

CITY OF CAMANCHE, IOWA
FINANCIAL STATEMENTS
June 30, 2006

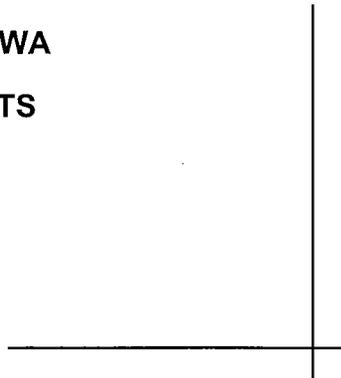


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CITY OF CAMANCHE

OFFICIALS

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
<u>City Council</u>		
(Before January 2006)		
James Robertson	Mayor	January 2006
Vacant	Mayor Pro-Tem	January 2006
William Simpson	Council Member	January 2006
Larry Halweg	Council Member	January 2006
Steve Cundiff	Council Member	January 2008
Richard Powell	Council Member	January 2008
(After January 2006)		
James Robertson	Mayor	January 2008
Steve Cundiff	Mayor Pro-Tem	January 2008
Ken Fahlbeck	Council Member	January 2008
Linda Kramer	Council Member	January 2010
Ron Wehde	Council Member	January 2010
Trevor Willis	Council Member	January 2010
<u>City Officials</u>		
Carol A. Lamont	City Clerk/Treasurer	Indefinite
Thomas Lonergan	Attorney	January 2008
Robert Houzenga	Chief of Police	Indefinite
David Schutte	Fire Chief	Indefinite
Sherry Letchford	Library Board - Chair	July 2008
Linda Foster	Library Board Trustee	July 2010
Abijah Morgan	Library Board Trustee	July 2010
Kevin King	Library Board Trustee	July 2012
Curtis Cooley	Library Board Trustee	July 2012
Tom Kramer	Board of Recreation - Chair	July 2007
Matthew Peterson	Board of Recreation Commissioner	July 2007
Cyndi Burkholder	Board of Recreation Commissioner	July 2008
Kim Willis	Board of Recreation Commissioner	July 2008
Dan Puckett Jr.	Board of Recreation Commissioner	July 2008

CITY OF CAMANCHE
OFFICIALS (CONTINUED)

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
Greg Nelson	Board of Adjustment - Chair	January 2008
Stephen Kelly	Board of Adjustment Member	January 2007
Dave Langfitt	Board of Adjustment Member	January 2009
Mike Schult	Board of Adjustment Member	January 2010
Mike McDanel	Board of Adjustment Member	January 2011
Ruth Evans	Historical Board - Chair	July 2008
Bob Jordan	Historical Board Member	July 2007
John Lind	Historical Board Member	July 2007
Nancy McManus	Historical Board Member	July 2007
Carma Sinkey	Historical Board Member	July 2008
Jane Jordan	Historical Board Member	July 2008
Vacant	Historical Board Member	July 2008
George Current	Cemetery Board - Chair	January 2007
Ann Wiebers	Cemetery Board Member	January 2008
Lester Shadle	Cemetery Board Member	January 2009
George Andresen	Cemetery Board Member	January 2010
Carla Morgan	Cemetery Board Member	January 2011
Ray Gruver	Planning Commission - Chair	January 2007
Tom Hixson	Planning Commission Member	January 2007
Clinton Subcliff	Planning Commission Member	January 2008
Vacant	Planning Commission Member	January 2009
Melvin Albrecht	Planning Commission Member	January 2010
Yvonne Henn	Planning Commission Member	January 2011
Raymond Johnson Jr.	Planning Commission Member	January 2011
John Lee	Civil Service Commission - Chair	April 2010
Michael Sparks	Civil Service Commission Member	April 2008
Jack Darr	Civil Service Commission Member	April 2009

Independent Auditor's Report

To the Honorable Mayor and
Members of the City Council

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the City of Camanche as of and for the year ended June 30, 2006, which collectively comprise the City of Camanche's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Camanche's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective cash basis financial position of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the City of Camanche as of June 30, 2006, and the respective changes in cash basis financial position for the year then ended in conformity with the basis of accounting described in the Summary of Significant Accounting Policies.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 30, 2006, on our consideration of the City of Camanche's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's Discussion and Analysis and budgetary comparison information on pages 5 through 12 and 26 through 28 are not a required part of the basic financial statements but are supplemental information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplemental information. We did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Camanche's basic financial statements. We previously audited, in accordance with the standards referred to in the second paragraph on this report, the financial statements for the three years ended June 30, 2005 (none of which are presented herein) and expressed unqualified opinions on those financial statements which were prepared in conformity with an other comprehensive basis of accounting. The other supplemental information included in Schedules 1 through 21, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Clifton Henderson LLP

Clinton, Iowa
August 30, 2006

CITY OF CAMANCHE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

The City of Camanche provides this Management's Discussion and Analysis of its financial statements. This narrative overview and analysis of the financial activities is for the fiscal year ended June 30, 2006. We encourage readers to consider this information in conjunction with the City's financial statements, which follow.

2006 FINANCIAL HIGHLIGHTS

- Revenues of the City's governmental activities increased 12.4%, or approximately \$269,000, from fiscal 2005 to fiscal 2006. Charges for service decreased approximately \$11,000. Operating grants, contributions, and restricted interest increased approximately \$95,000. Capital grants, contributions, and restricted interest increased approximately \$145,000 due to the receipt of a CDBG Grant for the Daycare Center. Property taxes increased approximately \$12,000.
- Revenues of the City's business type activities increased 4.9%, or approximately \$32,000 due to an increase in rates to cover rising costs. The increase is a result of the monthly payment to River City disposal increasing from \$9,000 per month to \$13,000 per month, which was passed on to the consumers.
- Total disbursements increased 17.9%, or approximately \$504,000, in fiscal 2006 from fiscal 2005. Public safety disbursements decreased approximately \$56,000 due to less capital equipment purchases compared to the prior year. Public works disbursements increased approximately \$137,000 due to capital equipment purchases in the current year. Community and economic development disbursements increased approximately \$223,000 due to CDBG grant disbursements on the current year for the Daycare Center. General government disbursements increased approximately \$111,000 due to unanticipated legal and engineering service costs. Water disbursements increased approximately \$48,000 due to the 3rd Street water main extension.
- The City's total cash basis net assets decreased 7.1%, or approximately \$177,000, from June 30, 2005 to June 30, 2006. Of this amount, the assets of the governmental activities decreased approximately \$198,000 and the assets of the business type activities increased by approximately \$21,000.

CITY OF CAMANCHE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

USING THIS ANNUAL REPORT

The annual report consists of a series of financial statements and other information as follows:

Management's Discussion and Analysis introduces the basic financial statements and provides an analytical overview of the City's financial activities.

The Government-wide Financial Statement consists of a Statement of Activities and Net Assets. This statement provides information about the activities of the City as a whole and presents an overall view of the City's finances.

The Fund Financial Statements tell how governmental services were financed in the short-term as well as what remains for future spending. Fund financial statements report the City's operations in more detail than the government-wide statement by providing information about the most significant funds.

Notes to financial statements provide additional information essential to a full understanding of the data provided in the basic financial statements.

Required Supplemental Information further explains and supports the financial statements with a comparison of the City's budget for the year.

Other Supplemental Information provides detailed information about the nonmajor governmental funds.

Basis of Accounting

The City maintains its financial records on the basis of cash receipts and disbursements and the financial statements of the City are prepared on that basis. The cash basis of accounting does not give effect to accounts receivable, accounts payable, and accrued items. Accordingly, the financial statements do not present financial position and results of operations of the funds in accordance with accounting principles generally accepted in the United States of America. Therefore, when reviewing the financial information and discussion within this annual report, the reader should keep in mind the limitations resulting from the use of the cash basis of accounting.

REPORTING THE CITY'S FINANCIAL ACTIVITIES

Government-wide Financial Statement

One of the most important questions asked about the City's finances is, "Is the City as a whole better off or worse off as a result of the year's activities?" The Statement of Activities and Net Assets reports information which helps answer this question.

The Statement of Activities and Net Assets presents the City's net assets. Over time, increases or decreases in the City's net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

CITY OF CAMANCHE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006

The Statement of Activities and Net Assets is divided into two kinds of activities:

- Governmental Activities include public safety, public works, culture and recreation, community and economic development, general government, and debt service. Property tax and state grants finance most of these activities.
- Business Type Activities include the water, sewer, and solid waste systems. These activities are financed primarily by user charges.

Fund Financial Statements

The City has two kinds of funds:

- 1) Governmental funds account for most of the City's basic services. These focus on how money flows into and out of those funds, and the balances at year-end that are available for spending. The governmental funds include: 1) the General Fund, 2) the Special Revenue Funds, such as Road Use Tax, Local Option Sales Tax, Police and Fire Pension Accumulation, Cemetery Perpetual Care, and Robert Howson Estate, 3) the Debt Service Fund, and 4) the Capital Projects Fund. The governmental fund financial statements provide a detailed, short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs.

The required financial statements for governmental funds include a statement of cash receipts, disbursements and changes in cash balances.

- 2) Proprietary funds account for the City's Enterprise Funds and for the Internal Service Fund. Enterprise Funds are used to report business type activities. The City maintains four Enterprise Funds to provide separate information for water, sewer, and solid waste. Internal Service Funds are an accounting device used to accumulate and allocate costs internally among the City's various functions.

The required financial statements for proprietary funds include a statement of cash receipts, disbursements and changes in cash balances.

**CITY OF CAMANCHE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**

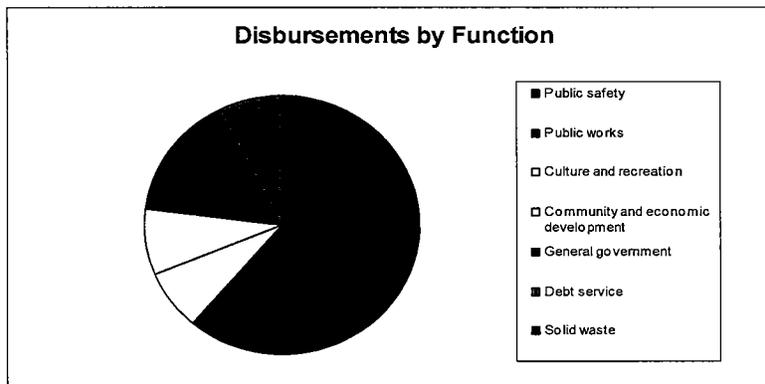
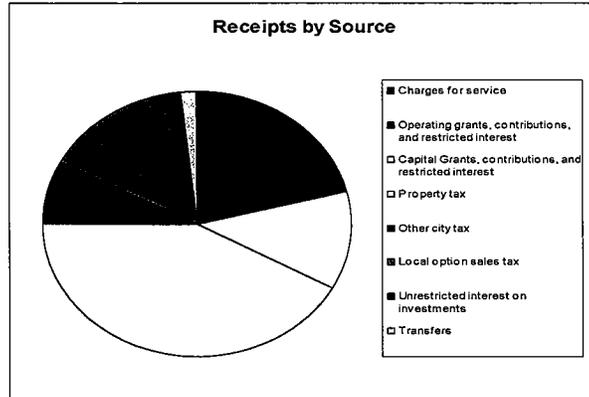
GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net assets may serve over time as a useful indicator of financial position. The City's cash balance for governmental activities decreased from a year ago, decreasing from \$1,933,342 to \$1,735,530. The analysis that follows focuses on the changes in cash balances for governmental activities.

Changes in Cash Basis Net Assets of Governmental Activities

	<u>2006</u>	<u>2005</u>
Receipts and transfers:		
Program receipts:		
Charges for service	\$ 26,693	\$ 38,068
Operating grants, contributions, and restricted interest	499,513	404,103
Capital grants, contributions, and restricted interest	292,383	147,636
General receipts:		
Property tax	1,043,139	1,030,851
Utility tax replacement	140,667	143,796
Utility franchise tax - cablevision	49,394	20,381
Mobile home tax	7,359	7,567
Local option sales tax	337,315	357,950
Bank franchise tax	-	370
Unrestricted interest on investments	51,370	27,724
Transfers, net	<u>38,735</u>	<u>4,772</u>
Total receipts and transfers	<u>2,486,568</u>	<u>2,183,218</u>
Disbursements:		
Public safety	1,041,629	1,097,986
Public works	598,934	461,459
Culture and recreation	200,975	197,935
Community and economic development	226,863	4,000
General government	411,967	301,113
Debt service	200,723	197,246
Solid waste	<u>3,289</u>	<u>2,305</u>
Total disbursements	<u>2,684,380</u>	<u>2,262,044</u>
Decrease in cash basis net assets	(197,812)	(78,826)
Cash basis net assets, beginning of year	<u>1,933,342</u>	<u>2,012,168</u>
Cash basis net assets, end of year	<u>\$1,735,530</u>	<u>\$1,933,342</u>

**CITY OF CAMANCHE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**



The City's total receipts for governmental activities increased by 12.3%, or \$269,387. Program receipts increased \$228,782 while general receipts increased \$40,605. Program receipts increased primarily due to the receipt of a CDBG grant. The increase in general receipts is attributable to the increase in utility franchise tax - cablevision and unrestricted investment earnings from the prior year.

The cost of all governmental activities this year was \$2,684,380 compared to \$2,262,044 last year. As shown in the Statement of Activities and Net Assets on pages 14-15, the amount taxpayers ultimately financed for these activities was \$1,865,791. Some of the cost was paid by those that directly benefited from the programs (\$26,693) or by other governments and organizations that subsidized certain programs with grants, contributions and restricted interest (\$791,896). Overall, the City's governmental activities receipts, including intergovernmental aid and fees for service, increased in 2006 from approximately \$2,178,000 to approximately \$2,448,000.

**CITY OF CAMANCHE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**

Changes in Cash Basis Net Assets of Business Type Activities

	2006	2005
Receipts:		
Program receipts:		
Charges for service:		
Water	\$ 229,678	\$ 222,644
Sewer	257,427	250,965
Solid waste	206,210	187,307
Total receipts	693,315	660,916
 Disbursements and transfers:		
Water	177,812	129,229
Sewer	258,513	239,796
Solid waste	197,750	183,683
Transfers, net	38,735	4,772
Total disbursements and transfers	672,810	557,480
 Increase in cash balance	20,505	103,436
 Cash basis net assets, beginning of year	552,049	448,613
 Cash basis net assets, end of year	\$ 572,554	\$ 552,049

Total business type activities receipts for the fiscal year were \$693,315 compared to \$660,916 last year. Total disbursements and transfers for the fiscal year increased by 20.7% to a total of \$672,810.

INDIVIDUAL MAJOR GOVERNMENTAL FUND ANALYSIS

As the City of Camanche completed the year, its governmental funds reported a combined fund balance of \$1,735,530, a decrease of more than \$197,000 below last year's total of \$1,933,342. The following are the major reasons for the changes in fund balances of the major funds from the prior year.

- The General Fund cash balance decreased \$126,876 from the prior year to \$1,313,664. This decrease is mostly due to an increase in general government disbursements of approximately \$110,000 during the year.
- The Road Use Tax Fund cash balance decreased by \$80,791 to \$239,118 during the fiscal year. This decrease is attributable to required spending in excess of the amount received.
- The Debt Service Fund cash balance decreased by \$2,206 during the fiscal year.

**CITY OF CAMANCHE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**

INDIVIDUAL MAJOR BUSINESS TYPE FUND ANALYSIS

- The Water Utility Fund cash balance increased by \$4,778 to \$190,487, due primarily to holding expenses down whenever possible.
- The Sewer Utility Fund cash balance increased by \$2,217 to \$279,085, due primarily to holding expenses down whenever possible.
- The Solid Waste Fund cash balance increased by \$8,460 to \$36,115 at year end.

BUDGETARY HIGHLIGHTS

Over the course of the year, the City amended its budget three times. The amendments were approved on October 4, 2005, March 7, 2006, and May 2, 2006 and resulted in revenues being increased to account for CDBG funds for daycare and for police/fire department grants. Expenditures were increased to account for the daycare cost; rising utility costs; and increases in legal and engineering services associated with the ACC/GCC water tower.

DEBT ADMINISTRATION

At June 30, 2006, the City had \$1,318,000 in general obligation notes, compared to \$1,448,000 last year. Debt decreased as a result of current year debt principal payments and there being no new debt issued in the current year.

The Constitution of the State of Iowa limits the amount of general obligation debt cities can issue to 5% of the assessed value of all taxable property within the City's corporate limits. The City's outstanding general obligation debt of \$1,318,000 is considerably lower than its constitutional debt limit of \$9.3 million.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The City of Camanche's elected and appointed officials took a conservative approach when setting the fiscal year 2006/2007 budget. Not knowing if the state would impose further cuts on cities was a big factor in setting the budget. Due to some foresight of past councils, the City of Camanche has a good reserve of cash, which can be used to offset some of the budgeted wage increases and health costs. For the first time, however, the City had to levy in Trust and Agency for benefits.

Included in the 2006/2007 budget was the 9th Street bridge repair but it was budgeted to keep the level of services at the current pace with no reductions in staff planned.

The City's budgeted cash balance is expected to decrease by approximately \$287,000 by the close of 2007. This will come from cash reserves.

**CITY OF CAMANCHE
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2006**

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Carol A. Lamont, City Clerk, 917 Third Street, Camanche, Iowa.

BASIC FINANCIAL STATEMENTS

CITY OF CAMANCHE
STATEMENT OF ACTIVITIES AND NET ASSETS - CASH BASIS
As of and for the Year Ended June 30, 2006

FUNCTIONS/PROGRAMS	<u>Disbursements</u>	<u>Program Receipts</u>		
		<u>Charges for Service</u>	<u>Operating Grants, Contributions, and Restricted Interest</u>	<u>Capital Grants, Contributions, and Restricted Interest</u>
Governmental activities:				
Public safety	\$ 1,041,629	\$ 6,777	\$ -	\$ 75,591
Public works	598,934	-	352,903	-
Culture and recreation	200,975	14,584	28,325	-
Community and economic development	226,863	-	-	216,792
General government	411,967	5,332	118,285	-
Debt service	200,723	-	-	-
Solid waste	3,289	-	-	-
Total governmental activities	<u>2,684,380</u>	<u>26,693</u>	<u>499,513</u>	<u>292,383</u>
Business type activities:				
Water	177,812	229,678	-	-
Sewer	258,513	257,427	-	-
Solid waste	197,750	206,210	-	-
Total business type activities	<u>634,075</u>	<u>693,315</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 3,318,455</u>	<u>\$ 720,008</u>	<u>\$ 499,513</u>	<u>\$ 292,383</u>

General receipts:

Property tax levied for:
 General purposes
 Debt service
Utility tax replacement
Utility franchise tax - cablevision
Mobile home tax
Local option sales tax
Unrestricted interest on investments
Transfers

Total general receipts and transfers

CHANGE IN CASH BASIS NET ASSETS

CASH BASIS NET ASSETS BEGINNING OF YEAR

CASH BASIS NET ASSETS END OF YEAR

CASH BASIS NET ASSETS

Restricted:
 Streets
 Debt service
 Other purposes
Unrestricted

Total cash basis net assets

EXHIBIT A

Net (Disbursements) Receipts and
Changes in Cash Basis Net Assets

Governmental Activities	Business Type Activities	Total
\$ (959,261)	\$ -	\$ (959,261)
(246,031)	-	(246,031)
(158,066)	-	(158,066)
(10,071)	-	(10,071)
(288,350)	-	(288,350)
(200,723)	-	(200,723)
(3,289)	-	(3,289)
<u>(1,865,791)</u>	<u>-</u>	<u>(1,865,791)</u>
-	51,866	51,866
-	(1,086)	(1,086)
-	8,460	8,460
<u>-</u>	<u>59,240</u>	<u>59,240</u>
(1,865,791)	59,240	(1,806,551)
908,193	-	908,193
134,946	-	134,946
140,667	-	140,667
49,394	-	49,394
7,359	-	7,359
337,315	-	337,315
51,370	-	51,370
38,735	(38,735)	-
<u>1,667,979</u>	<u>(38,735)</u>	<u>1,629,244</u>
(197,812)	20,505	(177,307)
<u>1,933,342</u>	<u>552,049</u>	<u>2,485,391</u>
<u>\$ 1,735,530</u>	<u>\$ 572,554</u>	<u>\$ 2,308,084</u>
\$ 239,118	\$ -	\$ 239,118
47,906	-	47,906
134,842	-	134,842
<u>1,313,664</u>	<u>572,554</u>	<u>1,886,218</u>
<u>\$ 1,735,530</u>	<u>\$ 572,554</u>	<u>\$ 2,308,084</u>

These financial statements should be read only in connection with the accompanying summary of significant accounting policies and notes to financial statements.

CITY OF CAMANCHE
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GOVERNMENTAL FUNDS
As of and for the Year Ended June 30, 2006

EXHIBIT B

	<u>General</u>	<u>Special Revenue Road Use Tax</u>	<u>Debt Service</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total</u>
RECEIPTS:					
Property taxes	\$ 798,932	\$ -	\$ 134,946	\$ 109,261	\$ 1,043,139
Other city taxes	501,725	-	18,230	14,780	534,735
Licenses and permits	1,492	-	-	-	1,492
Use of money and property	53,498	-	-	9	53,507
Intergovernmental	91,071	352,903	-	216,792	660,766
Charges for services	7,195	-	-	-	7,195
Miscellaneous	139,099	-	-	7,900	146,999
Total receipts	<u>1,593,012</u>	<u>352,903</u>	<u>153,176</u>	<u>348,742</u>	<u>2,447,833</u>
DISBURSEMENTS:					
Operating:					
Public safety	921,767	-	-	119,862	1,041,629
Public works	165,240	433,694	-	-	598,934
Culture and recreation	200,948	-	-	27	200,975
Community and economic development	10,071	-	-	216,792	226,863
General government	411,967	-	-	-	411,967
Debt service	-	-	200,723	-	200,723
Solid waste	3,289	-	-	-	3,289
Total disbursements	<u>1,713,282</u>	<u>433,694</u>	<u>200,723</u>	<u>336,681</u>	<u>2,684,380</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>(120,270)</u>	<u>(80,791)</u>	<u>(47,547)</u>	<u>12,061</u>	<u>(236,547)</u>
OTHER FINANCING SOURCES (USES):					
Operating transfers in	149,358	-	45,341	-	194,699
Operating transfers out	<u>(155,964)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(155,964)</u>
Total other financing sources (uses)	<u>(6,606)</u>	<u>-</u>	<u>45,341</u>	<u>-</u>	<u>38,735</u>
NET CHANGE IN CASH BALANCES	(126,876)	(80,791)	(2,206)	12,061	(197,812)
CASH BALANCES BEGINNING OF YEAR	<u>1,440,540</u>	<u>319,909</u>	<u>50,112</u>	<u>122,781</u>	<u>1,933,342</u>
CASH BALANCES END OF YEAR	<u>\$ 1,313,664</u>	<u>\$ 239,118</u>	<u>\$ 47,906</u>	<u>\$ 134,842</u>	<u>\$ 1,735,530</u>
CASH BASIS FUND BALANCES					
Reserved:					
Debt service	\$ -	\$ -	\$ 47,906	\$ -	\$ 47,906
Unreserved:					
General fund	1,313,664	-	-	-	1,313,664
Special revenue funds	-	239,118	-	128,842	367,960
Capital projects fund	-	-	-	6,000	6,000
Total cash basis fund balances	<u>\$ 1,313,664</u>	<u>\$ 239,118</u>	<u>\$ 47,906</u>	<u>\$ 134,842</u>	<u>\$ 1,735,530</u>

These financial statements should be read only in connection with the
accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF CAMANCHE
STATEMENT OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
PROPRIETARY FUNDS
As of and for the Year Ended June 30, 2006

EXHIBIT C

	Enterprise Funds				Total	Internal Service Fund
	Water Utility	Sewer Utility	Solid Waste	Other Nonmajor Proprietary Funds		Payroll Clearing
OPERATING RECEIPTS:						
Use of money and property	\$ 2,967	\$ 3,840	\$ -	\$ -	\$ 6,807	\$ -
Charges for services	222,053	253,774	206,210	-	682,037	-
Miscellaneous	(392)	(187)	-	5,050	4,471	1,135,700
Total operating receipts	224,628	257,427	206,210	5,050	693,315	1,135,700
OPERATING DISBURSEMENTS:						
Business type activities:						
Water	177,812	-	-	-	177,812	-
Sewer	-	258,513	-	-	258,513	-
Solid waste	-	-	197,750	-	197,750	-
Non-program	-	-	-	-	-	1,135,700
Total operating disbursements	177,812	258,513	197,750	-	634,075	1,135,700
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	46,816	(1,086)	8,460	5,050	59,240	-
OTHER FINANCING SOURCES (USES):						
Operating transfers in	-	3,303	-	-	3,303	-
Operating transfers out	(42,038)	-	-	-	(42,038)	-
Total other financing sources (uses)	(42,038)	3,303	-	-	(38,735)	-
NET CHANGE IN CASH BALANCES	4,778	2,217	8,460	5,050	20,505	-
CASH BALANCES BEGINNING OF YEAR	185,709	276,868	27,655	61,817	552,049	-
CASH BALANCES END OF YEAR	\$ 190,487	\$ 279,085	\$ 36,115	\$ 66,867	\$ 572,554	\$ -
CASH BASIS FUND BALANCES						
Unreserved	\$ 190,487	\$ 279,085	\$ 36,115	\$ 66,867	\$ 572,554	\$ -

These financial statements should be read only in connection with the
accompanying summary of significant accounting policies
and notes to financial statements.

CITY OF CAMANCHE
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
June 30, 2006

The City of Camanche is a political subdivision of the State of Iowa located in Clinton County. It operates under the Home Rule provisions of the Constitution of Iowa. The City operates under the Mayor-Council form of government with the Mayor and Council Members elected on a non-partisan basis. The City provides numerous services to citizens including public safety, public works, culture and recreation, community and economic development, and general government services. The City also provides water, sewer, and solid waste utilities for its citizens.

A. Reporting Entity

For financial reporting purposes, the City of Camanche has included all funds, organizations, account groups, agencies, boards, commissions, and authorities. The City has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the City are such that exclusion would cause the City's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the City to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on the City. The City has no component units which meet the Governmental Accounting Standards Board criteria.

Jointly Governed Organizations

The City also participates in several jointly governed organizations that provide goods or services to the citizenry of the City but do not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. City officials are members of the following boards and commissions: Clinton County Area Solid Waste Agency, Clinton County Emergency Management Commission, Clinton County Communications Board, Clinton County Joint E911 Service Board, and East Central Intergovernmental Association Eastern Iowa Regional Housing Authority.

B. Basis of Presentation

Government-wide Financial Statements - The Statement of Activities and Net Assets report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which are supported by property tax and intergovernmental revenues, are reported separately from business type activities, which rely to a significant extent on fees and charges for services.

The Statement of Activities and Net Assets presents the City's nonfiduciary assets and liabilities, with the difference reported as net assets. Net assets are reported in two categories:

Restricted net assets result when constraints placed on net asset use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net assets consist of net assets that do not meet the definition of the preceding category. Unrestricted net assets often have constraints on resources imposed by management, which can be removed or modified.

CITY OF CAMANCHE
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
June 30, 2006

The Statement of Activities and Net Assets demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants, contributions, and interest restricted to meeting the operational or capital requirements of a particular function. Property tax and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements - Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as nonmajor governmental funds.

The City reports the following major governmental funds:

The General Fund is the general operating fund of the City. All general tax receipts and other receipts not allocated by law or contractual agreement to some other fund are accounted for in this fund. From the fund are paid the general operating disbursements, the fixed charges, and the capital improvement costs that are not paid from other funds.

Special Revenue:

The Road Use Tax Fund is used to account for road construction and maintenance.

The Debt Service Fund is utilized to account for the payment of interest and principal on the City's general long-term debt.

The City reports the following major proprietary funds:

The Water Utility Fund accounts for the operation and maintenance of the City's water system.

The Sewer Utility Fund accounts for the operation and maintenance of the City's wastewater treatment and sanitary sewer system.

The Solid Waste Fund accounts for the operation and maintenance of the City's waste disposal.

The City also reports the following additional proprietary fund:

An Internal Service Fund is composed of a payroll clearing account.

CITY OF CAMANCHE
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
June 30, 2006

C. Measurement Focus and Basis of Accounting

The City of Camanche maintains its financial records on the basis of cash receipts and disbursements and the financial statements of the City are prepared on that basis. The cash basis of accounting does not give effect to accounts receivable, accounts payable, and accrued items. Accordingly, the financial statements do not present financial position and results of operations of the funds in accordance with U.S. generally accepted accounting principles.

Proprietary funds distinguish operating receipts and disbursements from non-operating items. Operating receipts and disbursements generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All receipts and disbursements not meeting this definition are reported as non-operating receipts and disbursements.

D. Budgets and Budgetary Accounting

The budgetary comparison and related disclosures are reported as Required Supplemental Information.

This information is an integral part of the accompanying financial statements.

CITY OF CAMANCHE
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

NOTE 1 - CASH AND INVESTMENTS

The City's deposits in banks at June 30, 2006 were entirely covered by Federal depository insurance, or by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

The City is authorized by statute to invest public funds in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured depository institutions approved by the City Council; prime eligible bankers acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; certain joint investment trusts; and warrants or improvement certificates of a drainage district.

The City had no investments at June 30, 2006.

NOTE 2 - NOTES PAYABLE

Annual debt service requirements to maturity for general obligation notes are as follows:

<u>Year Ending June 30,</u>	<u>General Obligation Notes</u>	
	<u>Principal</u>	<u>Interest</u>
2007	\$ 135,000	\$ 63,567
2008	135,000	57,622
2009	145,000	51,593
2010	158,000	45,097
2011	135,000	37,920
2012-2016	<u>610,000</u>	<u>93,698</u>
Total	<u>\$1,318,000</u>	<u>\$ 349,497</u>

On December 28, 1990, the City executed an agreement with the Iowa Department of Natural Resources for a loan of up to \$336,000 for the purpose of paying costs in connection with the construction of works and facilities useful for the collection, treatment, and disposal of sewage and industrial wastes in a sanitary manner. The loan originally had interest at a rate of 4.864% per annum, payable semi-annually, and principal is payable in twenty annual installments due on June 1st of each year. Effective December 1, 2005 the interest rate was reduced to 3.000%. The principal balance of this loan at June 30, 2006 was \$93,000.

On November 1, 1996, the City executed an agreement with the Clinton National Bank for a loan of up to \$395,000 for the purpose of paying costs in connection with the well and water main project. The loan bears interest at a rate of 5.35% per annum, payable semi-annually, and principal is payable in fifteen annual installments due on June 1st of each year. The principal balance of this loan at June 30, 2006 was \$195,000.

CITY OF CAMANCHE
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

NOTE 2 - NOTES PAYABLE (CONTINUED)

On September 1, 2001, the City executed an agreement with Ruan Securities Corporation, Des Moines, Iowa, for a loan of up to \$1,330,000 for the purpose of paying costs in connection with the storm sewer improvement project. The loan bears interest at rates from 4.00% to 5.30% per annum, payable semi-annually, and principal is payable in fourteen annual installments due on June 1st of each year. The principal balance of this loan at June 30, 2006 was \$1,030,000.

NOTE 3 - PENSION AND RETIREMENT BENEFITS

Iowa Public Employees Retirement System - The City contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by State statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplemental information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa 50306-9117.

Most regular plan members are required to contribute 3.70% of their annual covered salary and the City is required to contribute 5.75% of covered salary. Certain employees in special risk occupations and the City contribute an actuarially determined contribution rate. Contribution requirements are established by State statute. The City's contributions to IPERS for the years ended June 30, 2006, 2005, and 2004 were \$28,324, \$27,128, and \$27,325, respectively, equal to the required contributions for each year.

Municipal Fire and Police Retirement System of Iowa - The City contributes to the Municipal Fire and Police Retirement System of Iowa (the Plan), which is a cost-sharing, multiple-employer defined benefit pension plan administered by a Board of Trustees. The Plan provides retirement, disability, and death benefits established by State statute to plan members and beneficiaries. The Plan issues a publicly available financial report that includes financial statements and required supplemental information. The report may be obtained by writing to Municipal Fire and Police Retirement System of Iowa, 2836 104th St., Des Moines, Iowa 50322.

Plan members are required to contribute 9.35% of earnable compensation and the City's contribution rate, based upon an actuarially determined normal contribution rate, can not be less than 17% of earnable compensation. Contribution requirements are established by State statute. The City's contribution to the Plan for the years ended June 30, 2006, 2005, and 2004 were \$115,221, \$103,197, and \$83,993, respectively, which met the required minimum contribution for each year.

CITY OF CAMANCHE
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

NOTE 4 - COMPENSATED ABSENCES

City employees accumulate earned but unused vacation and sick leave hours for subsequent use or payment upon termination, retirement or death. These accumulations are not recognized as disbursements by the City until used or paid. The City's approximate maximum liability for earned vacation and sick leave hours at June 30, 2006, primarily relating to the General Fund, is as follows:

<u>Type of Benefit</u>	<u>Amount</u>
Vacation	\$ 49,419
Sick leave	<u>261,545</u>
Total	<u>\$ 310,964</u>

This liability has been computed based on rates of pay as of June 30, 2006.

NOTE 5 - INTERFUND TRANSFERS

The detail of interfund transfers for the year ended June 30, 2006 is as follows:

<u>Transfer to</u>	<u>Transfer from</u>	<u>Amount</u>
General: Cemetery	General: General	\$ 11,171
General: Library	General: General	90,307
General: Park and recreation	General: General	47,880
Debt service	General: General	3,303
Debt service	Enterprise: Water utility	42,038
Enterprise: Sewer utility	General: General	<u>3,303</u>
Total		<u>\$ 198,002</u>

Transfers generally move resources from the fund statutorily required to collect the resources to the fund statutorily required to disburse the resources.

CITY OF CAMANCHE
NOTES TO FINANCIAL STATEMENTS
June 30, 2006

NOTE 6 - RISK MANAGEMENT

The City of Camanche is exposed to various risks of loss related to torts; theft, damage, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. The City assumes liability for any deductibles and claims in excess of coverage limitations. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 7 - CONTINGENT LIABILITY

In accordance with Iowa Code, the City has elected to reimburse the Iowa Employment Security Commission for benefits paid by the commission to former employees of the City. This election is in lieu of the City making deposits with the Commission based on a predetermined contribution rate. The amount of the contingent liability for future payments is indeterminable.

This information is an integral part of the accompanying financial statements.

REQUIRED SUPPLEMENTAL INFORMATION

CITY OF CAMANCHE
BUDGETARY COMPARISON SCHEDULE OF
RECEIPTS, DISBURSEMENTS AND CHANGES IN BALANCES -
BUDGET AND ACTUAL (CASH BASIS) - ALL GOVERNMENTAL FUNDS AND PROPRIETARY FUNDS
For the Year Ended June 30, 2006

	<u>Governmental Funds Actual</u>	<u>Proprietary Funds Actual</u>	<u>Less Funds Not Required to be Budgeted</u>
RECEIPTS:			
Property taxes	\$ 1,043,139	\$ -	\$ -
Other city taxes	534,735	-	-
Licenses and permits	1,492	-	-
Use of money and property	53,507	6,807	-
Intergovernmental	660,766	-	-
Charges for services	7,195	682,037	-
Miscellaneous	146,999	1,140,171	1,135,700
Total receipts	<u>2,447,833</u>	<u>1,829,015</u>	<u>1,135,700</u>
DISBURSEMENTS:			
Public safety	1,041,629	-	-
Public works	598,934	-	-
Culture and recreation	200,975	-	-
Community and economic development	226,863	-	-
General government	411,967	-	-
Debt service	200,723	-	-
Business type activities	3,289	1,769,775	1,135,700
Total disbursements	<u>2,684,380</u>	<u>1,769,775</u>	<u>1,135,700</u>
EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS	(236,547)	59,240	-
OTHER FINANCING SOURCES (USES), NET	<u>38,735</u>	<u>(38,735)</u>	<u>-</u>
EXCESS (DEFICIENCY) OF RECEIPTS AND OTHER FINANCING SOURCES OVER (UNDER) DISBURSEMENTS AND OTHER FINANCING USES	(197,812)	20,505	-
BALANCES BEGINNING OF YEAR	<u>1,933,342</u>	<u>552,049</u>	<u>-</u>
BALANCES END OF YEAR	<u>\$ 1,735,530</u>	<u>\$ 572,554</u>	<u>\$ -</u>

Net	Budgeted Amounts		Final to Net Variance
	Original	Final	
\$ 1,043,139	\$ 1,061,766	\$ 1,061,766	\$ (18,627)
534,735	534,925	534,925	(190)
1,492	17,425	17,425	(15,933)
60,314	33,484	33,484	26,830
660,766	362,853	645,330	15,436
689,232	710,900	710,900	(21,668)
151,470	33,277	166,477	(15,007)
<u>3,141,148</u>	<u>2,754,630</u>	<u>3,170,307</u>	<u>(29,159)</u>
1,041,629	1,112,588	1,224,934	183,305
598,934	714,483	760,983	162,049
200,975	221,059	230,434	29,459
226,863	10,250	227,042	179
411,967	301,955	472,455	60,488
200,723	201,776	201,776	1,053
637,364	617,436	727,256	89,892
<u>3,318,455</u>	<u>3,179,547</u>	<u>3,844,880</u>	<u>526,425</u>
(177,307)	(424,917)	(674,573)	497,266
<u>-</u>	<u>4,000</u>	<u>4,000</u>	<u>(4,000)</u>
(177,307)	(420,917)	(670,573)	493,266
<u>2,485,391</u>	<u>2,408,443</u>	<u>2,408,443</u>	<u>76,948</u>
<u>\$ 2,308,084</u>	<u>\$ 1,987,526</u>	<u>\$ 1,737,870</u>	<u>\$ 570,214</u>

These financial statements should be read only in connection with the accompanying summary of significant accounting policies and notes to financial statements.

CITY OF CAMANCHE
NOTES TO REQUIRED SUPPLEMENTAL INFORMATION -
BUDGETARY REPORTING
June 30, 2006

The budgetary comparison is presented as Required Supplemental Information in accordance with Government Accounting Standards Board Statement No. 41 for governments with significant budgetary perspective differences resulting from not being able to present budgetary comparisons for the General Fund and each major Special Revenue Fund.

In accordance with the Code of Iowa, the City Council annually adopts a budget on the cash basis following required public notice and hearing for all funds. The annual budget may be amended during the year utilizing similar statutorily prescribed procedures. Encumbrances are not recognized on the cash basis budget and appropriations lapse at year end.

Formal and legal budgetary control is based upon nine major classes of disbursements known as functions, not by fund or fund type. These nine functions are: public safety, public works, health and social services, culture and recreation, community and economic development, general government, debt service, capital projects, and business type activities. Function disbursements required to be budgeted include disbursements for the general fund, special revenue funds, debt service fund, capital projects fund and enterprise funds. Although the budget document presents function disbursements by fund, the legal level of control is at the aggregated function level, not by fund. During the year, three budget amendments increased budgeted disbursements by \$665,333. These budget amendments are reflected in the final budgeted amounts.

OTHER SUPPLEMENTAL INFORMATION

CITY OF CAMANCHE
 COMBINING SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
 AND CHANGES IN CASH BALANCES
 GENERAL FUND

As of and for the Year Ended June 30, 2006

	<u>General</u>	<u>Museum</u>	<u>Cemetery</u>	<u>Library</u>	<u>Park and Recreation</u>	<u>Total</u>
RECEIPTS						
Property taxes	\$ 798,932	\$ -	\$ -	\$ -	\$ -	\$ 798,932
Other city taxes	501,725	-	-	-	-	501,725
Licenses and permits	1,492	-	-	-	-	1,492
Use of money and property	49,265	-	2,039	-	2,194	53,498
Intergovernmental	78,061	-	-	13,010	-	91,071
Charges for services	344	-	4,945	1,906	-	7,195
Miscellaneous	125,062	-	5,620	2,302	6,115	139,099
Total receipts	<u>1,554,881</u>	<u>-</u>	<u>12,604</u>	<u>17,218</u>	<u>8,309</u>	<u>1,593,012</u>
DISBURSEMENTS						
Public safety	921,767	-	-	-	-	921,767
Public works	165,240	-	-	-	-	165,240
Culture and recreation	-	1,499	20,313	121,800	57,336	200,948
Community and economic development	10,071	-	-	-	-	10,071
General government	411,967	-	-	-	-	411,967
Solid waste	3,289	-	-	-	-	3,289
Total disbursements	<u>1,512,334</u>	<u>1,499</u>	<u>20,313</u>	<u>121,800</u>	<u>57,336</u>	<u>1,713,282</u>
Excess (deficiency) of receipts over (under) disbursements	<u>42,547</u>	<u>(1,499)</u>	<u>(7,709)</u>	<u>(104,582)</u>	<u>(49,027)</u>	<u>(120,270)</u>
OTHER FINANCING SOURCES (USES)						
Operating transfers in	-	-	11,171	90,307	47,880	149,358
Operating transfers out	(155,964)	-	-	-	-	(155,964)
Total other financing sources (uses)	<u>(155,964)</u>	<u>-</u>	<u>11,171</u>	<u>90,307</u>	<u>47,880</u>	<u>(6,606)</u>
NET CHANGE IN CASH BALANCES	<u>(113,417)</u>	<u>(1,499)</u>	<u>3,462</u>	<u>(14,275)</u>	<u>(1,147)</u>	<u>(126,876)</u>
CASH BALANCES BEGINNING OF YEAR	<u>1,319,487</u>	<u>1,499</u>	<u>25,453</u>	<u>51,143</u>	<u>42,958</u>	<u>1,440,540</u>
CASH BALANCES END OF YEAR	<u>\$ 1,206,070</u>	<u>\$ -</u>	<u>\$ 28,915</u>	<u>\$ 36,868</u>	<u>\$ 41,811</u>	<u>\$ 1,313,664</u>
CASH BASIS FUND BALANCES						
Unreserved	<u>\$ 1,206,070</u>	<u>\$ -</u>	<u>\$ 28,915</u>	<u>\$ 36,868</u>	<u>\$ 41,811</u>	<u>\$ 1,313,664</u>

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - GENERAL
As of and for the Years Ended June 30, 2006 and 2005

SCHEDULE 2

	2006		2005
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
Property taxes			
General	\$ 814,240	\$ 798,932	\$ 793,250
Other city taxes			
Utility tax replacement	116,282	107,657	110,594
Utility franchise tax - cablevision	22,000	49,394	20,381
Mobile home tax	8,000	7,359	7,567
Local option sales tax	375,000	337,315	357,950
Overallocated budget	(22,000)	-	-
Total other city tax	<u>499,282</u>	<u>501,725</u>	<u>496,492</u>
Licenses and permits			
Beer	775	700	775
Cigarette	375	300	300
Business	175	492	304
Building	-	-	8,581
Dog	-	-	130
Underallocated budget	16,100	-	-
Total licenses and permits	<u>17,425</u>	<u>1,492</u>	<u>10,090</u>
Use of money and property			
Interest	27,500	48,239	26,150
Sale of equipment	-	1,026	40
Total use of money and property	<u>27,500</u>	<u>49,265</u>	<u>26,190</u>
Intergovernmental			
FEMA Grant and other state aid	65,685	75,591	147,636
Liquor licenses	2,470	2,470	1,852
Bank franchise tax	-	-	370
Total intergovernmental	<u>68,155</u>	<u>78,061</u>	<u>149,858</u>
Charges for services			
Animal control	-	-	445
Miscellaneous service charges	175	344	332
Underallocated budget	14,982	-	-
Total charges for services	<u>15,157</u>	<u>344</u>	<u>777</u>
Miscellaneous			
Court fines	2,500	4,242	3,423
Parking fines	1,000	2,535	705
Miscellaneous	151,018	118,285	33,965
Total miscellaneous	<u>154,518</u>	<u>125,062</u>	<u>38,093</u>
 Total receipts	 <u>1,596,277</u>	 <u>1,554,881</u>	 <u>1,514,750</u>

**CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - GENERAL
As of and for the Years Ended June 30, 2006 and 2005**

	2006		2005
	Budget	Actual	Actual
DISBURSEMENTS			
Public safety			
Police department			
Personal services			
Police salaries	\$ 320,250	\$ 312,283	\$ 304,377
Janitor service	630	622	608
Overtime, holiday pay	32,470	29,977	28,908
Shift differential	1,900	1,630	1,671
School crossing guards	1,700	1,694	1,740
City's contribution - FICA and IPERS	3,620	3,545	3,422
Group insurance	153,692	147,545	134,808
Clothing allowance	14,000	7,776	14,403
Other expenses			
Police school and training	10,508	10,507	14,237
Motor vehicle operation	14,000	12,149	7,479
Repair and maintenance	6,000	4,475	4,636
Radio and radar repair	3,000	1,677	2,230
Utilities	8,000	4,152	3,891
Telephone	12,000	10,932	11,181
Communication consolidation	61,134	60,789	50,141
Miscellaneous operating supplies	10,500	10,038	9,685
Police computer	4,500	3,503	345
Capital outlay	99,692	89,691	4,201
Flood control			
Other expenses	10,000	-	-

**CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - GENERAL
As of and for the Years Ended June 30, 2006 and 2005**

	<u>2006</u>		<u>2005</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
DISBURSEMENTS (Continued)			
Public safety (continued)			
Fire department			
Personal services			
Salaries - fire chief and firemen	\$ 106,100	\$ 86,995	\$ 97,880
Overtime	10,000	9,960	7,756
City's contribution - FICA	7,000	5,447	5,029
Group insurance	44,840	31,819	36,093
Clothing allowance	2,658	2,658	2,640
Uniforms, clothing, and badges	1,500	1,229	338
Other expenses			
Schools	8,801	7,311	8,774
Fire prevention	2,400	2,175	1,419
Gas and oil	4,000	2,389	1,923
Equipment maintenance	9,551	9,550	4,567
Utilities	7,500	6,903	5,963
Telephone and radio maintenance	7,000	6,650	6,564
Professional fees	2,000	529	360
Firemen's fund	6,000	6,000	6,000
Hydrant rental	6,000	6,000	5,580
Operating supplies	4,091	3,014	4,967
Miscellaneous	8,204	8,204	5,641
Station improvements	2,072	2,072	-
Capital outlay	75,000	-	184,616
Building inspections			
Personal services			
Salaries	8,585	8,239	8,116
City's contribution - FICA and IPERS	1,202	1,104	1,087
Other expenses			
Operating supplies	100	4	55
Animal control			
Other expenses	1,000	530	643
Total public safety	<u>1,093,200</u>	<u>921,767</u>	<u>993,974</u>

**CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - GENERAL
As of and for the Years Ended June 30, 2006 and 2005**

	2006		2005
	Budget	Actual	Actual
DISBURSEMENTS (Continued)			
Public works			
Roadway maintenance			
Other expenses			
Gas and oil	\$ 11,100	\$ 10,034	\$ 5,425
Utilities city garage	7,000	6,052	5,267
Supplies, repairs, and miscellaneous	15,000	14,669	13,709
Rock and sand	400	140	154
Streets	2,751	2,751	10,821
Capital outlay	41,007	39,259	4,900
Traffic safety			
Other expenses			
Supplies and repairs	16,642	16,641	2,023
Administration			
Personal services			
Salary - public works director	61,510	59,708	57,446
City's contribution - FICA and IPERS	8,611	8,001	7,698
Group insurance	9,000	7,311	6,352
Employee benefit	775	674	839
Underallocated budget	3,000	-	-
Total public works	176,796	165,240	114,634
Community and economic development			
Community betterment	250	71	-
Economic development	10,000	10,000	4,000
Total community and economic development	10,250	10,071	4,000

**CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - GENERAL
As of and for the Years Ended June 30, 2006 and 2005**

	2006		2005
	Budget	Actual	Actual
DISBURSEMENTS (Continued)			
General government			
Mayor and council			
Personal services			
Salaries - council members	\$ 2,952	\$ 2,700	\$ 3,000
City's contribution - FICA	229	207	230
Salary - mayor	3,000	3,000	3,000
City's contribution - FICA	301	300	252
Other expense			
Mayor expense	300	300	300
Financial administration			
Personal services			
Salaries	84,689	83,830	82,890
City's contribution - FICA and IPERS	11,857	11,233	11,107
Group insurance	35,571	32,768	22,948
Elections	6,029	6,029	-
Legal services and city attorney	45,000	38,116	29,355
City hall			
Personal services			
Janitor	813	774	763
City's contribution - FICA and IPERS	114	104	102
Other expenses			
Electricity	2,261	1,697	1,646
Telephone	2,300	1,981	2,152
Heating	3,227	3,091	2,188
Buildings and grounds	1,373	1,372	114
Association dues	3,091	3,091	2,981
Travel, training, and workshop	3,774	3,773	802
Audit	8,374	7,150	9,600
Engineering	135,000	106,511	13,308
General insurance	89,000	77,816	93,097

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - GENERAL
As of and for the Years Ended June 30, 2006 and 2005

SCHEDULE 2
(CONTINUED)

	2006		2005
	Budget	Actual	Actual
DISBURSEMENTS (Continued)			
General government (continued)			
Other general government			
Other expenses			
Legal publications	\$ 6,700	\$ 5,320	\$ 4,480
Office supplies	7,500	7,389	4,111
Miscellaneous	16,000	13,415	12,687
Capital outlay	3,000	-	-
Total general government	472,455	411,967	301,113
Solid waste			
Other expenses			
Landfill fees	5,000	3,289	2,305
Total disbursements	1,757,701	1,512,334	1,416,026
Excess (deficiency) of receipts over (under) disbursements	(161,424)	42,547	98,724
OTHER FINANCING SOURCES (USES)			
Sale of capital assets	4,000	-	-
Operating transfers out			
General			
Museum	-	-	(1,914)
Cemetery	(11,171)	(11,171)	(16,844)
Library	(90,307)	(90,307)	(107,463)
Park and recreation	(47,880)	(47,880)	(35,452)
Debt service	(3,303)	(3,303)	(3,303)
Capital projects			
CDBD	(4,000)	-	-
Enterprise			
Water utility	-	-	(30,300)
Sewer utility	(3,303)	(3,303)	(3,303)
Total other financing sources (uses)	(155,964)	(155,964)	(198,579)
NET CHANGE IN CASH BALANCES	\$ (317,388)	(113,417)	(99,855)
CASH BALANCES BEGINNING OF YEAR		1,319,487	1,419,342
CASH BALANCES END OF YEAR		\$ 1,206,070	\$ 1,319,487
CASH BASIS FUND BALANCES			
Unreserved		\$ 1,206,070	\$ 1,319,487

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - MUSEUM
As of and for the Years Ended June 30, 2006 and 2005

	<u>2006</u>		<u>2005</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
None	\$ -	\$ -	\$ -
DISBURSEMENTS			
Culture and recreation Historical board	<u>1,499</u>	<u>1,499</u>	<u>2,226</u>
Deficiency of receipts under disbursements	(1,499)	(1,499)	(2,226)
OTHER FINANCING SOURCES			
Operating transfers in General General	<u>-</u>	<u>-</u>	<u>1,914</u>
NET CHANGE IN CASH BALANCES	<u>\$ (1,499)</u>	(1,499)	(312)
CASH BALANCES BEGINNING OF YEAR		<u>1,499</u>	<u>1,811</u>
CASH BALANCES END OF YEAR		<u>\$ -</u>	<u>\$ 1,499</u>
CASH BASIS FUND BALANCES			
Unreserved		<u>\$ -</u>	<u>\$ 1,499</u>

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - CEMETERY
As of and for the Years Ended June 30, 2006 and 2005

SCHEDULE 4

	2006		2005
	Budget	Actual	Actual
RECEIPTS			
Use of money and property			
Interest	\$ 400	\$ 2,039	\$ 984
Charges for services			
Burials and soldiers care	5,375	4,945	6,485
Miscellaneous			
Lot sales	4,000	5,500	10,000
Miscellaneous	120	120	240
Total miscellaneous	4,120	5,620	10,240
 Total receipts	9,895	12,604	17,709
 DISBURSEMENTS			
Culture and recreation			
Personal services			
Salaries	16,875	14,401	14,099
City's contribution - FICA and IPERS	2,363	1,902	1,890
Other expense			
Supplies, repairs, and miscellaneous	6,470	3,673	4,363
Capital outlay	2,375	337	-
 Total disbursements	28,083	20,313	20,352
 Deficiency of receipts under disbursements	(18,188)	(7,709)	(2,643)
 OTHER FINANCING SOURCES			
Operating transfers in			
General			
General	11,171	11,171	16,844
 NET CHANGE IN CASH BALANCES	\$ (7,017)	3,462	14,201
 CASH BALANCES BEGINNING OF YEAR		25,453	11,252
 CASH BALANCES END OF YEAR		\$ 28,915	\$ 25,453
 CASH BASIS FUND BALANCES			
 Unreserved		\$ 28,915	\$ 25,453

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - LIBRARY
As of and for the Years Ended June 30, 2006 and 2005

SCHEDULE 5

	2006		2005
	Budget	Actual	Actual
RECEIPTS			
Intergovernmental			
County share of non-resident reimbursements	\$ -	\$ 8,666	\$ 3,314
Enrich Iowa state funding	-	4,344	3,666
Total intergovernmental	-	13,010	6,980
Charges for services			
Copies	668	715	780
Miscellaneous	800	1,191	2,114
Total charges for services	1,468	1,906	2,894
Miscellaneous			
Fines and fees	1,774	2,233	1,802
Book sales and film rentals	65	69	66
Total miscellaneous	1,839	2,302	1,868
Total receipts	3,307	17,218	11,742
DISBURSEMENTS			
Culture and recreation			
Library services			
Personal services			
Salaries - librarian and assistants	60,890	59,211	58,160
Janitor	2,790	2,682	2,674
City's contribution - FICA, IPERS, and group insurance	16,542	15,342	14,710
Other expenses			
Travel and conference	400	168	191
Repairs and maintenance	2,419	2,419	2,071
Electricity	3,100	3,049	2,874
Telephone	581	509	691
Heating	3,847	3,734	2,605
Contract maintenance	278	252	228
Books and periodicals	26,265	26,265	23,429
Office supplies	3,006	3,006	2,700
Miscellaneous expense	501	500	397
Postage	1,549	1,518	1,664
Cleaning supplies	180	180	97
Capital outlay	3,034	2,965	-
Total disbursements	125,382	121,800	112,491
Deficiency of receipts under disbursements	(122,075)	(104,582)	(100,749)
OTHER FINANCING SOURCES			
Operating transfers in			
General			
General	90,307	90,307	107,463
NET CHANGE IN CASH BALANCES	\$ (31,768)	(14,275)	6,714
CASH BALANCES BEGINNING OF YEAR		51,143	44,429
CASH BALANCES END OF YEAR		\$ 36,868	\$ 51,143
CASH BASIS FUND BALANCES			
Unreserved		\$ 36,868	\$ 51,143

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - PARK AND RECREATION
As of and for the Years Ended June 30, 2006 and 2005

SCHEDULE 6

	2006		2005
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
Use of money and property			
Interest	\$ 30	\$ 1,092	\$ 590
Rents	-	-	800
Garner Hall donations	800	1,102	1,215
Total use of money and property	<u>830</u>	<u>2,194</u>	<u>2,605</u>
Miscellaneous	6,000	6,115	7,469
Total receipts	<u>6,830</u>	<u>8,309</u>	<u>10,074</u>
DISBURSEMENTS			
Culture and recreation			
Parks			
Personal services			
Salaries	23,500	23,331	23,506
City's contribution - FICA and IPERS	3,261	3,089	3,068
Other expenses			
Maintenance city parks	8,494	8,493	8,554
Capital outlay	12,506	3,800	3,848
Recreation			
Personal services			
Salaries	7,300	5,402	7,193
City's contribution - FICA and IPERS	1,022	724	964
Other expenses			
Maintenance - boat ramp	1,000	222	658
Maintenance - Garner Hall	5,500	5,296	4,167
Mardi Gras	200	200	200
Summer recreation	2,400	2,400	2,400
Sharing tree	500	-	-
Boy's baseball	1,400	1,400	1,335
Girl's softball	1,400	1,400	1,400
Camanche days	460	-	-
Senior citizens	1,000	483	754
Community recreation center	5,500	1,096	4,794
Total disbursements	<u>75,443</u>	<u>57,336</u>	<u>62,841</u>

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
GENERAL FUND - PARK AND RECREATION
As of and for the Years Ended June 30, 2006 and 2005

	2006		2005
	Budget	Actual	Actual
Deficiency of receipts under disbursements	\$ (68,613)	\$ (49,027)	\$ (52,767)
OTHER FINANCING SOURCES			
Operating transfers in General			
General	47,880	47,880	35,452
NET CHANGE IN CASH BALANCES	\$ (20,733)	(1,147)	(17,315)
CASH BALANCES BEGINNING OF YEAR		42,958	60,273
CASH BALANCES END OF YEAR		\$ 41,811	\$ 42,958
CASH BASIS FUND BALANCES			
Unreserved		\$ 41,811	\$ 42,958

CITY OF CAMANCHE
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
SPECIAL REVENUE FUND - ROAD USE TAX
As of and for the Years Ended June 30, 2006 and 2005

	2006		2005
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
Intergovernmental			
Road use tax	<u>\$ 360,383</u>	<u>\$ 352,903</u>	<u>\$ 350,460</u>
DISBURSEMENTS			
Public works			
Roads, bridges, sidewalks			
Personal services			
Salaries	89,392	83,203	82,851
City's contribution - FICA	6,838	6,365	6,338
City's contribution - IPERS	5,676	4,784	4,764
Group insurance	48,104	48,104	40,949
Employee benefit	2,771	2,518	2,592
Other expenses			
Maintenance contracts	89,000	79,290	102,437
Maintenance supplies and expense	700	233	279
Capital outlay	276,054	150,094	53,006
Street lighting			
Other expenses			
Street lighting	37,000	35,330	36,335
Snow removal			
Personal services			
Salaries	16,708	12,436	9,646
City's contribution - FICA	1,301	951	738
City's contribution - IPERS	972	715	555
Other expense			
Salt and repairs	9,671	9,671	6,335
Total disbursements	<u>584,187</u>	<u>433,694</u>	<u>346,825</u>
NET CHANGE IN CASH BALANCES	<u><u>\$ (223,804)</u></u>	<u>(80,791)</u>	<u>3,635</u>
CASH BALANCES BEGINNING OF YEAR		<u>319,909</u>	<u>316,274</u>
CASH BALANCES END OF YEAR		<u><u>\$ 239,118</u></u>	<u><u>\$ 319,909</u></u>
CASH BASIS FUND BALANCES			
Unreserved		<u><u>\$ 239,118</u></u>	<u><u>\$ 319,909</u></u>

CITY OF CAMANCHE
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
DEBT SERVICE FUND - DEBT SERVICE
As of and for the Years Ended June 30, 2006 and 2005

	2006		2005
	Budget	Actual	Actual
RECEIPTS			
Property taxes	\$ 136,744	\$ 134,946	\$ 135,107
Other city taxes			
Utility tax replacement	19,691	18,230	18,867
Total receipts	<u>156,435</u>	<u>153,176</u>	<u>153,974</u>
DISBURSEMENTS			
Debt service			
Storm sewer improvement note principal	80,000	80,000	75,000
Storm sewer improvement note interest	54,185	54,185	57,335
Water note principal	30,000	30,000	25,000
Water note interest	12,038	12,038	13,375
IDNR state revolving loan principal	20,000	20,000	20,000
IDNR state revolving loan interest	5,553	4,500	6,536
Total disbursements	<u>201,776</u>	<u>200,723</u>	<u>197,246</u>
Deficiency of receipts under disbursements	<u>(45,341)</u>	<u>(47,547)</u>	<u>(43,272)</u>
OTHER FINANCING SOURCES			
Operating transfers in			
General			
General	3,303	3,303	3,303
Enterprise			
Water utility	42,038	42,038	38,375
Total other financing sources	<u>45,341</u>	<u>45,341</u>	<u>41,678</u>
NET CHANGE IN CASH BALANCES	<u>\$ -</u>	<u>(2,206)</u>	<u>(1,594)</u>
CASH BALANCES BEGINNING OF YEAR		<u>50,112</u>	<u>51,706</u>
CASH BALANCES END OF YEAR		<u>\$ 47,906</u>	<u>\$ 50,112</u>
CASH BASIS FUND BALANCES			
Reserved		<u>\$ 47,906</u>	<u>\$ 50,112</u>

CITY OF CAMANCHE
COMBINING SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
NONMAJOR GOVERNMENTAL FUNDS
As of and for the Year Ended June 30, 2006

	Special Revenue			Capital Projects	Total
	Police and Fire Pension Accumulation	Cemetery Perpetual Care	Robert Howson Estate	CDBG	
RECEIPTS					
Property taxes	\$ 109,261	\$ -	\$ -	\$ -	\$ 109,261
Other city taxes	14,780	-	-	-	14,780
Use of money and property	-	-	9	-	9
Intergovernmental	-	-	-	216,792	216,792
Miscellaneous	-	1,900	-	6,000	7,900
Total receipts	124,041	1,900	9	222,792	348,742
DISBURSEMENTS					
Public safety	119,862	-	-	-	119,862
Culture and recreation	-	-	27	-	27
Community and economic development	-	-	-	216,792	216,792
Total disbursements	119,862	-	27	216,792	336,681
NET CHANGE IN CASH BALANCES	4,179	1,900	(18)	6,000	12,061
CASH BALANCES BEGINNING OF YEAR	68,356	53,510	915	-	122,781
CASH BALANCES END OF YEAR	\$ 72,535	\$ 55,410	\$ 897	\$ 6,000	\$ 134,842
CASH BASIS FUND BALANCES					
Unreserved:					
Special revenue funds	\$ 72,535	\$ 55,410	\$ 897	\$ -	\$ 128,842
Capital projects fund	-	-	-	6,000	6,000
	\$ 72,535	\$ 55,410	\$ 897	\$ 6,000	\$ 134,842

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
SPECIAL REVENUE FUNDS
POLICE AND FIRE PENSION ACCUMULATION
As of and for the Years Ended June 30, 2006 and 2005

	<u>2006</u>		<u>2005</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
Property taxes	\$ 110,782	\$ 109,261	\$ 102,494
Other city taxes			
Utility tax replacement	<u>15,952</u>	<u>14,780</u>	<u>14,335</u>
Total receipts	<u>126,734</u>	<u>124,041</u>	<u>116,829</u>
DISBURSEMENTS			
Public safety			
City's contribution			
Civil Service	126,734	116,114	104,012
Miscellaneous	<u>5,000</u>	<u>3,748</u>	<u>-</u>
Total disbursements	<u>131,734</u>	<u>119,862</u>	<u>104,012</u>
NET CHANGE IN CASH BALANCES	<u><u>\$ (5,000)</u></u>	4,179	12,817
CASH BALANCES BEGINNING OF YEAR		<u>68,356</u>	<u>55,539</u>
CASH BALANCES END OF YEAR		<u><u>\$ 72,535</u></u>	<u><u>\$ 68,356</u></u>
CASH BASIS FUND BALANCES			
Unreserved		<u><u>\$ 72,535</u></u>	<u><u>\$ 68,356</u></u>

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
SPECIAL REVENUE FUNDS
CEMETERY PERPETUAL CARE
As of and for the Years Ended June 30, 2006 and 2005

	<u>2006</u>		<u>2005</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
Miscellaneous Contributions	\$ -	\$ 1,900	\$ 2,900
DISBURSEMENTS			
None	-	-	-
NET CHANGE IN CASH BALANCES	<u>\$ -</u>	1,900	2,900
CASH BALANCES BEGINNING OF YEAR		<u>53,510</u>	<u>50,610</u>
CASH BALANCES END OF YEAR		<u>\$ 55,410</u>	<u>\$ 53,510</u>
CASH BASIS FUND BALANCES			
Unreserved		<u>\$ 55,410</u>	<u>\$ 53,510</u>

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
SPECIAL REVENUE FUNDS
ROBERT HOWSON ESTATE
As of and for the Years Ended June 30, 2006 and 2005

	<u>2006</u>		<u>2005</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
Use of money and property			
Interest	\$ 4	\$ 9	\$ 8
DISBURSEMENTS			
Culture and recreation			
Flowers and memorials	<u>27</u>	<u>27</u>	<u>25</u>
NET CHANGE IN CASH BALANCES	<u><u>\$ (23)</u></u>	(18)	(17)
CASH BALANCES BEGINNING OF YEAR		<u>915</u>	<u>932</u>
CASH BALANCES END OF YEAR		<u><u>\$ 897</u></u>	<u><u>\$ 915</u></u>
CASH BASIS FUND BALANCES			
Unreserved		<u><u>\$ 897</u></u>	<u><u>\$ 915</u></u>

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
CAPITAL PROJECTS FUND - CDBG
As of and for the Years Ended June 30, 2006 and 2005

	2006		2005
	Budget	Actual	Actual
RECEIPTS			
Intergovernmental			
Federal grant - CDBG	\$ 216,792	\$ 216,792	\$ -
Miscellaneous			
Contribution from private source	-	6,000	-
Total receipts	216,792	222,792	-
DISBURSEMENTS			
Community and economic development			
Daycare Center	216,792	216,792	-
Excess of receipts over disbursements	-	6,000	-
OTHER FINANCING SOURCES			
Operating transfers in			
General			
General	4,000	-	-
NET CHANGE IN CASH BALANCES	\$ 4,000	6,000	-
CASH BALANCES BEGINNING OF YEAR		-	-
CASH BALANCES END OF YEAR		\$ 6,000	\$ -
CASH BASIS FUND BALANCES			
Unreserved		\$ 6,000	\$ -

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
ENTERPRISE FUNDS - WATER UTILITY
As of and for the Years Ended June 30, 2006 and 2005

SCHEDULE 14

	2006		2005
	Budget	Actual	Actual
RECEIPTS			
Use of money and property			
Interest	\$ 750	\$ 2,967	\$ 970
Charges for services			
Water sales	203,000	205,926	198,389
Penalties	4,000	3,627	3,893
Water taps	3,000	5,600	5,200
Rental water tower lease	-	6,900	6,900
Total charges for services	<u>210,000</u>	<u>222,053</u>	<u>214,382</u>
Miscellaneous			
Refunds	-	-	397
Net sales tax collected (paid)	-	(392)	96
Total miscellaneous	<u>-</u>	<u>(392)</u>	<u>493</u>
Total receipts	<u>210,750</u>	<u>224,628</u>	<u>215,845</u>
DISBURSEMENTS			
Water			
Plant operations			
Personal services			
Salaries	7,525	7,525	6,985
City's contribution - FICA	576	576	534
City's contribution - IPERS	476	433	402
Other expenses			
Utilities	18,666	17,994	16,604
Chemicals	13,334	11,281	10,520
Plant maintenance			
Personal services			
Salaries	5,932	5,931	4,995
City's contribution - FICA	454	454	382
City's contribution - IPERS	342	341	287
Other expense			
Tank maintenance	5,000	2,506	1,650
Distribution operation			
Personal services			
Salaries	7,844	7,832	4,451
City's contribution - FICA	689	599	341
City's contribution - IPERS	542	450	256
Other expense	6,201	6,200	3,482

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
ENTERPRISE FUNDS - WATER UTILITY
As of and for the Years Ended June 30, 2006 and 2005

SCHEDULE 14
(CONTINUED)

	2006		2005
	Budget	Actual	Actual
DISBURSEMENTS (Continued)			
Water (continued)			
Distribution maintenance			
Personal services			
Salaries	\$ 2,619	\$ 2,619	\$ 2,361
City's contribution - FICA	201	200	181
City's contribution - IPERS	159	151	136
Other expense			
Other utility expense	6,799	5,768	8,049
Accounting and collection			
Personal services			
Salaries	30,346	29,521	28,891
City's contribution - FICA	2,321	2,259	2,210
City's contribution - IPERS	1,927	1,697	1,661
Group insurance	15,750	15,037	13,249
Other expense	5,250	4,829	3,427
Capital outlay	56,672	53,609	18,175
Total disbursements	189,625	177,812	129,229
Excess of receipts over disbursements	21,125	46,816	86,616
OTHER FINANCING SOURCES (USES)			
Operating transfers in			
General	-	-	30,300
Operating transfers out			
Debt service	(42,038)	(42,038)	(38,375)
Total other financing sources (uses)	(42,038)	(42,038)	(8,075)
NET CHANGE IN CASH BALANCES	\$ (20,913)	4,778	78,541
CASH BALANCES BEGINNING OF YEAR		185,709	107,168
CASH BALANCES END OF YEAR		\$ 190,487	\$ 185,709
CASH BASIS FUND BALANCES			
Unreserved		\$ 190,487	\$ 185,709

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
ENTERPRISE FUNDS - SEWER UTILITY
As of and for the Years Ended June 30, 2006 and 2005

SCHEDULE 15

	<u>2006</u>		<u>2005</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
Use of money and property			
Interest	\$ 4,000	\$ 3,840	\$ 3,058
Charges for services			
Sewer rentals collected	253,000	230,586	222,503
Penalties	7,500	17,640	20,321
Overpayments	1,250	2,173	1,442
Sewer taps	3,000	3,375	3,250
Total charges for services	<u>264,750</u>	<u>253,774</u>	<u>247,516</u>
Miscellaneous			
Refunds	-	21	188
Net sales tax collected (paid)	-	(208)	203
Total miscellaneous	<u>-</u>	<u>(187)</u>	<u>391</u>
 Total receipts	 <u>268,750</u>	 <u>257,427</u>	 <u>250,965</u>
DISBURSEMENTS			
Sewer			
Personal services			
Salaries	85,224	85,223	77,575
City's contribution - FICA	6,520	6,519	5,934
City's contribution - IPERS	4,901	4,900	4,461
Group insurance	32,183	28,878	26,765
Employee benefit	1,488	1,488	1,495
Other expenses			
Repairs and maintenance - building and equipment	10,000	7,345	8,585
Electricity	36,615	33,500	36,210
Telephone	1,900	1,763	1,881
Heating	14,000	12,585	5,684
Engineering	19,000	13,065	2,056
Contracted items	33,000	30,939	30,923
Chemicals and supplies	3,300	2,311	2,655
Miscellaneous expense	23,097	19,678	12,456
Other expense	153	83	181

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
ENTERPRISE FUNDS - SEWER UTILITY
As of and for the Years Ended June 30, 2006 and 2005

SCHEDULE 15
(CONTINUED)

	2006		2005
	Budget	Actual	Actual
DISBURSEMENTS (Continued)			
Sewer (continued)			
Capital outlay			
Capital outlay	\$ 8,000	\$ 3,760	\$ 8,836
Sewer utility replacement	13,000	6,476	14,099
Underallocated budget	23,000	-	-
Total disbursements	315,381	258,513	239,796
Excess (deficiency) of receipts over (under) disbursements	(46,631)	(1,086)	11,169
OTHER FINANCING SOURCES			
Operating transfers in			
General			
General	3,303	3,303	3,303
NET CHANGE IN CASH BALANCES	\$ (43,328)	2,217	14,472
CASH BALANCES BEGINNING OF YEAR		276,868	262,396
CASH BALANCES END OF YEAR		\$ 279,085	\$ 276,868
CASH BASIS FUND BALANCES			
Unreserved		\$ 279,085	\$ 276,868

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
ENTERPRISE FUNDS - SOLID WASTE
As of and for the Years Ended June 30, 2006 and 2005

	<u>2006</u>		<u>2005</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
Charges for services			
Solid waste fees	<u>\$ 214,150</u>	<u>\$ 206,210</u>	<u>\$ 187,307</u>
DISBURSEMENTS			
Solid waste			
Solid waste assessment	42,150	42,150	21,075
Waste disposal contract	<u>175,100</u>	<u>155,600</u>	<u>162,608</u>
Total disbursements	<u>217,250</u>	<u>197,750</u>	<u>183,683</u>
NET CHANGE IN CASH BALANCES	<u><u>\$ (3,100)</u></u>	8,460	3,624
CASH BALANCES BEGINNING OF YEAR		<u>27,655</u>	<u>24,031</u>
CASH BALANCES END OF YEAR		<u><u>\$ 36,115</u></u>	<u><u>\$ 27,655</u></u>
CASH BASIS FUND BALANCES			
Unreserved		<u><u>\$ 36,115</u></u>	<u><u>\$ 27,655</u></u>

CITY OF CAMANCHE
SCHEDULES OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
ENTERPRISE FUNDS - WATER METER DEPOSIT
As of and for the Years Ended June 30, 2006 and 2005

	<u>2006</u>		<u>2005</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
Miscellaneous			
Customer deposits	\$ -	\$ 5,050	\$ 6,799
DISBURSEMENTS			
None	-	-	-
NET CHANGE IN CASH BALANCES	<u>\$ -</u>	5,050	6,799
CASH BALANCES BEGINNING OF YEAR		<u>61,817</u>	<u>55,018</u>
CASH BALANCES END OF YEAR		<u>\$ 66,867</u>	<u>\$ 61,817</u>
CASH BASIS FUND BALANCES			
Unreserved		<u>\$ 66,867</u>	<u>\$ 61,817</u>

CITY OF CAMANCHE
SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS
AND CHANGES IN CASH BALANCES
INTERNAL SERVICE FUND - PAYROLL CLEARING
As of and for the Years Ended June 30, 2006 and 2005

	<u>2006</u>		<u>2005</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
RECEIPTS			
Miscellaneous			
Gross payroll	\$ -	\$ 945,427	\$ 926,403
Employer share of payroll tax	-	190,273	175,377
	<u>-</u>	<u>1,135,700</u>	<u>1,101,780</u>
DISBURSEMENTS			
Non-program			
Net payroll checks issued	-	656,804	638,964
Remittance of taxes			
Federal withholding	-	101,039	97,038
FICA taxes and Medicare	-	93,456	90,104
IPERS	-	46,550	44,584
State withholding	-	32,522	39,843
Civil service	-	153,719	142,223
Other	-	51,610	49,024
	<u>-</u>	<u>1,135,700</u>	<u>1,101,780</u>
NET CHANGE IN CASH BALANCES	<u>\$ -</u>	<u>-</u>	<u>-</u>
CASH BALANCES BEGINNING OF YEAR		<u>-</u>	<u>-</u>
CASH BALANCES END OF YEAR		<u>\$ -</u>	<u>\$ -</u>
CASH BASIS FUND BALANCES			
Unreserved		<u>\$ -</u>	<u>\$ -</u>

CITY OF CAMANCHE
SCHEDULE OF INDEBTEDNESS
As of and for the Year Ended June 30, 2006

<u>OBLIGATION</u>	<u>Date of Issue</u>	<u>Interest Rates</u>	<u>Amount Originally Issued</u>	<u>Balance, Beginning of Year</u>	<u>Issued During Year</u>	<u>Redeemed During Year</u>	<u>Balance, End of Year</u>	<u>Interest Paid</u>	<u>Interest Due and Unpaid</u>
GENERAL OBLIGATION NOTES									
Iowa Department of Natural Resources (IDNR) Sewage Treatment Works Revolving Loan	4/30/1991	3.000%	\$ 323,000	\$ 113,000	\$ -	\$ 20,000	\$ 93,000	\$ 4,500	\$ -
Water Note	11/1/1996	5.35%	395,000	225,000	-	30,000	195,000	12,038	-
Storm Sewer Improvement Note	9/1/2001	4.00% to 5.30%	1,330,000	1,110,000	-	80,000	1,030,000	54,185	-
TOTAL GENERAL OBLIGATION NOTES				<u>\$ 1,448,000</u>	<u>\$ -</u>	<u>\$ 130,000</u>	<u>\$ 1,318,000</u>	<u>\$ 70,723</u>	<u>\$ -</u>

**CITY OF CAMANCHE
NOTE MATURITIES
June 30, 2006**

YEAR ENDING JUNE 30,	General Obligation Notes						
	IDNR Loan		Water Note		Storm Sewer Improvement Note		Total
	Issued		Issued		Issued		
	April 30, 1991		November 1, 1996		September 1, 2001		
Interest Rates	Amount	Interest Rates	Amount	Interest Rates	Amount		
2007	3.000%	\$ 20,000	5.35%	\$ 30,000	4.40%	\$ 85,000	\$ 135,000
2008	3.000%	20,000	5.35%	30,000	4.50%	85,000	135,000
2009	3.000%	25,000	5.35%	30,000	4.60%	90,000	145,000
2010	3.000%	28,000	5.35%	35,000	4.70%	95,000	158,000
2011		-	5.35%	35,000	4.80%	100,000	135,000
2012		-	5.35%	35,000	4.90%	105,000	140,000
2013		-		-	5.00%	110,000	110,000
2014		-		-	5.10%	115,000	115,000
2015		-		-	5.20%	120,000	120,000
2016		-		-	5.30%	125,000	125,000
TOTALS		<u>\$ 93,000</u>		<u>\$ 195,000</u>		<u>\$ 1,030,000</u>	<u>\$ 1,318,000</u>

CITY OF CAMANCHE
SCHEDULE OF RECEIPTS BY SOURCE AND
DISBURSEMENTS BY FUNCTION -
ALL GOVERNMENTAL FUNDS
For the Last Three Years

	<u>2006</u>	<u>2005</u>	<u>2004</u>
RECEIPTS			
Property taxes	\$ 1,043,139	\$ 1,030,851	\$ 1,062,383
Other city taxes	534,735	529,694	547,174
Licenses and permits	1,492	10,090	8,650
Use of money and property	53,507	29,787	41,611
Intergovernmental	660,766	507,298	362,574
Charges for services	7,195	10,156	28,395
Miscellaneous	146,999	60,570	57,682
TOTAL RECEIPTS	<u><u>\$ 2,447,833</u></u>	<u><u>\$ 2,178,446</u></u>	<u><u>\$ 2,108,469</u></u>
DISBURSEMENTS			
Operating:			
Public safety	\$ 1,041,629	\$ 1,097,986	\$ 925,217
Public works	598,934	461,459	504,269
Culture and recreation	200,975	197,935	201,997
Community and economic development	226,863	4,000	5,084
General government	411,967	301,113	256,520
Debt service	200,723	197,246	245,716
Solid waste	3,289	2,305	-
TOTAL DISBURSEMENTS	<u><u>\$ 2,684,380</u></u>	<u><u>\$ 2,262,044</u></u>	<u><u>\$ 2,138,803</u></u>



**Independent Auditor's Report on Internal Control Over Financial Reporting and
on Compliance and Other Matters Based on Audit of Financial Statements
Performed in Accordance with Government Auditing Standards**

To the Honorable Mayor and
Members of the City Council

We have audited the financial statements of the governmental activities, the business type activities, each major fund, and the aggregate remaining fund information of the City of Camanche as of and for the year ended June 30, 2006, which collectively comprise the City of Camanche's basic financial statements as listed in the table of contents and have issued our report thereon dated August 30, 2006. Our report expressed an unqualified opinion on the financial statements which were prepared in conformity with an other comprehensive basis of accounting. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City of Camanche's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters

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

Comments involving statutory and other legal matters about the City's operations for the year ended June 30, 2006 are based exclusively on knowledge obtained from procedures performed during our audit of the financial statements of the City. Since our audit was based on tests and samples, not all transactions that might have had an impact on the comments were necessarily audited. The comments involving statutory and other legal matters are not intended to constitute legal interpretations of those statutes.

This report, a public record by law, is intended solely for the information and use of the officials, employees and citizens of the City of Camanche and other parties to whom the City of Camanche may report, including federal awarding agencies and pass-through entities. This report is not intended to be and should not be used by anyone other than these specified parties.

We would like to acknowledge the many courtesies and assistance extended to us by personnel of the City of Camanche during the course of our audit. Should you have any questions concerning any of the above matters, we shall be pleased to discuss them with you at your convenience.

Clifton Gundersen LLP

Clinton, Iowa
August 30, 2006

CITY OF CAMANCHE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
As of and for the Year Ended June 30, 2006

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified opinion - cash basis

Internal control over financial reporting:

- Material weakness(es) identified? yes x no
- Reportable condition(s) identified that are not
 considered to be material weaknesses? yes x none reported
- Noncompliance material to financial statements noted? yes x no

Section II - Financial Statement Findings

INSTANCES OF NON-COMPLIANCE:

No matters were noted.

REPORTABLE CONDITIONS:

No matters were noted.

CITY OF CAMANCHE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
As of and for the Year Ended June 30, 2006

Section III - Other Findings Related to Required Statutory Reporting

III-A-06 Certified Budget

Disbursements during the year ended June 30, 2006 did not exceed the amount budgeted in any function.

III-B-06 Questionable Disbursements

We noted no disbursements that may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979.

III-C-06 Travel Expense

No disbursements of City money for travel expenses of spouses of City officials or employees were noted.

III-D-06 Business Transactions

We noted no business transactions between the City and City officials or employees.

III-E-06 Bond Coverage

Surety bond coverage of City officials and employees is in accordance with statutory provisions. The amount of coverage is reviewed annually to insure that the coverage is adequate for current operations.

III-F-06 Council Minutes

No transactions were found that we believe should have been approved in the council minutes but were not.

III-G-06 Deposits and Investments

No instances of noncompliance with the deposit and investment provisions of Chapter 12B and 12C of the Code of Iowa and the City's investment policy were noted.