

**HODGEMAN COUNTY, KANSAS**

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**FINANCIAL STATEMENT  
with  
INDEPENDENT AUDITOR'S REPORT  
YEAR ENDED DECEMBER 31, 2018**

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## INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners  
Hodgeman County, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Hodgeman County, Kansas as of and for the year ended December 31, 2018, and the related notes to the financial statement.

### Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note A; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A, the financial statement is prepared by the County on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

## **Adverse Opinion on U.S. Generally Accepted Accounting Principles**

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Hodgeman County, Kansas as of December 31, 2018, or changes in financial position and cash flows thereof for the year then ended.

## **Unmodified Opinion on Regulatory Basis of Accounting**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of Hodgeman County, Kansas as of December 31, 2018, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

## **Other Matters**

### **Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash (basic financial statement) as a whole. The summary of regulatory basis expenditures – actual and budget, individual fund schedules of regulatory basis receipts and expenditures, and summary of regulatory basis receipts and disbursements – agency funds, (Schedules 1, 2, and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Hodgeman County, Kansas as of and for the year ended December 31, 2017 (not presented herein), and have issued our report thereon dated November 9, 2018, which contained an unmodified opinion on the basic financial statement. The 2017 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link: <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. The 2017 actual column (2017 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures for the year ended December 31, 2018 (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the basic financial statement. Such 2017 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2017 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2017, on the basis of accounting described in Note A.

*Kennedy McKee & Company LLP*

October 25, 2019

**HODGEMAN COUNTY, KANSAS**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES,  
AND UNENCUMBERED CASH  
REGULATORY BASIS**

For the Year Ended December 31, 2018

Fund	Beginning unencumbered cash balance (deficit)	Prior year canceled encumbrances	Receipts
General fund	\$ 605,678	\$ -	\$ 3,027,848
Special purpose funds:			
Road and bridge	288,053	-	1,047,566
Extension council	1,522	-	101,862
Noxious weed	100,068	-	293,039
Noxious weed capital outlay	111,391	-	20,000
County hospital	4,951	-	298,766
Ambulance	68,381	-	198,862
Special alcohol and drug	9	-	434
E911 combined	55,946	-	48,801
Rural fire district	38,513	-	117,280
Non-budgeted special purpose funds:			
Special machinery	278,741	-	101,195
Special highway improvements	516,125	-	32,753
Ambulance equipment	137,505	-	40,300
Prosecuting attorney trust	9,566	-	1,423
Special motor vehicle	12,386	-	22,396
Register of deeds technology	34,041	-	3,924
Municipal equipment reserve	166,644	-	99,095
Capital improvements	275,671	-	-
Clerk technology	2,856	-	981
Treasurer technology	3,856	-	981
Bioterrorism grant	(435)	-	8,589
Micro loan grant revolving	57,453	-	445
Rural fire equipment	52,825	-	69,000
E911 Sheriff grant	819	-	1,684
Law enforcement trust	255	-	1,131
Energy grant	1,731	-	-
Total special purpose funds	<u>2,218,873</u>	<u>-</u>	<u>2,510,507</u>
Bond and interest funds:			
Bond and interest - hospital	127,456	-	530,631
Hospital no-fund warrants	11,667	-	51
Hospital bond debt service reserve	129,748	-	3,990
Bond and interest - ambulance	1,418	-	12,670
No-fund warrants proceeds	500,000	-	-
Total bond and interest funds	<u>770,289</u>	<u>-</u>	<u>547,342</u>
Total reporting entity - excluding agency funds	<u>\$ 3,594,840</u>	<u>\$ -</u>	<u>\$ 6,085,697</u>

Composition of cash balance:

- Super now account
- Checking account
- Bond
- Money market account
- Micro loan account
- Cash and cash items on hand
- Certificates of deposit

Total cash

Agency funds

Total reporting entity - excluding agency funds

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

Statement 1

Expenditures	Ending unencumbered cash balance (deficit)	Add encumbrances and accounts payable	Ending cash balance (deficit)
\$ 2,979,421	\$ 654,105	\$ 73,662	\$ 727,767
1,214,856	120,763	11,002	131,765
102,000	1,384	-	1,384
306,877	86,230	85	86,315
-	131,391	-	131,391
300,000	3,717	-	3,717
192,614	74,629	2,539	77,168
-	443	-	443
50,013	54,734	1,200	55,934
129,778	26,015	557	26,572
191,535	188,401	-	188,401
62,388	486,490	-	486,490
3,456	174,349	-	174,349
-	10,989	-	10,989
24,347	10,435	-	10,435
6,129	31,836	-	31,836
53,444	212,295	-	212,295
11,218	264,453	-	264,453
3,400	437	-	437
-	4,837	-	4,837
8,801	(647)	43	(604)
10,050	47,848	-	47,848
25,127	96,698	-	96,698
-	2,503	-	2,503
-	1,386	-	1,386
1,731	-	-	-
2,697,764	2,031,616	15,426	2,047,042
542,460	115,627	-	115,627
-	11,718	-	11,718
-	133,738	-	133,738
13,820	268	-	268
500,000	-	-	-
1,056,280	261,351	-	261,351
\$ 6,733,465	\$ 2,947,072	\$ 89,088	\$ 3,036,160
			\$ 5,838,064
			63,578
			94,990
			524,735
			47,848
			1,409
			2,300,000
			8,870,624
			(5,834,464)
			\$ 3,036,160

# HODGEMAN COUNTY, KANSAS

## NOTES TO THE FINANCIAL STATEMENT

December 31, 2018

### A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies applied in the preparation of the accompanying financial statement is presented to assist in understanding the County's financial statement. The financial statement and notes are representations of the County's management, which is responsible for their integrity and objectivity.

#### 1. Municipal Financial Reporting Entity

Hodgeman County, Kansas is a municipal corporation governed by an elected five-member commission. This regulatory financial statement does not include the related municipal entities shown below. A related municipal entity is an entity established to benefit the County and/or its constituents.

**Hodgeman County Hospital.** The members of the governing board of the Hospital are appointed by the County Commissioners. This board is accountable to the County Commission for fiscal matters. Complete financial records for the Hospital can be obtained from their administrative offices at 809 W. Bramley St., Jetmore, Kansas 67854.

**Hodgeman County Extension Council.** The Council provides services in such areas as agriculture, home economics, and 4-H club, to all persons in the County. The Council has an elected board for its governing body. The County annually provides significant operating subsidies to the Council. Complete financial records for the Council may be obtained from their administrative offices at the Hodgeman County Courthouse, Jetmore, Kansas 67854.

#### 2. Basis of Presentation – Fund Accounting

The accounts of the County are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The following types of funds comprise the financial activities of the County for the year ended December 31, 2018:

#### REGULATORY BASIS FUND TYPES

**General fund** - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

**Special Purpose funds** - used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

**Bond and Interest funds** - used to account for the accumulation of resources (including tax levies, transfers from other funds, etc.) and payment of general long-term debt.

**Agency funds** - used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing funds, tax collection accounts, etc.).

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

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

4. Budgetary Information

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

- a. Preparation of the budget for the succeeding year on or before August 1<sup>st</sup>.
- b. Publication in local newspaper on or before August 5<sup>th</sup> of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15<sup>th</sup>, but at least ten days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25<sup>th</sup>.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held, and the governing body may amend the budget at that time. There were no such budget amendments for this year.

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



A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

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

A legal operating budget is not required for agency funds, the Hospital Bond Debt Service Reserve fund, No-Fund Warrants Proceeds fund, and the following special purpose funds:

Special Machinery	Clerk Technology
Special Highway Improvements	Treasurer Technology
Ambulance Equipment	Bioterrorism Grant
Prosecuting Attorney Trust	Micro Loan Grant Revolving
Special Motor Vehicle	Rural Fire Equipment
Register of Deeds Technology	E911 Sheriff Grant
Municipal Equipment Reserve	Law Enforcement Trust
Capital Improvements	Energy Grant

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

B. COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law but are offered for consideration to the Director of Accounts and Reports, Kansas Department of Administration, and legal representatives of the County.

At December 31, 2018, the Bioterrorism Grant fund had an unencumbered cash deficit of \$647, which is a violation of K.S.A. 10-1113. However, according to K.S.A. 12-1664 the County is not prohibited from financing the federal share of a local program from current funds if available.

C. DEPOSITS AND INVESTMENTS

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

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

## C. DEPOSITS AND INVESTMENTS (CONTINUED)

*Custodial Credit Risk - Deposits.* Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka. All deposits were legally secured at December 31, 2018.

At December 31, 2018 the County's carrying amount of deposits was \$8,869,215 and the bank balance was \$8,895,847. Of the bank balance, \$500,000 was covered by federal depository insurance, and \$8,395,847 was collateralized with securities held by the pledging financial institutions agents in the County's name.

## D. DEFINED BENEFIT PENSION PLAN

### General Information about the Pension Plan

*Plan Description.* The County participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report, which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100; Topeka, KS 66603), or by calling 1-888-275-5737.

*Contributions.* K.S.A. 74-4919 and 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by the County and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.39% for the fiscal year ended December 31, 2018. Contributions to the pension plan from the County were \$141,238 for the year ended December 31, 2018.

### Net Pension Liability

At December 31, 2018, the County's proportionate share of the collective net pension liability reported by KPERS was \$1,174,867. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018. The County's proportion of the net pension liability was based on the ratio of the County's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

#### D. DEFINED BENEFIT PENSION PLAN (CONTINUED)

The complete actuarial report including all actuarial assumptions and methods, and the report on the allocation of the KPERS net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

#### E. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the County makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

*Death and Disability Other Post-Employment Benefits.* As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2018.

*Vacation Leave.* The County's policies regarding vacation permits non-elected employees with one year of employment to earn ten days of vacation. Employees with greater than ten years of employment earn fifteen days of vacation per year. All employees are allowed to carry over vacation one year past their anniversary date for a maximum accumulation of fifteen days for employees with ten years of service or less and thirty days for employees with more than ten years of service. Upon termination or resignation from service with the County, employees are entitled to payment for all accumulated vacation earned prior to termination or resignation, provided two weeks notice is given.

*Sick Leave.* All non-elected employees on permanent status earn sick leave at the rate of one calendar day per month of service with a maximum accumulation of ninety days. Part-time employees do not earn sick leave. No allowance for unused sick leave is paid upon termination, resignation, or retirement.

*Section 125 Cafeteria Plan/Health Insurance.* The County offers a Section 125 cafeteria plan for all employees electing to participate. Participants use this for health insurance premiums, other medical costs, and dependent care costs. The plan is administered by an independent company.

*Section 457 Deferred Compensation Plan.* The County offers employees a deferred compensation plan created in accordance with Internal Revenue Service Code Section 457.

## F. LONG-TERM DEBT

Changes in long-term liabilities for the County for the year ended December 31, 2018, were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions/ net change</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
General obligation bonds:					
Hospital bonds – Series 2013 Issued June 4, 2013 In the amount of \$4,205,000 At interest rates of 2.00% to 3.00% Maturing September 1, 2027	\$ 2,965,000	\$ -	\$ 475,000	\$ 2,490,000	\$ 67,363
Ambulance bonds – Series 2016 Issued September 2, 2016 In the amount of \$119,400 At interest rate of 2.75% Maturing September 2, 2026	<u>108,864</u>	<u>-</u>	<u>10,825</u>	<u>98,039</u>	<u>2,994</u>
	<u>3,073,864</u>	<u>-</u>	<u>485,825</u>	<u>2,588,039</u>	<u>70,357</u>
No-fund warrants:					
Bank of Hays: Issued November 16, 2017 In the amount of \$1,500,000 At interest rates of 3.49% Maturing August 1, 2023	<u>1,500,000</u>	<u>-</u>	<u>-</u>	<u>1,500,000</u>	<u>-</u>
Capital leases:					
Energy Conservation Improvements Issued June 30, 2011 In the amount of \$100,000 At interest rates of 5.19% Maturing September 1, 2018	11,159	-	11,159	-	333
New Holland T6-165 Tractor Issued April 2, 2015 In the amount of \$58,100 At interest rate of 3.35% Maturing April 2, 2018	20,008	-	20,008	-	670
Caterpillar 430 FIT Backhoe Issued February 17, 2015 In the amount of \$113,022 At interest rate of 3.20% Maturing February 17, 2020	81,373	-	16,588	64,785	2,604
Case 2016 Tractor Issued April 4, 2017 In the amount of \$38,400 At interest rate of 3.00% Maturing April 4, 2020	38,400	-	12,424	25,976	1,152
Caterpillar Motor Grader Issued November 30, 2018 In the amount of \$169,740 At interest rates of 3.40% Maturing December 1, 2022	<u>-</u>	<u>169,740</u>	<u>-</u>	<u>169,740</u>	<u>-</u>
	<u>150,940</u>	<u>169,740</u>	<u>60,179</u>	<u>260,501</u>	<u>4,759</u>
Totals	<u>\$ 4,724,804</u>	<u>\$ 169,740</u>	<u>\$ 546,004</u>	<u>\$ 4,348,540</u>	<u>\$ 75,116</u>

F. LONG-TERM DEBT (CONTINUED)

Current maturities of general obligation bonds and interest for the next five years and through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2019	\$ 271,123	\$ 60,559	\$ 331,682
2020	286,423	55,059	341,482
2021	291,744	49,238	340,982
2022	302,066	43,316	345,382
2023	312,398	37,184	349,582
2024-2027	<u>1,124,285</u>	<u>70,246</u>	<u>1,194,531</u>
Total	<u>\$ 2,588,039</u>	<u>\$ 315,602</u>	<u>\$ 2,903,641</u>

Current maturities of no-fund warrants and interest through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2019	\$ 300,000	\$ 89,431	\$ 389,431
2020	300,000	41,880	341,880
2021	300,000	31,410	331,410
2022	300,000	20,940	320,940
2023	<u>300,000</u>	<u>10,470</u>	<u>310,470</u>
Total	<u>\$ 1,500,000</u>	<u>\$ 194,131</u>	<u>\$ 1,694,131</u>

Current maturities of capital leases and interest through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2019	\$ 70,237	\$ 8,640	\$ 78,877
2020	102,544	6,333	108,877
2021	43,127	2,982	46,109
2022	<u>44,593</u>	<u>1,516</u>	<u>46,109</u>
Total	<u>\$ 260,501</u>	<u>\$ 19,471</u>	<u>\$ 279,972</u>

G. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory authority</u>	<u>Amount</u>
General	Municipal equipment reserve	K.S.A. 19-119	\$ 85,966
Road and bridge	Special machinery	K.S.A. 68-141g	55,000
Noxious weed	Noxious weed capital outlay	K.S.A. 2-1318	20,000
Ambulance	Ambulance equipment	K.S.A. 12-110d	35,000
Special motor vehicle	General	K.S.A. 8-145	12,386
Rural fire	Rural fire equipment	K.S.A.19-3612c	<u>69,000</u>
			<u>\$ 277,352</u>

## H. MEDICAL SELF INSURANCE

Hodgeman County maintains a self-insurance program that is handled by an outside administrator who determines claims to be paid by the County. A stop loss insurance policy is purchased by the County to cover claims above \$20,000 per employee. Changes in claims liability for the past two years have been as follows:

	<u>Beginning of year liability</u>	<u>Claims and changes in estimates</u>	<u>Stop loss reimbursement</u>	<u>Claim payments</u>	<u>End of year liability</u>
2017	\$ 103,243	\$ 929,236	\$ 284,371	\$ 748,108	\$ -
2018	-	645,933	181,316	464,617	-

## I. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and medical needs of employees. The County participates in public entity risk pools to cover property, liability and worker's compensation claims. There have been no significant reductions in coverage from the prior year. Settled claims from these risks have not exceeded insurance coverage in the past three years.

## J. PUBLIC ENTITY RISK POOLS

The County is a member of the Kansas Workers Risk Cooperative for Counties (KWORCC), a group-funded pool for workers compensation coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for member counties. The County pays an annual contribution to the Cooperative as determined by the Board of Trustees based upon experience modification factors, payroll audits and any other bases the Board considers appropriate. It is not possible to estimate the maximum contributions which could be required. KWORCC covers claims up to \$750,000 each and aggregate excess reinsurance provides aggregate coverage up to \$1,000,000. Except for required contributions, no member can be held responsible for any claims made against any other member.

The County is a member of the Kansas County Association Multi-Line Pool (KCAMP), a group-funded pool for property, liability, crime and surety coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for member counties. The County pays an annual contribution to the Pool as determined by the Board of Trustees. It is not possible to estimate the maximum contributions which could be required. KCAMP covers property loss up to the scheduled amount of values on file which is \$17,325,514, \$500,000 for liability and \$1,000,000 for crime. Excess reinsurance provides aggregate coverage up to \$3,000,000 for liability. Except for required contributions, no member can be held responsible for any claims made against any other member.

## K. CLOSURE AND POST-CLOSURE CARE COST

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste.

The estimated closure cost is \$638,911 and the estimated post-closure cost is \$512,875. These figures comprise the estimated closure and post-closure cost of \$1,151,786 and are obtained from the 2019 Annual Cost Estimate Worksheets for Permit Renewals during July 1, 2019 to June 30, 2020. The permit for 2019 identifies that the remaining volume capacity of the site is 68.09% of the original capacity and that the remaining life of the landfill is estimated to be 164 years. Actual costs may be higher or lower due to inflation or deflation and changes in technology or applicable laws and regulations.

The County is meeting the financial assurance requirements through the Local Government Financial Test. This test involves four components: financial, public notice, recordkeeping and reporting, and calculation of costs to be assured. The County has satisfied all four requirements.

## L. CONTINGENCIES

The County receives federal and state grants for specific purposes that are subject to review and audit by federal and state agencies. Such audits could result in a request for reimbursement for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of County management, such disallowances, if any, would be insignificant.

## M. SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 25, 2019, the date on which the financial statement was available to be used. Management's evaluation concluded that there are no subsequent events that are required to be recognized or disclosed in the financial statement.

**REGULATORY-REQUIRED  
SUPPLEMENTARY INFORMATION**



## HODGEMAN COUNTY, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2018

Fund	Certified budget	Adjustments for qualifying budget credits	Total budget for comparison	Expenditures chargeable to current year	Variance favorable (unfavorable)
General fund	\$ 3,203,795	\$ -	\$ 3,203,795	\$ 2,979,421	\$ 224,374
Special purpose funds:					
Road and bridge	1,273,512	-	1,273,512	1,214,856	58,656
Extension council	102,000	-	102,000	102,000	-
Noxious weed	425,000	-	425,000	306,877	118,123
Noxious weed capital outlay	133,390	-	133,390	-	133,390
County hospital	300,000	-	300,000	300,000	-
Ambulance	210,000	-	210,000	192,614	17,386
Special alcohol and drug	1,509	-	1,509	-	1,509
E911 combined	100,029	-	100,029	50,013	50,016
Rural fire district	145,000	-	145,000	129,778	15,222
Bond and interest fund:					
Bond and interest - hospital	543,363	-	543,363	542,460	903
Hospital no-fund warrants	20,500	-	20,500	-	20,500
Bond and interest - ambulance	13,920	-	13,920	13,820	100
<b>Total</b>	<b>\$ 6,472,018</b>	<b>\$ -</b>	<b>\$ 6,472,018</b>	<b>\$ 5,831,839</b>	<b>\$ 640,179</b>

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS**

**GENERAL FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
<b>Receipts:</b>				
Taxes and shared revenue:				
Ad valorem property tax	\$ 2,306,835	\$ 2,408,293	\$ 2,387,905	\$ 20,388
Delinquent tax	25,331	17,398	10,000	7,398
Motor vehicle tax	141,914	135,693	150,668	(14,975)
Recreational vehicle tax	2,196	2,142	2,369	(227)
16/20M truck tax	17,067	17,539	19,948	(2,409)
Commercial vehicle tax	4,283	3,894	4,264	(370)
Mineral production tax	18,055	17,899	10,000	7,899
Health grants	38,532	37,072	30,000	7,072
Licenses, permits and fees	76,599	87,220	45,000	42,220
Fines, forfeitures and penalties	16,292	23,571	10,000	13,571
Charges for services	182,772	216,341	174,500	41,841
Interest	24,166	43,400	5,000	38,400
Federal aid	39,011	-	-	-
Other	2,372	5,000	5,000	-
Operating transfers	8,038	12,386	27,500	(15,114)
<b>Total receipts</b>	<b>2,903,463</b>	<b>3,027,848</b>	<b>\$ 2,882,154</b>	<b>\$ 145,694</b>
<b>Expenditures:</b>				
County Commissioners	90,842	91,900	\$ 95,000	\$ 3,100
County Clerk	63,625	63,430	64,445	1,015
County Treasurer	72,198	72,733	80,600	7,867
County Attorney	52,659	53,164	52,000	(1,164)
Register of Deeds	58,549	58,007	58,560	553
District Court	32,818	40,270	38,021	(2,249)
Law enforcement	489,377	502,893	431,830	(71,063)
Health department	177,005	177,383	185,449	8,066
Solid waste	98,961	165,241	167,760	2,519
Courthouse general	129,570	124,961	220,690	95,729
Park and pool	38,126	42,247	35,000	(7,247)
Election	14,164	26,885	30,095	3,210
Appraiser cost	129,061	103,874	133,025	29,151
Judgments and tort liability	80,757	74,016	90,000	15,984
Employee benefits	1,296,772	1,140,051	1,310,000	169,949
Emergency management	16,896	18,222	20,500	2,278
Other	20,492	23,358	-	(23,358)

**HODGEMAN COUNTY, KANSAS**

**GENERAL FUND**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>2018</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Appropriations:				
Fair building	\$ 14,458	\$ 14,458	\$ 14,458	\$ -
Soil Conservation	24,000	24,000	24,000	-
Elderly services	20,462	20,462	20,462	-
Historical Society	1,500	3,000	3,000	-
Community Mental Health	22,400	22,400	22,400	-
Economic development	30,500	30,500	30,500	-
Operating transfers	18,500	85,966	76,000	(9,966)
Total expenditures	<u>2,993,692</u>	<u>2,979,421</u>	<u>\$ 3,203,795</u>	<u>\$ 224,374</u>
Receipts over (under) expenditures	(90,229)	48,427		
Unencumbered cash, beginning of year	<u>695,907</u>	<u>605,678</u>	<u>\$ 321,641</u>	<u>\$ 284,037</u>
Unencumbered cash, end of year	<u>\$ 605,678</u>	<u>\$ 654,105</u>		

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS****ROAD AND BRIDGE FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 848,620	\$ 709,183	\$ 703,243	\$ 5,940
Delinquent tax	7,669	4,664	-	4,664
Motor vehicle tax	44,342	49,918	55,426	(5,508)
Recreational vehicle tax	686	788	871	(83)
16/20M truck tax	6,352	5,480	7,338	(1,858)
Commercial vehicle tax	1,338	1,432	1,568	(136)
Gasoline tax	226,336	229,219	231,796	(2,577)
Federal aid	-	22,837	-	22,837
Other	23,623	24,045	20,000	4,045
Total receipts	<u>1,158,966</u>	<u>1,047,566</u>	<u>\$ 1,020,242</u>	<u>\$ 27,324</u>
Expenditures:				
Highways and streets	1,189,989	1,159,856	\$ 1,273,512	\$ 113,656
Operating transfers	-	55,000	-	(55,000)
Total expenditures	<u>1,189,989</u>	<u>1,214,856</u>	<u>\$ 1,273,512</u>	<u>\$ 58,656</u>
Receipts over (under) expenditures	(31,023)	(167,290)		
Unencumbered cash, beginning of year	<u>319,076</u>	<u>288,053</u>	<u>\$ 253,270</u>	<u>\$ 34,783</u>
Unencumbered cash, end of year	<u>\$ 288,053</u>	<u>\$ 120,763</u>		

See Independent Auditor's Report.

## HODGEMAN COUNTY, KANSAS

## EXTENSION COUNCIL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>2018</u>		Variance favorable (unfavorable)
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 95,836	\$ 94,768	\$ 93,957	\$ 811
Delinquent tax	826	519	250	269
Motor vehicle tax	5,559	5,637	6,258	(621)
Recreational vehicle tax	86	89	98	(9)
16/20M truck tax	578	162	829	(667)
Commercial vehicle tax	168	687	177	510
Total receipts	103,053	101,862	<u>\$ 101,569</u>	<u>\$ 293</u>
Expenditures:				
Appropriation	102,000	102,000	<u>\$ 102,000</u>	<u>\$ -</u>
Receipts over (under) expenditures	1,053	(138)		
Unencumbered cash, beginning of year	469	1,522	<u>\$ 431</u>	<u>\$ 1,091</u>
Unencumbered cash, end of year	<u>\$ 1,522</u>	<u>\$ 1,384</u>		

See Independent Auditor's Report.

## HODGEMAN COUNTY, KANSAS

## NOXIOUS WEED FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>Actual</u>	<u>2018</u>		Variance favorable (unfavorable)
			<u>Budget</u>		
Receipts:					
Taxes and shared revenue:					
Ad valorem property tax	\$ 158,113	\$ 140,110	\$ 138,924		\$ 1,186
Delinquent tax	1,518	1,073	500		573
Motor vehicle tax	9,623	9,301	10,326		(1,025)
Recreational vehicle tax	149	147	162		(15)
16/20M truck tax	1,229	1,190	1,367		(177)
Commercial vehicle tax	290	267	292		(25)
Chemical sales	183,874	140,951	200,000		(59,049)
Total receipts	<u>354,796</u>	<u>293,039</u>	<u>\$ 351,571</u>		<u>\$ (58,532)</u>
Expenditures:					
Highways and streets	381,833	286,877	\$ 425,000		\$ 138,123
Operating transfers	-	20,000	-		(20,000)
Total expenditures	<u>381,833</u>	<u>306,877</u>	<u>\$ 425,000</u>		<u>\$ 118,123</u>
Receipts over (under) expenditures	(27,037)	(13,838)			
Unencumbered cash, beginning of year	<u>127,105</u>	<u>100,068</u>	<u>\$ 73,429</u>		<u>\$ 26,639</u>
Unencumbered cash, end of year	<u>\$ 100,068</u>	<u>\$ 86,230</u>			

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS****NOXIOUS WEED CAPITAL OUTLAY FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>2018</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Operating transfers	\$ -	\$ 20,000	<u>\$ 20,000</u>	<u>\$ -</u>
Expenditures:				
Highways and streets	<u>1,999</u>	<u>-</u>	<u>\$ 133,390</u>	<u>\$ 133,390</u>
Receipts over (under) expenditures	(1,999)	20,000		
Unencumbered cash, beginning of year	<u>113,390</u>	<u>111,391</u>	<u>\$ 113,390</u>	<u>\$ (1,999)</u>
Unencumbered cash, end of year	<u>\$ 111,391</u>	<u>\$ 131,391</u>		

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS****COUNTY HOSPITAL FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>2018</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 282,509	\$ 277,814	\$ 275,451	\$ 2,363
Delinquent tax	2,457	1,544	1,000	544
Motor vehicle tax	16,596	16,618	18,450	(1,832)
Recreational vehicle tax	257	262	290	(28)
16/20M truck tax	1,675	2,051	2,443	(392)
Commercial vehicle tax	501	477	522	(45)
Total receipts	303,995	298,766	<u>\$ 298,156</u>	<u>\$ 610</u>
Expenditures:				
Appropriation	<u>300,000</u>	<u>300,000</u>	<u>\$ 300,000</u>	<u>\$ -</u>
Receipts over (under) expenditures	3,995	(1,234)		
Unencumbered cash, beginning of year	<u>956</u>	<u>4,951</u>	<u>\$ 1,844</u>	<u>\$ 3,107</u>
Unencumbered cash, end of year	<u>\$ 4,951</u>	<u>\$ 3,717</u>		

See Independent Auditor's Report.



**HODGEMAN COUNTY, KANSAS****AMBULANCE FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>2018</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 138,539	\$ 137,294	\$ 136,125	\$ 1,169
Delinquent tax	883	677	500	177
Motor vehicle tax	6,250	8,149	9,049	(900)
Recreational vehicle tax	97	129	142	(13)
16/20M truck tax	882	772	1,198	(426)
Commercial vehicle tax	189	234	256	(22)
Charges for services	71,929	42,707	50,000	(7,293)
Other	305	8,900	-	8,900
Total receipts	<u>219,074</u>	<u>198,862</u>	<u>\$ 197,270</u>	<u>\$ 1,592</u>
Expenditures:				
Health and welfare	148,469	157,614	\$ 175,000	\$ 17,386
Operating transfer	<u>30,000</u>	<u>35,000</u>	<u>35,000</u>	<u>-</u>
Total expenditures	<u>178,469</u>	<u>192,614</u>	<u>\$ 210,000</u>	<u>\$ 17,386</u>
Receipts over (under) expenditures	40,605	6,248		
Unencumbered cash, beginning of year	<u>27,776</u>	<u>68,381</u>	<u>\$ 12,730</u>	<u>\$ 55,651</u>
Unencumbered cash, end of year	<u>\$ 68,381</u>	<u>\$ 74,629</u>		

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS****SPECIAL ALCOHOL AND DRUG FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>2018</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
State aid	\$ -	\$ 434	<u>\$ 1,000</u>	<u>\$ (566)</u>
Expenditures:				
Health and welfare	<u>-</u>	<u>-</u>	<u>\$ 1,509</u>	<u>\$ 1,509</u>
Receipts over (under) expenditures	-	434		
Unencumbered cash, beginning of year	<u>9</u>	<u>9</u>	<u>\$ 509</u>	<u>\$ (500)</u>
Unencumbered cash, end of year	<u>\$ 9</u>	<u>\$ 443</u>		

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS****E911 COMBINED FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>2018</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
State aid	\$ 51,769	\$ 48,801	<u>\$ 60,000</u>	<u>\$ (11,199)</u>
Expenditures:				
Public safety	<u>35,852</u>	<u>50,013</u>	<u>\$ 100,029</u>	<u>\$ 50,016</u>
Receipts over (under) expenditures	15,917	(1,212)		
Unencumbered cash, beginning of year	<u>40,029</u>	<u>55,946</u>	<u>\$ 40,029</u>	<u>\$ 15,917</u>
Unencumbered cash, end of year	<u>\$ 55,946</u>	<u>\$ 54,734</u>		

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS****RURAL FIRE DISTRICT FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
<b>Receipts:</b>				
Taxes and shared revenue:				
Ad valorem property tax	\$ 106,327	\$ 112,170	\$ 107,901	\$ 4,269
Delinquent tax	725	428	-	428
Motor vehicle tax	3,985	3,751	4,473	(722)
Recreational vehicle tax	48	48	61	(13)
16/20M truck tax	596	756	907	(151)
Commercial vehicle tax	33	39	-	39
Other	200	88	250	(162)
<b>Total receipts</b>	<b>111,914</b>	<b>117,280</b>	<b>\$ 113,592</b>	<b>\$ 3,688</b>
<b>Expenditures:</b>				
Public safety	66,150	60,778	\$ 96,000	\$ 35,222
Operating transfers	40,000	69,000	49,000	(20,000)
<b>Total expenditures</b>	<b>106,150</b>	<b>129,778</b>	<b>\$ 145,000</b>	<b>\$ 15,222</b>
Receipts over (under) expenditures	5,764	(12,498)		
Unencumbered cash, beginning of year	32,749	38,513	\$ 31,408	\$ 7,105
Unencumbered cash, end of year	\$ 38,513	\$ 26,015		

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS**

**NON-BUDGETED SPECIAL PURPOSE FUNDS**

**SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS**

For the Year Ended December 31, 2018

	<u>Special Machinery</u>	<u>Special Highway Improvements</u>	<u>Ambulance Equipment</u>	<u>Prosecuting Attorney Trust</u>
Receipts:				
Federal aid	\$ -	\$ 32,753	\$ -	\$ -
State aid	-	-	-	-
Fees	-	-	-	1,423
Interest	-	-	-	-
Other	46,195	-	5,300	-
Operating transfers	<u>55,000</u>	<u>-</u>	<u>35,000</u>	<u>-</u>
 Total receipts	 <u>101,195</u>	 <u>32,753</u>	 <u>40,300</u>	 <u>1,423</u>
Expenditures:				
General government	-	-	-	-
Public safety	-	-	-	-
Highways and streets	191,535	62,388	-	-
Health and welfare	-	-	3,456	-
Operating transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total expenditures	 <u>191,535</u>	 <u>62,388</u>	 <u>3,456</u>	 <u>-</u>
Receipts over (under) expenditures	(90,340)	(29,635)	36,844	1,423
Unencumbered cash (deficit), beginning of year	<u>278,741</u>	<u>516,125</u>	<u>137,505</u>	<u>9,566</u>
 Unencumbered cash (deficit), end of year	 <u>\$ 188,401</u>	 <u>\$ 486,490</u>	 <u>\$ 174,349</u>	 <u>\$ 10,989</u>

See Independent Auditor's Report.

<u>Special Motor Vehicle</u>	<u>Register of Deeds Technology</u>	<u>Municipal Equipment Reserve</u>	<u>Capital Improve- ments</u>	<u>Clerk Technology</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
22,396	3,924	-	-	981
-	-	-	-	-
-	-	13,129	-	-
-	-	85,966	-	-
<u>22,396</u>	<u>3,924</u>	<u>99,095</u>	<u>-</u>	<u>981</u>
11,961	6,129	53,444	11,218	3,400
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
12,386	-	-	-	-
<u>24,347</u>	<u>6,129</u>	<u>53,444</u>	<u>11,218</u>	<u>3,400</u>
(1,951)	(2,205)	45,651	(11,218)	(2,419)
<u>12,386</u>	<u>34,041</u>	<u>166,644</u>	<u>275,671</u>	<u>2,856</u>
<u>\$ 10,435</u>	<u>\$ 31,836</u>	<u>\$ 212,295</u>	<u>\$ 264,453</u>	<u>\$ 437</u>

**HODGEMAN COUNTY, KANSAS**

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended December 31, 2018

	<u>Treasurer Technology</u>	<u>Bioterrorism Grant</u>	<u>Micro Loan Grant Revolving</u>	<u>Rural Fire Equipment</u>
Receipts:				
Federal aid	\$ -	\$ 8,589	\$ -	\$ -
State aid	-	-	-	-
Fees	981	-	-	-
Interest	-	-	-	-
Other	-	-	445	-
Operating transfers	-	-	-	69,000
	<hr/>	<hr/>	<hr/>	<hr/>
Total receipts	981	8,589	445	69,000
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures:				
General government	-	-	10,050	-
Public safety	-	-	-	25,127
Highways and streets	-	-	-	-
Health and welfare	-	8,801	-	-
Operating transfers	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	-	8,801	10,050	25,127
	<hr/>	<hr/>	<hr/>	<hr/>
Receipts over (under) expenditures	981	(212)	(9,605)	43,873
Unencumbered cash (deficit), beginning of year	<u>3,856</u>	<u>(435)</u>	<u>57,453</u>	<u>52,825</u>
Unencumbered cash (deficit), end of year	<u>\$ 4,837</u>	<u>\$ (647)</u>	<u>\$ 47,848</u>	<u>\$ 96,698</u>

See Independent Auditor's Report.

E911 Sheriff Grant	Law Enforcement Trust	Energy Grant	Total
\$ -	\$ -	\$ -	\$ 41,342
1,194	-	-	1,194
-	-	-	29,705
490	-	-	490
-	1,131	-	66,200
-	-	-	244,966
<u>1,684</u>	<u>1,131</u>	<u>-</u>	<u>383,897</u>
-	-	1,731	97,933
-	-	-	25,127
-	-	-	253,923
-	-	-	12,257
-	-	-	12,386
<u>-</u>	<u>-</u>	<u>1,731</u>	<u>401,626</u>
1,684	1,131	(1,731)	(17,729)
<u>819</u>	<u>255</u>	<u>1,731</u>	<u>1,550,039</u>
<u>\$ 2,503</u>	<u>\$ 1,386</u>	<u>\$ -</u>	<u>\$ 1,532,310</u>



**HODGEMAN COUNTY, KANSAS****BOND AND INTEREST FUND - HOSPITAL****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 360,138	\$ 309,838	\$ 307,206	\$ 2,632
Delinquent tax	2,581	1,794	500	1,294
Motor vehicle tax	24,000	21,184	23,521	(2,337)
Recreational vehicle tax	371	334	370	(36)
16/20M truck tax	1,190	3,025	3,114	(89)
Commercial vehicle tax	724	608	666	(58)
Sales tax	186,938	193,848	135,000	58,848
Total receipts	<u>575,942</u>	<u>530,631</u>	<u>\$ 470,377</u>	<u>\$ 60,254</u>
Expenditures:				
Debt service:				
Principal	460,000	475,000	\$ 475,000	\$ -
Interest and commission	76,682	67,460	68,363	903
Total expenditures	<u>536,682</u>	<u>542,460</u>	<u>\$ 543,363</u>	<u>\$ 903</u>
Receipts over (under) expenditures	39,260	(11,829)		
Unencumbered cash, beginning of year	<u>88,196</u>	<u>127,456</u>	<u>\$ 72,986</u>	<u>\$ 54,470</u>
Unencumbered cash, end of year	<u>\$ 127,456</u>	<u>\$ 115,627</u>		

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS****HOSPITAL NO-FUND WARRANTS FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>2018</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Taxes and shared revenue:				
Delinquent tax	\$ 448	\$ 51	\$ 1,500	\$ (1,449)
Expenditures:				
Debt service:				
Costs of issuance	6,673	-	\$ -	\$ -
Operating transfers	-	-	20,500	20,500
Total expenditures	6,673	-	\$ 20,500	\$ 20,500
Receipts over (under) expenditures	(6,225)	51		
Unencumbered cash, beginning of year	17,892	11,667	\$ 19,000	\$ (7,333)
Unencumbered cash, end of year	\$ 11,667	\$ 11,718		

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS**

## HOSPITAL BOND DEBT SERVICE RESERVE

SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>2018</u>
Receipts:		
Interest	\$ 3,990	\$ 3,990
Expenditures	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	3,990	3,990
Unencumbered cash, beginning of year	<u>125,758</u>	<u>129,748</u>
Unencumbered cash, end of year	<u><u>\$ 129,748</u></u>	<u><u>\$ 133,738</u></u>

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS****BOND AND INTEREST FUND - AMBULANCE****SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 15,238	\$ 11,694	\$ 11,578	\$ 116
Delinquent tax	-	40	-	40
Motor vehicle tax	-	896	993	(97)
Recreational vehicle tax	-	14	16	(2)
16/20M truck tax	-	-	131	(131)
Commercial vehicle tax	-	26	28	(2)
Total receipts	<u>15,238</u>	<u>12,670</u>	<u>\$ 12,746</u>	<u>\$ (76)</u>
Expenditures:				
Debt service:				
Principal	10,536	10,826	\$ 10,826	\$ -
Interest and commission	<u>3,284</u>	<u>2,994</u>	<u>3,094</u>	<u>100</u>
Total expenditures	<u>13,820</u>	<u>13,820</u>	<u>\$ 13,920</u>	<u>\$ 100</u>
Receipts over (under) expenditures	1,418	(1,150)		
Unencumbered cash, beginning of year	<u>-</u>	<u>1,418</u>	<u>\$ 1,174</u>	<u>\$ 244</u>
Unencumbered cash, end of year	<u>\$ 1,418</u>	<u>\$ 268</u>		

See Independent Auditor's Report.

**HODGEMAN COUNTY, KANSAS****NO-FUND WARRANTS PROCEEDS FUND****SCHEDULE OF RECEIPTS AND EXPENDITURES  
REGULATORY BASIS**

For the Year Ended December 31, 2018  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2017)

	<u>2017</u>	<u>2018</u>
Receipts:		
No-fund warrant proceeds	\$ 1,500,000	\$ -
Expenditures:		
Appropriation to hospital	<u>1,000,000</u>	<u>500,000</u>
Receipts over (under) expenditures	500,000	(500,000)
Unencumbered cash, beginning of year	<u>-</u>	<u>500,000</u>
Unencumbered cash, end of year	<u><u>\$ 500,000</u></u>	<u><u>\$ -</u></u>

See Independent Auditor's Report.

## HODGEMAN COUNTY, KANSAS

## AGENCY FUNDS

SUMMARY OF RECEIPTS AND DISBURSEMENTS  
REGULATORY BASIS

For the Year Ended December 31, 2018

Fund	Beginning cash balance	Receipts	Disbursements	Ending cash balance
County Clerk	\$ 1,209	\$ 2,630	\$ 2,630	\$ 1,209
Register of Deeds	20	45,076	45,076	20
District Court	4,300	227,245	227,445	4,100
Sheriff	6,128	36,731	40,252	2,607
Tax collection accounts	4,819,613	7,785,960	7,435,514	5,170,059
Local taxing districts	-	2,839,828	2,839,828	-
Cafeteria plan	-	2,620	2,620	-
Fish and game licenses and hatchery fees	-	2,022	2,022	-
Heritage trust	1,949	1,962	3,466	445
Motor vehicle fees and sales tax collections	8,119	372,109	372,027	8,201
Law library	54,693	9,356	7,197	56,852
Oil and gas depletion trust	595,971	-	5,000	590,971
Total agency funds	<u>\$ 5,492,002</u>	<u>\$ 11,325,539</u>	<u>\$ 10,983,077</u>	<u>\$ 5,834,464</u>

See Independent Auditor's Report.