

LOGAN COUNTY, KANSAS

Financial Statements With Independent Auditors' Report

For the Year Ended December 31, 2009

LOGAN COUNTY, KANSAS
 Financial Statements With Independent Auditors' Report
 For the Year Ended December 31, 2009

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Certified
Public
Accountants

INDEPENDENT AUDITORS' REPORT

To the County Commissioners
Logan County, Kansas
Oakley, Kansas

We have audited the accompanying financial statements of **Logan County, Kansas**, as of and for the year ended December 31, 2009, as listed in the table of contents. These financial statements are the responsibility of **Logan County, Kansas'** management. Our responsibility is to express opinions on these financial statements based on our audit. The financial statements of **Logan County, Kansas** as of and for the year ended December 31, 2008 were audited by other auditors whose opinion, dated August 19, 2009, on those statements was qualified because of the departure from generally accepted accounting principles described in the third paragraph.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit Guide*. Those standards and the audit guide require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

As described more fully in Note 1, **Logan County, Kansas** has prepared these financial statements using accounting practices prescribed or permitted by the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Logan County, Kansas**, as of December 31, 2009, or the changes in its financial position for the year then ended. Further, **Logan County, Kansas** has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be a part of, the basic financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of each fund of **Logan County, Kansas**, as of December 31, 2009, and their respective cash receipts and disbursements, and budgetary results for the year then ended, on the basis of accounting described in Note 1.

Adams, Brown, Beran & Ball

ADAMS, BROWN, BERAN & BALL, CHTD.
Certified Public Accountants

September 20, 2010

LOGAN COUNTY, KANSAS
 Summary of Cash Receipts, Expenditures, and Unencumbered Cash
 For the Year Ended December 31, 2009

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Categories							
General Fund	\$ 796,553	31	2,006,041	1,649,903	1,152,722	99,181	1,251,903
Special Revenue Funds							
Road and Bridge Fund	179,716	-	962,440	991,133	151,023	17,410	168,433
Health Fund	28,013	41	253,687	276,471	5,270	10,525	15,795
Employee Benefits Fund	200,578	-	547,898	534,175	214,301	2,478	216,779
Noxious Weed Fund	40,238	-	324,664	322,534	42,368	-	42,368
Hospital Maintenance Fund	6,290	-	203,616	206,862	3,044	-	3,044
Emergency 911 Fund	42,821	-	18,975	16,055	45,741	8	45,749
Special Alcohol and Drug Fund	2,577	-	3,495	500	5,572	500	6,072
Noxious Weed Capital Outlay Fund	52,506	-	40,000	9,150	83,356	-	83,356
Special Machinery Fund	380,832	-	206,226	331,799	255,259	68,953	324,212
Equipment Reserve Fund	255,310	-	75,000	-	330,310	-	330,310
Micro Loan Fund	17,089	-	1,760	-	18,849	-	18,849
Register of Deeds Technology Fund	9,855	-	7,643	6,313	11,185	-	11,185
Wireless 911 Fund	3,460	-	8,515	4,101	7,874	-	7,874
Prairie Dog Fund	34,129	-	137,176	122,601	48,704	-	48,704
County Building Fund	38,895	-	59,233	34,283	63,845	6,225	70,070
Special Law Enforcement Trust Fund	3,444	-	1,070	4,514	-	-	-
Special Sheriff Fund	700	-	480	-	1,180	-	1,180
Sheriff's Grant Fund	1,878	-	-	1,878	-	-	-
Ambulance Fund	133,759	-	157,028	155,912	134,875	-	134,875
Emergency Management Grant Fund	285	-	2	-	287	-	287
Multi-County Health Fund	9,213	-	6,975	2,797	13,391	-	13,391
Fire District No. 1 - General Fund	7,091	-	127,939	118,932	16,098	9,159	25,257
Fire District No. 1 - Special Fund	179,914	-	30,000	36,727	173,187	-	173,187
Fiduciary Fund Category							
Private Purpose Trust Funds							
Prosecuting Attorney Training Fund	3,787	-	270	219	3,838	-	3,838
Prosecutor's Administrative Trust Fund	568	-	-	568	-	-	-
Special Motor Vehicle Fund	14,903	-	31,103	46,006	-	9,427	9,427
Total Reporting Entity (Excluding Agency Funds)	\$ 2,444,404	72	5,211,236	4,873,433	2,782,279	223,866	3,006,145

Composition of Cash	
Checking Accounts	\$ 5,284,747
Savings Accounts	986,225
Cash on Hand	6,061
Certificates of Deposits	314,798
Total Cash	6,591,831
Distributable Funds per Statement 4-1	(3,503,021)
Agency Funds per Statement 4-2	(82,665)
Total Reporting Entity (Excluding Agency Funds)	\$ 3,006,145

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

LOGAN COUNTY, KANSAS
 Summary of Expenditures - Actual and Budget
 For the Year Ended December 31, 2009

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Fund Categories					
General Fund	\$ 2,143,519	-	2,143,519	1,649,903	(493,616)
Special Revenue Funds	1,026,054	-	1,026,054	991,133	(34,921)
Road and Bridge Fund	202,182	60,210	262,392	276,471	14,079
Health Fund	627,174	-	627,174	534,175	(92,999)
Employee Benefits Fund	244,938	79,958	324,896	322,534	(2,362)
Noxious Weed Fund	200,745	-	200,745	206,862	6,117
Hospital Maintenance Fund	54,304	-	54,304	16,055	(38,249)
Emergency 911 Fund	2,900	-	2,900	500	(2,400)
Special Alcohol and Drug Fund	22,656	-	22,656	9,150	(13,506)
Noxious Weed Capital Outlay Fund	11,701	-	11,701	4,101	(7,600)
Wireless 911 Fund	174,221	-	174,221	122,601	(51,620)
Prairie Dog Fund	79,988	-	79,988	34,283	(45,705)
County Building Fund	131,000	-	131,000	118,932	(12,068)
Fire District No. 1 - General Fund					

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

LOGAN COUNTY, KANSAS

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Tax	\$ 1,220,962	1,346,983	1,316,123	30,860
Delinquent Tax	4,911	2,220	6,000	(3,780)
Vehicle Tax	97,095	115,771	96,772	18,999
Intangibles	15,599	19,039	18,411	628
Mineral Production Tax	32,587	10,777	13,000	(2,223)
Sales Tax	187,490	182,539	150,000	32,539
Intergovernmental				
Federal Aid	403,172	52,186	5,000	47,186
State Aid	-	5,975	-	5,975
Emergency Management Grant	65,470	10,468	15,000	(4,532)
Homeland Security Grant	-	31,702	-	31,702
Licenses and Fees				
Mortgage Registration Fees	37,196	28,407	20,000	8,407
Co. Clerk - Co. Share Game and Park	-	338	-	338
County Offices	30,720	27,561	15,025	12,536
Antique Motor Vehicle Regist. Fees	1,190	1,280	1,000	280
Insurance Proceeds	-	6,556	-	6,556
Interest on Taxes	8,986	4,911	5,000	(89)
Interest on Investments	85,305	24,552	50,000	(25,448)
Miscellaneous	75,124	26,505	19,000	7,505
Reimbursements	-	76,055	-	76,055
Rents and Leases	7,139	4,649	3,600	1,049
Transfers In	12,117	27,567	6,000	21,567
Total Cash Receipts	2,285,063	2,006,041	1,739,931	266,110
Expenditures				
County Commission				
Personal Services	36,635	37,729	38,289	(560)
Contractual Services	4,139	107	5,000	(4,893)
Commodities	370	2,915	500	2,415
Department Total	41,144	40,751	43,789	(3,038)
County Clerk				
Personal Services	56,920	60,965	67,360	(6,395)
Contractual Services	1,244	825	1,500	(675)
Commodities	2,184	1,144	1,500	(356)
Capital Outlay	855	-	1,000	(1,000)
Department Total	61,203	62,934	71,360	(8,426)

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

LOGAN COUNTY, KANSAS

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over Under (Under)
		Actual	Budget	
Expenditures (continued)				
County Treasurer				
Personal Services	\$ 80,492	83,689	80,811	2,878
Contractual Services	2,153	2,651	4,500	(1,849)
Commodities	3,293	1,109	2,000	(891)
Capital Outlay	-	-	1,000	(1,000)
Department Total	85,938	87,449	88,311	(862)
County Attorney				
Personal Services	54,716	56,354	57,500	(1,146)
Contractual Services	2,286	5,072	5,500	(428)
Commodities	1,599	2,370	1,200	1,170
Capital Outlay	1,765	-	2,000	(2,000)
Department Total	60,366	63,796	66,200	(2,404)
Register of Deeds				
Personal Services	54,716	56,354	57,500	(1,146)
Contractual Services	5,378	2,446	3,000	(554)
Commodities	2,251	2,129	2,000	129
Department Total	62,345	60,929	62,500	(1,571)
Sheriff				
Personal Services	116,299	123,664	120,000	3,664
Contractual Services	6,924	13,983	9,000	4,983
Commodities	35,442	35,102	44,000	(8,898)
Capital Outlay	785	835	400	435
Department Total	159,450	173,584	173,400	184
Emergency Preparedness				
Personal Services	24,358	25,073	25,505	(432)
Contractual Services	1,313	1,724	2,500	(776)
Commodities	5,560	6,889	7,500	(611)
Department Total	31,231	33,686	35,505	(1,819)
Unified Court				
Personal Services	6,486	7,937	5,130	2,807
Contractual Services	4,221	2,673	3,000	(327)
Commodities	9,636	-	8,800	(8,800)
District Expenses	2,583	3,580	3,000	580
Department Total	22,926	14,190	19,930	(5,740)

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

LOGAN COUNTY, KANSAS

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Courthouse General				
Personal Services	\$ -	4,016	-	4,016
Contractual Services	184,300	251,931	225,000	26,931
Commodities	62,127	16,871	33,000	(16,129)
Capital Outlay	117,852	13,404	395,000	(381,596)
Department Total	364,279	286,222	653,000	(366,778)
Custodian				
Personal Services	31,230	32,912	41,538	(8,626)
Contractual Services	631	623	3,000	(2,377)
Commodities	9,705	9,642	9,000	642
Capital Outlay	-	-	800	(800)
Department Total	41,566	43,177	54,338	(11,161)
Landfill				
Personal Services	11,440	12,263	15,000	(2,737)
Contractual Services	12,087	9,292	10,000	(708)
Commodities	561	1,897	3,500	(1,603)
Capital Outlay	-	-	5,000	(5,000)
Department Total	24,088	23,452	33,500	(10,048)
Election				
Personal Services	9,099	7,884	8,500	(616)
Contractual Services	4,583	513	9,000	(8,487)
Commodities	14,734	6,811	7,500	(689)
Department Total	28,416	15,208	25,000	(9,792)
Appraiser's Cost				
Personal Services	52,782	54,423	55,365	(942)
Contractual Services	34,690	34,474	36,609	(2,135)
Commodities	3,786	4,634	5,000	(366)
Capital Outlay	3,334	-	-	-
Department Total	94,592	93,531	96,974	(3,443)
Ambulance	25,000	-	29,500	(29,500)
Ambulance Building and Maintenance	27,798	-	-	-
Ambulance Lease Purchase	30,832	-	32,000	(32,000)
Area Agency on Aging	2,500	2,500	2,500	-
AS400 Lease Purchase	12,844	-	-	-
City on a Hill	5,000	-	-	-
Community Economic Development	22,500	17,500	17,500	-

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

LOGAN COUNTY, KANSAS

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Conservation District	\$ 14,500	14,500	14,500	-
County Attorney Scholarships	2,000	5,832	-	5,832
Dispatching Services	37,429	39,589	40,000	(411)
Emergency Vehicles	4,305	55,353	30,000	25,353
Extension	82,876	82,876	82,876	-
Fair Building	22,500	22,500	22,500	-
Fair Maintenance	22,500	17,500	17,500	-
Fair Premiums	2,800	2,800	2,800	-
Family Shelter	1,000	1,000	1,000	-
FEMA and KDEM Distributions	395,753	38,325	-	38,325
GIS System	2,690	1,881	20,000	(18,119)
Hazardous Mitigation Grant	19,935	-	-	-
Historical Records	9,440	9,440	9,440	-
Homeland Security Grant	-	31,702	-	31,702
Juvenile Detention	1,305	2,600	10,000	(7,400)
Manor Expansion	-	-	60,000	(60,000)
Mental Challenged	27,300	27,300	27,300	-
Mental Health	14,000	14,000	14,000	-
Nursing Home Lease Purchase	68,360	68,360	68,360	-
Nursing Home Operations	70,000	70,000	70,000	-
Prisoner Board	28,410	18,730	40,000	(21,270)
Services for Elderly	14,000	14,000	14,000	-
Silver-Hair Legislature Inc.	300	300	300	-
Solid Waste Recycling Fees	1,091	-	873	(873)
Strategic Planning	12,000	12,000	12,000	-
Neighborhood Revitalization	6,770	5,406	5,763	(357)
Transfers Out	50,000	75,000	75,000	-
Total Expenditures	2,115,282	1,649,903	2,143,519	(493,616)
Cash Receipts Over (Under) Expenditures	169,781	356,138		
Unencumbered Cash - Beginning	626,772	796,553		
Prior Year Cancelled Encumbrances	-	31		
Unencumbered Cash - Ending	\$ 796,553	1,152,722		

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

LOGAN COUNTY, KANSAS
Road and Bridge Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Tax	\$ 507,164	587,682	574,833	12,849
Delinquent Tax	1,949	656	2,500	(1,844)
Vehicle Tax	40,144	47,814	40,209	7,605
Refunding Tax	-	1,327	-	1,327
Intergovernmental				
Special Highway Fuel Tax	204,788	182,259	209,113	(26,854)
Reimbursements	357,392	142,702	90,000	52,702
Total Cash Receipts	<u>1,111,437</u>	<u>962,440</u>	<u>916,655</u>	<u>45,785</u>
Expenditures				
Personal Services	291,727	306,963	320,000	(13,037)
Contractual Services	47,730	53,824	50,000	3,824
Commodities	348,661	346,447	350,000	(3,553)
Capital Outlay	86,383	81,538	303,664	(222,126)
Neighborhood Revitalization	2,813	2,361	2,390	(29)
Transfers Out	200,000	200,000	-	200,000
Total Expenditures	<u>977,314</u>	<u>991,133</u>	<u>1,026,054</u>	<u>(34,921)</u>
Cash Receipts Over (Under) Expenditures	134,123	(28,693)		
Unencumbered Cash - Beginning	<u>45,593</u>	<u>179,716</u>		
Unencumbered Cash - Ending	<u>\$ 179,716</u>	<u>151,023</u>		

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

LOGAN COUNTY, KANSAS
Health Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Tax	\$ 44,468	45,138	44,084	1,054
Delinquent Tax	184	58	150	(92)
Vehicle Tax	3,593	4,281	3,526	755
Intergovernmental				
Federal Aid	-	6,403	-	6,403
State Aid	-	5,966	-	5,966
Grants and Reimbursements	192,243	191,841	144,000	47,841
Total Cash Receipts	240,488	253,687	191,760	61,927
Expenditures				
Personal Services	154,835	181,320	127,000	54,320
Contractual Services	20,597	15,665	31,000	(15,335)
Commodities	15,099	24,531	15,000	9,531
Capital Outlay	53,781	54,774	29,000	25,774
Neighborhood Revitalization	247	181	182	(1)
(a) Adjustment for Qualifying Budget Credits	-	-	60,210	(60,210)
Total Expenditures	244,559	276,471	262,392	14,079
Cash Receipts Over (Under) Expenditures	(4,071)	(22,784)		
Unencumbered Cash - Beginning	32,084	28,013		
Prior Year Cancelled Encumbrances	-	41		
Unencumbered Cash - Ending	\$ 28,013	5,270		
(a) Adjustment for Qualifying Budget Credits				
Federal Aid Over Amount Budgeted			\$ 6,403	
State Aid Over Amount Budgeted			5,966	
Grants and Reimbursements Over Amount Budgeted			47,841	
Total			\$ 60,210	

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

LOGAN COUNTY, KANSAS
Employee Benefits Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Tax	\$ 462,855	491,094	480,058	11,036
Delinquent Tax	1,803	588	1,500	(912)
Vehicle Tax	34,782	43,201	36,695	6,506
Special Motor Vehicle	-	-	-	-
Reimbursements	13,575	13,015	15,000	(1,985)
Total Cash Receipts	513,015	547,898	533,253	14,645
Expenditures				
Social Security	72,638	78,650	85,000	(6,350)
KPERS	50,080	54,995	72,000	(17,005)
Unemployment	704	782	1,200	(418)
Medical and Other Insurance	314,189	341,740	425,000	(83,260)
Workers' Compensation	34,688	56,036	42,000	14,036
Neighborhood Revitalization	2,563	1,972	1,974	(2)
Total Expenditures	474,862	534,175	627,174	(92,999)
Cash Receipts Over (Under) Expenditures	38,153	13,723		
Unencumbered Cash - Beginning	162,425	200,578		
Unencumbered Cash - Ending	\$ 200,578	214,301		

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

LOGAN COUNTY, KANSAS
Noxious Weed Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Tax	\$ 53,061	109,739	107,518	2,221
Delinquent Tax	308	72	100	(28)
Vehicle Tax	6,343	5,461	4,207	1,254
Intergovernmental				
State Aid	-	19,434	-	19,434
Chemical Sales	274,574	189,958	110,000	79,958
Total Cash Receipts	334,286	324,664	221,825	102,839
Expenditures				
Personal Services	34,414	38,058	50,000	(11,942)
Contractual Services	10,864	10,596	20,000	(9,404)
Commodities	228,950	229,338	150,000	79,338
Capital Outlay	-	4,100	5,000	(900)
Transfers Out	40,000	40,000	-	40,000
Neighborhood Revitalization	297	442	504	(62)
(a) Adjustment for Qualifying Budget Credits	-	-	99,392	(99,392)
Total Expenditures	314,525	322,534	324,896	(2,362)
Cash Receipts Over (Under) Expenditures	19,761	2,130		
Unencumbered Cash - Beginning	20,477	40,238		
Unencumbered Cash - Ending	\$ 40,238	42,368		
(a) Adjustment for Qualifying Budget Credits				
State Aid Over Amount Budgeted			\$ 19,434	
Chemical Sales Over Amount Budgeted			79,958	
Total			\$ 99,392	

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

LOGAN COUNTY, KANSAS
Hospital Maintenance Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Tax	\$ 184,168	185,573	181,195	4,378
Delinquent Tax	774	239	1,000	(761)
Vehicle Tax	15,075	17,804	14,600	3,204
Total Cash Receipts	<u>200,017</u>	<u>203,616</u>	<u>196,795</u>	<u>6,821</u>
Expenditures				
Appropriations	200,000	206,118	200,000	6,118
Neighborhood Revitalization	1,022	744	745	(1)
Total Expenditures	<u>201,022</u>	<u>206,862</u>	<u>200,745</u>	<u>6,117</u>
Cash Receipts Over (Under) Expenditures	(1,005)	(3,246)		
Unencumbered Cash - Beginning	<u>7,295</u>	<u>6,290</u>		
Unencumbered Cash - Ending	\$ <u>6,290</u>	<u>3,044</u>		

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

LOGAN COUNTY, KANSAS
Emergency 911 Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Collections	\$ 14,766	18,975	15,000	3,975
Expenditures				
Capital Outlay	36,248	16,055	54,304	(38,249)
Cash Receipts Over (Under) Expenditures	(21,482)	2,920		
Unencumbered Cash - Beginning	64,303	42,821		
Unencumbered Cash - Ending	\$ 42,821	45,741		

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

LOGAN COUNTY, KANSAS
Special Alcohol and Drug Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Private Club Liquor Tax	\$ 3,179	3,495	<u>2,900</u>	<u>595</u>
Expenditures				
Contractual Services	1,465	500	<u>2,900</u>	<u>(2,400)</u>
Cash Receipts Over (Under) Expenditures	1,714	2,995		
Unencumbered Cash - Beginning	<u>863</u>	<u>2,577</u>		
Unencumbered Cash - Ending	\$ <u>2,577</u>	<u>5,572</u>		

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

LOGAN COUNTY, KANSAS
Noxious Weed Capital Outlay Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Transfers In	\$ 40,000	40,000	-	40,000
Expenditures				
Capital Outlay	10,150	9,150	22,656	(13,506)
Cash Receipts Over (Under) Expenditures	29,850	30,850		
Unencumbered Cash - Beginning	22,656	52,506		
Unencumbered Cash - Ending	\$ 52,506	83,356		

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

LOGAN COUNTY, KANSAS
Special Machinery Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 200,000	200,000
Miscellaneous	-	6,226
	<hr/>	<hr/>
Total Cash Receipts	200,000	206,226
Expenditures		
Capital Outlay	121,072	331,799
	<hr/>	<hr/>
Cash Receipts Over (Under) Expenditures	78,928	(125,573)
Unencumbered Cash - Beginning	301,904	380,832
	<hr/>	<hr/>
Unencumbered Cash - Ending	\$ 380,832	255,259
	<hr/> <hr/>	<hr/> <hr/>

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

LOGAN COUNTY, KANSAS
Equipment Reserve Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 50,000	75,000
Expenditures		
Capital Outlay	14,690	-
Cash Receipts Over (Under) Expenditures	35,310	75,000
Unencumbered Cash - Beginning	220,000	255,310
Unencumbered Cash - Ending	\$ 255,310	330,310

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

LOGAN COUNTY, KANSAS
Micro Loan Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Loan Repayments	\$ 6,813	1,760
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	6,813	1,760
Unencumbered Cash - Beginning	10,276	17,089
Unencumbered Cash - Ending	\$ 17,089	18,849

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

LOGAN COUNTY, KANSAS
Register of Deeds Technology Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 8,043	7,592
Interest	138	51
Total Cash Receipts	<u>8,181</u>	<u>7,643</u>
Expenditures		
Contractual Services	2,004	-
Commodities	540	-
Capital Outlay	7,443	6,313
Total Expenditures	<u>9,987</u>	<u>6,313</u>
Cash Receipts Over (Under) Expenditures	(1,806)	1,330
Unencumbered Cash - Beginning	<u>11,661</u>	<u>9,855</u>
Unencumbered Cash - Ending	<u>\$ 9,855</u>	<u>11,185</u>

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

LOGAN COUNTY, KANSAS

Wireless 911 Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2009

(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Collections	\$ 27,484	8,515	7,000	1,515
Expenditures				
Commodities	41,610	4,101	11,701	(7,600)
Cash Receipts Over (Under) Expenditures	(14,126)	4,414		
Unencumbered Cash - Beginning	17,586	3,460		
Unencumbered Cash - Ending	\$ 3,460	7,874		

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

LOGAN COUNTY, KANSAS
Prairie Dog Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Reimbursements	\$ 182,544	137,176	150,000	(12,824)
Expenditures				
Personal Services	6,727	15,267	2,000	13,267
Contractual Services	985	1,384	4,000	(2,616)
Commodities	131,276	105,950	10,000	95,950
Capital Outlay	-	-	8,221	(8,221)
Transfers Out	33,648	-	150,000	(150,000)
Total Expenditures	172,636	122,601	174,221	(51,620)
Cash Receipts Over (Under) Expenditures	9,908	14,575		
Unencumbered Cash - Beginning	24,221	34,129		
Unencumbered Cash - Ending	\$ 34,129	48,704		

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

LOGAN COUNTY, KANSAS
County Building Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Tax	\$ 39,597	44,335	43,427	908
Delinquent Tax	161	52	-	52
Vehicle Tax	3,244	3,796	3,161	635
Excise Tax	-	3	-	3
Miscellaneous	-	213	-	213
Insurance Proceeds	-	10,834	-	10,834
Total Cash Receipts	<u>43,002</u>	<u>59,233</u>	<u>46,588</u>	<u>12,645</u>
Expenditures				
Capital Outlay	4,825	34,105	79,809	(45,704)
Neighborhood Revitalization	220	178	179	(1)
Total Expenditures	<u>5,045</u>	<u>34,283</u>	<u>79,988</u>	<u>(45,705)</u>
Cash Receipts Over (Under) Expenditures	37,957	24,950		
Unencumbered Cash - Beginning	<u>938</u>	<u>38,895</u>		
Unencumbered Cash - Ending	\$ <u>38,895</u>	<u>63,845</u>		

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

LOGAN COUNTY, KANSAS
Special Law Enforcement Trust Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ -	1,070
Expenditures		
Capital Outlay	-	4,514
Cash Receipts Over (Under) Expenditures	-	(3,444)
Unencumbered Cash - Beginning	3,444	3,444
Unencumbered Cash - Ending	\$ 3,444	-

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

LOGAN COUNTY, KANSAS
Special Sheriff Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 340	480
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	340	480
Unencumbered Cash - Beginning	360	700
Unencumbered Cash - Ending	\$ 700	1,180

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

LOGAN COUNTY, KANSAS
Sheriff's Grant Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 962	-
Expenditures		
Contractual Services	-	1,878
Cash Receipts Over (Under) Expenditures	962	(1,878)
Unencumbered Cash - Beginning	916	1,878
Unencumbered Cash - Ending	<u>\$ 1,878</u>	<u>-</u>

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

LOGAN COUNTY, KANSAS
Ambulance Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Appropriations	\$ 54,500	-
Grants	7,320	-
Collections	165,797	154,729
Interest	3,068	2,151
Miscellaneous	5,066	148
Total Cash Receipts	<u>235,751</u>	<u>157,028</u>
Expenditures		
Personal Services	98,559	97,346
Contractual Services	49,818	34,241
Commodities	23,081	15,074
Capital Outlay	13,134	9,251
Transfers Out	50,000	-
Total Expenditures	<u>234,592</u>	<u>155,912</u>
Cash Receipts Over (Under) Expenditures	1,159	1,116
Unencumbered Cash - Beginning	<u>132,600</u>	<u>133,759</u>
Unencumbered Cash - Ending	<u>\$ 133,759</u>	<u>134,875</u>

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

LOGAN COUNTY, KANSAS
Emergency Management Grant Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 143,804	-
Interest	-	2
	<u>143,804</u>	<u>2</u>
Total Cash Receipts	143,804	2
Expenditures		
Contractual Services	143,720	-
	<u>143,720</u>	<u>-</u>
Cash Receipts Over (Under) Expenditures	84	2
Unencumbered Cash - Beginning	<u>201</u>	<u>285</u>
Unencumbered Cash - Ending	<u>\$ 285</u>	<u>287</u>

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

LOGAN COUNTY, KANSAS
Multi-County Health Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 3,088	6,975
Expenditures		
Commodities	-	2,797
Cash Receipts Over (Under) Expenditures	3,088	4,178
Unencumbered Cash - Beginning	6,125	9,213
Unencumbered Cash - Ending	\$ 9,213	13,391

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

LOGAN COUNTY, KANSAS
Fire District No. 1 - General Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenues				
Ad Valorem Tax	\$ 124,603	123,605	121,546	2,059
Delinquent Tax	328	112	100	12
Vehicle Tax	5,640	4,133	5,498	(1,365)
Miscellaneous	58	89	-	89
Total Cash Receipts	130,629	127,939	127,144	795
Expenditures				
Personal Services	25,677	29,838	30,000	(162)
Contractual Services	7,346	5,359	14,000	(8,641)
Commodities	32,037	20,088	20,000	88
Capital Outlay	33,535	33,535	67,000	(33,465)
Neighborhood Revitalization	150	112	-	112
Transfers Out	30,000	30,000	-	30,000
Total Expenditures	128,745	118,932	131,000	(12,068)
Cash Receipts Over (Under) Expenditures	1,884	9,007		
Unencumbered Cash - Beginning	5,207	7,091		
Unencumbered Cash - Ending	\$ 7,091	16,098		

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

LOGAN COUNTY, KANSAS
Fire District No. 1 - Special Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 30,000	30,000
Expenditures		
Capital Outlay	712	36,727
Cash Receipts Over (Under) Expenditures	29,288	(6,727)
Unencumbered Cash - Beginning	150,626	179,914
Unencumbered Cash - Ending	\$ 179,914	173,187

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

LOGAN COUNTY, KANSAS
Prosecuting Attorney Training Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 342	270
Expenditures		
Capital Outlay	161	219
Cash Receipts Over (Under) Expenditures	181	51
Unencumbered Cash - Beginning	3,606	3,787
Unencumbered Cash - Ending	\$ 3,787	3,838

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

LOGAN COUNTY, KANSAS
Prosecutor's Administrative Trust Fund
 Statement of Cash Receipts and Expenditures
 For the Year Ended December 31, 2009
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts	\$ -	-
Expenditures		
Contractual Services	-	568
Cash Receipts Over (Under) Expenditures	-	(568)
Unencumbered Cash - Beginning	568	568
Unencumbered Cash - Ending	\$ 568	-

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

LOGAN COUNTY, KANSAS
Special Motor Vehicle Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2009
(With Comparative Actual Totals for the Prior Year Ended December 31, 2008)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 31,018	30,941
Sales Tax	163	162
	<u>31,181</u>	<u>31,103</u>
Total Cash Receipts		
Expenditures		
Personal Services	14,182	14,972
Contractual Services	733	207
Commodities	1,363	3,260
Capital Outlay	-	9,427
Transfers Out	12,117	18,140
	<u>28,395</u>	<u>46,006</u>
Total Expenditures		
Cash Receipts Over (Under) Expenditures	2,786	(14,903)
Unencumbered Cash - Beginning	<u>12,117</u>	<u>14,903</u>
Unencumbered Cash - Ending	<u>\$ 14,903</u>	<u>-</u>

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

LOGAN COUNTY, KANSAS
Distributable Funds, State Funds, and Subdivision Funds
 Summary of Cash Receipts and Cash Disbursements
 For the Year Ended December 31, 2009

Funds	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Distributable Funds				
Neighborhood Revitalization	\$ 250	28,028	28,228	50
Tax Reduction Assistance	-	11,211	11,211	-
Current Tax	4,077,380	5,252,884	5,973,110	3,357,154
Advance Tax	-	25	-	25
Excise Tax	137	368	505	-
Escrow Tax	891	49,762	1,763	48,890
Motor Vehicle Tax	89,305	436,982	526,287	-
Delinquent Personal Property Redemptions	6,026	7,326	6,459	6,893
	17,163	36,275	45,261	8,177
Kansas Mineral (Severance)	-	21,553	21,553	-
Motor Vehicle Department	-	311,984	311,984	-
Special Clearing Fund	-	16,558	16,558	-
Long and Short Cash	22	745	745	22
Total Distributable Funds	4,191,174	6,173,701	6,943,664	3,421,211
State Funds				
State Educational Building	-	48,203	47,548	655
State Institutional	-	24,102	23,774	328
State General	-	2	2	-
Total State Funds	-	72,307	71,324	983
Subdivision Funds				
Cities	-	1,017,660	986,166	31,494
Townships	38,686	329,899	336,897	31,688
School Districts	-	1,945,161	1,927,798	17,363
Northwest KS Library System	-	35,311	35,029	282
Total Subdivision Funds	38,686	3,328,031	3,285,890	80,827
Total	\$ 4,229,860	9,574,039	10,300,878	3,503,021

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

LOGAN COUNTY, KANSAS
Agency Funds
 Summary of Cash Receipts and Cash Disbursements
 For the Year Ended December 31, 2009

Funds	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
State Mortgage Registration	\$ 579	1,137	1,540	176
Drivers License	-	4,226	4,226	-
Clerk of District Court Judgment Fees	56	527	394	189
Special City and County Highway	-	210,000	210,000	-
Sales Tax	-	88,425	88,425	-
Game License	-	7,584	7,584	-
Payroll Clearing	88,748	791,227	803,386	76,589
Law Library	3,941	5,455	5,657	3,739
County Clerk	-	308	-	308
Clerk of District Court	275	186,573	186,698	150
Register of Deeds	-	54,054	52,540	1,514
Sheriff	-	10,879	10,879	-
Total	\$ 93,599	1,360,395	1,371,329	82,665

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

LOGAN COUNTY, KANSAS
Notes to Financial Statements
December 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

Logan County, Kansas is a municipal corporation governed by an elected three-member commission. The financial statements of the County consist of all the funds of the County that are considered to be controlled by or dependent on the County. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing board. The County has no such entities under its control.

Logan County, Kansas is the primary government as defined in GASB #14 and further amended by GASB #39. The County Commissioners are elected by the public. The Commission has the authority to make decisions, levy taxes, influence operations and has the primary accountability in fiscal matters.

Use of Estimates

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

Basis of Presentation – Fund Accounting

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

The following categories of funds comprise the financial activities of the County for the year ended December 31, 2009.

Governmental Fund Categories

General Fund – to account for and report all financial resources not accounted for and reported in another fund.

Special Revenue Funds – to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Fiduciary Fund Categories

Agency Funds – to account for assets held by the County as trustee or agent for others.

Private Purpose Trust Funds – to account for assets held by the County as trustee or agent for others. The principal and income of these funds may be expended in the course of the fund's designated operations.

LOGAN COUNTY, KANSAS
Notes to Financial Statements
December 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Statutory Basis of Accounting

The statutory basis of accounting, as used in the preparation of these statutory basis financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

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 statutory basis of accounting.

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

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

Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise 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 hearing.
- d. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 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.

LOGAN COUNTY, KANSAS
Notes to Financial Statements
December 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 statements 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 statutory basis of accounting, in which, revenues are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the County for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for fiduciary funds and the following special revenue funds: Special Machinery Fund, Equipment Reserve Fund, Micro Loan Fund, Register of Deeds Technology Fund, Special Law Enforcement Trust Fund, Special Sheriff Fund, Sheriff's Grant Fund, Ambulance Fund, Emergency Management Grant Fund, Multi-County Health Fund, and Fire District No. 1 – Special 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.

Deposits and Investments

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

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

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

Concentration of Credit Risk

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

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The County's designated "peak periods" are from April through June and November through January. All deposits were legally secured at December 31, 2009.

LOGAN COUNTY, KANSAS
Notes to Financial Statements
December 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

At December 31, 2009, the County's carrying amount of deposits was \$6,591,831 and the bank balance was \$6,739,101. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$6,075,742 was covered by federal depository insurance and \$663,359 was collateralized with securities held by 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, **Logan County, Kansas** will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The County had no investments at December 31, 2009.

Compensated Absences

Logan County, Kansas' policy regarding vacation for permanent full-time employees is as follows:

Years Worked	Amount Earned
0-9	1 Day/Month
10-14	1.25 Days/Month
15 and Over	1.50 Days/Month

Vacation earned may not be taken until completion of a 600 working hour probationary period. The maximum accrual for vacation shall be no more than 12 days per calendar year. Payment will be made for unused vacation days upon termination, proper resignation, or retirement, provided at least one year of continuous service has been completed.

Logan County, Kansas' policy regarding sick leave is that permanent full-time employees earn sick leave at a rate of 1 day per calendar month up to a maximum of 60 days. However, the employee shall not be permitted to take any sick leave until after the initial 600 working hour probationary period. In the event of employment termination, the employee shall forfeit all unused sick leave and will not be compensated.

The total potential liability for vacation and sick leave of the County at December 31, 2009 was \$92,466. This potential liability is shown on the schedule of long-term debt.

Deferred Compensation Plan

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

Defined Benefit Pension Plan

Logan County, Kansas contributes to 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.* KPERs provides retirement benefits, life insurance, disability income benefits and death benefits. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERs (611 S Kansas, Suite 100; Topeka, KS 66603-3869) or by calling 1-888-275-5737.

LOGAN COUNTY, KANSAS
Notes to Financial Statements
December 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Funding Policy

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% and 6% (if hired on or after July 1, 2009) of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates for KPERS employers. The employer rate established for calendar year 2009 is 6.54%. The County's employer contributions to KPERS for the years ending December 31, 2009, 2008 and 2007 were \$54,908, \$50,080, and \$44,977, respectively, equal to the required contributions for each year.

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 of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

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. There is no cost to the County under this program

Property Tax Calendar

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

Restricted Assets

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

Reimbursements

The County records reimbursable expenditures (or expenses) in the fund that makes the disbursement and records reimbursements as revenue to that fund.

NOTE 2 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. The County's interfund transfers and statutory authority for December 31, 2009 were as follows.

LOGAN COUNTY, KANSAS
Notes to Financial Statements
December 31, 2009

NOTE 2 – INTERFUND TRANSFERS (continued)

From	To	Statutory Authority	Amount
General Fund	Equipment Reserve Fund	K.S.A. 19-119	\$ 75,000
Road and Bridge Fund	Special Machinery Fund	K.S.A. 68-141g	200,000
Fire District No. 1 – General Fund	Fire District No. 1 – Special Fund	K.S.A. 19-3610	30,000
Noxious Weed Fund	Noxious Weed Capital Outlay Fund	K.S.A. 2-1318	40,000
Special Motor Vehicle Fund	General Fund	K.S.A. 8-145	18,140

NOTE 3 – LITIGATION

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

NOTE 4 – RISK MANAGEMENT

Logan County, Kansas continues to carry commercial insurance for risks of loss, including property, general liability, crime, commercial auto, umbrella, linebacker, law enforcement legal liability, employee dishonesty, and workers compensation. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE 5 – GRANTS AND SHARED REVENUES

The County participates in numerous state and federal grant programs, which are governed by various rules and regulations for the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the County has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the County, any liability for reimbursement, which may arise as the result of the audit, is not believed to be material.

NOTE 6 – COMPARATIVE DATA

Comparative data for the prior year has been presented in Statement 3 in the accompanying financial statements in order to provide an understanding of changes in the County's cash and unencumbered cash balances. However, complete comparative data (presentation of prior year totals in Statement 1) has not been presented since their inclusion would make the statement unduly complex and difficult to read.

NOTE 7 – MICRO LOAN FUND

The County was awarded a CDBG Micro Loan grant in the amount of \$100,000. As of December 31, 2009, the County has loaned out \$15,000. Repayments of the loans are structured to be paid back as follows:

Loan Number	Loan Amount	Issue Date	Monthly Payment	Interest Rate	Maturity
1	\$ 15,000	03-21-05	\$ 152	4.0 %	03-21-2015

These funds are available to be used on a revolving basis. As the loans are repaid, the amounts can be loaned back out.

LOGAN COUNTY, KANSAS
Notes to Financial Statements
December 31, 2009

NOTE 8 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Expenditures exceeded the adopted budget in the following funds, which is in violation of K.S.A. 79-2935.

Health Fund	\$	14,079
Hospital Maintenance Fund	\$	6,117

The County has checks outstanding for more than two years, which is in violation of K.S.A. 10-816.

The County did not have a complete personal property inventory listing for all departments, which is in violation of K.S.A. 19-2687.

NOTE 9 – LANDFILL CLOSURE AND POSTCLOSURE CARE COSTS

State and federal laws and regulations require that **Logan County, Kansas** place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the site for thirty (30) years after closure. In addition to current year expenditures relating to the operation of the landfill, as provided in the General Fund in these financial statements, the County is incurring a liability based on the future closure and postclosure care costs that will be incurred near or after the date the landfill no longer accepts waste.

The County's estimate of closure and postclosure care liability at year end would be \$220,951. This liability is based on the use of 81.40% of the estimated cost of closure and postclosure care costs of \$271,438. These amounts are based on what it would cost to perform all closure and postclosure care in 2009. The County expects the landfill to continue to operate for approximately 12 years. Actual costs may be higher due to inflation, changes in technology or in regulations. The County has not restricted any of its assets for payment of closure and postclosure care costs.

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.

NOTE 10 – LONG-TERM DEBT

The County has the following types of long-term debt.

Lease Obligations

The County has entered into lease agreements with an option to purchase at the expiration of the lease terms. The leases contain a fiscal funding clause.

LOGAN COUNTY, KANSAS
Notes to the Financial Statements
December 31, 2009

NOTE 10 - LONG-TERM DEBT (continued)

Changes in long-term liabilities for the County for the year ended December 31, 2009, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/Payments	Net Change	Balance End of Year	Interest Paid
Capital Leases Payable										
Logan County Nursing Home	5.00%	03/05/01	\$ 500,000	08/01/11	\$ 176,489	-	(60,302)		116,187	8,057
2004 Caterpillar 140H Motor Grader	4.10%	12/23/04	158,959	11/01/09	95,050	-	(95,050)		-	2,572
2005 Pumper/Tanker Truck	4.50%	11/01/05	149,873	06/01/10	62,801	-	(62,801)		-	2,955
Logan County Manor Expansion	5.35%	03/14/08	575,000	08/30/18	551,635	-	(44,170)		507,465	28,680
2008 Caterpillar 140M Motor Grader	4.23%	04/11/08	152,000	04/11/12	119,030	-	(119,030)		-	5,880
2008 Caterpillar 140M Motor Grader	4.30%	12/09/08	140,000	12/09/12	140,000	-	-		140,000	-
Total Contractual Indebtedness					1,145,005	-	(381,353)		763,652	48,144
Compensated Absences										
Landfill Closure and Post Closure Care										
					86,904			5,562	92,466	
					168,807			52,144	220,951	
Total Long-Term Debt			\$ 1,400,716		-		(381,353)	57,706	1,077,069	48,144

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

	YEAR					Total
	2010	2011	2012	2013	2014	
Principal						
Capital Leases Payable	\$ 176,774	137,433	88,778	54,332	57,278	249,057
Interest						
Capital Leases Payable	42,309	29,105	23,103	18,708	15,763	30,268
Total Principal and Interest	\$ 219,083	166,538	111,881	73,040	73,041	279,325
						763,652
						159,256
						922,908