

NESS COUNTY, KANSAS

Financial Statement With Independent Auditors' Report

For the Year Ended December 31, 2017

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INDEPENDENT AUDITORS' REPORT

To the County Commission
Ness County, Kansas
Ness City, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Ness County, Kansas**, as of and for the year ended December 31, 2017 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; 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.

Auditors' Responsibility

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

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

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

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

As described in Note 1, the financial statement is prepared by **Ness 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 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matters discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Ness County, Kansas** as of December 31, 2017, or changes in financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **Ness County, Kansas** as of December 31, 2017, 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 1.

Other Matters

Supplementary Information

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

The 2016 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures – actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2016 basic financial statement upon which we rendered an unmodified opinion dated October 10, 2017. The 2016 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://admin.ks.gov/offices/chief-financial-officer/municipal-services>. Such 2016 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 2016 basic financial statement. The 2016 comparative information was subjected to the auditing procedures applied in the audit of the 2016 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 2016 basic financial statement or to the 2016 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 2016 comparative information is fairly stated in all material respects in relation to the 2016 basic financial statement as a whole, on the basis of accounting described in Note 1.

Adams, Brown, Beran & Ball, Chartered

ADAMS, BROWN, BERAN & BALL, CHTD.

Certified Public Accountants

July 12, 2018

NESS COUNTY, KANSAS
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2017

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Categories							
General Fund	\$ 886,532	-	1,699,438	2,104,506	481,464	96,794	578,258
Special Purpose Funds							
Road and Bridge Fund	856,838	-	2,088,770	2,148,291	797,317	83,272	880,589
Special Highway Improvement Fund	950	-	-	-	950	-	950
Special Machinery Fund	634,469	-	350,000	334,454	650,015	-	650,015
Capital Improvement Reserve Fund	100,000	-	50,000	-	150,000	-	150,000
Capital Equipment Reserve Fund	208,502	-	70,000	-	278,502	-	278,502
Noxious Weed Fund	40,918	-	494,874	431,014	104,778	18,965	123,743
Noxious Weed Capital Outlay Fund	13,612	-	-	-	13,612	-	13,612
Health Fund	117,252	-	226,369	190,805	152,816	2,888	155,704
Appraiser's Cost Fund	72,346	-	126,244	151,184	47,406	2,471	49,877
Special Bridge Fund	571,037	-	175,055	-	746,092	-	746,092
Employee Benefits Fund	141,404	-	438,968	359,705	220,667	737	221,404
Ambulance Service Fund	39,538	-	111,510	68,026	83,022	20,495	103,517
Special Alcohol Fund	10,893	-	2,706	4,000	9,599	-	9,599
E-911 Tax Fund	80,734	-	50,005	49,588	81,151	405	81,556
Register of Deeds Technology Fund	29,389	-	8,054	7,088	30,355	-	30,355
County Clerk Technology Fund	5,854	-	2,014	3,470	4,398	-	4,398
County Treasurer Technology Fund	5,854	-	2,014	2,030	5,838	-	5,838
Business Funds							
Solid Waste Fund	61,860	-	253,149	254,082	60,927	49,961	110,888
Solid Waste - Post-Closure Fund	129,470	-	10,000	-	139,470	-	139,470
Trust Funds							
Prosecuting Attorney's Training Fund	7,830	-	1,196	-	9,026	-	9,026
Special Motor Vehicle Tax Fund	-	-	39,410	39,410	-	-	-
Law Enforcement Trust Fund	8,484	-	8,430	755	16,159	-	16,159
Oil and Gas Depletion Trust Fund	2,234,238	-	16,510	-	2,250,748	-	2,250,748
Total Reporting Entity (Excluding Distributable and Agency Funds)	\$ 6,258,004	-	6,224,716	6,148,408	6,334,312	275,988	6,610,300
Composition of Cash							
Checking Accounts						\$	10,347,690
Certificates of Deposits							4,406,645
Cash on Hand							56,471
Total Cash							14,810,806
Distributable Funds per Schedule 3-1							(7,715,851)
Agency Funds per Schedule 3-2							(484,655)
Total Reporting Entity (Excluding Distributable and Agency Funds)							
						\$	6,610,300

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

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2017

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Ness County, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statement is presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Use of Estimates

The preparation of financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the reported amount of unencumbered cash balances and accounts payable during the reporting period. Actual results could differ from those estimates.

Financial Reporting Entity

The County is a municipal corporation governed by an elected three-member commission. A related municipal entity is an entity established to benefit the County and/or its constituents. The County has no related municipal entities.

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, 2017.

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 revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Business Fund – fund financed in whole or in part by fees charged to users of the goods or services (enterprise and internal service funds).

Trust Fund – fund used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

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

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Notes to Financial Statement
December 31, 2017

Basis of Accounting

The 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.

Departure From Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the County are not presented in the financial statement. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, and temporary notes are not presented in the financial statement.

Property Tax Calendar

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Property taxes are collected and remitted to the County Treasurer. Taxes levied annually on November 1st are due one-half by December 20th and one-half by May 10th. Major tax distributions are made in the months of December through July. Lien dates for personal property are in March and August and lien dates for real property are in September. Taxes are recognized as revenue in the year received. Delinquent tax payments are recognized as revenue in the year received.

Restricted Assets

Restricted cash balances are reported in various funds that are legally restricted for specified uses such as the payment of debt service and fiscal fees on long-term debt and for expenditures approved in federal and state grant contracts. Also, cash is restricted in the trust and agency funds of the County for special purposes.

Reimbursements

The County records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis of accounting.

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Notes to Financial Statement
December 31, 2017

NOTE 2 – 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 10 days after publication of notice of hearing.
- d. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue 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 10 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 revenues 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 County 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 capital project funds, trust funds, and the following special purpose funds: Special Highway Improvement Fund, Special Machinery Fund, Capital Improvement Reserve Fund, Capital Equipment Reserve Fund, Special Bridge Fund, Register of Deeds Technology Fund, County Clerk Technology Fund, and County Treasurer Technology Fund.

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.

NOTE 3 – DEPOSITS AND INVESTMENTS

Ness County, Kansas follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund category in the summary statement of receipts, expenditures and unencumbered cash.

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Notes to Financial Statement
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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 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.

Concentration of Credit Risk

State statutes place no limit on the amount the County may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and K.S.A. 9-1405.

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, except during designated "peak periods" when required coverage is 50%. The County does not use "peak periods". All deposits were legally secured at December 31, 2017.

At December 31, 2017, the County's carrying amount of deposits was \$14,810,806 and the bank balance was \$14,891,768. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$1,118,809 was covered by federal depository insurance and \$13,772,959 was collateralized with securities held by the pledging financial institutions' agents in the County's name.

Custodial Credit Risk – Investments

For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The County had no investments at December 31, 2017.

NOTE 4 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **Ness County, Kansas'** interfund transfers and regulatory authority for the year ended December 31, 2017, were as follows:

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2017

From	To	Regulatory Authority	Amount
General Fund	Capital Improvement Reserve Fund	K.S.A. 19-120	\$ 50,000
General Fund	Solid Waste Fund	Commission Approved	25,000
General Fund	Capital Equipment Reserve Fund	K.S.A. 19-119	70,000
Road and Bridge Fund	Special Machinery Fund	K.S.A. 68-141g	350,000
Solid Waste Fund	Solid Waste - Post-Closure Fund	Commission Approved	10,000
Special Motor Vehicle Fund	Employee Benefits Fund	K.S.A. 8-145	1,118
Special Motor Vehicle Fund	General Fund	K.S.A. 8-145	28,390

NOTE 5 – LITIGATION

Ness County, Kansas is a party to various legal proceedings which normally occur in governmental operations. These legal proceedings are not likely to have a material financial impact on the affected funds of the County.

NOTE 6 – RISK MANAGEMENT

Ness County, Kansas 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 and liability insurance at a cost it considered to be economically justifiable. For this reason, the County joined together with other counties in the State to participate in Kansas County Association Multi-Line Pool (KCAMP), a public entity risk pool currently operating as a common risk management and insurance program for 87 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 to \$3,000,000 for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KCAMP management.

The County has been unable to obtain workers' compensation insurance at a cost it considered to be economically justifiable. For this reason, the County joined together with other counties in the State to participate in Kansas Workers Risk Cooperative for Counties (KWORC), a public entity risk pool currently operating as a common risk management and insurance program for 84 participating members.

The County pays an annual premium to KWORC for its workers compensation insurance coverage. The agreement to participate provides that the KWORC 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 KWORC management.

NOTE 7 – GRANTS AND SHARED REVENUES

Ness County, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the County has not complied with the rules and regulations governing the grants, refunds of any money received may be

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2017

required. In the opinion of the County, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 8 – OPERATING LEASES

On April 27, 2015, **Ness County, Kansas** entered into a lease agreement with Scott and Laurie Barb to lease office space for government activities and extension office activities. The lease agreement is payable in monthly payments of \$450 for 36 months. Payments of \$5,400 were made in 2017. Future scheduled payments to maturity are as follows:

Year	Amount
2018	\$ 1,800

On September 18, 2006, **Ness County, Kansas** entered into a lease agreement with Jon and Janice Hawkinson to lease real estate for communication, technology, and observation of the antenna tower site and equipment building. The lease agreement is payable in yearly payments of \$500 for 15 years. Payments of \$500 were made in 2017. Future scheduled payments to maturity are as follows:

Year	Amount
2018	\$ 500
2019	500
2020	500
2021	500

NOTE 9 – DEFERRED COMPENSATION PLAN

Ness County, Kansas sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The County is not required to make any contributions.

NOTE 10 – DEFINED BENEFIT PENSION PLAN

General Information about the Pension Plan

Plan Description

Ness County, Kansas 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 S Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective

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January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by 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 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period January 1, 2017 through September 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 8.46% for the fiscal year ended December 31, 2017. Contributions to the pension plan from the County were \$156,977 for the year ended December 31, 2017.

Net Pension Liability

At December 31, 2017, the County's proportionate share of the collective net pension liability reported by KPERS was \$1,518,112. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. 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 these financial statements.

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.

NOTE 11 – OTHER POST EMPLOYMENT BENEFITS

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

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

NOTE 12 – COMPENSATED ABSENCES

Vacation

Ness County, Kansas' policy regarding vacation is that an employee shall be eligible for vacation upon the completion of six months employment. The number of days of vacation earned is based upon the length of service with the County, using the tables and schedules in the personnel manual. Unused vacation will be forfeited as of December 31 except in extraordinary circumstances approved by the department head. There was no potential liability for vacation at December 31, 2017.

Sick Leave

The County's policy for sick leave permits employees to earn one day of sick leave per month of

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2017

employment. An employee may use two days of sick leave each year as personal leave. Employees may accumulate up to 60 days of sick leave which is paid upon normal retirement or permanent disability at the regular rate of pay. The potential liability for sick leave at December 31, 2017 was \$116,187. This is not reflected in the financial statement.

NOTE 13 – HEALTH REIMBURSEMENT ARRANGEMENT

Ness County, Kansas entered into a Health Reimbursement Arrangement (HRA). The full-time employee benefit is an HRA as defined by Section 105 of the Internal Revenue Code. The HRA plan is funded solely by the employer. The HRA plan allows for reimbursement of certain out-of-pocket medical and prescription drug costs incurred by the employees, their spouse or their dependents. The maximum allowance per year is \$4,850 for employee only, \$9,700 for employee and spouse, employee and children, and employee and family. The amount the County paid in HRA reimbursements was \$193,192 for the year ended December 31, 2017.

NOTE 14 – LANDFILL CLOSURE AND POST-CLOSURE COSTS

State and federal laws and regulations require **Ness County, Kansas** to place a final cover on its landfill site when it stops accepting waste and perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the County has a potential liability for a portion of this closure and post-closure care costs in each period based on the landfill capacities used as of each year end. The estimated closure cost is \$635,550 and the estimated post-closure cost is \$495,743. These figures comprise the estimated closure and post-closure cost of \$1,131,293. At December 31, 2017, the permit for 2017 identifies that the remaining volume capacity of the site is 19% of the original capacity and that the remaining life of the landfill is 21 years. The County is also required by regulations to provide financial assurance for the closure and post-closure costs. The allowable mechanisms for this financial assurance are as follows: 1) trust fund, 2) surety bond guaranteeing payment or performance, 3) letter of credit, 4) insurance certificate, and 5) a financial test for local governments. The County has elected to use the financial test to provide financial assurance. The County is in compliance with the financial test as of December 31, 2017.

The above figures have been estimated and the potential for change due to inflation or deflation, technology, or applicable laws or regulations, exists to affect the above calculations.

NOTE 15 – LONG-TERM DEBT

Ness County, Kansas has the following type of long-term debt.

Lease Obligation

The County has entered into a lease agreement for equipment. The lease contains a fiscal funding clause.

NESS COUNTY, KANSAS
Notes to Financial Statement
December 31, 2017

Changes in long-term liabilities for the County for the year ended December 31, 2017, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Capital Lease									
First State Bank - Ransom									
5 - 2011 Motor Graders	2.68%	2/13/2012	\$ 509,750	2/13/2017	\$ 106,905	-	(106,905)	-	2,999

NESS COUNTY, KANSAS

Regulatory-Required Supplementary Information

NESS COUNTY, KANSAS
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Fund Categories					
General Fund	\$ 2,451,946	-	2,451,946	2,104,506	(347,440)
Special Purpose Funds					
Road and Bridge Fund	2,581,107	-	2,581,107	2,148,291	(432,816)
Noxious Weed Fund	389,225	119,451	508,676	431,014	(77,662)
Noxious Weed Capital Outlay Fund	16,612	-	16,612	-	(16,612)
Health Fund	190,948	-	190,948	190,805	(143)
Appraiser's Cost Fund	172,266	-	172,266	151,184	(21,082)
Employee Benefits Fund	471,250	-	471,250	359,705	(111,545)
Ambulance Service Fund	198,030	-	198,030	68,026	(130,004)
Special Alcohol Fund	12,272	-	12,272	4,000	(8,272)
E-911 Tax Fund	150,030	-	150,030	49,588	(100,442)
Business Fund					
Solid Waste Fund	274,693	-	274,693	254,082	(20,611)

NESS COUNTY, KANSAS
General Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	(Under)
Receipts				
Taxes	\$ 1,250,603	1,431,386	1,385,186	46,200
State Aid	710	240	-	240
Licenses and Fees	98,049	94,920	20,000	74,920
Use of Money and Property	47,576	46,051	22,100	23,951
Tax Sale Fees	4,109	1,265	-	1,265
Wind Farm Fees	77,565	91,925	79,116	12,809
Transfers In	284,517	28,390	510,000	(481,610)
Reimbursements	7,017	7,195	-	7,195
Miscellaneous	22,750	23,624	-	23,624
Neighborhood Revitalization Rebate	(22,210)	(25,558)	(25,339)	(219)
Total Receipts	<u>1,770,686</u>	<u>1,699,438</u>	<u>1,991,063</u>	<u>(291,625)</u>
Expenditures				
County Commissioners	120,226	113,373	138,486	(25,113)
County Clerk	140,166	131,489	138,457	(6,968)
County Treasurer	115,463	120,420	122,249	(1,829)
County Attorney	77,705	76,081	84,191	(8,110)
Register of Deeds	90,857	95,908	96,521	(613)
Sheriff	915,147	974,909	1,067,521	(92,612)
Less Reimbursed Expenses	(202,400)	(202,200)	(200,000)	(2,200)
Courthouse General	258,187	222,550	344,800	(122,250)
Unified Courts	51,509	52,378	57,242	(4,864)
Maintenance Engineer	44,740	46,507	47,767	(1,260)
Economic Development	57,295	28,987	73,363	(44,376)
Emergency Preparedness	58,732	55,395	69,518	(14,123)
Election	32,696	50,582	92,200	(41,618)
Soil Conservation	18,000	18,000	18,000	-
Mental Health	20,650	20,650	20,650	-
Intellectual Disability	17,000	17,000	17,000	-
Senior Citizens	71,350	73,381	73,381	-
Parks and Recreation	1,000	1,000	1,200	(200)
County Fair	24,400	24,400	24,400	-
Historical Society	6,000	6,000	6,000	-
Airport	182,221	32,696	10,000	22,696
Juvenile Detention	-	-	4,000	(4,000)

NESS COUNTY, KANSAS
General Fund

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Transfers Out	\$ 75,000	145,000	145,000	-
Total Expenditures	<u>2,175,944</u>	<u>2,104,506</u>	<u>2,451,946</u>	<u>(347,440)</u>
Receipts Over (Under) Expenditures	(405,258)	(405,068)		
Unencumbered Cash - Beginning	<u>1,291,790</u>	<u>886,532</u>		
Unencumbered Cash - Ending	\$ <u>886,532</u>	<u>481,464</u>		

NESS COUNTY, KANSAS

Road and Bridge Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes	\$ 1,330,793	1,662,750	1,643,434	19,316
State Aid	329,071	321,832	309,231	12,601
Federal Aid	35,139	9,130	-	9,130
Reimbursements - Other	2,081	-	-	-
Sale of Material and Equipment	17,150	8,693	5,000	3,693
Wind Farm Fees	86,273	111,104	87,998	23,106
Miscellaneous	1,438	6,152	5,000	1,152
Neighborhood Revitalization Rebate	(24,704)	(30,891)	(30,625)	(266)
Total Receipts	<u>1,777,241</u>	<u>2,088,770</u>	<u>2,020,038</u>	<u>68,732</u>
Expenditures				
Personal Services	1,146,123	1,161,612	1,290,757	(129,145)
Contractual Services	106,528	73,259	83,650	(10,391)
Commodities	455,725	487,882	794,700	(306,818)
Capital Outlay	31,761	75,538	92,000	(16,462)
Transfers Out	400,000	350,000	320,000	30,000
Total Expenditures	<u>2,140,137</u>	<u>2,148,291</u>	<u>2,581,107</u>	<u>(432,816)</u>
Receipts Over (Under) Expenditures	(362,896)	(59,521)		
Unencumbered Cash - Beginning	<u>1,219,734</u>	<u>856,838</u>		
Unencumbered Cash - Ending	\$ <u><u>856,838</u></u>	<u><u>797,317</u></u>		

NESS COUNTY, KANSAS
Special Highway Improvement Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	950	950
Unencumbered Cash - Ending	\$ 950	950

NESS COUNTY, KANSAS
Special Machinery Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 320,000	350,000
Expenditures		
Capital Outlay	329,828	334,454
Receipts Over (Under) Expenditures	(9,828)	15,546
Unencumbered Cash - Beginning	644,297	634,469
Unencumbered Cash - Ending	\$ 634,469	650,015

NESS COUNTY, KANSAS
Capital Improvement Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ 50,000	50,000
Expenditures	-	-
Receipts Over (Under) Expenditures	50,000	50,000
Unencumbered Cash - Beginning	50,000	100,000
Unencumbered Cash - Ending	\$ 100,000	150,000

NESS COUNTY, KANSAS
Capital Equipment Reserve Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Transfers In	\$ -	70,000
Expenditures	-	-
Receipts Over (Under) Expenditures	-	70,000
Unencumbered Cash - Beginning	208,502	208,502
Unencumbered Cash - Ending	\$ 208,502	278,502

NESS COUNTY, KANSAS

Noxious Weed Fund

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes	\$ 160,293	155,207	154,308	899
Chemical Sales and Treatment	381,344	327,951	208,500	119,451
Wind Farm Fees	10,669	10,267	10,880	(613)
Miscellaneous	3,513	4,303	-	4,303
Neighborhood Revitalization Rebate	(3,055)	(2,854)	(2,830)	(24)
Total Receipts	<u>552,764</u>	<u>494,874</u>	<u>370,858</u>	<u>124,016</u>
Expenditures				
Personal Services	49,637	48,757	110,535	(61,778)
Contractual Services	9,421	9,500	11,740	(2,240)
Commodities	467,859	372,757	262,650	110,107
Capital Outlay	740	-	1,300	(1,300)
Transfers Out	3,000	-	3,000	(3,000)
(a) Adjustment for Qualifying Budget Credit	-	-	119,451	(119,451)
Total Expenditures	<u>530,657</u>	<u>431,014</u>	<u>508,676</u>	<u>(77,662)</u>
Receipts Over (Under) Expenditures	22,107	63,860		
Unencumbered Cash - Beginning	<u>18,811</u>	<u>40,918</u>		
Unencumbered Cash - Ending	\$ <u>40,918</u>	<u>104,778</u>		
(a) Adjustment for Qualifying Budget Credit				
Excess Chemical Sales and Treatment Over Amount Budgeted			\$ <u>119,451</u>	

NESS COUNTY, KANSAS
Noxious Weed Capital Outlay Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Transfers In	\$ 3,000	-	<u>3,000</u>	<u>(3,000)</u>
Expenditures	<u>-</u>	<u>-</u>	<u>16,612</u>	<u>(16,612)</u>
Receipts Over (Under) Expenditures	3,000	-		
Unencumbered Cash - Beginning	<u>10,612</u>	<u>13,612</u>		
Unencumbered Cash - Ending	\$ <u>13,612</u>	<u>13,612</u>		

NESS COUNTY, KANSAS**Health Fund**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes	\$ 111,267	115,681	115,279	402
State Aid	7,344	7,946	5,000	2,946
Federal Aid	10,461	14,056	7,000	7,056
Wind Farm Fees	7,460	7,702	7,609	93
Collections	62,830	83,126	7,500	75,626
Neighborhood Revitalization Rebate	(2,136)	(2,142)	(2,123)	(19)
Total Receipts	<u>197,226</u>	<u>226,369</u>	<u>140,265</u>	<u>86,104</u>
Expenditures				
Personal Services	96,377	103,445	109,712	(6,267)
Contractual Services	25,009	53,962	29,636	24,326
Commodities	33,798	33,111	49,400	(16,289)
Capital Outlay	-	287	2,200	(1,913)
Total Expenditures	<u>155,184</u>	<u>190,805</u>	<u>190,948</u>	<u>(143)</u>
Receipts Over (Under) Expenditures	42,042	35,564		
Unencumbered Cash - Beginning	<u>75,210</u>	<u>117,252</u>		
Unencumbered Cash - Ending	\$ <u>117,252</u>	<u>152,816</u>		

NESS COUNTY, KANSAS**Appraiser's Cost Fund**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes	\$ 154,971	118,111	116,885	1,226
Wind Farm Fees	10,309	7,635	10,515	(2,880)
Miscellaneous	1,312	2,621	-	2,621
Neighborhood Revitalization Rebate	(2,951)	(2,123)	(2,104)	(19)
Total Receipts	<u>163,641</u>	<u>126,244</u>	<u>125,296</u>	<u>948</u>
Expenditures				
Personal Services	125,083	131,661	144,356	(12,695)
Contractual Services	8,656	7,202	20,610	(13,408)
Commodities	2,148	2,521	5,000	(2,479)
Capital Outlay	19,180	9,800	2,300	7,500
Total Expenditures	<u>155,067</u>	<u>151,184</u>	<u>172,266</u>	<u>(21,082)</u>
Receipts Over (Under) Expenditures	8,574	(24,940)		
Unencumbered Cash - Beginning	<u>63,772</u>	<u>72,346</u>		
Unencumbered Cash - Ending	\$ <u>72,346</u>	<u>47,406</u>		

NESS COUNTY, KANSAS
Special Bridge Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
State Aid	\$ 549,661	175,055
Reimbursements - Other	20,750	-
Transfers In	80,000	-
Total Receipts	650,411	175,055
Expenditures		
Contractual Services	139,874	-
Receipts Over (Under) Expenditures	510,537	175,055
Unencumbered Cash - Beginning	60,500	571,037
Unencumbered Cash - Ending	\$ 571,037	746,092

NESS COUNTY, KANSAS
Employee Benefits Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	(Under)
Receipts				
Taxes	\$ 359,026	417,686	414,951	2,735
Wind Farm Fees	23,739	27,929	24,214	3,715
Transfers In	1,131	1,118	-	1,118
Neighborhood Revitalization Rebate	(6,797)	(7,765)	(2,830)	(4,935)
Total Receipts	<u>377,099</u>	<u>438,968</u>	<u>436,335</u>	<u>2,633</u>
Expenditures				
Social Security	115,131	116,409	132,225	(15,816)
Medicare	26,320	27,225	31,775	(4,550)
Employee Retirement	174,514	161,997	227,250	(65,253)
Workmen's Compensation Insurance	41,748	51,863	65,000	(13,137)
Unemployment Claims	5,572	2,211	15,000	(12,789)
Total Expenditures	<u>363,285</u>	<u>359,705</u>	<u>471,250</u>	<u>(111,545)</u>
Receipts Over (Under) Expenditures	13,814	79,263		
Unencumbered Cash - Beginning	<u>127,590</u>	<u>141,404</u>		
Unencumbered Cash - Ending	\$ <u>141,404</u>	<u>220,667</u>		

NESS COUNTY, KANSAS
Ambulance Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Receipts				
Taxes	\$ 99,351	106,391	105,859	532
Wind Farm Fees	6,597	7,090	6,729	361
Neighborhood Revitalization Rebate	(1,889)	(1,971)	(1,954)	(17)
Total Receipts	104,059	111,510	<u>110,634</u>	<u>876</u>
Expenditures				
Contractual Services	50,924	46,996	63,030	(16,034)
Commodities	8,277	535	5,000	(4,465)
Capital Outlay	58,465	20,495	130,000	(109,505)
Total Expenditures	117,666	68,026	<u>198,030</u>	<u>(130,004)</u>
Receipts Over (Under) Expenditures	(13,607)	43,484		
Unencumbered Cash - Beginning	53,145	39,538		
Unencumbered Cash - Ending	\$ <u>39,538</u>	<u>83,022</u>		

NESS COUNTY, KANSAS
Special Alcohol Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2017
(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
State Aid	\$ 2,449	2,207	1,865	342
Donations	-	499	-	499
Total Receipts	2,449	2,706	<u>1,865</u>	<u>841</u>
Expenditures				
Contractual Services	1,000	4,000	<u>12,272</u>	<u>(8,272)</u>
Receipts Over (Under) Expenditures	1,449	(1,294)		
Unencumbered Cash - Beginning	9,444	10,893		
Unencumbered Cash - Ending	\$ <u>10,893</u>	<u>9,599</u>		

NESS COUNTY, KANSAS**E-911 Tax Fund**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Collections	\$ 49,850	50,005	54,000	(3,995)
Expenditures				
Contractual Services	7,592	7,743	10,000	(2,257)
Capital Outlay	38,554	41,845	140,030	(98,185)
Total Expenditures	46,146	49,588	150,030	(100,442)
Receipts Over (Under) Expenditures	3,704	417		
Unencumbered Cash - Beginning	77,030	80,734		
Unencumbered Cash - Ending	\$ 80,734	81,151		

NESS COUNTY, KANSAS
Register of Deeds Technology Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Collections	\$ 10,490	8,054
Expenditures		
Capital Outlay	5,302	7,088
Receipts Over (Under) Expenditures	5,188	966
Unencumbered Cash - Beginning	24,201	29,389
Unencumbered Cash - Ending	\$ 29,389	30,355

NESS COUNTY, KANSAS
County Clerk Technology Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Collections	\$ 2,623	2,014
Expenditures		
Capital Outlay	-	3,470
Receipts Over (Under) Expenditures	2,623	(1,456)
Unencumbered Cash - Beginning	3,231	5,854
Unencumbered Cash - Ending	\$ 5,854	4,398

NESS COUNTY, KANSAS
County Treasurer Technology Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Collections	\$ 2,623	2,014
Expenditures		
Capital Outlay	-	2,030
Receipts Over (Under) Expenditures	2,623	(16)
Unencumbered Cash - Beginning	3,231	5,854
Unencumbered Cash - Ending	\$ 5,854	5,838

NESS COUNTY, KANSAS
Micro Loan Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts	\$ -	-
Expenditures		
Commodities	45,788	-
Receipts Over (Under) Expenditures	(45,788)	-
Unencumbered Cash - Beginning	45,788	-
Unencumbered Cash - Ending	\$ -	-

NESS COUNTY, KANSAS**Solid Waste Fund**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2017

(With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	(Under)
Receipts				
Disposal Fees	\$ 229,276	226,191	230,000	(3,809)
Miscellaneous	1,132	1,958	-	1,958
Transfers In	25,000	25,000	25,000	-
Total Receipts	<u>255,408</u>	<u>253,149</u>	<u>255,000</u>	<u>(1,851)</u>
Expenditures				
Personal Services	52,793	67,631	53,963	13,668
Contractual Services	166,952	167,131	171,980	(4,849)
Commodities	29,024	9,320	36,750	(27,430)
Capital Outlay	-	-	2,000	(2,000)
Transfers Out	10,000	10,000	10,000	-
Total Expenditures	<u>258,769</u>	<u>254,082</u>	<u>274,693</u>	<u>(20,611)</u>
Receipts Over (Under) Expenditures	(3,361)	(933)		
Unencumbered Cash - Beginning	<u>65,221</u>	<u>61,860</u>		
Unencumbered Cash - Ending	\$ <u>61,860</u>	<u>60,927</u>		

NESS COUNTY, KANSAS
Solid Waste - Post-Closure Fund
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Transfers In	\$ 10,000	10,000	<u>10,000</u>	<u>-</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Receipts Over (Under) Expenditures	10,000	10,000		
Unencumbered Cash - Beginning	<u>119,470</u>	<u>129,470</u>		
Unencumbered Cash - Ending	\$ <u>129,470</u>	<u>139,470</u>		

NESS COUNTY, KANSAS
Prosecuting Attorney's Training Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Collections	\$ 956	1,196
Expenditures		
Commodities	985	-
Receipts Over (Under) Expenditures	(29)	1,196
Unencumbered Cash - Beginning	7,859	7,830
Unencumbered Cash - Ending	\$ 7,830	9,026

NESS COUNTY, KANSAS
Special Motor Vehicle Tax Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Collections	\$ 39,636	39,410
Expenditures		
Personal Services	6,718	6,937
Commodities	2,270	2,965
Transfers Out	30,648	29,508
Total Expenditures	39,636	39,410
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

NESS COUNTY, KANSAS
Law Enforcement Trust Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
State Aid	\$ -	7,280
Collections	350	1,150
Total Receipts	350	8,430
Expenditures		
Commodities	1,107	755
Receipts Over (Under) Expenditures	(757)	7,675
Unencumbered Cash - Beginning	9,241	8,484
Unencumbered Cash - Ending	\$ 8,484	16,159

NESS COUNTY, KANSAS
Oil and Gas Depletion Trust Fund
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2017
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2016)

	Prior Year Actual	Current Year Actual
Receipts		
Interest Income	\$ 17,286	16,510
Expenditures		
Transfers Out	255,000	-
Receipts Over (Under) Expenditures	(237,714)	16,510
Unencumbered Cash - Beginning	2,471,952	2,234,238
Unencumbered Cash - Ending	\$ 2,234,238	2,250,748

NESS COUNTY, KANSAS
Distributable Funds, State Funds, and Subdivision Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2017

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Distributable Funds				
Current Tax	\$ 7,225,784	11,213,396	10,834,847	7,604,333
Severance Tax	-	81,301	81,301	-
Delinquent Property Taxes	67,781	101,408	149,798	19,391
Motor Vehicle Tax	113,216	772,348	798,855	86,709
Neighborhood Revitalization	-	222,909	222,909	-
Total Distributable Funds	7,406,781	12,391,362	12,087,710	7,710,433
State Funds				
State Institutional Building	-	36,521	36,521	-
State Educational Building	-	73,043	73,043	-
Total State Funds	-	109,564	109,564	-
Subdivision Funds				
Cities	5,284	1,106,314	1,106,180	5,418
Townships	-	106,298	106,298	-
School Districts	-	3,025,504	3,025,504	-
Hospitals	-	2,830,851	2,830,851	-
Other Special Districts	-	663,634	663,634	-
Total Subdivision Funds	5,284	7,732,601	7,732,467	5,418
Total	\$ 7,412,065	20,233,527	19,929,741	7,715,851

NESS COUNTY, KANSAS
Agency Funds
Summary of Receipts and Disbursements
Regulatory Basis
For the Year Ended December 31, 2017

Funds	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Sales Tax	\$ 5,068	678,454	675,694	7,828
Driver's Licenses	168	20,385	20,231	322
Heritage Trust	1,332	4,027	4,261	1,098
Concealed Carried Handgun	4,268	292	-	4,560
Sex Offender Registry	3,960	1,100	-	5,060
Worthless Check	1,185	80	-	1,265
Unclaimed Legacy	-	1,483	1,483	-
Sheriff	333	31,280	31,545	68
Register of Deeds	-	87,570	87,570	-
County Clerk	200	535	735	-
Law Library	46,820	5,677	2,164	50,333
Clerk of District Court	47,461	329,607	322,534	54,534
Health Reimbursement Arrangement	-	552,779	193,192	359,587
Total	\$ 110,795	1,713,269	1,339,409	484,655