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The Board of County Commissioners  
Meade County, Kansas

In planning and performing our audit of the financial statements of Meade County, Kansas, as of and for the year ended December 31, 2009, in accordance with auditing standards generally accepted in the United States of America, we considered Meade County, Kansas' internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Meade County, Kansas' internal control. Accordingly, we do not express an opinion on the effectiveness of Meade County, Kansas' internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the following deficiencies to be significant deficiencies in internal control:

- 1) Contrary to the provisions of K.S.A. 10-117 and K.S.A. 79-2934, encumbrance and unencumbered cash records were not maintained.
- 2) Adjusting journal entries were required in order to reflect the proper balance in each fund.
- 3) Our firm assisted the County in preparing the financial statements and the footnotes for the year ended December 31, 2009.

This communication is intended solely for the information and use of the management of Meade County, Kansas, and others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.

*Hay·Rice & Associates, Chartered*

August 24, 2010

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The Board of County Commissioners  
Meade County, Kansas

We have audited the financial statements of Meade County, Kansas for the year ended December 31, 2009. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter to you dated October 26, 2009. Professional standards also require that we communicate to you the following information related to our audit.

### Significant Audit Findings

#### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Meade County, Kansas are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2009. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

#### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

#### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

The Board of County Commissioners  
Meade County, Kansas

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*Disagreements with Management*

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

*Management Representations*

We have requested certain representations from management that are included in the management representation letter dated August 24, 2010.

*Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

*Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

This information is intended solely for the use of the Board of County Commissioners and management of Meade County, Kansas and is not intended to be and should not be used by anyone other than these specified parties.

*Hay•Rice & Associates, Chartered*

August 24, 2010

MEADE COUNTY, KANSAS  
Meade, Kansas

FINANCIAL STATEMENTS  
For the year ended December 31, 2009

MEADE COUNTY, KANSAS  
FINANCIAL STATEMENTS  
For the year ended December 31, 2009

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MEADE COUNTY, KANSAS  
FINANCIAL STATEMENTS  
For the year ended December 31, 2009

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MEADE COUNTY, KANSAS

FINANCIAL SECTION

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INDEPENDENT AUDITOR'S REPORT

The Board of County Commissioners  
Meade County, Kansas

We have audited the accompanying financial statements of Meade 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 Meade County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the Kansas Municipal Audit Guide and auditing standards generally accepted in the United States of America. Those standards 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 opinion.

As described more fully in Note 1, Meade County, Kansas has prepared these financial statements in conformity with the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect 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 Meade County, Kansas, as of December 31, 2009, or the changes in its financial position for the year then ended.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the Meade County, Kansas, as of December 31, 2009, and its cash receipts and expenditures, budgetary comparisons, and changes in long-term debt and long-term debt maturities for the year then ended on the basis of accounting described in Note 1.

The Board of County Commissioners  
Meade County, Kansas

Page 2

Our audit was conducted for the purpose of forming an opinion on the primary government financial statements taken as a whole. The supplemental schedules shown on page 53 is presented for purposes of additional analysis and is not a required part of the primary government financial statements. Such information has been subjected to the auditing procedures applied in the audit of the primary government financial statements and, in our opinion, is fairly stated in all material respects in relation to the primary government financial statements taken as a whole.

*Hay•Rice & Associates, Chartered*

August 24, 2010

MEADE COUNTY, KANSAS

Statement 1

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH

For the year ended December 31, 2009

<u>Funds</u>	<u>Beginning</u>			<u>Ending</u>	<u>Add</u>	<u>Ending</u>
	<u>Unencumbered</u>	<u>Cash</u>	<u>Expenditures</u>	<u>Unencumbered</u>	<u>Outstanding</u>	<u>Cash</u>
	<u>Balance</u>	<u>Receipts</u>		<u>Cash</u>	<u>&amp; Accounts</u>	<u>Balance</u>
				<u>Balance</u>	<u>Payable</u>	
Governmental Fund Types:						
General Fund	\$1,321,160	\$2,494,222	\$2,562,128	\$1,253,254	\$ 92,082	\$1,345,336
Special Revenue Funds:						
Road and Bridge	50,393	1,524,807	1,569,157	6,043	30,984	37,027
Special Bridge Building	612,126	841	700	612,267	-	612,267
Direct Election	13,651	31,133	16,427	28,357	-	28,357
Rural Fire	97,297	217,110	211,934	102,473	1,041	103,514
Ambulance	38,838	269,263	269,070	39,031	16,109	55,140
Appraiser's Cost	110,757	186,690	163,165	134,282	8,121	142,403
Noxious Weed	1,326	223,541	219,447	5,420	4,873	10,293
Employees' Benefits	65,529	1,567,982	1,349,257	284,254	-	284,254
Special Alcohol and Drug	5,206	1,476	650	6,032	-	6,032
County Building	664,137	235,981	50,508	849,610	-	849,610
County Health	16,366	389,900	345,911	60,355	16,707	77,062
Economic Development	1,567	83,706	82,700	2,573	1,481	4,054
Special Highway Improvement	31,353	50,000	-	81,353	-	81,353
Rural Fire Equipment	181	38,217	-	38,398	-	38,398
911 Fund	47,263	26,623	17,819	56,067	-	56,067
Road and Bridge Special Equipment	219,671	50,000	122,780	146,891	-	146,891
Special Ambulance Equipment	88,148	49,625	99,556	38,217	-	38,217
Special Noxious Weed Equipment	6,863	-	-	6,863	-	6,863
Proprietary Type Funds – Enterprise Funds – Meade Co. Utility	19,760	295,448	239,514	75,694	5,284	80,978
Expendable Trust Funds:						
Prosecutor's Training	1,240	625	941	924	-	924
Treasurer's Special Auto	-	52,279	52,279	-	-	-
County Attorney Diversion	3,275	11,336	5,936	8,675	126	8,801
Drug Prosecutor Fund	2,348	-	-	2,348	-	2,348
CDBG Grant	850	-	-	850	-	850
County Attorney Bad Check	3,786	-	-	3,786	-	3,786
Law Library	35,592	5,117	90	40,619	-	40,619
Total Reporting Entity (Excluding Agency Funds)	<u>\$3,458,683</u>	<u>\$7,805,922</u>	<u>\$7,379,969</u>	<u>\$3,884,636</u>	<u>\$176,808</u>	<u>\$4,061,444</u>

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

MEADE COUNTY, KANSAS

Statement 1  
(Continued)

SUMMARY OF CASH RECEIPTS, EXPENDITURES  
AND UNENCUMBERED CASH

December 31, 2009

Composition of Cash:

Primary Government:

County Treasurer:

Cash on hand	\$ 25,969	
Cash in Fowler State Bank	4,903,713	
Time Deposits (Schedule 4):		
Plains State Bank	2,000,000	
Treasury Bill	<u>5,000,000</u>	\$11,929,682

District Court:

Cash in Meade State Bank		8,136
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Register of Deeds:

Cash in Fowler State Bank		3,062
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Law Library:

Cash in Meade State Bank		<u>40,619</u>
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Total Cash \$11,981,499

Agency Funds per Statement 4 7,920,055

Total Reporting Entity (Excluding Agency Funds) \$ 4,061,444

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

MEADE COUNTY, KANSAS

Statement 2

SUMMARY OF EXPENDITURES – ACTUAL AND BUDGET  
For the year ended December 31, 2009

<u>Funds</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Favorable (Unfavor.)</u>
Governmental Type Funds:			
General Fund	\$3,150,973	\$2,562,128	\$588,845
Special Revenue Funds:			
Road and Bridge	1,700,000	1,569,157	130,843
Special Bridge Building	611,000	700	610,300
Direct Election	54,000	16,427	37,573
Rural Fire	217,875	211,934	5,941
Ambulance	270,000	269,070	930
Appraiser's Cost	287,500	163,165	124,335
Noxious Weed	224,461	219,447	5,014
Employees' Benefits	1,495,000	1,349,257	145,743
Special Alcohol and Drug	5,550	650	4,900
County Building	910,000	50,508	859,492
County Health	350,000	345,911	4,089
Economic Development	85,000	82,700	2,300
Proprietary Type Funds:			
Enterprise Funds:			
Meade County Utility	319,000	239,514	79,486

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

MEADE COUNTY, KANSAS

Statement 3

STATEMENTS OF CASH RECEIPTS, EXPENDITURES AND  
CHANGES IN UNENCUMBERED CASH – ACTUAL AND BUDGET

MEADE COUNTY, KANSAS

Statement 3-1

GENERAL FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

<u>Cash Receipts</u>	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
Taxes:				
Ad valorem property tax	\$1,050,220	\$1,061,047	\$ (10,827)	\$1,103,621
Delinquent real estate and property taxes	10,724	3,000	7,724	7,826
Intangibles tax	23,802	15,000	8,802	17,264
Interest on back taxes	15,281	12,500	2,781	13,991
Motor vehicle tax	<u>55,950</u>	<u>55,265</u>	<u>685</u>	<u>62,844</u>
Total taxes	<u>\$1,155,977</u>	<u>\$1,146,812</u>	<u>\$ 9,165</u>	<u>\$1,205,546</u>
Intergovernmental:				
Law enforcement	\$ 543,965	\$ 400,000	\$143,965	\$ 477,715
Severance tax	50,696	60,000	(9,304)	121,020
Local sales tax	<u>302,987</u>	<u>290,000</u>	<u>12,987</u>	<u>340,703</u>
Total intergovernmental	<u>\$ 897,648</u>	<u>\$ 750,000</u>	<u>\$147,648</u>	<u>\$ 939,438</u>
Licenses, Permits and Fees:				
Cereal malt beverage license	\$ 50	\$ -	\$ 50	\$ 50
Mortgage registration fees	40,277	25,000	15,277	37,374
Officers' fees	97,164	65,000	32,164	97,702
Motor vehicle registration	26,941	20,000	6,941	25,929
Filing fee	140	-	140	480
Register of Deeds Tech Fund	8,376	-	8,376	9,678
Game license and park fees	<u>124</u>	<u>-</u>	<u>124</u>	<u>108</u>
Total licenses, permits and fees	<u>\$ 173,072</u>	<u>\$ 110,000</u>	<u>\$ 63,072</u>	<u>\$ 171,321</u>
Use of Money and Property:				
Interest on time deposits	<u>\$ 164,761</u>	<u>\$ 175,000</u>	<u>\$ (10,239)</u>	<u>\$ 193,505</u>
Other:				
Charges – Landfill	\$ 8,316	\$ 12,500	\$ (4,184)	10,446
Reimbursed expense	29,574	-	29,574	15,452
Miscellaneous	<u>64,874</u>	<u>25,000</u>	<u>39,874</u>	<u>38,134</u>
Total other	<u>\$ 102,764</u>	<u>\$ 37,500</u>	<u>\$ 65,264</u>	<u>\$ 64,032</u>
Total cash receipts	<u>\$2,494,222</u>	<u>\$2,219,312</u>	<u>\$274,910</u>	<u>\$2,573,842</u>

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

MEADE COUNTY, KANSAS

Statement 3-1  
(Continued)

GENERAL FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET  
For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Expenditures and Transfers</u>				
<u>Subject to Budget (Schedule 1)</u>				
General Government:				
County Commissioners	\$ 53,194	\$ 52,700	\$ (494)	\$ 52,304
County Clerk	92,862	98,100	5,238	90,512
County Treasurer	111,092	121,200	10,108	109,514
County Attorney	79,294	82,700	3,406	77,245
Register of Deeds	71,062	75,800	4,738	69,197
Clerk of District Court	42,992	57,037	14,045	64,483
Courthouse General	337,292	798,000	460,708	331,547
Public Safety:				
Sheriff	548,957	615,000	66,043	538,010
Jail	646,172	681,672	35,500	646,354
Emergency Preparedness	40,897	12,100	(28,797)	9,515
Environmental:				
Solid waste	136,789	132,000	(4,789)	110,471
Appropriations	<u>401,525</u>	<u>424,664</u>	<u>23,139</u>	<u>357,586</u>
Total expenditures and transfers subject to budget	<u>\$2,562,128</u>	<u>\$3,150,973</u>	<u>\$588,845</u>	<u>\$2,456,738</u>
Receipts over (under) expenditures	\$ (67,906)			\$ 117,104
Unencumbered Cash, Beginning	<u>1,321,160</u>			<u>1,204,056</u>
Unencumbered Cash, Ending	<u>\$1,253,254</u>			<u>\$1,321,160</u>

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

MEADE COUNTY, KANSAS

Statement 3-2

ROAD AND BRIDGE FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$ 912,598	\$ 925,328	\$ (12,730)	\$ 780,026
Delinquent real estate and property taxes	8,261	2,100	6,161	4,873
Motor vehicle tax	37,107	39,104	(1,997)	34,705
Total taxes	<u>\$ 957,966</u>	<u>\$ 966,532</u>	<u>\$ (8,566)</u>	<u>\$ 819,604</u>
Intergovernmental:				
County Equalization	\$ 8,259	\$ 6,150	\$ 2,109	\$ 6,101
Special City and County Highway Fund	242,168	253,318	(11,150)	263,136
Total intergovernmental	<u>\$ 250,427</u>	<u>\$ 259,468</u>	<u>\$ (9,041)</u>	<u>\$ 269,237</u>
Reimbursements:				
Other	<u>\$ 316,414</u>	<u>\$ 500,000</u>	<u>\$ (183,586)</u>	<u>\$ 394,798</u>
Total cash receipts	<u>\$1,524,807</u>	<u>\$1,726,000</u>	<u>\$ (201,193)</u>	<u>\$1,483,639</u>
<u>Expenditures and Transfers</u>				
<u>Subject to Budget</u>				
Transportation – Highways:				
Maintenance:				
Personal services	\$ 570,806	\$ 690,000	\$ 119,194	\$ 608,938
Contractual services	363,007	200,000	(163,007)	115,821
Commodities	495,184	725,000	229,816	718,694
Capital outlay	40,160	85,000	44,840	-
Transfers:				
Special Highway Improvement Fund	50,000	-	(50,000)	-
Road and Bridge Special Equipment	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>	<u>-</u>

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

MEADE COUNTY, KANSAS

Statement 3-2  
(Continued)

ROAD AND BRIDGE FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
Total expenditures and transfers subject to budget	\$ <u>1,569,157</u>	\$ <u>1,700,000</u>	\$ <u>130,843</u>	\$ <u>1,443,453</u>
Receipts and over (under) expenditures	\$ (44,350)			\$ 40,186
Unencumbered Cash, Beginning	<u>50,393</u>			<u>10,207</u>
Unencumbered Cash, Ending	\$ <u>6,043</u>			\$ <u>50,393</u>

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

MEADE COUNTY, KANSAS

Statement 3-3

SPECIAL BRIDGE BUILDING FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$ 24	\$ -	\$ 24	\$ 278
Delinquent real estate and property taxes	112	200	(88)	195
Motor vehicle tax	<u>705</u>	<u>-</u>	<u>705</u>	<u>2,901</u>
Total cash receipts	\$ 841	<u>\$ 200</u>	<u>\$ 641</u>	\$ 3,374
<u>Expenditures and Transfers Subject to Budget</u>				
Transportation – Highways:				
Bridge maintenance	<u>700</u>	<u>\$611,000</u>	<u>\$610,300</u>	<u>-</u>
Receipts over (under) expenditures	\$ 141			\$ 3,374
Unencumbered Cash, Beginning	<u>612,126</u>			<u>608,752</u>
Unencumbered Cash, Ending	<u>\$612,267</u>			<u>\$612,126</u>

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

MEADE COUNTY, KANSAS

Statement 3-4

DIRECT ELECTION EXPENSE FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$ 29,378	\$ 29,715	\$ (337)	\$ 31,008
Delinquent real estate and property taxes	286	50	236	190
Motor vehicle tax	<u>1,469</u>	<u>1,555</u>	<u>(86)</u>	<u>1,406</u>
Total cash receipts	\$ <u>31,133</u>	\$ <u>31,320</u>	\$ <u>(187)</u>	\$ <u>32,604</u>
<u>Expenditures and Transfers Subject to Budget</u>				
General Government:				
Personal services	\$ 7,100	\$ 8,000	\$ 900	\$ 7,065
Contractual services	9,057	25,000	15,943	21,577
Commodities	270	4,000	3,730	611
Capital outlay	<u>-</u>	<u>17,000</u>	<u>17,000</u>	<u>16,447</u>
Total expenditures and transfers subject to budget	\$ <u>16,427</u>	\$ <u>54,000</u>	\$ <u>37,573</u>	\$ <u>45,700</u>
Receipts over (under) expenditures	\$ 14,706			\$ (13,096)
Unencumbered Cash, Beginning	<u>13,651</u>			<u>26,747</u>
Unencumbered Cash, Ending	\$ <u>28,357</u>			\$ <u>13,651</u>

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

MEADE COUNTY, KANSAS

Statement 3-5

RURAL FIRE FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$193,952	\$196,152	\$ (2,200)	\$193,963
Delinquent real estate and property taxes	1,588	250	1,338	811
Motor vehicle tax	<u>4,027</u>	<u>4,617</u>	<u>(590)</u>	<u>3,823</u>
Total taxes	<u>\$199,567</u>	<u>\$201,019</u>	<u>\$ (1,452)</u>	<u>\$198,597</u>
Other:				
Grant	\$ 15,875	-	\$ 15,875	\$ 48,786
Reimbursements	<u>1,668</u>	<u>-</u>	<u>1,668</u>	<u>950</u>
Total other	<u>\$ 17,543</u>	<u>-</u>	<u>\$ 17,543</u>	<u>\$ 49,736</u>
Total cash receipts	<u>\$217,110</u>	<u>\$201,019</u>	<u>\$ 16,091</u>	<u>\$248,333</u>
 <u>Expenditures and Transfers Subject to Budget</u>				
Public Safety – Fire:				
Personal services	\$ 23,246	\$ 26,000	\$ 2,754	\$ 27,775
Contractual services	17,725	25,000	7,275	15,660
Commodities	12,768	30,000	17,232	35,507
Capital outlay	120,938	121,000	62	77,070
Transfer	<u>37,257</u>	<u>-</u>	<u>(37,257)</u>	<u>-</u>
Total expenditures and transfers subject to budget	\$211,934	\$202,000	\$ (9,934)	\$156,012
 <u>Expenditures and Transfers not Subject to Budget</u>				
Credit for grants	<u>-</u>	<u>15,875</u>	<u>15,875</u>	<u>-</u>
Total expenditures and transfers	<u>\$211,934</u>	<u>\$217,875</u>	<u>\$ 5,941</u>	<u>\$156,012</u>
 Receipts over (under) expenditures	\$ 5,176			\$ 92,321
Unencumbered Cash, Beginning	<u>97,297</u>			<u>4,976</u>
Unencumbered Cash, Ending	<u>\$102,473</u>			<u>\$ 97,297</u>

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

MEADE COUNTY, KANSAS

Statement 3-6

AMBULANCE FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$114,703	\$116,226	\$ (1,523)	\$110,181
Delinquent real estate and property taxes	1,078	250	828	678
Motor vehicle tax	<u>5,222</u>	<u>5,524</u>	<u>(302)</u>	<u>4,895</u>
Total taxes	\$121,003	\$122,000	\$ (997)	\$115,754
Charges for ambulance runs	145,151	133,000	12,151	145,713
Reimbursement	3,109	-	3,109	770
State of Kansas	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,378</u>
 Total cash receipts	 <u>\$269,263</u>	 <u>\$255,000</u>	 <u>\$ 14,263</u>	 <u>\$263,615</u>
 <u>Expenditures and Transfers Subject to Budget</u>				
Health:				
Personal services	\$136,816	\$140,000	\$ 3,184	\$130,053
Contractual services	50,376	45,000	(5,376)	43,561
Commodities	29,150	35,000	5,850	34,349
Capital outlay	24,728	50,000	25,272	17,216
Transfer:				
Ambulance Equipment Fund	<u>28,000</u>	<u>-</u>	<u>(28,000)</u>	<u>29,000</u>
 Total expenditures and transfers subject to budget	 <u>\$269,070</u>	 <u>\$270,000</u>	 <u>\$ 930</u>	 <u>\$254,179</u>
 Receipts over (under) expenditures	 \$ 193			 \$ 9,436
 Unencumbered Cash, Beginning	 <u>38,838</u>			 <u>29,402</u>
 Unencumbered Cash, Ending	 <u>\$ 39,031</u>			 <u>\$ 38,838</u>

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

MEADE COUNTY, KANSAS

Statement 3-7

APPRAISER'S COST FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$174,254	\$176,529	\$ (2,275)	\$175,471
Delinquent real estate and property taxes	1,670	250	1,420	1,103
Motor vehicle tax	<u>8,325</u>	<u>8,793</u>	<u>(468)</u>	<u>7,817</u>
Total taxes	<u>\$184,249</u>	<u>\$185,572</u>	<u>\$ (1,323)</u>	<u>\$184,391</u>
Other:				
Charges for services	\$ 2,123	\$ 1,000	\$ 1,123	\$ 2,532
Miscellaneous	<u>318</u>	<u>-</u>	<u>318</u>	<u>59</u>
Total other	<u>\$ 2,441</u>	<u>\$ 1,000</u>	<u>\$ 1,441</u>	<u>\$ 2,591</u>
 Total cash receipts	 <u>\$186,690</u>	 <u>\$186,572</u>	 <u>\$ 118</u>	 <u>\$186,982</u>
 <u>Expenditures and Transfers Subject to Budget</u>				
General Government:				
Personal services	\$110,069	\$ 91,000	\$ (19,069)	\$ 88,546
Contractual services	41,857	6,500	(35,357)	40,848
Commodities	4,639	45,000	40,361	5,737
Capital outlay	<u>6,600</u>	<u>145,000</u>	<u>138,400</u>	<u>32,833</u>
 Total expenditures and transfers subject to budget	 <u>\$163,165</u>	 <u>\$287,500</u>	 <u>\$124,335</u>	 <u>\$167,964</u>
 Receipts over (under) expenditures	 \$ 23,525			 \$ 19,018
 Unencumbered Cash, Beginning	 <u>110,757</u>			 <u>91,739</u>
 Unencumbered Cash, Ending	 <u>\$134,282</u>			 <u>\$110,757</u>

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

MEADE COUNTY, KANSAS

Statement 3-8

NOXIOUS WEED FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$ 97,018	\$ 98,299	\$ (1,281)	\$ 87,253
Delinquent real estate and property taxes	897	200	697	555
Motor vehicle tax	<u>4,165</u>	<u>4,373</u>	<u>(208)</u>	<u>3,976</u>
Total taxes	\$102,080	\$102,872	\$ (792)	\$ 91,784
Charges for Services:				
Reimbursement for labor	18,231	-	18,231	16,763
Other reimbursements	3,195	-	3,195	6,876
Sale of chemicals and treatment of noxious weeds	<u>100,035</u>	<u>22,000</u>	<u>78,035</u>	<u>83,124</u>
Total cash receipts	<u>\$223,541</u>	<u>\$124,872</u>	<u>\$ 98,669</u>	<u>\$198,547</u>
<u>Expenditures and Transfers Subject to Budget</u>				
Natural Resources:				
Personal services	\$ 92,621	\$ 79,500	\$ (13,121)	\$ 89,322
Contractual services	8,923	4,000	(4,923)	11,789
Commodities	115,805	31,500	(84,305)	98,372
Capital outlay	<u>2,098</u>	<u>10,000</u>	<u>7,902</u>	<u>249</u>
Total expenditures and transfers subject to budget	\$219,447	\$125,000	\$ (94,447)	\$199,732

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

MEADE COUNTY, KANSAS

Statement 3-8  
(Continued)

NOXIOUS WEED FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET  
For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Expenditures and Transfers</u> <u>not Subject to Budget</u>				
Credit for actual sale of chemical over budget and reimbursements	<u>-</u>	<u>99,461</u>	<u>99,461</u>	<u>-</u>
Total expenditures and transfers	<u>\$219,447</u>	<u>\$224,461</u>	<u>\$ 5,014</u>	<u>\$199,732</u>
Receipts over (under) expenditures	\$ 4,094			\$ (1,185)
Unencumbered Cash, Beginning	<u>1,326</u>			<u>2,511</u>
Unencumbered Cash, Ending	<u>\$ 5,420</u>			<u>\$ 1,326</u>

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

MEADE COUNTY, KANSAS

Statement 3-9

EMPLOYEES' BENEFITS FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	Current Year			Prior Year Actual
	Actual	Budget	Variance Favorable (Unfavor.)	
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$1,372,095	\$1,393,745	\$ (21,650)	\$1,200,117
Delinquent real estate and property taxes	11,812	2,000	9,812	6,398
Motor vehicle tax	<u>51,804</u>	<u>60,227</u>	<u>(8,423)</u>	<u>33,600</u>
Total taxes	\$1,435,711	\$1,455,972	\$ (20,261)	\$1,240,115
Other:				
Reimbursements	<u>132,271</u>	<u>50,000</u>	<u>82,271</u>	<u>80,505</u>
Total cash receipts	<u>\$1,567,982</u>	<u>\$1,505,972</u>	<u>\$ 62,010</u>	<u>\$1,320,620</u>
 <u>Expenditures and Transfers Subject to Budget</u>				
Employees' Benefits:				
Social Security	\$ 162,975	\$ 175,000	\$ 12,025	\$ 164,981
Retirement	115,938	122,000	6,062	113,163
Workmen's Compensation	73,242	90,000	16,758	85,026
Unemployment	2,053	5,000	2,947	1,974
Health insurance	993,239	1,100,000	106,761	921,732
Worksite benefit	<u>1,810</u>	<u>3,000</u>	<u>1,190</u>	<u>1,380</u>
Total expenditures and transfers subject to budget	<u>\$1,349,257</u>	<u>\$1,495,000</u>	<u>\$145,743</u>	<u>\$1,288,256</u>
Receipts over (under) expenditures	\$ 218,725			\$ 32,364
Unencumbered Cash, Beginning	<u>65,529</u>			<u>33,165</u>
Unencumbered Cash, Ending	<u>\$ 284,254</u>			<u>\$ 65,529</u>

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

MEADE COUNTY, KANSAS

Statement 3-10

SPECIAL ALCOHOL AND DRUG ABUSE FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Intergovernmental:				
Local Alcoholic Liquor Fund	\$ 1,476	\$ <u>361</u>	\$ <u>1,115</u>	\$ 3,680
<u>Expenditures and Transfers Subject to Budget</u>				
Alcohol prevention	<u>650</u>	\$ <u>5,550</u>	\$ <u>4,900</u>	<u>900</u>
Receipts over (under) expenditures	\$ 826			\$ 2,780
Unencumbered Cash, Beginning	<u>5,206</u>			<u>2,426</u>
Unencumbered Cash, Ending	\$ <u>6,032</u>			\$ <u>5,206</u>

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

MEADE COUNTY, KANSAS

Statement 3-11

COUNTY BUILDING FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance Favorable (Unfavor.)</u>	<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$224,690	\$227,750	\$ (3,060)	\$194,479
Delinquent real estate and property taxes	2,022	300	1,722	1,121
Motor vehicle tax	<u>9,269</u>	<u>9,747</u>	<u>(478)</u>	<u>8,933</u>
Total cash receipts	<u>\$235,981</u>	<u>\$237,797</u>	<u>\$ (1,816)</u>	<u>\$204,533</u>
<u>Expenditures and Transfers Subject to Budget</u>				
General Government:				
Contractual services	\$ 37,919	\$910,000	\$872,081	\$ 49,836
Capital outlay	<u>12,589</u>	<u>-</u>	<u>(12,589)</u>	<u>26,351</u>
Total expenditures and transfers subject to budget	<u>\$ 50,508</u>	<u>\$910,000</u>	<u>\$859,492</u>	<u>\$ 76,187</u>
Receipts over (under) expenditures	\$185,473			\$128,346
Unencumbered Cash, Beginning	<u>664,137</u>			<u>535,791</u>
Unencumbered Cash, Ending	<u>\$849,610</u>			<u>\$664,137</u>

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

MEADE COUNTY, KANSAS

Statement 3-12

COUNTY HEALTH FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$120,679	\$122,344	\$ (1,665)	\$116,038
Delinquent real estate and property taxes	1,114	250	864	683
Motor vehicle tax	<u>5,375</u>	<u>5,818</u>	<u>(443)</u>	<u>4,597</u>
Total taxes	\$127,168	\$128,412	\$ (1,244)	\$121,318
Intergovernmental:				
Grants	66,643	-	66,643	61,047
Other:				
Service fees	<u>196,089</u>	<u>140,000</u>	<u>56,089</u>	<u>104,495</u>
Total cash receipts	<u>\$389,900</u>	<u>\$268,412</u>	<u>\$121,488</u>	<u>\$286,860</u>
<u>Expenditures and Transfers Subject to Budget</u>				
General Government:				
Personal services	\$201,257	\$195,000	\$ (6,257)	\$188,753
Contractual services	34,679	35,000	321	40,899
Commodities	102,423	115,000	12,577	86,921
Capital outlay	<u>7,552</u>	<u>5,000</u>	<u>(2,552)</u>	<u>4,663</u>
Total expenditures and transfers subject to budget	<u>\$345,911</u>	<u>\$350,000</u>	<u>\$ 4,089</u>	<u>\$321,236</u>
Receipts over (under) expenditures	\$ 43,989			\$ (34,376)
Unencumbered Cash, Beginning	<u>16,366</u>			<u>50,742</u>
Unencumbered Cash, Ending	<u>\$ 60,355</u>			<u>\$ 16,366</u>

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

MEADE COUNTY, KANSAS

Statement 3-13

ECONOMIC DEVELOPMENT FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009  
 (with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Cash Receipts</u>				
Taxes:				
Ad valorem property tax	\$ 79,548	\$ 80,699	\$ (1,151)	\$ 79,648
Delinquent real estate and property taxes	701	150	551	397
Motor vehicle tax	<u>3,457</u>	<u>4,004</u>	<u>(547)</u>	<u>1,996</u>
Total cash receipts	\$ 83,706	\$ <u>84,853</u>	\$ <u>(1,147)</u>	\$ 82,041
<u>Expenditures and Transfers Subject to Budget</u>				
Appropriations	<u>82,700</u>	\$ <u>85,000</u>	\$ <u>2,300</u>	<u>84,943</u>
Receipts over (under) expenditures	\$ 1,006			\$ (2,902)
Unencumbered Cash, Beginning	<u>1,567</u>			<u>4,469</u>
Unencumbered Cash, Ending	\$ <u>2,573</u>			\$ <u>1,567</u>

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

MEADE COUNTY, KANSAS

Statement 3-14

MEADE COUNTY UTILITY FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES AND CHANGES  
IN UNENCUMBERED CASH – ACTUAL AND BUDGET

For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance Favorable (Unfavor.)</u>	<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>Cash Receipts</u>				
User's fee	\$290,767	\$315,000	\$ (24,233)	\$279,798
Sale of containers	4,562	4,000	562	5,466
Other	<u>119</u>	<u>-</u>	<u>119</u>	<u>-</u>
Total cash receipts	<u>\$295,448</u>	<u>\$319,000</u>	<u>\$ (23,552)</u>	<u>\$285,264</u>
<u>Expenditures and Transfers Subject to Budget</u>				
Personal services	\$129,825	\$148,000	\$ 18,175	\$134,286
Contractual services	57,972	90,000	32,028	54,286
Commodities	36,223	75,000	38,777	49,076
Capital outlay	<u>15,494</u>	<u>6,000</u>	<u>(9,494)</u>	<u>28,821</u>
Total expenditures and transfers subject to budget	<u>\$239,514</u>	<u>\$319,000</u>	<u>\$ 79,486</u>	<u>\$266,469</u>
Receipts over (under) expenditures	\$ 55,934			\$ 18,795
Unencumbered Cash, Beginning	<u>19,760</u>			<u>965</u>
Unencumbered Cash, Ending	<u>\$ 75,694</u>			<u>\$ 19,760</u>

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

MEADE COUNTY, KANSAS

Statement 3

STATEMENTS OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

MEADE COUNTY, KANSAS

Statement 3-15

SPECIAL HIGHWAY IMPROVEMENT FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

For the year ended December 31, 2009  
 (with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Transfer from Road and Bridge Fund	\$ 50,000	-
<u>Expenditures and Transfers</u>	-	-
Receipts over (under) expenditures	\$ 50,000	\$ -
Unencumbered Cash, Beginning	<u>31,353</u>	<u>31,353</u>
Unencumbered Cash, Ending	<u>\$ 81,353</u>	<u>\$ 31,353</u>

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

MEADE COUNTY, KANSAS

Statement 3-16

RURAL FIRE EQUIPMENT FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Transfer from Rural Fire Fund	\$ 37,257	\$ -
Miscellaneous	<u>960</u>	<u>5,095</u>
Total cash receipts	\$ 38,217	\$ 5,095
<u>Expenditures and Transfers</u>		
Capital outlay	<u>-</u>	<u>128,579</u>
Receipts over (under) expenditures	\$ 38,217	\$ (123,484)
Unencumbered Cash, Beginning	<u>181</u>	<u>123,665</u>
Unencumbered Cash, Ending	\$ <u>38,398</u>	\$ <u>181</u>

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

MEADE COUNTY, KANSAS

Statement 3-17

911 FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL  
For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Service fees	\$ 26,623	\$ 37,001
<u>Expenditures and Transfers</u>		
Contractual services	<u>17,819</u>	<u>36,352</u>
Receipts over (under) expenditures	\$ 8,804	\$ 649
Unencumbered Cash, Beginning	<u>47,263</u>	<u>46,614</u>
Unencumbered Cash, Ending	<u>\$ 56,067</u>	<u>\$ 47,263</u>

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

MEADE COUNTY, KANSAS

Statement 3-18

ROAD AND BRIDGE SPECIAL EQUIPMENT FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

For the year ended December 31, 2009  
 (with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Transfer from Road and Bridge Fund	\$ 50,000	\$ -
<u>Expenditures and Transfers</u>		
Capital outlay	<u>122,780</u>	<u>184,429</u>
Receipts over (under) expenditures	\$ (72,780)	\$ (184,429)
Unencumbered Cash, Beginning	<u>219,671</u>	<u>404,100</u>
Unencumbered Cash, Ending	<u>\$146,891</u>	<u>\$ 219,671</u>

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

MEADE COUNTY, KANSAS

Statement 3-19

SPECIAL AMBULANCE EQUIPMENT FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Transfer from Ambulance Fund	\$ 28,000	\$ 29,000
Baughman grant	15,000	3,843
Miscellaneous income	<u>6,625</u>	<u>-</u>
Total cash receipts	<u>\$ 49,625</u>	<u>\$ 32,843</u>
<u>Expenditures and Transfers</u>		
Contractual services	\$ -	\$ 1,846
Commodities	<u>99,556</u>	<u>22,830</u>
Total expenditures and transfers	<u>\$ 99,556</u>	<u>\$ 24,676</u>
Revenue over (under) expenditures	\$ (49,931)	\$ 8,167
Unencumbered Cash, Beginning	<u>88,148</u>	<u>79,981</u>
Unencumbered Cash, Ending	<u>\$ 38,217</u>	<u>\$ 88,148</u>

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

MEADE COUNTY, KANSAS

Statement 3-20

SPECIAL NOXIOUS WEED FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>	-	-
<u>Expenditures and Transfers</u>	-	-
Receipts over (under) expenditures	\$ -	\$ -
Unencumbered Cash, Beginning	<u>6,863</u>	<u>6,863</u>
Unencumbered Cash, Ending	<u>\$ 6,863</u>	<u>\$ 6,863</u>

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

MEADE COUNTY, KANSAS

Statement 3-21

PROSECUTOR'S TRAINING FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Charges for Sales and Services:		
Fees from Clerk of District Court	\$ 625	\$ 516
<u>Expenditures and Transfers</u>		
General Government	<u>941</u>	<u>281</u>
Receipts over (under) expenditures	\$ (316)	\$ 235
Unencumbered Cash, Beginning	<u>1,240</u>	<u>1,005</u>
Unencumbered Cash, Ending	<u>\$ 924</u>	<u>\$ 1,240</u>

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

MEADE COUNTY, KANSAS

Statement 3-22

TREASURER'S SPECIAL AUTO FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Charges for Services:		
Motor vehicle license fees	\$ <u>52,279</u>	\$ <u>50,728</u>
<u>Expenditures and Transfers</u>		
General Government:		
Fees to General	\$ 26,941	\$ 25,929
Other expenditures	<u>25,338</u>	<u>24,799</u>
Total expenditures and transfers not subject to budget	\$ <u>52,279</u>	\$ <u>50,728</u>
Receipts over (under) expenditures	-	-
Unencumbered Cash, Beginning	<u>-</u>	<u>-</u>
Unencumbered Cash, Ending	<u><u>-</u></u>	<u><u>-</u></u>

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

MEADE COUNTY, KANSAS

Statement 3-23

COUNTY ATTORNEY DIVERSION FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Diversion fees	\$ 11,336	\$ 7,806
<u>Expenditures and Transfers</u>		
Contractual	<u>5,936</u>	<u>14,782</u>
Receipts over (under) expenditures	\$ 5,400	\$ (6,976)
Unencumbered Cash, Beginning	<u>3,275</u>	<u>10,251</u>
Unencumbered Cash, Ending	<u>\$ 8,675</u>	<u>\$ 3,275</u>

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

MEADE COUNTY, KANSAS

Statement 3-24

DRUG PROSECUTOR FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL  
For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>	-	-
<u>Expenditures and Transfers</u>	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	\$ -	\$ -
Unencumbered Cash, Beginning	<u>2,348</u>	<u>2,348</u>
Unencumbered Cash, Ending	<u>\$ 2,348</u>	<u>\$ 2,348</u>

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

MEADE COUNTY, KANSAS

Statement 3-25

CDBG GRANT FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL  
For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>	-	-
<u>Expenditures and Transfers</u>	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	\$ -	\$ -
Unencumbered Cash, Beginning	<u>850</u>	<u>850</u>
Unencumbered Cash, Ending	<u>\$ 850</u>	<u>\$ 850</u>

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

MEADE COUNTY, KANSAS

Statement 3-26

LAW LIBRARY FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>		
Fees	\$ 5,117	\$ 5,033
<u>Expenditures and Transfers</u>		
Commodities	<u>90</u>	<u>81</u>
Receipts over (under) expenditures	\$ 5,027	\$ 4,952
Unencumbered Cash, Beginning	<u>35,592</u>	<u>30,640</u>
Unencumbered Cash, Ending	\$ <u>40,619</u>	\$ <u>35,592</u>

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

MEADE COUNTY, KANSAS

Statement 3-27

COUNTY ATTORNEY BAD CHECK FUND  
STATEMENT OF CASH RECEIPTS, EXPENDITURES  
AND CHANGES IN UNENCUMBERED CASH – ACTUAL

For the year ended December 31, 2009

(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Year Ended</u>	
	<u>Current</u>	<u>Prior</u>
<u>Cash Receipts</u>	-	-
<u>Expenditures and Transfers</u>	<u>-</u>	<u>-</u>
Receipts over (under) expenditures	\$ -	\$ -
Unencumbered Cash, Beginning	<u>3,786</u>	<u>3,786</u>
Unencumbered Cash, Ending	<u>\$ 3,786</u>	<u>\$ 3,786</u>

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

MEADE COUNTY, KANSAS

Statement 4

AGENCY FUNDS  
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS – ACTUAL  
For the year ended December 31, 2009

<u>Funds</u>	<u>Beginning</u> <u>Cash</u> <u>Balance</u>	<u>Cash</u> <u>Receipts</u>	<u>Cash</u> <u>Disbursements</u>	<u>Ending</u> <u>Cash</u> <u>Balance</u>
<b>Distributable Funds:</b>				
Current taxes	\$7,434,895	\$12,265,765	\$12,528,399	\$7,172,261
Delinquent personal property tax	393	411	486	318
Delinquent real estate tax	15,301	39,660	41,781	13,180
Advance tax	720	265	985	-
Partial tax	693	2,046	2,732	7
Motor vehicle tax	129,154	586,446	588,996	126,604
Recreational vehicle tax	2,675	14,736	14,932	2,479
Cereal malt beverage stamp	-	25	25	-
Total distributable funds	<u>\$7,583,831</u>	<u>\$12,909,354</u>	<u>\$13,178,336</u>	<u>\$7,314,849</u>
<b>State Funds:</b>				
Sher Alcohol/Drug	\$ 87,315	\$ 173,814	\$ 4,897	\$ 256,232
Institutional Building	-	59,034	59,034	-
Educational Building	-	118,067	118,067	-
Motor vehicle licenses	64	331,899	331,840	123
Sales tax	6,797	171,731	169,564	8,964
Fish and game licenses	803	2,657	2,616	844
Stray animal sales	1,199	-	-	1,199
Total state funds	<u>\$ 96,178</u>	<u>\$ 857,202</u>	<u>\$ 686,018</u>	<u>\$ 267,362</u>
<b>Subdivision Funds:</b>				
School districts	\$ 71,593	\$ 5,271,449	\$ 5,336,387	\$ 6,655
Cities	-	1,006,472	1,006,472	-
Townships	78,555	689,263	631,170	136,648
Groundwater management	-	45,901	45,901	-
Watershed districts	24,096	29	-	24,125
Libraries	-	130,968	130,968	-
Cemetery districts	-	41,727	41,727	-
Hospital district	-	1,292,376	1,292,376	-
Total subdivision funds	<u>\$ 174,244</u>	<u>\$ 8,478,185</u>	<u>\$ 8,485,001</u>	<u>\$ 167,428</u>
<b>Other Agency Funds:</b>				
Clerk of District Court	\$ 10,586	\$ 187,712	\$ 190,162	\$ 8,136
DARE	2,370	1,110	1,786	1,694
District Engineer	115,368	154,361	110,398	159,331
Payroll taxes	2,088	-	833	1,255
Total other agency funds	<u>\$ 130,412</u>	<u>\$ 343,183</u>	<u>\$ 303,179</u>	<u>\$ 170,416</u>
<b>Total Agency Funds</b>	<u><b>\$7,984,665</b></u>	<u><b>\$22,587,924</b></u>	<u><b>\$22,652,534</b></u>	<u><b>\$7,920,055</b></u>

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

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

Note 1: Summary of Significant Accounting Policies

Reporting Entity

Meade County is a municipal corporation governed by an elected three-member commission. These financial statements present Meade County, the primary government. The Law Library is fiscally independent of the County. It is required by statute to be audited as part of the County audit. The Law Library is housed in County offices, but is operated independent of the County's governing body. Even though the Law Library is considered to be an entity independent of the County, its financial statements are presented as a part of the primary government's financial statements because it is clearly an immaterial item. Component units of the County are not included in these financial statements.

A component unit is defined as an entity legally separate from the County, which has a significant dependence on, or relationships with, the County.

Component Units not Presented:

Extension Council – Meade County Extension Council provides services in such areas as agriculture, home economics and 4-H Club, to all persons in the County. The Council is an elected executive board. The County annually provides significant operating subsidies to the Council.

Economic Development – The Meade County Economic Development committee is a twelve-member committee of which three members are appointed by the board of County Commissioners. The committee receives a majority of its funding directly from County appropriations, therefore, meeting the financial dependency criteria.

Joint Ventures – Joint ventures are not included in these financial statements. The following organizations are considered to be joint ventures:

Southwest Guidance Center – provides services for mental health to several counties. Meade County Commissioners appoint three (3) members to the board.

Council on Aging – provides services to the elderly. The County does not appoint any representatives.

Arrowhead West – provides services to the developmentally disabled. The County does not appoint any representatives.

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Fund Accounting

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

The following types of funds comprise the financial activities of Meade County for the year of 2009:

Governmental Funds:

General Fund – to account for all unrestricted resources except those required to be accounted for in another fund.

Special Revenue Funds – to account for the proceeds of specific revenue sources (other than special assessments or major capital projects) that are restricted by law or administrative action to expenditure for specified purposes.

Debt Service Funds – to account for the accumulation of resources for, and the payment of, interest and principal on general long-term debt of Meade County.

Proprietary Funds:

Enterprise Funds – to account for the operating expense of the Meade County Utility.

Fiduciary Funds:

Agency Funds – to account for assets held by a governmental unit as a trustee or agent for others.

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Accounting for Fixed Assets and Long-Term Liabilities

1. General Fixed Assets:

General fixed assets purchased are recorded as expenditures at the time of purchase. All such assets of the County are not recorded in a permanent set of records.

2. Bonds Payable:

All unmatured general obligation long-term liabilities of the County are accounted for in a permanent set of records.

Reimbursed Expense

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria:

1. the related disbursement was made in the current year on behalf of the payee
2. the item paid for was directly identifiable as having been used by or provided to the payee, and
3. the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

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 Kansas. Cash receipts are recognized when the cash balance of a fund is increased. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund from which the cash is transferred. Expenditures include disbursements, 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.

The municipality 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 municipality to use the statutory basis of accounting.

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Departure from Generally Accepted Accounting Principles

The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories and prepaid expense, 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. General capital assets that account for the land, buildings and equipment owned by the municipality are not presented in the financial statements. Also, general 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. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

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 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.

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Budgetary Information (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. 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. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for the following capital projects funds and trust funds:

- CDBG Grant Fund
- Prosecutor's Training Fund
- Treasurer's Special Auto Fund
- County Attorney Diversion Fund
- Law Library Fund
- Drug Prosecution Fund
- County Attorney Bad Check Fund

and the following special revenue funds:

- Special Highway Improvement Fund
- Rural Fire Equipment Fund
- Special Ambulance Equipment Fund
- Special Noxious Weed Fund
- Road and Bridge Special Equipment Fund
- 911 Fund

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

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Budgetary Information (Continued)

All budgets must be filed with the County Clerk by August 25th. The County Clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the Clerk certifies the tax roll to the County Treasurer, who prepares tax statements and receives payments.

These taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at 12% per annum. This interest is retained by Meade County.

Taxes levied to finance the budget are made available to Meade County, Kansas after the first of the year and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January. Delinquent tax collections are distributed annually.

Other Accounting Policies

Vouchers Payable

Vouchers payable are classified on the basis of a claim for payment resulting from legal title to property.

Temporary Notes

Upon authorization for the issuance of general obligation bonds for certain improvements, Kansas law permits the temporary financing of such improvements by the issuance of temporary notes. Temporary notes issued may not exceed the aggregate amount of bonds authorized, are interest bearing and have a maturity date not later than four years from the date of issuance of such temporary notes. Temporary notes outstanding are retired from the proceeds of the sale of general obligation bonds.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed in the governmental funds.

In addition, encumbrances do constitute expenditures of a fund.

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 1: Summary of Significant Accounting Policies (Continued)

Unencumbered Cash Balance

The unencumbered cash balance is the unobligated resources of cash and time deposits of a fund.

Bonds Payable

All unmatured general obligation long-term liabilities of the County are accounted for in a permanent set of records.

Note 2: Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by Meade County. The statute requires banks eligible to hold Meade County's funds have a main or branch bank in the county in which Meade County is located 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. Meade County has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits Meade 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. Meade County has no investment policy that would further limit its investment choices.

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

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, Meade County's deposits may not be returned to it. State statutes require Meade 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%. Meade County has no "peak periods". All deposits were legally secured at December 31, 2009.

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 2: Deposits and Investments (Continued)

At December 31, 2009, Meade County's carrying amount of deposits, including certificates of deposit, was \$11,981,499. The bank balance was \$12,397,843. Of the bank balance, \$5,500,000 was covered by FDIC insurance and the remaining \$6,897,843 was collateralized with securities held by the pledging financial institutions' agents in Meade 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, Meade County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

Note 3: Defined Benefit Pension Plan, Work Policy Rules and Regulations

Defined Benefit Pension Plan

Meade County participates in the Kansas Public Employees Retirement System (KPERS) a cost-sharing multiple-employer defined benefit pension plan as provided by KSA 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) or by calling 1-888-275-5737.

KSA 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary for all employees hired before July 1, 2009 and 6% for all employees hired after July 1, 2009. 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 5.54%. The Meade County employer contributions to KPERS for the years ending December 31, 2009 and 2008 were \$126,624 and \$123,458, respectively, equal to the required contribution for each year.

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 3: Defined Benefit Pension Plan, Work Policy Rules and Regulations (Cont.)

Work Policies, Rules and Regulations

Sick Leave

1. Sick leave shall apply only to regular employees and shall not apply to temporary employees of the County. Regular part-time employees shall have sick leave prorated respective to time worked.
2. Each regular employee shall be granted one (1) day sick leave each month, and can accumulate up to ninety (90) days of sick leave. When an employee reaches an accumulation of over sixty (60) days of sick leave, they may elect to receive pay at one-half of their hourly wage for any sick leave over sixty (60) days.

Vacation

1. Each regular employee shall be granted one (1) day per month paid vacation. Regular part-time employees shall have vacation time prorated respective to time worked.
2. On the tenth (10<sup>th</sup>) anniversary of continuous service, the following schedule shall be followed until a maximum of eighteen (18) days per year are earned.

10 years of service	9.0 hours each month accumulated
11 years of service	9.5 hours each month accumulated
12 years of service	10.0 hours each month accumulated
13 years of service	11.0 hours each month accumulated
14 years of service	11.5 hours each month accumulated
15 years of service	12.0 hours each month accumulated

3. Each regular full-time employee may accumulate up to twenty-four (24) days of vacation. Each regular part-time employee's accumulated vacation shall be limited to their prorated time.

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 3: Defined Benefit Pension Plan, Work Policy Rules and Regulations (Cont.)

Vacation (Continued)

4. All accumulated vacation will be paid upon termination of employment. Any employee with less than one (1) year of service will not be paid for vacation leave upon termination of job. Any employee quitting their job with less than two (2) full weeks notice to their supervisor will forfeit all rights to any termination pay for accumulated vacation leave.
5. All employees must complete one (1) year of continuous service before taking vacation time. At the completion of one (1) year of service, the employee will be credited with twelve (12) days of vacation time.

Contingent Liability

As of December 31, 2009, accumulated unused vacation amounted to \$95,257.

Note 4: Funds Not Subject to Budget Laws

Tax levies prescribed by K.S.A. 19-4004 are not subjected to the budget laws.

Note 5: Transfers

<u>From</u>	<u>Amount</u>	<u>To</u>	<u>Authority</u>
Treasurer's Special Auto Fund	\$ 26,941	General Fund	KSA 8-145
Ambulance Fund	28,000	Special Ambulance Equipment Fund	KSA 19-119
Rural Fire Fund	37,257	Rural Fire Equipment Fund	KSA 19-119
Road and Bridge Fund	50,000	Road and Bridge Special Equipment Fund	KSA 68-1416
Road and Bridge Fund	50,000	Special Highway Improvement Fund	KSA 68-1416

Note 6: Compliance Matters

1. Contrary to the provisions of K.S.A. 10-1117 and 79-2934, the required budget and encumbrance records were not maintained by the County Clerk.

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 6: Compliance Matters (Continued)

2. Contrary to the provisions of K.S.A. 79-3104, mortgage registration fees were not remitted daily to the County Treasurer by the Register of Deeds.
3. It was not ascertainable that the County participating insurance policy with KCAMP insuring County property was in the name of the County Treasurer for the benefit of the County (KSA 19-212).

Note 7: Closure/Postclosure Landfill Liability

State and Federal laws and regulations require Meade County to place a final cover on the Meade County 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 postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, Meade County reports these closure and postclosure care costs as an operating expense in the year paid. The \$422,673 represents landfill closure and postclosure care liability at December 31, 2009. The County will recognize the remaining estimated costs of closure and postclosure care as the remaining estimated capacity is filled. These amounts are based on what it would cost to perform all closure and postclosure care in 2009. The County expects to close the landfill in the year 2030. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. There are 41 acres available for use of which 13 have been used.

The County has filed its financial assurance demonstration with the Kansas Department of Health and Environment.

Note 8: Risk Management

The government is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the government carries commercial insurance.

Meade County, Kansas established a health benefit plan for active full time employees who are working full normal work-weeks (not less than 30 hours) and are receiving full compensation. The County will pay benefits up to \$35,000 per covered person each benefit year. Claim payments under the plan will be administered by Benefit Management. Benefit Management insures against claims in excess of the \$35,000 limit up to \$2,000,000. The benefit year is a period of 12 months starting on January 1 and ending December 31.

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 9: Long-Term Debt

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

<u>Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Net Change</u>	<u>Balance End of Year</u>
Capital Leases:									
Ambulance	4.15%	11/19/04	\$ 78,000	11/19/09	\$ 16,894	\$ -	\$ 16,894	\$ (16,894)	\$ -
Ambulance	3.35%	06/30/09	129,325		-	129,325	81,277	48,048	48,048
Fire Pickup Crew Cab	4.25%	09/15/03	22,445	09/15/09	-	-	-	-	-
Fire Truck	3.95%	06/02/08	118,446	06/02/10	83,535	-	83,535	(83,535)	-
Utility Truck	3.98%	02/25/04	73,380	02/25/09	2,689	-	2,689	(2,689)	-
Road & Bridge									
Padfoot Roller	4.95%	06/20/07	78,040	06/20/12	63,903	-	14,837	(14,837)	49,066
Caterpillar	4.75%	12/21/04	249,946	06/20/11	198,367	-	198,367	(198,367)	-
Caterpillar	4.75%	01/12/05	97,216	12/31/10	43,135	-	43,135	(43,135)	-
Caterpillar	4.75%	01/12/05	82,000	12/31/11	39,537	-	39,537	(39,537)	-
Jail Expansion	5.00%	03/29/06	2,175,000	03/26/16	1,820,509	-	190,647	(190,647)	1,629,862
Total Long-Term Debt					\$2,268,569	\$129,325	\$670,918	\$ (541,593)	\$1,726,976

MEADE COUNTY, KANSAS

NOTES TO FINANCIAL STATEMENTS

December 31, 2009

(Continued)

Note 9: Long-Term Debt (Continued)

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

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>Thereafter</u>	<u>Total</u>
Principal:							
Capital leases	\$230,157	\$241,419	\$256,603	\$231,733	\$243,319	\$523,745	\$1,726,976
Interest:							
Capital leases	<u>85,532</u>	<u>74,269</u>	<u>62,452</u>	<u>49,940</u>	<u>38,353</u>	<u>39,600</u>	<u>350,146</u>
Total Principal and Interest	<u>\$315,689</u>	<u>\$315,688</u>	<u>\$319,055</u>	<u>\$281,673</u>	<u>\$281,672</u>	<u>\$563,345</u>	<u>\$2,077,122</u>

MEADE COUNTY, KANSAS

SUPPLEMENTAL SCHEDULES

MEADE COUNTY, KANSAS

Schedule 1

GENERAL FUND  
DEPARTMENTAL EXPENDITURES COMPARED  
WITH BUDGET ESTIMATES

For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>		<u>Variance</u> <u>Favorable</u> <u>(Unfavor.)</u>	<u>Prior</u> <u>Year</u> <u>Actual</u>
	<u>Actual</u>	<u>Budget</u>		
<u>County Commissioners</u>				
Personal services	\$ 50,479	\$ 46,700	\$ (3,779)	\$ 47,429
Contractual services	2,378	5,000	2,622	4,400
Commodities	<u>337</u>	<u>1,000</u>	<u>663</u>	<u>475</u>
Totals	<u>\$ 53,194</u>	<u>\$ 52,700</u>	<u>\$ (494)</u>	<u>\$ 52,304</u>
<u>County Clerk</u>				
Personal services	\$ 83,993	\$ 88,400	\$ 4,407	\$ 83,002
Contractual services	6,219	6,500	281	4,669
Commodities	<u>2,650</u>	<u>3,200</u>	<u>550</u>	<u>2,841</u>
Totals	<u>\$ 92,862</u>	<u>\$ 98,100</u>	<u>\$ 5,238</u>	<u>\$ 90,512</u>
<u>County Treasurer</u>				
Personal services	\$103,816	\$109,400	\$ 5,584	\$101,956
Contractual services	4,875	7,000	2,125	5,116
Commodities	<u>2,401</u>	<u>4,800</u>	<u>2,399</u>	<u>2,442</u>
Totals	<u>\$111,092</u>	<u>\$121,200</u>	<u>\$ 10,108</u>	<u>\$109,514</u>
<u>County Attorney</u>				
Personal services	\$ 55,161	\$ 71,500	\$ 16,339	\$ 68,783
Contractual services	11,619	8,000	(3,619)	6,428
Commodities	2,119	3,200	1,081	2,034
Capital outlay	<u>10,395</u>	<u>-</u>	<u>(10,395)</u>	<u>-</u>
Totals	<u>\$ 79,294</u>	<u>\$ 82,700</u>	<u>\$ 3,406</u>	<u>\$ 77,245</u>
<u>Register of Deeds</u>				
Personal services	\$ 62,551	\$ 66,000	\$ 3,449	\$ 61,321
Contractual services	4,694	6,000	1,306	4,364
Commodities	2,992	3,800	808	3,111
Capital outlay	<u>825</u>	<u>-</u>	<u>(825)</u>	<u>401</u>
Totals	<u>\$ 71,062</u>	<u>\$ 75,800</u>	<u>\$ 4,738</u>	<u>\$ 69,197</u>

MEADE COUNTY, KANSAS

Schedule 1  
(Continued)

GENERAL FUND  
DEPARTMENTAL EXPENDITURES COMPARED  
WITH BUDGET ESTIMATES

For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Clerk of District Court</u>				
Contractual services	\$ 34,807	\$ 51,037	\$ 16,230	\$ 59,452
Commodities	4,044	3,000	(1,044)	5,031
Capital outlay	<u>4,141</u>	<u>3,000</u>	<u>(1,141)</u>	<u>-</u>
Totals	<u>\$ 42,992</u>	<u>\$ 57,037</u>	<u>\$ 14,045</u>	<u>\$ 64,483</u>
<u>Courthouse General</u>				
Personal services	\$ 43,105	\$ 48,000	\$ 4,895	\$ 41,654
Contractual services	270,167	350,000	79,833	237,776
Commodities	23,168	25,000	1,832	24,726
Capital outlay	<u>852</u>	<u>375,000</u>	<u>374,148</u>	<u>27,391</u>
Totals	<u>\$337,292</u>	<u>\$798,000</u>	<u>\$460,708</u>	<u>\$331,547</u>
<u>Public Safety – Sheriff</u>				
Personal services	\$408,023	\$440,000	\$ 31,977	\$417,148
Contractual services	47,961	75,000	27,039	47,811
Commodities	34,404	75,000	40,596	48,458
Capital outlay	<u>58,569</u>	<u>25,000</u>	<u>(33,569)</u>	<u>24,593</u>
Totals	<u>\$548,957</u>	<u>\$615,000</u>	<u>\$ 66,043</u>	<u>\$538,010</u>
<u>Public Safety – Jail</u>				
Personal services	\$164,723	\$195,000	\$ 30,277	\$177,152
Contractual services	77,199	85,000	7,801	73,765
Commodities	122,130	105,000	(17,130)	112,449
Capital outlay	<u>282,120</u>	<u>296,672</u>	<u>14,552</u>	<u>282,988</u>
Totals	<u>\$646,172</u>	<u>\$681,672</u>	<u>\$ 35,500</u>	<u>\$646,354</u>

MEADE COUNTY, KANSAS

Schedule 1  
(Continued)

GENERAL FUND  
DEPARTMENTAL EXPENDITURES COMPARED  
WITH BUDGET ESTIMATES

For the year ended December 31, 2009  
(with comparative actual totals for the prior year ended December 31, 2008)

	<u>Current Year</u>			<u>Prior Year Actual</u>
	<u>Actual</u>	<u>Budget</u>	<u>Variance Favorable (Unfavor.)</u>	
<u>Environmental – Solid Waste</u>				
Personal services	\$ 58,100	\$ 66,000	\$ 7,900	\$ 59,840
Contractual services	68,747	42,000	(26,747)	31,701
Commodities	7,942	24,000	16,058	18,330
Capital outlay	<u>2,000</u>	<u>-</u>	<u>(2,000)</u>	<u>600</u>
Totals	<u>\$ 136,789</u>	<u>\$ 132,000</u>	<u>\$ (4,789)</u>	<u>\$ 110,471</u>
<u>Emergency Preparedness</u>				
Personal services	\$ 6,030	\$ 6,600	\$ 570	\$ 6,000
Contractual services	2,416	4,500	2,084	2,692
Commodities	422	1,000	578	503
Capital outlay	<u>32,029</u>	<u>-</u>	<u>(32,029)</u>	<u>320</u>
Totals	<u>\$ 40,897</u>	<u>\$ 12,100</u>	<u>\$ (28,797)</u>	<u>\$ 9,515</u>
<u>Other Appropriations</u>				
Fair Building and Maintenance	\$ 37,947	\$ 37,947	\$ -	\$ 36,611
Conservation	16,000	16,000	-	16,000
Extension Council	122,700	122,700	-	110,300
Historical	30,000	30,000	-	30,000
Council on Aging	95,000	90,000	(5,000)	90,000
Mental Health	27,705	27,705	-	27,705
Developmental Disabled	36,720	36,720	-	36,720
Fair Association	5,000	13,592	8,592	-
Other appropriations	<u>30,453</u>	<u>50,000</u>	<u>19,547</u>	<u>10,250</u>
Totals	<u>\$ 401,525</u>	<u>\$ 424,664</u>	<u>\$ 23,139</u>	<u>\$ 357,586</u>
General Fund Total	<u>\$2,562,128</u>	<u>\$3,150,973</u>	<u>\$588,845</u>	<u>\$2,456,738</u>

MEADE COUNTY, KANSAS

Schedule 2

SCHEDULE OF IDLE FUND INVESTMENTS  
December 31, 2009

Idle Funds

Fowler State Bank – Meade, Kansas:

Treasury Bill \$5,000,000

Plains State Bank:

Certificate of Deposit:

#5537 1,000,000

#5771 500,000

#5803 500,000

Total

\$7,000,000

MEADE COUNTY, KANSAS

Schedule 3

RECONCILIATION OF 2008 TAX ROLL

December 31, 2009

2008 Tax Roll – As Adjusted

County Clerk's abstract of 2008 tax roll		\$12,689,381
Adjustments to Original Tax Roll:		
Added taxes		1,603
Abated taxes		<u>(97,903)</u>
Adjusted 2008 tax roll		\$12,593,081

2008 Tax Roll – Accounted for

Collections during 2008	\$ 7,434,895	
Collections during 2009	<u>5,004,167</u>	
Net tax roll collections	\$12,439,062	
Delinquent personal property taxes for which tax warrants issued	\$75,904	
Delinquent real estate taxes entered on the tax sale record	<u>78,115</u>	<u>154,019</u>

2008 Tax Roll accounted for 12,593,081

Difference -