

CITY OF CONCORDIA, KANSAS

Statutory Basis Financial Statements
and
Independent Auditors' Report

For the Year Ended December 31, 2010

CITY OF CONCORDIA, KANSAS

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JARRED, GILMORE & PHILLIPS, PA
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

Honorable Mayor and City Commissioners
City of Concordia, Kansas

We have audited the accompanying financial statements of the City of Concordia, Kansas, as of and for the year ended December 31, 2010, as listed in the table of contents. These financial statements are the responsibility of the City of Concordia, Kansas' management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the City's 2009 financial statements and, in our report dated March 4, 2010, we expressed an unqualified opinion on the financial statements of the City of Concordia, Kansas, prepared in accordance with the statutory basis of accounting.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the guidance in the *Kansas Municipal Audit Guide*. Those standards and guidance 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 more fully in Note 1, the City has prepared these financial statements in conformity with the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matters discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Concordia, Kansas, as of December 31, 2010, or where applicable, its cash flows for the year then ended.

Also, in our opinion, the financial statements referred above present fairly, in all material respects, the cash and unencumbered cash balances of the City of Concordia, Kansas, as of December 31, 2010, and its cash receipts and expenditures, and budget to actual comparisons for the year then ended, taken as a whole, on the basis of accounting described in Note 1.



JARRED, GILMORE & PHILLIPS, PA
Certified Public Accountants

March 24, 2011
Chanute, Kansas

CITY OF CONCORDIA, KANSAS

Summary of Cash Receipts, Expenditures, and Unencumbered Cash For the Year Ended December 31, 2010

Statement 1

Funds	Beginning Unencumbered Cash Balances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Add		Cash Balance December 31,
					Encumbrances and Accounts Payable	2010	
General Fund	\$ 415,515.72	\$ 3,823,693.20	\$ 3,864,980.06	\$ 374,228.86	\$ 82,545.34	\$ 456,774.20	\$ 529,156.98
Special Revenue Funds:							
Library	-	128,776.00	128,776.00	-	-	-	-
911 Wireless	21,446.95	17,131.94	4,842.60	33,736.29	-	33,736.29	21,542.85
Industrial Development	859.81	55,250.69	52,991.42	3,119.08	-	3,119.08	2,534.11
Special Highway	77,905.02	138,521.02	136,000.01	80,426.03	3,215.61	83,641.64	79,331.51
Library Employee Benefits	-	33,819.60	33,819.60	-	-	-	-
Emergency Telephone System	68,168.55	30,138.92	23,541.77	74,765.70	-	74,765.70	68,168.55
Special Parks and Recreation	58,008.06	12,087.87	-	70,095.93	-	70,095.93	58,008.06
Computer Equipment Replacement	25,185.52	20,637.92	33,858.54	11,964.90	-	11,964.90	25,185.52
Special Equipment Reserve	712,616.64	420,750.00	581,601.70	551,764.94	-	551,764.94	712,616.64
B.A.T. Equipment Reserve	3,859.70	-	-	3,859.70	-	3,859.70	3,859.70
Civil Asset Forfeiture	2,198.87	-	-	2,198.87	-	2,198.87	2,198.87
Continuing Economic Development Grant	398,766.20	31,396.38	-	430,162.58	-	430,162.58	398,766.20
Fire Department Grants	1,259.90	81,214.00	75,964.32	6,509.58	182.88	6,692.46	1,259.90
Fire Department Donations	-	175.25	-	175.25	-	175.25	-
Police Department Grants and Donations	-	2,050.00	1,577.50	472.50	1,577.50	2,050.00	-
City of Concordia Memorial	48.75	-	48.75	-	-	-	48.75
Downtown Revitalization Grant	2,970.66	-	2,970.66	-	-	-	2,970.66
Recreation Grant and Donations	7,551.20	-	-	7,551.20	-	7,551.20	7,551.20
Airport	21,210.27	9,150.00	-	30,360.27	-	30,360.27	21,210.27
Debt Service Funds:							
Bond and Interest	7,578.03	254,606.35	254,283.75	7,900.63	-	7,900.63	7,578.03
Tax Increment	255,355.15	447,425.29	529,926.26	172,854.18	-	172,854.18	255,355.15
Capital Projects Funds:							
T.I.F. Project	53,279.97	372,590.00	350,144.83	75,725.14	17,586.68	93,311.82	53,279.97
Capital Improvement Project	558,491.22	588,885.11	848,296.30	299,080.03	-	299,080.03	560,991.22
Wastewater Treatment Facility	-	486,482.00	486,482.00	-	-	-	-
North Development and							
Sewer Infrastructure	66,474.43	1,957,733.48	2,024,207.91	-	162,501.50	162,501.50	66,474.43
Enterprise Funds:							
Water and Sewer General Operating	535,829.56	1,270,187.36	1,232,275.89	573,741.03	68,278.63	642,019.66	597,979.18
Designated Water Connect Fees	53,414.48	-	53,414.48	-	-	-	53,414.48
Water/Sewer Projects	26,051.97	-	10,254.18	15,797.79	217.52	16,015.31	26,051.97
Water/Sewer Bond and Interest	-	84,221.25	71,853.75	12,367.50	-	12,367.50	-

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

CITY OF CONCORDIA, KANSAS

Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended December 31, 2010

Funds	Beginning Unencumbered Cash Balances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balances	Encumbrances and Accounts Payable	Cash Balance December 31, 2010	2009
Internal Service Funds:							
Cafeteria Plan	\$ 12,991.41	\$ 18,115.80	\$ 19,584.53	\$ 11,522.68	\$ -	\$ 11,522.68	\$ 12,991.41
Employee Health Care Plan	163,913.77	412.20	2,814.70	161,511.27	-	161,511.27	163,913.77
Trust Funds:							
Cemetery Endowment	39,468.01	622.81	-	40,090.82	-	40,090.82	39,468.01
Small Animal Trust	37,400.04	3,772.20	5,000.00	36,172.24	-	36,172.24	37,400.04
Total Primary Government (Excluding Agency Funds)	3,627,819.86	10,289,846.64	10,829,511.51	3,088,154.99	336,105.66	3,424,260.65	3,809,307.43
Component Units:							
Frank Carlson Library	183,571.78	193,397.24	186,658.85	190,310.17	1,193.62	191,503.79	188,312.14
Concordia Housing Authority	73,510.54	102,568.09	103,817.27	72,261.36	5,588.35	77,849.71	73,510.54
Total Reporting Entity (Excluding Agency Funds)	\$ 3,884,902.18	\$ 10,585,811.97	\$ 11,119,987.63	\$ 3,350,726.52	\$ 342,887.63	\$ 3,693,614.15	\$ 4,071,130.11
Composition of Cash:							
Cash on Hand						\$ 2,503.59	\$ 1,418.59
Checking Accounts:							
Now Checking Account						192,649.85	372,646.21
Cafeteria Account						6,699.64	6,284.17
CNB Checking						15,655.97	18,696.51
Fraternal Order of Police						68.23	68.23
Investments:							
Money Markets and Savings Accounts						1,633,880.52	1,310,498.32
Certificates of Deposit						1,610,917.70	2,141,878.47
Total Primary Government						3,462,375.50	3,851,490.50
Total Component Units						269,353.50	261,822.68
Total Cash						3,731,729.00	4,113,313.18
Agency Funds Per Statement 4						(38,114.85)	(42,183.07)
Total Reporting Entity (Excluding Agency Funds)						\$ 3,693,614.15	4,071,130.11

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

CITY OF CONCORDIA, KANSAS
Summary of Expenditures - Actual and Budget
(Budgeted Funds Only)
For the Year Ended December 31, 2010

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures		Variance - Over (Under)
				Charged to Current Year Budget		
General Fund	\$ 4,361,906.00	\$ 122,140.73	\$ 4,484,046.73	\$ 3,864,980.06	\$	(619,066.67)
Special Revenue Funds:						
Library	159,693.00	-	159,693.00	128,776.00		(30,917.00)
911 Wireless	11,200.00	-	11,200.00	4,842.60		(6,357.40)
Industrial Development	58,957.00	-	58,957.00	52,991.42		(5,965.58)
Special Highway	145,140.00	-	145,140.00	136,000.01		(9,139.99)
Library Employee Benefit	38,345.00	-	38,345.00	33,819.60		(4,525.40)
Emergency Telephone System	25,639.00	-	25,639.00	23,541.77		(2,097.23)
Special Park and Recreation	20,000.00	-	20,000.00	-		(20,000.00)
Debt Service Funds:						
Bond and Interest	297,761.00	-	297,761.00	254,283.75		(43,477.25)
Tax Increment	1,700,264.00	-	1,700,264.00	529,926.26		(1,170,337.74)
Enterprise Funds:						
Water & Sewer Operating	1,401,242.00	5,559.66	1,406,801.66	1,232,275.89		(174,525.77)

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

CITY OF CONCORDIA, KANSAS
GENERAL FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 788,881.67	\$ 717,671.36	\$ 841,392.00	\$ (123,720.64)
Delinquent Tax	10,021.32	6,122.07	-	6,122.07
Motor Vehicle Tax	145,231.19	145,080.05	153,215.00	(8,134.95)
Recreational Vehicle Tax	1,561.86	1,746.38	1,646.00	100.38
16-20M Truck Tax	2,198.11	2,667.24	2,747.00	(79.76)
Vehicle Rental Tax	106.89	122.15	100.00	22.15
Commercial Equipment	238.65	-	-	-
Sales Tax	1,700,387.21	1,675,455.31	1,748,168.00	(72,712.69)
Franchise Taxes	502,521.24	509,905.47	510,000.00	(94.53)
In Lieu of Taxes	5,213.61	4,727.48	5,486.00	(758.52)
Special Assessments	10,886.17	10,278.57	-	10,278.57
Intergovernmental				
Local Alcoholic Liquor Tax	11,831.06	12,087.86	9,827.00	2,260.86
Highway Connection Links	44,171.57	44,202.02	45,000.00	(797.98)
State Grants - FEMA	-	3,749.53	-	3,749.53
Federal Grants - DOJ	-	3,168.37	-	3,168.37
Federal Grants - STEP	-	3,051.50	-	3,051.50
Federal Grants - FEMA	-	24,681.41	-	24,681.41
Federal Grants - FAA	59,795.00	17,861.00	-	17,861.00
Licenses and Permits				
Rent, Licenses, Permits & Fees	33,972.73	46,601.50	38,100.00	8,501.50
Charges for Services				
Cemetery Permits/Deeds	12,502.50	7,900.00	15,000.00	(7,100.00)
Ambulance Service	181,274.03	249,888.32	255,000.00	(5,111.68)
Inter-Local Ambulance Agreement	46,381.22	32,910.83	31,700.00	1,210.83
Dispatch Inter-Local Agreement	120,000.00	80,000.00	80,000.00	-
Pool Operations/Concession Sales	28,837.59	29,958.59	26,250.00	3,708.59
Airport Fuel Sales	24,171.95	-	-	-
SRO Program Fees	22,184.64	27,655.90	30,000.00	(2,344.10)
Fines, Forfeitures and Penalties	76,221.28	54,229.05	80,000.00	(25,770.95)
Use of Money and Property				
Rental Income	511.00	250.00	511.00	(261.00)
Interest Income	-	12,026.11	9,500.00	2,526.11
Sale of Assets	5,000.00	2,800.00	6,022.00	(3,222.00)

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

CITY OF CONCORDIA, KANSAS
GENERAL FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts (Continued)				
Other Revenues				
Donations	\$ 10,172.40	\$ 9,680.83	\$ 8,000.00	\$ 1,680.83
Miscellaneous	9,844.54	12,585.38	15,000.00	(2,414.62)
Reimbursed Expense	35,482.23	69,628.92	-	69,628.92
Operating Transfers from:				
Small Animal Trust Fund	5,000.00	5,000.00	5,000.00	-
Total Cash Receipts	3,894,601.66	3,823,693.20	\$ 3,917,664.00	\$ (93,970.80)
Expenditures and Transfers Subject to Budget				
General Administrative Services				
Personal Services	104,570.05	118,298.30	\$ 170,510.00	\$ (52,211.70)
Contractual Services	53,982.54	71,416.65	112,300.00	(40,883.35)
Commodities	4,351.89	6,022.88	4,360.00	1,662.88
Capital Outlay	438.85	658.39	500.00	158.39
Law/Municipal Courts				
Personal Services	28,087.04	29,454.41	29,250.00	204.41
Contractual Services	44,698.02	30,734.64	35,030.00	(4,295.36)
Commodities	65.99	238.91	100.00	138.91
Capital Outlay	-	-	500.00	(500.00)
Elections				
Contractual Services	-	3,039.90	5,000.00	(1,960.10)
Special Projects				
Personal Services	36,866.09	37,794.24	43,100.00	(5,305.76)
Contractual Services	289,831.98	300,030.58	319,558.00	(19,527.42)
Commodities	7,284.46	7,560.09	3,300.00	4,260.09
Capital Outlay	7,668.68	4,295.45	4,000.00	295.45
Miscellaneous	4,433.86	-	192,000.00	(192,000.00)
Law Enforcement				
Personal Services	585,217.36	592,316.35	569,000.00	23,316.35
Contractual Services	19,886.54	24,143.00	17,350.00	6,793.00
Commodities	47,016.54	56,667.20	44,400.00	12,267.20
Capital Outlay	16,453.54	2,549.38	7,000.00	(4,450.62)

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

CITY OF CONCORDIA, KANSAS
GENERAL FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget (Continued)				
Police Communications/Records				
Personal Services	\$ 204,285.59	\$ 231,344.73	\$ 217,910.00	\$ 13,434.73
Contractual Services	18,873.20	22,656.32	22,150.00	506.32
Commodities	2,037.28	2,584.75	5,350.00	(2,765.25)
Capital Outlay	849.99	128.00	2,000.00	(1,872.00)
Fire Department				
Personal Services	254,996.73	264,398.08	243,420.00	20,978.08
Contractual Services	12,530.62	12,835.73	18,500.00	(5,664.27)
Commodities	35,022.95	23,611.87	32,600.00	(8,988.13)
Capital Outlay	9,184.88	7,015.32	10,000.00	(2,984.68)
Ambulance Service				
Personal Services	270,438.39	271,597.76	268,327.00	3,270.76
Contractual Services	20,235.70	10,684.15	14,200.00	(3,515.85)
Commodities	27,897.30	33,565.23	36,900.00	(3,334.77)
Capital Outlay	18,848.85	11,273.94	23,500.00	(12,226.06)
Animal Control				
Personal Services	36,433.46	31,848.31	35,200.00	(3,351.69)
Contractual Services	3,060.29	4,625.91	5,150.00	(524.09)
Commodities	4,076.81	7,474.24	5,250.00	2,224.24
Capital Outlay	259.17	133.93	200.00	(66.07)
Community Development				
Personal Services	72,483.85	72,720.88	74,885.00	(2,164.12)
Contractual Services	10,214.54	6,121.39	22,000.00	(15,878.61)
Commodities	1,385.04	4,945.46	4,400.00	545.46
Capital Outlay	46.75	309.85	500.00	(190.15)
Public Works-Streets				
Personal Services	322,793.37	322,180.91	342,090.00	(19,909.09)
Contractual Services	29,918.41	23,130.24	34,500.00	(11,369.76)
Commodities	69,200.39	66,714.04	75,050.00	(8,335.96)
Public Grounds-Airport				
Personal Services	3,199.63	4,458.73	4,760.00	(301.27)
Contractual Services	26,738.16	29,895.55	37,200.00	(7,304.45)
Commodities	11,940.58	7,927.70	13,400.00	(5,472.30)
Capital Outlay	8,893.95	-	8,000.00	(8,000.00)

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

CITY OF CONCORDIA, KANSAS
GENERAL FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget (Continued)				
Public Grounds-Parks				
Personal Services	\$ 145,329.63	\$ 145,431.34	\$ 146,311.00	\$ (879.66)
Contractual Services	15,199.95	9,703.84	18,700.00	(8,996.16)
Commodities	24,049.01	28,238.92	31,400.00	(3,161.08)
Public Grounds-Parks-Cemetery				
Personal Services	44,852.37	47,115.54	49,640.00	(2,524.46)
Contractual Services	4,877.14	2,888.01	5,500.00	(2,611.99)
Commodities	10,828.95	11,933.57	15,350.00	(3,416.43)
Capital Outlay	3,402.70	-	2,500.00	(2,500.00)
Public Grounds-Pool				
Personal Services	50,608.15	59,020.09	57,460.00	1,560.09
Contractual Services	15,903.12	14,761.32	31,900.00	(17,138.68)
Commodities	37,391.06	34,875.14	37,100.00	(2,224.86)
Capital Outlay	900.00	4,513.66	6,000.00	(1,486.34)
Public Grounds-Sports Complex				
Personal Services	59,420.27	57,970.42	64,647.00	(6,676.58)
Contractual Services	15,798.23	15,077.06	20,400.00	(5,322.94)
Commodities	17,226.32	33,310.38	22,000.00	11,310.38
Recreation				
Personal Services	55,111.90	58,488.28	58,675.00	(186.72)
Contractual Services	18,500.15	19,683.75	14,850.00	4,833.75
Commodities	15,791.42	16,662.30	16,450.00	212.30
Debt Service				
Capital Lease Payments	71,903.05	71,903.05	71,903.00	0.05
Allocation to Others	16,000.00	16,000.00	16,000.00	-
Operating Transfers to:				
T.I.F. Project Fund	-	-	102,420.00	(102,420.00)
Continuing Economic				
Development Grant Fund	74,158.86	-	-	-
Capital Improvement Project Fund	292,000.00	250,000.00	250,000.00	-

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

CITY OF CONCORDIA, KANSAS
GENERAL FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget (Continued)				
Operating Transfers to: (Continued)				
Computer Equipment				
Replacement Fund	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ -
Industrial Development Fund	5,000.00	5,000.00	5,000.00	-
Special Equipment Reserve Fund	184,000.00	193,000.00	193,000.00	-
Total Certified Budget			4,361,906.00	(496,925.94)
Adjustments for Qualifying				
Budget Credits			122,140.73	(122,140.73)
Total Expenditures and Transfers				
Subject to Budget	3,914,951.59	3,864,980.06	\$ 4,484,046.73	\$ (619,066.67)
Receipts Over(Under) Expenditures	(20,349.93)	(41,286.86)		
Unencumbered Cash, Beginning	435,865.65	415,515.72		
Unencumbered Cash, Ending	\$ 415,515.72	\$ 374,228.86		

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

CITY OF CONCORDIA, KANSAS
LIBRARY FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 126,259.34	\$ 104,196.66	\$ 122,459.00	\$ (18,262.34)
Delinquent Tax	1,418.37	926.33	-	926.33
Motor Vehicle Tax	19,110.23	22,341.62	24,522.00	(2,180.38)
Recreational Vehicle Tax	206.54	269.43	264.00	5.43
16-20M Truck Tax	346.21	338.22	439.00	(100.78)
Rental Vehicle Tax	15.32	17.37	15.00	2.37
In Lieu of Taxes	834.51	686.37	670.00	16.37
Machinery and Equipment	83.13	-	100.00	(100.00)
Total Cash Receipts	148,273.65	128,776.00	\$ 148,469.00	\$ (19,693.00)
Expenditures and Transfers				
Subject to Budget				
Culture and Recreation				
Appropriations	148,273.65	128,776.00	\$ 143,301.00	\$ (14,525.00)
Operating Transfer to				
T.I.F. Project Fund	-	-	16,392.00	(16,392.00)
Total Expenditures and Transfers				
Subject to Budget	148,273.65	128,776.00	\$ 159,693.00	\$ (30,917.00)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

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

CITY OF CONCORDIA, KANSAS**911 WIRELESS FUND**

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Charges for Services				
Wireless 911 Fees	\$ 17,033.90	\$ 17,131.94	\$ 17,000.00	\$ 131.94
Use of Money and Property				
Interest Income	-	-	1,900.00	(1,900.00)
Total Cash Receipts	17,033.90	17,131.94	\$ 18,900.00	\$ (1,768.06)
Expenditures and Transfers				
Subject to Budget				
General Government				
Contractual Services	5,130.30	4,842.60	\$ 1,200.00	\$ 3,642.60
Capital Outlay	4,037.00	-	10,000.00	(10,000.00)
Total Expenditures and Transfers				
Subject to Budget	9,167.30	4,842.60	\$ 11,200.00	\$ (6,357.40)
Receipts Over(Under) Expenditures	7,866.60	12,289.34		
Unencumbered Cash, Beginning	13,580.35	21,446.95		
Unencumbered Cash, Ending	\$ 21,446.95	\$ 33,736.29		

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

CITY OF CONCORDIA, KANSAS
INDUSTRIAL DEVELOPMENT FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended December 31, 2010
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 30,476.12	\$ 41,555.00	\$ 48,310.00	\$ (6,755.00)
Delinquent Tax	449.33	296.30	-	296.30
Motor Vehicle Tax	7,480.70	5,914.79	5,916.00	(1.21)
Recreational Vehicle Tax	80.69	71.02	64.00	7.02
16-20M Truck Tax	126.79	134.35	106.00	28.35
Rental Vehicle Tax	5.81	5.49	15.00	(9.51)
In Lieu of Taxes	201.54	273.74	200.00	73.74
Machinery and Equipment	412.87	-	250.00	(250.00)
Use of Money and Property				
Interest Income	-	-	120.00	(120.00)
Operating Transfers from				
General Fund	5,000.00	5,000.00	5,000.00	-
Water and Sewer General				
Operating Fund	2,000.00	2,000.00	2,000.00	-
Total Cash Receipts	46,233.85	55,250.69	\$ 61,981.00	\$ (6,730.31)
Expenditures and Transfers				
Subject to Budget				
General Government				
Contractual Services	52,312.30	52,991.42	\$ 55,000.00	\$ (2,008.58)
Operating Transfers to				
T.I.F. Project Fund	-	-	3,957.00	(3,957.00)
Total Expenditures and Transfers				
Subject to Budget	52,312.30	52,991.42	\$ 58,957.00	\$ (5,965.58)
Receipts Over(Under) Expenditures	(6,078.45)	2,259.27		
Unencumbered Cash, Beginning	6,938.26	859.81		
Unencumbered Cash, Ending	\$ 859.81	\$ 3,119.08		

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

CITY OF CONCORDIA, KANSAS
SPECIAL HIGHWAY FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended December 31, 2010
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Highway Gas Tax	\$ 130,926.58	\$ 138,521.02	\$ 149,930.00	\$ (11,408.98)
Use of Money and Property				
Interest Income	-	-	1,800.00	(1,800.00)
Total Cash Receipts	130,926.58	138,521.02	\$ 151,730.00	\$ (13,208.98)
Expenditures and Transfers				
Subject to Budget				
Streets and Highways				
Personal Services	7,378.80	9,337.57	\$ 15,140.00	\$ (5,802.43)
Contractual Services	10,720.20	12,469.46	14,000.00	(1,530.54)
Commodities	84,311.85	72,192.98	74,000.00	(1,807.02)
Operating Transfers to:				
Special Equipment Reserve Fund	42,000.00	42,000.00	42,000.00	-
Total Expenditures and Transfers				
Subject to Budget	144,410.85	136,000.01	\$ 145,140.00	\$ (9,139.99)
Receipts Over(Under) Expenditures	(13,484.27)	2,521.01		
Unencumbered Cash, Beginning	91,389.29	77,905.02		
Unencumbered Cash, Ending	\$ 77,905.02	\$ 80,426.03		

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

CITY OF CONCORDIA, KANSAS
LIBRARY EMPLOYEE BENEFITS FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
 For the Year Ended December 31, 2010
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 27,734.14	\$ 28,186.60	\$ 32,942.00	\$ (4,755.40)
Delinquent Tax	362.90	222.23	-	222.23
Motor Vehicle Tax	4,973.43	5,069.24	5,383.00	(313.76)
Recreational Vehicle Tax	53.54	61.03	58.00	3.03
16-20M Truck Tax	78.51	90.61	96.00	(5.39)
Rental Vehicle Tax	3.73	4.22	10.00	(5.78)
In Lieu of Taxes	183.17	185.67	200.00	(14.33)
Machinery and Equipment	272.61	-	200.00	(200.00)
Total Cash Receipts	33,662.03	33,819.60	\$ 38,889.00	\$ (5,069.40)
Expenditures and Transfers				
Subject to Budget				
Culture and Recreation				
Appropriations	33,662.03	33,819.60	\$ 34,744.00	\$ (924.40)
Operating Transfers to				
T.I.F. Project Fund	-	-	3,601.00	(3,601.00)
Total Expenditures and Transfers				
Subject to Budget	33,662.03	33,819.60	\$ 38,345.00	\$ (4,525.40)
Receipts Over(Under) Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

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

CITY OF CONCORDIA, KANSAS
EMERGENCY TELEPHONE SYSTEM FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Service Tax	\$ 29,182.30	\$ 30,138.92	\$ 32,000.00	\$ (1,861.08)
Use of Money and Property				
Interest Income	-	-	1,900.00	(1,900.00)
Total Cash Receipts	29,182.30	30,138.92	\$ 33,900.00	\$ (3,761.08)
Expenditures and Transfers				
Subject to Budget				
General Government				
Contractual Services	18,432.18	23,541.77	\$ 25,639.00	\$ (2,097.23)
Capital Outlay	53,514.28	-	-	-
Total Expenditures and Transfers				
Subject to Budget	71,946.46	23,541.77	\$ 25,639.00	\$ (2,097.23)
Receipts Over(Under) Expenditures	(42,764.16)	6,597.15		
Unencumbered Cash, Beginning	110,932.71	68,168.55		
Unencumbered Cash, Ending	\$ 68,168.55	\$ 74,765.70		

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

CITY OF CONCORDIA, KANSAS
SPECIAL PARKS AND RECREATION FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Local Alcoholic Liquor Tax	\$ 11,831.06	\$ 12,087.87	\$ 9,827.00	\$ 2,260.87
Use of Money and Property				
Interest Income	-	-	700.00	(700.00)
Total Cash Receipts	11,831.06	12,087.87	\$ 10,527.00	\$ 1,560.87
Expenditures and Transfers				
Subject to Budget				
Culture and Recreation				
Capital Outlay	-	-	\$ 20,000.00	\$ (20,000.00)
Total Expenditures and Transfers				
Subject to Budget	-	-	\$ 20,000.00	\$ (20,000.00)
Receipts Over(Under) Expenditures	11,831.06	12,087.87		
Unencumbered Cash, Beginning	46,177.00	58,008.06		
Unencumbered Cash, Ending	\$ 58,008.06	\$ 70,095.93		

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

CITY OF CONCORDIA, KANSAS
COMPUTER EQUIPMENT REPLACEMENT FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Other Revenues		
Reimbursed Expense	\$ -	\$ 637.92
Operating Transfers from:		
General Fund	10,000.00	10,000.00
Water and Sewer		
General Operating Fund	<u>10,000.00</u>	<u>10,000.00</u>
Total Cash Receipts	<u>20,000.00</u>	<u>20,637.92</u>
Expenditures and Transfers		
General Government		
Commodities	13,482.95	189.00
Capital Outlay	<u>5,269.00</u>	<u>33,669.54</u>
Total Expenditures and Transfers	<u>18,751.95</u>	<u>33,858.54</u>
Receipts Over(Under) Expenditures	1,248.05	(13,220.62)
Unencumbered Cash, Beginning	<u>23,937.47</u>	<u>25,185.52</u>
Unencumbered Cash, Ending	<u>\$ 25,185.52</u>	<u>\$ 11,964.90</u>

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

CITY OF CONCORDIA, KANSAS
SPECIAL EQUIPMENT RESERVE FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Federal Grants - CDBG	\$ -	\$ 168,750.00
Use of Money and Property		
Sale of Assets	-	12,000.00
Operating Transfers from:		
General Fund	184,000.00	193,000.00
Special Highway Fund	42,000.00	42,000.00
Water and Sewer General Operating Fund	-	5,000.00
Total Cash Receipts	<u>226,000.00</u>	<u>420,750.00</u>
Expenditures and Transfers		
Capital Projects		
Contractual Services	1,000.00	12,500.00
Commodities	-	-
Capital Outlay	<u>251,844.78</u>	<u>569,101.70</u>
Total Expenditures and Transfers	<u>252,844.78</u>	<u>581,601.70</u>
Receipts Over(Under) Expenditures	(26,844.78)	(160,851.70)
Unencumbered Cash, Beginning	<u>739,461.42</u>	<u>712,616.64</u>
Unencumbered Cash, Ending	<u>\$ 712,616.64</u>	<u>\$ 551,764.94</u>

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

CITY OF CONCORDIA, KANSAS
B.A.T. EQUIPMENT RESERVE FUND

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
Capital Projects		
Capital Outlay	-	-
Total Expenditures and Transfers	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	3,859.70	3,859.70
Unencumbered Cash, Ending	\$ 3,859.70	\$ 3,859.70

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

CITY OF CONCORDIA, KANSAS
CIVIL ASSET FORFEITURE FUND

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
General Government		
Contractual Services	-	-
Commodities	-	-
Total Expenditures and Transfers	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	2,198.87	2,198.87
Unencumbered Cash, Ending	\$ 2,198.87	\$ 2,198.87

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

CITY OF CONCORDIA, KANSAS
CONTINUING ECONOMIC DEVELOPMENT GRANT FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Use of Money and Property		
Revolving Loan Payments	\$ 27,564.00	\$ 27,564.00
Interest Income	3,999.36	3,832.38
Operating Transfers from:		
General Fund	<u>74,158.86</u>	<u>-</u>
Total Cash Receipts	<u>105,722.22</u>	<u>31,396.38</u>
Expenditures and Transfers		
General Government		
Contractual Services	<u>-</u>	<u>-</u>
Total Expenditures and Transfers	<u>-</u>	<u>-</u>
Receipts Over(Under) Expenditures	105,722.22	31,396.38
Unencumbered Cash, Beginning	<u>293,043.98</u>	<u>398,766.20</u>
Unencumbered Cash, Ending	<u>\$ 398,766.20</u>	<u>\$ 430,162.58</u>

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

CITY OF CONCORDIA, KANSAS
FIRE DEPARTMENT GRANTS FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Local Grants	\$ -	\$ 1,300.00
State Grants - Education Incentive	5,110.00	4,929.00
Federal Grants		
Firefighter Assistance Grant	38,323.00	74,780.00
Fire Injury Prevention Grant	-	205.00
Other Revenues		
Miscellaneous	72.00	-
Total Cash Receipts	43,505.00	81,214.00
Expenditures and Transfers		
General Government		
Contractual Services	-	1,212.00
Commodities	43,267.73	74,752.32
Capital Outlay	-	-
Total Expenditures and Transfers	43,267.73	75,964.32
Receipts Over(Under) Expenditures	237.27	5,249.68
Unencumbered Cash, Beginning	1,022.63	1,259.90
Unencumbered Cash, Ending	\$ 1,259.90	\$ 6,509.58

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

CITY OF CONCORDIA, KANSAS
FIRE DEPARTMENT DONATIONS FUND

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Other Revenues		
Donations	\$ -	\$ 175.25
Total Cash Receipts	-	175.25
Expenditures and Transfers		
General Government		
Capital Outlay	-	-
Total Expenditures and Transfers	-	-
Receipts Over(Under) Expenditures	-	175.25
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	<u>\$ -</u>	<u>\$ 175.25</u>

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

CITY OF CONCORDIA, KANSAS
POLICE DEPARTMENT GRANTS AND DONATIONS FUND

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Local Grant Revenues	\$ -	\$ 1,450.00
Other Revenues		
Donations	-	600.00
Total Cash Receipts	-	2,050.00
Expenditures and Transfers		
General Government		
Commodities	-	1,577.50
Total Expenditures and Transfers	-	1,577.50
Receipts Over(Under) Expenditures	-	472.50
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 472.50

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

CITY OF CONCORDIA, KANSAS
CITY OF CONCORDIA MEMORIAL FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Revenues		
Donations	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
General Government		
Commodities	1,919.88	48.75
Total Expenditures and Transfers	1,919.88	48.75
Receipts Over(Under) Expenditures	(1,919.88)	(48.75)
Unencumbered Cash, Beginning	1,968.63	48.75
Unencumbered Cash, Ending	\$ 48.75	\$ -

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

CITY OF CONCORDIA, KANSAS
DOWNTOWN REVITALIZATION GRANT FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Revenues		
Reimbursed Expense	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
General Government		
Commodities	-	2,970.66
Total Expenditures and Transfers	-	2,970.66
Receipts Over(Under) Expenditures	-	(2,970.66)
Unencumbered Cash, Beginning	2,970.66	2,970.66
Unencumbered Cash, Ending	\$ 2,970.66	\$ -

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

CITY OF CONCORDIA, KANSAS

KS W E911 GRANT FUND

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
State Grant Revenues	\$ 94,303.00	\$ -
Total Cash Receipts	94,303.00	-
Expenditures and Transfers		
General Government		
Capital Outlay	31,502.72	-
Total Expenditures and Transfers	31,502.72	-
Receipts Over(Under) Expenditures	62,800.28	-
Unencumbered Cash, Beginning	(62,800.28)	-
Unencumbered Cash, Ending	\$ -	\$ -

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

CITY OF CONCORDIA, KANSAS
RECREATION GRANT AND DONATIONS FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
General Government		
Capital Outlay	-	-
Total Expenditures and Transfers	-	-
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	7,551.20	7,551.20
Unencumbered Cash, Ending	<u>\$ 7,551.20</u>	<u>\$ 7,551.20</u>

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

CITY OF CONCORDIA, KANSAS
CAPITAL IMPROVEMENT RESERVE FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfers from:		
General Fund	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
General Government		
Contractual Services	-	-
Operating Transfers to		
Capital Improvement Project Fund	612,171.18	-
Total Expenditures and Transfers	612,171.18	-
Receipts Over(Under) Expenditures	(612,171.18)	-
Unencumbered Cash, Beginning	612,171.18	-
Unencumbered Cash, Ending	\$ -	\$ -

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

CITY OF CONCORDIA, KANSAS
AIRPORT FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Use of Money and Property		
Rental Income	\$ 9,474.00	\$ 9,150.00
Interest Income	54.06	-
Total Cash Receipts	<u>9,528.06</u>	<u>9,150.00</u>
Expenditures and Transfers		
General Government		
Appropriations to Others	<u>26,078.23</u>	<u>-</u>
Total Expenditures and Transfers	<u>26,078.23</u>	<u>-</u>
Receipts Over(Under) Expenditures	(16,550.17)	9,150.00
Unencumbered Cash, Beginning	<u>37,760.44</u>	<u>21,210.27</u>
Unencumbered Cash, Ending	<u>\$ 21,210.27</u>	<u>\$ 30,360.27</u>

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

CITY OF CONCORDIA, KANSAS
BOND AND INTEREST FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 78,255.25	\$ 162,254.27	\$ 187,631.00	\$ (25,376.73)
Delinquent Tax	906.93	935.23	-	935.23
Motor Vehicle Tax	9,284.15	12,453.74	15,197.00	(2,743.26)
Recreational Vehicle Tax	107.99	151.01	163.00	(11.99)
16-20M Truck Tax	594.07	69.01	272.00	(202.99)
Rental Vehicle Tax	16.83	7.31	29.00	(21.69)
In Lieu of Taxes	517.18	1,068.82	250.00	818.82
Machinery and Equipment	3,168.83	-	3,000.00	(3,000.00)
Special Assessments	58,959.43	57,666.96	90,000.00	(32,333.04)
Uses of Money and Property				
Interest Income	50,000.00	20,000.00	1,500.00	18,500.00
Total Cash Receipts	201,810.66	254,606.35	\$ 298,042.00	\$ (43,435.65)
Expenditures and Transfers				
Subject to Budget				
Debt Services				
Principal	185,000.00	195,000.00	\$ 65,000.00	\$ 130,000.00
Interest	68,110.00	59,277.50	202,594.00	(143,316.50)
Commissions and Postage	7.50	6.25	8.00	(1.75)
Miscellaneous	-	-	20,000.00	(20,000.00)
Operating Transfers to				
T.I.F. Projects Fund	-	-	10,159.00	(10,159.00)
Total Expenditures and Transfers				
Subject to Budget	253,117.50	254,283.75	\$ 297,761.00	\$ (43,477.25)
Receipts Over(Under) Expenditures	(51,306.84)	322.60		
Unencumbered Cash, Beginning	58,884.87	7,578.03		
Unencumbered Cash, Ending	\$ 7,578.03	\$ 7,900.63		

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

CITY OF CONCORDIA, KANSAS
TAX INCREMENT FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue				
Ad Valorem Property Tax	\$ 416,871.90	\$ 440,856.14	\$ 456,171.00	\$ (15,314.86)
Delinquent Tax	17,061.07	5,168.62	-	5,168.62
Use of Money and Property				
Interest Income	-	1,400.53	5,800.00	(4,399.47)
Total Cash Receipts	<u>433,932.97</u>	<u>447,425.29</u>	<u>\$ 461,971.00</u>	<u>\$ (14,545.71)</u>
Expenditures and Transfers				
Subject to Budget				
Debt Services				
Principal	155,000.00	160,000.00	\$ 245,000.00	\$ (85,000.00)
Interest	87,898.76	82,926.26	155,264.00	(72,337.74)
Operating Transfers to:				
T.I.F. Project Fund	<u>298,924.00</u>	<u>287,000.00</u>	<u>1,300,000.00</u>	<u>(1,013,000.00)</u>
Total Expenditures and Transfers				
Subject to Budget	<u>541,822.76</u>	<u>529,926.26</u>	<u>\$ 1,700,264.00</u>	<u>\$ (1,170,337.74)</u>
Receipts Over(Under) Expenditures	(107,889.79)	(82,500.97)		
Unencumbered Cash, Beginning	<u>363,244.94</u>	<u>255,355.15</u>		
Unencumbered Cash, Ending	<u>\$ 255,355.15</u>	<u>\$ 172,854.18</u>		

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

CITY OF CONCORDIA, KANSAS
T.I.F. PROJECT FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Other Revenues		
Reimbursed Expense	\$ 25,000.00	\$ 85,590.00
Operating Transfers from Tax Increment Fund	<u>298,924.00</u>	<u>287,000.00</u>
Total Cash Receipts	<u>323,924.00</u>	<u>372,590.00</u>
Expenditures and Transfers		
Capital Improvements		
Contractual Services	306,509.50	229,259.50
Commodities	-	33,405.33
Capital Outlay	<u>-</u>	<u>87,480.00</u>
Total Expenditures and Transfers	<u>306,509.50</u>	<u>350,144.83</u>
Receipts Over(Under) Expenditures	17,414.50	22,445.17
Unencumbered Cash, Beginning	<u>35,865.47</u>	<u>53,279.97</u>
Unencumbered Cash, Ending	<u>\$ 53,279.97</u>	<u>\$ 75,725.14</u>

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

CITY OF CONCORDIA, KANSAS
CAPITAL IMPROVEMENT PROJECT FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Taxes and Shared Revenue		
Bond Proceeds	\$ -	\$ 260,000.00
Other Revenues		
Reimbursed Expense	81,408.40	78,885.11
Operating Transfers from:		
Capital Improvement		
Reserve Fund	612,171.18	-
General Fund	292,000.00	250,000.00
	<u>985,579.58</u>	<u>588,885.11</u>
Total Cash Receipts		
Expenditures and Transfers		
Capital Improvements		
Contractual Services	511,490.48	675,539.62
Commodities	-	954.01
Capital Outlay	500.00	-
Operating Transfers to:		
North Development and		
Sewer Infrastructure Fund	-	171,802.67
	<u>511,990.48</u>	<u>848,296.30</u>
Total Expenditures and Transfers		
Receipts Over(Under) Expenditures	473,589.10	(259,411.19)
Unencumbered Cash, Beginning	84,902.12	558,491.22
Unencumbered Cash, Ending	<u>\$ 558,491.22</u>	<u>\$ 299,080.03</u>

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

CITY OF CONCORDIA, KANSAS
WASTEWATER TREATMENT FACILITY FUND

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ 158.00	\$ -
Bond Proceeds	474,000.00	486,482.00
Operating Transfers from:		
Water and Sewer General		
Operating Fund	13,251.86	-
Total Cash Receipts	487,409.86	486,482.00
Expenditures and Transfers		
Capital Improvements		
Contractual Services	487,409.86	-
Debt Services		
Principal	-	474,000.00
Interest	-	12,482.00
Total Expenditures and Transfers	487,409.86	486,482.00
Receipts Over(Under) Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ -

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

CITY OF CONCORDIA, KANSAS
NORTH DEVELOPMENT AND SEWER INFRASTRUCTURE FUND

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
State Grant Revenues	\$ 148,730.00	\$ 631,858.64
Use of Money and Property		
Bond Proceeds	-	1,153,518.00
Interest Income	-	554.17
Operating Transfers from:		
Capital Improvement Project Fund	-	171,802.67
Total Cash Receipts	148,730.00	1,957,733.48
Expenditures and Transfers		
Capital Improvements		
Contractual Services	82,255.57	2,014,140.83
Commodities	-	567.08
Capital Outlay	-	9,500.00
Total Expenditures and Transfers	82,255.57	2,024,207.91
Receipts Over(Under) Expenditures	66,474.43	(66,474.43)
Unencumbered Cash, Beginning	-	66,474.43
Unencumbered Cash, Ending	\$ 66,474.43	\$ -

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

CITY OF CONCORDIA, KANSAS
WATER AND SEWER GENERAL OPERATING FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Charges for Services				
Water Receipts	\$ 729,012.32	\$ 749,420.89	\$ 909,000.00	\$ (159,579.11)
Sewer Receipts	432,871.23	412,009.26	452,000.00	(39,990.74)
Connection Fees	26,731.50	23,928.18	30,000.00	(6,071.82)
Other Fees	-	635.00	500.00	135.00
Use of Money and Property				
Rental Income	9,379.00	11,779.00	9,470.00	2,309.00
Interest Income	14,004.21	3,992.29	13,000.00	(9,007.71)
Other Revenues				
Miscellaneous	3,251.05	750.74	1,000.00	(249.26)
Reimbursed Expense	7,600.25	5,559.66	-	5,559.66
State Sales Tax	7,662.11	8,697.86	8,000.00	697.86
Operating Transfers from:				
Designated Water Connect Fees Fund	-	53,414.48	53,414.48	-
Total Cash Receipts	1,230,511.67	1,270,187.36	\$ 1,476,384.48	\$ (206,197.12)
Expenditures and Transfers				
Subject to Budget				
Utility Administration				
Personal Services	267,405.01	257,280.91	\$ 306,050.00	\$ (48,769.09)
Contractual Services	142,984.50	141,911.24	136,200.00	5,711.24
Commodities	11,352.97	8,230.30	10,800.00	(2,569.70)
Capital Outlay	1,417.45	1,036.56	5,000.00	(3,963.44)
Utility Water Production				
Personal Services	49,641.22	50,145.66	50,420.00	(274.34)
Contractual Services	42,737.38	50,644.30	76,000.00	(25,355.70)
Commodities	29,701.54	31,574.99	53,585.00	(22,010.01)
Capital Outlay	-	-	25,000.00	(25,000.00)

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

CITY OF CONCORDIA, KANSAS
WATER AND SEWER GENERAL OPERATING FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget (Continued)				
Utility Water Distribution				
Personal Services	\$ 89,622.29	\$ 95,334.51	\$ 92,410.00	\$ 2,924.51
Contractual Services	4,304.17	6,057.66	12,800.00	(6,742.34)
Commodities	48,678.91	84,031.95	77,600.00	6,431.95
Capital Outlay	44,899.52	33,498.57	60,000.00	(26,501.43)
Utility Wastewater Treatment				
Personal Services	135,021.38	133,444.23	145,950.00	(12,505.77)
Contractual Services	84,921.94	97,294.07	100,300.00	(3,005.93)
Commodities	25,788.16	35,511.94	41,750.00	(6,238.06)
Capital Outlay	-	32,814.90	20,000.00	12,814.90
Utility Wastewater Collection				
Personal Services	23,742.83	41,083.41	42,910.00	(1,826.59)
Contractual Services	14,901.90	6,105.31	11,700.00	(5,594.69)
Commodities	2,939.45	3,152.30	5,400.00	(2,247.70)
Capital Outlay	-	8,971.55	12,500.00	(3,528.45)
Utility Special Projects				
Contractual Services	-	12,930.28	-	12,930.28
Capital Outlay	127,915.22	-	-	-
Debt Service				
Principal	55,000.00	-	15,000.00	(15,000.00)
Interest	14,210.00	-	82,867.00	(82,867.00)
Commissions and Postage	8.75	-	-	-
Operating Transfers to:				
Special Equipment Reserve Fund	13,251.86	5,000.00	5,000.00	-
Industrial Development Fund	2,000.00	2,000.00	2,000.00	-

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

CITY OF CONCORDIA, KANSAS
WATER AND SEWER GENERAL OPERATING FUND

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Expenditures and Transfers				
Subject to Budget (Continued)				
Operating Transfers to: (Continued)				
Water/Sewer Bond				
and Interest Fund	\$ -	\$ 84,221.25	\$ -	\$ 84,221.25
Computer Equipment				
Replacement Fund	10,000.00	10,000.00	10,000.00	-
Total Certified Budget			1,401,242.00	(168,966.11)
Adjustments for Qualifying				
Budget Credits			5,559.66	(5,559.66)
Total Expenditures and Transfers				
Subject to Budget	1,242,446.45	1,232,275.89	\$ 1,406,801.66	\$ (174,525.77)
Receipts Over(Under) Expenditures	(11,934.78)	37,911.47		
Unencumbered Cash, Beginning	547,764.34	535,829.56		
Unencumbered Cash, Ending	\$ 535,829.56	\$ 573,741.03		

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

CITY OF CONCORDIA, KANSAS
DESIGNATED WATER CONNECT FEES FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Charges for Services		
Water Connection Fees	\$ 5,041.74	\$ -
Total Cash Receipts	5,041.74	-
Expenditures and Transfers		
General Government		
Contractual Services	5,041.74	-
Operating Transfers to:		
Water and Sewer General Operating Fund	-	53,414.48
Total Expenditures and Transfers	5,041.74	53,414.48
Receipts Over(Under) Expenditures	-	(53,414.48)
Unencumbered Cash, Beginning	53,414.48	53,414.48
Unencumbered Cash, Ending	\$ 53,414.48	\$ -

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

CITY OF CONCORDIA, KANSAS
WATER/SEWER PROJECTS FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ -	\$ -
Total Cash Receipts	-	-
Expenditures and Transfers		
General Government		
Commodities	-	10,254.18
Total Expenditures and Transfers	-	10,254.18
Receipts Over(Under) Expenditures	-	(10,254.18)
Unencumbered Cash, Beginning	26,051.97	26,051.97
Unencumbered Cash, Ending	\$ 26,051.97	\$ 15,797.79

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

CITY OF CONCORDIA, KANSAS
WATER/SEWER BOND AND INTEREST FUND

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfers from:		
Water and Sewer		
General Operating Fund	\$ -	\$ 84,221.25
Total Cash Receipts	-	84,221.25
Expenditures and Transfers		
Debt Service		
Principal	-	60,000.00
Interest	-	11,845.00
Commissions and Postage	-	8.75
Total Expenditures and Transfers	-	71,853.75
Receipts Over(Under) Expenditures	-	12,367.50
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	\$ -	\$ 12,367.50

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

CITY OF CONCORDIA, KANSAS
CAFETERIA PLAN FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Other Revenues		
Employee Contributions	\$ 23,260.50	\$ 18,115.80
Total Cash Receipts	<u>23,260.50</u>	<u>18,115.80</u>
Expenditures and Transfers		
Culture and Recreation		
Personal Services	<u>20,501.31</u>	<u>19,584.53</u>
Total Expenditures and Transfers	<u>20,501.31</u>	<u>19,584.53</u>
Receipts Over(Under) Expenditures	2,759.19	(1,468.73)
Unencumbered Cash, Beginning	<u>10,232.22</u>	<u>12,991.41</u>
Unencumbered Cash, Ending	<u>\$ 12,991.41</u>	<u>\$ 11,522.68</u>

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

CITY OF CONCORDIA, KANSAS
EMPLOYEE HEALTH CARE PLAN FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Other Revenues		
Employee Contributions	\$ 91,875.18	\$ -
Reimbursed Expense	-	412.20
Total Cash Receipts	91,875.18	412.20
Expenditures and Transfers		
General Government		
Personal Services	81,620.23	2,814.70
Total Expenditures and Transfers	81,620.23	2,814.70
Receipts Over(Under) Expenditures	10,254.95	(2,402.50)
Unencumbered Cash, Beginning	153,658.82	163,913.77
Unencumbered Cash, Ending	\$ 163,913.77	\$ 161,511.27

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

CITY OF CONCORDIA, KANSAS
CEMETERY ENDOWMENT FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ 863.50	\$ 422.81
Other Revenues		
Donations	-	200.00
Total Cash Receipts	863.50	622.81
Expenditures and Transfers		
Perpetual Care		
Capital Outlay	-	-
Total Expenditures and Transfers	-	-
Receipts Over(Under) Expenditures	863.50	622.81
Unencumbered Cash, Beginning	38,604.51	39,468.01
Unencumbered Cash, Ending	\$ 39,468.01	\$ 40,090.82

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

CITY OF CONCORDIA, KANSAS
SMALL ANIMAL TRUST FUND

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest Income	\$ 5,920.85	\$ 3,727.20
Other Revenues		
Bequests and Gifts	526.00	45.00
Total Cash Receipts	6,446.85	3,772.20
Expenditures and Transfers		
Operating Transfers to		
General Fund	5,000.00	5,000.00
Total Expenditures and Transfers	5,000.00	5,000.00
Receipts Over(Under) Expenditures	1,446.85	(1,227.80)
Unencumbered Cash, Beginning	35,953.19	37,400.04
Unencumbered Cash, Ending	\$ 37,400.04	\$ 36,172.24

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

CITY OF CONCORDIA, KANSAS
AGENCY FUNDS

Statement of Cash Receipts and Cash Disbursements
For the Year Ended December 31, 2010

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Animal Shelter	\$ 7,258.85	\$ 14,109.65	\$ 9,177.23	\$ 12,191.27
Cloud County Solid Waste Landfill	531.47	293,133.70	289,563.84	4,101.33
Central Garage	10,255.89	143,782.79	147,643.86	6,394.82
D.A.R.E	(235.22)	1,543.60	1,263.56	44.82
Fraternal Order of Police Lodge 58	68.23	-	-	68.23
Cyber-Crimes	736.40	2,050.00	265.44	2,520.96
Judge Training	2,232.46	6,011.50	7,285.96	958.00
Post Fire Debris Removal	8,175.00	11,625.00	19,800.00	-
Water Protection	3,159.99	7,128.22	8,452.79	1,835.42
Womack Escrow Fund	10,000.00	-	-	10,000.00
	<u>\$ 42,183.07</u>	<u>\$ 479,384.46</u>	<u>\$ 483,452.68</u>	<u>\$ 38,114.85</u>

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

CITY OF CONCORDIA, KANSAS
FRANK CARLSON LIBRARY

Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Taxes and Shared Revenue		
CKLS Appropriations	\$ 11,710.00	\$ 14,378.00
City Appropriations		
General	148,273.65	128,776.00
Employee Benefits	33,662.03	33,819.60
State Aid	3,199.00	2,925.00
Use of Money and Property		
Interest Income	3,265.96	2,275.17
Other Receipts		
Fines and Fees	6,770.55	6,331.91
Gifts and Donations	7,383.95	3,464.89
Miscellaneous	15.95	-
Reimbursed Expense	383.80	1,426.67
Total Cash Receipts	214,664.89	193,397.24
Expenditures and Transfers		
Culture and Recreation		
Personal Services	122,095.55	133,974.90
Contractual Services	29,826.98	19,089.05
Commodities	44,949.01	33,594.90
Total Expenditures and Transfers	196,871.54	186,658.85
Receipts Over(Under) Expenditures	17,793.35	6,738.39
Unencumbered Cash, Beginning	165,778.43	183,571.78
Unencumbered Cash, Ending	\$ 183,571.78	\$ 190,310.17

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

CITY OF CONCORDIA, KANSAS
CONCORDIA HOUSING AUTHORITY

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2010
(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Rental Revenue	\$ 73,010.00	\$ 66,627.36
Rural Development Assistance	21,697.00	31,325.00
Laundry and Vending	2,796.00	3,062.75
Interest Income	708.49	449.98
Other - Project Sources	89.00	1,103.00
Total Cash Receipts	98,300.49	102,568.09
Expenditures and Transfers		
Maintenance and Repairs Supply	5,234.68	3,362.44
Maintenance and Repairs Contract	7,985.27	20,281.57
Snow Removal and Grounds	5,525.26	4,945.76
Services	1,332.00	1,128.00
Capital Budget (Operating)	4,480.85	13,173.50
Electricity	2,709.63	2,983.88
Water	5,835.95	6,733.59
Other Utilities	4,224.00	4,428.00
Trash Removal	440.00	520.00
Management Fee	7,200.00	7,200.00
Project Auditing Expense	10,000.00	4,000.00
Project Accounting Expense	540.00	884.00
Advertising	110.40	24.75
Office Supplies	388.17	594.69
Training	99.00	330.00
Office Rent	2,400.00	2,400.00
Other Administrative Expense	499.84	1,201.43
Property and Liability Insurance	15,428.06	8,114.66
Debt Payment	12,595.00	14,885.00
Debt Payment - Overage	5,607.00	5,576.00
Security Deposits Refunded	795.00	1,050.00
Total Expenditures and Transfers	93,430.11	103,817.27
Receipts Over(Under) Expenditures	4,870.38	(1,249.18)
Unencumbered Cash, Beginning	68,640.16	73,510.54
Unencumbered Cash, Ending	\$ 73,510.54	\$ 72,261.36

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

CITY OF CONCORDIA, KANSAS

Notes to the Financial Statements For the Year Ended December 31, 2010

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City of Concordia, Kansas, (the City) is incorporated as a City of the second class, under the provisions of K.S.A. 14-101 *et seq.* The City operates under a Commission-City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), highways and streets, electric, water and sewer, health and social services, culture-recreation, education, public improvements, planning and zoning, and general administrative services.

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

Reporting Entity

The City of Concordia, Kansas (the City) is a municipal corporation governed by an elected five member commission. These financial statements present the City of Concordia, Kansas (the primary government), and its component units. The component units are included in the City's reporting entity because of the significance of its operational or financial relationship with the City.

Discretely Presented Component Unit

The component unit section of the financial statements includes the financial data of the discretely presented component units. The component units are reported separately to emphasize that they are legally separate from the City. The governing body of these component units are appointed by the City.

Frank Carlson Library

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

Concordia Housing Authority

The Housing Authority of the City of Concordia, Kansas operates the City's housing projects with a December 31st year end. The Housing Authority can sue and be sued, and can buy, sell, or lease real property. Bond ordinances must be approved by the City. A copy of the financial statements can be obtained from the Housing Authority.

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, cash receipts 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 cash receipts received by the General Fund.

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

Debt Service Funds - The Bond and Interest Fund and the Tax Increment Fund are 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. Cash receipts 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.

FIDUCIARY FUNDS

Expendable Trust Funds

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

Non-Expendable Trust Funds

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Presentation – Statutory Basis of Accounting

The statutory basis of accounting, as used in 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, with disbursements being adjusted for prior year's 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 the cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

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

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

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

Pension Plan

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

Property Taxes

In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 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)

Reimbursed Expenses

K.S.A. 79-2934 provides that reimbursed expenditures, in excess of those budgeted, should be recorded as reductions in expenditures rather than as cash receipts. In the financial statements and budget comparisons presented in this report, reimbursements and refunds are recorded as cash receipts. The reimbursements are recorded as cash receipts when received by the City Treasurer and are often difficult to identify the exact expenditure which they are reimbursing. In funds showing expenditures in excess of the original adopted budget, reimbursements are added to the adopted budget as budget credits for comparison with the actual expenditures.

Special Assessments

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligation 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 cash receipts in the appropriate project. Special assessments received after the issuance of general obligation bonds are recorded as cash receipts 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.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

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

1. Preparation of the budget for the succeeding calendar year on or before August 1, of each year.
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, of each year.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. During the year ended December 31, 2010 the City amended the Emergency Telephone Fund.

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.

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

Budgetary Information (Continued)

All legal annual operating budgets are prepared using the statutory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

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

- Computer Equipment Replacement (K.S.A. 12-1,117)
- Special Equipment (K.S.A. 12-1,117)
- B.A.T. Equipment Reserve (K.S.A. 12-1,117)
- Civil Asset Forfeiture (K.S.A. 60-4117)
- Continuing Economic Development Grant (K.S.A. 12-1663)
- City of Concordia Memorial (K.S.A. 79-2925)
- Recreation Grant and Donations (K.S.A. 79-2925)
- Fire Department Grants (K.S.A. 79-2925)
- Fire Department Donations (K.S.A. 79-2925)
- Police Department Grants and Donations (K.S.A. 79-2925)
- Downtown Revitalization Grant (K.S.A. 79-2925)
- Airport (K.S.A. 79-2925)

In addition, an operating budget is not required for enterprise principal and interest funds and enterprise reserve 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.

Compliance with Kansas Statutes

Statements 1 and 2 have been prepared in order to show compliance with the cash basis and budget laws of Kansas. As shown in Statements 1 and 2 the City was in apparent compliance Kansas cash basis and budget laws.

Compliance with Revenue Bond Covenants

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

<u>RESERVE ACCOUNTS</u>	<u>REQUIRED AMOUNT</u>	<u>ACTUAL AMOUNT</u>
Principal and Interest Account for Water and Sewer Utility System Refunding General Obligation Bonds, Series 2002B – requires transfers monthly of 2/6 of next maturing interest and 2/12 of next maturing principal.	\$ 12,367.50	\$ 12,367.50

2. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

The City agrees to fix, establish, maintain and collect such rates, fees or charges for Water and Sewer Utility service furnished by the Water and Sewer System, which will be sufficient to enable the City to have, in each fiscal year, a net income in an amount that will be not less than 125% amount required to be paid by the City in the current fiscal year on account of both principal and interest of all Water and Sewer Utility System Bonds of the City at the time outstanding. Net income is defined as gross income less operating expenses, but before any transfers, depreciation and capital expense. For the year ended December 31, 2010, the Water and Sewer General Operating Fund had net income of \$162,039.82 which is 225.54% of the principal and interest requirements for 2010 of \$71,845.00.

3. DEPOSITS AND INVESTMENTS

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

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

Concentration of credit risk. State statutes place no limit on the amount the 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 City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, and the Federal Reserve Bank of Kansas City. All deposits were legally secured at December 31, 2010.

Deposits: At year-end, the City's carrying amount of deposits was \$3,459,871.91 and the bank balance was \$3,583,091.05. The bank balance was held by six banks resulting in a concentration of credit risk. Of the bank balance, \$1,073,532.75 was covered by FDIC insurance and \$2,509,558.30 was collateralized with pledged securities held by the pledging financial institutions' agents in the City's name.

4. CAPITAL LEASE OBLIGATIONS

The City has entered into a capital lease agreement in order to finance the acquisition of a Savin Copier/Finisher. Payments are made monthly, including interest at approximately 9.003%. Final maturity of the lease is December 26, 2012. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2011	\$ 2,073.24
2012	2,073.24
	4,146.48
Less imputed interest	(364.83)
Net Present Value of Minimum	
Lease Payments	3,781.65
Less: Current Maturities	(1,806.09)
Long-Term Capital Lease Obligations	<u>\$ 1,975.56</u>

The City has entered into a capital lease agreement in order to finance the acquisition of a Emergency One Aerial. Payments are made annually, including interest at approximately 4.90%. Final maturity of the lease is May 15, 2011. Future minimum lease payments are as follows:

<u>Year Ended December 31</u>	<u>Totals</u>
2011	\$ 22,253.07
	22,253.07
Less imputed interest	(1,036.57)
Net Present Value of Minimum	
Lease Payments	21,216.50
Less: Current Maturities	(21,216.50)
Long-Term Capital Lease Obligations	<u>\$ 0.00</u>

5. Long-Term Debt

Changes in long-term debt for the City for the year ended December 31, 2010, were as follows:

Issue	Interest Rates	Date of Issue	Original Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds										
Paid with Tax Levies										
Water/Sewer Highway 81										
Series 1997	4.6% - 6.0%	July 1, 1997	\$ 595,000.00	November 1, 2012	\$ 185,000.00	\$ -	\$ (60,000.00)	\$	125,000.00	\$ 9,250.00
Improvements Series 2000	4.7% - 6.5%	November 1, 2000	1,170,000.00	November 1, 2015	585,000.00	-	(85,000.00)		500,000.00	30,437.50
Series 2002-A	2.0% - 5.0%	February 1, 2002	775,000.00	November 1, 2016	415,000.00	-	(50,000.00)		365,000.00	19,590.00
Tax Increment Series 2002-C	3.0% - 4.3%	September 15, 2002	1,850,000.00	November 1, 2020	1,280,000.00	-	(95,000.00)		1,185,000.00	49,486.26
Tax Increment Series 2005	2.45% - 4.125%	May 12, 2005	1,205,000.00	November 1, 2020	880,000.00	-	(65,000.00)		815,000.00	33,440.00
Revenue Bonds										
Paid with Utility Profits										
Water/Sewer Series 2002-B	2.0% - 4.7%	February 1, 2002	655,000.00	November 1, 2013	260,000.00	-	(60,000.00)		200,000.00	11,845.00
Temporary Notes:										
General Obligation Temporary										
Notes - Series A, 2009	3.00%	August 15, 2009	474,000.00	August 15, 2010	474,000.00	-	(474,000.00)		-	12,482.00
General Obligation Temporary										
Notes - Series 2010-1	0.70%	June 1, 2010	1,900,000.00	June 1, 2011	-	1,900,000.00	-		1,900,000.00	
Capital Leases:										
Emergency One Aerial	4.90%	May 15, 2002	549,484.00	May 15, 2010	88,781.90	-	(67,565.40)		21,216.50	4,337.65
Savin Copier/Finisher	9.003%	December 13, 2007	8,322.25	December 26, 2012	5,432.78	-	(1,651.13)		3,781.65	422.11
Total Contractual Indebtedness					4,173,214.68	1,900,000.00	(958,216.53)		5,114,998.15	171,290.52
Compensated Absences										
Vacation Benefits	N/A	N/A	N/A	N/A	78,988.67			12,840.35	91,829.02	N/A
Total Long-Term Debt					\$ 4,252,203.35	\$ 1,900,000.00	\$ (958,216.53)	\$ 12,840.35	\$ 5,206,827.17	\$ 171,290.52

5. Long-Term Debt (Continued)

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

Issue	2011	2012	2013	2014	2015	2016-2020	Total
Principal							
General Obligation Bonds							
Paid with Tax Levies							
Water/Sewer Highway 81							
Series 1997	\$ 60,000.00	\$ 65,000.00	\$ -	\$ -	\$ -	\$ -	\$ 125,000.00
Improvements Series 2000	90,000.00	95,000.00	100,000.00	105,000.00	110,000.00	-	500,000.00
Series 2002-A	55,000.00	55,000.00	60,000.00	60,000.00	65,000.00	70,000.00	365,000.00
Tax Increment Series 2002-C	95,000.00	100,000.00	105,000.00	110,000.00	115,000.00	660,000.00	1,185,000.00
Tax Increment Series 2005	65,000.00	70,000.00	75,000.00	75,000.00	80,000.00	450,000.00	815,000.00
Revenue Bonds							
Paid with Utility Profits							
Water/Sewer Series 2002-B	65,000.00	65,000.00	70,000.00	-	-	-	200,000.00
Temporary Notes:							
General Obligation Temporary							
Notes - Series 2010-1	1,900,000.00	-	-	-	-	-	1,900,000.00
Capital Leases:							
Emergency One Aerial	21,216.50	-	-	-	-	-	21,216.50
Savin Copier/Finisher	1,806.09	1,975.56	-	-	-	-	3,781.65
Total Principal Payments	2,353,022.59	451,975.56	410,000.00	350,000.00	370,000.00	1,180,000.00	5,114,998.15
Interest							
General Obligation Bonds							
Paid with Tax Levies							
Water/Sewer Highway 81							
Series 1997	6,250.00	3,250.00	-	-	-	-	9,500.00
Improvements Series 2000	26,187.52	21,597.50	16,705.00	11,505.00	5,940.00	-	81,935.02
Series 2002-A	17,390.00	14,915.00	12,385.00	9,565.00	6,685.00	3,500.00	64,440.00
Tax Increment Series 2002-C	46,398.76	43,263.76	39,863.76	36,188.76	32,173.76	86,455.02	284,343.82
Tax Increment Series 2005	31,327.50	29,150.00	26,700.00	24,000.00	21,225.00	57,020.00	189,422.50
Revenue Bonds							
Paid with Utility Profits							
Water/Sewer Series 2002-B	9,205.00	6,280.00	3,290.00	-	-	-	18,775.00
Temporary Notes:							
General Obligation Temporary							
Notes - Series 2010-1	13,300.00	-	-	-	-	-	13,300.00
Capital Leases:							
Emergency One Aerial	1,036.57	-	-	-	-	-	1,036.57
Savin Copier/Finisher	267.15	97.68	-	-	-	-	364.83
Total Interest Payments	151,362.50	118,553.94	98,943.76	81,258.76	66,023.76	146,975.02	663,117.74
Total Principal and Interest	\$ 2,504,385.09	\$ 570,529.50	\$ 508,943.76	\$ 431,258.76	\$ 436,023.76	\$ 1,326,975.02	\$ 5,778,115.89

6. OPERATING LEASES

The City has entered into an operating lease for a postage machine which requires monthly payments of \$18.95 for 60 months and the City has entered into an operating lease for a copier which requires monthly payments of \$457.74 for 60 months. Rent expense for the year ended December 31, 2010, was \$5,425.72. Under the current lease agreement, the future minimum rental payments are as follows:

2011	\$ 5,720.28
2012	5,720.28
2013	5,549.73
2014	2,738.44

7. ECONOMIC DEVELOPMENT BONDS

The City has entered into various agreements to induce businesses to locate or expand operations in Concordia, Kansas. In connection therewith, the City has issued industrial revenue bonds (IRB's) and Recovery Zone Facility Bonds (RZFB's), which require the businesses to make lease payments to trust accounts sufficient to pay debt service on the IRB's and RZFB's. The City is under no obligation to pay the related debt, which is to be paid from the lease payments made by the related businesses. At December 31, 2010, there were two industrial revenue bond issues with principal balances due totaling \$1,999,622.15 and one recovery zone facility bond issue with principal balance due totaling \$2,000,000.00.

8. DEFINED BENEFIT PENSION PLAN

Plan Description: The City contributes to the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are 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, KS 66603-3869) or by calling 1-888-275-5737.

Funding Policy: K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. K.S.A. 74-4985 established KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates. The KPERS employer rate established by statute for January 1, 2010 to December 31, 2010 was 7.14%. The City's employer contributions to KPERS for the years ending December 31, 2010, 2009, and 2008, were \$116,498.98, \$96,818.14, and \$81,497.62, respectively, equal to the statutory required contribution for each year. The KP&F uniform participating employer rate established for fiscal years beginning in 2010 is 16.43%. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. The City's contributions to KP&F for the years ending December 31, 2010, 2009, and 2008, were \$59,080.17, \$56,933.32, and \$51,338.95, respectively, equal to the statutory required contribution for each year.

9. CAPITAL PROJECTS

The following is a summary of capital project authorizations and expenditures to date:

PROJECT NAME	AUTHORIZED	EXPENDED THRU 12/31/10	ESTIMATED COMPLETION
North Development Project	\$ 2,124,544.48	\$ 2,106,463.48	2011
Broadway Sidewalk Project	1,200.00	1,200.00	2011
Taxiway Rehabilitation Project	548,886.21	5,470.00	2011
Flood Control Project	25,110.00	21,525.00	2012
Sewer Project	46,292.06	46,292.06	Complete
Downtown Improvements Project	25,000.00	10,000.00	Complete
Curb and Gutter Projects	10,000.00	1,095.00	Complete
Demolition Projects	16,000.00	9,411.00	Complete
2008 Hail Damage	173,547.00	173,547.00	Complete
5 th Street Project	556,000.00	556,000.00	Complete
Dam Drainage Structure Project	39,494.00	39,494.00	Complete
Feasibility Study	5,000.00	5,000.00	Complete
Booster Station Project (CCCC)	258,935.20	258,935.20	Complete
Kansas Lumber Homestore Project	27,275.00	23,760.13	Complete
Brown Grand Air Conditioner Project	28,000.00	27,843.99	Complete
Street Overlays	120,000.00	18,976.10	Complete
Airport Hangar Roof	16,961.00	16,961.00	Complete

10. NOTES RECEIVABLE AND LOANS RECEIVABLE

The City has established an Economic Development Revolving Loan Fund. The fund is the recipient of money paid back to the City by Concordia industries which received Community Development Block Grants in earlier years. As repayment is made by these industries, the City makes loans to other qualifying industries. The loans due to the City at December 31, 2010, through the Economic Development Revolving Loan Fund are as follows:

Coppoc Sports	\$ 42,697.25
Rod's Food Store	<u>202,357.59</u>
	<u>\$ 245,054.84</u>

These notes receivable are not reflected in these statutory basis financial statements of the City of Concordia, Kansas.

11. OBLIGATIONS UNDER GUARANTEE

The City has guaranteed \$100,000.00 of Concordia Town and Country's debt, which is due in monthly installments with final payment due during the City's fiscal year ended December 31, 2011. The City would be obligated to perform under this guarantee if Concordia Town and Country failed to pay principal and interest payments to the lender when due. Including accrued interest, the maximum potential amount of future (undiscounted) payments under this guarantee would be \$15,867.05. However, if the City were required to honor the guarantee, it would be entitled to property and equipment owned by Concordia Town and Country that collateralizes the loans.

11. OBLIGATIONS UNDER GUARANTEE (Continued)

The City has guaranteed \$22,000.00 of Buy the Book's debt, which is due in monthly installments with final payment due during the City's fiscal year ended December 31, 2014. The City would be obligated to perform under this guarantee if Buy the Book failed to pay principal and interest payments to the lender when due. Including accrued interest, the maximum potential amount of future (undiscounted) payments under this guarantee would be \$15,277.91. However, if the City were required to honor the guarantee, it would be entitled to property and equipment owned by Buy the Book that collateralizes the loans.

12. COMPENSATED ABSENCES

All full-time employees of the City with one year of employment are eligible for vacation benefits in varying annual amounts. Full time employees will be granted paid vacation time according to the following schedules:

Years Continuous Employment:	1-5	6-10	11-14	15+
Days Granted per Year:	12	15	18	18
Maximum Hours Accrued	160	160	160	200

Vacation hours for fire department personnel:

Years Continuous Employment:	1-5	6-10	11+
Hours Granted per Year:	128	160	191

In the event of termination, an employee shall not be paid for any accrued vacation.

Sick leave accrues to all full-time employees at the rate of one sick day per month to a maximum of 130 days. Regular full time firefighters will accumulate sick leave at the rate of 11 hours of sick leave per month to a maximum of 130 days.

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

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

In accordance with the above criteria, the City has estimated a liability for vacation pay, which has been earned, but not taken by City employees. The liability for compensated absences is reflected in the long-term debt footnote 5 since it is anticipated that none of the liability will be liquidated with available financial resources. The City has not accrued a liability for sick leave earned, but not taken, by City employees, in accordance with guidance provided by FAS 43, the amounts cannot be reasonably estimated at this time.

13. OTHER POST EMPLOYMENT BENEFITS

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

13. OTHER POST EMPLOYMENT BENEFITS (Continued)

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

If the employee is retiring and has been employed with the City continuously for a minimum of 20 years, the City will cover the premium of a single health insurance plan per month. The employee will pay the difference between the premium and the maximum amount needed to cover stop-loss plus the group's maximum claims liability.

The City has elected to terminate the plan in 2009, therefore, maximum exposure under GASB 45 is estimated in the following schedule of benefits paid and payable for eligible employees which have taken the retirement option as of December 31, 2010:

<u>Paid or Payable</u>	<u>Year Ended</u>	<u>Amount</u>
Paid	2010	\$ 37,794.24
Payable	2011	28,405.90
Payable	2012	27,362.04
Payable	2013	27,362.04
Payable	2014	27,362.04
Payable	2015	27,362.04
Payable	2016-2020	82,041.87
Payable	2021-2023	25,494.48

14. RISK MANAGEMENT

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

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

15. INTERFUND TRANSFERS

Operating and residual transfers were as follows:

<u>From Fund:</u>	<u>To Fund:</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	Capital Improvement Project	K.S.A. 12-1,118	\$ 250,000.00
General	Computer Equipment Replacement	K.S.A. 79-2934	10,000.00
General	Special Equipment Reserve	K.S.A. 12-1,117	193,000.00
General	Industrial Development	K.S.A. 12-1,117	5,000.00
Special Highway	Special Equipment Reserve	K.S.A. 12-1,117	42,000.00
Designated Water Connect Fees	Water and Sewer General Operating	K.S.A. 79-2934	53,414.00
Tax Increment	T.I.F Project	K.S.A. 12-1,118	287,000.00
General Operating		K.S.A. 12-825d	2,000.00
Water and Sewer General Operating	Computer Equipment Replacement	K.S.A. 12-825d	10,000.00
Water and Sewer General Operating	Special Equipment Reserve	K.S.A. 12-825d	5,000.00
Water and Sewer General Operating	Water and Sewer Bond and Interest	K.S.A. 12.825d	84,221.25
Small Animal Trust	General	K.S.A. 79-2934	5,000.00
Capital Improvement Project	North Development and Sewer Infrastructure	K.S.A. 79-2934	171,802.67

16. DISCLOSURES FOR THE FRANK CARLSON LIBRARY – A COMPONENT UNIT

Deposits and Investments

At year-end, the Library's carrying amount of deposits was \$191,503.79 and the bank balance was \$196,240.55. The bank balance was held by two banks resulting in a concentration of credit risk. Of the bank balance, \$196,240.55 was covered by FDIC insurance.

Defined Benefit Pension Plan

The Library participates in the KPERS retirement system as described in Footnote 8. The Library's contributions for the years ended December 31, 2010, 2009 and 2008, were \$5,007.64, \$4,463.62, and \$3,894.54, respectively, equal to the required contributions for each year.

Investments in Concordia Area Community Foundation

The Library has donated and has had potential donors donate into the Concordia Area Community Foundation creating a charitable advised endowment fund. The funds donated to the Concordia Area Community Foundation were matched with State grants on a one-to-one basis. Under the donor advised endowment, all earnings are pledged to the Frank Carlson Library upon annual approval of the Concordia Area Community Foundation's Board of Directors. As of the year ended December 31, 2010, the Library's investment had a fair value of \$11,211.34.

In accordance with FASB 136, the assets invested with the Concordia Area Community Foundation are not recorded on the Library's books as assets because the Library has given up variance power to the Concordia Area Community Foundation.

17. DISCLOSURES FOR THE CONCORDIA HOUSING AUTHORITY – A COMPONENT UNIT

Deposits and Investments

At December 31, 2010, the Authority's carrying amount of deposits was \$77,849.71 and the bank balance was \$77,956.62. The bank balance was held at one bank resulting in a concentration of credit risk. Of the bank balance, \$77,956.62 was covered by federal depository insurance (FDIC).

18. SUBSEQUENT EVENTS

The City evaluated events and transactions occurring subsequent to December 31, 2010 through March 25, 2011, the date the financial statements were available to be issued. During this period, there were no subsequent events requiring recognition in the financial statements. However, the City has, after year end, issued 2011-A General Obligation Bonds of \$1,665,000.00 to refinance the 1997 General Obligation Bonds, refinance the 2000 General Obligation Bonds, and the remaining proceeds were used to pay down the 2010 Temporary Bonds. The City also obtained a no interest USDA Rural development loan of \$1,100,000.00 which was used to pay off the remaining balance of the 2010 Temporary Bonds and complete the work needed on the north development project.