

# FINNEY COUNTY, KANSAS

Regulatory Basis  
Financial Statement

For the Year Ended  
December 31, 2012

FINNEY COUNTY, KANSAS

Regulatory Basis Financial Statement  
(Municipal and Selected Related Municipal Entities)

For the Year ended December 31, 2012

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FINANCIAL  
SECTION

INDEPENDENT AUDITORS' REPORT

The County Commissioners  
Finney County, Kansas  
Garden City, Kansas 67846

**Report on the Financial Statement**

We have audited the regulatory basis fund summary statement of receipts, expenditures and unencumbered cash of Finney County, Kansas, and selected related municipal entities including the Finney County Convention and Visitors Bureau, the Finney County Extension Council, and the Finney County Public Library, as of and for the year ended December 31, 2012, and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

As described in Note 1 of the financial statement, the financial statement is prepared by Finney County, Kansas, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

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The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Finney County, Kansas, and selected related municipal entities including the Finney County Convention and Visitors Bureau, the Finney County Extension Council, and the Finney County Public Library, as of December 31, 2012, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Finney County, Kansas, and the related municipal entities including the Finney County Convention and Visitors Bureau, the Finney County Extension Council, and the Finney County Public Library, as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the regulatory basis fund summary statement of receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The regulatory basis summary of expenditures - actual and budget, the regulatory basis individual fund schedules of receipts and expenditures - actual and budget and the regulatory basis schedule of receipts and disbursements - agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement; however, they are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. In addition, the other supplemental information (Schedules 4 through 7 as listed in the table of contents) which includes the Schedule of Expenditures of Federal Awards, required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, are presented for purposes of additional analysis and are not a required part of the basic financial statement. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information, including the Schedule of Expenditures of Federal Awards, is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

The 2011 actual columns presented in the regulatory basis individual fund schedules of receipts and expenditures - actual and budget (Schedules 2 and 4 as listed in the table of contents) are also presented for comparative analysis and are not a required part of the 2011 financial statement upon which we rendered an unqualified opinion dated June 21, 2012. The 2011 financial statements and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards, at the following link <http://www.da.ks.gov/ar/muniserv/EAuditAccept.htm>. Such 2011 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2011 financial statements. The 2011 comparative information was subjected to the auditing procedures applied in the audit of the 2011 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2011 financial statements or to the 2011 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2011 comparative information is fairly stated in all material respects in relation to the 2011 financial statement as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have issued our report dated May 23, 2013, on our consideration of Finney County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.



LEWIS, HOOPER & DICK, LLC

May 23, 2013

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## Financial Statement

**FINNEY COUNTY, KANSAS**  
**Summary Statement of Receipts, Expenditures and Unencumbered Cash**  
**Regulatory Basis**  
**For the Year Ended December 31, 2012**

<u>General Funds</u>	<u>Fund</u>	<u>Unencumbered Cash (Deficit) 01/01/12</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Unencumbered Cash (Deficit) 12/31/12</u>	<u>Add Payables and Encumbrances</u>	<u>Treasurer's Cash (Deficit) 12/31/12</u>
General		\$ 3,606,418	\$ 13,469,455	\$ 13,290,085	\$ 3,785,788	\$ 613,910	\$ 4,399,698
<b>Special Purpose Funds</b>							
Aging		16,195	362,753	370,000	8,948	-	8,948
Alcohol Programs		8,173	14,181	14,000	8,354	-	8,354
Ambulance		541,329	1,480,652	1,361,006	660,975	54,661	715,636
Bioterrorism Grant		40,604	23,982	17,089	47,497	1,205	48,702
Building and Road Maintenance Program		413,984	899,766	884,697	429,053	-	429,053
Capital Improvement Reserve		1,221,249	548,483	185,833	1,583,899	-	1,583,899
Community Correction		191,368	573,858	551,805	213,421	23,004	236,425
County Attorney's Training		20,182	3,913	5,960	18,135	-	18,135
County Employee Benefit		802,861	3,348,899	3,196,257	955,503	501,176	1,456,679
Economic Development		4,738	116,224	118,000	2,962	-	2,962
Economic Development Incentives		-	901,131	89,409	811,722	-	811,722
E911 Services		229,756	112,195	182,535	159,416	2,315	161,731
Emergency Planning Grants		55,620	-	47,131	8,489	-	8,489
Finney County Fair Association		13,190	152,623	164,651	1,162	-	1,162
Free Fair and Fair Grounds		263,817	354,244	461,396	156,665	15,893	172,558
GIS		305,846	116,300	124,019	298,127	6,254	304,381
Guest Tax		-	766,516	766,516	-	-	-
Health		1,079,745	1,457,412	1,572,124	965,033	69,264	1,034,297
Historical Museum		8,384	202,827	206,400	4,811	-	4,811
Jail Commissary and Telephone		207,116	107,262	167,068	147,310	3,885	151,195
Juvenile Detention Center		106,643	1,346,147	1,356,687	96,103	44,388	140,491
Juvenile Detention Center Building		50,712	22	-	50,734	-	50,734
Juvenile Detention Center Grants		19,658	26,733	18,411	27,980	-	27,980
Library Maintenance		34,950	883,793	900,000	18,743	-	18,743
Mental Retardation		16,728	280,716	290,000	7,444	-	7,444
Noxious Weed		42,900	490,340	499,833	33,407	5,298	38,705
Noxious Weed Capital Outlay		92,862	-	-	92,862	-	92,862
Oil & Gas Valuation Depletion Trust		-	2,019,399	-	2,019,399	-	2,019,399
Parks and Recreation		29,125	14,181	17,500	25,806	-	25,806
Register of Deeds' Technology		57,968	47,707	42,999	62,676	1,881	64,557
Road and Bridge		891,823	4,009,579	3,838,423	1,062,979	98,252	1,161,231
Special Alcohol and Drug		87	2	-	89	-	89
Special Highway Improvement		4,867,002	242,922	434,533	4,675,391	-	4,675,391
Special Road Machinery and Equipment		1,053,748	109,350	429,475	733,623	-	733,623
Sheriff's Crime Prevention		1,035	5,313	6,147	201	-	201
Sheriff's Special Account		484	5	5	484	-	484
Federal and State Forfeiture		125,502	51,941	105,894	71,549	20,652	92,201
State Drug Tax Assessment		3,884	6,297	2,490	7,691	-	7,691
Western Pyramid Public Health Region		9,084	27,356	37,097	(657)	2,063	1,406
Women, Infants and Children Grant		(87,302)	430,690	439,337	(95,949)	13,298	(82,651)
Youth Services		(202,020)	904,295	845,030	(142,755)	29,908	(112,847)
<b>Total Special Purpose</b>		<b>12,539,030</b>	<b>22,440,009</b>	<b>19,749,757</b>	<b>15,229,282</b>	<b>893,397</b>	<b>16,122,679</b>
<b>Bond and Interest Fund</b>							
Bond and Interest		385,071	-	374,914	10,157	-	10,157
<b>Capital Projects Funds</b>							
LEC/Courthouse Improvements		1,687,118	1,954,694	493,200	3,148,612	-	3,148,612
<b>Business Funds</b>							
Landfill		917,504	137,135	55,975	998,664	566	999,230
Sewer District #1		211,098	92,415	64,441	239,072	8,353	247,425
Sewer District #2		115,826	45,436	108,319	52,943	607	53,550
Sewer District #3		57,471	77,246	77,699	57,018	15,294	72,312
Sewer District #3 Bond and Interest		(33,618)	48,541	46,575	(31,652)	-	(31,652)
<b>Total Business</b>		<b>1,268,281</b>	<b>400,773</b>	<b>353,009</b>	<b>1,316,045</b>	<b>24,820</b>	<b>1,340,865</b>
<b>Trust Funds</b>							
CDBG Revolving Loan Fund		154,150	76,332	800	229,682	-	229,682

(continued)

FINNEY COUNTY, KANSAS  
 Summary Statement of Receipts, Expenditures and Unencumbered Cash  
 Regulatory Basis  
 For the Year Ended December 31, 2012

Fund	Unencumbered Cash (Deficit) 01/01/12	Receipts	Expenditures	Unencumbered Cash (Deficit) 12/31/12	Add Payables and Encumbrances	Treasurer's Cash (Deficit) 12/31/12
(continued)						
<u>Related Municipal Entities</u>						
Finney County Convention & Visitors Bureau	\$ -	\$ 1,346,614	\$ 637,152	\$ 709,462	\$ -	\$ 709,462
Finney County Extension Council	62,045	257,400	216,033	103,412	-	103,412
Finney County Public Library:						
General	108,843	1,036,057	1,103,281	41,619	-	41,619
Capital Improvements	120,165	144,890	10,187	254,868	-	254,868
Total Related Municipal Entities	<u>291,053</u>	<u>2,784,961</u>	<u>1,966,653</u>	<u>1,109,361</u>	<u>-</u>	<u>1,109,361</u>
Total Municipal Entity (excluding Agency Funds) (memorandum only)	<u>\$ 19,931,121</u>	<u>\$ 41,126,224</u>	<u>\$ 36,228,418</u>	<u>\$ 24,828,927</u>	<u>\$ 1,532,127</u>	<u>\$ 26,361,054</u>
<u>Composition of Cash</u>						
Demand deposits:						
Commerce Bank					\$ 83,081	
Western State Bank					533,837	
Plus deposits in transit					617	
Less outstanding checks					<u>(166,772)</u>	
Total demand deposits						\$ 450,763
Cash on hand						5,261
Change funds						345
Time deposits:						
Commerce Bank					4,000,350	
Western State Bank					16,362,648	
First National Bank of Holcomb					103,884	
American State Bank					3,101,729	
Plus deposits in transit					252,346	
Less outstanding checks					<u>(247,917)</u>	
Total time deposits						23,573,040
Certificates of deposit						4,014,668
Kansas Municipal Investment Pool						<u>35,021,060</u>
Total cash						63,065,137
Less Agency Funds per Schedule 3						(37,813,444)
Plus related municipal entities						<u>1,109,361</u>
Total Treasurer's cash (excluding Agency Funds)						<u>\$ 26,361,054</u>

The accompanying Notes to the Financial Statement are an integral part of this statement.

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Notes to the  
Financial Statement

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

1. Summary of significant accounting policies

Finney County, Kansas, (the County) was established in 1887 and is an organized county having the powers, duties and privileges granted to counties by K.S.A. 19-101.

A. Financial reporting entity

The County is a municipal corporation governed by an elected five-member commission. This financial statement presents Finney County (the municipality) and selected related municipal entities. The related municipal entities discussed below are included in the County's reporting entity because they were established to benefit the County and/or its constituents.

Sewer District #1, Sewer District #2 and Sewer District #3 operate the County's sewer districts. The Board of each district consists of the County Commissioners. The County Commissioners approve the sewer districts' budgets and levy taxes for operations. The sewer improvements and equipment are titled to the County. Bond issuances must be approved by the County. The sewer districts have been determined to be blended related municipal entities created under K.S.A. 19-27a01. Sewer District #1, Sewer District #2 and Sewer District #3 are presented in these financial statements as business funds.

The Southwest Kansas Regional Juvenile Detention Center is a jointly governed organization between eighteen counties in southwest Kansas created under an interlocal agreement. The Southwest Kansas Regional Juvenile Detention Center is governed by a board appointed by the participating parties. The Southwest Kansas Regional Juvenile Detention Center was established to operate a juvenile correctional facility located in Garden City, Kansas. The primary source of funding for the Southwest Kansas Regional Juvenile Detention Center is from the participating parties with additional support from grants. Finney County functions as the operator of the Southwest Kansas Regional Juvenile Detention Center. Finney County has an equity interest and is a material contributor to the continued existence of the Southwest Kansas Regional Juvenile Detention Center. The Southwest Kansas Regional Juvenile Detention Center is presented in these financial statements as a special purpose fund.

The Finney County Convention and Visitors Bureau operates the County's Convention and Visitors Bureau and provides services for the residents of Finney County. It has its own Board of Directors, who operates independently from the County. The Board of Directors is responsible for the management and fiscal accountability of the Convention and Visitors Bureau. The Board is appointed by the County Commission, who also has the authority to remove appointed Board members. The County Commissioners approve the Convention and Visitors Bureau's budget and collect/disburse to them the proceeds from the County's guest bed tax for their operations. The Finney County Convention and Visitors Bureau is presented as a related municipal entity in these financial statements.

The Finney County Extension Council provides services in such areas as agriculture, home economics and 4-H clubs to all persons in the County. The Council is governed by an elected executive board. The County levies taxes for the support of the Council. The Finney County Extension Council is presented as a related municipal entity in these financial statements.

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

1. Summary of significant accounting policies (continued)

A. Financial reporting entity (continued)

The Finney County Public Library operates the County's library and provides services for the residents of Finney County. It has its own Board of Directors, who operates independently from the County. The Board of Directors is responsible for the management and fiscal accountability of the Public Library. The Board is appointed by the County Commission, who also has the authority to remove appointed Board members. The County Commissioners approve the Library's budget and levy taxes for library operations. The library building is titled to the Library Board and was financed with Finney County general obligation bonds retired in part by tax levy and in part by private donation. Bond issuances for the Library's benefit must be approved by the County. The Finney County Public Library is presented as a related municipal entity in these financial statements.

The related municipal entities discussed below are not included in the County's financial statement but are related municipal entities because they were established to benefit the County and/or its constituents.

Garden City Information Technologies Cooperative is a jointly governed organization between Finney County, Kansas, the City of Garden City, Kansas, Unified School District No. 457, Garden City Community College and St. Catherine Hospital, created under K.S.A. 12-2901. Garden City Information Technologies Cooperative is governed by a board appointed by the participating parties. The purpose of Garden City Information Technologies Cooperative is to enhance the coordination and technology sharing among the members of the Cooperative, address the long term goals of the Cooperative that provide an enhanced community and regional telecommunications and integrated community network, and to seek out the opportunities that are identified by the Cooperative that provide services to local and regional interest and lead to the use of the Cooperative as a tool for economic development. This is accomplished by coordinating technology purchases and training, development of communication networks within Garden City and southwest Kansas, and providing videoconferencing, telecommuting and office access within the community. The primary source of funding for Garden City Information Technologies Cooperative is from the general funds of the participating parties and through procuring grants.

B. Regulatory basis of accounting and departure from accounting principles generally accepted in the United States of America

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

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

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

1. Summary of significant accounting policies (continued)

C. Regulatory basis fund types

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

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

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

Bond and Interest funds – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project funds – used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

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

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

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

D. Cash and investments

Cash resources of the individual funds are combined to form a pool of cash and investments which is managed by the County (except for investments in the Kansas Municipal Investment Pool). Cash includes amounts in demand deposits, time deposits and certificates of deposit. Investments of the pooled accounts consist primarily of investments in the Kansas Municipal Investment Pool and U.S. government securities carried at cost, which approximates market. Interest income earned, unless specifically designated, is allocated to the general fund.

Investments are stated at cost, which approximates fair value. The aggregate value of the investments at December 31, 2012, is \$35,021,060.

E. Property taxes and special assessments

The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas is the responsibility of the counties. The County Appraiser annually determines assessed valuations based on real property transactions as recorded by the Register of Deeds and personal property holdings reported by taxpayers. The County Clerk spreads the annual assessment on the tax rolls and the County Treasurer collects the taxes for all taxing entities within the County.

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

1. Summary of significant accounting policies (continued)

E. Property taxes and special assessments (continued)

Taxes are assessed on a calendar year basis, are levied and become a lien on the property on November 1st of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20th during the year levied with the balance to be paid on or before May 10th of the ensuing year. State statutes prohibit the County Treasurer from distributing the taxes collected in the year levied prior to January 1st of the ensuing year. One-half of the property taxes are due December 20th and distributed by January 20th to finance a portion of the current year's budget. The second half is due May 10th and distributed by June 5th.

Kansas statutes require projects financed in part by special assessments to be financed through the issuance of general obligation bonds which are secured by the full faith and credit of the County. Special assessments received prior to or after the issuance of general obligation bonds are recorded as receipts in the appropriate project fund. Further, state statutes require levying additional general ad valorem property taxes in the Bond and Interest fund to finance delinquent special assessments receivable.

Special assessments are levied over a ten or fifteen year period and annual installments are due and payable with annual ad valorem property taxes. The County may foreclose liens against property benefited by special assessments when delinquent assessments are two years in arrears. At December 31, 2012, the special assessment taxes levied are a lien on the property.

F. Interfund transactions

Quasi-external transactions (i.e., transactions that would be treated as receipts or expenditures if they involved organizations external to the governmental unit, such as internal service fund billings to departments) are accounted for as receipts or expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

G. Reimbursements

A reimbursement is an expenditure or expense initially made in one fund, but properly attributable to another fund. For example, it is common for the general fund to pay a vendor's bill and have portions of it reimbursed by other funds. In accounting for such reimbursements, the County records an expenditure in the reimbursing fund, and a reduction of expenditure in the reimbursed fund, following the authoritative guidance of the *Governmental Accounting, Auditing and Financial Reporting*.

H. Memorandum totals

Totals on the financial statement are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. No consolidated financial information is presented nor is all required disclosures presented for these amounts.

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

2. Stewardship, compliance and accountability

A. Budgetary information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The 2012 budget was amended to add the Guest Tax fund with a budget authority of \$750,000 for the year ended December 31, 2012. In addition, there was a qualifying budget adjustment made to the Health fund for \$101,726 due to additional federal grant awards received.

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

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

A legal operating budget is not required for capital projects funds, fiduciary funds and the following special purpose funds:

- Bioterrorism Grant
- Capital Improvement Reserve
- Community Correction
- County Attorney's Training
- Emergency Planning Grants
- Finney County Fair Association
- Jail Commissary and Telephone
- Juvenile Detention Center Grants
- Oil & Gas Valuation Depletion Trust
- Register of Deeds' Technology

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

2. Stewardship, compliance and accountability (continued)

A. Budgetary information (continued)

Special Alcohol and Drug  
Special Highway Improvement  
Special Road Machinery and Equipment  
Sheriff's Crime Prevention  
Sheriff's Special Account  
Federal and State Forfeiture  
State Drug Tax Assessment  
Western Pyramid Public Health Region  
Women, Infants & Children Grant  
Youth Services

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.

B. Compliance with Kansas statutes

References made herein to the statutes are not intended as interpretation of law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney and the legal representative of the County.

There are no known material violations of Kansas statutes for the year ended December 31, 2012.

C. Deficit unencumbered cash

The following funds had deficit unencumbered cash balances as of December 31, 2012:

Western Pyramid Public Health Region	\$ 657
Women, Infants and Children Grant	95,949
Youth Services	142,755
Sewer District #3 Bond and Interest	31,652
County Treasurer - Payroll	43,647

Grant funds and other reimbursements were due to the County at year end to cover the deficits in the Western Pyramid Public Health Region, Women, Infants and Children Grant; and Youth Services funds; and the Payroll Account. Special assessments, adequate to cover the deficit, are due to the Sewer District #3 Bond and Interest fund.

3. Detailed notes on all funds

A. Deposits and investments

A reconciliation of cash and investments as shown in the composition of cash on the summary Statement 1 is as follows:

Cash on hand	\$ 5,606
Carrying amount of deposits	28,038,471
Carrying amount of investments	<u>35,021,060</u>
Total cash and investments	<u><u>\$ 63,065,137</u></u>

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

3. Detailed notes on all funds (continued)

A. Deposits and investments (continued)

As of December 31, 2012, the County had the following investments:

Investment Type	Fair Value	Investment Maturities (in Years)		Rating
		Less than 1	1-2	
Kansas Municipal Investment Pool	\$ 35,021,060	\$ 35,021,060	\$ -	S&P AAAf/S1 +
Total fair value	<u>\$ 35,021,060</u>	<u>\$ 35,021,060</u>	<u>\$ -</u>	

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

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

Concentration of credit risk

State statutes place no limit on the amount the County may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The County's allocation of investments as of December 31, 2012, is as follows:

Investments	Percentage of Investments
Kansas Municipal Investment Pool	100.00%

Custodial credit risk - deposits

Custodial credit risk for deposits is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City or the Federal Home Loan Bank of Topeka except during designated "peak periods" when required coverage is 50%. The County does not use designated "peak periods".

At December 31, 2012, the County's carrying amount of deposits was \$28,038,471 and the bank balance was \$28,200,197. Of the bank balance, 99.53% was held by four banks resulting in a concentration of credit risk. Of the bank balance, \$5,643,032 was covered by federal depository insurance, \$22,463,718 was collateralized with securities held by the pledging financial institutions' agents in the County's name and \$93,447 was unsecured. The County's cash deposits by financial institution and category of coverage at year end are as follows:

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

3. Detailed notes on all funds (continued)

A. Custodial credit risk – deposits (continued)

	Commerce Bank	Western State Bank	First National Bank of Holcomb	American State Bank	First National Bank
FDIC coverage	\$ 333,081	\$ 941,399	\$ 103,884	\$ 250,000	\$ 4,014,668
Pledged securities at market value	<u>3,949,047</u>	<u>15,861,639</u>	<u>32,433</u>	<u>3,436,919</u>	<u>-</u>
Total coverage	<u>\$ 4,282,128</u>	<u>\$ 16,803,038</u>	<u>\$ 136,317</u>	<u>\$ 3,686,919</u>	<u>\$ 4,014,668</u>
Funds on deposit	<u>\$ 4,083,431</u>	<u>\$ 16,896,485</u>	<u>\$ 103,884</u>	<u>\$ 3,101,729</u>	<u>\$ 4,014,668</u>
Funds at risk	<u>\$ -</u>	<u>\$ 93,447</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The carrying amount of deposits for the Finney County Convention and Visitors Bureau was \$709,462 and the bank balance was \$720,498. Of the bank balance, 99.99% was held by one bank resulting in a concentration of credit risk. All of the bank balance was covered by federal depository insurance.

The carrying amount of deposits for the Finney County Extension Council was \$103,412 and the bank balance was \$115,536. The bank balance was held by two banks resulting in a concentration of credit risk. All of the bank balance was covered by federal depository insurance.

The carrying amount of deposits for the Finney County Public Library was \$296,487 and the bank balance was \$296,558. The bank balance was held by two banks resulting in a concentration of credit risk. All of the bank balance was covered by federal depository insurance.

Credit risk - investments

*Custodial credit risk for an investment is the risk that, in the event of the failure of the issuer or counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.*

At December 31, 2012, the County had invested \$35,021,060 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

3. Detailed notes on all funds (continued)

B. Capital projects in process

Capital project authorizations with approved change orders compared to disbursements and accounts payable from inceptions to December 31, 2012, for the County are as follows:

Project	Project Authorization	Disbursements and Accounts Payable to Date	Committed
2012 Bituminous Surfacing project	\$ 774,854	\$ 766,339	\$ -

C. Long-term debt

Changes in long-term debt for the County for the year ended December 31, 2012, were as follows:

	Date of Issue	Maximum Rate	Amount of Issue	Date of Final Maturity	Balance 01/01/12	Additions	Reductions/ Payments	Balance 12/31/12	Interest Paid
Limited obligation bonds payable:									
Sales Tax Refunding, Series 2006	06/01/06	4.00%	6,590,000	12/01/17	\$ 5,580,000	\$ -	\$ 270,000	\$ 5,310,000	\$ 223,200
Revenue bonds payable:									
Sewer Improvement - Series 2002	06/03/02	4.75%	848,500	06/01/42	770,000	-	10,000	760,000	36,575
Kansas Department of Transportation payable:									
Rail service improvement loan	01/07/11	2.00%	1,000,000	05/05/21	939,370	-	939,370	-	10,691
Capital leases payable:									
Emergency radio communications system	12/31/08	3.62%	1,380,000	01/01/16	1,007,547	-	209,946	797,601	34,877
Volvo motor grader	05/11/09	4.00%	189,000	05/11/16	149,429	-	11,640	137,789	5,977
Volvo motor grader	05/11/09	4.00%	189,000	05/11/16	149,429	-	11,640	137,789	5,977
KRONOS system upgrade	04/26/10	8.11%	181,618	07/01/14	123,059	-	44,614	78,445	8,345
Copier - Fair Board	03/15/11	7.36%	8,721	02/15/15	6,633	-	1,729	4,904	431
Total capital leases payable					1,436,097	-	279,569	1,156,528	55,607
Total long-term debt					\$ 8,725,467	\$ -	\$ 1,498,939	\$ 7,226,528	\$ 326,073

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
	2013	2014	2015	2016	2017	2018-2022	2023-2027	2028-2032	2033-2037	2038-2042	
Principal:											
Limited obligation bonds payable	\$ 1,105,000	\$ 1,150,000	\$ 1,195,000	\$ 1,250,000	\$ 610,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,310,000
Revenue bonds payable	10,000	10,000	15,000	15,000	15,000	80,000	105,000	135,000	165,000	210,000	760,000
Capital leases payable	292,121	282,954	261,235	320,218	-	-	-	-	-	-	1,156,528
Total principal	1,407,121	1,442,954	1,471,235	1,585,218	625,000	80,000	105,000	135,000	165,000	210,000	7,226,528
Interest:											
Limited obligation bonds payable	212,400	168,200	122,200	74,400	24,400	-	-	-	-	-	\$ 601,600
Revenue bonds payable	36,100	35,625	35,150	34,438	33,725	157,937	136,562	109,013	74,100	30,638	683,288
Capital leases payable	43,056	30,157	19,874	10,194	-	-	-	-	-	-	103,281
Total interest	291,556	233,982	177,224	119,032	58,125	157,937	136,562	109,013	74,100	30,638	1,388,169
Total principal and interest	\$ 1,698,677	\$ 1,676,936	\$ 1,648,459	\$ 1,704,250	\$ 683,125	\$ 237,937	\$ 241,562	\$ 244,013	\$ 239,100	\$ 240,638	\$ 8,614,697

Legal debt margin

The debt limit per K.S.A. 10-306 is three percent of the assessed tangible valuation adjusted for exempt farm property, business aircraft and motor vehicles given by the County Assessor to the County Clerk on August 25th each year. Per K.S.A. 10-307, certain bond issues are not subject to the bonded indebtedness limitation; these include the refunding bonds and the limited obligation bonds issued for the purpose of financing the construction and remodeling of the courthouse, jail and law enforcement center, to be paid from sales tax proceeds. The amount of debt outstanding does not exceed the statutory limit.

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

3. Detailed notes on all funds (continued)

C. Long-term debt (continued)

Conduit debt obligations

From time to time, the County has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. The County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2012, there were three series of Industrial Revenue Bonds outstanding, with an aggregate principal amount payable of \$1,582,352.

D. Interfund transfers

Interfund operating transfers were as follows:

From	To	Statutory Authority	
General	Capital Improvement Reserve	19-120	\$ 950
General	Economic Development Incentives		125,000
General	GIS	79-1946	50,000
General	Juvenile Detention Center	79-1946	394,347
Ambulance	Capital Improvement Reserve	19-120	101,000
Building and Road Maintenance Program	Capital Improvement Reserve	68-590	372,886
Capital Improvement Reserve	Economic Development Incentives		94,193
Free Fair and Fair Grounds	Finney County Fair Association	2-132	53,000
Free Fair and Fair Grounds	Capital Improvement Reserve	19-120	20,323
Guest Tax	Convention and Visitors Bureau	12-1693	766,516
Health	Capital Improvement Reserve	19-120	53,324
Jail Commissary and Telephone	Employee Benefit		90,000
Road and Bridge	Special Highway	68-590	200,000
Road and Bridge	Special Road Machinery and Equipment	68-141g	100,000
Bond and Interest	General	10-117a	<u>374,914</u>
Total			<u>\$ 2,796,453</u>

Interfund operating transfers of the Finney County Public Library, a related municipal unit, were as follows:

From	To	Statutory Authority	
General	Capital Improvement	12-1258	\$ 85,359
Total			<u>\$ 85,359</u>

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

4. Other information

A. Risk management and self-insurance

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

The County has partially self-funded employees' health care costs. "Stop loss" coverage is maintained for claims above \$4,053,374 at December 31, 2012. Payments for medical insurance premiums and self-insured medical costs not covered by the insurance carrier are paid out of the Employee Benefit fund as they are billed to the County.

B. Municipal solid waste landfill

State and federal laws and regulations require the County to place a final cover on its landfill site when it stops accepting waste, and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs are paid only near or after the date that the landfill stops accepting waste, the County has reported a portion of these closure and post-closure care costs as an operating expense in previous periods based on landfill capacity used as of each fiscal year end. The County has no landfill closure and post-closure care liability at December 31, 2012. The County completed transfer and sale of the landfill in 2000, and its permit was absorbed by Browning-Ferris Industries of Western Kansas, Inc.

C. Post-employment health care benefits

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

D. Compensated absences

The County's policy regarding vacation leave pay permits employees to earn vacation leave days at a maximum rate of 24 days per year; employees can carryover a maximum of 24 days to the following year. Upon resignation or retirement, employees are entitled to payment for all accrued vacation earned provided they give their department head and the County Commission two weeks written notice. If an employee fails to give the two weeks written notice, no accrued vacation earned is paid unless a waiver is agreed to by the department head and the County Commissioners. Upon termination, payment is made to an employee for the accrued vacation leave.

The County's policy regarding sick leave pay permits employees to accumulate leave days at a maximum rate of 12 days per year up to 120 days. The County's policy is to recognize the costs of sick leave when actually paid since employees are not reimbursed for unused sick leave when they leave the County's employ.

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

4. Other information (continued)

D. Compensated absences (continued)

The Finney County Convention and Visitors Bureau's policy regarding vacation leave pay permits employees to earn vacation leave days at a maximum rate of 24 days per year; employees can carryover a maximum of 24 days to the following year. Upon resignation, retirement, or termination, employees are entitled to payment for a maximum of 30 days accrued vacation earned.

The Finney County Extension Council's policy regarding vacation leave pay permits employees to earn vacation leave days at a maximum rate of 22 days per year; employees can carryover a maximum of 38 days to the following year. Upon resignation or retirement, employees are entitled to payment for a maximum of 22 days accrued vacation earned.

E. Defined benefit pension plan

Plan description: Finney County, Kansas, contributes to the Kansas Public Employees Retirement System ("KPERs"), a cost sharing, multiple-employer defined benefit pension plan as provided by Kansas law. 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.

Funding policy: K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERs member-employee contribution rates. Effective July 1, 2009 KPERs has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERs member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERs is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

Employees of the Finney County Extension Council, a related municipal entity, also contribute to the Kansas Public Employees Retirement System. All contribution requirements were met by the related municipal entity and its employees.

F. Commitments and contingencies

Commitments

The County entered into a five year contract expiring August 31, 2005, with automatic extension for five year periods, with the City of Garden City. Under the terms of the contract, the City provides reimbursement funding for use of a portion of the Finney County Law Enforcement Center which the City uses for the operation and administration of the Garden City Police Department and municipal court.

Litigation

The County is named as a party in various lawsuits. Most of these lawsuits are in the discovery stages and the effect, if any, on the County is not determinable at this time; in the opinion of management, the ultimate outcome of these lawsuits will not have a material adverse effect on the County.

FINNEY COUNTY, KANSAS  
Notes to the Financial Statement  
December 31, 2012

4. Other information (continued)

F. Commitments and contingencies (continued)

Grant audits

The County participates in a number of federally assisted grant programs. These programs are subject to financial and compliance audits by the grantors, their representatives and/or the Single Audit Act requirements. As of December 31, 2012, there were no material questioned or disallowed costs as a result of grant audits completed or in process.

Operating leases

The County has entered into operating lease agreements for the use of facilities, equipment and a vehicle. Lease payments under these agreements totaled \$43,311 for the year ended December 31, 2012. Future minimum lease payments are as follows:

2013	\$ 28,173
2014	17,361
2015	<u>103,165</u>
Total minimum lease payments	<u>\$ 148,699</u>

Contracts - Finney County Public Library

On December 18, 2006, the Library Board of Trustees entered into a contract with Library Systems & Services, LLC for the management and operation of the Finney County Public Library. The contract was effective for the period January 1, 2007, through December 31, 2012. The fees under this contract for 2012 are \$960,627, with the remaining fees to be renegotiated annually. The fees negotiated for 2013 are \$990,000.

G. Related party transactions

Various departments and funds within the County provide goods and services to other operating departments. Charges for these services are billed in the same manner such services would be billed to the general public and are handled as arm's length transactions in the normal course of business.

The Finney County Convention and Visitors Bureau made payments totaling \$32,011 to various businesses owned or managed by board members during the year ended December 31, 2012.

H. Subsequent events

Subsequent to December 31, 2012, the County accepted bids for 2013 road projects in the amount of \$717,354 and approved an \$883,678 renovation project for the Exhibition Building.

## Regulatory Required Supplemental Information

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FINNEY COUNTY, KANSAS  
 Summary of Expenditures - Actual and Budget  
 (Budgeted Funds Only)  
 Regulatory Basis  
 For the Year Ended December 31, 2012

	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget	Expenditures Chargeable to Current Year	Variance Over (Under)
<b>General Fund</b>					
General	\$ 14,224,302	\$ -	\$ 14,224,302	\$ 13,290,085	\$ (934,217)
<b>Special Purpose Funds</b>					
Aging	370,348	-	370,348	370,000	(348)
Alcohol Programs	33,075	-	33,075	14,000	(19,075)
Ambulance	1,499,583	-	1,499,583	1,361,006	(138,577)
Building and Road Maintenance Program	1,158,976	-	1,158,976	884,697	(274,279)
County Employee Benefit	3,741,226	-	3,741,226	3,196,257	(544,969)
Economic Development	118,112	-	118,112	118,000	(112)
Economic Development Incentives	450,000	-	450,000	89,409	(360,591)
E911 Services	246,736	-	246,736	182,535	(64,201)
Free Fair and Fair Grounds	494,057	-	494,057	461,396	(32,661)
GIS	130,820	-	130,820	124,019	(6,801)
Guest Tax	750,000	-	750,000	766,516	16,516
Health	1,536,358	101,726	1,638,084	1,572,124	(65,960)
Historical Museum	206,596	-	206,596	206,400	(196)
Juvenile Detention Center	1,407,495	-	1,407,495	1,356,687	(50,808)
Juvenile Detention Center Building	50,693	-	50,693	-	(50,693)
Library Maintenance	900,853	-	900,853	900,000	(853)
Mental Retardation	290,269	-	290,269	290,000	(269)
Noxious Weed	570,069	-	570,069	499,833	(70,236)
Noxious Weed Capital Outlay	112,028	-	112,028	-	(112,028)
Parks and Recreation	55,983	-	55,983	17,500	(38,483)
Road and Bridge	4,442,074	-	4,442,074	3,838,423	(603,651)
<b>Bond and Interest Fund</b>					
Bond and Interest	374,914	-	374,914	374,914	-
<b>Business Funds</b>					
Landfill	572,000	-	572,000	55,975	(516,025)
Sewer District #1	292,965	-	292,965	64,441	(228,524)
Sewer District #2	109,086	-	109,086	108,319	(767)
Sewer District #3	81,035	-	81,035	77,699	(3,336)
Sewer District #3 Bond and Interest	46,575	-	46,575	46,575	-
<b>Trust Funds</b>					
CDBG Revolving Loan Fund	115,049	-	115,049	800	(114,249)

# General Fund

## Fund Description

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

The General Fund functions are reported in three categories as follows:

### General Government

- \*General and Administrative
- \*County Commission
- \*County Administrator
- \*County Treasurer
- \*County Clerk
- \*Register of Deeds
- \*Computer Support Services
- \*County Appraiser
- \*Building Maintenance
- \*Agricultural Extension
- \*Soil Conservation
- \*Animal shelter
- \*Weather Modification
- \*Economic development

### Public Safety

- \*County Attorney
- \*Sheriff
- \*Status Offenders Diversion
- \*District Court
- \*25th Judicial District
- \*Emergency Management
- \*CASA
- \*Radio lease

### Health and Sanitation

- \*Mental Health

FINNEY COUNTY, KANSAS  
 General Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts:</b>				
Taxes	\$ 11,096,069	\$ 11,604,646	\$ 11,382,114	\$ 222,532
Intergovernmental revenue	279,911	236,043	167,371	68,672
Licenses and fees	741,158	840,618	540,000	300,618
Use of money and property	60,391	47,474	80,000	(32,526)
Other	432,542	365,760	146,800	218,960
Transfers in	-	374,914	374,914	-
<b>Total receipts</b>	<b>12,610,071</b>	<b>13,469,455</b>	<b>\$ 12,691,199</b>	<b>\$ 778,256</b>
<b>Expenditures:</b>				
General government	4,263,345	4,469,982	\$ 4,845,741	\$ (375,759)
Public safety	7,813,998	8,063,806	8,357,322	(293,516)
Health and sanitation	186,000	186,000	186,000	-
Transfers out	851,093	570,297	835,239	(264,942)
<b>Total expenditures</b>	<b>13,114,436</b>	<b>13,290,085</b>	<b>\$ 14,224,302</b>	<b>\$ (934,217)</b>
Receipts over (under) expenditures	(504,365)	179,370		
Unencumbered cash, beginning of year	4,110,783	3,606,418		
Unencumbered cash, end of year	<u>\$ 3,606,418</u>	<u>\$ 3,785,788</u>		

## Special Purpose Funds

### Fund Descriptions

Special Purpose Funds are used to account for specific receipts that are legally restricted to expenditures for particular purposes.

The Special Purpose Funds used by Finney County, Kansas, are:

#### Aging:

This fund was created to provide funding to support services for senior citizens. These funds are administered by the Finney County Senior Citizen Center.

#### Alcohol Programs:

This fund is used to account for monies received from state alcohol tax funds which are used to support programs to fight alcohol abuse. The supported programs are recommended by the Alcohol Fund Advisory Committee.

#### Ambulance:

This fund is used to account for monies used for the operation of the Finney County EMS.

#### Bioterrorism Grant:

This fund is used to account for grant monies to be used for bioterrorism prevention in the County.

#### Building and Road Maintenance Program:

This fund is used to account for sales tax monies to provide funding for building and road maintenance and equipment purchases within the County.

#### Capital Improvement Reserve:

This fund is used to account for monies transferred from other funds of the County to finance future capital improvements for the County.

#### Community Correction:

This fund is used to account for monies received as grants from federal and state sources to operate a program of the Kansas Department of Corrections which assists in managing the population in the State's prisons.

#### County Attorney's Training:

This fund is used to account for fees received by the Clerk of the Court from certain cases. The funds are to be used exclusively for the training of personnel in the County Attorney's office and costs related thereto.

#### County Employee Benefit:

This fund is used to account for monies levied to fund the County's self-funded health insurance program and other employee benefits.

#### Economic Development:

This fund is used to account for funds expended to promote expansion of the County's economic base, including funding for the Finney County Economic Development Corporation and other projects and programs related to economic development.

## Special Purpose Funds

### Economic Development Incentive:

This fund is used to account for monies received from the City of Garden City and monies transferred from other funds of the County to support economic development projects within Finney County.

### E911 Services:

This fund is used to account for the activities of the County's E911 emergency communications system funded by a special telephone use tax on each access line in Finney County.

### Emergency Planning Grants:

This fund is used to account for grant monies to be used for hazardous materials emergency planning projects.

### Finney County Fair Association:

This fund is used to account for monies used to operate the County's annual free fair.

### Free Fair and Fair Grounds:

This fund is used to account for funds provided to the Finney County Fair Association to operate the annual Finney County Fair and for monies used to operate the fair grounds.

### GIS:

This fund is used to account for monies used for computer mapping under the Geographical Information Systems.

### Guest Tax

This fund is used to account for monies received through the transient guest tax levied in Finney County, Kansas, to fund the Finney County Convention and Visitors Bureau.

### Health:

This fund is used to account for monies used to operate the Finney County Health Department, including operation of the general clinic and providing matching funds for health grants.

### Historical Museum:

This fund is used to provide monies to support the Finney County Historical Society and its operation and maintenance of the Finney County Museum.

### Jail Commissary and Telephone:

This fund is used to account for funds received through the jail pay telephone and commissary sales which in turn fund the provision of the jail inmates' commissary.

### Juvenile Detention Center:

This fund is used to account for monies which provide for the operation of the Southwest Kansas Regional Juvenile Detention Center, which is managed by Finney County to serve the eighteen counties in southwest Kansas.

### Juvenile Detention Center Building:

This fund is used to account for monies to be used for building maintenance at the Southwest Kansas Regional Juvenile Detention Center.

## Special Purpose Funds

### Juvenile Detention Center Grants:

This fund is used to account for grant monies to be used to develop programs at the Southwest Kansas Regional Juvenile Detention Center.

### Library Maintenance:

This fund is used to account for monies to fund the operating budget for the Finney County Public Library.

### Mental Retardation:

This fund is used to account for monies used by Finney County to contract for mental retardation services provided by Southwest Developmental Services, Inc.

### Noxious Weed:

This fund is used to account for monies which are used to pay for salaries and purchase equipment and chemicals used to eradicate noxious weeds in Finney County.

### Noxious Weed Capital Outlay:

This fund is used to account for monies transferred in from the Noxious Weed fund which will be used for capital outlay purchases to support the Noxious Weed Department.

### Oil & Gas Valuation Depletion Trust:

This fund is used to account for monies from the oil and gas valuation depletion trust fund created under the provisions of K.S.A. 79-4231 for transfer to the County's general fund as oil and gas reserves decline resulting in a decrease in valuation.

### Parks and Recreation:

This fund is used to account for monies generated by state alcohol tax funds which the County uses to support recreational programs in Finney County.

### Register of Deeds' Technology:

This fund is used to account for monies used to acquire equipment and technological services for the storing, recording, archiving, retrieving, maintaining and handling of data recorded or stored in the office of the Register of Deeds.

### Road and Bridge:

This fund is used to account for monies which finance operation of the Finney County Road and Bridge Department, which develops and maintains the County's public road system.

### Special Alcohol and Drug:

This fund is used to account for monies which are used to fund programs specifically designed to address social problems associated with alcohol or drug abuse.

### Special Highway Improvement:

This fund is used to account for monies received from the state and federal governments which are used to improve secondary roads in Finney County.

### Special Road Machinery and Equipment:

This fund is used to account for monies transferred from the Road and Bridge fund to finance the Road and Bridge Department's capital equipment purchasing plan.

## Special Purpose Funds

### Sheriff's Crime Prevention:

This fund is used to account for donations from individuals to be used towards the Special Olympics program, purchase of awareness materials, and sponsorship of the BMX program.

### Sheriff's Special Account:

This fund is used to account for monies used in investigations by the Sheriff's department.

### Federal and State Forfeiture:

This fund is used to account for monies from DEA forfeitures which are to be expended for drug control type expenditures.

### State Drug Tax Assessment:

This fund is used to account for monies from drug control assessments.

### Western Pyramid Public Health Region:

This fund is used to account for monies received as grants from federal and state sources to operate a program of the Western Pyramid Public Health Region which assists to address commonly perceived emergency preparedness and communicable disease problems within an eight county region.

### Women, Infants and Children Grant:

This fund is used to account for grant monies for the Women, Infants and Children program in the County.

### Youth Services:

This fund is used to account for monies which provide for youth services in Finney County.

**Note:** The County budgets all special purpose funds except for Bioterrorism Grant; Capital Improvement Reserve; Community Correction; County Attorney's Training; Emergency Planning Grants; Finney County Fair Association; Jail Commissary and Telephone; Juvenile Detention Center Grants; Oil & Gas Valuation Depletion Trust; Register of Deeds' Technology; Special Alcohol and Drug; Special Highway Improvement; Special Road Machinery and Equipment; Sheriff's Crime Prevention; Sheriff's Special Account; Federal and State Forfeiture; State Drug Tax Assessment; Western Pyramid Public Health Region; Women, Infants and Children Grant; and Youth Services funds.

FINNEY COUNTY, KANSAS  
Aging Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 367,643	\$ 325,254	\$ 331,366	\$ (6,112)
Motor vehicle	26,123	28,203	28,954	(751)
Delinquent property	8,497	5,039	-	5,039
Motor vehicle excise tax	326	425	1,240	(815)
Recreational vehicle tax	330	300	441	(141)
In lieu of	2,658	3,532	4,737	(1,205)
Total receipts	<u>405,577</u>	<u>362,753</u>	<u>\$ 366,738</u>	<u>\$ (3,985)</u>
Expenditures:				
Other public service:				
Committee on Aging	390,000	370,000	\$ 370,000	\$ -
Neighborhood Revitalization Rebate	-	-	348	(348)
Total expenditures	<u>390,000</u>	<u>370,000</u>	<u>\$ 370,348</u>	<u>\$ (348)</u>
Receipts over (under) expenditures	15,577	(7,247)		
Unencumbered cash, beginning of year	<u>618</u>	<u>16,195</u>		
Unencumbered cash, end of year	<u>\$ 16,195</u>	<u>\$ 8,948</u>		

FINNEY COUNTY, KANSAS  
 Alcohol Programs Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Intergovernmental revenue	\$ 16,003	\$ 14,181	\$ 17,371	\$ (3,190)
Total receipts	<u>16,003</u>	<u>14,181</u>	<u>\$ 17,371</u>	<u>\$ (3,190)</u>
Expenditures:				
Health and sanitation:				
Contractual	<u>19,044</u>	<u>14,000</u>	<u>\$ 33,075</u>	<u>\$ (19,075)</u>
Total expenditures	<u>19,044</u>	<u>14,000</u>	<u>\$ 33,075</u>	<u>\$ (19,075)</u>
Receipts over (under) expenditures	(3,041)	181		
Unencumbered cash, beginning of year	<u>11,214</u>	<u>8,173</u>		
Unencumbered cash, end of year	<u>\$ 8,173</u>	<u>\$ 8,354</u>		

FINNEY COUNTY, KANSAS  
 Ambulance Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 888,662	\$ 768,764	\$ 784,104	\$ (15,340)
Motor vehicle	68,948	69,424	70,006	(582)
Delinquent property	20,384	12,290	-	12,290
Motor vehicle excise tax	852	1,028	2,998	(1,970)
Recreational vehicle tax	873	736	1,067	(331)
In lieu of	6,440	8,345	11,454	(3,109)
Licenses and fees	476,463	620,065	300,000	320,065
Other	170	-	-	-
Total receipts	<u>1,462,792</u>	<u>1,480,652</u>	<u>\$ 1,169,629</u>	<u>\$ 311,023</u>
Expenditures:				
Public safety:				
Personnel services	1,120,350	1,096,781	\$ 1,193,260	\$ (96,479)
Contractual services	99,562	104,383	127,000	(22,617)
Commodities	67,676	58,842	77,500	(18,658)
Capital outlay	39,202	-	101,000	(101,000)
Neighborhood Revitalization Rebate	-	-	823	(823)
Total public safety	<u>1,326,790</u>	<u>1,260,006</u>	<u>1,499,583</u>	<u>(239,577)</u>
Transfers out:				
Capital Improvement Reserve	-	101,000	-	101,000
Total expenditures	<u>1,326,790</u>	<u>1,361,006</u>	<u>\$ 1,499,583</u>	<u>\$ (138,577)</u>
Receipts over expenditures	136,002	119,646		
Unencumbered cash, beginning of year	<u>405,327</u>	<u>541,329</u>		
Unencumbered cash, end of year	<u>\$ 541,329</u>	<u>\$ 660,975</u>		

FINNEY COUNTY, KANSAS  
 Bioterrorism Grant Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Intergovernmental revenue:		
State and federal aid	\$ 76,629	\$ 23,626
Reimbursements	-	356
Total receipts	<u>76,629</u>	<u>23,982</u>
Expenditures:		
Public safety:		
Contractual services	9,836	11,921
Commodities	19,972	5,168
Total expenditures	<u>29,808</u>	<u>17,089</u>
Receipts over expenditures	46,821	6,893
Unencumbered cash (deficit), beginning of year	<u>(6,217)</u>	<u>40,604</u>
Unencumbered cash, end of year	<u>\$ 40,604</u>	<u>\$ 47,497</u>

FINNEY COUNTY, KANSAS  
 Building and Road Maintenance Program Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>Prior Year</u>	<u>Current Year</u>		<u>Variance Over (Under)</u>
		<u>Actual</u>	<u>Budget</u>	
Receipts:				
Taxes:				
Local sales	<u>\$ 855,008</u>	<u>\$ 899,766</u>	<u>\$ 800,000</u>	<u>\$ 99,766</u>
Total receipts	<u>855,008</u>	<u>899,766</u>	<u>\$ 800,000</u>	<u>\$ 99,766</u>
Expenditures:				
General government:				
Capital outlay	659,700	511,811	\$ 1,158,976	\$ (647,165)
Transfers out:				
Capital Improvement Reserve	<u>140,300</u>	<u>372,886</u>	<u>-</u>	<u>372,886</u>
Total expenditures	<u>800,000</u>	<u>884,697</u>	<u>\$ 1,158,976</u>	<u>\$ (274,279)</u>
Receipts over expenditures	55,008	15,069		
Unencumbered cash, beginning of year	<u>358,976</u>	<u>413,984</u>		
Unencumbered cash, end of year	<u>\$ 413,984</u>	<u>\$ 429,053</u>		

FINNEY COUNTY, KANSAS  
 Capital Improvement Reserve Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Transfers in:		
General	\$ 224,093	\$ 950
Ambulance	-	101,000
Building and Road Maintenance Program	140,300	372,886
Free Fair and Fair Grounds	-	20,323
Health	-	53,324
Total receipts	<u>364,393</u>	<u>548,483</u>
Expenditures:		
General government:		
Capital outlay	54,064	91,640
Transfers out:		
Economic Development Incentive	-	94,193
Total expenditures	<u>54,064</u>	<u>185,833</u>
Receipts over expenditures	310,329	362,650
Unencumbered cash, beginning of year	<u>910,920</u>	<u>1,221,249</u>
Unencumbered cash, end of year	<u>\$ 1,221,249</u>	<u>\$ 1,583,899</u>

FINNEY COUNTY, KANSAS  
 Community Correction Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Intergovernmental revenue:		
State and federal aid	\$ 453,851	\$ 417,275
Reimbursements and restitution	<u>174,990</u>	<u>156,583</u>
Total receipts	<u>628,841</u>	<u>573,858</u>
Expenditures:		
Public safety:		
Personnel services	461,812	480,596
Contractual services	41,645	55,062
Commodities	<u>11,448</u>	<u>16,147</u>
Total expenditures	<u>514,905</u>	<u>551,805</u>
Receipts over expenditures	113,936	22,053
Unencumbered cash, beginning of year	<u>77,432</u>	<u>191,368</u>
Unencumbered cash, end of year	<u>\$ 191,368</u>	<u>\$ 213,421</u>

FINNEY COUNTY, KANSAS  
 County Attorney's Training Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Licenses and fees	\$ 4,705	\$ 3,913
Total receipts	<u>4,705</u>	<u>3,913</u>
Expenditures:		
Public safety:		
Contractual services	2,162	2,186
Commodities	<u>2,550</u>	<u>3,774</u>
Total expenditures	<u>4,712</u>	<u>5,960</u>
Receipts under expenditures	(7)	(2,047)
Unencumbered cash, beginning of year	<u>20,189</u>	<u>20,182</u>
Unencumbered cash, end of year	<u>\$ 20,182</u>	<u>\$ 18,135</u>

FINNEY COUNTY, KANSAS  
 County Employee Benefit Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 2,193,113	\$ 3,013,888	\$ 3,073,910	\$ (60,022)
Motor vehicle	158,692	173,267	172,795	472
Delinquent property	58,122	34,660	-	34,660
Motor vehicle excise tax	2,202	2,537	7,400	(4,863)
Recreational vehicle tax	2,051	1,833	2,634	(801)
In lieu of	15,833	32,714	28,272	4,442
Other	95	-	224,000	(224,000)
Transfers in:				
General	100,000	-	-	-
Jail Commissory and Telephone	-	90,000	-	90,000
Total receipts	<u>2,530,108</u>	<u>3,348,899</u>	<u>\$ 3,509,011</u>	<u>\$ (160,112)</u>
Expenditures:				
General government:				
Health insurance	2,812,853	3,196,257	\$ 3,738,000	\$ (541,743)
Neighborhood Revitalization Rebate	-	-	3,226	(3,226)
Total expenditures	<u>2,812,853</u>	<u>3,196,257</u>	<u>\$ 3,741,226</u>	<u>\$ (544,969)</u>
Receipts over (under) expenditures	(282,745)	152,642		
Unencumbered cash, beginning of year	<u>1,085,606</u>	<u>802,861</u>		
Unencumbered cash, end of year	<u>\$ 802,861</u>	<u>\$ 955,503</u>		

FINNEY COUNTY, KANSAS  
Economic Development Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 111,312	\$ 104,797	\$ 106,528	\$ (1,731)
Motor vehicle	7,752	8,543	8,759	(216)
Delinquent property	2,511	1,528	-	1,528
Motor vehicle excise tax	99	129	375	(246)
Recreational vehicle tax	99	91	134	(43)
In lieu of	804	1,136	1,433	(297)
Total receipts	<u>122,577</u>	<u>116,224</u>	<u>\$ 117,229</u>	<u>\$ (1,005)</u>
Expenditures:				
Other public service:				
Economic Development Commission	118,000	118,000	\$ 118,000	\$ -
Neighborhood Revitalization Rebate	-	-	112	(112)
Total expenditures	<u>118,000</u>	<u>118,000</u>	<u>\$ 118,112</u>	<u>\$ (112)</u>
Receipts over (under) expenditures	4,577	(1,776)		
Unencumbered cash, beginning of year	<u>161</u>	<u>4,738</u>		
Unencumbered cash, end of year	<u>\$ 4,738</u>	<u>\$ 2,962</u>		

FINNEY COUNTY, KANSAS  
 Economic Development Incentive Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts:</b>				
Intergovernmental revenue:				
City of Garden City	\$ -	\$ 64,000	\$ 450,000	\$ (386,000)
Other income	-	617,938	-	617,938
Transfers in:				
General	-	125,000	-	125,000
Capital Improvement Reserve	-	94,193	-	94,193
<b>Total receipts</b>	<b>-</b>	<b>901,131</b>	<b>\$ 450,000</b>	<b>\$ 451,131</b>
<b>Expenditures:</b>				
General government:				
Economic development incentives	-	89,409	\$ 450,000	\$ (360,591)
<b>Total expenditures</b>	<b>-</b>	<b>89,409</b>	<b>\$ 450,000</b>	<b>\$ (360,591)</b>
Receipts over expenditures	-	811,722		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ 811,722</u>		

FINNEY COUNTY, KANSAS  
 E911 Services Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Licenses and fees	\$ 194,396	\$ 19,214	\$ 100,000	\$ (80,786)
Reimbursement on radio system	-	92,981	94,326	(1,345)
Total receipts	<u>194,396</u>	<u>112,195</u>	<u>\$ 194,326</u>	<u>\$ (82,131)</u>
Expenditures:				
Public safety:				
Contractual services	67,209	38,209	\$ 102,410	\$ (64,201)
Capital outlay	-	144,326	144,326	-
Total expenditures	<u>67,209</u>	<u>182,535</u>	<u>\$ 246,736</u>	<u>\$ (64,201)</u>
Receipts over (under) expenditures	127,187	(70,340)		
Unencumbered cash, beginning of year	<u>102,569</u>	<u>229,756</u>		
Unencumbered cash, end of year	<u>\$ 229,756</u>	<u>\$ 159,416</u>		

FINNEY COUNTY, KANSAS  
 Emergency Planning Grants Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Intergovernmental revenue:		
State and federal aid	\$ 30,222	\$ -
Total receipts	<u>30,222</u>	<u>-</u>
Expenditures:		
Public safety:		
Contractual services	3,222	8,908
Commodities	-	10,155
Capital outlay	-	28,068
Total expenditures	<u>3,222</u>	<u>47,131</u>
Receipts over (under) expenditures	27,000	(47,131)
Unencumbered cash, beginning of year	<u>28,620</u>	<u>55,620</u>
Unencumbered cash, end of year	<u>\$ 55,620</u>	<u>\$ 8,489</u>

FINNEY COUNTY, KANSAS  
 Finney County Fair Association Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Licenses and fees	\$ 89,479	\$ 99,592
Use of money and property	81	31
Transfers in:		
Free Fair and Fair Grounds	53,000	53,000
Total receipts	<u>142,560</u>	<u>152,623</u>
Expenditures:		
Culture and recreation:		
Personnel services	9,897	8,176
Contractual services	105,926	120,765
Commodities	42,712	35,710
Total expenditures	<u>158,535</u>	<u>164,651</u>
Receipts under expenditures	(15,975)	(12,028)
Unencumbered cash, beginning of year	<u>29,165</u>	<u>13,190</u>
Unencumbered cash, end of year	<u>\$ 13,190</u>	<u>\$ 1,162</u>

FINNEY COUNTY, KANSAS  
 Free Fair and Fair Grounds Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 244,134	\$ 202,397	\$ 206,244	\$ (3,847)
Motor vehicle	30,689	22,598	19,248	3,350
Delinquent property	8,286	4,036	-	4,036
Motor vehicle excise tax	416	283	824	(541)
Recreational vehicle tax	395	234	293	(59)
In lieu of	1,790	2,197	3,149	(952)
Use of money and property	125,877	122,304	90,000	32,304
Other	218	195	-	195
Total receipts	<u>411,805</u>	<u>354,244</u>	<u>\$ 319,758</u>	<u>\$ 34,486</u>
Expenditures:				
Culture and recreation:				
Personnel services	158,875	158,248	\$ 164,316	\$ (6,068)
Contractual services	184,507	197,866	222,300	(24,434)
Commodities	5,443	5,679	7,525	(1,846)
Capital outlay	28,855	26,280	46,700	(20,420)
Neighborhood Revitalization Rebate	-	-	216	(216)
Transfers out:				
Finney County Fair Association	53,000	53,000	53,000	-
Capital Improvement Reserve	-	20,323	-	20,323
Total expenditures	<u>430,680</u>	<u>461,396</u>	<u>\$ 494,057</u>	<u>\$ (32,661)</u>
Receipts under expenditures	(18,875)	(107,152)		
Unencumbered cash, beginning of year	<u>282,692</u>	<u>263,817</u>		
Unencumbered cash, end of year	<u>\$ 263,817</u>	<u>\$ 156,665</u>		

FINNEY COUNTY, KANSAS  
 GIS Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts:</b>				
Intergovernmental revenue:				
City of Garden City	\$ 65,162	\$ 64,868	\$ 50,000	\$ 14,868
Other	4,024	1,432	-	1,432
Transfers in:				
General	80,000	50,000	50,000	-
Total receipts	<u>149,186</u>	<u>116,300</u>	<u>\$ 100,000</u>	<u>\$ 16,300</u>
<b>Expenditures:</b>				
Other public service:				
Personnel services	70,177	75,192	\$ 76,620	\$ (1,428)
Contractual services	6,915	5,249	36,500	(31,251)
Commodities	105,456	7,080	7,700	(620)
Capital outlay	36,357	36,498	10,000	26,498
Total expenditures	<u>218,905</u>	<u>124,019</u>	<u>\$ 130,820</u>	<u>\$ (6,801)</u>
Receipts under expenditures	(69,719)	(7,719)		
Unencumbered cash, beginning of year	<u>375,565</u>	<u>305,846</u>		
Unencumbered cash, end of year	<u>\$ 305,846</u>	<u>\$ 298,127</u>		

FINNEY COUNTY, KANSAS  
 Guest Tax Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Transient Guest Tax	\$ -	\$ 766,516	\$ 750,000	16,516
Total receipts	<u>-</u>	<u>766,516</u>	<u>\$ 750,000</u>	<u>\$ 16,516</u>
Expenditures:				
Transfers out:				
Convention and Visitors Bureau	-	766,516	\$ 750,000	\$ 16,516
Total expenditures	<u>-</u>	<u>766,516</u>	<u>\$ 750,000</u>	<u>\$ 16,516</u>
Receipts over expenditures	-	-		
Unencumbered cash, beginning of year	<u>-</u>	<u>-</u>		
Unencumbered cash, end of year	<u>\$ -</u>	<u>\$ -</u>		

FINNEY COUNTY, KANSAS  
Health Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 464,273	\$ 458,825	\$ 467,842	\$ (9,017)
Motor vehicle	35,164	36,425	36,554	(129)
Delinquent property	10,284	6,552	-	6,552
Motor vehicle excise tax	453	537	1,565	(1,028)
Recreational vehicle tax	449	386	557	(171)
In lieu of	3,360	4,979	5,981	(1,002)
Intergovernmental revenue:				
State and federal aid	368,758	601,389	451,726	149,663
Licenses and fees	332,009	342,122	100,000	242,122
Other	99,699	6,197	-	6,197
Total receipts	<u>1,314,449</u>	<u>1,457,412</u>	<u>\$ 1,064,225</u>	<u>\$ 393,187</u>
Expenditures:				
Health and sanitation:				
Personnel services	800,232	807,501	\$ 1,098,315	\$ (290,814)
Contractual services	112,878	453,310	249,168	204,142
Commodities	201,321	221,793	246,000	(24,207)
Capital outlay	8,860	36,196	44,110	(7,914)
Neighborhood Revitalization Rebate	-	-	491	(491)
Transfers out:				
Capital Improvement Reserve	-	53,324	-	53,324
Total expenditures	<u>1,123,291</u>	<u>1,572,124</u>	<u>\$ 1,638,084</u>	<u>\$ (65,960)</u>
Receipts over (under) expenditures	191,158	(114,712)		
Unencumbered cash, beginning of year	<u>888,587</u>	<u>1,079,745</u>		
Unencumbered cash, end of year	<u>\$ 1,079,745</u>	<u>\$ 965,033</u>		

FINNEY COUNTY, KANSAS  
 Historical Museum Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 195,133	\$ 182,879	\$ 186,270	\$ (3,391)
Motor vehicle	13,293	14,907	15,342	(435)
Delinquent property	4,302	2,671	-	2,671
Motor vehicle excise tax	170	226	657	(431)
Recreational vehicle tax	168	159	234	(75)
In lieu of	1,410	1,985	2,510	(525)
<b>Total receipts</b>	<b>214,476</b>	<b>202,827</b>	<b>\$ 205,013</b>	<b>\$ (2,186)</b>
Expenditures:				
Culture and recreation:				
Historical society	206,400	206,400	\$ 206,400	\$ -
Neighborhood Revitalization Rebate	-	-	196	(196)
<b>Total expenditures</b>	<b>206,400</b>	<b>206,400</b>	<b>\$ 206,596</b>	<b>\$ (196)</b>
Receipts over (under) expenditures	8,076	(3,573)		
Unencumbered cash, beginning of year	308	8,384		
Unencumbered cash, end of year	<u>\$ 8,384</u>	<u>\$ 4,811</u>		

FINNEY COUNTY, KANSAS  
 Jail Commissary and Telephone Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Licenses and fees	\$ 84,380	\$ 66,480
Reimbursements	48,061	40,782
Total receipts	<u>132,441</u>	<u>107,262</u>
Expenditures:		
Public safety:		
Contractual services	5,418	10,763
Commodities	82,960	62,953
Capital outlay	10,940	3,352
Transfers out:		
Employee Benefit	-	90,000
Total expenditures	<u>99,318</u>	<u>167,068</u>
Receipts over (under) expenditures	33,123	(59,806)
Unencumbered cash, beginning of year	<u>173,993</u>	<u>207,116</u>
Unencumbered cash, end of year	<u>\$ 207,116</u>	<u>\$ 147,310</u>

FINNEY COUNTY, KANSAS  
 Juvenile Detention Center Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts:</b>				
Intergovernmental revenue:				
State and federal aid	\$ 31,662	\$ 31,023	\$ 25,000	\$ 6,023
Other counties/agencies	871,625	918,318	889,893	28,425
Other	1,001	2,459	1,000	1,459
Transfers in:				
General	447,000	394,347	560,239	(165,892)
Total receipts	<u>1,351,288</u>	<u>1,346,147</u>	<u>\$ 1,476,132</u>	<u>\$ (129,985)</u>
<b>Expenditures:</b>				
Public safety:				
Personnel services	1,102,797	1,149,120	\$ 1,194,495	\$ (45,375)
Contractual services	109,182	98,145	105,700	(7,555)
Commodities	113,214	109,422	107,300	2,122
Total expenditures	<u>1,325,193</u>	<u>1,356,687</u>	<u>\$ 1,407,495</u>	<u>\$ (50,808)</u>
Receipts over (under) expenditures	26,095	(10,540)		
Unencumbered cash, beginning of year	<u>80,548</u>	<u>106,643</u>		
Unencumbered cash, end of year	<u>\$ 106,643</u>	<u>\$ 96,103</u>		

FINNEY COUNTY, KANSAS  
 Juvenile Detention Center Building Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Use of money and property	\$ 19	\$ 22	\$ -	\$ 22
Total receipts	<u>19</u>	<u>22</u>	<u>\$ -</u>	<u>\$ 22</u>
Expenditures:				
Public safety:				
Capital outlay	-	-	\$ 50,693	\$ (50,693)
Total expenditures	<u>-</u>	<u>-</u>	<u>\$ 50,693</u>	<u>\$ (50,693)</u>
Receipts over expenditures	19	22		
Unencumbered cash, beginning of year	<u>50,693</u>	<u>50,712</u>		
Unencumbered cash, end of year	<u>\$ 50,712</u>	<u>\$ 50,734</u>		

FINNEY COUNTY, KANSAS  
 Juvenile Detention Center Grants Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts:		
Intergovernmental revenue:		
State and federal aid	<u>\$ 26,567</u>	<u>\$ 26,733</u>
Total receipts	<u>26,567</u>	<u>26,733</u>
Expenditures:		
Public safety:		
Personnel services	4,608	-
Contractual services	8,436	14,441
Commodities	11,360	1,233
Capital outlay	<u>5,909</u>	<u>2,737</u>
Total expenditures	<u>30,313</u>	<u>18,411</u>
Receipts over (under) expenditures	(3,746)	8,322
Unencumbered cash, beginning of year	<u>23,404</u>	<u>19,658</u>
Unencumbered cash, end of year	<u><u>\$ 19,658</u></u>	<u><u>\$ 27,980</u></u>

FINNEY COUNTY, KANSAS  
 Library Maintenance Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 844,387	\$ 797,262	\$ 812,947	\$ (15,685)
Motor vehicle	58,059	64,620	66,495	(1,875)
Delinquent property	18,584	11,592	-	11,592
Motor vehicle excise tax	740	976	2,848	(1,872)
Recreational vehicle tax	739	687	1,014	(327)
In lieu of	6,099	8,656	10,880	(2,224)
Total receipts	<u>928,608</u>	<u>883,793</u>	<u>\$ 894,184</u>	<u>\$ (10,391)</u>
Expenditures:				
Culture and recreation:				
Finney County Library	894,968	900,000	\$ 900,000	\$ -
Neighborhood Revitalization Rebate	-	-	853	(853)
Total expenditures	<u>894,968</u>	<u>900,000</u>	<u>\$ 900,853</u>	<u>\$ (853)</u>
Receipts over (under) expenditures	33,640	(16,207)		
Unencumbered cash, beginning of year	<u>1,310</u>	<u>34,950</u>		
Unencumbered cash, end of year	<u>\$ 34,950</u>	<u>\$ 18,743</u>		

FINNEY COUNTY, KANSAS  
Mental Retardation Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 287,817	\$ 251,378	\$ 256,066	\$ (4,688)
Motor vehicle	20,358	22,075	22,643	(568)
Delinquent property	6,848	3,965	-	3,965
Motor vehicle excise tax	255	333	970	(637)
Recreational vehicle tax	258	235	345	(110)
In lieu of	2,081	2,730	3,705	(975)
Total receipts	<u>317,617</u>	<u>280,716</u>	<u>\$ 283,729</u>	<u>\$ (3,013)</u>
Expenditures:				
Health and sanitation:				
Distributions - SDSI	180,000	170,000	\$ 170,000	\$ -
Distributions - RCDC	125,000	120,000	120,000	-
Neighborhood Revitalization Rebate	-	-	269	(269)
Total expenditures	<u>305,000</u>	<u>290,000</u>	<u>\$ 290,269</u>	<u>\$ (269)</u>
Receipts over (under) expenditures	12,617	(9,284)		
Unencumbered cash, beginning of year	<u>4,111</u>	<u>16,728</u>		
Unencumbered cash, end of year	<u>\$ 16,728</u>	<u>\$ 7,444</u>		

FINNEY COUNTY, KANSAS  
 Noxious Weed Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 222,127	\$ 141,324	\$ 143,889	\$ (2,565)
Motor vehicle	16,990	17,928	17,499	429
Delinquent property	5,053	2,895	-	2,895
Motor vehicle excise tax	243	257	749	(492)
Recreational vehicle tax	221	189	267	(78)
In lieu of	1,604	1,536	2,863	(1,327)
Licenses and fees	<u>230,009</u>	<u>326,211</u>	<u>351,000</u>	<u>(24,789)</u>
Total receipts	<u>476,247</u>	<u>490,340</u>	<u>\$ 516,267</u>	<u>\$ (25,927)</u>
Expenditures:				
Public works:				
Personnel services	155,824	156,444	\$ 176,818	\$ (20,374)
Contractual services	13,349	11,563	14,650	(3,087)
Commodities	319,948	331,759	378,450	(46,691)
Other	62	67	-	67
Neighborhood Revitalization Rebate	<u>-</u>	<u>-</u>	<u>151</u>	<u>(151)</u>
Total expenditures	<u>489,183</u>	<u>499,833</u>	<u>\$ 570,069</u>	<u>\$ (70,236)</u>
Receipts under expenditures	(12,936)	(9,493)		
Unencumbered cash, beginning of year	<u>55,836</u>	<u>42,900</u>		
Unencumbered cash, end of year	<u>\$ 42,900</u>	<u>\$ 33,407</u>		

FINNEY COUNTY, KANSAS  
 Noxious Weed Capital Outlay Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Sale of County assets	\$ -	\$ -	\$ -	\$ -
Total receipts	<u>-</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Public works:				
Capital outlay	<u>24,166</u>	<u>-</u>	<u>\$ 112,028</u>	<u>\$ (112,028)</u>
Total expenditures	<u>24,166</u>	<u>-</u>	<u>\$ 112,028</u>	<u>\$ (112,028)</u>
Receipts over (under) expenditures	(24,166)	-		
Unencumbered cash, beginning of year	<u>117,028</u>	<u>92,862</u>		
Unencumbered cash, end of year	<u>\$ 92,862</u>	<u>\$ 92,862</u>		

FINNEY COUNTY, KANSAS  
 Oil & Gas Valuation Depletion Trust Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts:		
Intergovernmental	<u>\$ -</u>	<u>\$ 2,019,399</u>
Total receipts	<u>-</u>	<u>2,019,399</u>
Expenditures:		
General government:		
Transfer to General	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>
Receipts over expenditures	-	2,019,399
Unencumbered cash, beginning of year	<u>-</u>	<u>-</u>
Unencumbered cash, end of year	<u><u>\$ -</u></u>	<u><u>\$ 2,019,399</u></u>

FINNEY COUNTY, KANSAS  
Parks and Recreation Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Intergovernmental revenue:				
Alcohol tax	\$ 16,003	\$ 14,181	\$ 17,371	\$ (3,190)
Total receipts	<u>16,003</u>	<u>14,181</u>	<u>\$ 17,371</u>	<u>\$ (3,190)</u>
Expenditures:				
Culture and recreation:				
Distributions	<u>17,500</u>	<u>17,500</u>	\$ 55,983	\$ (38,483)
Total expenditures	<u>17,500</u>	<u>17,500</u>	<u>\$ 55,983</u>	<u>\$ (38,483)</u>
Receipts under expenditures	(1,497)	(3,319)		
Unencumbered cash, beginning of year	<u>30,622</u>	<u>29,125</u>		
Unencumbered cash, end of year	<u>\$ 29,125</u>	<u>\$ 25,806</u>		

FINNEY COUNTY, KANSAS  
 Register of Deeds' Technology Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Licenses and fees	\$ 35,610	\$ 47,670
Use of money and property	51	37
Total receipts	<u>35,661</u>	<u>47,707</u>
Expenditures:		
General government:		
Contractual services	<u>55,277</u>	<u>42,999</u>
Total expenditures	<u>55,277</u>	<u>42,999</u>
Receipts over (under) expenditures	(19,616)	4,708
Unencumbered cash, beginning of year	<u>77,584</u>	<u>57,968</u>
Unencumbered cash, end of year	<u>\$ 57,968</u>	<u>\$ 62,676</u>

FINNEY COUNTY, KANSAS  
 Road and Bridge Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 2,480,560	\$ 2,579,902	\$ 2,630,940	\$ (51,038)
Motor vehicle	251,639	210,453	195,492	14,961
Delinquent property	69,941	39,497	-	39,497
Motor vehicle excise tax	3,240	2,870	8,372	(5,502)
Recreational vehicle tax	3,210	2,203	2,980	(777)
In lieu of	18,087	28,003	31,985	(3,982)
Intergovernmental revenue:				
State of Kansas	1,146,347	1,114,294	1,055,570	58,724
Use of money and property	1,909	676	-	676
Other	38,597	31,681	-	31,681
Total receipts	<u>4,013,530</u>	<u>4,009,579</u>	<u>\$ 3,925,339</u>	<u>\$ 84,240</u>
Expenditures:				
Public works:				
Personnel services	1,738,320	1,728,002	\$ 2,192,313	\$ (464,311)
Contractual services	839,228	980,473	1,209,000	(228,527)
Commodities	711,019	787,209	988,000	(200,791)
Capital outlay	761,406	42,739	50,000	(7,261)
Transfers out:				
Special Highway Improvement	1,003,383	200,000	-	200,000
Special Road Machinery and Equipment	200,000	100,000	-	100,000
Neighborhood Revitalization Rebate	-	-	2,761	(2,761)
Total expenditures	<u>5,253,356</u>	<u>3,838,423</u>	<u>\$ 4,442,074</u>	<u>\$ (603,651)</u>
Receipts over (under) expenditures	(1,239,826)	171,156		
Unencumbered cash, beginning of year	<u>2,131,649</u>	<u>891,823</u>		
Unencumbered cash, end of year	<u>\$ 891,823</u>	<u>\$ 1,062,979</u>		

FINNEY COUNTY, KANSAS  
 Special Alcohol and Drug Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts:		
Taxes:		
Delinquent taxes	<u>\$ -</u>	<u>\$ 2</u>
Total receipts	<u>-</u>	<u>2</u>
Expenditures:		
Health and sanitation	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>
Receipts over expenditures	-	2
Unencumbered cash, beginning of year	<u>87</u>	<u>87</u>
Unencumbered cash, end of year	<u><u>\$ 87</u></u>	<u><u>\$ 89</u></u>

FINNEY COUNTY, KANSAS  
 Special Highway Improvement Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts:		
Transfers in:		
Road and Bridge	\$ 1,003,383	\$ 200,000
Other	<u>65,898</u>	<u>42,922</u>
Total receipts	<u>1,069,281</u>	<u>242,922</u>
Expenditures:		
Public works:		
Capital outlay	<u>-</u>	<u>434,533</u>
Total expenditures	<u>-</u>	<u>434,533</u>
Receipts over (under) expenditures	1,069,281	(191,611)
Unencumbered cash, beginning of year	<u>3,797,721</u>	<u>4,867,002</u>
Unencumbered cash, end of year	<u>\$ 4,867,002</u>	<u>\$ 4,675,391</u>

FINNEY COUNTY, KANSAS  
 Special Road Machinery and Equipment Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Sale of County assets	\$ 15,650	\$ 9,350
Transfers in:		
Road and Bridge	200,000	100,000
Total receipts	<u>215,650</u>	<u>109,350</u>
Expenditures:		
Public works:		
Capital outlay	-	429,475
Total expenditures	<u>-</u>	<u>429,475</u>
Receipts over (under) expenditures	215,650	(320,125)
Unencumbered cash, beginning of year	<u>838,098</u>	<u>1,053,748</u>
Unencumbered cash, end of year	<u>\$ 1,053,748</u>	<u>\$ 733,623</u>

FINNEY COUNTY, KANSAS  
 Sheriff's Crime Prevention Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts:		
Sales and donations	<u>\$ 2,635</u>	<u>\$ 5,313</u>
Total receipts	<u>2,635</u>	<u>5,313</u>
Expenditures:		
Public safety:		
Commodities	<u>4,000</u>	<u>6,147</u>
Total expenditures	<u>4,000</u>	<u>6,147</u>
Receipts under expenditures	(1,365)	(834)
Unencumbered cash, beginning of year	<u>2,400</u>	<u>1,035</u>
Unencumbered cash, end of year	<u><u>\$ 1,035</u></u>	<u><u>\$ 201</u></u>

FINNEY COUNTY, KANSAS  
 Sheriff's Special Account Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Other	\$ -	\$ 5
Total receipts	-	5
Expenditures:		
Public safety:		
Commodities	200	5
Total expenditures	200	5
Receipts over (under) expenditures	(200)	-
Unencumbered cash, beginning of year	684	484
Unencumbered cash, end of year	\$ 484	\$ 484

FINNEY COUNTY, KANSAS  
 Federal and State Forfeiture Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Use of money and property	\$ 837	\$ 33
Forfeitures	41,688	51,908
Total receipts	42,525	51,941
Expenditures:		
Public safety:		
Contractual services	1,113	39,935
Commodities	13,719	29,019
Capital outlay	2,293	28,693
Allocation of forfeitures	-	8,247
Total expenditures	17,125	105,894
Receipts over (under) expenditures	25,400	(53,953)
Unencumbered cash, beginning of year	100,102	125,502
Unencumbered cash, end of year	\$ 125,502	\$ 71,549

FINNEY COUNTY, KANSAS  
 State Drug Tax Assessment Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Intergovernmental revenue:		
State and federal aid	\$ 4,788	\$ 5,740
Other	-	557
Total receipts	<u>4,788</u>	<u>6,297</u>
Expenditures:		
Public safety:		
Contractual services	4,418	2,490
Commodities	850	-
Capital outlay	<u>7,074</u>	<u>-</u>
Total expenditures	<u>12,342</u>	<u>2,490</u>
Receipts over (under) expenditures	(7,554)	3,807
Unencumbered cash, beginning of year	<u>11,438</u>	<u>3,884</u>
Unencumbered cash, end of year	<u>\$ 3,884</u>	<u>\$ 7,691</u>

FINNEY COUNTY, KANSAS  
 Western Pyramid Public Health Region Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Intergovernmental revenue:		
State and federal aid	\$ 77,140	\$ 26,873
Other	1,978	483
Total receipts	<u>79,118</u>	<u>27,356</u>
Expenditures:		
Public safety:		
Contractual services	26,096	33,301
Commodities	25,443	3,796
Total expenditures	<u>51,539</u>	<u>37,097</u>
Receipts over (under) expenditures	27,579	(9,741)
Unencumbered cash (deficit), beginning of year	<u>(18,495)</u>	<u>9,084</u>
Unencumbered cash (deficit), end of year	<u>\$ 9,084</u>	<u>\$ (657)</u>

FINNEY COUNTY, KANSAS  
 Women, Infants and Children Grant Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Receipts:		
Intergovernmental revenue:		
State and federal aid	<u>\$ 428,565</u>	<u>\$ 430,690</u>
Total receipts	<u>428,565</u>	<u>430,690</u>
Expenditures:		
Public safety:		
Personnel services	420,110	389,254
Contractual services	14,557	10,319
Commodities	54,527	39,764
Capital outlay	<u>829</u>	<u>-</u>
Total expenditures	<u>490,023</u>	<u>439,337</u>
Receipts under expenditures	(61,458)	(8,647)
Unencumbered cash (deficit), beginning of year	<u>(25,844)</u>	<u>(87,302)</u>
Unencumbered cash (deficit), end of year	<u><u>\$ (87,302)</u></u>	<u><u>\$ (95,949)</u></u>

FINNEY COUNTY, KANSAS  
 Youth Services Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Intergovernmental revenue:		
State and federal aid	\$ 831,334	\$ 838,564
Reimbursements and restitution	42,061	65,731
Total receipts	<u>873,395</u>	<u>904,295</u>
Expenditures:		
Public safety:		
Personnel services	657,245	657,077
Contractual services	159,331	156,274
Commodities	50,810	31,679
Total expenditures	<u>867,386</u>	<u>845,030</u>
Receipts over expenditures	6,009	59,265
Unencumbered cash (deficit), beginning of year	<u>(208,029)</u>	<u>(202,020)</u>
Unencumbered cash (deficit), end of year	<u>\$ (202,020)</u>	<u>\$ (142,755)</u>

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## Bond and Interest Fund

### Fund Description

The Bond and Interest Fund is used to account for the accumulation of resources to be used for the payment of principal, interest and related costs of the general obligation bonds and certain other long-term obligations of the County.

FINNEY COUNTY, KANSAS  
 Bond and Interest Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 12,212	\$ -	\$ -	\$ -
Motor vehicle	1	-	-	-
Delinquent property	615	-	-	-
Special assessments	60,885	-	-	-
Transfers in:				
Sewer District #2	42,200	-	-	-
Total receipts	<u>115,913</u>	<u>-</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:				
Bond principal	95,000	-	\$ -	\$ -
Bond interest	5,170	-	-	-
Fees	11	-	-	-
Transfers out:				
General	-	374,914	374,914	-
Total expenditures	<u>100,181</u>	<u>374,914</u>	<u>\$ 374,914</u>	<u>\$ -</u>
Receipts over (under) expenditures	15,732	(374,914)		
Unencumbered cash, beginning of year	<u>369,339</u>	<u>385,071</u>		
Unencumbered cash, end of year	<u>\$ 385,071</u>	<u>\$ 10,157</u>		

## Capital Project Funds

### Fund Description

The Capital Project Funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds. Financing is provided by general and limited obligation bond issues.

The following funds are used to account for the financing and construction of various improvements within the County:

\*LEC/Courthouse Improvement

FINNEY COUNTY, KANSAS  
LEC/Courthouse Improvements Fund  
Schedule of Receipts and Expenditures  
Regulatory Basis  
For the Year Ended December 31, 2012  
(With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Taxes:		
Local sales	\$ 1,777,207	\$ 1,953,320
Use of money and property	1,083	1,374
Total receipts	<u>1,778,290</u>	<u>1,954,694</u>
Expenditures:		
Debt service:		
Bond principal	240,000	270,000
Bond interest	232,800	223,200
Total expenditures	<u>472,800</u>	<u>493,200</u>
Receipts over expenditures	1,305,490	1,461,494
Unencumbered cash, beginning of year	<u>381,628</u>	<u>1,687,118</u>
Unencumbered cash, end of year	<u>\$ 1,687,118</u>	<u>\$ 3,148,612</u>

## Business Funds

### Enterprise Funds

#### Fund Description

The Business Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the government's council is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government's council has decided that periodic determination of net income is appropriate for accountability purposes.

The Business Enterprise Funds used by Finney County, Kansas, are:

#### Landfill:

This fund is used to account for the activities of the County's landfill monitoring programs and future planning for long-term solid waste management programs.

#### Sewer District #1:

This fund is used to account for the receipt of user fees and expenditures of funds for the retirement of debt and operation of the sewer district.

#### Sewer District #2:

This fund is used to account for the receipt of user fees and expenditures of funds for the retirement of debt and operation of the sewer district.

#### Sewer District #3:

This fund is used to account for the receipt of user fees and expenditures of funds for the operation of the sewer district.

#### Sewer District #3 Bond and Interest:

This fund is used to account for the accumulation of resources to be used for the payment of principal, interest and related costs of the bonds used to construct the infrastructure of the sewer district.

FINNEY COUNTY, KANSAS  
 Landfill Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts:</b>				
Interest and royalties	\$ 1,890	\$ 776	\$ -	\$ 776
Rent	34,127	3,892	-	3,892
Licenses and fees	111,972	132,467	90,000	42,467
<b>Total receipts</b>	<b>147,989</b>	<b>137,135</b>	<b>\$ 90,000</b>	<b>\$ 47,135</b>
<b>Expenditures:</b>				
<b>Health and sanitation:</b>				
Personnel services	-	-	\$ 10,000	\$ (10,000)
Contractual services	44,760	55,975	552,000	(496,025)
Commodities	-	-	10,000	(10,000)
<b>Total expenditures</b>	<b>44,760</b>	<b>55,975</b>	<b>\$ 572,000</b>	<b>\$ (516,025)</b>
Receipts over expenditures	103,229	81,160		
Unencumbered cash, beginning of year	814,275	917,504		
Unencumbered cash, end of year	<u>\$ 917,504</u>	<u>\$ 998,664</u>		

FINNEY COUNTY, KANSAS  
 Sewer District #1 Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 8,049	\$ 8,370	\$ 9,139	\$ (769)
Motor vehicle	1,975	1,928	1,879	49
Delinquent property	461	1,279	-	1,279
Motor vehicle excise tax	-	-	6	(6)
Recreational vehicle tax	22	19	20	(1)
User fees	<u>78,872</u>	<u>80,819</u>	<u>90,000</u>	<u>(9,181)</u>
Total receipts	<u>89,379</u>	<u>92,415</u>	<u>\$ 101,044</u>	<u>\$ (8,629)</u>
Expenditures:				
Health and sanitation:				
Personnel services	9,847	9,824	\$ 13,000	\$ (3,176)
Contractual services	53,922	53,901	266,965	(213,064)
Commodities	1,508	716	3,000	(2,284)
Capital outlay	-	-	10,000	(10,000)
Total expenditures	<u>65,277</u>	<u>64,441</u>	<u>\$ 292,965</u>	<u>\$ (228,524)</u>
Receipts over expenditures	24,102	27,974		
Unencumbered cash, beginning of year	<u>186,996</u>	<u>211,098</u>		
Unencumbered cash, end of year	<u>\$ 211,098</u>	<u>\$ 239,072</u>		

FINNEY COUNTY, KANSAS  
 Sewer District #2 Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 25,727	\$ 26,488	\$ 26,614	\$ (126)
Motor vehicle	4,758	4,800	5,018	(218)
Delinquent property	529	17	-	17
Motor vehicle excise tax	-	-	65	(65)
Recreational vehicle tax	74	36	60	(24)
User fees	45,200	14,095	-	14,095
Total receipts	<u>76,288</u>	<u>45,436</u>	<u>\$ 31,757</u>	<u>\$ 13,679</u>
Expenditures:				
Health and sanitation:				
Personnel services	10,936	15,000	\$ 18,000	\$ (3,000)
Contractual services	11,540	92,457	88,786	3,671
Commodities	1,254	862	2,300	(1,438)
Transfers out:				
Bond and Interest	42,200	-	-	-
Total expenditures	<u>65,930</u>	<u>108,319</u>	<u>\$ 109,086</u>	<u>\$ (767)</u>
Receipts over (under) expenditures	10,358	(62,883)		
Unencumbered cash, beginning of year	<u>105,468</u>	<u>115,826</u>		
Unencumbered cash, end of year	<u>\$ 115,826</u>	<u>\$ 52,943</u>		

FINNEY COUNTY, KANSAS  
 Sewer District #3 Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
<b>Receipts:</b>				
<b>Taxes:</b>				
Special assessments	\$ 57,014	\$ 49,426	\$ -	\$ 49,426
User fees	30,160	27,820	66,743	(38,923)
Total receipts	<u>87,174</u>	<u>77,246</u>	<u>\$ 66,743</u>	<u>\$ 10,503</u>
<b>Expenditures:</b>				
<b>Health and sanitation:</b>				
Personnel services	10,441	9,950	\$ 11,000	\$ (1,050)
Contractual services	73,034	67,659	67,600	59
Commodities	212	90	1,400	(1,310)
Interest on bonds	-	-	1,035	(1,035)
Total expenditures	<u>83,687</u>	<u>77,699</u>	<u>\$ 81,035</u>	<u>\$ (3,336)</u>
Receipts over (under) expenditures	3,487	(453)		
Unencumbered cash, beginning of year	<u>53,984</u>	<u>57,471</u>		
Unencumbered cash, end of year	<u>\$ 57,471</u>	<u>\$ 57,018</u>		

FINNEY COUNTY, KANSAS  
 Sewer District #3 Bond and Interest Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Special assessments	\$ 51,614	\$ 48,541	\$ 45,540	\$ 3,001
Other	-	-	1,035	(1,035)
Total receipts	<u>51,614</u>	<u>48,541</u>	<u>\$ 46,575</u>	<u>\$ 1,966</u>
Expenditures:				
Principal	10,000	10,000	\$ 10,000	\$ -
Bond interest	<u>37,050</u>	<u>36,575</u>	<u>36,575</u>	<u>-</u>
Total expenditures	<u>47,050</u>	<u>46,575</u>	<u>\$ 46,575</u>	<u>\$ -</u>
Receipts over expenditures	4,564	1,966		
Unencumbered cash (deficit), beginning of year	<u>(38,182)</u>	<u>(33,618)</u>		
Unencumbered cash (deficit), end of year	<u>\$ (33,618)</u>	<u>\$ (31,652)</u>		

## Trust Funds

### Nonexpendable Trust Funds

#### Fund Description

The Nonexpendable Trust Funds are used to account for assets held by the County in a trustee capacity for which the principal cannot be spent.

The Nonexpendable Trust Funds used by Finney County, Kansas, are:

#### CDBG Revolving Loan Fund:

This fund is used to account for loan repayments and new loan authorizations of monies available and set aside for economic development activities within the County. The monies originally resulted from the proceeds of a Community Development Block Grant for the establishment of a permanent revolving loan fund.

FINNEY COUNTY, KANSAS  
 CDBG Revolving Loan Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Loan repayments	\$ 35,247	\$ 75,945	\$ 25,000	\$ 50,945
Use of money and property	413	387	500	(113)
Total receipts	<u>35,660</u>	<u>76,332</u>	<u>\$ 25,500</u>	<u>\$ 50,832</u>
Expenditures:				
Other public service:				
Loan distributions	-	-	\$ 110,049	\$ (110,049)
Contractual services	559	800	5,000	(4,200)
Total expenditures	<u>559</u>	<u>800</u>	<u>\$ 115,049</u>	<u>\$ (114,249)</u>
Receipts over expenditures	35,101	75,532		
Unencumbered cash, beginning of year	<u>119,049</u>	<u>154,150</u>		
Unencumbered cash, end of year	<u>\$ 154,150</u>	<u>\$ 229,682</u>		

## Related Municipal Entities

### Fund Description

Related municipal entities are legally separate from the County. Each related municipal entity has a December 31st year end. None of the related municipal entities is subject to a legally adopted annual operating budget; however, internal operating budget information is presented.

The related municipal entities included by Finney County, Kansas, are:

#### Finney County Convention and Visitors Bureau:

The Convention and Visitors Bureau operates the County's Convention and Visitors Bureau and provides services for the residents of Finney County. The Board of Directors is responsible for the management and fiscal accountability of the Convention and Visitors Bureau. The Board is appointed by the County Commission, who also has the authority to remove appointed Board members. The County Commissioners approve the Convention and Visitors Bureau's budget and collect/disburse to them the proceeds from the County's guest bed tax for their operations.

#### Finney County Extension Council:

The Council provides services in such areas as agriculture, home economics and 4-H clubs to all persons in the County. The Board of Directors is elected. The County levies taxes for the support of the Council.

#### Finney County Public Library:

The Library Board operates the County's library and provides services for the residents of Finney County. The Board of Directors is responsible for the management and fiscal accountability of the Library. The Board is appointed by the County Commission, who also has the authority to remove appointed Board members. The County Commissioners approve the Library's budget and levy taxes for Library operations. Bond issuances for the Library's benefit must be approved by the County.

FINNEY COUNTY, KANSAS  
 Finney County Convention & Visitors Bureau  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Internal Budget*	
<b>Receipts:</b>				
Use of money and property	\$ -	\$ 472	\$ 1,500	\$ (1,028)
Transfer of funds from Chamber of Commerce	-	579,626	-	579,626
Transfers in: Guest Tax	-	766,516	700,000	66,516
<b>Total receipts</b>	<b>-</b>	<b>1,346,614</b>	<b>\$ 701,500</b>	<b>\$ 645,114</b>
<b>Expenditures:</b>				
Culture and recreation:				
Personnel services	-	183,869	\$ 180,000	\$ 3,869
Contractual services	-	286,761	348,700	(61,939)
Commodities	-	153,601	166,300	(12,699)
Capital outlay	-	12,921	10,000	2,921
<b>Total expenditures</b>	<b>-</b>	<b>637,152</b>	<b>\$ 705,000</b>	<b>\$ (67,848)</b>
Receipts over expenditures	-	709,462		
Unencumbered cash, beginning of year	-	-		
Unencumbered cash, end of year	\$ -	\$ 709,462		

\*Note: This is an internal operating budget only. The Bureau is not subject to a legal budget.

FINNEY COUNTY, KANSAS  
 Finney County Extension Council  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Internal Budget*	
<b>Receipts:</b>				
Intergovernmental revenue	\$ 259,426	\$ 240,812	\$ 243,589	\$ (2,777)
Use of money and property	541	402	-	402
Other	33,145	16,186	30,000	(13,814)
<b>Total receipts</b>	<b>293,112</b>	<b>257,400</b>	<b>\$ 273,589</b>	<b>\$ (16,189)</b>
<b>Expenditures:</b>				
Culture and recreation:				
Personnel services	233,477	170,208	\$ 214,000	\$ (43,792)
Contractual services	26,466	18,221	34,500	(16,279)
Commodities	24,080	24,819	24,589	230
Capital outlay	2,234	2,785	9,500	(6,715)
<b>Total expenditures</b>	<b>286,257</b>	<b>216,033</b>	<b>\$ 282,589</b>	<b>\$ (66,556)</b>
Receipts over expenditures	6,855	41,367		
Unencumbered cash, beginning of year	55,190	62,045		
Unencumbered cash, end of year	<u>\$ 62,045</u>	<u>\$ 103,412</u>		

\*Note: This is an internal operating budget only. The Council is not subject to a legal budget.

FINNEY COUNTY, KANSAS  
 Finney County Public Library  
 General Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over Under (Under)
		Actual	Internal Budget*	
<b>Receipts:</b>				
Intergovernmental revenues	\$ 915,644	\$ 915,662	\$ 940,000	\$ (24,338)
Licenses and fees	37,692	37,914	30,000	7,914
Use of money and property	2,039	317	2,000	(1,683)
Other	85,821	82,164	-	82,164
<b>Total receipts</b>	<b>1,041,196</b>	<b>1,036,057</b>	<b>\$ 972,000</b>	<b>\$ 64,057</b>
<b>Expenditures:</b>				
Culture and recreation:				
Contractual services	963,625	962,034	\$ 970,000	\$ (7,966)
Commodities	22,685	47,191	1,200	45,991
Capital outlay	-	8,697	-	8,697
Transfers out	5,806	85,359	-	85,359
<b>Total expenditures</b>	<b>992,116</b>	<b>1,103,281</b>	<b>\$ 971,200</b>	<b>\$ 132,081</b>
Receipts over (under) expenditures	49,080	(67,224)		
Unencumbered cash, beginning of year	59,763	108,843		
Unencumbered cash, end of year	<u>\$ 108,843</u>	<u>\$ 41,619</u>		

\*Note: This is an internal operating budget only. The Library is not subject to a legal budget.

FINNEY COUNTY, KANSAS  
 Finney County Public Library  
 Capital Improvement Fund  
 Schedule of Receipts and Expenditures  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year Actual	Current Year Actual
Receipts:		
Use of money and property	\$ 473	\$ 1,053
Other	4,133	58,478
Transfers in	<u>5,806</u>	<u>85,359</u>
Total receipts	<u>10,412</u>	<u>144,890</u>
Expenditures:		
Culture and recreation:		
Capital outlay	<u>4,665</u>	<u>10,187</u>
Total expenditures	<u>4,665</u>	<u>10,187</u>
Receipts over expenditures	5,747	134,703
Unencumbered cash, beginning of year	<u>114,418</u>	<u>120,165</u>
Unencumbered cash, end of year	<u><u>\$ 120,165</u></u>	<u><u>\$ 254,868</u></u>

## Agency Funds

### Fund Description

The Agency Funds are used to account for assets held by the County as an agent for other funds.

The Agency Funds used by Finney County, Kansas, are:

#### County Clerk:

This fund is used to account for fees collected by the County Clerk's office.

#### County Attorney:

This fund is used to account for restitutions collected by the County Attorney's office.

#### Register of Deeds:

This fund is used to account for mortgage fees, recording fees and miscellaneous fees for copies and faxes.

#### Fair Grounds:

This fund is used to account for the collection of deposits for rental of the fairground buildings by the general public.

#### District Court:

This fund is used to account for the collections of fines, fees and related court costs along with the collection and payment of child support and other payments as ordered by the Court.

#### Law Library:

This fund is used to account for funds used in the operation of the County's law library.

#### Sheriff:

This fund is used to account for sheriff and report fees, VIN fees, warrants, and reimbursements for use of the County jail by other law enforcement entities.

#### Sheriff Bond:

This fund is used to account for all monies held as bonds by the Sheriff department.

#### Sheriff Inmate:

This fund is used to account for monies held in trust for inmates which can be used for inmate purchases.

#### Sheriff Offender:

This fund is used to account for fees collected by the Sheriff department.

#### County Treasurer – Senior Center Bus Barn Project:

This fund is used to account for monies from the Finney County Council on Aging, Inc. for construction of the Senior Center's bus barn.

#### County Treasurer - Payroll:

This fund is used to account for all withholdings from County employees. These withholdings are remitted to the appropriate agency.

#### County Treasurer - Motor Vehicle Fees and Sales Tax Collections:

This fund is used to account for fees assessed to register certain motor vehicles with the State of Kansas; reports and remittances are made to the State daily. This fund is also used to account for taxes collected on the sale of motor vehicles and trailers.

## **Agency Funds**

### **County Treasurer - Tax Collections:**

This fund is used to account for collections of County ad valorem taxes. The funds included are: current tax, protested tax, advanced tax, motor vehicle registration tax, recreational vehicle tax, and rental and excise tax.

### **County Treasurer - Tax Accounts:**

This fund is used to account for distribution of County ad valorem taxes collected to the various taxing entities in the County. Distributions are made in January, March, May, July, September and October. Delinquent personal property taxes are distributed once a year, generally in March.

FINNEY COUNTY, KANSAS  
 Agency Funds  
 Statements of Receipts and Disbursements  
 Regulatory Basis  
 For the Year Ended December 31, 2012

	Cash Balance (Deficit) 1/1/12	Receipts	Disburse- ments	Cash Balance (Deficit) 12/31/12
Trust and Agency Funds:				
County Clerk	\$ -	\$ 28,296	\$ 24,495	\$ 3,801
County Attorney	2,249	156,388	155,431	3,206
Register of Deeds	36,816	514,030	502,890	47,956
Fair Grounds	52,982	99,481	107,917	44,546
District Court	165,225	2,101,168	1,813,684	452,709
Law Library	2,539	44,863	19,552	27,850
Sheriff	3,474	259,602	259,292	3,784
Sheriff Bond	6,130	244,349	239,404	11,075
Sheriff Inmate	4,207	191,361	188,726	6,842
Sheriff Offender	18,149	27,650	14,241	31,558
County Treasurer:				
Senior Center Bus Barn Project	1,026	-	-	1,026
Payroll	(46,029)	4,102,815	4,100,433	(43,647)
Motor Vehicle Fees and Sales Tax Collection	58,937	3,620,178	3,545,713	133,402
Tax Collections	35,569,222	66,682,985	65,532,712	36,719,495
Tax Accounts	342,536	43,754,447	43,727,142	369,841
 Total	 <u>\$ 36,217,463</u>	 <u>\$ 121,827,613</u>	 <u>\$ 120,231,632</u>	 <u>\$ 37,813,444</u>

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## Other Supplemental Information

FINNEY COUNTY, KANSAS  
 General Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts:				
Taxes:				
Ad valorem property	\$ 8,211,393	\$ 8,785,503	\$ 8,961,767	\$ (176,264)
Motor vehicle	617,741	645,275	646,927	(1,652)
Delinquent property	183,003	120,409	-	120,409
Motor vehicle excise tax	8,067	9,497	27,708	(18,211)
Recreational vehicle tax	7,899	6,833	9,864	(3,031)
Interest and fees:				
Current	32,642	25,459	10,000	15,459
Vehicle	4,221	4,491	-	4,491
Delinquent	202,444	95,936	20,000	75,936
Local sales	1,769,261	1,815,868	1,600,000	215,868
In lieu of	59,398	95,375	105,848	(10,473)
Total taxes	<u>11,096,069</u>	<u>11,604,646</u>	<u>11,382,114</u>	<u>222,532</u>
Intergovernmental revenue:				
Local alcoholic liquor tax	16,003	14,181	17,371	(3,190)
Severance tax	263,908	221,862	150,000	71,862
Total intergovernmental revenue	<u>279,911</u>	<u>236,043</u>	<u>167,371</u>	<u>68,672</u>
Licenses and fees:				
Mortgage registration fees	269,236	357,234	275,000	82,234
Officers' fees	441,326	452,072	250,000	202,072
Franchise fees	30,596	31,312	15,000	16,312
Total licenses and fees	<u>741,158</u>	<u>840,618</u>	<u>540,000</u>	<u>300,618</u>
Use of money and property:				
Interest on investments	60,391	47,474	80,000	(32,526)
Total use of money and property	<u>60,391</u>	<u>47,474</u>	<u>80,000</u>	<u>(32,526)</u>
Other:				
Library reimbursement	46,800	46,800	46,800	-
Royalties	2,161	6,575	-	6,575
Sale of County assets	6,657	8,798	-	8,798
Other	376,924	303,587	100,000	203,587
Total other	<u>432,542</u>	<u>365,760</u>	<u>146,800</u>	<u>218,960</u>
Transfers in:				
Bond and Interest	-	374,914	374,914	-
Total transfers	<u>-</u>	<u>374,914</u>	<u>374,914</u>	<u>-</u>
<b>Total receipts</b>	<b><u>12,610,071</u></b>	<b><u>13,469,455</u></b>	<b><u>\$ 12,691,199</u></b>	<b><u>\$ 778,256</u></b>

FINNEY COUNTY, KANSAS  
 General Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
(continued)				
Expenditures:				
<b>General government:</b>				
General and administrative:				
Personnel services	\$ 176,655	\$ 29,399	\$ 92,440	\$ (63,041)
Contractual services	1,086,421	1,087,469	1,267,604	(180,135)
Commodities	99,801	127,576	130,000	(2,424)
Capital outlay	288	222,277	210,400	11,877
Neighborhood Revitalization Rebate	-	-	9,406	(9,406)
Total general and administrative	<u>1,363,165</u>	<u>1,466,721</u>	<u>1,709,850</u>	<u>(243,129)</u>
County Commission:				
Personnel services	95,346	95,834	101,483	(5,649)
Commodities	2,200	3,474	4,225	(751)
Total County Commission	<u>97,546</u>	<u>99,308</u>	<u>105,708</u>	<u>(6,400)</u>
County Administrator:				
Personnel services	209,547	244,230	264,310	(20,080)
Contractual services	889	878	1,200	(322)
Commodities	8,267	14,324	8,200	6,124
Total County Administrator	<u>218,703</u>	<u>259,432</u>	<u>273,710</u>	<u>(14,278)</u>
County Treasurer:				
Personnel services	380,449	351,150	343,880	7,270
Contractual services	14,447	16,281	17,850	(1,569)
Commodities	21,465	17,967	18,000	(33)
Capital outlay	-	3,384	-	3,384
Total County Treasurer	<u>416,361</u>	<u>388,782</u>	<u>379,730</u>	<u>9,052</u>
County Clerk:				
Personnel services	204,556	211,450	243,007	(31,557)
Contractual services	19,384	43,828	38,000	5,828
Commodities	18,567	53,465	26,000	27,465
Total County Clerk	<u>242,507</u>	<u>308,743</u>	<u>307,007</u>	<u>1,736</u>
Register of Deeds:				
Personnel services	158,302	156,785	165,364	(8,579)
Contractual services	837	2,296	2,500	(204)
Commodities	2,515	3,601	3,900	(299)
Total Register of Deeds	<u>161,654</u>	<u>162,682</u>	<u>171,764</u>	<u>(9,082)</u>

FINNEY COUNTY, KANSAS  
 General Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
(continued)				
Computer Support Services:				
Personnel services	\$ 199,559	\$ 209,545	\$ 227,148	\$ (17,603)
Contractual services	117,400	176,796	143,700	33,096
Commodities	6,749	5,250	9,500	(4,250)
Total Computer Support Services	<u>323,708</u>	<u>391,591</u>	<u>380,348</u>	<u>11,243</u>
County Appraiser:				
Personnel services	503,326	500,901	539,977	(39,076)
Contractual services	19,311	11,450	78,200	(66,750)
Commodities	61,797	83,260	32,100	51,160
Capital outlay	27,927	33,352	11,500	21,852
Total County Appraiser	<u>612,361</u>	<u>628,963</u>	<u>661,777</u>	<u>(32,814)</u>
Building Maintenance:				
Personnel services	442,596	453,308	531,297	(77,989)
Contractual services	12,152	16,986	13,800	3,186
Commodities	61,285	43,866	61,150	(17,284)
Total Building Maintenance	<u>516,033</u>	<u>514,160</u>	<u>606,247</u>	<u>(92,087)</u>
Other Agencies:				
Agricultural extension	210,000	200,000	200,000	-
Soil conservation	27,300	24,600	24,600	-
Animal shelter	25,000	25,000	25,000	-
Weather modification	18,200	-	-	-
Economic development	30,807	-	-	-
Total Other Agencies	<u>311,307</u>	<u>249,600</u>	<u>249,600</u>	<u>-</u>
<b>Total general government</b>	<b><u>4,263,345</u></b>	<b><u>4,469,982</u></b>	<b><u>4,845,741</u></b>	<b><u>(375,759)</u></b>
<b>Public safety:</b>				
County Attorney:				
Personnel services	1,167,855	1,161,851	1,197,806	(35,955)
Contractual services	96,842	80,552	82,832	(2,280)
Commodities	48,283	53,048	49,000	4,048
Capital outlay	-	8,034	10,000	(1,966)
Total County Attorney	<u>1,312,980</u>	<u>1,303,485</u>	<u>1,339,638</u>	<u>(36,153)</u>
Sheriff:				
Personnel services	4,364,522	4,518,122	4,698,232	(180,110)
Contractual services	333,111	414,162	312,550	101,612
Commodities	577,586	514,379	555,060	(40,681)
Capital outlay	596	87,024	118,000	(30,976)
Total Sheriff	<u>5,275,815</u>	<u>5,533,687</u>	<u>5,683,842</u>	<u>(150,155)</u>

(continued)

FINNEY COUNTY, KANSAS  
 General Fund  
 Schedule of Receipts and Expenditures - Actual and Budget  
 Regulatory Basis  
 For the Year Ended December 31, 2012  
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2011)

	Prior Year	Current Year		Variance Over (Under)
		Actual	Budget	
(continued)				
Status Offenders Diversion:				
Personnel services	\$ 191,668	\$ 192,390	\$ 249,960	\$ (57,570)
Contractual services	31,079	46,928	44,564	2,364
Commodities	10,494	13,023	16,500	(3,477)
Capital outlay	-	1,145	-	1,145
Total Status Offenders Diversion	<u>233,241</u>	<u>253,486</u>	<u>311,024</u>	<u>(57,538)</u>
District Court:				
Contractual services	659,203	651,263	694,000	(42,737)
Commodities	40,424	24,509	22,000	2,509
Capital outlay	12,854	7,450	24,000	(16,550)
Total District Court	<u>712,481</u>	<u>683,222</u>	<u>740,000</u>	<u>(56,778)</u>
25th Judicial District:				
Contractual services	31,748	22,753	38,400	(15,647)
Commodities	12,145	19,845	34,000	(14,155)
Capital outlay	14,856	2,181	5,000	(2,819)
Total 25th Judicial District	<u>58,749</u>	<u>44,779</u>	<u>77,400</u>	<u>(32,621)</u>
Emergency Management:				
Personnel services	86,268	85,457	81,028	4,429
Contractual services	15,265	11,306	5,450	5,856
Commodities	8,703	15,898	8,440	7,458
Capital outlay	-	21,990	-	21,990
Total Emergency Management	<u>110,236</u>	<u>134,651</u>	<u>94,918</u>	<u>39,733</u>
Other Agencies:				
CASA	10,000	10,000	10,000	-
Radio lease	100,496	100,496	100,500	(4)
Total Other Agencies	<u>110,496</u>	<u>110,496</u>	<u>110,500</u>	<u>(4)</u>
<b>Total public safety</b>	<b><u>7,813,998</u></b>	<b><u>8,063,806</u></b>	<b><u>8,357,322</u></b>	<b><u>(293,516)</u></b>
Health and sanitation:				
Mental health	186,000	186,000	186,000	-
<b>Total health and sanitation</b>	<b><u>186,000</u></b>	<b><u>186,000</u></b>	<b><u>186,000</u></b>	<b><u>-</u></b>
Transfers out:				
Capital Improvement Reserve	224,093	950	-	950
Economic Development Incentives	-	125,000	225,000	(100,000)
Employee Benefit	100,000	-	-	-
GIS	80,000	50,000	50,000	-
Juvenile Detention Center	447,000	394,347	560,239	(165,892)
<b>Total transfers out</b>	<b><u>851,093</u></b>	<b><u>570,297</u></b>	<b><u>835,239</u></b>	<b><u>(264,942)</u></b>
<b>Total expenditures</b>	<b><u>13,114,436</u></b>	<b><u>13,290,085</u></b>	<b><u>\$ 14,224,302</u></b>	<b><u>\$ (934,217)</u></b>
Receipts over (under) expenditures	<u>\$ (504,365)</u>	<u>\$ 179,370</u>		

FINNEY COUNTY, KANSAS  
 Reconciliation of 2011 Tax Roll  
 Regulatory Basis  
 For the Year Ended December 31, 2012

2011 Tax Roll as Adjusted:		
County Clerk's abstract of taxes levied		\$ 59,100,393
Supplemental tax roll		573,092
2011 taxes added/abated, net change		<u>(342,838)</u>
2011 tax roll as adjusted		<u>\$ 59,330,647</u>
2011 Tax Roll Accounted For:		
2011 current tax collections		\$ 58,382,354
Delinquent taxes:		
Personal property tax warrants	\$ 93,946	
Real estate taxes	<u>854,347</u>	<u>948,293</u>
2011 total tax roll		<u>\$ 59,330,647</u>

FINNEY COUNTY, KANSAS  
 Schedule of Expenditures of Federal Awards  
 Regulatory Basis  
 For the Year Ended December 31, 2012

Grant Title	Federal CFDA Number	Clusters	Grant Number	Program Award Amount	Disburse- ments/ Expenditures
<b>DEPARTMENT OF AGRICULTURE</b>					
Passed through Kansas Department of Education:					
School Breakfast Program	10.553	A		\$ 11,687	\$ 11,687
National School Lunch Program	10.555	A		19,086	19,086
Passed through State Department of Health and Environment:					
Special Supplemental Nutrition Program for Women, Infants and Children	10.557		2013	518,981	83,080
Special Supplemental Nutrition Program for Women, Infants and Children	10.557		2012	522,289	337,521
<b>DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>					
Passed through Kansas Department of Commerce:					
Community Development Block Grant (Note 3)	14.218		86-BF-184	801	801
<b>DEPARTMENT OF JUSTICE</b>					
Passed through Kansas Juvenile Justice Authority:					
Title V - Delinquency Prevention Program	16.548		STAR-2008-25-01	246,919	8,354
Passed through Kansas Criminal Justice Coordinating Council:					
Edward Byrne Memorial Justice Assistance Grant Program	16.738		12-JAG-06	53,648	17,600
<b>DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>					
Passed through Kansas Department of Health and Environment:					
Public Health Emergency Preparedness	93.069		2013	31,138	13,383
Public Health Emergency Preparedness	93.069		2012	33,591	15,720
Public Health Emergency Preparedness	93.069		2013	40,600	12,551
Public Health Emergency Preparedness	93.069		2012	38,615	22,888
Family Planning Services	93.217		2013	70,722	27,776
Family Planning Services	93.217		2012	83,948	49,163
Consolidated Health Centers - Migrant Health Centers	93.224			551	551
Immunization Grants	93.268		2013	14,278	7,121
Immunization Grants	93.268		2012	11,862	5,990
Immunization Grants	93.268		2013	9,598	4,292
Immunization Grants	93.268		2012	9,542	5,116
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283		2013	3,872	3,872
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283			2,479	2,479
Refugee and Entrant Assistance - State Administered Programs	93.566			11,500	11,500
Child Care and Development Block Grant	93.575		2013	16,174	6,875
Child Care and Development Block Grant	93.575		2012	18,959	12,039
Refugee and Entrant Assistance - Discretionary Grants	93.576			2,500	2,500
Medical Assistance Program	93.778			123,386	123,386
Preventive Health and Health Services Block Grant to the States	93.991		2012	4,935	4,935
Maternal and Child Health Services Block Grant to the States	93.994		2013	62,158	35,611
Maternal and Child Health Services Block Grant to the States	93.994		2012	62,158	33,826

FINNEY COUNTY, KANSAS  
 Schedule of Expenditures of Federal Awards  
 Regulatory Basis  
 For the Year Ended December 31, 2012

Grant Title	Federal CFDA Number	Clusters	Grant Number	Program Award Amount	Disburse- ments/ Expenditures
<b>OFFICE OF NATIONAL DRUG CONTROL POLICY</b>					
Passed through Kansas Bureau of Investigation:					
High Intensity Drug Trafficking Areas Program	95.001		G13MW003A	\$ 51,127	\$ 12,897
High Intensity Drug Trafficking Areas Program	95.001		G12MW003A	51,127	32,651
<b>DEPARTMENT OF HOMELAND SECURITY</b>					
Passed through Kansas Division of Emergency Management:					
Emergency Management Performance Grant	97.042		2012	28,225	28,225
Passed through Kansas Highway Patrol:					
Homeland Security Grant	97.067			478	478
<b>TOTAL FEDERAL GRANTS</b>					<u>\$ 953,954</u>

FINNEY COUNTY, KANSAS  
Notes to Schedule of Expenditures of Federal Awards  
December 31, 2012

1. General  
The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of Finney County, Kansas. The County's reporting entity is defined in Note 1 to the County's regulatory basis financial statement. All federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included on the Schedule.
2. Basis of accounting  
The accompanying Schedule of Expenditures of Federal Awards is presented on a basis of accounting which demonstrates compliance with the cash basis and budget laws of Kansas, which is described in Note 1 to the County's regulatory basis financial statement. However, no encumbrances are included in the expenditures for federal programs.
3. Community Development Block Grant  
Receipts included as program revenues are from payments received on the revolving loan fund originally established through Community Development Block Grant monies. The original program was closed out in previous years.
4. Subrecipients  
The County passed through \$123,386 of federal funding from the Kansas Department of Health and Environment for the Medical Assistance Program to the Kansas Children Service League in Garden City, Kansas.

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SINGLE AUDIT  
SECTION



## INDEPENDENT AUDITORS' REPORT

The County Commissioners  
Finney County, Kansas  
Garden City, Kansas 67846

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory basis financial statement of Finney County, Kansas, as of and for the year ended December 31, 2012, and the related notes to the financial statement which collectively comprise the County's basic financial statement, and have issued our report thereon dated May 23, 2013. The financial statement includes the operations of the Finney County Convention and Visitors Bureau, the Finney County Extension Council and the Finney County Public Library, which were not audited in accordance with *Government Auditing Standards*; accordingly, this report does not extend to those related municipal entities. The County prepares its financial statement on a regulatory basis of accounting that demonstrates compliance with 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.

### **Internal Control over Financial Reporting**

Management of Finney County is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered Finney County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Finney County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Finney County's internal control over financial reporting.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control described in the accompanying schedule of findings and questioned costs as items 2010-1 and 2010-2 to be significant deficiencies.

*A deficiency in internal control exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.*

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### CPAs

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Theresa Dasenbrock, CPA, CFE  
David L. Hetrick, CPA  
Steven D. Josserand, CPA  
Gary A. Schlappe, CPA  
Rodney Van Norden, CPA

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Lisa L. Axman, CPA  
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Susan A. Burgardt, CPA  
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Kimberly A. Roth, CPA  
Kristin J. Sekavec, CPA  
Keysha Urie, CPA  
Monica J. Wilson, CPA

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Finney County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Finney County's Response to Findings**

Finney County's response to the findings identified in our audit is described in the accompanying corrective action plan. Finney County's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

### **Purpose of this Report**

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



LEWIS, HOOPER & DICK, LLC

May 23, 2013

INDEPENDENT AUDITORS' REPORT

The County Commissioners  
Finney County, Kansas  
Garden City, Kansas 67846

**Report on Compliance for Each Major Federal Program**

We have audited the compliance of Finney County, Kansas, with the types of compliance requirements described in the U.S. Office of Management and Budget Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012. Finney County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the entity's management.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Finney County's major federal programs based on our audit of the types of compliance requirements referred to above. Finney County's financial statements include the operations of the Finney County Convention and Visitors Bureau, the Finney County Extension Council and the Finney County Public Library, which received no federal awards during the year ended December 31, 2012. Our compliance audit, as described below, did not include the operations of the Finney County Convention and Visitors Bureau, the Finney County Extension Council and the Finney County Public Library because they did not expend any federal awards.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Finney County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on Finney County's compliance.

Opinion on Each Major Federal Program

In our opinion, Finney County, Kansas, complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2012.

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Monica J. Wilson, CPA

## Report on Internal Control Over Compliance

The management of Finney County is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit of compliance, we considered Finney County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Finney County's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



LEWIS, HOOPER & DICK, LLC

May 23, 2013

FINNEY COUNTY, KANSAS  
 Schedule of Findings and Questioned Costs  
 December 31, 2012

I. SUMMARY OF AUDITORS' RESULTS

A. Financial Statements

- Type of auditors' report issued: Unqualified
  
- Internal control over financial reporting as reported in the INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS:
  - Material weaknesses identified: None
  - Significant deficiencies identified: Yes
  
- Noncompliance material to financial statements noted: None

B. Federal Awards

- Internal control over major programs as reported in the INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133:
  - Material weaknesses identified: None
  - Significant deficiencies identified: None reported
  
- Type of auditors' report issued on compliance for major programs: Unqualified
  
- Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133: None
  
- The programs tested as major programs include:

Program	CFDA	Expenditures
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	\$ 83,080
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	337,521

- Dollar threshold used to distinguish between type A and B programs: \$300,000
  
- Auditee qualified as low-risk auditee: Yes

FINNEY COUNTY, KANSAS  
Schedule of Findings and Questioned Costs  
December 31, 2012

II. FINANCIAL STATEMENT FINDINGS

**Finding 2010-1**

Finding: Special purpose grant funds did not agree to the County's general ledger system.

Criteria: A well designed internal control system allows for review and reconciliation in many areas of the accounting and finance functions.

Condition: Control procedures over financial reporting were not functioning as intended.

Context: Receipts and expenditures were not properly coded to the correct program or if differences were noted, the records were not adjusted until the requested corrections were posted during the audit process.

Cause: Proper accounting principles and procedures were not applied and reconciliations were not performed properly or in a timely manner leading to inaccurate reports being prepared.

Effect: Processing errors not resolved timely result in additional work for staff in determining proper reporting and making corrections to the records.

Recommendation: We recommend the County review control procedures over financial reporting including reviewing the financial reports and reconciliations on a regular basis to aid in detecting and correcting errors before the end of the year. In order for all staff to perform their duties in the most efficient manner, the County should ensure the following factors are in place:

- Well defined accounting policies and procedures which are consistently applied by all departments and monitored by management.
- Adequate training for all staff and management.
- Definition or realignment of duties to ensure those employees with the most available time and most suitable skills set are performing each function.

Responsible Official's

Response: The County will review control procedures over financial reporting including reviewing the financial reports and reconciliations on a regular basis to aid in detecting and correcting errors in the general ledger before the end of the year.

**Finding 2010-2**

Finding: The Schedule of Expenditures of Federal Awards was not properly prepared.

Criteria: The Schedule of Expenditure of Federal Awards an entity submits for an audit performed under OMB Circular A-133 should be materially complete and accurate.

Condition/Context: Management did not provide complete information for all the federal grants to allow the preparation of a complete Schedule of Expenditure of Federal Awards.

Cause: One person was not responsible for overseeing all of the federal programs of the County.

FINNEY COUNTY, KANSAS  
Schedule of Findings and Questioned Costs  
December 31, 2012

II. FINANCIAL STATEMENT FINDINGS (continued)

**Finding 2010-2** (continued)

Effect: As a result, management does not have a complete understanding of the County's commitments resulting from the various grant agreements and did not prepare a complete Schedule of Expenditures of Federal Awards, although grant reports and summaries were provided by the various program directors during the audit process.

Recommendation: Because federal grants are a significant funding source of the County, we believe the County should designate one person as responsible for all of the federal programs of the County. This individual should monitor grant activity on a more frequent, routine basis; maintain copies of all applications, approvals, budgets, reports and correspondence; and prepare the draft Schedule of Expenditures of Federal Awards. Program directors should provide documentation to support the financial reports submitted and these should be verified and maintained by the designated individual who should also be the designated agent signing all reports submitted.

Responsible Official's

Response: The County will designate one person as responsible for all of the federal programs of the County. This individual will monitor grant activity on a more frequent routine basis; maintain copies of all applications, approvals, budgets, reports and correspondence; and prepare the draft Schedule of Expenditures of Federal Awards. Program directors will be required to provide documentation to support the financial reports submitted and these will be verified and maintained by the designated individual who should also be the designated agent signing all reports submitted.

III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None

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OFFICE OF THE COUNTY ADMINISTRATOR

Randy Partington, County Administrator

[rpartington@finneycounty.org](mailto:rpartington@finneycounty.org)

Phone 620-272-3542

Fax 620-272-3599

Corrective Action Plan  
and Comments on Audit Resolution Matters  
Relating to the Federal Award Programs  
December 31, 2012

May 23, 2013

Finney County, Kansas, respectfully submits the following corrective action plan for the year ended December 31, 2012.

Name and address of independent accounting firm: Lewis, Hooper & Dick, LLC  
PO Box 699  
Garden City, KS 67846

Audit period: January 1, 2012 through December 31, 2012

The findings from the December 31, 2012, Schedule of Findings and Questioned Costs are discussed below. The findings are numbered consistently with the number assigned in the Schedule. Section I of the Schedule, Summary of Auditors' Results, does not include findings and is not addressed.

II. FINANCIAL STATEMENT FINDINGS

**Finding 2010-1:**

Planned Corrective Action:

The County will review control procedures over financial reporting including reviewing the financial reports and reconciliations on a regular basis to aid in detecting and correcting errors before the end of the year. The County has established an audit committee to help ensure the following factors are in place:

- Well defined accounting policies and procedures which are consistently applied by all departments and monitored by management.
- Adequate training for all staff and management.
- Definition or realignment of duties to ensure those employees with the most available time and most suitable skills set are performing each function.

**Finding 2010-2:**

Planned Corrective Action:

The County will designate one person as responsible for all of the federal programs of the County. This individual will monitor grant activity on a more frequent, routine basis; maintain copies of all applications, approvals, budgets, reports and correspondence; and prepare the draft Schedule of Expenditures of Federal Awards. Program directors will be required to provide documentation to support the financial reports submitted and these will be verified and maintained by the designated individual who should also be the designated agent signing all reports submitted.

III. FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

None

IV. STATUS OF CORRECTIVE ACTIONS ON PRIOR FINDINGS

**Finding 2010-1:**

The tax roll was reconciled to the distributions, and the 2006 tax account's deficit cash balance was reimbursed to the account during the 2011 tax distribution process in 2012. Continued improvement over maintaining special purpose and grant funds is needed as indicated in Part II above.

**Finding 2010-2:**

Individuals involved in the grant accounting and management were provided training to ensure they have the experience, knowledge and commitment to properly manage the grants. However, continued improvement is needed as indicated in Part II above.

If there are any questions regarding this plan, please call Randall Partington at 620-272-3542.

Sincerely,

A handwritten signature in black ink, appearing to read "Randall Partington", with a stylized flourish at the end.

Randall Partington  
County Administrator