

**CITY OF FORT SCOTT,
KANSAS**

**Financial Statements and
Independent Auditors' Report
with Federal Compliance Section
and Supplemental Information
For the Year Ended December 31, 2011**

CITY OF FORT SCOTT, KANSAS

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Diehl Banwart Bolton

Certified Public Accountants PA

INDEPENDENT AUDITORS' REPORT

To the Mayor and the City Commission
City of Fort Scott, Kansas

We have audited the Statement of Cash Receipts, Expenditures, and Unencumbered Cash of the City of Fort Scott, Kansas, as of and for the year ended December 31, 2011 as listed in the Table of Contents. This financial statement is the responsibility of the City of Fort Scott, Kansas. Our responsibility is to express an opinion on this financial statement based on our audit. The prior year 2010 comparative information has been derived from the City's 2010 financial statement and, in our report dated April 25, 2011 we expressed an unqualified opinion on the primary government financial statement 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, the standards applicable to financial audits contained in **Government Auditing Standards**, issued by the Comptroller General of the United States, and the **Kansas Municipal Audit Guide**. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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

The financial statement does not include financial data for one of the City's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for this component unit be reported with the financial data of the City's primary government unless the City also issues financial statements for the financial reporting entity that include the financial data for its component units. The City has not issued such reporting entity financial statements. The effect of this departure from accounting principles generally accepted in the United States of America has not been determined.

FS Accounting Authority

In our opinion, because of the omission of a component unit as referred to in Note 1 and because of the City's policy to prepare its financial statements on the basis of accounting discussed in the third paragraph, the financial statement referred to in the first paragraph does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Fort Scott, Kansas, as of December 31, 2011, or the changes in financial position and, where applicable, its cash flows for the year then ended. Further, the City of Fort Scott, Kansas has not presented a management's discussion and analysis that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In our opinion, except for the effect on the financial statement of the omission of a component unit as described in the fourth paragraph, the statutory basis financial statement referred to in the first paragraph presents fairly, in all material respects, the cash and unencumbered cash balance of the City of Fort Scott, Kansas, as of December 31, 2011, and its 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 April 17, 2012 on our consideration of the City's 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 the 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 of the City taken as a whole. The accompanying supplemental schedules as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statement. The 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 of the City. The supplemental schedules and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. This information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, 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 statements taken as a whole.

Diane Banwart Bolton CPA PA

DIEHL, BANWART, BOLTON, CPAs PA

April 17, 2012
Fort Scott, Kansas

CITY OF FORT SCOTT, KANSAS
Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended December 31, 2011

Funds	Beginning Unencumbered Cash Balances	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus Encumbrances and Accounts Payable	Cash Balances	
							2011	2010
General Fund	\$797,954.51	\$21,471.92	\$5,458,102.15	\$5,613,023.46	\$664,505.12	\$89,627.98	\$754,133.10	\$929,366.30
Special Revenue Funds:								
Special Streets and Highways	459,698.36	8,100.00	316,527.60	407,545.61	376,780.35	9,715.20	386,495.55	467,798.36
Library	-	-	235,049.34	235,049.34	-	11,187.19	11,187.19	-
Promotion of Industry	370,187.18	-	189,387.56	166,882.52	392,692.22	2,333.94	395,026.16	370,187.18
Equipment Reserve	109,513.84	-	178,623.50	74,187.05	213,950.29	-	213,950.29	112,617.28
Library Employee Benefits	-	-	31,325.52	31,325.52	-	1,391.37	1,391.37	-
Special Parks and Recreation	40,241.63	-	18,285.56	25,000.00	33,527.19	-	33,527.19	80,241.63
Police and Fire Equipment	160,283.80	-	89,771.57	99,870.42	150,184.95	26,953.75	177,138.70	164,278.80
Special Alcohol and Drug	15,552.57	-	14,285.58	11,900.00	17,938.15	-	17,938.15	15,552.57
Community Improvement District	801.27	-	14,301.75	15,103.02	-	4,004.70	4,004.70	801.27
E911 Telephone Tax	100,181.02	-	49,283.19	49,789.74	99,674.47	3,487.93	103,162.40	100,181.02
Cellphone 911	74,366.85	-	24,980.23	19,786.52	79,560.56	1,161.25	80,721.81	74,366.85
Capital Improvements	102,721.70	225.00	165,000.00	27,538.30	240,408.40	-	240,408.40	132,489.50
Tourism & Convention Promo	20,561.96	300.00	31,186.58	35,000.00	17,048.54	17,500.00	34,548.54	20,561.96
Sewer Rate Stabilization Sales	859,830.65	13,759.74	702,627.29	652,564.30	923,653.38	24,785.92	948,439.30	1,055,926.25
Debt Service Fund								
General Bond and Interest	133,774.70	-	175,899.51	265,674.00	44,000.21	-	44,000.21	133,774.70
Capital Project Funds								
Bridge Project	-	-	329,326.80	54.60	329,272.20	-	329,272.20	-
Street Projects	-	-	-	250,889.11	(250,889.11)	163,705.68	(87,183.43)	-
Recreation Projects	-	-	4,137,226.47	3,920,013.32	217,213.15	3,029,034.25	3,246,247.40	-
Enterprise Funds:								
Water Utility	606,470.10	916.22	2,661,604.66	2,334,553.12	934,437.86	306,195.22	1,240,633.08	905,094.87
Sewage Utility	567,603.48	2,044.19	1,135,992.05	1,116,501.41	589,138.31	59,100.53	648,238.84	639,107.80
Storm Drain Utility	672,573.64	-	474,876.68	455,519.62	691,930.70	45,000.00	736,930.70	701,318.96
Sewer Bond Reserve	209,994.00	-	31,044.00	-	241,038.00	-	241,038.00	209,994.00
Wastewater Projects	-	-	556,518.07	453,638.40	102,879.67	148,500.00	251,379.67	-
Water Project	-	-	151,996.99	151,996.99	-	151,996.99	151,996.99	-
Expendable Trust Funds:								
KDOT State Airport Grant	-	-	2,272.99	42,013.84	(39,740.85)	36,947.99	(2,792.86)	-
Municipal Court	-	-	22,469.45	22,032.95	436.50	2,303.50	2,740.00	1,117.50

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

CITY OF FORT SCOTT, KANSAS
Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended December 31, 2011

Funds	Beginning Unencumbered Cash Balances	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus		Cash Balances December 31, 2010
						Encumbrances and Accounts Payable	2011	
Expendable Trust Funds: (Continued)								
Fire Insurance Proceeds	\$10,800.00	-	\$5,678.64	\$16,478.64	-	-	-	\$10,800.00
20th Century Vet Memorial	13,643.16	-	35.00	75.00	13,603.16	-	13,603.16	13,643.16
Medical Reimbursement	134.52	-	1,235.56	1,245.37	124.71	-	124.71	134.52
Sales Tax	-	-	16,888.40	16,888.40	-	1,801.03	1,801.03	906.02
Restricted Donations	10,323.30	-	51,807.14	69,640.85	(7,510.41)	40,796.25	33,285.84	10,323.30
Main Str FEMA Project Grant	(206,157.66)	3,372.70	202,784.96	-	-	-	-	(202,784.96)
Police ARRA Grant	(10,536.91)	-	16,498.80	7,574.60	(1,612.71)	-	(1,612.71)	(10,536.91)
911 Grant	(50,709.10)	-	60,709.00	70,359.90	(60,360.00)	4,400.00	(55,960.00)	0.00
CDBG Housing Grant	(84.53)	-	51,462.00	103,769.96	(52,392.49)	52,287.90	(104.59)	(84.53)
BJA Bulletproof Vests Grant	-	-	1,646.50	1,646.50	-	-	-	-
Street and Sidewalks Project	-	-	620,365.74	404,086.65	216,279.09	125,582.39	341,861.48	-
Horton FEMA Project	(260,039.46)	28,259.89	231,779.57	-	-	-	-	(143,404.01)
YAT Ellis Park Project	81,460.11	-	1,823.06	10,847.84	72,435.33	-	72,435.33	81,460.11
Phoenix Project	25,446.49	700.00	-	18,647.17	7,499.32	500.00	7,999.32	26,146.49
GNAT Project	4,991.16	-	11,645.00	6,759.42	9,876.74	-	9,876.74	4,991.16
Brick Street & Sidewalk Grant	(178,278.60)	-	132,090.84	-	(46,187.76)	-	(46,187.76)	(178,278.60)
Klink Wall Street Project	(350,226.57)	-	350,226.57	-	-	-	-	(350,226.57)
Special Law Enforcement Trust	23,217.48	-	323.85	-	23,541.33	-	23,541.33	23,217.48
Fire Fitness Grant	-	-	-	-	-	-	-	-
Seventh & National Storm Drain	255,543.58	7,515.02	-	263,058.60	-	-	-	484,303.34
Safe Grant	850.00	-	2,715.00	1,113.90	2,451.10	173.70	2,624.80	850.00
Skate for Scholars	17,392.84	-	29,450.00	5,552.84	41,290.00	-	41,290.00	17,392.84
Buck Run Com Center YMCA	61,390.11	-	151.15	61,541.26	-	61,541.26	61,541.26	61,390.11
Airport Improvements	-	-	-	-	-	-	-	-
Energy Manager Grant	-	-	66,445.39	66,397.96	47.43	21,257.03	21,304.46	-
Take Charge Challenge Grant	-	-	17,054.30	17,054.30	-	45.00	45.00	-
Urgent Need Flood Grant	(14,000.00)	-	-	103,100.00	(117,100.00)	100,000.00	(17,100.00)	-
Runway Rehab Grant	(2,139.82)	39.82	2,100.00	-	-	-	(0.00)	-
FAA Projects Grant	(489,521.06)	3,235.06	453,052.00	-	(33,234.00)	30,148.44	(3,085.56)	(406,186.00)

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

CITY OF FORT SCOTT, KANSAS
Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended December 31, 2011

Funds	Beginning Unencumbered Cash Balances	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Plus		Cash Balances December 31,
						Encumbrances and Accounts Payable	2011	2010
Nonexpendable Trust Fund:								
CDBG Revolving Loan	\$244,587.25	-	\$19,494.04	-	\$264,081.29	-	\$264,081.29	\$244,587.25
Total Primary Government	4,490,397.55	89,939.56	19,545,427.60	17,723,292.32	6,402,472.39	4,573,466.39	10,975,938.78	5,803,421.00
Component Units								
Fort Scott Public Library								
General Fund	591,191.35	-	275,109.64	246,430.48	619,870.51	-	619,870.51	591,191.35
Total Reporting Entity	\$5,081,588.90	\$89,939.56	\$19,820,537.24	\$17,969,722.80	\$7,022,342.90	\$4,573,466.39	\$11,595,809.29	\$6,394,612.35
Composition of Cash								
Primary Government								
General Checking Accounts							\$6,870,264.82	\$3,698,467.05
Investments								
State of Kansas Municipal Investment Pool							4,044,474.61	2,043,905.75
Certificates of Deposit							61,199.35	61,048.20
Total Primary Government							10,975,938.78	5,803,421.00
Component Units								
Fort Scott Public Library							619,870.51	591,191.35
Cash in Bank Accounts								
Total Reporting Entity							\$11,595,809.29	\$6,394,612.35

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

CITY OF FORT SCOTT, KANSAS

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Fort Scott, Kansas (the City) was incorporated as a city of the first class on February 27, 1860, 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, water and sewer, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

The financial statements of the City of Fort Scott 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 accounting principles generally accepted in the United States of America.

Reporting Entity

The City of Fort Scott, Kansas (the City) is a municipal corporation governed by an elected five-member commission. These financial statements present the City of Fort Scott, Kansas (the primary government) and its component units. 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 statements 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.

1. Library Board - The City of Fort Scott Library Board operates the City's public library. Acquisition or disposition of real property by the Board must be approved by the City. Bond issuances must also be approved by the City.

The Fort Scott Housing Authority operates the City's housing projects. The Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond ordinances must be approved by the City. The Housing Authority's financial statements should be included with the City's financial statements. However, the statements are omitted in an apparent departure from generally accepted accounting principles.

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

Internal Service Funds - Internal Service Funds are used to account for the financing of goods and services provided to other departments on a cost reimbursement basis.

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.

Nonexpendable 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 the preparation of these statutory basis financial statements is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made. The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the statutory basis of accounting.

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

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

The Fort Scott Housing Authority - a component unit - has been omitted from these financial statements.

Budgetary Information

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

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

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

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. As stated in Note 13, the General and Special Streets and Highways Funds were amended in 2011.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

Annual operating budgets are prepared using the cash basis of accounting, modified further by the recording of accounts payable and encumbrances. Revenues are recognized when cash is received. Expenditures include cash disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for certain special revenue funds, capital project funds, and fiduciary funds.

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

Cash and Investments

The City Pool's idle cash from all funds for the purpose of increasing income through investment activities. Investments are stated at cost.

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 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1st of the ensuing year. Consequently, for revenue recognition purposes, taxes levied during the current year are not due and receivable until the ensuing year. At December 31, such taxes are a lien on the property.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Special Assessments

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligations bonds which are secured by the full faith and credit of the City. Special assessments paid prior to the issuance of general obligation bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as revenue in the bond and interest fund. Further, state statutes require levying additional general ad valorem property taxes in the City Bond and Interest Fund to finance delinquent special assessments receivable.

Accordingly, special assessments are accounted for within the City Bond and Interest Fund. Special assessments are levied over a ten or fifteen-year period and annual installments are due and payable with annual ad valorem property taxes. The City may foreclose liens against property benefited by special assessments when delinquent assessments are two years in arrears. At December 31, the special assessment taxes levied are a lien on the property.

Long-Term Obligations

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

Compensated Absences

All regular full-time employees are eligible for vacation benefits. Employees are allowed to accumulate and carry forward a maximum of 160 hours (12 shift days for Fire Department Personnel). Hours accumulated and not taken in excess of these limits at December 31 of each year are lost by the employees. New employees must work a minimum of six months to utilize earned vacation benefits. Unused vacation benefits are paid to employees when employment with the City terminates.

All regular full-time employees are also eligible for sick leave benefits. All regular full-time service employees with 12 years of continuous service will be paid for half of accumulated sick hours on the books upon death or retirement. Unused sick leave benefits are lost when employment with the City terminates unless due to death or retirement. Employees accrue sick leave at the rate of 10 days per year with a maximum of 120 days (six shift days per year with a maximum of 72 shift days for Fire Department Personnel). The City accrues a liability for compensated absences that meet the following criteria:

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

In accordance with the above criteria the City has accrued a liability for vacation and sick pay which has been earned but not taken by City employees.

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 Firemen's Retirement System, both of which are multi-employer statewide pension plans. The City's policy is to fund all pension costs accrued; such costs to be funded are actuarially determined annually by the State.

Termination and Post Employment Benefits

No termination benefits are provided to City employees when employment with the City ends except for the accrued compensated absences as discussed in Note 1.

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the City under this program.

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 in each of the statements have not been presented since their inclusion would make the statements unduly complex and difficult to read.

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

Compliance With Kansas Statutes

Statements 1 and 2 are designed to show compliance with the cash basis and budget laws of Kansas. As shown on Statement 1, several funds show negative unencumbered cash balances in apparent violation of the Kansas cash basis law. However, these are apparently not violations of the cash basis law due to numerous grant money receivables as of December 31, 2011.

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

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the Government is located and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The Government has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Government's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The Government has no investment policy that would further limit its investment choices, but has limited the investments to time deposits at the local bank and the Kansas Municipal Investment Pool.

3. CASH, INVESTMENTS AND DEPOSITS WITH FINANCIAL INSTITUTIONS (Continued)

Concentration of credit risk. State statutes place no limit on the amount the Government may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the Government's deposits may not be returned to it. State statutes require the Government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City does not have any "peak periods" designated.

At December 31, 2011 the City's carrying amount of deposits was \$6,931,464.17 and the bank balance was \$7,279,587.29. The bank balances were held by several banks resulting in a diversification of credit risk. Of the bank balance, \$311,366.09 was covered by federal depository insurance, and \$6,968,221.20 was collateralized with securities totaling \$8,977,912.34 held by the pledging financial institutions' agents in the City's name.

At December 31, 2011 the City had invested \$4,044,474.61 in the State's municipal investment pool. The Pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

4. LONG-TERM OBLIGATIONS

General Obligation Bonds

General Obligation Bonds are direct obligations and pledge the full faith and credit of the City. The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both general government and proprietary activities. These bonds therefore are reported in the proprietary funds if they are expected to be repaid from proprietary revenues.

Debt Service Requirements

Future requirements of principal and interest are recorded in Note 14. Additional disclosures for revenue bonds are as follows:

4. **LONG-TERM OBLIGATIONS**
Debt Service Requirements (Continued)

YEAR ENDED DECEMBER 31,	PRINCIPAL	INTEREST	TOTAL
2012	\$ 75,660.00	\$ 234,316.48	\$ 309,976.48
2013	79,892.00	230,792.68	310,684.68
2014	82,842.00	227,300.81	310,142.81
2015	86,875.00	223,605.02	310,480.02
2016	90,641.00	219,797.49	310,438.49
2017 TO 2021	516,638.00	1,034,322.39	1,550,960.39
2022 TO 2026	642,821.00	908,146.79	1,550,967.79
2027 TO 2031	799,785.00	751,116.49	1,550,901.49
2032 TO 2036	996,013.00	555,538.92	1,551,551.92
2037 TO 2041	1,239,573.00	311,794.10	1,551,367.10
2042 TO 2046	<u>660,831.00</u>	<u>72,134.06</u>	<u>732,965.06</u>
	<u>\$5,271,571.00</u>	<u>\$4,768,865.23</u>	<u>\$10,040,436.23</u>

Compensated Absences

Compensated absences are accrued as detailed in Note 1. Accrued compensated absences as of December 31, 2011, consisted of vacation and sick pay in the amount of \$459,169.48.

Industrial Revenue Bonds

The City has entered into various agreements to induce businesses to locate or expand operations in Fort Scott, 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 two industrial revenue bond issues to two local businesses with principal balances due totaling \$260,000.

5. **DEFINED BENEFIT RETIREMENT PLANS**

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 plan 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) or by calling 1-888-275-5737.

5. DEFINED BENEFIT RETIREMENT PLANS (Continued)

Funding Policy

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% to 6% of covered salary, depending upon the date of hire. 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 is 7.74% from January 1, 2011 to December 31, 2011. The City's employer contributions to KPERS for the years ending December 31, 2011, 2010, and 2009, were \$136,230.31, \$131,257.46, and \$100,376.86, respectively, equal to the statutory required contributions for each year. The KP&F uniform participating employer rate established for the calendar year 2011 is 13.88%. Employers participating in KP&F can also make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. The City has chosen to do this and, accordingly, paid a rate of 20.42% for 2011. The City's contributions to KP&F for the years ending December 31, 2011, 2010, and 2009, were \$239,846.74, \$215,678.33, and \$219,797.38, respectively, equal to the statutory required contributions for each year.

6. SALES TO MAJOR CUSTOMER - ENTERPRISE FUNDS

During 2011, approximately 40% of the total cubic feet of water and 34% of water sales in the Water Utility Fund were to Consolidated Rural Water District #2, Inc., Bourbon County, Kansas.

7. RISK MANAGEMENT

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

8. DISCLOSURES FOR COMPONENT UNITS

FORT SCOTT PUBLIC LIBRARY

The Library's basis of accounting is the same as the City's basis as described in Note 1. The Library is not subject to the budgetary statutes applicable to Cities in the State of Kansas. Copies of the Library's financial statements may be obtained at the Fort Scott Public Library. Cash consists of deposits in bank accounts fully secured by FDIC insurance. The Library participates in the KPER's retirement system referred to in Note 5. The Library's employer contributions for 2011, 2010, and 2009, equaled \$11,131.84, \$10,289.56, and \$7,748.24, respectively. The Library manages exposure to various risks of loss due to torts; theft of, damage to, or destruction to assets; errors and omissions; and injuries to employees by purchasing various insurance policies.

9. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From Fund</u>	<u>To Fund</u>	<u>K.S.A. Statutory Authority</u>	<u>Amount</u>
Water Utility	General Fund	12-825d	\$115,000.00
Sewage Utility	General Fund	12-825d	215,000.00
General	Equipment Reserve	12-1, 117	165,000.00
General	Special Street & Highways	68-590	100,000.00
General	Capital Improvements	12-1, 118	165,000.00
Sewage Utility	Sewer Bond Reserve	12-825d	31,044.00
General	Runway Rehab Grant	(2)	106.00
General	FAA Projects Grant	(2)	4,004.00
Wastewater Project	Sewer Utility	(1)	20,599.00
7 th and National Project	Storm Drain Utility	(1)	229,312.20
General	KDOT State Airport Grant	(2)	2,272.95

The Transfers noted with (1) is to transfer the remaining unused bond proceeds to the Debt Service Fund to pay the debt.

The Transfers noted with (2) are actually reimbursed expenses.

10. CAPITAL PROJECTS

Capital projects with approved change orders compared with expenditures from inception are as follows:

	<u>Expenditures To Date</u>	<u>Project Authorization</u>
Street Improvement Projects (FEMA) (Funds 45 & 57) - Completed in 2011		
Grant - Federal		\$ 529,892.00
Grant - Kansas		70,652.00
Other Receipts		105,978.00
Totals	<u>\$ 496,654.89</u>	<u>\$ 706,522.00</u>
Street Improvements Projects (KDOT) (Funds 66 & 76) - Still in Progress		
KDOT Revolving Loan		\$ 400,000.00
GO Bonds		1,851,123.57
Revenue Bonds		277,000.00
KDOT Grant		1,400,000.00
Other Receipts		120,329.00
Totals	<u>\$3,766,781.89</u>	<u>\$ 4,048,452.57</u>
Runway Rehab Project (Fund 89) - Completed in 2011		
FAA Grant		\$ 613,223.00
Local Funds (Reimbursement)		32,277.00
Totals	<u>\$ 645,498.96</u>	<u>\$ 645,500.00</u>
KLINK Wall Street Project (Fund 68) - Still in Progress		
KDOT Revolving Loan		\$ 400,000.00
KDOT Grant		400,000.00
Local Funds		133,333.00
Totals	<u>\$ 438,798.07</u>	<u>\$ 933,333.00</u>

10. **CAPITAL PROJECTS** (Continued)

	<u>Expenditures To Date</u>	<u>Project Authorization</u>
Street and Sidewalks Project (Fund 56) – Still in Progress		
GO Bonds		\$ 620,365.74
Totals	<u>\$ 404,086.65</u>	<u>\$ 620,365.74</u>
Street Projects (US 69 and 18 th & 23 rd Streets) (Fund 33) - Still in Progress		
KDOT Federal Grant		\$ 1,999,659.00
Totals	<u>\$ 250,889.11</u>	<u>\$ 1,999,659.00</u>
Wastewater Projects (Fund 30) - Still in Progress		
GO Bonds		\$ 155,091.43
Temporary Notes		401,426.64
Totals	<u>\$ 453,638.40</u>	<u>\$ 556,518.07</u>
Water Project (Fund 72) - Still in Progress		
Temporary Notes		\$ 151,996.99
Totals	<u>\$ 151,996.99</u>	<u>\$ 151,996.99</u>
Bridge Project (Fund 32) - Still in Progress		
Temporary Notes		\$ 329,326.80
Totals	<u>\$ 54.60</u>	<u>\$ 329,326.80</u>

11. **CONTINGENCIES**

Grants are subject to additional audits by regulatory agents, the purpose of which is to ensure compliance with the specific conditions of the grants. Any liability for reimbursement which may arise as a result of the audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material and would not be payable by the City.

12. **SUBSEQUENT EVENTS**

Management has evaluated events and transactions occurring subsequent to December 31, 2011 through the date of the issuance of the financial statements as shown in the Independent Auditors' Report on page two of these financial statements. During this period, there were no subsequent events requiring recognition in the financial statements or disclosure in the notes to the financial statements.

13. BUDGET AMENDMENTS

<u>General Fund</u>	<u>Original Budget</u>	<u>Amended Budget</u>
Cash Receipts		
Taxes	\$ 3,324,783	\$ 3,324,783
Intergovernmental	774,159	774,159
Fines, Forfeitures and Penalties	120,000	120,000
Golf Course Receipts	-	216,500
Donations	-	200,000
All Other	55,800	55,800
Other Income	405,500	405,500
Operating Transfer from Other Funds	<u>330,000</u>	<u>330,000</u>
Total Receipts	5,010,242	5,426,742
Unencumbered Cash, January 1	<u>548,775</u>	<u>797,954</u>
Resources Available	<u>\$ 5,559,017</u>	<u>\$ 6,224,696</u>
Expenditures		
General Government	\$ 1,015,485	\$ 1,015,485
Recreation - Golf Course	-	385,214
Recreation - Other	585,470	585,470
Public Transportation	1,063,582	1,063,582
Public Safety	2,583,855	2,583,855
Debt Service	60,625	60,625
Operating Transfer to Other Funds	<u>250,000</u>	<u>250,000</u>
Total Expenditures	<u>\$ 5,559,017</u>	<u>\$ 5,944,231</u>
<u>Special Streets and Highways Fund</u>		
Cash Receipts		
Intergovernmental	\$ 217,720	\$ 212,240
Other Income	-	7,000
Operating Transfer from Other Funds	<u>100,000</u>	<u>100,000</u>
Total Receipts	317,720	319,240
Unencumbered Cash, January 1	<u>177,709</u>	<u>459,698</u>
Resources Available	<u>\$ 495,429</u>	<u>\$ 778,938</u>
Expenditures		
Public Transportation	\$ 250,000	\$ 384,500
Debt Service	<u>81,044</u>	<u>81,044</u>
Total Expenditures	<u>\$ 331,044</u>	<u>\$ 465,544</u>

14. LONG-TERM DEBT OBLIGATIONS

Details about the City's long-term obligations, changes in long term debt, and current maturities for the next five years and thereafter are recorded on the following two pages:

14. **LONG TERM OBLIGATIONS** (Continued)

Issue	Interest Rates	Amount of Issue	Date of Issue	Date of Final Maturity	Balances Beginning of Year	Additions/ New Debt	Reductions/ Principal Paid	Balances	
								End of Year	Interest Paid
General Obligation Bonds									
FS Middle School Series 2001	4.75%	\$ 55,000	7/29/1999	10/1/2011	\$ 90,000	\$ -	\$ 90,000	\$ -	\$ 4,050
Pumper Truck Series 1999-A	3.85% - 5.85%	711,000	8/1/2001	8/2/2014	18,575	-	4,330	14,245	883
Series 2010-A	1.75% - 3.75%	1,295,000	4/1/2010	10/1/2024	1,295,000	-	100,000	1,195,000	54,368
Series 2011-A	1.50% - 3.35%	775,000	3/1/2011	10/1/2021	-	775,000	-	775,000	-
Series 2011-B	1.25% - 2.05%	3,900,000	12/1/2011	10/1/2021	-	3,900,000	-	3,900,000	-
Total General Obligation Bonds					1,403,575	4,675,000	194,330	5,884,245	59,300
Temporary Notes									
Series 2011-1	1.15%	635,000	8/1/2011	10/1/2013	-	635,000	-	635,000	4,260
Series 2011-2	55.00%	250,000	12/1/2011	12/1/2013	-	250,000	-	250,000	-
Series 2010-1 City Hall	2.95%	150,000	5/15/2010	10/1/2013	150,000	-	50,000	100,000	6,097
Total Temporary Notes					150,000	885,000	50,000	985,000	10,356
General Obligation Enterprise Bonds									
Series 2004 Refunding	2.5% - 3.7%	3,070,000	7/1/2004	10/1/2012	720,000	-	350,000	370,000	25,940
Series 2009 - Streets / Waterline	Variable	2,005,000	6/1/2009	10/1/2024	1,910,000	-	125,000	1,785,000	62,465
Total General Obligation Enterprise Bonds					2,630,000	-	475,000	2,155,000	88,405
Revolving Loans: Kansas Department of Health & Environment and Transportation									
Mill Creek Bridge Project-TR0059	3.88%	72,000	1/4/2008	8/1/2012	29,357	-	14,980	14,377	1,139
WWTP Improvements-C20 134402	3.49%	2,169,247	3/8/2001	2/1/2026	957,296	-	68,964	888,332	32,813
Water Plant Project-#2277	3.80%	6,788,071	1/8/2002	9/1/2022	4,364,402	-	220,631	4,143,771	163,771
Water Tower #2189	4.13%	5,480,086	1/16/2004	8/1/2026	1,676,036	-	82,635	1,593,401	68,376
Brick Streets and Sidewalks-TR0076	4.00%	400,000	5/6/2008	8/1/2027	249,064	-	18,840	230,224	9,987
Wall Street Klink Project-TR0122	4.00%	400,000	8/4/2009	8/1/2019	88,572	-	48,162	40,409	4,107
Total Revolving Loans					7,364,726	-	454,211	6,910,515	280,193
Revenue Bonds									
Sewer Utility, Series A,B 2005	4.25%	3,460,200	12/15/2005	12/15/2045	3,273,812	-	42,241	3,231,571	139,137
Sewer Utility, Series A, 2001	4.75%	2,290,000	9/13/2001	9/13/2041	2,071,000	-	31,000	2,040,000	98,373
Total Revenue Bonds					5,344,812	-	73,241	5,271,571	237,510
Capital Leases									
Track Paver	5.44%	128,113	7/31/2006	8/1/2011	28,441	-	28,441	-	1,188
2009 Freight Liner	4.08%	181,607	3/18/2010	4/1/2020	181,607	-	15,070	166,537	7,410
Police Cars	5.00%	79,806	5/27/2011	5/27/2013	-	79,806	27,910	51,896	-
Total Capital Leases					210,048	79,806	71,422	218,433	8,597
Compensated Absences									
General Long Term Debt	N/A	N/A	N/A	N/A	379,679	-	10,761	368,918	-
Enterprise Funds	N/A	N/A	N/A	N/A	96,138	-	5,887	90,251	-
Total Compensated Absences					475,817	-	16,648	459,170	-
					\$ 17,578,979	\$ 5,639,806	\$ 1,334,852	\$ 21,883,934	\$ 684,362

Note: Additional Drawdowns of \$104,992 and \$311,429 can be made from TR 0076 and TR0122 respectively

14. LONG TERM OBLIGATIONS (Continued)

Issue	2012	2013	2014	2015	2016	2017 to 2021	2022 to 2027	Thereafter	Totals
<u>Principal</u>									
General Obligation Bonds	\$ 484,530	\$ 529,750	\$ 549,965	\$ 560,000	\$ 580,000	\$3,020,000	\$ 160,000	\$ -	\$ 5,884,245
Temporary Notes	50,000	935,000	-	-	-	-	-	-	985,000
General Obligation Enterprise Bonds	500,000	135,000	140,000	145,000	150,000	710,000	375,000	-	2,155,000
Revolving Loans: Kansas Department of Health & Environment & Transportation	460,974	421,866	438,151	455,066	472,637	2,646,186	2,015,635	-	6,910,515
Revenue Bonds	75,660	79,892	82,842	86,785	90,641	516,638	642,821	3,696,292	5,271,571
Capital Leases	41,000	42,906	16,991	17,684	18,406	81,446	-	-	218,433
Total Principal	<u>\$1,612,164</u>	<u>\$2,144,414</u>	<u>\$1,227,949</u>	<u>\$1,264,536</u>	<u>\$1,311,684</u>	<u>\$6,974,270</u>	<u>\$3,193,456</u>	<u>\$3,696,292</u>	<u>\$ 21,424,764</u>
<u>Interest</u>									
General Obligation Bonds	\$ 123,341	\$ 112,094	\$ 101,981	\$ 90,690	\$ 79,058	\$ 228,180	\$ 12,063	\$ -	\$ 747,405
Temporary Notes	10,253	11,528	-	-	-	-	-	-	21,780
General Obligation Enterprise Bonds	71,155	52,590	50,025	46,945	43,320	145,860	30,670	-	440,565
Revolving Loans: Kansas Department of Health & Environment & Transportation	262,004	244,151	227,866	210,950	193,380	678,584	176,904	-	1,993,839
Revenue Bonds	234,316	230,793	227,301	223,605	219,797	1,034,322	908,147	1,690,583	4,768,865
Capital Leases	9,390	7,484	5,489	4,795	4,074	8,473	-	-	39,705
Total Interest	<u>\$ 710,458</u>	<u>\$ 658,639</u>	<u>\$ 612,661</u>	<u>\$ 576,986</u>	<u>\$ 539,629</u>	<u>\$2,095,420</u>	<u>\$1,127,783</u>	<u>\$1,690,583</u>	<u>\$ 8,012,160</u>
Total Principal and Interest	<u>\$2,322,622</u>	<u>\$2,803,053</u>	<u>\$1,840,610</u>	<u>\$1,841,522</u>	<u>\$1,851,313</u>	<u>\$9,069,690</u>	<u>\$4,321,239</u>	<u>\$5,386,875</u>	<u>\$ 29,436,924</u>

CITY OF FORT SCOTT, KANSAS

SUPPLEMENTAL INFORMATION

For the Year Ended December 31, 2011

CITY OF FORT SCOTT, KANSAS
 Summary of Expenditures - Actual and Budget
 For the Year Ended December 31, 2011

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures	
				Charged to Current Year Budget	Variance - Favorable (Unfavorable)
General Fund	\$5,944,231.00	\$92,745.30	\$6,036,976.30	\$5,613,023.46	\$423,952.84
Special Revenue Funds:					
Special Streets and Highways	465,544.00	-	465,544.00	407,545.61	57,998.39
Library	242,327.00	-	242,327.00	235,049.34	7,277.66
Promotion of Industry	425,825.00	-	425,825.00	166,882.52	258,942.48
Library Employee Benefits	32,441.00	-	32,441.00	31,325.52	1,115.48
Special Parks and Recreation	42,562.00	-	42,562.00	25,000.00	17,562.00
Police and Fire Equipment	172,480.00	-	172,480.00	99,870.42	72,609.58
Special Alcohol and Drug	26,043.00	-	26,043.00	11,900.00	14,143.00
Community Improvement District	50,000.00	-	50,000.00	15,103.02	34,896.98
Sewer Bond Reserve	-	-	-	-	-
E911 Telephone Tax	63,683.00	-	63,683.00	49,789.74	13,893.26
Cellphone 911	62,112.00	-	62,112.00	19,786.52	42,325.48
Tourism and Convention Promotion	50,000.00	-	50,000.00	35,000.00	15,000.00
Sewer Rate Stabilization Sales	677,780.00	-	677,780.00	652,564.30	25,215.70
Debt Service Fund:					
General Bond and Interest	265,674.00	-	265,674.00	265,674.00	-
Enterprise Funds:					
Water Utility	2,610,547.00	-	2,610,547.00	2,334,553.12	275,993.88
Sewage Utility	1,173,106.00	-	1,173,106.00	1,116,501.41	56,604.59
Storm Drain Utility	528,844.00	-	528,844.00	455,519.62	73,324.38
	<u>\$12,833,199.00</u>				

CITY OF FORT SCOTT, KANSAS
GENERAL FUNDSchedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem property tax	\$1,801,228.39	\$1,647,888.79	\$1,764,267.00	(\$116,378.21)
Delinquent	59,321.04	78,084.21	-	78,084.21
Motor vehicle	182,483.85	199,014.01	222,016.00	(23,001.99)
Sales tax	1,209,953.99	1,244,795.87	1,220,000.00	24,795.87
Compensating use tax	117,099.93	151,291.11	115,000.00	36,291.11
Special assessments	4,719.69	2,397.50	3,500.00	(1,102.50)
Intergovernmental				
State special alcohol tax	15,068.52	14,285.55	14,159.00	126.55
Utility franchise taxes	771,275.73	760,528.79	760,000.00	528.79
Federal Emergency preparedness	50,775.75	4,242.38	-	4,242.38
State Emergency preparedness	6,770.10	565.65	-	565.65
KDOT Grant-State	2,271.00	-	-	-
KDOT STEP Grant-Federal	2,235.45	3,696.91	-	3,696.91
Licenses and Permits				
Licenses and permits	11,123.00	12,821.80	12,000.00	821.80
Other fees	3,745.50	4,269.00	-	4,269.00
Fines, Forfeitures and Penalties				
Municipal court fines	80,731.92	117,792.56	120,000.00	(2,207.44)
Use of Money and Property				
Interest earned	4,913.13	3,485.19	5,000.00	(1,514.81)
Golf course receipts	-	89,723.01	216,500.00	(126,776.99)
Donations	-	210,000.00	200,000.00	10,000.00
Swimming pool receipts	16,756.76	18,720.78	15,000.00	3,720.78
Memorial Hall receipts	1,785.00	2,175.00	4,500.00	(2,325.00)
Gunn Park receipts	1,954.00	1,127.00	2,000.00	(873.00)
Buck Run Com Center receipts	24,803.13	22,086.03	24,000.00	(1,913.97)
Lease income	8,248.75	18,823.00	5,300.00	13,523.00
Sales of property	143,688.75	34,705.97	-	34,705.97
Other Income				
Payments in lieu of taxes	34,704.64	25,413.28	34,000.00	(8,586.72)
Airport revenue	148,897.41	143,332.84	175,000.00	(31,667.16)
Miscellaneous	11,359.95	36,942.51	15,000.00	21,942.51
Dispatching services	82,500.00	80,000.00	80,000.00	-
Reimbursed Expenses	57,051.59	150,240.36	66,000.00	84,240.36
Shelter House Rental	3,110.00	2,555.00	3,500.00	(945.00)
Mercy Hospital participation	24,975.00	23,400.00	20,000.00	3,400.00
Neighborhood revitalization rebates	32,013.85	23,698.05	-	23,698.05
Operating Transfer from Other Funds				
Water Utility	115,000.00	115,000.00	115,000.00	-
Sewage Utility	215,000.00	215,000.00	215,000.00	-
Total Cash Receipts	5,245,565.82	5,458,102.15	\$5,426,742.00	\$31,360.15

CITY OF FORT SCOTT, KANSAS

GENERAL FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2011

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

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Expenditures				
Code Enforcement				
Personal services	\$90,986.62	\$88,841.52	\$94,799.00	\$5,957.48
Contractual services	59,107.93	47,924.69	73,205.00	25,280.31
Commodities	2,764.33	5,438.14	5,500.00	61.86
Capital outlay	-	-	-	-
General Government				
Personal services	314,080.20	324,515.73	322,900.00	(1,615.73)
Contractual services	248,968.15	291,400.89	265,911.00	(25,489.89)
Commodities	35,028.45	36,809.79	45,650.00	8,840.21
Capital outlay	29,049.40	101,179.90	2,500.00	(98,679.90)
Trolley Department				
Personal services	7,167.36	6,546.64	12,000.00	5,453.36
Contractual services	1,679.11	1,055.00	-	(1,055.00)
Commodities	3,151.92	2,447.52	3,000.00	552.48
Capital outlay	-	-	-	-
Street Department				
Personal services	391,412.97	361,585.75	453,514.00	91,928.25
Contractual services	92,479.20	167,922.68	91,450.00	(76,472.68)
Commodities	88,052.57	101,487.36	139,463.00	37,975.64
Capital outlay	699.99	2,556.00	1,000.00	(1,556.00)
Economic Development				
Personal services	73,984.82	13,436.36	65,655.00	52,218.64
Contractual services	49,746.38	46,864.74	59,265.00	12,400.26
Commodities	2,363.72	824.96	2,000.00	1,175.04
Capital outlay	1,325.94	-	-	-
Airport Department				
Personal services	74,890.49	64,414.83	78,305.00	13,890.17
Contractual services	41,921.19	55,354.47	39,600.00	(15,754.47)
Commodities	150,286.25	152,014.25	260,250.00	108,235.75
Capital outlay	59.99	737.00	-	(737.00)
Park Department				
Personal services	158,822.43	149,011.13	225,846.00	76,834.87
Contractual services	47,446.01	34,710.38	26,900.00	(7,810.38)
Commodities	44,744.42	41,362.90	37,750.00	(3,612.90)
Capital outlay	91,824.17	7,323.44	-	(7,323.44)

**CITY OF FORT SCOTT, KANSAS
GENERAL FUND**

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

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Expenditures				
Swimming Pool Department				
Personal services	\$56,236.34	\$62,181.59	\$63,850.00	\$1,668.41
Contractual services	10,501.20	30,755.88	9,970.00	(20,785.88)
Commodities	21,262.48	15,406.70	11,500.00	(3,906.70)
Capital outlay	5,106.88	515.00	-	(515.00)
Golf Course				
Personal services	-	89,178.60	225,214.00	136,035.40
Contractual services	-	30,108.70		(30,108.70)
Commodities	-	33,653.80		(33,653.80)
Capital outlay	-	144,757.01	160,000.00	15,242.99
Buck Run Community Center				
Personal services	34,591.09	37,926.81	37,095.00	(831.81)
Contractual services	100,848.40	114,948.15	112,160.00	(2,788.15)
Commodities	14,194.80	10,303.12	13,899.00	3,595.88
Capital outlay	4,212.72	2,755.22	1,500.00	(1,255.22)
Grand Memorial Theater				
Personal services	192.13	2,978.66	-	(2,978.66)
Contractual services	-	292.18	30,000.00	29,707.82
Commodities	-	-	-	-
Capital outlay	-	-	-	-
Animal Control				
Personal services	34,335.24	34,631.45	33,625.00	(1,006.45)
Contractual services	7,842.53	7,576.78	6,300.00	(1,276.78)
Commodities	1,401.28	451.01	6,800.00	6,348.99
Capital outlay	-	134.95	-	(134.95)
Police Department				
Personal services	990,600.02	1,018,934.43	1,155,810.00	136,875.57
Contractual services	87,440.19	94,366.98	95,000.00	633.02
Commodities	72,267.77	85,013.53	88,750.00	3,736.47
Capital outlay	2,877.67	112.10	1,500.00	1,387.90
Fire Department				
Personal services	673,776.45	692,113.77	706,256.00	14,142.23
Contractual services	63,576.94	68,633.20	84,250.00	15,616.80
Commodities	45,961.53	54,319.75	81,494.00	27,174.25
Capital outlay	1,411.96	4,794.72	-	(4,794.72)
Dispatch Center				
Personal services	294,686.13	304,027.20	313,270.00	9,242.80
Contractual services	7,820.02	10,870.72	7,300.00	(3,570.72)
Commodities	422.92	1,166.42	3,500.00	2,333.58
Capital outlay	763.02	305.04	-	(305.04)

CITY OF FORT SCOTT, KANSAS
GENERAL FUNDSchedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Expenditures				
Legislative				
Personal services	\$78.00	\$26.00	-	(\$26.00)
Contractual services	11,092.85	9,251.44	-	(9,251.44)
Commodities	125.00	175.00	13,100.00	12,925.00
Neighborhood Revitalization				
Contractual services	33,559.53	49,238.49	65,000.00	15,761.51
Debt Service				
Temporary Note				
Principal	85,000.00	12,500.00	12,500.00	-
Interest	3,400.00	1,524.16	1,524.00	(0.16)
Revolving Loan				
Principal	29,440.55	33,819.34	30,603.00	(3,216.34)
Interest	16,998.30	11,126.50	15,998.00	4,871.50
Other	-	-	-	-
Operating Transfers to Other Funds				
Equipment Reserve	65,000.00	165,000.00	65,000.00	(100,000.00)
Airport Improvements	0.70	-	-	-
Special Streets and Highways	100,000.00	100,000.00	100,000.00	-
Capital Improvements	65,000.00	165,000.00	65,000.00	(100,000.00)
KDOT State Airport Grant	-	2,272.99	-	(2,272.99)
CDBG Housing	-	-	-	-
Fire Fitness Grant	-	-	-	-
Runway Rehab Grant	1,844.16	106.00	-	(106.00)
FAA Projects Grant	24,723.59	4,004.00	20,000.00	15,996.00
Subtotal			5,944,231.00	
Adjustments for Qualifying Budget Credits				
Grants	-	-	8,504.94	8,504.94
Reimbursements in excess of budget	-	-	84,240.36	84,240.36
Total Expenditures	5,070,636.40	5,613,023.46	\$6,036,976.30	\$423,952.84
Receipts Over (Under) Expenditures	174,929.42	(154,921.31)		
Prior Year Canceled Encumbrances	58,315.52	21,471.92		
Unencumbered Cash, Beginning	564,709.57	797,954.51		
Unencumbered Cash, Ending	\$797,954.51	\$664,505.12		

CITY OF FORT SCOTT, KANSAS
SPECIAL STREETS AND HIGHWAYS FUND
Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
State gasoline tax	\$213,232.47	\$209,098.61	\$212,240.00	(\$3,141.39)
State connecting links	7,403.99	7,403.99	-	7,403.99
Other Receipts				
Reimbursed expenses	2,840.05	25.00	7,000.00	(6,975.00)
Operating Transfer from Other Funds				
General	100,000.00	100,000.00	100,000.00	-
Total Cash Receipts	<u>323,476.51</u>	<u>316,527.60</u>	<u>\$319,240.00</u>	<u>(\$2,712.40)</u>
Expenditures				
Public Streets				
Contractual services	15,888.72	183,819.62	\$134,500.00	(\$49,319.62)
Commodities	26,639.30	139,612.41	250,000.00	110,387.59
Capital outlay	92,870.66	-	-	-
Debt Service on Temporary Note				
Interest	-	2,215.09	-	(2,215.09)
Debt Service on Revolving Loan				
Principal	-	48,162.20	37,175.00	(10,987.20)
Interest	-	4,106.93	14,263.00	10,156.07
Debt Service on Lease Purchase				
Principal	26,956.54	28,441.49	28,441.00	(0.49)
Interest	2,649.52	1,187.87	1,165.00	(22.87)
Total Expenditures	<u>165,004.74</u>	<u>407,545.61</u>	<u>\$465,544.00</u>	<u>\$57,998.39</u>
Receipts Over (Under) Expenditures	158,471.77	(91,018.01)		
Prior Year Encumbrances Canceled	5,319.00	8,100.00		
Unencumbered Cash, Beginning	<u>295,907.59</u>	<u>459,698.36</u>		
Unencumbered Cash, Ending	<u>\$459,698.36</u>	<u>\$376,780.35</u>		

CITY OF FORT SCOTT, 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 Year Ended December 31, 2010

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem property tax	\$204,397.02	\$202,777.76	\$217,127.00	(\$14,349.24)
Delinquent	7,490.57	9,284.69	-	9,284.69
Motor vehicle tax	22,984.85	22,986.89	25,200.00	(2,213.11)
Total Cash Receipts	234,872.44	235,049.34	242,327.00	(\$7,277.66)
Expenditures				
Recreation				
Appropriation to Library Board	234,872.44	235,049.34	\$242,327.00	\$7,277.66
Total Expenditures	234,872.44	235,049.34	\$242,327.00	\$7,277.66
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	-	-		

CITY OF FORT SCOTT, KANSAS
PROMOTION OF INDUSTRY FUNDSchedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

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

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem property tax	\$21,869.21	\$21,274.26	\$22,795.00	(\$1,520.74)
Delinquent	836.76	1,014.48	-	1,014.48
Motor vehicle tax	2,566.23	2,493.25	2,694.00	(200.75)
Other Receipts				
Miscellaneous	-	23,220.50	-	23,220.50
Lease Income	138,000.00	141,385.07	138,000.00	3,385.07
Total Cash Receipts	<u>163,272.20</u>	<u>189,387.56</u>	<u>\$163,489.00</u>	<u>\$25,898.56</u>
Expenditures				
Economic Development				
Contractual services	70,821.36	158,608.13	\$310,825.00	\$152,216.87
Commodities	35,085.00	8,274.39	15,000.00	6,725.61
Capital outlay	725.68	-	100,000.00	100,000.00
Total Expenditures	<u>106,632.04</u>	<u>166,882.52</u>	<u>\$425,825.00</u>	<u>\$258,942.48</u>
Receipts Over (Under) Expenditures	56,640.16	22,505.04		
Prior Year Encumbrances Canceled	250.00	-		
Unencumbered Cash, Beginning	<u>313,297.02</u>	<u>370,187.18</u>		
Unencumbered Cash, Ending	<u>\$370,187.18</u>	<u>\$392,692.22</u>		

CITY OF FORT SCOTT, KANSAS
EQUIPMENT RESERVE FUNDSchedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Other Receipts		
Reimbursed Expenses	\$10,919.95	\$13,623.50
Intergovernmental		
Grants	-	-
Operating Transfer from Other Funds		
General	<u>65,000.00</u>	<u>165,000.00</u>
Total Cash Receipts	<u>75,919.95</u>	<u>178,623.50</u>
Expenditures		
General Government		
Capital outlay	<u>87,736.44</u>	<u>74,187.05</u>
Total Expenditures	<u>87,736.44</u>	<u>74,187.05</u>
Receipts Over (Under) Expenditures	(11,816.49)	104,436.45
Unencumbered Cash, Beginning	<u>121,330.33</u>	<u>109,513.84</u>
Unencumbered Cash, Ending	<u>\$109,513.84</u>	<u>\$213,950.29</u>

CITY OF FORT SCOTT, KANSAS
LIBRARY EMPLOYEE BENEFITS FUND
Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem property tax	\$26,296.03	\$27,270.34	\$29,200.00	(\$1,929.66)
Delinquent	859.44	1,146.96	-	1,146.96
Motor vehicle tax	2,677.49	2,908.22	3,241.00	(332.78)
Total Cash Receipts	29,832.96	31,325.52	\$32,441.00	(\$1,115.48)
Expenditures				
Recreation				
Appropriation to Library Board	29,832.96	31,325.52	\$32,441.00	\$1,115.48
Total Expenditures	29,832.96	31,325.52	\$32,441.00	\$1,115.48
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	-	-		

CITY OF FORT SCOTT, KANSAS
SPECIAL PARKS AND RECREATION FUND
Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
State special alcohol tax	\$15,068.53	\$14,285.56	\$14,159.00	\$126.56
Other Receipts				
Miscellaneous	-	4,000.00	-	4,000.00
Total Cash Receipts	15,068.53	18,285.56	\$14,159.00	\$4,126.56
Expenditures				
Recreation				
Contractual services	-	10,000.00	-	(\$10,000.00)
Commodities	-	-	-	-
Capital outlay	41,830.15	15,000.00	42,562.00	27,562.00
Total Expenditures	41,830.15	25,000.00	\$42,562.00	\$17,562.00
Receipts Over (Under) Expenditures	(26,761.62)	(6,714.44)		
Unencumbered Cash, Beginning	67,003.25	40,241.63		
Unencumbered Cash, Ending	\$40,241.63	\$33,527.19		

CITY OF FORT SCOTT, KANSAS
POLICE AND FIRE EQUIPMENT FUNDSchedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

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

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem property tax	\$29,814.06	\$82,116.16	\$88,016.00	(\$5,899.84)
Delinquent	3,331.87	2,575.71	-	2,575.71
Motor vehicle tax	10,165.88	5,079.70	3,687.00	1,392.70
Other Receipts				
Reimbursed Expenses	-	-	-	-
Total Cash Receipts	43,311.81	89,771.57	\$91,703.00	(\$1,931.43)
Expenditures				
Public Safety				
Capital outlay	40,892.97	49,480.59	\$150,000.00	\$100,519.41
Debt Service on Lease Purchase				
Principal	26,045.99	42,980.26	22,480.00	(20,500.26)
Interest	1,237.15	7,409.57	-	(7,409.57)
Total Expenditures	68,176.11	99,870.42	\$172,480.00	\$72,609.58
Receipts Over (Under) Expenditures	(24,864.30)	(10,098.85)		
Prior Year Encumbrances Canceled	-	-		
Unencumbered Cash, Beginning	185,148.10	160,283.80		
Unencumbered Cash, Ending	\$160,283.80	\$150,184.95		

CITY OF FORT SCOTT, KANSAS
SPECIAL ALCOHOL AND DRUG FUNDSchedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>	<u>2011</u> <u>Budget</u>	<u>Variance -</u> <u>Favorable</u> <u>(Unfavorable)</u>
Cash Receipts				
Intergovernmental				
State special alcohol tax	<u>\$15,068.53</u>	<u>\$14,285.58</u>	<u>\$14,159.00</u>	<u>\$126.58</u>
Total Cash Receipts	<u>15,068.53</u>	<u>14,285.58</u>	<u>\$14,159.00</u>	<u>\$126.58</u>
Expenditures				
Public Safety				
Contractual services	<u>10,200.00</u>	<u>11,900.00</u>	<u>\$26,043.00</u>	<u>\$14,143.00</u>
Total Expenditures	<u>10,200.00</u>	<u>11,900.00</u>	<u>\$26,043.00</u>	<u>\$14,143.00</u>
Receipts Over (Under) Expenditures	<u>4,868.53</u>	<u>2,385.58</u>		
Unencumbered Cash, Beginning	<u>10,684.04</u>	<u>15,552.57</u>		
Unencumbered Cash, Ending	<u>\$15,552.57</u>	<u>\$17,938.15</u>		

CITY OF FORT SCOTT, KANSAS
COMMUNITY IMPROVEMENT DISTRICT FUND
Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
Sales tax	\$801.27	\$14,301.75	\$50,000.00	(\$35,698.25)
Total Cash Receipts	801.27	14,301.75	\$50,000.00	(\$35,698.25)
Expenditures				
General Government				
Contractual services	-	15,103.02	\$50,000.00	\$34,896.98
Total Expenditures	-	15,103.02	\$50,000.00	\$34,896.98
Receipts Over (Under) Expenditures	801.27	(801.27)		
Unencumbered Cash, Beginning	-	801.27		
Unencumbered Cash, Ending	\$801.27	-		

CITY OF FORT SCOTT, KANSAS

E911 TELEPHONE TAX FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2011

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

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
Special telephone tax	\$49,461.82	\$49,283.19	\$50,000.00	(\$716.81)
Other Receipts				
Miscellaneous	-	-	-	-
Total Cash Receipts	49,461.82	49,283.19	\$50,000.00	(\$716.81)
Expenditures				
Public Safety				
Contractual services	48,892.51	46,305.99	\$55,000.00	\$8,694.01
Capital outlay	5,476.97	3,483.75	8,683.00	5,199.25
Total Expenditures	54,369.48	49,789.74	\$63,683.00	\$13,893.26
Receipts Over (Under) Expenditures	(4,907.66)	(506.55)		
Prior Year Encumbrances Canceled	103.00	-		
Unencumbered Cash, Beginning	104,985.68	100,181.02		
Unencumbered Cash, Ending	\$100,181.02	\$99,674.47		

CITY OF FORT SCOTT, KANSAS
CELLPHONE 911 FUNDSchedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
Special telephone tax	\$26,037.18	\$24,980.23	\$25,000.00	(\$19.77)
Other Receipts				
Miscellaneous	-	-	-	-
Total Cash Receipts	26,037.18	24,980.23	\$25,000.00	(\$19.77)
Expenditures				
Public Safety				
Contractual services	11,705.88	18,625.27	\$62,112.00	\$43,486.73
Capital outlay	16,430.93	1,161.25	-	(1,161.25)
Total Expenditures	28,136.81	19,786.52	\$62,112.00	\$42,325.48
Receipts Over (Under) Expenditures	(2,099.63)	5,193.71		
Unencumbered Cash, Beginning	76,466.48	74,366.85		
Unencumbered Cash, Ending	\$74,366.85	\$79,560.56		

CITY OF FORT SCOTT, KANSAS
CAPITAL IMPROVEMENTS FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	<u>2010</u> Actual	<u>2011</u> Actual
Cash Receipts		
Operating Transfers from Other Funds		
General	\$65,000.00	\$165,000.00
Total Cash Receipts	<u>65,000.00</u>	<u>165,000.00</u>
Expenditures		
Capital Improvements		
Capital Outlay	45,666.75	27,538.30
Total Expenditures	<u>45,666.75</u>	<u>27,538.30</u>
Receipts Over (Under) Expenditures	19,333.25	137,461.70
Prior Year Encumbrances Canceled	-	225.00
Unencumbered Cash, Beginning	<u>83,388.45</u>	<u>102,721.70</u>
Unencumbered Cash, Ending	<u>\$102,721.70</u>	<u>\$240,408.40</u>

CITY OF FORT SCOTT, KANSAS
TOURISM AND CONVENTION PROMOTION FUND
Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
State guest tax	\$48,759.33	\$31,186.58	\$51,000.00	(\$19,813.42)
Other Receipts				
Miscellaneous	8,470.14	-	-	-
Total Cash Receipts	57,229.47	31,186.58	\$51,000.00	(\$19,813.42)
Expenditures				
Economic Development				
Contractual services	67,117.00	35,000.00	50,000.00	\$15,000.00
Capital outlay	-	-	-	-
Total Expenditures	67,117.00	35,000.00	\$50,000.00	\$15,000.00
Receipts Over (Under) Expenditures	(9,887.53)	(3,813.42)		
Prior Year Canceled Encumbrances	-	300.00		
Unencumbered Cash, Beginning	30,449.49	20,561.96		
Unencumbered Cash, Ending	\$20,561.96	\$17,048.54		

CITY OF FORT SCOTT, KANSAS
SEWER RATE STABILIZATION SALES TAX FUND
Schedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
Sales tax	\$675,957.22	\$702,627.29	\$675,000.00	\$27,627.29
Total Cash Receipts	<u>675,957.22</u>	<u>702,627.29</u>	<u>\$675,000.00</u>	<u>\$27,627.29</u>
Expenditures				
Public Works				
Capital outlay	224,850.00	24,785.92	\$50,000.00	\$25,214.08
Debt Service on Revenue Bonds				
Principal	69,519.00	73,241.00	73,241.00	-
Interest	240,609.07	237,509.51	237,510.00	0.49
Debt Service on General Ob Bonds				
Principal	-	75,000.00	75,000.00	-
Interest	-	47,517.00	47,518.00	1.00
Debt Service on Temporary Notes				
Principal	-	12,500.00	12,500.00	-
Interest	-	1,524.00	1,524.00	-
Debt Service on Revolving Loans				
Principal	266,618.62	147,673.75	147,674.00	0.25
Interest	35,158.40	32,813.12	32,813.00	(0.12)
Total Expenditures	<u>836,755.09</u>	<u>652,564.30</u>	<u>\$677,780.00</u>	<u>\$25,215.70</u>
Receipts Over (Under) Expenditures	(160,797.87)	50,062.99		
Prior Year Canceled Encumbrances	-	13,759.74		
Unencumbered Cash, Beginning	<u>1,020,628.52</u>	<u>859,830.65</u>		
Unencumbered Cash, Ending	<u>\$859,830.65</u>	<u>\$923,653.38</u>		

CITY OF FORT SCOTT, KANSAS
GENERAL BOND AND INTEREST FUNDSchedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

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

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem property tax	\$3,063.49	\$94,899.11	\$101,787.00	(\$6,887.89)
Motor vehicle	5,674.61	1,927.90	-	1,927.90
Special assessments	78,258.80	78,258.80	78,000.00	258.80
Delinquent	1,693.26	813.70	388.00	425.70
Operating Transfer from Other Funds				
Street & Sidewalk Project	48,174.34	-	-	-
Total Cash Receipts	136,864.50	175,899.51	\$180,175.00	(\$4,275.49)
Expenditures				
Debt Service on Bonds				
Principal	129,130.00	219,197.00	\$219,197.00	-
Interest	30,974.00	46,477.00	46,477.00	-
Other	-	-	-	-
Total Expenditures	160,104.00	265,674.00	\$265,674.00	-
Receipts Over (Under) Expenditures	(23,239.50)	(89,774.49)		
Unencumbered Cash, Beginning	157,014.20	133,774.70		
Unencumbered Cash, Ending	\$133,774.70	\$44,000.21		

CITY OF FORT SCOTT, KANSAS
BRIDGE PROJECT FUND

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

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Use of Property and Money		
Proceeds from Bonds	-	\$329,326.80
Other Receipts		
Miscellaneous	-	-
Total Cash Receipts	-	329,326.80
Expenditures		
Public Streets		
Contractual	-	54.60
Capital outlay	-	-
Total Expenditures	-	54.60
Receipts Over (Under) Expenditures	-	329,272.20
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	<u>\$329,272.20</u>

CITY OF FORT SCOTT, KANSAS
STREET PROJECTS FUND

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

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Intergovernmental		
Federal grants	-	-
Other Receipts		
Miscellaneous	-	-
Total Cash Receipts	-	-
Expenditures		
Public Streets		
Contractual	-	250,889.11
Capital outlay	-	-
Total Expenditures	-	250,889.11
Receipts Over (Under) Expenditures	-	(250,889.11)
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	(\$250,889.11)

CITY OF FORT SCOTT, KANSAS
RECREATION PROJECTS FUND

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

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Intergovernmental		
Sales tax	-	\$217,213.15
Use of Property and Money		
Proceeds from Bonds		3,920,013.32
Other Receipts		
Miscellaneous	-	-
Total Cash Receipts	-	4,137,226.47
Expenditures		
Recreation		
Contractual	-	968,779.95
Capital outlay	-	2,951,233.37
Total Expenditures	-	3,920,013.32
Receipts Over (Under) Expenditures	-	217,213.15
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	\$217,213.15

CITY OF FORT SCOTT, KANSAS

WATER UTILITY FUND

Schedule of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2011

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

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Operating Revenue				
Charges for services	\$2,299,367.98	\$2,488,731.66	\$2,467,007.00	\$21,724.66
Other charges	82,539.40	103,792.67	55,000.00	48,792.67
Fishing, boating and camping fees	23,085.86	28,886.75	22,000.00	6,886.75
Lake lot leases	20,450.00	22,250.00	20,000.00	2,250.00
Nonoperating Revenue				
KDH&E grant	-	2,020.00	-	2,020.00
Reimbursed expenses	5,152.49	5,296.94	5,000.00	296.94
Miscellaneous	5,161.39	10,626.64	5,000.00	5,626.64
Total Cash Receipts	2,435,757.12	2,661,604.66	\$2,574,007.00	\$87,597.66
Expenditures and Transfers Subject to Budget				
Water Production				
Personal services	247,162.89	243,005.91	\$264,800.00	\$21,794.09
Contractual services	213,145.34	243,019.75	226,250.00	(16,769.75)
Commodities	301,603.19	228,229.17	231,250.00	3,020.83
Capital outlay	33,438.80	164,699.66	51,950.00	(112,749.66)
Water Distribution				
Personal services	255,427.07	256,747.51	291,950.00	35,202.49
Contractual services	62,086.21	46,810.34	68,800.00	21,989.66
Commodities	79,657.14	72,075.63	114,300.00	42,224.37
Capital outlay	266,831.77	133,441.72	236,000.00	102,558.28
Water Administration				
Personal services	151,845.20	157,756.38	199,640.00	41,883.62
Contractual services	143,861.85	130,237.39	130,100.00	(137.39)
Commodities	6,674.88	6,258.80	15,000.00	8,741.20
Capital outlay	19,912.80	749.99	51,000.00	50,250.01
Water Lake Maintenance				
Personal services	50,432.46	44,074.30	67,630.00	23,555.70
Contractual services	40,589.24	9,637.08	19,850.00	10,212.92
Commodities	11,848.94	11,059.83	31,300.00	20,240.17
Capital outlay	30,355.25	-	25,000.00	25,000.00
Debt Service on Revenue Bonds				
Principal	55,000.00	-	-	-
Interest	66,290.00	-	-	-
Other	-	-	-	-
Debt Service on Revolving Loans				
Principal	91,804.96	224,556.00	224,556.00	-
Interest	243,607.70	232,146.81	232,147.00	0.19
Debt Service on Temporary Notes				
Principal	-	12,500.00	12,500.00	-
Interest	-	2,546.85	1,524.00	(1,022.85)

CITY OF FORT SCOTT, KANSAS
WATER UTILITY FUND

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

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Expenditures				
Operating Transfers to Other Funds				
General	\$115,000.00	\$115,000.00	\$115,000.00	-
Water Tower Improvement	-	-	-	-
Total Expenditures	<u>2,486,575.69</u>	<u>2,334,553.12</u>	<u>\$2,610,547.00</u>	<u>\$275,993.88</u>
Receipts Over (Under) Expenditures	(50,818.57)	327,051.54		
Prior Year Canceled Encumbrances	54,929.55	916.22		
Unencumbered Cash, Beginning	<u>602,359.12</u>	<u>606,470.10</u>		
Unencumbered Cash, Ending	<u>\$606,470.10</u>	<u>\$934,437.86</u>		

CITY OF FORT SCOTT, KANSAS
SEWAGE UTILITY FUNDSchedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

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

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Operating Revenue				
Charges for services	\$930,038.53	\$1,013,675.28	\$1,007,600.00	\$6,075.28
Nonoperating Revenue				
Reimbursed Expenses	490.32	1,475.32	-	1,475.32
Miscellaneous	47,975.28	100,242.45	-	100,242.45
Operating Transfer from Other Funds				
Wastewater Projects	-	20,599.00	-	20,599.00
Total Cash Receipts	978,504.13	1,135,992.05	\$1,007,600.00	\$128,392.05
Expenditures				
Wastewater Plant				
Personal services	266,761.99	271,491.51	\$298,537.00	\$27,045.49
Contractual services	296,425.59	253,371.40	287,025.00	33,653.60
Commodities	70,223.49	55,670.01	49,950.00	(5,720.01)
Capital outlay	1,598.37	179.90	21,500.00	21,320.10
Wastewater Collections				
Personal services	102,700.45	125,045.53	148,430.00	23,384.47
Contractual services	34,963.36	58,586.99	17,780.00	(40,806.99)
Commodities	21,954.50	39,868.17	27,500.00	(12,368.17)
Capital outlay	23,156.74	51,197.55	62,316.00	11,118.45
Debt Service on General Ob Bonds				
Interest	-	-	-	-
Debt Service on Temporary Notes				
Principal	-	12,500.00	12,500.00	-
Interest	-	2,546.35	1,524.00	(1,022.35)
Operating Transfers to Other Funds				
General	215,000.00	215,000.00	215,000.00	-
Sewer Bond Reserve	31,044.00	31,044.00	31,044.00	-
Total Expenditures	1,063,828.49	1,116,501.41	\$1,173,106.00	\$56,604.59
Receipts Over (Under) Expenditures	(85,324.36)	19,490.64		
Prior Year Canceled Encumbrances	5,801.92	2,044.19		
Unencumbered Cash, Beginning	647,125.92	567,603.48		
Unencumbered Cash, Ending	\$567,603.48	\$589,138.31		

CITY OF FORT SCOTT, KANSAS
STORM DRAIN UTILITY FUNDSchedule of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011

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

	2010 Actual	2011 Actual	2011 Budget	Variance - Favorable (Unfavorable)
Cash Receipts				
Operating Revenue				
Charges for services	\$220,668.20	\$219,378.18	\$222,000.00	(\$2,621.82)
Nonoperating Revenue				
Federal Emergency preparedness	51,268.88	6,697.76	-	6,697.76
State Emergency preparedness	6,835.85	893.04	-	893.04
Special assessments	-	1,735.78	-	1,735.78
Proceeds from GO Bonds	-	-	-	-
Miscellaneous	2,009.36	16,859.72	-	16,859.72
Operating Transfer from Other Funds				
Seventh & National Storm Drain Fund	-	229,312.20	-	229,312.20
Total Cash Receipts	<u>280,782.29</u>	<u>474,876.68</u>	<u>\$222,000.00</u>	<u>\$252,876.68</u>
Expenditures				
Nonoperating Expenses				
Capital Outlays	103,771.10	26,675.62	\$100,000.00	\$73,324.38
Operating Transfers to Other Funds				
Main Street FEMA Project	36,783.78	-	-	-
Horton FEMA Project	25,306.58	-	-	-
Debt Service				
Principal	350,000.00	375,133.00	375,133.00	-
Interest	37,490.00	53,711.00	53,711.00	-
Other	-	-	-	-
Total Expenditures	<u>553,351.46</u>	<u>455,519.62</u>	<u>\$528,844.00</u>	<u>\$73,324.38</u>
Receipts Over (Under) Expenditures	(272,569.17)	19,357.06		
Unencumbered Cash, Beginning	<u>945,142.81</u>	<u>672,573.64</u>		
Unencumbered Cash, Ending	<u>\$672,573.64</u>	<u>\$691,930.70</u>		

CITY OF FORT SCOTT, KANSAS
SEWER BOND RESERVE

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

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Operating Transfer from Other Funds		
Sewer Utility Fund	\$31,044.00	\$31,044.00
Total Cash Receipts	<u>31,044.00</u>	<u>31,044.00</u>
Expenditures		
Public Works		
Contractual services	-	-
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	31,044.00	31,044.00
Unencumbered Cash, Beginning	<u>178,950.00</u>	<u>209,994.00</u>
Unencumbered Cash, Ending	<u>\$209,994.00</u>	<u>\$241,038.00</u>

CITY OF FORT SCOTT, KANSAS
WASTEWATER PROJECTS FUND

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

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Use of Property and Money		
Proceeds from Bonds	-	\$556,518.07
Other Receipts		
Miscellaneous	-	-
Total Cash Receipts	-	556,518.07
Expenditures		
Public Works		
Contractual	-	167,149.40
Capital outlay	-	265,890.00
Operating Transfers to Other Funds		
Sewage Utility	-	20,599.00
Total Expenditures	-	453,638.40
Receipts Over (Under) Expenditures	-	102,879.67
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	\$102,879.67

CITY OF FORT SCOTT, KANSAS
WATER PROJECT FUND

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

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Use of Property and Money		
Proceeds from Bonds	-	\$151,996.99
Other Receipts		
Miscellaneous	-	-
Total Cash Receipts	<u>-</u>	<u>151,996.99</u>
Expenditures		
Public Works		
Contractual	-	-
Capital outlay	-	151,996.99
Total Expenditures	<u>-</u>	<u>151,996.99</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

CITY OF FORT SCOTT, KANSAS
KDOT STATE AIRPORT GRANT
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
KDOT State aid	-	-
Operating Transfers from Other Funds		
General	-	2,272.99
Total Cash Receipts	-	2,272.99
Expenditures		
Public Transportation		
Contractual services	-	42,013.84
Total Expenditures	-	42,013.84
Receipts Over (Under) Expenditures	-	(39,740.85)
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	(\$39,740.85)

CITY OF FORT SCOTT, KANSAS
MUNICIPAL COURT FUND

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Fines, Forfeitures and Penalties		
Municipal court fines	<u>\$18,502.50</u>	<u>\$22,469.45</u>
Total Cash Receipts	<u>18,502.50</u>	<u>22,469.45</u>
Expenditures		
General Government		
Contractual services	<u>18,502.50</u>	<u>22,032.95</u>
Total Expenditures	<u>18,502.50</u>	<u>22,032.95</u>
Receipts Over (Under) Expenditures	-	436.50
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>\$436.50</u></u>

CITY OF FORT SCOTT, KANSAS
FIRE INSURANCE PROCEEDS FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	<u>2010</u> Actual	<u>2011</u> Actual
Cash Receipts		
Other Receipts		
Insurance proceeds	<u>\$37,137.00</u>	<u>\$5,678.64</u>
Total Cash Receipts	<u>37,137.00</u>	<u>5,678.64</u>
Expenditures		
Public Safety		
Contractual services	<u>30,987.00</u>	<u>16,478.64</u>
Total Expenditures	<u>30,987.00</u>	<u>16,478.64</u>
Receipts Over (Under) Expenditures	6,150.00	(10,800.00)
Unencumbered Cash, Beginning	<u>4,650.00</u>	<u>10,800.00</u>
Unencumbered Cash, Ending	<u><u>\$10,800.00</u></u>	<u><u>-</u></u>

CITY OF FORT SCOTT, KANSAS
20TH CENTURY VETERANS MEMORIAL FUNDSchedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Other Receipts		
Donations	-	\$35.00
Total Cash Receipts	-	35.00
Expenditures		
Recreation		
Contractual services	-	75.00
Commodities	-	-
Total Expenditures	-	75.00
Receipts Over (Under) Expenditures	-	(40.00)
Unencumbered Cash, Beginning	13,643.16	13,643.16
Unencumbered Cash, Ending	<u>\$13,643.16</u>	<u>\$13,603.16</u>

CITY OF FORT SCOTT, KANSAS
MEDICAL REIMBURSEMENT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	<u>2010</u> Actual	<u>2011</u> Actual
Cash Receipts		
Other Receipts		
Miscellaneous	\$4,506.78	\$1,235.56
Total Cash Receipts	<u>4,506.78</u>	<u>1,235.56</u>
Expenditures		
Employee Benefits		
Contractual services	3,372.39	1,245.37
Total Expenditures	<u>3,372.39</u>	<u>1,245.37</u>
Receipts Over (Under) Expenditures	1,134.39	(9.81)
Unencumbered Cash, Beginning	<u>(999.87)</u>	<u>134.52</u>
Unencumbered Cash, Ending	<u><u>\$134.52</u></u>	<u><u>\$124.71</u></u>

CITY OF FORT SCOTT, KANSAS
SALES TAX FUND

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

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Intergovernmental		
Sales tax	<u>\$17,881.28</u>	<u>\$16,888.40</u>
Total Cash Receipts	<u>17,881.28</u>	<u>16,888.40</u>
Expenditures		
General Government		
Contractual services	<u>17,881.28</u>	<u>16,888.40</u>
Total Expenditures	<u>17,881.28</u>	<u>16,888.40</u>
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

CITY OF FORT SCOTT, KANSAS
RESTRICTED DONATIONS FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
Federal grants	-	-
Other grants	-	600.00
Other Receipts		
Miscellaneous	69,457.00	51,207.14
Total Cash Receipts	69,457.00	51,807.14
Expenditures		
General Government		
Contractual services	5,350.00	13,906.79
Commodities	45.00	259.55
Capital outlay	81,659.38	55,474.51
Total Expenditures	87,054.38	69,640.85
Receipts Over (Under) Expenditures	(17,597.38)	(17,833.71)
Unencumbered Cash, Beginning	27,920.68	10,323.30
Unencumbered Cash, Ending	<u>\$10,323.30</u>	<u>(\$7,510.41)</u>

CITY OF FORT SCOTT, KANSAS
MAIN STREET FEMA PROJECT GRANT
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
Federal Emergency preparedness	-	\$178,927.90
State Emergency preparedness	-	23,857.06
Operating Transfers from Other Funds		
Storm Drain Utility	36,783.78	-
Total Cash Receipts	36,783.78	202,784.96
Expenditures		
Public Safety		
Capital outlay	242,941.44	-
Total Expenditures	242,941.44	-
Receipts Over (Under) Expenditures	(206,157.66)	202,784.96
Prior Year Canceled Encumbrances	-	3,372.70
Unencumbered Cash, Beginning	-	(206,157.66)
Unencumbered Cash, Ending	(\$206,157.66)	-

CITY OF FORT SCOTT, KANSAS
POLICE ARRA GRANT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
Federal grant	\$9,383.49	\$16,498.80
Total Cash Receipts	9,383.49	16,498.80
Expenditures		
Public Safety		
Contractual	-	1,612.71
Capital outlay	17,547.90	5,961.89
Total Expenditures	17,547.90	7,574.60
Receipts Over (Under) Expenditures	(8,164.41)	8,924.20
Unencumbered Cash, Beginning	(2,372.50)	(10,536.91)
Unencumbered Cash, Ending	(\$10,536.91)	(\$1,612.71)

CITY OF FORT SCOTT, KANSAS
911 GRANT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
State 911 grant	-	\$60,709.00
Total Cash Receipts	-	60,709.00
Expenditures		
Public Safety		
Contractual	-	-
Capital outlay	50,709.10	70,359.90
Total Expenditures	50,709.10	70,359.90
Receipts Over (Under) Expenditures	(50,709.10)	(9,650.90)
Unencumbered Cash, Beginning	-	(50,709.10)
Unencumbered Cash, Ending	(\$50,709.10)	(\$60,360.00)

CITY OF FORT SCOTT, KANSAS
CDBG HOUSING GRANT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
Federal Grant	-	\$51,462.00
Operating Transfers from Other Funds		
General	-	-
Total Cash Receipts	-	51,462.00
Expenditures		
Economic Development		
Contractual services	84.53	103,769.96
Total Expenditures	84.53	103,769.96
Receipts Over (Under) Expenditures	(84.53)	(52,307.96)
Prior Year Canceled Encumbrances	-	-
Unencumbered Cash, Beginning	-	(84.53)
Unencumbered Cash, Ending	(\$84.53)	(\$52,392.49)

CITY OF FORT SCOTT, KANSAS
BJA BULLETPROOF VESTS GRANT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
Federal Grant	\$1,356.49	\$1,646.50
Total Cash Receipts	1,356.49	1,646.50
Expenditures		
Public Safety		
Commodities	-	-
Capital outlay	-	1,646.50
Total Expenditures	-	1,646.50
Receipts Over (Under) Expenditures	1,356.49	-
Unencumbered Cash, Beginning	(1,356.49)	-
Unencumbered Cash, Ending	-	-

CITY OF FORT SCOTT, KANSAS
STREET AND SIDEWALKS PROJECT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Proceeds from Long Term Debt		
Principal Received on Bonds	<u>\$686,198.48</u>	<u>\$620,365.74</u>
Total Cash Receipts	<u>686,198.48</u>	<u>620,365.74</u>
Expenditures		
Public Safety		
Personnel services	-	-
Contractual services	638,024.14	404,086.65
Operating Transfers to Other Funds		
General Bond & Interest	<u>48,174.34</u>	<u>-</u>
Total Expenditures	<u>686,198.48</u>	<u>404,086.65</u>
Receipts Over (Under) Expenditures	-	216,279.09
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>\$216,279.09</u>

CITY OF FORT SCOTT, KANSAS
HORTON FEMA PROJECT FUND

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

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts	-	-
Intergovernmental		
Federal Emergency preparedness	-	\$194,024.09
State Emergency preparedness	-	25,869.88
Other Receipts		
Miscellaneous		11,885.60
Operating Transfers from Other Funds		
Storm Drain Utility	25,306.58	-
Total Cash Receipts	<u>25,306.58</u>	<u>231,779.57</u>
Expenditures		
Public Transportation		
Contractual	167,246.89	-
Capital outlay	118,099.15	-
Total Expenditures	<u>285,346.04</u>	<u>-</u>
Receipts Over (Under) Expenditures	(260,039.46)	231,779.57
Prior Year Canceled Encumbrances	-	28,259.89
Unencumbered Cash, Beginning	<u>-</u>	<u>(260,039.46)</u>
Unencumbered Cash, Ending	<u><u>(\$260,039.46)</u></u>	<u><u>-</u></u>

CITY OF FORT SCOTT, KANSAS
YAT ELLIS PARK PROJECT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Other Receipts		
Miscellaneous	\$97,948.82	\$1,823.06
Total Cash Receipts	97,948.82	1,823.06
Expenditures		
Recreation		
Contractual services	97,175.24	4,128.99
Commodities	17,322.98	6,718.85
Capital outlay	-	-
Total Expenditures	114,498.22	10,847.84
Receipts Over (Under) Expenditures	(16,549.40)	(9,024.78)
Unencumbered Cash, Beginning	98,009.51	81,460.11
Unencumbered Cash, Ending	<u>\$81,460.11</u>	<u>\$72,435.33</u>

CITY OF FORT SCOTT, KANSAS
PHOENIX PROJECT FUNDSchedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Other Receipts		
Miscellaneous	-	-
Total Cash Receipts	-	-
Expenditures		
General Government		
Contractual services	700.00	-
Commodities	-	18,647.17
Total Expenditures	700.00	18,647.17
Receipts Over (Under) Expenditures	(700.00)	(18,647.17)
Prior Year Encumbrances Canceled	750.00	700.00
Unencumbered Cash, Beginning	25,396.49	25,446.49
Unencumbered Cash, Ending	<u>\$25,446.49</u>	<u>\$7,499.32</u>

CITY OF FORT SCOTT, KANSAS
GNAT PROJECT FUND

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Other Revenue		
Miscellaneous	<u>\$26,105.11</u>	<u>\$11,645.00</u>
Total Cash Receipts	<u>26,105.11</u>	<u>11,645.00</u>
Expenditures		
Public Safety		
Capital outlay	<u>21,113.95</u>	<u>6,759.42</u>
Total Expenditures	<u>21,113.95</u>	<u>6,759.42</u>
Receipts Over (Under) Expenditures	4,991.16	4,885.58
Unencumbered Cash, Beginning	<u>-</u>	<u>4,991.16</u>
Unencumbered Cash, Ending	<u><u>\$4,991.16</u></u>	<u><u>\$9,876.74</u></u>

CITY OF FORT SCOTT, KANSAS
BRICK STREET AND SIDEWALK GRANT FUNDSchedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Intergovernmental		
KDOT grant	\$20,089.76	\$132,090.84
Use of Property and Money		
Revolving Loan Proceeds	<u>57,865.44</u>	<u>-</u>
Total Cash Receipts	<u>77,955.20</u>	<u>132,090.84</u>
Expenditures		
Public Streets		
Contractual	-	-
Capital outlay	<u>126,081.55</u>	<u>-</u>
Total Expenditures	<u>126,081.55</u>	<u>-</u>
Receipts Over (Under) Expenditures	(48,126.35)	132,090.84
Unencumbered Cash, Beginning	<u>(130,152.25)</u>	<u>(178,278.60)</u>
Unencumbered Cash, Ending	<u>(\$178,278.60)</u>	<u>(\$46,187.76)</u>

CITY OF FORT SCOTT, KANSAS
KLINK WALL STREET PROJECT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Intergovernmental		
State grant	-	\$350,226.57
Use of Property and Money		
Revolving Loan Proceeds	<u>88,571.50</u>	<u>-</u>
Total Cash Receipts	<u>88,571.50</u>	<u>350,226.57</u>
Expenditures		
Public Transportation		
Capital outlay	<u>10,300.00</u>	<u>-</u>
Total Expenditures	<u>10,300.00</u>	<u>-</u>
Receipts Over (Under) Expenditures	78,271.50	350,226.57
Prior Year Encumbrances Canceled	49,264.43	-
Unencumbered Cash, Beginning	<u>(477,762.50)</u>	<u>(350,226.57)</u>
Unencumbered Cash, Ending	<u><u>(\$350,226.57)</u></u>	<u><u>-</u></u>

CITY OF FORT SCOTT, KANSAS
SPECIAL LAW ENFORCEMENT TRUST FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Other Revenue		
Miscellaneous	\$2,935.65	\$323.85
Total Cash Receipts	2,935.65	323.85
Expenditures		
Public Safety		
Contractual services	-	-
Commodities	-	-
Capital outlay	931.00	-
Total Expenditures	931.00	-
Receipts Over (Under) Expenditures	2,004.65	323.85
Unencumbered Cash, Beginning	21,212.83	23,217.48
Unencumbered Cash, Ending	<u>\$23,217.48</u>	<u>\$23,541.33</u>

CITY OF FORT SCOTT, KANSAS

FIRE FITNESS GRANT FUND

Schedule of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Intergovernmental		
Federal Grant	<u>\$8,990.00</u>	<u>-</u>
Total Cash Receipts	<u>8,990.00</u>	<u>-</u>
Expenditures		
General Government		
Contractual services	<u>-</u>	<u>-</u>
Capital outlay	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	8,990.00	-
Unencumbered Cash, Beginning	<u>(8,990.00)</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

CITY OF FORT SCOTT, KANSAS
SEVENTH AND NATIONAL STORM DRAIN PROJECT FUND
 Schedule of Cash Receipts and Expenditures - Actual
 For the Year Ended December 31, 2011
 With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Proceeds from Long Term Debt		
Principal Received on Bonds	\$609,506.28	-
Total Cash Receipts	609,506.28	-
Expenditures		
Public Safety		
Contractual	31,130.20	19,589.00
Capital outlay	322,832.50	14,157.40
Operating Transfers to Other Funds		
Storm Drain Utility	-	229,312.20
Total Expenditures	353,962.70	263,058.60
Receipts Over (Under) Expenditures	255,543.58	(263,058.60)
Prior Year Encumbrances Canceled	-	7,515.02
Unencumbered Cash, Beginning	-	255,543.58
Unencumbered Cash, Ending	255,543.58	-

CITY OF FORT SCOTT, KANSAS
SAFE GRANT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	<u>2010</u> Actual	<u>2011</u> Actual
Cash Receipts		
Intergovernmental		
State Grant	\$1,000.00	\$1,000.00
Other Revenue		
Miscellaneous	-	1,715.00
	<u>1,000.00</u>	<u>2,715.00</u>
Total Cash Receipts		
Expenditures		
Public Safety		
Commodities	150.00	1,113.90
Capital outlay	-	-
	<u>150.00</u>	<u>1,113.90</u>
Total Expenditures		
Receipts Over (Under) Expenditures	850.00	1,601.10
Unencumbered Cash, Beginning	-	850.00
Unencumbered Cash, Ending	<u>\$850.00</u>	<u>\$2,451.10</u>

CITY OF FORT SCOTT, KANSAS
SKATE FOR SCHOLARS FUND

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

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Other Revenue		
Private Grant	\$10,000.00	-
Donations	<u>7,943.04</u>	<u>29,450.00</u>
Total Cash Receipts	<u>17,943.04</u>	<u>29,450.00</u>
Expenditures		
General Government		
Contractual services	890.20	2,500.00
Capital outlay	<u>-</u>	<u>3,052.84</u>
Total Expenditures	<u>890.20</u>	<u>5,552.84</u>
Receipts Over (Under) Expenditures	17,052.84	23,897.16
Unencumbered Cash, Beginning	<u>340.00</u>	<u>17,392.84</u>
Unencumbered Cash, Ending	<u><u>\$17,392.84</u></u>	<u><u>\$41,290.00</u></u>

CITY OF FORT SCOTT, KANSAS
BUCK RUN COMMUNITY CENTER YMCA FUNDSchedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Other Receipts		
Miscellaneous	-	-
Interest Earnings	<u>451.34</u>	<u>151.15</u>
Total Cash Receipts	<u>451.34</u>	<u>151.15</u>
Expenditures		
Recreation		
Contractual services	-	-
Capital outlay	<u>-</u>	<u>61,541.26</u>
Total Expenditures	<u>-</u>	<u>61,541.26</u>
Receipts Over (Under) Expenditures	451.34	(61,390.11)
Unencumbered Cash, Beginning	<u>60,938.77</u>	<u>61,390.11</u>
Unencumbered Cash, Ending	<u>\$61,390.11</u>	<u>-</u>

CITY OF FORT SCOTT, KANSAS
AIRPORT IMPROVEMENTS FUND

Schedule of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Intergovernmental		
Federal grant	\$12,851.00	-
Other Receipts		
Miscellaneous	-	-
Operating Transfers from Other Funds		
General	0.70	-
Total Cash Receipts	<u>12,851.70</u>	<u>-</u>
Expenditures		
Public Transportation		
Contractual services	-	-
Commodities	-	-
Capital outlay	-	-
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	12,851.70	-
Prior Year Encumbrances Canceled	3,299.64	-
Unencumbered Cash, Beginning	<u>(16,151.34)</u>	<u>-</u>
Unencumbered Cash, Ending	<u>-</u>	<u>-</u>

CITY OF FORT SCOTT, KANSAS
ENERGY MANAGER GRANT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
Federal grant	-	\$66,397.96
Use of Property and Money		
Interest earned	-	47.43
Total Cash Receipts	-	66,445.39
Expenditures		
General Government		
Capital outlays	-	66,397.96
Total Expenditures	-	66,397.96
Receipts Over (Under) Expenditures	-	47.43
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	\$47.43

CITY OF FORT SCOTT, KANSAS
TAKE CHARGE CHALLENGE GRANT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Intergovernmental		
Federal grant	-	\$16,756.30
Other Receipts		
Miscellaneous	-	298.00
Total Cash Receipts	-	17,054.30
Expenditures		
General Government		
Contractual services	-	5,499.14
Commodities	-	11,555.16
Total Expenditures	-	17,054.30
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	-	-

CITY OF FORT SCOTT, KANSAS
URGENT NEED FLOOD GRANT FUND
Schedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011
With Comparative Actual Amounts for the Year Ended December 31, 2010

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
HUD Federal grant	-	-
Other Receipts		
Miscellaneous	-	-
Total Cash Receipts	-	-
Expenditures		
General Government		
Contractual services	14,000.00	103,100.00
Capital outlay	-	-
Total Expenditures	14,000.00	103,100.00
Receipts Over (Under) Expenditures	(14,000.00)	(103,100.00)
Unencumbered Cash, Beginning	-	(14,000.00)
Unencumbered Cash, Ending	<u>(\$14,000.00)</u>	<u>(\$117,100.00)</u>

CITY OF FORT SCOTT, KANSAS
RUNWAY REHAB GRANT FUNDSchedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Intergovernmental		
Federal Grant	\$37,043.00	\$1,994.00
Operating Transfers from Other Funds		
General	1,844.16	106.00
Total Cash Receipts	<u>38,887.16</u>	<u>2,100.00</u>
Expenditures		
Public Transportation		
Contractual	6,914.45	-
Capital outlay	-	-
Total Expenditures	<u>6,914.45</u>	<u>-</u>
Receipts Over (Under) Expenditures	31,972.71	2,100.00
Prior Year Encumbrances Canceled	4,875.00	39.82
Unencumbered Cash, Beginning	<u>(38,987.53)</u>	<u>(2,139.82)</u>
Unencumbered Cash, Ending	<u><u>(\$2,139.82)</u></u>	<u><u>-</u></u>

CITY OF FORT SCOTT, KANSAS
FAA PROJECTS GRANT FUNDSchedule of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2011

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

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
Federal Grant	\$63,526.00	\$449,048.00
Operating Transfers from Other Funds		
General	24,723.59	4,004.00
Total Cash Receipts	88,249.59	453,052.00
Expenditures		
Public Transportation		
Contractual	76,875.00	-
Capital outlay	500,895.65	-
Total Expenditures	577,770.65	-
Receipts Over (Under) Expenditures	(489,521.06)	453,052.00
Prior Year Encumbrances Canceled	-	3,235.06
Unencumbered Cash, Beginning	-	(489,521.06)
Unencumbered Cash, Ending	(\$489,521.06)	(\$33,234.00)

CITY OF FORT SCOTT, KANSAS
CDBG REVOLVING LOAN FUND

Schedule of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2011

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

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash Receipts		
Use of Property and Money		
Interest earned	\$1,656.04	\$1,718.86
Interest on loans repaid	1,063.20	254.61
Principal on loans repaid	<u>27,053.18</u>	<u>17,520.57</u>
Total Cash Receipts	<u>29,772.42</u>	<u>19,494.04</u>
Expenditures		
Economic Development		
Contractual services	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	29,772.42	19,494.04
Unencumbered Cash, Beginning	<u>214,814.83</u>	<u>244,587.25</u>
Unencumbered Cash, Ending	<u><u>\$244,587.25</u></u>	<u><u>\$264,081.29</u></u>

CITY OF FORT SCOTT, KANSAS
FORT SCOTT PUBLIC LIBRARY - GENERAL FUND

Schedule of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2011

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

	2010 Actual	2011 Actual
Cash Receipts		
Intergovernmental		
Appropriation from the City	\$298,005.88	\$253,796.30
Other appropriations	16,036.00	14,549.00
Fines, Forfeitures and Penalties	2,214.94	2,006.65
Use of Property and Money		
Interest	967.49	645.95
Other Receipts		
Donations	220.00	655.00
Miscellaneous	2,262.19	3,456.74
Total Cash Receipts	319,706.50	275,109.64
Expenditures		
Recreation		
Personal services	147,614.18	147,257.58
Contractual Services	43,042.39	48,435.16
Commodities	56,067.02	45,896.34
Capital outlay	538.80	4,841.40
Total Expenditures	247,262.39	246,430.48
Receipts Over (Under) Expenditures	72,444.11	28,679.16
Unencumbered Cash, Beginning	518,747.24	591,191.35
Unencumbered Cash, Ending	\$591,191.35	\$619,870.51

CITY OF FORT SCOTT, KANSAS
FEDERAL COMPLIANCE SECTION
For the Year Ended December 31, 2011

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

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AMOUNT RECEIVED	AMOUNT EXPENDED
<u>U.S. Department of Housing and Urban Development</u>			
Direct Grants from HUD			
PROJ NO 344831700		-	\$17,100.00
CDGB Special Purpose Grants	14.225	-	17,100.00
Passed through the State of Kansas Department of Commerce			
Small Cities Community Development Block Grants	14.228	51,462.00	51,462.00
<u>U.S. Department of Justice</u>			
Direct Grant from U.S. Bureau of Justice Assistance			
Bulletproof Vest Grants	16.607	1,646.50	1,646.50
Direct Grant from U.S. Bureau of Justice Assistance			
ARRA Justice Assistance Grants	16.804	16,498.80	7,574.60
<u>U.S. Department of Transportation</u>			
Direct Grant from the Department of Transportation			
AIP 3-20-0022-12		1,994.00	1,994.00
AIP 3-20-0022-13		409,892.00	3,706.00
AIP 3-20-0022-14		39,156.00	43,748.98
Airport Improvement Program	20.106	451,042.00	49,448.98
Passed through the State of Kansas Department of Transportation			
6 KA-0429-01-Downtown Brick Street and Sidewalk Program			
Total Transportation Improvement & HPP Project	20.205	132,090.84	132,090.84
Passed through the State of Kansas Department of Transportation			
Grant # OP 1275-09			
Total Traffic Safety & Drunk Driving Prevention	20.601	3,696.91	3,580.30
Passed through the State of Kansas Department of Transportation			
Project # 6 U-0040-10			
Surface Transportation Project program	20.937	-	87,183.43
<u>U.S. Environmental Protection Agency</u>			
Passed through the State of Kansas Department of Health and Environment			
Public Water Supply Capitalization Grant	66.458	2,020.00	2,020.00
<u>U.S. Department of Energy</u>			
Passed through the State of Kansas Corporation Commission			
Take Charge Challenge		16,756.30	16,756.30
Energy Managers		66,397.96	66,397.96
DOE Formula Grant - ARRA	81.128	83,154.26	83,154.26

CITY OF FORT SCOTT, KANSAS

Schedule of Expenditures of Federal Awards (Continued) For the Year Ended December 31, 2011

FEDERAL GRANTOR/ PASS THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AMOUNT RECEIVED	AMOUNT EXPENDED
<u>U.S. Department of Homeland Security</u>			
Passed through the State of Kansas Office of the Adjutant General			
FEMA-KS-DR1849		\$383,892.13	\$54,918.75
FEMA-KS-DR1860		-	89,034.88
Public Assistance Grants	97.036	383,892.13	143,953.63
Passed through the State of Kansas Division of Emergency Management			
EMW-2008-FO-05954		-	-
Hazard Mitigation (Sirens) Grant	97.039	-	-
TOTALS		<u>\$1,125,503.44</u>	<u>\$579,214.54</u>

Notes to the Schedule of Expenditures of Federal Awards:

(1) Receipts consist of money actually received during the year ended December 31, 2011. Expenditures are recorded on the modified accrual basis of accounting, which records expenses when the goods or services are recieved, plus accounts payable. Expenditures for these programs differ from the City's financial reports filed with grantors inasmuch as the City records expenditures when an encumbrance or contract is signed in accordance with the statutory basis of accounting, whereas expenditures on the financial reports are recorded when the goods or services are received.

Diehl Banwart Bolton

Certified Public Accountants PA

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Mayor and the City Commission
City of Fort Scott, Kansas

Compliance

We have audited the compliance of the City of Fort Scott, Kansas with the types of compliance requirements described in the U.S. **Office of Management and Budget (OMB) Circular A-133 Compliance Supplement** that are applicable to each of its major federal programs for the year ended December 31, 2011. The City's 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 the City's management. Our responsibility is to express an opinion on the City's 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 the City's 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 on the City's compliance with those requirements.

In our opinion, the City of Fort Scott, Kansas, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliance

The management of the City of Fort Scott, 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 the City's 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 the City's internal control over compliance.

A deficiency in internal control over compliance 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, 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 the 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.

There were no findings identified in our audit and described in the accompanying schedule of findings and questioned costs.

This report is intended solely for the information and use of management, City Commission, 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.

Diehl Banwart Bolton CPAs PA

DIEHL, BANWART, BOLTON, CPAs PA

April 17, 2012
Fort Scott, Kansas

Diehl Banwart Bolton

Certified Public Accountants P.A.

**INDEPENDENT AUDITORS' 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***

To the Mayor and the City Commission
City of Fort Scott, Kansas

We have audited the financial statements of The City of Fort Scott, Kansas, as of and for the year ended December 31, 2011, and have issued our report thereon dated April 17, 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 the City's 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 the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's 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 reports that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 of management, the City Commission, 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.



DIEHL, BANWART, BOLTON, CPAs PA

April 17, 2012
Fort Scott, Kansas

**CITY OF FORT SCOTT, KANSAS
FORT SCOTT, KANSAS**

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

SUMMARY OF AUDITORS' RESULTS

1. The auditor's report was adverse for departures from accounting principles generally accepted in the United State of America due to the preparation of the financial statements in accordance with the Kansas statutory basis of accounting. A qualified opinion on the statutory basis of accounting financial statements was issued due to the omission of a component unit.
2. There were no internal control deficiencies disclosed during the audit of the financial statements as reported in the Independent auditor's report on internal control over financial reporting and on compliance and other matters based on an audit of the financial statements performed in accordance with "Government Auditing Standards".
3. No instances of noncompliance material to the financial statements of the City of Fort Scott, Kansas were disclosed during the audit.
4. There were no reportable conditions in internal control over major Federal award programs disclosed during the audit.
5. The auditors report on compliance for the major Federal award programs for the City of Fort Scott, Kansas expresses an unqualified opinion on all major Federal programs.
6. Audit findings that are required to be reported in accordance with Section 510(a) OMB Circular A-133 are reported in this schedule.
7. The programs tested as major programs included the following:

<u>CFDA #</u>	<u>NAME OF PROGRAM</u>
20.205	Transportation Improvement Program Grant
97.036	Public Assistance Grants

8. The threshold for distinguishing types A and B programs was \$300,000.
9. The City of Fort Scott, Kansas was determined to be a low-risk auditee.

FINDINGS – FINANCIAL STATEMENTS AUDIT

None Reported

MATERIAL WEAKNESSES IN INTERNAL CONTROLS OVER FINANCIAL REPORTING

None reported

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS

None reported.

CITY OF FORT SCOTT, KANSAS

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

For the year ended December 31, 2010, the City had no findings or questioned costs relative to federal awards.