FORD COUNTY, KANSAS

FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT
and
UNIFORM GUIDANCE REPORTS

YEAR ENDED DECEMBER 31, 2021

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Ford County, Kansas

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash of Ford County, Kansas, as of and for the year ended December 31, 2021, and the related notes to the financial statement.

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 and Unmodified Opinions section of our report, the accompanying 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 Ford County, Kansas, as of December 31, 2021, 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 accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of Ford County, Kansas, as of December 31, 2021, 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.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of Ford County, Kansas and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note A of the financial statement, the financial statement is prepared by Ford County, Kansas 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.

Responsibilities of Management 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.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Ford County, Kansas' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- exercise professional judgement and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit 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 Ford County, Kansas' internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Ford County, Kansas' ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

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*. The schedule of expenditures of federal awards is presented for additional analysis as required by the Title 2 *U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and is also not a required part of the basic financial statement. 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 Ford County, Kansas as of and for the year ended December 31, 2020 (not presented herein), and have issued our report thereon dated November 11, 2021, which contained an unmodified opinion on the basic financial statement. The 2020 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: https://admin.ks.gov/offices/accounts-reports/local-government/municipal-services/municipal-audits. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures for the year ended December 31, 2021, (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 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 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 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 2020 basic financial statement or to the 2020 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 2020 comparative information is fairly stated in all material respects in relation to the 2020 basic financial statement as a whole for the year ended December 31, 2020, on the basis of accounting described in Note A.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2023, on our consideration of Ford County, Kansas' 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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Ford County, Kansas' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Ford County, Kansas' internal control over financial reporting and compliance.

Kennedy McKee & Company LLP

March 29, 2023

FORD COUNTY, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS

For the Year Ended December 31, 2021

Fund	Beginning unencumbered cash balance (deficit)	Prior year canceled encumbrances	Receipts
General	$ 3,438,776	$ 23,703	$ 20,154,355
Special purpose funds:			
Road and bridge	2,711,910	-	2,629,872
Special bridge	532,670	-	142,196
Health	706,033	277	1,272,268
Services for the elderly	4,258	-	294,552
Ambulance	569,117	145	1,218,301
KS 911 act SB50	39,515	-	206,731
Noxious weed	738,255	-	786,766
Noxious weed capital outlay	428,457	-	-
Hazardous household waste	140,196	-	45,000
Rural fire district	66,274	-	1,437,079
Special alcohol and drug	11,745	-	1,109
Special park and recreation	16,183	-	878
Non-budgeted special purpose funds:			
Special machinery reserve	179,068	-	-
DARE	9	-	-
Santa Fe Trial reinvestment grant 21/22	-	-	69,347
Santa Fe Trail Community Corrections 21/22	-	-	342,971
JJA 21/22	-	-	430,719
Federal law enforcement trust	12,986	-	-
Special prosecutor's trust	23,342	-	3,995
Special law enforcement trust	59,775	-	27,282
Attorney federal asset forfeiture	746	-	-
Drug taxation	84,871	-	-
Sales tax project	114,570	-	1,563,221
Local emergency planning grant	660	-	-
Community projects wind farm	755,408	-	880,437
Special ambulance capital outlay	262,179	-	125,000
Special highway improvement	205,251	-	189,156
Santa Fe Trails Solid Waste Authority	2,558	-	-
Fire district equipment reserve	324,149	-	92,919
Administrative check charges	1,130	-	35
Diversion	102,981	-	36,851
Emergency shelter grant	-	-	116,172
VIN fees	226,787	-	42,810
State and federal grants	31,208	-	113,746
VOCA 20/21 grant	(26,386)	-	124,465
Violence against women act	-	-	5,146
Concealed weapons	17,284	-	2,115
BIP coordinator	(21,673)	-	48,926
VOCA 21/22 grant	-	-	10,400
Court trustee operations	128,380	-	82,171
Registered offenders	58,391	-	13,933
Register of Deeds technology	63,563	-	41,032
Capital improvement	5,112,193	37,087	2,039,336

Expenditures	Ending unencumbered cash balance (deficit)	Add encumbrances and accounts payable	Ending cash balance (deficit)
$ 19,334,761	$ 4,282,073	$ 605,863	$ 4,887,936
3,894,671	1,447,111	311,079	1,758,190
171,761	503,105	99,216	602,321
1,077,841	900,737	44,936	945,673
283,685	15,125	-	15,125
1,367,278	420,285	54,258	474,543
198,199	48,047	-	48,047
815,645	709,376	7,602	716,978
64,275	364,182	-	364,182
21,958	163,238	-	163,238
1,239,978	263,375	58,426	321,801
-	12,854	-	12,854
-	17,061	-	17,061
56,944	122,124	-	122,124
-	9	-	9
-	69,347	-	69,347
254,770	88,201	16,721	104,922
231,875	198,844	-	198,844
6,381	6,605	-	6,605
18,289	9,048	-	9,048
18,212	68,845	-	68,845
-	746	-	746
-	84,871	-	84,871
1,516,485	161,306	-	161,306
-	660	-	660
12,073	1,623,772	-	1,623,772
-	387,179	-	387,179
-	394,407	-	394,407
-	2,558	-	2,558
-	417,068	-	417,068
-	1,165	-	1,165
41,669	98,163	-	98,163
116,174	(2)	-	(2)
32,763	236,834	788	237,622
25,840	119,114	-	119,114
98,079	-	-	-
19,314	(14,168)	-	(14,168)
217	19,182	-	19,182
27,253	-	-	-
56,323	(45,923)	4,329	(41,594)
146,371	64,180	-	64,180
2,723	69,601	-	69,601
32,047	72,548	-	72,548
50,928	7,137,688	222,142	7,359,830

FORD COUNTY, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS

For the Year Ended December 31, 2021

Fund	Beginning unencumbered cash balance (deficit)	Prior year canceled encumbrances	Receipts
Special purpose funds (continued):			
Non-budgeted special purpose funds (continued):			
Equipment reserve	$ 2,694,462	$ -	$ 1,300,025
Clerk technology fee	24,648	-	17,167
Treasurer technology fee	9,564	-	8,667
Fire management assistance grant	-	-	-
COVID-19 health department	148,208	-	567,827
OJP grant sheriff department	74	-	-
Santa Fe Trail reinvestment grant 20/21	49,554	-	53,846
Santa Fe Trail behavioral science	164,662	-	321,220
Santa Fe Trail Community Corrections 20/21	83,063	-	177,345
SPARKS Ford County	200,590	-	-
Emergency management COVID-19	15,000	-	-
SPARKS subrecipients	7,608	-	-
CTCL grant	705	-	-
OJA grant	(115,100)	-	115,100
ARPA	-	-	3,265,049
Fire/EMS donations	35,605	-	4,625
Prosecutor training and assistance	7,940	-	4,902
Special auto	67,791	-	245,844
Total special purpose funds	17,078,417	37,509	20,518,554
Bond and interest fund:			
PBC debt service	127,120	-	1,222,798
Capital project fund:			
Health campus bond	1,615,219	-	-
Business funds:			
Alarm	13,582	-	2,564
Solid waste disposal	778,025	-	2,084,178
County shared health plan	1,393,038	-	1,479,722
Total business funds	2,184,645	-	3,566,464
Total - excluding agency funds	$ 24,444,177	$ 61,212	$ 45,462,171
Composition of cash balance:			
Demand deposits			
Certificates of deposit			
Cash and checks on hand			
Total cash			
Agency funds			
Total - excluding agency funds			

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

Expenditures	Ending unencumbered cash balance (deficit)	Add encumbrances and accounts payable	Ending cash balance (deficit)
$ 1,812,617	$ 2,181,870	$ 514,231	$ 2,696,101
12,827	28,988	-	28,988
6,806	11,425	-	11,425
14,425	(14,425)	-	(14,425)
755,671	(39,636)	10,940	(28,696)
-	74	-	74
103,400	-	-	-
485,882	-	-	-
260,408	-	-	-
200,590	-	-	-
-	15,000	-	15,000
7,608	-	-	-
705	-	-	-
-	-	-	-
70,000	3,195,049	-	3,195,049
-	40,230	-	40,230
2,474	10,368	-	10,368
237,412	76,223	-	76,223
15,870,846	21,763,634	1,344,668	23,108,302
1,222,797	127,121	-	127,121
-	1,615,219	-	1,615,219
9,999	6,147	-	6,147
2,121,343	740,860	335,212	1,076,072
2,311,090	561,670	284,315	845,985
4,442,432	1,308,677	619,527	1,928,204
$ 40,870,836	$ 29,096,724	$ 2,570,058	$ 31,666,782

	$ 61,610,092
	9,160,138
	193,033
	70,963,263
	(39,296,481)
	$ 31,666,782

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

   Ford County, Kansas is a municipal corporation governed by an elected three-member Commission. This regulatory financial statement presents Ford County, Kansas (the municipality) and the Ford County Public Building Commission (part of the municipality). The Ford County Extension Council and Ford County Fair Association are considered related municipal entities but have not been included in the County's reporting entity. A related municipal entity is an entity established to benefit the County and/or its constituents.

   Ford County Public Building Commission: The Commission was authorized by Resolution No. 2011-26, pursuant to K.S.A. 12-1757 et. seq., and all amendments thereto, and as amended, supplemental and limited by the Resolution establishing the composition thereof and purposes for which established. For financial reporting, the financial activities of the Public Building Commission are accounted for within a capital project fund and a bond and interest fund.

   Ford County Extension Council: The Council provides services in such areas as agriculture, home economics, and 4-H clubs, to all persons in the County. The Council has an elected Executive Board. The County annually provides significant operating subsidies to the Council.

   Ford County Fair Association: The Association is fiscally dependent on the County and the budget is approved by the County Commissioners. In addition, the Association is prohibited from issuing bonded debt without the approval of the County Commission.

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, 2021:

   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 fund – 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.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basis of Presentation – Fund Accounting (Continued)

REGULATORY BASIS FUND TYPES (CONTINUED)

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

Capital Project fund – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business fund – funds financed in whole or in part by fees charged to users for goods or services.

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

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), bond and interest funds, and business 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 calendar year on or before August 1st.

b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.

c. Public hearing on or before August 15th, but at least ten days after publication of notice of public hearing.

d. Adoption of the final budget on or before August 25th.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

If the municipality is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The municipality did not hold a revenue neutral rate hearing for this year.

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.

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, capital projects funds, the County Shared Health Plan Fund, and the following special purpose funds:

Special Machinery Reserve
DARE
Santa Fe Trail Reinvestment Grant 21/22
Santa Fe Trail Community Corrections 21/22
JJA 21/22
Federal Law Enforcement Trust
Special Prosecutor's Trust
Special Law Enforcement Trust
Attorney Federal Asset Forfeiture
Drug Taxation
Sales Tax Project
Local Emergency Planning Grant
Community Projects Wind Farm
Special Ambulance Capital Outlay
Special Highway Improvement
Santa Fe Trails Solid Waste Authority
Fire District Equipment Reserve
Administrative Check Charges
Diversion
Emergency Shelter Grant
VIN Fees
State and Federal Grants
VOCA 20/21 Grant
VAWA (Violence Against Women Act)
Concealed Weapons
BIP Coordinator
VOCA 21/22 Grant
Court Trustee Operations
Registered Offenders
Register of Deeds Technology
Capital Improvement
Equipment Reserve
Clerk Technology Fee
Treasurer Technology Fee
Fire Management Assistance Grant
COVID-19 Health Department
OJP Grant Sheriff Department
Santa Fe Trail Reinvestment Grant 20/21
Santa Fe Trail Behavioral Science
Santa Fe Trail Community Corrections 20/21
SPARKS Ford County
Emergency Management COVID-19
SPARKS Subrecipients
CTCL Grant
OJA Grant
ARPA
Fire/EMS Donations
Prosecutor Training & Assistance
Special Auto

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 of the Director of Accounts and Reports, the Kansas Department of Administration, and legal representatives of the County.

K.S.A. 10-130 requires that municipalities remit payments for any bonds or interest to the state fiscal agent at least twenty days before the date of maturity. All bond payments were not made in accordance with this statute.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in available monies in a fund. Although the Emergency shelter grant, Women against violence act, VOCA 21/22 grant, Fire management assistance grant, and COVID-19 health department funds overspent their cash balance, 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.

The County does not have a properly compiled and approved comprehensive inventory book showing all the personal property owned by the County, as required by K.S.A. 19-2687.

According to K.S.A. 12-1678a, tax distributions to taxing subdivisions should be timely made by January 20, March 20, June 5, September 20, and October 31. The County issued tax distributions were not made in accordance with this statute.

The County's deposits held at Western State Bank were under secured by $68,189 as of December 31, 2021, which is in violation with K.S.A. 9-1402 and K.S.A. 9-1405.

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 in which the County is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The 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.

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.

At December 31, 2021, the County's carrying amount of deposits was $70,770,230 and the bank balance was $71,025,493. Of the bank balance, $3,621,386 was covered by federal depository insurance, $67,335,918 was collateralized with securities held by the pledging financial institutions' agents in the County's name and $68,189 was undersecured.

D. LONG-TERM DEBT

Changes in long-term liabilities for the entity for the year ended December 31, 2021, were as follows:

Issue	Balance beginning of year	Additions/ net change	Reductions/ net change	Balance end of year	Interest paid
Revenue bonds:					
Public Building Commission Health Campus – Series 2015-A Issued February 25, 2015 In the amount of $4,580,000 At interest rates of 2.00 to 2.85% Maturing September 1, 2029	$3,095,000	$ -	$ 315,000	$2,780,000	$ 73,842
Public Building Commission Compass Behavioral Health Project – Series 2015-B Issued November 4, 2015 In the amount of $2,645,000 At interest rates of 2.00 to 3.40% Maturing September 1, 2035	2,095,000	-	115,000	1,980,000	62,305
Public Building Commission Expo Center Refunding – Series 2016-A Issued September 16, 2016 In the amount of $7,865,000 At interest rates of 2.00 to 3.00% Maturing September 1, 2031	6,055,000	-	475,000	5,580,000	181,650
Total revenue bonds	11,245,000	-	905,000	10,340,000	317,797
Finance leases:					
Communications System Issued November 30, 2016 In the amount of $2,606,966 At interest rate of 3.06% Maturing November 15, 2026	1,655,990	-	255,626	1,400,364	50,674
Communications System Addition Issued June 1, 2017 In the amount of $295,842 At interest rate of 3.87% Maturing June 1, 2022	125,114	-	61,370	63,744	4,841
Dell Financial DR Project Issued January 1, 2021 In the amount of $369,521 At interest rate of 3.12% Maturing December 31, 2025	-	369,521	78,305	291,216	2,763
Total finance leases	1,781,104	369,521	395,301	1,755,324	58,278
Voluntary early retirement	22,137	65,782	21,030	66,889	-
Total long-term debt	$13,048,241	$ 435,303	$1,321,331	$ 12,162,213	$ 376,075

D. LONG-TERM DEBT (CONTINUED)

Current maturities of revenue bonds and interest for the next five years and in five-year increments through maturity are as follows:

	Principal due	Interest due	Total due
2022	$ 925,000	$ 293,798	$ 1,218,798
2023	945,000	270,447	1,215,447
2024	975,000	246,547	1,221,547
2025	1,000,000	220,435	1,220,435
2026	1,030,000	193,270	1,223,270
2027-2031	4,815,000	514,613	5,329,613
2032-2035	650,000	55,867	705,867
Total	$ 10,340,000	$ 1,794,977	$ 12,134,977

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

	Principal due	Interest due	Total due
2022	$ 395,378	$ 58,091	$ 453,469
2023	342,686	44,572	387,258
2024	354,116	33,142	387,258
2025	365,939	21,321	387,260
2026	297,205	9,095	306,300
Total	$ 1,755,324	$ 166,221	$ 1,921,545

Voluntary Early Retirement Program. Full-time employees may voluntarily elect to retire early. Qualifying employees must meet age, service, and the KPERS or KP&F full retirement qualifications. The annual rate of retirement compensation is twelve percent of the last annual salary. Benefits will end after five years or when the retiree reaches age 65, whichever occurs first. An eligible full-time employee who receives early retirement shall be entitled to continue health insurance coverage available to full-time employees of the County until the early retiree becomes eligible for Medicare. The County will make a contribution of $282 for the health care coverage for a maximum of 60 months. Any additional cost shall be borne by the early retiree.

Current maturities of the voluntary early retirement program through maturity are as follows:

	Compensation due	Health care contribution due	Total due
2022	$ 16,690	$ 6,776	$ 23,466
2023	11,439	6,775	18,214
2024	7,712	5,364	13,076
2025	4,701	3,388	8,089
2026	2,350	1,694	4,044
Total	$ 42,892	$ 23,997	$ 66,889

E. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	Project commitments authorized	Cash disbursements and accounts payable to date	Remaining financial commitment
Off-System Bridge #56	$ 48,750	$ 48,750	$ -
Off-System Bridge #31	40,550	30,590	9,960
Expo Center Addition	993,320	993,320	-
Jewell Road	3,407,695	3,029,342	378,353
Hilmar Cheese Facility	43,750	22,563	21,187
127 Road Low Water Crossing	22,000	3,300	18,700
102 Road Reclamation PE	26,000	5,200	20,800
113 Road Reclamation PE	22,000	4,400	17,600
	$ 4,604,065	$ 4,137,465	$ 466,600

F. 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 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 K.S.A. 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. K.S.A. 74-4975 establishes the KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by their employer 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, KPERS 3, and KP&F 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 8.87% for KPERS and 22.80% for KP&F for the fiscal year ended December 31, 2021. Contributions to the pension plan from the County were $764,975 for KPERS and $735,279 for KP&F for the year ended December 31, 2021.

F. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Net Pension Liability

At December 31, 2021, the County's proportionate share of the collective net pension liability reported by KPERS was $5,353,077 and $5,224,202 for KP&F. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. 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.

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

G. 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 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 was set at 1% and contributions were $43,532 for the year ended December 31, 2021.

Compensated Absences. The County's employees receive paid time off rather than vacation or sick leave. Accrual of paid time off is based on the employee's classification (regular part-time; regular full-time: 35-hour week or 40-hour week; or regular full-time: 12 hour or 24-hour shift) and also on employees' years of employment. Once the maximum hours have been accrued by an employee, the hours start accruing in an extended illness bank which is to be used for serious or extended illnesses. Upon termination or resignation from service, employees are entitled to payment for all accrued personal time off earned prior to termination or resignation. Upon voluntary separation from employment, employees with 10 or more years of continuous service are entitled to payment for a portion of their accrued extended illness bank based upon years of employment. The potential liability for compensated absences at December 31, 2021 was $993,964. This is not reflected in the financial statement.

Section 125 Plan. The County offers a section 125 flexible benefit plan to employees electing to participate. It is used for insurance premiums, other medical costs, and childcare costs. The plan is administered by an independent company.

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

H. INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Amount	Statutory authority
General	Capital Improvement	$ 600,000	K.S.A. 19-120
General	Equipment Reserve	600,000	K.S.A. 19-119
Road and Bridge	Special Highway	189,156	K.S.A. 68-141g
Health	Equipment Reserve	250,000	K.S.A. 19-119
Ambulance	Special Ambulance Capital Outlay	125,000	K.S.A. 12-110d
Noxious Weed	Equipment Reserve	250,000	K.S.A. 19-119
Rural Fire District	Fire District Equipment Reserve	82,920	K.S.A. 19-3612c
SFT Reinvestment 20/21 Grant	SFT Reinvestment 21/22 Grant	40,937	Grant Agreement
SFTCC 20/21	SFTCC 21/22	18,644	Grant Agreement
SFT Behavioral Science	JJA 21/22	212,544	Grant Agreement
Special Auto	General	213,973	K.S.A. 8-145
Solid Waste Disposal	Hazardous Household Waste	45,000	K.S.A. 65-3405
Solid Waste Disposal	Capital Improvement	1,000,000	K.S.A. 19-120
Solid Waste Disposal	Equipment Reserve	200,000	K.S.A. 19-119
		$ 3,828,174	

I. 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 $5,552,596 and the estimated post-closure cost is $2,510,381. These figures comprise the estimated closure and post-closure cost of $8,062,977 and are obtained from the 2021 Annual Cost Estimate Worksheets for Permit Renewals during July 1, 2021 to June 30, 2022. The permit for 2021 identifies that the remaining volume capacity of the site is 73.14% of the original capacity and that the remaining life of the landfill is estimated to be 48 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.

J. JOINT VENTURES

On January 1, 1993, Ford County, Kansas, entered into a joint venture with the City of Dodge City, Kansas, for the operation of a communications center. By joint resolution the Dodge City/Ford County Emergency Communications Board was created to operate the Dodge City/Ford County Communications Department. The Board consists of equal membership of County and City personnel. The department provides emergency communications for County and City agencies. The budgeted operating expenditures are shared equally by the two governments.

J. JOINT VENTURES (CONTINUED)

In 1994, the County entered into a joint venture with five adjacent counties to undertake a household hazardous waste collection program within the counties. By joint resolution, a regional Household Hazardous Waste Collection Program was established. The purpose of the program is to provide safe, effective, and efficient disposition of household hazardous waste generated within the party counties through equipment and facilities owned, operated, maintained or otherwise available to the parties for such purposes. The undertaking is financed by contributions from the parties in cash and in-kind. The joint venture is administered by the Ford County Public Works Department.

On July 21, 1997, Ford County, Kansas entered into a joint venture with the City of Dodge City, Kansas, for the construction and operation of certain public projects. On June 10, 1997, the voters of Ford County and Dodge City approved a one-half percent city-wide and a one-half percent county-wide retailer's sales tax to finance these projects. The projects include but are not limited to the following: an outdoor motor sports complex; field sport facilities, including a baseball/softball complex and additional soccer facilities and renovation of existing facilities; and a special events center.

A Project Review and Advisory Committee was established to oversee the projects. The Committee consists of six at-large members, the Chairperson of the Board of Directors of the Dodge City/Ford County Development Corporation or his or her designee and ex-officio representation from the City and County Commissions. All City sales tax revenues are deposited into the Sales Tax Fund. County sales tax revenues which are designated for Ford County and the City of Dodge City are transferred to the City and deposited into the same fund. All expenditures from the Sales Tax Project Fund are subject to approval of the City Commission. All real estate acquired for the projects is titled to the City. County sales tax revenues which are designated for other cities within the County are paid to those cities by the State of Kansas for their use.

K. CONDUIT DEBT OBLIGATIONS

From time to time, the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the County nor the State, or any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in this financial statement.

As of December 31, 2021, there was one series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of $7,382,200.

L. OPERATING LEASES

On February 6, 2017, the County entered into a lease agreement with Century Business Technologies, Inc. to lease a copier. The agreement calls for monthly payments of $230 for sixty months. Payments totaling $2,766 were made in 2021.

On September 30, 2018, the County entered into a lease agreement with Century Business Technologies, Inc. to lease eleven copiers. The agreement calls for annual payments of $24,912 for five years. Payments totaling $24,912 were made in 2021.

On April 29, 2019, the County entered into a lease agreement with Century Business Technologies, Inc. to lease a copier. The agreement calls for annual payments of $1,514 for fifty-three months. Payments totaling $1,514 were made in 2021.

On November 7, 2020, the County entered into a lease agreement with Lewis Chevrolet to lease up to four vehicles. The agreement calls for monthly payments of $625 per vehicle for forty-eight months. Payments totaling $30,000 were made in 2021.

On December 6, 2016, the County entered into a lease agreement with Heartland Tower, Inc. to lease a building. The agreement is for a period of ten years and calls for an annual payment of $6,638 for fiscal period May 1, 2020 thru April 30, 2021 with an annual increase of 2%. The County will also be billed for the real estate taxes assessed on the property. A lease payment of $6,496 and a reimbursement of real estate taxes of $47,106 were made in 2021.

On May 12, 2020, the County entered into a lease agreement with Century Business Technologies, Inc. to lease a copier. The agreement calls for annual payments of $11,741 for five years with an increase of up to 10% for maintenance each year. Payments totaling $12,146 were made in 2021.

On August 3, 2020 the County entered into a lease agreement with Century Business Technologies, Inc. to lease a copier. The agreement calls for annual payments of $1,236 for thirty-seven months and $117 for twenty-four months. Payments totaling $1,353 were made in 2021.

On January 1, 2021 the County entered into a lease agreement with Century Business Technologies, Inc. to lease a copier. The agreement calls for annual payments of $1,215 for twenty-nine months. Payments totaling $1,215 were made in 2021.

On January 1, 2021 the County entered into a lease agreement with Century Business Technologies, Inc. to lease a copier. The agreement calls for annual payments of $2,601 for thirty-one months. Payments totaling $2,601 were made in 2021.

On January 1, 2021 the County entered into a lease agreement with Century Business Technologies, Inc. to lease a copier. The agreement calls for annual payments of $1,961 for thirty-one months. Payments totaling $1,961 were made in 2021.

On July 19, 2021 the County entered into a lease agreement with United Tel-Com to upgrade the fiber and bandwidth. The agreement calls for monthly payments of $2,355 for sixty months. Payments totaling $11,775 were made in 2021.

L. OPERATING LEASES (CONTINUED)

Future minimum rental payments under the operating leases are as follows:

	Century Business Technologies	Lewis Chevrolet	Heartland Tower	United Tel-Com	Total
2022	$ 46,614	$ 30,000	$ 6,626	$ 28,260	$ 111,500
2023	15,860	25,000	6,759	28,260	75,879
2024	12,692	-	6,895	28,260	47,847
2025	-	-	7,033	28,260	35,293
2026	-	-	7,174	16,485	23,659
Total	$ 75,166	$ 55,000	$ 34,487	$ 129,525	$ 294,178

M. RELATED PARTY TRANSACTIONS

On December 12, 2011, the County approved a resolution to lease the Western State Bank Expo Center from the Ford County Public Building Commission (FCPBC) to provide a source of repayment on the revenue bonds (shown in Note D). The FCPBC received lease payments from the County in the amount of $656,650 in 2021.

On February 25, 2015, the County approved a resolution to lease the County Health Campus from the FCPBC to provide a source of repayment on the revenue bonds (shown in Note D). The FCPBC received lease payments from the County in the amount of $388,842 in 2021.

On November 4, 2015, the County approved a resolution to lease the Compass Behavioral Health Building from the FCPBC to provide a source of repayment on the revenue bonds (shown in Note D). The FCPBC received lease payments from the County in the amount of $177,305 in 2021.

N. SUBLEASE

On March 20, 2017, the County approved to sublease the Compass Behavior Health Building to Compass Behavioral Health with an effective date as of November 4, 2015. The agreement calls for basic rental payments equal to the County's payments due to the FCPBC for this building. The term of the lease coincides with the term of the Series 2015-B Revenue Bonds (shown in Note D). The County received lease payments from Compass Behavioral Health in the amount of $177,305 in 2021.

O. COMMITMENTS

The County has commitments for a maintenance support plan, a lifecycle support plan, and analytics related to its communications system agreement. The total commitment remaining as of December 31, 2021, was $193,630.

The County has a commitment with Revere Healthcare Solutions Inc. to provide to the County eligible participants primary care service through a licensed APRN overseen by a licensed physician. The remaining commitment as of December 31, 2021, was $546,000 and will be spread over a two-year period.

O. COMMITMENTS (CONTINUED)

In addition to the base fee shown as a commitment below, the County will also be billed monthly for health risk assessments, lab tests, supplies, and reimbursed costs (reimbursed costs include rent and utilities and shall not exceed $1,000 per month).

Future commitment payments are as follows:

	Communications system	Revere Healthcare Solutions, Inc.	Total due
2022	$ 193,630	$ 270,000	$ 463,630
2023	-	276,000	276,000
Total	$ 193,630	$ 546,000	$ 739,630

P. CONTINGENCIES

The County receives financial assistance from numerous federal and state governmental agencies in the form of grants and state pass-through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims would not have a material effect on the financial statement of the County at December 31, 2021.

Q. 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; and natural disasters. The County has been unable to obtain property, liability, and workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the County joined together with other governments in the State to participate in the Kansas County Association Multi-Line Pool (KCAMP) and the Kansas Workers Risk Cooperative for Counties (KWORCC), both of which are public entity risk pools currently operating as common risk management and insurance programs for participating members.

The County pays an annual premium to KCAMP for its property and liability insurance coverage. The agreement to participate provides that KCAMP will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $500,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KCAMP management.

The County pays an annual premium to KWORCC for its workers' compensation insurance coverage. The agreement to participate provides that KWORCC will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of $750,000 to $1,000,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KWORCC management.

Q. RISK MANAGEMENT (CONTINUED)

The County has established a business fund to account for its medical self-insurance program and has entered into a partially self-funded agreement. This agreement allows the County to assume a limited amount of liability by self-insuring a portion of the employees' medical expenses. Premiums paid for an excess coverage insurance policy cover individual and family claims in excess of $50,000 and the County is also protected by an aggregate stop-loss provision, which limits its liability on total self-insurance claims for a contract period. Liabilities for unpaid claims are those claims that are unpaid at year end. Changes in the claim's liability amount are as follows:

December 31,	Beginning of year liability	Claims and changes in estimates	Claim payments	End of year liability
2021	$ 220,958	$ 1,567,946	$ 1,504,589	$ 284,315

R. CORONAVIRUS (COVID-19)

On January 30, 2020, the World Health Organization ("WHO") announced a global health emergency because of a new strain of coronavirus in Wuhan, China (the "COVID-19 outbreak") and the risks to the international community as the virus spreads globally beyond its point of origin. In March 2020, the WHO classified the COVID-19 outbreak as a pandemic, based on the rapid increase in exposure globally. The full impact of the COVID-19 outbreak continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the pandemic will have on the County's financial condition, liquidity, and future result of operations. Management is actively monitoring the global and local situation on its financial condition, liquidity, operations, suppliers, industry and workforce. Given the daily evolution of the COVID-19 outbreak and the global responses to curb its spread, the County is not able to estimate the effects of the COVID-19 outbreak on its results of operations, financial condition, or liquidity for fiscal year 2022.

As a result of the COVID-19 outbreak, numerous Federal and State grants have been made available to the County to assist with the risks and help offset incurred costs of the County. The County received funding from multiple sources during the current year.

S. SUBSEQUENT EVENTS

The County has evaluated events subsequent to year end through March 29, 2023 and does not believe any events have occurred which affect the financial statement as presented except for the ongoing concern regarding the novel strain of coronavirus (COVID-19) as discussed in Note R above.

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

Schedule 1

FORD COUNTY, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2021

Fund	Certified budget	Adjustment for qualifying budget credits	Total budget for comparison	Expenditures chargeable to current year	Variance favorable (unfavorable)
General	$20,723,805	$ -	$20,723,805	$19,334,761	$ 1,389,044
Special purpose funds:					
Road and bridge	4,535,110	-	4,535,110	3,894,671	640,439
Special bridge	389,687	-	389,687	171,761	217,926
Health	1,350,000	-	1,350,000	1,077,841	272,159
Services for the elderly	283,685	-	283,685	283,685	-
Ambulance	1,534,180	-	1,534,180	1,367,278	166,902
KS 911 act SB50	198,200	-	198,200	198,199	1
Noxious weed	1,057,965	-	1,057,965	815,645	242,320
Noxious weed capital outlay	330,000	-	330,000	64,275	265,725
Hazardous household waste	107,019	-	107,019	21,958	85,061
Rural fire district	1,400,448	-	1,400,448	1,239,978	160,470
Special alcohol and drug	16,000	-	16,000	-	16,000
Special park and recreation	18,000	-	18,000	-	18,000
Bond and interest funds:					
PBC debt service	1,223,798	-	1,223,798	1,222,797	1,001
Business funds:					
Alarm	17,000	-	17,000	9,999	7,001
Solid waste disposal	2,275,000	-	2,275,000	2,121,343	153,657
Total	$35,459,897	$ -	$35,459,897	$31,824,191	$ 3,635,706

See Independent Auditor's Report.

FORD COUNTY, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 10,064,585	$ 11,255,735	$ 11,374,887	$ (119,152)
Delinquent tax	154,384	385,357	150,000	235,357
Motor vehicle tax	1,181,171	1,201,253	669,814	531,439
Recreational vehicle tax	8,801	9,152	5,121	4,031
Commercial vehicle tax	65,805	59,646	40,237	19,409
MV interest and penalties	6,048	5,416	2,000	3,416
Vehicle rental excise tax	2,449	3,929	1,000	2,929
Wind farm allocation	107,762	1,907,261	1,025,056	882,205
Interest on current tax	349,316	266,699	200,000	66,699
Mineral production tax	19,028	19,101	20,000	(899)
Local alcohol/liquor tax	813	878	1,000	(122)
Compass Behavioral Health lease	180,755	177,305	177,305	-
Licenses, fees and permits	616,459	631,963	362,000	269,963
Charges for services	964,115	928,311	924,575	3,736
Sales and use tax	1,309,601	1,540,364	1,150,000	390,364
Franchise taxes	8,152	8,750	6,000	2,750
Expanded lottery tax	481,135	720,857	600,000	120,857
Tax sale	4,800	-	-	-
Interest on idle funds	202,001	36,424	350,000	(313,576)
In lieu of tax	73,642	91,285	75,100	16,185
Miscellaneous	43,621	106,974	20,000	86,974
WND reimbursement	300,000	300,000	300,000	-
Benefit reimbursement	488,999	408,130	700,000	(291,870)
Federal and state grants	87,237	8,325	-	8,325
Transfer from special auto	181,571	213,973	200,000	13,973
Transfer from diversion	-	-	30,000	(30,000)
Neighborhood revitalization rebate	(102,605)	(132,733)	(112,571)	(20,162)
Total receipts	16,799,645	20,154,355	$ 18,271,524	$ 1,882,831
Expenditures:				
General government:				
Commissioners	109,045	125,742	$ 125,000	$ (742)
Elections	181,833	123,735	237,291	113,556
County Clerk	179,251	192,934	202,414	9,480
County Treasurer	409,095	386,650	426,400	39,750
County Attorney	858,228	922,906	869,505	(53,401)
Register of Deeds	196,045	209,593	229,050	19,457
General operations	751,889	1,041,527	1,016,049	(25,478)
Custodian	432,236	415,514	509,312	93,798
District court	576,841	620,302	703,300	82,998

FORD COUNTY, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
General government (continued):				
Technology group	$ 259,490	$ 309,141	$ 314,038	$ 4,897
Coroner	139,052	129,436	129,500	64
County Administrator	152,236	89,759	302,085	212,326
Sanitarian	58,592	62,794	60,500	(2,294)
Planning and zoning	34,675	35,043	33,600	(1,443)
Human resources	83,676	123,578	130,390	6,812
Appraisal	485,420	498,960	522,103	23,143
Employee benefits	3,190,771	4,179,549	4,196,000	16,451
Legal counsel	119,263	87,199	100,000	12,801
Surveyor	173,856	179,196	205,520	26,324
Subtotal	8,391,494	9,733,558	10,312,057	578,499
Public safety:				
Sheriff	2,030,371	2,368,665	3,053,356	684,691
Detention center	2,199,730	2,350,974	2,731,930	380,956
Civil defense	120,984	177,464	260,900	83,436
Communications	1,062,670	1,187,126	1,123,150	(63,976)
Juvenile detention	198,104	291,284	165,414	(125,870)
Emergency service complex	103,411	114,742	135,100	20,358
Subtotal	5,715,270	6,490,255	7,469,850	979,595
Appropriations:				
Workforce Alliance University	125,000	75,000	75,000	-
Fair Board	34,000	34,000	34,000	-
Historical Society	222,711	95,544	90,000	(5,544)
Extension Council	214,000	190,000	190,000	-
Conservation District	35,000	40,000	40,000	-
Compass Behavioral Health	100,000	100,000	100,000	-
Arrowhead West	50,000	50,000	50,000	-
CASA	-	-	8,500	8,500
Dodge City Festivals	-	-	10,000	10,000
Friendship Feast	-	-	15,000	15,000
Subtotal	780,711	584,544	612,500	27,956
Economic development	60,000	60,000	60,000	-
Expo Center	370,731	426,320	520,400	94,080

FORD COUNTY, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Ford County Lake	$ 1,103	$ 1,129	$ 1,200	$ 71
Services for the elderly	6,741	-	-	-
Main Street	5,000	5,000	5,000	-
Dodge City fireworks	-	-	5,000	5,000
Operating transfers:				
Transfer to capital improvement	1,000,000	600,000	250,000	(350,000)
Transfer to equipment reserve	500,000	600,000	265,000	(335,000)
Subtotal	1,500,000	1,200,000	515,000	(685,000)
Lease payments:				
Health campus	-	-	388,843	388,843
Compass Behavioral Health	180,755	177,305	177,305	-
Expo Center	655,950	656,650	656,650	-
Subtotal	836,705	833,955	1,222,798	388,843
Total expenditures	17,667,755	19,334,761	$ 20,723,805	$ 1,389,044
Receipts over (under) expenditures	(868,110)	819,594		
Unencumbered cash, beginning of year	4,258,101	3,438,776	$ 2,452,281	$ 986,495
Prior year canceled encumbrances	48,785	23,703		
Unencumbered cash, end of year	$ 3,438,776	$ 4,282,073		

See Independent Auditor's Report

FORD COUNTY, KANSAS

ROAD AND BRIDGE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 2,268,275	$ 1,425,989	$ 1,440,496	$ (14,507)
Delinquent tax	14,426	58,182	10,000	48,182
Motor vehicle tax	115,392	234,968	151,111	83,857
Recreational vehicle tax	859	1,787	1,155	632
Commercial vehicle tax	6,388	12,767	9,078	3,689
Vehicle rental excise tax	241	615	100	515
State aid	1,146,187	730,032	925,615	(195,583)
In lieu of tax	16,615	11,538	15,905	(4,367)
Contract work	223,649	153,668	75,000	78,668
Reimbursements	23,445	13,136	40,000	(26,864)
Sale of scrap	10	331	-	331
Miscellaneous	1,599	3,636	-	3,636
Neighborhood revitalization rebate	(23,149)	(16,777)	(14,233)	(2,544)
Total receipts	3,793,937	2,629,872	$ 2,654,227	$ (24,355)
Expenditures:				
Public works	2,168,128	3,705,515	$ 4,435,110	$ 729,595
Transfer to special machinery	167,979	-	100,000	100,000
Transfer to special highway	188,159	189,156	-	(189,156)
Total expenditures	2,524,266	3,894,671	$ 4,535,110	$ 640,439
Receipts over (under) expenditures	1,269,671	(1,264,799)		
Unencumbered cash, beginning of year	1,437,985	2,711,910	$ 1,880,883	$ 831,027
Prior year canceled encumbrances	4,254	-		
Unencumbered cash, end of year	$ 2,711,910	$ 1,447,111		

See Independent Auditor's Report

FORD COUNTY, KANSAS

SPECIAL BRIDGE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 87,713	$ 121,185	$ 122,365	$ (1,180)
Delinquent tax	2,410	4,109	2,500	1,609
Motor vehicle tax	11,635	10,320	5,837	4,483
Recreational vehicle tax	86	79	45	34
Commercial vehicle tax	569	517	351	166
Vehicle rental excise tax	28	33	-	33
In lieu of tax	641	984	650	334
Miscellaneous	-	6,400	-	6,400
Neighborhood revitalization rebate	(893)	(1,431)	(1,212)	(219)
Total receipts	102,189	142,196	$ 130,536	$ 11,660
Expenditures:				
Public works	111,943	171,761	$ 389,687	$ 217,926
Receipts over (under) expenditures	(9,754)	(29,565)		
Unencumbered cash, beginning of year	542,424	532,670	$ 259,151	$ 273,519
Unencumbered cash, end of year	$ 532,670	$ 503,105		

See Independent Auditor's Report

FORD COUNTY, KANSAS

HEALTH FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 234,290	$ 424,175	$ 428,683	$ (4,508)
Delinquent tax	6,200	13,339	3,500	9,839
Motor vehicle tax	53,255	34,424	15,568	18,856
Recreational vehicle tax	398	263	119	144
Commercial vehicle tax	3,034	1,511	935	576
Vehicle rental excise tax	107	140	-	140
In lieu of tax	1,712	3,443	1,933	1,510
Federal and state grants	420,877	483,697	435,000	48,697
Charges for services	260,539	316,209	300,000	16,209
Other income	841	73	-	73
Neighborhood revitalization rebate	(2,385)	(5,006)	(4,246)	(760)
Total receipts	978,868	1,272,268	$ 1,181,492	$ 90,776
Expenditures:				
Health and welfare	327,259	438,999	$ 1,350,000	$ 911,001
Health campus lease payment	390,043	388,842	-	(388,842)
Transfer to equipment reserve	-	250,000	-	(250,000)
Total expenditures	717,302	1,077,841	$ 1,350,000	$ 272,159
Receipts over (under) expenditures	261,566	194,427		
Unencumbered cash, beginning of year	444,271	706,033	$ 168,508	$ 537,525
Prior year canceled encumbrances	196	277		
Unencumbered cash, end of year	$ 706,033	$ 900,737		

See Independent Auditor's Report

FORD COUNTY, KANSAS

SERVICES FOR THE ELDERLY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 231,419	$ 258,383	$ 261,362	$ (2,979)
Delinquent tax	3,351	8,478	2,500	5,978
Motor vehicle tax	24,684	26,993	15,400	11,593
Recreational vehicle tax	184	206	118	88
Commercial vehicle tax	1,367	1,359	925	434
Vehicle rental excise tax	52	85	-	85
In lieu of tax	1,694	2,096	1,709	387
Neighborhood revitalization rebate	(2,360)	(3,048)	(2,587)	(461)
Total receipts	260,391	294,552	$ 279,427	$ 15,125
Expenditures:				
Health and welfare	263,804	283,685	$ 283,685	$ -
Receipts over (under) expenditures	(3,413)	10,867		
Unencumbered cash, beginning of year	7,671	4,258	$ 4,258	$ -
Unencumbered cash, end of year	$ 4,258	$ 15,125		

See Independent Auditor's Report

FORD COUNTY, KANSAS

AMBULANCE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 878,448	$ 554,345	$ 558,925	$ (4,580)
Delinquent tax	9,990	28,727	5,000	23,727
Motor vehicle tax	81,426	100,274	58,485	41,789
Recreational vehicle tax	608	763	447	316
Commercial vehicle tax	4,627	5,120	3,513	1,607
Vehicle rental excise tax	164	308	50	258
In lieu of tax	6,431	4,478	6,425	(1,947)
Ambulance fees	595,067	512,133	570,000	(57,867)
Ambulance standby	20,175	18,506	20,000	(1,494)
Miscellaneous	126	159	-	159
Neighborhood revitalization rebate	(8,960)	(6,512)	(5,521)	(991)
Total receipts	1,588,102	1,218,301	$ 1,217,324	$ 977
Expenditures:				
Health and welfare	1,323,655	1,242,278	$ 1,534,180	$ 291,902
Transfer to ambulance capital outlay	-	125,000	-	(125,000)
Total expenditures	1,323,655	1,367,278	$ 1,534,180	$ 166,902
Receipts over (under) expenditures	264,447	(148,977)		
Unencumbered cash, beginning of year	303,416	569,117	$ 316,856	$ 252,261
Prior year canceled encumbrances	1,254	145		
Unencumbered cash, end of year	$ 569,117	$ 420,285		

See Independent Auditor's Report

FORD COUNTY, KANSAS

KS 911 ACT SB50 FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Kansas 911 Act SB50	$ 202,371	$ 206,731	$ 180,000	$ 26,731
Expenditures:				
Public safety	190,885	198,199	$ 198,200	$ 1
Receipts over (under) expenditures	11,486	8,532		
Unencumbered cash, beginning of year	28,029	39,515	$ 18,200	$ 21,315
Unencumbered cash, end of year	$ 39,515	$ 48,047		

See Independent Auditor's Report

FORD COUNTY, KANSAS

NOXIOUS WEED FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 466,545	$ 473,272	$ 478,333	$ (5,061)
Delinquent tax	6,572	16,996	5,000	11,996
Motor vehicle tax	50,212	54,686	31,057	23,629
Recreational vehicle tax	374	417	237	180
Commercial vehicle tax	2,810	2,746	1,866	880
Vehicle rental excise tax	103	175	50	125
In lieu of tax	3,414	3,837	3,810	27
Chemical sales	257,086	195,592	210,000	(14,408)
Miscellaneous	-	148	-	148
Reimbursements	42,450	44,476	30,000	14,476
Neighborhood revitalization rebate	(4,757)	(5,579)	(4,733)	(846)
Total receipts	824,809	786,766	$ 755,620	$ 31,146
Expenditures:				
Public works	615,048	565,645	$ 987,965	$ 422,320
Transfer to noxious weed capital outlay	74,250	-	70,000	70,000
Transfer to equipment reserve	-	250,000	-	(250,000)
Total expenditures	689,298	815,645	$ 1,057,965	$ 242,320
Receipts over (under) expenditures	135,511	(28,879)		
Unencumbered cash, beginning of year	602,744	738,255	$ 302,345	$ 435,910
Unencumbered cash, end of year	$ 738,255	$ 709,376		

See Independent Auditor's Report

FORD COUNTY, KANSAS

NOXIOUS WEED CAPITAL OUTLAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Transfer from noxious weed	$ 74,250	$ -	$ 70,000	$ (70,000)
Expenditures:				
Public works	11,988	64,275	$ 330,000	$ 265,725
Receipts over (under) expenditures	62,262	(64,275)		
Unencumbered cash, beginning of year	366,195	428,457	$ 260,000	$ 168,457
Unencumbered cash, end of year	$ 428,457	$ 364,182		

See Independent Auditor's Report

FORD COUNTY, KANSAS

HAZARDOUS HOUSEHOLD WASTE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Transfer from solid waste	$ 45,000	$ 45,000	$ 45,000	$ -
Expenditures:				
Sanitation	21,823	21,958	$ 107,019	$ 85,061
Receipts over (under) expenditures	23,177	23,042		
Unencumbered cash, beginning of year	117,019	140,196	$ 62,019	$ 78,177
Unencumbered cash, end of year	$ 140,196	$ 163,238		

See Independent Auditor's Report

FORD COUNTY, KANSAS

RURAL FIRE DISTRICT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 1,046,270	$ 1,082,756	$ 1,098,701	$ (15,945)
Delinquent tax	8,537	20,293	4,000	16,293
Motor vehicle tax	57,821	60,324	35,017	25,307
Recreational vehicle tax	675	821	472	349
Commercial vehicle tax	3,707	3,414	2,946	468
Wind farm allocation	11,568	258,148	137,109	121,039
In lieu of tax	9,789	11,319	1,600	9,719
Miscellaneous	195	4	-	4
Total receipts	1,138,562	1,437,079	$ 1,279,845	$ 157,234
Expenditures:				
Public safety	1,122,636	1,157,058	$ 1,222,500	$ 65,442
Transfer to fire district equipment reserve	135,000	82,920	177,948	95,028
Total expenditures	1,257,636	1,239,978	$ 1,400,448	$ 160,470
Receipts over (under) expenditures	(119,074)	197,101		
Unencumbered cash, beginning of year	184,190	66,274	$ 120,603	$ (54,329)
Prior year canceled encumbrances	1,158	-		
Unencumbered cash, end of year	$ 66,274	$ 263,375		

See Independent Auditor's Report

FORD COUNTY, KANSAS

SPECIAL ALCOHOL AND DRUG FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
State of Kansas	$ 1,224	$ 1,109	$ 3,000	$ (1,891)
Expenditures:				
Health and welfare	-	-	$ 16,000	$ 16,000
Receipts over (under) expenditures	1,224	1,109		
Unencumbered cash, beginning of year	10,521	11,745	$ 13,000	$ (1,255)
Unencumbered cash, end of year	$ 11,745	$ 12,854		

See Independent Auditor's Report

FORD COUNTY, KANSAS

SPECIAL PARK AND RECREATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
State of Kansas	$ 813	$ 878	$ 1,500	$ (622)
Expenditures:				
Culture and recreation	-	-	$ 18,000	$ 18,000
Receipts over (under) expenditures	813	878		
Unencumbered cash, beginning of year	15,370	16,183	$ 16,500	$ (317)
Unencumbered cash, end of year	$ 16,183	$ 17,061		

See Independent Auditor's Report

FORD COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2021

	Special machinery reserve	DARE	Santa Fe Trail reinvestment grant 21/22	Santa Fe Trail Community Corrections 21/22	JJA 21/22	Federal law enforcement trust
Receipts:						
State and federal aid/grant	$ -	$ -	$ 28,410	$ 244,929	$ 197,051	$ -
Matching funds	-	-	-	-	-	-
Licenses, fees and permits	-	-	-	-	-	-
Charges for services	-	-	-	78,993	680	-
Fines and forfeitures	-	-	-	-	-	-
Wind farm allocation	-	-	-	-	-	-
Donations	-	-	-	-	-	-
Sales and comp use tax	-	-	-	-	-	-
Miscellaneous	-	-	-	405	20,444	-
Reimbursements	-	-	-	-	-	-
Transfers in	-	-	40,937	18,644	212,544	-
Total receipts	-	-	69,347	342,971	430,719	-
Expenditures:						
General government	-	-	-	-	-	-
Public safety	-	-	-	254,770	231,875	6,381
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Public works	56,944	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Grants to subrecipients	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total expenditures	56,944	-	-	254,770	231,875	6,381
Receipts over (under) expenditures	(56,944)	-	69,347	88,201	198,844	(6,381)
Unencumbered cash (deficit), beginning of year	179,068	9	-	-	-	12,986
Prior year canceled encumbrances	-	-	-	-	-	-
Unencumbered cash (deficit), end of year	$ 122,124	$ 9	$ 69,347	$ 88,201	$ 198,844	$ 6,605

Special prosecutor's trust	Special law enforcement trust	Attorney federal asset forfeiture	Drug taxation	Sales tax project	Local emergency planning grant	Community projects wind farm
$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
3,995	27,282	-	-	-	-	-
-	-	-	-	-	-	537,312
-	-	-	-	-	-	-
-	-	-	-	1,563,221	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	343,125
-	-	-	-	-	-	-
3,995	27,282	-	-	1,563,221	-	880,437
-	-	-	-	-	-	12,073
18,289	18,212	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	1,516,485	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
18,289	18,212	-	-	1,516,485	-	12,073
(14,294)	9,070	-	-	46,736	-	868,364
23,342	59,775	746	84,871	114,570	660	755,408
-	-	-	-	-	-	-
$ 9,048	$ 68,845	$ 746	$ 84,871	$ 161,306	$ 660	$ 1,623,772

FORD COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2021

	Special ambulance capital outlay	Special highway improvement	Santa Fe Trails Solid Waste Authority	Fire district equipment reserve	Administrative check charges	Diversion
Receipts:						
State and federal aid/grant	$ -	$ -	$ -	$ -	$ -	$ -
Matching funds	-	-	-	-	-	-
Licenses, fees and permits	-	-	-	-	-	-
Charges for services	-	-	-	-	35	-
Fines and forfeitures	-	-	-	-	-	36,851
Wind farm allocation	-	-	-	-	-	-
Donations	-	-	-	-	-	-
Sales and comp use tax	-	-	-	-	-	-
Miscellaneous	-	-	-	9,999	-	-
Reimbursements	-	-	-	-	-	-
Transfers in	125,000	189,156	-	82,920	-	-
Total receipts	125,000	189,156	-	92,919	35	36,851
Expenditures:						
General government	-	-	-	-	-	41,669
Public safety	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Grants to subrecipients	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	41,669
Receipts over (under) expenditures	125,000	189,156	-	92,919	35	(4,818)
Unencumbered cash (deficit), beginning of year	262,179	205,251	2,558	324,149	1,130	102,981
Prior year canceled encumbrances	-	-	-	-	-	-
Unencumbered cash (deficit), end of year	$ 387,179	$ 394,407	$ 2,558	$ 417,068	$ 1,165	$ 98,163

Emergency shelter grant	VIN fees	State and federal grants	VOCA 20/21 grant	Violence against women act	Concealed weapons	BIP coordinator
$ 116,172	$ -	$ -	$ 103,906	$ 319	$ -	$ 48,926
-	-	-	20,559	4,827	-	-
-	42,810	-	-	-	2,115	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	113,746	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
116,172	42,810	113,746	124,465	5,146	2,115	48,926
-	-	25,840	-	19,314	-	-
-	32,763	-	98,079	-	217	27,253
116,174	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
116,174	32,763	25,840	98,079	19,314	217	27,253
(2)	10,047	87,906	26,386	(14,168)	1,898	21,673
-	226,787	31,208	(26,386)	-	17,284	(21,673)
-	-	-	-	-	-	-
$ (2)	$ 236,834	$ 119,114	$ -	$ (14,168)	$ 19,182	$ -

FORD COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2021

	VOCA 21/22 grant	Court trustee operations	Registered offenders	Register of Deeds technology	Capital improvement	Equipment reserve
Receipts:						
State and federal aid/grant	$ -	$ -	$ -	$ -	$ -	$ -
Matching funds	10,400	-	-	-	-	-
Licenses, fees and permits	-	82,171	-	41,032	-	-
Charges for services	-	-	13,933	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Wind farm allocation	-	-	-	-	-	-
Donations	-	-	-	-	-	-
Sales and comp use tax	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-
Reimbursements	-	-	-	-	439,336	25
Transfers in	-	-	-	-	1,600,000	1,300,000
Total receipts	10,400	82,171	13,933	41,032	2,039,336	1,300,025
Expenditures:						
General government	-	146,371	-	32,047	-	219,928
Public safety	56,323	-	2,723	-	-	1,509,475
Health and welfare	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	51,241
Public works	-	-	-	-	-	31,973
Sanitation	-	-	-	-	50,928	-
Grants to subrecipients	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total expenditures	56,323	146,371	2,723	32,047	50,928	1,812,617
Receipts over (under) expenditures	(45,923)	(64,200)	11,210	8,985	1,988,408	(512,592)
Unencumbered cash (deficit), beginning of year	-	128,380	58,391	63,563	5,112,193	2,694,462
Prior year canceled encumbrances	-	-	-	-	37,087	-
Unencumbered cash (deficit), end of year	$ (45,923)	$ 64,180	$ 69,601	$ 72,548	$ 7,137,688	$ 2,181,870

Clerk technology fee	Treasurer technology fee	Fire management assistance grant	COVID-19 health department	OJP grant sheriff department	Santa Fe Trail reinvestment grant 20/21	Santa Fe Trail behavioral science
$ -	$ -	$ -	$ 537,827	$ -	$ 53,846	$ 270,460
-	-	-	-	-	-	-
17,167	8,667	-	-	-	-	-
-	-	-	-	-	-	50,760
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	30,000	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
17,167	8,667	-	567,827	-	53,846	321,220
12,827	6,806	-	-	-	-	-
-	-	14,425	-	-	62,463	273,338
-	-	-	755,671	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	40,937	212,544
12,827	6,806	14,425	755,671	-	103,400	485,882
4,340	1,861	(14,425)	(187,844)	-	(49,554)	(164,662)
24,648	9,564	-	148,208	74	49,554	164,662
-	-	-	-	-	-	-
$ 28,988	$ 11,425	$ (14,425)	$ (39,636)	$ 74	$ -	$ -

FORD COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2021

	Santa Fe Trail Community Corrections 20/21	SPARKS Ford County	Emergency management COVID-19	SPARKS subrecipients	CTCL grant
Receipts:					
State and federal aid/grant	$ 152,683	$ -	$ -	$ -	$ -
Matching funds	-	-	-	-	-
Licenses, fees and permits	-	-	-	-	-
Charges for services	24,122	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Wind farm allocation	-	-	-	-	-
Donations	-	-	-	-	-
Sales and comp use tax	-	-	-	-	-
Miscellaneous	540	-	-	-	-
Reimbursements	-	-	-	-	-
Transfers in	-	-	-	-	-
Total receipts	177,345	-	-	-	-
Expenditures:					
General government	-	200,590	-	-	705
Public safety	241,764	-	-	-	-
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Public works	-	-	-	-	-
Sanitation	-	-	-	-	-
Grants to subrecipients	-	-	-	7,608	-
Transfers out	18,644	-	-	-	-
Total expenditures	260,408	200,590	-	7,608	705
Receipts over (under) expenditures	(83,063)	(200,590)	-	(7,608)	(705)
Unencumbered cash (deficit), beginning of year	83,063	200,590	15,000	7,608	705
Prior year canceled encumbrances	-	-	-	-	-
Unencumbered cash (deficit), end of year	$ -	$ -	$ 15,000	$ -	$ -

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OJA grant	ARPA	Fire/EMS donations	Prosecutor training and assistance	Special auto	Total
$ 115,100	$ 3,265,049	$ -	$ -	$ -	$ 5,134,678
-	-	-	-	-	35,786
-	-	-	4,902	245,844	444,708
-	-	-	-	-	168,523
-	-	-	-	-	68,128
-	-	-	-	-	537,312
-	-	4,625	-	-	34,625
-	-	-	-	-	1,563,221
-	-	-	-	-	145,134
-	-	-	-	-	782,486
-	-	-	-	-	3,569,201
115,100	3,265,049	4,625	4,902	245,844	12,483,802
-	70,000	-	2,474	23,439	814,083
-	-	-	-	-	2,848,350
-	-	-	-	-	871,845
-	-	-	-	-	1,567,726
-	-	-	-	-	88,917
-	-	-	-	-	50,928
-	-	-	-	-	7,608
-	-	-	-	213,973	486,098
-	70,000	-	2,474	237,412	6,735,555
115,100	3,195,049	4,625	2,428	8,432	5,748,247
(115,100)	-	35,605	7,940	67,791	11,113,804
-	-	-	-	-	37,087
$ -	$ 3,195,049	$ 40,230	$ 10,368	$ 76,223	$ 16,899,138

FORD COUNTY, KANSAS

PBC DEBT SERVICE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Lease payments	$ 1,226,748	$ 1,222,798	$ 1,222,798	$ -
Expenditures:				
Debt service:				
Principal	890,000	905,000	$ 905,000	$ -
Interest	336,748	317,797	317,798	1
Commissions	-	-	1,000	1,000
Total expenditures	1,226,748	1,222,797	$ 1,223,798	$ 1,001
Receipts over (under) expenditures	-	1		
Unencumbered cash, beginning of year	127,120	127,120	$ 127,120	$ -
Unencumbered cash, end of year	$ 127,120	$ 127,121	$ 126,120	$ 1,001

See Independent Auditor's Report

FORD COUNTY, KANSAS

HEALTH CAMPUS BOND FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	2020	2021
Receipts:		
Bond proceeds	$ -	$ -
Expenditures:		
Health and welfare	-	-
Receipts over (under) expenditures	-	-
Unencumbered cash, beginning of year	1,615,219	1,615,219
Unencumbered cash, end of year	$ 1,615,219	$ 1,615,219

See Independent Auditor's Report

FORD COUNTY, KANSAS

ALARM FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Pager fees	$ 7,144	$ 2,564	$ 5,000	$ (2,436)
Expenditures:				
Health and welfare	1,155	9,999	$ 17,000	$ 7,001
Receipts over (under) expenditures	5,989	(7,435)		
Unencumbered cash, beginning of year	7,593	13,582	$ 12,000	$ 1,582
Unencumbered cash, end of year	$ 13,582	$ 6,147		

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FORD COUNTY, KANSAS

SOLID WASTE DISPOSAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

		2021		
	2020	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
User fees	$ 2,060,153	$ 2,059,950	$ 2,100,000	$ (40,050)
Farm lease	22,537	24,228	22,536	1,692
Total receipts	2,082,690	2,084,178	$ 2,122,536	$ (38,358)
Expenditures:				
Public works	542,064	876,343	$ 800,000	$ (76,343)
Transfer to capital improvement	1,500,000	1,000,000	1,230,000	230,000
Transfer to hazardous household waste	45,000	45,000	45,000	-
Transfer to equipment reserve	300,000	200,000	200,000	-
Total expenditures	2,387,064	2,121,343	$ 2,275,000	$ 153,657
Receipts over (under) expenditures	(304,374)	(37,165)		
Unencumbered cash, beginning of year	1,078,619	778,025	$ 152,464	$ 625,561
Prior year canceled encumbrances	3,780	-		
Unencumbered cash, end of year	$ 778,025	$ 740,860		

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FORD COUNTY, KANSAS

COUNTY SHARED HEALTH PLAN FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Prior Year Ended December 31, 2020)

	2020	2021
Receipts:		
Charges for services	$ 841,414	$ 1,479,015
Interest on idle funds	8,112	707
Total receipts	849,526	1,479,722
Expenditures:		
Fees and premiums	730,807	743,144
Claims	1,310,280	1,567,946
Total expenditures	2,041,087	2,311,090
Receipts over (under) expenditures	(1,191,561)	(831,368)
Unencumbered cash, beginning of year	2,584,599	1,393,038
Unencumbered cash, end of year	$ 1,393,038	$ 561,670

See Independent Auditor's Report

FORD COUNTY, KANSAS

AGENCY FUNDS

SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the Year Ended December 31, 2021

Fund	Beginning cash balance	Receipts	Disbursements	Ending cash balance
Tax collection accounts	$ 35,880,919	$ 71,762,701	$ 71,142,688	$ 36,500,932
Local taxing districts	35,976	48,846,366	47,282,516	1,599,826
Payroll clearing	22,307	10,218,658	9,933,955	307,010
Heritage trust fees	6,100	20,516	21,439	5,177
Kansas drivers license	334	-	-	334
Motor vehicle fees	27,538	2,539,080	2,501,312	65,306
Sales tax collections	133,163	1,763,042	1,795,925	100,280
Wichita parks foundation	-	50	-	50
Beer licenses	25	200	100	125
Flexible spending	52,644	62,190	63,479	51,355
District court	144,058	2,161,172	2,021,045	284,185
Law library	92,004	41,394	26,187	107,211
Sheriff	154,693	475,687	401,605	228,775
Ambulance department	44,470	506,659	512,983	38,146
Register of Deeds	9,795	376,146	378,172	7,769
Total	$ 36,604,026	$ 138,773,861	$ 136,081,406	$ 39,296,481

See Independent Auditor's Report

APPENDICES

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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*

Board of County Commissioners
Ford County, Kansas

We have audited, in accordance with the 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, the financial statement of Ford County, Kansas as of and for the year ended December 31, 2021, and the related notes to the financial statement, which collectively comprise Ford County, Kansas' financial statement and have issued our report thereon dated March 29, 2023. Our report on the financial statement disclosed that, as described in Note A to the financial statement, the County has prepared this financial statement 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.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered Ford County, Kansas' internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the County's financial statement will not be prevented, or detected and corrected, on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as items 2021-001 and 2021-002 to be material weaknesses.

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. We consider the deficiency described in the accompanying schedule of findings and questioned costs as item 2021-003 to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Ford County, Kansas' financial statement is free from 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 financial statement. 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 instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs as items 2021-001, 2021-002, and 2021-003.

Ford County, Kansas' Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on Ford County, Kansas' response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Ford County, Kansas' response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Ford County, Kansas' internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Kennedy McKee & Company LLP

March 29, 2023

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

Board of County Commissioners
Ford County, Kansas

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Ford County, Kansas' compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2021. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion Ford County, Kansas 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 December 31, 2021.

Basis for Opinion on Each Major Federal Program

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 the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Ford County, Kansas and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Ford County, Kansas' compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Ford County, Kansas' federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Ford County, Kansas' compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Ford County, Kansas' compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.

- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Ford County, Kansas' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- obtain an understanding of Ford County, Kansas' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Ford County, Kansas' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2021-004. Our opinion on the major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on Ford County, Kansas' response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Ford County, Kansas' response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be a significant deficiency.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow managements 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 a 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. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2021-004, to be significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on Ford County, Kansas' response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Ford County, Kansas' response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Kennedy McKee & Company LLP

March 29, 2023

FORD COUNTY, KANSAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended December 31, 2021

Federal grantor/ pass-through grantor/ program title	Federal CFDA number	Pass-through grantor's number	Expenditures	Passthrough to Subrecipients
U.S. Department of Agriculture				
Kansas Department of Health and Environment				
WIC 2020/2021	10.557	202020W100343/202121W100343	$ 146,898	$ -
WIC 2021/2022	10.557	202121W100343/202222W100343	43,382	-
Total U.S. Department of Agriculture			$ 190,280	$ -
U.S. Department of Housing and Urban Development				
Kansas Department of Commerce				
Community Development Block Grant	14.228	87-BF-253	$ 25,840	$ -
Kansas Housing Resources Corporation				
Emergency Shelter Grant	14.231	ES20C-FORD CATH/ES20-FORD CRISIS	113,539	113,539
Emergency Shelter Grant	14.231	ES21-FORD CATH/ES21-FORD CRISIS	2,633	2,633
Emergency Shelter Grant	14.231	ES20C-FORD CATH	6,900	-
			123,072	116,172
Kansas Governor's Office (Grants Administration)				
Crime Victim Assistance 2020/2021	16.575	21-VOCA	82,234	-
Crime Victim Assistance 2021/2022	16.575	22-VOCA	41,594	-
			123,828	-
Violence Against Women Formula Grant	16.588	21-VAWA	14,487	-
Total U.S. Department of Housing and Urban Development			$ 287,227	$ 116,172
U.S. Department of Treasury				
Direct Award				
COVID-19 - American Rescue Plan	21.027	N/A	$ 70,000	$ -
Kansas Department of Health and Environment				
COVID-19 - Coronavirus Relief Fund	21.019	N/A	13,350	-
Kansas Governor's Office				
COVID-19 - Coronavirus Relief Fund	21.019	N/A	208,198	7,608
Total U.S. Department of Treasury			$ 291,548	$ 7,608

FORD COUNTY, KANSAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

For the Year Ended December 31, 2021

Federal grantor/ pass-through grantor/ program title	Federal CFDA number	Pass-through grantor's number	Expenditures	Passthrough to Subrecipients
U.S. Department of Health and Human Services				
Kansas Department of Health and Environment				
Public Health Emergency Preparedness (Bioterrorism)	93.069	NU90TP922049-02/NU90TP922049-03	$ 27,096	$ -
Migrant	93.224	H80CS00131-19/H80CS00131-20	580	-
Immunization 2020/2021	93.268	NH23IP922627-02-00	8,077	-
COVID-19 - Immunization	93.268	NH23IP922627-02	41,670	-
			49,747	-
COVID-19 - ELC Expanding Infrastructure	93.323	NU50CK000549-01/NU50CK000549-02	53,654	-
COVID-19 - ELC Staffing and Infrastructure Support	93.323	NU50CK000549-01/NU50CK000549-02	419,156	-
COVID-19 - ELC Testing	93.323	NU50CK000549-01/NU50CK000549-02	173,700	-
COVID-19 - ELC Care Resource Coordination and Expanded Testing	93.323	NU50CK000549-01/NU50CK000549-02	11,712	-
			658,222	-
Maternal and Child Health Services 2020/2021	93.994	B04MC33839-01	26,061	-
Total U.S. Department of Health and Human Services			$ 761,706	$ -
Total federal awards			$ 1,530,761	$ 123,780

The accompanying Notes to the Schedule of Expenditures of Federal Awards are an integral part of this statement.

FORD COUNTY, KANSAS

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

December 31, 2021

A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of Ford County, Kansas under programs of the federal government for the year ended December 31, 2021. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the County. The Schedule is presented using a regulatory basis of accounting prescribed by the *Kansas Municipal Audit and Accounting Guide* (as described in Note A to the financial statement), which is the same basis of accounting as the financial statement accompanying this schedule.

B. BASIS OF ACCOUNTING

Expenditures reported on the Schedule are prepared using the regulatory basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances.

C. INDIRECT COST RATE

The County has not elected to use the 10% de minimis cost rate as allowed under the Uniform Guidance.

FORD COUNTY, KANSAS

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year ended December 31, 2021

A. SUMMARY OF AUDITOR'S RESULTS

1. The auditor's report expresses an adverse opinion on whether the financial statements of Ford County, Kansas was prepared in accordance with GAAP.

2. Three significant deficiencies relating to the audit of the financial statement are reported in the 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*. Two deficiencies are reported as a material weaknesses.

3. No instances of noncompliance material to the financial statement of Ford County, Kansas which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.

4. One significant deficiency relating to the audit of internal control over major federal award programs is reported in the Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with Uniform Guidance. No material weakness were reported.

5. The auditor's report on compliance for the major federal award programs for Ford County, Kansas expresses an unmodified opinion on all major federal programs.

6. Audit findings required to be reported in accordance with 2 CFR section 200.516(a) are reported in this schedule.

7. The programs tested as major programs included:

   Epidemiology and Laboratory Capacity for Infections Disease CFDA 93.323

8. The threshold for distinguishing between Type A and Type B programs was $750,000.

9. Ford County, Kansas did not qualify as a low-risk auditee.

B. FINDINGS - FINANCIAL STATEMENT AUDIT

MATERIAL WEAKNESSES

2021-001 – Adjusting Journal Entries

Condition and Context: Several material adjustments were made during the course of the audit. They included, but were not limited to, adjustments to accounts payable, mispostings of receipts and expenditures, and to correct cash basis and budget violations.

Cause: Lack of accurate reports and knowledge resulted in noncompliance with Kansas statutes. There was also a lack of internal control over grant reporting procedures.

Effect: Inaccurate interim financial statements and noncompliance with Kansas statutes.

Recommendation: We recommend that care be taken to properly and consistently classify all receipts and expenditures to promote accurate financial reporting and compliance with Kansas statutes. County personnel should review the general ledger for corrections to be made and review payments made for several months subsequent to year-end to ensure an accurate listing of accounts payable at year-end. We also suggest that management evaluate and revise internal controls over identifying and recording non-routine accounting transactions including enhancing interdepartmental communications.

Grantee Response: Management agrees with the finding and recommendation. The County will ensure care is taken to properly and consistently classify all receipts and expenditures to comply with Kansas statutes.

2021-002 – Bank Reconciliations

Condition and Context: Several bank reconciliations under the Treasurer's department were not completed until fourteen months after year end.

Cause: Lack of knowledge as to who performs certain bank reconciliations along with turnover within the department extended the time to accurately completed the reconciliations.

Effect: Inaccurate interim financial statements.

Recommendation: We recommend that bank reconciliations are completed in a timely manner to promote accurate financial reporting and reduce the risk of material misstatements. We also recommend review of the bank reconciliations are completed by a knowledgeable person.

Grantee Response: Management agrees with the finding and recommendations. The County will ensure bank reconciliations are completed in a timely manner to avoid further issues.

B. FINDINGS - FINANCIAL STATEMENT AUDIT (CONTINUED)

SIGNIFICANT DEFICIENCY

2021-003 – Examination of Journal Entries

Condition and Context: Several adjusting journal entries related to grant reports lacked supporting documentation. Also updated grant reports were not always submitted to the Clerk's office to adjust the general ledger accordingly.

Cause: Lack of accurate reports and knowledge resulted in noncompliance with Kansas statutes. There was also a lack of internal control over grant reporting procedures.

Effect: Inaccurate interim financial statements and noncompliance with Kansas statutes.

Recommendation: We recommend that supporting documentation is retained and updated information is submitted timely for corrections.

Grantee Response: Management agrees with the finding and recommendations. The County will implement policies and procedures to ensure journal entries are supported with complete and accurate information.

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAM

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT
SIGNIFICANT DEFICIENCY

2021-004: Epidemiology and Laboratory Capacity for Infections Disease – CFDA No. 93.323
Grant period: Year Ended December 31, 2021

Condition and Context: The County does not have a complete set of written cash management policies and procedures as required by the Uniform Guidance. The lack of written procedures did not result in any material noncompliance, fraud or abuse with respect to the major program.

Criteria: The Uniform Guidance requires Non-Federal entities other than States, including those operating Federal programs as subrecipients of States, to follow the cash management standards set out at 2 CFR section 200.305. The County must have a complete set of written cash management policies, which conform to applicable Federal statutes and the cash management requirements identified in 2 CFR part 200.

Cause: The County was unaware of the written cash management policy requirements required by the Uniform Guidance.

Effect: An important component of internal controls is the existence of operating policies and procedures and that they are clearly understood and communicated. Without clear written policies and procedures, there is a higher risk of noncompliance with program requirements.

Recommendation: Management should determine the scope of written policies needed for compliance with all federal programs and develop policies and procedures to comply with the Uniform Guidance.

Grantee Response: Management agrees with the finding and recommendation. The County's existing policies are currently under review by management and staff to determine what updates/changes are necessary in order to meet the Uniform Guidance requirements. Once any updates/changes are drafted, the policy will be presented to the Governing Body for review and approval.