FORD COUNTY, KANSAS

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

YEAR ENDED DECEMBER 31, 2022

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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, 2022, 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, 2022, 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, 2022, 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, 2021 (not presented herein), and have issued our report thereon dated March 29, 2023, which contained an unmodified opinion on the basic financial statement. The 2021 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 2021 actual column (2021 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures for the year ended December 31, 2022, (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 2021 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 2021 basic financial statement. The 2021 comparative information was subjected to the auditing procedures applied in the audit of the 2021 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 2021 basic financial statement or to the 2021 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 2021 comparative information is fairly stated in all material respects in relation to the 2021 basic financial statement as a whole for the year ended December 31, 2021, 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 February 22, 2024, 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

February 22, 2024

FORD COUNTY, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS

For the Year Ended December 31, 2022

Fund	Beginning unencumbered cash balance (deficit)	Prior year canceled encumbrances	Receipts
General	$ 4,282,073	$ 2,787	$ 20,696,456
Special purpose funds:			
Road and bridge	1,447,111	-	2,596,918
Special bridge	503,105	-	126,627
Health	900,737	-	1,154,060
Services for the elderly	15,125	-	316,839
Ambulance	420,285	-	982,582
KS 911 act SB50	48,047	-	211,288
Noxious weed	709,376	-	787,037
Noxious weed capital outlay	364,182	-	126,500
Hazardous household waste	163,238	-	45,000
Rural fire district	263,375	6	1,192,544
Special alcohol and drug	12,854	-	-
Special park and recreation	17,061	-	-
Non-budgeted special purpose funds:			
Special machinery reserve	122,124	-	67,900
Sheriff grant	-	-	305,000
DARE	9	-	-
Santa Fe Trail reinvestment grant 22/23	-	-	124,306
Santa Fe Trial reinvestment grant 21/22	69,347	-	53,846
Santa Fe Trail Community Corrections 21/22	88,201	-	403,312
JJA 22/23	-	-	337,788
Santa Fe Trail Community Corrections 22/23	-	-	494,968
JJA 21/22	198,844	-	290,694
Federal law enforcement trust	6,605	-	2,091
Special prosecutor's trust	9,048	-	5,826
Special law enforcement trust	68,845	-	45,004
Attorney federal asset forfeiture	746	-	-
Drug taxation	84,871	-	-
Sales tax project	161,306	-	1,748,224
County plates	-	-	22
Local emergency planning grant	660	-	-
Community projects wind farm	1,623,772	-	99,471
Special ambulance capital outlay	387,179	-	-
Special highway improvement	394,407	-	194,481
Santa Fe Trails Solid Waste Authority	2,558	-	-
Fire district equipment reserve	417,068	-	50,000
Administrative check charges	1,165	-	163
Diversion	98,163	-	37,498
Emergency shelter grant	(2)	-	100,604
VIN fees	236,834	-	37,290
Violence against women act	-	-	66,414
State and federal grants	119,114	-	134,697
VOCA 22/23 grant	-	-	18,219
Violence against women act	(14,168)	-	14,168
Concealed weapons	19,182	-	1,333

Expenditures	Ending unencumbered cash balance (deficit)	Add encumbrances and accounts payable	Ending cash balance (deficit)
$ 20,490,382	$ 4,490,934	$ 570,766	$ 5,061,700
2,807,133	1,236,896	418,141	1,655,037
193,644	436,088	207,649	643,737
1,432,014	622,783	38,328	661,111
301,886	30,078	-	30,078
1,402,092	775	49,875	50,650
198,200	61,135	-	61,135
836,149	660,264	9,726	669,990
7,548	483,134	-	483,134
27,853	180,385	-	180,385
1,189,020	266,905	266,948	533,853
-	12,854	-	12,854
-	17,061	-	17,061
184,785	5,239	-	5,239
-	305,000	-	305,000
-	9	-	9
782	123,524	-	123,524
123,193	-	-	-
491,513	-	-	-
260,715	77,073	15,398	92,471
317,623	177,345	31,508	208,853
489,538	-	-	-
565	8,131	-	8,131
-	14,874	-	14,874
17,860	95,989	-	95,989
-	746	-	746
-	84,871	-	84,871
1,763,808	145,722	-	145,722
-	22	-	22
261	399	-	399
10,546	1,712,697	-	1,712,697
-	387,179	-	387,179
-	588,888	-	588,888
-	2,558	-	2,558
16,188	450,880	12,388	463,268
-	1,328	-	1,328
29,796	105,865	9,781	115,646
96,232	4,370	10,181	14,551
30,624	243,500	4,696	248,196
79,761	(13,347)	2,645	(10,702)
150	253,661	-	253,661
53,229	(35,010)	6,185	(28,825)
-	-	-	-
228	20,287	-	20,287

FORD COUNTY, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
REGULATORY BASIS

For the Year Ended December 31, 2022

Fund	Beginning unencumbered cash balance (deficit)	Prior year canceled encumbrances	Receipts
Special purpose funds (continued):			
Non-budgeted special purpose funds (continued):			
VOCA 21/22 grant	$ (45,923)	$ -	$ 181,034
Court trustee operations	64,180	-	82,788
Registered offenders	69,601	-	6,279
Register of Deeds technology	72,548	-	32,072
Capital improvement	7,137,688	321	1,820,540
Equipment reserve	2,181,870	1,275	1,387,071
Clerk technology fee	28,988	-	8,020
Treasurer technology fee	11,425	-	8,020
Fire management assistance grant	(14,425)	-	18,723
COVID-19 health department	(39,636)	-	421,260
OJP grant sheriff department	74	-	-
Emergency management COVID-19	15,000	-	-
ARPA	3,195,049	-	3,265,048
Fire/EMS donations	40,230	-	16,049
Sheriff department donations	-	-	2,968
Prosecutor training and assistance	10,368	-	4,388
Special auto	76,223	-	287,637
Total special purpose funds	21,763,634	1,602	19,714,611
Bond and interest fund:			
PBC debt service	127,121	-	1,218,798
Capital project fund:			
Health campus bond	1,615,219	-	-
Hilmar grant	-	-	5,540,000
Total capital project funds	1,615,219	-	5,540,000
Business funds:			
Alarm	6,147	-	5,327
Solid waste disposal	740,860	-	2,203,098
County shared health plan	561,670	-	2,195,477
Total business funds	1,308,677	-	4,403,902
Total - excluding agency funds	$ 29,096,724	$ 4,389	$ 51,573,767
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)
$ 135,111	$ -	$ -	$ -
146,968	-	6,124	6,124
5,256	70,624	-	70,624
23,701	80,919	3,100	84,019
175,764	8,782,785	171,214	8,953,999
1,447,788	2,122,428	890,083	3,012,511
9,162	27,846	-	27,846
-	19,445	-	19,445
4,298	-	-	-
460,839	(79,215)	6,966	(72,249)
-	74	-	74
-	15,000	-	15,000
60,000	6,400,097	-	6,400,097
14,090	42,189	14,090	56,279
291	2,677	-	2,677
7,028	7,728	-	7,728
115,202	248,658	-	248,658
14,968,434	26,511,413	2,175,026	28,686,439
1,218,798	127,121	-	127,121
-	1,615,219	-	1,615,219
500,630	5,039,370	-	5,039,370
500,630	6,654,589	-	6,654,589
-	11,474	-	11,474
2,056,389	887,569	30,122	917,691
1,997,357	759,790	139,793	899,583
4,053,746	1,658,833	169,915	1,828,748
$ 41,231,990	$ 39,442,890	$ 2,915,707	$ 42,358,597

	$ 73,559,127
	9,160,148
	234,142
	82,953,417
	(40,594,820)
	$ 42,358,597

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 is considered a related municipal entity but has 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.

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, 2022:

   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.

   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.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basis of Presentation – Fund Accounting (Continued)

REGULATORY BASIS FUND TYPES (CONTINUED)

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 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
Sheriff Grant
DARE
Santa Fe Trail Reinvestment Grant 22/23
Santa Fe Trail Reinvestment Grant 21/22
Santa Fe Trail Community Corrections 21/22
JJA 22/23
Santa Fe Trail Community Corrections 22/23
JJA 21/22
Federal Law Enforcement Trust
Special Prosecutor's Trust
Special Law Enforcement Trust
Attorney Federal Asset Forfeiture
Drug Taxation
Sales Tax Project
County Plates
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
Violence Against Women Act
State and Federal Grants
VOCA 22/23 Grant
Violence Against Women Act
Concealed Weapons
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
Emergency Management COVID-19
ARPA
Fire/EMS Donations
Sheriff Department Donations
Prosecutor Training and 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.

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in available monies in a fund. Although the Violence Against Women Act, VOCA 22/23 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 cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in available monies in a fund. The agency fund Judgement Fees had a cash deficit at year end.

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.

The County's deposits held at one financial institution were under secured by $52,790 as of December 31, 2022, which is in violation with K.S.A. 9-1402 and K.S.A. 9-1405.

The County did not reconcile the tax roll for the year under audit. According to K.S.A. 19-312, the tax roll abstract should be reconciled in conjunction with the reconcilement of the real estate sale book and the personal property tax judgement book.

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, 2022, the County's carrying amount of deposits was $82,719,275 and the bank balance was $83,864,716. Of the bank balance, $3,681,666 was covered by federal depository insurance, $80,130,260 was collateralized with securities held by the pledging financial institutions' agents in the County's name and $52,790 was under secured.

D. LONG-TERM DEBT

Changes in long-term liabilities for the entity for the year ended December 31, 2022, were as follows:

Issue	Balance beginning of year	Additions/ net change	Reductions/ net change	Balance end of year	Interest paid
General obligation temporary note:					
Hilmar Economic Development Grants – Series 2022-1 Issued December 28, 2022 In the amount of $5,540,000 At interest rate of 4.05% Maturing September 1, 2024	$ -	$5,540,000	$ -	$5,540,000	$ -
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	2,780,000	-	320,000	2,460,000	67,543
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	1,980,000	-	120,000	1,860,000	58,855
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	5,580,000	-	485,000	5,095,000	167,400
Total revenue bonds	10,340,000	-	925,000	9,415,000	293,798
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	1,400,364	-	263,449	1,136,915	42,851
Communications System Addition Issued June 1, 2017 In the amount of $295,842 At interest rate of 3.87% Maturing June 1, 2022	63,744	-	63,744	-	2,467
Dell Financial DR Project Issued January 1, 2021 In the amount of $369,521 At interest rate of 3.12% Maturing December 31, 2025	291,216	-	68,186	223,030	12,773
Total finance leases	1,755,324	-	395,379	1,359,945	58,091
Voluntary early retirement	66,889	48,779	30,623	85,045	-
Total long-term debt	$12,162,213	$5,588,779	$1,351,002	$16,399,990	$ 351,889

D. LONG-TERM DEBT (CONTINUED)

Current maturities of the general obligation temporary note are as follows:

	Principal due	Interest due	Total due
2023	$ -	$ 151,450	$ 151,450
2024	5,540,000	224,370	5,764,370
Total	$ 5,540,000	$ 375,820	$ 5,915,820

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
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	1,060,000	164,120	1,224,120
2028-2032	3,910,000	372,360	4,282,360
2033-2035	495,000	34,000	529,000
Total	$ 9,415,000	$ 1,501,179	$ 10,916,179

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

	Principal due	Interest due	Total due
2023	$ 342,686	$ 44,572	$ 387,258
2024	354,116	33,142	387,258
2025	365,938	21,321	387,259
2026	297,205	9,095	306,300
Total	$ 1,359,945	$ 108,130	$ 1,468,075

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.

D. LONG-TERM DEBT (CONTINUED)

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

	Compensation due	Health care contribution due	Total due
2023	$ 21,342	$ 6,776	$ 28,118
2024	17,616	5,364	22,980
2025	14,604	3,388	17,992
2026	10,627	565	11,192
2027	4,763	-	4,763
Total	$ 68,952	$ 16,093	$ 85,045

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 #31	$ 40,550	$ 30,590	$ 9,960
Jewell Road	3,407,695	3,031,082	376,613
Hilmar Cheese Facility	190,250	190,250	-
127 Road Low Water Crossing	22,000	19,800	2,200
102 Road Reclamation PE	26,000	13,000	13,000
113 Road Reclamation PE	22,000	19,800	2,200
Off-System Bridge #97	25,000	15,000	10,000
Off-System Bridge #50	35,000	5,250	29,750
Off-System Bridge #101	35,000	5,250	29,750
	$ 3,803,495	$ 3,330,022	$ 473.473

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.

F. DEFINED BENEFIT PENSION PLAN (CONTINUED)

General Information about the Pension Plan (continued)

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 8.90% for KPERS and 22.99% for KP&F for the fiscal year ended December 31, 2022. Contributions to the pension plan from the County were $814,257 for KPERS and $752,724 for KP&F for the year ended December 31, 2022.

Net Pension Liability

At December 31, 2022, the County's proportionate share of the collective net pension liability reported by KPERS was $8,430,759 and $7,824,151 for KP&F. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021, which was rolled forward to June 30, 2022. 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.

G. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS (CONTINUED)

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 $47,789 for the year ended December 31, 2022.

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, 2022 was $953,974. 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	$ 500,000	K.S.A. 19-120
General	Equipment Reserve	500,000	K.S.A. 19-119
Road and Bridge	Special Machinery Reserve	50,000	K.S.A. 68-141g
Road and Bridge	Special Highway Improvement	194,481	K.S.A. 68-590
Health	Equipment Reserve	450,000	K.S.A. 19-119
Noxious Weed	Noxious Weed Capital Outlay	67,500	K.S.A. 2-1318
Noxious Weed	Equipment Reserve	200,000	K.S.A. 19-119
Rural Fire District	Fire District Equipment Reserve	50,000	K.S.A. 19-3612c
SFT Reinvestment 21/22 Grant	SFT Reinvestment 22/23 Grant	70,460	Grant Agreement
SFTCC 21/22	SFTCC 22/23	110,595	Grant Agreement
JJA 21/22	JJA 22/23	169,342	Grant Agreement
Special Auto	General	87,433	K.S.A. 8-145
Solid Waste Disposal	Capital Improvement	1,230,000	K.S.A. 19-120
Solid Waste Disposal	Hazardous Household Waste	45,000	K.S.A. 65-3405
Solid Waste Disposal	Equipment Reserve	200,000	K.S.A. 19-119
		$ 3,924,811	

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 $5,775,879 and the estimated post-closure cost is $2,662,281. These figures comprise the estimated closure and post-closure cost of $8,438,160 and are obtained from the 2022 Annual Cost Estimate Worksheets for Permit Renewals during July 1, 2022 to June 30, 2023. The permit for 2022 identifies that the remaining volume capacity of the site is 70.00% of the original capacity and that the remaining life of the landfill is estimated to be 47 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.

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, 2022, 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 2022.

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 2022.

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 2022.

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 2022.

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 $13,685 for fiscal period May 1, 2022 thru April 30, 2023 with an annual increase of 2%. The County will also be billed for the real estate taxes assessed on the property. No lease payment or reimbursement of real estate taxes were made in 2022.

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 $12,692 were made in 2022.

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 2022.

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 2022.

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 2022.

L. OPERATING LEASES (CONTINUED)

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 2022.

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 $28,260 were made in 2022.

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

	Century Business Technologies	Lewis Chevrolet	Heartland Tower	United Tel-Com	Total
2023	$ 16,551	$ 25,000	$ 13,385	$ 28,260	$ 83,196
2024	12,692	-	6,895	28,260	47,847
2025	-	-	7,033	28,260	35,293
2026	-	-	7,174	16,485	23,659
Total	$ 29,243	$ 25,000	$ 34,487	$ 101,265	$ 189,995

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 $652,400 in 2022.

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 $387,543 in 2022.

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 $178,855 in 2022.

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 $178,855 in 2022.

O. COMMITMENTS

The County has commitments for a maintenance support plan, a lifecycle support plan, and analytics related to its communications system agreement. The remaining commitment as of December 31, 2022, was $724,188 and will be spread over a four-year period.

O. COMMITMENTS (CONTINUED)

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 total commitment remaining as of December 31, 2022, was $253,000.

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
2023	$ 175,000	$ 253,000	$ 428,000
2024	181,349	-	181,349
2025	183,037	-	183,037
2025	184,802	-	184,802
Total	$ 724,188	$ 253,000	$ 977,188

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, 2022.

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.

Q. RISK MANAGEMENT (CONTINUED)

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.

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
2022	$ 284,315	$ 1,319,812	$ 1,464,334	$ 139,793

R. SUBSEQUENT EVENTS

Management has evaluated subsequent events through February 22, 2024, the date on which the financial statement was available to be used. Management's evaluation concluded that the following subsequent events are required to be recognized or disclosed with the financial statement:

On September 6, 2023, the County issued $2,595,000 in General Obligation Temporary Notes with an interest rate of 4.89% and maturing on September 1, 2024. The purpose of these temporary notes was to finance the County's portion of the road improvement project partnered with the State of Kansas.

On December 29, 2023, The County extended the 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 through December 31, 2026. 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 $1,500 per month).

2024	$ 294,000
2025	300,000
2026	306,000
Total	$ 900,000

REGULATORY-REQUIRED SUPPLEMENTARY INFORMATION

FORD COUNTY, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2022

Fund	Certified budget	Adjustment for qualifying budget credits	Total budget for comparison	Expenditures chargeable to current year	Variance favorable (unfavorable)
General	$22,074,600	$ -	$22,074,600	$20,490,382	$ 1,584,218
Special purpose funds:					
Road and bridge	4,645,582	-	4,645,582	2,807,133	1,838,449
Special bridge	392,156	-	392,156	193,644	198,512
Health	1,777,776	-	1,777,776	1,432,014	345,762
Services for the elderly	301,886	-	301,886	301,886	-
Ambulance	1,587,600	-	1,587,600	1,402,092	185,508
KS 911 act SB50	198,200	-	198,200	198,200	-
Noxious weed	1,213,273	-	1,213,273	836,149	377,124
Noxious weed capital outlay	330,000	-	330,000	7,548	322,452
Hazardous household waste	123,177	-	123,177	27,853	95,324
Rural fire district	1,398,730	-	1,398,730	1,189,020	209,710
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	1,219,798	-	1,219,798	1,218,798	1,000
Business funds:					
Alarm	20,000	-	20,000	-	20,000
Solid waste disposal	2,757,003	-	2,757,003	2,056,389	700,614
Total	$38,073,781	$ -	$38,073,781	$32,161,108	$ 5,912,673

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 11,255,735	$ 12,596,403	$ 12,573,691	$ 22,712
Delinquent tax	385,357	344,784	100,000	244,784
Motor vehicle tax	1,201,253	1,270,283	773,443	496,840
Recreational vehicle tax	9,152	11,666	5,916	5,750
Commercial vehicle tax	59,646	74,272	45,114	29,158
MV interest and penalties	5,416	4,805	2,000	2,805
Vehicle rental excise tax	3,929	7,809	1,000	6,809
Wind farm allocation	1,907,261	114,544	1,054,195	(939,651)
Interest on current tax	266,699	387,715	200,000	187,715
Mineral production tax	19,101	28,814	15,000	13,814
Local alcohol/liquor tax	878	-	1,000	(1,000)
Compass Behavioral Health lease	177,305	178,855	178,855	-
Licenses, fees and permits	631,963	598,540	362,000	236,540
Charges for services	928,311	1,149,696	947,825	201,871
Sales and use tax	1,540,364	1,719,370	1,150,000	569,370
Franchise taxes	8,750	9,044	6,000	3,044
Expanded lottery tax	720,857	741,711	600,000	141,711
Interest on idle funds	36,424	452,832	100,000	352,832
In lieu of tax	91,285	113,352	66,097	47,255
Miscellaneous	106,974	33,815	40,000	(6,185)
WND reimbursement	300,000	300,000	300,000	-
Benefit reimbursement	408,130	530,657	700,000	(169,343)
Federal and state grants	8,325	2,781	-	2,781
Transfer from special auto	213,973	87,433	180,000	(92,567)
Transfer from diversion	-	-	30,000	(30,000)
Neighborhood revitalization rebate	(132,733)	(62,725)	(85,567)	22,842
Total receipts	20,154,355	20,696,456	$ 19,346,569	$ 1,349,887
Expenditures:				
General government:				
Commissioners	125,742	143,387	$ 127,760	$ (15,627)
Elections	123,735	166,163	213,553	47,390
County Clerk	192,934	213,255	221,286	8,031
County Treasurer	386,650	400,758	393,529	(7,229)
County Attorney	922,906	932,066	915,225	(16,841)
Register of Deeds	209,593	221,837	233,606	11,769
General operations	1,041,527	985,431	1,128,749	143,318
Custodian	415,514	435,735	551,450	115,715
District court	620,302	665,636	772,300	106,664

FORD COUNTY, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
General government (continued):				
Technology group	$ 309,141	$ 324,780	$ 329,540	$ 4,760
Coroner	129,436	134,529	129,500	(5,029)
County Administrator	89,759	299,468	308,758	9,290
Sanitarian	62,794	96,065	99,000	2,935
Planning and zoning	35,043	1,784	9,200	7,416
Human resources	123,578	150,511	180,775	30,264
Appraisal	498,960	533,785	536,603	2,818
Employee benefits	4,179,549	4,479,615	4,843,800	364,185
Legal counsel	87,199	89,965	100,000	10,035
Surveyor	179,196	195,813	205,520	9,707
Subtotal	9,733,558	10,470,583	11,300,154	829,571
Public safety:				
Sheriff	2,368,665	2,570,685	2,885,898	315,213
Detention center	2,350,974	2,692,959	2,702,898	9,939
Civil defense	177,464	197,957	260,900	62,943
Communications	1,187,126	1,128,313	1,169,650	41,337
Juvenile detention	291,284	301,908	264,435	(37,473)
Emergency service complex	114,742	64,626	147,400	82,774
Subtotal	6,490,255	6,956,448	7,431,181	474,733
Appropriations:				
Workforce Alliance University	75,000	125,000	125,000	-
Fair Board	34,000	34,000	34,000	-
Historical Society	95,544	173,000	173,000	-
Extension Council	190,000	193,500	193,500	-
Conservation District	40,000	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	584,544	715,500	749,000	33,500
Economic development	60,000	60,000	60,000	-
Expo Center	426,320	450,300	526,510	76,210

FORD COUNTY, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Ford County Lake	$ 1,129	$ 1,296	$ 1,500	$ 204
Main Street	5,000	5,000	5,000	-
Dodge City fireworks	-	-	5,000	5,000
Operating transfers:				
Transfer to capital improvement	600,000	500,000	600,000	100,000
Transfer to equipment reserve	600,000	500,000	565,000	65,000
Subtotal	1,200,000	1,000,000	1,165,000	165,000
Lease payments:				
Compass Behavioral Health	177,305	178,855	178,855	-
Expo Center	656,650	652,400	652,400	-
Subtotal	833,955	831,255	831,255	-
Total expenditures	19,334,761	20,490,382	$ 22,074,600	$ 1,584,218
Receipts over (under) expenditures	819,594	206,074		
Unencumbered cash, beginning of year	3,438,776	4,282,073	$ 2,728,031	$ 1,554,042
Prior year canceled encumbrances	23,703	2,787		
Unencumbered cash, end of year	$ 4,282,073	$ 4,490,934		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 1,425,989	$ 533,681	$ 524,576	$ 9,105
Delinquent tax	58,182	42,240	3,000	39,240
Motor vehicle tax	234,968	187,265	97,760	89,505
Recreational vehicle tax	1,787	1,702	748	954
Commercial vehicle tax	12,767	9,738	5,702	4,036
Vehicle rental excise tax	615	1,329	-	1,329
State aid	730,032	1,763,694	1,249,545	514,149
In lieu of tax	11,538	5,191	8,354	(3,163)
Contract work	153,668	20,781	175,000	(154,219)
Reimbursements	13,136	6,800	-	6,800
Sale of scrap	331	806	-	806
Miscellaneous	3,636	23,877	-	23,877
Neighborhood revitalization rebate	(16,777)	(186)	(3,554)	3,368
Total receipts	2,629,872	2,596,918	$ 2,061,131	$ 535,787
Expenditures:				
Public works	3,705,515	2,562,652	$ 4,452,582	$ 1,889,930
Transfer to special machinery reserve	-	50,000	-	(50,000)
Transfer to special highway improvement	189,156	194,481	193,000	(1,481)
Total expenditures	3,894,671	2,807,133	$ 4,645,582	$ 1,838,449
Receipts over (under) expenditures	(1,264,799)	(210,215)		
Unencumbered cash, beginning of year	2,711,910	1,447,111	$ 2,584,451	$ (1,137,340)
Unencumbered cash, end of year	$ 1,447,111	$ 1,236,896		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 121,185	$ 108,432	$ 108,093	$ 339
Delinquent tax	4,109	3,559	750	2,809
Motor vehicle tax	10,320	13,135	8,324	4,811
Recreational vehicle tax	79	121	64	57
Commercial vehicle tax	517	793	486	307
Vehicle rental excise tax	33	77	-	77
In lieu of tax	984	987	713	274
Miscellaneous	6,400	-	-	-
Neighborhood revitalization rebate	(1,431)	(477)	(735)	258
Total receipts	142,196	126,627	$ 117,695	$ 8,932
Expenditures:				
Public works	171,761	193,644	$ 392,156	$ 198,512
Receipts over (under) expenditures	(29,565)	(67,017)		
Unencumbered cash, beginning of year	532,670	503,105	$ 274,461	$ 228,644
Unencumbered cash, end of year	$ 503,105	$ 436,088		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 424,175	$ 464,442	$ 463,752	$ 690
Delinquent tax	13,339	12,540	2,500	10,040
Motor vehicle tax	34,424	44,016	29,176	14,840
Recreational vehicle tax	263	407	223	184
Commercial vehicle tax	1,511	2,750	1,702	1,048
Vehicle rental excise tax	140	245	-	245
In lieu of tax	3,443	4,187	2,493	1,694
Federal and state grants	483,697	311,316	435,000	(123,684)
Charges for services	316,209	314,973	300,000	14,973
Other income	73	1,475	-	1,475
Neighborhood revitalization rebate	(5,006)	(2,291)	(3,156)	865
Total receipts	1,272,268	1,154,060	$ 1,231,690	$ (77,630)
Expenditures:				
Health and welfare	438,999	594,471	$ 1,390,233	$ 795,762
Health campus lease payment	388,842	387,543	387,543	-
Transfer to equipment reserve	250,000	450,000	-	(450,000)
Total expenditures	1,077,841	1,432,014	$ 1,777,776	$ 345,762
Receipts over (under) expenditures	194,427	(277,954)		
Unencumbered cash, beginning of year	706,033	900,737	$ 546,086	$ 354,651
Prior year canceled encumbrances	277	-		
Unencumbered cash, end of year	$ 900,737	$ 622,783		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 258,383	$ 276,646	$ 276,089	$ 557
Delinquent tax	8,478	7,719	2,000	5,719
Motor vehicle tax	26,993	29,176	17,771	11,405
Recreational vehicle tax	206	268	136	132
Commercial vehicle tax	1,359	1,705	1,037	668
Vehicle rental excise tax	85	179	-	179
In lieu of tax	2,096	2,494	1,518	976
Neighborhood revitalization rebate	(3,048)	(1,348)	(1,879)	531
Total receipts	294,552	316,839	$ 296,672	$ 20,167
Expenditures:				
Health and welfare	283,685	301,886	$ 301,886	$ -
Receipts over (under) expenditures	10,867	14,953		
Unencumbered cash, beginning of year	4,258	15,125	$ 5,214	$ 9,911
Unencumbered cash, end of year	$ 15,125	$ 30,078		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 554,345	$ 536,396	$ 534,165	$ 2,231
Delinquent tax	28,727	20,162	5,000	15,162
Motor vehicle tax	100,274	72,617	37,932	34,685
Recreational vehicle tax	763	660	290	370
Commercial vehicle tax	5,120	3,779	2,213	1,566
Vehicle rental excise tax	308	515	-	515
In lieu of tax	4,478	4,850	3,243	1,607
Ambulance fees	512,133	318,934	570,000	(251,066)
Ambulance standby	18,506	22,613	20,000	2,613
Miscellaneous	159	4,531	-	4,531
Neighborhood revitalization rebate	(6,512)	(2,475)	(3,634)	1,159
Total receipts	1,218,301	982,582	$ 1,169,209	$ (186,627)
Expenditures:				
Health and welfare	1,242,278	1,402,092	$ 1,587,600	$ 185,508
Transfer to ambulance capital outlay	125,000	-	-	-
Total expenditures	1,367,278	1,402,092	$ 1,587,600	$ 185,508
Receipts over (under) expenditures	(148,977)	(419,510)		
Unencumbered cash, beginning of year	569,117	420,285	$ 418,391	$ 1,894
Prior year canceled encumbrances	145	-		
Unencumbered cash, end of year	$ 420,285	$ 775		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Kansas 911 Act SB50	$ 206,731	$ 211,288	$ 180,000	$ 31,288
Expenditures:				
Public safety	198,199	198,200	$ 198,200	$ -
Receipts over (under) expenditures	8,532	13,088		
Unencumbered cash, beginning of year	39,515	48,047	$ 18,200	$ 29,847
Unencumbered cash, end of year	$ 48,047	$ 61,135		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 473,272	$ 489,587	$ 488,204	$ 1,383
Delinquent tax	16,996	14,587	2,500	12,087
Motor vehicle tax	54,686	54,556	32,516	22,040
Recreational vehicle tax	417	500	249	251
Commercial vehicle tax	2,746	3,137	1,897	1,240
Vehicle rental excise tax	175	343	-	343
In lieu of tax	3,837	4,420	2,778	1,642
Chemical sales	195,592	195,756	210,000	(14,244)
Miscellaneous	148	-	-	-
Reimbursements	44,476	26,496	30,000	(3,504)
Neighborhood revitalization rebate	(5,579)	(2,345)	(3,322)	977
Total receipts	786,766	787,037	$ 764,822	$ 22,215
Expenditures:				
Public works	565,645	568,649	$ 1,058,273	$ 489,624
Transfer to noxious weed capital outlay	-	67,500	5,000	(62,500)
Transfer to equipment reserve	250,000	200,000	150,000	(50,000)
Total expenditures	815,645	836,149	$ 1,213,273	$ 377,124
Receipts over (under) expenditures	(28,879)	(49,112)		
Unencumbered cash, beginning of year	738,255	709,376	$ 448,451	$ 260,925
Unencumbered cash, end of year	$ 709,376	$ 660,264		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Sale of equipment	$ -	$ 59,000	$ -	$ 59,000
Transfer from noxious weed	-	67,500	5,000	62,500
Total receipts	-	126,500	$ 5,000	$ 121,500
Expenditures:				
Public works	64,275	7,548	$ 330,000	$ 322,452
Receipts over (under) expenditures	(64,275)	118,952		
Unencumbered cash, beginning of year	428,457	364,182	$ 325,000	$ 39,182
Unencumbered cash, end of year	$ 364,182	$ 483,134		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Transfer from solid waste	$ 45,000	$ 45,000	$ 45,000	$ -
Expenditures:				
Sanitation	21,958	27,853	$ 123,177	$ 95,324
Receipts over (under) expenditures	23,042	17,147		
Unencumbered cash, beginning of year	140,196	163,238	$ 78,177	$ 85,061
Unencumbered cash, end of year	$ 163,238	$ 180,385		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Ad valorem tax	$ 1,082,756	$ 1,085,794	$ 1,098,959	$ (13,165)
Delinquent tax	20,293	13,785	4,000	9,785
Motor vehicle tax	60,324	63,126	37,789	25,337
Recreational vehicle tax	821	1,022	462	560
Commercial vehicle tax	3,414	3,861	2,623	1,238
Wind farm allocation	258,148	12,296	141,011	(128,715)
In lieu of tax	11,319	12,394	6,367	6,027
Miscellaneous	4	266	-	266
Total receipts	1,437,079	1,192,544	$ 1,291,211	$ (98,667)
Expenditures:				
Public safety	1,157,058	1,139,020	$ 1,260,000	$ 120,980
Transfer to fire district equipment reserve	82,920	50,000	138,730	88,730
Total expenditures	1,239,978	1,189,020	$ 1,398,730	$ 209,710
Receipts over (under) expenditures	197,101	3,524		
Unencumbered cash, beginning of year	66,274	263,375	$ 107,519	$ 155,856
Prior year canceled encumbrances	-	6		
Unencumbered cash, end of year	$ 263,375	$ 266,905		

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
State of Kansas	$ 1,109	$ -	$ 3,000	$ (3,000)
Expenditures:				
Health and welfare	-	-	$ 16,000	$ 16,000
Receipts over (under) expenditures	1,109	-		
Unencumbered cash, beginning of year	11,745	12,854	$ 13,000	$ (146)
Unencumbered cash, end of year	$ 12,854	$ 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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
State of Kansas	$ 878	$ -	$ 1,500	$ (1,500)
Expenditures:				
Culture and recreation	-	-	$ 18,000	$ 18,000
Receipts over (under) expenditures	878	-		
Unencumbered cash, beginning of year	16,183	17,061	$ 16,500	$ 561
Unencumbered cash, end of year	$ 17,061	$ 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, 2022

	Special machinery reserve	Sheriff grant	DARE	Santa Fe Trail reinvestment grant 22/23	Santa Fe Trail reinvestment grant 21/22
Receipts:					
State and federal aid/grant	$ -	$ 305,000	$ -	$ 53,846	$ 53,846
Matching funds	-	-	-	-	-
Licenses, fees and permits	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Wind farm allocation	-	-	-	-	-
Donations	-	-	-	-	-
Sales and comp use tax	-	-	-	-	-
Insurance proceeds	-	-	-	-	-
Miscellaneous	17,900	-	-	-	-
Reimbursements	-	-	-	-	-
Transfers in	50,000	-	-	70,460	-
Total receipts	67,900	305,000	-	124,306	53,846
Expenditures:					
General government	-	-	-	-	-
Public safety	-	-	-	782	52,733
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Public works	184,785	-	-	-	-
Transfers out	-	-	-	-	70,460
Total expenditures	184,785	-	-	782	123,193
Receipts over (under) expenditures	(116,885)	305,000	-	123,524	(69,347)
Unencumbered cash (deficit), beginning of year	122,124	-	9	-	69,347
Prior year canceled encumbrances	-	-	-	-	-
Unencumbered cash (deficit), end of year	$ 5,239	$ 305,000	$ 9	$ 123,524	$ -

Santa Fe Trail Community Corrections 21/22	JJA 22/23	Santa Fe Trail Community Corrections 22/23	JJA 21/22	Federal law enforcement trust	Special prosecutor's trust	Special law enforcement trust
$ 260,151	$ 165,320	$ 325,200	$ 288,699	$ -	$ -	$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
142,022	2,802	58,813	1,613	-	-	-
-	-	-	-	-	5,826	44,861
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,139	324	360	382	-	-	143
-	-	-	-	2,091	-	-
-	169,342	110,595	-	-	-	-
403,312	337,788	494,968	290,694	2,091	5,826	45,004
-	-	-	-	-	-	-
380,918	260,715	317,623	320,196	565	-	17,860
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
110,595	-	-	169,342	-	-	-
491,513	260,715	317,623	489,538	565	-	17,860
(88,201)	77,073	177,345	(198,844)	1,526	5,826	27,144
88,201	-	-	198,844	6,605	9,048	68,845
-	-	-	-	-	-	-
$ -	$ 77,073	$ 177,345	$ -	$ 8,131	$ 14,874	$ 95,989

FORD COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2022

	Attorney federal asset forfeiture	Drug taxation	Sales tax project	County plates	Local emergency planning grant
Receipts:					
State and federal aid/grant	$ -	$ -	$ -	$ -	$ -
Matching funds	-	-	-	-	-
Licenses, fees and permits	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Wind farm allocation	-	-	-	-	-
Donations	-	-	-	-	-
Sales and comp use tax	-	-	1,748,224	-	-
Insurance proceeds	-	-	-	-	-
Miscellaneous	-	-	-	22	-
Reimbursements	-	-	-	-	-
Transfers in	-	-	-	-	-
Total receipts	-	-	1,748,224	22	-
Expenditures:					
General government	-	-	-	-	-
Public safety	-	-	-	-	261
Health and welfare	-	-	-	-	-
Culture and recreation	-	-	1,763,808	-	-
Public works	-	-	-	-	-
Transfers out	-	-	-	-	-
Total expenditures	-	-	1,763,808	-	261
Receipts over (under) expenditures	-	-	(15,584)	22	(261)
Unencumbered cash (deficit), beginning of year	746	84,871	161,306	-	660
Prior year canceled encumbrances	-	-	-	-	-
Unencumbered cash (deficit), end of year	$ 746	$ 84,871	$ 145,722	$ 22	$ 399

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
$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	163	-
-	-	-	-	-	-	37,498
44,977	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
54,494	-	-	-	-	-	-
-	-	194,481	-	50,000	-	-
99,471	-	194,481	-	50,000	163	37,498
10,546	-	-	-	-	-	29,796
-	-	-	-	16,188	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
10,546	-	-	-	16,188	-	29,796
88,925	-	194,481	-	33,812	163	7,702
1,623,772	387,179	394,407	2,558	417,068	1,165	98,163
-	-	-	-	-	-	-
$1,712,697	$ 387,179	$ 588,888	$ 2,558	$ 450,880	$ 1,328	$ 105,865

FORD COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2022

	Emergency shelter grant	VIN fees	Violence against women act	State and federal grants	VOCA 22/23 grant
Receipts:					
State and federal aid/grant	$ 100,604	$ -	$ 47,135	$ -	$ 8,811
Matching funds	-	-	19,279	-	9,408
Licenses, fees and permits	-	37,290	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Wind farm allocation	-	-	-	-	-
Donations	-	-	-	-	-
Sales and comp use tax	-	-	-	-	-
Insurance proceeds	-	-	-	-	-
Miscellaneous	-	-	-	134,697	-
Reimbursements	-	-	-	-	-
Transfers in	-	-	-	-	-
Total receipts	100,604	37,290	66,414	134,697	18,219
Expenditures:					
General government	-	-	79,761	150	-
Public safety	-	30,624	-	-	53,229
Health and welfare	96,232	-	-	-	-
Culture and recreation	-	-	-	-	-
Public works	-	-	-	-	-
Transfers out	-	-	-	-	-
Total expenditures	96,232	30,624	79,761	150	53,229
Receipts over (under) expenditures	4,372	6,666	(13,347)	134,547	(35,010)
Unencumbered cash (deficit), beginning of year	(2)	236,834	-	119,114	-
Prior year canceled encumbrances	-	-	-	-	-
Unencumbered cash (deficit), end of year	$ 4,370	$ 243,500	$ (13,347)	$ 253,661	$ (35,010)

Violence against women act	Concealed weapons	VOCA 21/22 grant	Court trustee operations	Registered offenders	Register of Deeds technology	Capital improvement
$ 14,168	$ -	$ 153,142	$ -	$ -	$ -	$ -
-	-	27,892	-	-	-	-
-	1,333	-	82,788	-	32,072	-
-	-	-	-	6,279	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	90,540
-	-	-	-	-	-	1,730,000
14,168	1,333	181,034	82,788	6,279	32,072	1,820,540
-	-	-	146,968	-	23,701	-
-	228	135,111	-	5,256	-	10,256
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	165,508
-	-	-	-	-	-	-
-	228	135,111	146,968	5,256	23,701	175,764
14,168	1,105	45,923	(64,180)	1,023	8,371	1,644,776
(14,168)	19,182	(45,923)	64,180	69,601	72,548	7,137,688
-	-	-	-	-	-	321
$ -	$ 20,287	$ -	$ -	$ 70,624	$ 80,919	$8,782,785

FORD COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2022

	Equipment reserve	Clerk technology fee	Treasurer technology fee	Fire management assistance grant	COVID-19 health department
Receipts:					
State and federal aid/grant	$ -	$ -	$ -	$ -	$ 421,260
Matching funds	-	-	-	18,723	-
Licenses, fees and permits	-	8,020	8,020	-	-
Charges for services	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-
Wind farm allocation	-	-	-	-	-
Donations	-	-	-	-	-
Sales and comp use tax	-	-	-	-	-
Insurance proceeds	2,171	-	-	-	-
Miscellaneous	34,900	-	-	-	-
Reimbursements	-	-	-	-	-
Transfers in	1,350,000	-	-	-	-
Total receipts	1,387,071	8,020	8,020	18,723	421,260
Expenditures:					
General government	294,341	9,162	-	-	-
Public safety	1,138,684	-	-	4,298	-
Health and welfare	-	-	-	-	460,839
Culture and recreation	14,763	-	-	-	-
Public works	-	-	-	-	-
Transfers out	-	-	-	-	-
Total expenditures	1,447,788	9,162	-	4,298	460,839
Receipts over (under) expenditures	(60,717)	(1,142)	8,020	14,425	(39,579)
Unencumbered cash (deficit), beginning of year	2,181,870	28,988	11,425	(14,425)	(39,636)
Prior year canceled encumbrances	1,275	-	-	-	-
Unencumbered cash (deficit), end of year	$2,122,428	$ 27,846	$ 19,445	$ -	$ (79,215)

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OJP grant sheriff department	Emergency management COVID-19	ARPA	Fire/EMS donations	Sheriff department donations	Prosecutor training and assistance	Special auto	Total
$ -	$ -	$3,265,048	$ -	$ -	$ -	$ -	$ 5,462,230
-	-	-	-	-	-	-	75,302
-	-	-	-	-	4,388	287,637	461,548
-	-	-	-	-	-	-	211,692
-	-	-	-	-	-	-	88,185
-	-	-	-	-	-	-	44,977
-	-	-	16,049	2,968	-	-	19,017
-	-	-	-	-	-	-	1,748,224
-	-	-	-	-	-	-	2,171
-	-	-	-	-	-	-	189,867
-	-	-	-	-	-	-	147,125
-	-	-	-	-	-	-	3,724,878
-	-	3,265,048	16,049	2,968	4,388	287,637	12,175,216
-	-	60,000	-	-	7,028	27,769	689,222
-	-	-	-	291	-	-	2,745,818
-	-	-	14,090	-	-	-	571,161
-	-	-	-	-	-	-	1,778,571
-	-	-	-	-	-	-	350,293
-	-	-	-	-	-	87,433	437,830
-	-	60,000	14,090	291	7,028	115,202	6,572,895
-	-	3,205,048	1,959	2,677	(2,640)	172,435	5,602,321
74	15,000	3,195,049	40,230	-	10,368	76,223	16,899,138
-	-	-	-	-	-	-	1,596
$ 74	$ 15,000	$6,400,097	$ 42,189	$ 2,677	$ 7,728	$ 248,658	$ 22,503,055

FORD COUNTY, KANSAS

PBC DEBT SERVICE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET REGULATORY BASIS

For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Lease payments	$ 1,222,798	$ 1,218,798	$ 1,218,798	$ -
Expenditures:				
Debt service:				
Principal	905,000	925,000	$ 925,000	$ -
Interest	317,797	293,798	293,798	-
Commissions	-	-	1,000	1,000
Total expenditures	1,222,797	1,218,798	$ 1,219,798	$ 1,000
Receipts over (under) expenditures	1	-		
Unencumbered cash, beginning of year	127,120	127,121	$ 127,120	$ 1
Unencumbered cash, end of year	$ 127,121	$ 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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021	2022
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

HILMAR GRANT

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021	2022
Receipts:		
Debt proceeds	$ -	$ 5,540,000
Expenditures:		
Debt service:		
Cost of issuance	-	630
Grant expenses	-	500,000
Total expenditures	-	500,630
Receipts over (under) expenditures	-	5,039,370
Unencumbered cash, beginning of year	-	-
Unencumbered cash, end of year	$ -	$ 5,039,370

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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
Pager fees	$ 2,564	$ 5,327	$ 5,000	$ 327
Expenditures:				
Health and welfare	9,999	-	$ 20,000	$ 20,000
Receipts over (under) expenditures	(7,435)	5,327		
Unencumbered cash, beginning of year	13,582	6,147	$ 15,000	$ (8,853)
Unencumbered cash, end of year	$ 6,147	$ 11,474		

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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, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

		2022		
	2021	Actual	Budget	Variance favorable (unfavorable)
Receipts:				
User fees	$ 2,059,950	$ 2,166,589	$ 2,100,000	$ 66,589
Farm lease	24,228	36,509	22,536	13,973
Total receipts	2,084,178	2,203,098	$ 2,122,536	$ 80,562
Expenditures:				
Public works	876,343	581,389	$ 812,003	$ 230,614
Transfer to capital improvement	1,000,000	1,230,000	1,600,000	370,000
Transfer to hazardous household waste	45,000	45,000	45,000	-
Transfer to equipment reserve	200,000	200,000	300,000	100,000
Total expenditures	2,121,343	2,056,389	$ 2,757,003	$ 700,614
Receipts over (under) expenditures	(37,165)	146,709		
Unencumbered cash, beginning of year	778,025	740,860	$ 634,467	$ 106,393
Unencumbered cash, end of year	$ 740,860	$ 887,569		

See Independent Auditor's Report

FORD COUNTY, KANSAS

COUNTY SHARED HEALTH PLAN FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2022
(With Comparative Actual Totals for the Prior Year Ended December 31, 2021)

	2021	2022
Receipts:		
Charges for services	$ 1,479,015	$ 2,183,290
Interest on idle funds	707	12,187
Total receipts	1,479,722	2,195,477
Expenditures:		
Fees and premiums	743,144	677,545
Claims	1,567,946	1,319,812
Total expenditures	2,311,090	1,997,357
Receipts over (under) expenditures	(831,368)	198,120
Unencumbered cash, beginning of year	1,393,038	561,670
Unencumbered cash, end of year	$ 561,670	$ 759,790

See Independent Auditor's Report

FORD COUNTY, KANSAS

AGENCY FUNDS

SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the Year Ended December 31, 2022

Fund	Beginning cash balance	Receipts	Disbursements	Ending cash balance (deficit)
Tax collection accounts	$ 36,500,932	$ 71,191,994	$ 68,170,610	$ 39,522,316
Local taxing districts	1,599,826	47,389,211	48,955,204	33,833
Payroll clearing	307,010	8,260,907	8,474,181	93,736
Heritage trust fees	5,177	16,036	18,020	3,193
Kansas drivers license	334	-	-	334
Motor vehicle fees	65,306	2,545,199	2,552,146	58,359
Sales tax collections	100,280	1,799,966	1,779,191	121,055
Wichita parks foundation	50	-	-	50
Beer licenses	125	125	225	25
Judgement fees	-	6,791	7,128	(337)
Flexible spending	51,355	69,483	59,132	61,706
District court	284,185	1,462,464	1,485,369	261,280
Law library	107,211	34,690	26,794	115,107
Sheriff	228,775	858,003	938,613	148,165
Ambulance department	38,146	456,341	322,601	171,886
Register of Deeds	7,769	307,725	311,382	4,112
Total	$ 39,296,481	$ 134,398,935	$ 133,100,596	$ 40,594,820

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, 2022, and the related notes to the financial statement, which collectively comprise Ford County, Kansas' financial statement and have issued our report thereon dated February 22, 2024. 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 2022-001 and 2022-002 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 2022-003 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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 responses.

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

February 22, 2024

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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, 2022. 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, 2022.

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 2022-004. 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 management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or 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 2022-004, 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

February 22, 2024

FORD COUNTY, KANSAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended December 31, 2022

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 2022/2023	10.557	202121W100343/202222W100643	$ 68,252	$ -
WIC 2021/2022	10.557	202222W100343/202020W500343	181,589	-
WIC BP	10.557	202222W500343	386	-
Total U.S. Department of Agriculture			$ 250,227	$ -
U.S. Department of Housing and Urban Development				
Kansas Department of Commerce				
Community Development Block Grant	14.228	87-BF-253	$ 150	$ -
Kansas Housing Resources Corporation				
Emergency Solutions Grant	14.231	ES20-FORD/ES20-FORD-CATH/ES20-FORD CRISIS	34,228	34,228
Emergency Solutions Grant	14.231	ES21-FORD/ES21-FORD-CATH/ES21-FORD CRISIS	45,795	45,795
Emergency Solutions Grant	14.231	ES22-FORD CRISIS	10,181	10,181
COVID-19 Emergency Solutions Grant	14.231	ES20C-FORD CRISIS	5,345	5,345
			95,549	95,549
Total U.S. Department of Housing and Urban Development			$ 95,699	$ 95,549
U.S. Department of Justice				
Kansas Governor's Office (Grants Administration)				
Crime Victim Assistance 2022/2023	16.575	23-VOCA	$ 37,636	$ -
Crime Victim Assistance 2021/2022	16.575	22-VOCA	111,548	-
			149,184	-
Violence Against Women Formula Grant	16.588	22-VAWA	57,837	-
Total U.S. Department of Justice			$ 207,021	$ -

FORD COUNTY, KANSAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

For the Year Ended December 31, 2022

Federal grantor/ pass-through grantor/ program title	Federal CFDA number	Pass-through grantor's number	Expenditures	Passthrough to Subrecipients
U.S. Department of Treasury				
Direct Award				
COVID-19 - American Rescue Plan	21.027	N/A	$ 60,000	$ -
U.S. Department of Health and Human Services				
Kansas Department of Health and Environment				
Public Health Emergency Preparedness (Bioterrorism)	93.069	NU90TP922049-03	$ 6,774	$ -
Migrant	93.224	H80CS00131-20/H80CS00131-21	677	-
Immunization 2021/2022	93.268	NH23IP922627-03	8,077	-
COVID-19 - Immunization	93.268	NH23IP922627-02	156,592	-
			164,669	-
COVID-19 - ELC Expanding Infrastructure	93.323	NU50CK000549-02	158,044	-
COVID-19 - ELC Staffing and Infrastructure Support	93.323	NU50CK000549-02	16,902	-
COVID-19 - ELC Testing	93.323	NU50CK000549-02	129,330	-
			304,276	-
Maternal and Child Health Services 2021/2022	93.994	B04MC40135-01	13,025	-
Total U.S. Department of Health and Human Services			$ 489,421	$ -
U.S. Department of Homeland Security				
Kansas Adjutant General				
Hazard Mitigation Grant (Local Emergency Planning)	97.039	N/A	$ 261	$ -
Total federal awards			$ 1,102,629	$ 95,549

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, 2022

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, 2022. 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, 2022

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 for Each Major Program and on Internal Control over Compliance Required by 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:

Special Supplemental Nutrition Program for Women, Infant, & Children	CFDA 10.557
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

2022-001 – 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.

2022-002 – Bank Reconciliations

Condition and Context: Several bank reconciliations under the Treasurer's department were not completed until ten 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 complete 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 reviews 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 AGRICUTLTURE
KANSAS DEPARTMENT OF HEALTH and ENVIRONMENT
Special Supplemental Nutrition Program for Women, Infant, & Children – CFDA No. 10.557
Grant period: Year Ended December 31, 2022

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES
KANSAS DEPARTMENT OF HEALTH AND ENVIRONMENT
Epidemiology and Laboratory Capacity for Infections Disease – CFDA No. 93.323
Grant period: Year Ended December 31, 2022

SIGNIFICANT DEFICIENCY

2022-004: Cash Management

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.

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Shawn Tasset – 1st District
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Chris Boys – 2nd District
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Ken Snook – 3rd District
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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Year ended June 30, 2022

FINANCIAL STATEMENT AUDIT

MATERIAL WEAKNESS

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 violations.

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.

Current Status: This was an ongoing issue in the current year, see finding 2022-001.

2021-002 – Bank Reconciliations

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

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.

Current Status: This was an ongoing issue in the current year, see finding 2022-002.

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.

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

Current Status: This was an ongoing issue in the current year, see finding 2022-003.

MAJOR FEDERAL AWARD PROGRAMS

U.S. DEPARTMENT OF TREASURY
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.

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.

Current Status: This was an ongoing issue in the current year, see finding 2022-004.

Respectively,

Jonathan D. Gilbert
County Administrator