

**CITY OF CAMANCHE, IOWA**

**FINANCIAL STATEMENTS**

**June 30, 2012**

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**CITY OF CAMANCHE**

**OFFICIALS**

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
	<b><u>City Council</u></b>	
Kenneth Fahlbeck	Mayor	January 2014
Greg Nelson	Mayor Pro-Tem	January 2014
Gary Kampe	Council Member	January 2014
Linda Kramer	Council Member	January 2014
Greg Nelson	Council Member	January 2016
Eric Hosette	Council Member	January 2016
Paul Varner	Council Member	January 2016

**City Officials**

Thomas Roth	City Administrator	Indefinite
Sheryl Jindrich	City Clerk/Treasurer	Indefinite
Thomas Lonergan	Attorney	Indefinite
Robert Houzenga	Chief of Police	Indefinite
David Schutte	Fire Chief	Indefinite
Linda Foster	Library Board - Chair	July 2016
Curtis Cooley	Library Board Trustee	July 2012
Kevin King	Library Board Trustee	July 2012
Phyllis Pichon	Library Board Trustee	July 2014
Abijah Morgan	Library Board Trustee	July 2016
Lori Bigwood	Board of Recreation - Chair	July 2012
Trisha Erne	Board of Recreation Commissioner	July 2012
Christopher Myrben	Board of Recreation Commissioner	July 2012
Mike McManus	Board of Recreation Commissioner	July 2013
Jessica Snyder	Board of Recreation Commissioner	July 2013

**CITY OF CAMANCHE**

**OFFICIALS (CONTINUED)**

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
Joe Carstensen	Board of Adjustment Member	January 2013
Mike McDanel	Board of Adjustment Member	January 2013
Brian McKenrick	Board of Adjustment Member	January 2014
Frank Grage	Board of Adjustment Member	January 2015
Elaine Everhart	Board of Adjustment Member	January 2017
Bob Jordan	Historical Board - Chair	July 2013
George Currant	Historical Board Member	July 2012
Sherry Emerson	Historical Board Member	July 2012
Ruth Evans	Historical Board Member	July 2012
Jane Jordan	Historical Board Member	July 2012
Donna Current	Historical Board Member	July 2013
Julia Leonard	Historical Board Member	July 2013
Christine Leslie	Historical Board Member	July 2013
Karla Morgan	Cemetery Board - Chair	January 2013
Ann Wiebers	Cemetery Board Member	January 2013
Lester Shadle	Cemetery Board Member	January 2014
George Andresen	Cemetery Board Member	January 2015
Luann Borrison	Cemetery Board Member	January 2017
Ray Gruver	Planning Commission - Chair	January 2017
Yvonne Henn	Planning Commission Member	January 2013
Raymond Johnson Jr.	Planning Commission Member	January 2013
Amber Metzger	Planning Commission Member	January 2013
Alan Murphy	Planning Commission Member	January 2014
Melvin Albrecht	Planning Commission Member	January 2015
Tom Hixon	Planning Commission Member	January 2017
Jon Lee	Civil Service Commission - Chair	April 2014
Grant Henry	Civil Service Commission Member	April 2013
Michelle Andresen	Civil Service Commission Member	April 2014

## 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, Iowa as of and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Camanche, Iowa'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.

As described in Note 1, these financial statements were prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

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, Iowa as of June 30, 2012, and the respective changes in cash basis financial position for the year then ended in conformity with the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 17, 2013, on our consideration of the City of Camanche, Iowa'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 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.

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and budgetary comparison information on pages 5 through 12 and 28 through 30 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical

context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Camanche, Iowa's basic financial statements as a whole. We previously audited, in accordance with the standards referred to in the second paragraph of this report, the financial statements for the three years ended June 30, 2009 (which are not presented herein) and expressed unqualified opinions on those financial statements which were prepared in conformity with an other comprehensive basis of accounting. The financial statements for the five years ended June 30, 2008 (which are not presented herein), were audited by other auditors whose reports expressed unqualified opinions on those financial statements in conformity with an other comprehensive basis of accounting. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The Combining Schedule of Cash Receipts, Disbursements and Changes in Cash Balances - Major Governmental Funds, Statements of Cash Receipts, Disbursements and Changes in Cash Balances - Major Governmental Funds, Combining Schedule of Cash Receipts, Disbursements and Changes in Cash Balances - Nonmajor Governmental Funds, Statements of Cash Receipts, Disbursements and Changes in Cash Balances - Nonmajor Governmental Funds, Statements of Cash Receipts, Disbursements and Changes in Cash Balances - Major Proprietary Funds, Combining Schedule of Cash Receipts, Disbursements and Changes in Cash Balances - Nonmajor Proprietary Funds, Statements of Cash Receipts, Disbursements and Changes in Cash Balances - Nonmajor Proprietary Funds, Schedule of Indebtedness, Bond and Note Maturities, Schedule of Receipts by Source and Disbursements by Function - All Governmental Funds and Schedule of Expenditures of Federal Awards, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

*Winkel, Parker & Foster, CPA PC*

Clinton, Iowa  
January 17, 2013

**CITY OF CAMANCHE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012**

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, 2012. We encourage readers to consider this information in conjunction with the City's financial statements, which follow.

**2012 FINANCIAL HIGHLIGHTS**

- Receipts of the City's governmental activities increased 85.8%, or \$3,951,398 from fiscal 2011 to fiscal 2012. Charges for services decreased \$34,536, operating grants, contributions, and restricted interest increased \$62,412, capital grants, contributions, and restricted interest decreased \$617,326 and general receipts increased \$4,540,848. The large increase in revenues is attributable to borrowing for the Washington Boulevard capital project. Charges for services decreased because ambulance billings were down from the previous year.
- Total governmental activities disbursements increased 24.9%, or \$1,182,203, in fiscal year 2012 from fiscal year 2011. Capital projects disbursements increased \$1,007,018 due to large capital projects including the Washington Boulevard capital project.
- The City's total cash basis net assets increased \$2,692,177 from June 30, 2011 to June 30, 2012. Of this amount, the net assets of the governmental activities increased \$2,686,195 and the net assets of the business type activities increased by \$5,982.

**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.

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

**CITY OF CAMANCHE**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**  
**June 30, 2012**

Supplementary Information provides detailed information about the major and nonmajor governmental funds, proprietary funds, and the City's indebtedness. In addition, the Schedule of Expenditures of Federal Awards provides details of various federal programs benefiting the City.

**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 U.S. generally accepted accounting principles. Therefore, when reviewing the financial information and discussion within this annual report, readers 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.

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, debt service, and capital projects. Property tax and state and federal 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.

**CITY OF CAMANCHE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012**

*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, Police and Fire Pension Accumulation, Employee Benefits, Cemetery Perpetual Care, Edens TIF Rebate and Robert Howson Estate, 3) the Debt Service Fund, and 4) the Capital Projects Funds. 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 statement for governmental funds is a Statement of Cash Receipts, Disbursements and Changes in Cash Balances.

- 2) Proprietary funds account for the City's Enterprise Funds. Enterprise Funds are used to report business type activities. The City maintains Enterprise Funds to provide separate information for water, sewer, and solid waste.

The required financial statement for proprietary funds is a Statement of Cash Receipts, Disbursements and Changes in Cash Balances.

**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 increased from a year ago, increasing from \$2,283,959 to \$4,970,154. The analysis that follows focuses on the changes in cash balances for governmental activities.

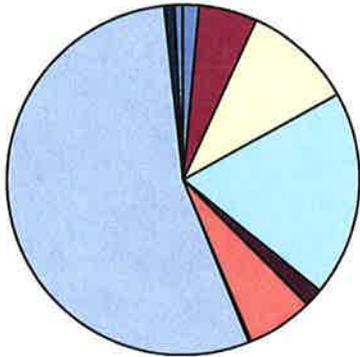
**CITY OF CAMANCHE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012**

**Changes in Cash Basis Net Assets of Governmental Activities**

	<u>2012</u>	<u>2011</u>
<b>Receipts:</b>		
Program receipts:		
Charges for services	\$ 126,916	\$ 161,452
Operating grants, contributions, and restricted interest	461,447	399,035
Capital grants, contributions, and restricted interest	872,937	1,490,263
General receipts:		
Property tax	1,639,796	1,599,766
Utility tax replacement	89,447	90,107
Utility franchise tax - cablevision	47,854	48,857
Mobile home tax	6,841	6,829
Local option sales tax	524,198	484,685
Unrestricted interest on investments	17,974	19,372
Bond, note and loan proceeds	4,691,741	165,260
Miscellaneous	76,121	136,098
Sale of capital assets	<u>4,975</u>	<u>7,125</u>
Total receipts	<u>8,560,247</u>	<u>4,608,849</u>
 <b>Disbursements:</b>		
Public safety	1,376,417	1,374,837
Public works	662,070	425,954
Culture and recreation	265,757	298,393
Community and economic development	13,050	12,000
General government	403,547	434,158
Debt service	163,743	164,057
Capital projects	<u>3,052,350</u>	<u>2,045,332</u>
Total disbursements	<u>5,936,934</u>	<u>4,754,731</u>
 Change in cash basis net assets before transfers	2,623,313	(145,882)
 Transfers, net	<u>62,882</u>	<u>58,744</u>
 Change in cash basis net assets	2,686,195	(87,138)
 Cash basis net assets, beginning of year	<u>2,283,959</u>	<u>2,371,097</u>
 <b>Cash basis net assets, end of year</b>	<u>\$4,970,154</u>	<u>\$2,283,959</u>

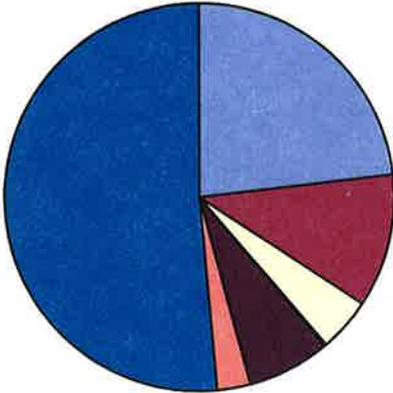
**CITY OF CAMANCHE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012**

**Receipts by Source**



- Charges for services
- Operating grants, contributions, and restricted interest
- Capital Grants, contributions, and restricted interest
- Property tax
- Other city tax
- Local option sales tax
- Unrestricted interest on investments
- Bond, note and loan proceeds
- Miscellaneous
- Sale of capital assets
- Transfers

**Disbursements by Function**



- Public safety
- Public works
- Culture and recreation
- Community and economic development
- General government
- Debt service
- Capital Projects

The City's total receipts for governmental activities increased by 85.8%, or \$3,951,398. Program receipts decreased \$589,450 while general receipts increased \$4,540,848. The decrease in program receipts is due to fewer grants received. The increase in general receipts is due to increased borrowing to pay for capital projects.

**CITY OF CAMANCHE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012**

The cost of all governmental activities this year was \$5,936,934 compared to \$4,754,731 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 \$4,475,634. Some of the cost was paid by those that directly benefited from the programs (\$126,916) or by other governments and organizations that subsidized certain programs with grants, contributions and restricted interest (\$1,334,384). Overall, the City's governmental activities receipts, including intergovernmental aid and fees for service, increased in 2012 from approximately \$4,609,000 to approximately \$8,560,000.

**Changes in Cash Basis Net Assets of Business Type Activities**

	<u>2012</u>	<u>2011</u>
<b>Receipts:</b>		
Program receipts:		
Charges for services:		
Water	\$ 241,785	\$ 308,216
Sewer	553,475	514,396
Solid waste	268,986	271,531
General receipts:		
Unrestricted interest on investments	1,678	2,658
Total receipts	<u>1,065,924</u>	<u>1,096,801</u>
 <b>Disbursements:</b>		
Water	325,206	325,166
Sewer	395,957	305,450
Solid waste	<u>275,897</u>	<u>264,692</u>
Total disbursements	<u>997,060</u>	<u>895,308</u>
 Change in cash basis net assets before transfers	68,864	201,493
Transfers, net	<u>(62,882)</u>	<u>(58,744)</u>
Change in cash basis net assets	5,982	142,749
Cash basis net assets, beginning of year	<u>730,609</u>	<u>587,860</u>
 <b>Cash basis net assets, end of year</b>	<b><u>\$ 736,591</u></b>	<b><u>\$ 730,609</u></b>

Total business type activities receipts for the fiscal year were \$1,065,924 compared to \$1,096,801 last year. Total disbursements for the fiscal year increased from \$895,308 to \$997,060.

**CITY OF CAMANCHE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012**

**INDIVIDUAL MAJOR GOVERNMENTAL FUND ANALYSIS**

As City of Camanche completed the year, its governmental funds reported a combined fund balance of \$4,970,154, an increase of more than \$2,686,000 over last year's total of \$2,283,959. 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 increased \$11,749 from the prior year to \$1,675,861. This increase is attributed to fewer expenditures than anticipated.
- The Special Revenue, Road Use Tax Fund cash balance decreased \$18,437 to \$410,752. This decrease is attributable to transfers of approximately \$34,000 into the Washington Boulevard capital project.
- The Debt Service Fund cash balance increased \$16,047 to \$27,702 during the fiscal year due to receipts and transfers exceeding disbursements.
- The Sanitary Sewer Improvement Fund cash balance decreased \$33,787 to \$(70,118) during the fiscal year. This decrease is attributable to timing related to reimbursement.

**INDIVIDUAL MAJOR BUSINESS TYPE FUND ANALYSIS**

- The Water Utility Fund cash balance decreased \$134,473 to \$(145,780), due to the water meter replacement program expenditures.
- The Sewer Utility Fund cash balance increased \$44,843 to \$490,641, due to increased revenues and fewer expenditures.
- The Solid Waste Fund cash balance decreased \$6,911 to \$117,888 at year end due to increased costs of garbage collection.

**BUDGETARY HIGHLIGHTS**

Over the course of the year, the City amended its budget one time. The budget was approved on May 29, 2012. Revenues were amended to provide for increases in water and sewer revenues, grant receipts and transfers into the Washington Boulevard capital project. Expenditures were amended to provide for increased costs due workers compensation premiums, purchases of equipment, medical expenses, repairs to buildings, temporary labor costs, and additional street repairs.

The City exceeded the amounts budgeted in the business type activities function for the year ended June 30, 2012 due to capital projects.

**CITY OF CAMANCHE  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
June 30, 2012**

**DEBT ADMINISTRATION**

At June 30, 2012, the City had \$4,665,000 in general obligation notes, compared to \$620,000 last year. The City also has a sewer revenue bond that had a principal balance of \$1,648,843 at June 30, 2012.

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 \$4,665,000 is significantly below its constitutional debt limit of \$13 million.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

City of Camanche's elected and appointed officials took a conservative approach when setting the fiscal year 2012/2013 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. The City continues to levy in Trust and Agency for benefits.

The City worked toward the completion of the largest project in the community's history. The Washington Boulevard project began in February and will be completed by the end of the calendar year. The City borrowed about \$4.2 million to finance the project. The City received a great interest rate on the borrowing and with a schedule repayment term of 20 years, we were able to minimize the increase in property taxes needed to make the payments. A number of large capital projects were completed this year, including the reconstruction of the 9<sup>th</sup> Street Bridge, the installation of emergency electric generators at the police and fire stations, the sewer lift station, the MRT, and the replacement of all water meters in the community. Many of these projects have been in the works for years and their completion will improve the quality of life for our residents for many years to come. The City did increase water rates in 2012 and two additional increases are scheduled for each of the next 2 years. Water rates had not been increased for many years and water revenues were no longer adequate to sustain the municipal water operation. The City Council chose to phase in the increase over three years to minimize the impact on rate payers.

The City refinanced the State Revolving Loan fund borrowing, changing it to a general obligation debt of the City to take advantage of lower interest costs. The City is approaching the 1<sup>st</sup> anniversary date of pumping sewage to the City of Clinton. So far, those costs have been below expectations. Aside from the scheduled water rate increases, the City does not anticipate changes to utility rates in the near future.

**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 Sheryl Jindrich, City Clerk, 917 Third Street, Camanche, Iowa 52730.

## **BASIC FINANCIAL STATEMENTS**

**CITY OF CAMANCHE**  
**STATEMENT OF ACTIVITIES AND NET ASSETS - CASH BASIS**  
As of and for the Year Ended June 30, 2012

FUNCTIONS/PROGRAMS	<u>Disbursements</u>	<u>Charges for Services</u>	<u>Program Receipts</u>	
			<u>Operating Grants, Contributions, and Restricted Interest</u>	<u>Capital Grants, Contributions, and Restricted Interest</u>
<b>Governmental activities:</b>				
Public safety	\$ 1,376,417	\$ 107,969	\$ 13,500	\$ -
Public works	662,070	-	436,898	-
Culture and recreation	265,757	11,886	11,049	-
Community and economic development	13,050	-	-	-
General government	403,547	7,061	-	-
Debt service	163,743	-	-	-
Capital projects	<u>3,052,350</u>	<u>-</u>	<u>-</u>	<u>872,937</u>
Total governmental activities	<u>5,936,934</u>	<u>126,916</u>	<u>461,447</u>	<u>872,937</u>
 <b>Business type activities:</b>				
Water	325,206	241,785	-	-
Sewer	395,957	553,475	-	-
Solid waste	<u>275,897</u>	<u>268,986</u>	<u>-</u>	<u>-</u>
Total business type activities	<u>997,060</u>	<u>1,064,246</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 6,933,994</u>	<u>\$ 1,191,162</u>	<u>\$ 461,447</u>	<u>\$ 872,937</u>

**General receipts and transfers:**

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  
Bond, note and loan proceeds  
Miscellaneous  
Sale of capital assets  
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:  
    Nonexpendable  
        Cemetery perpetual care  
    Expendable  
        Debt service  
        Streets  
        Capital improvements  
        Other purposes  
Unrestricted

Total cash basis net assets

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

<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Total</u>
\$ (1,254,948)	\$ -	\$ (1,254,948)
(225,172)	-	(225,172)
(242,822)	-	(242,822)
(13,050)	-	(13,050)
(396,486)	-	(396,486)
(163,743)	-	(163,743)
<u>(2,179,413)</u>	<u>-</u>	<u>(2,179,413)</u>
<u>(4,475,634)</u>	<u>-</u>	<u>(4,475,634)</u>
-	(83,421)	(83,421)
-	157,518	157,518
-	(6,911)	(6,911)
<u>-</u>	<u>67,186</u>	<u>67,186</u>
<u>(4,475,634)</u>	<u>67,186</u>	<u>(4,408,448)</u>
1,519,396	-	1,519,396
120,400	-	120,400
89,447	-	89,447
47,854	-	47,854
6,841	-	6,841
524,198	-	524,198
17,974	1,678	19,652
4,691,741	-	4,691,741
76,121	-	76,121
4,975	-	4,975
<u>62,882</u>	<u>(62,882)</u>	<u>-</u>
<u>7,161,829</u>	<u>(61,204)</u>	<u>7,100,625</u>
2,686,195	5,982	2,692,177
<u>2,283,959</u>	<u>730,609</u>	<u>3,014,568</u>
<u>\$ 4,970,154</u>	<u>\$ 736,591</u>	<u>\$ 5,706,745</u>
\$ 64,411	\$ -	\$ 64,411
27,702	167,417	195,119
410,752	-	410,752
2,827,120	-	2,827,120
43,286	-	43,286
<u>1,596,883</u>	<u>569,174</u>	<u>2,166,057</u>
<u>\$ 4,970,154</u>	<u>\$ 736,591</u>	<u>\$ 5,706,745</u>

The accompanying notes are an integral part of the 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, 2012**

	<u>General</u>	<u>Road Use Tax</u>	<u>Debt Service</u>	<u>Sanitary Sewer Improvement</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total</u>
<b>RECEIPTS:</b>						
Property taxes	\$ 1,159,361	\$ -	\$ 120,400	\$ -	\$ 360,035	\$ 1,639,796
Other city taxes	641,315	-	6,508	-	20,517	668,340
Licenses and permits	7,110	-	-	-	-	7,110
Use of money and property	29,657	-	-	-	3,800	33,457
Intergovernmental	43,435	421,898	-	262,990	435,678	1,164,001
Charges for services	101,738	-	-	-	-	101,738
Miscellaneous	58,785	-	-	174,269	16,035	249,089
Total receipts	<u>2,041,401</u>	<u>421,898</u>	<u>126,908</u>	<u>437,259</u>	<u>836,065</u>	<u>3,863,531</u>
<b>DISBURSEMENTS:</b>						
Operating:						
Public safety	1,200,090	-	-	-	176,327	1,376,417
Public works	235,492	405,445	-	-	21,133	662,070
Culture and recreation	245,704	-	-	-	20,053	265,757
Community and economic development	12,000	-	-	-	1,050	13,050
General government	381,773	-	-	-	21,774	403,547
Debt service	-	-	163,743	-	-	163,743
Capital projects	-	-	-	1,008,929	2,043,421	3,052,350
Total disbursements	<u>2,075,059</u>	<u>405,445</u>	<u>163,743</u>	<u>1,008,929</u>	<u>2,283,758</u>	<u>5,936,934</u>
<b>EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS</b>	<u>(33,658)</u>	<u>16,453</u>	<u>(36,835)</u>	<u>(571,670)</u>	<u>(1,447,693)</u>	<u>(2,073,403)</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Proceeds of debt	-	-	-	537,883	4,153,858	4,691,741
Sale of capital assets	4,975	-	-	-	-	4,975
Operating transfers in	576,540	-	52,882	-	158,339	787,761
Operating transfers out	(536,108)	(34,890)	-	-	(153,881)	(724,879)
Total other financing sources (uses)	<u>45,407</u>	<u>(34,890)</u>	<u>52,882</u>	<u>537,883</u>	<u>4,158,316</u>	<u>4,759,598</u>
<b>NET CHANGE IN CASH BALANCES</b>	11,749	(18,437)	16,047	(33,787)	2,710,623	2,686,195
<b>CASH BALANCES, BEGINNING OF YEAR</b>	<u>1,664,112</u>	<u>429,189</u>	<u>11,655</u>	<u>(36,331)</u>	<u>215,334</u>	<u>2,283,959</u>
<b>CASH BALANCES, END OF YEAR</b>	<u>\$ 1,675,861</u>	<u>\$ 410,752</u>	<u>\$ 27,702</u>	<u>\$ (70,118)</u>	<u>\$ 2,925,957</u>	<u>\$ 4,970,154</u>
<b>CASH BASIS FUND BALANCES</b>						
Nonspendable-Cemetery perpetual care	\$ -	\$ -	\$ -	\$ -	\$ 64,411	\$ 64,411
Restricted for:						
Debt service	-	-	27,702	-	-	27,702
Streets	-	410,752	-	-	-	410,752
Capital improvements	-	-	-	-	2,827,120	2,827,120
Other purposes	-	-	-	-	43,286	43,286
Assigned for:						
Cemetery	19,438	-	-	-	-	19,438
Library	66,777	-	-	-	-	66,777
Park and recreation	42,761	-	-	-	-	42,761
Unassigned	1,546,885	-	-	(70,118)	(8,860)	1,467,907
<b>Total cash basis fund balances</b>	<u>\$ 1,675,861</u>	<u>\$ 410,752</u>	<u>\$ 27,702</u>	<u>\$ (70,118)</u>	<u>\$ 2,925,957</u>	<u>\$ 4,970,154</u>

The accompanying notes are an integral part of the 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, 2012

EXHIBIT C

	Enterprise Funds				<u>Total</u>
	<u>Water Utility</u>	<u>Sewer Utility</u>	<u>Solid Waste</u>	<u>Nonmajor Proprietary Funds</u>	
<b>OPERATING RECEIPTS:</b>					
Charges for services	\$ 207,213	\$ 552,511	\$ 268,986	\$ 10,673	\$ 1,039,383
Miscellaneous	23,899	964	-	-	24,863
Total operating receipts	231,112	553,475	268,986	10,673	1,064,246
<b>OPERATING DISBURSEMENTS:</b>					
Business type activities:					
Water	200,791	-	-	-	200,791
Sewer	-	271,007	-	-	271,007
Solid waste	-	-	275,897	-	275,897
Total operating disbursements	200,791	271,007	275,897	-	747,695
<b>EXCESS (DEFICIENCY) OF OPERATING RECEIPTS OVER (UNDER) OPERATING DISBURSEMENTS</b>	30,321	282,468	(6,911)	10,673	316,551
<b>NON-OPERATING RECEIPTS (DISBURSEMENTS)</b>					
Interest	1,494	184	-	-	1,678
Debt service	-	-	-	(124,950)	(124,950)
Capital projects	(124,415)	-	-	-	(124,415)
Net non-operating receipts (disbursements)	(122,921)	184	-	(124,950)	(247,687)
<b>EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS</b>	(92,600)	282,652	(6,911)	(114,277)	68,864
<b>OTHER FINANCING SOURCES (USES)</b>					
Operating transfers in	-	-	-	232,810	232,810
Operating transfers out	(41,873)	(237,809)	-	(16,010)	(295,692)
Total other financing sources (uses)	(41,873)	(237,809)	-	216,800	(62,882)
<b>NET CHANGE IN CASH BALANCES</b>	(134,473)	44,843	(6,911)	102,523	5,982
<b>CASH BALANCES, BEGINNING OF YEAR</b>	(11,307)	445,798	124,799	171,319	730,609
<b>CASH BALANCES, END OF YEAR</b>	\$ (145,780)	\$ 490,641	\$ 117,888	\$ 273,842	\$ 736,591
<b>CASH BASIS FUND BALANCES</b>					
Restricted for debt service	\$ -	\$ -	\$ -	\$ 167,417	\$ 167,417
Unrestricted	(145,780)	490,641	117,888	106,425	569,174
Total cash basis fund balances	\$ (145,780)	\$ 490,641	\$ 117,888	\$ 273,842	\$ 736,591

The accompanying notes are an integral part of the financial statements.

**CITY OF CAMANCHE**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2012**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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, 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 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 Statement** - The Statement of Activities and Net Assets reports information on all of the nonfiduciary activities of the City. For the most part, the effect of interfund activity has been removed from this statement. 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.

**CITY OF CAMANCHE**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2012**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

The Statement of Activities and Net Assets presents the City's nonfiduciary net assets. Net assets are reported in the following categories/components:

*Nonexpendable restricted net assets* are subject to externally imposed stipulations which require them to be maintained permanently by the City, including the City's Permanent Fund.

*Expendable 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 not meeting the definition of the preceding categories. Unrestricted net assets often have constraints on resources imposed by management which can be removed or modified.

The Statement of Activities and Net Assets demonstrates the degree to which the direct disbursements of a given function are offset by program receipts. Direct disbursements are those clearly identifiable with a specific function. Program receipts 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 receipts are reported instead as general receipts.

**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 the road use tax allocation from the State of Iowa to be used for road construction and maintenance.

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

**CITY OF CAMANCHE**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2012**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Capital Projects Fund:

The Sanitary Sewer Improvement Fund is used to account for receipts and disbursements related to the force main lift station project.

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.

**C. Measurement Focus and 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 U.S. generally accepted accounting principles.

Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants and general receipts. Thus, when program disbursements are paid, there are both restricted and unrestricted cash basis net assets available to finance the program. It is the City's policy to first apply cost-reimbursement grant resources to such programs, followed by categorical block grants and then by general receipts.

When a disbursement in governmental funds can be paid using either restricted or unrestricted resources, the City's policy is generally to first apply the disbursement toward restricted fund balance and then to less-restrictive classifications - committed, assigned and then unassigned fund balances.

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.

**CITY OF CAMANCHE**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2012**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Governmental Cash Basis Fund Balances**

In the governmental fund financial statements, cash basis fund balances are classified as follows:

Nonspendable - Amounts which cannot be spent because they are legally or contractually required to be maintained intact.

Restricted - Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors, or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

Assigned - Amounts the City Council intends to use for specific purposes.

Unassigned - All amounts not included in the preceding classifications.

**E. Budgets and Budgetary Accounting**

The budgetary comparison and related disclosures are reported as Other Information. During the year ended June 30, 2012, disbursements exceeded the amounts budgeted in the business type activities function.

**F. Subsequent Events**

Management has evaluated subsequent events through January 17, 2013, the date the financial statements were available to be issued.

**CITY OF CAMANCHE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2012**

**NOTE 2 - CASH AND INVESTMENTS**

The City's deposits in banks at June 30, 2012 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, 2012.

**NOTE 3 - BONDS AND NOTES PAYABLE**

Annual debt service requirements to maturity for general obligation bonds and revenue note are as follows:

Year Ending June 30	General Obligation Bonds		Revenue Note		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2013	\$ 265,000	\$ 100,926	\$ 80,473	\$ 49,465	\$ 345,473	\$ 150,391
2014	285,000	80,953	81,680	47,051	366,680	128,004
2015	290,000	77,833	82,905	44,601	372,905	122,434
2016	290,000	74,027	84,149	42,114	374,149	116,141
2017	295,000	69,487	85,411	39,589	380,411	109,076
2018-2022	1,540,000	287,882	446,662	158,733	1,986,662	446,615
2023-2027	1,700,000	128,330	481,183	89,693	2,181,183	218,023
2028-2030	-	-	306,380	18,474	306,380	18,474
Total	\$ 4,665,000	\$ 819,438	\$ 1,648,843	\$ 489,720	\$ 6,313,843	\$ 1,309,158

**CITY OF CAMANCHE**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2012**

**NOTE 3 - BONDS AND NOTES PAYABLE (CONTINUED)**

On March 9, 2010, the City executed an agreement with Ruan Securities Corporation, Des Moines, Iowa, for a loan of up to \$695,000 for the purpose of refunding the outstanding 2011-2016 maturities of the Series 2001 Bonds. The loan bears interest at rates from 0.85% to 2.65% per annum, payable semi-annually, and principal is payable in six annual installments due on June 1st of each year. The principal balance of this loan at June 30, 2012 was \$470,000.

On November 18, 2009, the City entered into a loan agreement with the Iowa Finance Authority for the purpose of providing funds to pay a portion of the cost of construction improvements and extensions to the Municipal Sanitary Sewer System of the City. The total loan amount is not to exceed \$2,000,000, at an annual fixed loan rate of 3.00 percent. Additionally, the agreement requires an annual loan servicing fee equal to .25 percent of the principal balance outstanding. The amount drawn on the loan as of June 30, 2012 was \$1,648,843. Semi-annual loan payments are required with interest only payments being due on June 1 and December 1 of each year. The first repayment of principal of the loan shall be due and payable not later than one year after completion of the project. Thereafter, principal payments will be due on June 1 each year. The final interest and principal payment is due on June 1, 2030. The loan is payable solely from the sewer customer net receipts. Annual principal and interest payments on the notes are expected to require less than 85 percent of net receipts. For the current year, interest expense paid was \$46,950 and loan servicing fees paid were \$5,000 and total customer net receipts were \$282,468. The principal balance of this loan at June 30, 2012 was \$1,648,843.

The resolutions providing for the issuance of the revenue note include the following provisions:

- a) The notes will only be redeemed from the future earnings of the sewer activity and the note holders hold a lien on the future earnings of the fund.
- b) Sufficient monthly transfers shall be made to the Sewer Sinking Fund within the Enterprise Funds for the purpose of making the note principal and interest payments when due.
- c) All funds remaining in the Sewer Fund after the payment of all maintenance and operating transfers and required transfers shall be placed in a Sewer Revenue Surplus Fund within the Enterprise Funds. Funds in the Surplus Fund are to be transferred and credited to the Sinking Fund whenever necessary to prevent or remedy a default in payment of principal and interest on the bonds. As long as the Sinking Fund has the full amounts required to be deposited, as required by the above provisions, any balance in the Surplus Fund may be made available to the City as the Council may from time to time direct.

**CITY OF CAMANCHE**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2012**

**NOTE 4 - 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 supplementary 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 5.38% of their annual covered salary and the City is required to contribute 8.07% 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, 2012, 2011 and 2010 were \$46,466, \$41,477 and \$39,420 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 which includes financial statements and required supplementary information. The report may be obtained by writing to Municipal Fire and Police Retirement System of Iowa, 7155 Lake Drive, Suite 201, West Des Moines, IA 50266.

Plan members are required to contribute 9.40% 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 contributions to the Plan for the years ended June 30, 2012, 2011 and 2010 were \$157,853, \$122,725, \$95,586, respectively, which met the required minimum contribution for each year.

**NOTE 5 - 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 liability for earned vacation and sick leave payable to employees at June 30, 2012, primarily relating to the General Fund, is as follows:

<u>Type of Benefit</u>	<u>Amount</u>
Vacation	\$ 58,993
Sick leave	323,135
<b>Total</b>	<u>\$ 382,128</u>

This liability has been computed based on rates of pay as of June 30, 2012.

**CITY OF CAMANCHE  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2012**

**NOTE 6 - INTERFUND TRANSFERS**

The detail of interfund transfers for the year ended June 30, 2012 is as follows:

	<u>Transfers in</u>	<u>Transfers out</u>
General Fund	\$ 576,540	\$ 536,108
Road Use Tax Fund	-	34,890
Debt Service Fund	52,882	-
Nonmajor Governmental Funds	158,339	153,881
Water Utility Fund	-	41,873
Sewer Utility Fund	-	237,809
Nonmajor Proprietary Funds	<u>232,810</u>	<u>16,010</u>
 Total	 <u>\$ 1,020,571</u>	 <u>\$ 1,020,571</u>

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

**NOTE 7 - OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

Plan Description - The City operates a single-employer retiree benefit plan which provides medical/prescription drug benefits for employees and retirees and their spouses. There are 20 active and 4 retired members in the plan. Civil service participants must be age 55 or older at retirement. All other participants must be age 60 or older at retirement.

The medical/prescription drug benefits are provided through a fully-insured plan with United Health Care of the River Valley. Retirees under age 65 pay the same premium for the medical/prescription drug benefits as active employees.

Funding Policy - The contribution requirements of plan members are established and may be amended by the City. The City currently finances the retiree benefit plan on a pay-as-you-go basis. The most recent active member monthly premiums for the City and plan members are \$428 for single coverage, \$812 for a member with dependents, \$855 for a member and spouse, and \$1,283 for family coverage. The same monthly premiums apply to retirees. For the year ended June 30, 2012, the City contributed \$302,193 to the plan.

**NOTE 8 - RISK MANAGEMENT**

The City of Camanche is exposed to various risks of loss related to torts; theft, damage to 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.

**CITY OF CAMANCHE**  
**NOTES TO FINANCIAL STATEMENTS**  
**June 30, 2012**

**NOTE 9 - DEFICIT BALANCE**

The Sanitary Sewer Improvement Fund had a deficit balance of \$70,118 at June 30, 2012. In addition, the Employee Benefits Fund had a deficit balance of \$8,860 at June 30, 2012. Finally, the Water Utility Fund had a deficit balance of \$145,780 at June 30, 2012. The deficit balance in the Sanitary Sewer Improvement Fund was a result of project costs incurred prior to the availability of funds. The deficit balance in the Water Utility Fund was due to capital purchases exceeding operating income for the year. The deficit balance in the Employee Benefits Fund was a result of expenditures and transfers exceeding receipts. The deficits will be eliminated upon the receipt of funds in fiscal year 2013.

**NOTE 10 - 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.

**NOTE 11 - COMMITTED CONSTRUCTION**

As of June 30, 2012, the City had the following committed construction:

<u>Project</u>	<u>Total Contract Amount</u>	<u>Committed June 30, 2012</u>
Lift Station	\$ 1,033,713	\$ 87,807
Emergency Generators	146,265	7,262
Washington Boulevard	3,695,018	2,645,398
Mississippi River Trail	1,163,705	1,002,338
9 <sup>th</sup> Street Bridge Replacement	131,153	515
9 <sup>th</sup> Street Bridge Replacement	404,728	26,460
9 <sup>th</sup> Street Recreational Trail	21,800	21,800
9 <sup>th</sup> Avenue Curb and Reconstruction	25,900	25,900
3 <sup>rd</sup> Street Overlay	15,500	15,500
	<u>\$ 6,637,782</u>	<u>\$ 3,832,980</u>

**NOTE 12 - SUBSEQUENT EVENT**

In September 2012, the City issued \$1,695,000 in General Obligation Refunding Bonds, Series 2012B. The agreement was dated September 17, 2012 with an interest rate of 2.00% and final maturity of June 1, 2031. The proceeds are to be used to refund the outstanding principal of the City's Sewer Revenue Bond, Series 2009.

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

## OTHER 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**  
**Year Ended June 30, 2012**

	<b>Governmental Funds <u>Actual</u></b>	<b>Proprietary Funds <u>Actual</u></b>	<b><u>Total</u></b>
<b>RECEIPTS:</b>			
Property taxes	\$ 1,639,796	\$ -	\$ 1,639,796
Other city taxes	668,340	-	668,340
Licenses and permits	7,110	-	7,110
Use of money and property	33,457	1,678	35,135
Intergovernmental	1,164,001	-	1,164,001
Charges for services	101,738	1,039,383	1,141,121
Miscellaneous	249,089	24,863	273,952
	<u>3,863,531</u>	<u>1,065,924</u>	<u>4,929,455</u>
Total receipts			
<b>DISBURSEMENTS:</b>			
Public safety	1,376,417	-	1,376,417
Public works	662,070	-	662,070
Culture and recreation	265,757	-	265,757
Community and economic development	13,050	-	13,050
General government	403,547	-	403,547
Debt service	163,743	-	163,743
Capital projects	3,052,350	124,415	3,176,765
Business type activities	-	872,645	872,645
	<u>5,936,934</u>	<u>997,060</u>	<u>6,933,994</u>
Total disbursements			
<b>EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS</b>	(2,073,403)	68,864	(2,004,539)
<b>OTHER FINANCING SOURCES (USES), NET</b>	<u>4,759,598</u>	<u>(62,882)</u>	<u>4,696,716</u>
<b>EXCESS OF RECEIPTS AND OTHER FINANCING SOURCES OVER DISBURSEMENTS AND OTHER FINANCING SOURCES</b>	2,686,195	5,982	2,692,177
<b>BALANCES, BEGINNING OF YEAR</b>	<u>2,283,959</u>	<u>730,609</u>	<u>3,014,568</u>
<b>BALANCES, END OF YEAR</b>	<u>\$ 4,970,154</u>	<u>\$ 736,591</u>	<u>\$ 5,706,745</u>

<u>Budgeted Amounts</u>		<u>Final to Net Variance</u>
<u>Original</u>	<u>Final</u>	
\$ 1,632,289	\$ 1,632,289	\$ 7,507
657,703	657,703	10,637
11,075	11,075	(3,965)
48,700	48,700	(13,565)
1,844,950	1,844,950	(680,949)
1,048,500	1,063,500	77,621
<u>28,453</u>	<u>41,953</u>	<u>231,999</u>
<u>5,271,670</u>	<u>5,300,170</u>	<u>(370,715)</u>
1,346,350	1,450,350	73,933
602,209	757,209	95,139
295,417	295,417	29,660
45,000	45,000	31,950
545,864	545,864	142,317
294,363	294,363	130,620
6,609,000	6,609,000	3,432,235
<u>686,169</u>	<u>686,169</u>	<u>(186,476)</u>
<u>10,424,372</u>	<u>10,683,372</u>	<u>3,749,378</u>
(5,152,702)	(5,383,202)	3,378,663
<u>4,960,000</u>	<u>5,074,000</u>	<u>(377,284)</u>
(192,702)	(309,202)	3,001,379
<u>2,606,364</u>	<u>2,606,364</u>	<u>408,204</u>
<u>\$ 2,413,662</u>	<u>\$ 2,297,162</u>	<u>\$ 3,409,583</u>

**CITY OF CAMANCHE**  
**NOTES TO OTHER INFORMATION -**  
**BUDGETARY REPORTING**  
**June 30, 2012**

The budgetary comparison is presented in accordance with Governmental 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.

Formal and legal budgetary control is based upon nine major classes of disbursements known as functions, not by fund. 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, the Special Revenue Funds, the Debt Service Fund, the Capital Projects Fund, and the 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, one budget amendment increased budgeted disbursements by \$259,000. The budget amendment is reflected in the final budgeted amounts.

During the year ended June 30, 2012, disbursements exceeded the amounts budgeted in the business type activities function.

**SUPPLEMENTARY INFORMATION**

**CITY OF CAMANGCHE**  
**COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND**

As of and for the Year Ended June 30, 2012

	<u>General</u>	<u>Cemetery</u>	<u>Library</u>	<u>Park and Recreation</u>	<u>Total</u>
<b>RECEIPTS</b>					
Property taxes	\$ 1,159,361	\$ -	\$ -	\$ -	\$ 1,159,361
Other city taxes	641,315	-	-	-	641,315
Licenses and permits	7,110	-	-	-	7,110
Use of money and property	26,953	610	-	2,094	29,657
Intergovernmental	32,908	-	9,267	1,260	43,435
Charges for services	91,959	7,775	2,004	-	101,738
Miscellaneous	44,947	4,890	2,389	6,559	58,785
Total receipts	<u>2,004,553</u>	<u>13,275</u>	<u>13,660</u>	<u>9,913</u>	<u>2,041,401</u>
<b>DISBURSEMENTS</b>					
Public safety	1,200,090	-	-	-	1,200,090
Public works	235,492	-	-	-	235,492
Culture and recreation	-	48,437	123,295	73,972	245,704
Community and economic development	12,000	-	-	-	12,000
General government	381,773	-	-	-	381,773
Total disbursements	<u>1,829,355</u>	<u>48,437</u>	<u>123,295</u>	<u>73,972</u>	<u>2,075,059</u>
<b>EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS</b>	<u>175,198</u>	<u>(35,162)</u>	<u>(109,635)</u>	<u>(64,059)</u>	<u>(33,658)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Sale of capital assets	4,975	-	-	-	4,975
Operating transfers in	341,381	34,192	122,122	78,845	576,540
Operating transfers out	(536,108)	-	-	-	(536,108)
Total other financing sources (uses)	<u>(189,752)</u>	<u>34,192</u>	<u>122,122</u>	<u>78,845</u>	<u>45,407</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>(14,554)</u>	<u>(970)</u>	<u>12,487</u>	<u>14,786</u>	<u>11,749</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>	<u>1,561,439</u>	<u>20,408</u>	<u>54,290</u>	<u>27,975</u>	<u>1,664,112</u>
<b>CASH BALANCES, END OF YEAR</b>	<u>\$ 1,546,885</u>	<u>\$ 19,438</u>	<u>\$ 66,777</u>	<u>\$ 42,761</u>	<u>\$ 1,675,861</u>
<b>CASH BASIS FUND BALANCES</b>					
Assigned for:					
Cemetery	\$ -	\$ 19,438	\$ -	\$ -	\$ 19,438
Library	-	-	66,777	-	66,777
Park and recreation	-	-	-	42,761	42,761
Unassigned	1,546,885	-	-	-	1,546,885
<b>Total cash basis fund balances</b>	<u>\$ 1,546,885</u>	<u>\$ 19,438</u>	<u>\$ 66,777</u>	<u>\$ 42,761</u>	<u>\$ 1,675,861</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - GENERAL**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Property taxes			
General	\$ 1,154,691	\$ 1,159,361	\$ 1,131,039
Other city taxes			
Utility tax replacement	62,285	62,422	63,609
Utility franchise tax - cablevision	48,000	47,854	48,857
Mobile home tax	7,500	6,841	6,829
Local option sales tax	484,000	524,198	484,685
Total other city tax	<u>601,785</u>	<u>641,315</u>	<u>603,980</u>
Licenses and permits			
Beer	200	-	28
Cigarette	225	150	150
Business	150	145	215
Building	5,000	4,433	4,594
Dog	2,000	2,382	2,406
Underallocated budget	3,500	-	-
Total licenses and permits	<u>11,075</u>	<u>7,110</u>	<u>7,393</u>
Use of money and property			
Interest	20,000	13,253	17,950
Contractual payments	21,000	13,700	20,200
Underallocated budget	5,000	-	-
Total use of money and property	<u>46,000</u>	<u>26,953</u>	<u>38,150</u>
Intergovernmental			
Grants and other state aid	13,500	28,500	60,000
Liquor licenses	3,500	4,408	4,080
Overallocated budget	(11,000)	-	-
Total intergovernmental	<u>6,000</u>	<u>32,908</u>	<u>64,080</u>
Charges for services			
Ambulance fees	100,000	89,187	113,183
Animal control	800	414	685
Miscellaneous service charges	500	2,358	951
Total charges for services	<u>101,300</u>	<u>91,959</u>	<u>114,819</u>
Miscellaneous			
Court fines	5,200	9,118	9,358
Parking fines	700	2,435	3,260
Reimbursements	10,000	23,720	56,525
Miscellaneous	3,500	9,674	15,554
Underallocated budget	12,400	-	-
Total miscellaneous	<u>31,800</u>	<u>44,947</u>	<u>84,697</u>
Total receipts	<u>1,952,651</u>	<u>2,004,553</u>	<u>2,044,158</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - GENERAL**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>DISBURSEMENTS</b>			
Public safety			
Police department			
Personal services			
Police salaries	\$ 422,358	\$ 423,075	\$ 411,053
Janitor service	831	1,107	827
Overtime, holiday pay	49,050	49,820	42,901
Shift differential	2,800	-	1,240
School crossing guards	3,000	1,696	2,699
City's contribution -			
FICA and IPERS	-	-	2,921
Group insurance	123,060	124,753	105,172
Workers compensation insurance	21,848	21,438	15,791
Clothing allowance	20,500	10,309	12,379
Other expenses			
Police school and training	17,000	11,140	12,466
Liability insurance	2,500	2,500	3,345
Gas and oil	19,000	19,815	18,217
Building repair and maintenance	2,000	1,130	2,041
Repair and maintenance	6,500	4,756	8,574
Property insurance	450	816	739
Vehicle insurance	2,200	2,520	1,696
Radio and radar repair	2,500	2,460	4,859
Equipment repair	5,000	1,345	-
Minor equipment	14,000	4,798	20,178
Utilities	5,000	3,749	4,116
Telephone	13,000	10,738	10,213
Miscellaneous operating supplies	10,000	8,193	11,784
Police computer	6,500	8,383	5,514
Capital outlay	40,000	39,371	-

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - GENERAL**  
**As of and for the Years Ended June 30, 2012 and 2011**

	2012		2011
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>DISBURSEMENTS (CONTINUED)</b>			
Public safety (continued)			
Fire department			
Personal services			
Salaries - fire chief and asst chief	\$ 153,329	\$ 153,748	\$ 139,841
Overtime	10,000	5,739	9,995
City's contribution - FICA	-	-	3,886
Group insurance	29,800	31,880	25,772
Retiree group insurance	7,260	2,565	-
Workers compensation insurance	38,625	38,193	14,196
Clothing allowance	4,500	3,674	2,768
Uniforms, clothing, and badges	800	957	518
Other expenses			
Schools	6,000	4,952	4,016
Fire prevention	2,500	2,500	1,026
Liability insurance	2,500	3,758	1,849
Building maintenance	2,000	779	-
Property insurance	700	1,190	769
Gas and oil	3,000	4,093	3,527
Vehicle insurance	4,200	3,185	3,595
Equipment maintenance	8,000	6,330	9,110
Utilities	5,000	3,655	4,478
Telephone and radio	20,500	19,040	4,845
Professional fees	1,000	860	1,220
Firemen's fund	6,000	6,000	6,000
Operating supplies	5,000	3,271	5,167
Flood control	-	-	1,200
Miscellaneous	11,000	7,102	6,984
Station improvements	1,000	1,700	5,032
Capital outlay	-	-	29,859
Building inspections			
Personal services			
Salaries	10,913	10,604	10,601
City's contribution - FICA and IPERS	-	-	773
Other expenses			
Operating supplies	200	197	-
Animal control			
Other expenses	750	426	151

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - GENERAL**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>DISBURSEMENTS (CONTINUED)</b>			
Public safety (continued)			
Ambulance			
Personal services			
Salaries - paramedics and firemen	\$ 51,000	\$ 52,498	\$ 48,045
Overtime	12,000	9,858	11,216
City's contribution - FICA	-	-	429
Group insurance	14,900	15,103	12,764
Workers compensation insurance	11,862	11,994	6,952
Clothing allowance	700	1,300	1,346
Uniforms, clothing, and badges	800	-	-
Other expenses			
Schools	10,000	7,707	295
Liability insurance	700	700	1,629
Property insurance	500	500	769
Gas and oil	3,000	1,561	1,800
Vehicle insurance	1,500	1,187	1,277
Equipment maintenance	3,000	2,411	2,817
Utilities	5,000	3,655	4,008
Telephone and radio	3,500	4,078	3,639
Ambulance billing service	10,000	8,294	9,834
Operating supplies	5,000	6,463	5,842
Miscellaneous	3,500	2,471	3,092
Capital outlay	50,000	-	132,886
Overallocated budget	(27,932)	-	-
Total public safety	<u>1,282,704</u>	<u>1,200,090</u>	<u>1,244,543</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - GENERAL**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>DISBURSEMENTS (CONTINUED)</b>			
Public works			
Roadway maintenance			
Other expenses			
Salaries	\$ 31,975	\$ 31,473	\$ 28,978
City's contribution - FICA and IPERS	-	40	2,179
Gas and oil	13,000	12,569	11,967
Insurance	13,620	13,487	12,221
Utilities city garage	6,200	7,007	6,778
Supplies, repairs, and miscellaneous	5,000	2,275	3,225
Rock and sand	1,000	490	309
Capital outlay	83,000	82,428	3,711
Administration			
Personal services			
Salary - public works director	66,428	69,723	68,070
City's contribution - FICA and IPERS	-	-	4,711
Group insurance	15,120	15,103	12,764
Employee benefit	900	897	425
Underallocated budget	<u>160,500</u>	<u>-</u>	<u>-</u>
Total public works	<u>396,743</u>	<u>235,492</u>	<u>155,338</u>
Community and economic development			
Economic development	<u>15,000</u>	<u>12,000</u>	<u>12,000</u>
Total community and economic development	<u>15,000</u>	<u>12,000</u>	<u>12,000</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - GENERAL**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>DISBURSEMENTS (CONTINUED)</b>			
General government			
Mayor and council			
Personal services			
Salaries - council members	\$ 3,000	\$ 3,000	\$ 3,000
City's contribution - FICA and IPERS	-	-	117
Salary - mayor	3,000	3,000	3,000
City's contribution - FICA and IPERS	-	-	139
Other expense			
Mayor expense	300	300	300
Financial administration			
Personal services			
Salaries	128,982	134,108	133,129
City's contribution - FICA and IPERS	-	-	9,632
Group insurance	15,040	14,980	12,717
Allowances	3,000	2,250	1,500
Other benefits	1,950	1,251	1,313
Elections	4,500	3,898	-
Legal services and city attorney	30,000	19,447	32,380
City hall			
Personal services			
Janitor	1,000	1,375	1,027
City's contribution - FICA and IPERS	-	-	76
Other expenses			
Electricity	2,000	1,805	1,881
Telephone	1,800	1,567	1,487
Heating	2,900	1,197	2,196
Buildings and grounds	10,000	12,428	14,895
Other general government			
Association dues	4,500	2,686	5,017
Travel, training, and workshop	8,000	4,910	4,426
Audit	10,000	11,775	11,675
Engineering	20,000	13,245	18,325
Workers compensation insurance	500	3,645	1,051
Liability insurance	8,100	9,253	7,768
Property insurance	1,200	1,999	1,824
Vehicle insurance	500	371	380

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - GENERAL**  
**As of and for the Years Ended June 30, 2012 and 2011**

**SCHEDULE 2**  
**(CONTINUED)**

	<b>2012</b>		<b>2011</b>
	<b><u>Budget</u></b>	<b><u>Actual</u></b>	<b><u>Actual</u></b>
<b>DISBURSEMENTS (CONTINUED)</b>			
General government (continued)			
Other general government			
Other expenses			
Legal publications	\$ 5,500	\$ 7,047	\$ 6,874
Office supplies	7,500	8,845	7,319
Miscellaneous	19,204	14,233	23,452
Deductibles/copays	90,000	103,158	72,278
Capital outlay	-	-	45,000
Underallocated budget	<u>142,199</u>	<u>-</u>	<u>-</u>
Total general government	<u>524,675</u>	<u>381,773</u>	<u>424,178</u>
Total disbursements	<u>2,219,122</u>	<u>1,829,355</u>	<u>1,836,059</u>
 <b>EXCESS (DEFICIENCY) OF RECEIPTS</b>			
<b>OVER (UNDER) DISBURSEMENTS</b>	<u>(266,471)</u>	<u>175,198</u>	<u>208,099</u>
 <b>OTHER FINANCING SOURCES (USES)</b>			
Sale of capital assets	-	4,975	7,125
Operating transfers in	3,647	341,381	511,890
Operating transfers out	<u>(65,250)</u>	<u>(536,108)</u>	<u>(881,888)</u>
Total other financing sources (uses)	<u>(61,603)</u>	<u>(189,752)</u>	<u>(362,873)</u>
 <b>NET CHANGE IN CASH BALANCES</b>	<u>\$ (328,074)</u>	<u>(14,554)</u>	<u>(154,774)</u>
 <b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>1,561,439</u>	<u>1,716,213</u>
 <b>CASH BALANCES, END OF YEAR</b>		<u>\$ 1,546,885</u>	<u>\$ 1,561,439</u>
 <b>CASH BASIS FUND BALANCES</b>			
Unassigned		<u>\$ 1,546,885</u>	<u>\$ 1,561,439</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - CEMETERY**  
**As of and for the Years Ended June 30, 2012 and 2011**

**SCHEDULE 3**

	<b>2012</b>		<b>2011</b>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Use of money and property			
Interest	\$ 1,000	\$ 610	\$ 801
Charges for services			
Burials and soldiers care	6,000	7,775	5,675
Miscellaneous			
Lot sales	4,000	4,650	5,225
Miscellaneous	150	240	120
Total miscellaneous	4,150	4,890	5,345
Total receipts	11,150	13,275	11,821
<b>DISBURSEMENTS</b>			
Culture and recreation			
Personal services			
Salaries	25,656	25,360	24,574
City's contribution - FICA and IPERS	-	-	1,843
Other expense			
Supplies, repairs, and miscellaneous	7,200	7,687	3,973
Workmans compensation insurance	1,300	2,418	215
Liability insurance	200	200	111
Property insurance	50	15	14
Capital outlay	10,000	12,757	-
Underallocated budget	1,250	-	-
Total disbursements	45,656	48,437	30,730
<b>DEFICIENCY OF RECEIPTS</b>			
<b>    UNDER DISBURSEMENTS</b>	<u>(34,506)</u>	<u>(35,162)</u>	<u>(18,909)</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in	37,300	34,192	27,390
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ 2,794</u>	<u>(970)</u>	<u>8,481</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>20,408</u>	<u>11,927</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 19,438</u>	<u>\$ 20,408</u>
<b>CASH BASIS FUND BALANCES</b>			
Assigned for cemetery		<u>\$ 19,438</u>	<u>\$ 20,408</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - LIBRARY**  
**As of and for the Years Ended June 30, 2012 and 2011**

SCHEDULE 4

	2012		2011
	Budget	Actual	Actual
<b>RECEIPTS</b>			
Intergovernmental			
County share of non-resident reimbursements	\$ 5,000	\$ 6,994	\$ 4,829
Direct state aid	1,500	1,235	1,656
Enrich Iowa state funding	1,200	1,038	2,151
Total intergovernmental	7,700	9,267	8,636
Charges for services			
Copies	900	864	1,069
Miscellaneous	700	1,140	13,069
Total charges for services	1,600	2,004	14,138
Miscellaneous			
Fines and fees	2,800	2,107	2,729
Book sales and film rentals	200	282	486
Total miscellaneous	3,000	2,389	3,215
Total receipts	12,300	13,660	25,989
<b>DISBURSEMENTS</b>			
Culture and recreation			
Library services			
Personal services			
Salaries - librarian and assistants	63,710	62,026	63,725
Janitor	3,178	3,152	3,109
City's contribution - FICA, IPERS, and group insurance	5,220	5,253	9,438
Other expenses			
Enrich Iowa funds	1,200	-	-
Direct state aid	1,500	1,604	1,829
Travel and conference	700	24	311
Repairs and maintenance	3,000	5,016	24,572
Electricity	3,000	2,641	2,617
Telephone	500	132	136
Heating	3,600	2,457	3,402
Contract maintenance	299	324	307
Books and periodicals	22,000	26,903	25,096
Office supplies	2,600	2,694	3,073
Miscellaneous expense	1,200	1,126	1,376
Postage	2,100	2,270	1,591
Cleaning supplies	250	283	226
Building maintenance	6,000	4,660	-
Workers compensation insurance	300	859	318
Liability insurance	-	-	167
Property insurance	1,300	1,871	1,712
Capital outlay	1,000	-	-
Total disbursements	122,657	123,295	143,005
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	<b>(110,357)</b>	<b>(109,635)</b>	<b>(117,016)</b>
<b>OTHER FINANCING SOURCES (USES)</b>			
Operating transfers in	122,122	122,122	137,125
Operating transfers out	(1,250)	-	(2,500)
Total other financing sources (uses)	120,872	122,122	134,625
<b>NET CHANGE IN CASH BALANCES</b>	<b>\$ 10,515</b>	<b>12,487</b>	<b>17,609</b>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<b>54,290</b>	<b>36,681</b>
<b>CASH BALANCES, END OF YEAR</b>		<b>\$ 66,777</b>	<b>\$ 54,290</b>
<b>CASH BASIS FUND BALANCES</b>			
Assigned for library		<b>\$ 66,777</b>	<b>\$ 54,290</b>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - PARK AND RECREATION**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Use of money and property			
Interest	\$ 600	\$ 311	\$ 618
Garner Hall donations	1,100	1,783	1,636
Total use of money and property	<u>1,700</u>	<u>2,094</u>	<u>2,254</u>
Intergovernmental	50,000	1,260	-
Miscellaneous	2,000	6,559	35,458
Total receipts	<u>53,700</u>	<u>9,913</u>	<u>37,712</u>
<b>DISBURSEMENTS</b>			
Culture and recreation			
Parks			
Personal services			
Salaries	29,000	29,414	29,262
City's contribution -			
FICA and IPERS	-	-	2,170
Workers compensation insurance	1,000	1,688	1,342
Liability insurance	2,000	1,500	1,393
Property insurance	300	290	300
Other expenses			
Maintenance city parks	11,000	11,580	9,763
Capital outlay	-	2,975	6,000
Park improvements	40,000	7,708	46,201
Recreation			
Personal services			
Salaries	8,196	8,395	7,958
City's contribution -			
FICA and IPERS	-	-	581
Other expenses			
Maintenance - boat ramp	1,500	1,643	982
Maintenance - Garner Hall	5,500	5,064	4,938
Mardi gras	200	200	200
Summer recreation	2,000	-	1,000
Sharing tree	500	500	500
Boy's baseball	2,000	2,000	1,400
Girl's softball	2,000	-	1,400
Camanche days	500	-	200
Senior citizens	1,000	1,015	477
Total disbursements	<u>106,696</u>	<u>73,972</u>	<u>116,067</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**GENERAL FUND - PARK AND RECREATION**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	\$ (52,996)	\$ (64,059)	\$ (78,355)
<b>OTHER FINANCING SOURCES (USES)</b>			
Operating transfers in	78,845	78,845	71,592
Operating transfers out	-	-	(14,760)
Total other financing sources (uses)	<u>78,845</u>	<u>78,845</u>	<u>56,832</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ 25,849</u>	14,786	(21,523)
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>27,975</u>	<u>49,498</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 42,761</u>	<u>\$ 27,975</u>
<b>CASH BASIS FUND BALANCES</b>			
Assigned for park and recreation		<u>\$ 42,761</u>	<u>\$ 27,975</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**SPECIAL REVENUE FUND**  
**ROAD USE TAX**  
As of and for the Years Ended June 30, 2012 and 2011

SCHEDULE 6

	2012		2011
	Budget	Actual	Actual
<b>RECEIPTS</b>			
Intergovernmental			
Road use tax	\$ 390,000	\$ 421,898	\$ 389,793
<b>DISBURSEMENTS</b>			
Public works			
Roads, bridges, sidewalks			
Personal services			
Salaries	31,827	32,949	32,954
Part-time help	24,000	21,400	12,689
City's contribution - FICA	-	-	1,227
City's contribution - IPERS	-	-	1,114
Group insurance	44,676	45,309	38,291
Employee benefit	1,800	1,873	2,662
Other expenses			
Maintenance contracts	40,000	21,573	42,430
Maintenance supplies and expense	21,000	27,669	23,342
Capital outlay	191,500	157,558	4,945
Street lighting			
Other expenses			
Street lighting	40,000	39,247	38,590
Traffic safety			
Traffic control	10,000	16,681	8,779
Snow removal			
Personal services			
Salaries	18,000	3,775	11,107
City's contribution - FICA	-	-	229
City's contribution - IPERS	-	-	206
Other expense			
Salt and repairs	40,000	37,411	41,481
Overallocated budget	(128,000)	-	-
Total disbursements	334,803	405,445	260,046
<b>EXCESS OF RECEIPTS OVER DISBURSEMENTS</b>	<b>55,197</b>	<b>16,453</b>	<b>129,747</b>
<b>OTHER FINANCING USES</b>			
Operating transfers out	(198,750)	(34,890)	(157,572)
<b>NET CHANGE IN CASH BALANCES</b>	<b>\$ (143,553)</b>	<b>(18,437)</b>	<b>(27,825)</b>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		429,189	457,014
<b>CASH BALANCES, END OF YEAR</b>		<b>\$ 410,752</b>	<b>\$ 429,189</b>
<b>CASH BASIS FUND BALANCES</b>			
Restricted for streets		\$ 410,752	\$ 429,189

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**DEBT SERVICE FUND**  
**DEBT SERVICE**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Property taxes	\$ 119,676	\$ 120,400	\$ 121,640
Other city taxes			
Utility tax replacement	6,494	6,508	6,859
Total receipts	<u>126,170</u>	<u>126,908</u>	<u>128,499</u>
<b>DISBURSEMENTS</b>			
Debt service			
Sanitary sewer improvement note principal	115,000	115,000	110,000
Sanitary sewer improvement note interest	11,170	11,670	15,312
Water note principal	35,000	35,000	35,000
Water note interest	1,873	1,873	3,745
Service fee	-	200	-
IDNR state revolving loan principal	75,000	-	-
IDNR state revolving loan interest	56,320	-	-
Total disbursements	<u>294,363</u>	<u>163,743</u>	<u>164,057</u>
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	<u>(168,193)</u>	<u>(36,835)</u>	<u>(35,558)</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in	<u>168,193</u>	<u>52,882</u>	<u>38,745</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ -</u>	16,047	3,187
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>11,655</u>	<u>8,468</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 27,702</u>	<u>\$ 11,655</u>
<b>CASH BASIS FUND BALANCES</b>			
Restricted for debt service		<u>\$ 27,702</u>	<u>\$ 11,655</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**CAPITAL PROJECTS FUND**  
**SANITARY SEWER IMPROVEMENT**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Intergovernmental			
Grants and other state aid	\$ 300,000	\$ 262,990	\$ 2,422
Miscellaneous	-	174,269	-
Total receipts	<u>300,000</u>	<u>437,259</u>	<u>2,422</u>
<b>DISBURSEMENTS</b>			
Capital projects			
CDBG administration fees	10,000	-	2,422
Engineering services	150,000	61,171	34,217
Capital outlay	-	-	150,609
Lift station construction	900,000	947,758	-
Total disbursements	<u>1,060,000</u>	<u>1,008,929</u>	<u>187,248</u>
<b>DEFICIENCY OF RECEIPTS</b>			
<b>    UNDER DISBURSEMENTS</b>	<u>(760,000)</u>	<u>(571,670)</u>	<u>(184,826)</u>
<b>OTHER FINANCING SOURCES</b>			
Proceeds of debt	<u>760,000</u>	<u>537,883</u>	<u>165,260</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ -</u>	<u>(33,787)</u>	<u>(19,566)</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>(36,331)</u>	<u>(16,765)</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ (70,118)</u>	<u>\$ (36,331)</u>
<b>CASH BASIS FUND BALANCES</b>			
Unassigned		<u>\$ (70,118)</u>	<u>\$ (36,331)</u>

SCHEDULE 9

CITY OF CAMANCHE  
 COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN CASH BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 As of and for the Year Ended June 30, 2012

	Special Revenue				Permanent Cemetery Perpetual Care
	Police and Fire Pension Accumulation	Employee Benefits	Robert Howson Estate	Edens TIF Rebate	
<b>RECEIPTS</b>					
Property taxes	\$ 147,370	\$ 212,665	\$ -	\$ -	\$ -
Other city taxes	8,766	10,701	-	1,050	-
Use of money and property Intergovernmental	-	-	1	-	-
Miscellaneous	-	-	-	-	-
Total receipts	<u>156,136</u>	<u>223,366</u>	<u>1</u>	<u>1,050</u>	<u>1,600</u>
<b>DISBURSEMENTS</b>					
Public safety	160,928	15,399	-	-	-
Public works	-	21,133	-	-	-
Culture and recreation	-	20,039	14	-	-
Community and economic development	-	-	-	1,050	-
General government	-	21,774	-	-	-
Capital projects	-	-	-	-	-
Total disbursements	<u>160,928</u>	<u>78,345</u>	<u>14</u>	<u>1,050</u>	<u>-</u>
<b>EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS</b>	<u>(4,792)</u>	<u>145,021</u>	<u>(13)</u>	<u>-</u>	<u>1,600</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds of debt	-	-	-	-	-
Operating transfers in	-	-	-	-	-
Operating transfers out	-	(153,881)	-	-	-
Total other financing sources (uses)	-	<u>(153,881)</u>	-	-	-
<b>NET CHANGE IN CASH BALANCES</b>	<u>(4,792)</u>	<u>(8,860)</u>	<u>(13)</u>	<u>-</u>	<u>1,600</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>	<u>47,238</u>	<u>-</u>	<u>853</u>	<u>-</u>	<u>62,811</u>
<b>CASH BALANCES, END OF YEAR</b>	<u>\$ 42,446</u>	<u>\$ (8,860)</u>	<u>\$ 840</u>	<u>\$ -</u>	<u>\$ 64,411</u>
<b>CASH BASIS FUND BALANCES</b>					
Nonspendable-Cemetery perpetual care	-	-	-	-	\$ 64,411
Restricted for:					
Capital improvements	42,446	-	840	-	-
Other purposes	-	(8,860)	-	-	-
Unassigned	-	-	-	-	-
Total cash basis fund balances	<u>\$ 42,446</u>	<u>\$ (8,860)</u>	<u>\$ 840</u>	<u>\$ -</u>	<u>\$ 64,411</u>

SCHEDULE 9  
(CONTINUED)

CITY OF CAMANCHE  
COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS  
AND CHANGES IN CASH BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
As of and for the Year Ended June 30, 2012

	Capital Projects						Total
	CDBG	MRT	Washington Boulevard	9th Street Bridge	9th Street Improvement	Emergency Generators	
<b>RECEIPTS</b>							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 360,035
Other city taxes	-	-	-	-	-	-	20,517
Use of money and property	-	-	3,799	-	-	-	3,800
Intergovernmental	-	-	-	336,524	-	99,154	435,678
Miscellaneous	-	-	2,000	12,435	-	-	16,035
Total receipts	-	-	5,799	348,959	-	99,154	836,065
<b>DISBURSEMENTS</b>							
Public safety	-	-	-	-	-	-	176,327
Public works	-	-	-	-	-	-	21,133
Culture and recreation	-	-	-	-	-	-	20,053
Community and economic development	-	-	-	-	-	-	1,050
General government	-	-	-	-	-	-	21,774
Capital projects	-	29,199	1,407,204	459,740	-	147,278	2,043,421
Total disbursements	-	29,199	1,407,204	459,740	-	147,278	2,283,758
<b>EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS</b>	-	(29,199)	(1,401,405)	(110,781)	-	(48,124)	(1,447,695)
<b>OTHER FINANCING SOURCES (USES)</b>							
Proceeds of debt	-	-	4,153,858	-	-	-	4,153,858
Operating transfers in	-	-	158,339	-	-	-	158,339
Operating transfers out	-	-	-	-	-	-	(153,881)
Total other financing sources	-	-	4,312,197	-	-	-	4,158,316
<b>NET CHANGE IN CASH BALANCES</b>	-	(29,199)	2,910,792	(110,781)	-	(48,124)	2,710,623
<b>CASH BALANCES, BEGINNING OF YEAR</b>	6,000	66,903	(143,434)	121,138	-	53,825	215,334
<b>CASH BALANCES, END OF YEAR</b>	6,000	37,704	2,767,358	10,357	-	5,701	2,925,957
<b>CASH BASIS FUND BALANCES</b>							
Nonspendable-Cemetery perpetual care	-	-	-	-	-	-	64,411
Restricted for:							
Capital improvements	6,000	37,704	2,767,358	10,357	-	5,701	2,827,120
Other purposes	-	-	-	-	-	-	43,286
Unassigned	-	-	-	-	-	-	(8,860)
Total cash basis fund balances	6,000	37,704	2,767,358	10,357	-	5,701	2,925,957

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**SPECIAL REVENUE FUND**  
**POLICE AND FIRE PENSION ACCUMULATION**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Property taxes	\$ 145,060	\$ 147,370	\$ 113,290
Other city taxes			
Utility tax replacement	<u>7,872</u>	<u>8,766</u>	<u>6,410</u>
Total receipts	<u>152,932</u>	<u>156,136</u>	<u>119,700</u>
<b>DISBURSEMENTS</b>			
Public safety			
City's contribution			
Civil Service	148,932	157,853	122,725
Miscellaneous	<u>4,000</u>	<u>3,075</u>	<u>-</u>
Total disbursements	<u>152,932</u>	<u>160,928</u>	<u>122,725</u>
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	<u>-</u>	<u>(4,792)</u>	<u>(3,025)</u>
<b>OTHER FINANCING USES</b>			
Operating transfers out	<u>-</u>	<u>-</u>	<u>(6,794)</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ -</u>	<u>(4,792)</u>	<u>(9,819)</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>47,238</u>	<u>57,057</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 42,446</u>	<u>\$ 47,238</u>
<b>CASH BASIS FUND BALANCES</b>			
Restricted for other purposes		<u>\$ 42,446</u>	<u>\$ 47,238</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**SPECIAL REVENUE FUND**  
**EMPLOYEE BENEFITS**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Property taxes	\$ 212,862	\$ 212,665	\$ 233,797
Other city taxes			
Utility tax replacement	<u>11,552</u>	<u>10,701</u>	<u>13,229</u>
Total receipts	<u>224,414</u>	<u>223,366</u>	<u>247,026</u>
<b>DISBURSEMENTS</b>			
Public safety			
City's contribution - FICA and IPERS	14,714	15,399	7,569
Public works			
City's contribution - FICA and IPERS	25,663	21,133	10,570
Culture and recreation			
City's contribution - FICA and IPERS	20,398	20,039	8,571
General government			
City's contribution - FICA and IPERS	<u>21,189</u>	<u>21,774</u>	<u>9,980</u>
Total disbursements	<u>81,964</u>	<u>78,345</u>	<u>36,690</u>
<b>EXCESS OF RECEIPTS OVER DISBURSEMENTS</b>	<u>142,450</u>	<u>145,021</u>	<u>210,336</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Operating transfers in	-	-	6,794
Operating transfers out	<u>(224,414)</u>	<u>(153,881)</u>	<u>(217,130)</u>
Total other financing sources (uses)	<u>(224,414)</u>	<u>(153,881)</u>	<u>(210,336)</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ (81,964)</u>	<u>(8,860)</u>	<u>-</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>-</u>	<u>-</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ (8,860)</u>	<u>\$ -</u>
<b>CASH BASIS FUND BALANCES</b>			
Unassigned		<u>\$ (8,860)</u>	<u>\$ -</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**SPECIAL REVENUE FUND**  
**ROBERT HOWSON ESTATE**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Use of money and property			
Interest	\$ -	\$ 1	\$ 3
<b>DISBURSEMENTS</b>			
Culture and recreation			
Flowers and memorials	10	14	20
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ (10)</u>	(13)	(17)
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>853</u>	<u>870</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 840</u>	<u>\$ 853</u>
<b>CASH BASIS FUND BALANCES</b>			
Restricted for other purposes		<u>\$ 840</u>	<u>\$ 853</u>

**CITY OF CAMANCHE  
 STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN CASH BALANCES  
 SPECIAL REVENUE FUND  
 EDENS TIF REBATE  
 As of and for the Years Ended June 30, 2012 and 2011**

	2012		2011
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Other city taxes			
Edens TIF rebate	\$ 30,000	\$ 1,050	\$ -
Community and economic development			
Community betterment			
Economic development	30,000	1,050	-
<b>NET CHANGE IN CASH BALANCES</b>	\$ -	-	-
<b>CASH BALANCES, BEGINNING OF YEAR</b>		-	-
<b>CASH BALANCES, END OF YEAR</b>		\$ -	\$ -
<b>CASH BASIS FUND BALANCES</b>			
Restricted for other purposes		\$ -	\$ -

**CITY OF CAMANCHE  
 STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN CASH BALANCES  
 PERMANENT FUND  
 CEMETERY PERPETUAL CARE  
 As of and for the Years Ended June 30, 2012 and 2011**

	2012		2011
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Miscellaneous Contributions	\$ 1,003	\$ 1,600	\$ 1,500
<b>DISBURSEMENTS</b>			
None	-	-	-
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ 1,003</u>	1,600	1,500
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>62,811</u>	<u>61,311</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 64,411</u>	<u>\$ 62,811</u>
<b>CASH BASIS FUND BALANCES</b>			
Nonspendable - Cemetery perpetual care		<u>\$ 64,411</u>	<u>\$ 62,811</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**CAPITAL PROJECTS FUND**  
**ACC/GCC**  
**As of and for the Years Ended June 30, 2012 and 2011**

	2012		2011
	Budget	Actual	Actual
<b>RECEIPTS</b>			
Miscellaneous	\$ -	\$ -	\$ 1,159,528
<b>DISBURSEMENTS</b>			
Capital projects			
Watersystem design	-	-	119,030
Water tower construction	-	-	325,712
Distillation system construction	-	-	779,571
Total disbursements	-	-	1,224,313
<b>NET CHANGE IN CASH BALANCES</b>	\$ -	-	(64,785)
<b>CASH BALANCES, BEGINNING OF YEAR</b>		-	64,785
<b>CASH BALANCES, END OF YEAR</b>		\$ -	\$ -
<b>CASH BASIS FUND BALANCES</b>			
Restricted for capital improvements		\$ -	\$ -

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**CAPITAL PROJECTS FUND**  
**CDBG**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Intergovernmental			
Grants and other state aid	\$ 329,000	\$ -	\$ -
<b>DISBURSEMENTS</b>			
Capital projects			
Housing rehab	316,000	-	-
CDBG administration fees	13,000	-	-
Total disbursements	<u>329,000</u>	<u>-</u>	<u>-</u>
<b>EXCESS OF RECEIPTS OVER DISBURSEMENTS</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in	<u>4,000</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ 4,000</u>	<u>-</u>	<u>-</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>6,000</u>	<u>6,000</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 6,000</u>	<u>\$ 6,000</u>
<b>CASH BASIS FUND BALANCES</b>			
Restricted for capital improvements		<u>\$ 6,000</u>	<u>\$ 6,000</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**CAPITAL PROJECTS FUND**  
**MRT**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
None	\$ -	\$ -	\$ -
<b>DISBURSEMENTS</b>			
Capital projects			
Engineering services	50,000	-	-
MRT construction	-	29,199	133,097
Total disbursements	<u>50,000</u>	<u>29,199</u>	<u>133,097</u>
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	<u>(50,000)</u>	<u>(29,199)</u>	<u>(133,097)</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in	-	-	200,000
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ (50,000)</u>	(29,199)	66,903
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>66,903</u>	<u>-</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 37,704</u>	<u>\$ 66,903</u>
<b>CASH BASIS FUND BALANCES</b>			
Restricted for capital improvements		<u>\$ 37,704</u>	<u>\$ 66,903</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**CAPITAL PROJECTS FUND**  
**WASHINGTON BOULEVARD**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Use of money and property			
Interest	\$ -	\$ 3,799	\$ -
Intergovernmental			
Grants and other state aid	-	-	191,023
Miscellaneous	-	2,000	-
Total receipts	<u>-</u>	<u>5,799</u>	<u>191,023</u>
<b>DISBURSEMENTS</b>			
Capital projects			
Washington blvd engineering	300,000	357,585	241,177
Washington blvd street construction	2,100,000	366,060	205,638
Washington blvd storm sewer	1,800,000	683,559	-
Underallocated budget	204,000	-	-
Total disbursements	<u>4,404,000</u>	<u>1,407,204</u>	<u>446,815</u>
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	<u>(4,404,000)</u>	<u>(1,401,405)</u>	<u>(255,792)</u>
<b>OTHER FINANCING SOURCES</b>			
Proceeds of debt	4,314,000	4,153,858	-
Operating transfers in	114,000	158,339	107,220
Total other financing sources	<u>4,428,000</u>	<u>4,312,197</u>	<u>107,220</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ 24,000</u>	2,910,792	(148,572)
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>(143,434)</u>	<u>5,138</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 2,767,358</u>	<u>\$ (143,434)</u>
<b>CASH BASIS FUND BALANCES</b>			
Restricted for capital improvements		\$ 2,767,358	\$ -
Unassigned		-	(143,434)
<b>Total cash basis fund balances</b>		<u>\$ 2,767,358</u>	<u>\$ (143,434)</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**CAPITAL PROJECTS FUND**  
**9TH STREET BRIDGE**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Intergovernmental			
Grants and other state aid	\$ 303,750	\$ 336,524	\$ -
Miscellaneous	-	12,435	-
Total receipts	<u>303,750</u>	<u>348,959</u>	<u>-</u>
<b>DISBURSEMENTS</b>			
Capital projects			
Engineering services	20,000	76,048	15,288
9th street bridge construction	<u>385,000</u>	<u>383,692</u>	<u>-</u>
Total disbursements	<u>405,000</u>	<u>459,740</u>	<u>15,288</u>
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	<u>(101,250)</u>	<u>(110,781)</u>	<u>(15,288)</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in	<u>49,750</u>	<u>-</u>	<u>142,572</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ (51,500)</u>	<u>(110,781)</u>	<u>127,284</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>121,138</u>	<u>(6,146)</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 10,357</u>	<u>\$ 121,138</u>
<b>CASH BASIS FUND BALANCES</b>			
Restricted for capital improvements		\$ 10,357	\$ 121,138

**CITY OF CAMANCHE  
STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS  
AND CHANGES IN CASH BALANCES  
CAPITAL PROJECTS FUND  
9TH STREET IMPROVEMENT  
As of and for the Years Ended June 30, 2012 and 2011**

	<b>2012</b>		<b>2011</b>
	<u><b>Budget</b></u>	<u><b>Actual</b></u>	<u><b>Actual</b></u>
<b>RECEIPTS</b>			
Intergovernmental			
Grants and other state aid	\$ 271,000	\$ -	\$ -
<b>DISBURSEMENTS</b>			
Capital projects			
Engineering services	72,000	-	-
9th street construction	<u>289,000</u>	<u>-</u>	<u>15,106</u>
Total disbursements	<u>361,000</u>	<u>-</u>	<u>15,106</u>
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	<u>(90,000)</u>	<u>-</u>	<u>(15,106)</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in	<u>90,000</u>	<u>-</u>	<u>96,060</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ -</u>	<u>-</u>	<u>80,954</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>-</u>	<u>(80,954)</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ -</u>	<u>\$ -</u>
<b>CASH BASIS FUND BALANCES</b>			
Unassigned		<u>\$ -</u>	<u>\$ -</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**CAPITAL PROJECTS FUND**  
**EMERGENCY GENERATOR**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>RECEIPTS</b>			
Intergovernmental			
Grants and other state aid	\$ 187,500	\$ 99,154	\$ 77,290
<b>DISBURSEMENTS</b>			
Capital projects			
Engineering services	50,000	8,275	23,465
Emergency generator construction	<u>200,000</u>	<u>139,003</u>	<u>-</u>
Total disbursements	<u>250,000</u>	<u>147,278</u>	<u>23,465</u>
<b>EXCESS (DEFICIENCY) OF RECEIPTS</b>			
<b>OVER (UNDER) DISBURSEMENTS</b>	<u>(62,500)</u>	<u>(48,124)</u>	<u>53,825</u>
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in	<u>62,500</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ -</u>	<u>(48,124)</u>	<u>53,825</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>53,825</u>	<u>-</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 5,701</u>	<u>\$ 53,825</u>
<b>CASH BASIS FUND BALANCES</b>			
Restricted for capital improvements		<u>\$ 5,701</u>	<u>\$ 53,825</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**ENTERPRISE FUND**  
**WATER UTILITY**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>OPERATING RECEIPTS</b>			
Charges for services			
Water sales	\$ 189,500	\$ 203,803	\$ 181,270
Yard meters	500	600	430
Penalties	4,000	2,352	4,006
Water taps	1,200	200	400
Credit card fees	-	84	-
Net sales tax collected (paid)	-	174	(394)
Total charges for services	<u>195,200</u>	<u>207,213</u>	<u>185,712</u>
Miscellaneous			
Refunds and transfers	-	23,899	113,982
Total operating receipts	<u>195,200</u>	<u>231,112</u>	<u>299,694</u>
<b>OPERATING DISBURSEMENTS</b>			
Water			
Plant operations			
Personal services			
Salaries	106,172	94,245	92,570
City's contribution - FICA	6,210	5,899	7,082
City's contribution - IPERS	6,551	6,096	6,082
Group insurance	14,532	15,076	10,856
Workmans compensation insurance	1,800	2,993	2,097
Clothing allowance	-	56	-
Liability insurance	1,000	1,000	1,115
Property insurance	5,000	2,418	2,212
Other expenses			
Utilities	20,000	16,460	16,869
Chemicals	15,000	19,834	14,645
Other supplies	10,000	36,714	37,098

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**ENTERPRISE FUND**  
**WATER UTILITY**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>OPERATING DISBURSEMENTS (Continued)</b>			
Water (continued)			
Plant maintenance			
Other expense	\$ -	\$ -	\$ 2,000
Total operating disbursements	<u>186,265</u>	<u>200,791</u>	<u>192,626</u>
<b>EXCESS OF OPERATING RECEIPTS OVER OPERATING DISBURSEMENTS</b>	<u>8,935</u>	<u>30,321</u>	<u>107,068</u>
<b>NON-OPERATING RECEIPTS (DISBURSEMENTS)</b>			
Interest	-	1,494	1,551
Capital projects	<u>(50,000)</u>	<u>(124,415)</u>	<u>(132,540)</u>
Net non-operating receipts (disbursements)	<u>(50,000)</u>	<u>(122,921)</u>	<u>(130,989)</u>
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	<u>(41,065)</u>	<u>(92,600)</u>	<u>(23,921)</u>
<b>OTHER FINANCING USES</b>			
Operating transfers out	<u>(41,873)</u>	<u>(41,873)</u>	<u>(48,744)</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ (82,938)</u>	<u>(134,473)</u>	<u>(72,665)</u>
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>(11,307)</u>	<u>61,358</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ (145,780)</u>	<u>\$ (11,307)</u>
<b>CASH BASIS FUND BALANCES</b>			
Unrestricted		<u>\$ (145,780)</u>	<u>\$ (11,307)</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**ENTERPRISE FUND**  
**SEWER UTILITY**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>OPERATING RECEIPTS</b>			
Charges for services			
Sewer rentals collected	\$ 457,500	\$ 518,985	\$ 476,773
Penalties	31,100	33,735	34,749
Overpayments	-	-	1,523
Sewer taps	800	250	250
Net sales tax collected (paid)	-	(459)	950
Total charges for services	<u>489,400</u>	<u>552,511</u>	<u>514,245</u>
Miscellaneous			
Refunds	-	964	151
Total operating receipts	<u>489,400</u>	<u>553,475</u>	<u>514,396</u>
<b>OPERATING DISBURSEMENTS</b>			
Sewer			
Personal services			
Salaries	121,328	123,523	117,516
City's contribution - FICA	9,282	9,450	8,990
City's contribution - IPERS	9,792	7,480	8,027
Group insurance	19,692	15,529	16,850
Workmans compensation insurance	3,000	6,958	4,095
Employee benefit	1,400	1,292	1,435
Liability insurance	2,000	1,500	836
Other expenses			
Repairs and maintenance - building and equipment	15,000	14,917	17,039
Property insurance	1,000	1,066	1,005
Vehicle insurance	400	-	329
Electricity	35,000	20,062	25,814
Telephone	1,700	1,398	1,426
Heating	10,000	3,977	11,171
Engineering	2,000	-	-
Clinton contract	-	43,827	-
Contracted items	25,000	11,344	23,686
Chemicals and supplies	2,500	807	2,445
Miscellaneous expense	15,000	7,566	12,456
Other expense	750	311	463
Capital outlay	25,000	-	-
Sewer utility replacement	20,000	-	13,367
Overalllocated budget	(136,320)	-	-
Total operating disbursements	<u>183,524</u>	<u>271,007</u>	<u>266,950</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**ENTERPRISE FUND**  
**SEWER UTILITY**  
As of and for the Years Ended June 30, 2012 and 2011

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>EXCESS OF OPERATING RECEIPTS OVER OPERATING DISBURSEMENTS</b>	\$ 305,876	\$ 282,468	\$ 247,446
<b>NON-OPERATING RECEIPTS</b>			
Interest	-	184	1,107
<b>EXCESS OF RECEIPTS OVER DISBURSEMENTS</b>	<u>305,876</u>	<u>282,652</u>	<u>248,553</u>
<b>OTHER FINANCING USES</b>			
Operating transfers out	<u>(136,320)</u>	<u>(237,809)</u>	<u>(124,067)</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ 169,556</u>	44,843	124,486
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>445,798</u>	<u>321,312</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 490,641</u>	<u>\$ 445,798</u>
<b>CASH BASIS FUND BALANCES</b>			
Unrestricted		<u>\$ 490,641</u>	<u>\$ 445,798</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**ENTERPRISE FUND**  
**SOLID WASTE**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>OPERATING RECEIPTS</b>			
Charges for services			
Solid waste fees	\$ 270,000	\$ 268,986	\$ 271,531
<b>OPERATING DISBURSEMENTS</b>			
Solid waste			
Solid waste assessment	45,000	44,480	42,150
Waste disposal contract	218,380	228,905	219,166
Landfill fees	3,000	2,512	3,376
Total operating disbursements	<u>266,380</u>	<u>275,897</u>	<u>264,692</u>
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ 3,620</u>	(6,911)	6,839
<b>CASH BALANCES, BEGINNING OF YEAR</b>		<u>124,799</u>	<u>117,960</u>
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 117,888</u>	<u>\$ 124,799</u>
<b>CASH BASIS FUND BALANCES</b>			
Unrestricted		<u>\$ 117,888</u>	<u>\$ 124,799</u>

**CITY OF CAMANCHE**  
**COMBINING SCHEDULE OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**NONMAJOR PROPRIETARY FUNDS**  
As of and for the Year Ended June 30, 2012

**SCHEDULE 25**

	Enterprise Funds			<u>Total</u>
	<u>Sewer Sinking</u>	<u>Sewer Reserve</u>	<u>Water Meter Deposit</u>	
<b>OPERATING RECEIPTS:</b>				
Charges for services				
Customer deposits	\$ -	\$ -	\$ 10,673	\$ 10,673
<b>OPERATING DISBURSEMENTS:</b>				
None	-	-	-	-
<b>EXCESS OF OPERATING RECEIPTS OVER OPERATING DISBURSEMENTS</b>	<u>-</u>	<u>-</u>	<u>10,673</u>	<u>10,673</u>
<b>NON-OPERATING DISBURSEMENTS</b>				
Debt service	<u>(124,950)</u>	<u>-</u>	<u>-</u>	<u>(124,950)</u>
<b>EXCESS (DEFICIENCY) OF RECEIPTS OVER (UNDER) DISBURSEMENTS</b>	<u>(124,950)</u>	<u>-</u>	<u>10,673</u>	<u>(114,277)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Operating transfers in	132,810	100,000	-	232,810
Operating transfers out	<u>(16,010)</u>	<u>-</u>	<u>-</u>	<u>(16,010)</u>
Total other financing sources (uses)	<u>116,800</u>	<u>100,000</u>	<u>-</u>	<u>216,800</u>
<b>NET CHANGE IN CASH BALANCES</b>	(8,150)	100,000	10,673	102,523
<b>CASH BALANCES, BEGINNING OF YEAR</b>	<u>75,567</u>	<u>-</u>	<u>95,752</u>	<u>171,319</u>
<b>CASH BALANCES, END OF YEAR</b>	<u>\$ 67,417</u>	<u>\$ 100,000</u>	<u>\$ 106,425</u>	<u>\$ 273,842</u>
<b>CASH BASIS FUND BALANCES</b>				
Restricted for debt service	\$ 67,417	\$ 100,000	\$ -	\$ 167,417
Unrestricted	<u>-</u>	<u>-</u>	<u>106,425</u>	<u>106,425</u>
Total cash basis fund balances	<u>\$ 67,417</u>	<u>\$ 100,000</u>	<u>\$ 106,425</u>	<u>\$ 273,842</u>

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**ENTERPRISE FUND**  
**SEWER SINKING**  
**As of and for the Years Ended June 30, 2012 and 2011**

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>OPERATING RECEIPTS</b>			
None	\$ -	\$ -	\$ -
<b>OPERATING DISBURSEMENTS</b>			
None	-	-	-
<b>EXCESS OF OPERATING RECEIPTS OVER OPERATING DISBURSEMENTS</b>	-	-	-
<b>NON-OPERATING DISBURSEMENTS</b>			
Debt service	-	(124,950)	(38,500)
<b>DEFICIENCY OF RECEIPTS UNDER DISBURSEMENTS</b>	-	(124,950)	(38,500)
<b>OTHER FINANCING SOURCES (USES)</b>			
Operating transfers in	-	132,810	114,067
Operating transfers out	-	(16,010)	-
Total other financing sources (uses)	-	116,800	114,067
<b>NET CHANGE IN CASH BALANCES</b>	\$ -	(8,150)	75,567
<b>CASH BALANCES, BEGINNING OF YEAR</b>		75,567	-
<b>CASH BALANCES, END OF YEAR</b>		\$ 67,417	\$ 75,567
<b>CASH BASIS FUND BALANCES</b>			
Restricted for debt service		\$ 67,417	\$ 75,567

**CITY OF CAMANCHE**  
**STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS**  
**AND CHANGES IN CASH BALANCES**  
**ENTERPRISE FUND**  
**SEWER RESERVE**  
As of and for the Years Ended June 30, 2012 and 2011

	<u>2012</u>		<u>2011</u>
	<u>Budget</u>	<u>Actual</u>	<u>Actual</u>
<b>OPERATING RECEIPTS</b>			
None	\$ -	\$ -	\$ -
<b>OPERATING DISBURSEMENTS</b>			
None	-	-	-
<b>EXCESS OF OPERATING RECEIPTS OVER OPERATING DISBURSEMENTS</b>	-	-	-
<b>OTHER FINANCING SOURCES</b>			
Operating transfers in	-	100,000	-
<b>NET CHANGE IN CASH BALANCES</b>	<u>\$ -</u>	100,000	-
<b>CASH BALANCES, BEGINNING OF YEAR</b>		-	-
<b>CASH BALANCES, END OF YEAR</b>		<u>\$ 100,000</u>	<u>\$ -</u>
<b>CASH BASIS FUND BALANCES</b>			
Restricted for debt service		<u>\$ 100,000</u>	<u>\$ -</u>

**CITY OF CAMANCHE  
 STATEMENTS OF CASH RECEIPTS, DISBURSEMENTS  
 AND CHANGES IN CASH BALANCES  
 ENTERPRISE FUND  
 WATER METER DEPOSIT  
 As of and for the Years Ended June 30, 2012 and 2011**

	2012		2011
	Budget	Actual	Actual
<b>OPERATING RECEIPTS</b>			
Charges for services			
Customer deposits	\$ -	\$ 10,673	\$ 8,522
<b>OPERATING DISBURSEMENTS</b>			
None	-	-	-
<b>NET CHANGE IN CASH BALANCES</b>	<b>\$ -</b>	10,673	8,522
<b>CASH BALANCES, BEGINNING OF YEAR</b>		95,752	87,230
<b>CASH BALANCES, END OF YEAR</b>		<b>\$ 106,425</b>	<b>\$ 95,752</b>
<b>CASH BASIS FUND BALANCES</b>			
Unrestricted		\$ 106,425	\$ 95,752

**CITY OF CAMANCHE**  
**SCHEDULE OF INDEBTEDNESS**  
 Year Ended June 30, 2012

<u>General Obligation Notes</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 Bonds: Water Note	11/01/96	5.35%	\$ 395,000	\$ 35,000	\$ -	\$ 35,000	\$ -	\$ 1,873	\$ -
Refunding Bonds Series 2010	03/09/10	0.85% to 2.65%	695,000	585,000	-	115,000	470,000	11,170	-
Street Improvement Bonds Series 2012	03/05/12	0.45% to 2.60%	4,195,000	-	4,195,000	-	4,195,000	-	-
<b>Total</b>			<b>\$5,285,000</b>	<b>\$ 620,000</b>	<b>\$ 4,195,000</b>	<b>\$ 150,000</b>	<b>\$ 4,665,000</b>	<b>\$ 13,043</b>	<b>\$ -</b>
Revenue Notes: Sewer	11/18/09	3.00%	\$2,000,000	\$1,183,960	\$ 537,883	\$ 73,000	\$ 1,648,843	\$ 46,950	\$ -

**CITY OF CAMANCHE  
BOND AND NOTE MATURITIES  
June 30, 2012**

Year Ending June 30,	General Obligation Bonds				Revenue Note		Total
	Street Improvement Bonds		Refunding Bonds		Sewer Revenue Note		
	Issued March 5, 2012		Issued March 9, 2010		Issued November 18, 2009		
	Interest Rates	Amount	Interest Rates	Amount	Interest Rates	Amount	
2013	0.45%	\$ 150,000	1.50%	\$ 115,000	3.00%	\$ 80,473	\$ 345,473
2014	0.55%	170,000	1.90%	115,000	3.00%	81,680	366,680
2015	0.65%	170,000	2.25%	120,000	3.00%	82,905	372,905
2016	0.80%	170,000	2.65%	120,000	3.00%	84,149	374,149
2017	1.05%	295,000	-	-	3.00%	85,411	380,411
2018	1.25%	300,000	-	-	3.00%	86,692	386,692
2019	1.45%	305,000	-	-	3.00%	87,993	392,993
2020	1.65%	305,000	-	-	3.00%	89,313	394,313
2021	1.85%	310,000	-	-	3.00%	90,652	400,652
2022	2.05%	320,000	-	-	3.00%	92,012	412,012
2023	2.20%	325,000	-	-	3.00%	93,392	418,392
2024	2.25%	330,000	-	-	3.00%	94,793	424,793
2025	2.40%	340,000	-	-	3.00%	96,215	436,215
2026	2.55%	350,000	-	-	3.00%	97,658	447,658
2027	2.60%	355,000	-	-	3.00%	99,123	454,123
2028	-	-	-	-	3.00%	100,610	100,610
2029	-	-	-	-	3.00%	102,119	102,119
2030	-	-	-	-	3.00%	103,653	103,653
<b>TOTALS</b>		<u>\$ 4,195,000</u>		<u>\$ 470,000</u>		<u>\$ 1,648,843</u>	<u>\$ 6,313,843</u>

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

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
<b>RECEIPTS</b>									
Property taxes	\$ 1,639,796	\$ 1,599,766	\$ 1,492,216	\$ 1,448,322	\$ 1,417,818	\$ 1,425,567	\$ 1,043,139	\$ 1,030,851	\$ 1,062,383
Other city taxes	668,340	630,478	608,796	713,462	605,647	703,928	534,735	529,694	547,174
Licenses and permits	7,110	7,393	16,841	10,201	9,080	11,832	1,492	10,090	8,650
Use of money and property	33,457	41,208	27,408	57,098	70,928	71,095	53,507	29,787	41,611
Intergovernmental	1,164,001	733,244	673,598	644,333	391,603	435,172	660,766	507,298	362,574
Charges for services	101,738	134,632	61,771	9,177	10,962	9,432	7,195	10,156	28,395
Miscellaneous	249,089	1,289,743	3,960,337	72,170	425,459	101,334	146,999	60,570	57,682
<b>TOTAL RECEIPTS</b>	<b>\$ 3,863,531</b>	<b>\$ 4,436,464</b>	<b>\$ 6,840,967</b>	<b>\$ 2,954,763</b>	<b>\$ 2,931,497</b>	<b>\$ 2,758,360</b>	<b>\$ 2,447,833</b>	<b>\$ 2,178,446</b>	<b>\$ 2,108,469</b>

**DISBURSEMENTS**

Operating:	\$ 1,376,417	\$ 1,374,837	\$ 1,291,436	\$ 1,213,809	\$ 1,368,424	\$ 1,054,362	\$ 1,041,629	\$ 1,097,986	\$ 925,217
Public safety	662,070	425,954	641,000	590,005	498,240	494,600	598,934	461,459	504,269
Public works	265,757	298,393	241,329	229,736	212,056	213,114	200,975	197,935	201,997
Culture and recreation	13,050	12,000	12,250	10,000	10,000	10,000	226,863	4,000	5,084
Community and economic development	403,547	434,158	376,203	394,017	384,852	330,811	411,967	301,113	266,520
General government	163,743	164,057	187,306	225,018	193,060	199,015	200,723	197,246	245,716
Debt service	3,052,350	2,045,332	5,185,076	163,566	68,928	10,205	-	-	-
Capital projects	-	-	-	506,297	-	-	-	-	-
Business type activities	-	-	-	3,857	2,520	2,596	3,289	2,305	-
Solid waste	-	-	-	-	-	-	-	-	-
<b>TOTAL DISBURSEMENTS</b>	<b>\$ 5,936,934</b>	<b>\$ 4,754,731</b>	<b>\$ 7,934,600</b>	<b>\$ 3,336,305</b>	<b>\$ 2,738,080</b>	<b>\$ 2,314,703</b>	<b>\$ 2,684,380</b>	<b>\$ 2,262,044</b>	<b>\$ 2,138,803</b>

**CITY OF CAMANCHE**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**Year Ended June 30, 2012**

<u>GRANTOR/PROGRAM</u>	<u>CFDA Number</u>	<u>Agency Pass-through Number</u>	<u>Program Expenditures</u>
Indirect:			
U.S. Department of Housing and Urban Development:			
Iowa Department of Economic Development:			
Community Development Block Grants/State Programs and Non-Entitlement Grants in Hawaii	14.228	10-WS-013	\$ 300,000
U.S. Department of Transportation:			
Iowa Department of Transportation:			
Highway Planning and Construction	20.205	06-05-HBRR-10	334,300
U.S. Department of Homeland Security:			
Iowa Homeland Security and Emergency Management Division:			
Pre-Disaster Mitigation	97.047	FY-10-PDM-JES-01	<u>110,459</u>
Total			<u>\$ 744,759</u>

Basis of Presentation - The Schedule of Expenditures of Federal Awards includes the federal grant activity of City of Camanche and is presented in conformity with an other comprehensive basis of accounting. The information on this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

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

To the 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, Iowa as of and for the year ended June 30, 2012, which collectively comprise the City of Camanche, Iowa's basic financial statements listed in the table of contents, and have issued our report thereon dated January 17, 2013. Our report expressed unqualified opinions 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**

Management of the City of Camanche, Iowa, is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the City of Camanche, Iowa's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Camanche, Iowa's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City of Camanche, Iowa's internal control over financial reporting.

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses and, therefore, there can be no assurance all deficiencies, significant deficiencies or material weaknesses have been identified. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting, described in the accompanying Schedule of Findings and Questioned Costs as items II-A-12 and II-B-12 that we consider to be significant deficiencies in internal control over financial reporting. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City of Camanche, Iowa'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. However, we noted certain immaterial instances of noncompliance or other matters which are described in Part III of the accompanying Schedule of Findings and Questioned Costs.

Comments involving statutory and other legal matters about the City's operations for the year ended June 30, 2012 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.

The City of Camanche, Iowa's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. While we have expressed our conclusions on the City's responses, we did not audit City of Camanche, Iowa's responses and, accordingly, we express no opinion on them.

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, Iowa and other parties to whom the City of Camanche, Iowa may report, including federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

We would like to acknowledge the many courtesies and assistance extended to us by personnel of the City of Camanche, Iowa 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.

*Winkel, Parker & Foster, CPA PC*

Clinton, Iowa  
January 17, 2013

**Independent Auditor's Report on Compliance with Requirements That Could Have a  
Direct and Material Effect on Each Major Program and on Internal Control over  
Compliance in Accordance with OMB Circular A-133**

To the Honorable Mayor and  
Members of the City Council:

**Compliance**

We have audited the City of Camanche, Iowa's compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of City of Camanche, Iowa's major federal programs for the year ended June 30, 2012. The City of Camanche, Iowa's major federal programs are identified in Part I of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City of Camanche, Iowa's management. Our responsibility is to express an opinion on the City of Camanche, Iowa's compliance based on our audit.

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

In our opinion, the City of Camanche, Iowa complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

**Internal Control over Compliance**

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and, therefore, there can be no assurance all deficiencies, significant deficiencies, or material weaknesses have been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The City of Camanche, Iowa's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the City of Camanche, Iowa's responses and, accordingly, we express no opinion on the responses.

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

*Winkel, Parker & Foster, CPA PC*

Clinton, Iowa  
January 17, 2013

**CITY OF CAMANCHE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**As of and for the Year Ended June 30, 2012**

**Part I: Summary of the Independent 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  no
- Significant deficiency(s) identified that are not considered to be material weaknesses?  yes  none reported
- Noncompliance material to financial statements noted?  yes  no

**Federal Awards**

Internal control over major programs:

- Material weakness(es) identified?  yes  no
- Significant deficiency(s) identified that are not considered to be material weaknesses?  yes  none reported

Type of auditor's report issued on compliance for major programs: Unqualified opinion - cash basis

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section .510(a)?  yes  no

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.228	Community Development Block Grants/State's Programs and Non-Entitlement Grants in Hawaii
20.205	Highway Planning and Construction

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee?  yes  no

**CITY OF CAMANCHE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2012**

**Part II: Findings Related to the Financial Statements:**

**INTERNAL CONTROL DEFICIENCIES:**

II-A-12 Financial Statement Preparation

Criteria

The City engages Winkel, Parker & Foster, CPA PC to assist in preparing its financial statements and accompanying disclosures. However, as independent auditors, Winkel, Parker & Foster, CPA PC cannot be considered part of the entity's internal control system. To establish proper internal control over the preparation of its financial statements, including disclosures, the entity should design and implement a comprehensive review procedure to ensure that the financial statements, including disclosures, are complete and accurate.

Condition

The City has not implemented procedures, to the degree necessary, to perform a comprehensive review of the City's financial statements and related disclosures to provide a high level of assurance that potential omissions or other errors that are less than material, but more than inconsequential, would be identified and corrected.

Effect

Management or employees in the normal course of performing their assigned functions may not prevent or detect and correct financial statement misstatements and disclosure omissions in a timely manner.

Cause

The entity has relied on independent auditor's to some degree to provide assurance that the financial statements, including disclosures, are not materially misstated.

Recommendation

Management should perform a comprehensive review of the financial statements to ensure that the financial statements, including disclosures, are complete and accurate.

Response

Management will perform a comprehensive review of the financial statements to ensure that the financial statements, including disclosures, are complete and accurate.

Conclusion

Response accepted.

**CITY OF CAMANCHE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2012**

**Part II: Findings Related to the Financial Statements: (Continued)**

**II-B-12 Segregation of Duties**

Criteria

Internal controls should be in place to reduce to a relatively low risk the likelihood a material misstatement to the financial statements could occur and not be detected and corrected in a timely period by employees in the normal course of performing their assigned functions. A good system of internal control contemplates an adequate segregation of duties so that no one individual handles a transaction from its inception to its completion.

Condition

Currently, there are two individuals with accounting and financial duties. Therefore, at various times employees have the ability to initiate, authorize and record transactions with no formal review process in place. As a result, all of those aspects of internal control which rely upon an adequate segregation of duties are, for all practical purposes, missing.

Effect

As a result of this condition, there is a higher risk that errors or irregularities could occur and not be detected and corrected within a timely period.

Cause

The entity has a limited number of personnel performing accounting functions.

Recommendation

The City should be aware of the lack of segregation of duties and regularly review controls which could be put in place to mitigate the risk that misstatements could occur and not be detected and corrected on a timely basis.

Response

The City concurs with the recommendations; however, believes the supervision by the Mayor and members of the City Council are considered mitigating factors in the lack of segregation of duties condition. The City recognizes that it would not be cost effective to hire additional personnel to maximize the segregation of accounting duties due to the size of the City. The City is aware of the condition and will continue to monitor and implement compensating controls.

Conclusion

Response acknowledged. The City should segregate duties to the extent possible with existing personnel.

**INSTANCES OF NON-COMPLIANCE:**

No matters were noted.

**CITY OF CAMANCHE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2012**

**Part III: Findings and Questioned Costs for Federal Awards:**

**INSTANCES OF NON-COMPLIANCE:**

No matters were noted.

**Part IV: Other Findings Related to Required Statutory Reporting:**

IV-A-12 Certified Budget

Disbursements during the year ended June 30, 2012 exceeded the amounts budgeted in the business type activities function. Chapter 384.20 of the Code of Iowa states, in part, "Public monies may not be expended or encumbered except under an annual or continuing appropriation."

Recommendation

The budget should have been amended in accordance with Chapter 384.18 of the Code of Iowa before disbursements were allowed to exceed the budget.

Response

The budget will be amended in the future, if applicable.

Conclusion

Response accepted.

IV-B-12 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.

IV-C-12 Travel Expense

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

IV-D-12 Business Transactions

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

IV-E-12 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.

IV-F-12 Board Minutes

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

**CITY OF CAMANCHE**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**Year Ended June 30, 2012**

**Part IV: Other Findings Related to Required Statutory Reporting: (Continued)**

IV-G-12 Deposits and Investments

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

IV-H-12 Financial Condition

The Sanitary Sewer Improvement Fund had a deficit balance of \$70,118 at June 30, 2012. In addition, the Employee Benefits Fund had a deficit balance of \$8,860 at June 30, 2012. Finally, the Water Fund had a deficit balance of \$145,780 at June 30, 2012.

Recommendation

The City should investigate alternatives to eliminate the deficits in order to return the funds to a sound financial position.

Response

The deficit balance in the Sanitary Sewer Improvement Fund was a result of project costs incurred prior to the availability of funds. The deficit fund balance in the Employee Benefits Fund was the result of disbursements exceeding revenues and will be eliminated upon future transfers. The deficit balance in the Water Fund was due to capital purchases exceeding operating income for the year. The deficits will be eliminated upon the receipt of funds in fiscal year 2013.

Conclusion

Response accepted.