COUNTY OF LABETTE, KANSAS

Financial Statements
and
Supplemental Information

with Report of Independent Auditors

For the Year Ended December 31, 2011

County of Labette, Kansas
Special Financial Statements
For the Fiscal Year Ended December 31, 2011

TABLE OF CONTENTS

Item	Page Number
INTRODUCTORY SECTION	
Title Page	
Table of Contents	
FINANCIAL SECTION	
Independent Auditor's Report	1-2
Summary of Cash Receipts, Expenditures and Unencumbered Cash	4-5
Notes to Financial Statements	6-14
ADDITIONAL INFORMATION	
Schedule 1	
Summary of Expenditures - Actual and Budget	15
Schedule 2	
Statement of Receipts and Expenditures - Individually Presented by Fund	
General Fund	16-19
Special Revenue Funds	
Abandoned Cemetery Maintenance Fund	20
Economic Development Loan Fund	21
Extension Council Fund	22
Health Fund	23
Health Care Services Fund	24
Mental Health Fund	25
Mental Retardation Fund	26
Noxious Weed Fund	27
Road and Bridge Fund	28
Special Alcohol Program Fund	29
Special Bridge Fund	30
Special Liability Fund	31
Special Park and Recreation Fund	32
Tourism and Convention Promotion Fund	33
Special Noxious Weed Fund	34
Special Highway Fund	35
Special Machinery Fund	36
Emergency Telephone Service Fund	37
Wireless Emergency Telephone Service Fund	38
Transfer Station Royalty Fund	39
Capital Project Funds	
Judicial Center Annex Fund	40
Sewer District #1 Construction Fund	41
Proprietary Funds	
Sewer District #1 Fund	42
Sewer District #1 Maintenance Fund	43
Sewer District #1 Special Assessment Fund	44
Expendable Trust Funds	
Special Auto Fund	45
Prosecuting Attorney Training Fund	46

County of Labette, Kansas
Special Financial Statements
For the Fiscal Year Ended December 31, 2011

TABLE OF CONTENTS

Item		Page Number
	Special Law Enforcement Trust Fund	47
	Register of Deeds Technology Fund	48
	Prosecuting Attorney Trust Fund	49
	Prosecuting Attorney Check Fees Fund	50
	Drug Enforcement Grant Fund	51
	Community Corrections Camp Fund	52
	Bioterrorism Grant Fund	53
	CDBG Mortgage Assistance Fund	54
	CDBG Micro Loan Fund	55
	Kansas Children's Cabinet and Trust Fund	56
	JJA - JAIBG Fund	57
	Labette/Cherokee Youth Services Fund	58
	Labette/Cherokee Youth Program Fund	59
	Employee Benefit Trust Fund	60
	Employee Flexible Spending Plan Trust Fund	61
	Osage Township Fire Grant Fund	62
	Redevelopment Planning Grant #3 Fund	63
	Great Plains Industrial Park Road Grant Fund	64
	Road Project Grant Fund	65
	Storm Siren Grant Fund	66
	Teen Pregnancy Reduction Grant Fund	67
Schedule 3		
	Summary of Cash Receipts, Disbursements and Balances - Fiduciary Funds	68-70
Schedule 4		
	Reconciliation of 2010 Tax Roll	71
Schedule 5		
	Detailed Receipts, Disbursements, and Balances	
	County Clerk	72
	Register of Deeds	73
	Clerk of the District Court - Oswego	74
	Clerk of the District Court – Parsons	75
	Sheriff	76-77
APPENDIX A		
	Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*	78-79
	Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133	80-81
	Schedule of Findings and Questioned Costs	82
	Schedule of Expenditures of Federal Awards	83

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Labette County, Kansas

We have audited the summary statement of cash receipts, expenditures and unencumbered cash balances of Labette County, Kansas, as of and for the year ended December 31, 2011. This financial statement is the responsibility of Labette County, Kansas management. Our responsibility is to express an opinion on this 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 Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1, Labette County, Kansas, has prepared this financial statement using accounting practices prescribed by the State of Kansas which demonstrates compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between these statutory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, is presumed to be material.

The financial statement referred to above includes only the primary government of the County, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the County's legal entity. The financial statement does not include the financial data of any legally separate component units which accounting principles generally accepted in the United States of America require to be reported with the financial data of the County's primary government.

In our opinion, because of the County's policy to prepare its financial statement on the basis of accounting discussed in the preceding two paragraphs, 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 Labette County, Kansas, as of December 31, 2011, or the respective changes in financial position and changes in cash flows, where applicable, for the year then ended.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of Labette County, Kansas, as of December 31, 2011, and the aggregate cash receipts and expenditures for the year then ended, on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 15, 2012, on our consideration of Labette County, Kansas internal control over financial reporting and on 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 conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statement. The summary of expenditures-actual and budget, individual fund schedules of cash receipts and expenditures-actual and budget, schedule of cash receipts and expenditures-agency funds (Schedule 1, 2, and 3, as listed in the table of contents) and other schedules are presented for analysis and are not a required part of the statutory financial statement. This information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement taken as a whole.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the statutory basis financial statements of Labette County, Kansas. This supplemental information has been subjected to the auditing procedures applied in the audit of the statutory basis financial statement, and, in our opinion, is fairly stated, in all material respects in relation to the statutory basis financial statement taken as a whole, on the basis of accounting described in Note 1.

This report is intended solely for the information and use of the governing body and management of Labette County, Kansas, and for filing with the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Schlotterbeck and Burns, LLC

July 15, 2012

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Labette County, Kansas
Summary of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2011

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:						
General	$ 1,945,687	5,433,703	5,058,516	2,320,874	141,407	2,462,281
Special Revenue:						
Abandoned Cemetery Maintenance	15,780	49,767	48,003	17,544	824	18,368
Economic Development Loan	18,754	12	4,170	14,596	87	14,683
Extension Council		150,375	150,375			
Health	227,132	409,085	449,198	187,019	7,296	194,315
Health Care Services		621,345	621,345			
Mental Health		133,513	133,513			
Mental Retardation		115,313	115,313			
Noxious Weed	45,059	145,569	141,911	48,717	771	49,488
Road and Bridge	178,423	3,296,658	3,328,653	146,428	34,586	181,014
Special Alcohol Program	9,099	3,733	1,500	11,332		11,332
Special Bridge	696,265	157,818	465,748	388,335	252	388,587
Special Liability	856	13,443	9,401	4,898		4,898
Special Park and Recreation	4,085	2,935		7,020		7,020
Tourism and Convention Promotion	1,029	569		1,598		1,598
Special Noxious Weed		20,000		20,000		20,000
Special Highway	403,934	100,000	93,701	410,233		410,233
Special Machinery	405,335	50,000	100,509	354,826		354,826
Emergency Telephone Service	11,978	66,338	67,414	10,902	30	10,932
Wireless Emergency Telephone Service	164,131	70,863	32,663	202,331		202,331
Transfer Station Royalty	6,751	2,480	9,231			
Capital Projects:						
Judicial Center Annex	19,218			19,218		19,218
Sewer District #1 Construction	(289,062)			(289,062)		(289,062)
Enterprise:						
Sewer District No. 1	(1,637)	20,932	21,124	(1,829)	375	(1,454)
Sewer District No. 1 Maintenance	556	1,945	8,093	(5,592)	2,049	(3,543)
Sewer District No. 1 Special Assessment	29,068	15,075	14,059	30,084		30,084
Expendable Trusts:						
Special Auto	48,956	159,842	173,728	35,070	1,333	36,403
Prosecuting Attorney Training	2,959	2,102	2,365	2,696		2,696
Special Law Enforcement Trust	37,171	43,508	54,384	26,295	824	27,119
Register of Deeds Technology	75,303	18,858	31,138	63,023		63,023
Prosecuting Attorney Trust	319	1,004		1,323		1,323
Prosecuting Attorney Check Fees	151	90		241		241

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

Labette County, Kansas
Summary of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2011

	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Drug Enforcement Grant	$ 1,007		108	899		899
Community Corrections Camp	16,513	56		16,569		16,569
Bioterrorism Grant	102,973	25,460	16,732	111,701	441	112,142
CDBG Mortgage Assistance	4,399			4,399		4,399
CDBG Micro Loan	61,430	2,441		63,871		63,871
Kansas Children's Cabinet and Trust	4,115			4,115		4,115
JJA - JAIBG	60			60		60
Labette/Cherokee Youth Services	124,897	284,829	312,770	96,956	2,884	99,840
Labette/Cherokee Youth Program	20,571	1,800	1,074	21,297	62	21,359
Employee Benefit Trust	574,486	1,233,888	1,004,522	803,852		803,852
Employee Flexible Spending Plan Trust	5,801	4,926	5,400	5,327		5,327
Osage Township Fire Grant	871			871		871
Redevelopment Planning Grant #3	99,387		99,387			
Great Plains Industrial Park Road Grant	72,319	1,393	12,722	60,990	1,700	62,690
Road Project Grant		397,851	397,851			
Storm Siren Grant		20,673	24,472	(3,799)		(3,799)
Teen Pregnancy Reduction Grant	22,336			22,336		22,336
Total Primary Government (1)	5,168,465	13,080,192	13,011,093	5,237,564	194,921	5,432,485

Composition of Cash:	
Cash and Cash Items on Hand	1,959
Certificates of Deposit	4,800,000
Demand Deposits	12,726,342
Due from State of Kansas	77,052
Less: Fiduciary Funds per Schedule 3	(12,172,868)
Total Primary Government (1)	5,432,485

(1) Excluding Fiduciary Funds

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

Note 1 Summary of Significant Accounting Policies

A. Reporting Entity

The County of Labette, Kansas is a municipal corporation governed by an elected three-member Board of County Commissioners. These financial statements present the County of Labette, Kansas as a primary government only. The County has waived the application of accounting principles generally accepted in the United States of America and as such, have not included any component units in these financial statements.

B. Basis of Presentation

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 types of funds comprise the financial activities of the County for the year ended December 31, 2011:

Governmental Funds:

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

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

Capital Project Funds--to account for financial resources to be used for the acquisition or construction of major capital facilities.

Fiduciary Funds:

Trust and Agency Funds--to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include (a) Expendable Trust Funds, (b) Nonexpendable Trust Funds, (c) Pension Trust Funds and (d) Agency Funds.

C. Basis of Accounting

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

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

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

D. Budgets

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of 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. During 2011, the County had no such amendments.

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

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

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

Special Highway Fund
Special Machinery Fund

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

E. Assets, Liabilities, and Fund Equity

Cash

To facilitate better management of the County's cash resources, excess cash is combined in pooled operating accounts. Each fund's portion of total cash is based on its equity in the pooled cash amount. Cash in excess of current operating needs is invested on a pooled investment basis and earnings thereon are credited to the general fund, as provided by Kansas Statutes, or other funds as designated by County resolution.

Property Taxes and Other Receivables

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes.

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and further, the amounts thereof are not material in relationship to the financial statements taken as a whole.

Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds have a main or branch bank in the County 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.

K.S.A. 12-1675 allows the County to deposit idle funds in time deposits-open accounts, and certificates of deposit with allowable financial institutions and to invest idle funds in U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The County has passed an investment policy which limits investments in Repurchase Agreements to 25% of the total investment portfolio. The County currently does not invest in Repurchase Agreements. This policy also requires the County Treasurer to seek interest rate bids before placing funds out for investments and to accept the bid which provides the highest prudent rate of return. During the year, the County had funds invested in the Kansas Municipal Investment Pool, but these investments matured prior to year-end.

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. In addition to this statutory provision, the County has passed an investment policy which requires all deposits to be secured 100% at all times.

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

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured and the County's investment policy requires 100% collateralization at all times and the County's investment policy requires 100% collateralization at all times.

At December 31, 2011, the carrying amount of the County's deposits was $17,526,342 and the bank balance was $17,841,789. Of the bank balance, $4,414,568 was secured by federal depository insurance and the remaining $13,427,221 was collateralized securities held by the pledging financial institution's agents in the County's name.

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase as required by state statutes. No physical inventories were taken at year end and no accounting controls exist for control of materials inventory.

Long-Term Debt

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

F. Revenues and Expenditures

Property Tax Revenue Recognition

Property taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at rates established by Kansas Statute. This interest is retained by the County.

Taxes levied to finance the budget are made available to the County after January 1st and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January.

Reimbursed Expenses

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

Vacation and Sick Pay

The County's policies regarding vacation permit employees to accumulate a maximum of 144 hours of vacation time, depending on longevity. Policies prohibit payment for vacation time in lieu of time off, however, with special authority of the County Commission, employees may carry over hours in excess of 96 at the end of the year to use in the following year. Accumulated, but unused, vacation time is paid to the employee on the date of employment termination.

The County's policies regarding sick leave permit employees to accumulate a maximum of 800 hours sick leave. Policies prohibit payment of unused sick leave upon termination of employment with the County.

Interfund Transactions

Quasi-external transactions are accounted for as revenue, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Note 2 Stewardship, Compliance, and Accountability

Compliance with Kansas Cash Basis Law

Expenditures and encumbrances exceeded the available cash in the following funds, in the amounts indicated below:

Sewer District No. 1 Construction Fund	$	289,062
Sewer District No. 1 Fund		1,829
Sewer District No. 1 Maintenance Fund		5,592
Storm Siren Grant Fund		3,799

Compliance with Kansas Depository Security Law

No violations.

Compliance with Kansas Budget Law

No violations.

Note 3 Detail Notes on All Funds and Account Groups

A. Assets:

General Fixed Assets

The County has not maintained a record of fixed assets used in performance of general governmental operations as required by generally accepted accounting principles.

The County has waived the application of generally accepted accounting principles through December 31, 2011, in accordance with K.S.A. 75-1120(a).

Community Development Micro Loan Program

During 2001, the County received a grant from the Department of Commerce to establish a revolving fund to provide low-interest loans to local business ventures. Earnings from the loans, as well as loan repayments are retained by the fund to finance future loans.

As schedule of the loan activity for this program for the year ending December 31, 2011, is presented below:

	Balance 1-1-11	Loans Advanced	Loans Adjusted	Repayments	Balance 12-31-11
Angelo & Family Dry Cleaners	$ 912			912	0
O'Bear's Restaurant	9,503				9,503
Letter Perfect	1,456			1,456	0
Total	11,871	0	0	2,368	9,503

All loans allow a repayment plan consisting of eighteen months of interest-only payments, followed by seven years of principal and interest payments.

B. Liabilities:

Defined Benefit Pension Plan

Plan Description. The County participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 75-4901, et seq. KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report (only one is issued) 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. 74-419 and K.S.A. 74-49,210 establishes 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. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7% of covered salary. 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 and KP&F are funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates.

General Long-Term Debt

Kansas counties are limited to aggregate debt not to exceed 3% of assessed valuation of tangible taxable property in the County. Labette County assessed valuation at November 1, 2011 was $119,339,513. The County had no outstanding bonded debt as of December 31, 2011. The resulting legal debt margin was $3,580,185.

KWPCRF Loan

During 2007, the County entered into a loan agreement with the Kansas Department of Health and Environment. Under this agreement, the County borrowed $214,410 from the State's KWPCRF Loan Revolving Fund in connection with the Sewer District No. 1 Construction Project. Details of this loan agreement, along with payments due subsequent to December 31, 2011 are shown below. Repayment of this loan will be made from special assessments levied against landowners in the Sewer District. This loan is not a general obligation of Labette County.

Changes in Outstanding Debt

Changes in the County's outstanding long-term debt, for the year ended December 31, 2011, were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Advance Refunded	Reductions/ Payments	Balance End of Year	Interest Paid
Capital Lease Obligations:										
Judicial Center Annex	4.00%	12/06/04	$ 180,000	12/01/19	119,677			11,292	108,385	4,675
Fair Building	4.95%	01/30/06	80,000	08/05/16	53,889			7,923	45,966	2,664
Software Package	3.99%	07/07/08	100,008	11/01/11	35,015			35,015	0	1,050
911 Dispatch Equipment	3.99%	09/08/08	42,428	07/01/11	14,528			14,528	0	590
Motor Graders	3.50%	09/30/09	638,420	11/28/14	459,803			62,293	397,510	8,106
Sheriff Vehicles	3.29%	11/09/09	74,052	12/01/11	37,583			37,583	0	1,285
Dump Trucks	3.90%	06/03/10	2,628,786	07/03/13	193,967			62,240	131,727	7,523
Caterpillar Rebuild	2.94%	01/03/11	154,588	01/04/15		154,588			154,588	0
Sheriff Vehicles	2.82%	06/06/11	123,403	06/05/14		123,403			123,403	0
KPWCRF Loan:										
Sewer District No. 1 East	2.51%	03/26/07	211,756	09/01/28	192,366			9,288	183,078	4,770
Total Contractual Indebtedness					1,106,828	277,991	0	240,162	1,144,657	30,663

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

Principal	2012	2013	2014	2015	2016	2017-2021	2022-2026	2027-2031	Total
Capital Lease Obligations	$ 289,442	299,689	240,512	63,297	23,918	44,721			961,579
KPWCRF Loan	9,511	9,764	10,010	10,263	10,512	56,726	64,264	12,028	183,078
Total Principal	298,953	309,453	250,522	73,560	34,430	101,447	64,264	12,028	1,144,657
Interest									
Capital Lease Obligations	32,679	22,432	11,847	4,788	2,636	3,182			77,564
KPWCRF Loan	4,548	4,295	4,048	3,796	3,546	13,567	6,028	215	40,043
Total Interest	37,227	26,727	15,895	8,584	6,182	16,749	6,028	215	117,607
Total Principal and Interest	336,180	336,180	266,417	82,144	40,612	118,196	70,292	12,243	1,262,264

C. Operating Transfers:

From	To	Amount
Special Auto Fund	General Fund	$ 50,510
Noxious Weed Fund	Special Noxious Weed Fund	20,000
Road and Bridge Fund	Special Highway Fund	100,000
Road and Bridge Fund	Special Machinery Fund	50,000

Note 4 Summary, Disclosure of Significant Contingencies

Employee Benefit Health Insurance Trust Fund

During 1994, the County established the Employee Benefit Health Insurance Trust fund. This fund is used to provide health insurance coverage to County employees and is funded by payroll withholdings from County employees and funds from the Employee Benefit Fund of the County.

Under this program, payroll withholdings and benefits are paid into a special trust fund at a local bank. The County has contracted with an insurance company to provide for payment of medical claims and overall administration of this program. Employee medical claims up to $55,000 per employee per year are sent directly to the insurance company and are paid by them. The County pays a fixed payment to the insurance company every month to cover the claims being paid.

Claims over $55,000 per employee are covered by special reinsurance purchased by the insurance company to cover these claims. The amount of health insurance premium charged to the employees is determined annually and is set in such an amount that all medical claims can be paid.

At the end of each year, the insurance company reviews the claim history and adjusts the amount of monthly payment needed. Any change needed is spread over the next three years, whether that change is an increase or decrease.

No record is maintained of outstanding medical claims incurred, but not paid; therefore the amount of unreimbursed medical claims as of December 31, 2011 is not available.

Federally Assisted Programs - Compliance Audits

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

Pending Litigation

The County is defendant in various lawsuits which fall under the coverage of the County's insurance carrier. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the County.

Labette County, Kansas

Summary of Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2011

Schedule 1

	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
Governmental Type Funds:					
General	$ 5,829,680		5,829,680	5,058,516	771,164
Special Revenue:					
Abandoned Cemetery Maintenance	60,292		60,292	48,003	12,289
Economic Development Loan	20,000		20,000	4,170	15,830
Extension Council	153,785		153,785	150,375	3,410
Health	519,326	7,412	526,738	449,198	77,540
Mental Health	135,454		135,454	133,513	1,941
Mental Retardation	116,448		116,448	115,313	1,135
Noxious Weed	159,556		159,556	141,911	17,645
Road and Bridge	3,332,490		3,332,490	3,328,653	3,837
Special Alcohol Program	8,000		8,000	1,500	6,500
Special Bridge	729,599		729,599	465,748	263,851
Special Liability	13,560		13,560	9,401	4,159
Special Park and Recreation	2,500		2,500		2,500
Tourism and Convention Promotion	500		500		500
Emergency Telephone Service	135,067		135,067	67,414	67,653
Wireless Emergency Telephone Service	69,902	32,413	102,315	32,663	69,652
Totals	11,286,159	39,825	11,325,984	10,006,378	1,319,606

Labette County, Kansas
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 3,070,893	3,086,747	3,229,837	(143,090)
Motor Vehicle Tax	442,453	464,587	473,344	(8,757)
Recreational Vehicle Tax	5,045	4,825	5,010	(185)
Delinquent Tax	106,469	84,232	40,000	44,232
16/20 M Truck Tax	24,434	27,511	23,053	4,458
Countywide Sales Tax	1,074,468	1,145,113	850,000	295,113
In Lieu of Tax	2,031	2,714	2,000	714
Mineral Production Tax	11,898	10,239	20,000	(9,761)
Interest on Tax	131,462	133,142	90,000	43,142
Total Taxes	4,869,153	4,959,110	4,733,244	225,866
Intergovernmental				
State Grant	2,500			
Local Alcoholic Liquor Tax	3,188	2,936		2,936
Total Intergovernmental	5,688	2,936		2,936
Licenses, Fees, and Permits				
Mortgage Registration	99,774	110,259	90,000	20,259
Officer Fees	86,231	81,615	115,000	(33,385)
Prisoner Board	40,000	12,000	12,000	
Total Licenses, Fees, and Permits	226,005	203,874	217,000	(13,126)
Use of Money and Property				
Interest on Investments	75,225	43,323	70,000	(26,677)
Rent	14,100	14,100	14,100	
Total Use of Money and Property	89,325	57,423	84,100	(26,677)
Transfers				
Operating Transfers In	52,448	50,510		50,510
Miscellaneous				
Sale of Surplus Property	19,150	14,375		14,375
Other	123,106	145,475	20,000	125,475
Total Miscellaneous	142,256	159,850	20,000	139,850
Other Sources				
Gain on Refunding of Bonds	255,845			
Total Cash Receipts	5,640,720	5,433,703	5,054,344	379,359
Expenditures and Transfers				
General Government				
County Commission				
Personal Services	110,821	113,596	119,724	6,128
Contractual Services	18,196	18,313	17,420	(893)
Commodities	1,035	380	950	570
Capital Outlay			500	500
Reimbursed Expense	(99)	(432)		432
Total County Commission	129,953	131,857	138,594	6,737
County Clerk				
Personal Services	154,428	135,816	142,916	7,100
Contractual Services	4,895	4,449	4,720	271
Commodities	4,207	4,576	4,000	(576)
Capital Outlay	3,206	5,196	750	(4,446)
Reimbursed Expense	(433)	(13)		13
Total County Clerk	166,303	150,024	152,386	2,362
County Treasurer				
Personal Services	133,720	131,216	149,552	18,336
Contractual Services	3,032	3,297	5,545	2,248
Commodities	2,516	328	2,200	1,872
Capital Outlay	500	444	1,300	856
Reimbursed Expense	(1)			
Total County Treasurer	139,767	135,285	158,597	23,312

Labette County, Kansas
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
County Attorney				
Personal Services	$ 255,217	244,669	262,526	17,857
Contractual Services	21,284	23,121	25,800	2,679
Commodities	6,305	6,065	10,000	3,935
Capital Outlay	5,578	2,625	3,500	875
Reimbursed Expense	(22)	(39)		39
Total County Attorney	288,362	276,441	301,826	25,385
Register of Deeds				
Personal Services	86,843	89,562	91,506	1,944
Contractual Services	2,121	2,686	2,995	309
Commodities	2,001	3,831	7,600	3,769
Reimbursed Expense		(38)		38
Total Register of Deeds	90,965	96,041	102,101	6,060
Unified Court				
Contractual Services	171,189	165,106	202,900	37,794
Commodities	29,093	14,278	15,200	922
Capital Outlay	25,427	40,893	25,000	(15,893)
Reimbursed Expense	(16,009)	(15,700)		15,700
Total Unified Court	209,700	204,577	243,100	38,523
Judicial Annex				
Contractual Services	23,225	23,035	22,468	(567)
Reimbursed Expense			(11,500)	(11,500)
Total Judicial Annex	23,225	23,035	10,968	(12,067)
Courthouse General				
Personal Services	104,013	113,292	112,547	(745)
Contractual Services	566,965	528,662	567,744	39,082
Commodities	61,547	74,324	105,380	31,056
Capital Outlay	76,791	96,684	99,995	3,311
Reimbursed Expense	(51,491)	(14,240)		14,240
Total Courthouse General	757,825	798,722	885,666	86,944
Local Elected Officials				
Contractual Services	8,098	8,287	13,460	5,173
Commodities		30	1,200	1,170
Total Local Elected Officials	8,098	8,317	14,660	6,343
Appraiser				
Personal Services	337,482	340,201	395,022	54,821
Contractual Services	53,367	70,852	62,445	(8,407)
Commodities	31,073	27,246	31,750	4,504
Capital Outlay	14,461	21,126	13,550	(7,576)
Reimbursed Expense	(1,875)	(1,650)		1,650
Total Appraiser	434,508	457,775	502,767	44,992
Election Expense				
Personal Services	54,363	53,423	48,231	(5,192)
Contractual Services	48,849	26,489	46,422	19,933
Commodities	6,736	6,791	6,800	9
Capital Outlay			5,000	5,000
Reimbursed Expense		(2,901)		2,901
Total Election Expense	109,948	83,802	106,453	22,651
Employee Benefits				
Contractual Services	123,198	164,530	282,000	117,470
Janitor				
County Coordinator				
Other General Government				
Contractual Services		550	8,500	7,950
Neighborhood Revitalization Rebates			11,976	11,976
Total Other General Government		550	20,476	19,926
Total General Government	2,481,852	2,530,956	2,919,594	388,638

Labette County, Kansas
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Public Safety				
Sheriff				
Personal Services	$ 879,341	921,511	888,551	(32,960)
Contractual Services	58,937	496,113	53,452	(442,661)
Commodities	181,175	150,544	124,310	(26,234)
Capital Outlay	3,536	769	7,583	6,814
Reimbursed Expense	(110,643)	(541,166)	(40,397)	500,769
Total Sheriff	1,012,346	1,027,771	1,033,499	5,728
Sheriff - Jail				
Personal Services	641,464	564,354	676,910	112,556
Contractual Services	82,593	49,579	46,283	(3,296)
Commodities	77,794	77,925	63,700	(14,225)
Capital Outlay	972	24,493	11,000	(13,493)
Reimbursed Expense	(4,403)	(336)		336
Total Sheriff - Jail	798,420	716,015	797,893	81,878
Juvenile Detention				
Contractual Services	131,299	117,051	118,500	1,449
Inmate Housing				
Personal Services	130,807	132,584	127,821	(4,763)
Contractual Services			47,310	47,310
Commodities	56,500	56,925	38,914	(18,011)
Capital Outlay	38,819	38,868		(38,868)
Reimbursed Expense	(126,620)	(241,080)		241,080
Total Inmate Housing	99,506	(12,703)	214,045	226,748
Emergency Preparedness				
Personal Services	48,116	1,815		(1,815)
Contractual Services	28,558	50,569	45,000	(5,569)
Commodities	6,710	1,385		(1,385)
Capital Outlay	2,405	3,495		(3,495)
Grant Funds Returned	8,000			
Total Emergency Preparedness	93,789	57,264	45,000	(12,264)
Emergency Telephone Service				
Personal Services	392,514	426,370	427,134	764
Contractual Services	8,894	8,284	15,440	7,156
Commodities	2,832	2,757	4,330	1,573
Capital Outlay	519	828	2,500	1,672
Reimbursed Expense	(19)	(142)		142
Total Emergency Telephone Service	404,740	438,097	449,404	11,307
Total Public Safety	2,540,100	2,343,495	2,658,341	314,846
Health				
Coroner				
Personal Services	6,323	7,024	7,775	751
Contractual Services	38,048	46,760	30,000	(16,760)
Reimbursed Expense	(1,660)	(3,024)		3,024
Total Coroner	42,711	50,760	37,775	(12,985)
Agriculture				
Agricultural Appropriations				
Conservation District	13,000	14,300	14,300	
Fair	35,000	35,000	35,000	
Total Agricultural Appropriations	48,000	49,300	49,300	
Culture and Recreation				
Culture and Recreation Appropriations				
Historical Society	14,500	15,000	15,000	
Economic Development				
Economic Development Department				
Contractual Services	6,368	7,054	90,000	82,946
Reimbursed Expense	(1,456)	(329)		329
Total Economic Development Department	4,912	6,725	90,000	83,275

Labette County, Kansas
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Sanitation				
Landfill				
Contractual Services	$ 3,606	2,610		(2,610)
Social Services for Aged and Poor				
Social Services for Aged Appropriation				
Social Service for Aged Appropriation	58,300	59,670	59,670	
Total Expenditures and Transfers	5,193,981	5,058,516	5,829,680	771,164
Receipts Over (Under) Expenditures and Transfers	446,739	375,187		
Unencumbered Cash, Beginning	1,498,948	1,945,687		
Unencumbered Cash, Ending	1,945,687	2,320,874		

Labette County, Kansas
Abandoned Cemetery Maintenance Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 43,115	41,433	43,669	(2,236)
Motor Vehicle Tax	6,795	6,552	6,653	(101)
Recreational Vehicle Tax	77	68	70	(2)
Delinquent Tax	1,591	1,255		1,255
16/20 M Truck Tax	416	422	324	98
In Lieu of Tax	29	37		37
Total Cash Receipts	52,023	49,767	50,716	(949)
Expenditures and Transfers				
General Government				
Abandoned Cemetery Maintenance				
Personal Services	38,142	39,824	37,135	(2,689)
Contractual Services	823	794	1,200	406
Commodities	6,786	7,385	8,700	1,315
Capital Outlay			13,257	13,257
Total Expenditures and Transfers	45,751	48,003	60,292	12,289
Receipts Over (Under) Expenditures and Transfers	6,272	1,764		
Unencumbered Cash, Beginning	9,508	15,780		
Unencumbered Cash, Ending	15,780	17,544		

Labette County, Kansas
Economic Development Loan Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Use of Money and Property				
Interest on Investments	$ 22	12		12
Total Cash Receipts	22	12		12
Expenditures and Transfers				
Economic Development				
Economic Development Department				
Personal Services	356			
Contractual Services	9,302	4,170	20,000	15,830
Total Expenditures and Transfers	9,658	4,170	20,000	15,830
Receipts Over (Under) Expenditures and Transfers	(9,636)	(4,158)		
Unencumbered Cash, Beginning	28,390	18,754		
Unencumbered Cash, Ending	18,754	14,596		

Labette County, Kansas
Extension Council Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 130,164	125,091	130,481	(5,390)
Motor Vehicle Tax	20,848	19,789	20,111	(322)
Recreational Vehicle Tax	237	206	213	(7)
Delinquent Tax	5,116	3,888	2,000	1,888
16/20 M Truck Tax	1,372	1,291	980	311
In Lieu of Tax	86	110		110
Total Cash Receipts	157,823	150,375	153,785	(3,410)
Expenditures and Transfers				
Agriculture				
Agricultural Appropriations				
Extension Council	161,535	150,375	153,785	3,410
Total Expenditures and Transfers	161,535	150,375	153,785	3,410
Receipts Over (Under) Expenditures and Transfers	(3,712)			
Unencumbered Cash, Beginning	3,712			
Unencumbered Cash, Ending				

Labette County, Kansas
Health Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 232,163	233,902	244,526	(10,624)
Motor Vehicle Tax	36,401	35,283	35,860	(577)
Recreational Vehicle Tax	417	366	379	(13)
Delinquent Tax	8,594	6,528		6,528
16/20 M Truck Tax	1,456	2,277	1,747	530
In Lieu of Tax	154	206		206
Total Taxes	279,185	278,562	282,512	(3,950)
Intergovernmental				
Federal Financial Assistance	25,496	20,459	25,000	(4,541)
State Grant	50,081	51,953	40,000	11,953
Other Intergovernmental	8,600	12,800	12,000	800
Total Intergovernmental	84,177	85,212	77,000	8,212
Licenses, Fees, and Permits				
Service Fees	43,912	45,311	54,000	(8,689)
Miscellaneous				
Other	536			
Total Cash Receipts	407,810	409,085	413,512	(4,427)
Expenditures and Transfers				
Health				
Health Department				
Personal Services	333,658	356,921	382,983	26,062
Contractual Services	49,660	62,631	63,000	369
Commodities	35,975	29,660	74,440	44,780
Capital Outlay	161		20,622	20,622
Reimbursed Expense	(188)	(14)	(21,719)	(21,705)
Total Health Department	419,266	449,198	519,326	70,128
Budget Credit			7,412	7,412
Total Expenditures and Transfers	419,266	449,198	526,738	77,540
Receipts Over (Under) Expenditures and Transfers	(11,456)	(40,113)		
Unencumbered Cash, Beginning	238,588	227,132		
Unencumbered Cash, Ending	227,132	187,019		

Labette County, Kansas
Health Care Services Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Taxes			
Countywide Sales Tax	$	589,341	621,345
Total Cash Receipts		589,341	621,345
Expenditures and Transfers			
Public Safety			
Ambulance Service			
Contractual Services		589,341	621,345
Total Expenditures and Transfers		589,341	621,345
Receipts Over (Under) Expenditures and Transfers			
Unencumbered Cash, Beginning			
Unencumbered Cash, Ending			

Labette County, Kansas
Mental Health Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 116,087	111,508	116,453	(4,945)
Motor Vehicle Tax	15,546	17,569	17,937	(368)
Recreational Vehicle Tax	177	182	190	(8)
Delinquent Tax	4,024	3,194		3,194
16/20 M Truck Tax	1,018	962	874	88
In Lieu of Tax	77	98		98
Total Cash Receipts	136,929	133,513	135,454	(1,941)
Expenditures and Transfers				
Health				
Health Appropriations				
Health	136,929	133,513	135,454	1,941
Total Expenditures and Transfers	136,929	133,513	135,454	1,941
Receipts Over (Under) Expenditures and Transfers				
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

Labette County, Kansas
Mental Retardation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 99,845	95,997	100,104	(4,107)
Motor Vehicle Tax	15,547	15,168	15,429	(261)
Recreational Vehicle Tax	177	158	163	(5)
Delinquent Tax	3,852	2,943		2,943
16/20 M Truck Tax	1,018	962	752	210
In Lieu of Tax	66	85		85
Total Cash Receipts	120,505	115,313	116,448	(1,135)
Expenditures and Transfers				
Health				
Health Appropriations				
Health	120,505	115,313	116,448	1,135
Total Expenditures and Transfers	120,505	115,313	116,448	1,135
Receipts Over (Under) Expenditures and Transfers				
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

Labette County, Kansas
Noxious Weed Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 126,177	121,241	127,719	(6,478)
Motor Vehicle Tax	20,342	19,181	19,482	(301)
Recreational Vehicle Tax	232	199	206	(7)
Delinquent Tax	4,307	3,530	500	3,030
16/20 M Truck Tax	1,271	1,261	949	312
In Lieu of Tax	84	107		107
Total Taxes	152,413	145,519	148,856	(3,337)
Miscellaneous				
Other		50		50
Total Cash Receipts	152,413	145,569	148,856	(3,287)
Expenditures and Transfers				
Agriculture				
Other Agriculture				
Personal Services	53,102	44,416	62,900	18,484
Contractual Services	5,801	4,098	11,700	7,602
Commodities	113,206	77,955	72,456	(5,499)
Capital Outlay	509	1,071	12,500	11,429
Operating Transfers Out		20,000		(20,000)
Reimbursed Expense	(5,171)	(5,629)		5,629
Total Expenditures and Transfers	167,447	141,911	159,556	17,645
Receipts Over (Under) Expenditures and Transfers	(15,034)	3,658		
Unencumbered Cash, Beginning	60,093	45,059		
Unencumbered Cash, Ending	45,059	48,717		

Labette County, Kansas
Road and Bridge Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 2,257,532	2,143,151	2,237,298	(94,147)
Motor Vehicle Tax	275,467	340,942	348,720	(7,778)
Recreational Vehicle Tax	3,127	3,543	3,690	(147)
Delinquent Tax	72,702	59,700	20,000	39,700
16/20 M Truck Tax	19,421	17,022	16,985	37
In Lieu of Tax	1,496	1,888		1,888
Total Taxes	2,629,745	2,566,246	2,626,693	(60,447)
Intergovernmental				
Special City & County Highway	718,441	699,922	700,000	(78)
Equalization and Adjustment	18,777	21,530		21,530
Total Intergovernmental	737,218	721,452	700,000	21,452
Miscellaneous				
Sale of Surplus Property	2,750	3,000		3,000
Other	85,521	5,960		5,960
Total Miscellaneous	88,271	8,960		8,960
Total Cash Receipts	3,455,234	3,296,658	3,326,693	(30,035)
Expenditures and Transfers				
Public Works				
County Engineer				
Personal Services	1,411,010	1,447,268	1,589,240	141,972
Contractual Services	533,620	386,911	320,250	(66,661)
Commodities	1,336,416	1,723,077	1,399,700	(323,377)
Capital Outlay	140,870	70,826	23,300	(47,526)
Operating Transfers Out	225,000	150,000		(150,000)
Reimbursed Expense	(364,308)	(449,429)		449,429
Total Expenditures and Transfers	3,282,608	3,328,653	3,332,490	3,837
Receipts Over (Under) Expenditures and Transfers	172,626	(31,995)		
Unencumbered Cash, Beginning	5,797	178,423		
Unencumbered Cash, Ending	178,423	146,428		

Labette County, Kansas
Special Alcohol Program Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
Local Alcoholic Liquor Tax	$ 3,188	3,733	4,159	(426)
Total Cash Receipts	3,188	3,733	4,159	(426)
Expenditures and Transfers				
Health				
Other Health				
Contractual Services	1,500	1,500	8,000	6,500
Total Expenditures and Transfers	1,500	1,500	8,000	6,500
Receipts Over (Under) Expenditures and Transfers	1,688	2,233		
Unencumbered Cash, Beginning	7,411	9,099		
Unencumbered Cash, Ending	9,099	11,332		

Labette County, Kansas
Special Bridge Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 232,211	113,694	118,211	(4,517)
Motor Vehicle Tax	36,736	35,283	35,862	(579)
Recreational Vehicle Tax	418	366	380	(14)
Delinquent Tax	8,022	6,098		6,098
16/20 M Truck Tax	2,301	2,277	1,747	530
In Lieu of Tax	154	100		100
Total Taxes	279,842	157,818	156,200	1,618
Miscellaneous				
Other	7,856			
Total Cash Receipts	287,698	157,818	156,200	1,618
Expenditures and Transfers				
Public Works				
Construction				
Contractual Services	68,887	351,074	610,260	259,186
Commodities	126,984	127,045		(127,045)
Capital Outlay	18,000		119,339	119,339
Reimbursed Expense	(19,716)	(12,371)		12,371
Total Expenditures and Transfers	194,155	465,748	729,599	263,851
Receipts Over (Under) Expenditures and Transfers	93,543	(307,930)		
Unencumbered Cash, Beginning	602,722	696,265		
Unencumbered Cash, Ending	696,265	388,335		

Labette County, Kansas
Special Liability Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Taxes				
Ad Valorem Tax	$ 11,607	11,208	11,660	(452)
Motor Vehicle Tax	1,892	1,766	1,794	(28)
Recreational Vehicle Tax	22	18	19	(1)
Delinquent Tax	459	322		322
16/20 M Truck Tax	71	119	87	32
In Lieu of Tax	8	10		10
Total Cash Receipts	14,059	13,443	13,560	(117)
Expenditures and Transfers				
General Government				
Other General Government				
Contractual Services	16,887	9,401	13,560	4,159
Total Expenditures and Transfers	16,887	9,401	13,560	4,159
Receipts Over (Under) Expenditures and Transfers	(2,828)	4,042		
Unencumbered Cash, Beginning	3,684	856		
Unencumbered Cash, Ending	856	4,898		

Labette County, Kansas
Special Park and Recreation Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
Local Alcoholic Liquor Tax	$ 3,189	2,935	1,800	1,135
Total Cash Receipts	3,189	2,935	1,800	1,135
Expenditures and Transfers				
Culture and Recreation				
Culture and Recreation Appropriations				
Contractual Services	6,000		2,500	2,500
Total Expenditures and Transfers	6,000		2,500	2,500
Receipts Over (Under) Expenditures and Transfers	(2,811)	2,935		
Unencumbered Cash, Beginning	6,896	4,085		
Unencumbered Cash, Ending	4,085	7,020		

Labette County, Kansas
Tourism and Convention Promotion Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

			Current Year		
		Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts					
Taxes					
Transient Guest Tax	$	508	569	500	69
Total Cash Receipts		508	569	500	69
Expenditures and Transfers					
Economic Development					
Economic Development Appropriations					
Contractual Services				500	500
Total Expenditures and Transfers				500	500
Receipts Over (Under) Expenditures and Transfers		508	569		
Unencumbered Cash, Beginning		521	1,029		
Unencumbered Cash, Ending		1,029	1,598		

Labette County, Kansas
Special Noxious Weed Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Transfers			
Operating Transfers In	$		20,000
Total Cash Receipts			20,000
Expenditures and Transfers			
None			
Receipts Over (Under) Expenditures and Transfers			20,000
Unencumbered Cash, Beginning			
Unencumbered Cash, Ending			20,000

Labette County, Kansas
Special Highway Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Transfers			
Operating Transfers In	$	175,000	100,000
Total Cash Receipts		175,000	100,000
Expenditures and Transfers			
Public Works			
Construction			
Contractual Services		36,000	16,920
Capital Outlay			76,781
Total Expenditures and Transfers		36,000	93,701
Receipts Over (Under) Expenditures and Transfers		139,000	6,299
Unencumbered Cash, Beginning		264,934	403,934
Unencumbered Cash, Ending		403,934	410,233

Labette County, Kansas
Special Machinery Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Transfers			
Operating Transfers In	$	50,000	50,000
Total Cash Receipts		50,000	50,000
Expenditures and Transfers			
Public Works			
Equipment			
Contractual Services			26
Commodities			51
Capital Outlay		54,550	100,432
Total Expenditures and Transfers		54,550	100,509
Receipts Over (Under) Expenditures and Transfers		(4,550)	(50,509)
Unencumbered Cash, Beginning		409,885	405,335
Unencumbered Cash, Ending		405,335	354,826

Labette County, Kansas
Emergency Telephone Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
Emergency Telephone Tax	$ 70,926	66,297	135,067	(68,770)
Use of Money and Property				
Interest on Investments	18	12		12
Miscellaneous				
Other	55	29		29
Total Cash Receipts	70,999	66,338	135,067	(68,729)
Expenditures and Transfers				
Public Safety				
Emergency Telephone Service				
Contractual Services	54,447	46,570	90,000	43,430
Commodities	6,191	4,593	11,600	7,007
Capital Outlay	16,143	16,251	33,467	17,216
Total Expenditures and Transfers	76,781	67,414	135,067	67,653
Receipts Over (Under) Expenditures and Transfers	(5,782)	(1,076)		
Unencumbered Cash, Beginning	17,760	11,978		
Unencumbered Cash, Ending	11,978	10,902		

Labette County, Kansas
Wireless Emergency Telephone Service Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavorable)
Cash Receipts				
Intergovernmental				
State Grant	$ 65,477	32,413		32,413
Emergency Telephone Tax	39,006	38,309	40,000	(1,691)
Total Intergovernmental	104,483	70,722	40,000	30,722
Use of Money and Property				
Interest on Investments	146	141		141
Total Cash Receipts	104,629	70,863	40,000	30,863
Expenditures and Transfers				
Public Safety				
Emergency Telephone Service				
Contractual Services	30,787	24,502	28,000	3,498
Commodities	41,840	3,107	14,500	11,393
Capital Outlay	22,313	5,054	27,402	22,348
Total Emergency Telephone Service	94,940	32,663	69,902	37,239
Budget Credit			32,413	32,413
Total Expenditures and Transfers	94,940	32,663	102,315	69,652
Receipts Over (Under) Expenditures and Transfers	9,689	38,200		
Unencumbered Cash, Beginning	154,442	164,131		
Unencumbered Cash, Ending	164,131	202,331		

Labette County, Kansas
Transfer Station Royalty Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Royalties	$ 3,184	2,480
Total Cash Receipts	3,184	2,480
Expenditures and Transfers		
Sanitation		
Contractual Services		9,231
Total Expenditures and Transfers		9,231
Receipts Over (Under) Expenditures and Transfers	3,184	(6,751)
Unencumbered Cash, Beginning	3,567	6,751
Unencumbered Cash, Ending	6,751	

Labette County, Kansas
Judicial Center Annex Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
None	$		
Expenditures and Transfers			
None			
Receipts Over (Under) Expenditures and Transfers			
Unencumbered Cash, Beginning		19,218	19,218
Unencumbered Cash, Ending		19,218	19,218

Labette County, Kansas
Sewer District #1 Construction Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
None	$		
Expenditures and Transfers			
None			
Receipts Over (Under) Expenditures and Transfers			
Unencumbered Cash, Beginning		(289,062)	(289,062)
Unencumbered Cash, Ending		(289,062)	(289,062)

Labette County, Kansas
Sewer District No. 1 Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Licenses, Fees, and Permits			
Service Fees	$	17,816	20,932
Total Cash Receipts		17,816	20,932
Expenditures and Transfers			
Sanitation			
Other Sanitation			
Contractual Services		19,070	21,124
Total Expenditures and Transfers		19,070	21,124
Receipts Over (Under) Expenditures and Transfers		(1,254)	(192)
Unencumbered Cash, Beginning		(383)	(1,637)
Unencumbered Cash, Ending		(1,637)	(1,829)

Labette County, Kansas
Sewer District No. 1 Maintenance Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Licenses, Fees, and Permits			
Service Fees	$	1,885	1,945
Total Cash Receipts		1,885	1,945
Expenditures and Transfers			
Sanitation			
Other Sanitation			
Contractual Services		1,329	8,093
Total Expenditures and Transfers		1,329	8,093
Receipts Over (Under) Expenditures and Transfers		556	(6,148)
Unencumbered Cash, Beginning			556
Unencumbered Cash, Ending		556	(5,592)

Labette County, Kansas
Sewer District No. 1 Special Assessment Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Taxes			
Special Assessments	$	28,667	15,075
Total Cash Receipts		28,667	15,075
Expenditures and Transfers			
Debt Service			
Rural Development Loan			
Principal and Interest		13,861	14,059
Total Expenditures and Transfers		13,861	14,059
Receipts Over (Under) Expenditures and Transfers		14,806	1,016
Unencumbered Cash, Beginning		14,262	29,068
Unencumbered Cash, Ending		29,068	30,084

Labette County, Kansas
Special Auto Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Other Intergovernmental	$ 1,575	175
Licenses, Fees, and Permits		
Officer Fees	163,986	159,667
Total Cash Receipts	165,561	159,842
Expenditures and Transfers		
General Government		
County Treasurer		
Personal Services	99,910	104,431
Contractual Services	1,840	3,561
Commodities	13,367	14,254
Capital Outlay		1,263
Operating Transfers Out	52,448	50,510
Reimbursed Expense		(291)
Total Expenditures and Transfers	167,565	173,728
Receipts Over (Under) Expenditures and Transfers	(2,004)	(13,886)
Unencumbered Cash, Beginning	50,960	48,956
Unencumbered Cash, Ending	48,956	35,070

Labette County, Kansas
Prosecuting Attorney Training Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Licenses, Fees, and Permits		
Officer Fees	$ 2,579	2,102
Total Cash Receipts	2,579	2,102
Expenditures and Transfers		
General Government		
County Attorney		
Contractual Services	3,056	2,365
Total Expenditures and Transfers	3,056	2,365
Receipts Over (Under) Expenditures and Transfers	(477)	(263)
Unencumbered Cash, Beginning	3,436	2,959
Unencumbered Cash, Ending	2,959	2,696

Labette County, Kansas
Special Law Enforcement Trust Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Drug Control Tax	$ 617	8,434
Licenses, Fees, and Permits		
Officer Fees	1,870	2,733
Miscellaneous		
Other	5,910	32,341
Total Cash Receipts	8,397	43,508
Expenditures and Transfers		
Public Safety		
Other Public Safety		
Contractual Services		23,221
Commodities	4,956	9,478
Capital Outlay		21,685
Total Expenditures and Transfers	4,956	54,384
Receipts Over (Under) Expenditures and Transfers	3,441	(10,876)
Unencumbered Cash, Beginning	33,730	37,171
Unencumbered Cash, Ending	37,171	26,295

Labette County, Kansas
Register of Deeds Technology Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Licenses, Fees, and Permits			
Officer Fees	$	22,148	18,858
Total Cash Receipts		22,148	18,858
Expenditures and Transfers			
General Government			
Register of Deeds			
Capital Outlay		14,270	31,138
Total Expenditures and Transfers		14,270	31,138
Receipts Over (Under) Expenditures and Transfers		7,878	(12,280)
Unencumbered Cash, Beginning		67,425	75,303
Unencumbered Cash, Ending		75,303	63,023

Labette County, Kansas
Prosecuting Attorney Trust Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Miscellaneous		
Other	$ 319	1,004
Total Cash Receipts	319	1,004
Expenditures and Transfers		
General Government		
Contractual Services	332	
Total Expenditures and Transfers	332	
Receipts Over (Under) Expenditures and Transfers	(13)	1,004
Unencumbered Cash, Beginning	332	319
Unencumbered Cash, Ending	319	1,323

Labette County, Kansas
Prosecuting Attorney Check Fees Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Licenses, Fees, and Permits			
Officer Fees	$	310	90
Total Cash Receipts		310	90
Expenditures and Transfers			
General Government			
County Attorney			
Capital Outlay		921	
Total Expenditures and Transfers		921	
Receipts Over (Under) Expenditures and Transfers		(611)	90
Unencumbered Cash, Beginning		762	151
Unencumbered Cash, Ending		151	241

Labette County, Kansas
Drug Enforcement Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Miscellaneous		
Other	$ 75	
Total Cash Receipts	75	
Expenditures and Transfers		
Public Safety		
Sheriff		
Contractual Services	555	108
Total Expenditures and Transfers	555	108
Receipts Over (Under) Expenditures and Transfers	(480)	(108)
Unencumbered Cash, Beginning	1,487	1,007
Unencumbered Cash, Ending	1,007	899

Labette County, Kansas
Community Corrections Camp Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest on Investments	$ 17	12
Miscellaneous		
Other	149	44
Total Cash Receipts	166	56
Expenditures and Transfers		
Public Safety		
Other Public Safety		
Personal Services	16,226	
Reimbursed Expense	(235)	
Total Expenditures and Transfers	15,991	
Receipts Over (Under) Expenditures and Transfers	(15,825)	56
Unencumbered Cash, Beginning	32,338	16,513
Unencumbered Cash, Ending	16,513	16,569

Labette County, Kansas
Bioterrorism Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Intergovernmental			
Federal Financial Assistance	$	106,578	25,460
Total Cash Receipts		106,578	25,460
Expenditures and Transfers			
Health			
Health Department			
Contractual Services		12,851	16,130
Commodities		17,678	602
Capital Outlay		24,900	
Total Expenditures and Transfers		55,429	16,732
Receipts Over (Under) Expenditures and Transfers		51,149	8,728
Unencumbered Cash, Beginning		51,824	102,973
Unencumbered Cash, Ending		102,973	111,701

Labette County, Kansas
CDBG Mortgage Assistance Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
None	$	
Expenditures and Transfers		
Economic Development		
Housing Assistance		
Contractual Services	16	
Total Expenditures and Transfers	16	
Receipts Over (Under) Expenditures and Transfers	(16)	
Unencumbered Cash, Beginning	4,415	4,399
Unencumbered Cash, Ending	4,399	4,399

Labette County, Kansas
CDBG Micro Loan Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Use of Money and Property			
Interest on Investments	$	61	47
Industrial Loan Payments		3,748	2,368
Interest on Industrial Loans		147	26
Total Cash Receipts		3,956	2,441
Expenditures and Transfers			
Economic Development			
Receipts Over (Under) Expenditures and Transfers		3,956	2,441
Unencumbered Cash, Beginning		57,474	61,430
Unencumbered Cash, Ending		61,430	63,871

Labette County, Kansas
Kansas Children's Cabinet and Trust Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
None	$	
Expenditures and Transfers		
Public Safety		
Juvenile Services		
Contractual Services	220	
Total Expenditures and Transfers	220	
Receipts Over (Under) Expenditures and Transfers	(220)	
Unencumbered Cash, Beginning	4,335	4,115
Unencumbered Cash, Ending	4,115	4,115

Labette County, Kansas
JJA - JAIBG Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
None	$		
Expenditures and Transfers			
None			
Receipts Over (Under) Expenditures and Transfers			
Unencumbered Cash, Beginning		60	60
Unencumbered Cash, Ending		60	60

Labette County, Kansas
Labette/Cherokee Youth Services Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Intergovernmental			
State Grant	$	352,691	284,116
Licenses, Fees, and Permits			
Officer Fees		597	713
Total Cash Receipts		353,288	284,829
Expenditures and Transfers			
Public Safety			
Juvenile Services			
Personal Services		196,746	193,797
Contractual Services		138,618	114,949
Commodities		3,394	4,410
Capital Outlay		5,881	5,711
Operating Transfers Out		20,516	
Reimbursed Expense		(840)	(6,097)
Total Expenditures and Transfers		364,315	312,770
Receipts Over (Under) Expenditures and Transfers		(11,027)	(27,941)
Unencumbered Cash, Beginning		135,924	124,897
Unencumbered Cash, Ending		124,897	96,956

Labette County, Kansas
Labette/Cherokee Youth Program Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Transfers			
Operating Transfers In	$	20,516	
Miscellaneous			
Other		459	1,800
Total Cash Receipts		20,975	1,800
Expenditures and Transfers			
Public Safety			
Juvenile Services			
Contractual Services		404	1,074
Total Expenditures and Transfers		404	1,074
Receipts Over (Under) Expenditures and Transfers		20,571	726
Unencumbered Cash, Beginning			20,571
Unencumbered Cash, Ending		20,571	21,297

Labette County, Kansas
Employee Benefit Trust Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Use of Money and Property			
Interest on Investments	$	2,522	1,178
Miscellaneous			
Payroll Withholdings and Benefits		1,232,835	1,232,710
Total Cash Receipts		1,235,357	1,233,888
Expenditures and Transfers			
General Government			
Employee Benefits			
Medical Claims		1,306,109	1,004,522
Total Expenditures and Transfers		1,306,109	1,004,522
Receipts Over (Under) Expenditures and Transfers		(70,752)	229,366
Unencumbered Cash, Beginning		645,238	574,486
Unencumbered Cash, Ending		574,486	803,852

Labette County, Kansas
Employee Flexible Spending Plan Trust Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest on Investments	$ 6	4
Miscellaneous		
Payroll Withholdings and Benefits	6,720	4,922
Total Cash Receipts	6,726	4,926
Expenditures and Transfers		
General Government		
Employee Benefits		
Medical Claims	6,456	5,400
Total Expenditures and Transfers	6,456	5,400
Receipts Over (Under) Expenditures and Transfers	270	(474)
Unencumbered Cash, Beginning	5,531	5,801
Unencumbered Cash, Ending	5,801	5,327

Labette County, Kansas
Osage Township Fire Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Intergovernmental			
Federal Financial Assistance	$	36,670	
Total Cash Receipts		36,670	
Expenditures and Transfers			
Public Safety			
Fire Protection			
Contractual Services		9,915	
Total Expenditures and Transfers		9,915	
Receipts Over (Under) Expenditures and Transfers		26,755	
Unencumbered Cash, Beginning		(25,884)	871
Unencumbered Cash, Ending		871	871

Labette County, Kansas
Redevelopment Planning Grant #3 Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Intergovernmental		
Federal Financial Assistance	$ 262,703	
Use of Money and Property		
Interest on Investments	87	
Transfers		
Operating Transfers In	12,124	
Miscellaneous		
Other	90	
Total Cash Receipts	275,004	
Expenditures and Transfers		
Economic Development		
Economic Development Department		
Personal Services	3	
Contractual Services	65	99,387
Total Expenditures and Transfers	68	99,387
Receipts Over (Under) Expenditures and Transfers	274,936	(99,387)
Unencumbered Cash, Beginning	(175,549)	99,387
Unencumbered Cash, Ending	99,387	

Labette County, Kansas
Great Plains Industrial Park Road Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Use of Money and Property		
Interest on Investments	$ 3,284	1,393
Total Cash Receipts	3,284	1,393
Expenditures and Transfers		
Economic Development		
Economic Development Department		
Contractual Services	123,165	12,722
Commodities	11,125	
Reimbursed Expense	(57)	
Total Expenditures and Transfers	134,233	12,722
Receipts Over (Under) Expenditures and Transfers	(130,949)	(11,329)
Unencumbered Cash, Beginning	203,268	72,319
Unencumbered Cash, Ending	72,319	60,990

Labette County, Kansas
Road Project Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Intergovernmental			
Federal Financial Assistance	$		397,851
Total Cash Receipts			397,851
Expenditures and Transfers			
Public Works			
Capital Outlay			397,851
Total Expenditures and Transfers			397,851
Receipts Over (Under) Expenditures and Transfers			
Unencumbered Cash, Beginning			
Unencumbered Cash, Ending			

Labette County, Kansas
Storm Siren Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
Intergovernmental			
Federal Financial Assistance	$		20,673
Total Cash Receipts			20,673
Expenditures and Transfers			
Public Safety			
Contractual Services			24,472
Total Expenditures and Transfers			24,472
Receipts Over (Under) Expenditures and Transfers			(3,799)
Unencumbered Cash, Beginning			
Unencumbered Cash, Ending			(3,799)

Labette County, Kansas
Teen Pregnancy Reduction Grant Fund
Summary of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

		Prior Year Actual	Current Year Actual
Cash Receipts			
None	$		
Expenditures and Transfers			
None			
Receipts Over (Under) Expenditures and Transfers			
Unencumbered Cash, Beginning		22,336	22,336
Unencumbered Cash, Ending		22,336	22,336

Labette County, Kansas
Fiduciary Funds
Statement of Receipts, Disbursements and Balances
Regulatory Basis
For the Year Ended December 31, 2011

Schedule 3

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Cities:				
Altamont General	$	154,538	154,538	
Altamont Library		18,407	18,407	
Altamont Recreation		5,052	5,052	
Altamont Special Assessments	675	8,874	9,549	
Altamont Utility Service		28,043	28,043	
Altamont G.O. Fire		15,963	15,963	
Altamont Annex General		605	605	
Altamont Annex Library		73	73	
Altamont Annex Recreation		19	19	
Altamont Annex Utility Service		116	116	
Bartlett General		9,089	9,089	
Bartlett Bond and Interest		12,829	12,829	
Chetopa General		76,470	76,470	
Chetopa Library		10,075	10,075	
Chetopa Industrial Development		6,050	6,050	
Chetopa Employee Benefits		71,593	71,593	
Chetopa Fire Equipment		527	527	
Chetopa Special Liability		49,547	49,547	
Chetopa Special Assessments	115	490	605	
Edna General		88,294	88,294	
Edna Bond and Interest		2,530	2,530	
Edna Employee Benefits		25,137	25,137	
Edna Library		4,127	4,127	
Edna Special Assessments	900	900	1,800	
Mound Valley General		56,265	56,265	
Mound Valley Employee Benefits		426	426	
Oswego General		289,822	289,822	
Oswego Airport		7,925	7,925	
Oswego Employee Benefits		149,753	149,753	
Oswego Industrial Promotion		23	23	
Oswego Special Assessments	5,786	12,468	18,254	
Parsons General		2,209,647	2,209,647	
Parsons Employee Benefits		139,394	139,394	
Parsons Library Employee Benefits		64,630	64,630	
Parsons Industrial Promotion		59,436	59,436	
Parsons Library		264,710	264,710	
Parsons Special Assessments	3,975	30,408	34,383	
Parsons Tort Liability		8,434	8,434	
Parsons Utility Service		49,925	49,925	
Subtotal Cities	11,451	3,932,614	3,944,065	

Labette County, Kansas
Fiduciary Funds
Statement of Receipts, Disbursements and Balances
Regulatory Basis
For the Year Ended December 31, 2011

Schedule 3

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Townships:				
Canada General	$	6,385	6,385	
Elm Grove General		4,193	4,193	
Fairview General		18,441	18,441	
Hackberry General		20,079	20,079	
Howard General		2,804	2,804	
Labette General	6,988	6,370	9,469	3,889
Labette Cemetery	111			111
Labette Special Fire	88			88
Liberty General		11,758	11,758	
Montana General		8,493	8,493	
Mound Valley General		13,986	13,986	
Mount Pleasant General		28,819	28,819	
Neosho General		20,583	20,583	
North General		18,797	18,797	
Osage General		29,846	29,846	
Oswego General		7,762	7,762	
Richland General	2,377	2,688	3,500	1,565
Walton General	2,718			2,718
Subtotal Townships	12,282	201,004	204,915	8,371
Schools:				
USD #247 General		1,653	1,653	
USD #247 Supplemental General		2,370	2,370	
USD #447 General		402	402	
USD #447 Supplemental General		712	712	
USD #447 Bond and Interest		196	196	
USD #447 Recreation		69	69	
USD #503 General		845,222	845,222	
USD #503 Supplemental General		1,072,667	1,072,667	
USD #503 Recreation		230,719	230,719	
USD #503 Recreation Emp Benefit		57,957	57,957	
USD #503 Capital Outlay		34,343	34,343	
USD #503 Bond and Interest		1,226,879	1,226,879	
USD #504 General		180,246	180,246	
USD #504 Bond and Interest		101,797	101,797	
USD #504 Capital Outlay		43,821	43,821	
USD #504 Recreation		25,135	25,135	
USD #504 Supplemental General		354,226	354,226	
USD #505 General		106,178	106,178	
USD #505 Capital Outlay		23,921	23,921	
USD #505 Supplemental General		224,668	224,668	
USD #506 Bond and Interest		66,175	66,175	
USD #506 General		838,707	838,707	
USD #506 Capital Outlay		216,172	216,172	
USD #506 Supplemental General		1,317,797	1,317,797	
USD #506 Bond and Interest		278,613	278,613	
LCC General		4,809,381	4,809,381	
LCC Adult Education		47,155	47,155	
Subtotal Schools		12,107,181	12,107,181	

Labette County, Kansas
Fiduciary Funds
Statement of Receipts, Disbursements and Balances
Regulatory Basis
For the Year Ended December 31, 2011

Schedule 3

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Cemeteries:				
Edna/Elm Grove	$	7,523	7,523	
Mound Valley		11,322	11,322	
Oak Hill		7,756	7,756	
Oswego		49,516	49,516	
Pleasant Valley		9,836	9,836	
Subtotal Cemeteries		85,953	85,953	
Rural Fire Districts:				
Labette/Liberty	985			985
Labette No. 9		22,148	22,148	
Subtotal Rural Fire Districts	985	22,148	22,148	985
Watershed Districts:				
Labette/Hackberry No. 96		57,539	57,539	
Neosho Drainage District		12,981	12,981	
Subtotal Watershed Districts		70,520	70,520	
Regional Library:				
SEK Library General		76,686	76,686	
SEK Library Employee Benefits		5,353	5,353	
Subtotal Regional Library		82,039	82,039	
Total Subdivisions	24,718	16,501,459	16,516,821	9,356
State Funds:				
State Educational Building	3,914	136,609	136,554	3,969
State Institutional Building	1,957	68,305	68,277	1,985
Total State Funds	5,871	204,914	204,831	5,954
Other Agency Funds:				
Motor Vehicle Licenses		1,061,491	1,061,491	
Game Licenses	353	12,176	12,197	332
Cereal Malt Beverage Licenses	75	125	125	75
Unclaimed Money	43,076		43,076	
Stray Animal		333	333	
Cash Bond Deposits	13,700	1,600	1,000	14,300
Sales Tax	86,618	1,022,066	1,027,942	80,742
State Election Fees		350	350	
Homestead Holding		42,930	42,930	
Total Other Agency Funds	143,822	2,141,071	2,189,444	95,449
Distributable Funds:				
Current Tax	11,263,956	21,186,662	20,626,333	11,824,285
Delinquent Tax	128,760	647,518	625,054	151,224
Motor Vehicle Tax	69,826	2,898,122	2,903,019	64,929
Recreational Vehicle Tax	659	29,106	29,570	195
Mineral Production Tax	7,574	20,873	20,479	7,968
In Lieu of Tax	8,273	22,829	17,594	13,508
Total Distributable Funds	11,479,048	24,805,110	24,222,049	12,062,109
Total Agency Funds	11,653,459	43,652,554	43,133,145	12,172,868

County of Labette, Kansas
Reconciliation of 2010 Tax Roll
For the Year Ended December 31, 2011

Schedule 4

County Clerk's Abstract of Taxes Levied			$ 21,465,467
Add: Added and Escaped Taxes			11,854
Deduct: Taxes Abated and Refunded			(107,478)
Tax Roll as Adjusted			21,369,843
County Treasurer's Accounting:			
Current Tax Collections (net of refunds)	$		20,544,556
Uncollected:			
Personal Property		44,680	
Real Estate and Special Assessments		782,094	
Total Uncollected			826,774
Tax Roll (Over) Under Accounted For			(1,487)
Net Tax Roll			21,369,843

County of Labette, Kansas
County Clerk
Receipts, Disbursements, and Balances
For the Year Ended December 31, 2011

Balance - January 1, 2011	$	0
Receipts:		
Fish and Game Licenses	12,177	
Fish and Game Fees	494	
Miscellaneous Reimbursements	3,043	
Total Receipts		15,714
Disbursements:		
Paid to County Treasurer		15,714
Balance - December 31, 2011		0

County of Labette, Kansas
Register of Deeds
Receipts, Disbursements, and Balances
For the Year Ended December 31, 2011

Balance - January 1, 2011	$	0
Receipts:		
Mortgage Registration and Heritage Trust Fees	114,566	
Recording Fees	32,130	
Technology Fees	18,858	
Copy Fees	2,741	
Total Receipts		168,295
Disbursements:		
Paid to County Treasurer		168,295
Balance - December 31, 2011		0

County of Labette, Kansas
Clerk of District Court - Oswego Branch
Receipts, Disbursements, and Balances
For the Year Ended December 31, 2011

Balance - January 1, 2011	$	15,902
Receipts:		
ASAP Assessments	750	
Bonds and Bond Forfeitures	14,866	
County Clerk Fees	2,057	
County Reimbursement	2,850	
Drivers License Reinstatement Fees	3,013	
Fines	66,746	
Indigent Defense Fees	329	
Interest	44	
Judicial Branch Surcharge	21,669	
Judgments, Sale Proceeds, and Other	138,119	
Law Library Fees	5,180	
LETC Fees	6,782	
Marriage License Fees	6,903	
PATF Fees	899	
State Clerk Fees	47,517	
Total Receipts		317,724
Disbursements:		
Paid to State Treasurer	151,405	
Paid to County Treasurer	5,951	
Paid to Others	172,291	
Total Disbursements		329,647
Balance - December 31, 2011		3,979
Composition of Cash:		
Demand Deposit, Commercial Bank, Oswego, Kansas		3,879
Cash Short		100
Total		3,979

County of Labette, Kansas
Clerk of District Court - Parsons Branch
Receipts, Disbursements, and Balances
For the Year Ended December 31, 2011

Balance - January 1, 2011	$	15,799
Receipts:		
ASAP Assessments	0	
Bonds	32,363	
County Clerk Fees	6,774	
County Reimbursement	9,235	
Drivers License Reinstatement Fees	1,630	
Fines	62,439	
Indigent Defense Fees	2,095	
Attorney Fee State	18,343	
Interest	43	
Judicial Branch Surcharge	32,673	
Judgments, Sale Proceeds, and Other	60,470	
Law Library Fees	10,896	
LETC Fees	8,702	
PATF Fees	1,202	
State Clerk Fees	100,168	
Total Receipts		347,033
Disbursements:		
Paid to State Treasurer	215,519	
Paid to County Treasurer	19,902	
Paid to Others	117,882	
Total Disbursements		353,303
Balance - December 31st		9,529
Composition of Cash:		
Demand Deposit, Commercial Bank, Parsons, Kansas		9,529

County of Labette, Kansas
Sheriff
Receipts, Disbursements, and Balances
For the Year Ended December 31, 2011

Sheriff Fee Account			
Balance - January 1, 2011	$		501
Receipts:			
VIN Fees		10,816	
Delinquent Tax Sale		62,724	
Bonds		67,418	
Fees - Sheriff, Gun Reg, Sex Off, Civil Process		12,933	
DMV Search Fees		260	
Tax Warrant Executions		7,256	
Inmate Housing		253,515	
City Patrol Contracts		40,397	
Big Hill Patrol		7,450	
Special Law Donation		3,575	
Sheriff Reimbursements		3,832	
Jail Reimbursements		1,193	
COPS Technology Grant		433,371	
Sheriff Tax Sale		97,019	
Total Receipts			1,001,759
Disbursements:			
Paid to County Treasurer		828,815	
Paid to Kansas Highway Patrol		1,082	
Paid to State Department of Revenue		130	
Paid to District Court		164,876	
Paid to Others		7,256	
Total Disbursements			1,002,159
Balance - December 31, 2011			101
Composition of Cash:			
Demand Deposit, Labette Bank, Oswego, Kansas			46,519
Less: Outstanding Checks		(46,518)	
Plus: Cash on Hand		100	
Total			101
Work Release Account			
Balance - January 1, 2011	$		0
Receipts:			
None		0	
Disbursements:			
None		0	
Balance - December 31, 2011			0

County of Labette, Kansas
Sheriff
Receipts, Disbursements, and Balances
For the Year Ended December 31, 2011

Inmate Account			
Balance - January 1, 2011	$		2,374
Receipts:			
From Inmates		62,800	
Disbursements:			
Paid to Commissary		33,878	
Refunds to Inmates		28,632	
Total Disbursements			62,510
Balance - December 31, 2011			2,664
Composition of Cash:			
Demand Deposit, Labette Bank, Oswego, Kansas			2,344
Less: Outstanding Checks		(195)	
Plus: Deposits in Transit		515	
Total			2,664
Commissary Account			
Balance - January 1, 2011	$		14,818
Receipts:			
From Inmate Account		33,878	
Vendor Commissions		2,645	
Telephone Commissions		8,905	
Total Receipts			45,428
Disbursements:			
Supplies and Inmate Expenses		36,579	
Equipment/Cable/Misc		7,224	
Total Disbursements			43,803
Balance - December 31, 2011			16,443
Composition of Cash:			
Demand Deposit, Labette Bank, Oswego, Kansas			17,765
Less: Outstanding Checks		(1,322)	
Plus: Deposits in Transit		0	
Total			16,443

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S & B

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of County Commissioners
Labette County, Kansas

We have audited the statutory basis financial statements of Labette County, Kansas, as of and for the year ended December 31, 2011, and have issued our report thereon dated July 15, 2012. We conducted our audit 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Labette County, Kansas, 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 Labette County, Kansas, internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Labette County, Kansas internal control over financial reporting.

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

A material weakness is a significant deficiency or combination of significant deficiencies that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Labette County, Kansas statutory basis 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*.

This report is intended solely for the information and use of the governing body and management of the Labette County, Kansas, and for filing with the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Schlotterbeck and Burns, LLC

July 15, 2012

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S & B

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of County Commissioners
Labette County, Kansas

Compliance

We have audited the compliance of Labette County, Kansas, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2011. Labette County, Kansas, major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Labette County, Kansas management. Our responsibility is to express an opinion on Labette County, Kansas, compliance based on our audit.

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 OMB 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 Labette County, Kansas 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. Our audit does not provide a legal determination on Labette County, Kansas compliance with those requirements.

In our opinion, Labette County, Kansas, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliance

The management of Labette County, Kansas, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Labette County, Kansas internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 Labette County, Kansas, internal control over compliance.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency or combination of significant deficiencies that results in more than a remote likelihood that a material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the governing body and management of the Labette County, Kansas, and for filing with the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Schlotterbeck and Burns, LLC

July 15, 2012

County of Labette, Kansas
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended December 31, 2011

A. Summary of Audit Results

1. The auditor's report expresses an unqualified opinion on the special purpose financial statements of the County of Labette, Kansas.

2. No significant deficiencies involving internal control over financial reporting were reported in the "Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance with *Government Auditing Standards*".

3. No instances of noncompliance material to the financial statements of the County of Labette, Kansas were disclosed during the audit.

4. No significant deficiencies involving internal control over compliance relating to the audit of the major federal award programs were reported in the "Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133".

5. The auditor's report on compliance for the major federal award programs for the County of Labette, Kansas expresses an unqualified opinion.

6. No findings were disclosed that are required to be reported in accordance with Section 510(a) of OMB Circular A-133.

7. The programs tested as a major programs were: 14.228 - Community Development Block Grant/Small Cities Program, and 16.710 – Public Safety Partnership and Community Policing Grants.

8. The threshold for distinguishing Types A and B programs was $300,000.

9. The County of Labette, Kansas was not determined to be a low-risk auditee.

B. Findings – Financial Statements Audit

None.

C. Findings and Questioned Costs – Major Federal Awards Program Audit

None.

County of Labette, Kansas
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2011

Federal Grantor/Pass-through Grantor/Program Title	Federal CFDA Number	Federal Expenditures
Department of Defense		
Community Economic Adjustment Planning Assistance	12.610	$ 99,387
Passed through Kansas Department of Administration		
Payments to States in Lieu of Real Estate Taxes	12.112	6,158
Total Department of Defense		105,545
Department of Housing and Urban Development		
Passed through Kansas Department of Commerce and Housing		
Community Development Block Grant/Small Cities Program	14.228	422,323 (1)
Department of Justice		
Public Safety Partnership and Community Policing Grants	16.710	433,371 (1)
U.S. Department of Health and Human Services		
Passed through Kansas Department of Health and Environment		
Public Health Emergency Preparedness	93.069	25,460
Immunization Grants	93.268	2,622
Child Care and Development Block Grant	93.575	6,894
Maternal and Child Health Services Block Grants to States	93.994	10,943
Total Department of Health and Human Services		45,919
U.S. Department of Homeland Security		
Passed through State Division of Emergency Preparedness		
Public Assistance Grants	97.036	2,254
Total Expenditures of Federal Awards		1,009,412

(1) This was considered to be a major program.

Note - Basis of Presentation

The schedule of expenditures of federal awards includes the federal grant activity of Labette County, Kansas, and is presented on the cash basis of accounting and, accordingly, represents the total cash expended for each program. It does not include transactions that might be included using the modified accrual basis of accounting which is the basis used in the County's financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Government, and Non-Profit Organizations.*