

KEARNY COUNTY, KANSAS

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

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Kearny County, Kansas

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

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

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

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

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

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

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

Other Matters

Supplementary Information

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

We also previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statement of Kearny County, Kansas as of and for the year ended December 31, 2017 (not presented herein), and have issued our report thereon dated August 23, 2018, which contained an unmodified opinion on the basic financial statement. The 2017 basic financial statement and our accompanying report are not presented herein, but are available in electronic form from the website of the Kansas Department of Administration at the following link: <http://admin.ks.gov/offices/chief-financial-officer/municipal-services/municipal-audits>. The 2017 actual column (2017 comparative information) presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget for the year ended December 31, 2018, (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 2017 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2017 comparative information is fairly stated in all material respects in relation to the basic financial statement as a whole for the year ended December 31, 2017, on the basis of accounting described in Note A.

Kennedy McKee & Company LLP

October 17, 2019

KEARNY COUNTY, KANSAS

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

For the Year Ended December 31, 2018

Fund	Beginning unencumbered cash balance (deficit)	Prior year canceled encumbrances	Receipts
General fund	\$ 1,384,890	\$ -	\$ 5,130,764
Special purpose funds:			
Road and bridge	2,794,733	-	987,400
Solid waste	6,599	-	163,041
County health	45,153	-	54,517
Noxious weed	61,999	-	126,839
Ambulance	80,937	-	566,681
Library	8,171	-	295,167
Appraiser's cost	6,282	-	178,807
Employee benefits	1,007,934	-	2,790,587
Special alcohol and drug	2,533	-	1,000
E-911	91,972	-	50,046
Non-budgeted special purpose funds:			
Capital equipment	9,374	-	-
Capital improvement	140,895	-	397,766
Airport improvement	(204,532)	-	204,532
Special machinery and equipment	1,942,502	-	261,000
Highway improvement	1,341,704	-	250,000
Special health and welfare	20,074	-	6,127
Health title XIX	9,518	-	91,677
Healthy start	9,541	-	50
Bio-terrorism grant	23,066	-	9,051
Special motor vehicle	3,500	-	43,871
Register of deeds technology	58,635	-	7,230
Treasurer technology	7,139	-	1,808
Clerk technology	7,139	-	1,807
Prosecuting attorney's training	2,543	-	1,258
Moderate income housing	-	-	170,000
Trash collection	191,272	-	22,498
Offender	11,460	-	1,480
Concealed carry	5,368	-	177
Special emergency services	-	-	4,700
Total special purpose funds	7,685,511	-	6,689,117
Total - excluding agency funds	\$ 9,070,401	\$ -	\$ 11,819,881
Composition of cash balance:			
Petty cash			
Cash on hand			
Checking accounts			
Special health checking account			
Section 125 plan checking account			
Savings accounts			
Certificates of deposit			
Total cash			
Agency funds			
Total - excluding agency funds			

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

Statement 1

Expenditures	Ending unencumbered cash balance (deficit)	Add encumbrances and accounts payable	Ending cash balance (deficit)
\$ 4,887,140	\$ 1,628,514	\$ 131,048	\$ 1,759,562
1,260,956	2,521,177	12,510	2,533,687
118,868	50,772	-	50,772
77,383	22,287	-	22,287
146,014	42,824	-	42,824
461,386	186,232	18,130	204,362
303,000	338	-	338
179,106	5,983	-	5,983
2,113,496	1,685,025	-	1,685,025
-	3,533	-	3,533
51,764	90,254	-	90,254
-	9,374	-	9,374
371,601	167,060	-	167,060
17,724	(17,724)	-	(17,724)
76,837	2,126,665	-	2,126,665
-	1,591,704	-	1,591,704
5,328	20,873	-	20,873
79,947	21,248	-	21,248
4,271	5,320	-	5,320
8,991	23,126	-	23,126
43,871	3,500	-	3,500
-	65,865	-	65,865
-	8,947	-	8,947
3,867	5,079	-	5,079
925	2,876	-	2,876
85,000	85,000	-	85,000
-	213,770	-	213,770
2,003	10,937	-	10,937
51	5,494	-	5,494
-	4,700	-	4,700
5,412,389	8,962,239	30,640	8,992,879
\$ 10,299,529	\$ 10,590,753	\$ 161,688	\$ 10,752,441
			\$ 80
			43,228
			136,760
			19,602
			29,103
			18,440,309
			4,189,236
			22,858,318
			(12,105,877)
			\$ 10,752,441

KEARNY COUNTY, KANSAS

NOTES TO THE FINANCIAL STATEMENT

December 31, 2018

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

1. Municipal Financial Reporting Entity

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

Kearny County Hospital. The Kearny County Hospital Board operates the County's hospital. Members of the governing board of the Hospital are appointed by the County Commissioners. The Hospital can sue and be sued, and can buy, sell, or lease real property. The County annually levies a tax for the Hospital. Bond issuances must be approved by the County.

Memorial Building. The Memorial Building is fiscally dependent on the County and the budget is approved by the County Commissioners. The members of the governing board are appointed by the County Commissioners.

Kearny County Free Fair. The Free Fair is fiscally dependent on the County and the budget is approved by the County Commissioners. The members of the governing board are appointed by the County Commissioners.

Kearny County Library. The Library is fiscally dependent on the County and the budget is approved by the County Commissioners. The members of the governing board are appointed by the County Commissioners. Acquisition or disposition of real property by the Library must be approved by the County. Bond issuances must also be approved by the County.

Kearny County Extension Council. The Council provides services in such areas as agriculture, home economics, and 4-H clubs, to all persons in the County. The Council has an elected nine-member executive board. The County annually provides significant operating subsidies to the Council. Kansas State University provides the Council non-cash receipts and disbursements related to salaries for operations of the Council.

2. Basis of Presentation – Fund Accounting

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

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2. Basis of Presentation – Fund Accounting (Continued)

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

REGULATORY BASIS FUND TYPES

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

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

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

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

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

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

4. Budgetary Information

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

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

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary Information (Continued)

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

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

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

A legal operating budget is not required for agency funds and the following special purpose funds:

Capital Equipment	Special Motor Vehicle
Capital Improvement	Register of Deeds Technology
Airport Improvement	Treasurer Technology
Special Machinery and Equipment	Clerk Technology
Highway Improvement	Prosecuting Attorney's Training
Special Health and Welfare	Trash Collection
Health Title XIX	Offender
Healthy Start	Concealed Carry
Bio-terrorism Grant	Moderate Income Housing
Special Emergency Services	

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

B. COMPLIANCE WITH KANSAS STATUTES

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

The cash basis law provided by K.S.A. 10-1113 prohibits the creation of indebtedness in any fund in excess of monies available in that fund. At year end, the Airport Improvement Fund had an unencumbered cash deficit of \$17,724. According to K.S.A. 12-1664, the County is not prohibited from financing the federal share of a local program from current funds, if available. The deficit in this fund will be covered by federal grants.

C. DEPOSITS AND INVESTMENTS

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka.

At December 31, 2018, the County's carrying amount of deposits was \$22,815,010 and the bank balance was \$23,021,607. Of the bank balance, \$1,064,346 was covered by federal depository insurance and \$21,957,261 was collateralized with securities held by the pledging financial institutions' agents in the County's name.

D. CAPITAL PROJECTS

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

	<u>Project authorization</u>	<u>Cash disbursements and accounts payable to date</u>
Mobile Medical Clinic		
Superior Drywall	\$ 288,508	\$ 37,948
Airport Runway		
Kirkham Michael	<u>118,163</u>	<u>17,724</u>
 Total	 <u>\$ 406,671</u>	 <u>\$ 55,672</u>

E. LONG-TERM DEBT

The following is a description of capital lease obligations of the County:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions/ net change</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
Capital leases:					
Airport Hangar					
Issued September 26, 2014					
In the amount of \$425,000					
At interest rate of 2.329%					
Maturing September 26, 2021	<u>\$ 251,294</u>	<u>\$ -</u>	<u>\$ 60,649</u>	<u>\$ 190,645</u>	<u>\$ 5,528</u>

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

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2019	\$ 62,076	\$ 4,100	\$ 66,176
2020	63,537	2,639	66,176
2021	<u>65,032</u>	<u>1,144</u>	<u>66,176</u>
	<u>\$ 190,645</u>	<u>\$ 7,883</u>	<u>\$ 198,528</u>

F. INTERFUND TRANSFERS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory authority</u>	<u>Amount</u>
Operating transfers:			
General	Capital Improvement	K.S.A. 19-120	\$ 395,601
General	Airport Improvement	K.S.A. 19-120	167,963
Road and Bridge	Special Machinery	K.S.A. 68-141g	100,000
Road and Bridge	Highway Improvement	K.S.A. 68-590	250,000
Special Motor Vehicle	General	K.S.A. 8-145	26,527
Oil & Gas Depletion	General	K.S.A. 19-271	<u>539,563</u>
			<u>\$ 1,479,654</u>

Transfers to related municipal entities:

General	Memorial Building	K.S.A. 73-407	\$ 51,282
General	Free Fair	K.S.A. 2-132	120,000
General	Soil Conservation	K.S.A. 2-1907b	40,000
General	Extension Council	K.S.A. 2-610	155,000
General	Hospital	K.S.A. 19-4606	501,276
General	Historical Society	K.S.A. 19-2651	153,330
Library	County Library	K.S.A. 12-1247	<u>303,000</u>
			<u>\$ 1,323,888</u>

G. OTHER LONG-TERM OBLIGATIONS FROM OPERATIONS

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

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

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

Vacation leave. The County's policies regarding vacations permit employees to accumulate a maximum of 144 hours of vacation. Upon termination or resignation from service with the County, employees are entitled to payment for all accumulated vacation earned prior to termination or resignation up to a maximum of 144 hours.

Sick leave. Employees earn sick leave at a rate of 3.69 hours per pay period, with a maximum accumulation of 120 days. No sick leave is paid upon resignation or termination. Upon retirement, if an employee has accrued the maximum amount of sick leave, they may be paid for ten days. The County has a shared sick leave bank which employees may donate unused sick leave. It can then be used by any employee as needed.

Section 125 cafeteria plan. The County offers a Section 125 cafeteria plan for all employees electing to participate. Participants use this for health insurance premiums, unreimbursed medical and dependent care expenses. The plan is administered by an independent insurance company.

Section 457 deferred compensation plan. The County offers a Section 457 deferred compensation plan to all employees on a voluntary basis. The County does not contribute to the plan.

H. 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 or by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

H. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7.15% of covered salary. Member contributions are withheld by the County and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2, KPERS 3 and KP&F be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate for the Death and Disability Program) and the statutory contribution rate was 8.39% for KPERS and 20.09% for KP&F for the fiscal year ended December 31, 2018. Contributions to the pension plan from the County were \$205,048 for KPERS and \$191,185 for KP&F for the year ended December 31, 2018.

Net Pension Liability. At December 31, 2018, the County's proportionate share of the collective net pension liability reported by KPERS was \$1,634,846 and \$1,785,471 for KP&F. The net pension liability was measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2017, which was rolled forward to June 30, 2018. The County's proportion of the net pension liability was based on the ratio of the County's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup within KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in the financial statement. The complete actuarial 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 publically available on the website at www.kpers.org or can be obtained as described above.

I. LANDFILL CLOSURE AND POST-CLOSURE COSTS

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. 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 the 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 \$337,762 and the estimated post-closure cost is \$870,162. These figures comprise the estimated closure and post-closure cost of \$1,207,924 and are obtained from the 2019 Annual Cost Estimate Worksheets for Permit Renewals during July 1, 2019 to June 30, 2020. The permit for 2019 identifies that the remaining volume capacity of the site is 72.5% of the original capacity and that the remaining life of the landfill is estimated to be 35.8 years. Actual costs may be higher or lower due to inflation or deflation and changes in technology or applicable laws and regulations.

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

J. RISK MANAGEMENT

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

K. PUBLIC ENTITY RISK POOL

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

The County is a member of the Kansas County Association Multi-Line Pool (KCAMP), a group-funded pool for property, liability, crime, and surety coverage which was formed through the Kansas Municipal Group-Funded Pool Act, K.S.A. 12-2616, et seq. This is a public entity risk pool which operates as a common risk management and insurance program for member counties. The County pays an annual contribution to the Pool as determined by the Board of Trustees. It is not possible to estimate the maximum contributions which could be required. KCAMP covers property loss up to the scheduled amount of values on file which is \$63,041,423, \$500,000 for liability, and \$1,000,000 for crime. Excess reinsurance provides aggregate coverage up to \$3,000,000 for liability. Except for required contributions, no member can be held responsible for any claims made against any other member.

L. SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 17, 2019, the date on which the financial statement was available to be used. Management's evaluation concluded the following subsequent event is required to be recognized or disclosed in this financial statement:

On June 3, 2019, the County entered into a lease purchase agreement with the Kearny County Bank in the amount of \$600,000 for the Kearny County Hospital roof. The agreement calls for semi-annual payments of \$65,707 at an interest rate of 3.37% for a term of five years.

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

KEARNY COUNTY, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

For the Year Ended December 31, 2018

Fund	Certified budget	Adjustment for qualifying budget credits	Total budget for comparison	Expenditures chargeable to current year	Variance favorable (unfavorable)
General fund	\$ 4,887,408	\$ -	\$ 4,887,408	\$ 4,887,140	\$ 268
Special purpose funds:					
Road and bridge	2,000,000	-	2,000,000	1,260,956	739,044
Solid waste	160,000	-	160,000	118,868	41,132
County health	84,458	-	84,458	77,383	7,075
Noxious weed	157,460	-	157,460	146,014	11,446
Ambulance	545,925	-	545,925	461,386	84,539
Library	303,000	-	303,000	303,000	-
Appraiser's cost	179,106	-	179,106	179,106	-
Employee benefits	3,100,000	-	3,100,000	2,113,496	986,504
Special alcohol and drug	4,500	-	4,500	-	4,500
E-911	185,000	-	185,000	51,764	133,236
Total	<u>\$ 11,606,857</u>	<u>\$ -</u>	<u>\$ 11,606,857</u>	<u>\$ 9,599,113</u>	<u>\$ 2,007,744</u>

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

GENERAL FUND

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

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property tax	\$ 4,052,586	\$ 3,772,832	\$ 3,811,168	\$ (38,336)
Delinquent tax	26,687	32,075	21,238	10,837
Motor vehicle tax	196,213	274,624	308,099	(33,475)
16/20M truck tax	3,596	6,333	7,743	(1,410)
Antique tag tax	1,124	1,308	-	1,308
Interest on delinquent tax	20,859	21,009	10,000	11,009
Shared revenue:				
Severance tax	89,003	63,306	35,000	28,306
Other shared revenue	220	189	-	189
Licenses, permits and fees	214,562	89,870	60,000	29,870
Interest	101,776	209,734	15,000	194,734
Other	58,486	93,393	57,000	36,393
Operating transfers	277,501	566,091	20,000	546,091
Neighborhood revitalization	(8,889)	-	(33,679)	33,679
Total receipts	5,033,724	5,130,764	\$ 4,311,569	\$ 819,195
Expenditures:				
General government:				
County commissioners	66,940	66,764	\$ 67,129	\$ 365
County clerk	95,268	97,521	99,650	2,129
County treasurer	123,600	124,847	128,070	3,223
Register of deeds	68,973	68,780	90,085	21,305
County attorney	120,453	138,043	129,500	(8,543)
Custodian	57,621	48,359	51,150	2,791
Zoning	50,977	54,592	54,882	290
Unified courts	119,805	119,329	127,150	7,821
Courthouse general	766,147	846,648	1,046,520	199,872
Airport	34,913	34,123	47,350	13,227
Election	33,404	62,853	45,000	(17,853)
County counselor	30,112	28,518	29,750	1,232
Community development	73,832	62,137	59,550	(2,587)
Appropriations:				
Conservation District	65,000	40,000	40,000	-
Total general government	1,707,045	1,792,514	2,015,786	223,272

KEARNY COUNTY, KANSAS

GENERAL FUND

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

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Public safety:				
Fire and rescue	\$ 177,205	\$ 147,651	\$ 185,000	\$ 37,349
Sheriff	1,397,353	1,309,336	1,438,357	129,021
Total public safety	1,574,558	1,456,987	1,623,357	166,370
Health and welfare:				
Appropriations:				
Mental health	15,000	5,000	5,000	-
WKCAC	5,000	5,000	5,000	-
CASA	1,000	1,000	1,000	-
Mental retardation	15,000	15,000	15,000	-
City on a Hill	3,000	2,500	2,500	-
Total health and welfare	39,000	28,500	28,500	-
Culture and recreation:				
Beymer Water Recreation Park	16,209	16,190	22,100	5,910
Deerfield Community Center	49,333	51,811	69,100	17,289
Council on Aging	124,417	128,678	136,589	7,911
Appropriations:				
Deerfield Parks and Recreation	-	5,000	5,000	-
Lakin Gun Club	1,000	700	700	-
Lakin Saddle Club	10,000	10,000	10,000	-
Total culture and recreation	200,959	212,379	243,489	31,110
Reimbursed expenditures	(86,058)	(147,692)	-	147,692
Operating transfers:				
Capital improvement	275,553	395,601	-	(395,601)
Airport	-	167,963	-	(167,963)
Offender	11,020	-	-	-
Concealed carry	5,270	-	-	-
Total operating transfers	291,843	563,564	-	(563,564)

KEARNY COUNTY, KANSAS

GENERAL FUND

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

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Related municipal entity transfers:				
Memorial Building	\$ 51,080	\$ 51,282	\$ 50,000	\$ (1,282)
Free Fair	120,000	120,000	120,000	-
Historical Society	140,066	153,330	150,000	(3,330)
Extension Council	155,000	155,000	155,000	-
Hospital	504,488	501,276	501,276	-
Total related municipal entity transfers	<u>970,634</u>	<u>980,888</u>	<u>976,276</u>	<u>(4,612)</u>
Total expenditures	<u>4,697,981</u>	<u>4,887,140</u>	<u>\$ 4,887,408</u>	<u>\$ 268</u>
Receipts over (under) expenditures	335,743	243,624		
Unencumbered cash, beginning of year	<u>1,049,147</u>	<u>1,384,890</u>	<u>\$ 575,839</u>	<u>\$ 809,051</u>
Unencumbered cash, end of year	<u>\$ 1,384,890</u>	<u>\$ 1,628,514</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

ROAD AND BRIDGE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property tax	\$ 2,550,821	\$ 459,698	\$ 513,966	\$ (54,268)
Delinquent tax	16,616	10,757	13,241	(2,484)
Motor vehicle tax	111,757	168,917	192,078	(23,161)
16/20M truck tax	2,124	3,584	4,826	(1,242)
Antique tag tax	-	741	-	741
Shared revenue:				
Gasoline tax	286,788	293,671	289,520	4,151
Connecting links	268,741	50,032	-	50,032
Other	49,935	-	-	-
Neighborhood revitalization	(5,542)	-	(4,540)	4,540
Total receipts	<u>3,281,240</u>	<u>987,400</u>	<u>\$ 1,009,091</u>	<u>\$ (21,691)</u>
Expenditures:				
Highway, streets and bridges:				
Personal services	618,074	533,712	\$ 762,500	\$ 228,788
Commodities	356,817	316,786	751,790	435,004
Contractual services	56,110	26,123	406,210	380,087
Capital outlay	396,023	54,291	79,500	25,209
Reimbursed expenditures	(67,783)	(19,956)	-	19,956
Operating transfers:				
Special machinery and equipment	-	100,000	-	(100,000)
Highway improvement	150,000	250,000	-	(250,000)
Total expenditures	<u>1,509,241</u>	<u>1,260,956</u>	<u>\$ 2,000,000</u>	<u>\$ 739,044</u>
Receipts over (under) expenditures	1,771,999	(273,556)		
Unencumbered cash, beginning of year	<u>1,022,734</u>	<u>2,794,733</u>	<u>\$ 990,909</u>	<u>\$ 1,803,824</u>
Unencumbered cash, end of year	<u>\$ 2,794,733</u>	<u>\$ 2,521,177</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

SOLID WASTE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property tax	\$ 95,156	\$ 152,195	\$ 151,139	\$ 1,056
Delinquent tax	652	1,049	498	551
Motor vehicle tax	4,855	6,402	7,222	(820)
16/20M truck tax	137	142	181	(39)
Antique tag tax	43	30	-	30
Other	3,762	3,208	-	3,208
Neighborhood revitalization	(209)	15	(1,336)	1,351
Total receipts	<u>104,396</u>	<u>163,041</u>	<u>\$ 157,704</u>	<u>\$ 5,337</u>
Expenditures:				
Sanitation:				
Personal services	72,663	74,632	\$ 67,000	\$ (7,632)
Commodities	17,140	21,570	22,350	780
Contractual services	39,045	16,013	55,650	39,637
Capital outlay	31,152	6,653	15,000	8,347
Total expenditures	<u>160,000</u>	<u>118,868</u>	<u>\$ 160,000</u>	<u>\$ 41,132</u>
Receipts over (under) expenditures	(55,604)	44,173		
Unencumbered cash, beginning of year	<u>62,203</u>	<u>6,599</u>	<u>\$ 2,296</u>	<u>\$ 4,303</u>
Unencumbered cash, end of year	<u>\$ 6,599</u>	<u>\$ 50,772</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

COUNTY HEALTH FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property tax	\$ 41,599	\$ 44,183	\$ 45,562	\$ (1,379)
Delinquent tax	321	371	224	147
Motor vehicle tax	2,400	2,878	3,244	(366)
16/20M truck tax	90	64	82	(18)
Antique tag tax	28	14	-	14
Shared revenue:				
State grant	7,000	7,000	7,000	-
Neighborhood revitalization	(94)	7	(403)	410
Total receipts	<u>51,344</u>	<u>54,517</u>	<u>\$ 55,709</u>	<u>\$ (1,192)</u>
Expenditures:				
Health and welfare:				
Personal services	64,156	76,757	\$ 74,983	\$ (1,774)
Commodities	1,020	396	2,425	2,029
Contractual services	78	230	2,800	2,570
Capital outlay	-	-	4,250	4,250
Total expenditures	<u>65,254</u>	<u>77,383</u>	<u>\$ 84,458</u>	<u>\$ 7,075</u>
Receipts over (under) expenditures	(13,910)	(22,866)		
Unencumbered cash, beginning of year	<u>59,063</u>	<u>45,153</u>	<u>\$ 28,749</u>	<u>\$ 16,404</u>
Unencumbered cash, end of year	<u>\$ 45,153</u>	<u>\$ 22,287</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

NOXIOUS WEED FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property tax	\$ 131,790	\$ 116,925	\$ 115,897	\$ 1,028
Delinquent tax	864	991	678	313
Motor vehicle tax	6,289	8,693	9,840	(1,147)
16/20M truck tax	160	190	247	(57)
Antique tag tax	50	40	-	40
Neighborhood revitalization	(284)	-	(1,024)	1,024
Other	3,775	-	-	-
Total receipts	<u>142,644</u>	<u>126,839</u>	<u>\$ 125,638</u>	<u>\$ 1,201</u>
Expenditures:				
Highways and streets:				
Personal services	41,274	53,785	\$ 46,000	\$ (7,785)
Commodities	89,487	91,483	94,660	3,177
Contractual services	6,500	8,564	8,800	236
Capital outlay	3,988	-	8,000	8,000
Reimbursed expenditures	-	(7,818)	-	7,818
Total expenditures	<u>141,249</u>	<u>146,014</u>	<u>\$ 157,460</u>	<u>\$ 11,446</u>
Receipts over (under) expenditures	1,395	(19,175)		
Unencumbered cash, beginning of year	<u>60,604</u>	<u>61,999</u>	<u>\$ 31,822</u>	<u>\$ 30,177</u>
Unencumbered cash, end of year	<u>\$ 61,999</u>	<u>\$ 42,824</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

AMBULANCE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property tax	\$ 347,830	\$ 421,806	\$ 417,971	\$ 3,835
Delinquent tax	2,105	3,094	1,801	1,293
Motor vehicle tax	13,126	22,392	26,119	(3,727)
16/20M truck tax	335	396	656	(260)
Antique tag tax	104	83	-	83
Shared revenue:				
State aid	-	6,352	-	6,352
Charges for services	122,473	112,558	75,000	37,558
Neighborhood revitalization	(754)	-	(3,694)	3,694
Total receipts	<u>485,219</u>	<u>566,681</u>	<u>\$ 517,853</u>	<u>\$ 48,828</u>
Expenditures:				
Health and welfare:				
Personal services	397,988	401,514	\$ 470,500	\$ 68,986
Commodities	39,705	32,004	43,000	10,996
Contractual services	11,928	26,054	23,900	(2,154)
Capital outlay	379	1,814	8,525	6,711
Total expenditures	<u>450,000</u>	<u>461,386</u>	<u>\$ 545,925</u>	<u>\$ 84,539</u>
Receipts over (under) expenditures	35,219	105,295		
Unencumbered cash, beginning of year	45,718	80,937	\$ 28,072	\$ 52,865
Unencumbered cash, end of year	<u>\$ 80,937</u>	<u>\$ 186,232</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

LIBRARY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property tax	\$ 382,881	\$ 266,336	\$ 268,621	\$ (2,285)
Delinquent tax	2,431	2,549	1,987	562
Motor vehicle tax	17,802	25,587	28,818	(3,231)
16/20M truck tax	320	576	724	(148)
Antique tag tax	100	119	-	119
Neighborhood revitalization	(832)	-	(2,374)	2,374
Total receipts	402,702	295,167	<u>\$ 297,776</u>	<u>\$ (2,609)</u>
Expenditures:				
Transfer to related municipal entity	400,701	303,000	<u>\$ 303,000</u>	<u>\$ -</u>
Receipts over (under) expenditures	2,001	(7,833)		
Unencumbered cash, beginning of year	6,170	8,171	<u>\$ 5,224</u>	<u>\$ 2,947</u>
Unencumbered cash, end of year	<u>\$ 8,171</u>	<u>\$ 338</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

APPRAISER'S COST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property tax	\$ 145,500	\$ 167,503	\$ 167,123	\$ 380
Delinquent tax	948	1,287	758	529
Motor vehicle tax	6,940	9,754	10,997	(1,243)
16/20M truck tax	148	218	276	(58)
Antique tag tax	46	45	-	45
Neighborhood revitalization	(317)	-	(1,477)	1,477
Total receipts	<u>153,265</u>	<u>178,807</u>	<u>\$ 177,677</u>	<u>\$ 1,130</u>
Expenditures:				
General government:				
Personal services	63,095	65,965	\$ 66,113	\$ 148
Commodities	353	2,479	1,000	(1,479)
Contractual services	105,403	109,175	109,993	818
Capital outlay	-	1,487	2,000	513
Total expenditures	<u>168,851</u>	<u>179,106</u>	<u>\$ 179,106</u>	<u>\$ -</u>
Receipts over (under) expenditures	(15,586)	(299)		
Unencumbered cash, beginning of year	<u>21,868</u>	<u>6,282</u>	<u>\$ 1,429</u>	<u>\$ 4,853</u>
Unencumbered cash, end of year	<u>\$ 6,282</u>	<u>\$ 5,983</u>		

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

EMPLOYEE BENEFITS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

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

	2017	2018		Variance favorable (unfavorable)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property tax	\$ 2,031,362	\$ 2,634,928	\$ 2,607,960	\$ 26,968
Delinquent tax	12,674	19,021	10,516	8,505
Motor vehicle tax	87,495	133,353	152,555	(19,202)
16/20M truck tax	1,958	2,720	3,833	(1,113)
Antique tag tax	611	565	-	565
Neighborhood revitalization	(4,402)	-	(23,047)	23,047
Total receipts	2,129,698	2,790,587	<u>\$ 2,751,817</u>	<u>\$ 38,770</u>
Expenditures:				
General government:				
Personal services	1,966,773	2,113,496	<u>\$ 3,100,000</u>	<u>\$ 986,504</u>
Receipts over (under) expenditures	162,925	677,091		
Unencumbered cash, beginning of year	<u>845,009</u>	<u>1,007,934</u>	<u>\$ 348,183</u>	<u>\$ 659,751</u>
Unencumbered cash, end of year	<u>\$ 1,007,934</u>	<u>\$ 1,685,025</u>		

See Independent Auditor's Report.

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

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

	<u>2017</u>	<u>2018</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Shared revenue:				
Apportionments	<u>\$ 716</u>	<u>\$ 1,000</u>	<u>\$ 850</u>	<u>\$ 150</u>
Expenditures:				
Health and welfare:				
Commodities	-	-	\$ 4,500	\$ 4,500
Contractual services	<u>2,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>2,000</u>	<u>-</u>	<u>\$ 4,500</u>	<u>\$ 4,500</u>
Receipts over (under) expenditures	(1,284)	1,000		
Unencumbered cash, beginning of year	<u>3,817</u>	<u>2,533</u>	<u>\$ 3,917</u>	<u>\$ (1,384)</u>
Unencumbered cash, end of year	<u>\$ 2,533</u>	<u>\$ 3,533</u>	<u>\$ 267</u>	<u>\$ 3,266</u>

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

E-911 FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

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

	<u>2017</u>	<u>2018</u>		<u>Variance favorable (unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Fees	\$ 49,960	\$ 50,046	<u>\$ 50,000</u>	<u>\$ 46</u>
Expenditures:				
General government:				
Contractual services	<u>79,302</u>	<u>51,764</u>	<u>\$ 185,000</u>	<u>\$ 133,236</u>
Receipts over (under) expenditures	(29,342)	(1,718)		
Unencumbered cash, beginning of year	<u>121,314</u>	<u>91,972</u>	<u>\$ 135,564</u>	<u>\$ (43,592)</u>
Unencumbered cash, end of year	<u>\$ 91,972</u>	<u>\$ 90,254</u>	<u>\$ 564</u>	<u>\$ 89,690</u>

See Independent Auditor's Report.

KEARNY COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2018

	<u>Capital equipment</u>	<u>Capital improvement</u>	<u>Airport improvement</u>	<u>Special machinery and equipment</u>
Receipts:				
Grants	\$ -	\$ -	\$ 36,569	\$ -
Licenses, permits and fees	-	-	-	-
Interest	-	-	-	-
Other	-	2,165	-	161,000
Operating transfers	-	395,601	167,963	100,000
	<hr/>	<hr/>	<hr/>	<hr/>
Total receipts	-	397,766	204,532	261,000
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures:				
Personal services	-	-	-	-
Commodities	-	-	-	-
Contractual services	-	-	17,724	-
Capital outlay	-	371,601	-	76,837
Operating transfers	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	-	371,601	17,724	76,837
	<hr/>	<hr/>	<hr/>	<hr/>
Receipts over (under) expenditures	-	26,165	186,808	184,163
Unencumbered cash, beginning of year	9,374	140,895	(204,532)	1,942,502
	<hr/>	<hr/>	<hr/>	<hr/>
Unencumbered cash, end of year	<u>\$ 9,374</u>	<u>\$ 167,060</u>	<u>\$ (17,724)</u>	<u>\$ 2,126,665</u>

See Independent Auditor's Report.

<u>Highway improvement</u>	<u>Special health and welfare</u>	<u>Health title XIX</u>	<u>Healthy start</u>	<u>Bio-terrorism grant</u>	<u>Special motor vehicle</u>
\$ -	\$ -	\$ 1,499	\$ 50	\$ 9,051	\$ -
-	-	-	-	-	43,193
-	29	-	-	-	-
-	6,098	90,178	-	-	678
<u>250,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>250,000</u>	<u>6,127</u>	<u>91,677</u>	<u>50</u>	<u>9,051</u>	<u>43,871</u>
-	-	-	-	-	11,222
-	5,328	-	4,271	1,995	49
-	-	79,947	-	4,716	6,073
-	-	-	-	2,280	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,527</u>
<u>-</u>	<u>5,328</u>	<u>79,947</u>	<u>4,271</u>	<u>8,991</u>	<u>43,871</u>
250,000	799	11,730	(4,221)	60	-
<u>1,341,704</u>	<u>20,074</u>	<u>9,518</u>	<u>9,541</u>	<u>23,066</u>	<u>3,500</u>
<u>\$ 1,591,704</u>	<u>\$ 20,873</u>	<u>\$ 21,248</u>	<u>\$ 5,320</u>	<u>\$ 23,126</u>	<u>\$ 3,500</u>

KEARNY COUNTY, KANSAS

NON-BUDGETED SPECIAL PURPOSE FUNDS

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

For the Year Ended December 31, 2018

	<u>Register of deeds technology</u>	<u>Treasurer technology</u>	<u>Clerk technology</u>	<u>Prosecuting attorney's training</u>
Receipts:				
Grants	\$ -	\$ -	\$ -	\$ -
Licenses, permits and fees	7,230	1,808	1,807	1,258
Interest	-	-	-	-
Other	-	-	-	-
Operating transfers	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total receipts	<u>7,230</u>	<u>1,808</u>	<u>1,807</u>	<u>1,258</u>
Expenditures:				
Personal services	-	-	3,867	-
Commodities	-	-	-	-
Contractual services	-	-	-	925
Capital outlay	-	-	-	-
Operating transfers	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>3,867</u>	<u>925</u>
Receipts over (under) expenditures	7,230	1,808	(2,060)	333
Unencumbered cash, beginning of year	<u>58,635</u>	<u>7,139</u>	<u>7,139</u>	<u>2,543</u>
Unencumbered cash, end of year	<u>\$ 65,865</u>	<u>\$ 8,947</u>	<u>\$ 5,079</u>	<u>\$ 2,876</u>

See Independent Auditor's Report.

<u>Moderate income housing</u>	<u>Trash collection</u>	<u>Offender</u>	<u>Concealed carry</u>	<u>Special emergency services</u>	<u>Total</u>
\$ 170,000	\$ -	\$ -	\$ -	\$ -	\$ 217,169
-	22,498	1,480	177	-	79,451
-	-	-	-	-	29
-	-	-	-	4,700	264,819
-	-	-	-	-	913,564
<u>170,000</u>	<u>22,498</u>	<u>1,480</u>	<u>177</u>	<u>4,700</u>	<u>1,475,032</u>
-	-	-	-	-	15,089
-	-	2,003	51	-	13,697
85,000	-	-	-	-	194,385
-	-	-	-	-	450,718
-	-	-	-	-	26,527
<u>85,000</u>	<u>-</u>	<u>2,003</u>	<u>51</u>	<u>-</u>	<u>700,416</u>
85,000	22,498	(523)	126	4,700	774,616
-	191,272	11,460	5,368	-	3,579,198
<u>\$ 85,000</u>	<u>\$ 213,770</u>	<u>\$ 10,937</u>	<u>\$ 5,494</u>	<u>\$ 4,700</u>	<u>\$ 4,353,814</u>

KEARNY COUNTY, KANSAS

AGENCY FUNDS

SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS

For the Year Ended December 31, 2018

Fund	Beginning cash balance	Receipts	Disbursements	Ending cash balance
County clerk	\$ -	\$ 7,620	\$ 7,620	\$ -
Register of deeds	-	89,061	89,061	-
District court	81,883	273,186	305,265	49,804
Sheriff	12,700	73,151	70,618	15,233
Tax collection accounts	10,134,328	15,577,386	15,279,385	10,432,329
Local taxing districts	30,138	5,962,065	5,970,004	22,199
Oil and gas depletion fund	2,039,886	-	539,563	1,500,323
Payroll clearing funds	26,895	595,920	589,454	33,361
Sales tax collections	18,634	287,880	290,987	15,527
Neighborhood revitalization	-	143,367	143,367	-
Motor vehicle	-	498,584	498,584	-
Mortgage registration fees	-	27,104	27,104	-
Fish and game licenses	-	5,858	5,858	-
District court costs	3,836	2,379	36	6,179
Law library	27,330	4,856	1,264	30,922
Total	\$ 12,375,630	\$ 23,548,417	\$ 23,818,170	\$ 12,105,877

See Independent Auditor's Report.