

**CITY OF PLEASANTON,  
KANSAS**

For the Year Ended  
December 31, 2011

Statutory Basis Financial Statements  
and Independent Auditors' Report with  
Supplemental Information

**CITY OF PLEASANTON, KANSAS**

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*Diehl  
Banwart  
Boston*

*Certified Public Accountants PA*

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**INDEPENDENT AUDITORS' REPORT**

To the Mayor and the City Council  
City of Pleasanton, Kansas

We have audited the Summary of Cash Receipts, Expenditures and Unencumbered Cash of the City of Pleasanton, Kansas, as of and for the year ended December 31, 2011. This financial statement is the responsibility of the City of Pleasanton, Kansas. Our responsibility is to express an opinion on this financial statement based on our audit. The prior year 2010 comparative information has been derived from the City's 2010 financial statements and, in our report dated April 29, 2011 we expressed unqualified opinion on the primary government financial statements prepared in accordance with the statutory basis of accounting.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the **Kansas Municipal Audit Guide**. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, the financial statement does not include financial data for the City's legally separate component unit, the Pleasanton Housing Authority. Accounting principles generally accepted in the United States of America require the financial data for this component unit be reported with the financial data of the City's primary government unless the City also issues financial statements for the financial reporting entity that include the financial data or its component units. The City has not issued such reporting entity financial statements. The effects on the financial statements of the omission of the component units, although not reasonably determinable, are presumed to be material.

As described in Note 1, the City's policy is to prepare its financial statement on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the omission of the discretely presented component unit, as discussed above, and because of the City's policy to prepare its financial statement on the basis of accounting discussed in the preceding paragraph, the financial statement referred to in the first paragraph does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Pleasanton, Kansas, as of December 31, 2011, or the changes in financial position, or, where applicable, its cash flows for the year then ended. Further, the City of Pleasanton, Kansas has not presented a management's discussion and analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In our opinion, the statutory basis financial statement referred to in the first paragraph present fairly, in all material respects, the cash and unencumbered cash balances of the primary government of the City of Pleasanton, Kansas, as of December 31, 2011, and its aggregate cash receipts and expenditures, on the basis of accounting described in Note 1.

Our audit was conducted for the purpose of forming an opinion on the financial statement of the City taken as a whole. The accompanying supplemental schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statement. The supplemental schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statement. This information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the 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 financial statement taken as a whole.



DIEHL, BANWART, BOLTON, CPAs PA

May 8, 2012  
Fort Scott, Kansas

CITY OF PLEASANTON, KANSAS

Summary of Cash Receipts, Expenditures, and Unencumbered Cash  
For the Year Ended December 31, 2011

Funds	Beginning Unencumbered Cash Balances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Cash Balances	
						2011	December 31, 2010
General Fund	\$83,223.23	\$582,630.60	\$602,539.92	\$63,313.91	-	\$63,313.91	\$83,223.23
Special Revenue Funds:							
Consolidated Street	9,485.44	151,308.62	149,968.73	10,825.33	-	10,825.33	9,485.44
Municipal Equipment	75,309.08	15,037.90	25,056.94	65,290.04	-	65,290.04	75,309.08
Special Capital Improvement	48,534.83	406,774.04	366,774.04	88,534.83	-	88,534.83	48,534.83
Special Highway Improvement	177,403.21	78,883.50	49,113.90	207,172.81	-	207,172.81	177,403.21
Capital Project							
Water System Improvements Project	-	170,000.00	-	170,000.00	-	170,000.00	-
Debt Service Fund:							
General Bond and Interest	1,390.80	18,453.75	18,455.00	1,389.55	-	1,389.55	1,390.80
Enterprise Funds:							
Sewage Disposal Utility	44,894.56	88,131.06	97,360.00	35,665.62	-	35,665.62	44,894.56
Water Utility	68,490.26	314,715.06	276,145.12	107,060.20	30,788.22	137,848.42	96,988.08
Water Capital Improvement Reserve	193,939.29	10,000.00	69,491.82	134,447.47	-	134,447.47	193,939.29
Grant	-	-	-	-	-	-	-
Totals	\$702,670.70	\$1,835,934.53	\$1,654,905.47	\$883,699.76	\$30,788.22	\$914,487.98	\$731,168.52
Composition of Cash:							
Petty Cash .....						\$200.00	\$200.00
General Checking Account .....						718,287.98	534,968.52
Certificates of Deposit .....						196,000.00	196,000.00
Totals .....						\$914,487.98	\$731,168.52

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

# CITY OF PLEASANTON, KANSAS

Notes to the Financial Statements  
For the Year Ended December 31, 2011

## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Pleasanton, Kansas (the City), was incorporated as a City of the third class on October 29, 1869, under the provision of K.S.A. 13-101 et seq. The City operates under a City Council and Mayor form of government and provides the following services as authorized by its Charter: public safety (police and fire), highway and streets, water and sewer, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

The financial statement of the City of Pleasanton, Kansas, has been prepared in order to show compliance with the cash basis and budget laws of the State of Kansas. The Governmental Accounting Standards Board is the principal standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies follow. Note 1 describes how the City's accounting policies differ from accounting principles generally accepted in the United States of America.

### Reporting Entity

The City of Pleasanton, Kansas (the City) is a municipal corporation governed by an elected five member City Council. These financial statements present the City of Pleasanton, Kansas (the primary government). The component units should 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.

### Housing Authority

The City of Pleasanton Housing Authority operates the City's housing projects. The housing authority can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City.

The City has elected to exclude component units from the basic financial statements. Separate financial statements are not available for the component units.

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

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 of Pleasanton, Kansas:

GOVERNMENTAL FUNDS

General Fund - The General Fund is the principal fund of the City which accounts for all financial transactions not accounted for in other funds. The majority of current operating expenditures of the City, other than proprietary fund activities are financed through revenues received by the General Fund.

Special Revenue Funds - These funds are used to account for revenues derived from specific taxes, governmental grants or other revenue sources which are designated to finance particular functions or activities of the City.

Debt Service Fund - The Bond and Interest Fund is used to account for the payment of principal and interest on the City's general obligation bonds which are recorded in the general long-term debt group of accounts. Revenues for this purpose include ad valorem property taxes, special assessment taxes and investment interest income.

PROPRIETARY FUNDS

Enterprise Funds - Enterprise Funds account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the City is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The acquisition, maintenance and improvement of the physical plant facilities required to provide these goods and services are financed from existing cash resources, the issuance of bonds (revenue or general obligation), federal grants and other City funds.

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

Statutory Basis of Accounting

The statutory basis of accounting, as used in the preparation of this statutory basis financial statement, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made. 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 municipality to use the statutory basis of accounting.

Departures from Accounting Principles Generally Accepted In the United States of America

The basis of presentation described above results in a statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown non-cash assets such as receivables, inventories and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance. Encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with accounting principles generally accepted in the United States of America. Capital assets that account for the land, buildings, and equipment owned by the municipality are not presented in the financial statements. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes, and compensated absences are not presented in the financial statements.

As discussed previously, component units have been omitted from these financial statements.

Budgetary Information

Kansas Statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise 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.

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no budgets amended this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison 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:

- Special Capital Improvement Fund (K.S.A. 12-1, 118)
- Municipal Equipment Fund (K.S.A. 12-1, 117)
- Special Highway Improvement Fund (K.S.A. 68-590)
- Water Capital Improvement Reserve 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.

Cash and Investments

The City pools idle cash from all funds for the purpose of increasing income through investment activities. Cash consists of an interest bearing checking account and certificates of deposit.

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<sup>st</sup> 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 1st of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property.

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

Compensated Absences

Full-time employees are granted vacation after the first year of employment on the anniversary of their employment date according to the following schedule. The amount of vacation earned must be used within the following year or the vacation is lost.

<u>Years of continuous employment</u>	<u>Other Hours</u>	<u>Police Hours</u>
One to five	80	82.50
six to ten	96	99.00
eleven to fifteen	120	132.00
after fifteen	144	156.75

Regular employees earn and accumulate sick leave after one year of employment at the rate of 8 hours per month (8.25 for police) up to a maximum of 400 hours.

The City accrues 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 not accrued a liability for compensated absences which has been earned but not taken by City employees inasmuch as the amount is not considered to be material.

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.

Memorandum Only Totals

Totals are marked Memorandum Only to indicate that they are presented only to facilitate financial analysis. Data in these columns does not present financial position, results of operations, or cash flows in conformity with accounting principles generally accepted in the United States of America.

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

Comparative Data

Comparative cash balances and composition of cash for the prior year have been presented in the accompanying financial statement in order to provide an understanding of changes in the City's financial position and operations. However, complete comparative data in each of the statements have not been presented since their inclusion would make the statements unduly complex and difficult to read.

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

Compliance With Kansas Statutes

The financial statement is designed to show compliance with the cash basis laws of Kansas. As shown on Statement 1, the City was in apparent compliance with these laws.

3. **CASH, INVESTMENTS AND DEPOSITS WITH FINANCIAL INSTITUTIONS**

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, 2011 the City's carrying amount of deposits was \$914,287.98 and the bank balance was \$914,147.18. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$446,003.00 was covered by federal depository insurance, and the remaining \$468,144.18 was collateralized with securities totaling \$655,942.45 held by the pledging financial institutions' agents in the City's name.

#### **4. RETIREMENT PLAN**

##### Plan Description

In 1997, the City began participation in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603), or by calling 1-888-275-5737.

##### Funding Policy

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate that ranges from 4% to 6% of covered salary depending upon the year the employee was hired. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates for KPERS employers. The employer rate established by statute for January 1 to December 31, 2011 was 7.74%, respectively. The City employer contributions to KPERS, for the years ending December 31, 2011, 2010 and 2009 was \$25,298.14, \$24,055.34, and \$20,480.57, equal to the statutory required contributions for the year.

#### **5. WATER CUSTOMER DEPOSITS**

Water 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 \$30,788.22 of customer deposits, which are included as an encumbrance in the Water Utility Fund in these financial statements.

#### **6. 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.

7. **INTERFUND TRANSFERS**

Operating transfers between funds were as follows:

<u>From Fund</u>	<u>To Fund</u>	<u>KSA Statutory Authority</u>	<u>Amount</u>
Consolidated Street	Special Highway Improvement	12-1,118	\$ 5,023.02
General	Municipal Equipment	12-1,117	10,000.00
General	Special Highway Improvement	12-1,118	39,976.98
Water Utility	General Bond and Interest	12-825d	18,453.75
Sewer Utility	Water Capital Improvement	12-825d	10,000.00
General	Special Capital Improvement	12-1,118	40,000.00
Sewer Utility	Special Highway Improvement	12-825d	30,000.00

8. **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.

9. **SUBSEQUENT EVENTS**

Management has evaluated events and transactions occurring subsequent to December 31, 2011 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.

10. **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:

10. LONG TERM OBLIGATIONS (Continued)

Changes in Long Term Obligations

Debt	Original Amount	Date Issued	Maturity Date	Interest Rate	Beginning Balances	Increases or New Debt Issued	Decreases or Debt Repaid	Ending Balances	Interest Paid
<u>General Obligation Bonds</u>									
Series 1999	\$ 200,000	03-01-1999	03-01-2014	4.2-5.0%	\$ 70,000.00	\$ -	\$ 15,000.00	\$ 55,000.00	\$ 3,455.00
Series 2010	300,000	02-01-2010	09-01-2019	1.52-4.4%	275,000.00	-	25,000.00	250,000.00	8,629.00
Series 2011	170,000	12-15-2011	11-01-2021	1.2-2.7%	-	170,000.00	-	170,000.00	-
Total General Obligation Bonds					345,000.00	170,000.00	40,000.00	475,000.00	12,084.00
<u>Lease Purchase Agreements</u>									
2 Ford Ranger Pickups	28,500	09-19-2008	01-19-2012	3.50%	14,740.02	-	14,740.02	-	515.90
Total Lease Purchase Agreements					14,740.02	-	14,740.02	-	515.90
<u>Water Pollution Control Revolving Loan</u>									
No. C20 1588-01	357,700	06-04-2001	02-01-2022	3.14%	231,018.64	-	15,353.62	215,665.02	7,134.40
KPWSLF # 2348 Note	650,000	04-19-2004	08-01-2026	3.62%	503,960.16	-	24,748.28	479,211.88	18,021.40
Total Revolving Loans					734,978.80	-	40,101.90	694,876.90	25,155.80
Total Long Term Obligations					\$ 1,094,718.82	\$ 170,000.00	\$ 94,841.92	\$ 1,169,876.90	\$ 37,755.70

10. LONG TERM OBLIGATIONS (Continued)

Maturities of Long Term Obligations

Debt	2012	2013	2014	2015	2016	2017 to 2021	2022 to 2026	Totals
<u>PRINCIPAL</u>								
<u>General Obligation Bonds</u>								
Series 1999	\$ 15,000	\$ 20,000	\$ 20,000	\$ -	\$ -	\$ -	\$ -	\$ 55,000
Series 2010	30,000	30,000	30,000	30,000	30,000	100,000	-	250,000
Series 2011	15,000	15,000	15,000	15,000	15,000	95,000	-	170,000
Total General Obligation Bonds	60,000	65,000	65,000	45,000	45,000	195,000	-	475,000
<u>Lease Purchase Agreements</u>								
2 Ford Ranger Pickups	-	-	-	-	-	-	-	-
Total Lease Purchase Agreements	-	-	-	-	-	-	-	-
<u>Water Pollution Control Revolving Loan</u>								
No. C20 1588-01	15,840	16,341	16,858	17,391	17,942	98,594	32,700	215,666
KPWSLF No. 2348	25,652	26,589	27,561	28,567	29,611	165,090	176,142	479,212
Total Revolving Loans	41,492	42,930	44,419	45,958	47,553	263,684	208,842	694,878
TOTAL PRINCIPAL	\$ 101,492	\$ 107,930	\$ 109,419	\$ 90,958	\$ 92,553	\$ 458,684	\$ 208,842	\$ 1,169,878
<u>INTEREST</u>								
<u>General Obligation Bonds</u>								
Series 1999	\$ 2,735	\$ 2,000	\$ 1,000	\$ -	\$ -	\$ -	\$ -	\$ 5,735
Series 2010	8,149	7,516	6,736	5,905	5,020	8,445	-	41,771
Series 2011	3,042	3,285	3,105	2,925	2,745	7,965	-	23,067
Total General Obligation Bonds	13,926	12,801	10,841	8,830	7,765	16,410	-	70,573
<u>Lease Purchase Agreements</u>								
2 Ford Ranger Pickups	-	-	-	-	-	-	-	-
Total Lease Purchase Agreements	-	-	-	-	-	-	-	-
<u>Water Pollution Control Revolving Loan</u>								
No. C20 1588-01	6,649	6,147	5,630	5,097	4,546	13,846	1,032	42,947
KPWSLF No. 2348	17,117	16,180	15,209	14,202	13,159	48,758	16,322	140,947
Total Revolving Loans	23,766	22,327	20,839	19,299	17,705	62,604	17,354	183,894
TOTAL INTEREST	\$ 37,692	\$ 35,128	\$ 31,680	\$ 28,129	\$ 25,470	\$ 79,014	\$ 17,354	\$ 254,467

**CITY OF PLEASANTON, KANSAS**  
**For the Year Ended December 31, 2011**

**SUPPLEMENTAL INFORMATION**

**CITY OF PLEASANTON, KANSAS**

Summary of Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

Funds	Certified Budget	Adjustments For Qualifying Budget Credits	Total Budget for Comparison	Expenditures		Variance - Favorable (Unfavorable)
				Charged to Current Year Budget	Charged to Current Year Budget	
General Fund	\$638,826.00	\$538.75	\$639,364.75	\$602,539.92	\$602,539.92	\$36,824.83
Special Revenue Funds:						
Consolidated Street	170,188.00	-	170,188.00	149,968.73	149,968.73	20,219.27
Debt Service Fund:						
General Bond and Interest	18,455.00	-	18,455.00	18,455.00	18,455.00	-
Enterprise Funds:						
Sewage Disposal Utility	112,992.00	-	112,992.00	97,360.00	97,360.00	15,632.00
Water Utility	308,438.00	3,845.90	312,283.90	276,145.12	276,145.12	36,138.78
<b>Total Certified Budget</b>	<b>\$1,248,899.00</b>					

CITY OF PLEASANTON, KANSAS  
GENERAL FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011  
With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes				
Ad valorem property tax	\$277,187.03	\$272,554.16	\$279,755.00	(\$7,200.84)
Delinquent tax	14,735.06	11,610.70	6,000.00	5,610.70
Motor vehicle tax	36,963.43	35,368.97	40,175.00	(4,806.03)
Special assessments	-	500.00	-	500.00
Franchise taxes	22,610.86	25,195.16	25,000.00	195.16
Sales tax	145,735.32	142,908.70	140,000.00	2,908.70
Intergovernmental				
County park appropriation	1,200.00	1,200.00	1,200.00	-
Drug control grant	-	-	-	-
Wildlife and Parks grant	-	-	-	-
KDOT Grant	965.84	500.00	-	500.00
Community Fisheries assistance grant	14,420.00	14,420.00	14,000.00	420.00
In lieu of taxes	11,789.21	11,509.21	8,000.00	3,509.21
Solid waste	3,900.00	3,900.00	4,000.00	(100.00)
Charges for Services				
Swimming pool	9,084.50	10,501.84	10,000.00	501.84
Licenses and Permits				
Licenses and permits	2,360.75	2,053.00	2,000.00	53.00
Fines, Forfeitures & Penalties	15,192.46	37,156.25	25,000.00	12,156.25
Use of Money and Property				
Interest income	4,266.31	3,316.44	5,000.00	(1,683.56)
Sale of land and property	-	200.00	-	200.00
Rent	6,000.00	500.00	6,000.00	(5,500.00)
Other Receipts				
Miscellaneous	19,385.43	5,518.15	4,500.00	1,018.15
Insurance proceeds	6,646.94	3,679.27	-	3,679.27
Reimbursed expenses	-	38.75	-	38.75
Operating Transfer from Other Funds				
Special Capital Improvement	-	-	-	-
Sewer Utility	-	-	-	-
<b>Total Cash Receipts</b>	<b>592,443.14</b>	<b>582,630.60</b>	<b>\$570,630.00</b>	<b>\$12,000.60</b>

**CITY OF PLEASANTON, KANSAS  
GENERAL FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011  
With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Expenditures				
General Government	\$214,796.95	\$222,084.29	\$265,963.00	\$43,878.71
City Council	21,752.93	21,724.87	19,650.00	(2,074.87)
Streets and Highways	-	-	-	-
Public Safety				
Fire Department	13,647.21	10,423.95	22,140.00	11,716.05
Law Enforcement	124,860.43	145,873.59	150,000.00	4,126.41
Municipal Court	7,172.98	11,658.78	10,390.00	(1,268.78)
Solid Waste	25,372.02	26,635.19	28,283.00	1,647.81
Cultural and Recreation				
Special Park	55,865.04	36,799.73	48,900.00	12,100.27
Special Pool	36,002.12	37,362.54	48,500.00	11,137.46
Operating Transfers to Other Funds				
Municipal Equipment	27,500.00	10,000.00	-	(10,000.00)
Special Capital Improvement Grant	15,000.00	40,000.00	-	(40,000.00)
Special Highway Improvement	60,000.00	39,976.98	45,000.00	5,023.02
Subtotal			638,826.00	
Adjustments for Qualifying Budget Credits				
Grants in excess of budget	-	-	500.00	500.00
Reimbursements in excess of budget	-	-	38.75	38.75
<b>Total Expenditures</b>	<b>601,969.68</b>	<b>602,539.92</b>	<b>\$639,364.75</b>	<b>\$36,824.83</b>
Receipts Over(Under) Expenditures	(9,526.54)	(19,909.32)		
Unencumbered Cash, Beginning	92,749.77	83,223.23		
Unencumbered Cash, Ending	<u>\$83,223.23</u>	<u>\$63,313.91</u>		

**CITY OF PLEASANTON, KANSAS**  
**CONSOLIDATED STREET FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2011

With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Taxes				
Ad valorem property tax	\$101,646.25	\$95,189.44	\$104,187.00	(\$8,997.56)
Delinquent tax	5,189.28	9,202.98	6,000.00	3,202.98
Motor vehicle tax	13,391.28	14,080.13	14,734.00	(653.87)
Intergovernmental				
State gasoline tax	34,811.72	32,527.23	36,450.00	(3,922.77)
FEMA grant	3,445.62	-	-	-
Other Receipts				
Miscellaneous	824.00	308.84	800.00	(491.16)
<b>Total Cash Receipts</b>	<b>159,308.15</b>	<b>151,308.62</b>	<b>\$162,171.00</b>	<b>(\$10,862.38)</b>
Expenditures				
Streets and Highways	129,386.27	144,945.71	\$150,188.00	\$5,242.29
Operating Transfer to Other Funds				
Special Highway Improvement	30,000.00	5,023.02	20,000.00	14,976.98
Subtotal			170,188.00	
Adjustments for Qualifying Budget Credits				
Reimbursements for FEMA grant	-	-	-	-
<b>Total Expenditures</b>	<b>159,386.27</b>	<b>149,968.73</b>	<b>\$170,188.00</b>	<b>\$20,219.27</b>
Receipts Over(Under) Expenditures	(78.12)	1,339.89		
Unencumbered Cash, Beginning	9,563.56	9,485.44		
Unencumbered Cash, Ending	<u>\$9,485.44</u>	<u>\$10,825.33</u>		

**CITY OF PLEASANTON, KANSAS**  
**MUNICIPAL EQUIPMENT FUND**  
Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011  
With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Grants	\$34,200.00	-
Other Receipts		
Miscellaneous	7,205.00	5,037.90
Operating Transfer from Other Funds		
General Fund	27,500.00	10,000.00
Sewage Disposal Utility	-	-
<b>Total Cash Receipts</b>	<b>68,905.00</b>	<b>15,037.90</b>
Expenditures		
Capital Outlay	50,610.98	9,801.02
Debt Service on Capital Lease		
Principal	6,998.32	14,740.02
Interest	760.84	515.90
<b>Total Expenditures</b>	<b>58,370.14</b>	<b>25,056.94</b>
Receipts Over(Under) Expenditures	10,534.86	(10,019.04)
Unencumbered Cash, Beginning	64,774.22	75,309.08
Unencumbered Cash, Ending	<u>\$75,309.08</u>	<u>\$65,290.04</u>

**CITY OF PLEASANTON, KANSAS**  
**SPECIAL CAPITAL IMPROVEMENT FUND**  
Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011  
With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Receipts		
Reimbursed expenses	-	-
Intergovernmental		
KDOT grant	187,583.46	366,774.04
Operating Transfers from General Fund	15,000.00	40,000.00
<b>Total Cash Receipts</b>	<b>202,583.46</b>	<b>406,774.04</b>
Expenditures		
Operating Expenditures		
Capital Outlay	187,583.46	366,774.04
Operating Transfer to Other Funds General Fund	-	-
<b>Total Expenditures</b>	<b>187,583.46</b>	<b>366,774.04</b>
Receipts Over(Under) Expenditures	15,000.00	40,000.00
Unencumbered Cash, Beginning	33,534.83	48,534.83
Unencumbered Cash, Ending	<u>\$48,534.83</u>	<u>\$88,534.83</u>

**CITY OF PLEASANTON, KANSAS**  
**SPECIAL HIGHWAY IMPROVEMENT FUND**  
Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011  
With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Federal interest on reimbursement	\$2,237.82	\$3,883.50
Operating Transfers from Other Funds		
General	60,000.00	39,976.98
Consolidated Street	30,000.00	5,023.02
Sewer Disposal Utility	-	30,000.00
Total Cash Receipts	92,237.82	78,883.50
Expenditures		
Operating Expenditures		
Capital Outlay	10,868.68	15,484.90
Operating Transfer to Other Funds		
General Bond and Interest Fund	-	-
Debt Service		
Principal	25,000.00	25,000.00
Interest	5,255.25	8,629.00
Total Expenditures	41,123.93	49,113.90
Receipts Over(Under) Expenditures	51,113.89	29,769.60
Unencumbered Cash, Beginning	126,289.32	177,403.21
Unencumbered Cash, Ending	<u>\$177,403.21</u>	<u>\$207,172.81</u>

**CITY OF PLEASANTON, KANSAS**  
**WATER SYSTEM IMPROVEMENTS PROJECT FUND**

Schedule of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2011

With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Receipts		
Proceeds from Bonds		
Principal	\$300,175.18	\$170,000.00
Total Cash Receipts	300,175.18	170,000.00
Expenditures		
Streets and Highways		
Capital Outlays	300,175.18	-
Total Expenditures	300,175.18	-
Receipts Over(Under) Expenditures	-	170,000.00
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	\$170,000.00

**CITY OF PLEASANTON, KANSAS**  
**GENERAL BOND AND INTEREST FUND**  
 Schedule of Cash Receipts and Expenditures - Actual and Budget  
 For the Year Ended December 31, 2011  
 With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Other Receipts				
Miscellaneous	-	-	-	-
Operating Transfers from Other Funds				
Water Utility	19,160.00	18,453.75	18,455.00	(1.25)
<b>Total Cash Receipts</b>	<b>19,160.00</b>	<b>18,453.75</b>	<b>\$18,455.00</b>	<b>(\$1.25)</b>
Expenditures				
Debt Service				
Principal	15,000.00	15,000.00	\$15,000.00	-
Interest	4,160.00	3,455.00	3,455.00	-
Other	-	-	-	-
<b>Total Expenditures</b>	<b>19,160.00</b>	<b>18,455.00</b>	<b>\$18,455.00</b>	<b>-</b>
Receipts Over(Under) Expenditures	-	(1.25)		
Unencumbered Cash, Beginning	1,390.80	1,390.80		
Unencumbered Cash, Ending	<u>\$1,390.80</u>	<u>\$1,389.55</u>		

**CITY OF PLEASANTON, KANSAS**  
**SEWAGE DISPOSAL UTILITY FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2011

With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Operating Receipts				
Charges for services	\$90,165.62	\$88,131.06	\$90,000.00	(\$1,868.94)
Other Receipts				
Miscellaneous	210.00	-	-	-
Total Cash Receipts	<u>90,375.62</u>	<u>88,131.06</u>	<u>\$90,000.00</u>	<u>(\$1,868.94)</u>
Expenditures				
Operating Expenditures				
Wastewater Treatment	25,379.96	34,871.98	\$49,050.00	\$14,178.02
Debt Service on WP Revolving Loan				
Principal	14,882.63	15,353.62	16,889.00	1,535.38
Interest and fees	7,605.39	7,134.40	7,053.00	(81.40)
Operating Transfer to Other Funds				
Municipal Equipment	-	-	-	-
Special Highway Improvement	-	30,000.00	30,000.00	-
Water Capital Improvement Reserve	45,000.00	10,000.00	10,000.00	-
General	-	-	-	-
Total Expenditures	<u>92,867.98</u>	<u>97,360.00</u>	<u>\$112,992.00</u>	<u>\$15,632.00</u>
Receipts Over(Under) Expenditures	(2,492.36)	(9,228.94)		
Unencumbered Cash, Beginning	<u>47,386.92</u>	<u>44,894.56</u>		
Unencumbered Cash, Ending	<u>\$44,894.56</u>	<u>\$35,665.62</u>		

CITY OF PLEASANTON, KANSAS  
WATER UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011  
With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year		Variance - Favorable (Unfavorable)
		Actual	Budget	
Cash Receipts				
Operating Receipts				
Charges for services	\$268,138.88	\$263,030.28	\$260,000.00	\$3,030.28
Wholesale sales	29,597.28	29,597.28	29,000.00	597.28
Penalties	8,359.48	9,423.09	7,000.00	2,423.09
Taxes and fees	4,228.48	3,818.51	4,000.00	(181.49)
FEMA grant	3,892.47	-	-	-
Nonoperating Receipts				
Customer deposits	7,853.19	5,400.00	5,000.00	400.00
Miscellaneous	658.56	3,445.90	-	3,445.90
Reimbursements	-	-	-	-
<b>Total Cash Receipts</b>	<b>322,728.34</b>	<b>314,715.06</b>	<b>\$305,000.00</b>	<b>\$9,715.06</b>
Expenditures				
Operating Expenditures				
Production	45,939.07	54,651.91	\$70,000.00	\$15,348.09
Salaries and Benefits	89,666.15	90,566.18	96,564.00	5,997.82
General				
Contractual	53,333.37	45,968.63	62,650.00	16,681.37
Commodities	15,398.32	14,009.47	9,000.00	(5,009.47)
Other	2,022.47	-	-	-
Nonoperating Expenditures				
Sales and Production Taxes	4,123.11	3,031.70	5,000.00	1,968.30
Capital Improvements	-	-	-	-
Customer Deposits	4,679.67	6,693.80	4,000.00	(2,693.80)
Debt Service on WP Revolving Loan				
Principal	23,876.14	24,748.28	24,748.00	(0.28)
Interest and fees	18,893.54	18,021.40	18,021.00	(0.40)
Operating Transfers to Other Funds				
General Bond and Interest	19,160.00	18,453.75	18,455.00	1.25
Water Capital Improvement Reserve	30,000.00	-	-	-
Subtotal	-	-	308,438.00	
Adjustments for Qualifying Budget Credits				
Customer Deposits in excess of budget	-	-	400.00	400.00
Reimbursements & Grants	-	-	3,445.90	3,445.90
<b>Total Expenditures</b>	<b>307,091.84</b>	<b>276,145.12</b>	<b>\$312,283.90</b>	<b>\$36,138.78</b>
Receipts Over(Under) Expenditures	15,636.50	38,569.94		
Unencumbered Cash, Beginning	52,853.76	68,490.26		
Unencumbered Cash, Ending	<u>\$68,490.26</u>	<u>\$107,060.20</u>		

**CITY OF PLEASANTON, KANSAS**  
**WATER CAPITAL IMPROVEMENT RESERVE FUND**  
 Schedule of Cash Receipts and Expenditures - Actual  
 For the Year Ended December 31, 2011  
 With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Receipts		
Reimbursed expenses	-	-
Operating Transfers from Other Funds		
Sewage Disposal Utility	45,000.00	10,000.00
Water Utility	30,000.00	-
Total Cash Receipts	<u>75,000.00</u>	<u>10,000.00</u>
Expenditures		
Capital Outlay	<u>49,504.74</u>	<u>69,491.82</u>
Total Expenditures	<u>49,504.74</u>	<u>69,491.82</u>
Receipts Over(Under) Expenditures	25,495.26	(59,491.82)
Unencumbered Cash, Beginning	<u>168,444.03</u>	<u>193,939.29</u>
Unencumbered Cash, Ending	<u>\$193,939.29</u>	<u>\$134,447.47</u>

**CITY OF PLEASANTON, KANSAS**  
**GRANT FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011  
With Comparative Actual Amounts for the Year Ended December 31, 2010

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
CDBG grant	\$395,000.00	-
Wildlife and Parks grant	-	-
Operating Transfer from Other Funds		
General Fund	-	-
Total Cash Receipts	395,000.00	-
Expenditures		
Capital Outlays	395,000.00	-
Total Expenditures	395,000.00	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	-