------------------|
| PRINCIPAL | | | | | | | | | | |
| <u>General Obligation Bonds</u> | | | | | | | | | | |
| Water System Series 2002 | \$ 25,000 | \$ 25,000 | \$ 30,000 | \$ 30,000 | \$ 30,000 | \$ 175,000 | \$ - | \$ - | \$ - | \$ 315,000 |
| Gas Refunding 2009 | 105,000 | 110,000 | 115,000 | 120,000 | 125,000 | 425,000 | - | - | - | 1,000,000 |
| Total General Obligation Bonds | 130,000 | 135,000 | 145,000 | 150,000 | 155,000 | 600,000 | - | - | - | 1,315,000 |
| <u>Revenue Bonds</u> | | | | | | | | | | |
| Pool Revenue Series 2009 | 40,000 | 40,000 | 45,000 | 45,000 | 50,000 | 270,000 | 345,000 | 450,000 | 260,000 | 1,525,000 |
| Total Revenue Bonds | 40,000 | 40,000 | 45,000 | 45,000 | 50,000 | 270,000 | 345,000 | 450,000 | 260,000 | 1,525,000 |
| <u>Loan Agreements</u> | | | | | | | | | | |
| Kansas Water Pollution Control | | | | | | | | | | |
| Revolving Loan | 28,244 | 29,265 | 30,322 | 31,417 | 32,552 | 142,397 | - | - | - | 294,197 |
| Total Loan Agreements | 28,244 | 29,265 | 30,322 | 31,417 | 32,552 | 142,397 | - | - | - | 294,197 |
| <u>Capital Leases</u> | | | | | | | | | | |
| 2008 Case 580 M Loader | 7,504 | 7,908 | 8,260 | - | - | - | - | - | - | 23,672 |
| GMC Tanker Truck | 6,855 | 7,160 | 7,433 | - | - | - | - | - | - | 21,449 |
| Total Capital Leases | 14,359 | 15,068 | 15,693 | - | - | - | - | - | - | 45,121 |
| TOTAL PRINCIPAL | \$ 212,604 | \$ 219,333 | \$ 236,015 | \$ 236,417 | \$ 237,552 | \$ 1,012,397 | \$ 345,000 | \$ 430,000 | \$ 260,000 | \$ 3,179,318 |
| INTEREST | | | | | | | | | | |
| <u>General Obligation Bonds</u> | | | | | | | | | | |
| Water System Series 2002 | \$ 14,473 | \$ 13,423 | \$ 12,348 | \$ 11,028 | \$ 9,678 | \$ 25,873 | \$ - | \$ - | \$ - | \$ 86,820 |
| Gas Refunding 2009 | 34,205 | 31,085 | 27,595 | 23,715 | 19,425 | 29,724 | - | - | - | 165,749 |
| Total General Obligation Bonds | 48,678 | 44,508 | 39,943 | 34,743 | 29,103 | 55,597 | - | - | - | 252,569 |
| <u>Revenue Bonds</u> | | | | | | | | | | |
| Pool Revenue Series 2009 | 71,975 | 70,875 | 68,675 | 66,200 | 64,625 | 292,325 | 224,525 | 131,500 | 21,000 | 1,011,700 |
| Total Revenue Bonds | 71,975 | 70,875 | 68,675 | 66,200 | 64,625 | 292,325 | 224,525 | 131,500 | 21,000 | 1,011,700 |
| <u>Loan Agreements</u> | | | | | | | | | | |
| Kansas Water Pollution Control | | | | | | | | | | |
| Revolving Loan | 10,282 | 9,262 | 8,204 | 7,109 | 5,974 | 11,707 | - | - | - | 52,539 |
| Total Loan Agreements | 10,282 | 9,262 | 8,204 | 7,109 | 5,974 | 11,707 | - | - | - | 52,539 |
| <u>Capital Leases</u> | | | | | | | | | | |
| 2008 Case 580 M Loader | 1,275 | 871 | 445 | - | - | - | - | - | - | 2,590 |
| GMC Tanker Truck | 954 | 649 | 330 | - | - | - | - | - | - | 1,934 |
| Total Capital Leases | 2,229 | 1,520 | 775 | - | - | - | - | - | - | 4,524 |
| TOTAL INTEREST | \$ 133,163 | \$ 126,164 | \$ 117,597 | \$ 108,052 | \$ 99,702 | \$ 359,629 | \$ 224,525 | \$ 131,500 | \$ 21,000 | \$ 1,321,332 |

CITY OF LA CYGNE, KANSAS
REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION
For the Year Ended December 31, 2012

CITY OF LA CYGNE, KANSAS

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 | | Variance - Over (Under) |
|--------------------------------|-----------------------|--|-----------------------------|--------------------------------|--------------|-------------------------|
| | | | | Charged to Current Year Budget | Over (Under) | |
| GOVERNMENTAL TYPE FUNDS | | | | | | |
| General Fund | \$514,602.00 | - | \$514,602.00 | \$464,601.49 | | (\$50,000.51) |
| Special Revenue Funds | | | | | | |
| Oak Lawn Cemetery | 23,835.00 | - | 23,835.00 | 20,246.44 | | (3,588.56) |
| Employee Benefit | 215,740.00 | - | 215,740.00 | 183,533.84 | | (32,206.16) |
| Special Park and Recreation | 18,615.00 | - | 18,615.00 | 1,813.08 | | (16,801.92) |
| Special Highway | 34,276.00 | - | 34,276.00 | 25,039.76 | | (9,236.24) |
| Special Park and Pool | 84,254.00 | - | 84,254.00 | 79,282.60 | | (4,971.40) |
| Pool Project | 112,979.00 | 2,679.30 | 115,658.30 | 115,654.30 | | (4.00) |
| Debt Service Fund | | | | | | |
| General Bond and Interest | 40,502.00 | - | 40,502.00 | 40,502.00 | | - |
| PROPRIETARY TYPE FUNDS | | | | | | |
| Enterprise Funds | | | | | | |
| Water Utility | 499,625.00 | - | 499,625.00 | 381,984.09 | | (117,640.91) |
| Gas Utility | 960,845.00 | - | 960,845.00 | 394,991.85 | | (565,853.15) |
| Sewer Utility | 136,968.00 | - | 136,968.00 | 110,312.88 | | (26,655.12) |
| Solid Waste Utility | 13,561.00 | - | 13,561.00 | 8,819.47 | | (4,741.53) |
| FIDUCIARY TYPE FUNDS | | | | | | |
| Trust Funds | | | | | | |
| Pollman Cemetery | 2,600.00 | - | 2,600.00 | 696.74 | | (1,903.26) |
| | <u>\$2,658,402.00</u> | | | | | |

CITY OF LA CYGNE, KANSAS
GENERAL FUND

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

| | Current Year | | Variance Over (Under) |
|--------------------------------------|-------------------|---------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Taxes | | | |
| Ad Valorem property tax | \$217,138.28 | \$227,464.00 | (\$10,325.72) |
| Delinquent tax | 12,775.81 | - | 12,775.81 |
| Motor vehicle tax | 29,446.83 | 32,856.00 | (3,409.17) |
| Franchise taxes | 27,982.84 | 19,000.00 | 8,982.84 |
| Sales tax | 205,588.64 | 120,000.00 | 85,588.64 |
| Local alcohol tax | 3,000.98 | 3,884.00 | (883.02) |
| Intergovernmental | | | |
| Compactor appropriation | 3,900.00 | 3,900.00 | - |
| Fines, Forfeitures and Penalties | 52,171.20 | 13,000.00 | 39,171.20 |
| Licenses and Permits | | | |
| Dog licenses | 837.50 | 275.00 | 562.50 |
| Other | 2,800.00 | 850.00 | 1,950.00 |
| Use of Money and Property | | | |
| Interest | 1,056.98 | 1,500.00 | (443.02) |
| Other | | | |
| Community building | 2,395.00 | 1,500.00 | 895.00 |
| Fiesta receipts | 2,776.28 | - | 2,776.28 |
| Miscellaneous | 7,938.51 | 5,000.00 | 2,938.51 |
| Operating Transfers from Other Funds | | | |
| Equipment Reserve | - | - | - |
| Capital Improvement | - | - | - |
| Total Cash Receipts | 569,808.85 | \$429,229.00 | \$140,579.85 |

**CITY OF LA CYGNE, KANSAS
GENERAL FUND**

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

| | Current Year | | Variance - Over (Under) |
|---|--------------|-------------|-------------------------------|
| | Actual | Budget | |
| Expenditures | | | |
| General | | | |
| Personal services | \$26,079.33 | \$19,739.00 | \$6,340.33 |
| Contractual services | 37,192.10 | 37,713.00 | (520.90) |
| Commodities | 10,209.91 | 11,478.00 | (1,268.09) |
| Capital Outlay | 5,073.00 | 27,223.00 | (22,150.00) |
| General - Fiesta | | | |
| Contractual services | 2,164.65 | 2,300.00 | (135.35) |
| Commodities | 949.75 | 2,300.00 | (1,350.25) |
| Public Safety - Police | | | |
| Personal services | 119,146.44 | 112,580.00 | 6,566.44 |
| Contractual services | 34,976.60 | 24,300.00 | 10,676.60 |
| Commodities | 23,025.15 | 24,031.00 | (1,005.85) |
| Capital Outlay | - | 13,300.00 | (13,300.00) |
| Public Safety - Fire | | | |
| Personal services | 10,742.50 | 11,000.00 | (257.50) |
| Contractual services | 15,119.97 | 25,450.00 | (10,330.03) |
| Commodities | 9,269.06 | 15,600.00 | (6,330.94) |
| Capital Outlay | 1,876.92 | 13,415.00 | (11,538.08) |
| Highways and Streets | | | |
| Personal services | 27,757.83 | 17,300.00 | 10,457.83 |
| Contractual services | 5,592.61 | 10,511.00 | (4,918.39) |
| Commodities | 7,513.75 | 29,562.00 | (22,048.25) |
| Capital Outlay | - | 39,821.00 | (39,821.00) |
| Cultural and Recreation - Park and Recreation | | | |
| Personal services | - | - | - |
| Contractual services | 43.40 | - | 43.40 |
| Cultural and Recreation - Community Building | | | |
| Personal services | 25.00 | 150.00 | (125.00) |
| Contractual services | 8,757.98 | 11,435.00 | (2,677.02) |
| Commodities | 589.24 | 842.00 | (252.76) |
| Capital Outlay | 1,364.64 | - | 1,364.64 |
| Public Cemetery | | | |
| Contractual services | 15,000.00 | 17,260.00 | (2,260.00) |
| Public Health | | | |
| Personal services | 14,408.96 | 17,035.00 | (2,626.04) |
| Contractual services | 304.30 | - | 304.30 |
| Commodities | 209.00 | 250.00 | (41.00) |

**CITY OF LA CYGNE, KANSAS
GENERAL FUND**

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

| | Current Year | | Variance - Over (Under) |
|------------------------------------|-------------------|---------------------|-------------------------------|
| | Actual | Budget | |
| Expenditures (Continued) | | | |
| Emergency Preparedness | | | |
| Personal services | - | - | - |
| Contractual services | 40.20 | 1,000.00 | (959.80) |
| Commodities | 439.41 | 1,000.00 | (560.59) |
| Employee Benefits | | | |
| Contractual services | - | - | - |
| Debt Service on Capital Lease | | | |
| Principal | 17,715.10 | 28,007.00 | (10,291.90) |
| Interest | 2,094.69 | - | 2,094.69 |
| Operating Transfers to Other Funds | | | |
| Capital Improvement | 33,460.00 | - | 33,460.00 |
| Equipment Reserve | 33,460.00 | - | 33,460.00 |
| Oak Lawn Cemetery | - | - | - |
| Total Expenditures | 464,601.49 | 514,602.00 | (50,000.51) |
| Qualifying Budget Credits | | | |
| Reimbursed Expenses | - | - | - |
| Total Expenditures | 464,601.49 | \$514,602.00 | (\$50,000.51) |
| Receipts Over (Under) Expenditures | 105,207.36 | | |
| Unencumbered Cash, Beginning | 231,129.43 | | |
| Unencumbered Cash, Ending | \$336,336.79 | | |

CITY OF LA CYGNE, KANSAS
SPECIAL HIGHWAY FUND

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

| | Current Year | | Variance Over (Under) |
|------------------------------------|------------------|--------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Intergovernmental | | | |
| State gasoline tax | \$29,701.24 | \$30,400.00 | (\$698.76) |
| Use of Money and Property | | | |
| Interest | 14.19 | 25.00 | (10.81) |
| Other | | | |
| Miscellaneous | 270.30 | - | 270.30 |
| Total Cash Receipts | 29,985.73 | \$30,425.00 | (\$439.27) |
| Expenditures | | | |
| Streets and Highways | | | |
| Personal services | 7,414.74 | \$16,251.00 | (\$8,836.26) |
| Contractual services | 5,188.15 | 6,000.00 | (811.85) |
| Commodities | 12,436.87 | 12,025.00 | 411.87 |
| Total Expenditures | 25,039.76 | \$34,276.00 | (\$9,236.24) |
| Receipts Over (Under) Expenditures | 4,945.97 | | |
| Unencumbered Cash, Beginning | 3,957.03 | | |
| Unencumbered Cash, Ending | \$8,903.00 | | |

CITY OF LA CYGNE, KANSAS
SPECIAL PARK AND POOL FUND

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

| | Current Year | | Variance Over (Under) |
|-------------------------------------|------------------|--------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Intergovernmental | | | |
| Lincoln Township appropriation | \$50,000.00 | \$50,000.00 | - |
| Kansas Department of Transportation | - | - | - |
| Use of Money and Property | | | |
| Interest | 108.05 | 300.00 | (191.95) |
| Other | | | |
| Pool receipts | 19,013.60 | 14,300.00 | 4,713.60 |
| Miscellaneous | 938.58 | - | 938.58 |
| Total Cash Receipts | 70,060.23 | \$64,600.00 | \$5,460.23 |
| Expenditures | | | |
| Cultural and Recreation - Park | | | |
| Personal services | 8,217.41 | \$11,385.00 | (\$3,167.59) |
| Contractual services | 5,283.39 | 4,300.00 | 983.39 |
| Commodities | 4,955.33 | 7,500.00 | (2,544.67) |
| Capital Outlay | 5,001.11 | 18,000.00 | (12,998.89) |
| Cultural and Recreation - Pool | | | |
| Personal services | 29,356.98 | 24,386.00 | 4,970.98 |
| Contractual services | 9,594.18 | 6,750.00 | 2,844.18 |
| Commodities | 11,296.37 | 4,000.00 | 7,296.37 |
| Capital Outlay | 927.83 | 7,933.00 | (7,005.17) |
| Operating Transfers to Other Funds | | | |
| Special Pool Project | 4,650.00 | - | 4,650.00 |
| Total Expenditures | 79,282.60 | \$84,254.00 | (\$4,971.40) |
| Receipts Over (Under) Expenditures | (9,222.37) | | |
| Unencumbered Cash, Beginning | 24,595.45 | | |
| Unencumbered Cash, Ending | \$15,373.08 | | |

CITY OF LA CYGNE, KANSAS
SPECIAL PARK AND RECREATION FUND
Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2012

| | Current Year | | Variance Over (Under) |
|------------------------------------|--------------------|--------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Use of Money and Property | | | |
| Interest | \$91.61 | \$40.00 | \$51.61 |
| Taxes | | | |
| Local alcohol tax | 3,000.96 | 3,883.00 | (882.04) |
| Intergovernmental | | | |
| County park appropriation | 1,200.00 | 1,200.00 | - |
| Total Cash Receipts | <u>4,292.57</u> | <u>\$5,123.00</u> | <u>(\$830.43)</u> |
| Expenditures | | | |
| Recreation | | | |
| Contractual services | 758.74 | \$13,615.00 | (\$12,856.26) |
| Commodities | 1,054.34 | 5,000.00 | (3,945.66) |
| Total Expenditures | <u>1,813.08</u> | <u>\$18,615.00</u> | <u>(\$16,801.92)</u> |
| Receipts Over (Under) Expenditures | 2,479.49 | | |
| Unencumbered Cash, Beginning | <u>14,904.61</u> | | |
| Unencumbered Cash, Ending | <u>\$17,384.10</u> | | |

**CITY OF LA CYGNE, KANSAS
OAK LAWN CEMETERY FUND**

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

| | Current Year | | Variance Over (Under) |
|------------------------------------|-------------------|--------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Use of Money and Property | | | |
| Interest | \$9.67 | \$10.00 | (\$0.33) |
| Other | | | |
| Reimbursed expenses - General | 15,000.00 | 17,260.00 | (2,260.00) |
| Reimbursed expenses - Pollman | 696.74 | 2,600.00 | (1,903.26) |
| Miscellaneous | 205.24 | 200.00 | 5.24 |
| Total Cash Receipts | <u>15,911.65</u> | <u>\$20,070.00</u> | <u>(\$4,158.35)</u> |
| Expenditures | | | |
| General | | | |
| Personal services | 12,416.95 | \$11,000.00 | \$1,416.95 |
| Contractual services | 1,447.01 | 1,650.00 | (202.99) |
| Commodities | 2,432.48 | 4,500.00 | (2,067.52) |
| Capital Outlay | 3,950.00 | 6,685.00 | (2,735.00) |
| Total Expenditures | <u>20,246.44</u> | <u>\$23,835.00</u> | <u>(\$3,588.56)</u> |
| Receipts Over (Under) Expenditures | (4,334.79) | | |
| Unencumbered Cash, Beginning | <u>6,479.87</u> | | |
| Unencumbered Cash, Ending | <u>\$2,145.08</u> | | |

CITY OF LA CYGNE, KANSAS
EMPLOYEE BENEFIT FUND

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

| | Current Year | | Variance Over (Under) |
|------------------------------------|--------------------|---------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Taxes | | | |
| Ad Valorem property tax | \$162,841.84 | \$170,788.00 | (\$7,946.16) |
| Delinquent tax | 6,437.98 | - | 6,437.98 |
| Motor vehicle tax | 13,960.93 | 16,025.00 | (2,064.07) |
| Use of Money and Property | | | |
| Interest | 136.68 | 300.00 | (163.32) |
| Other | | | |
| Miscellaneous | - | - | - |
| Total Cash Receipts | 183,377.43 | \$187,113.00 | (\$3,735.57) |
| Expenditures | | | |
| Employee Benefits | | | |
| Contractual services | | | |
| Retirement | 27,061.57 | \$27,722.00 | (\$660.43) |
| Social Security | 33,638.07 | 36,773.00 | (3,134.93) |
| Unemployment | 9,100.36 | 7,145.00 | 1,955.36 |
| Worker's Compensation | 26,186.00 | 22,000.00 | 4,186.00 |
| Health Insurance | 85,713.95 | 111,500.00 | (25,786.05) |
| Insurance Reserve | - | 10,000.00 | (10,000.00) |
| Miscellaneous | 1,833.89 | 600.00 | 1,233.89 |
| Total Expenditures | 183,533.84 | \$215,740.00 | (\$32,206.16) |
| Receipts Over (Under) Expenditures | (156.41) | | |
| Unencumbered Cash, Beginning | 30,846.54 | | |
| Unencumbered Cash, Ending | <u>\$30,690.13</u> | | |

CITY OF LA CYGNE, KANSAS
POOL FUND RAISER FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2012

| | Current Year Actual |
|------------------------------------|---------------------------|
| Cash Receipts | |
| Other | |
| Fundraising | - |
| Miscellaneous | - |
| | |
| Total Cash Receipts | - |
| Expenditures | |
| Cultural and Recreation - Pool | |
| Contractual services | - |
| Commodities | 4,759.35 |
| | |
| Total Expenditures | 4,759.35 |
| Receipts Over (Under) Expenditures | (4,759.35) |
| Unencumbered Cash, Beginning | 4,759.35 |
| Unencumbered Cash, Ending | - |

CITY OF LA CYGNE, KANSAS
SPECIAL POOL PROJECT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2012

| | Current Year Actual |
|--------------------------------------|---------------------------|
| Cash Receipts | |
| Other | |
| Miscellaneous | - |
| Use of Money and Property | |
| Interest | 118.70 |
| Operating Transfers from Other Funds | |
| Special Park and Pool | 4,650.00 |
| Total Cash Receipts | 4,768.70 |
| Expenditures | |
| Cultural and Recreation - Pool | |
| Capital Outlay | - |
| Total Expenditures | - |
| Receipts Over (Under) Expenditures | 4,768.70 |
| Unencumbered Cash, Beginning | 33,011.26 |
| Unencumbered Cash, Ending | \$37,779.96 |

CITY OF LA CYGNE, KANSAS
EQUIPMENT RESERVE FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2012

| | Current Year Actual |
|--|---------------------------|
| Cash Receipts | |
| Operating Transfers from Other Funds | |
| General | \$33,460.00 |
| Total Cash Receipts | 33,460.00 |
| Expenditures | |
| Commodities | 2,159.65 |
| Capital Outlays | - |
| Operating Transfers to Other Funds | |
| General | - |
| Total Expenditures | 2,159.65 |
| Receipts Over (Under) Expenditures | 31,300.35 |
| Unencumbered Cash, Beginning | 7,399.10 |
| Unencumbered Cash, Ending | \$38,699.45 |

CITY OF LA CYGNE, KANSAS
CAPITAL IMPROVEMENT FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2012

| | Current Year Actual |
|--------------------------------------|---------------------------|
| Cash Receipts | |
| Operating Transfers from Other Funds | |
| General | \$33,460.00 |
| Total Cash Receipts | 33,460.00 |
| Expenditures | |
| Commodities | - |
| Operating Transfers to Other Funds | |
| General | - |
| Total Expenditures | - |
| Receipts Over (Under) Expenditures | 33,460.00 |
| Unencumbered Cash, Beginning | 20,455.74 |
| Unencumbered Cash, Ending | \$53,915.74 |

CITY OF LA CYGNE, KANSAS
POOL PROJECT FUND

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

| | Current Year | | Variance Over (Under) |
|--|---------------------|---------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Taxes | | | |
| Sales Tax | \$205,588.57 | 120,000.00 | \$85,588.57 |
| Use of Money and Property | | | |
| Interest | 4,583.22 | | 4,583.22 |
| Other | | | |
| Reimbursed expenses - General | - | - | - |
| Total Cash Receipts | 210,171.79 | \$120,000.00 | \$90,171.79 |
| Expenditures | | | |
| Capital Outlays - Pool Capital Project | 2,679.30 | - | \$2,679.30 |
| Debt Service on Bond | | | |
| Principal | 40,000.00 | 40,000.00 | - |
| Interest | 72,975.00 | 72,979.00 | (4.00) |
| Subtotal Expenditures | 115,654.30 | 112,979.00 | 2,675.30 |
| Qualifying Budget Credits | | | |
| Expenditures for Capital Projects not subject to the budget law | - | 2,679.30 | (2,679.30) |
| Total Expenditures | 115,654.30 | \$115,658.30 | (\$4.00) |
| Receipts Over (Under) Expenditures | 94,517.49 | | |
| Unencumbered Cash, Beginning | 192,611.28 | | |
| Unencumbered Cash, Ending | \$402,783.07 | | |

CITY OF LA CYGNE, KANSAS
GENERAL BOND AND INTEREST FUND
 Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
 For the Year Ended December 31, 2012

| | Current Year | | Variance Over (Under) |
|--------------------------------------|--------------------|--------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Use of Money and Property | | | |
| Interest | \$69.43 | \$75.00 | (\$5.57) |
| Operating Transfers from Other Funds | | | |
| Water Utility | 40,497.50 | 40,498.00 | (0.50) |
| Total Cash Receipts | 40,566.93 | \$40,573.00 | (\$6.07) |
| Expenditures | | | |
| Debt Service | | | |
| Principal | 25,000.00 | \$25,000.00 | - |
| Interest | 15,497.50 | 15,498.00 | (0.50) |
| Other | 4.50 | 4.00 | 0.50 |
| Total Expenditures | 40,502.00 | \$40,502.00 | - |
| Receipts Over (Under) Expenditures | 64.93 | | |
| Unencumbered Cash, Beginning | 20,082.55 | | |
| Unencumbered Cash, Ending | \$20,147.48 | | |

**CITY OF LA CYGNE, KANSAS
GAS UTILITY FUND**

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

| | Current Year | | Variance Over (Under) |
|------------------------------------|---------------------|---------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Operating Income | | | |
| Gas sales | \$337,550.13 | \$700,000.00 | (\$362,449.87) |
| Penalties | 4,865.08 | 8,000.00 | (3,134.92) |
| Miscellaneous | 9,590.41 | 5,000.00 | 4,590.41 |
| Use of Money and Property | | | |
| Interest | 1,851.25 | 4,750.00 | (2,898.75) |
| Other | | | |
| Customer deposits | 6,124.97 | 7,000.00 | (875.03) |
| Sales tax | 8,044.96 | 12,750.00 | (4,705.04) |
| Total Cash Receipts | 368,026.80 | \$737,500.00 | (\$369,473.20) |
| Expenditures | | | |
| Acquisition and Distribution | | | |
| Personal services | 53,483.62 | \$38,775.00 | \$14,708.62 |
| Contractual services | 14,090.32 | 23,650.00 | (9,559.68) |
| Commodities | 156,411.13 | 418,700.00 | (262,288.87) |
| Nonoperating Expenses | | | |
| Sales tax | 9,306.64 | 16,500.00 | (7,193.36) |
| Customer deposits | 7,203.52 | 8,800.00 | (1,596.48) |
| Capital Outlays | 10,262.00 | 310,185.00 | (299,923.00) |
| Debt Service on Bonds | | | |
| Principal | 105,000.00 | 105,000.00 | 0.00 |
| Interest | 37,040.00 | 37,040.00 | - |
| Other | - | - | - |
| Debt Service on Capital Leases | | | |
| Principal | 1,771.18 | 1,781.00 | (9.82) |
| Interest | 423.44 | 414.00 | 9.44 |
| Total Expenditures | 394,991.85 | \$960,845.00 | (\$565,853.15) |
| Receipts Over (Under) Expenditures | (26,965.05) | | |
| Unencumbered Cash, Beginning | 228,879.47 | | |
| Unencumbered Cash, Ending | <u>\$201,914.42</u> | | |

CITY OF LA CYGNE, KANSAS
WATER UTILITY FUND

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

| | Current Year | | Variance Over (Under) |
|------------------------------------|---------------------|---------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Operating Income | | | |
| Water sales | \$356,199.97 | \$218,700.00 | \$137,499.97 |
| Penalties | 4,916.50 | 4,500.00 | 416.50 |
| Debt Service Charges-Rural Water | 85,497.50 | - | 85,497.50 |
| Miscellaneous | 524.79 | 500.00 | 24.79 |
| Use of Money and Property | | | |
| Interest | 976.08 | 2,500.00 | (1,523.92) |
| Other | | | |
| Customer deposits | 3,825.00 | 3,500.00 | 325.00 |
| Sales and protection taxes | 4,514.65 | 2,875.00 | 1,639.65 |
| Total Cash Receipts | 456,454.49 | \$232,575.00 | \$223,879.49 |
| Expenditures | | | |
| Water Production | | | |
| Personal services | 64,501.57 | \$60,385.00 | \$4,116.57 |
| Contractual services | 104,022.62 | 79,525.00 | 24,497.62 |
| Commodities | 60,105.18 | 33,000.00 | 27,105.18 |
| Water Distribution | | | |
| Personal services | 42,191.61 | 44,035.00 | (1,843.39) |
| Contractual services | 24,075.13 | 30,575.00 | (6,499.87) |
| Commodities | 25,312.00 | 15,050.00 | 10,262.00 |
| Nonoperating Expenses | | | |
| Deposit | 4,051.99 | 3,000.00 | 1,051.99 |
| Sales and protection taxes | 5,351.49 | 4,050.00 | 1,301.49 |
| Capital Outlays | | | |
| Water Production | 680.38 | 93,656.00 | (92,975.62) |
| Water Distribution | 9,000.00 | 93,656.00 | (84,656.00) |
| Debt Service | | | |
| Principal | 1,771.18 | 1,781.00 | (9.82) |
| Interest | 423.44 | 414.00 | 9.44 |
| Operating Transfers to Other Funds | | | |
| General Bond and Interest | 40,497.50 | 40,498.00 | (0.50) |
| Total Expenditures | 381,984.09 | \$499,625.00 | (\$117,640.91) |
| Receipts Over (Under) Expenditures | 74,470.40 | | |
| Unencumbered Cash, Beginning | 216,195.44 | | |
| Unencumbered Cash, Ending | <u>\$290,665.84</u> | | |

CITY OF LA CYGNE, KANSAS
SEWER UTILITY FUND

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

| | Current Year | | Variance Over (Under) |
|------------------------------------|--------------------|---------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Operating Income | | | |
| Sewer charges | \$109,807.59 | \$105,000.00 | \$4,807.59 |
| Penalties | 2,976.54 | 2,750.00 | 226.54 |
| Miscellaneous | 1,526.02 | 1,000.00 | 526.02 |
| Use of Money and Property | | | |
| Proceeds from KDH&E Loan | 2,839.80 | - | 2,839.80 |
| Interest | 203.42 | 400.00 | (196.58) |
| Total Cash Receipts | 117,353.37 | \$109,150.00 | \$8,203.37 |
| Expenditures | | | |
| Collection and Disposal | | | |
| Personal services | 28,682.76 | \$35,333.00 | (\$6,650.24) |
| Contractual services | 22,065.87 | 26,545.00 | (4,479.13) |
| Commodities | 18,843.43 | 21,695.00 | (2,851.57) |
| Capital Outlays | - | 11,009.00 | (11,009.00) |
| Debt Service on Capital Leases | | | |
| Principal | 1,711.94 | 1,781.00 | (69.06) |
| Interest | 482.68 | 414.00 | 68.68 |
| Debt Service on Revolving Loan | | | |
| Principal | 28,553.64 | 28,438.00 | 115.64 |
| Interest | 9,972.56 | 11,753.00 | (1,780.44) |
| Other | - | - | - |
| Total Expenditures | 110,312.88 | \$136,968.00 | (\$26,655.12) |
| Receipts Over (Under) Expenditures | 7,040.49 | | |
| Unencumbered Cash, Beginning | 40,999.71 | | |
| Unencumbered Cash, Ending | <u>\$48,040.20</u> | | |

CITY OF LA CYGNE, KANSAS
SOLID WASTE UTILITY FUND

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

| | Current Year | | Variance Over (Under) |
|------------------------------------|-------------------|--------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Operating Income | | | |
| Customer service | \$8,523.28 | \$8,500.00 | \$23.28 |
| Use of Money and Property | | | |
| Interest | 15.34 | 15.00 | 0.34 |
| Other | | | |
| Miscellaneous | 675.00 | 700.00 | (25.00) |
| Total Cash Receipts | <u>9,213.62</u> | <u>\$9,215.00</u> | <u>(\$1.38)</u> |
| Expenditures | | | |
| Collection and Disposal | | | |
| Contractual services | 8,819.47 | \$13,561.00 | (\$4,741.53) |
| Total Expenditures | <u>8,819.47</u> | <u>\$13,561.00</u> | <u>(\$4,741.53)</u> |
| Receipts Over (Under) Expenditures | 394.15 | | |
| Unencumbered Cash, Beginning | <u>8,029.75</u> | | |
| Unencumbered Cash, Ending | <u>\$8,423.90</u> | | |

CITY OF LA CYGNE, KANSAS
POLLMAN CEMETERY FUND
Schedule of Receipts and Expenditures - Actual and Budget, Regulatory Basis
For the Year Ended December 31, 2012

| | Current Year | | Variance Over (Under) |
|------------------------------------|--------------------|-------------------|-----------------------------|
| | Actual | Budget | |
| Cash Receipts | | | |
| Use of Money and Property | | | |
| Lot sales | \$500.00 | \$1,000.00 | (\$500.00) |
| Interest | 909.40 | - | 909.40 |
| Total Cash Receipts | <u>1,409.40</u> | <u>\$1,000.00</u> | <u>\$409.40</u> |
| Expenditures | | | |
| Cemeteries | | | |
| Contractual services | 696.74 | \$2,600.00 | (\$1,903.26) |
| Capital Outlay | - | - | - |
| Total Expenditures | <u>696.74</u> | <u>\$2,600.00</u> | <u>(\$1,903.26)</u> |
| Receipts Over (Under) Expenditures | 712.66 | | |
| Unencumbered Cash, Beginning | <u>46,704.33</u> | | |
| Unencumbered Cash, Ending | <u>\$47,416.99</u> | | |

**CITY OF LA CYGNE, KANSAS
CLEARING FUND**

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

| | <u>Current Year Actual</u> |
|------------------------------------|------------------------------------|
| Cash Receipts | |
| Use of Money and Property | |
| Proceeds from KDH&E Loan | 92,433.20 |
| Other | |
| Miscellaneous | <u>208.36</u> |
| Total Cash Receipts | <u>92,641.56</u> |
| Expenditures | |
| General Government | |
| Contractual services | (42.61) |
| Commodities | <u>250.97</u> |
| Total Expenditures | <u>208.36</u> |
| Receipts Over (Under) Expenditures | 92,433.20 |
| Unencumbered Cash, Beginning | <u>(92,433.20)</u> |
| Unencumbered Cash, Ending | <u><u>-</u></u> |

CITY OF LA CYGNE, KANSAS
ENERGY ASSISTANCE FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2012

| | Current Year Actual |
|--|---------------------------|
| Cash Receipts | |
| Reimbursements from the State of Kansas | \$8,352.01 |
| Total Cash Receipts | 8,352.01 |
| Expenditures | |
| Health and Welfare Contractual services | 8,352.01 |
| Total Expenditures | 8,352.01 |
| Receipts Over (Under) Expenditures | - |
| Unencumbered Cash, Beginning | - |
| Unencumbered Cash, Ending | - |

CITY OF LA CYGNE, KANSAS
INSURANCE PROCEEDS FUND
Schedule of Receipts and Expenditures - Actual, Regulatory Basis
For the Year Ended December 31, 2012

| | Current Year Actual |
|------------------------------------|---------------------------|
| Cash Receipts | |
| Use of Money and Property | |
| Interest | - |
| Other | |
| Insurance proceeds | - |
| | - |
| Total Cash Receipts | - |
| Expenditures | |
| General Government | |
| Capital Outlays | - |
| | - |
| Total Expenditures | - |
| Receipts Over (Under) Expenditures | - |
| Unencumbered Cash, Beginning | - |
| Unencumbered Cash, Ending | - |