

LEAVENWORTH COUNTY, KANSAS

FINANCIAL STATEMENTS
(with Independent Auditors' Reports thereon)

For the Year Ended December 31, 2011

LEAVENWORTH COUNTY, KANSAS
 FINANCIAL STATEMENTS
 For the Year Ended December 31, 2011

Table of Contents

	Page
Independent Auditors' Report	1-2
Management's Discussion and Analysis	3-10
Basic Financial Statements:	
Government-wide Financial Statements	
Statement of Net Assets	11
Statement of Activities	12
Fund Financial Statements	
Balance Sheet - Governmental Funds	13-14
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	15-16
Statement of Net Assets - Proprietary Funds	17
Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Funds	18
Statement of Cash Flows - Proprietary Funds	19-20
Statement of Fiduciary Net Assets	21
Notes to the Basic Financial Statements	22-37
Required Supplementary Information:	
Schedules of Revenue, Expenditures, and Changes in Fund Balances - Budget and Actual:	
General Fund	38
Road and Bridge Fund	39
Notes to the Required Supplementary Information	40
Supplementary Information:	
Combining Fund Statements and Individual Fund Schedules:	
Combining Balance Sheet - Non-Major Governmental Funds	41-46
Combining Statement of Revenues, Expenses, and Changes in Fund Balances - Non-Major Governmental Funds	47-52
Combining Statement of Net Assets - Non-Major Proprietary Funds	53
Combining Statement of Revenues, Expenditures, and Changes in Fund Net Assets - Non-Major Proprietary Funds	54
Combining Statement of Cash Flows - Non-Major Proprietary Funds	55-56
Schedules of Revenue, Expenditures and Changes in Fund Balances - Budget and Actual:	
Capital Projects Sales Tax Fund	57
County Health Fund	58
Special Alcohol Fund	59
Special Parks and Recreation Fund	60
Service Program for the Elderly Fund	61
Juvenile Detention Fund	62
911 Tax Fund	63
Economic Development Fund	64
County Treasurer Special Fund	65
Capital Improvement Reserve Fund	66

LEAVENWORTH COUNTY, KANSAS
FINANCIAL STATEMENTS
For the Year Ended December 31, 2011

Table of Contents

	<u>Page</u>
Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (continued):	
Road and Bridge Equipment Reserve Fund	67
General Equipment Reserve Fund	68
Local Service Road and Bridge Fund	69
Local Service Capital Equipment Reserve Fund	70
Solid Waste Management Fund	71
Capital Reserve District No. 1 Fund	72
Capital Reserve District No. 2 Fund	73
Capital Reserve District No. 3 Fund	74
Capital Reserve District No. 5 Fund	75
Capital Reserve District No. 6 Fund	76
Capital Reserve District No. 7 Fund	77
Register of Deeds Technology Fund	78
City-County Probation Fund	79
Sewer Benefit District No. 1 Fund	80
Sewer Benefit District No. 2 Fund	81
Sewer Benefit District No. 3 Fund	82
Sewer Benefit District No. 5 Fund	83
Sewer Benefit District No. 6 Fund	84
Sewer Benefit District No. 7 Fund	85
General Bond and Interest Fund	86
KP&F Bond and Interest Fund	87
Combining Statement of Fiduciary Net Assets and Changes in Fiduciary Net Assets - Agency Funds	88-89



Kramer & Associates CPAs, LLC

Making the right move for your business

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INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Leavenworth County, Kansas

We have audited the accompanying financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Leavenworth County, Kansas (the County) as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements as listed in the accompanying table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

Management has not adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, which would be required for the County. Implementation of this standard would most likely increase liabilities, decrease net assets, and increase expenses in the governmental and business-type activities and each major enterprise fund of the County. However, these effects are not reasonably determinable.

In our opinion, except for the effects of not implementing the provisions of GASB Statement No. 45, as described in the preceding paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental and business-type activities and each major enterprise fund of Leavenworth County, Kansas, as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In addition, in our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the discretely presented component unit, each major governmental fund, and the aggregate remaining fund information of Leavenworth County, Kansas, as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2012 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements. 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 important for assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information on pages 3-10 and 38-40 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Leavenworth County, Kansas' financial statements as a whole. The combining financial statements and the budget and actual schedules on pages 41-89 are presented for purposes of additional analysis and are not a required part of the financial statements. This information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, 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 statements as a whole.

KRAMER & ASSOCIATES CPAs, L.L.C.

Kramer & Associates CPAs, LLC
Leavenworth, Kansas
June 27, 2012

**Leavenworth County, Kansas
Management's Discussion and Analysis
Fiscal Year Ended December 31, 2011**

This discussion and analysis of Leavenworth County, Kansas' (the County) financial performance provides an overview of the County's financial activities for the fiscal year ended December 31, 2011. We encourage readers to consider the information presented here in conjunction with the accompanying basic financial statements and the accompanying notes to those financial statements.

Financial Highlights

- The assets of Leavenworth County exceeded its liabilities at the close of the fiscal year by \$131,267,969.
- The County's total net assets decreased by \$3,582,355.
- As of the close of the current fiscal year, Leavenworth County's governmental funds reported combined ending fund balances of \$22,193,880, a decrease of \$922,023 in comparison with the prior year.
- As of the close of the current fiscal year, Leavenworth County's proprietary funds reported combined ending net assets of \$739,051, a decrease of \$332,196 in comparison with the prior year.

Overview of the Financial Statements

The financial statements presented herein include all of the activities of Leavenworth County using the integrated approach as prescribed by Governmental Accounting Standards Board (GASB) No. 34 *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*.

Government-Wide Financial Statements

The Government-Wide Financial Statements present the financial picture of the County using the economic resources measurement focus and the accrual basis of accounting. They also include certain infrastructure assets, as well as all known liabilities, including long-term debt. Additionally, certain eliminations have occurred regarding inter-fund activity, payables, and receivables as prescribed by GASB No. 34.

The Statement of Net Assets and the Statement of Activities report the County's net assets as of December 31, 2011 and the respective changes in net assets for the year then ended. Net assets are the difference between assets and liabilities, which is one way to measure the County's financial health (or financial position). Over time, increases or decreases in the County's net assets are one indicator of whether its financial health is improving or deteriorating. Other factors to consider are changes in the County's property tax base and changes in the condition of the County's infrastructure.

The Statement of Activities reports how the County's net assets changed during the current fiscal year. All current year revenues and expenses are included regardless of when cash is received or paid. An important purpose of the design of the statement of activities is to show the financial reliance of the County's distinct activities or functions on revenues provided the County's taxpayers.

Basic Financial Statements

The first two statements in the basic financial statements are the **Government Wide-Financial Statements**. The Government-Wide Financial Statements are designed to provide the reader with a broad overview of the County's finances, similar in format to a financial statement of a private-sector business. The Government-Wide Statements provide short and long-term information about the County's financial status as a whole.

The next statements are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the County's government and, thus, provide more detail than the Government-Wide Statements. There are three parts to the Fund Financial Statements: 1) the governmental funds statements, 2) the proprietary fund statements, and 3) the fiduciary fund statement.

The next section of the basic financial statements is the **Notes to the Basic Financial Statements**. The notes to the basic financial statements explain, in detail, some of the data contained in those statements. After the notes, **supplemental information** is provided to show details about the County's individual funds:

Governmental activities - Most of the County's basic services are reported here. These include General Government, Public Safety, Public Works, Sanitation, Recreation, Health and Education. Taxes (property, motor vehicle, etc.), user fees, interest income, franchise fees, and state and federal grants finance these activities.

Fund Financial Statements

The County uses three categories of funds to manage resources: governmental funds, proprietary funds, and fiduciary funds. A fund is a fiscal entity with a set of self-balancing accounts recording financial resources, together with all related liabilities, residual equities and balances, and the changes therein. These accounting entities are separated for the purpose of carrying on specific activities or attaining certain objectives in accordance with regulations, restrictions, or limitations.

Governmental Funds - Most of the County's basic services are reported in governmental funds, which focus on how money flows in to and out of those funds and the balances left at year-end that are available for spending. These funds are reported the current financial resources measurement focus, which measures cash and all other financial assets that can readily be converted to cash. The Governmental Fund Statements provide a detailed short-term view of the County's general government operations and the basic services it provides. Governmental fund information helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. The differences between fund balances in the Governmental Fund Financial Statement and net assets reported in the Government-Wide Financial Statements are explained in the reconciliation schedule following each of the Governmental Fund Financial Statements.

Proprietary Funds - When the County charges customers for the services it provides - whether to outside customers or to other units of the County, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. In fact, the County's enterprise funds (a component of proprietary funds) are the same as the business-type activities reported in the government-wide statements but provides more detail and additional information, such as cash flows.

Fiduciary Funds - The County is the trustee, or fiduciary, for a number of external entities. The principal fiduciary activity of the County is the levying and collection of property taxes for other governments.

Notes to the Basic Financial Statements - The notes provide additional information essential to a full understanding of the data provided in the Government-Wide and Fund Financial Statements. The Notes to the Basic Financial Statements are on pages 22-37 of this report.

Other Information - In addition to the basic financial statements and accompanying notes, this report includes certain required and other supplementary information, which consists of budgetary comparison schedules and combining financial statements for non-major funds. Required supplementary information other than this management discussion and analysis can be found on pages 38-40 of this report and supplementary information can be found on pages 41-89.

**Leavenworth County
Statement of Net Assets
Figure 1**

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2011	2010	2011	2010	2011	2010	2010-2011
Current and other assets	\$ 45,899,657	\$ 45,269,888	\$ 1,702,839	\$ 1,661,267	\$ 47,602,496	\$ 46,931,155	1.43%
Capital assets	124,615,399	129,845,640	958,019	898,294	125,573,418	130,743,934	-3.95%
Total assets	170,515,056	175,115,528	2,660,858	2,559,561	173,175,914	177,675,089	-2.53%
Other liabilities	22,587,927	20,847,772	589,174	758,480	23,177,101	21,606,252	7.27%
Long-term debt	17,398,211	20,488,679	1,332,633	729,834	18,730,844	21,218,513	-11.72%
Total liabilities	39,986,138	41,336,451	1,921,807	1,488,314	41,907,945	42,824,765	-2.14%
Net assets:							
Investment in capital assets, net of related debt	108,934,495	111,773,350	958,019	898,294	109,892,514	112,671,644	-2.47%
Restricted	8,473,033	8,511,318	-	-	8,473,033	8,511,318	-0.45%
Unrestricted	13,121,390	13,494,409	(218,968)	172,953	12,902,422	13,667,362	-5.60%
Total net assets	\$ 130,528,918	\$ 133,779,077	\$ 739,051	\$ 1,071,247	\$ 131,267,969	\$ 134,850,324	-2.66%

Current and other assets totaled \$47,602,496 at December 31, 2011 and primarily consisted of cash and investments of \$23,300,234 and taxes receivable of \$22,648,548.

Capital assets totaled \$125,573,418, net of accumulated depreciation and consisted of land, buildings, machinery and equipment, and infrastructure.

At year end, other liabilities totaled \$23,177,101, with the majority of this amount, \$21,472,956, resulting from deferred revenues related to property taxes revenues that are not available for use until the following year.

Long-term debt decreased \$2,487,669 from the prior year. This was due to payments on long-term debt being that much more than the debt acquired during the year.

As noted earlier, net assets may serve over time as one useful indicator of a government's financial condition. The assets of Leavenworth County exceeded liabilities by \$131,267,969 as of December 31, 2011. Of this amount, \$109,892,514 reflects the County's investment in capital assets (e.g. land, buildings, infrastructure, machinery and equipment, net of accumulated depreciation); less any related debt still outstanding that was issued to acquire those items. Leavenworth County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Leavenworth County's investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources since the capital assets cannot be used to liquidate these liabilities; \$8,473,033 of the net asset total is restricted by external sources as to their use, with the remaining amount of \$12,902,422, or about 10%, unrestricted.

Leavenworth County
Statement of Changes in Net Assets
Figure 2

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2011	2010	2011	2010	2011	2010	2010-2011
Revenues:							
Program revenues:							
Charges for services	\$ 5,087,094	\$ 5,744,800	\$ 1,304,524	\$ 1,433,780	\$ 6,391,618	\$ 7,178,580	-10.96%
Operating grants and contributions	4,508,583	4,352,524	-	-	4,508,583	4,352,524	3.59%
General revenues:							
Property taxes	23,208,010	22,634,512	441,491	430,788	23,649,501	23,065,300	2.53%
Sales taxes	2,787,103	3,607,253	-	-	2,787,103	3,607,253	-22.74%
911 taxes	312,919	294,958	-	-	312,919	294,958	6.09%
Unrestricted investment earnings	106,345	125,170	-	-	106,345	125,170	-15.04%
Gain (loss) on sale of capital assets	(913,137)	(422,503)	(59,276)	(36,855)	(972,413)	(459,358)	111.69%
Miscellaneous	324,237	263,311	71,485	52	395,722	263,363	50.26%
Total revenues	<u>35,421,154</u>	<u>36,600,025</u>	<u>1,758,224</u>	<u>1,827,765</u>	<u>37,179,378</u>	<u>38,427,790</u>	<u>-3.25%</u>
Expenses:							
General government	6,814,485	7,986,999	-	-	6,814,485	7,986,999	-14.68%
Public safety	11,648,839	12,109,110	-	-	11,648,839	12,109,110	-3.80%
Public works	13,994,713	14,568,349	-	-	13,994,713	14,568,349	-3.94%
Sanitation	-	-	1,442,907	1,261,923	1,442,907	1,261,923	14.34%
Recreation, health & education	5,296,587	5,200,209	-	-	5,296,587	5,200,209	1.85%
Wastewater treatment	-	-	835,936	560,651	835,936	560,651	49.10%
Interest on long-term debt	907,200	1,133,160	21,066	8,155	928,266	1,141,315	-18.67%
Total expenses	<u>38,661,824</u>	<u>40,997,827</u>	<u>2,299,909</u>	<u>1,830,729</u>	<u>40,961,733</u>	<u>42,828,556</u>	<u>-4.36%</u>
Excess (deficiency) before contributions and transfers	(3,240,670)	(4,397,802)	(541,685)	(2,964)	(3,782,355)	(4,400,766)	-14.05%
Capital contributions	-	-	200,000	-	200,000	-	
Transfers	(9,489)	230,111	9,489	(230,111)	-	-	
Change in net assets	(3,250,159)	(4,167,691)	(332,196)	(233,075)	(3,582,355)	(4,400,766)	-18.60%
Net assets, beginning of year	133,779,077	138,135,685	1,071,247	1,115,405	134,850,324	139,251,090	-3.16%
Prior period adjustment	-	(188,917)	-	188,917	-	-	
Net assets, end of year	<u>\$ 130,528,918</u>	<u>\$ 133,779,077</u>	<u>\$ 739,051</u>	<u>\$ 1,071,247</u>	<u>\$ 131,267,969</u>	<u>\$ 134,850,324</u>	<u>-2.66%</u>

The County's net assets decreased by \$3,582,335 for the fiscal year ended December 31, 2011. Several particular aspects of the County's financial operations influenced the decrease in net assets:

Revenues

Total revenues decreased \$1,248,412 over the prior year, primarily due to the following reasons:

- Decrease in sales tax revenue of \$820,150 due to payments received for County Road 1 from the State of Kansas in the amount of \$1,000,000 and the City of Tonganoxie, Kansas for \$910,000 in 2010, but not in 2011.
- Loss on sale of capital assets increased \$513,055.
- Investment earnings decreased \$18,825 because of lower interest rates in 2011 as compared to 2010.

Expenses

The County's total expenses in 2011 were \$40,961,733 for general government, public safety, public works, sanitation, recreation, health and education, wastewater treatment, and interest on long-term debt, a decrease of \$1,866,823 over the prior year. All transfers between funds have been eliminated. In addition, regarding the governmental activities:

To determine the functional costs of the County, the Statement of Activities on page 12, demonstrates the net cost of each major activity of the County. The purpose of this statement is to measure the gross expenses of \$40,961,733 against charges for services and grants and contributions of \$10,900,201, which resulted in a net cost of \$30,061,532 to the taxpayers. In 2011, property taxes and other sources of revenue such as motor vehicle, sales and other taxes, interest and other miscellaneous revenues covered most of the cost of these activities, resulting in a net decrease in net assets of \$3,582,355.

Financial Analysis of the County's Major Funds

As noted earlier, Leavenworth County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds The focus of Leavenworth County's governmental funds is to provide information on near-term inflows, outflows, and balances of usable resources. Such information is useful in assessing Leavenworth County's financing requirements. Specifically, unreserved fund balance can be a useful measure of a government's net resources available for spending at the end of the fiscal year.

General Fund The general fund is the main operating fund of Leavenworth County. At the end of the current fiscal year, total fund balance of the General Fund was \$3,386,636, a decrease of \$738,021 from the prior year. General fund personal service expenditures were lower than budgeted expenditures due to employment vacancies in various departments. Capital outlay and commodities expenditures were lower than budgeted due to the fewer ongoing capital projects during 2011.

Road and Bridge Fund This special revenue fund accounts for monies acquired and expended for improving and maintaining the County's roads and bridges. The total fund balance of the fund was \$800,001, a decrease of \$840,758 from the prior year. This was due primarily to decreased property tax revenues.

Capital Projects Sales Tax Fund This capital projects fund accounts for the cost of the Leavenworth County/Kansas Turnpike CR1 Improvements and Interchange Construction project in Leavenworth County. This fund also accounts for the cost of the communication/radio system for first responders in the County. The total fund balance of the fund was \$2,831,926, a decrease of \$86,737 from the prior year.

Proprietary Funds

Solid Waste Management Fund This enterprise fund accounts for the activities of the county's transfer station and recycling center. Net assets for the year increased from \$1,319,790 to \$1,362,963, a change of \$43,173.

Sewer Benefit District No. 3 Fund This fund accounts for the activities of the wastewater treatment in Sewer Benefit District No. 3. The total net assets for this fund was negative \$957,734, a decrease of \$471,088 from the prior year. This was primarily due to the increase in long term liabilities.

Sewer Benefit District No. 7 Fund This fund accounts for the activities of the wastewater treatment in Sewer Benefit District No. 7. Net assets for the year increased from \$23,338 to \$87,397, a change of \$64,059.

General Fund Budgetary Highlights:

Each fiscal year, the County formally adopts its budget prior to the beginning of the fiscal year. During the fiscal year, the County did not formally amend the General Fund budget. On a budgetary basis, which can be found in the required supplemental information on page 38, actual tax revenues exceeded budgeted tax revenues by \$110,194. Total revenues from intergovernmental aid, licenses, fees, and permit, charges for services, interest income, reimbursements, and miscellaneous income also exceeded budgeted revenue by \$28,397. Actual expenditures were under budgeted expenditures by \$1,914,350 primarily resulting from positive budget variances in personal services, contractual services, and commodities of \$572,043, \$1,116,106, \$174,741, respectively.

Capital Asset and Debt Administration

Capital assets The amount invested in capital assets for the County at December 31, 2011, was \$125,573,418, net of accumulated depreciation. The following chart provides a summary of the County's capital asset balances as shown in the various categories of assets.

**Leavenworth County's Capital Assets
(Net of accumulated depreciation)**

Figure 3

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2011	2010	2011	2010	2011	2010	2010-2011
Land and right of way	\$ 3,487,872	\$ 3,487,872	\$ 71,250	\$ 71,250	\$ 3,559,122	\$ 3,559,122	0.00%
Buildings and improvements	26,856,949	26,054,867	422,237	437,700	27,279,186	26,492,567	2.97%
Machinery and equipment	17,686,383	18,307,353	464,532	389,344	18,150,915	18,696,697	-2.92%
Infrastructure	76,063,195	81,360,808	-	-	76,063,195	81,360,808	-6.51%
Construction in progress	521,000	634,740	-	-	521,000	634,740	0.00%
Total	\$ 124,615,399	\$ 129,845,640	\$ 958,019	\$ 898,294	\$ 125,573,418	\$ 130,743,934	-3.95%

Major capital asset activity for 2011 included infrastructure additions for certain capital improvement projects, as well as various machinery and equipment purchases.

Additional information on the County's capital assets can be found in Note 6 to the Basic Financial Statements.

Long-term Liabilities As of December 31, 2011, Leavenworth County had outstanding obligations of \$18,730,844, a decrease of \$2,487,669 from the prior year due to debt service payments made.

**Leavenworth County
Long-term Liabilities**

Figure 4

	Governmental Activities		Business-Type Activities		Total		Total Percentage Change
	2011	2010	2011	2010	2011	2010	2010-2011
General obligation bonds	\$ 785,000	\$ 1,515,000	\$ -	\$ -	\$ 785,000	\$ 1,515,000	-48.18%
Capital lease obligations	320,640	505,941	-	-	320,640	505,941	-36.63%
KDHE loan	-	-	1,332,633	729,834	1,332,633	729,834	82.59%
KTA loan	6,223,204	7,332,990	-	-	6,223,204	7,332,990	-15.13%
KDOT agreement	8,672,700	9,704,300	-	-	8,672,700	9,704,300	-10.63%
Compensated absences	946,667	930,448	-	-	946,667	930,448	1.74%
Interlocal agreements	450,000	500,000	-	-	450,000	500,000	-10.00%
Total	<u>\$ 17,398,211</u>	<u>\$ 20,488,679</u>	<u>\$ 1,332,633</u>	<u>\$ 729,834</u>	<u>\$ 18,730,844</u>	<u>\$ 21,218,513</u>	<u>-11.72%</u>

Leavenworth County maintained its A1 bond rating from Moody's Investor Service. This bond rating is a clear indication of the sound financial condition of the Leavenworth County. This achievement is a primary factor in keeping interest costs low on the County's outstanding debt.

Kansas statutes limit the amount of general obligation debt that a unit of government can issue to 30% of the total assessed value of taxable property located within the County's boundaries. The legal debt limit for Leavenworth County is \$172,369,697.

Additional information regarding the Leavenworth County's long-term liabilities can be found in Note 7 to the Basic Financial Statements.

Economic Factors and Next Year's Budgets and Rates

- The property valuation in Leavenworth County has remained relatively stable due to the significant federal, state, and local government employment in the County.
- Leavenworth County employment base remains steady due to the federal, state, and local government employment in the County.
- Property taxes levied by Leavenworth County have increased very slightly in the past four years.
- Leavenworth County sales tax collections remain stable.

Requests for Information

This report is designed to provide an overview of the County's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to the County Clerk, Leavenworth County, 300 Walnut, Leavenworth, KS 66048.

BASIC FINANCIAL STATEMENTS

LEAVENWORTH COUNTY, KANSAS

STATEMENT OF NET ASSETS

December 31, 2011

	Primary Government			Discretely Presented Component Unit
	Governmental Activities	Business-type Activities	Total	
ASSETS				
Cash and investments	\$ 22,297,731	\$ 1,002,503	\$ 23,300,234	\$ 204,604
Receivables (net of allowance):				
Taxes	22,446,192	202,356	22,648,548	-
Special assessments	100,737	407,488	508,225	-
Intergovernmental	320,640	-	320,640	-
Accounts and other	228,487	58,913	287,400	-
Prepaid expenses	-	31,579	31,579	-
Due from other funds	300,000	-	300,000	-
Restricted cash and investments	130,477	-	130,477	-
Unamortized bond issuance costs	75,393	-	75,393	-
Capital assets:				
Land, other assets, & construction in progress, non-depreciable	4,008,872	71,250	4,080,122	-
Other capital assets, net of accumulated depreciation	120,606,527	886,769	121,493,296	-
Total assets	<u>170,515,056</u>	<u>2,660,858</u>	<u>173,175,914</u>	<u>204,604</u>
LIABILITIES				
Accounts payable	151,135	58,605	209,740	-
Accrued liabilities	904,144	16,507	920,651	-
Deposits	159,046	-	159,046	-
Deferred revenue	21,270,600	202,356	21,472,956	-
Due to other funds	-	300,000	300,000	-
Interest payable	103,002	11,706	114,708	-
Long-term liabilities:				
Due within one year	2,875,838	37,523	2,913,361	-
Due in more than one year	14,522,373	1,295,110	15,817,483	-
Total liabilities	<u>39,986,138</u>	<u>1,921,807</u>	<u>41,907,945</u>	<u>-</u>
NET ASSETS				
Invested in capital assets, net of related debt	108,934,495	958,019	109,892,514	-
Restricted for:				
Debt service	130,477	-	130,477	-
Public safety	1,231,375	-	1,231,375	-
Public works	5,963,963	-	5,963,963	-
Sanitation	65,855	-	65,855	-
Recreation, health, and education	656,955	-	656,955	-
Other purposes	424,408	-	424,408	-
Unrestricted	13,121,390	(218,968)	12,902,422	204,604
Total net assets	<u>\$130,528,918</u>	<u>\$ 739,051</u>	<u>\$131,267,969</u>	<u>\$ 204,604</u>

The accompanying notes are an integral part of the financial statements.

LEAVENWORTH COUNTY, KANSAS

STATEMENT OF ACTIVITIES

For the year ended December 31, 2011

Functions/Programs:	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Discretely presented component unit
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total Primary Government	
Primary government:								
Governmental activities								
General Government	\$ 6,814,485	\$ 1,770,596	\$ 588,934	\$ -	\$ (4,454,955)	\$ -	\$ (4,454,955)	\$ -
Public Safety	11,648,839	704,550	1,180,230	-	(9,764,059)	-	(9,764,059)	-
Public Works	13,994,713	337,061	1,502,354	-	(12,155,298)	-	(12,155,298)	-
Recreation, Health, & Education	5,296,587	2,274,887	1,237,065	-	(4,784,635)	-	(1,784,635)	-
Interest on long-term debt	907,200	-	-	-	(907,200)	-	(907,200)	-
Total governmental activities	38,661,824	5,087,094	4,508,583	-	(29,066,147)	-	(29,066,147)	-
Business-type activities								
Sanitation	1,442,907	1,093,479	-	-	-	(349,428)	(349,428)	-
Wastewater treatment	835,936	211,045	-	-	-	(624,891)	(624,891)	-
Interest on long-term debt	21,066	-	-	-	-	(21,066)	(21,066)	-
Total business-type activities	2,299,909	1,304,524	-	-	-	(995,385)	(995,385)	-
Total primary government	\$ 40,961,733	\$ 6,391,618	\$ 4,508,583	\$ -	\$ (29,066,147)	\$ (995,385)	\$ (30,061,532)	\$ -
Discretely presented component unit:								
Extension Council	\$ 303,082	\$ -	\$ 315,799	\$ -	-	-	\$ (30,061,532)	\$ 12,717
General revenues:								
Taxes:								
Property taxes, levied for general purpose					\$ 22,383,416	\$ 441,491	\$ 22,824,907	\$ -
Property taxes, levied for debt service					824,594	-	824,594	-
Sales tax					2,787,103	-	2,787,103	-
911 taxes					312,919	-	312,919	-
Unrestricted investment earnings					106,345	-	106,345	-
Gain (loss) on sale of capital assets					(913,137)	(59,276)	(972,413)	-
Miscellaneous					324,237	71,485	395,722	-
Capital contributions					-	200,000	200,000	-
Transfers					(9,489)	9,489	-	-
Total general revenues and transfers					25,815,988	663,189	26,479,177	-
Change in net assets					(3,250,159)	(332,196)	(3,582,355)	12,717
Net assets - beginning of year					133,779,077	1,071,247	134,850,324	191,887
Net assets - end of year					\$ 130,528,918	\$ 739,051	\$ 131,267,969	\$ 204,604

The accompanying notes are an integral part of the financial statements.

LEAVENWORTH COUNTY, KANSAS

BALANCE SHEET

GOVERNMENTAL FUNDS

December 31, 2011

	General	Road and Bridge	Capital Projects Sales Tax	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and investments	\$ 3,459,612	\$ 1,122,042	\$ 2,380,416	\$ 15,335,661	\$ 22,297,731
Receivables:					
Taxes	12,281,272	5,953,684	451,510	3,759,726	22,446,192
Special assessments	-	100,737	-	-	100,737
Accounts and other	228,487	-	-	-	228,487
Due from other funds	300,000	-	-	-	300,000
Restricted cash and investments	-	-	-	130,477	130,477
Total assets	\$ 16,269,371	\$ 7,176,463	\$ 2,831,926	\$ 19,225,864	\$ 45,503,624
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ -	\$ 57,880	\$ -	\$ 93,255	\$ 151,135
Accrued liabilities	601,463	105,115	-	197,566	904,144
Deposits	-	159,046	-	-	159,046
Deferred revenue	12,281,272	6,054,421	-	3,759,726	22,095,419
Total liabilities	12,882,735	6,376,462	-	4,050,547	23,309,744
Fund balances:					
Restricted for:					
Debt service	-	-	-	130,477	130,477
General government	-	-	-	223,767	223,767
Public safety	-	-	-	1,141,415	1,141,415
Recreation, health, and education	-	-	-	6,823	6,823
Other purposes	-	-	-	77,182	77,182
Committed for:					
Capital outlay	-	-	-	8,802,963	8,802,963
Debt service	-	-	2,831,926	-	2,831,926
General government	-	-	-	123,459	123,459
Public safety	-	-	-	132,483	132,483
Public works	-	800,001	-	3,822,330	4,622,331
Recreation, health, and education	-	-	-	607,609	607,609
Other purposes	-	-	-	106,809	106,809
Unassigned	3,386,636	-	-	-	3,386,636
Total fund balances	3,386,636	800,001	2,831,926	15,175,317	22,193,880
Total liabilities and fund balances	\$ 16,269,371	\$ 7,176,463	\$ 2,831,926	\$ 19,225,864	\$ 45,503,624

The accompanying notes are an integral
part of the financial statements.

LEAVENWORTH COUNTY, KANSAS

BALANCE SHEET

GOVERNMENTAL FUNDS

December 31, 2011

Amounts reported for governmental activities in the statement of net assets are different because:

Ending fund balances - total governmental funds	\$ 22,193,880
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Governmental funds report capital outlays as expenditures. However, in the Statement of Net Assets the cost of those assets is capitalized and shown at cost, net of accumulated depreciation. This is the amount of net capital assets reported in the Statement of Net Assets.	124,615,399
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Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	1,145,459
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The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:

Bond issuance costs, net	75,393
Accrued interest payable	(103,002)
Long-term debt	<u>(17,398,211)</u>

Total net assets of governmental activities	<u>\$ 130,528,918</u>
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The accompanying notes are an integral part of the financial statements.

LEAVENWORTH COUNTY, KANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2011

	General	Road and Bridge	Capital Projects Sales Tax	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$13,949,778	\$4,624,352	\$2,783,398	\$4,963,258	\$26,320,786
Intergovernmental	665,791	1,350,099	54,429	2,438,264	4,508,583
Licenses, fees, and permits	1,175,576	-	-	886,599	2,062,175
Charges for services	2,388,023	244,728	-	213,185	2,845,936
Uses of money and property	95,572	-	1,476	9,297	106,345
Reimbursements	1,816,188	2,313	-	98,210	1,916,711
Miscellaneous	282,540	4,224	2,400	35,073	324,237
Total revenues	<u>20,373,468</u>	<u>6,225,716</u>	<u>2,841,703</u>	<u>8,643,886</u>	<u>38,084,773</u>
EXPENDITURES					
Current:					
Personal services	9,019,138	1,614,880	-	3,018,055	13,652,073
Contractual services	8,004,774	1,164,689	-	4,271,093	13,440,556
Commodities	1,610,479	3,640,853	-	1,306,082	6,557,414
Capital Outlay	106,278	294,119	-	1,244,273	1,644,670
Debt service	71,528	-	2,928,440	788,310	3,788,278
Reimbursed expenditures	(69,566)	(2,189)	-	(776)	(72,531)
Total expenditures	<u>18,742,631</u>	<u>6,712,352</u>	<u>2,928,440</u>	<u>10,627,037</u>	<u>39,010,460</u>
Excess (deficiency) of revenues over expenditures	<u>1,630,837</u>	<u>(486,636)</u>	<u>(86,737)</u>	<u>(1,983,151)</u>	<u>(925,687)</u>
OTHER FINANCING SOURCES (USES)					
Proceeds from sale of capital asset	2,053	-	-	11,100	13,153
Transfers in	70,000	15,500	-	3,204,632	3,290,132
Transfers out	(2,440,911)	(369,622)	-	(489,088)	(3,299,621)
Total other financing sources (uses)	<u>(2,368,858)</u>	<u>(354,122)</u>	<u>-</u>	<u>2,726,644</u>	<u>3,664</u>
Net change in fund balances	<u>(738,021)</u>	<u>(840,758)</u>	<u>(86,737)</u>	<u>743,493</u>	<u>(922,023)</u>
Fund balances - beg. of year	<u>4,124,657</u>	<u>1,640,759</u>	<u>2,918,663</u>	<u>14,431,824</u>	<u>23,115,903</u>
Fund balances - end of year	<u>\$ 3,386,636</u>	<u>\$ 800,001</u>	<u>\$ 2,831,926</u>	<u>\$ 15,175,317</u>	<u>\$ 22,193,880</u>

The accompanying notes are an integral part of the financial statements.

LEAVENWORTH COUNTY, KANSAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended December 31, 2011

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds \$ (922,023)

Governmental funds report capital outlays as expenditures. However, in the Statement of Net Assets the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital asset additions	4,747,361
Depreciation	(9,051,311)

Proceeds from the sale of capital assets are reported at the fund statement level, while only the gains or losses on the sale of capital assets are reported at the government-wide level. (926,291)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. (12,754)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. The following is a detail of these adjustments:

Issuance of long-term debt	2,921,386
Payments on long-term debt	(39,246)
Change in issuance costs	-

Certain expenses are reported in the statement of activities, but do not require the use of current financial resources:

Change in accrued interest	48,938
Change in compensated absences	<u>(16,219)</u>

Total changes in net assets of governmental activities \$ (3,250,159)

The accompanying notes are an integral part of the financial statements.

LEAVENWORTH COUNTY, KANSAS
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2011

	Solid Waste	Sewer Benefit District No. 3	Sewer Benefit District No. 7	Non-Major	Total
ASSETS					
Current assets:					
Cash	\$ 389,564	\$ 339,198	\$ 27,316	\$ 246,425	\$1,002,503
Receivables, net	261,269	48,715	358,773	-	668,757
Prepaid expenses	31,579	-	-	-	31,579
Total current assets	682,412	387,913	386,089	246,425	1,702,839
Noncurrent assets:					
Capital assets, net of accumulated depreciation	958,019	-	-	-	958,019
Total noncurrent assets	958,019	-	-	-	958,019
Total assets	1,640,431	387,913	386,089	246,425	2,660,858
LIABILITIES					
Current liabilities:					
Accounts payable	58,605	-	-	-	58,605
Accrued liabilities	16,507	-	-	-	16,507
Deferred revenue	202,356	-	-	-	202,356
Due to other funds	-	300,000	-	-	300,000
Interest payable	-	9,169	2,537	-	11,706
Current portion of long-term debt	-	21,111	16,412	-	37,523
Total current liabilities	277,468	330,280	18,949	-	626,697
Long-term liabilities:					
Long term debt	-	1,015,367	279,743	-	1,295,110
Total long-term liabilities	-	1,015,367	279,743	-	1,295,110
Total liabilities	277,468	1,345,647	298,692	-	1,921,807
NET ASSETS (DEFICIT)					
Invested in capital assets, net of related debt	958,019	-	-	-	958,019
Unrestricted	404,944	(957,734)	87,397	246,425	(218,968)
Total net assets	\$ 1,362,963	\$ (957,734)	\$ 87,397	\$ 246,425	\$ 739,051

The accompanying notes are an integral part of the financial statements.

LEAVENWORTH COUNTY, KANSAS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS

For the year ended December 31, 2011

	Solid Waste	Sewer Benefit District No. 3	Sewer Benefit District No. 7	Non-Major	Total
Operating revenues:					
Program income	\$1,044,349	\$ -	\$ -	\$ -	\$1,044,349
Recycling income	49,130	-	-	-	49,130
Special assessments	-	107,415	21,339	82,291	211,045
Miscellaneous	897	-	70,538	50	71,485
Total operating revenues	1,094,376	107,415	91,877	82,341	1,376,009
Operating expenses:					
Personal services	236,754	-	-	-	236,754
Contractual services	1,092,284	762,891	20,001	45,520	1,920,696
Commodities	41,815	2,363	-	5,161	49,339
Reimbursed expenses	(3)	-	-	-	(3)
Depreciation	72,057	-	-	-	72,057
Total operating expenses	1,442,907	765,254	20,001	50,681	2,278,843
Operating income (loss)	(348,531)	(657,839)	71,876	31,660	(902,834)
Non-operating revenue (expense):					
Taxes	441,491	-	-	-	441,491
Interest expense	-	(13,249)	(7,817)	-	(21,066)
Gain (loss) on asset disposals	(59,276)	-	-	-	(59,276)
Total non-operating revenue	382,215	(13,249)	(7,817)	-	361,149
Income (loss) before transfer	33,684	(671,088)	64,059	31,660	(541,685)
Capital contributions	-	200,000	-	-	200,000
Transfers in	191,058	-	-	-	191,058
Transfers out	(181,569)	-	-	-	(181,569)
Change in net assets	43,173	(471,088)	64,059	31,660	(332,196)
Net assets - beginning of year	1,319,790	(486,646)	23,338	214,765	1,071,247
Net assets - end of year	\$1,362,963	\$ (957,734)	\$ 87,397	\$ 246,425	\$ 739,051

The accompanying notes are an integral part of the financial statements.

LEAVENWORTH COUNTY, KANSAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the year ended December 31, 2011

	Solid Waste	Sewer Benefit District No. 3	Sewer Benefit District No. 7	Non-Major	Total
Cash flows from operating activities:					
Cash received from customers	\$1,068,674	\$ 58,700	\$ 45,257	\$ 82,291	\$1,254,922
Cash paid to employees	(236,271)	-	-	-	(236,271)
Cash paid to suppliers	(1,107,070)	(765,254)	(20,001)	(50,681)	(1,943,006)
Other operating revenues	50,027	-	-	50	50,077
Net cash provided (used) by operating activities	<u>(224,640)</u>	<u>(706,554)</u>	<u>25,256</u>	<u>31,660</u>	<u>(874,278)</u>
Cash flow from non-capital related financing activities:					
Solid waste tax	441,491	-	-	-	441,491
Transfers from other funds	191,058	-	-	-	191,058
Transfers to other funds	(181,569)	-	-	-	(181,569)
Net cash flow provided by non-capital related financing activities	<u>450,980</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>450,980</u>
Cash flows from capital related financing activities:					
Proceeds from capital debt	-	721,896	-	-	721,896
Purchases of capital assets	(191,058)	-	-	-	(191,058)
Capital contributions	-	200,000	-	-	200,000
Principal paid on capital debt	-	(103,099)	(15,998)	-	(119,097)
Interest paid on capital debt	-	(4,080)	(7,920)	-	(12,000)
Net cash provided by (used in) capital related financing activities	<u>(191,058)</u>	<u>814,717</u>	<u>(23,918)</u>	<u>-</u>	<u>599,741</u>
Net increase (decrease) in cash	35,282	108,163	1,338	31,660	176,443
Cash balance at beginning of year	354,282	231,035	25,978	214,765	826,060
Cash balance at end of year	<u>\$ 389,564</u>	<u>\$ 339,198</u>	<u>\$ 27,316</u>	<u>\$ 246,425</u>	<u>\$ 1,002,503</u>

The accompanying notes are an integral part of the financial statements.

LEAVENWORTH COUNTY, KANSAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS

For the year ended December 31, 2011

	Solid Waste	Sewer Benefit District No. 3	Sewer Benefit District No. 7	Non-Major	Total
Operating income (loss)	\$ (348,531)	\$ (657,839)	\$ 71,876	\$ 31,660	\$ (902,834)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:					
Depreciation	72,057	-	-	-	72,057
(Increase) decrease in:					
Accounts receivable	24,325	(48,715)	(46,620)	-	(71,010)
Prepaid expenses	(31,579)	-	-	-	(31,579)
Increase (decrease) in:					
Accounts payable	58,605	-	-	-	58,605
Accrued liabilities	483	-	-	-	483
Deferred revenue	-	-	-	-	-
Total adjustments	<u>123,891</u>	<u>(48,715)</u>	<u>(46,620)</u>	<u>-</u>	<u>28,556</u>
Net cash provided (used) by operating activities	<u>\$ (224,640)</u>	<u>\$ (706,554)</u>	<u>\$ 25,256</u>	<u>\$ 31,660</u>	<u>\$ (874,278)</u>

Reconciliation of operating income (loss) to net cash provided (used) by operating activities:

Adjustments to reconcile operating income to net cash provided (used) by operating activities:

LEAVENWORTH COUNTY, KANSAS
STATEMENT OF FIDUCIARY NET ASSETS
December 31, 2011

	Agency fund
Assets:	
Cash & investments	<u>\$ 45,267,527</u>
Total assets	<u><u>\$ 45,267,527</u></u>
Liabilities:	
Due to others	<u>\$ 45,267,527</u>
Total liabilities	<u><u>\$ 45,267,527</u></u>

The accompanying notes are an integral
part of the financial statements.

LEAVENWORTH COUNTY, KANSAS
NOTES TO THE BASIC FINANCIAL STATEMENTS
December 31, 2011

1. Summary of significant accounting policies

The accompanying basic financial statements of Leavenworth County, Kansas (the County) have been prepared in conformity with accounting principles generally accepted in the United States of America applicable to local governmental units. The County's significant accounting policies are described below.

a. Reporting entity

Leavenworth County is a municipal corporation governed by an elected three-member commission. The basic financial statements present data for all departments and funds of the County (the primary government), including all boards and commissions, and its component units, entities for which the County is considered to be financially accountable.

b. Individual component unit disclosures

K-State Research and Extension, Leavenworth County (the Extension) is the County's discretely presented component unit and is presented in a separate column in the government-wide financial statements. The Extension provides services in such areas as agriculture, home economics, and 4-H Club and has an elected nine-member executive board. The County annually provides significant operating subsidies to the Extension. Complete financial statements for the Extension are available from their offices at 613 Holiday Plaza, Lansing, Kansas 66043.

Sewer Benefit Districts: The five sewer benefit districts of the County are included in the presentation of business-type activities in the government-wide financial statements. The sewer benefit districts oversee wastewater collection for areas throughout Leavenworth County. The members of the Board of County Commissioners also serve as separate boards of directors for each respective sewer benefit district.

c. Basis of presentation

Basis of presentation:

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's funds).

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the County, the primary government, as a whole, including its component units, except for fiduciary funds. Fiduciary funds, whose resources are not available to finance the County's programs, are excluded from the government-wide statements. The material effect of interfund activity has been removed from the statements. The government-wide statement of activities presents a comparison between expenses and program revenues for the County's activities. Expenses are presented by program. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not meeting the requirements of program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program is self-financing or draws from the general revenues of the County.

1. Summary of significant accounting policies (continued)

c. Basis of presentation (continued)

Fund Financial Statements

Fund financial statements report detailed information about the County. Separate financial statements are provided for governmental and proprietary funds, as well as fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column.

Governmental Funds

Governmental funds are those through which most functions of the County are financed. The acquisition, use, and balances of the County's expendable financial resources and the related liabilities are accounted for through governmental funds.

The County has the following major governmental funds:

- * The *General Fund* is the main operating fund of the County and reports all financial transactions not reported in another fund. All general operating revenues not restricted as to use by outside sources are recorded in the General Fund.
- * The *Road and Bridge Fund* reports the financial resources and operations of the County's roads and bridges.
- * The *Capital Projects Sales Tax Fund* reports the financial resources for the County's capital projects for which sales taxes is collected.

Proprietary Funds

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations.

Enterprise fund: Used to account for any activity in which a fee is charged to an external user for goods or services. Such operations are financed and operated in a manner similar to private businesses and are intended to be self-supporting through charges to users.

The County has the following major enterprise funds:

- * The *Solid Waste Management Fund* accounts for the activities of the County's transfer station and recycling center.
- * The *Sewer District No. 3 Fund* accounts for the activities of the County's wastewater treatment in Sewer District No. 3.
- * The *Sewer District No. 7 Fund* accounts for the activities of the County's wastewater treatment in Sewer District No. 7.

The County has elected not to apply all applicable pronouncements of the Financial Accounting Standards Board (FASB) issued after November 30, 1989 in accounting and reporting for enterprise fund and business-type activities.

1. Summary of significant accounting policies (continued)

c. Basis of presentation (continued)

Fiduciary Fund

The Agency fund accounts for assets held by the County in a purely custodial capacity for the collection of taxes, fines, and fees due to other government entities; monies held for payroll taxes and other payroll related payables; and bond monies due to the District Court.

d. Measurement Focus and Basis of Accounting

Government-wide Financial Statements

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when they occur and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, and donations. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental Fund Financial Statements

All governmental funds are accounted for using the modified accrual basis of accounting and the current financial resources measurement focus. Under this basis, revenues are recognized in the accounting period in which they become measurable and available. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable. This approach differs from the manner in which government-wide financial statements are prepared. Therefore, the governmental fund financial statements include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Revenue Recognition

In applying the susceptible-to-accrual concept under the modified accrual basis, certain revenue sources are recognized when both measurable and available (collectible within the current year or within sixty days of year-end and available to pay obligations of the current period). These include investment earnings, property taxes, special assessments, and sales taxes. Reimbursements due for federally funded projects are accrued as revenue at the time the expenditures are made, or when received in advance, deferred until expenditures are made.

Other revenues, including licenses and permits, certain charges for services, and miscellaneous revenues, are recorded as revenue when received in cash because they are generally not measurable until actually received.

Expenditure Recognition

The measurement focus on decreases in governmental fund balances is on reductions in current financial resources (expenditures) rather than expenses. Most expenditures are measurable and are recorded when the related fund liability is incurred. However, principal and interest on long-term debt which has not matured are recognized when due. Allocations of capital costs, such as depreciation and amortization, are not recognized in the governmental funds.

1. Summary of significant accounting policies (continued)

e. Investments

Investments are recorded on the financial statements at fair value, which approximates cost.

f. Intergovernmental Revenues and Receivables

Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. Unrestricted aid is reported as revenue in the fiscal year the aid is received.

g. Property Taxes Receivable

In accordance with governing state statutes, property taxes levied during the current year are revenue sources to be used to finance the budget of the ensuing fiscal year. Taxes are assessed on a calendar year basis, with the related levies and liens on property becoming effective on November 1 in the year of assessment. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half of the full amount of the taxes levied on or before December 20 during the year levied, with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. At December 31, 2011, such taxes are a lien on the property and are recorded as taxes receivable with a corresponding amount recorded as deferred revenue. It is not practical to apportion delinquent taxes held by the County Treasurer at the end of the year and, further, the amount thereof is not material in relationship to the basic financial statements.

h. Capital Assets

Capital assets, which include property, equipment, and infrastructure assets (i.e. roads, drainage systems, and lighting systems), are reported in the government-wide and proprietary fund financial statements. In the governmental fund financial statements, capital assets are charged to expenditures as purchased. Capital assets are recorded at historical cost or estimated historical cost if purchased. Donated assets are recorded at estimated fair value as of the date of the donation.

Non-infrastructure capital assets are defined by the County as items with an initial, individual cost of \$5,000 or more and an estimated useful life of greater than one year. However, the County's Purchasing Policy is being amended to reflect the current practice in the County. The County considers Information Technology equipment to be capital assets if like equipment grouped together has a cost of \$5,000 or more. Additions or improvements and other capital outlays that significantly extend the useful life of an asset or that significantly increase the capacity of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred.

1. Summary of significant accounting policies (continued)

h. Capital Assets (continued)

Depreciation on non-infrastructure capital assets is recorded as an expense in the statement of activities and the proprietary fund statement of revenues, expenses, and changes in fund net assets (with accumulated depreciation reflected in the respective statements of net assets) and is provided on the straight-line basis over the following estimated useful lives:

* Computers and related electronic equipment	3 years
* Sheriff cars	3 years
* Public safety vehicles other than sheriff	5 years
* General equipment and shorter lived improvements	5 years
* Work-out equipment	5 years
* Cameras and video equipment	5 years
* Other cars and light trucks	7 years
* Furniture and fixtures	10 years
* EMS ambulances	10 years
* Public Works heavy vehicles	15 years
* Long lived equipment and improvements	20 years
* Trailers	20 years
* Buildings	40 years

Fully depreciated capital assets are included in the capital assets accounts until their disposal.

The County classifies infrastructure assets into two networks: streets and bridges. Infrastructure assets are recorded at actual or estimated historical cost if purchased. Donated infrastructure assets are recorded at estimated fair value as of the date of donation. The County considers any cost that restores an asset to its original condition, but does not increase its life, to be a repair regardless of its amount. Any cost that creates a new infrastructure asset or significantly improves the efficiency, capacity, or useful life of an existing asset is capitalized by the County, provided that the amount is in excess of the following capitalization thresholds:

* Roads and bridges	\$100,000
* Overlay per street	\$ 25,000
* Chip and seal	\$ 20,000

Infrastructure assets are depreciated by the County on a straight-line basis using the following estimated useful lives:

* Streets	25 years
* Bridges	50 years
* Drainage and sewer structure	50 years

i. Pension Plan

Substantially all full-time employees are members of the State of Kansas Public Employees' Retirement System (KPERs) or the Kansas Police and Fireman's Retirement System (KP&F), which are multi-employer, state-wide pension plans. The County's policy is to fund all pension costs accrued, with such costs determined annually by the System's actuary. The County's pension plans are more fully described in Note 4.

j. Compensated Absences

The County permits employees to accumulate vacation based upon tenure, with most employees limited to a maximum of 34 calendar days. Upon termination or resignation from County service, employees are entitled to payment for all accrued vacation earned prior to termination or resignation.

1. Summary of significant accounting policies (continued)

j. Compensated Absences (continued)

Accrued vacation in the government-wide financial statements is calculated using the current salary rate of employees and reflects the vested portion. The amount of accrued vacation included in governmental fund expenditures for the current year represents the amount liquidated during the year with expendable, available resources.

All full-time permanent employees accrue sick leave at the rate of four hours per two-week pay period (thirteen days per year) with no maximum accumulation. The County does not pay unused sick leave to County employees upon retirement; therefore, no accrual for sick leave has been recognized in these financial statements.

k. Use of Estimates

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the basic financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

l. Interfund Transfers

Permanent reallocations of resources between funds of the County are classified as interfund transfers. For the purpose of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

m. Equity Classifications

In the government-wide and proprietary fund statements, equity is shown as net assets and classified into three components:

1. Invested in capital assets, net of related debt - Capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgage notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. Restricted net assets - Net assets with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. The County first utilizes restricted resources to finance qualifying activities.
3. Unrestricted net assets - All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

1. Summary of significant accounting policies (continued)

m. Equity Classifications (continued)

During 2011, the County adopted the provisions of GASB Statement 54, Fund Balance Reporting and Governmental Fund Type Definitions. The new Statement changed how fund balances are classified and reported, and clarified the definitions of existing governmental fund types. The new fund balance classifications for the County are described below. There was no effect on the County's total reported fund balance or change in fund balance.

1. Non-spendable - Assets legally or contractually required to be maintained or are not in spendable form. Such constraint is binding until the legal requirement is repealed or the amounts become spendable.
2. Restricted - Assets with externally imposed constraints, such as those mandated by creditors, grantors, and contributors, or laws and regulations. Such constraint is binding unless modified or rescinded by the applicable external body, laws, or regulations.
3. Committed - Assets with a purpose formally imposed by resolution by the Board of County Commissioners, binding unless modified or rescinded by the Board of County Commissioners.
4. Assigned - Comprises of amounts intended to be used by the County for specific purposes that are neither restricted nor committed. Intent is expressed by (1) the County's Board or (2) a body or official to whom the County's Board has delegated the authority to assign amounts to be used for specific purposes.
5. Unassigned - All amounts not included in the other fund balance classifications. The General Fund shall be the only fund to report a positive unassigned fund balance. All other governmental funds may report a negative unassigned fund balance.

In circumstances when expenditure is made for a purpose which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned.

n. Statutory Violations

During January 2011 and March 2011, bank deposits were undersecured at Mutual Savings and Loan (K.S.A. 9-1402). In the future, the County plans to work closely with the bank to ensure adequate coverage.

The County violated K.S.A. 79-2935 by incurring expenditures in excess of budgeted limits in the County Treasurer Special Fund. County personnel will more closely monitor actual expenditures and amend the budget when deemed necessary.

The Sewer Benefit District No. 3 Fund has a negative fund balance of \$957,734 (K.S.A. 10-1113). The negative fund balance occurred because the District's liabilities are greater than their assets. A resolution for special assessments will be completed in 2012 and a receivable for the amount of the special assessment will be recorded which will eliminate the negative fund balance.

Management is not aware of any other statutory violations for the period covered by audit.

2. Deposits and investments

Applicable state statutes authorize the County to invest in (1) money market accounts or certificates of deposit in commercial banks and trust companies, (2) time certificates of deposit with state or federally chartered savings and loan associations or federally chartered savings banks, (3) repurchase agreements with commercial banks, trust companies, state or federally chartered savings and loan associations or federally chartered savings banks, (4) United States Treasury Bills or Notes, (5) the municipal investment pool fund managed by the State of Kansas and (6) temporary notes. Certificates of Deposit and money market accounts are required to be collateralized. The State of Kansas Municipal Investment Pool is operated by the State Treasurer and is not an SEC registered pool. The Pooled Money Investment Board (PMIB) provides the regulatory oversight for this pool.

As of December 31, 2011, cash and investments consisted of the following:

Deposits	\$ 66,316,969
Investments	<u>2,381,269</u>
Total	<u>\$ 68,698,238</u>

Cash and investments are presented in the financial statements as follows:

Primary government:	
Cash and investments	\$ 23,300,234
Restricted cash & investments	130,477
Agency funds:	
Cash and investments	<u>45,267,527</u>
Total	<u>\$ 68,698,238</u>

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of a bank failure of a depository financial institution, the County will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investment securities is the risk that, in the event of the failure of the counterparty to a transaction, the County will not be able to recover the value of collateral securities that are in the possession of an outside party. The County's policy is to collateralize the demand deposits with securities held by the financial institution's agent and in the County's name.

At December 31, 2011, the County's deposits were insured, in part, by the Federal Depository Insurance Corporation. Uninsured deposits were fully collateralized by securities and letters of credit held in the County's name by their financial institution's agent. Accordingly, management has determined that none of the County's deposits were exposed to custodial credit risk as of December 31, 2011.

At December 31, 2011, the County's investments were not exposed to custodial credit risk.

2. Deposits and investments (continued)

Interest Rate Risk

The County's formal investment policy does not limit its exposure to fair value losses arising from increasing interest rates. The County has elected to use the segmented time distribution method of disclosure for its interest rate risk.

As of December 31, 2011, all of the County's investments in the Kansas Municipal Investment pool had maturities of less than one year.

Credit Risk and Concentrations of Credit Risk

The credit risk for investments is the possibility that the issuer of an investment will be unable to fulfill its obligations. Presented below is the actual rating by Moody's Investor Service as of year-end for each investment type:

Investment Type	Fair Value	Rating as of December 31, 2011	Percentage
Kansas Municipal Investment Pool	\$ 2,381,269	AAAf/S1+	100%

3. Property taxes

The County property tax is levied each November 1 on the assessed valuation of real and personal property located in the County as of the preceding January 1. The County assessors establish assessed value for real and personal property annually. The assessed value for real and personal property located in the county as of January 1, 2011, on which the fiscal year 2011 levy was based, was \$574,565,655.

The County's property tax levies per \$1,000 assessed valuation for the year ended December 31, 2011 are as follows:

Fund	Levy
General Fund	20.976
Road and Bridge Fund	6.973
Solid Waste Fund	0.765
Other Governmental Funds	4.371
Total levy	33.085

4. Pension Plans

Plan Descriptions - The County contributes to the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Fireman's Retirement System (KP&F). Both are cost-sharing, multiple-employer defined benefit pension plans as provided by K.S.A. 74-4901, 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 that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERS (611 S Kansas, Suite 100, Topeka, Kansas 66603-3869) or by calling 1-888-275-5737.

Funding Policy - K.S.A. 74-419 and K.S.A. 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 the KP&F member-employee contribution rate at 7% of covered salary. The payroll for employees covered by KPERS and KP&F for the year ended December 31, 2011 was \$13,299,727.00; the total payroll was \$13,893,106.00. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates.

The KPERS employer rate established for calendar year 2011 was 7.74%. County employer contributions to KPERS for years ended December 31, 2011, 2010, and 2009 were \$705,520.00, \$643,257.00, and \$524,484.00, respectively, which were equal to the required contributions for each year. The KP&F employer rate established for 2011 was 14.57%. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. The County joined KP&F in 2001 with an initial buy-in, for past service costs, of \$3,387,428, funded through the issuance of the 2001B General Obligation Bonds. County regular employer contributions to KP&F for the years ended December 31, 2011, 2010, and 2009 were \$578,048.00, \$543,728.00, and \$565,046.00, respectively, which were equal to the required contributions for each year as set forth by the legislature.

5. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. There has been no significant change in insurance coverage from the previous fiscal year. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

For its workers' compensation insurance, the County is a participant in the Kansas Eastern Regional Insurance Trust (KERIT), a not-for-profit public entity risk pool established by a group of County and other governmental entities in the eastern region of Kansas. As of December 31, 2011, the membership of KERIT included thirteen cities and two counties. The County pays an annual premium to KERIT for this workers' compensation insurance. KERIT members are subject to additional premium assessments in the event of deficiencies and may receive dividends from those claim years when revenues exceed expenses. KERIT provides coverage for its members within a self-insured retention limit of \$225,000 in accordance with state statutes and obtains independent coverage for insured events up to an annual aggregate limit of \$5 million.

A Comprehensive Annual Financial Report for KERIT is available from their offices at 600 Broadway, Suite 200, Kansas City, Missouri 64105-1659.

6. Capital Assets

	Beginning Balances	Increases	Decreases	Ending Balances
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 3,487,872	\$ -	\$ -	\$ 3,487,872
Construction in Progress	634,740	210,930	324,670	521,000
Total capital assets not being depreciated	<u>4,122,612</u>	<u>210,930</u>	<u>324,670</u>	<u>4,008,872</u>
Capital assets being depreciated:				
Building and improvements	33,671,060	1,665,504	-	35,336,564
Machinery and equipment	26,167,486	2,706,154	1,057,303	27,816,337
Infrastructure	247,374,974	164,773	-	247,539,747
Total capital assets being depreciated	<u>307,213,520</u>	<u>4,536,431</u>	<u>1,057,303</u>	<u>310,692,648</u>
Less accumulated depreciation for:				
Building and improvements	7,616,193	863,422	-	8,479,615
Machinery and equipment	7,860,133	2,725,503	455,682	10,129,954
Infrastructure	166,014,166	5,462,386	-	171,476,552
Total accumulated depreciation	<u>181,490,492</u>	<u>\$ 9,051,311</u>	<u>\$ 455,682</u>	<u>190,086,121</u>
Total capital assets being depreciated, net	<u>125,723,028</u>			<u>120,606,527</u>
Governmental activities, capital assets, net	<u>\$129,845,640</u>			<u>\$124,615,399</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 71,250	\$ -	\$ -	\$ 71,250
Total capital assets not being depreciated	<u>71,250</u>	<u>-</u>	<u>-</u>	<u>71,250</u>
Capital assets being depreciated:				
Building and improvements	618,500	-	-	618,500
Machinery and equipment	619,133	191,058	138,004	672,187
Total capital assets being depreciated	<u>1,237,633</u>	<u>191,058</u>	<u>138,004</u>	<u>1,290,687</u>
Less accumulated depreciation for:				
Building and improvements	180,800	15,463	-	196,263
Machinery and equipment	229,789	56,594	78,728	207,655
Total accumulated depreciation	<u>410,589</u>	<u>\$ 72,057</u>	<u>\$ 78,728</u>	<u>403,918</u>
Total capital assets being depreciated, net	<u>827,044</u>			<u>886,769</u>
Business-type activities, capital assets, net	<u>\$ 898,294</u>			<u>\$ 958,019</u>

6. Capital Assets (continued)

Depreciation expense was charged to functions of the primary government as follows:

Governmental activities:

General government	\$ 401,575
Public safety	2,485,768
Public works	6,060,000
Recreation, health, and education	<u>103,968</u>
Total depreciation expense for governmental activities	<u>\$ 9,051,311</u>

Business-type activities:

Sanitation	<u>\$ 72,057</u>
Total depreciation expense for business-type activities	<u>\$ 72,057</u>

7. Long-term Liabilities

The following is a summary of long-term liabilities of the County for the year ended December 31, 2011:

Primary Government	Beginning Balance	Additions	Payments/ Adjustments	Ending Balance	Due in One Year
Governmental activities:					
* Compensated absences	\$ 930,448	\$ 961,747	\$ 945,528	\$ 946,667	\$ 284,000
General obligation bonds	1,515,000	-	730,000	785,000	250,000
KTA loan	7,332,990	-	1,109,786	6,223,204	1,159,498
KDOT agreement	9,704,300	-	1,031,600	8,672,700	1,078,900
Capital lease obligations	505,941	-	185,301	320,640	53,440
Interlocal agreements	500,000	-	50,000	450,000	50,000
Total governmental activities	<u>20,488,679</u>	<u>961,747</u>	<u>4,052,215</u>	<u>17,398,211</u>	<u>2,875,838</u>
Business-type activities:					
KDHE loans	729,834	721,897	119,098	1,332,633	37,523
Capital lease obligations	-	-	-	-	-
Total business-type activities	<u>729,834</u>	<u>721,897</u>	<u>119,098</u>	<u>1,332,633</u>	<u>37,523</u>
Total long-term debt	<u>\$ 21,218,513</u>	<u>\$ 1,683,644</u>	<u>\$ 4,171,313</u>	<u>\$ 18,730,844</u>	<u>\$ 2,913,361</u>

* Compensated absences are primarily liquidated in the General and Road & Bridge funds.

7. Long-term Liabilities (continued)

a. General Obligation Bonds

The County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities including those used for economic development. General obligation bonds have also been issued to refund general obligation bonds of prior issues. General obligation bonds are direct obligations and pledge the full faith and credit of the County. These bonds generally are issued as 10-year serial bonds, with differing amounts of principal maturing each year.

Purpose	Interest Rates	Amount
Series 2001B - KP&F Buy-in Project	3.70-5.00%	\$ -
Series 2009 - Refund Bond Series 2004A	2.00-3.00%	785,000
Total		<u>\$ 785,000</u>

Annual debt service requirements to maturity for general obligation bonds to be paid with tax levies are as follows:

Year	Principal Due	Interest Due	Total Due
2012	\$ 250,000	\$ 23,550	\$ 273,550
2013	260,000	16,050	276,050
2014	275,000	8,250	283,250
Total	<u>\$ 785,000</u>	<u>\$ 47,850</u>	<u>\$ 832,850</u>

b. Kansas Department of Health and Environment (KDHE) Loans

In 2005, the County entered into a loan agreement with the Kansas Department of Health and Environment (KDHE) to fund certain project costs for Leavenworth County Sewer District No. 7. Under the agreement, the amount of the loan will not exceed \$424,500. The project was completed and the final amount of the loan was \$380,027. Payments including interest at 2.57% began in 2007.

On October 7, 2009 the County entered into a loan agreement with the Kansas Department of Health and Environment (KDHE) to fund certain project costs for Leavenworth County Sewer District No. 3 to connect to the City of Basehor, Kansas wastewater collection system and treatment facility. Under the agreement, KDHE agreed to loan an amount not to exceed \$1,573,821. The project was completed in 2011 and the final amount of the loan was \$1,139,578. Payments, including interest of 2.72%, began in 2011.

Annual debt service requirements to maturity based on the outstanding balance of the KDHE loans at December 31, 2011 are as follows:

Year	Principal Due	Interest Due	Total Due
2012	\$ 37,523	\$ 35,151	\$ 72,674
2013	59,719	34,410	94,129
2014	61,329	32,801	94,130
2015	62,983	31,147	94,130
2016	64,680	29,449	94,129
2017 - 2021	350,517	120,132	470,649
2022 - 2026	400,385	70,265	470,650
2027 - 2031	295,497	20,456	315,953
Total	<u>\$ 1,332,633</u>	<u>\$ 373,811</u>	<u>\$ 1,706,444</u>

7. Long-term Liabilities (continued)

c. Kansas Turnpike Authority (KTA) Loan

The County entered into an agreement, as amended, with the Kansas Turnpike Authority (KTA) regarding construction of a turnpike interchange and certain improvements along County Route 1. Under the agreement, the County reimbursed the KTA for project costs up to a maximum amount of \$9,180,000. In addition, the County also agreed to pay the KTA a reimbursement fee in an aggregate amount equal to 1.2% of the actual amount of all County Route 1 projects costs. Under terms of the agreement, the County was to pay interest at the reimbursement rate (4.39% per annum) on the outstanding principal amounts for project costs plus the reimbursement fee relating to such principal amount on a monthly basis until December 1, 2009. Effective January 1, 2010, the County commenced making monthly payments of principal and interest on the final principal project costs and related reimbursement fee based on an amortization schedule provided by KTA. The final payment related to this agreement is scheduled for December 31, 2016.

Annual debt service requirements to maturity based on the outstanding balance of the KTA agreement at December 31, 2011 are as follows:

Year	Principal Due	Interest Due	Total Due
2012	\$ 1,159,498	\$ 250,053	\$ 1,409,551
2013	1,211,436	198,114	1,409,550
2014	1,265,702	143,849	1,409,551
2015	1,322,398	87,153	1,409,551
2016	1,264,170	27,917	1,292,087
Total	<u>\$ 6,223,204</u>	<u>\$ 707,086</u>	<u>\$ 6,930,290</u>

d. Kansas Department of Transportation (KDOT) Agreement

The Kansas Department of Transportation (KDOT) entered into a pledged revenue agreement with the Kansas Development Finance Authority (the Authority) whereas KDOT agreed to enter into equipment lease agreements with public safety agencies, including Leavenworth County, for the purpose of financing certain communication system equipment and to pledge the lease payments received pursuant to such lease agreements and other revenues or funds to the Authority as security for the Kansas Development Finance Authority Revenue Bonds (Kansas Department of Transportation Communication System Lease Program) Series 2008G-2. Under the lease agreement, the County is scheduled to make lease payments each March 1 and September 1 of each year with the final lease payment due on March 1, 2020. The County's lease payments will be in amounts sufficient to satisfy the debt requirements of the bonds, including interest at 4.6%, issued by the Authority.

7. Long-term Liabilities (continued)

d. Kansas Department of Transportation (KDOT) Agreement (continued)

Annual debt service requirements to maturity based on the outstanding balance of the KDOT agreement at December 31, 2011 are as follows:

Year	Principal Due	Interest Due	Total Due
2012	\$1,078,900	\$ 380,609	\$ 1,459,509
2013	1,128,300	328,860	1,457,160
2014	1,180,000	274,740	1,454,740
2015	1,234,000	218,142	1,452,142
2016	1,290,500	158,954	1,449,454
2017 - 2021	2,761,000	129,376	2,890,376
Total	<u>\$8,672,700</u>	<u>\$1,490,681</u>	<u>\$10,163,381</u>

e. Capital Lease Obligations

The County entered into a capital lease agreement with Motorola in September 2010 for the purchase of radio equipment. The equipment is used to enable township firefighters to better communicate with Emergency Medical Service and other first responders. The County has agreed to sublease the radio equipment to various townships within the County. In future years, the lease commitments will be offset by annual sublease rental income through the year ending December 31, 2017. The County has recorded a receivable for the lease amount that will be paid by the townships.

The future minimum lease obligations due under this capital lease obligation and the net present value of those payments at December 31, 2011 are as follows:

Year ending December 31:

2012	\$ 53,440
2013	53,440
2014	53,440
2015	53,440
2016	53,440
2017	53,440
Less imputed interest	-
Present value of minimum lease payments	<u>\$ 320,640</u>

7. Long-term Liabilities (continued)

f. Interlocal Funding Commitments

Leavenworth County was able to recruit and land a major federal initiative with the United States Department of Veterans Affairs called a Consolidated Patient Account Center (CPAC) which will bring in over 300 new jobs to the area. Leavenworth County offered a \$50,000 cash incentive for 10 years to ensure CPAC was located in Leavenworth County. The City of Leavenworth and Leavenworth County Port Authority also each offered \$50,000 cash incentives for 10 years to ensure CPAC's location in Leavenworth County.

8. Interfund Activity

Interfund transfers for the year ended December 31, 2011 are as follows:

Fund	Transfers In	Transfers Out
Governmental funds:		
General fund	\$ 70,000	\$ 2,440,911
Road and Bridge fund	15,500	369,622
Nonmajor governmental funds	3,204,632	489,088
Proprietary funds:		
Solid Waste fund	191,058	181,569
Total	<u>\$3,481,190</u>	<u>\$ 3,481,190</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect those revenues to those funds that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Any transfers between governmental funds have been eliminated in the government-wide statement of activities.

During 2010, the General Fund loaned \$300,000 to the Sewer Benefit District No. 3 Fund to finance a portion of certain sanitary sewer system improvements in the County. Sewer Benefit District No. 3 repaid the loan, plus interest, to the General Fund in January 2012.

9. Contingencies and Commitments

a. Federal assistance

The County and its related entities have received significant financial assistance from various federal agencies in the form of grants and entitlements. Under the Single Audit Act Amendments of 1996, the purpose of which is to ensure compliance with terms and conditions specified in grant or other agreements, these financial assistance programs are subject to audit by agents of the granting authority, and/or by independent public accountants. Management does not believe that liabilities for reimbursements, if any, will have a materially adverse effect upon the financial condition of the County.

b. Litigation

The County and its related entities are involved in various lawsuits arising in the ordinary course of activities. In the opinion of County management and the County attorney, the ultimate effect of these legal matters will not have a material effect on the County's financial position.

REQUIRED SUPPLEMENTARY INFORMATION

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUE				
Taxes:				
Ad valorem	\$ 11,966,765	\$ 11,966,765	\$ 11,602,200	\$ (364,565)
Delinquent	-	-	354,043	354,043
Interest & charges on delinquent taxes	300,000	300,000	478,673	178,673
Vehicle interest	11,250	11,250	6,276	(4,974)
Motor vehicle	1,560,169	1,560,169	1,482,151	(78,018)
Rent in lieu of taxes	-	-	8,068	8,068
Mineral tax	1,400	1,400	430	(970)
Franchise tax	-	-	17,937	17,937
Total taxes	<u>13,839,584</u>	<u>13,839,584</u>	<u>13,949,778</u>	<u>110,194</u>
Intergovernmental	803,324	803,324	665,791	(137,533)
Licenses, fees, and permits	1,482,635	1,482,635	1,175,576	(307,059)
Charges for services	1,974,800	1,974,800	2,444,672	469,872
Uses of money and property	380,000	380,000	101,189	(278,811)
Reimbursements	1,735,909	1,735,909	1,816,188	80,279
Miscellaneous	191,085	191,085	282,540	91,455
Total revenue	<u>20,407,337</u>	<u>20,407,337</u>	<u>20,435,734</u>	<u>28,397</u>
EXPENDITURES				
Personal services	9,591,181	9,591,181	9,019,138	572,043
Contractual services	9,129,126	9,129,126	8,013,020	1,116,106
Commodities	1,787,320	1,787,320	1,612,579	174,741
Capital outlay	72,700	72,700	106,278	(33,578)
Debt service	87,000	87,000	71,528	15,472
Adjustment for reimbursed expenses budget credit	-	-	(69,566)	69,566
Total expenditures	<u>20,667,327</u>	<u>20,667,327</u>	<u>18,752,977</u>	<u>1,914,350</u>
Excess of revenues over (under) expenditures	<u>(259,990)</u>	<u>(259,990)</u>	<u>1,682,757</u>	<u>1,942,747</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	70,000	70,000	70,000	-
Transfers out	(2,275,911)	(2,275,911)	(2,440,911)	(165,000)
Sale of capital assets	10,178	10,178	2,053	(8,125)
Total other financing sources (uses)	<u>(2,195,733)</u>	<u>(2,195,733)</u>	<u>(2,368,858)</u>	<u>(173,125)</u>
Net change in fund balances	<u>\$ (2,455,723)</u>	<u>\$ (2,455,723)</u>	<u>(686,101)</u>	<u>\$ 1,769,622</u>
Fund balance - beginning of year, budget basis			<u>3,833,904</u>	
Fund balance - end of year, budget basis			3,147,803	
GAAP adjustments:				
Encumbrances			10,346	
Accrued interest receivable			3,935	
Accounts receivable (EMS)			224,552	
Fund balance - end of year, GAAP basis			<u>\$ 3,386,636</u>	

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ROAD AND BRIDGE FUND
For the Year Ended December 31, 2011

	Original Budget	Final Budget	Actual	Variance Positive (Negative)
REVENUE				
Taxes:				
Ad valorem	\$ 3,971,997	\$ 3,971,997	\$ 3,856,888	\$ (115,109)
Delinquent	-	-	152,152	152,152
Motor vehicle	631,661	631,661	605,689	(25,972)
Rent in lieu of taxes	-	-	2,682	2,682
Special assessments	-	-	6,941	6,941
Total taxes	<u>4,603,658</u>	<u>4,603,658</u>	<u>4,624,352</u>	<u>20,694</u>
Intergovernmental	1,308,791	1,308,791	1,350,099	41,308
Charges for services	-	-	244,728	244,728
Reimbursements	-	-	2,313	2,313
Miscellaneous	100,000	100,000	4,224	(95,776)
Total revenue	<u>6,012,449</u>	<u>6,012,449</u>	<u>6,225,716</u>	<u>213,267</u>
EXPENDITURES				
Personal services	1,664,888	1,664,888	1,614,880	50,008
Contractual services	1,472,821	1,472,821	1,164,689	308,132
Commodities	3,790,000	3,790,000	3,582,973	207,027
Capital outlay	317,000	317,000	294,119	22,881
Adjustment for reimbursed expenses budget credit	-	-	(2,189)	2,189
Total expenditures	<u>7,244,709</u>	<u>7,244,709</u>	<u>6,654,472</u>	<u>590,237</u>
Excess of revenues over (under) expenditures	<u>(1,232,260)</u>	<u>(1,232,260)</u>	<u>(428,756)</u>	<u>803,504</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	15,500	15,500
Transfers out	-	-	(369,622)	(369,622)
Sale of capital assets	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(354,122)</u>	<u>(354,122)</u>
Net change in fund balances	<u>\$ (1,232,260)</u>	<u>\$ (1,232,260)</u>	<u>(782,878)</u>	<u>\$ 449,382</u>
Fund balance - beginning of year, budget basis			<u>1,640,759</u>	
Fund balance - end of year, budget basis			857,881	
GAAP adjustments			<u>(57,880)</u>	
Fund balance - end of year, GAAP basis			<u>\$ 800,001</u>	

LEAVENWORTH COUNTY, KANSAS
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
 For the year ended December 31, 2011

Budgetary principles

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), and debt service 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 a local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in 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 the publication the hearing may be held and the governing body may amend the budget at that time. Budget amendments for the year were as follows:

Fund	Original Budget	Final Budget
City-County Probation	\$ 135,455	\$ 150,500
Capital Projects Sales Tax	\$ 2,960,398	\$ 3,059,898
Local Service Road and Bridge	\$ 2,108,663	\$ 2,208,663
Sewer Benefit District No. 3	\$ 312,000	\$ 885,000
Sewer Benefit District No. 7	\$ 34,654	\$ 47,340

The statutes permit transferring budgeted amounts between line items within an individual fund. However, statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

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

Certain revenues and expenditures are recorded on the modified accrual basis of accounting used by the County for reporting funds in the basic financial statements, but are not included in the financial amounts presented in the County's budget-basis financial statements. These include accruals for grants, interest, loans, and other items.

SUPPLEMENTARY INFORMATION

LEAVENWORTH COUNTY, KANSAS
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 As of December 31, 2011

	County Health	Special Alcohol	Special Parks and Recreation	Service Program for the Elderly	Juvenile Detention	911 Tax	Economic Development
ASSETS							
Cash and investments	\$ 466,379	\$ 79,746	\$ 6,823	\$ 222,598	\$ 90,366	\$ 868,285	\$ -
Receivables:							
Taxes	191,208	-	-	878,847	530,378	-	291,840
Special assessments	-	-	-	-	-	-	-
Accounts and other	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-	-	-
Total assets	\$ 657,587	\$ 79,746	\$ 6,823	\$ 1,101,445	\$ 620,744	\$ 868,285	\$ 291,840
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	33,416	-	-	47,952	27,557	-	-
Deposits	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	191,208	-	-	878,847	530,378	-	291,840
Total liabilities	224,624	-	-	926,799	557,935	-	291,840
Fund balances:							
Restricted for:							
Debt service	-	-	-	-	-	-	-
General government	-	79,746	-	-	-	-	-
Public safety	-	-	-	-	-	868,285	-
Recreation, health, & education	-	-	6,823	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Committed for:							
Capital outlay	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	62,809	-	-
Public works	-	-	-	-	-	-	-
Recreation, health, & education	432,963	-	-	174,646	-	-	-
Other purposes	-	-	-	-	-	-	-
Total fund balances	432,963	79,746	6,823	174,646	62,809	868,285	-
Total liabilities and fund balances	\$ 657,587	\$ 79,746	\$ 6,823	\$ 1,101,445	\$ 620,744	\$ 868,285	\$ 291,840

LEAVENWORTH COUNTY, KANSAS
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 As of December 31, 2011

	County Treasurer Special	Capital Improvement Reserve	Road and Bridge Equipment Reserve	General Equipment Reserve	Local Service Road and Bridge	Local Service Capital Equipment Reserve	Drug Prosecutor
ASSETS							
Cash and investments	\$ 148,212	\$ 2,809,946	\$ 2,057,885	\$ 3,930,119	\$ 218,871	\$ 731,217	\$ 35,585
Receivables:							
Taxes	-	-	-	-	1,772,773	-	-
Special assessments	-	-	-	-	-	-	-
Accounts and other	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-	-	-
Total assets	\$ 148,212	\$ 2,809,946	\$ 2,057,885	\$ 3,930,119	\$ 1,991,644	\$ 731,217	\$ 35,585
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 93,255	\$ -	\$ -
Accrued liabilities	24,753	-	-	-	30,766	-	-
Deposits	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	1,772,773	-	-
Total liabilities	24,753	-	-	-	1,896,794	-	-
Fund balances:							
Restricted for:							
Debt service	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	35,585
Recreation, health, & education	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Committed for:							
Capital outlay	-	2,809,946	2,057,885	3,930,119	-	-	-
General government	123,459	-	-	-	-	-	-
Public safety	-	-	-	-	94,850	731,217	-
Public works	-	-	-	-	-	-	-
Recreation, health, & education	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Total fund balances	123,459	2,809,946	2,057,885	3,930,119	94,850	731,217	35,585
Total liabilities and fund balances	\$ 148,212	\$ 2,809,946	\$ 2,057,885	\$ 3,930,119	\$ 1,991,644	\$ 731,217	\$ 35,585

LEAVENWORTH COUNTY, KANSAS
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 As of December 31, 2011

	Community Corrections	Alcohol/ Drug Safe Action	Capital Reserve District No. 1	Capital Reserve District No. 2	Capital Reserve District No. 3	Capital Reserve District No. 5	Capital Reserve District No. 6
ASSETS							
Cash and investments	\$ 87,922	\$ 42,523	\$ 18,626	\$ 211	\$ 17,203	\$ 4,677	\$ 106
Receivables:							
Taxes	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Accounts and other	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-	-	-
Total assets	\$ 87,922	\$ 42,523	\$ 18,626	\$ 211	\$ 17,203	\$ 4,677	\$ 106
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	12,125	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
Total liabilities	12,125	-	-	-	-	-	-
Fund balances:							
Restricted for:							
Debt service	-	-	-	-	-	-	-
General government	75,797	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Recreation, health, & education	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Committed for:							
Capital outlay	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Public safety	-	42,523	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Recreation, health, & education	-	-	-	-	-	-	-
Other purposes	-	-	18,626	211	17,203	4,677	106
Total fund balances	75,797	42,523	18,626	211	17,203	4,677	106
Total liabilities and fund balances	\$ 87,922	\$ 42,523	\$ 18,626	\$ 211	\$ 17,203	\$ 4,677	\$ 106

LEAVENWORTH COUNTY, KANSAS
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 As of December 31, 2011

	Capital Reserve District No. 7	Register of Deeds Technology	Landfill Closure	Township Traffic Impact Fee	Township Road Improvement	Juvenile Justice Authority	City-County Probation
ASSETS							
Cash and investments	\$ 101	\$ 72,069	\$ 65,885	\$ 784,664	\$ 2,211,599	\$ 3,400	\$ 33,332
Receivables:							
Taxes	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Accounts and other	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-	-	-
Total assets	\$ 101	\$ 72,069	\$ 65,885	\$ 784,664	\$ 2,211,599	\$ 3,400	\$ 33,332
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	3,845	-	-	-	-	6,181
Deposits	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
Total liabilities	-	3,845	-	-	-	-	6,181
Fund balances:							
Restricted for:							
Debt service	-	-	-	-	-	-	-
General government	-	68,224	-	-	-	3,400	-
Public safety	-	-	-	-	-	-	-
Recreation, health, & education	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Committed for:							
Capital outlay	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Public safety	-	-	-	784,664	2,211,599	-	27,151
Public works	-	-	-	-	-	-	-
Recreation, health, & education	-	-	-	-	-	-	-
Other purposes	101	-	65,885	-	-	-	-
Total fund balances	101	68,224	65,885	784,664	2,211,599	3,400	27,151
Total liabilities and fund balances	\$ 101	\$ 72,069	\$ 65,885	\$ 784,664	\$ 2,211,599	\$ 3,400	\$ 33,332

LEAVENWORTH COUNTY, KANSAS
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 As of December 31, 2011

	Attorney Training	Law Enforcement Trust	Violent Offenders	Drug Test and Supervision	Federal Grants	Sheriff Drug Forfeitures	Juvenile Drinking Program
ASSETS							
Cash and investments	\$ 14,563	\$ 20,395	\$ 28,177	\$ 37,370	\$ 95,484	\$ 3,097	\$ 2,993
Receivables:							
Taxes	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-
Accounts and other	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-	-	-
Total assets	<u>\$ 14,563</u>	<u>\$ 20,395</u>	<u>\$ 28,177</u>	<u>\$ 37,370</u>	<u>\$ 95,484</u>	<u>\$ 3,097</u>	<u>\$ 2,993</u>
LIABILITIES AND FUND BALANCES							
Liabilities:							
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities	-	-	-	272	2,641	-	-
Deposits	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-
Total liabilities	-	-	-	<u>272</u>	<u>2,641</u>	-	-
Fund balances:							
Restricted for:							
Debt service	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Public safety	14,563	20,395	28,177	37,098	92,843	3,097	2,993
Recreation, health, & education	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Committed for:							
Capital outlay	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-
Recreation, health, & education	-	-	-	-	-	-	-
Other purposes	-	-	-	-	-	-	-
Total fund balances	<u>14,563</u>	<u>20,395</u>	<u>28,177</u>	<u>37,098</u>	<u>92,843</u>	<u>3,097</u>	<u>2,993</u>
Total liabilities and fund balances	<u>\$ 14,563</u>	<u>\$ 20,395</u>	<u>\$ 28,177</u>	<u>\$ 37,370</u>	<u>\$ 95,484</u>	<u>\$ 3,097</u>	<u>\$ 2,993</u>

LEAVENWORTH COUNTY, KANSAS
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 As of December 31, 2011

	County Capital Projects	CCH Permits	INK Fees	Juvenile Intake and Assessment	Juvenile Supervision Fees	General Bond and Interest	KP&F Bond and Interest	Total
ASSETS								
Cash and investments	\$ 5,013	\$ 47,032	\$ 30,150	\$ 40,073	\$ 2,964	\$ -	\$ -	\$ 15,335,661
Receivables:								
Taxes	-	-	-	-	-	94,680	-	3,759,726
Special assessments	-	-	-	-	-	-	-	-
Accounts and other	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Restricted cash and investments	-	-	-	-	-	45,403	85,074	130,477
Total assets	\$ 5,013	\$ 47,032	\$ 30,150	\$ 40,073	\$ 2,964	\$ 140,083	\$ 85,074	\$ 19,225,864
LIABILITIES AND FUND BALANCES								
Liabilities:								
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 93,255
Accrued liabilities	-	-	-	8,058	-	-	-	197,566
Deposits	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	94,680	-	3,759,726
Total liabilities	-	-	-	8,058	-	94,680	-	4,050,547
Fund balances:								
Restricted for:								
Debt service	-	-	-	-	-	45,403	85,074	130,477
General government	-	-	-	-	-	-	-	223,767
Public safety	-	-	-	32,015	2,964	-	-	1,141,415
Recreation, health, & education	-	-	-	-	-	-	-	6,823
Other purposes	-	47,032	30,150	-	-	-	-	77,182
Committed for:								
Capital outlay	5,013	-	-	-	-	-	-	8,802,963
General government	-	-	-	-	-	-	-	123,459
Public safety	-	-	-	-	-	-	-	132,483
Public works	-	-	-	-	-	-	-	3,822,330
Recreation, health, & education	-	-	-	-	-	-	-	607,609
Other purposes	-	-	-	-	-	-	-	106,809
Total fund balances	5,013	47,032	30,150	32,015	2,964	45,403	85,074	15,175,317
Total liabilities and fund balances	\$ 5,013	\$ 47,032	\$ 30,150	\$ 40,073	\$ 2,964	\$ 140,083	\$ 85,074	\$ 19,225,864

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2011

	County Health	Special Alcohol	Special Parks and Recreation	Service Program for the Elderly	Juvenile Detention	911 Tax	Economic Development
REVENUES							
Taxes	\$ 441,946	\$ -	\$ -	\$ 811,842	\$ 428,399	\$ 312,919	\$ 326,673
Intergovernmental	593,497	21,417	4,056	639,512	11,068	-	-
Licenses, fees, and permits	-	-	-	-	-	-	-
Charges for services	112,933	-	-	-	58,335	-	-
Uses of money and property	-	-	-	-	-	-	-
Reimbursements	-	-	-	-	25	-	-
Miscellaneous	213	-	-	474	81	-	-
Total revenues	1,148,589	21,417	4,056	1,451,828	497,908	312,919	326,673
EXPENDITURES							
Current:							
Personal services	523,591	-	-	742,081	349,492	-	-
Contractual services	391,507	21,197	6,352	631,096	141,825	335,545	326,693
Commodities	29,842	-	-	89,821	9,397	-	-
Capital Outlay	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Reimbursed expenditures	-	-	-	(716)	-	-	-
Total expenditures	944,940	21,197	6,352	1,462,282	500,714	335,545	326,693
Excess (deficiency) of revenues over expenditures	203,649	220	(2,296)	(10,454)	(2,806)	(22,626)	(20)
OTHER FINANCING SOURCES (USES)							
Issuance of bonds	-	-	-	-	-	-	-
Proceeds from loan	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	(5,838)	-	-	-	(5,000)	-	-
Payment to bond refunding agent	-	-	-	-	-	-	-
Total other financing sources (uses)	(5,838)	-	-	-	(5,000)	-	-
Net change in fund balances	197,811	220	(2,296)	(10,454)	(7,806)	(22,626)	(20)
Fund balances-beginning of year	235,152	79,526	9,119	185,100	70,615	890,911	20
Fund balances-end of year	\$ 432,963	\$ 79,746	\$ 6,823	\$ 174,646	\$ 62,809	\$ 868,285	\$ -

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2011

	County Treasurer Special	Capital Improvement Reserve	Road and Bridge Reserve	General Equipment Reserve	Local Service Road and Bridge	Local Service Capital Equipment Reserve	Drug Prosecutor
REVENUES							
Taxes	\$ 3,705	\$ -	\$ -	\$ -	\$ 1,808,328	\$ -	\$ -
Intergovernmental	-	-	-	-	152,255	-	-
Licenses, fees, and permits	522,829	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Uses of money and property	-	-	-	-	-	-	-
Reimbursements	-	5,231	-	-	92,954	-	-
Miscellaneous	-	-	-	-	-	-	5,304
Total revenues	526,534	5,231	-	-	2,053,537	-	5,304
EXPENDITURES							
Current:							
Personal services	335,588	-	-	-	475,216	-	-
Contractual services	122,516	1,377,540	-	-	162,051	-	2,357
Commodities	19,063	-	-	-	1,139,254	-	883
Capital Outlay	-	-	216,855	614,274	251,192	126,205	-
Debt service	-	-	-	-	-	-	-
Reimbursed expenditures	(50)	-	-	-	-	-	-
Total expenditures	477,117	1,377,540	216,855	614,274	2,027,713	126,205	3,240
Excess (deficiency) of revenues over expenditures	49,417	(1,372,309)	(216,855)	(614,274)	25,824	(126,205)	2,064
OTHER FINANCING SOURCES (USES)							
Issuance of bonds	-	-	-	-	-	-	-
Proceeds from loan	-	-	9,700	1,400	-	-	-
Proceeds from sale of capital assets	-	-	369,622	912,030	-	201,692	-
Transfers in	(70,000)	1,721,288	-	(191,058)	(201,692)	-	-
Transfers out	-	-	-	-	-	-	-
Payment to bond refunding agent	-	-	-	-	-	-	-
Total other financing sources (uses)	(70,000)	1,721,288	379,322	722,372	(201,692)	201,692	-
Net change in fund balances	(20,583)	348,979	162,467	108,098	(175,868)	75,487	2,064
Fund balances-beginning of year	144,042	2,460,967	1,895,418	3,822,021	270,718	655,730	33,521
Fund balances-end of year	\$ 123,459	\$ 2,809,946	\$ 2,057,885	\$ 3,930,119	\$ 94,850	\$ 731,217	\$ 35,585

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2011

	Community Corrections	Alcohol/ Drug Safe Action	Capital Reserve District No. 1	Capital Reserve District No. 2	Capital Reserve District No. 3	Capital Reserve District No. 5	Capital Reserve District No. 6
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	367,975	-	-	-	-	-	-
Licenses, fees, and permits	-	-	-	-	-	-	-
Charges for services	-	29,205	-	-	-	-	-
Uses of money and property	-	-	-	-	-	-	-
Reimbursements	-	-	-	-	-	-	-
Miscellaneous	2,455	-	-	-	-	-	-
Total revenues	370,430	29,205	-	-	-	-	-
EXPENDITURES							
Current:							
Personal services	228,524	-	-	-	-	-	-
Contractual services	147,779	28,890	-	-	-	-	-
Commodities	8,904	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Reimbursed expenditures	-	-	-	-	-	-	-
Total expenditures	385,207	28,890	-	-	-	-	-
Excess (deficiency) of revenues over expenditures	(14,777)	315	-	-	-	-	-
OTHER FINANCING SOURCES (USES)							
Issuance of bonds	-	-	-	-	-	-	-
Proceeds from loan	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Payment to bond refunding agent	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Net change in fund balances	(14,777)	315	-	-	-	-	-
Fund balances-beginning of year	90,574	42,208	18,626	211	17,203	4,677	106
Fund balances-end of year	\$ 75,797	\$ 42,523	\$ 18,626	\$ 211	\$ 17,203	\$ 4,677	\$ 106

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2011

	Capital Reserve District No. 7	Register of Deeds Technology	Landfill Closure	Township Traffic Impact Fee	Township Road Improvement	Juvenile Justice Authority	City-County Probation
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	221,790	-
Licenses, fees, and permits	-	97,038	-	21,319	71,014	-	125,418
Charges for services	-	-	-	-	-	-	-
Uses of money and property	-	113	-	2,396	6,788	-	-
Reimbursements	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	14,443
Total revenues	-	97,151	-	23,715	77,802	221,790	139,861
EXPENDITURES							
Current:							
Personal services	-	46,357	-	-	-	12,545	100,185
Contractual services	-	20,619	-	-	-	223,514	40,451
Commodities	-	1,165	-	-	-	12	4,179
Capital Outlay	-	35,747	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Reimbursed expenditures	-	-	-	-	-	-	-
Total expenditures	-	103,888	-	-	-	236,071	144,815
Excess (deficiency) of revenues over expenditures	-	(6,737)	-	23,715	77,802	(14,281)	(4,954)
OTHER FINANCING SOURCES (USES)							
Issuance of bonds	-	-	-	-	-	-	-
Proceeds from loan	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	(15,500)	-	-
Payment to bond refunding agent	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(15,500)	-	-
Net change in fund balances	-	(6,737)	-	23,715	62,302	(14,281)	(4,954)
Fund balances-beginning of year	101	74,961	65,885	760,949	2,149,297	17,681	32,105
Fund balances-end of year	101	68,224	65,885	784,664	2,211,599	3,400	27,151

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2011

	Attorney Training	Law Enforcement Trust	Violent Offenders	Drug Test and Supervision	Federal Grants	Sheriff Drug Forfeitures	Juvenile Drinking Program
REVENUES							
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	160,906	-	-
Licenses, fees, and permits	5,062	-	-	-	-	-	-
Charges for services	-	-	-	12,712	-	-	-
Uses of money and property	-	-	-	-	-	-	-
Reimbursements	-	997	9,367	-	-	1,739	-
Miscellaneous	-	-	-	-	-	-	-
Total revenues	5,062	997	9,367	12,712	160,906	1,739	-
EXPENDITURES							
Current:							
Personal services	-	-	-	7,185	17,252	-	-
Contractual services	5,039	-	-	3,876	208,365	-	-
Commodities	-	-	-	-	1,604	-	-
Capital Outlay	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-
Reimbursed expenditures	-	-	-	-	-	-	-
Total expenditures	5,039	-	-	11,061	227,221	-	-
Excess (deficiency) of revenues over expenditures	23	997	9,367	1,651	(66,315)	1,739	-
OTHER FINANCING SOURCES (USES)							
Issuance of bonds	-	-	-	-	-	-	-
Proceeds from loan	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-
Payment to bond refunding agent	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-
Net change in fund balances	23	997	9,367	1,651	(66,315)	1,739	-
Fund balances-beginning of year	14,540	19,398	18,810	35,447	159,158	1,358	2,993
Fund balances-end of year	\$ 14,563	\$ 20,395	\$ 28,177	\$ 37,098	\$ 92,843	\$ 3,097	\$ 2,993

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 For the Year Ended December 31, 2011

	County Capital Projects	CCH Permits	INK Fees	Juvenile Intake and Assessment	Juvenile Supervision Fees	General Bond and Interest	KP&F Bond and Interest	Total
REVENUES								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 261,616	\$ 567,830	\$ 4,963,258
Intergovernmental	-	-	-	265,788	-	-	-	2,438,264
Licenses, fees, and permits	-	10,722	15,292	14,941	2,964	-	-	886,599
Charges for services	-	-	-	-	-	-	-	213,185
Uses of money and property	-	-	-	-	-	-	-	9,297
Reimbursements	-	-	-	-	-	-	-	98,210
Miscellaneous	-	-	-	-	-	-	-	35,073
Total revenues	-	10,722	15,292	280,729	2,964	261,616	567,830	8,643,886
EXPENDITURES								
Current:								
Personal services	-	-	-	180,039	-	-	-	3,018,055
Contractual services	-	-	-	73,881	-	-	-	4,271,093
Commodities	-	-	-	1,958	-	-	-	1,306,082
Capital Outlay	-	-	-	-	-	-	-	1,244,273
Debt service	-	-	-	-	-	278,550	509,760	788,310
Reimbursed expenditures	-	-	-	(10)	-	-	-	(776)
Total expenditures	-	-	-	255,868	-	278,550	509,760	10,627,037
Excess (deficiency) of revenues over expenditures	-	10,722	15,292	24,861	2,964	(16,934)	58,070	(1,983,151)
OTHER FINANCING SOURCES (USES)								
Issuance of bonds	-	-	-	-	-	-	-	-
Proceeds from loan	-	-	-	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-	-	-	11,100
Transfers in	-	-	-	-	-	-	-	3,204,632
Transfers out	-	-	-	-	-	-	-	(489,088)
Payments to bond refunding agent	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	2,726,644
Net change in fund balances	-	10,722	15,292	24,861	2,964	(16,934)	58,070	743,493
Fund balances-beginning of year	5,013	36,310	14,858	7,154	-	62,337	27,004	14,431,824
Fund balances-end of year	\$ 5,013	\$ 47,032	\$ 30,150	\$ 32,015	\$ 2,964	\$ 45,403	\$ 85,074	\$ 15,175,317

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF NET ASSETS
 NON-MAJOR PROPRIETARY FUNDS
 December 31, 2011

	Sewer District No. 1	Sewer Benefit District No. 2	Sewer Benefit District No. 5	Sewer Benefit District No. 6	Total
ASSETS					
Current assets:					
Cash	\$ 11,831	\$ 171,584	\$ 56,438	\$ 6,572	\$ 246,425
Receivables, net	-	-	-	-	-
Prepaid expenses	-	-	-	-	-
Total current assets	11,831	171,584	56,438	6,572	246,425
Noncurrent assets:					
Capital assets, net of accumulated depreciation	-	-	-	-	-
Total noncurrent assets	-	-	-	-	-
Total assets	11,831	171,584	56,438	6,572	246,425
LIABILITIES					
Current liabilities:					
Accrued liabilities	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Due to other funds	-	-	-	-	-
Interest payable	-	-	-	-	-
Current portion of long-term deb	-	-	-	-	-
Total current liabilities	-	-	-	-	-
Long-term liabilities:					
Long term debt	-	-	-	-	-
Total long-term liabilities	-	-	-	-	-
Total liabilities	-	-	-	-	-
NET ASSETS					
Invested in capital assets, net of related debt	-	-	-	-	-
Unrestricted	11,831	171,584	56,438	6,572	246,425
Total net assets	\$ 11,831	\$ 171,584	\$ 56,438	\$ 6,572	\$ 246,425

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
 NON-MAJOR PROPRIETARY FUNDS

For the year ended December 31, 2011

	Sewer Benefit District No. 1	Sewer Benefit District No. 2	Sewer Benefit District No. 5	Sewer Benefit District No. 6	Total
Operating revenues:					
Program income	\$ -	\$ -	\$ -	\$ -	\$ -
Recycling income	-	-	-	-	-
Special assessments	29,050	43,150	10,091	-	82,291
Miscellaneous	50	-	-	-	50
Total operating revenues	29,100	43,150	10,091	-	82,341
Operating expenses:					
Personal services	-	-	-	-	-
Contractual services	17,633	23,477	4,410	-	45,520
Commodities	-	3,818	1,343	-	5,161
Reimbursed expenses	-	-	-	-	-
Depreciation	-	-	-	-	-
Total operating expenses	17,633	27,295	5,753	-	50,681
Operating income (loss)	11,467	15,855	4,338	-	31,660
Non-operating revenue (expense):					
Solid waste tax	-	-	-	-	-
Gain (loss) on asset disposals	-	-	-	-	-
Total non-operating revenue	-	-	-	-	-
Income (loss) before transfer	11,467	15,855	4,338	-	31,660
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Change in net assets	11,467	15,855	4,338	-	31,660
Net assets - beginning of year	364	155,729	52,100	6,572	214,765
Net assets - end of year	\$ 11,831	\$ 171,584	\$ 56,438	\$ 6,572	\$ 246,425

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF CASH FLOWS
 NON-MAJOR PROPRIETARY FUNDS
 For the year ended December 31, 2011

	Sewer Benefit District No. 1	Sewer Benefit District No. 2	Sewer Benefit District No. 5	Sewer Benefit District No. 6	Total
Cash flows from operating activities:					
Cash received from customers	\$ 29,050	\$ 43,150	\$ 10,091	\$ -	\$ 82,291
Cash paid to employees	-	-	-	-	-
Cash paid to suppliers	(17,633)	(27,295)	(5,753)	-	(50,681)
Other operating revenues	50	-	-	-	50
Net cash provided (used) by operating activities	11,467	15,855	4,338	-	31,660
Cash flow from non-capital related financing activities:					
Solid waste tax	-	-	-	-	-
Transfers from other funds	-	-	-	-	-
Transfers to other funds	-	-	-	-	-
Net cash flow provided by non-capital related financing activities	-	-	-	-	-
Cash flows from capital related financing activities:					
Proceeds from capital debt	-	-	-	-	-
Purchases of capital assets	-	-	-	-	-
Principal paid on capital debt	-	-	-	-	-
Interest paid on capital debt	-	-	-	-	-
Net cash provided capital related financing activities	-	-	-	-	-
Net increase (decrease) in cash	11,467	15,855	4,338	-	31,660
Cash balance at beginning of year	364	155,729	52,100	6,572	214,765
Cash balance at end of year	\$ 11,831	\$ 171,584	\$ 56,438	\$ 6,572	\$ 246,425

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF CASH FLOWS
 NON-MAJOR PROPRIETARY FUNDS

For the year ended December 31, 2011

	Sewer Benefit District No. 1	Sewer Benefit District No. 2	Sewer Benefit District No. 5	Sewer Benefit District No. 6	Total
Reconciliation of operating income (Loss) to net cash provided (used) by operating activities:					
Operating income (Loss)	\$ 11,467	\$ 15,855	\$ 4,338	\$ -	\$ 31,660
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	-	-	-	-	-
(Increase) decrease in:					
Accounts receivable	-	-	-	-	-
Prepaid expenses	-	-	-	-	-
Increase (decrease) in:					
Accounts payable	-	-	-	-	-
Accrued liabilities	-	-	-	-	-
Total adjustments	-	-	-	-	-
Net cash provided (used) by operating activities	\$ 11,467	\$ 15,855	\$ 4,338	\$ -	\$ 31,660

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL PROJECTS SALES TAX FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Sales tax	\$ 2,783,398	\$ —	\$ 2,783,398	\$ 2,601,060	\$ 182,338
Total taxes	<u>2,783,398</u>	<u>—</u>	<u>2,783,398</u>	<u>2,601,060</u>	<u>182,338</u>
Intergovernmental	54,429	—	54,429	100,000	(45,571)
Uses of money and property	1,476	—	1,476	3,000	(1,524)
Miscellaneous	<u>2,400</u>	<u>—</u>	<u>2,400</u>	<u>—</u>	<u>2,400</u>
Total revenue	<u>2,841,703</u>	<u>—</u>	<u>2,841,703</u>	<u>2,704,060</u>	<u>137,643</u>
EXPENDITURES					
Contractual services	—	—	—	160,838	160,838
Debt service	<u>2,928,440</u>	<u>—</u>	<u>2,928,440</u>	<u>2,899,060</u>	<u>(29,380)</u>
Total expenditures	<u>2,928,440</u>	<u>—</u>	<u>2,928,440</u>	<u>3,059,898</u>	<u>131,458</u>
Excess of revenues over (under) expenditures	<u>(86,737)</u>	<u>—</u>	<u>(86,737)</u>	<u>(355,838)</u>	<u>269,101</u>
OTHER FINANCING SOURCES (USES)					
Issuance of capital leases	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>(86,737)</u>	<u>—</u>	<u>(86,737)</u>	<u>\$ (355,838)</u>	<u>\$ 269,101</u>
Fund balance - beginning of year	<u>2,918,663</u>	<u>—</u>	<u>2,918,663</u>		
Fund balance - end of year	<u>\$ 2,831,926</u>	<u>\$ —</u>	<u>\$ 2,831,926</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
COUNTY HEALTH FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Ad valorem	\$ 382,785	\$ -	\$ 382,785	\$ 395,063	\$ (12,278)
Delinquent	12,427	-	12,427	-	12,427
Motor vehicle	46,468	-	46,468	47,230	(762)
Rent in lieu of taxes	266	-	266	-	266
Total taxes	441,946	-	441,946	442,293	(347)
Intergovernmental	593,497	-	593,497	471,854	121,643
Charges for services	112,933	-	112,933	100,000	12,933
Miscellaneous	213	-	213	-	213
Total revenue	1,148,589	-	1,148,589	1,014,147	134,442
EXPENDITURES					
Personal services	523,591	-	523,591	556,384	32,793
Contractual services	391,507	-	391,507	390,115	(1,392)
Commodities	29,842	-	29,842	102,617	72,775
Total expenditures	944,940	-	944,940	1,049,116	104,176
Excess of revenues over (under) expenditures	203,649	-	203,649	(34,969)	238,618
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(5,838)	-	(5,838)	-	(5,838)
Total other financing sources (uses)	(5,838)	-	(5,838)	-	(5,838)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	197,811	-	197,811	\$ (34,969)	\$ 232,780
Fund balance - beginning of year	235,152	-	235,152		
Fund balance - end of year	\$ 432,963	\$ -	\$ 432,963		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SPECIAL ALCOHOL FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Intergovernmental	\$ 21,417	\$ -	\$ 21,417	\$ 11,277	\$ 10,140
Total revenue	<u>21,417</u>	<u>-</u>	<u>21,417</u>	<u>11,277</u>	<u>10,140</u>
EXPENDITURES					
Contractual services	21,197	-	21,197	69,833	48,636
Total expenditures	<u>21,197</u>	<u>-</u>	<u>21,197</u>	<u>69,833</u>	<u>48,636</u>
Excess of revenues over (under) expenditures	<u>220</u>	<u>-</u>	<u>220</u>	<u>(58,556)</u>	<u>58,776</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	220	-	220	<u>\$ (58,556)</u>	<u>\$ 58,776</u>
Fund balance - beginning of year	<u>79,526</u>	<u>-</u>	<u>79,526</u>		
Fund balance - end of year	<u>\$ 79,746</u>	<u>\$ -</u>	<u>\$ 79,746</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SPECIAL PARKS AND RECREATION FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Intergovernmental	\$ 4,056	\$ -	\$ 4,056	\$ 8,093	\$ (4,037)
Total revenue	<u>4,056</u>	<u>-</u>	<u>4,056</u>	<u>8,093</u>	<u>(4,037)</u>
EXPENDITURES					
Contractual services	6,352	-	6,352	18,707	12,355
Total expenditures	<u>6,352</u>	<u>-</u>	<u>6,352</u>	<u>18,707</u>	<u>12,355</u>
Excess of revenues over (under) expenditures	<u>(2,296)</u>	<u>-</u>	<u>(2,296)</u>	<u>(10,614)</u>	<u>8,318</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>(2,296)</u>	<u>-</u>	<u>(2,296)</u>	<u>\$ (10,614)</u>	<u>\$ 8,318</u>
Fund balance - beginning of year	<u>9,119</u>	<u>-</u>	<u>9,119</u>		
Fund balance - end of year	<u>\$ 6,823</u>	<u>\$ -</u>	<u>\$ 6,823</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SERVICE PROGRAM FOR THE ELDERLY FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Ad valorem	\$ 699,233	\$ -	\$ 699,233	\$ 716,977	\$ (17,744)
Delinquent	23,193	-	23,193	-	23,193
Motor vehicle	88,933	-	88,933	93,133	(4,200)
Rent in lieu of taxes	483	-	483	-	483
Total taxes	<u>811,842</u>	<u>-</u>	<u>811,842</u>	<u>810,110</u>	<u>1,732</u>
Intergovernmental	639,512	-	639,512	655,192	(15,680)
Miscellaneous	474	-	474	-	474
Total revenue	<u>1,451,828</u>	<u>-</u>	<u>1,451,828</u>	<u>1,465,302</u>	<u>(13,474)</u>
EXPENDITURES					
Personal services	742,081	-	742,081	818,152	76,071
Contractual services	631,096	-	631,096	642,000	10,904
Commodities	89,821	-	89,821	93,891	4,070
Adjustment for reimbursed expenses budget credit	(716)	-	(716)	-	716
Total expenditures	<u>1,462,282</u>	<u>-</u>	<u>1,462,282</u>	<u>1,554,043</u>	<u>91,761</u>
Excess of revenues over (under) expenditures	<u>(10,454)</u>	<u>-</u>	<u>(10,454)</u>	<u>(88,741)</u>	<u>78,287</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>(10,454)</u>	<u>-</u>	<u>(10,454)</u>	<u>\$ (88,741)</u>	<u>\$ 78,287</u>
Fund balance - beginning of year	<u>185,100</u>	<u>-</u>	<u>185,100</u>		
Fund balance - end of year	<u>\$ 174,646</u>	<u>\$ -</u>	<u>\$ 174,646</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
JUVENILE DETENTION FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Ad valorem	\$ 348,445	\$ -	\$ 348,445	\$ 358,022	\$ (9,577)
Delinquent	14,869	-	14,869	-	14,869
Motor vehicle	64,843	-	64,843	68,469	(3,626)
Rent in lieu of taxes	242	-	242	-	242
Total taxes	<u>428,399</u>	<u>-</u>	<u>428,399</u>	<u>426,491</u>	<u>1,908</u>
Intergovernmental	11,068	-	11,068	383,426	(372,358)
Charges for services	58,335	-	58,335	73,350	(15,015)
Reimbursements	25	-	25	-	25
Miscellaneous	81	-	81	-	81
Total revenue	<u>497,908</u>	<u>-</u>	<u>497,908</u>	<u>883,267</u>	<u>(385,359)</u>
EXPENDITURES					
Personal services	349,492	-	349,492	582,160	232,668
Contractual services	141,825	-	141,825	317,692	175,867
Commodities	9,397	-	9,397	19,346	9,949
Adjustment for reimbursed expenses budget credit	-	-	-	-	-
Total expenditures	<u>500,714</u>	<u>-</u>	<u>500,714</u>	<u>919,198</u>	<u>418,484</u>
Excess of revenues over (under) expenditures	<u>(2,806)</u>	<u>-</u>	<u>(2,806)</u>	<u>(35,931)</u>	<u>33,125</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(5,000)	-	(5,000)	(5,000)	-
Total other financing sources (uses)	<u>(5,000)</u>	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>(7,806)</u>	<u>-</u>	<u>(7,806)</u>	<u>\$ (40,931)</u>	<u>\$ 33,125</u>
Fund balance - beginning of year	<u>70,615</u>	<u>-</u>	<u>70,615</u>		
Fund balance - end of year	<u>\$ 62,809</u>	<u>\$ -</u>	<u>\$ 62,809</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
911 TAX FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
911 tax	312,919	-	312,919	324,568	(11,649)
Total taxes	312,919	-	312,919	324,568	(11,649)
Total revenue	312,919	-	312,919	324,568	(11,649)
EXPENDITURES					
Contractual services	335,545	-	335,545	621,571	286,026
Commodities	-	-	-	6,000	6,000
Capital outlay	-	-	-	44,000	44,000
Total expenditures	335,545	-	335,545	671,571	336,026
Excess of revenues over (under) expenditures	(22,626)	-	(22,626)	(347,003)	324,377
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(22,626)	-	(22,626)	<u>\$ (347,003)</u>	<u>\$ 324,377</u>
Fund balance - beginning of year	890,911	-	890,911		
Fund balance - end of year	<u>\$ 868,285</u>	<u>\$ -</u>	<u>\$ 868,285</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ECONOMIC DEVELOPMENT FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Ad valorem	\$ 285,416	\$ -	\$ 285,416	\$ 294,913	\$ (9,497)
Delinquent	8,713	-	8,713	-	8,713
Motor vehicle	32,346	-	32,346	33,880	(1,534)
Rent in lieu of taxes	198	-	198	-	198
Total taxes	<u>326,673</u>	<u>-</u>	<u>326,673</u>	<u>328,793</u>	<u>(2,120)</u>
Total revenue	<u>326,673</u>	<u>-</u>	<u>326,673</u>	<u>328,793</u>	<u>(2,120)</u>
EXPENDITURES					
Contractual services	<u>326,693</u>	<u>-</u>	<u>326,693</u>	<u>328,815</u>	<u>2,122</u>
Total expenditures	<u>326,693</u>	<u>-</u>	<u>326,693</u>	<u>328,815</u>	<u>2,122</u>
Excess of revenues over (under) expenditures	<u>(20)</u>	<u>-</u>	<u>(20)</u>	<u>(22)</u>	<u>2</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>(20)</u>	<u>-</u>	<u>(20)</u>	<u>\$ (22)</u>	<u>\$ 2</u>
Fund balance - beginning of year	<u>20</u>	<u>-</u>	<u>20</u>		
Fund balance - end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
COUNTY TREASURER SPECIAL FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Sales tax	\$ 3,705	\$ -	\$ 3,705	\$ 3,700	\$ 5
Total taxes	3,705	-	3,705	3,700	5
Licenses, fees, and permits	522,829	-	522,829	512,225	10,604
Total revenue,	526,534	-	526,534	515,925	10,609
EXPENDITURES					
Personal services	335,588	-	335,588	321,695	(13,893)
Contractual services	122,516	-	122,516	128,656	6,140
Commodities	19,063	-	19,063	23,100	4,037
Capital outlay	-	-	-	500	500
Adjustment for reimbursed expenses budget credit	(50)	-	(50)	-	50
Total expenditures	477,117	-	477,117	473,951	(3,166)
Excess of revenues over (under) expenditures	49,417	-	49,417	41,974	7,443
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(70,000)	-	(70,000)	(70,000)	-
Total other financing sources (uses)	(70,000)	-	(70,000)	(70,000)	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(20,583)	-	(20,583)	\$ (28,026)	\$ 7,443
Fund balance - beginning of year	144,042	-	144,042		
Fund balance - end of year	\$ 123,459	\$ -	\$ 123,459		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL IMPROVEMENT RESERVE FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -
Reimbursements	5,231	-	5,231	-	5,231
Total revenue	<u>5,231</u>	<u>-</u>	<u>5,231</u>	<u>-</u>	<u>5,231</u>
EXPENDITURES					
Contractual services	1,377,540	-	1,377,540	1,759,750	382,210
Total expenditures	<u>1,377,540</u>	<u>-</u>	<u>1,377,540</u>	<u>1,759,750</u>	<u>382,210</u>
Excess of revenues over (under) expenditures	<u>(1,372,309)</u>	<u>-</u>	<u>(1,372,309)</u>	<u>(1,759,750)</u>	<u>387,441</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	1,721,288	-	1,721,288	1,744,038	(22,750)
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>1,721,288</u>	<u>-</u>	<u>1,721,288</u>	<u>1,744,038</u>	<u>(22,750)</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	348,979	-	348,979	<u>\$ (15,712)</u>	<u>\$ 364,691</u>
Fund balance - beginning of year	<u>2,460,967</u>	<u>-</u>	<u>2,460,967</u>		
Fund balance - end of year	<u>\$ 2,809,946</u>	<u>\$ -</u>	<u>\$ 2,809,946</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
ROAD AND BRIDGE EQUIPMENT RESERVE FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Capital outlay	216,855	-	216,855	674,853	457,998
Total expenditures	<u>216,855</u>	<u>-</u>	<u>216,855</u>	<u>674,853</u>	<u>457,998</u>
Excess of revenues over (under) expenditures	<u>(216,855)</u>	<u>-</u>	<u>(216,855)</u>	<u>(674,853)</u>	<u>457,998</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	369,622	-	369,622	-	369,622
Transfers out	-	-	-	-	-
Sale of capital assets	9,700	-	9,700	-	9,700
Total other financing sources (uses)	<u>379,322</u>	<u>-</u>	<u>379,322</u>	<u>-</u>	<u>379,322</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	162,467	-	162,467	<u>\$ (674,853)</u>	<u>\$ 837,320</u>
Fund balance - beginning of year	<u>1,895,418</u>	<u>-</u>	<u>1,895,418</u>		
Fund balance - end of year	<u>\$ 2,057,885</u>	<u>\$ -</u>	<u>\$ 2,057,885</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL EQUIPMENT RESERVE FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Capital outlay	614,274	-	614,274	2,108,510	1,494,236
Total expenditures	<u>614,274</u>	<u>-</u>	<u>614,274</u>	<u>2,108,510</u>	<u>1,494,236</u>
Excess of revenues over (under) expenditures	<u>(614,274)</u>	<u>-</u>	<u>(614,274)</u>	<u>(2,108,510)</u>	<u>1,494,236</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	912,030	-	912,030	607,442	304,588
Transfers out	(191,058)	-	(191,058)	-	(191,058)
Sale of capital assets	1,400	-	1,400	-	1,400
Total other financing sources (uses)	<u>722,372</u>	<u>-</u>	<u>722,372</u>	<u>607,442</u>	<u>114,930</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	108,098	-	108,098	<u>\$(1,501,068)</u>	<u>\$1,609,166</u>
Fund balance - beginning of year	<u>3,822,021</u>	<u>-</u>	<u>3,822,021</u>		
Fund balance - end of year	<u>\$ 3,930,119</u>	<u>\$ -</u>	<u>\$ 3,930,119</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
LOCAL SERVICE ROAD AND BRIDGE FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Ad valorem	\$ 1,505,739	\$ -	\$ 1,505,739	\$ 1,539,574	\$ (33,835)
Delinquent	37,915	-	37,915	-	37,915
Motor vehicle	264,674	-	264,674	279,244	(14,570)
Total taxes	<u>1,808,328</u>	<u>-</u>	<u>1,808,328</u>	<u>1,818,818</u>	<u>(10,490)</u>
Intergovernmental	152,255	-	152,255	150,000	2,255
Reimbursements	92,954	-	92,954	-	92,954
Total revenue	<u>2,053,537</u>	<u>-</u>	<u>2,053,537</u>	<u>1,968,818</u>	<u>84,719</u>
EXPENDITURES					
Personal services	475,216	-	475,216	490,529	15,313
Contractual services	162,051	-	162,051	194,442	32,391
Commodities	1,139,254	(93,255)	1,045,999	1,001,000	(44,999)
Capital outlay	251,192	-	251,192	321,000	69,808
Total expenditures	<u>2,027,713</u>	<u>(93,255)</u>	<u>1,934,458</u>	<u>2,006,971</u>	<u>72,513</u>
Excess of revenues over (under) expenditures	<u>25,824</u>	<u>(93,255)</u>	<u>119,079</u>	<u>(38,153)</u>	<u>157,232</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(201,692)	-	(201,692)	(201,692)	-
Sale of capital assets	-	-	-	100,000	(100,000)
Total other financing sources (uses)	<u>(201,692)</u>	<u>-</u>	<u>(201,692)</u>	<u>(101,692)</u>	<u>(100,000)</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>(175,868)</u>	<u>93,255</u>	<u>(82,613)</u>	<u>\$ (139,845)</u>	<u>\$ 57,232</u>
Fund balance - beginning of year	<u>270,718</u>	<u>-</u>	<u>270,718</u>		
Fund balance - end of year	<u>\$ 94,850</u>	<u>\$ 93,255</u>	<u>\$ 188,105</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
LOCAL SERVICE CAPITAL EQUIPMENT RESERVE FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Capital outlay	126,205	-	126,205	423,076	296,871
Total expenditures	<u>126,205</u>	<u>-</u>	<u>126,205</u>	<u>423,076</u>	<u>296,871</u>
Excess of revenues over (under) expenditures	<u>(126,205)</u>	<u>-</u>	<u>(126,205)</u>	<u>(423,076)</u>	<u>296,871</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	201,692	-	201,692	201,692	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>201,692</u>	<u>-</u>	<u>201,692</u>	<u>201,692</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	75,487	-	75,487	<u>\$ (221,384)</u>	<u>\$ 296,871</u>
Fund balance - beginning of year	<u>655,730</u>	<u>-</u>	<u>655,730</u>		
Fund balance - end of year	<u>\$ 731,217</u>	<u>\$ -</u>	<u>\$ 731,217</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SOLID WASTE MANAGEMENT FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Ad valorem	\$ 423,169	\$ -	\$ 423,169	\$ -	\$ 423,169
Rent in lieu of taxes	294	-	294	-	294
Solid waste tax	-	-	-	439,816	(439,816)
Redemptions	18,028	-	18,028	-	18,028
Total taxes	441,491	-	441,491	439,816	1,675
Charges for services	1,093,479	24,325	1,117,804	1,136,013	(18,209)
Miscellaneous	897	-	897	-	897
Total revenue	1,535,867	24,325	1,560,192	1,575,829	(15,637)
EXPENDITURES					
Personal services	236,754	-	236,754	256,825	20,071
Contractual services	1,092,284	(58,605)	1,033,679	1,233,835	200,156
Commodities	41,815	-	41,815	3,600	(38,215)
Depreciation	72,057	(72,057)	-	-	-
Loss on asset disposals	59,276	(59,276)	-	-	-
Debt service	-	31,579	31,579	-	(31,579)
Adjustment for reimbursed expenses budget credit	(3)	-	(3)	-	3
Total expenditures	1,502,183	(158,359)	1,343,824	1,494,260	150,436
Excess of revenues over (under) expenditures	33,684	182,684	216,368	81,569	134,799
OTHER FINANCING SOURCES (USES)					
Transfers in	191,058	(191,058)	-	-	-
Transfers out	(181,569)	-	(181,569)	(81,569)	(100,000)
Total other financing sources (uses)	9,489	(191,058)	(181,569)	(81,569)	(100,000)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	43,173	(8,374)	34,799	\$ -	\$ 34,799
Fund balance - beginning of year	1,319,790	(981,532)	338,258		
Fund balance - end of year	<u>\$ 1,362,963</u>	<u>\$ (989,906)</u>	<u>\$ 373,057</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL RESERVE DISTRICT NO. 1 FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Capital outlay	-	-	-	7,304	7,304
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,304</u>	<u>7,304</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(7,304)</u>	<u>7,304</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ (7,304)</u>	<u>\$ 7,304</u>
Fund balance - beginning of year	18,626	-	18,626		
Fund balance - end of year	<u>\$ 18,626</u>	<u>\$ -</u>	<u>\$ 18,626</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CAPITAL RESERVE DISTRICT NO. 2 FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES					
Contractual services	-	-	-	211	211
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>211</u>	<u>211</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>(211)</u>	<u>211</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>\$ (211)</u>	<u>\$ 211</u>
Fund balance - beginning of year	<u>211</u>	<u>-</u>	<u>211</u>		
Fund balance - end of year	<u>\$ 211</u>	<u>\$ -</u>	<u>\$ 211</u>		

LEAVENWORTH COUNTY, KANSAS
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 CAPITAL RESERVE DISTRICT NO. 3 FUND
 For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenue	-	-	-	-	-
EXPENDITURES					
Capital outlay	-	-	-	15,638	15,638
Total expenditures	-	-	-	15,638	15,638
Excess of revenues over (under) expenditures	-	-	-	(15,638)	15,638
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	-	-	-	\$ (15,638)	\$ 15,638
Fund balance - beginning of year	17,203	-	17,203		
Fund balance - end of year	\$ 17,203	\$ -	\$ 17,203		

LEAVENWORTH COUNTY, KANSAS
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 CAPITAL RESERVE DISTRICT NO. 5 FUND
 For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenue	-	-	-	-	-
EXPENDITURES					
Capital outlay	-	-	-	912	912
Total expenditures	-	-	-	912	912
Excess of revenues over (under) expenditures	-	-	-	(912)	912
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	-	-	-	\$ (912)	\$ 912
Fund balance - beginning of year	4,677	-	4,677		
Fund balance - end of year	\$ 4,677	\$ -	\$ 4,677		

LEAVENWORTH COUNTY, KANSAS
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 CAPITAL RESERVE DISTRICT NO. 6 FUND
 For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenue	-	-	-	-	-
EXPENDITURES					
Total expenditures	-	-	-	-	-
Excess of revenues					
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	-	-	-	\$ -	\$ -
Fund balance - beginning of year	106	-	106		
Fund balance - end of year	<u>\$ 106</u>	<u>\$ -</u>	<u>\$ 106</u>		

LEAVENWORTH COUNTY, KANSAS
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 CAPITAL RESERVE DISTRICT NO. 7 FUND
 For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Miscellaneous	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenue	-	-	-	-	-
EXPENDITURES					
Total expenditures	-	-	-	-	-
Excess of revenues					
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	-	-	-	\$ -	\$ -
Fund balance - beginning of year	101	-	101		
Fund balance - end of year	\$ 101	\$ -	\$ 101		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
REGISTER OF DEEDS TECHNOLOGY FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Licenses, fees, and permits	\$ 97,038	\$ -	\$ 97,038	\$ 115,000	\$ (17,962)
Uses of money and property	113	-	113	300	(187)
Total revenue	<u>97,151</u>	<u>-</u>	<u>97,151</u>	<u>115,300</u>	<u>(18,149)</u>
EXPENDITURES					
Personal services	46,357	-	46,357	66,800	20,443
Contractual services	20,619	-	20,619	23,344	2,725
Commodities	1,165	-	1,165	2,000	835
Capital outlay	35,747	-	35,747	44,000	8,253
Total expenditures	<u>103,888</u>	<u>-</u>	<u>103,888</u>	<u>136,144</u>	<u>32,256</u>
Excess of revenues over (under) expenditures	<u>(6,737)</u>	<u>-</u>	<u>(6,737)</u>	<u>(20,844)</u>	<u>14,107</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>(6,737)</u>	<u>-</u>	<u>(6,737)</u>	<u>\$ (20,844)</u>	<u>\$ 14,107</u>
Fund balance - beginning of year	<u>74,961</u>	<u>-</u>	<u>74,961</u>		
Fund balance - end of year	<u>\$ 68,224</u>	<u>\$ -</u>	<u>\$ 68,224</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
CITY-COUNTY PROBATION FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Licenses, fees, and permits	\$ 125,418	\$ -	\$ 125,418	\$ 137,430	\$ (12,012)
Miscellaneous	14,443	-	14,443	11,100	3,343
Total revenue	139,861	-	139,861	148,530	(8,669)
EXPENDITURES					
Personal services	100,185	-	100,185	112,431	12,246
Contractual services	40,451	-	40,451	34,769	(5,682)
Commodities	4,179	-	4,179	3,300	(879)
Total expenditures	144,815	-	144,815	150,500	5,685
Excess of revenues over (under) expenditures	(4,954)	-	(4,954)	(1,970)	(2,984)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(4,954)	-	(4,954)	<u>\$ (1,970)</u>	<u>\$ (2,984)</u>
Fund balance - beginning of year	32,105	-	32,105		
Fund balance - end of year	<u>\$ 27,151</u>	<u>\$ -</u>	<u>\$ 27,151</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SEWER BENEFIT DISTRICT NO. 1 FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Special assessments	\$ 29,050	\$ -	\$ 29,050	\$ 29,050	\$ -
Total taxes	29,050	-	29,050	29,050	-
Miscellaneous	50	-	50	-	50
Total revenue	29,100	-	29,100	29,050	50
EXPENDITURES					
Contractual services	17,633	-	17,633	28,550	10,917
Commodities	-	-	-	500	500
Total expenditures	17,633	-	17,633	29,050	11,417
Excess of revenues over (under) expenditures	11,467	-	11,467	-	11,467
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	11,467	-	11,467	\$ -	\$ 11,467
Fund balance - beginning of year	364	-	364		
Fund balance - end of year	<u>\$ 11,831</u>	<u>\$ -</u>	<u>\$ 11,831</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SEWER BENEFIT DISTRICT NO. 2 FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Special assessments	\$ 43,150	\$ -	\$ 43,150	\$ 42,850	\$ 300
Total taxes	43,150	-	43,150	42,850	300
Total revenue	43,150	-	43,150	42,850	300
EXPENDITURES					
Contractual services	23,477	-	23,477	40,100	16,623
Commodities	3,818	-	3,818	2,750	(1,068)
Total expenditures	27,295	-	27,295	42,850	15,555
Excess of revenues over (under) expenditures	15,855	-	15,855	-	15,855
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	15,855	-	15,855	\$ -	\$ 15,855
Fund balance - beginning of year	155,729	-	155,729		
Fund balance - end of year	<u>\$ 171,584</u>	<u>\$ -</u>	<u>\$ 171,584</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SEWER BENEFIT DISTRICT NO. 3 FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Special assessments	\$ 107,415	\$ (48,715)	\$ 58,700	\$ 58,000	\$ 700
Total taxes	<u>107,415</u>	<u>(48,715)</u>	<u>58,700</u>	<u>58,000</u>	<u>700</u>
Intergovernmental	-	-	-	15,638	(15,638)
Total revenue	<u>107,415</u>	<u>(48,715)</u>	<u>58,700</u>	<u>73,638</u>	<u>(14,938)</u>
EXPENDITURES					
Contractual services	762,891	(8,504)	754,387	125,000	(629,387)
Commodities	2,363	-	2,363	250	(2,113)
Capital outlay	-	-	-	759,750	759,750
Debt service	13,249	93,930	107,179	-	(107,179)
Total expenditures	<u>778,503</u>	<u>85,426</u>	<u>863,929</u>	<u>885,000</u>	<u>21,071</u>
Excess of revenues over (under) expenditures	<u>(671,088)</u>	<u>(134,141)</u>	<u>(805,229)</u>	<u>(811,362)</u>	<u>6,133</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Proceeds from loans	-	713,392	713,392	813,804	(100,412)
Capital contributions	200,000	-	200,000	-	200,000
Total other financing sources (uses)	<u>200,000</u>	<u>713,392</u>	<u>913,392</u>	<u>813,804</u>	<u>99,588</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>(471,088)</u>	<u>579,251</u>	<u>108,163</u>	<u>\$ 2,442</u>	<u>\$ 105,721</u>
Fund balance - beginning of year	<u>(486,646)</u>	<u>417,681</u>	<u>(68,965)</u>		
Fund balance - end of year	<u>\$ (957,734)</u>	<u>\$ 996,932</u>	<u>\$ 39,198</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SEWER BENEFIT DISTRICT NO. 5 FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Special assessments	\$ 10,091	\$ -	\$ 10,091	\$ 9,900	\$ 191
Total taxes	10,091	-	10,091	9,900	191
Total revenue	10,091	-	10,091	9,900	191
EXPENDITURES					
Contractual services	4,410	-	4,410	8,350	3,940
Commodities	1,343	-	1,343	1,550	207
Total expenditures	5,753	-	5,753	9,900	4,147
Excess of revenues over (under) expenditures	4,338	-	4,338	-	4,338
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	4,338	-	4,338	\$ -	\$ 4,338
Fund balance - beginning of year	52,100	-	52,100		
Fund balance - end of year	<u>\$ 56,438</u>	<u>\$ -</u>	<u>\$ 56,438</u>		

LEAVENWORTH COUNTY, KANSAS
 SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL
 SEWER BENEFIT DISTRICT NO. 6 FUND
 For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Special assessments	\$ -	\$ -	\$ -	\$ -	\$ -
Total taxes	-	-	-	-	-
Total revenue	-	-	-	-	-
EXPENDITURES					
Contractual services	-	-	-	-	-
Total expenditures	-	-	-	-	-
Excess of revenues over (under) expenditures	-	-	-	-	-
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	-	-	-	\$ -	\$ -
Fund balance - beginning of year	6,572	-	6,572		
Fund balance - end of year	<u>\$ 6,572</u>	<u>\$ -</u>	<u>\$ 6,572</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
SEWER BENEFIT DISTRICT NO. 7 FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Special assessments	\$ 21,339	\$ 23,918	\$ 45,257	\$ 47,317	\$ (2,060)
Total taxes	<u>21,339</u>	<u>23,918</u>	<u>45,257</u>	<u>47,317</u>	<u>(2,060)</u>
Miscellaneous	<u>70,538</u>	<u>(70,538)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>91,877</u>	<u>(46,620)</u>	<u>45,257</u>	<u>47,317</u>	<u>(2,060)</u>
EXPENDITURES					
Contractual services	20,001	-	20,001	22,001	2,000
Debt service	<u>7,817</u>	<u>16,101</u>	<u>23,918</u>	<u>25,339</u>	<u>1,421</u>
Total expenditures	<u>27,818</u>	<u>16,101</u>	<u>43,919</u>	<u>47,340</u>	<u>3,421</u>
Excess of revenues over (under) expenditures	<u>64,059</u>	<u>(62,721)</u>	<u>1,338</u>	<u>(23)</u>	<u>1,361</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	64,059	(62,721)	1,338	<u>\$ (23)</u>	<u>\$ 1,361</u>
Fund balance - beginning of year	<u>23,338</u>	<u>2,640</u>	<u>25,978</u>		
Fund balance - end of year	<u>\$ 87,397</u>	<u>\$ (60,081)</u>	<u>\$ 27,316</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
GENERAL BOND AND INTEREST FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Ad valorem	\$ 215,148	\$ -	\$ 215,148	\$ 221,691	\$ (6,543)
Delinquent	9,902	-	9,902	-	9,902
Motor vehicle	36,416	-	36,416	38,962	(2,546)
Rent in lieu of taxes	150	-	150	-	150
Total taxes	<u>261,616</u>	<u>-</u>	<u>261,616</u>	<u>260,653</u>	<u>963</u>
Total revenue	<u>261,616</u>	<u>-</u>	<u>261,616</u>	<u>260,653</u>	<u>963</u>
EXPENDITURES					
Debt service:					
Principal	250,000	-	250,000	250,000	-
Interest and fiscal charges	28,550	-	28,550	28,550	-
Commission and postage	-	-	-	100	100
Amount to remain on cash basis	-	-	-	45,800	45,800
Total expenditures	<u>278,550</u>	<u>-</u>	<u>278,550</u>	<u>324,450</u>	<u>45,900</u>
Excess of revenues over (under) expenditures	<u>(16,934)</u>	<u>-</u>	<u>(16,934)</u>	<u>(63,797)</u>	<u>46,863</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	<u>(16,934)</u>	<u>-</u>	<u>(16,934)</u>	<u>\$ (63,797)</u>	<u>\$ 46,863</u>
Fund balance - beginning of year	<u>62,337</u>	<u>-</u>	<u>62,337</u>		
Fund balance - end of year	<u>\$ 45,403</u>	<u>\$ -</u>	<u>\$ 45,403</u>		

LEAVENWORTH COUNTY, KANSAS
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
KP&F BOND AND INTEREST FUND
For the Year Ended December 31, 2011

	GAAP Basis	GAAP Adjustments	Budgetary Basis	Budget	Variance Positive (Negative)
REVENUE					
Taxes:					
Ad valorem	\$ 490,613	\$ -	\$ 490,613	\$ 506,394	\$ (15,781)
Delinquent	15,066	-	15,066	-	15,066
Motor vehicle	61,810	-	61,810	65,466	(3,656)
Rent in lieu of taxes	341	-	341	-	341
Total taxes	567,830	-	567,830	571,860	(4,030)
Total revenue	567,830	-	567,830	571,860	(4,030)
EXPENDITURES					
Debt service:					
Principal	480,000	-	480,000	480,000	-
Interest and fiscal charges	29,760	-	29,760	29,760	-
Commission and postage	-	-	-	100	100
Amount to remain on cash basis	-	-	-	62,000	62,000
Total expenditures	509,760	-	509,760	571,860	62,100
Excess of revenues over (under) expenditures	58,070	-	58,070	-	58,070
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-
Excess of revenue and other financing sources over (under) expenditures and other financing uses	58,070	-	58,070	\$ -	\$ 58,070
Fund balance - beginning of year	27,004	-	27,004		
Fund balance - end of year	<u>\$ 85,074</u>	<u>\$ -</u>	<u>\$ 85,074</u>		

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 AND CHANGES IN FIDUCIARY NET ASSET
 AGENCY FUNDS
 For the year ended December 31, 2011

	Balance January 1, 2011	Additions	Subtractions	Balance December 31, 2011
COUNTY TREASURER				
Assets:				
Cash	\$ 43,140,622	\$ 172,652,348	\$ 170,624,168	\$ 45,168,802
Total assets	<u>\$ 43,140,622</u>	<u>\$ 172,652,348</u>	<u>\$ 170,624,168</u>	<u>\$ 45,168,802</u>
Liabilities:				
Tax accounts:				
Current tax	\$ 41,234,656	\$ 74,653,127	\$ 73,189,112	\$ 42,698,671
Refund of ad valorem tax & interest	-	585	585	-
Advance taxes	9,809	12,872	9,809	12,872
Delinquent personnel tax	35,308	306,046	293,953	47,401
Redemption	954,623	2,907,047	2,937,566	924,104
City/County highway fund	-	1,645,162	1,645,162	-
Rent in lieu of taxes	49,778	51,644	49,778	51,644
Local alcohol liquor fund	6,522	31,493	29,528	8,487
Antique fee	-	7,790	7,790	-
Vehicle property tax	296,637	7,764,891	7,711,917	349,611
Recreational vehicle tax	2,983	112,199	112,405	2,777
Antique auto tax	-	18,300	18,300	-
Mineral production tax	859	272	859	272
Due to:				
State tax accounts	22,944	978,834	979,122	22,656
Unclaimed monies	102,816	104,111	105,024	101,903
CMB state stamps	25	-	-	25
Taxing districts	4,937	58,677,320	58,677,320	4,937
Game licenses - state	96	3,960	4,056	-
Drivers license records	976	83,429	83,118	1,287
K-tag records	-	770	770	-
Sales tax vehicle	267,429	3,309,522	3,304,541	272,410
Over (short)	273	65	-	338
Auto titles - state	-	135,631	135,631	-
Auto transfers - state	-	2,829	2,829	-
Auto registration - state	149	3,391,410	3,391,376	183
Statutory filing fee	140	420	-	560
Road and bridge bond escrow	47,049	7,075	2,875	51,249
Payroll clearing	11,513	18,283,033	17,677,633	616,913
Sales tax - county	743	523	764	502
Kansas Sampler Festival	90,357	161,988	252,345	-
Total liabilities	<u>\$ 43,140,622</u>	<u>\$ 172,652,348</u>	<u>\$ 170,624,168</u>	<u>\$ 45,168,802</u>

LEAVENWORTH COUNTY, KANSAS
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 AND CHANGES IN FIDUCIARY NET ASSET
 AGENCY FUNDS

For the year ended December 31, 2011.

	Balance January 1, 2011	Additions	Subtractions	Balance December 31, 2011
SHERIFF				
Assets:				
Cash	\$ -	\$ 228,369	\$ 228,369	\$ -
Total assets	<u>\$ -</u>	<u>\$ 228,369</u>	<u>\$ 228,369</u>	<u>\$ -</u>
Liabilities:				
Due to County Treasurer/District Court	\$ -	\$ 228,369	\$ 228,369	\$ -
Total liabilities	<u>\$ -</u>	<u>\$ 228,369</u>	<u>\$ 228,369</u>	<u>\$ -</u>
DISTRICT COURTS				
Assets:				
Cash	\$ 188,357	\$ 2,566,657	\$ 2,656,289	\$ 98,725
Total assets	<u>\$ 188,357</u>	<u>\$ 2,566,657</u>	<u>\$ 2,656,289</u>	<u>\$ 98,725</u>
Liabilities:				
Case general and traffic balances	\$ 188,394	\$ 2,157,647	\$ 2,247,200	\$ 98,841
Due to County General				
Prosecuting attorney training fund	-	5,052	5,052	-
Clerk fees	-	55,318	55,318	-
Indigent fees	-	7,640	7,640	-
Witness fees	-	1,765	1,765	-
Law library	-	44,831	44,831	-
Due to State of Kansas	(37)	421,024	421,103	(116)
Total liabilities	<u>\$ 188,357</u>	<u>\$ 2,693,277</u>	<u>\$ 2,782,909</u>	<u>\$ 98,725</u>
TOTAL - ALL AGENCY FUNDS				
Assets:				
Cash	\$ 43,328,979	\$ 175,447,374	\$ 173,508,826	\$ 45,267,527
Total assets	<u>\$ 43,328,979</u>	<u>\$ 175,447,374</u>	<u>\$ 173,508,826</u>	<u>\$ 45,267,527</u>
Liabilities:				
All agency funds	\$ 43,328,979	\$ 175,573,994	\$ 173,635,446	\$ 45,267,527
Total liabilities	<u>\$ 43,328,979</u>	<u>\$ 175,573,994</u>	<u>\$ 173,635,446</u>	<u>\$ 45,267,527</u>

LEAVENWORTH COUNTY, KANSAS

SINGLE AUDIT REPORT
(OMB Circular A-133)
(with Independent Auditors' Reports thereon)

For the Year Ended December 31, 2011

LEAVENWORTH COUNTY, KANSAS
SINGLE AUDIT REPORT
(OMB CIRCULAR A-133)
For the Year Ended December 31, 2011

Table of Contents

Page Number

A copy of the Leavenworth County, Kansas' Basic Financial Statements for the year ended December 31, 2011 accompanies this report. The independent auditors' report thereon and the financial statements are hereby incorporated by reference.	
Independent Auditors' Report on the Schedule of Expenditures of Federal Awards	1
Schedule of Expenditures of Federal Awards	2
Notes to the Schedule of Expenditures of Federal Awards	3
Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	4 - 5
Independent Auditors' Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133	6 - 7
Schedule of Findings and Questioned Costs	8 - 9
Summary Schedule of Prior Audit Findings	10



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INDEPENDENT AUDITORS' REPORT ON THE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

To the Board of County Commissioners
Leavenworth County, Kansas

We have audited the financial statements of the governmental activities, business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Leavenworth County, Kansas (the County) as of and for the year ended December 31, 2011, which collectively comprise the County's basic financial statements and have issued our report thereon dated June 27, 2012, which was qualified for the effects of not implementing the provisions of GASB Statement No. 45 on the governmental and business-type activities and each major enterprise fund. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, 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 statements as a whole.

KRAMER & ASSOCIATES CPAs, L.L.C.

Kramer & Associates CPAs, LLC
Leavenworth, Kansas
June 27, 2012

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

Program	CFDA #	Passthrough Entity Identifying Number	Federal Expenditures
U.S. Department of Agriculture:			
Passed Through Kansas Department of Health and Environment Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	FFY 2011/FFY 2012	\$ 166,255
<i>Total U.S. Department of Agriculture</i>			<u>166,255</u>
U.S. Department of Justice:			
Passed Through Kansas Office of the Governor S.T.O.P. Violence Against Women Grants	16.588	11-VAWA-08	18,312
<i>Total U.S. Department of Justice</i>			<u>18,312</u>
U.S. Department of Transportation:			
Airport Improvement Program	20.106		149,320
Passed Through the Four County Paratransit Formula Grants for Other Than Urbanized Areas	20.509	2011 U.S.C. § 5311	117,530
<i>Total U.S. Department of Transportation</i>			<u>266,850</u>
U.S. Department of Energy:			
Energy Efficiency and Conservation Block Grant	81.128		56,680
<i>Total U.S. Department of Energy</i>			<u>56,680</u>
U.S. Department of Health and Human Services:			
Passed Through Wyandotte Area Agency on Aging Special Programs for the Aging-Title III Cluster			
Part B - Grants for Supportive Services and Senior Centers	93.044	11-01-2B/12-01-1B	67,485
Part C - Nutrition Services	93.045	11-01-1C(1)/12-01-1C(1) 11- 01-2C(2)/12-01-1C(2)	103,972
USDA Nutrition Services Incentive Program	93.053	FFY 2011/FFY 2012	41,809
<i>Total Special Programs for the Aging-Title III Cluster</i>			<u>213,266</u>
Special Programs for the Aging-Title III, Part D - Health Promotion	93.043	11-01-1D	5,513
Passed Through Kansas Department of Health and Environment			
Public Health Emergency Preparedness	93.069	FFY 2011/FFY 2012	49,241
Acquired Immunodeficiency Syndrome (AIDS) Activity	93.118	FFY 2011 #20/FFY 2012 #20	4,808
Family Planning Services	93.217	FFY 2011 #5/FFY 2012 #5	46,540
Immunization Action Plan	93.268	FFY 2011 #34/FFY 2012 #34	8,058
Child Care and Development Block Grant	93.575	FFY 2011 #18/FFY 2012 #18	13,487
Medical Assistance Program	93.778	FFY 2011 #31/FFY 2012 #31	32,942
Maternal & Child Health	93.994	FFY 2011 #17/FFY 2012 #17	43,292
<i>Total U.S. Department Health and Human Services</i>			<u>417,147</u>
U.S. Department of Homeland Security:			
Passed Through Kansas Adjutant General Emergency Management Public Assistance Grant Program	97.036	103-99103-00	1,198
Emergency Management Performance Grants	97.042	FFY 2011 EMPG	34,995
Passed Through Kansas City Metro Region Homeland Security Grant Program	97.067	SS11048	21,947
Passed Through Mid America Regional Council Urban Area Security Initiative			
Homeland Security Grant Program	97.067	73000	6,400
Homeland Security Grant Program	97.067	FY08, #73050	112,201
<i>Total U.S. Department of Homeland Security</i>			<u>176,741</u>
Total Expenditures of Federal Awards			<u><u>\$ 1,101,985</u></u>

The accompanying notes are an integral part of this schedule.

Leavenworth County, Kansas
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2011

Note A. Organization

Leavenworth County, Kansas (the County) is the recipient of several federal grants. Various County departments administer these grant programs. The grants are accounted for in the General Fund and Special Revenue Funds of the County. All expenditures of federal awards for grants received directly from federal agencies as well as federal awards passed through other government agencies are included on the Schedule of Expenditures of Federal Awards.

Note B. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the County under programs of the federal government for the year ended December 31, 2011. The information in this Schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a selected portion of the operations of the County, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the County.

Note C. Summary of Significant Accounting Policies

(1) Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

(2) Pass-through entity identifying numbers are presented where available.

Note D. Local Government Contributions

Local cost sharing, as defined by the OMB Circular A-102, Attachment F, is required by certain federal grants. The amount of cost sharing varies with each program. Only the federal share of expenditures is presented in the Schedule of Expenditures of Federal Awards.

Note E. Additional Audits

Grantor agencies reserve the right to conduct additional audits of the County's grant programs for economy and efficiency and program results. Such audits may disclose disallowed costs to the County. However, management does not believe such audits would result in any disallowed costs that would be material to the County's financial position at December 31, 2011.



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

To the Board of County Commissioners
Leavenworth County, Kansas

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Leavenworth County, Kansas, as of and for the year ended December 31, 2011, which collectively comprise Leavenworth County, Kansas' basic financial statements and have issued our report thereon dated June 27, 2012 which was qualified for the effects of not implementing the provisions of GASB Statement No. 45 on the governmental and business-type activities and each major enterprise fund. 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 Leavenworth County, Kansas' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Leavenworth County, Kansas' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Leavenworth County Kansas' internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a deficiency in internal control over financial reporting that we consider to be a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider deficiency 11-01 described in the accompanying schedule of findings and questioned costs to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Leavenworth County, Kansas' 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*.

Leavenworth County, Kansas' response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit Leavenworth County, Kansas' response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, Leavenworth County Board of County Commissioners, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

KRAMER & ASSOCIATES CPAs, L.L.C.

Kramer & Associates CPAs, LLC
Leavenworth, Kansas
June 27, 2012



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REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Independent Auditors' Report

To the Board of County Commissioners
Leavenworth County, Kansas

Compliance

We have audited the compliance of Leavenworth 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 could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011. Leavenworth County, Kansas' major federal programs are identified in the summary of auditors' 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 Leavenworth County, Kansas' management. Our responsibility is to express an opinion on Leavenworth 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 Leavenworth 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 of Leavenworth County, Kansas' compliance with those requirements.

In our opinion Leavenworth County, Kansas, complied, in all material respects, with the requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011.

Internal Control Over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct

noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Leavenworth County, Kansas' responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Leavenworth County, Kansas' responses and, accordingly, we express no opinion on the responses.

This report is intended solely for the information and use of management, the Leavenworth County Board of County Commissioners, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

KRAMER & ASSOCIATES CPAs, L.L.C.

Kramer & Associates CPAs, LLC
Leavenworth, Kansas
June 27, 2012

Leavenworth County, Kansas
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the year ended December 31, 2011

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: Qualified on governmental and business type activities, unqualified on all other opinion units as outlined in the report

Internal control over financial reporting:

- Material weakness identified: Yes - see finding 11-01
- Significant deficiency identified: None reported

Noncompliance material to financial statements noted: No

Federal Awards

Internal control over major programs:

- Material weakness identified: None reported
- Significant deficiency identified: None reported

Type of auditors' report issued on compliance for major programs: Unqualified

Identification of major programs:

CFDA Number	Name of Federal Program
20.106	Airport Improvement Program
20.509	Formula Grants for Other Than Urbanized Areas Special Program for the Aging - Title III cluster
93.044	Part B - Grants for Supportive Services and Senior Centers
93.045	Part C - Nutrition Services
93.053	USDA Nutrition Services Incentive Program
97.067	Homeland Security Grant Program

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as a low-risk auditee: No

Section II - Financial Statement Findings

11-01 - Capital Asset Tracking System

Criteria

Generally accepted accounting principles in the United States require that purchased capital assets be recorded at historical cost and donated capital assets at the fair value on the date of acquisition. In addition, these assets must be tracked through disposition - noting the date, method of disposition (e.g. sold, traded, or scrapped), and any proceeds or allowances.

Condition

The County's capital assets are tracked by the various County departments. We found information relating to capital asset items either incorrect, missing, or reported more than once.

Cause

County personnel do not fully understand the requirements and applications of generally accepted accounting principles as they relate to capital assets.

Effect

Capital asset values, gains and/or losses on disposal of assets, depreciation expense, and accumulated depreciation, could be materially misstated in the financial statements.

Recommendation

We again commend County personnel on the improvements made to capital asset records during 2011. We continue to encourage County personnel to make improvements to the tracking process for capital assets. To ensure the accuracy and completeness of recording additions and disposals to the capital asset listing, we recommend that capital asset records be monitored on a quarterly basis. The capital asset listing should indicate the following information: description of the asset acquired or disposed of; serial number or other identification number; date of transaction; dollar amount paid or received, with respective check number or date of deposit; fair value on date of acquisition if the asset was donated to the County; any assets traded; name of applicable vendor or purchaser of the asset; and departments involved in the transaction. We would also recommend providing County departments with education on what documentation to retain to support capital asset purchases.

Management's Response

Capital assets will be more centrally traced within the County Clerk's office and will be monitored on a quarterly basis. Education and training will be provided to County personnel on the specific information that needs to be documented and provided for the maintenance of a capital asset listing.

Summary Schedule of Prior Audit Findings

10-01 - Capital Asset Tracking System

Repeated as finding 11-01 in the current year under audit.

10-02 - Preparation of the *Schedule of Expenditures of Federal Awards*

Criteria

Office of Management and Budget (OMB) Circular A-133 Subpart C - Auditees \$300 *Auditee responsibilities* states the auditee shall (in part):

(a) Identify, in its accounts, all Federal awards received and expended and the Federal programs under which they were received. Federal program and award identification shall include, as applicable, the CFDA title and number, award number and year, name of the Federal agency, and name of the pass-through entity.

Condition

The schedule of expenditures of Federal awards initially provided by management was incomplete as additional awards, including donations of equipment, were identified during the audit process.

Effect

If the County does not properly identify and report expenditures for all of its direct and passed-through Federal awards, including donations of equipment, the County could be in violation of Federal regulations/legislation, and the County may not qualify for future federal awards.

Questioned costs

No questioned costs were identified as a result of this finding.

Cause

Management was not aware of what constituted a federal award.

Recommendation

We commend the County on taking the steps to better identify federal expenditures and helping to educate County personnel by having department heads read applicable sections of the OMB Circular A-133 and compliance supplement. We recommend that management continue to educate County personnel on how to identify a federal award and expenditure.

Current year status

All accounting for the County is performed through the office of the County Clerk. During the past year the County made improvements to the method of recording federal revenues and expenditures in the accounting records of the County. The County will continue to provide training and education to County personnel.