

Computation to Determine Limit for 2011

| | Amount of Levy |
|---|----------------------------|
| 1. Total Tax Levy Amount in 2010 Budget | + \$ <u>3,165,761</u> |
| 2. Debt Service Levy in 2010 Budget | - \$ <u>729,367</u> |
| 3. Tax Levy Excluding Debt Service | \$ <u>2,436,394</u> |
| 2010 Valuation Information for Valuation Adjustments: | |
| 4. New Improvements for 2010: | + <u>388,931</u> |
| 5. Increase in Personal Property for 2010: | |
| 5a. Personal Property 2010 | + <u>1,823,676</u> |
| 5b. Personal Property 2009 | - <u>2,314,878</u> |
| 5c. Increase in Personal Property (5a minus 5b) | + <u>0</u> |
| | (Use Only if > 0) |
| 6. Valuation of annexed territory for 2010 | |
| 6a. Real Estate | + <u>0</u> |
| 6b. State Assessed | + <u>0</u> |
| 6c. New Improvements | - <u>0</u> |
| 6d. Total Adjustment (Sum of 6a, 6b, and 6c) | + <u>0</u> |
| 7. Valuation of Property that has Changed in Use during 2010 | <u>856,254</u> |
| 8. Total Valuation Adjustment (Sum of 4, 5c, 6d & 7) | <u>1,245,185</u> |
| 9. Total Estimated Valuation July 1, 2010 | <u>46,424,691</u> |
| 10. Total Valuation less Valuation Adjustment (9 minus 8) | <u>45,179,506</u> |
| 11. Factor for Increase (8 divided by 10) | <u>0.02756</u> |
| 12. Amount of Increase (11 times 3) | + \$ <u>67,149</u> |
| 13. Maximum Tax Levy, excluding debt service, without an Ordinance (3 plus 12) | \$ <u>2,503,543</u> |
| 14. Debt Service in this 2011 Budget | <u>672,426</u> |
| 15. Maximum levy, including debt service, without an Ordinance (13 plus 14) | <u>3,175,969</u> |

If the 2011 budget includes tax levies exceeding the total on line 15, you must adopt an ordinance to exceed this limit, publish the ordinance, and attach a copy of the published ordinance to this budget.

Allocation of Motor, Recreational, 16/20M Vehicle Tax & Slider

| Budgeted Fund for 2010 | Budget Tax Levy Amt for 2009 | Allocation for Year 2011 | | | |
|---------------------------|---------------------------------|--------------------------|--------------|--------------|----------|
| | | MVT | RVT | 16/20M Veh | Slider |
| General | 2,168,584 | 386,065 | 4,499 | 3,008 | 0 |
| Debt Service | 729,367 | 129,847 | 1,513 | 1,012 | 0 |
| Library | 267,810 | 47,677 | 556 | 371 | 0 |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| TOTAL | 3,165,761 | 563,589 | 6,568 | 4,391 | 0 |

| | | | | |
|---|----------------|----------------|----------------|----------------|
| County Treas Motor Vehicle Estimate | <u>563,589</u> | | | |
| County Treasurers Recreational Vehicle Estimate | | <u>6,568</u> | | |
| County Treasurers 16/20M Vehicle Estimate | | | <u>4,391</u> | |
| County Treasurers Slider Estimate | | | | <u>0</u> |
| Motor Vehicle Factor | <u>0.17803</u> | | | |
| Recreational Vehicle Factor | | <u>0.00207</u> | | |
| 16/20M Vehicle Factor | | | <u>0.00139</u> | |
| Slider Factor | | | | <u>0.00000</u> |

City of Arkansas City

2011

FUND PAGE FOR FUNDS WITH A TAX LEVY

| Adopted Budget Library | Prior Year Actual 2009 | Current Year Estimate 2010 | Proposed Budget Year 2011 |
|---|---------------------------|-------------------------------|-------------------------------|
| Unencumbered Cash Balance Jan 1 | 0 | 0 | 0 |
| Receipts: | | | |
| Ad Valorem Tax | 264,025 | 267,810 | XXXXXXXXXXXXXXXXXXXX |
| Delinquent Tax | 7,615 | | |
| Motor Vehicle Tax | 43,692 | 26,311 | 47,677 |
| Recreational Vehicle Tax | 456 | | 556 |
| 16/20M Vehicle Tax | 213 | | 371 |
| Slider | | | 0 |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 316,001 | 294,121 | 48,604 |
| Resources Available: | 316,001 | 294,121 | 48,604 |
| Expenditures: | | | |
| Library Distribution | 316,001 | 294,121 | 314,768 |
| Neighborhood Revitalization Rebate | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditures | | | |
| Total Expenditures | 316,001 | 294,121 | 314,768 |
| Unencumbered Cash Balance Dec 31 | 0 | 0 | XXXXXXXXXXXXXXXXXXXX |
| 2009/2010 Budget Authority Amount: | 317,000 | 317,658 | Non-Appr Bal |
| | | | Tot Exp/Non-Appr Bal |
| | | | 314,768 |
| | | | Tax Required |
| | | | 266,164 |
| | | | Del Comp Rate: 1.76% |
| | | | 4,684 |
| | | | Amount of 2010 Ad Valorem Tax |
| | | | 270,848 |

Adopted Budget

| Adopted Budget 0 | Prior Year Actual 2009 | Current Year Estimate 2010 | Proposed Budget Year 2011 |
|---|---------------------------|-------------------------------|-------------------------------|
| Unencumbered Cash Balance Jan 1 | | | 0 |
| Receipts: | | | |
| Ad Valorem Tax | | 0 | XXXXXXXXXXXXXXXXXXXX |
| Delinquent Tax | | | |
| Motor Vehicle Tax | | | |
| Recreational Vehicle Tax | | | |
| 16/20M Vehicle Tax | | | |
| Slider | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 0 | 0 | 0 |
| Resources Available: | 0 | 0 | 0 |
| Expenditures: | | | |
| Neighborhood Revitalization Rebate | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditures | | | |
| Total Expenditures | 0 | 0 | 0 |
| Unencumbered Cash Balance Dec 31 | 0 | 0 | XXXXXXXXXXXXXXXXXXXX |
| 2009/2010 Budget Authority Amount: | 0 | 0 | Non-Appr Bal |
| | | | Tot Exp/Non-Appr Bal |
| | | | 0 |
| | | | Tax Required |
| | | | 0 |
| | | | Del Comp Rate: 1.76% |
| | | | 0 |
| | | | Amount of 2010 Ad Valorem Tax |
| | | | 0 |

City of Arkansas City

2011

FUND PAGE FOR FUNDS WITH NO TAX LEVY

| Adopted Budget Special Highway | Prior Year Actual 2009 | Current Year Estimate 2010 | Proposed Budget Year 2011 |
|--|---------------------------|-------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | 161,009 | 244,199 | 153,439 |
| Receipts: | | | |
| State of Kansas Gas Tax | 335,147 | 0 | 53,043 |
| County Transfers Gas | | 0 | 0 |
| Refund of Expenditure | 45,641 | 330,000 | 276,957 |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | 38 | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 380,826 | 330,000 | 330,000 |
| Resources Available: | 541,835 | 574,199 | 483,439 |
| Expenditures: | | | |
| Salaries | 41,416 | 62,260 | 64,100 |
| Contractual | 92,974 | 76,200 | 93,700 |
| Commodities | 159,064 | 188,300 | 166,550 |
| Capital Outlay | 4,182 | 94,000 | 85,000 |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditure | | | |
| Total Expenditures | 297,636 | 420,760 | 409,350 |
| Unencumbered Cash Balance Dec 31 | 244,199 | 153,439 | 74,089 |
| 2009/2010 Budget Authority Amount: | 388,595 | 443,434 | |

Adopted Budget

| Special Recreation | Prior Year Actual 2009 | Current Year Estimate 2010 | Proposed Budget Year 2011 |
|--|---------------------------|-------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | 17,035 | 18,635 | 17,892 |
| Receipts: | | | |
| Alcohol Tax | 14,500 | 13,257 | 14,323 |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 14,500 | 13,257 | 14,323 |
| Resources Available: | 31,535 | 31,892 | 32,215 |
| Expenditures: | | | |
| Contributions | 10,000 | 10,000 | 10,000 |
| Refund of Expenditure | -5,030 | | |
| Supplies | 7,930 | 4,000 | 6,200 |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditure | | | |
| Total Expenditures | 12,900 | 14,000 | 16,200 |
| Unencumbered Cash Balance Dec 31 | 18,635 | 17,892 | 16,015 |
| 2009/2010 Budget Authority Amount: | 15,000 | 14,000 | |

City of Arkansas City

2011

FUND PAGE FOR FUNDS WITH NO TAX LEVY

| Adopted Budget | Prior Year Actual | Current Year Estimate | Proposed Budget Year |
|--|-------------------|-----------------------|----------------------|
| Street Maintenance | 2009 | 2010 | 2011 |
| Unencumbered Cash Balance Jan 1 | 144,939 | 144,192 | 124,192 |
| Receipts: | | | |
| Electric Franchise Tax | 116,205 | 100,000 | 100,000 |
| | | | |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 116,205 | 100,000 | 100,000 |
| Resources Available: | 261,144 | 244,192 | 224,192 |
| Expenditures: | | | |
| Street Repair | 120,272 | 120,000 | 140,000 |
| Refund of Expenditure | -3,320 | | |
| | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditure | | | |
| Total Expenditures | 116,952 | 120,000 | 140,000 |
| Unencumbered Cash Balance Dec 31 | 144,192 | 124,192 | 84,192 |
| 2009/2010 Budget Authority Amount: | 120,000 | 120,000 | |

Adopted Budget

| Tourism | Prior Year Actual | Current Year Estimate | Proposed Budget Year |
|--|-------------------|-----------------------|----------------------|
| | 2009 | 2010 | 2011 |
| Unencumbered Cash Balance Jan 1 | 59,906 | 63,537 | 63,537 |
| Receipts: | | | |
| Transient Guest Tax | 71,852 | 70,000 | 70,000 |
| | | | |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 71,852 | 70,000 | 70,000 |
| Resources Available: | 131,758 | 133,537 | 133,537 |
| Expenditures: | | | |
| Contractual | 65,830 | 70,000 | 70,000 |
| Commodities | 2,391 | | |
| | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditure | | | |
| Total Expenditures | 68,221 | 70,000 | 70,000 |
| Unencumbered Cash Balance Dec 31 | 63,537 | 63,537 | 63,537 |
| 2009/2010 Budget Authority Amount: | 70,000 | 70,000 | |

City of Arkansas City

2011

FUND PAGE FOR FUNDS WITH NO TAX LEVY

| Adopted Budget Special Alcohol | Prior Year Actual 2009 | Current Year Estimate 2010 | Proposed Budget Year 2011 |
|---|---------------------------|-------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | 15,980 | 26,580 | 31,837 |
| Receipts: | | | |
| Alcohol Tax | 14,500 | 13,257 | 14,323 |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 14,500 | 13,257 | 14,323 |
| Resources Available: | 30,480 | 39,837 | 46,160 |
| Expenditures: | | | |
| Contributions | 3,900 | 8,000 | 8,000 |
| | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditures | | | |
| Total Expenditures | 3,900 | 8,000 | 8,000 |
| Unencumbered Cash Balance Dec 31 | 26,580 | 31,837 | 38,160 |
| 2009/2010 Budget Authority Amount: | 8,000 | 8,000 | |

Adopted Budget

| Economic Development | Prior Year Actual 2009 | Current Year Estimate 2010 | Proposed Budget Year 2011 |
|---|---------------------------|-------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | 136,899 | 118,305 | 133,305 |
| Receipts: | | | |
| Electric Franchise Tax | 116,206 | 100,000 | 100,000 |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 116,206 | 100,000 | 100,000 |
| Resources Available: | 253,105 | 218,305 | 233,305 |
| Expenditures: | | | |
| Other Professional Services | 134,800 | 85,000 | 100,000 |
| | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditures | | | |
| Total Expenditures | 134,800 | 85,000 | 100,000 |
| Unencumbered Cash Balance Dec 31 | 118,305 | 133,305 | 133,305 |
| 2009/2010 Budget Authority Amount: | 160,000 | 85,000 | |

City of Arkansas City

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FUND PAGE FOR FUNDS WITH NO TAX LEVY

| Adopted Budget | Prior Year Actual | Current Year Estimate | Proposed Budget Year |
|---|-------------------|-----------------------|----------------------|
| Stormwater | 2009 | 2010 | 2011 |
| Unencumbered Cash Balance Jan 1 | 376,671 | 350,140 | 364,190 |
| Receipts: | | | |
| Stormwater Management Fees | 196,697 | 200,000 | 200,000 |
| Refund of Expenditures | 7,860 | | |
| | | | |
| Interest on Idle Funds | 5,272 | 5,000 | 4,000 |
| Miscellaneous | 115 | 200 | 200 |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 209,944 | 205,200 | 204,200 |
| Resources Available: | 586,615 | 555,340 | 568,390 |
| Expenditures: | | | |
| Salaries | 90,758 | 91,150 | 99,325 |
| Contractual | 112,721 | 100,000 | 100,000 |
| Transfer | 32,996 | 0 | 0 |
| | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditures | | | |
| Total Expenditures | 236,475 | 191,150 | 199,325 |
| Unencumbered Cash Balance Dec 31 | 350,140 | 364,190 | 369,065 |
| 2009/2010 Budget Authority Amount: | 267,850 | 191,150 | |

Adopted Budget

| Adopted Budget | Prior Year Actual | Current Year Estimate | Proposed Budget Year |
|---|-------------------|-----------------------|----------------------|
| Hospital Improvement | 2009 | 2010 | 2011 |
| Unencumbered Cash Balance Jan 1 | 14,406 | 580,983 | 580,983 |
| Receipts: | | | |
| Sales Tax | 440,431 | 700,000 | 700,000 |
| Sale of Property | 124,388 | 0 | 0 |
| | | | |
| Interest on Idle Funds | 1,758 | 4,000 | 1,000 |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 566,577 | 704,000 | 701,000 |
| Resources Available: | 580,983 | 1,284,983 | 1,281,983 |
| Expenditures: | | | |
| Other Professional Services | 0 | 704,000 | 701,000 |
| | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditures | | | |
| Total Expenditures | 0 | 704,000 | 701,000 |
| Unencumbered Cash Balance Dec 31 | 580,983 | 580,983 | 580,983 |
| 2009/2010 Budget Authority Amount: | 0 | 750,000 | |

City of Arkansas City

2011

FUND PAGE FOR FUNDS WITH NO TAX LEVY

| Adopted Budget Street Improvement | Prior Year Actual 2009 | Current Year Estimate 2010 | Proposed Budget Year 2011 |
|---|---------------------------|-------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | 0 | 440,431 | 440,431 |
| Receipts: | | | |
| Sales Tax | 440,431 | 700,000 | 700,000 |
| | | | |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 440,431 | 700,000 | 700,000 |
| Resources Available: | 440,431 | 1,140,431 | 1,140,431 |
| Expenditures: | | | |
| Other Professional Services | 0 | 700,000 | 700,000 |
| | | | |
| | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditur | | | |
| Total Expenditures | 0 | 700,000 | 700,000 |
| Unencumbered Cash Balance Dec 31 | 440,431 | 440,431 | 440,431 |
| 2009/2010 Budget Authority Amount: | 0 | 750,700 | |

Adopted Budget

| 0 | Prior Year Actual 2009 | Current Year Estimate 2010 | Proposed Budget Year 2011 |
|---|---------------------------|-------------------------------|------------------------------|
| Unencumbered Cash Balance Jan 1 | | 0 | 0 |
| Receipts: | | | |
| | | | |
| | | | |
| Interest on Idle Funds | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Receipts | | | |
| Total Receipts | 0 | 0 | 0 |
| Resources Available: | 0 | 0 | 0 |
| Expenditures: | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| Miscellaneous | | | |
| Does miscellaneous exceed 10% of Total Expenditur | | | |
| Total Expenditures | 0 | 0 | 0 |
| Unencumbered Cash Balance Dec 31 | 0 | 0 | 0 |
| 2009/2010 Budget Authority Amount: | 0 | 0 | |

AFFIDAVIT OF PUBLICATION

STATE OF KANSAS, COWLEY COUNTY,
 ss: ARTY HICKS

being first duly sworn, deposes and says: That he is advertising director of The Arkansas City Traveler, a Daily newspaper printed in the State of Kansas, and published in and of a general circulation on a Daily basis in Cowley County, Kansas and that said newspaper is not a trade, religious or fraternal publication.

Said newspaper is a daily published at least weekly 50 times a year; has been so published continuously and uninterruptedly in said county and state for a period of more than five years prior to the first publication of said notice; and has been admitted at the post office of Arkansas City in said County as second class matter.

That the attached notice is a true copy thereof and was published in a true the regular and entire issue of said newspaper for one consecutive day the 23rd day of July, 2010, with subsequent publication being made on the following dates:

_____ 2010 _____ 2010
 _____ 2010 _____ 2010
 _____ 2010 _____ 2010

[Signature]
 (ARTY HICKS)

Subscribed and sworn to before me this 26th day of July, 2010

[Signature]
 Notary Public

CAROL S. KINCAID
 Notary Public - State of Kansas
 My Appt. Expires

My commission expires: Jan. 10, 2012
 Printers fee \$ 9900
 Additional Copies \$ 150



(First published in the Arkansas City Traveler, Friday, July 23, 2010.)

NOTICE OF BUDGET HEARING

The governing body of City of Arkansas City will meet on August 2, 2010 at 5:00 PM at City Hall for the purpose of hearing and answering objections of taxpayers relating to the proposed use of all funds and the amount of tax levied thereon. Detailed budget information is available at City Hall and will be available in this hearing.

BUDGET SUMMARY
 Proposed Budget 2011 Expenditures and Amount of 2010 Ad Valorem Tax levied. We continue items of the 2010 budget. Estimated Tax Rate is subject to change depending on the final proposed budget.

| FUND | Prior Year Actuals FY 2009 | | Current Year Estimate for 2010 | | Proposed Budget for 2011 | | Rateable Tax Rate * |
|----------------------|----------------------------|---------------|--------------------------------|---------------|--------------------------|-------------------------------|---------------------|
| | Expenditures | Tax Rate % | Expenditures | Tax Rate % | Expenditures | Amount of 2010 Ad Valorem Tax | |
| General | 2,111,863 | 18.721 | 2,113,313 | 18.713 | 2,093,824 | 6,820,742 | 27.337 |
| Debt Service | 1,241,210 | 12.213 | 1,312,829 | 12.211 | 1,327,441 | 672,520 | 16.484 |
| Library | 116,001 | 3.854 | 254,111 | 3.703 | 214,744 | 280,149 | 5.824 |
| Special Highway | 107,610 | | 470,700 | | 400,150 | | |
| Special Recreation | 12,900 | | 12,000 | | 12,000 | | |
| Street Maintenance | 118,572 | | 120,000 | | 120,000 | | |
| Tourism | 24,333 | | 70,000 | | 70,000 | | |
| Special Alcohol | 3,900 | | 3,900 | | 3,900 | | |
| Economic Development | 112,800 | | 1,000 | | 100,000 | | |
| Emergency | 2,527.5 | | 13,125 | | 13,125 | | |
| Hospital Improvement | | | 504,000 | | 504,000 | | |
| Street Improvement | | | 200,000 | | 200,000 | | |
| Water | 2,611,433 | | 1,660,892 | | 1,344,124 | | |
| Sewer | 1,185,207 | | 2,017,831 | | 2,241,210 | | |
| Sanitation | 1,268,915 | | 1,276,833 | | 1,321,011 | | |
| Non-Budgeted Funds | 2,544,347 | | | | | | |
| Total | 11,647,249 | 47.850 | 11,094,109 | 47.718 | 10,892,516 | 11,501,131 | 67.887 |
| Less: Transfers | 670,000 | | 715,000 | | 715,000 | | |
| Net Expenditures | 10,977,249 | | 10,379,109 | | 10,177,516 | | |
| Total Tax Levied | 3,207,264 | | 3,167,761 | | 3,043,820 | | |
| Assessed Valuation | 47,213,206 | | 46,763,863 | | 25,924,821 | | |

| Outstanding Indebtedness, January 1, | 2008 | 2009 | 2010 |
|--------------------------------------|-------------------|-------------------|------------------|
| G.O. Bonds | 6,681,000 | 7,763,700 | 8,370,000 |
| Revenue Bonds | 0 | 0 | 0 |
| Other | 7,842,911 | 2,192,465 | 1,111,493 |
| Lease Purchase Principal | 394,619 | 132,916 | 0 |
| Total | 14,912,430 | 10,190,081 | 9,481,493 |

* Tax rate is expressed in mills