

**CITY OF COFFEYVILLE, KANSAS**

Financial Statement and  
Independent Auditors' Report with  
Supplemental Information and  
Federal Audit Compliance Section

For the Year Ended December 31, 2011

# CITY OF COFFEYVILLE, KANSAS

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**JARRED, GILMORE & PHILLIPS, PA**  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT**

Honorable Mayor and City Commissioners  
City of Coffeyville, Kansas

We have audited the summary statement of cash receipts, expenditures, and unencumbered cash balances of the City of Coffeyville, Kansas, as of and for the year ended December 31, 2011. This financial statement is the responsibility of the City of Coffeyville, Kansas' management. Our responsibility is to express an opinion on the financial statement based on our audit. We did not audit the financial statements of the Coffeyville Regional Medical Center, Inc., which statements reflect unencumbered cash of \$9,154,877.00 as of December 31, 2011, and total cash receipts of \$37,137,679.00 for the year then ended. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Coffeyville Regional Medical Center, Inc., is based on the report of the other auditors. The prior year summarized comparative information has been derived from the City's 2010 financial statement and, in our report dated June 27, 2011, we expressed an unqualified opinion on the financial statement of the City of Coffeyville, Kansas, prepared in accordance with the statutory basis of accounting.

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

As described more fully in Note 1, the City of Coffeyville, Kansas has prepared this financial statement using accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between these statutory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Coffeyville, Kansas, as of December 31, 2011, or the respective changes in financial position and changes in cash flows, where applicable, for the year then ended.

In our opinion, the financial statement referred above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Coffeyville, Kansas, as of December 31, 2011, and the aggregate cash receipts and expenditures for the year then ended, on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2012, on our consideration of the City of Coffeyville, Kansas' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statement. The summary of expenditures-actual and budget, individual fund schedules of cash receipts and expenditures-actual and budget, schedule of cash receipts and expenditures-agency funds, schedule of cash receipts and expenditures-component units (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the statutory financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statement. 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 financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement as a whole.



JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

June 21, 2012  
Chanute, Kansas

CITY OF COFFEYVILLE, KANSAS

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

Funds	Beginning Unencumbered Cash Balances		Cash Receipts		Expenditures		Ending Unencumbered Cash Balances		Add		Cash Balance December 31,			
									Encumbrances and Accounts Payable	2011	2010			
General Fund	\$	181,904.92	\$	13,634,106.93	\$	13,360,249.75	\$	455,762.10	\$	151,941.99	\$	607,704.09	\$	300,999.40
Special Revenue Funds:														
Library		17,804.87		348,442.07		343,237.71		23,009.23		12.00		23,021.23		17,804.87
Local Alcohol Liquor		92,116.31		39,331.74		38,116.99		93,331.06		-		93,331.06		93,240.68
Capital Equipment		160,719.87		478,816.65		419,391.48		220,145.04		344.64		220,489.68		190,721.43
911 Emergency System		1,626.63		41,025.24		40,952.72		1,699.15		5,537.28		7,236.43		2,802.41
Capital Improvement Reserve		6,053,345.32		4,944,136.42		2,454,948.91		8,542,532.83		732,105.00		9,274,637.83		6,175,013.54
Community Development		144,665.99		8,539.15		600.00		152,605.14		-		152,605.14		144,665.99
Airport Holding		8,521.39		30,949.50		28,883.03		10,587.86		713.75		11,301.61		9,312.93
Risk Management		961,708.03		1,865,747.15		1,547,598.43		1,279,856.75		845.49		1,280,702.24		962,201.68
Golf Course		1,671.53		381,949.20		382,899.47		721.26		5,208.45		5,929.71		4,381.21
Youth Activities Center		5,112.20		38,210.22		36,754.49		6,567.93		1,316.73		7,884.66		6,384.88
Police VIN		231.00		15,105.00		14,554.50		781.50		13,073.50		13,855.00		256.00
Aquatic Center Operations		1,426.34		106,977.71		106,972.76		1,431.29		726.01		2,157.30		1,456.02
Business Development Training Center		100,644.24		44,170.00		26,285.43		118,528.81		-		118,528.81		100,644.24
Business Development Training Center Reserve		57,198.04		-		-		57,198.04		-		57,198.04		57,198.04
Veterans Memorial Stadium		18,672.64		9,095.37		9,158.99		18,609.02		259.82		18,868.84		18,868.83
Veterans Memorial Stadium														
Depreciation & Replacement Reserve		256,839.75		75,000.00		9,129.48		322,710.27		-		322,710.27		256,839.75
USD #445 Sales Tax		593,894.97		870,023.38		851,526.00		612,392.35		-		612,392.35		593,894.97
CRMC Sales Tax		2,759,057.66		870,023.38		560,280.19		3,068,800.85		-		3,068,800.85		2,759,057.66
Debt Service Funds:														
1/2 Cent Sales Tax IRB Debt		200,456.81		470,000.00		417,912.50		252,544.31		-		252,544.31		200,456.81
G.O. Bond & Interest		384,978.15		4,131,319.51		4,496,137.83		20,159.83		-		20,159.83		2,343,478.88
Capital Projects Funds:														
Memorial Hall Building		12,834.07		-		12,834.07		-		-		-		12,834.07
Miscellaneous Projects		2,590.87		295,520.81		286,418.16		11,693.52		16,488.40		28,181.92		2,590.87
Airport Special Projects		51,042.53		535,790.00		579,944.31		6,888.22		2,056.01		8,944.23		53,526.87
Golf Course Depreciation and Replacement		91,071.23		680.59		-		91,751.82		-		91,751.82		91,071.23
Law Enforcement Projects		10,810.66		3,228.00		3,228.00		10,810.66		-		10,810.66		10,810.66
Enterprise Funds:														
Electric Utility		1,025,139.70		48,330,311.21		48,051,942.42		1,303,508.49		3,274,283.26		4,577,791.75		4,208,568.78
Electric R & I Reserves		1,816,592.24		2,140,000.00		1,643,056.23		2,313,536.01		128,441.79		2,441,977.80		2,138,966.07
Electric Debt Service		174,891.62		1,060,097.22		1,060,097.22		174,891.62		-		174,891.62		174,891.62
Electric Surplus		721,866.14		1,417,979.00		1,158,160.00		981,685.14		-		981,685.14		721,866.14
Water and Sewer Utility		932,494.13		4,821,812.98		5,017,787.05		736,520.06		76,565.65		813,085.71		1,032,035.15
Water and Sewer Depreciation and Replacement		2,336,776.83		304,674.61		619,377.99		2,022,073.45		349,961.20		2,372,034.65		2,679,186.74

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

**Statement 1 (Continued)**

**CITY OF COFFEYVILLE, KANSAS**

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

Funds	Beginning Unencumbered Cash Balances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Add Encumbrances and Accounts Payable	Cash Balance	
						2011	2010
Enterprise Funds (continued):							
Water and Sewer Debt Service	\$ 261,849.61	\$ 3,459,146.59	\$ 3,459,153.08	\$ 261,843.12	\$ -	\$ 261,843.12	\$ 261,849.61
Stormwater Utility	19,174.73	154,754.53	159,975.46	13,953.80	1,726.86	15,680.66	20,277.22
Stormwater Depreciation and Replacement	44,642.97	30,000.00	52,239.48	22,403.49	2,913.46	25,316.95	60,325.89
Refuse/Trash Utility	111,018.54	617,148.19	541,423.64	186,743.09	45,158.40	231,901.49	152,951.84
Internet Utility	110,940.66	238,428.35	220,085.36	129,283.65	1,912.64	131,196.29	115,223.51
Meter Deposit	-	128,251.32	128,251.32	-	367,820.14	367,820.14	365,865.14
<b>Total Primary Government (Excluding Agency Funds)</b>	<b>19,726,333.19</b>	<b>91,940,792.02</b>	<b>88,139,564.45</b>	<b>23,527,560.76</b>	<b>5,179,412.47</b>	<b>28,706,973.23</b>	<b>26,342,521.63</b>
Component Units							
Coffeyville Public Library	94,525.28	378,543.34	352,378.77	120,689.85	3,112.46	123,802.31	98,404.14
Coffeyville Firefighter's Relief Association	213,334.13	100,718.70	139,816.31	174,236.52	-	174,236.52	213,334.13
Coffeyville Regional Medical Center	13,787,030.00	37,137,679.00	41,769,832.00	9,154,877.00	4,169,754.00	13,324,631.00	17,392,986.00
Coffeyville Community Enhancement Foundation	15,259.33	2,517.32	2,579.18	15,197.47	-	15,197.47	15,259.33
<b>Total Reporting Entity (Excluding Agency Funds)</b>	<b>\$ 33,836,481.93</b>	<b>\$ 129,560,250.38</b>	<b>\$ 130,404,170.71</b>	<b>\$ 32,992,561.60</b>	<b>\$ 9,352,278.93</b>	<b>\$ 42,344,840.53</b>	<b>\$ 44,062,505.23</b>
Composition of Cash:							
Petty Cash Accounts and Working Balance						\$ 4,502.50	\$ 4,502.50
Checking Accounts:							
City Treasurer						14,171,122.37	11,972,102.28
Payroll Account						46,330.28	43,138.76
Perpetual Care Account						76,072.55	74,760.60
Water and Light Refund Account						469,628.12	450,927.71
Health Insurance Flex Plan Account						4,978.71	9,492.55
Municipal Court Account						23,735.41	16,468.31
Money Market Accounts:							
City Treasurer						1,232,989.51	1,229,929.75
Escrow						274,254.45	273,573.86
Trust Accounts:							
U.S. Government Securities						12,546,187.02	12,427,657.88
Total Cash						28,849,800.92	26,502,554.20
Less : Agency Funds Per Schedule 3						(142,827.69)	(160,032.57)
Total Primary Government						28,706,973.23	26,342,521.63
Total Component Units						13,637,867.30	17,719,983.60
Total Reporting Entity (Excluding Agency Funds)						\$ 42,344,840.53	\$ 44,062,505.23

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

## CITY OF COFFEYVILLE, KANSAS

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

### **1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Coffeyville, Kansas, (the City) is incorporated as a city of the first class, under the provision of K.S.A. 13-101 *et seq.* The City operates under a Commission-City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, electric, water and sewer, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

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

#### Reporting Entity

The City of Coffeyville, Kansas (the City) is a municipal corporation governed by an elected five member commission. This financial statement presents the City of Coffeyville, Kansas (the primary government), and its component units. The component units are included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

#### Discretely Presented Component Units

The component units section of the financial statement and schedules includes the financial data of the discretely presented component units. These component units are reported separately to emphasize that they are legally separate from the City. The governing bodies of these component units are appointed by the City, except for the Firefighter's Relief Association which elects its own officers.

#### Coffeyville Public Library

The City of Coffeyville Library Board operates the City's public library. Acquisition or disposition of real property by the Board must be approved by the City. Separate financial statements are available at the Library.

#### Coffeyville Firefighter's Relief Association

The Coffeyville Firefighter's Relief Association is operated by the City's firefighters. Officers are elected by the firefighters. The Firefighter's Relief Association is housed in the City's offices, but is operated independent of the City's governing body. Separate financial statements are not prepared by the Association.

#### Coffeyville Regional Medical Center

The Medical Center Board of Trustees operates the City's hospital. The hospital can sue and be sued, and can buy, sell, or lease real property. Bond issuances must be approved by the City. Audited financial statements are available at the Medical Center.



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

Discretely Presented Component Units (Continued)

Coffeyville Community Enhancement Foundation

Coffeyville Community Enhancement Foundation is a 501c(3) corporation whose Board of Directors is the current City Commission. This corporation was established to create an avenue for entities, whose bylaws restrict their donations to 501c(3) entities, to make donations for city projects (i.e. Midland Theater restoration). If money is received for projects, it is paid to the City as a reimbursement as the project progresses. Many people have given to special projects, therefore, the money is segregated in the Foundation's books for each project. Separate financial statements are not prepared by the Foundation.

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

Fund Accounting

The accounts of the City are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its cash, liabilities, fund equity, revenues and expenditures. The various funds are grouped by type in the financial statements. The types of funds maintained by the City are as follows:

**GOVERNMENTAL FUNDS**

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

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

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

Capital Project Funds - The Capital Project Funds account for capital improvements (except for those financed by proprietary funds), which are financed from the City's general obligation bond issues, special assessments, certain federal grants and other specific receipts.

**PROPRIETARY FUNDS**

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

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

Fund Accounting (Continued)

**FIDUCIARY FUNDS**

Expendable Trust Funds

These funds account for funds held in trust for others. The funds are accounted for in essentially the same manner as governmental funds.

Non-Expendable Trust Funds

These funds are used to account for assets held by the City in a trustee capacity for others, the principal of which may not be expended.

Basis of Presentation – Statutory Basis of Accounting

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

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

Departures 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 expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year-end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with 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, temporary notes, and compensated absences are not presented in the financial statement.

Cash and Investments

Cash includes amounts in demand deposit checking accounts. State statutes authorize cities to invest in demand and time deposits, as well as U.S. Treasury obligations. Investments consist of certificates of deposit and U.S. Treasury Notes, Bills and Savings Bonds and are recorded at cost.

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

### Pension Plan

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

### Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 20 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property.

### Comparative Data

Comparative data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations. However, complete comparative data (i.e., presentation of prior year totals by fund type), in each of the statements have not been presented since their inclusion would make the statements unduly complex and difficult to read.

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

### Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. During the year ended December 31, 2011 the City amended the General Fund, Bond and Interest Fund, Aquatic Center Fund, and Water and Sewer Debt Service Fund.

**2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY** (Continued)

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 statutory 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 municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditures lapse at year-end.

A legal operating budget is not required for capital projects funds, fiduciary funds, permanent funds, and the following special revenue funds:

- Capital Equipment Fund
- 911 Emergency System Fund
- Capital Improvement Reserve Fund
- Risk Management Fund
- Business Development Training Center Reserve Fund
- Veterans Memorial Stadium Depreciation and Replacement 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.

Compliance with Kansas Statutes

Statement 1 and Schedule 1 are designed to show compliance with the cash basis and budget laws of Kansas. As shown in Statement 1 and Schedule 1 the City was in apparent compliance with the Kansas cash basis and budget laws.

Compliance with Revenue Bond Covenants

The City is required, under the ordinances on Revenue Bond Issues, to maintain in its Enterprise Funds certain restricted accounts. The ordinances provide that the following reserve accounts be set up in amounts described below:

<u>RESERVE ACCOUNTS</u>	<u>REQUIRED AMOUNT</u>	<u>ACTUAL AMOUNT</u>
Principal and Interest Account for Electric Utility System Refunding General Obligation Bonds, Series 2004B – requires transfers monthly of 1/6 of next maturing interest and 1/12 of next maturing principal.	\$ 150,687.71	
Principal and Interest Account for Electric Utility Revenue Bonds, Series 2011-A – requires transfers monthly of 1/6 of next maturing interest and 1/12 of next maturing principal.	<u>3,588.42</u>	
	<u>154,276.13</u>	<u>\$ 174,891.62</u>

**2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY** (Continued)

Compliance with Revenue Bond Covenants (Continued)

<u>RESERVE ACCOUNTS</u>	<u>REQUIRED AMOUNT</u>	<u>ACTUAL AMOUNT</u>
Electric Depreciation and Replacement Account – requires \$100,000.00 to be maintained for the Electric Utility System Refunding General Obligation Bonds, Series 2004B and Electric Utility Revenue Bonds, Series 2011-A.	\$ 100,000.00	
Electric Utility Revenue Bonds, Series 2011-A – requires reserves beginning December 21, 2011 in the amount of ten percent of the bond principal in the Electric Depreciation and Replacement Account.	<u>123,500.00</u>	
	<u>223,500.00</u>	<u>\$ 2,313,536.01</u>
Total Reserve at December 31, 2011	<u>\$ 377,776.13</u>	<u>\$ 2,488,427.63</u>

The City agrees to fix, establish, maintain and collect such rates, fees or charges for Electric Utility service furnished by the Electric System, which will be sufficient to enable the City to have, in each fiscal year, a net income in an amount that will be not less than 125% amount required to be paid by the City in the next succeeding fiscal year on account of both principal and interest of all Electric Utility System Bonds of the City at the time outstanding. Net income is defined as gross income less operating expenses, but before any transfers, depreciation and capital expense. For the year ended December 31, 2011, the Electric Utility Fund had net income of \$6,803,378.39 which is 724.96% of the principal and interest requirements for 2012 of \$938,449.26.

**3. DEPOSITS AND INVESTMENTS**

As of December 31, 2011, the City has the following investments.

<u>Investment Type</u>	<u>Cost</u>	<u>Fair Value</u>	<u>Rating</u>
Agency Money Market			
Less than one year maturity	\$ 346,187.02	\$ 346,187.02	N/A
Federal Agency			
One to five year maturity	<u>12,200,000.00</u>	<u>12,257,270.95</u>	AAA
Total Investment	<u>\$ 12,546,187.02</u>	<u>\$ 12,603,457.97</u>	

These investments are reflected at cost in these statutory basis financial statements of the City of Coffeyville, Kansas.

Deposits

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 branch 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.

**3. DEPOSITS AND INVESTMENTS** (Continued)

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. The rating of the City's investments is noted above.

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The City's allocation of investments as of December 31, 2011, is as follows:

<u>Investments</u>	<u>Percentage of Investments</u>
Agency Money Market	2.76%
Federal Agency	97.24%

*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. All deposits were legally secured at December 31, 2011.

At December 31, 2011, the City's carrying amount of deposits was \$16,301,538.90 and the bank balance was \$16,564,461.13. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$539,224.62 was covered by FDIC insurance and \$16,025,236.51 was collateralized with securities held by the pledging financial institutions' agents in the City's name.

#### 4. LONG-TERM LIABILITIES

Changes in long-term liabilities for the City for the year ended December 31, 2011, were as follows:

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds										
Paid With Utility Revenues										
Series 2004 B - Electric Utility	2.50%-4.70%	July 15, 2004	\$ 10,010,000.00	June 1, 2021	\$ 7,775,000.00	-	\$ (580,000.00)		\$ 7,195,000.00	\$ 324,638.76
System Refunding Bonds	3.25%	November 18, 2008	2,930,000.00	November 1, 2011	2,930,000.00	-	(2,930,000.00)		-	95,225.00
Series 2008-1 - Temporary Note	2.25%-4.125%	November 1, 2011	5,900,000.00	November 1, 2031	-	5,900,000.00	-		5,900,000.00	-
Series 2011-A - Refunding										
Revenue Bonds										
Paid with Sales Tax Revenues										
Series 2008 Sales Tax Refunding	3.00%-3.75%	October 14, 2008	2,235,000.00	November 1, 2014	1,535,000.00	-	(365,000.00)		1,170,000.00	52,912.50
Paid With Utility Revenues										
Series 2011-A - Electric Utility	4.00%-4.20%	December 28, 2011	1,235,000.00	June 1, 2023	-	1,235,000.00	-		1,235,000.00	-
Revolving Loans										
Kansas Water Pollution Control Loan										
Industrial Park Force Main Project	3.11%	May 12, 1998	1,628,702.00	March 1, 2020	739,954.19	-	(72,439.26)		667,514.93	22,453.70
Penn Street Project	3.11%	May 22, 1998	3,028,448.15	March 1, 2020	1,629,521.48	-	(159,525.20)		1,469,996.28	49,447.38
Waste Water Treatment Project	3.11%	May 22, 1998	9,188,589.85	March 1, 2021	5,069,517.20	-	(439,491.02)		4,630,026.18	154,271.32
Kansas Public Water Supply Loan										
Water Plant Upgrade Project	4.52%	September 10, 2000	2,504,000.00	August 1, 2023	1,720,246.37	-	(1,720,246.37)		-	100,916.50
Pflister & Industrial Park Project	4.25%	February 26, 2001	418,390.61	February 1, 2023	296,149.04	-	(296,149.04)		-	16,327.87
Twelfth Street Waterline	3.60%	August 15, 2003	466,067.24	August 1, 2025	372,760.33	-	(372,760.33)		-	17,492.28
Water Plant & Reservoir Project	3.63%	October 6, 2009	720,000.00	August 1, 2030	634,260.46	29,674.61	(193,427.46)		470,507.61	14,117.85
Kansas Transportation Loan										
Transportation Loan	4.04%	July 14, 2009	1,014,000.00	August 1, 2029	1,011,974.69	-	(1,011,974.69)		-	54,240.09
Capital Leases										
Blackstart Generators-CNB	5.00%	February 1, 2007	2,000,000.00	August 1, 2026	1,698,319.95	-	(71,424.24)		1,626,895.71	84,034.22
Kubota 4WD Tractor Mower-KSB	5.25%	June 15, 2008	50,739.50	March 1, 2011	17,536.68	-	(17,536.68)		-	920.68
Street Sweeper-CSB	3.26%	November 24, 2009	130,000.00	August 26, 2010	87,393.01	-	(42,986.28)		44,406.73	2,501.26
Total Contractual Indebtedness					25,517,633.40	7,164,674.61	(8,272,960.57)		24,409,347.44	989,499.41
Other Long-Term Liabilities										
Compensated Absences	N/A	N/A	N/A	N/A	658,974.61			\$ 32,833.22	691,807.83	N/A
Compensatory Time	N/A	N/A	N/A	N/A	39,703.18			106.58	39,809.76	N/A
Total Long-Term Liabilities					\$ 26,216,311.19	\$ 7,164,674.61	\$ (8,272,960.57)	\$ 32,939.80	\$ 25,140,965.03	\$ 989,499.41

#### 4. LONG-TERM LIABILITIES (Continued)

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

Principal	2012	2013	2014	2015	2016	2017 - 2021	2022 - 2026	2027 - 2031	Total
General Obligation Bonds									
Series 2004 B - Electric Utility	\$ 590,000.00	\$ 615,000.00	\$ 640,000.00	\$ 670,000.00	\$ 720,000.00	\$ 3,960,000.00	\$ -	\$ -	\$ 7,195,000.00
System Refunding Bonds	325,000.00	325,000.00	325,000.00	325,000.00	330,000.00	1,740,000.00	1,395,000.00	1,135,000.00	5,900,000.00
Series 2011-A - Refunding									
Revenue Bonds									
Series 2008 Sales Tax	375,000.00	390,000.00	405,000.00	-	-	-	-	-	1,170,000.00
Series 2011-A - Electric Utility	-	-	-	-	-	-	1,235,000.00	-	1,235,000.00
Revolving Loans									
Kansas Water Pollution Control Loan									
Industrial Park Force Main Project	74,709.64	77,051.17	79,466.10	81,956.71	84,525.38	269,805.93	-	-	667,514.93
Penn Street Project	164,525.00	169,681.51	174,999.63	180,484.44	186,141.14	594,164.56	-	-	1,469,996.28
Waste Water Treatment Project	453,265.47	467,471.63	482,123.03	497,233.64	512,817.84	2,217,114.57	-	-	4,630,026.18
Kansas Public Water Supply Loan									
Water Plant & Reservoir Project	17,571.28	18,214.90	18,882.11	19,573.75	20,290.72	113,161.81	135,462.05	127,350.99	470,507.61
Capital Leases									
Blackstart Generators-CNB	75,040.10	78,839.00	82,830.22	87,023.50	91,429.07	531,442.32	680,291.50	-	1,626,895.71
Street Sweeper	44,406.73	-	-	-	-	-	-	-	44,406.73
<b>Total Principal Payments</b>	<b>2,119,518.22</b>	<b>2,141,258.21</b>	<b>2,208,301.09</b>	<b>1,861,272.04</b>	<b>1,945,204.15</b>	<b>9,425,689.19</b>	<b>3,445,753.55</b>	<b>1,262,350.99</b>	<b>24,409,347.44</b>
Interest									
General Obligation Bonds									
Series 2004 B - Electric Utility	301,588.76	276,751.26	276,751.26	223,813.76	194,276.26	464,386.89	-	-	1,737,568.19
System Refunding Bonds	188,571.26	181,258.76	173,946.26	166,633.76	158,508.76	640,143.20	368,581.30	141,498.80	2,019,142.10
Series 2011-A - Refunding									
Revenue Bonds									
Series 2008 Sales Tax	41,962.50	28,837.50	15,187.50	-	-	-	-	-	85,987.50
Series 2011-A - Electric Utility	46,860.50	50,660.00	50,660.00	50,660.00	50,660.00	253,300.00	51,790.00	-	554,590.50
Revolving Loans									
Kansas Water Pollution Control Loan									
Industrial Park Force Main Project	20,183.32	17,841.79	15,426.86	12,936.25	10,367.58	14,872.95	-	-	91,628.75
Penn Street Project *	44,447.58	39,291.07	33,972.95	28,488.14	22,831.44	32,753.18	-	-	201,784.36
Waste Water Treatment Project	140,496.87	126,290.71	111,639.31	96,528.70	80,944.50	157,934.79	-	-	713,834.88
Kansas Public Water Supply Loan									
Water Plant & Reservoir Project	16,921.40	16,277.78	15,610.57	14,918.93	14,201.96	59,301.59	37,001.35	10,619.73	184,853.31
Capital Leases									
Blackstart Generators-CNB	80,418.36	76,619.46	72,628.24	68,434.96	64,029.39	245,849.98	97,000.80	-	704,981.19
Street Sweeper	1,088.46	-	-	-	-	-	-	-	1,088.46
<b>Total Interest Payments</b>	<b>882,539.01</b>	<b>813,828.33</b>	<b>765,822.95</b>	<b>662,414.50</b>	<b>595,819.89</b>	<b>1,868,542.58</b>	<b>554,373.45</b>	<b>152,118.53</b>	<b>6,295,459.24</b>
<b>Total Principal and Interest</b>	<b>\$ 3,002,057.23</b>	<b>\$ 2,955,086.54</b>	<b>\$ 2,974,124.04</b>	<b>\$ 2,523,686.54</b>	<b>\$ 2,541,024.04</b>	<b>\$ 11,294,231.77</b>	<b>\$ 4,000,127.00</b>	<b>\$ 1,414,469.52</b>	<b>\$ 30,704,806.68</b>

\*\* The interest rate of this loan is variable for the last five years.



## 5. CAPITAL LEASE OBLIGATIONS

The City has entered into a capital lease agreement in order to finance the purchase of a Blackstart Generator. Payments are made of \$77,729.23 semi-annually, including interest at approximately 5.00%. Final maturity for the lease is in 2026. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2012	\$ 155,458.46
2013	155,458.46
2014	155,458.46
2015	155,458.46
2016	155,458.46
2017-2021	777,292.30
2022-2026	<u>777,292.30</u>
	2,331,876.90
Less imputed interest	<u>(704,981.19)</u>
Net Present Value of Minimum Lease Payments	1,626,895.71
Less: Current Maturities	<u>(75,040.10)</u>
Long-Term Capital Lease Obligations	<u>\$ 1,551,855.61</u>

The City has entered into a capital lease agreement in order to finance the purchase of a 2010 Allianz Johnston 4000 Street Sweeper. Payments are made of \$22,743.77 semi-annually, including interest at approximately 3.26%. Final maturity for the lease is in 2012. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2012	\$ 45,495.19
	45,495.19
Less imputed interest	<u>(1,088.46)</u>
Net Present Value of Minimum Lease Payments	44,406.73
Less: Current Maturities	<u>(44,406.73)</u>
Long-Term Capital Lease Obligations	<u>\$ 0.00</u>

## 6. OPERATING LEASES

As of December 31, 2011 the City has entered into an operating lease for office equipment. Rent expense for the year ended December 31, 2011, was \$9,602.67. Under the current lease agreements, the future minimum rental payments are as follows:

2012	\$ 4,024.20
2013	4,024.20

## 7. INDUSTRIAL REVENUE BONDS

The City has entered into various agreements to induce businesses to locate or expand operations in Coffeyville, Kansas. In connection therewith, the City has issued industrial revenue bonds (IRB's), which require the businesses to make lease payments to trust accounts sufficient to pay debt service on the IRB's. The City is under no obligation to pay the IRB debt, which is to be paid from the lease payments made by the related businesses. At December 31, 2011, there were five industrial revenue bond issues with principal balances due totaling \$3,321,164.67.

## **8. DEFINED BENEFIT PENSION PLAN**

### Plan Description

The City participates in the Kansas Public Employees Retirement System ("KPERS"), and the Kansas Police and Firemen's Retirement System ("KP&F"). Both are part of a cost-sharing multiple-employer defined benefit pension plans as provided by K.S.A. 74-4901, *et seq.* KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERS (611 S. Kansas, Suite 100; Topeka, Kansas 66603-3869) or by calling 1-888-275-5737.

### Funding Policy

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at of 4% or 6% of covered salary. K.S.A. 74-4975 established KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates. The KPERS employer rate established by statute for January 1, 2011 to December 31, 2011 was 7.74%. The City's employer contributions to KPERS for the years ending December 31, 2011, 2010, and 2009, were \$403,264.79, \$358,582.12, and \$308,394.66, respectively, equal to the statutory required contribution for each year. The KP&F uniform participating employer rate established for fiscal years beginning in 2011 is 19.81%. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. The City's contributions to KP&F for the years ending December 31, 2011, 2010, and 2009, were \$419,039.72, \$402,529.10, and \$413,070.90, respectively, equal to the statutory required contribution for each year.

## **9. OTHER POST EMPLOYMENT BENEFITS**

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the 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. There is no cost to the government under this program.

**10. CAPITAL PROJECTS**

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

<u>PROJECT NAME</u>	<u>AUTHORIZED</u>	<u>EXPENDED THRU 12/31/11</u>	<u>COMPLETION</u>
System Enhancement Project – US Hwy 169 Improvements	\$ 3,326,773.00	\$ 2,855,425.17	Complete
2011 Residential Streets Crackseal Project	600,000.00	569,360.00	Complete
Senate Bill 417 Funds Infrastructure Projects	1,350,000.00	1,503,508.16	2012
STP Project – Cline Rd. Extension	143,058.86	143,058.86	2012
2012 KLINK – 15 <sup>th</sup> Street to Onion Creek Bridge	704,376.50	280,209.51	2012
	<u>\$ 6,124,208.36</u>	<u>\$ 5,351,561.70</u>	

**11. UTILITY ACCOUNTS RECEIVABLE**

The City records Electric, Water, and Sewer revenues as the cash is collected from customers monthly billings. Although the City does maintain an accounts receivable for the utility services, it is not reflected on these statutory basis financial statements. Listed below are amounts of the accounts receivable for the three utilities as of December 31, 2011:

Electric Utility	\$ 1,105,404.27
Water Utility	140,475.87
Sewer Utility	105,501.08

Total electric and water users for 2011 and 2010 were as follows:

	<u>12-31-11</u>	<u>12-31-10</u>
Electric	6,371	6,378
Water	4,490	4,518

**12. LOANS RECEIVABLE**

The City has made Community and Economic Development Loans through the Community Development Fund. The Fund was the recipient of various HUD grants in earlier years. Loans made with these monies are repaid and the City makes additional development loans from these repayments. The loans due to the City at December 31, 2011, are as follows:

Economic Development Loans	\$ 10,951.42
Community Development Loans	4,726.48

These loans are not reflected in these statutory basis financial statements of the City of Coffeyville, Kansas.

**13. COMPENSATED ABSENCES**

All full-time employees of the City with one year of employment are eligible for vacation benefits in varying annual amounts. Vacation must be used by each anniversary date. In the event of termination, unused accrued vacation time is paid. Accrued vacation pay at December 31, 2011, is \$691,807.83.

**13. COMPENSATED ABSENCES** (Continued)

Sick leave accrues to all full-time employees at the rate of one day per month and is unlimited. Employees who terminate by other than retirement or death will not be paid for accumulated sick leave. An employee shall be paid for accumulated sick leave up to 65 days (45 days for the Fire Department) upon termination by death or retirement.

The City determines a liability for compensated absences when the following conditions are met:

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

In accordance with the above criteria the City has accrued a liability for vacation pay which has been earned but not taken by City employees. The liability for compensated absences is recorded in the long-term liabilities account group since it is anticipated that none of the liability will be liquidated with available financial resources. In accordance with the above criteria, the City has not recorded a liability for sick pay, in as much as the amounts cannot be reasonably estimated.

**14. ECONOMIC DEPENDENCY**

During 2011, the City collected 55.09% of its electric utility revenues from Coffeyville Resources Nitrogen Fertilizer Plant, LLC.

**15. RISK MANAGEMENT**

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

The City of Coffeyville procures insurance coverage on the electric utility facilities as follows:

<u>Type</u>	<u>Coverage Limit</u>	<u>Premium Amount</u>	<u>Policy Period</u>	<u>Insurance Carrier</u>
Property & Boiler (Buildings and Contents)	\$ 69,929,130	\$ 173,305	9/1/11 – 9/1/12	Chubb Insurance
Liability - Each Occurrence		36,722	5/1/11 – 5/1/12	OneBeacon America Insurance Co.
Insurance				
- General Aggregate	2,000,000			
- Products & Completed Operations Aggregate	2,000,000			
- Personal/Advertising Injury	1,000,000			
- Employee Benefits Injury	1,000,000			
- Property Damage Legal	500,000			

The City has established a Health Insurance Fund. The purpose is to provide for an employee welfare benefit plan for health insurance. Contributions from eligible employees and the City are deposited in the name of the plan, subject to withdrawal for purposes of paying approved claims and expenses. The City has contracted with BlueCross BlueShield of Kansas to be the claims supervisor. The supervisor reviews all claims for allowability and issues weekly reports to the City. The City has a stop-gap policy which pays any aggregate claims over \$50,000.00.

**15. RISK MANAGEMENT** (Continued)

The City has been unable to obtain workers' compensation insurance at a cost it considers to be economically justifiable. For this reason, the City has joined together with other cities in the State to participate in Kansas Municipal Insurance Trust (KMIT), a public entity risk pool currently operating as a common risk management and insurance program for participating members. The City pays an annual premium to KMIT for its workers' compensation insurance coverage. The agreement to participate provides that KMIT will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of a stated dollar amount for each insurance event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KMIT management.

**16. COMMITMENTS AND CONTINGENCIES**

The City has entered into a two year agreement with unions representing policemen, firemen, and electrical and public works employees, and other utility workers, effective January 1, 2008.

The City has entered into an agreement with the Grand River Dam Authority for the purchase of electrical services until June 1, 2042.

**17. INTERFUND TRANSFERS**

Operating and residual transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	½ Cent Sales Tax		
	IRB Debt	K.S.A. 79-2925	\$ 470,000.00
General	Capital Equipment	K.S.A. 12-1,117	174,004.67
General	Capital Improvement Reserve	K.S.A. 12-1,118	3,748,440.45
General	CRMC Sales Tax	K.S.A. 79-2925	870,023.38
General	USD #445 Sales Tax	K.S.A. 79-2925	870,023.38
General	Risk Management	K.S.A. 12-2615	888,354.20
General	Aquatic Center Operations	K.S.A. 79-2925	6,000.00
General	Airport Special Projects	K.S.A. 12-1,118	6,000.00
Alcohol & Safety	General	K.S.A. 79-2934	718.32
Local Alcohol Liquor	Youth Activities Center	K.S.A. 79-2934	9,575.43
Golf Course	Risk Management	K.S.A. 12-2615	27,036.00
911 Emergency System	Electric Surplus	K.S.A. 79-2934	8,000.00
Miscellaneous Projects	Electric Surplus	K.S.A. 79-2934	50,000.00
Miscellaneous Projects	General	K.S.A. 79-2934	1,089.92
Electric Utility	Risk Management	K.S.A. 12-2615	333,000.00
Electric Utility	Electric Debt Service	K.S.A. 12-825d	1,060,097.22
Electric Utility	Electric Surplus	K.S.A. 12-825d	1,359,979.00
Electric Utility	Electric R & I Reserves	K.S.A. 12-825d	905,000.00
Electric Utility	General	K.S.A. 12-825d	2,218,016.29
Electric R & I Reserves	Capital Equipment	K.S.A. 12-1,118	169,200.00
Electric Surplus	Golf Course	K.S.A. 12-825d	101,000.00
Electric Surplus	Youth Activities Center	K.S.A. 12-825d	25,000.00
Electric Surplus	Aquatic Center Operations	K.S.A. 12-825d	20,000.00
Electric Surplus	Veterans Memorial Stadium Depreciation & Replacement	K.S.A. 12-825d	25,000.00

**17. INTERFUND TRANSFERS** (Continued)

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
Electric Surplus	Capital Improvement Reserve	K.S.A. 12-825d	\$ 329,000.00
Water & Sewer Utility	Risk Management	K.S.A. 12-2615	254,700.80
Water & Sewer Utility	Water & Sewer Depreciation & Replacement	K.S.A 12-825d	275,000.00
Water & Sewer Utility	Water & Sewer Debt Service	K.S.A. 12-825d	1,180,066.10
Water & Sewer Utility	General	K.S.A. 12-825d	713,547.23
Water & Sewer Depreciation & Replacement	Capital Equipment	K.S.A. 12-1,118	100,000.00
Stormwater Utility	Risk Management	K.S.A. 12-2615	18,000.00
Stormwater Utility	Stormwater Depreciation & Replacement	K.S.A. 12-825d	30,000.00
Internet Utility	Risk Management	K.S.A. 12-2615	9,000.00

**18. SUBSEQUENT EVENTS**

The City evaluated events and transactions occurring subsequent year end, and there were no subsequent events requiring recognition in the financial statements. Additionally, there were no nonrecognized subsequent events requiring disclosure.

## **SUPPLEMENTAL INFORMATION**

**Schedule 1**

**CITY OF COFFEYVILLE, KANSAS**

Summary of Expenditures - Actual and Budget  
(Budgeted Funds Only)

For the Year Ended December 31, 2011

Funds	Total Certified Budget		Adjustments for Qualifying Budget Credits		Total Certified Budget for Comparison		Expenditures Charged to Current Year Budget		Variance - Over (Under)
	\$		\$		\$		\$		
General Fund	\$ 13,872,509.00		\$ 65,950.44		\$ 13,938,459.44		\$ 13,360,249.75		\$ (578,209.69)
Special Revenue Funds:									
Library	372,822.00		-		372,822.00		343,237.71		(29,584.29)
Local Alcohol Liquor	127,718.00		-		127,718.00		38,116.99		(89,601.01)
Community Development	206,231.00		-		206,231.00		600.00		(205,631.00)
Airport Holding	40,266.00		-		40,266.00		28,883.03		(11,382.97)
Golf Course	393,571.00		-		393,571.00		382,899.47		(10,671.53)
Youth Activities Center	44,094.00		-		44,094.00		36,754.49		(7,339.51)
Police VIN	14,784.00		-		14,784.00		14,554.50		(229.50)
Aquatic Center Operations	124,676.00		-		124,676.00		106,972.76		(17,703.24)
Business Development Training Center	138,753.00		-		138,753.00		26,285.43		(112,467.57)
Veterans Memorial Stadium	30,048.00		9,095.37		39,143.37		9,158.99		(29,984.38)
USD #445 Sales Tax	1,195,015.00		-		1,195,015.00		851,526.00		(343,489.00)
CRMC Sales Tax	1,000,000.00		-		1,000,000.00		560,280.19		(439,719.81)
Debt Service Fund:									
1/2 Cent Sales Tax IRB Debt	419,928.00		-		419,928.00		417,912.50		(2,015.50)
Bond & Interest	4,670,225.00		-		4,670,225.00		4,496,137.83		(174,087.17)
Capital Projects Funds:									
Memorial Hall Building	12,834.00		-		12,834.00		12,834.07		0.07
Enterprise Funds:									
Electric Utility	52,084,416.00		337,864.10		52,422,280.10		48,051,942.42		(4,370,337.68)
Electric Debt Service	1,060,197.00		-		1,060,197.00		1,060,097.22		(99.78)
Water and Sewer Utility	5,335,207.00		6,753.91		5,341,960.91		5,017,787.05		(324,173.86)
Water and Sewer Debt Service	3,584,546.00		-		3,584,546.00		3,459,153.08		(125,392.92)
Stormwater Utility	178,955.00		-		178,955.00		159,975.46		(18,979.54)
Refuse/Trash Utility	644,034.00		-		644,034.00		541,423.64		(102,610.36)
Internet Utility	408,710.00		-		408,710.00		220,085.36		(188,624.64)

See accompanying independent auditors' report



**CITY OF COFFEYVILLE, KANSAS**  
**GENERAL FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Cash Receipts</b>				
<b>Taxes and Shared Revenue</b>				
Ad Valorem Property Tax	\$ 3,571,648.28	\$ 3,734,075.95	\$ 3,757,657.00	\$ (23,581.05)
Delinquent Tax	89,825.20	84,989.90	85,000.00	(10.10)
Motor Vehicle Tax	272,651.97	211,009.26	236,312.00	(25,302.74)
Recreational Vehicle Tax	2,389.89	1,632.92	1,894.00	(261.08)
16/20 M Vehicle Tax	1,499.50	2,074.62	1,632.00	442.62
Vehicle Rental Excise Tax	590.15	270.59	23.00	247.59
In Lieu of Tax	4,919.41	8,145.52	-	8,145.52
Special Assessments	24,544.90	27,899.69	28,000.00	(100.31)
Franchise Tax	288,773.36	273,718.77	470,000.00	(196,281.23)
Sales Tax	4,472,463.93	5,220,140.19	5,202,000.00	18,140.19
Federal Grants - IDDA/Click it	11,015.40	9,571.44	-	9,571.44
Federal Grants - CHRP	41,491.96	54,565.16	-	54,565.16
Federal Grants - KFIPP	-	1,665.00	-	1,665.00
State Grants - SB 417	199.00	-	-	-
Local Grants - CACF	2,713.00	-	-	-
Local Alcohol Liquor Tax	19,982.58	19,150.87	19,583.00	(432.13)
Special Highway Tax	276,023.65	267,995.01	274,770.00	(6,774.99)
Highway Connecting Links	76,698.01	76,698.01	76,500.00	198.01
Highway County Aid	46,153.15	36,479.19	43,590.00	(7,110.81)
Licenses and Permits	201,681.54	174,377.02	193,150.00	(18,772.98)
Fines, Forfeitures and Penalties	288,988.66	280,731.82	310,000.00	(29,268.18)
Charges for Services	55,521.73	59,444.09	32,500.00	26,944.09
<b>Use of Money and Property</b>				
Interest Income	32,565.39	20,858.52	32,000.00	(11,141.48)
Rents	89,050.81	47,345.04	62,000.00	(14,654.96)
Sale of Equipment and Scrap	5,855.95	5,547.11	5,000.00	547.11
<b>Other Revenues</b>				
Reimbursed Expense	49,630.07	65,950.44	120,177.00	(54,226.56)
Miscellaneous Income	30,855.16	16,399.04	22,000.00	(5,600.96)
<b>Operating Transfers from:</b>				
Electric Utility Fund	2,154,084.75	2,218,016.29	2,218,016.00	0.29
Water and Sewer Utility Fund	679,122.56	713,547.23	713,548.00	(0.77)
Police VIN Fund	10,500.00	-	13,000.00	(13,000.00)
Alcohol and Safety Fund	-	718.32	718.00	0.32
Miscellaneous Projects Fund	-	1,089.92	1,090.00	(0.08)
<b>Total Cash Receipts</b>	<b>12,801,439.96</b>	<b>13,634,106.93</b>	<b>\$ 13,920,160.00</b>	<b>\$ (286,053.07)</b>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**GENERAL FUND**

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget				
General Government				
Personal Services	\$ 689,951.95	\$ 722,512.00	\$ 907,022.00	\$ (184,510.00)
Contractual Services	186,574.04	183,351.12	205,933.00	(22,581.88)
Commodities	35,375.84	38,175.26	46,675.00	(8,499.74)
Capital Outlay	1,560.39	5,242.19	6,950.00	(1,707.81)
Police Department				
Personal Services	1,873,129.99	1,801,049.23	2,293,262.00	(492,212.77)
Contractual Services	78,483.30	93,044.38	92,250.00	794.38
Commodities	85,841.35	96,379.43	86,920.00	9,459.43
Capital Outlay	9,017.70	14,758.36	12,250.00	2,508.36
Fire Department				
Personal Services	1,332,548.84	1,275,778.61	1,486,728.00	(210,949.39)
Contractual Services	80,120.76	74,485.13	85,050.00	(10,564.87)
Commodities	41,366.71	49,739.73	50,400.00	(660.27)
Capital Outlay	13,301.09	5,402.59	13,000.00	(7,597.41)
Engineering Department				
Personal Services	340,487.42	345,675.60	416,655.00	(70,979.40)
Contractual Services	23,125.52	10,556.69	14,217.00	(3,660.31)
Commodities	8,484.88	10,294.94	13,075.00	(2,780.06)
Capital Outlay	8,401.99	8,919.00	10,200.00	(1,281.00)
Building				
Personal Services	32,932.42	34,496.22	44,516.00	(10,019.78)
Contractual Services	8,368.03	9,004.61	11,600.00	(2,595.39)
Commodities	4,394.67	21,954.78	23,300.00	(1,345.22)
Capital Outlay	2,094.14	399.00	8,600.00	(8,201.00)
Non-Departmental				
Contractual Services	165,787.29	124,766.67	129,650.00	(4,883.33)
Commodities	19,792.05	18,665.92	20,700.00	(2,034.08)
Capital Outlay	1,500.00	3,255.04	11,000.00	(7,744.96)
Public Service				
Personal Services	922,829.48	917,666.74	1,230,701.00	(313,034.26)
Contractual Services	113,039.26	93,871.40	131,125.00	(37,253.60)
Commodities	253,554.97	295,108.71	300,000.00	(4,891.29)
Capital Outlay	11,283.00	2,995.98	9,500.00	(6,504.02)
Industrial Levy				
Contractual Services	-	69,854.34	81,855.00	(12,000.66)

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**GENERAL FUND**

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers Subject to Budget (Continued)				
Operating Transfers to:				
1/2 Cent Sales Tax IRB Debt Fund	\$ 470,000.00	\$ 470,000.00	\$ 470,000.00	\$ -
Capital Equipment Fund	160,191.08	174,004.67	173,400.00	604.67
Capital Improvement Reserve Fund	3,730,463.46	3,748,440.45	3,739,975.00	8,465.45
CRMC Sales Tax Fund	800,955.46	870,023.38	867,000.00	3,023.38
USD #445 Sales Tax Fund	800,955.46	870,023.38	867,000.00	3,023.38
Risk Management Fund	877,140.20	888,354.20	-	888,354.20
Aquatic Center Operations Fund	6,000.00	6,000.00	6,000.00	-
Airport Holding Fund	6,000.00	-	-	-
Airport Special Project Fund	-	6,000.00	6,000.00	-
Total Certified Budget			13,872,509.00	(512,259.25)
Adjustments for Qualifying Budget Credits			65,950.44	(65,950.44)
Total Expenditures and Transfers Subject to Budget	13,195,052.74	13,360,249.75	\$ 13,938,459.44	\$ (578,209.69)
Receipts Over(Under) Expenditures	(393,612.78)	273,857.18		
Unencumbered Cash, Beginning	575,517.70	181,904.92		
Unencumbered Cash, Ending	\$ 181,904.92	\$ 455,762.10		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**LIBRARY FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Cash Receipts</b>				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 321,570.07	\$ 320,050.76	\$ 330,404.00	\$ (10,353.24)
Delinquent Tax	7,230.67	9,321.74	10,000.00	(678.26)
Motor Vehicle Tax	15,436.93	18,070.48	19,455.00	(1,384.52)
Recreational Vehicle Tax	137.89	139.33	156.00	(16.67)
16/20 M Vehicle Tax	276.70	147.52	134.00	13.52
Vehicle Rental Excise Tax	29.70	23.22	2.00	21.22
In Lieu of Tax	422.08	689.02	-	689.02
<b>Total Cash Receipts</b>	<b>345,104.04</b>	<b>348,442.07</b>	<b>\$ 360,151.00</b>	<b>\$ (11,708.93)</b>
<b>Expenditures and Transfers</b>				
Subject to Budget				
Culture and Recreation				
Appropriation to Library Board	322,319.46	337,822.99	\$ 260,616.00	\$ 77,206.99
Personal Services	509.04	572.88	82,122.00	(81,549.12)
Contractual Services	4,822.78	4,841.84	30,084.00	(25,242.16)
<b>Total Expenditures and Transfers</b>	<b>327,651.28</b>	<b>343,237.71</b>	<b>\$ 372,822.00</b>	<b>\$ (29,584.29)</b>
<b>Subject to Budget</b>	<b>327,651.28</b>	<b>343,237.71</b>	<b>\$ 372,822.00</b>	<b>\$ (29,584.29)</b>
Receipts Over(Under) Expenditures	17,452.76	5,204.36		
Unencumbered Cash, Beginning	352.11	17,804.87		
Unencumbered Cash, Ending	\$ 17,804.87	\$ 23,009.23		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**LOCAL ALCOHOL LIQUOR FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Local Alcohol Liquor Tax	\$ 39,965.15	\$ 38,301.74	\$ 41,080.00	\$ (2,778.26)
Use of Money and Property				
Rental Income	1,030.00	1,030.00	-	1,030.00
Other Revenues				
Donations	120.00	-	-	-
Total Cash Receipts	<u>41,115.15</u>	<u>39,331.74</u>	<u>\$ 41,080.00</u>	<u>\$ (1,748.26)</u>
Expenditures and Transfers				
Subject to Budget				
Culture and Recreation				
Park Recreation Programs	3,625.00	9,409.25	\$ 56,734.00	\$ (47,324.75)
Alcohol Control Programs	7,993.24	11,490.31	8,216.00	3,274.31
City Programs	6,485.44	7,642.00	52,498.00	(44,856.00)
Operating Transfers to				
Youth Activities Center Fund	9,991.29	9,575.43	10,270.00	(694.57)
Total Expenditures and Transfers				
Subject to Budget	<u>28,094.97</u>	<u>38,116.99</u>	<u>\$ 127,718.00</u>	<u>\$ (89,601.01)</u>
Receipts Over(Under) Expenditures	13,020.18	1,214.75		
Unencumbered Cash, Beginning	<u>79,096.13</u>	<u>92,116.31</u>		
Unencumbered Cash, Ending	<u>\$ 92,116.31</u>	<u>\$ 93,331.06</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**CAPITAL EQUIPMENT FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Sale of Equipment	\$ -	\$ 3,500.00
Other Revenues		
Reimbursed Expense	5,911.67	32,111.98
Operating Transfers from:		
General Fund	160,191.08	174,004.67
Water and Sewer Depreciation and Replacement Fund	-	100,000.00
Electric R & I Reserves Fund	-	169,200.00
	166,102.75	478,816.65
<b>Total Cash Receipts</b>	<b>166,102.75</b>	<b>478,816.65</b>
Expenditures and Transfers		
General Government		
Capital Outlay	162,904.22	400,934.12
Debt Service		
Lease Purchase Principal	16,661.93	17,536.68
Lease Purchase Interest	1,795.43	920.68
	181,361.58	419,391.48
<b>Total Expenditures and Transfers</b>	<b>181,361.58</b>	<b>419,391.48</b>
Receipts Over(Under) Expenditures	(15,258.83)	59,425.17
Unencumbered Cash, Beginning	175,978.70	160,719.87
Unencumbered Cash, Ending	\$ 160,719.87	\$ 220,145.04

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**911 EMERGENCY SYSTEM FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Charges for Services		
911 System	\$ 47,001.84	\$ 40,918.75
Other Revenues		
Reimbursed Expense	446.21	106.49
Operating Transfer from Electric Surplus Fund	33,000.00	-
Total Cash Receipts	<u>80,448.05</u>	<u>41,025.24</u>
Expenditures and Transfers		
General Government		
Contractual Services	39,787.94	28,212.72
Capital Outlay	88,040.64	4,740.00
Operating Transfers to Electric Surplus Fund	-	8,000.00
Total Expenditures and Transfers	<u>127,828.58</u>	<u>40,952.72</u>
Receipts Over(Under) Expenditures	(47,380.53)	72.52
Unencumbered Cash, Beginning	49,007.16	1,626.63
Unencumbered Cash, Ending	<u>\$ 1,626.63</u>	<u>\$ 1,699.15</u>

See accompanying independent auditors' report

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Taxes and Shared Revenue		
Federal Grant - FEMA	\$ 291,286.71	\$ 82,099.35
State Grant - FEMA	38,885.13	-
State Grant - KLINK	590,118.44	-
State Grant - SB 417	803,420.79	467,946.76
State Grant - Comp Plan	-	2,000.00
Use of Money and Property		
Sale of Property	-	14,104.15
Rental Income	20,689.50	3,010.05
Other Revenues		
Loan Repayments	6,363.96	6,363.96
Insurance Reimbursement	124,478.76	196,163.70
Reimbursed Expense	38,359.71	95,008.00
Operating Transfers from:		
General Fund	3,730,463.46	3,748,440.45
Law Enforcement Projects Fund	6,200.00	-
Electric Surplus Fund	200,000.00	329,000.00
Total Cash Receipts	5,850,266.46	4,944,136.42
Expenditures and Transfers		
General Government		
Contractual Services	200,151.64	344,794.48
Commodities	-	192.24
Capital Outlay	1,634,827.82	2,109,962.19
Total Expenditures and Transfers	1,834,979.46	2,454,948.91
Receipts Over(Under) Expenditures	4,015,287.00	2,489,187.51
Unencumbered Cash, Beginning	2,038,058.32	6,053,345.32
Unencumbered Cash, Ending	\$ 6,053,345.32	\$ 8,542,532.83

See accompanying independent auditors' report



**CITY OF COFFEYVILLE, KANSAS**  
**COMMUNITY DEVELOPMENT FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Use of Money and Property				
Interest Income	\$ 554.79	\$ 139.68	\$ 2,638.00	\$ (2,498.32)
Principal Payments	4,047.97	8,399.47	20,000.00	(11,600.53)
Other Revenues				
Miscellaneous Income	-	-	50.00	(50.00)
<b>Total Cash Receipts</b>	<u>4,602.76</u>	<u>8,539.15</u>	<u>\$ 22,688.00</u>	<u>\$ (14,148.85)</u>
Expenditures and Transfers				
Subject to Budget				
Development Projects				
Economic Development	100.00	600.00	\$ 206,231.00	\$ (205,631.00)
<b>Total Expenditures and Transfers</b>				
Subject to Budget	<u>100.00</u>	<u>600.00</u>	<u>\$ 206,231.00</u>	<u>\$ (205,631.00)</u>
Receipts Over(Under) Expenditures	4,502.76	7,939.15		
Unencumbered Cash, Beginning	<u>140,163.23</u>	<u>144,665.99</u>		
Unencumbered Cash, Ending	<u>\$ 144,665.99</u>	<u>\$ 152,605.14</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**AIRPORT HOLDING FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Use of Money and Property				
Rental Income	\$ 32,525.80	\$ 29,395.00	\$ 36,840.00	\$ (7,445.00)
Other Revenues				
Reimbursed Expense	-	1,554.50	-	1,554.50
Operating Transfers from General Fund	6,000.00	-	-	-
<b>Total Cash Receipts</b>	<b>38,525.80</b>	<b>30,949.50</b>	<b>\$ 36,840.00</b>	<b>\$ (5,890.50)</b>
Expenditures and Transfers				
Subject to Budget				
General Government				
Personal Services	986.15	831.75	\$ 1,235.00	\$ (403.25)
Contractual Services	22,622.19	20,083.34	24,025.00	(3,941.66)
Commodities	8,983.01	7,967.94	11,900.00	(3,932.06)
Capital Outlay	-	-	3,106.00	(3,106.00)
<b>Total Expenditures and Transfers   Subject to Budget</b>	<b>32,591.35</b>	<b>28,883.03</b>	<b>\$ 40,266.00</b>	<b>\$ (11,382.97)</b>
Receipts Over(Under) Expenditures	5,934.45	2,066.47		
Unencumbered Cash, Beginning	2,586.94	8,521.39		
Unencumbered Cash, Ending	<u>\$ 8,521.39</u>	<u>\$ 10,587.86</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**RISK MANAGEMENT FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Revenues		
Reimbursed Expense	\$ 310,470.93	\$ 335,476.15
Operating Transfers from:		
Electric Utility Fund	333,000.00	333,000.00
General Fund	877,140.20	888,534.20
Water and Sewer Utility Fund	254,638.80	254,700.80
Stormwater Utility Fund	18,000.00	18,000.00
Internet Utility Fund	9,000.00	9,000.00
Golf Course Fund	27,036.00	27,036.00
	<u>1,829,285.93</u>	<u>1,865,747.15</u>
Total Cash Receipts		
Expenditures and Transfers		
General Government		
Contractual Services	<u>2,084,930.89</u>	<u>1,547,598.43</u>
Total Expenditures and Transfers	<u>2,084,930.89</u>	<u>1,547,598.43</u>
Receipts Over(Under) Expenditures	(255,644.96)	318,148.72
Unencumbered Cash, Beginning	<u>1,217,352.99</u>	<u>961,708.03</u>
Unencumbered Cash, Ending	<u>\$ 961,708.03</u>	<u>\$ 1,279,856.75</u>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**GOLF COURSE FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Cash Receipts</b>				
<b>Charges for Services</b>				
Golf Course Sheds	\$ 26,825.00	\$ 25,125.00	\$ 22,000.00	\$ 3,125.00
Membership Fees	54,373.42	55,520.00	70,000.00	(14,480.00)
Green Fees	87,804.90	91,270.29	100,000.00	(8,729.71)
Golf Cart Fees	30,343.90	34,588.99	41,100.00	(6,511.01)
Pro Shop	18,821.89	19,575.77	39,000.00	(19,424.23)
Sales Tax	7,199.82	8,364.03	10,500.00	(2,135.97)
Driving Range	6,080.44	7,032.50	5,500.00	1,532.50
Concessions	32,163.19	37,210.99	59,700.00	(22,489.01)
Jr. Golf Program	300.00	-	-	-
Other Fees	1,187.90	1,855.00	3,000.00	(1,145.00)
<b>Other Revenues</b>				
Miscellaneous	1,803.91	406.63	75.00	331.63
<b>Operating Transfers from</b>				
Electric Surplus Fund	150,000.00	101,000.00	40,000.00	61,000.00
<b>Total Cash Receipts</b>	<u>416,904.37</u>	<u>381,949.20</u>	<u>\$ 390,875.00</u>	<u>\$ (69,925.80)</u>
<b>Expenditures and Transfers</b>				
<b>Subject to Budget</b>				
<b>Culture and Recreation</b>				
Personal Services	161,819.66	160,384.79	\$ 209,047.00	\$ (48,662.21)
Contractual Services	43,386.36	54,560.73	56,760.00	(2,199.27)
Commodities	83,341.67	129,212.55	110,550.00	18,662.55
Capital Outlay	5,416.00	11,705.40	17,214.00	(5,508.60)
<b>Debt Service</b>				
Lease Purchase Principal	94,775.72	-	-	-
Lease Purchase Interest	2,118.59	-	-	-
<b>Operating Transfers to</b>				
Risk Management Fund	27,036.00	27,036.00	-	27,036.00
<b>Total Expenditures and Transfers</b>	<u>417,894.00</u>	<u>382,899.47</u>	<u>\$ 393,571.00</u>	<u>\$ (10,671.53)</u>
<b>Subject to Budget</b>				
Receipts Over(Under) Expenditures	(989.63)	(950.27)		
Unencumbered Cash, Beginning	<u>2,661.16</u>	<u>1,671.53</u>		
Unencumbered Cash, Ending	<u>\$ 1,671.53</u>	<u>\$ 721.26</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**YOUTH ACTIVITIES CENTER FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Use of Money and Property				
Rental Income	\$ 2,745.00	\$ 3,566.00	\$ 3,500.00	\$ 66.00
Other Revenues				
Miscellaneous Income	19.91	68.79	150.00	(81.21)
Operating Transfers from:				
Electric Surplus Fund	21,000.00	25,000.00	25,000.00	-
Local Alcohol Liquor Fund	9,991.29	9,575.43	10,270.00	(694.57)
<b>Total Cash Receipts</b>	<b>33,756.20</b>	<b>38,210.22</b>	<b>\$ 38,920.00</b>	<b>\$ (709.78)</b>
Expenditures and Transfers				
Subject to Budget				
Culture and Recreation				
Personal Services	22,564.02	25,247.92	\$ 27,132.00	\$ (1,884.08)
Contractual Services	10,615.73	10,487.24	12,563.00	(2,075.76)
Commodities	692.91	420.33	750.00	(329.67)
Capital Outlay	-	599.00	3,649.00	(3,050.00)
<b>Total Expenditures and Transfers</b>				
Subject to Budget	33,872.66	36,754.49	\$ 44,094.00	\$ (7,339.51)
Receipts Over(Under) Expenditures	(116.46)	1,455.73		
Unencumbered Cash, Beginning	5,228.66	5,112.20		
Unencumbered Cash, Ending	\$ 5,112.20	\$ 6,567.93		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**POLICE VIN FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Charges for Services				
Vehicle Inspection Fees	\$ 11,650.00	\$ 15,105.00	\$ 14,250.00	\$ 855.00
Total Cash Receipts	<u>11,650.00</u>	<u>15,105.00</u>	<u>\$ 14,250.00</u>	<u>\$ 855.00</u>
Expenditures and Transfers				
Subject to Budget				
Public Safety				
Contractual Services	1,228.00	14,554.50	\$ 14,784.00	\$ (229.50)
Operating Transfers to General Fund	<u>10,500.00</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures and Transfers Subject to Budget	<u>11,728.00</u>	<u>14,554.50</u>	<u>\$ 14,784.00</u>	<u>\$ (229.50)</u>
Receipts Over(Under) Expenditures	(78.00)	550.50		
Unencumbered Cash, Beginning	<u>309.00</u>	<u>231.00</u>		
Unencumbered Cash, Ending	<u>\$ 231.00</u>	<u>\$ 781.50</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**AQUATIC CENTER OPERATIONS FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Charges for Services				
Pool Admissions	\$ 44,334.75	\$ 52,506.75	\$ 53,000.00	\$ (493.25)
Concessions	20,757.75	27,453.24	25,000.00	2,453.24
Other Revenues				
Miscellaneous	796.76	648.09	2,250.00	(1,601.91)
Reimbursed Expense	2.15	369.63	-	369.63
Operating Transfers from:				
General Fund	6,000.00	6,000.00	6,000.00	-
Electric Surplus Fund	21,000.00	20,000.00	37,000.00	(17,000.00)
<b>Total Cash Receipts</b>	<b>92,891.41</b>	<b>106,977.71</b>	<b>\$ 123,250.00</b>	<b>\$ (16,272.29)</b>
Expenditures and Transfers				
Subject to Budget				
Culture and Recreation				
Personal Services	46,214.12	54,786.63	\$ 59,422.00	\$ (4,635.37)
Contractual Services	7,954.31	12,600.95	13,000.00	(399.05)
Commodities	30,443.06	29,866.56	34,125.00	(4,258.44)
Capital Outlay	8,180.62	9,718.62	18,129.00	(8,410.38)
<b>Total Expenditures and Transfers</b>	<b>92,792.11</b>	<b>106,972.76</b>	<b>\$ 124,676.00</b>	<b>\$ (17,703.24)</b>
Receipts Over(Under) Expenditures	99.30	4.95		
Unencumbered Cash, Beginning	1,327.04	1,426.34		
Unencumbered Cash, Ending	\$ 1,426.34	\$ 1,431.29		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**BUSINESS DEVELOPMENT TRAINING CENTER FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Use of Money and Property				
Rental of Building	\$ 37,230.00	\$ 40,970.00	\$ 37,080.00	\$ 3,890.00
Other Revenues				
Reimbursed Expense	3,200.00	3,200.00	3,200.00	-
Total Cash Receipts	<u>40,430.00</u>	<u>44,170.00</u>	<u>\$ 40,280.00</u>	<u>\$ 3,890.00</u>
Expenditures and Transfers				
Subject to Budget				
General Government				
Contractual Services	18,954.20	26,285.43	\$ 23,573.00	\$ 2,712.43
Capital Outlay	-	-	115,180.00	(115,180.00)
Total Expenditures and Transfers				
Subject to Budget	<u>18,954.20</u>	<u>26,285.43</u>	<u>\$ 138,753.00</u>	<u>\$ (112,467.57)</u>
Receipts Over(Under) Expenditures	21,475.80	17,884.57		
Unencumbered Cash, Beginning	<u>79,168.44</u>	<u>100,644.24</u>		
Unencumbered Cash, Ending	<u>\$ 100,644.24</u>	<u>\$ 118,528.81</u>		

See accompanying independent auditors' report



**CITY OF COFFEYVILLE, KANSAS**  
**BUSINESS DEVELOPMENT TRAINING CENTER RESERVE FUND**

Schedule of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Rental of Building	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
General Government		
Contractual Services	-	-
Total Expenditures and Transfers	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	57,198.04	57,198.04
Unencumbered Cash, Ending	<u>\$ 57,198.04</u>	<u>\$ 57,198.04</u>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**VETERANS MEMORIAL STADIUM FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Other Revenues				
Reimbursed Expense	\$ 2,071.15	\$ 9,095.37	\$ 9,980.00	\$ (884.63)
Total Cash Receipts	<u>2,071.15</u>	<u>9,095.37</u>	<u>\$ 9,980.00</u>	<u>\$ (884.63)</u>
Expenditures and Transfers				
Subject to Budget				
Culture and Recreation				
Contractual Services	14,305.61	9,158.99	\$ 9,980.00	\$ (821.01)
Commodities	1,845.74	-	-	-
Capital Outlay	298.00	-	<u>20,068.00</u>	<u>(20,068.00)</u>
Total Certified Budget			30,048.00	(20,889.01)
Adjustments for Qualifying				
Budget Credits			<u>9,095.37</u>	<u>(9,095.37)</u>
Total Expenditures and Transfers				
Subject to Budget	<u>16,449.35</u>	<u>9,158.99</u>	<u>\$ 39,143.37</u>	<u>\$ (29,984.38)</u>
Receipts Over(Under) Expenditures	(14,378.20)	(63.62)		
Unencumbered Cash, Beginning	<u>33,050.84</u>	<u>18,672.64</u>		
Unencumbered Cash, Ending	<u>\$ 18,672.64</u>	<u>\$ 18,609.02</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**VETERANS MEMORIAL STADIUM DEPRECIATION AND REPLACEMENT FUND**

Schedule of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Revenues		
Maintenance Fees	\$ 65,000.00	\$ 50,000.00
Operating Transfer from		
Electric Surplus Fund	25,000.00	25,000.00
Total Cash Receipts	90,000.00	75,000.00
Expenditures and Transfers		
Culture and Recreation		
Contractual Services	6,000.00	6,000.00
Capital Outlay	-	3,129.48
Total Expenditures and Transfers	6,000.00	9,129.48
Receipts Over(Under) Expenditures	84,000.00	65,870.52
Unencumbered Cash, Beginning	172,839.75	256,839.75
Unencumbered Cash, Ending	\$ 256,839.75	\$ 322,710.27

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**USD #445 SALES TAX FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Transfers from General Fund	\$ 800,955.46	\$ 870,023.38	\$ 775,000.00	\$ 95,023.38
Total Cash Receipts	<u>800,955.46</u>	<u>870,023.38</u>	<u>\$ 775,000.00</u>	<u>\$ 95,023.38</u>
Expenditures and Transfers				
Culture and Recreation Appropriation to USD #445	1,011,256.00	851,526.00	\$ 1,195,015.00	\$ (343,489.00)
Total Expenditures and Transfers Subject to Budget	<u>1,011,256.00</u>	<u>851,526.00</u>	<u>\$ 1,195,015.00</u>	<u>\$ (343,489.00)</u>
Receipts Over(Under) Expenditures	(210,300.54)	18,497.38		
Unencumbered Cash, Beginning	<u>804,195.51</u>	<u>593,894.97</u>		
Unencumbered Cash, Ending	<u>\$ 593,894.97</u>	<u>\$ 612,392.35</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**CRMC SALES TAX FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Transfers from General Fund	\$ 800,955.46	\$ 870,023.38	\$ 775,000.00	\$ 95,023.38
Total Cash Receipts	<u>800,955.46</u>	<u>870,023.38</u>	<u>\$ 775,000.00</u>	<u>\$ 95,023.38</u>
Expenditures and Transfers				
Culture and Recreation Appropriation to Coffeyville Regional Medical Center	561,033.47	560,280.19	\$ 1,000,000.00	\$ (439,719.81)
Total Expenditures and Transfers Subject to Budget	<u>561,033.47</u>	<u>560,280.19</u>	<u>\$ 1,000,000.00</u>	<u>\$ (439,719.81)</u>
Receipts Over(Under) Expenditures	239,921.99	309,743.19		
Unencumbered Cash, Beginning	<u>2,519,135.67</u>	<u>2,759,057.66</u>		
Unencumbered Cash, Ending	<u>\$ 2,759,057.66</u>	<u>\$ 3,068,800.85</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**1/2 CENT SALES TAX IRB DEBT FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Transfers from General Fund	\$ 470,000.00	\$ 470,000.00	\$ 470,000.00	\$ -
Total Cash Receipts	<u>470,000.00</u>	<u>470,000.00</u>	<u>\$ 470,000.00</u>	<u>\$ -</u>
Expenditures and Transfers Subject to Budget				
Debt Service				
Bond Principal	355,000.00	365,000.00	\$ 365,000.00	\$ -
Bond Interest	63,562.50	52,912.50	52,913.00	(0.50)
Commissions and Postage	-	-	15.00	(15.00)
Cost of Issuance	-	-	2,000.00	(2,000.00)
Total Expenditures and Transfers Subject to Budget	<u>418,562.50</u>	<u>417,912.50</u>	<u>\$ 419,928.00</u>	<u>\$ (2,015.50)</u>
Receipts Over(Under) Expenditures	51,437.50	52,087.50		
Unencumbered Cash, Beginning	<u>149,019.31</u>	<u>200,456.81</u>		
Unencumbered Cash, Ending	<u>\$ 200,456.81</u>	<u>\$ 252,544.31</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**G.O. BOND AND INTEREST FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Use of Money and Property				
Bond Proceeds	\$ -	\$ 3,620,919.51	\$ 4,300,000.00	\$ (679,080.49)
Other Revenues				
Reimbursed Expense	-	510,400.00	-	510,400.00
<b>Total Cash Receipts</b>	<b>-</b>	<b>4,131,319.51</b>	<b>\$ 4,300,000.00</b>	<b>\$ (168,680.49)</b>
Expenditures and Transfers				
Subject to Budget				
Capital Improvements				
Contractual Services	1,958,500.73	404,698.05	\$ 575,000.00	\$ (170,301.95)
Capital Outlay	1,014,000.00	-	-	-
Debt Service				
Bond Principal	-	3,941,974.69	3,945,000.00	(3,025.31)
Bond Interest	95,225.00	149,465.09	150,225.00	(759.91)
<b>Total Expenditures and Transfers</b>				
Subject to Budget	<b>3,067,725.73</b>	<b>4,496,137.83</b>	<b>\$ 4,670,225.00</b>	<b>\$ (174,087.17)</b>
Receipts Over(Under) Expenditures	(3,067,725.73)	(364,818.32)		
Unencumbered Cash, Beginning	3,452,703.88	384,978.15		
Unencumbered Cash, Ending	<u>\$ 384,978.15</u>	<u>\$ 20,159.83</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**MEMORIAL HALL BUILDING FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Use of Money and Property				
Donations	\$ -	\$ -	\$ -	\$ -
Total Cash Receipts	-	-	\$ -	\$ -
Expenditures and Transfers				
Subject to Budget				
Culture and Recreation				
Capital Outlay	-	12,834.07	\$ 12,834.00	\$ 0.07
Total Expenditures and Transfers				
Subject to Budget	-	12,834.07	\$ 12,834.00	\$ 0.07
Receipts Over(Under) Expenditures	-	(12,834.07)		
Unencumbered Cash, Beginning	12,834.07	12,834.07		
Unencumbered Cash, Ending	\$ 12,834.07	\$ -		

See accompanying independent auditors' report



**CITY OF COFFEYVILLE, KANSAS**  
**MISCELLANEOUS PROJECTS FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Taxes and Shared Revenue		
County Liquor Tax	\$ 7,866.51	\$ 7,860.30
Federal Grants - ESG	19,788.83	28,852.97
Federal Grants - Brownfield	45,052.44	63,846.71
Federal Grants - NSP	64,397.50	102,160.54
State Grants-Housing Rehab.	108,855.72	48,824.60
Use of Money and Property		
Sale of Property	2,508.00	43,500.00
Other Revenue		
Reimbursement	-	475.69
Operating Transfers from		
Electric Surplus Fund	50,000.00	-
Total Cash Receipts	298,469.00	295,520.81
Expenditures and Transfers		
Public Works		
Contractual Services	124,262.13	157,887.22
Commodities	36.35	104.04
Capital Outlay	171,988.72	77,336.98
Operating Transfers to:		
Electric Surplus Fund	-	50,000.00
General Fund	-	1,089.92
Total Expenditures and Transfers	296,287.20	286,418.16
Receipts Over(Under) Expenditures	2,181.80	9,102.65
Unencumbered Cash, Beginning	409.07	2,590.87
Unencumbered Cash, Ending	\$ 2,590.87	\$ 11,693.52

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**AIRPORT SPECIAL PROJECTS FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Taxes and Shared Revenues		
Federal Grants - FAA	\$ 928,515.00	\$ 529,790.00
Operating Transfers from General Fund	-	6,000.00
	928,515.00	535,790.00
Total Cash Receipts		
Expenditures and Transfers		
General Government		
Contractual Services	958,059.60	579,944.31
	958,059.60	579,944.31
Total Expenditures and Transfers		
Receipts Over(Under) Expenditures	(29,544.60)	(44,154.31)
Unencumbered Cash, Beginning	80,587.13	51,042.53
Unencumbered Cash, Ending	\$ 51,042.53	\$ 6,888.22

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**GOLF COURSE DEPRECIATION AND REPLACEMENT FUND**

Schedule of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2011

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

	<u>Prior</u> <u>Year</u> <u>Actual</u>	<u>Current</u> <u>Year</u> <u>Actual</u>
Cash Receipts		
Use of Money and Property		
Interest Income	\$ 1,040.44	\$ 680.59
Total Cash Receipts	<u>1,040.44</u>	<u>680.59</u>
Expenditures and Transfers		
Improvements		
Capital Outlay	-	-
Total Expenditures and Transfers	<u>-</u>	<u>-</u>
Receipts Over(Under) Expenditures	1,040.44	680.59
Unencumbered Cash, Beginning	<u>90,030.79</u>	<u>91,071.23</u>
Unencumbered Cash, Ending	<u>\$ 91,071.23</u>	<u>\$ 91,751.82</u>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**LAW ENFORCEMENT PROJECTS FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Federal Grants - JAG	\$ 24,072.00	\$ 3,228.00
Federal Grants - 911	63,857.26	-
Total Cash Receipts	<u>87,929.26</u>	<u>3,228.00</u>
Expenditures and Transfers		
General Government		
Contractual Services	7,727.88	3,228.00
Capital Outlay	63,857.26	-
Operating Transfers to		
Capital Improvement Reserve Fund	<u>6,200.00</u>	<u>-</u>
Total Expenditures and Transfers	<u>77,785.14</u>	<u>3,228.00</u>
Receipts Over(Under) Expenditures	10,144.12	-
Unencumbered Cash, Beginning	<u>666.54</u>	<u>10,810.66</u>
Unencumbered Cash, Ending	<u>\$ 10,810.66</u>	<u>\$ 10,810.66</u>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC BOND PROJECTS FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfers from		
Electric R & I Reserves Fund	\$ 4,249.28	\$ -
Total Cash Receipts	4,249.28	-
Expenditures and Transfers		
General Government		
Capital Outlay	4,249.28	-
Total Expenditures and Transfers	4,249.28	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC UTILITY FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Charges for Services				
Sale of Electricity				
General Sales	\$ 22,473,140.84	\$ 22,382,273.70	\$ 21,817,284.00	\$ 564,989.70
Coffeyville Resources	24,039,054.59	25,318,239.23	30,172,872.00	(4,854,632.77)
Turn on & Turn off	6,675.00	6,725.00	4,500.00	2,225.00
Late Fees	102,207.13	142,127.81	91,300.00	50,827.81
Intergovernmental				
State Grants - SB 417	69.62	-	-	-
Use of Money and Property				
Rental of Property	15,383.00	15,980.50	51,000.00	(35,019.50)
Sale of Scrap	9,815.25	62,880.97	5,000.00	57,880.97
Interest Income	155,786.87	61,801.06	150,000.00	(88,198.94)
Other Revenues				
Bad Debt Recovery	4,298.90	1,863.72	5,000.00	(3,136.28)
Miscellaneous	621.48	555.12	1,300.00	(744.88)
Reimbursed Expense	42,360.99	337,864.10	1,000.00	336,864.10
Total Cash Receipts	<u>46,849,413.67</u>	<u>48,330,311.21</u>	<u>\$ 52,299,256.00</u>	<u>\$ (3,968,944.79)</u>
Expenditures and Transfers				
Subject to Budget				
Distribution				
Personal Services	803,718.11	911,674.44	\$ 1,086,584.00	\$ (174,909.56)
Contractual Services	382,470.26	533,758.34	338,400.00	195,358.34
Commodities	128,394.82	153,115.45	149,400.00	3,715.45
Capital Outlay	597,766.59	574,335.21	693,000.00	(118,664.79)
Transmission				
Personal Services	-	120,569.68	-	120,569.68
Contractual Services	-	804,980.38	-	804,980.38
Commodities	-	59.35	-	59.35
Capital Outlay	-	699.99	-	699.99
Generation				
Personal Services	1,111,118.63	1,107,545.58	1,446,551.00	(339,005.42)
Contractual Services	1,154,655.46	238,734.03	1,243,500.00	(1,004,765.97)
Commodities	12,241,187.59	13,252,800.61	12,250,300.00	1,002,500.61
Capital Outlay	110,358.61	73,639.41	170,000.00	(96,360.59)

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC UTILITY FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers Subject to Budget (Continued)				
General and Administrative				
Personal Services	\$ 178,051.38	\$ 133,586.43	\$ 246,642.00	\$ (113,055.57)
Contractual Services	825,353.69	279,811.72	473,700.00	(193,888.28)
Commodities	3,120.19	5,654.67	12,000.00	(6,345.33)
Capital Outlay	1,329.05	242.48	3,500.00	(3,257.52)
Industries - Coffeyville Resources				
Contractual Services	2,550,145.07	1,346,869.84	4,029,872.00	(2,683,002.16)
Commodities	20,248,171.26	22,637,772.30	24,583,000.00	(1,945,227.70)
Operating Transfers to:				
General Fund	2,154,084.75	2,218,016.29	2,201,098.00	16,918.29
Risk Management Fund	333,000.00	333,000.00	-	333,000.00
Electric Debt Service Fund	1,056,224.01	1,060,097.22	855,458.00	204,639.22
Electric Surplus Fund	1,149,234.45	1,359,979.00	1,396,411.00	(36,432.00)
Electric R & I Reserves Fund	905,000.00	905,000.00	905,000.00	-
Total Certified Budget			52,084,416.00	(4,032,473.58)
Adjustments for Qualifying Budget Credits			337,864.10	(337,864.10)
Total Expenditures and Transfers Subject to Budget	45,933,383.92	48,051,942.42	\$ 52,422,280.10	\$ (4,370,337.68)
Receipts Over(Under) Expenditures	916,029.75	278,368.79		
Unencumbered Cash, Beginning	109,109.95	1,025,139.70		
Unencumbered Cash, Ending	\$ 1,025,139.70	\$ 1,303,508.49		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC R & I RESERVES FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Bond Proceeds	\$ -	\$ 1,235,000.00
Operating Transfers from		
Electric Utility Fund	905,000.00	905,000.00
 Total Cash Receipts	 905,000.00	 2,140,000.00
 Expenditures and Transfers		
General Government		
Contractual Services	19,964.44	41,468.24
Capital Outlay	1,129,400.56	1,432,387.99
Operating Transfers to:		
Capital Equipment Fund	-	169,200.00
Electric Bond Project Fund	4,249.28	-
 Total Expenditures and Transfers	 1,153,614.28	 1,643,056.23
 Receipts Over(Under) Expenditures	 (248,614.28)	 496,943.77
 Unencumbered Cash, Beginning	 2,065,206.52	 1,816,592.24
 Unencumbered Cash, Ending	 \$ 1,816,592.24	 \$ 2,313,536.01

See accompanying independent auditors' report



**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC DEBT SERVICE FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Transfers from				
Electric Utility Fund	\$ 1,056,224.01	\$ 1,060,097.22	\$ 1,041,890.00	\$ 18,207.22
Total Cash Receipts	<u>1,056,224.01</u>	<u>1,060,097.22</u>	<u>\$ 1,041,890.00</u>	<u>\$ 18,207.22</u>
Expenditures and Transfers				
Subject to Budget				
Debt Service				
Bond Principal	550,000.00	580,000.00	\$ 580,000.00	\$ -
Bond Interest	344,776.26	324,638.76	324,639.00	(0.24)
Commissions and Postage	-	-	100.00	(100.00)
Lease Purchase Principal	67,982.63	71,424.24	71,424.00	0.24
Lease Purchase Interest	87,475.83	84,034.22	84,034.00	0.22
Total Expenditures and Transfers				
Subject to Budget	<u>1,050,234.72</u>	<u>1,060,097.22</u>	<u>\$ 1,060,197.00</u>	<u>\$ (99.78)</u>
Receipts Over(Under) Expenditures	5,989.29	-		
Unencumbered Cash, Beginning	<u>168,902.33</u>	<u>174,891.62</u>		
Unencumbered Cash, Ending	<u>\$ 174,891.62</u>	<u>\$ 174,891.62</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**ELECTRIC SURPLUS FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfers from:		
Electric Utility Fund	\$ 1,149,234.45	\$ 1,359,979.00
Miscellaneous Projects Fund	-	50,000.00
911 Emergency System Fund	-	8,000.00
Total Cash Receipts	<u>1,149,234.45</u>	<u>1,417,979.00</u>
Expenditures and Transfers		
General Government		
Contractual Services	252,350.00	658,160.00
Operating Transfers to:		
Capital Improvement Reserve Fund	200,000.00	329,000.00
Youth Activities Center Fund	21,000.00	25,000.00
Aquatic Operations Center Fund	21,000.00	20,000.00
Veterans Memorial Stadium		
Depreciation & Replacement Fund	25,000.00	25,000.00
Miscellaneous Projects Fund	50,000.00	-
911 Emergency System Fund	33,000.00	-
Golf Course Fund	150,000.00	101,000.00
Total Expenditures and Transfers	<u>752,350.00</u>	<u>1,158,160.00</u>
Receipts Over(Under) Expenditures	396,884.45	259,819.00
Unencumbered Cash, Beginning	<u>324,981.69</u>	<u>721,866.14</u>
Unencumbered Cash, Ending	<u>\$ 721,866.14</u>	<u>\$ 981,685.14</u>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**WATER AND SEWER UTILITY FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Cash Receipts</b>				
<b>Charges for Services</b>				
Water Sales	\$ 2,637,211.63	\$ 2,677,156.80	\$ 2,710,269.00	\$ (33,112.20)
Sewer Charges	2,024,449.90	2,013,011.88	2,032,568.00	(19,556.00)
Late Fees	40,604.32	40,795.18	34,000.00	6,795.00
Turn on & Turn off	4,825.95	4,320.87	3,524.00	797.00
Other Charges	31,045.08	25,589.01	35,000.00	(9,411.00)
<b>Intergovernmental</b>				
Federal Grants - FEMA	-	15,209.85	-	15,210.00
State Grants - FEMA	-	2,027.98	-	2,028.00
State Grants - SB 417	59.64	-	-	-
<b>Use of Money and Property</b>				
Interest Income	81,713.76	34,919.40	210,000.00	(175,081.00)
Sale of Scrap and Equipment	-	1,978.10	2,000.00	(22.00)
<b>Other Revenues</b>				
Miscellaneous	100.00	50.00	1,000.00	(950.00)
Reimbursed Expense	3,299.19	6,753.91	4,000.00	2,754.00
<b>Total Cash Receipts</b>	<b>4,823,309.47</b>	<b>4,821,812.98</b>	<b>\$ 5,032,361.00</b>	<b>\$ (210,548.20)</b>
<b>Expenditures and Transfers</b>				
<b>Subject to Budget</b>				
<b>Water Distribution</b>				
Personal Services	506,192.68	508,717.10	\$ 615,340.00	\$ (106,622.90)
Contractual Services	42,177.81	21,882.47	30,700.00	(8,817.53)
Commodities	89,276.93	129,976.24	82,825.00	47,151.24
Capital Outlay	44,314.34	72,355.02	36,800.00	35,555.02
<b>Water Treatment</b>				
Personal Services	363,361.40	386,325.40	461,404.00	(75,078.60)
Contractual Services	200,839.47	241,145.30	236,475.00	4,670.30
Commodities	285,439.52	286,316.25	278,850.00	7,466.25
Capital Outlay	28,475.40	4,769.90	10,950.00	(6,180.10)
<b>Water General</b>				
Personal Services	20,673.68	21,187.26	23,749.00	(2,561.74)
Contractual Services	105,036.07	103,860.33	122,800.00	(18,939.67)
Commodities	3,673.57	3,924.82	3,600.00	324.82
Capital Outlay	201.98	-	200.00	(200.00)

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**WATER AND SEWER UTILITY FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers Subject to Budget (Continued)				
Sewer Collections				
Personal Services	\$ 154,939.13	\$ 162,993.62	\$ 208,924.00	\$ (45,930.38)
Contractual Services	59,245.51	33,609.42	23,550.00	10,059.42
Commodities	23,687.15	27,894.14	29,350.00	(1,455.86)
Capital Outlay	12,420.64	22,501.87	12,200.00	10,301.87
Sewer Treatment				
Personal Services	380,956.30	383,764.78	454,911.00	(71,146.22)
Contractual Services	49,960.45	49,833.11	48,170.00	1,663.11
Commodities	17,627.57	19,840.19	25,925.00	(6,084.81)
Capital Outlay	7,054.38	17,719.60	9,400.00	8,319.60
Sewer General				
Personal Services	20,673.68	21,187.22	23,749.00	(2,561.78)
Contractual Services	73,258.91	74,168.88	80,500.00	(6,331.12)
Commodities	522.31	500.00	1,600.00	(1,100.00)
Capital Outlay	-	-	200.00	(200.00)
Operating Transfers to:				
General Fund	679,122.56	713,547.23	704,437.00	9,110.23
Water and Sewer Depreciation and Replacement Fund	275,000.00	275,000.00	625,000.00	(350,000.00)
Water and Sewer Debt Service Fund	1,142,439.78	1,180,066.10	1,183,598.00	(3,531.90)
Risk Management Fund	254,638.80	254,700.80	-	254,700.80
Total Certified Budget			5,335,207.00	(317,419.95)
Adjustments for Qualifying Budget Credits			6,753.91	(6,753.91)
Total Expenditures and Transfers Subject to Budget	4,841,210.02	5,017,787.05	\$ 5,341,960.91	\$ (324,173.86)
Receipts Over(Under) Expenditures	(17,900.55)	(195,974.07)		
Unencumbered Cash, Beginning	950,394.68	932,494.13		
Unencumbered Cash, Ending	\$ 932,494.13	\$ 736,520.06		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**WATER AND SEWER DEPRECIATION AND REPLACEMENT FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Revolving Loan Proceeds	\$ 632,460.46	\$ 29,674.61
Intergovernmental		
State Grants - SB 417	46,301.06	-
State Grants - KDOT	460,310.25	-
Operating Transfers from		
Water and Sewer Utility Fund	<u>275,000.00</u>	<u>275,000.00</u>
Total Cash Receipts	<u>1,414,071.77</u>	<u>304,674.61</u>
Expenditures and Transfers		
Public Works		
Contractual Services	111,876.25	11,320.23
Capital Outlay	1,415,892.27	508,057.76
Operating Transfers to		
Capital Equipment Fund	<u>-</u>	<u>100,000.00</u>
Total Expenditures and Transfers	<u>1,527,768.52</u>	<u>619,377.99</u>
Receipts Over(Under) Expenditures	(113,696.75)	(314,703.38)
Unencumbered Cash, Beginning	<u>2,450,473.58</u>	<u>2,336,776.83</u>
Unencumbered Cash, Ending	<u>\$ 2,336,776.83</u>	<u>\$ 2,022,073.45</u>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**WATER AND SEWER DEBT SERVICE FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Use of Money and Property				
Bond Proceeds	\$ -	\$ 2,279,080.49	\$ 2,400,000.00	\$ (120,919.51)
Operating Transfers from				
Water and Sewer Utility Fund	1,142,439.78	1,180,066.10	1,180,066.00	0.10
<b>Total Cash Receipts</b>	<b>1,142,439.78</b>	<b>3,459,146.59</b>	<b>\$ 3,580,066.00</b>	<b>\$ (120,919.41)</b>
Expenditures and Transfers				
Subject to Budget				
Debt Service				
Bond Principal	787,618.73	3,084,118.68	\$ 3,084,119.00	\$ (0.32)
Bond Interest	354,821.05	375,026.90	500,027.00	(125,000.10)
Commissions and Postage	-	7.50	400.00	(392.50)
<b>Total Expenditures and Transfers</b>				
Subject to Budget	1,142,439.78	3,459,153.08	\$ 3,584,546.00	\$ (125,392.92)
Receipts Over(Under) Expenditures	-	(6.49)		
Unencumbered Cash, Beginning	261,849.61	261,849.61		
Unencumbered Cash, Ending	\$ 261,849.61	\$ 261,843.12		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**STORMWATER UTILITY FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Charges for Services				
Stormwater Sales	\$ 152,430.68	\$ 152,911.73	\$ 153,898.00	\$ (986.27)
Late Charges	625.38	642.80	1,000.00	(357.20)
Other Revenues				
Reimbursed Expense	-	1,200.00	4,000.00	(2,800.00)
<b>Total Cash Receipts</b>	<b>153,056.06</b>	<b>154,754.53</b>	<b>\$ 158,898.00</b>	<b>\$ (4,143.47)</b>
Expenditures and Transfers				
Subject to Budget				
Personal Services	88,289.14	93,449.16	\$ 116,811.00	\$ (23,361.84)
Contractual Services	5,391.17	5,638.04	10,500.00	(4,861.96)
Commodities	12,003.15	12,386.67	12,275.00	111.67
Capital Outlay	8,340.38	501.59	9,369.00	(8,867.41)
Operating Transfers to:				
Risk Management Fund	18,000.00	18,000.00	-	18,000.00
Stormwater Depreciation and Replacement Fund	30,000.00	30,000.00	30,000.00	-
<b>Total Expenditures and Transfers Subject to Budget</b>	<b>162,023.84</b>	<b>159,975.46</b>	<b>\$ 178,955.00</b>	<b>\$ (18,979.54)</b>
Receipts Over(Under) Expenditures	(8,967.78)	(5,220.93)		
Unencumbered Cash, Beginning	28,142.51	19,174.73		
Unencumbered Cash, Ending	\$ 19,174.73	\$ 13,953.80		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**STORMWATER DEPRECIATION AND REPLACEMENT FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfers from Stormwater Utility Fund	\$ 30,000.00	\$ 30,000.00
Total Cash Receipts	<u>30,000.00</u>	<u>30,000.00</u>
Expenditures and Transfers		
Public Works		
Contractual Services	15,682.92	2,161.94
Capital Outlay	-	4,590.00
Debt Service		
Lease Purchase Principal	42,606.99	42,986.28
Lease Purchase Interest	<u>2,880.55</u>	<u>2,501.26</u>
Total Expenditures and Transfers	<u>61,170.46</u>	<u>52,239.48</u>
Receipts Over(Under) Expenditures	(31,170.46)	(22,239.48)
Unencumbered Cash, Beginning	<u>75,813.43</u>	<u>44,642.97</u>
Unencumbered Cash, Ending	<u>\$ 44,642.97</u>	<u>\$ 22,403.49</u>

See accompanying independent auditors' report



**CITY OF COFFEYVILLE, KANSAS**  
**REFUSE/TRASH UTILITY FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Charges for Services				
Trash Collections	\$ 525,069.58	\$ 577,909.59	\$ 581,578.00	\$ (3,668.41)
Late Charges	8,145.33	8,353.78	7,000.00	1,353.78
Other Revenues				
Reimbursed Expense	-	30,884.82	-	30,884.82
<b>Total Cash Receipts</b>	<b>533,214.91</b>	<b>617,148.19</b>	<b>\$ 588,578.00</b>	<b>\$ 28,570.19</b>
Expenditures and Transfers				
Subject to Budget				
Collections				
Contractual Services	505,816.99	537,923.64	\$ 588,451.00	\$ (50,527.36)
Commodities	5,032.21	3,500.00	3,500.00	-
Capital Outlay	-	-	52,083.00	(52,083.00)
<b>Total Expenditures and Transfers Subject to Budget</b>	<b>510,849.20</b>	<b>541,423.64</b>	<b>\$ 644,034.00</b>	<b>\$ (102,610.36)</b>
Receipts Over(Under) Expenditures	22,365.71	75,724.55		
Unencumbered Cash, Beginning	88,652.83	111,018.54		
Unencumbered Cash, Ending	<b>\$ 111,018.54</b>	<b>\$ 186,743.09</b>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**INTERNET UTILITY FUND**

Schedule of Cash Receipts and Expenditures - Actual and Budget  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
<b>Cash Receipts</b>				
Charges for Services				
Internet Charges	\$ 218,605.22	\$ 227,490.93	\$ 254,513.00	\$ (27,022.07)
Installation Charges	5,375.00	750.00	4,375.00	(3,625.00)
Service Calls	3,350.00	3,355.00	3,000.00	355.00
Late Charges	1,807.33	1,790.42	2,000.00	(209.58)
Turn on & Turn off	450.00	175.00	500.00	(325.00)
Use of Money and Property				
Sale of Equipment	2,000.00	2,595.00	-	2,595.00
Other Revenues				
Reimbursed Expense	-	2,272.00	-	2,272.00
<b>Total Cash Receipts</b>	<b>231,587.55</b>	<b>238,428.35</b>	<b>\$ 264,388.00</b>	<b>\$ (25,959.65)</b>
<b>Expenditures and Transfers</b>				
Subject to Budget				
Connections				
Personal Services	66,672.73	66,576.35	\$ 87,181.00	\$ (20,604.65)
Contractual Services	61,531.12	91,826.92	79,740.00	12,086.92
Commodities	2,103.82	2,921.35	3,100.00	(178.65)
Capital Outlay	61,838.10	49,760.74	238,689.00	(188,928.26)
Operating Transfers to				
Risk Management Fund	9,000.00	9,000.00	-	9,000.00
<b>Total Expenditures and Transfers</b> Subject to Budget	<b>201,145.77</b>	<b>220,085.36</b>	<b>\$ 408,710.00</b>	<b>\$ (188,624.64)</b>
Receipts Over(Under) Expenditures	30,441.78	18,342.99		
Unencumbered Cash, Beginning	80,498.88	110,940.66		
Unencumbered Cash, Ending	<u>\$ 110,940.66</u>	<u>\$ 129,283.65</u>		

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**METER DEPOSIT FUND**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Other Revenue		
Meter Deposits	\$ 109,090.31	\$ 128,251.32
Total Cash Receipts	<u>109,090.31</u>	<u>128,251.32</u>
Expenditures and Transfers		
Meter Deposit Refunds	<u>109,090.31</u>	<u>128,251.32</u>
Total Expenditures and Transfers	<u>109,090.31</u>	<u>128,251.32</u>
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ -</u>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**AGENCY FUNDS**

Schedule of Cash Receipts and Cash Disbursements  
For the Year Ended December 31, 2011

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Fire Insurance Proceeds	\$ 24,288.72	\$ 10,000.00	\$ 22,753.30	\$ 11,535.42
Sales Tax	15,793.57	657,749.76	666,545.45	6,997.88
Perpetual Care	48,204.68	1,311.95	4,340.00	45,176.63
Drug Forfeitures	71,027.28	12,339.95	4,249.47	79,117.76
Alcohol and Safety	718.32	-	718.32	-
	<u>\$ 160,032.57</u>	<u>\$ 681,401.66</u>	<u>\$ 698,606.54</u>	<u>\$ 142,827.69</u>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**COFFEYVILLE PUBLIC LIBRARY**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Taxes and Shared Revenue		
SEK Library Association	\$ 16,004.00	\$ 15,824.00
City of Coffeyville	322,319.46	337,822.93
State Aid	5,792.00	5,096.71
Use of Money and Property		
Interest and Dividends	470.19	372.08
Other Revenues		
Fees	10,072.99	8,988.32
Donations	11,279.86	8,307.89
Miscellaneous	3,406.50	2,131.41
 Total Cash Receipts	 369,345.00	 378,543.34
 Expenditures and Transfers		
Personal Services	264,977.16	270,590.85
Contractual Services	11,473.38	4,965.76
Commodities	66,315.95	67,187.43
Capital Outlay	13,964.30	9,634.73
 Total Expenditures and Transfers	 356,730.79	 352,378.77
 Receipts Over(Under) Expenditures	 12,614.21	 26,164.57
 Unencumbered Cash, Beginning	 81,911.07	 94,525.28
 Unencumbered Cash, Ending	 \$ 94,525.28	 \$ 120,689.85

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**COFFEYVILLE FIREFIGHTER'S RELIEF ASSOCIATION**

Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Revenues		
Premiums Returned and Surrendered Policies	\$ 126,224.76	\$ 56,305.93
State Insurance Commissioner Insurance Premium Paid by Firemen	31,586.85	29,901.79
Use of Money and Property Interest Income	5,678.76	14,186.68
	<u>1,867.49</u>	<u>324.30</u>
Total Cash Receipts	<u>165,357.86</u>	<u>100,718.70</u>
Expenditures and Transfers		
Public Safety		
Insurance Premiums	81,546.21	118,846.63
Bond and Other Expenses	<u>81,635.31</u>	<u>20,969.68</u>
Total Expenditures and Transfers	<u>163,181.52</u>	<u>139,816.31</u>
Receipts Over(Under) Expenditures	2,176.34	(39,097.61)
Unencumbered Cash, Beginning	<u>211,157.79</u>	<u>213,334.13</u>
Unencumbered Cash, Ending	<u>\$ 213,334.13</u>	<u>\$ 174,236.52</u>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**COFFEYVILLE REGIONAL MEDICAL CENTER**  
Schedule of Cash Receipts and Expenditures - Actual  
For the Year Ended December 31, 2011  
(With Comparative Actual Amounts for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Net Patient Revenue	\$ 35,731,216.00	\$ 33,319,269.00
Sales Tax Revenue	550,533.00	572,280.00
Other Revenue	597,383.00	615,344.00
Grant Revenue	922,032.00	1,070,412.00
Proceeds from Disposal of Equipment	797.00	10,902.00
Proceeds from Issuance of Debt	1,100,032.00	941,550.00
Investment Income	404,074.00	607,922.00
	<u>39,306,067.00</u>	<u>37,137,679.00</u>
 Expenditures and Transfers		
Salaries and Wages	16,067,640.00	15,289,140.00
Supplies and Other Expense	18,465,536.00	18,238,200.00
Interest Expense	587,120.00	573,977.00
Debt Principal	945,996.00	1,014,915.00
Capital Outlay	4,013,912.00	6,653,600.00
	<u>40,080,204.00</u>	<u>41,769,832.00</u>
 Receipts Over(Under) Expenditures	 (774,137.00)	 (4,632,153.00)
 Unencumbered Cash, Beginning	 <u>14,561,167.00</u>	 <u>13,787,030.00</u>
 Unencumbered Cash, Ending	 <u>\$ 13,787,030.00</u>	 <u>\$ 9,154,877.00</u>

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
**COFFEYVILLE COMMUNITY ENHANCEMENT FOUNDATION**

Schedule of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2011

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

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ 27.66	\$ 24.37
Other Revenues		
Merchandise/Program Sales	9,560.74	2,116.95
Donations	6,000.00	376.00
Total Cash Receipts	15,588.40	2,517.32
Expenditures and Transfers		
Culture and Recreation		
Contractual Services	46.70	185.00
Commodities	9,575.14	2,394.18
Total Expenditures and Transfers	9,621.84	2,579.18
Receipts Over(Under) Expenditures	5,966.56	(61.86)
Unencumbered Cash, Beginning	9,292.77	15,259.33
Unencumbered Cash, Ending	\$ 15,259.33	\$ 15,197.47

See accompanying independent auditors' report



## **FEDERAL COMPLIANCE SECTION**

**CITY OF COFFEYVILLE, KANSAS**  
Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2011

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL CFDA NUMBER	CASH RECEIPTS	DISBURSE- MENTS/ EXPENDITURES
<b><u>U.S. DEPARTMENT OF HOUSING &amp; URBAN DEVELOPMENT</u></b>				
Passed through the Kansas Dept. of Commerce:				
Community Development Block Grant	09-NSP-014	14.228	\$ 102,160.54	\$ 50,097.89
Passed through the Coffeyville Community Enhancement Foundation				
EDI Special Project	B-08-SP-KS-0574	14.251	-	119,934.34
Passed through the Kansas Housing Resources Corporation				
Emergency Shelter Grant	ESG-FFY2010	14.231	435.22	-
Emergency Shelter Grant	ESG-FFY2011	14.231	23,028.48	16,924.15
Emergency Shelter Grant	ESG-FFY2012	14.231	5,389.27	5,389.27
		Total 14.231	28,852.97	22,313.42
Total U.S. Department of Housing & Urban Development			131,013.51	192,345.65
<b><u>U.S. DEPARTMENT OF JUSTICE</u></b>				
Direct Grant				
Public Safety Partnership & Community Policing	2009-RK-WX-0360	16.710	54,565.16	56,025.68
Edward Byrne Memorial Justice Assistance	2010-DX-BX-0147	16.804	3,228.00	3,228.00
Total U.S. Department of Justice			57,793.16	59,253.68
<b><u>U.S. DEPARTMENT OF TRANSPORTATION</u></b>				
Direct Grant				
Airport Improvement Program	3-20-0011-14	20.106	58,956.00	58,956.00
Airport Improvement Program	3-20-0011-15	20.106	86,254.00	86,254.00
Airport Improvement Program	3-20-0011-16	20.106	42,236.00	57,666.00
Airport Improvement Program	3-20-0011-17	20.106	342,344.00	348,073.00
		Total 20.106 (M)	529,790.00	550,949.00
Passed through the Kansas Department of Transportation				
Impaired Driving Deterrence Program	AL-9481-11-IDDP	20.205	2,775.35	2,775.35
Impaired Driving Deterrence Program	AL-9481-12-IDDP	20.205	350.44	350.44
		Total 20.205	3,125.79	3,125.79
CLICK Step Special Enforcement Program - Equipment	OP-1196-11-STEP - EQUIP	20.600	4,000.00	4,000.00
CLICK Step Special Enforcement Program	OP-1196-11-STEP	20.600	2,445.65	2,445.65
		Total 20.600	6,445.65	6,445.65
Total U.S. Department of Transportation			539,361.44	560,520.44

See accompanying independent auditors' report

**CITY OF COFFEYVILLE, KANSAS**  
Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2011

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	PASS-THROUGH ENTITY IDENTIFYING NUMBER	FEDERAL CFDA NUMBER	CASH RECEIPTS	DISBURSE- MENTS/ EXPENDITURES
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>				
Passed through the Kansas Department of Health and Environment				
Fire-Related Injury and Prevention Program	KFIPP	93.136	\$ 1,665.00	\$ 1,665.00
Total U.S. Department of Health and Human Services				
<b><u>U.S. ENVIRONMENTAL PROTECTION AGENCY</u></b>				
Direct Grant				
Brownfield Assessment, Cleanup, and Revolving Loan Fund Grants	BF-97712401-0	66.818	51,388.84	78,705.80
Brownfield Assessment, Cleanup, and Revolving Loan Fund Grants	BF-97712501-0	66.818	12,457.87	14,612.11
Total U.S. Environmental Protection Agency			63,846.71	93,317.91
<b><u>U.S. DEPARTMENT OF HOMELAND SECURITY</u></b>				
Passed through the Kansas Division of Emergency Management				
Public Assistance Grant	FEMA-1885-DR-KS	97.036	15,209.85	15,209.85
Public Assistance Grant	FEMA-1771-DR-KS	97.036	82,099.35	-
Total U.S. Department of Homeland Security			97,309.20	15,209.85
TOTAL ALL PROGRAMS			\$ 890,989.02	\$ 922,312.53

Note to the Schedule of Expenditures of Federal Awards:  
Federal expenditures are recorded on the accrual basis of accounting, which records expenses when the goods or services are received, and not necessarily when paid.  
(M) - Major Program

See accompanying independent auditors' report

**JARRED, GILMORE & PHILLIPS, PA**  
CERTIFIED PUBLIC ACCOUNTANTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Honorable Mayor and City Commissioners  
City of Coffeyville, Kansas

We have audited the financial statements of the City of Coffeyville, Kansas, as of and for the year ended December 31, 2011, which collectively comprise the City of Coffeyville, Kansas' basic financial statements and have issued our report thereon dated June 21, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered City of Coffeyville, Kansas' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of City of Coffeyville, Kansas' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Coffeyville, Kansas' internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Coffeyville, Kansas' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, City Commissioners, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

June 21, 2012  
Chanute, Kansas

**JARRED, GILMORE & PHILLIPS, PA**  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH  
REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Honorable Mayor and City Commissioners  
City of Coffeyville, Kansas

Compliance

We have audited City of Coffeyville, Kansas' compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of City of Coffeyville, Kansas' major federal programs for the year ended December 31, 2011. City of Coffeyville, Kansas' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of City of Coffeyville, Kansas' management. Our responsibility is to express an opinion on City of Coffeyville, Kansas' compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about City of Coffeyville, Kansas' compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of City of Coffeyville, Kansas' compliance with those requirements.

In our opinion, City of Coffeyville, Kansas, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011.

Internal Control over Compliance

Management of City of Coffeyville, Kansas, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered City of Coffeyville, Kansas' internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of City of Coffeyville, Kansas' internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, City Commissioners, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



JARRED, GILMORE & PHILLIPS, PA  
Certified Public Accountants

June 21, 2012  
Chanute, Kansas

**CITY OF COFFEYVILLE, KANSAS**

Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2011

**I. SUMMARY OF AUDITOR'S RESULTS**

**Financial Statements:**

The auditors' report expresses an unqualified opinion on the financial statement of City of Coffeyville, Kansas.

**Internal Control over Financial Reporting:**

Material weakness(es) identified?	_____	Yes	<u>  X  </u>	No
Significant deficiencies identified that are not considered to be a material weaknesses?	_____	Yes	<u>  X  </u>	No
Non compliance or other matters required to be reported under <i>Government Auditing Standards</i>	_____	Yes	<u>  X  </u>	No

**Federal Awards:**

Internal control over major programs:				
Material weakness(es) identified?	_____	Yes	<u>  X  </u>	No
Significant deficiencies identified that are not considered to be a material weaknesses?	_____	Yes	<u>  X  </u>	No

The auditors' report on compliance for the major federal award programs for City of Coffeyville, Kansas expresses an unqualified opinion.

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133?	_____	Yes	<u>  X  </u>	No
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Identification of major programs:

**U.S. DEPARTMENT OF TRANSPORTATION**

Airport Improvement Program – CFDA 20.106

The threshold for distinguishing Types A and B programs was \$300,000.00.

Auditee qualified as a low risk auditee?	<u>  X  </u>	Yes	_____	No
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**II. FINDINGS – FINANCIAL STATEMENT AUDIT**

NONE

**III. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT**

NONE



**CITY OF COFFEYVILLE, KANSAS**

Summary Schedule of Prior Audit Findings  
For the Year Ended December 31, 2011

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December 31, 2010:

No Findings in the Prior Year Audit