JACKSON COUNTY, KANSAS

FINANCIAL STATEMENTS

December 31, 2021

This page intentionally left blank.

Jackson County, Kansas
Financial Statements
December 31, 2021

Table of Contents

	Page
INTRODUCTORY SECTION	
Table of Contents	i - ii
FINANCIAL SECTION	
Independent Auditor's Report	1 - 3
Summary Statement of Receipts, Expenditures and Unencumbered Cash	4
Notes to the Financial Statements	5 - 11
Schedule 1	
Summary of Expenditures - Actual and Budget	12
Schedule 2	
Schedule of Receipts and Expenditures - Actual and Budget or Actual Only	
Governmental Type Funds:	
General Fund	13 - 14
Auto Tag Fee Fund	15
Capital Outlay Fund	16
C1 Elderly Grant 2013-2014 Fund	17
C1 Elderly Grant 2014-2015 Fund	18
C2 USDA Grant 2013-2014 Fund	19
C2 USDA Grant 2014-2015 Fund	20
Clerk's Technology Fund	21
Elderly Services Fund	22
Elderly Bus Replacement Fund	23
Elderly Capital Improvement Fund	24
Emergency 911 Fund	25
Restricted Revenues Fund	26 - 29
Inmate Welfare Fund	30
Juvenile Intake Fund	31
Juvenile Intake II Fund	32
Juvenile Reinvestment Fund	33
Noxious Weed Fund	34
Noxious Weed Capital Outlay Fund	35
Prosecuting Attorney Training Fund	36
Register of Deeds Technology Fund	37
SPARK Grant Fund	38
CESF Grant Fund	38
CDBG Grant Fund	38
ARPA Grant Fund	38
Road and Bridge Fund	39
Road and Bridge .4% Sales Tax Fund	40
Nextera Settlement Fund	41
Sheriff Fund	42
Special Alcohol Fund	43

Jackson County, Kansas
Financial Statements
December 31, 2021

Table of Contents - Continued

	Page
Schedule 2 (Continued)	
Schedule of Receipts and Expenditures - Actual and Budget or Actual Only (Continued)	
Special Machinery and Equipment Fund	44
Special Parks and Recreation Fund	45
Tourism - Guest Tax Fund	46
Treasurer's Technology Fund	47
Victim Grant Fund	48
VAWA Grant Fund	49
.4% Sales Tax Fund	50
Bond and Interest Fund	51
Schedule 3	
Summary of Receipts and Disbursements - Actual Agency Funds	52 - 53
GOVERNMENTAL AUDIT SECTION	
Schedule of Expenditures of Federal Awards	54
Notes to the Schedule of Federal Awards	55
Schedule of Findings and Questioned Costs	56 - 57
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"	58 - 59
Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance and Report on the Schedule of Expenditures Of Federal Awards Required by the Uniform Guidance	60 - 61

GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.com

INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Jackson County, Kansas

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis of 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 the County as of December 31, 2021, or the 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 balance of the County as of December 31, 2021, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1

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 *Governmental 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 the County, 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 opinions.

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

As discussed in Note 1 of the financial statement, the financial statement is prepared by the County on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 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 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.

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 the County's 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 judgment 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 the County's 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 the County's 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

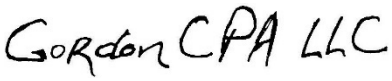
Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and summary of 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 accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) *Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and is 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 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards,* we have also issued our report dated October 4, 2022, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 the County's internal control over financial reporting and compliance.

Other Matter

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Jackson County, Kansas as of and for the year ended December 31, 2020 (not presented herein), and have issued our report thereon dated October 8, 2021, which contained an unmodified opinion on the basic financial statement. The 2020 basic financial statement and our accompanying report are not presented herein but are available in electronic form from the web site of the Kansas Department of Administration at the following link https://admin.ks.gov/offices/oar/municipalservices. The 2020 actual column (2020 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures—actual and budget for the year ended December 31, 2021 (Schedule 2 as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such 2020 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2020 basic financial statement. The 2020 comparative information was subjected to the auditing procedures applied in the audit of the 2020 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2020 basic financial statement or to the 2020 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2020 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2020, on the basis of accounting described in Note 1.



Certified Public Accountant
Lawrence, Kansas

October 11, 2022

Jackson County, Kansas
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General	$ 2,144,171	$ -	$ 7,866,889	$ 7,573,610	$ 2,437,450	$ 57,671	$ 2,495,121
Special Purpose Funds:							
Auto Tag Fee	-	-	124,458	124,458	-	-	-
Capital Outlay	7,152,220	-	1,564,023	1,399,139	7,317,104	1,456	7,318,560
C1 Elderly Grant 2013-2014	-	-	72,817	63,766	9,051	-	9,051
C1 Elderly Grant 2014-2015	-	-	17,810	17,810	-	-	-
C2 USDA Grant 2013-2014	-	-	79,862	73,201	6,661	-	6,661
C2 USDA Grant 2014-2015	-	-	19,793	19,793	-	-	-
Clerk's Technology	18,492	-	4,706	777	22,421	-	22,421
Elderly Services	9,977	-	147,931	136,514	21,394	307	21,701
Elderly Bus Replacement	48,721	-	5,000	-	53,721	-	53,721
Elderly Capital Improvement	166,754	-	10,000	82,713	94,041	-	94,041
Emergency 911	108,593	-	98,621	77,820	129,394	-	129,394
Restricted Revenues	32,483	-	507,480	282,331	257,632	-	257,632
Inmate Welfare	51,044	-	251,774	203,720	99,098	-	99,098
Juvenile Intake	40,140	-	192,658	232,798	-	-	-
Juvenile Intake II	[8]	-	241,774	174,782	66,984	-	66,984
Juvenile Reinvestment Grant Fund	-	-	38,715	17,015	21,700	-	21,700
Noxious Weed	11,106	-	309,996	311,037	10,065	552	10,617
Noxious Weed Capital Outlay	140,254	-	11,550	50,791	101,013	-	101,013
Prosecuting Attorney Training	10,961	-	1,688	1,411	11,238	-	11,238
Register of Deeds Technology	18,141	-	18,857	3,561	33,437	-	33,437
SPARK Grant Fund	266,473	-	-	266,473	-	-	-
CESF Grant Fund	-	-	37,819	52,671	[14,852]	-	[14,852]
CDBG Grant Fund	-	-	19,130	17,130	2,000	-	2,000
ARPA Grant Fund	-	-	1,279,156	322,886	956,270	-	956,270
Road and Bridge	88,182	-	3,794,394	3,799,981	82,595	18,085	100,680
Road and Bridge .4% Sales Tax	619,337	-	548,880	89,128	1,079,089	-	1,079,089
Nextera Settlement	-	-	744,196	309,000	435,196	-	435,196
Sheriff	161,694	-	3,139,875	3,184,528	117,041	28,658	145,699
Special Alcohol	145,990	-	40,651	18,500	168,141	-	168,141
Special Machinery and Equipment	605,079	-	456,106	387,729	673,456	-	673,456
Special Parks and Recreation	142,670	-	40,651	24,222	159,099	-	159,099
Tourism - Guest Tax	48,208	-	57,337	44,359	61,186	-	61,186
Treasurer's Technology	5,616	-	4,708	2,250	8,074	-	8,074
Victim Grant	[14,448]	-	75,793	83,451	[22,106]	-	[22,106]
VAWA Grant	[5,867]	-	47,747	47,588	[5,708]	-	[5,708]
.4% Sales Tax	-	-	203,614	203,614	-	-	-
Bond and Interest Funds:							
Bond and Interest	95,385	-	26	-	95,411	-	95,411
Total Reporting Entity [Excluding Agency Funds]	$ 12,111,368	$ -	$ 22,076,485	$ 19,700,557	$ 14,487,296	$ 106,729	$ 14,594,025

Composition of Cash:

Denison State Bank	
Checking	$ 1,070,152
Savings	3,591.50
Money Market	11,464,522
Certificates of Deposit	1,075,048
Farmers State Bank	
Money Market	7,389,886
Certificates of Deposit	2,000,000
Girard National Bank	
Checking	1,189,689
Money Market	2,948,112
Cash an Checks on hand	18,864
Total Cash	27,159,865
Agency Funds per Schedule 3	[12,565,840]
Total Reporting Entity [Excluding Agency Funds]	$ 14,594,025

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

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial Reporting Entity

Jackson County, Kansas, is a municipal corporation governed by an elected three-member commission. These regulatory financial statements presents Jackson County (the primary government) and any related municipal entities of which the County is considered to be financially accountable. The County has no related municipal entities.

Basis of Accounting

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.

Regulatory Basis Fund Types

In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

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 and payment of general long-term debt.

Agency Fund - used to report assets held in a trustee or agency capacity for others and which therefore cannot be sued to support the government's own programs (i.e. payroll clearing fund, permanent trust funds, etc.).

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

If the County 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 County was not required to 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 budget amendments during the year ended December 31, 2021.

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 the 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 projects funds, trust funds, agency funds and certain special purpose funds. A legal operating budget is required for the following special purpose funds:

- Auto Tag Fee
- Elderly Services
- Emergency 911
- Noxious Weed
- Road and Bridge
- Road and Bridge .4% Sales Tax
- Sheriff
- Special Alcohol
- Special Parks and Recreation
- .4% Sales Tax 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 2 - DEPOSITS

Deposits. 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 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.

Investments. 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. As of December 31, 2021, the County held no such investments.

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 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, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The County has no designated "peak periods."

At December 31, 2021, the County's carrying amount of deposits was $27,159,865 and the bank balance was $27,578,536. The bank balance was held by three banks, resulting in a concentration of credit risk. Of the bank balance, $750,000 was covered by federal depository insurance, and the remaining $26,828,536 was collateralized with securities and letters of credit 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.

NOTE 3 - INTERFUND TRANSACTIONS

The following transfers were made during 2021:

From	To	Amount	Regulatory Authority
General Fund	Capital Outlay Fund	$1,363,218	K.S.A. 19-120
Auto Tag Fee Fund	General Fund	7,577	K.S.A. 8-145
Elderly Services Fund	Elderly Bus Replacement Fund	5,000	K.S.A. 19-119
Elderly Services Fund	Elderly Capital Improvement Fund	10,000	K.S.A. 19-119
Juvenile Intake Fund	Juvenile Intake II Fund	34,824	Grant agreement
Road and Bridge Fund	Special Machinery and Equipment Fund	424,000	K.S.A. 19-119
Sheriff Fund	Capital Outlay Fund	100,000	K.S.A. 19-120
		$1,944,618	

NOTE 4 - DEFINED BENEFIT 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 by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. 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 for the Death and Disability Program) and the statutory contribution rate was 8.87% for the fiscal year ended December 31, 2021. Contributions to the pension plan from the County were $471,665 for the year ended December 31, 2021.

Net Pension Liability. At December 31, 2021, the County's proportionate share of the collective net pension liability reported by KPERS was $3,208,875. The net pension liability was measured as of June 30, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2020, which was rolled forward to June 30, 2021. The County's proportion of the net pension liability was based on the ratio of the County's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup of 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 KPERS website at www.kpers.org or can be obtained as described above.

NOTE 5 - COMPENSATED ABSENCES

The County's policy regarding compensated absences is as follows:

The County's policy regarding vacation pay is:

Vacation leave shall be earned by all full-time and regular part-time employees from the date of their initial employment. Leave is accrued on a semi-monthly scale based on years of employment. Leave for regular part time employees shall be accrued proportionately to the percentage of time worked.

Annual vacation may be accrued up to a maximum of 208 hours.

NOTE 5 - COMPENSATED ABSENCES

The County's policy regarding compensatory time is:

> Hours actually worked in a work week (not including vacation, holiday, sick, or other unpaid leave) will be used for computing payment of overtime or for figuring compensatory time off. Compensatory time may be accrued up to 40 hours.

The liability for accrued vacation and compensatory time payable as of December 31, 2021 is $219,142.

The County's policy regarding sick leave pay is:

> Sick leave shall be earned by all full-time and regular part-time employees from the date of their initial employment. Leave for full time and regular part time employees shall be accrued proportionately to the percentage of time worked. Upon resignation or retirement of employment, an employee who has accumulated 800 hours of sick leave shall be entitled to receive payment for one month's pay in an amount equal to their last full month's salary. Otherwise, no accrued sick leave will be paid upon resignation, dismissal or termination of employment.

The liability for accrued sick payable as of December 31, 2021 is $14,791.

NOTE 6 - LONG-TERM DEBT

Capital Lease. The following table details the County's outstanding capital lease agreement as of December 31, 2021:

Type of Issue	Beginning Principal Outstanding	Additions to Principal	Reductions of Principal	Ending Principal Outstanding	Interest Paid
Capital Lease	$ 37,000	$ -	$ 37,000	$ -	$ 655

NOTE 7 - CONTRACTUAL OBLIGATIONS

Material Contractual Agreement. On January 6, 2020, The County entered into an agreement with TECHS Inc., where TECHS agrees to provide ambulance services for the County. This agreement is scheduled for January 1, 2020, through December 31, 2022. Under this agreement, the County will pay TECHS $352,000 annually through 2022.

Operating Lease. On March 4, 2020, the County entered into a lease agreement with Chrysler Capital for the use of a vehicle. The lease agreement is for 3 years and requires thirty-five monthly rental payments of $573. For the year ended December 31, 2021, rent expenditures totaled $5,727 from the Sheriff Fund.

Annual payments through expiration are as follows:

Year Ended December 31,	Total Rental Payment
2022	$ 6,872
2023	1,145
	$ 8,018

NOTE 8 - OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

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

Death and Disability Other Post-Employment Benefits. As provided by K.S.A. 74-4927, disabled members in the Kansas Public Employees Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended December 31, 2021.

NOTE 9 - RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employees health and life; and natural disasters. The County has been unable to obtain liability, property, or workers' compensation insurance at a cost it considers to be economically justifiable.

For this reason, the County has joined together with other counties in the State to participate in the Kansas Counties Association Risk Pool (KCAMP), a public entity risk pool currently operating as a common risk management and insurance program for participating members. The County pays annual premium to KCAMP for its property and liability insurance. 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 a stated dollar amount for each insurance 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 also joined together with other counties in the State to participate in the Kansas Workers Risk Cooperative for Counties (KWORCC), a public entity risk pool currently operating as a common risk management and insurance program for participating members. The County pays 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 a stated dollar amount for each insurance event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KWORCC management

During the ordinary course of its operations, the County is a parry to various claims, legal actions and complaints. In the opinion of management and legal counsel, no such claims, legal actions or complaints would not have a material effect on any of the financial statements of the County at December 31, 2021.

NOTE 10 - COMMITMENTS AND CONTINGENCIES

The County participates in various federal and state grant programs from year to year. The grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for the reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material. The County is involved in various lawsuits arising in the ordinary course of business. Management expects a favorable outcome in these matters. In the event of an unfavorable outcome, the County management believes any potential losses will not have a material impact on the financial position of the County.

NOTE 11 - STATUTORY VIOLATION

Actual exceeded budgeted expenditures in the .4% Sales Tax Fund, which is a violation of K.S.A. 79-2935.

This page intentionally left blank.

Jackson County, Kansas
Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance-Over [Under]
General Funds:					
General	$ 7,816,390	$ -	$ 7,816,390	$ 7,573,610	$ [242,780]
Special Purpose Funds:					
Auto Tag Fee	130,000	-	130,000	124,458	[5,542]
Elderly Services	151,000	-	151,000	136,514	[14,486]
Emergency 911	169,116	-	169,116	77,820	[91,296]
Noxious Weed	311,447	8,661	320,108	311,037	[9,071]
Road and Bridge	3,877,467	53,720	3,931,187	3,799,981	[131,206]
Road and Bridge .4% Sales Tax	425,000	-	425,000	89,128	[335,872]
Sheriff	3,185,280	-	3,185,280	3,184,528	[752]
Special Alcohol	186,385	-	186,385	18,500	[167,885]
Special Parks and Recreation	149,067	-	149,067	24,222	[124,845]
.4% Sales Tax Fund	180,000	-	180,000	203,614	23,614
Bond & Interest Funds:					-
Bond and Interest	95,459	-	95,459	-	[95,459]

See independent auditor's report on the financial statements.

Jackson County, Kansas
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance-Over [Under]
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	$ 4,451,900	$ 4,745,670	$ 4,797,857	$ [52,187]
Delinquent taxes	44,564	74,220	-	74,220
Motor vehicle taxes	497,943	534,492	495,454	39,038
Recreational vehicle taxes	11,196	13,058	10,133	2,925
Commercial vehicle taxes	56,474	57,635	56,198	1,437
Watercraft taxes	4,107	4,228	-	4,228
Interest on motor vehicle taxes and redemptions	81,125	50,170	-	50,170
Local sales tax	1,252,610	1,373,166	970,000	403,166
Local liquor tax	41,105	40,651	15,000	25,651
State aid	-	470	-	470
Licenses, Fees, and Permits:				
County Clerk licenses and fees	6,677	16,850	-	16,850
County Treasurer fees	6,303	7,284	-	7,284
County Attorney fees	29,553	27,951	45,000	[17,049]
Register of Deeds fees	139,408	141,150	85,000	56,150
District Court fees	81,048	107,960	50,000	57,960
Landfill fees	99,160	94,777	15,000	79,777
Recycling fees	33,501	72,023	15,000	57,023
Emergency Management fees	20,632	21,323	5,000	16,323
Planning and Zoning permits and applica	14,120	17,371	4,000	13,371
Appraiser fees	6,967	7,165	-	7,165
Banner Creek Reservoir grants and fees	311,715	297,613	120,000	177,613
Miscellaneous	153,710	120,789	326	120,463
Use of money and property	159,812	33,296	110,904	[77,608]
Transfers in	19,131	7,577	-	7,577
Total Receipts	7,522,761	7,866,889	$ 6,794,872	$ 1,072,017

Jackson County, Kansas
General Fund (Continued)
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance-Over [Under]
Expenditures				
County Commissioners	$ 90,857	$ 86,693	$ 91,835	$ [5,142]
Purchasing	15,193	18,410	15,210	3,200
County Clerk	107,298	110,755	129,579	[18,824]
County Treasurer	178,709	179,470	189,285	[9,815]
County Attorney	340,697	386,656	386,770	[114]
Register of Deeds	126,543	139,008	133,177	5,831
District Court	245,608	279,452	340,506	[61,054]
Custodial	84,596	83,642	90,402	[6,760]
Landfill	94,909	94,149	74,821	19,328
Recycle	169,653	165,328	233,781	[68,453]
Emergency Management	56,778	57,259	74,952	[17,693]
Appraiser	202,978	185,043	228,005	[42,962]
Banner Creek	216,501	195,547	294,305	[98,758]
Elections	138,333	113,324	152,250	[38,926]
Building	27,614	27,994	36,396	[8,402]
Employee benefits	2,307,666	2,547,671	2,641,954	[94,283]
Courthouse	63,057	50,734	72,000	[21,266]
General Admininstration	823,701	812,016	666,668	145,348
Appropriations	677,241	677,241	724,841	[47,600]
Transfers out	1,571,500	1,363,218	1,239,653	123,565
Total Expenditures	7,539,432	7,573,610	$ 7,816,390	$ [242,780]
Receipts Over [Under] Expenditures	[16,671]	293,279		
Unencumbered Cash, Beginning	2,160,842	2,144,171		
Unencumbered Cash, Ending	$ 2,144,171	$ 2,437,450		

Jackson County, Kansas
Auto Tag Fee Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance-Over [Under]
Receipts				
Fees	$ 118,679	$ 124,458	$ 130,000	$ [5,542]
Total Receipts	118,679	124,458	$ 130,000	$ [5,542]
Expenditures				
Personal services	95,470	104,508	$ 115,000	$ [10,492]
Contractual	2,558	11,595	10,000	1,595
Commodities	1,520	778	2,500	[1,722]
Capital outlay	-	-	500	[500]
Transfers out	19,131	7,577	2,000	5,577
Total Expenditures	118,679	124,458	$ 130,000	$ [5,542]
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

Jackson County, Kansas
Capital Outlay Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Intergovernmental	$ 99,592	$ 100,607
Miscellaneous	5,325	198
Transfers in	1,841,500	1,463,218
Total Receipts	1,946,417	1,564,023
Expenditures		
Capital outlay	510,133	1,399,139
Total Expenditures	510,133	1,399,139
Receipts Over [Under] Expenditures	1,436,284	164,884
Unencumbered Cash, Beginning	5,715,936	7,152,220
Unencumbered Cash, Ending	$ 7,152,220	$ 7,317,104

* This fund is not required to be budgeted.

Jackson County, Kansas
C1 - Elderly Grant 2013-2014 Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Federal grants	$ 4,368	$ 29,329
Intergovernmental	15,113	43,488
Total Receipts	19,481	72,817
Expenditures		
Personal services	8,633	22,274
Commodities	13,616	41,492
Total Expenditures	22,249	63,766
Receipts Over [Under] Expenditures	[2,768]	9,051
Unencumbered Cash, Beginning	2,768	-
Unencumbered Cash, Ending	$ -	$ 9,051

* This fund is not required to be budgeted.

Jackson County, Kansas
C1 - Elderly Grant 2014-2015 Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Federal grants	$ 31,935	$ 2,546
Intergovernmental	5,954	3,887
Program income	31,234	11,377
Total Receipts	69,123	17,810
Expenditures		
Personal services	25,582	7,929
Commodities	43,541	9,881
Total Expenditures	69,123	17,810
Receipts Over [Under] Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

* This fund is not required to be budgeted.

Jackson County, Kansas
C2 - USDA Grant 2013-2014 Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Federal grants	$ 4,854	$ 31,167
Intergovernmental	4,732	31,309
Program income	5,710	16,935
Total Receipts	15,625	79,862
Expenditures		
Personal services	8,571	27,213
Commodities	8,862	45,988
Total Expenditures	17,433	73,201
Receipts Over [Under] Expenditures	[1,808]	6,661
Unencumbered Cash, Beginning	1,808	-
Unencumbered Cash, Ending	$ -	$ 6,661

* This fund is not required to be budgeted.

Jackson County, Kansas
C2 - USDA Grant 2014-2015 Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Federal grants	$ 28,921	$ 2,332
Intergovernmental	17,927	13,363
Program income	16,949	4,098
Total Receipts	63,797	19,793
Expenditures		
Personal services	26,235	8,965
Commodities	37,562	10,828
Total Expenditures	63,797	19,793
Receipts Over [Under] Expenditures	-	-
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ -

* This fund is not required to be budgeted.

Jackson County, Kansas
Clerk's Technology Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Technology fees	$ 4,776	$ 4,706
Total Receipts	4,776	4,706
Expenditures		
Contractual services	-	777
Total Expenditures	-	777
Receipts Over [Under] Expenditures	4,776	3,929
Unencumbered Cash, Beginning	13,716	18,492
Unencumbered Cash, Ending	$ 18,492	$ 22,421

* This fund is not required to be budgeted.

Jackson County, Kansas
Elderly Services Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance-Over [Under]
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	$ 123,505	$ 128,521	$ 128,939	$ [418]
Delinquent taxes	1,283	2,109	-	2,109
Motor vehicle taxes	14,149	14,839	13,745	1,094
Recreational vehicle taxes	318	363	281	82
Commercial vehicle taxes	1,140	1,137	1,559	[422]
Watercraft taxes	117	118	-	118
Miscellaneous	-	120	4	116
Use of property	468	724	-	724
Total Receipts	140,980	147,931	$ 144,528	$ 3,403
Expenditures				
Personal services	70,816	57,247	$ 72,500	$ [15,253]
Contractual	49,293	70,129	74,450	[4,321]
Capital outlay	2,969	[5,862]	4,050	[9,912]
Transfers out	26,000	15,000	-	15,000
Total Expenditures	149,078	136,514	$ 151,000	$ [14,486]
Receipts Over [Under] Expenditures	[8,098]	11,417		
Unencumbered Cash, Beginning	18,075	9,977		
Unencumbered Cash, Ending	$ 9,977	$ 21,394		

See independent auditor's report on the financial statements.

Jackson County, Kansas
Elderly Bus Replacement Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Transfers in	$ 6,000	$ 5,000
Total Receipts	6,000	5,000
Expenditures		
Capital outlay	-	-
Total Expenditures	-	-
Receipts Over [Under] Expenditures	6,000	5,000
Unencumbered Cash, Beginning	42,721	48,721
Unencumbered Cash, Ending	$ 48,721	$ 53,721

* This fund is not required to be budgeted.

Jackson County, Kansas
Elderly Capital Improvement Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Transfers in	$ 20,000	$ 10,000
Total Receipts	20,000	10,000
Expenditures		
Contractual	978	82,713
Total Expenditures	978	82,713
Receipts Over [Under] Expenditures	19,022	[72,713]
Unencumbered Cash, Beginning	147,732	166,754
Unencumbered Cash, Ending	$ 166,754	$ 94,041

* This fund is not required to be budgeted.

Jackson County, Kansas
Emergency 911 Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance-Over [Under]
Receipts				
Taxes	$ 90,482	$ 98,467	$ 95,000	$ 3,467
Use of money and property	8,180	154	-	154
Total Receipts	98,662	98,621	$ 95,000	$ 3,621
Expenditures				
Contractual services	84,185	77,820	$ 169,116	$ [91,296]
Total Expenditures	84,185	77,820	$ 169,116	$ [91,296]
Receipts Over [Under] Expenditures	14,477	20,801		
Unencumbered Cash, Beginning	94,116	108,593		
Unencumbered Cash, Ending	$ 108,593	$ 129,394		

This page intentionally left blank.

Jackson County, Kansas
Restricted Revenues Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

	Prevention / DARE	Sheriff Administration	Spec. Law Enforcement (Seizure)	Evidence Room	Abandoned Vehicle
Receipts					
Grants	$ 2,175	$ 2,076	$ 15,577	$ 5,027	$ 1,261
Total Receipts	2,175	2,076	15,577	5,027	1,261
Expenditures					
Contractual services	-	1,421	9,500	7,561	-
Total Expenditures	-	1,421	9,500	7,561	-
Receipts Over [Under] Expenditures	2,175	655	6,077	[2,534]	1,261
Unencumbered Cash, Beginning	[1,492]	2,812	-	6,571	100
Unencumbered Cash, Ending	$ 683	$ 3,467	$ 6,077	$ 4,037	$ 1,361

Jackson County, Kansas
Restricted Revenues Fund * (Continued)
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

Concealed Carry Handgun	Registered Offender	Grant Bryne Recovery	Vehicle Inspection	DOG 2015-09	Operation Game Thief	JAG	Attorney Forfeiture
$ 920	$ 3,004	$ -	$ 12,625	$ 50	$ 8,350	$ 218,976	$ 2,590
920	3,004	-	12,625	81,939	8,350	218,976	2,590
-	104	-	23,104	96	723	138,024	8,714
-	104	-	23,104	96	723	138,024	8,714
920	2,900	-	[10,479]	81,843	7,627	80,952	[6,124]
2,590	5,625	3,828	12,372	31,876	-	[117,741]	18,756
$ 3,510	$ 8,525	$ 3,828	$ 1,893	$ 113,719	$ 7,627	$ [36,789]	$ 12,632

Jackson County, Kansas
Restricted Revenues Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

	Elderly Donations	Senior Fundraiser	Bad Check Fund	Loan Repayment	Homeless Grant
Receipts					
Grants	$ 27,085	$ 857	$ 30	$ 4,501	$ 81,939
Total Receipts	27,085	857	30	4,501	50
Expenditures					
Contractual services	92	680	-	-	81,939
Total Expenditures	92	680	-	-	81,939
Receipts Over [Under] Expenditures	26,993	177	30	4,501	[81,889]
Unencumbered Cash, Beginning	77,223	4,938	3,126	12,445	[31,065]
Unencumbered Cash, Ending	$ 104,216	$ 5,115	$ 3,156	$ 16,946	$ [112,954]

Jackson County, Kansas
Restricted Revenues Fund * (Continued)
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

Non Noxious Weed	Friends of Banner Creek	Strader Memorial	Burn Recovery Grant	Horse Trail Donations	Current Year Totals	Prior Year Totals
$ 6,687	$ 113,750	$ -	$ -	$ -	$ 507,480	$ 116,817
6,687	113,750	-	-	-	507,480	116,817
7,373	-	3,000	-	-	282,331	144,769
7,373	-	3,000	-	-	282,331	144,769
[686]	113,750	[3,000]	-	-	225,149	[27,952]
1,195	-	3,000	[3,827]	151	32,483	60,435
$ 509	$ 113,750	$ -	$ [3,827]	$ 151	$ 257,632	$ 32,483

Jackson County, Kansas
Inmate Welfare Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Charges for services	$ 140,944	$ 251,774
Total Receipts	140,944	251,774
Expenditures		
Contractual services	110,321	203,720
Total Expenditures	110,321	203,720
Receipts Over [Under] Expenditures	30,623	48,054
Unencumbered Cash, Beginning	20,421	51,044
Unencumbered Cash, Ending	$ 51,044	$ 99,098

* This fund is not required to be budgeted.

Jackson County, Kansas
Juvenile Intake Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Collections	$ 194,108	$ 192,658
Total Receipts	194,108	192,658
Expenditures		
Personal services	132,590	132,786
Contractual services	21,378	65,188
Transfers out	-	34,824
Total Expenditures	153,968	232,798
Receipts Over [Under] Expenditures	40,140	[40,140]
Unencumbered Cash, Beginning	-	40,140
Unencumbered Cash, Ending	$ 40,140	$ -

* This fund is not required to be budgeted.

Jackson County, Kansas
Juvenile Intake II Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Collections	$ 192,658	$ 206,950
Transfers in	-	34,824
Total Receipts	192,658	241,774
Expenditures		
Personal services	129,583	138,465
Contractual services	109,667	36,317
Total Expenditures	239,250	174,782
Receipts Over [Under] Expenditures	[46,592]	66,992
Unencumbered Cash, Beginning	46,584	[8]
Unencumbered Cash, Ending	$ [8]	$ 66,984

* This fund is not required to be budgeted.

Jackson County, Kansas
Juvenile Reinvestment Grant Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Federal grants	$ -	$ 38,715
Total Receipts	-	38,715
Expenditures		
Personal services	-	17,015
Total Expenditures	-	17,015
Receipts Over [Under] Expenditures	-	21,700
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ 21,700

* This fund is not required to be budgeted.

Jackson County, Kansas
Noxious Weed Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance-Over [Under]
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	$ 90,372	$ 93,022	$ 93,359	$ [337]
Delinquent taxes	1,089	1,731	-	1,731
Motor vehicle taxes	12,519	10,928	10,051	877
Recreational vehicle taxes	282	267	206	61
Commercial vehicle taxes	1,416	1,364	1,143	221
Watercraft taxes	103	88	-	88
Cost share chemicals	155,707	192,325	193,461	[1,136]
Reimbursements	781	8,661	803	7,858
Miscellaneous	1,680	1,610	8,500	[6,890]
Total Receipts	263,949	309,996	$ 307,523	$ 2,473
Expenditures				
Personal services	28,250	31,470	$ 32,671	$ [1,201]
Contractual	5,985	7,788	6,390	1,398
Commodities	228,527	271,779	272,386	[607]
Adjustments for qualifying budget credits	-	-	8,661	[8,661]
Total Expenditures	262,762	311,037	$ 320,108	$ [9,071]
Receipts Over [Under] Expenditures	1,187	[1,041]		
Unencumbered Cash, Beginning	9,919	11,106		
Unencumbered Cash, Ending	$ 11,106	$ 10,065		

Jackson County, Kansas
Noxious Weed Capital Outlay Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Sale of property	$ -	$ 11,550
Total Receipts	-	11,550
Expenditures		
Capital outlay	9,592	50,791
Total Expenditures	9,592	50,791
Receipts Over [Under] Expenditures	[9,592]	[39,241]
Unencumbered Cash, Beginning	149,846	140,254
Unencumbered Cash, Ending	$ 140,254	$ 101,013

* This fund is not required to be budgeted.

Jackson County, Kansas
Prosecuting Attorney Training Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Fees	$ 1,756	$ 1,688
Total Receipts	1,756	1,688
Expenditures		
Contractual services	-	1,411
Total Expenditures	-	1,411
Receipts Over [Under] Expenditures	1,756	277
Unencumbered Cash, Beginning	9,205	10,961
Unencumbered Cash, Ending	$ 10,961	$ 11,238

* This fund is not required to be budgeted.

Jackson County, Kansas
Register of Deeds Technology Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Technology fees	$ 19,251	$ 18,830
Use of money and property	33	27
Total Receipts	19,284	18,857
Expenditures		
Contractual services	20,099	3,561
Total Expenditures	20,099	3,561
Receipts Over [Under] Expenditures	[815]	15,296
Unencumbered Cash, Beginning	18,956	18,141
Unencumbered Cash, Ending	$ 18,141	$ 33,437

* This fund is not required to be budgeted.

Jackson County, Kansas
COVID-19 Relief Grant Funds *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Year Ended December 31, 2021

	SPARK Grant	CESF Grant	CDBG Grant	ARPA Grant
Receipts				
Federal grants	$ -	$ 37,819	$ 19,130	$ 1,279,156
Total Receipts	-	37,819	19,130	1,279,156
Expenditures				
Personal services	-	41,686	-	322,886
Contractual services	266,473	10,985	17,130	-
Total Expenditures	266,473	52,671	17,130	322,886
Receipts Over [Under] Expenditures	[266,473]	[14,852]	2,000	956,270
Unencumbered Cash, Beginning	266,473	-	-	-
Unencumbered Cash, Ending	$ -	$ [14,852]	$ 2,000	$ 956,270

* These funds are not required to be budgeted.

Jackson County, Kansas
Road and Bridge Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance-Over [Under]
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	$ 2,686,317	$ 2,645,035	$ 2,623,236	$ 21,799
Delinquent taxes	28,335	46,352	-	46,352
Motor vehicle taxes	307,945	322,746	298,962	23,784
Recreational vehicle taxes	6,916	7,886	6,115	1,771
Commercial vehicle taxes	36,072	35,337	33,988	1,349
Watercraft taxes	2,543	2,556	-	2,556
Intergovernmental	568,010	628,033	623,901	4,132
Reimbursements	104,824	53,720	76,712	[22,992]
Miscellaneous	122,243	52,729	79,578	[26,849]
Total Receipts	3,863,205	3,794,394	$ 3,742,492	$ 51,902
Expenditures				
Personal services	1,186,720	1,175,724	$ 1,282,682	$ [106,958]
Contractual	91,201	119,178	76,000	43,178
Commodities	2,174,389	1,920,770	2,019,593	[98,823]
Capital outlay	95,290	160,309	499,192	[338,883]
Transfers out	407,775	424,000	-	424,000
Adjustments for qualifying budget credits	-	-	53,720	[53,720]
Total Expenditures	3,955,375	3,799,981	$ 3,931,187	$ [131,206]
Receipts Over [Under] Expenditures	[92,170]	[5,587]		
Unencumbered Cash, Beginning	180,352	88,182		
Unencumbered Cash, Ending	$ 88,182	$ 82,595		

Jackson County, Kansas
Road and Bridge .4% Sales Tax Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance-Over [Under]
Receipts				
Sales tax	$ 500,544	$ 548,880	$ 425,000	$ 123,880
Total Receipts	500,544	548,880	$ 425,000	$ 123,880
Expenditures				
Capital outlay	100,000	89,128	$ 425,000	$ [335,872]
Total Expenditures	100,000	89,128	$ 425,000	$ [335,872]
Receipts Over [Under] Expenditures	400,544	459,752		
Unencumbered Cash, Beginning	218,793	619,337		
Unencumbered Cash, Ending	$ 619,337	$ 1,079,089		

Jackson County, Kansas
Nextera Settlement Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Settlement proceeds	$ -	$ 744,196
Total Receipts	-	744,196
Expenditures		
Commodities	-	309,000
Total Expenditures	-	309,000
Receipts Over [Under] Expenditures	-	435,196
Unencumbered Cash, Beginning	-	-
Unencumbered Cash, Ending	$ -	$ 435,196

* This fund is not required to be budgeted.

Jackson County, Kansas
Sheriff Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

	Prior Year Actual	Current Year Actual	Current Year Budget	Current Year Variance-Over [Under]
Receipts				
Taxes and Shared Revenues:				
Ad valorem taxes	$ 1,963,587	$ 1,988,697	$ 1,987,123	$ 1,574
Delinquent taxes	22,415	35,747	-	35,747
Motor vehicle taxes	242,421	236,488	218,530	17,958
Recreational vehicle taxes	5,450	5,782	4,470	1,312
Commercial vehicle taxes	27,542	27,251	24,845	2,406
Watercraft taxes	2,000	1,881	-	1,881
Prisoner boarding	711,701	813,320	829,834	[16,514]
Charges for services	111,234	30,709	33,309	[2,600]
Lease proceeds	37,000	-	-	-
Total Receipts	3,123,350	3,139,875	$ 3,098,111	$ 41,764
Expenditures				
Administration	477,676	510,979	$ 435,199	$ 75,780
Patrol	771,123	859,830	868,940	[9,110]
Investigations	226,340	238,234	239,961	[1,727]
K-9	3,715	4,995	3,013	1,982
Dispatch	273,287	256,321	277,724	[21,403]
Vehicles	237,847	229,653	246,000	[16,347]
Corrections	885,166	984,516	1,114,443	[129,927]
Transfers out	295,000	100,000	-	100,000
Total Expenditures	3,170,154	3,184,528	$ 3,185,280	$ [752]
Receipts Over [Under] Expenditures	[46,804]	[44,653]		
Unencumbered Cash, Beginning	208,498	161,694		
Unencumbered Cash, Ending	$ 161,694	$ 117,041		

Jackson County, Kansas
Special Alcohol Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance-Over [Under]
Receipts				
State alcohol taxes	$ 41,105	$ 40,651	$ 45,000	$ [4,349]
Total Receipts	41,105	40,651	$ 45,000	$ [4,349]
Expenditures				
Prevention	18,000	10,000	$ 186,385	$ [176,385]
Miscellaneous	13,500	8,500	-	8,500
Total Expenditures	31,500	18,500	$ 186,385	$ [167,885]
Receipts Over [Under] Expenditures	9,605	22,151		
Unencumbered Cash, Beginning	136,385	145,990		
Unencumbered Cash, Ending	$ 145,990	$ 168,141		

Jackson County, Kansas
Special Machinery and Equipment Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Transfers in	$ 407,775	$ 424,000
Miscellaneous	-	32,106
Total Receipts	407,775	456,106
Expenditures		
Capital outlay	473,650	387,729
Total Expenditures	473,650	387,729
Receipts Over [Under] Expenditures	[65,875]	68,377
Unencumbered Cash, Beginning	670,954	605,079
Unencumbered Cash, Ending	$ 605,079	$ 673,456

* This fund is not required to be budgeted.

Jackson County, Kansas
Special Parks and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance-Over [Under]
Receipts				
State alcohol taxes	$ 41,105	$ 40,651	$ 43,000	$ [2,349]
Total Receipts	41,105	40,651	$ 43,000	$ [2,349]
Expenditures				
Donations	5,060	2,248	$ -	$ 2,248
Appropriations	16,442	21,974	149,067	[127,093]
Total Expenditures	21,502	24,222	$ 149,067	$ [124,845]
Receipts Over [Under] Expenditures	19,603	16,429		
Unencumbered Cash, Beginning	123,067	142,670		
Unencumbered Cash, Ending	$ 142,670	$ 159,099		

Jackson County, Kansas
Tourism - Guest Tax Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Guest tax	$ 59,471	$ 52,337
Miscellaneous	2,750	5,000
Total Receipts	62,221	57,337
Expenditures		
Appropriations	52,184	44,359
Total Expenditures	52,184	44,359
Receipts Over [Under] Expenditures	10,037	12,978
Unencumbered Cash, Beginning	38,171	48,208
Unencumbered Cash, Ending	$ 48,208	$ 61,186

* This fund is not required to be budgeted.

Jackson County, Kansas
Treasurer's Technology Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Technology fees	$ 4,776	$ 4,708
Total Receipts	4,776	4,708
Expenditures		
Technology	1,383	2,250
Total Expenditures	1,383	2,250
Receipts Over [Under] Expenditures	3,393	2,458
Unencumbered Cash, Beginning	2,223	5,616
Unencumbered Cash, Ending	$ 5,616	$ 8,074

* This fund is not required to be budgeted.

Jackson County, Kansas
Victim Grant Fund *
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
State grants	$ 81,503	$ 75,793
Total Receipts	81,503	75,793
Expenditures		
Personal services	67,271	80,238
Contractual services	-	3,213
Total Expenditures	67,271	83,451
Receipts Over [Under] Expenditures	14,232	[7,658]
Unencumbered Cash, Beginning	[28,680]	[14,448]
Unencumbered Cash, Ending	$ [14,448]	$ [22,106]

* This fund is not required to be budgeted.

Jackson County, Kansas
VAWA Grant Fund
Schedule of Receipts and Expenditures - Actual
Regulatory Basis
For the Years Ended December 31, 2021 and 2020

	Prior Year Actual	Current Year Actual
Receipts		
Grants	$ 71,597	$ 47,747
Total Receipts	71,597	47,747
Expenditures		
Personal services	73,375	46,995
Contractual services	468	593
Total Expenditures	73,843	47,588
Receipts Over [Under] Expenditures	[2,246]	159
Unencumbered Cash, Beginning	[3,621]	[5,867]
Unencumbered Cash, Ending	$ [5,867]	$ [5,708]

* This fund is not required to be budgeted.

Jackson County, Kansas
.4% Sales Tax Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance-Over [Under]
Receipts				
Sales tax	$ 185,766	$ 203,614	$ 180,000	$ 23,614
Total Receipts	185,766	203,614	$ 180,000	$ 23,614
Expenditures				
Distributions	185,766	203,614	$ 180,000	$ 23,614
Total Expenditures	185,766	203,614	$ 180,000	$ 23,614
Receipts Over [Under] Expenditures	-	-		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	$ -	$ -		

Jackson County, Kansas
Bond and Interest Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2021
(With Comparative Actual Totals for the Year Ended December 31, 2020)

		Current Year		
	Prior Year Actual	Actual	Budget	Variance-Over [Under]
Receipts				
Taxes and Shared Revenues:				
Delinquent taxes	$ 26	$ 26	$ 50	$ [24]
Total Receipts	26	26	$ 50	$ [24]
Expenditures				
Debt service	-	-	$ 95,459	$ [95,459]
Total Expenditures	-	-	$ 95,459	$ [95,459]
Receipts Over [Under] Expenditures	26	26		
Unencumbered Cash, Beginning	95,359	95,385		
Unencumbered Cash, Ending	$ 95,385	$ 95,411		

Schedule 3

Jackson County, Kansas
Agency Funds
Summary of Receipts and Disbursements - Actual
Regulatory Basis
For the Year Ended December 31, 2021

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Distributable Funds:				
Advance Tax	$ 7,551	$ 97,454	$ 97,527	$ 7,478
Commercial Vehicle Tax	-	68,818	66,298	2,520
Current Tax	11,499,381	19,427,468	19,086,149	11,840,700
Motor Vehicle Tax	60,810	1,958,148	1,965,981	52,977
Motor Vehicle Excise	442	810	1,252	-
Personal Redemption	13,850	21,611	15,427	20,034
Real Estate Redemption	270,940	166,842	291,147	146,635
Recreational Vehicle Tax	1,694	46,462	47,541	615
Special Redemption	12,636	59,188	59,082	12,742
Total Distributable Funds	11,867,304	21,846,801	21,630,404	12,083,701
State Funds:				
Auto Registrations	-	948,207	948,207	-
Game Licenses	27	2,067	2,094	-
Heritage Trust	3,518	9,415	8,436	4,497
Sales Tax Payable	1,544	12,708	10,475	3,777
State Educational Building	-	148,712	145,760	2,952
State Institutional Building	-	74,356	72,880	1,476
Comp-Iso-Local	-	824,537	824,537	-
Total State Funds	5,089	2,020,002	2,012,389	12,702
Subdivision Funds:				
Cemetery Districts	-	184,249	184,249	-
Cities	-	1,929,273	1,929,273	-
Drainage and Watershed Districts	21,164	90,031	92,888	18,307
Fire Districts	-	616,317	616,317	-
Extension Districts	-	269,582	269,582	-
Hospital Districts	[4]	55,099	55,099	[4]
Library Districts	-	165,868	165,868	-
School Districts	56	6,815,513	6,815,513	56
Total Subdivision Funds	21,216	10,125,932	10,128,789	18,359

Jackson County, Kansas
Agency Funds (Continued)
Summary of Receipts and Disbursements - Actual
Regulatory Basis
For the Year Ended December 31, 2021

	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Other Funds:				
Van Sweringen Invested	$ 75,048	$ -	$ -	$ 75,048
Van Sweringen Scholarship	1,647	103	500	1,250
Van Sweringen Needy	2,686	104	245	2,545
County Attorney	3,218	85,433	94,606	[5,955]
District Court	69,960	917,561	860,942	126,579
Law Library	58,222	8,871	10,133	56,960
County Sheriff	10,908	182,386	203,147	[9,853]
Inmate Commissary	20,643	389,526	390,103	20,066
Cash Long and Short	[44]	-	-	[44]
Payroll Clearing	96,036	8,133,449	8,045,003	184,482
Total Other Funds	338,324	9,717,433	9,604,679	451,078
Total Agency Funds	$ 12,231,933	$ 43,710,168	$ 43,376,261	$ 12,565,840

Jackson County, Kansas
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2021

Federal Grantor/Pass-Through Grantor/Program Title	Federal CFDA Number	Expenditures	Subrecipient Expenditures
U.S. Department of Homeland Security			
Passed Through Kansas Adjutant General:			
Emergency Management Performance Grants	97.042	$ 21,323	$ -
Total U.S. Department of Homeland Security		21,323	-
Executive Office of the President			
Passed Through Kansas Bureau of Investigation:			
High Intensity Drug Trafficking Areas Program	95.001	7,906	-
Total Executive Office of the President		7,906	-
U.S. Department of the Treasury			
Passed Through Kansas Governor's Office:			
Coronavirus Relief Fund	21.019	266,473	34,967
Coronavirus State and Local Fiscal Recovery Funds	21.027	340,017	-
Total U.S. Department of the Treasury		606,490	34,967
U.S. Department of Health and Human Services			
Passed Through Kansas Governor's Office:			
Aging Cluster:			
Special Programs for the Aging, Title III, Part C, Nutritional Services	93.045	31,876	-
Nutrition Services Incentive Program	93.053	33,500	-
Total Aging Cluster		65,376	-
Total U.S. Department of Health and Human Services		65,376	-
U.S. Department of Justice			
Passed Through Kansas Department of Commerce:			
Coronavirus Emergency Supplemental Funding Program	16.034	52,670	-
Passed Through Kansas Kansas Governor's Office:			
Crime Victims Assistance	16.575	70,794	-
Violence Against Women Formula Grants	16.588	50,793	-
Edward Byrne Memorial Justice Assistance Grant	16.738	138,024	-
Total U.S. Department of Justice		312,281	-
Total Expenditures of Federal Awards		$ 1,013,376	$ 34,967

See independent auditor's report on the financial statements.

JACKSON COUNTY, KANSAS

Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2021

1. Organization

Jackson County, Kansas (the County), is the recipient of several federal awards. All federal awards received directly from federal agencies as well as those awards that are passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the County and is presented on the Kansas regulatory basis of accounting which includes cash disbursements, accounts payable and encumbrances. The information presented in this schedule is in accordance with the requirements of *Title 2 U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. Therefore, some amounts presented in this schedule may differ from amounts presented in or used in the preparation of the basic financial statements. The City elected not to use the 10% de minimis indirect cost rate.

3. Local Government Contributions

Local cost sharing is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

4. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the County's grant programs for economy and efficiency and program results that may result in disallowed costs to the County. However, management does not believe such audits would result in any disallowed costs that would be material to the County financial position as of December 31, 2021.

5. Outstanding Loans

The County did not have any outstanding loans under any federal grants as of December 31, 2021.

6. Pass Through Numbers

Pass through numbers have not been assigned to pass through grants on the Schedule of Expenditures of Federal Awards.

Jackson County, Kansas
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified (Regulatory Basis) Adverse (GAAP)		
Internal control over financial reporting:			
Material weakness(es) identified?	____ Yes	X No	
Significant deficiency(ies) identified that are not considered to be material weaknesses?	____ Yes	X None reported	
Noncompliance material to financial statements noted?	____ Yes	X No	

Federal Awards

Internal control over major programs:			
Material weakness(es) identified?	____ Yes	X No	
Significant deficiency(ies) identified that are not considered to be material weaknesses?	____ Yes	X None reported	
Type of auditor's report issued on compliance for major programs:	Unmodified		
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Uniform Guidance?	____ Yes	X No	

Identification of major programs:

CFDA Number(s)	Name of Federal Program or Cluster
21.019	Coronavirus Relief Fund
21.027	Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between type A and type B programs:	$750,000		
Auditee qualified as low-risk auditee?	____ Yes	X No	

Section II - Financial Statement Findings

Prior Year Findings

None Noted.

Current Year Findings

None Noted.

Section III - Federal Award Findings and Questioned Costs

Prior Year Findings

None Noted.

Current Year Findings

None Noted.

GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.com

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
Jackson County, Kansas

We have audited, 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 *Kansas Municipal Audit and Accounting Guide*, the financial statements of Jackson County, Kansas (the County), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated October 11, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's 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 opinions on the financial statements, 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.

A deficiency in internal controls 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 financial statements will not be prevented or detected and corrected on a timely basis. 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 charge with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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.*

Response to Findings

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

Purpose of this Report

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

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

October 11, 2022

GORDONCPA
AUDITING
ACCOUNTING
CONSULTING

4205 W 6th St Ste C
Lawrence, KS 66049

(785) 371-4847
cpagordon.com

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE AND REPORT ON THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Board of County Commissioners
Jackson County, Kansas

Report on Compliance for Each Major Federal Program

Report on Opinion on Each Major Federal Program

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

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2021.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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 the County 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 the County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirement 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 grants agreements applicable to the County's 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 of the County's 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 GAAS, *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 judgement made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we

- exercise professional judgement 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 the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- obtain an understanding of the County's 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 the County's 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 no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Report on Internal Control Over Compliance

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

Our consideration of the 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 the internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control may exist that were not identified.

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.

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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the County as of and for the year ended December 31, 2021, and have issued our report thereon dated October 11, 2022, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Gordon CPA LLC

Certified Public Accountant
Lawrence, Kansas

October 11, 2022