

CITY OF MOLINE, KANSAS

Financial Statements  
and  
Supplemental Information

with Independent Auditor's Report

For the Year Ended December 31, 2012

City of Moline, Kansas  
Special Financial Statements  
For the Fiscal Year Ended December 31, 2012

TABLE OF CONTENTS

<u>Item</u>	<u>Page Number</u>
INTRODUCTORY SECTION	
Title Page	
Table of Contents	
FINANCIAL SECTION	
Independent Auditor's Report	1-3
Summary of Cash Receipts, Expenditures and Unencumbered Cash	4
Notes to Financial Statements	5-11
ADDITIONAL INFORMATION	
Schedule 1	
Summary of Expenditures - Actual and Budget	12
Schedule 2	
Statement of Receipts and Expenditures -Individually Presented by Fund	
General Fund	13
Special Revenue Funds	
Employee Benefits Fund	14
Library Fund	15
Special Highway Fund	16
Special Liability Fund	17
Special Equipment Reserve Fund	18
Debt Service Funds	
Bond and Interest Fund	19
Sewer Debt Service Reserve Fund	20
Proprietary Funds	
Sewer Utility Fund	21
Sewer Utility Reserve Fund	22
Water Utility Fund	23
Water Utility Reserve Fund	24
Trust and Agency Funds	
Building Fund	25
Griffin Trust Fund	26
Schedule 3	
Summary of Cash Receipts, Disbursements and Balances - Fiduciary Funds	27

## INDEPENDENT AUDITORS' REPORT

Mayor and City Council  
City of Moline, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Moline, 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 Notes to Financial Statement, the financial statement is prepared by the City of Moline, 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” paragraph, 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 Moline, Kansas, as of December 31, 2012, or changes in financial position and cash flows thereof for the year then ended.

*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 of the City of Moline, 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 fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. 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.

*Prior Year Comparative Analysis*

The 2011 Actual columns presented in the individual fund schedules of cash receipts and expenditures actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2011 financial statement upon which we rendered an unqualified opinion dated October 5, 2012. The 2011 financial statements and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards. Such 2011 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2011 financial statement. The 2011 comparative information was subjected to the auditing procedures applied in the audit of the 2011 financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2011 financial statement or to the 2011 financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2011 comparative information is fairly stated in all material respects in relation to the 2011 financial statement as a whole.

*Restricted Use*

This report is intended solely for the information and use of the governing body and management of the City of Moline, Kansas, and for filing with the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

*Schlatterbeck and Burns, LLC*

May 28, 2013

City of Moline, Kansas  
Summary of Cash Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended December 31, 2012

<u>Fund</u>	Beginning Unencumbered <u>Cash Balance</u>	<u>Receipts</u>	<u>Expenditures</u>	Ending Unencumbered <u>Cash Balance</u>	Add Accounts Payable and <u>Encumbrances</u>	Ending <u>Cash Balance</u>
General Fund	\$ 60,862	107,748	115,096	53,514	7,169	60,683
Special Revenue Funds:						
Employee Benefits Fund	10,604	11,830	11,180	11,254	751	12,005
Library Fund	87	8,147	8,207	27	35	62
Special Highway Fund	57,508	9,481		66,989		66,989
Special Liability Fund	878	8,153	6,820	2,211		2,211
Special Equipment Reserve Fund	96,247		8,574	87,673		87,673
Debt Service Funds:						
Bond and Interest Fund	9,153	11,670	7,245	13,578		13,578
Sewer Debt Service Reserve Fund	10,631	57,000	56,178	11,453		11,453
Enterprise Funds:						
Sewer Utility Fund	20,772	76,551	69,181	28,142	150	28,292
Sewer Utility Reserve Fund	48,977	5,713		54,690		54,690
Water Utility Fund	(891)	245,324	107,890	136,543	8,265	144,808
Water Utility Reserve Fund	11,805		11,805	-		-
Expendable Trust Funds:						
Building Fund	2,913	1,319	726	3,506		3,506
Griffin Trust Fund	115,619	7,583	7,986	115,216	300	115,516
	<u>445,165</u>	<u>550,519</u>	<u>410,888</u>	<u>584,796</u>	<u>16,670</u>	<u>601,466</u>

Composition of Ending Cash Balance:

Demand Deposits	\$ 530,345
Certificates of Deposit	73,716
Petty Cash Advance	100
Change Fund/Cash on Hand	100
Less: Fiduciary Funds per Statement 4	<u>(2,795)</u>
Total Composition of Cash	<u>601,466</u>

(1) Excluding Fiduciary Funds.

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

City of Moline, Kansas  
Notes to Financial Statements  
For the Year Ended December 31, 2012

**Note 1**      **Summary of Significant Accounting Policies**

**A.**      **Reporting Entity**

The City of Moline, Kansas is a municipal corporation governed by an elected mayor and five-member council. These financial statements present the City of Moline, Kansas as a primary government only. The City has waived the application of generally accepted accounting principles and as such, have not included any component units in these financial statements.

**B.**      **Basis of Presentation**

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, restrictions or limitations.

The following Regulatory Basis Fund Types comprise the financial activities of the City for the year ending December 31, 2012:

General Fund -- the chief operating fund. Used to account for all unrestricted resources except those required to be accounted for in another fund.

Special Purpose Funds -- used to account for the proceeds of specific tax levies and other revenue sources that are intended for specific purposes.

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

Trust fund -- funds used to report assets held in trust for the benefit of the entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency Funds -- funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

**C.**      **Basis of Accounting**

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

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

City of Moline, Kansas  
Notes to Financial Statements  
For the Year Ended December 31, 2012

The City has adopted an ordinance 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.

**D. Budgets**

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. During 2012, the City had no such amendments.

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 projects funds, fiduciary funds, and the following special revenue funds:

Special Equipment Reserve Fund  
Sewer Utility Reserve Fund  
Water Utility Reserve Fund

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.

City of Moline, Kansas  
Notes to Financial Statements  
For the Year Ended December 31, 2012

**E. Assets, Liabilities, and Fund Equity**

*Cash*

To facilitate better management of the City's cash resources, excess cash is combined in pooled operating accounts. Each fund's portion of total cash is based on its equity in the pooled cash amount. Cash in excess of current operating needs is invested on a pooled investment basis and earnings thereon are credited to the General Fund or Business funds.

*Property Taxes and Other Receivables*

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes.

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and further, the amounts thereof are not material in relationship to the financial statements taken as a whole.

**F. Revenues and Expenditures**

*Property Tax Revenue Recognition*

Property taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at rates established by Kansas Statutes. This interest is retained by the county.

Taxes levied to finance the budget are made available to the City after January 1st and are distributed by the county treasurer approximately every month and a half. At least 50% of the taxes levied are available in January.

*Reimbursed Expenses*

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

*Interfund Transactions*

Quasi-external transactions are accounted for as revenue, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

City of Moline, Kansas  
Notes to Financial Statements  
For the Year Ended December 31, 2012

**Note 2** **Deposits and Investments**

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located 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.

K.S.A. 12-1675 allows the City to deposit idle funds in time deposits-open accounts, and certificates of deposit with allowable financial institutions; and to invest idle funds in U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool.

The City held no investments at December 31, 2012 and held no investments throughout the year.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under 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 City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has not designated any peak periods.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

At December 31, 2012, the carrying amount of the City's deposits was \$604,061 and the bank balance was \$604,596. Of the bank balance, \$325,402 was covered by federal depository insurance and \$279,194 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

**Note 3** **Long-term Debt**

*General Obligation Bonds*

Kansas cities are limited to aggregate debt not to exceed 30% of assessed valuation of tangible taxable property in the City. The City's assessed valuation at November 1, 2012 was \$947,909. Kansas Statutes exempt Revenue Bonds from this limitation. The outstanding debt that was subject to this limitation as of December 31, 2012 was \$109,067. The resulting legal debt margin for the City is \$175,306.

City of Moline, Kansas  
Notes to Financial Statements  
For the Year Ended December 31, 2012

*Changes in Outstanding Debt*

Changes in the City's outstanding long-term debt, for the year ended December 31, 2012, were as follows:

<u>Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
<b><u>General Obligation Bonds:</u></b>									
G.O. Refunding Bonds	4.375%	10/08/07	\$ 120,000	10/11/37	111,437		2,370	109,067	4,875
<b><u>Revenue Bonds:</u></b>									
Sewer Utility Revenue Bonds	4.75%	11/06/03	1,000,000	11/06/43	917,070		12,617	904,453	43,561
Total Contractual Indebtedness					1,028,507	0	14,987	1,013,520	48,436

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>		<u>Revenue Bonds</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2013	\$ 2,487	4,772	13,335	42,961	63,555
2014	2,596	4,663	13,969	42,328	63,556
2015	2,710	4,549	14,632	41,665	63,556
2016	2,816	4,431	15,215	40,970	63,432
2017	2,951	4,307	16,050	40,247	63,555
2018-2022	16,799	19,485	92,322	188,544	317,150
2023-2027	20,812	15,475	116,439	164,951	317,677
2028-2032	25,778	10,506	146,792	134,545	317,621
2033-2037	32,118	4,350	185,242	96,194	317,904
2038-2042			233,641	47,817	281,458
2043			56,816	2,699	59,515
Total	109,067	72,538	904,453	842,921	1,928,979

**Note 4 Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City carries commercial insurance to cover its risk of loss, including workers' compensation and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**Note 5 Interfund Transfers**

<u>From</u>	<u>To</u>	<u>Amount</u>
Sewer Utility Fund	Sewer Debt Service Fund	\$ 57,000
Sewer Utility Fund	Sewer Replacement Reserve Fund	5,700
Water Utility Reserve Fund	Water Utility Fund	11,805

City of Moline, Kansas  
Notes to Financial Statements  
For the Year Ended December 31, 2012

**Note 6 Other Long-Term Obligations from Operations**

*Compensated Absences.*

The City's policies regarding vacation and sick pay are summarized as follows:

Vacation: Full-time employees are entitled to 5 days of vacation after one year of employment. After 2 years, employees are entitled to 10 days. Unused vacation at the end of each year is canceled and may not be carried over to the next year. Any unused vacation is canceled upon employment termination.

Sick Pay: Employees are entitled to 3 days of sick leave each year. Unused sick leave is canceled at the end of each year and is not paid upon employment termination.

*Defined Benefit Pension Plan*

*Plan Description.* The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 75-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

*Funding Policy.* K.S.A. 74-419 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and 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. Kansas law sets a limitation on annual increases in the employer contribution rates.

**Note 7 Stewardship, Compliance, and Accountability**

Compliance with Kansas Cash Basis Law

No violations.

Compliance with Kansas Depository Security Law

No violations.

Compliance with Kansas Budget Law

No violations.

City of Moline, Kansas  
Notes to Financial Statements  
For the Year Ended December 31, 2012

**Note 8** **Federally Assisted Programs – Compliance Audits**

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

City of Moline, Kansas  
 Summary of Expenditures - Actual and Budget  
 Regulatory Basis  
For the Year Ended December 31, 2012

Fund	Certified <u>Budget</u>	Expenditures Chargeable to <u>Current Year</u>	Variance Favorable <u>(Unfavorable)</u>
General Fund	\$ 189,400	115,096	74,304
Special Revenue Funds:			
Employee Benefits Fund	17,500	11,180	6,320
Library Fund	8,950	8,207	743
Special Highway Fund	70,082		70,082
Special Liability Fund	7,500	6,820	680
Debt Service Funds:			
Bond and Interest Fund	7,345	7,245	100
Sewer Debt Service Reserve Fund	56,178	56,178	-
Enterprise Funds:			
Sewer Utility Fund	94,700	69,181	25,519
Water Utility Fund	253,599	107,890	145,709
	<u>705,254</u>	<u>381,797</u>	<u>323,457</u>
Total	<u>705,254</u>	<u>381,797</u>	<u>323,457</u>

City of Moline, Kansas  
General Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>	Current Year <u>Budget</u>	Variance Favorable <u>(Unfavorable)</u>
<b>Cash Receipts:</b>				
Taxes				
Ad Valorem Property Tax	\$ 60,263	49,698	51,459	(1,761)
Motor Vehicle Property Tax	8,428	9,697	16,581	(6,884)
Recreational Vehicle Tax	34	43	66	(23)
Delinquent Tax	2,923	2,675	1,230	1,445
16/20M Truck Tax	393	423	595	(172)
Total Taxes	<u>72,041</u>	<u>62,536</u>	<u>69,931</u>	<u>(7,395)</u>
Intergovernmental				
Local Sales Tax	22,126	18,924	17,750	1,174
State Fish and Game Grant	9,651	9,651	9,651	-
Total Intergovernmental	<u>31,777</u>	<u>28,575</u>	<u>27,401</u>	<u>2,447</u>
Licenses, Fees and Permits				
Franchise Fees	8,517	8,503	9,000	(497)
Camping Fees	4,191	534	1,000	(466)
Dog Tax	135	134	250	(116)
Licenses and Permits	650	500	500	-
Total Licenses, Fees and Permits	<u>13,493</u>	<u>9,671</u>	<u>10,750</u>	<u>(1,079)</u>
Charges for Services				
Grave Openings	550	1,125	1,100	25
Fines and Forfeitures				
Fines	47			-
Use of Money and Property				
Rent	5,095	4,375	3,000	1,375
Miscellaneous				
Other	2,482	1,466		1,466
<b>Total Cash Receipts</b>	<u>125,485</u>	<u>107,748</u>	<u>112,182</u>	<u>(4,434)</u>
<b>Expenditures and Transfers:</b>				
General Government				
General	73,607	73,252	71,000	(2,252)
Public Safety				
Fire Department	7,292	6,368	13,500	7,132
Police Department	830	4,815	6,000	1,185
Total Public Safety	<u>8,122</u>	<u>11,183</u>	<u>19,500</u>	<u>8,317</u>
Public Works				
Street Department	8,209	15,417	17,500	2,083
Street Lights	10,673	11,125	12,000	875
Noxious Weed	954	265	2,000	1,735
Total Public Works	<u>19,836</u>	<u>26,807</u>	<u>31,500</u>	<u>4,693</u>
Culture and Recreation				
Parks and Recreation	3,549	3,854	3,500	(354)
Capital Outlay				
Equipment			63,900	63,900
Transfers				
To Special Equipment Reserve Fund	25,000			-
<b>Total Expenditures and Transfers</b>	<u>130,114</u>	<u>115,096</u>	<u>189,400</u>	<u>74,304</u>
Receipts Over (Under)				
Expenditures and Transfers	(4,629)	(7,348)		
Unencumbered Cash, Beginning	65,491	60,862		
Unencumbered Cash, Ending	<u>60,862</u>	<u>53,514</u>		

City of Moline, Kansas  
Employee Benefits Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended December 31, 2012

(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>	Current Year <u>Budget</u>	Variance Favorable <u>(Unfavorable)</u>
Cash Receipts:				
Taxes				
Ad Valorem Property Tax	\$ 6,583	9,452	9,787	(335)
Motor Vehicle Property Tax	2,264	1,563	1,811	(248)
Recreational Vehicle Tax	9	6	7	(1)
Delinquent Tax	666	340	134	206
16/20M Truck Tax	106	48	65	(17)
Total Taxes	<u>9,628</u>	<u>11,409</u>	<u>11,804</u>	<u>(395)</u>
Miscellaneous				
Other		421		421
Total Cash Receipts	<u>9,628</u>	<u>11,830</u>	<u>11,804</u>	<u>26</u>
Expenditures and Transfers:				
General Government				
Employee Benefits	<u>12,316</u>	<u>11,180</u>	<u>17,500</u>	<u>6,320</u>
Receipts Over (Under)				
Expenditures and Transfers	(2,688)	650		
Unencumbered Cash, Beginning	<u>13,292</u>	<u>10,604</u>		
Unencumbered Cash, Ending	<u>10,604</u>	<u>11,254</u>		

City of Moline, Kansas  
 Library Fund  
 Schedule of Cash Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>	Current Year <u>Budget</u>	Variance Favorable <u>(Unfavorable)</u>
Cash Receipts:				
Taxes				
Ad Valorem Property Tax	\$ 5,411	6,412	6,638	(226)
Motor Vehicle Property Tax	810	1,364	1,488	(124)
Recreational Vehicle Tax	3	7	6	1
Delinquent Tax	405	296	110	186
16/20M Truck Tax	38	68	53	15
Total Cash Receipts	<u>6,667</u>	<u>8,147</u>	<u>8,295</u>	<u>(148)</u>
Expenditures and Transfers:				
Culture and Recreation				
Appropriation to Board	<u>8,107</u>	<u>8,207</u>	<u>8,950</u>	<u>743</u>
Receipts Over (Under)				
Expenditures and Transfers	(1,440)	(60)		
Unencumbered Cash, Beginning	<u>1,527</u>	<u>87</u>		
Unencumbered Cash, Ending	<u>87</u>	<u>27</u>		

City of Moline, Kansas  
 Special Highway Fund  
 Schedule of Cash Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>	Current Year <u>Budget</u>	Variance Favorable <u>(Unfavorable)</u>
Cash Receipts:				
Intergovernmental				
Special City/County Highway Fund	\$ 10,306	9,481	11,580	(2,099)
Expenditures and Transfers:				
Public Works				
Capital Outlay	-		70,082	70,082
Receipts Over (Under)				
Expenditures and Transfers	10,306	9,481		
Unencumbered Cash, Beginning	47,202	57,508		
Unencumbered Cash, Ending	<u>57,508</u>	<u>66,989</u>		

City of Moline, Kansas  
Special Liability Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>	Current Year <u>Budget</u>	Variance Favorable <u>(Unfavorable)</u>
Cash Receipts:				
Taxes				
Ad Valorem Property Tax	\$ 4,203	5,548	5,745	(197)
Motor Vehicle Property Tax	680	728	1,156	(428)
Recreational Vehicle Tax	3	3	5	(2)
Delinquent Tax	236	192	86	106
16/20M Truck Tax	32	31	41	(10)
Total Taxes	<u>5,154</u>	<u>6,502</u>	<u>7,033</u>	<u>(531)</u>
Miscellaneous				
Other	796	1,651		1,651
Total Cash Receipts	<u>5,950</u>	<u>8,153</u>	<u>7,033</u>	<u>1,120</u>
Expenditures and Transfers:				
General Government				
Contractual Services	<u>7,000</u>	<u>6,820</u>	<u>7,500</u>	<u>680</u>
Receipts Over (Under)				
Expenditures and Transfers	(1,050)	1,333		
Unencumbered Cash, Beginning	<u>1,928</u>	<u>878</u>		
Unencumbered Cash, Ending	<u>878</u>	<u>2,211</u>		

City of Moline, Kansas  
 Special Equipment Reserve Fund  
 Schedule of Cash Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts:		
Transfers		
From General Fund	\$ 25,000	_____
Total Cash Receipts	<u>25,000</u>	<u>-</u>
 Expenditures and Transfers:		
Capital Outlay	<u>1,576</u>	<u>8,574</u>
 Receipts Over (Under)		
Expenditures and Transfers	23,424	(8,574)
Unencumbered Cash, Beginning	<u>72,823</u>	<u>96,247</u>
Unencumbered Cash, Ending	<u><u>96,247</u></u>	<u><u>87,673</u></u>

City of Moline, Kansas  
Bond and Interest Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>	Current Year <u>Budget</u>	Variance Favorable <u>(Unfavorable)</u>
Cash Receipts:				
Taxes				
Ad Valorem Property Tax	\$ 2,081	6,903	7,147	(244)
Motor Vehicle Property Tax	4,599	4,071	572	3,499
Recreational Vehicle Tax	18	17	2	15
Delinquent Tax	1,196	487	42	445
16/20M Truck Tax	215	154	21	133
Total Taxes	<u>8,109</u>	<u>11,632</u>	<u>7,784</u>	<u>3,848</u>
Use of Money and Property				
Interest on Idle Funds	68	38	40	(2)
Total Cash Receipts	<u>8,177</u>	<u>11,670</u>	<u>7,824</u>	<u>3,846</u>
Expenditures and Transfers:				
Debt Service				
Principal	2,284	2,370	2,370	-
Interest	4,975	4,875	4,875	-
Commission and Postage			100	100
Total Expenditures and Transfers	<u>7,259</u>	<u>7,245</u>	<u>7,345</u>	<u>100</u>
Receipts Over (Under)				
Expenditures and Transfers	918	4,425		
Unencumbered Cash, Beginning	<u>8,235</u>	<u>9,153</u>		
Unencumbered Cash, Ending	<u>9,153</u>	<u>13,578</u>		

City of Moline, Kansas  
 Sewer Debt Service Reserve Fund  
 Schedule of Cash Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>	Current Year <u>Budget</u>	Variance Favorable <u>(Unfavorable)</u>
Cash Receipts:				
Transfers				
From Water Fund	\$ 57,000	57,000	57,000	-
Expenditures and Transfers:				
Debt Service				
Principal	12,158	12,617	12,617	-
Interest	44,138	43,561	43,561	-
Total Expenditures and Transfers	<u>56,296</u>	<u>56,178</u>	<u>56,178</u>	<u>-</u>
Receipts Over (Under)				
Expenditures and Transfers	704	822		
Unencumbered Cash, Beginning	9,927	10,631		
Unencumbered Cash, Ending	<u>10,631</u>	<u>11,453</u>		

City of Moline, Kansas  
Sewer Utility Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>	Current Year <u>Budget</u>	Variance Favorable <u>(Unfavorable)</u>
Cash Receipts:				
Charges for Services:				
Sewer Charges	\$ 67,639	75,377	82,000	(6,623)
Miscellaneous				
Other	1,200	1,174	1,500	(326)
Total Cash Receipts	<u>68,839</u>	<u>76,551</u>	<u>83,500</u>	<u>(6,949)</u>
Expenditures and Transfers:				
Public Works				
Personal Services	538	314	15,000	14,686
Contractual Services	6,612	4,245	10,000	5,755
Commodities	1,025	1,922	7,000	5,078
Capital Outlay				-
Transfer to Sewer Reserve	6,175	5,700	5,700	-
Transfer to Debt Service Reserve	57,000	57,000	57,000	-
Total Expenditures and Transfers	<u>71,350</u>	<u>69,181</u>	<u>94,700</u>	<u>25,519</u>
Receipts Over (Under)				
Expenditures and Transfers	(2,511)	7,370		
Unencumbered Cash, Beginning	<u>23,283</u>	<u>20,772</u>		
Unencumbered Cash, Ending	<u>20,772</u>	<u>28,142</u>		

City of Moline, Kansas  
 Sewer Utility Reserve Fund  
 Schedule of Cash Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts:		
Use of Money and Property		
Interest on Idle Funds	\$ 23	13
Transfers		
From Sewer Fund	6,175	5,700
Total Cash Receipts	<u>6,198</u>	<u>5,713</u>
Expenditures and Transfers:		
None	<u>-</u>	<u>-</u>
Receipts Over (Under)		
Expenditures and Transfers	6,198	5,713
Unencumbered Cash, Beginning	<u>42,779</u>	<u>48,977</u>
Unencumbered Cash, Ending	<u><u>48,977</u></u>	<u><u>54,690</u></u>

City of Moline, Kansas  
Water Utility Fund  
Schedule of Cash Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>	<u>Current Year Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Cash Receipts:				
Charges for Services:				
Water Charges and Penalties	\$ 99,248	122,290	205,000	(82,710)
Hookup Fees	650	650	300	350
Total Charges for Services	<u>99,898</u>	<u>122,940</u>	<u>205,300</u>	<u>(82,360)</u>
Use of Money and Property				
Interest on Idle Funds	500	585	750	(165)
Oil and Gas Royalties		109,117		109,117
Total Use of Money and Property	<u>500</u>	<u>109,702</u>	<u>750</u>	<u>108,952</u>
Transfers				
From Water Reserve Fund		11,805		11,805
Miscellaneous				
Other	3,131	877	700	177
Total Cash Receipts	<u>103,529</u>	<u>245,324</u>	<u>206,750</u>	<u>38,574</u>
Expenditures and Transfers:				
Public Works				
Personal Services	27,521	19,752	65,000	45,248
Contractual Services	72,156	81,072	85,000	3,928
Commodities	14,842	7,066	30,000	22,934
Capital Outlay			73,599	73,599
Total Expenditures and Transfers	<u>114,519</u>	<u>107,890</u>	<u>253,599</u>	<u>145,709</u>
Receipts Over (Under)				
Expenditures and Transfers	(10,990)	137,434		
Unencumbered Cash, Beginning	10,099	(891)		
Unencumbered Cash, Ending	<u>(891)</u>	<u>136,543</u>		

City of Moline, Kansas  
 Water Utility Reserve Fund  
 Schedule of Cash Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts:		
Use of Money and Property		
Interest on Idle Funds	\$ 93	_____
Expenditures and Transfers:		
Transfer to Water Fund	-	11,805
_____	_____	_____
Receipts Over (Under)		
Expenditures and Transfers	93	(11,805)
Unencumbered Cash, Beginning	11,712	11,805
Unencumbered Cash, Ending	<u>11,805</u>	<u>-</u>

City of Moline, Kansas  
 Building Fund  
 Schedule of Cash Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts:		
Donations	\$ 2,778	1,319
Expenditures and Transfers:		
Capital Outlay	-	726
Receipts Over (Under)		
Expenditures and Transfers	2,778	593
Unencumbered Cash, Beginning	135	2,913
Unencumbered Cash, Ending	<u>2,913</u>	<u>3,506</u>

City of Moline, Kansas  
 Griffin Trust Fund  
 Schedule of Cash Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts:		
Use of Money and Property		
Interest on Idle Funds	\$ 1,133	680
Oil and Gas Royalties	7,644	6,860
Total Use of Money and Property	<u>8,777</u>	<u>7,540</u>
Miscellaneous		
Other	2,000	43
Total Cash Receipts	<u>10,777</u>	<u>7,583</u>
Expenditures and Transfers:		
General Government	16,143	7,086
Capital Outlay	22,500	900
Total Expenditures and Transfers	<u>38,643</u>	<u>7,986</u>
Receipts Over (Under)		
Expenditures and Transfers	(27,866)	(403)
Unencumbered Cash, Beginning	<u>143,485</u>	<u>115,619</u>
Unencumbered Cash, Ending	<u><u>115,619</u></u>	<u><u>115,216</u></u>

City of Moline, Kansas  
 Fiduciary Funds  
 Summary of Receipts, Disbursements and Balances  
For the Year Ended December 31, 2012

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Trash Collections	\$ 2,756	34,055	34,117	2,694
Customer Overpayments	181	2,631	2,715	97
Medical Savings Plan	650	2,400	3,046	4
	<u>3,587</u>	<u>39,086</u>	<u>39,878</u>	<u>2,795</u>