

CITY OF PRATT, KANSAS

Primary Government Financial Statement
With Independent Auditors' Report

For the Year Ended December 31, 2012

CITY OF PRATT, KANSAS
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 For the Year Ended December 31, 2012

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Phone (620)792-2428 ■ Fax (620)792-5559 ■ www.abbb.com

Bank of America Building ■ 2006 Broadway, Suite 2A

P.O. Drawer J ■ Great Bend, Kansas 67530

Certified
Public
Accountants

INDEPENDENT AUDITORS' REPORT

To the City Commission
City of Pratt, Kansas
Pratt, Kansas

We have audited the accompanying primary government summary statement of regulatory basis receipts, expenditures, and unencumbered cash of **City of Pratt, 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.

Auditors' 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 from 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 Aggregate Discretely Presented Related Municipal Entities

The financial statement referred to above does not include financial data for the City's legally separate related municipal entities, Airport Authority and Public Library. Accounting principles generally accepted in the United States of America require financial data for those related municipal entities to 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 for its related municipal entities. The City has not issued such reporting entity financial statements. The effect on the financial statements of this departure from accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on Aggregate Discretely Presented Related Municipal Entities

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on Aggregate Discretely Presented Related Municipal Entities” paragraph, the financial statement referred to above does not present fairly the financial position of the aggregate discretely presented related municipal entities of **City of Pratt, Kansas**, as of December 31, 2012, or the changes in financial position thereof for the year then ended.

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

As described in Note 1, the financial statement is prepared by **City of Pratt, 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 Aggregate Remaining Fund Information

In our opinion, because of the significance of the matters discussed in the “Basis for Adverse Opinion on Aggregate Discretely Presented Related Municipal Entities” and “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraphs, the financial statement referred to above does not present fairly, in all material respects, the financial position of the aggregate remaining fund information of **City of Pratt, Kansas** as of December 31, 2012, and the changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to in the first paragraph presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **City of Pratt, 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* as 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 (basic financial statement) as a whole. The summary of expenditures – actual and budget, individual fund schedules of receipts and expenditures, and summary of receipts and expenditures – agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional 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 financial statement as a whole.

Adams, Brown, Beran & Ball, Chtd.

ADAMS, BROWN, BERAN & BALL, CHTD.
Certified Public Accountants

May 20, 2013

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds							
General Fund							
General	\$ 1,078,647	-	4,600,841	5,164,028	515,460	118,344	633,804
Special Purpose Funds							
Library Fund	10,555	-	176,786	176,806	10,535	-	10,535
Cemetery Fund	17,350	-	32,173	21,714	27,809	770	28,579
Noxious Weed Fund	20,220	-	17,484	17,301	20,403	-	20,403
Tort Liability Fund	738,832	-	34,294	-	773,126	-	773,126
Special Highway Fund	50,450	-	604,959	543,636	111,773	2,648	114,421
Convention and Tourism Fund	631,546	-	410,436	340,683	701,299	15,941	717,240
Alcohol and Drug Safety Fund	1,494	-	-	1,494	-	-	-
Fire Fighting Equipment Fund	977	-	46,221	45,747	1,451	-	1,451
Special Police Fund	283,041	-	9,808	81,865	210,984	46	211,030
Employees Health Insurance Fund	6,153	-	10,765	10,567	6,351	-	6,351
Special Parks and Recreation Fund	112,581	-	14,777	27,757	99,601	27,757	127,358
Special Alcohol Fund	4,059	-	13,992	14,313	3,738	-	3,738
Capital Equipment Reserve Fund	3,578,229	50,667	617,326	512,807	3,733,415	122,207	3,855,622
Special Street Reserves Fund	856,672	-	55,459	46,841	865,290	-	865,290
Capital Improvement Fund	1,394,972	-	125,559	25,091	1,495,440	-	1,495,440
Fire Fighting Equipment Reserve Fund	28,714	-	40,835	5,701	63,848	-	63,848
Bond and Interest Fund							
Bond and Interest Fund	15,639	-	465,477	454,885	26,231	-	26,231
Capital Project Funds							
Main Street Waterline Project Fund	-	-	-	-	-	-	-
Wastewater Project Fund	17,321	-	59,140	76,461	-	-	-
Business Funds							
Electric Utility Fund	1,837,296	42,648	9,563,216	10,987,393	455,767	554,732	1,010,499
Sanitation Fund	243,855	-	898,184	995,631	146,408	49,542	195,950
Wastewater Treatment Fund	702,381	-	743,329	737,316	708,394	17,030	725,424
Water Utility Fund	395,520	6,578	951,802	953,015	400,885	27,512	428,397
Electric Maintenance Reserve Fund	391,698	-	2,656	-	394,354	-	394,354
Electric Debt Service Fund	231,798	-	1,124,647	1,123,075	233,370	-	233,370
Wastewater Reserve Fund	414,876	-	2,813	-	417,689	-	417,689
Water Debt Service Fund	54,221	-	169,578	169,210	54,589	-	54,589
Water Reserve Fund	164,192	-	1,114	-	165,306	-	165,306
Water Debt Reserve Fund	254,168	-	1,723	-	255,891	-	255,891

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

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Trust Funds							
Park Improvement Trust Fund	\$ 133,163	-	31,749	-	164,912	-	164,912
Cemetery Trust Fund	399,584	-	5,047	-	404,631	-	404,631
Recreation Trust Fund	191,661	-	22,432	39,278	174,815	-	174,815
Total Primary Government (Excluding Agency Funds)	\$ 14,261,865	99,893	20,854,622	22,572,615	12,643,765	936,529	13,580,294
Composition of Cash							
							\$ 9,801,800
							3,886,646
							1,150
							13,689,596
							(109,302)
							13,580,294
							\$ 13,580,294

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

City of Pratt, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statements are presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Use of Estimates

The preparation of financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the reported amount of unencumbered cash balances and accounts payable during the reporting period. Actual results could differ from these estimates.

Financial Reporting Entity

The City is a municipal corporation governed by an elected five-member commission. This financial statement does not include the related municipal entities shown below. A related municipal entity is an entity established to benefit the City and/or its constituents.

Airport Authority

The City's Airport Authority Board operates the City's airport. Bond issuances do not need to be approved by the City. Audited financial statements can be obtained by contacting the airport authority office.

Public Library

The City's Library Board operates the City's public library. Acquisition or disposition of real property by the board must be approved by the City. Bond issuances must also be approved by the City. Unaudited financial statements can be obtained by contacting the library.

The City is the primary government as defined in GASB #61. The City commission is elected by the public. The commission has the authority to make decisions, levy taxes, influence operations and has the primary accountability in fiscal matters.

Basis of Presentation – Fund Accounting

The accounts of the City are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the City for the year ended December 31, 2012.

Regulatory Basis Fund Types

General Fund – the chief operating fund. Used to account for all 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 specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

specified purposes.

Bond and Interest Fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project Funds – used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

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

Trust Funds – funds used to report assets held in trust for the benefit of the municipal financial reporting 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 (payroll clearing fund, county treasurer tax collection accounts, etc.).

Basis of Accounting

The KMAAG 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 KMAAG 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.

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.

Departure From Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, 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 generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the City are not presented in the financial statements. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, and temporary notes are not presented in the financial statements.

Property Tax Calendar

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

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

governing state statutes. Property taxes are collected and remitted to the County Treasurer. Taxes levied annually on November 1st are due one-half by December 20th and one-half by May 10th. Major tax distributions are made in the months of December through July. Lien dates for personal property are in March and August and lien dates for real property are in September. Taxes are recognized as revenue in the year received. Delinquent tax payments are recognized as revenue in the year received.

Restricted Assets

Restricted cash balances are reported in various funds that are legally restricted for specified uses such as the payment of debt service and fiscal fees on long-term debt and for expenditures approved in federal and state grant contracts. Also, cash is restricted in the trust and agency funds of the City for special purposes.

Reimbursements

The City records reimbursable expenditures (or expenses) in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparison, the expenditures (or expenses) are properly offset by the reimbursements.

NOTE 2 – 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. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. 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 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for 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 schedules 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 regulatory basis of accounting, in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City 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.

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Capital Equipment Reserve Fund, Capital Improvement Fund, Fire Fighting Equipment Reserve Fund, and Special Street Reserves Fund.

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

NOTE 3 – DEPOSITS AND INVESTMENTS

City of Pratt, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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, or in an adjoining county if such institution has been designated as an official depository, 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 City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City'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 City has no investment policy that would further limit its investment choices.

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 K.S.A. 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 does not use "peak periods". All deposits were legally secured at December 31, 2012.

At December 31, 2012, the City's carrying amount of deposits was \$13,689,596 and the bank balance was \$13,664,746. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$757,271 was covered by federal depository insurance and \$12,907,475 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

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. The City had no investments at December 31, 2012.

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **City of Pratt, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2012 were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General Fund	Capital Equipment Reserve Fund	K.S.A. 12-1,117	\$ 86,000
General Fund	Capital Improvement Fund	K.S.A. 12-1,118	35,000
General Fund	Special Street Reserves Fund	K.S.A. 12-197	50,000
Cemetery Fund	Capital Equipment Reserve Fund	K.S.A. 12-1,117	2,500
Special Highway Fund	Capital Equipment Reserve Fund	K.S.A. 12-1,117	40,000
Fire Fighting Equipment Fund	Fire Fighting Equipment Reserve Fund	K.S.A. 12-1,117	40,670
Electric Utility Fund	Capital Equipment Reserve Fund	K.S.A. 12-1,117	420,400
Electric Utility Fund	Capital Improvement Fund	K.S.A. 12-1,117	65,000
Electric Utility Fund	Electric Debt Service Fund	K.S.A. 12-1,117	1,123,075
Electric Utility Fund	General Fund	K.S.A. 12-825d	650,000
Sanitation Fund	Capital Equipment Reserve Fund	K.S.A. 12-1,117	30,000
Wastewater Treatment Fund	Capital Equipment Reserve Fund	K.S.A. 12-1,117	5,000
Wastewater Treatment Fund	Capital Improvement Fund	K.S.A. 12-1,118	15,000
Wastewater Treatment Fund	General Fund	K.S.A. 12-825d	100,000
Water Utility Fund	Capital Equipment Reserve Fund	K.S.A. 12-1,117	6,000
Water Utility Fund	Bond and Interest Fund	K.S.A. 12-825d	25,275
Water Utility Fund	General Fund	K.S.A. 12-825d	50,000
Water Utility Fund	Water Debt Service Fund	K.S.A. 12-825d	169,210
Alcohol and Drug Safety Fund	General Fund	Closing Fund	1,494

NOTE 5 – CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	<u>Project Authorization</u>	<u>Cash Disbursements and Accounts Payable To Date</u>
Wastewater Project	\$ 3,233,202	290,662

NOTE 6 – LITIGATION

City of Pratt, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the affected funds of the City.

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

NOTE 7 – RISK MANAGEMENT

City of Pratt, Kansas carries commercial insurance for risks of loss, including property, general liability, inland marine, automobile, umbrella, linebacker, workers compensation, fidelity and employee benefit. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 8 – GRANTS AND SHARED REVENUES

City of Pratt, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the City has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the City, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 9 – RELATED PARTY TRANSACTIONS

City of Pratt, Kansas purchased printing services from Taylor Printing and supplies and materials from Skaggs Ace Hardware totaling \$21,257 and \$36,667, respectively. Owners of each business are City commissioners.

NOTE 10 – DEFINED BENEFIT PENSION PLAN

Plan Description

City of Pratt, Kansas participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. 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. 74-4919 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 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 11 – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, **City of Pratt, Kansas** allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City 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.

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City 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.

NOTE 12 – COMPENSATED ABSENCES

Vacation

The City's policy regarding vacation for all regular full-time employees is as follows:

<u>Years Worked</u>	<u>Amount Earned</u>
0-1	3.33 hours/month
2-9	6.67 hours/month
10-14	10.00 hours/month
15-29	10.00 hours/month (plus 1 day for each year over 15 years)
30 and over	20.00 hours/month

Vacation earned may not be taken until the employee completes one full year of continuous service. Unused vacation may not be carried over to the following year.

Discretionary Leave

Each employee, after the completion of their probationary period, shall be entitled to two days discretionary leave.

Sick Leave

The City's policy for sick leave permits all full-time employees to earn sick leave at the rate of eight working hours per calendar month. Employees retiring from the service of the City shall be compensated for unused sick leave at the following rate:

1. Employees retiring who have served the City for less than five continuous years shall receive no compensation for unused sick leave.
2. Employees retiring from the City who have served five or more continuous years and who have a minimum of 50 days of unused accumulated sick leave will be compensated at their hourly rate for up to a maximum of 20 days.

The potential liability for sick leave at December 31, 2012 was \$811,719. This is not reflected in the financial statement.

NOTE 13 – CONTINGENCIES

City of Pratt, Kansas entered into a loan agreement on October 2, 2010 with the Kansas Department of Health and Environment to fund improvements to the wastewater treatment plant in the amount of \$1,642,000 as the initial estimated project cost. Effective January 15, 2013, the contract was amended to increase the loan amount to \$3,412,637.

NOTE 14 – DEBT RESTRICTIONS AND COVENANTS

KDHE Water Pollution Control Revolving Loans

City of Pratt, Kansas entered into a loan agreement with the Kansas Department of Health and Environment to fund improvements to the wastewater treatment plant in the amount of \$1,810,689. The

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

City also entered into a loan agreement for wastewater and sludge system improvements in the amount of \$1,642,000, which is the estimated project cost as of December 31, 2012. The City is in compliance with both loans as of December 31, 2012.

KDHE Water Supply Loan

City of Pratt, Kansas entered into a loan agreement with the Kansas Department of Health and Environment to fund improvements to the main street waterline in the amount of \$720,793. The City is in compliance as of December 31, 2012.

Net Operating Revenue Requirements

The 2005 General Obligation Electric Utility System and the 2009 Series B General Obligation Water Utility System refunding bonds require that the City fix, establish, maintain and collect such rates and charges for the use and services furnished by or through the system and produce revenues sufficient to enable the City to have in each year, a debt coverage ratio of not less than 1.25 on all parity bonds and parity obligations at the time outstanding; and 1.10 on any subordinate lien bonds. The City was not in compliance with the 2005 bond requirement as of December 31, 2012 as the debt service ratios were as follows:

2005 General Obligation Electric Utility System Refunding Bonds

Gross Revenues		\$ 9,563,215
Less Operating Expenses		(10,987,392)
Add Back Transfers Included in Operating Expenses		<u>2,258,475</u>
Net Revenues		834,298
Maximum Amount of Principal and Interest	\$ 1,123,075	
	<u>125%</u>	
Net Revenues Required		<u>1,403,844</u>
Excess		\$ (569,546)
Debt Ratio (Net Revenues/Net Revenues Required)		<u>.5943</u>

2009 Series B General Obligation Water Utility System Refunding Bonds

Gross Revenues		\$ 951,802
Less Operating Expenses		(953,015)
Add Back Transfers Included in Operating Expenses		<u>250,485</u>
Net Revenues		249,272
Maximum Amount of Principal and Interest	\$ 25,275	
	<u>110%</u>	
Net Revenues Required		<u>27,802</u>
Excess		\$ 221,470
Debt Ratio (Net Revenues/Net Revenues Required)		<u>8.97</u>

NOTE 15 – CONDUIT DEBT

From time to time, **City of Pratt, Kansas** has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are generally payable from and secured by the project financed and if needed, additional assets or revenues of the private-sector entities serviced by the bond issuance. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds.

Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2012 there were two industrial revenue bonds outstanding. One is for a commercial feedyard facility and the other is for a housing development. The principal amounts payable at December 31, 2012 totaled \$3,757,596.

NOTE 16 – LONG-TERM DEBT

General Obligation Bond

On September 1, 2005, the City issued \$11,165,000 in Electric Utility System Refunding Bonds - Series 2005, for the purpose of refunding \$2,840,000 in Electric Utility System Refunding Bonds, Series 1997 and \$8,500,000 in Electric Utility System Bonds, Series 2001-1 bonds. Also, the available monies were used to defease \$1,410,000 in Electric Utility System Refunding and Improvement Revenue Bonds, Series 1992.

On July 21, 2009, the City issued Series A 2009 and Series B 2009 general obligation refunding bonds of \$2,390,000 and \$730,000, respectively, for the purpose of refunding \$805,000 in Series 1998 General Obligation Bonds, \$1,500,000 in Series A 2001 General Obligation Bonds, and \$729,094 in Series 2002 Water Utility System Revenue Bonds.

Revenue Bond

On September 6, 2006, the City issued \$1,205,000 in Water Series 2006 revenue bonds to advance refund \$730,000 of Water Utility System Revenue Bonds, Series 2002.

KDHE Revolving Loan

The City entered into a \$1,909,000 revolving loan agreement on March 17, 1998 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance wastewater treatment improvements. This loan was amended on November 28, 2007 to reduce the amount of the loan to \$1,810,689 and changing the semi-annual payment from \$64,221 to \$57,924.

The City entered into a \$1,292,927 revolving loan agreement on December 22, 2008 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance main street waterline improvements. This loan was amended on July 13, 2011 to reduce the amount of the loan to \$720,793 and changing the semi-annual payment from \$47,971 to \$23,062.

The City entered into a \$1,642,000 revolving loan agreement on October 2, 2010 with the Kansas Department of Health and Environment acting on behalf of the State of Kansas to finance wastewater and sludge system improvements. As of December 31, 2012, \$141,838 has been advanced on the loan as the project is not complete at year end.

KDOT Revolving Loan

The City obtained a loan from the Kansas Department of Transportation on December 20, 2004 and received total loan proceeds in the amount of \$437,954. These proceeds were used to finance the Fincham and 10th street projects.

Bond Refunding

On September 1, 2005, the City issued general obligation bonds of \$11,165,000 (par value) Electric Refunding Series 2005 with interest rates of 2.875 - 5.0% to advance refund term bonds. One set of

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

refunded bonds had an interest rate of 6.60% and a par value of \$1,410,000. The second set of refunded bonds had interest rates from 3.75 - 5.00%, a par value of \$2,840,000, and are callable on November 1, 2005. The third set of refunded bonds had interest rates of 3.0 – 5.25%, a par value of \$8,500,000, and are callable on May 1, 2010. The general obligation bonds were issued at a premium and, after paying issuance costs, the net proceeds were \$11,134,089. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. Government Securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the term bonds are called. The advance refunding met the requirements of an in-substance debt defeasance and the term bonds were removed from the City's financial statements.

On September 6, 2006, the City issued revenue bonds of \$1,205,000 (par value) Water Series 2006 with interest rates of 4.375 - 4.75% to advance refund term bonds. One set of refunded bonds had interest rates of 2.30 - 2.950% and a par value of \$335,000. The second set of refunded bonds had interest rates from 3.10 - 3.50%, a par value of \$395,000, and are callable on October 1, 2008. The revenue bonds were issued at premium and, after paying issuance costs, the net proceeds were \$1,165,837. The net proceeds from the issuance of the revenue bonds were used to purchase U.S. Government Securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the term bonds are called. The advance refunding met the requirements of an in-substance debt defeasance and the term bonds were removed from the City's financial statements. The result of the advance refunding did not result in an economic gain to the City.

On July 15, 2009, the City issued Series A general obligation refunding bonds of \$2,390,000 (par value) with interest rates of 2.50 – 3.00% to advance refund term bonds. The Series A refunding bonds mature on September 1, 2016, and are callable on September 1, 2015. The Series A bonds were issued at a premium and, after paying issuance costs of \$57,849, the net proceeds were \$2,353,066. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. Government Securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the term bonds are called. The advance refunding met the requirements of an in-substance debt defeasance and the term bonds were removed from the City's financial statements. As a result of the advance refunding, the economic gain to the City (difference between the present value of the debt service payments on the old and new debt) was \$90,480.

On July 15, 2009, the City issued Series B general obligation refunding bonds of \$730,000 (par value) with interest rates of 2.50 – 3.25% to advance refund term bonds. The Series B refunding bonds mature on September 1, 2017, and are callable on September 1, 2015. The Series B bonds were issued at a discount, and, after paying issuance costs of \$13,820, the net proceeds were \$716,180. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. Government Securities and those securities were deposited in an irrevocable trust with an escrow agent to provide debt service payments until the term bonds are called. The advance refunding met the requirements of an in-substance debt defeasance and the term bonds were removed from the City's financial statements. As a result of the advance refunding, the economic gain to the City (difference between the present value of the debt service payments on the old and new debt) was \$36,787.

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

Changes in long-term liabilities for the City for the year ended December 31, 2012, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds									
Series 2005 Electric Refunding	2.875 - 5.00%	09/2005	\$ 11,165,000	2018	\$ 6,675,000	-	845,000	5,830,000	278,075
Series A 2009 Refunding	2.50 - 3.00%	07/2009	2,390,000	2016	1,360,000	-	360,000	1,000,000	35,600
Series B 2009 Refunding	2.50 - 3.25%	07/2009	730,000	2017	720,000	-	5,000	715,000	20,275
Revenue Bonds									
Water Utility System Revenue Bonds - Series 2006	4.375 - 4.75%	09/2006	1,205,000	2016	735,000	-	135,000	600,000	34,210
KDHE Loans									
Kansas Water Pollution Control Revolving Project No. C20 1436 01	3.07%	03/1998	1,810,689	2019	816,240	-	91,487	724,753	22,378
Kansas Water Supply Loan Fund Project No. 2528	3.82%	12/2008	720,793	2030	590,628	-	21,722	568,906	22,354
Kansas Water Pollution Control Revolving Project No. C20 1799 01	2.45%	10/2010	1,642,000	2031	85,272	56,566	29,868	111,970	2,410
KDOT Loan									
Kansas Transportation Revolving Loan Fund - TR-0011	3.87%	12/2004	437,954	2014	81,494	-	65,032	16,462	2,950
Total Long-Term Debt					\$ 11,063,634	56,566	1,553,109	9,567,091	418,252

CITY OF PRATT, KANSAS
Notes to Financial Statement
December 31, 2012

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

	YEAR								Total
	2013	2014	2015	2016	2017	2018-2022	2023-2027	2028-2033	
Principal									
General Obligation Bonds	\$ 1,365,000	1,260,000	1,300,000	1,350,000	1,190,000	1,080,000	-	-	7,545,000
Revenue Bonds	140,000	145,000	155,000	160,000	-	-	-	-	600,000
KDHE Loans	177,414	172,330	124,825	128,961	133,238	374,407	186,020	108,434	1,405,629
KDOT Loan	16,462	-	-	-	-	-	-	-	16,462
Total Principal	1,698,876	1,577,330	1,579,825	1,638,961	1,323,238	1,454,407	186,020	108,434	9,567,091
Interest									
General Obligation Bonds	291,025	243,775	199,763	149,838	89,638	43,200	-	-	1,017,239
Revenue Bonds	28,068	21,627	14,885	7,600	-	-	-	-	72,180
KDHE Loans	43,159	40,555	34,069	30,272	26,346	80,553	40,857	6,299	302,110
KDOT Loan	596	-	-	-	-	-	-	-	596
Total Interest	362,848	305,957	248,717	187,710	115,984	123,753	40,857	6,299	1,392,125
Total Principal and Interest	\$ 2,061,724	1,883,287	1,828,542	1,826,671	1,439,222	1,578,160	226,877	114,733	10,959,216

CITY OF PRATT, KANSAS

Regulatory-Required Supplementary Information

CITY OF PRATT, 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 Chargeable to Current Year	Variance Over (Under)
Governmental Type Funds					
General Fund					
General	\$ 5,204,694	-	5,204,694	5,164,028	(40,666)
Special Purpose Funds					
Library Fund	180,404	-	180,404	176,806	(3,598)
Cemetery Fund	30,800	-	30,800	21,714	(9,086)
Noxious Weed Fund	22,515	-	22,515	17,301	(5,214)
Tort Liability Fund	285,000	-	285,000	-	(285,000)
Special Highway Fund	544,337	-	544,337	543,636	(701)
Convention and Tourism Fund	429,416	-	429,416	340,683	(88,733)
Alcohol and Drug Safety Fund	1,494	-	1,494	1,494	-
Fire Fighting Equipment Fund	45,747	-	45,747	45,747	-
Special Police Fund	133,500	-	133,500	81,865	(51,635)
Employees Health Insurance Fund	1,000	10,567	11,567	10,567	(1,000)
Special Parks and Recreation Fund	40,000	-	40,000	27,757	(12,243)
Special Alcohol Fund	14,313	-	14,313	14,313	-
Bond and Interest Fund					
Bond and Interest Fund	454,885	-	454,885	454,885	-
Business Funds					
Electric Utility Fund	11,966,687	-	11,966,687	10,987,393	(979,294)
Sanitation Fund	1,033,770	-	1,033,770	995,631	(38,139)
Wastewater Treatment Fund	1,002,379	-	1,002,379	737,316	(265,063)
Water Utility Fund	1,163,677	-	1,163,677	953,015	(210,662)
Electric Debt Service Fund	1,123,075	-	1,123,075	1,123,075	-
Water Debt Service Fund	169,210	-	169,210	169,210	-

CITY OF PRATT, KANSAS
General Fund
 Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 1,099,815	1,173,440	1,174,328	(888)
Delinquent	11,695	37,085	-	37,085
Motor Vehicle	162,107	166,260	170,616	(4,356)
Sales Tax	1,501,554	1,644,829	1,440,000	204,829
Intergovernmental				
Local Alcohol Liquor	13,266	13,985	14,313	(328)
Connecting Links	38,658	38,685	38,600	85
Motor Fuel Tax Refund	14,254	14,871	20,000	(5,129)
Franchise Fees	285,134	233,520	287,000	(53,480)
Licenses, Fees and Permits	26,521	25,130	28,000	(2,870)
Charges for Services	137,417	155,157	111,600	43,557
Donations	9,759	14,431	-	14,431
Municipal Court Fines and Fees	165,940	181,636	106,500	75,136
Reimbursed Expenses	20,259	37,539	19,000	18,539
Interest Income	23,598	9,642	30,000	(20,358)
Sale of Assets	558	49,321	-	49,321
Miscellaneous Income	13,902	3,816	13,000	(9,184)
Transfers In	741,425	801,494	1,001,494	(200,000)
Total Cash Receipts	\$ 4,265,862	4,600,841	<u>4,454,451</u>	146,390

CITY OF PRATT, KANSAS
General Fund
 Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures				
City Commission	\$ 83,440	78,849	88,389	(9,540)
City Manager	195,829	187,299	201,183	(13,884)
City Attorney	50,336	55,804	87,847	(32,043)
City Clerk/Utility Billing	330,078	317,161	319,691	(2,530)
Finance	228,644	256,507	261,857	(5,350)
Police	1,337,156	1,403,968	1,384,466	19,502
Animal Control	56,803	69,915	62,797	7,118
Municipal Court	152,599	167,093	149,948	17,145
Fire Protection	184,174	187,891	203,686	(15,795)
Planning and Inspection	100,148	119,981	140,184	(20,203)
Parks	328,971	346,608	395,441	(48,833)
Swimming Pool	147,343	167,668	154,929	12,739
Municipal Building	33,536	44,226	33,000	11,226
Recreation	445,354	440,913	436,604	4,309
Public Works	27,792	23,695	26,225	(2,530)
Maintenance	178,353	165,961	210,144	(44,183)
Cemetery	126,581	128,488	134,467	(5,979)
Special Streets	456,484	459,553	478,172	(18,619)
Special Police	10,000	5,000	-	5,000
Industrial Development	70,913	137,839	125,000	12,839
Interest Payments	-	13,024	-	13,024
Neighborhood Revitalization Rebate	87,701	152,170	109,664	42,506
Contingencies	12,084	63,415	30,000	33,415
Transfers Out	395,000	171,000	171,000	-
Total Expenditures	5,039,319	5,164,028	5,204,694	(40,666)
Cash Receipts Over (Under) Expenditures	(773,457)	(563,187)		(187,056)
Unencumbered Cash - Beginning	1,852,104	1,078,647		
Unencumbered Cash - Ending	\$ 1,078,647	515,460		

CITY OF PRATT, KANSAS
Library Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 109,633	156,121	160,486	(4,365)
Delinquent	1,211	3,798	-	3,798
Motor Vehicle	16,903	16,867	16,993	(126)
Total Cash Receipts	<u>127,747</u>	<u>176,786</u>	<u>177,479</u>	<u>(693)</u>
Expenditures				
Library Appropriations	119,028	156,525	165,417	(8,892)
Neighborhood Revitalization Rebate	8,739	20,281	14,987	5,294
Total Expenditures	<u>127,767</u>	<u>176,806</u>	<u>180,404</u>	<u>(3,598)</u>
Cash Receipts Over (Under) Expenditures	(20)	(20)		<u>(2,905)</u>
Unencumbered Cash - Beginning	<u>10,575</u>	<u>10,555</u>		
Unencumbered Cash - Ending	\$ <u>10,555</u>	<u>10,535</u>		

CITY OF PRATT, KANSAS
Cemetery Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Donations	\$ -	388	-	388
Cemetery Services	27,670	21,250	18,000	3,250
Lot Sales	17,415	10,250	13,000	(2,750)
Reimbursed Expenses	-	161	-	161
Interest Income	36	124	-	124
Total Cash Receipts	<u>45,121</u>	<u>32,173</u>	<u><u>31,000</u></u>	<u>1,173</u>
Expenditures				
Contractual Services	9,556	8,328	8,450	(122)
Commodities	15,772	10,007	14,350	(4,343)
Capital Outlay	-	879	4,500	(3,621)
Transfers Out	2,500	2,500	2,500	-
Miscellaneous	-	-	1,000	(1,000)
Total Expenditures	<u>27,828</u>	<u>21,714</u>	<u><u>30,800</u></u>	<u>(9,086)</u>
Cash Receipts Over (Under) Expenditures	17,293	10,459		<u><u>(10,259)</u></u>
Unencumbered Cash - Beginning	<u>57</u>	<u>17,350</u>		
Unencumbered Cash - Ending	\$ <u><u>17,350</u></u>	<u><u>27,809</u></u>		

CITY OF PRATT, KANSAS
Noxious Weed Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 14,949	14,089	14,085	4
Delinquent	206	612	-	612
Motor Vehicle	2,893	2,498	2,313	185
Reimbursed Expenses	-	125	-	125
Interest Income	191	160	-	160
Total Cash Receipts	<u>18,239</u>	<u>17,484</u>	<u>16,398</u>	<u>1,086</u>
Expenditures				
Contractual Services	25	485	1,250	(765)
Commodities	8,173	14,992	19,950	(4,958)
Neighborhood Revitalization Rebate	1,189	1,824	1,315	509
Total Expenditures	<u>9,387</u>	<u>17,301</u>	<u>22,515</u>	<u>(5,214)</u>
Cash Receipts Over (Under) Expenditures	8,852	183		<u>(6,300)</u>
Unencumbered Cash - Beginning	<u>11,368</u>	<u>20,220</u>		
Unencumbered Cash - Ending	\$ <u>20,220</u>	<u>20,403</u>		

CITY OF PRATT, KANSAS
Tort Liability Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 49	9	-	9
Delinquent	81	159	-	159
Motor Vehicle	1,128	302	-	302
Interest Income	7,313	5,060	-	5,060
Miscellaneous Income	25,288	28,764	-	28,764
Total Cash Receipts	33,859	34,294	-	34,294
Expenditures				
Contractual Services	5,000	-	285,000	(285,000)
Cash Receipts Over (Under) Expenditures	28,859	34,294		(319,294)
Unencumbered Cash - Beginning	709,973	738,832		
Unencumbered Cash - Ending	\$ 738,832	773,126		

CITY OF PRATT, KANSAS
Special Highway Fund
 Schedule of 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 Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Gasoline Tax	\$ 171,595	177,269	173,770	3,499
Sales Tax	389,755	413,616	360,000	53,616
Interest Income	1,146	1,553	1,000	553
Miscellaneous Income	428	528	-	528
Reimbursed Expenses	10	11,993	-	11,993
Total Cash Receipts	<u>562,934</u>	<u>604,959</u>	<u>534,770</u>	<u>70,189</u>
Expenditures				
Personal Services	2	-	-	-
Contractual Services	21,346	20,958	37,600	(16,642)
Commodities	149,196	182,790	163,550	19,240
Capital Outlay	256,147	231,702	235,000	(3,298)
Principal Payments - KDOT Loans	62,609	65,032	65,032	-
Interest Payments - KDOT Loans	5,217	2,950	2,951	(1)
Service Fees	360	204	204	-
Transfers Out	30,000	40,000	40,000	-
Total Expenditures	<u>524,877</u>	<u>543,636</u>	<u>544,337</u>	<u>(701)</u>
Cash Receipts Over (Under) Expenditures	38,057	61,323		<u>(70,890)</u>
Unencumbered Cash - Beginning	<u>12,393</u>	<u>50,450</u>		
Unencumbered Cash - Ending	\$ <u>50,450</u>	<u>111,773</u>		

CITY OF PRATT, KANSAS
Convention and Tourism Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Transient Guest Tax	\$ 276,811	405,452	275,000	130,452
Reimbursed Expenses	16,643	-	-	-
Interest Income	6,435	4,984	1,000	3,984
Total Cash Receipts	<u>299,889</u>	<u>410,436</u>	<u>276,000</u>	<u>134,436</u>
Expenditures				
Personal Services	27,405	29,651	117,166	(87,515)
Contractual Services	139,154	137,003	140,400	(3,397)
Commodities	10,599	14,173	26,850	(12,677)
Capital Outlay	73,696	159,856	145,000	14,856
Total Expenditures	<u>250,854</u>	<u>340,683</u>	<u>429,416</u>	<u>(88,733)</u>
Cash Receipts Over (Under) Expenditures	49,035	69,753		<u>(223,169)</u>
Unencumbered Cash - Beginning	<u>582,511</u>	<u>631,546</u>		
Unencumbered Cash - Ending	\$ <u>631,546</u>	<u>701,299</u>		

CITY OF PRATT, KANSAS
Alcohol and Drug Safety Fund
 Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts	\$ -	-	-	-
Expenditures				
Transfers Out	6,425	1,494	1,494	-
Cash Receipts Over (Under) Expenditures	(6,425)	(1,494)		-
Unencumbered Cash - Beginning	7,919	1,494		
Unencumbered Cash - Ending	\$ <u>1,494</u>	<u>-</u>		

CITY OF PRATT, KANSAS
Fire Fighting Equipment Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 36,545	39,151	40,120	(969)
Delinquent	404	1,266	-	1,266
Motor Vehicle	5,635	5,622	5,665	(43)
Interest Income	296	182	-	182
Total Cash Receipts	<u>42,880</u>	<u>46,221</u>	<u><u>45,785</u></u>	<u>436</u>
Expenditures				
Neighborhood Revitalization Rebate	2,911	5,077	3,747	1,330
Transfers Out	41,000	40,670	42,000	(1,330)
Total Expenditures	<u>43,911</u>	<u>45,747</u>	<u><u>45,747</u></u>	<u>-</u>
Cash Receipts Over (Under) Expenditures	(1,031)	474		<u><u>(436)</u></u>
Unencumbered Cash - Beginning	<u>2,008</u>	<u>977</u>		
Unencumbered Cash - Ending	\$ <u><u>977</u></u>	<u><u>1,451</u></u>		

CITY OF PRATT, KANSAS
Special Police Fund
 Schedule of 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 Actual	Current Year		Variance Over Over (Under)
		Actual	Budget	
Cash Receipts				
Vehicle Inspection Fees	\$ 5,336	8,180	5,000	3,180
Motor Vehicle Reports	118	105	800	(695)
Interest Income	3,281	1,523	1,000	523
Total Cash Receipts	<u>8,735</u>	<u>9,808</u>	<u>6,800</u>	<u>3,008</u>
Expenditures				
Personal Services	1,930	405	1,000	(595)
Contractual Services	1,974	2,728	2,500	228
Commodities	1,957	1,098	5,000	(3,902)
Capital Outlay	45,489	77,634	125,000	(47,366)
Total Expenditures	<u>51,350</u>	<u>81,865</u>	<u>133,500</u>	<u>(51,635)</u>
Cash Receipts Over (Under) Expenditures	(42,615)	(72,057)		<u>(54,643)</u>
Unencumbered Cash - Beginning	<u>325,656</u>	<u>283,041</u>		
Unencumbered Cash - Ending	\$ <u>283,041</u>	<u>210,984</u>		

CITY OF PRATT, KANSAS
Employees Health Insurance Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Reimbursed Expenses	\$ 5,726	10,765	500	10,265
Expenditures				
Contractual	5,974	10,567	1,000	9,567
(a) Adjustment for Qualifying Budget Credit	-	-	10,567	(10,567)
Total Expenditures	5,974	10,567	11,567	(1,000)
Cash Receipts Over (Under) Expenditures	(248)	198		(11,265)
Unencumbered Cash - Beginning	6,401	6,153		
Unencumbered Cash - Ending	\$ 6,153	6,351		
(a) Adjustment for Qualifying Budget Credit				
Reimbursed Expense Over Amount Budgeted			\$ 10,567	

CITY OF PRATT, KANSAS
Special Parks and Recreation Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Alcohol Liquor Tax	\$ 13,266	13,985	14,313	(328)
Interest Income	1,196	792	1,000	(208)
Total Cash Receipts	14,462	14,777	<u>15,313</u>	(536)
Expenditures				
Capital Outlay	2,016	27,757	<u>40,000</u>	(12,243)
Cash Receipts Over (Under) Expenditures	12,446	(12,980)		<u>(11,707)</u>
Unencumbered Cash - Beginning	100,135	112,581		
Unencumbered Cash - Ending	\$ <u>112,581</u>	<u>99,601</u>		

CITY OF PRATT, KANSAS
Special Alcohol Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Alcohol Liquor Tax	\$ 13,266	13,985	14,313	(328)
Interest Income	25	7	-	7
Total Cash Receipts	13,291	13,992	<u>14,313</u>	(321)
Expenditures				
Program Distributions	13,420	14,313	<u>14,313</u>	-
Cash Receipts Over (Under) Expenditures	(129)	(321)		<u>321</u>
Unencumbered Cash - Beginning	4,188	4,059		
Unencumbered Cash - Ending	\$ <u>4,059</u>	<u>3,738</u>		

CITY OF PRATT, KANSAS
Capital Equipment Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest Income	\$ 35,457	27,426
Reimbursed Expenses	7,780	-
Transfers In	880,900	589,900
Total Cash Receipts	924,137	617,326
Expenditures		
Capital Outlay	551,325	512,807
Cash Receipts Over (Under) Expenditures	372,812	104,519
Unencumbered Cash - Beginning	3,205,417	3,578,229
Prior Year Cancelled Encumbrances	-	50,667
Unencumbered Cash - Ending	\$ 3,578,229	3,733,415

CITY OF PRATT, KANSAS
Special Street Reserves Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest Income	\$ 8,352	5,459
Transfers In	250,000	50,000
Total Cash Receipts	258,352	55,459
Expenditures		
Capital Outlay	491,856	46,841
Cash Receipts Over (Under) Expenditures	(233,504)	8,618
Unencumbered Cash - Beginning	1,090,176	856,672
Unencumbered Cash - Ending	\$ 856,672	865,290

CITY OF PRATT, KANSAS
Capital Improvement Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest Income	\$ 17,638	10,559
KDHE Loan Proceeds	247,223	-
Transfers In	163,000	115,000
Total Cash Receipts	427,861	125,559
Expenditures		
Capital Outlay	157,030	25,091
Cash Receipts Over (Under) Expenditures	270,831	100,468
Unencumbered Cash - Beginning	1,124,141	1,394,972
Unencumbered Cash - Ending	\$ 1,394,972	1,495,440

CITY OF PRATT, KANSAS
Fire Fighting Equipment Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest Income	\$ 138	165
Reimbursed Expenses	892	-
Transfers In	41,000	40,670
Total Cash Receipts	42,030	40,835
Expenditures		
Capital Outlay	27,110	5,701
Cash Receipts Over (Under) Expenditures	14,920	35,134
Unencumbered Cash - Beginning	13,794	28,714
Unencumbered Cash - Ending	\$ 28,714	63,848

CITY OF PRATT, KANSAS
Bond and Interest Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Property	\$ 309,234	362,520	363,123	(603)
Delinquent	4,052	11,976	-	11,976
Motor Vehicle	56,651	50,051	47,892	2,159
Special Assessments	16,250	14,421	15,000	(579)
Interest Income	2,212	1,234	600	634
Transfers In	25,400	25,275	25,275	-
Total Cash Receipts	<u>413,799</u>	<u>465,477</u>	<u>451,890</u>	<u>13,587</u>
Expenditures				
Principal Payments	355,000	365,000	365,000	-
Interest Payments	64,750	42,851	55,875	(13,024)
Commission and Fees	-	-	100	(100)
Neighborhood Revitalization Rebate	24,618	47,034	33,910	13,124
Total Expenditures	<u>444,368</u>	<u>454,885</u>	<u>454,885</u>	<u>-</u>
Cash Receipts Over (Under) Expenditures	(30,569)	10,592		<u>(13,587)</u>
Unencumbered Cash - Beginning	<u>46,208</u>	<u>15,639</u>		
Unencumbered Cash - Ending	\$ <u>15,639</u>	<u>26,231</u>		

CITY OF PRATT, KANSAS
Main Street Waterline Project Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Loan Proceeds	\$ 253,634	-
Expenditures		
Commodities	62,216	-
Capital Outlay	191,418	-
Total Expenditures	253,634	-
Cash Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

CITY OF PRATT, KANSAS
Wastewater Project Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Loan Proceeds	\$ 82,698	59,140
Expenditures		
Capital Outlay	65,377	76,461
Cash Receipts Over (Under) Expenditures	17,321	(17,321)
Unencumbered Cash - Beginning	-	17,321
Unencumbered Cash - Ending	\$ 17,321	-

CITY OF PRATT, KANSAS
Electric Utility Fund
Schedule of 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 Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Electric Use Charges	\$ 9,436,713	9,450,382	10,300,000	(849,618)
Sale of Stock Items	281	-	-	-
Service Fees	6,660	8,265	5,000	3,265
Federal Aid	26,063	22,358	-	22,358
State Aid	-	1,810	-	1,810
Interest Income	33,801	10,470	40,000	(29,530)
Miscellaneous Income	19,996	64,378	50,000	14,378
Reimbursed Expenses	-	5,553	200,000	(194,447)
Total Cash Receipts	<u>9,523,514</u>	<u>9,563,216</u>	<u>10,595,000</u>	<u>(1,031,784)</u>
Expenditures				
Management	195,230	209,248	184,074	25,174
Production	7,434,508	7,384,447	7,781,554	(397,107)
Distribution	1,082,892	1,135,223	1,342,584	(207,361)
Transfers Out	2,614,963	2,258,475	2,658,475	(400,000)
Total Expenditures	<u>11,327,593</u>	<u>10,987,393</u>	<u>11,966,687</u>	<u>(979,294)</u>
Cash Receipts Over (Under) Expenditures	(1,804,079)	(1,424,177)		<u>52,490</u>
Unencumbered Cash - Beginning	3,641,375	1,837,296		
Prior Year Cancelled Encumbrances	-	42,648		
Unencumbered Cash - Ending	\$ <u>1,837,296</u>	<u>455,767</u>		

CITY OF PRATT, KANSAS
Sanitation Fund
Schedule of 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 Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Refuse Charges	\$ 859,793	891,610	870,000	21,610
Interest Income	3,743	1,363	5,000	(3,637)
Miscellaneous Income	529	5,211	-	5,211
Total Cash Receipts	<u>864,065</u>	<u>898,184</u>	<u>875,000</u>	<u>23,184</u>
Expenditures				
Personal Services	447,964	470,699	487,400	(16,701)
Contractual Services	374,274	378,371	369,370	9,001
Commodities	79,476	96,244	66,500	29,744
Capital Outlay	40,795	20,317	30,500	(10,183)
Transfers Out	80,000	30,000	80,000	(50,000)
Total Expenditures	<u>1,022,509</u>	<u>995,631</u>	<u>1,033,770</u>	<u>(38,139)</u>
Cash Receipts Over (Under) Expenditures	(158,444)	(97,447)		<u>(61,323)</u>
Unencumbered Cash - Beginning	<u>402,299</u>	<u>243,855</u>		
Unencumbered Cash - Ending	\$ <u>243,855</u>	<u>146,408</u>		

CITY OF PRATT, KANSAS
Wastewater Treatment Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Sewer Service Charges	\$ 698,504	695,154	700,000	(4,846)
Storm Water Fees	38,850	39,053	40,000	(947)
Interest Income	5,527	4,586	5,500	(914)
Miscellaneous Income	1,577	4,536	-	4,536
Total Cash Receipts	<u>744,458</u>	<u>743,329</u>	<u>745,500</u>	<u>(2,171)</u>
Expenditures				
Personal Services	316,101	320,153	310,774	9,379
Contractual Services	82,355	43,739	69,100	(25,361)
Commodities	119,830	97,700	132,550	(34,850)
Capital Outlay	4,893	-	60,000	(60,000)
Principal Payments	88,742	121,355	114,001	7,354
Interest Payments	25,471	24,518	58,379	(33,861)
Service Fees	2,272	2,227	6,075	(3,848)
Sewer Line Maintenance	10,855	7,624	33,500	(25,876)
Contingencies	6,500	-	-	-
Transfers Out	43,000	120,000	218,000	(98,000)
Total Expenditures	<u>700,019</u>	<u>737,316</u>	<u>1,002,379</u>	<u>(265,063)</u>
Cash Receipts Over (Under) Expenditures	44,439	6,013		<u>(262,892)</u>
Unencumbered Cash - Beginning	<u>657,942</u>	<u>702,381</u>		
Unencumbered Cash - Ending	\$ <u>702,381</u>	<u>708,394</u>		

CITY OF PRATT, KANSAS
Water Utility Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Water Sales	\$ 744,661	750,330	800,000	(49,670)
State Water Tax	-	-	11,000	(11,000)
Interest Income	3,783	2,458	2,500	(42)
Miscellaneous Income	8,188	22,586	20,000	2,586
Reimbursed Expenses	204,129	176,428	172,570	3,858
Total Cash Receipts	960,761	951,802	1,006,070	(54,268)
Expenditures				
Personal Services	320,179	350,129	361,849	(11,720)
Contractual Services	46,566	59,523	64,050	(4,527)
Commodities	123,631	133,027	129,100	3,927
Capital Outlay	133,401	113,727	177,200	(63,473)
Principal Payments	82,889	21,722	45,178	(23,456)
Interest Payments	13,054	24,402	46,554	(22,152)
Service Fees	-	-	4,261	(4,261)
Transfers Out	223,235	250,485	335,485	(85,000)
Total Expenditures	942,955	953,015	1,163,677	(210,662)
Cash Receipts Over (Under) Expenditures	17,806	(1,213)		(156,394)
Unencumbered Cash - Beginning	377,714	395,520		
Prior Year Cancelled Encumbrances	-	6,578		
Unencumbered Cash - Ending	\$ 395,520	400,885		

CITY OF PRATT, KANSAS
Electric Maintenance Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest Income	\$ 3,642	2,656
Transfers In	50,000	-
Total Cash Receipts	53,642	2,656
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	53,642	2,656
Unencumbered Cash - Beginning	338,056	391,698
Unencumbered Cash - Ending	<u>\$ 391,698</u>	<u>394,354</u>

CITY OF PRATT, KANSAS
Electric Debt Service Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Interest Income	\$ 2,102	1,572	-	1,572
Transfers In	1,119,563	1,123,075	1,123,075	-
Total Cash Receipts	1,121,665	1,124,647	<u>1,123,075</u>	1,572
Expenditures				
Principal Payments	815,000	845,000	845,000	-
Interest Payments	304,563	278,075	278,075	-
Total Expenditures	1,119,563	1,123,075	<u>1,123,075</u>	-
Cash Receipts Over (Under) Expenditures	2,102	1,572		<u>(1,572)</u>
Unencumbered Cash - Beginning	229,696	231,798		
Unencumbered Cash - Ending	\$ <u>231,798</u>	<u>233,370</u>		

CITY OF PRATT, KANSAS
Wastewater Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest Income	\$ 4,479	2,813
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	4,479	2,813
Unencumbered Cash - Beginning	410,397	414,876
Unencumbered Cash - Ending	\$ 414,876	417,689

CITY OF PRATT, KANSAS
Water Debt Service Fund
Schedule of 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 Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Interest Income	\$ 534	368	-	368
Transfers In	164,835	169,210	169,210	-
Total Cash Receipts	165,369	169,578	<u>169,210</u>	368
Expenditures				
Principal Payments	125,000	135,000	135,000	-
Interest Payments	39,835	34,210	34,210	-
Total Expenditures	164,835	169,210	<u>169,210</u>	-
Cash Receipts Over (Under) Expenditures	534	368		<u>(368)</u>
Unencumbered Cash - Beginning	53,687	54,221		
Unencumbered Cash - Ending	\$ 54,221	54,589		

CITY OF PRATT, KANSAS
Water Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest Income	\$ 1,653	1,114
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	1,653	1,114
Unencumbered Cash - Beginning	162,539	164,192
Unencumbered Cash - Ending	\$ 164,192	165,306

CITY OF PRATT, KANSAS
Water Debt Reserve Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Interest Income	\$ 2,559	1,723
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	2,559	1,723
Unencumbered Cash - Beginning	251,609	254,168
Unencumbered Cash - Ending	\$ 254,168	255,891

CITY OF PRATT, KANSAS
Park Improvement Trust Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Donations	\$ -	30,845
Interest Income	1,341	904
Total Cash Receipts	1,341	31,749
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	1,341	31,749
Unencumbered Cash - Beginning	131,822	133,163
Unencumbered Cash - Ending	\$ 133,163	164,912

CITY OF PRATT, KANSAS
Cemetery Trust Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Donations	\$ 940	2,325
Interest Income	4,045	2,722
Total Cash Receipts	4,985	5,047
Expenditures		
Commodities	699	-
Cash Receipts Over (Under) Expenditures	4,286	5,047
Unencumbered Cash - Beginning	395,298	399,584
Unencumbered Cash - Ending	\$ 399,584	404,631

CITY OF PRATT, KANSAS
Recreation Trust Fund
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Donations	\$ 4,890	1,157
Interest Income	2,123	1,277
Miscellaneous Income	27,775	19,998
Total Cash Receipts	<u>34,788</u>	<u>22,432</u>
Expenditures		
Contractual Services	5,026	-
Commodities	15,000	26,927
Capital Outlay	19,438	12,351
Total Expenditures	<u>39,464</u>	<u>39,278</u>
Cash Receipts Over (Under) Expenditures	(4,676)	(16,846)
Unencumbered Cash - Beginning	<u>196,337</u>	<u>191,661</u>
Unencumbered Cash - Ending	<u>\$ 191,661</u>	<u>174,815</u>

CITY OF PRATT, KANSAS
Agency Funds
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2012

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Agency Funds				
Sales Tax	\$ 853	293,325	291,297	2,881
Customer Deposits	94,460	63,832	51,871	106,421
Total	\$ 95,313	357,157	343,168	109,302