

BUTLER COUNTY, KANSAS

REGULATORY BASIS
FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2012

AND

INDEPENDENT AUDITORS' REPORT

BUTLER COUNTY, KANSAS
REGULATORY BASIS
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2012
AND
INDEPENDENT AUDITORS' REPORT

BUTLER COUNTY, KANSAS

REGULATORY BASIS
FINANCIAL STATEMENTS

Year Ended December 31, 2012

TABLE OF CONTENTS

Independent Auditors' Report..... 1 - 2

FINANCIAL SECTION

Summary Statement of Receipts, Expenditures, and
Unencumbered Cash 3 - 4

NOTES TO THE FINANCIAL STATEMENTS

Notes to the Financial Statements 5 – 16

SUPPLEMENTARY INFORMATION

Schedule 1 Summary of Expenditures – Actual and Budget 17

Schedule 2 Schedule of Receipts and Expenditures – Actual and Budget

2-1 General Fund..... 18-22

Special Purpose Funds

2-2 Bridge Building 23

2-3 Department of Aging - Administration..... 24

2-4 E 911 Wireless Tax..... 25

2-5 Emergency Medical Services 26

2-6 Health Department - Administration..... 27

2-7 Jail Operating..... 28

2-8 NoFund Warrant Series 2003..... 29

2-9 NoFund Warrant Series 2003B..... 30

2-10 Road and Bridge..... 31

2-11 Sewer District Maintenance 32

2-12 Sheriff 33

2-13 Special Alcohol 34

2-14 Special Liability 35

2-15 Special Parks and Recreation 36

2-16 Street Lighting..... 37

2-17 Wind Farms 38

2-18 911 Equipment Reserve 39

2-19 Sales Tax..... 40

2-20 Non-budgeted Special Purpose Funds..... 41 - 43

Capital Project Funds

2-21 Capital Project Funds 44

TABLE OF CONTENTS (Continued)

Bond and Interest Fund

2-22 Debt Service Funds 45

Enterprise Fund

2-23 Landfill and Landfill Capital Improvements 46

Internal Service Fund

2-24 Self Insurance 47

Agency Funds

Schedule 3 Summary of Receipts and Disbursements – Agency Funds 48

Related Municipal Entities

Schedule 4 Schedule of Receipts and Expenditures
Butler County Extension Council and
Butler County Public Building Commission 49

This is a copy of the County's annual financial statements reproduced from an electronic file. An original copy of this document is available at the County's office.

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Butler County, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the Butler County, Kansas financial reporting entity (County), as of and for the year ended December 31, 2012 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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

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

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the County as of December 31, 2012, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the County as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note IB.

Other Matters

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2, 3, and 4 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note IB.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated March 5, 2013 on our consideration of the County’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County’s internal control over financial reporting and compliance.

Allen, Gibbs & Houlik, L.C.
CERTIFIED PUBLIC ACCOUNTANTS

March 5, 2013
Wichita, Kansas

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

	Beginning Unencumbered Cash Balance As Restated 1/1/2012	Receipts	Expenditures	Ending Unencumbered Cash Balance 12/31/2012	Add Encumbrances and Accounts Payable	Ending Cash Balance 12/31/2012
GOVERNMENTAL TYPE FUNDS:						
GENERAL FUND	-	16,155,029	16,155,029	-	44,683	44,683
SPECIAL PURPOSE FUNDS:						
Bridge Building	697,765	882,753	1,216,825	363,693	262,215	625,908
Department on Aging - Administration	-	530,688	530,688	-	3,000	3,000
E 911 Wireless Tax	7,367	241,073	124,679	123,761	-	123,761
Emergency Medical Services	-	2,447,906	2,447,906	-	-	-
Health Department - Administration	97,156	415,467	485,970	26,653	-	26,653
Jail Operating	(25,666)	4,260,483	4,234,817	-	13,314	13,314
NoFund Warrant Series 2003	24	11	-	35	-	35
NoFund Warrant Series 2003B	61	40	-	101	-	101
Road and Bridge	-	6,927,928	6,927,928	-	96,671	96,671
Sewer District Maintenance	208,548	192,728	168,853	232,423	-	232,423
Sheriff	-	3,204,285	3,204,285	-	17,755	17,755
Special Alcohol	71,248	3,131	-	74,379	-	74,379
Special Liability	82,588	63,345	10,400	135,533	-	135,533
Special Parks and Recreation	17,455	1,636	10,000	9,091	-	9,091
Street Lighting	104	1,383	1,425	62	-	62
Wind Farms	120,850	50,000	40,826	130,024	-	130,024
911 Equipment Reserve	184,366	27,677	26,976	185,067	-	185,067
Sales Tax	915,779	1,931,248	1,605,670	1,241,357	-	1,241,357
Motor Vehicle Operating	56,255	573,206	592,396	37,065	-	37,065
Capital Improvements	1,750,696	809,409	388,789	2,171,316	-	2,171,316
Community Corrections	54,455	1,070,058	990,271	134,242	-	134,242
Sheriff Capital Reserves	393,916	306,902	163,799	537,019	-	537,019
Court Services Diversion Fees	4,193	2,873	2,343	4,723	-	4,723
Jail Reserve	546,688	738,242	214,739	1,070,191	-	1,070,191
Department on Aging - Grants	91,422	342,025	342,743	90,704	(129)	90,575
Drug Asset and Seizure	14,337	2,647	8,050	8,934	-	8,934
Federal and State Assistance	187,927	318,685	315,635	190,977	-	190,977
Health Department Reserve	253,520	61,513	39,152	275,881	-	275,881
Health Department - Grants	113,452	583,885	623,715	73,622	112	73,734
Prosecutor's Training and Assistance	4,381	9,454	9,737	4,098	-	4,098
Register of Deeds - Technology	225,115	105,306	85,496	244,925	-	244,925
Special Ambulance	219,911	181,719	188,947	212,683	-	212,683
Special Highway Improvement	1,510,133	2,398,899	2,396,568	1,512,464	393,258	1,905,722
Special Law Enforcement	12,024	806	-	12,830	-	12,830
Special Road Machinery	394,936	417,550	509,701	302,785	122,200	424,985
Economic Development	579,629	65,093	50,791	593,931	-	593,931
Conceal/Carry Permits	8,010	20,663	6,480	22,193	-	22,193
Dept. of Aging Reserve	502,064	86,921	17,600	571,385	-	571,385
SCARF	6,000	-	6,000	-	-	-
Child Support Enforcement	59,514	68,802	56,919	71,397	-	71,397
County Attorney Diversion Fees	78,720	72,648	42,084	109,284	-	109,284
Juvenile Justice Diversion Fees	18,334	8,550	13,229	13,655	-	13,655
Juvenile Justice EMP Fees	(2,380)	73,374	70,757	237	-	237
Landfill Post Closure	300,115	300,449	-	600,564	-	600,564
TOTAL SPECIAL PURPOSE FUNDS	9,761,012	29,801,461	28,173,189	11,389,284	908,396	12,297,680
CAPITAL PROJECTS FUNDS:						
Capital Projects	86,658	103,629	190,287	-	-	-
BOND AND INTEREST FUNDS:						
Bond Indebtedness Reserve	185,302	-	185,302	-	-	-
Bond and Interest	20,841	271,243	104,044	188,040	-	188,040
TOTAL BOND AND INTEREST FUNDS	206,143	271,243	289,346	188,040	-	188,040
BUSINESS FUNDS:						
Landfill Operating	-	1,926,575	1,852,150	74,425	-	74,425
Landfill Capital Improvements	1,055,496	822,720	629,414	1,248,802	61,314	1,310,116
Self-Insurance	-	873,692	232,905	640,787	10,045	650,832
TOTAL BUSINESS FUNDS	1,055,496	3,622,987	2,714,469	1,964,014	71,359	2,035,373
TOTAL COUNTY	11,109,309	49,954,349	47,522,320	13,541,338	1,024,438	14,565,776

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

	Beginning Unencumbered Cash Balance 1/1/2012	Receipts	Expenditures	Ending Unencumbered Cash Balance 12/31/2012	Add Encumbrances and Accounts Payable	Ending Cash Balance 12/31/2012
RELATED MUNICIPAL ENTITIES:						
Butler County Extension Council	\$ 145,774	\$ 386,137	\$ 428,510	\$ 103,401	\$ -	\$ 103,401
Butler County Public Building Commission	10,201	2,669,415	2,669,415	10,201	-	10,201
TOTAL RELATED MUNICIPAL ENTITIES	155,975	3,055,552	3,097,925	113,602	-	113,602
TOTAL REPORTING ENTITY (Excluding Agency Funds)	\$ 11,265,284	\$ 53,009,901	\$ 50,620,245	\$ 13,654,940	\$ 1,024,438	\$ 14,679,378

Composition of Cash:		\$	
Petty Cash			7,102
Checking Account - Emprise Bank Operating			12,776
Checking Account - Community National Bank (Motor Vehicle)			37,064
Checking Account - Intrust (Public Building Commission)			12,155
Checking Account - Intrust			17,138,948
Checking Account - Intrust Depository			1,236,797
Checking Account - Intrust (Checking)			(578,073)
Checking Account - Commerce Bank (Inmate Fund)			27,325
Repurchase Agreement - Intrust			44,523,000
Certificates of Deposit - Towanda State Bank			100,000
Certificates of Deposit - Vintage Bank			100,000
Certificates of Deposit - Rose Hill State Bank			100,000
Certificates of Deposit - Peabody State Bank			100,000
Certificates of Deposit - Community National Bank			100,000
Certificates of Deposit - Commerce Bank			4,000,000
Certificates of Deposit - Bank of Whitewater			100,000
Extension Council			103,399
Treasury Note - Commerce Bank			3,997,826
Total Cash			71,118,319
Less Agency Funds per Schedule 3			(56,438,941)
Total Reporting Entity (Excluding Agency Funds)			\$ 14,679,378

The accompanying notes are in integral part
of this financial statement.

BUTLER COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENT

INDEX

- I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**
 - A. Municipal Financial Reporting Entity
 - B. Fund Types and Basis of Accounting
 - 1. Regulatory Basis Fund Types
 - 2. Regulatory Basis of Accounting
 - C. Deposits and Investments

- II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**
 - A. Budgetary Information

- III. DETAILED NOTES ON THE FUNDS AND ACCOUNTS**
 - A. Deposits and Investments
 - B. Long-Term Debt
 - C. Other Long-Term Obligations from Operations
 - 1. Compensated Absences
 - 2. Landfill
 - 3. Other Post-Employment Benefits
 - 4. Self-Insurance Claims
 - D. Interfund Transfers

- IV. OTHER INFORMATION**
 - A. Litigation
 - B. Defined Benefit Pension Plans
 - C. Risk Management
 - D. Capital Projects
 - E. Jail Funds Reclassification

BUTLER COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENT
DECEMBER 31, 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Municipal Financial Reporting Entity

Butler County, Kansas (County) is organized under the laws of the State of Kansas (Kansas or State) and is governed by an elected five-member board. This regulatory financial statement presents the County and certain of its related municipal entities. The related municipal entities are included in the County's reporting entity because they were established to benefit the County and/or its constituents.

Excluded Related Municipal Entities

The Butler County Fire Districts (Fire Districts), defined as separate taxing entities by applicable Kansas statutes, provide fire protection services to the unincorporated areas of the County. The costs of providing such services, including retirement of general long-term debt, are provided from property taxes assessed to property owners in the unincorporated areas of the County. For financial reporting, the financial activities of the Fire Districts have been excluded from the County's financial statements. The effects of their exclusion are not reasonably determinable. Financial statements for the Fire Districts may be obtained from the Butler County Department of Administration.

Included Related Municipal Entities

The Butler County Sewer Districts (Sewer Districts) are governed by the Butler County Board of County Commissioners acting as separate governing bodies. Their sole purpose is to provide sewage disposal services to County residents. They have a December 31 year-end. These entities, although legally separate entities, are in substance, part of the County's operations, and data from these entities are combined with data of the County and are accounted for as a special purpose fund in the County financial statements. As provided by Kansas statutes, resources required for the financing of utility plants are provided through the issuance of bonds of Butler County, Kansas. The debt service costs associated with the bonds are allocated to the property owners within the benefit district. Collections of such costs are recorded as revenue in the Sewer Districts' bond and interest fund from which the bonds are retired.

The Butler County Public Building Commission (BCPBC) was established to benefit the County and other governmental entities. The BCPBC consists of five members, those members being the Board of County Commissioners of Butler County. The BCPBC has the authority to issue revenue bonds to finance the cost of acquiring and/or constructing land and facilities operated for a public purpose by a governmental entity. The BCPBC finances the debt service of the revenue bonds by leasing the land

and facilities to the governmental entity that operates it. The operating governmental entity guarantees the rentals under the BCPBC lease. The BCPBC has no power to levy taxes, and revenue bonds issued by the BCPBC are not included in any legal debt limitations of the operating governmental entity.

The Butler County Extension Council provides services in such areas as agriculture, home economics, horticulture, and 4-H youth to all persons in the County. The Council is a 24-member elected board with a nine-member executive board. The County annually provides significant operating subsidies to the Council, in addition to funding from Kansas State University.

B. Fund Types and Basis of Accounting

1. Regulatory Basis Fund Types

The accounts of the County are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for separately. Funds are classified into three categories: governmental, fiduciary, and business. Within each of these three categories there are one or more fund types. The County uses the following regulatory basis fund types:

Governmental Fund Types

These are the funds through which most governmental functions typically are financed. The funds included in this category are as follows:

General Fund – This fund is the chief operating fund. This fund is established to account for resources devoted to financing the general services that the County performs for its citizens. General tax revenues and other sources of revenue used to finance the fundamental operations of the County are included in this fund. This fund is used to account for all resources except those required to be accounted for in another fund.

Special Purpose Funds – These funds are established to account for the proceeds of specific tax levies and other specific revenue sources (other than tax levies for long-term debt and major capital projects) that intended for specified purposes.

Bond and Interest Funds – These funds are established for the purpose of accumulating resources, including tax levies, for the payment of interest and principal on long-term general obligation debt, other than those payable from Enterprise Funds.

Capital Project Funds – These funds account for debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment which are not financed by Business funds.

Business Fund Types

Enterprise Funds – These funds are used to account for operations where it is the stated intent that costs of providing that service to the general public on a continuing basis is to be financed or recovered primarily through user charges.

Internal Service Funds – These funds are used to account for health and dental reserves, which are services provided to other departments on a cost-reimbursement basis.

Fiduciary Fund Types

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

2. Regulatory Basis of Accounting

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

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

C. Deposits and Investments

The County maintains a cash and investment pool that is available for use by all funds. The pool has the general characteristics of demand deposit accounts in that each fund may deposit additional cash at any time and also effectively may withdraw cash at any time without prior notice or penalty. The pooled cash is invested to the extent available in authorized investments.

Earnings from the investments are allocated to the general fund. Investments for the County as of December 31, 2012 consisted of certificates of deposit, a repurchase agreement and a treasury note, which are recorded at cost.

The County's investment policy and Kansas law (K.S.A. 12-1675 – 12-1677) allow monies not otherwise regulated by statute to be invested in:

1. Temporary notes of Butler County, Kansas.
2. Time deposits, open accounts, or certificates of deposits with maturities of not more than two years.
3. Repurchase agreements with commercial banks, or state or federally chartered savings and loan associations that have offices located in Butler County, Kansas.
4. U.S. Treasury bills or notes with maturities not exceeding two years.
5. U.S. government agency securities with a maturity of not more than four years.
6. The municipal investment pool fund operated by the Kansas Treasurer. This pool is not an SEC registered pool. The Pooled Money Investment Board (PMIB) provides the regulatory oversight for this pool.
7. A municipal investment pool established through the trust department of commercial banks that have offices located in Butler County, Kansas.

The County's investment policy and Kansas law (K.S.A. 10-131) allow investment of the proceeds of bonds and temporary notes in the following in addition to those stated above:

1. U.S. government and agency obligations.
2. Time deposits with banks and trust companies in Butler County, Kansas.
3. FNMA, FHLB, and FHLMC obligations.
4. Collateralized repurchase agreements.
5. Investment agreements with financial institutions, including broker/dealers whose obligations are rated in one of the three highest rating categories by either Moody's or Standard & Poor's.
6. Mutual funds whose portfolio consists entirely of obligations of the U.S. government, U.S. government agencies, FLMA, FHLB, and FHLMC.
7. Certain Kansas municipal bonds.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

- * Preparation of the budget for the succeeding calendar year on or before August 1.
Publication of the proposed budget and notice of public hearing in the local newspaper on or before August 5.
- * Public hearing on or before August 15, but at least 10 days after publication of notice of hearing.
- * Adoption of the final budget on or before August 25.

The County has the following levels of budget control:

- * The legal level of control is established at the fund level by Kansas statutes.
- * As allowed by Kansas statute, the governing body can increase the fund level expenditures by amending the budget. An amendment may only be made 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 10 days after publication, the hearing may be held and the governing body may amend the budget at that time.

Budget comparison schedules are presented for each budgeted fund showing actual receipts and expenditures compared to budgeted receipts and expenditures. These schedules are shown at the legal level of control, which is at the fund level. Budgetary data in the financial statements represent the amended budget amounts.

All legal operating budgets are prepared using the regulatory basis of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments for future payments and are supported by a document evidencing the commitment, such as purchase order or contract.

Any unused budget expenditure authority lapses at year-end except for capital project funds appropriations, which are carried forward until such time as the project is completed or terminated. Encumbered appropriations are not reappropriated in the ensuing year's budget but are carried forward until liquidated or canceled.

A legal operating budget is not required for capital project funds, the landfill capital improvements fund, the bond indebtedness reserve fund, the self-insurance fund, and the following special purpose funds:

Motor Vehicle Operating Fund	Special Ambulance
Capital Improvements	Special Highway Improvement
Community Corrections	Special Law Enforcement
Sheriff Capital Reserves	Special Road Machinery
Court Services Diversion Fees	Economic Development
Jail Reserve	Conceal Carry Permits
Department on Aging Grants	Dept. on Aging Reserve
Drug Asset and Seizure	SCARF
Federal and State Assistance	Child Support Enforcement
Health Department Reserve	County Attorney Diversion Fees
Health Department Grants	Juvenile Justice Diversion Fees
Prosecutor's Training and Assistance	Juvenile Justice EMP Fees
Register of Deeds Technology	Landfill Post Closure

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

III. DETAILED NOTES ON THE FUNDS AND ACCOUNTS

A. Deposits and Investments

Deposits – At year end, the carrying amount of deposits for the County was \$22,429,870 and the bank balance was \$21,875,313.

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

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that, in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The County does not have a formal deposit policy for custodial credit risk. As of December 31, 2012, the County was not exposed to custodial credit risk with its deposits since all were either covered by the federal deposit insurance corporation, or the collateral was held by a separate financial institution in the County's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. As of December 31, 2012 the County has \$3,997,656 of investments exposed to custodial credit risk due to them being held by the counterparty.

Credit Risk. State law limits the types of investments that the County may make. The County's investment policy does not add any further limitations.

Interest Rate Risk. State law and the County's investment policy limit investments in U.S. Treasury bills and agency securities or notes to those with maturities not exceeding two years.

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

<u>Investments</u>	<u>Percentage Of Investments</u>
US Treasury Note	8.2%
Repurchase Agreement	91.8%

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

Investment Type	Fair Value	Investment Maturities (in Years)		Rating U.S.
		Less than 1	1-2	
US Treasury Note	\$ 3,997,656	\$ --	\$ 3,997,656	Aaa - Moody's
Repurchase Agreement	44,523,000	44,523,000	--	Aaa - Moody's
Total Fair Value	\$ 48,520,656	\$ 44,523,000	\$ 3,997,656	

B. Long-Term Debt

Changes in long-term debt were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
Butler County:									
General Obligation Bonds - Governmental Funds:									
Series 2005 - Northridge Sewer Dist 19 Improvements	3.60 - 4.75%	05/15/05	\$ 497,000	10/01/20	\$ 345,000	\$ -	\$ 30,000	\$ 315,000	\$ 13,635
Series 2007 A - Internal Improvements	4.2 - 6.45%	07/01/07	126,800	10/01/22	101,000	-	7,000	94,000	4,824
Series 2010 A - Internal Improvements	3.2 - 4.8%	06/01/10	295,000	10/01/25	285,000	-	15,000	270,000	11,830
Series 2010 B - Refunding Bonds	1.0 - 3.2%	12/29/10	610,000	08/01/18	570,000	-	80,000	490,000	12,220
Certificates of Participation:									
Series 2010 - Lease Purchase Agreement	2.0 - 4.0%	03/01/10	12,100,000	09/01/20	11,300,000	-	1,005,000	10,295,000	352,763
Total Bonded Indebtedness					12,601,000	-	1,137,000	11,464,000	395,272
Capital Lease - Phone System Upgrade									
	4.82%	07/16/09	353,292	09/15/12	93,912	-	93,912	-	1,897
Kansas Department of Transportation Revolving Loan									
	3.78%	7/7/2009	1,760,000	8/1/2016	650,950	53,666	131,111	573,505	25,778
Total Butler County					13,345,862	53,666	1,362,023	12,037,505	422,947
Related Municipal Entity - Butler County Public Building Commission:									
Revenue Bonds:									
Series 2005-2 - Courthouse Project	3.25 - 5.0%	06/01/05	2,700,000	10/01/15	1,240,000	-	290,000	950,000	45,960
Series 2005 - Refunding Bonds	3.5 - 4.5%	04/01/05	19,345,000	10/01/21	17,905,000	-	1,500,000	16,405,000	753,420
Series 2007 - SC Mental Health Counseling Center, Inc.	4.0 - 4.10%	10/01/07	635,000	10/01/18	495,000	-	60,000	435,000	20,035
Total Related Municipal Entity					19,640,000	-	1,850,000	17,790,000	819,415
Total Long-Term Debt					\$ 32,985,862	\$ 53,666	\$ 3,212,023	\$ 29,827,505	\$ 1,242,362

Maturities of long-term debt are as follows:

	YEAR							Total
	2013	2014	2015	2016	2017	2018-2022	2023-2027	
PRINCIPAL:								
Butler County:								
General Obligation Bonds:								
Series 2005 - Northridge Sewer Dist 19 Impr	\$ 35,000	\$ 35,000	\$ 35,000	\$ 40,000	\$ 40,000	\$ 130,000	\$ -	\$ 315,000
Series 2007 A - Paving Improvements	8,000	8,000	8,000	9,000	9,000	52,000	-	94,000
Series 2010 A - Internal Improvements	15,000	15,000	20,000	20,000	20,000	105,000	75,000	270,000
Series 2010 B - Refunding Bonds	85,000	90,000	90,000	95,000	95,000	35,000	-	490,000
Certificates of Participation:								
Series 2010 - Lease Purchase Agreement	1,055,000	1,110,000	1,170,000	1,235,000	1,310,000	4,415,000	-	10,295,000
Kansas Dept of Transportation Revolving Loan	134,954	140,420	146,107	152,024	-	-	-	573,505
Total Principal - Butler County	1,332,954	1,398,420	1,469,107	1,551,024	1,474,000	4,737,000	75,000	12,037,505
Related Municipal Entity - Butler County Public Building Commission:								
Revenue Bonds:								
Series 2005-2 Courthouse Project	305,000	315,000	330,000	-	-	-	-	950,000
Series 2005 Refunding	1,545,000	1,610,000	1,665,000	1,740,000	1,810,000	8,035,000	-	16,405,000
Series 2007-Mental Health Counseling Ctr	65,000	65,000	70,000	75,000	80,000	80,000	-	435,000
TOTAL PRINCIPAL	3,247,954	3,388,420	3,534,107	3,366,024	3,364,000	12,852,000	75,000	29,827,505
INTEREST:								
Butler County:								
General Obligation Bonds:								
Series 2005 - Northridge Sewer Dist 19 Imp.	12,555	11,260	9,930	8,530	6,930	10,865	-	60,070
Series 2007 A - Paving Improvements	4,372	3,856	3,520	3,184	2,806	7,314	-	25,052
Series 2010 A - Internal Improvements	11,110	10,390	9,670	8,710	8,070	29,190	6,375	83,515
Series 2010 B - Refunding Bonds	11,220	9,945	8,325	6,345	3,875	1,120	-	40,830
Certificates of Participation:								
Series 2010 - Lease Purchase Agreement	332,663	311,563	283,813	248,713	208,575	345,925	-	1,731,252
Kansas Dept of Transportation Revolving Loan	23,227	17,761	12,074	6,157	-	-	-	59,219
Total Interest - Butler County	395,147	364,775	327,332	281,639	230,256	394,414	6,375	1,999,938
Related Municipal Entity - Butler County Public Building Commission:								
Revenue Bonds:								
Series 2005-2 Courthouse Project	35,810	24,525	12,870	-	-	-	-	73,205
Series 2005 Refunding	695,920	632,675	572,300	505,700	433,975	924,300	-	3,764,870
Series 2007-Mental Health Counseling Ctr	17,635	15,035	12,435	9,635	6,560	3,280	-	64,580
TOTAL INTEREST	1,144,512	1,037,010	924,937	796,974	670,791	1,321,994	6,375	5,902,593
TOTAL PRINCIPAL AND INTEREST	\$ 4,392,466	\$ 4,425,430	\$ 4,459,044	\$ 4,162,998	\$ 4,034,791	\$ 14,173,994	\$ 81,375	\$ 35,730,098

Conduit Debt – The County has issued Industrial Revenue Bonds not directly obligated by the County. The total amount outstanding at December 31, 2012 was \$21,046,438 for the Industrial Revenue Bonds. These bonds do not constitute an indebtedness or pledge of the faith and credit of the County.

State Transportation Revolving Loan Fund – On July 7, 2010, the County entered into a loan agreement not to exceed \$1,760,000 with the Kansas Department of Transportation. The proceeds of the loan will be applied to pay project costs for street improvements. Proceeds of the loan shall be disbursed after submitting requests for reimbursement. As of the date of the audit report, \$1,003,432 of expenditures have been reimbursed to the County.

Leases – The County had a lease purchase agreement between Butler County (Lessee) and Kay Government Finance, Inc. (Lessor) for an IP phone system. The total amount financed was \$353,292. The terms of the lease purchase agreement consisted of 36 monthly payments of \$10,645.45 at 4.82% interest. The first payment was due October 2009 and the last payment was made September 2012. Total payments by the County over the life of the lease were equal to \$383,236 which included \$59,286 of maintenance and was net of \$29,945 paid by Cisco Systems, Inc. as a special financing promotion. The purchase option price, after all lease payments were made was \$1. This lease was paid in full during fiscal 2012.

C. Other Long-Term Obligations From Operations

1. *Compensated Absences*

It is the County's policy to permit employees to accumulate vacation to a maximum of 200 hours (5 weeks) for 8 hour employees, 212.5 hours (5 week equivalent) for 8.5 hour employees and 281 hours (5 week equivalent) for 12 hour employees. Upon termination or resignation from service to the County, employees who have completed at least 6 months of employment are entitled to payment for all accrued vacation earned prior to their termination or resignation. During the first 5 years of employment, employees earn vacation at the rate of 2 weeks (or its equivalent) per year; 6-10 years, employees earn the equivalent of 2 weeks and 2 days; 11-20 years, employees earn the equivalent of 3 weeks per year; and after 20 years, the equivalent of 4 weeks of vacation is earned each year.

All full-time equivalent employees earn sick leave at the rate of one calendar day per month. Upon retirement or termination, any employee in good standing, employed for two years or more, shall be compensated for accrued sick leave up to a maximum of 1,040 hours at the rate of one-half of his or her regular rate of pay. Employees with hire dates on or after April 2003 will be compensated for accrued sick leave at the rate of one-fourth of his or her regular rate of pay.

At December 31, 2012 the County had a liability of \$1,403,812 for compensated absences.

2. *Landfill*

Closure and post-closure costs – Kansas and federal laws and regulations require the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. The Butler County Landfill #1 was closed on October 5, 1996 and stopped accepting waste. As of December 31, 2012, all closure costs had been incurred, and the estimated post-closure cost was \$1,011,369 based on 100% usage.

On October 5, 1996, the County opened a new 70-acre Subtitle D landfill and began filling 7.5-acre area #1a. On September 1, 1999, the County opened additional 7.5-acre area #2a. In July 2011, the County opened additional 7.5-acre area #2b. As of December 31, 2011, cell #1a was 92% full, cell #2a was 91% full, cell #1b was 90% full, and cell #2b was 16% full. The estimated closure cost for these areas was \$2,755,102, and the estimated post-closure cost was \$615,779 based on 30% usage of the open cells of the new Subtitle D landfill. These cells have a combined remaining useful life of approximately 8 years; however, will not be filled to capacity for several years until the footprint of the landfill area in use is big enough to allow landfill operations to continue in a vertical direction. The entire 70-acre Subtitle D landfill is expected to reach capacity in 43 years.

In addition, the County operates a household hazardous waste facility, composting facility, and a construction/demolition landfill with closure costs of \$5,168, \$17,000 and \$114,998, respectively. There are no post-closure care costs associated with these facilities.

The recognition of these landfill closure and post-closure care costs is based on the amount of the landfill used during the year. The estimated liability for landfill closure and post-closure care costs was \$4,519,416 as of December 31, 2012. It is estimated an additional \$2,530,462 will be recognized as closure and post-closure care expenses between the date of the financial statements and the date the landfill is expected to be filled to capacity. The estimated total current cost of the landfill closure and post-closure care, \$7,049,868, is based on the amount that would be paid if all equipment, facilities, and services required to close, monitor, and maintain the landfill were acquired as of December 31, 2012. Actual cost of closure and post-closure care may be higher due to inflation, changes in technology, or changes in landfill laws and regulations. The closure and post-closure will be financed by user fees and may potentially require the sale of bonds.

Financial assurance for closure and post-closure care costs of the landfill has been demonstrated by the local government financial test, as specified in 40 CFR 258.74(f), adopted by reference for use in Kansas by K.A.R. 28-29-2110.

3. *Other Post Employment Benefits*

As provided by K.S.A. 12-5040, Butler County allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements. Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

4. *Self-Insurance Claims*

The County established a limited risk management program for employees' health care insurance as of November 1, 2012. The program includes a stop-loss provision for claims over \$100,000 per individual and aggregate claims over \$2,900,000. The estimated liability for payment of incurred (both reported and unreported) but unpaid claims are recorded in the Self-Insurance Internal Service Fund. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends, including frequency and amounts of payouts, and other economic and social factors. Liabilities related to risks of loss are reported when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. The County has reserved \$10,045 of unencumbered cash in the Self-Insurance Fund for future health claims.

D. Interfund Transfers

A summary of interfund transfers is as follows:

<u>From</u>	<u>To</u>	<u>Authority</u>	<u>Amount</u>
Dept of Aging Admin	Dept of Aging Reserve	K.S.A.19-119	\$ 57,521
Landfill	General Fund	Adopted Budget	127,805
Landfill	Landfill Capital Improvements	K.S.A.19-120	796,595
EMS	Special Ambulance	K.S.A.19-119	181,719
Health Dept Admin	General Fund	Adopted Budget	28,110
Health Dept Admin	Health Dept Reserve	K.S.A.19-119	58,551
Health Dept Grants	Health Dept Admin	Grant Award	2,764
Health Dept Grants	Health Dept Reserve	K.S.A.19-119	2,962
Road & Bridge	Special Highway Improvement	K.S.A.68-590	408,415
Road & Bridge	Special Road Machinery	K.S.A.68-141(G)	310,000
Motor Vehicle Operating	General Fund	K.S.A.8-145	56,254
Jail	Jail Reserve	K.S.A.19-119	738,242
Jail	Self Insurance	K.S.A.12-2615	200,000
Juvenile Justice Diversion	Juvenile Justice EMP Fees	N/A	3,000
Capital Improvements	Capital Projects	K.S.A.19-120	23,336
Capital Improvements	Bond and Interest	K.S.A.19-120	4,801
Capital Improvements	Fire Districts	K.S.A.19-120	2,598
Sales Tax	Capital Projects	N/A	44,624
Sales Tax	Capital Improvements	K.S.A.19-120	203,286
Federal & State Assistance	Juvenile Justice EMP Fees	N/A	5,000
Federal & State Assistance	Community Corrections	Grant Award	17,592
Sheriff	Sheriff Capital Reserve	K.S.A.19-119	275,659
Bond Indebtedness Reserve	Bond and Interest	N/A	185,302
Landfill Capital Improvements	Landfill Postclosure	N/A	300,000
Fire Districts	General Fund	N/A	41,604
General Fund	Capital Improvements	K.S.A.19-120	438,283
General Fund	Capital Improvements	K.S.A.19-120	75,750
General Fund	Self Insurance	K.S.A.12-2615	200,000
			<u>\$ 4,789,773</u>

IV. OTHER INFORMATION

A. Litigation

The County is a defendant in various legal actions pending or in process for tax appeals, property damage, and miscellaneous claims. The ultimate liability that might result from the final resolution of the above matters is not presently determinable. Management and the County's counsel are of the opinion that the final outcome of the cases will not have an adverse material effect on the County's financial statements.

B. Defined Benefit Pension Plans

Plan description - The County participates in the Kansas Public Employees Retirement System (KPERs), a cost-sharing multiple-employer defined benefit pension plan as provided by Kansas law. KPERs provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERs issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERs, (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy - K.S.A. 74-4919 and K.S.A. 74-49,210 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 benefits and funding is based on a two tier schedule. Tier 1 members are active and contributing members hired prior to 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 rates at 4% of covered salary for Tier 1 members and 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. Kansas law provides the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the contribution rates for KPERS employers. The employer rate established by statute for calendar year 2012 was 8.34%. There was a moratorium on the 1% contribution for Group Death and Disability Insurance from April 1 to June 30th during which the rate was 7.34%. The County contributions to KPERS for the years ended December 31, 2012, 2011, and 2010, were \$1,169,196, \$1,078,828, and \$1,023,999, respectively, equal to the required contributions for each year as set forth by the legislature.

C. 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. The County carries commercial coverage for buildings and personal property, general liability, automobile fleet, inland marine, public official and employee errors and omissions, workers' compensation, medical professional liability, boiler and machinery, and law enforcement liability. Claims have not exceeded coverage in any of the last three years, and coverage has not been reduced substantially from the prior year.

D. Capital Projects

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are disclosed at the bottom of schedule 2-21.

E. Jail Funds Reclassification

In previous years, the Jail Operating fund and the Jail Reserve fund were combined in the financial statements as the Jail fund. To facilitate the proper accounting and reporting of transfers of year end unencumbered cash balance to the reserve fund, these funds are now displayed separately. Therefore, unencumbered cash as of January 1, 2012, in the amount of \$546,688, was reclassified out of the Jail fund and into the Jail Reserve fund.

REGULATORY - REQUIRED
SUPPLEMENTARY INFORMATION

BUTLER COUNTY, KANSAS
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

	<u>Certified Budget</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance - Over (Under)</u>
GOVERNMENTAL TYPE FUNDS:			
GENERAL FUND	\$ 16,704,680	\$ 16,155,029	\$ (549,651)
SPECIAL PURPOSE FUNDS:			
Bridge Building	1,538,720	1,216,825	(321,895)
Department on Aging - Administration	532,780	530,688	(2,092)
E 911 Wireless Tax	254,040	124,679	(129,361)
Emergency Medical Services	2,517,370	2,447,906	(69,464)
Health Department - Administration	485,970	485,970	-
Jail	4,407,840	4,234,817	(173,023)
NoFund Warrant Series 2003	460	-	(460)
NoFund Warrant Series 2003B	490	-	(490)
Road and Bridge	7,680,970	6,927,928	(753,042)
Sewer District Maintenance	306,120	168,853	(137,267)
Sheriff	3,280,570	3,204,285	(76,285)
Special Alcohol	30,000	-	(30,000)
Special Liability	36,000	10,400	(25,600)
Special Parks and Recreation	10,000	10,000	-
Street Lighting	1,600	1,425	(175)
Wind Farms	123,000	40,826	(82,174)
911 Equipment Reserve	70,000	26,976	(43,024)
Sales Tax	1,611,060	1,605,670	(5,390)
BOND AND INTEREST FUNDS:			
Bond and Interest	174,540	104,044	(70,496)
BUSINESS FUNDS:			
Landfill Operating	1,852,150	1,852,150	-

BUTLER COUNTY, KANSAS

Schedule 2-1

Schedule of Cash Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended December 31, 2012

	<u>General Fund</u>		
	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Cash receipts:			
Taxes:			
Ad valorem property tax	\$ 11,470,860	\$ 12,013,823	\$ (542,963)
Delinquent tax	399,268	390,000	9,268
Motor vehicle tax	1,364,089	1,399,430	(35,341)
In lieu of tax	12,520	10,000	2,520
Other taxes	-	500	(500)
Interest and penalties	513,367	527,000	(13,633)
Total taxes	<u>13,760,104</u>	<u>14,340,753</u>	<u>(580,649)</u>
Licenses, fees, and permits:			
Licenses, permits & fees	302,654	89,000	213,654
Charges for services	131,239	258,080	(126,841)
Building permits	157,211	150,000	7,211
County office fees	52,605	55,000	(2,395)
Mortgage registration	965,782	1,050,000	(84,218)
Total licenses, fees, and permits	<u>1,609,491</u>	<u>1,602,080</u>	<u>7,411</u>
Use of money and property:			
Interest on idle funds	50,187	126,700	(76,513)
Total interest	<u>50,187</u>	<u>126,700</u>	<u>(76,513)</u>
Intergovernmental	65,140	222,060	(156,920)
Other:			
Rental income	153,241	228,240	(74,999)
Weed department receipts	227,651	250,000	(22,349)
Miscellaneous income	27,493	-	27,493
Transfers	253,773	150,000	103,773
Other	7,949	10,000	(2,051)
Total other	<u>670,107</u>	<u>638,240</u>	<u>31,867</u>
Total cash receipts	<u>16,155,029</u>	<u>16,929,833</u>	<u>(774,804)</u>
Expenditures:			
Non-departmental:			
Transfers	714,033	-	714,033
Miscellaneous	21,389	-	21,389
Total non-departmental	<u>735,422</u>	<u>-</u>	<u>735,422</u>
Administration:			
Personal services	367,502	366,250	1,252
Contractual services	725,781	695,600	30,181
Commodities	39,807	33,500	6,307
Capital outlay	2,684	5,000	(2,316)
Vehicle operating expense	(12,321)	26,800	(39,121)
Total administration	<u>1,123,453</u>	<u>1,127,150</u>	<u>(3,697)</u>
Appraisal:			
Personal services	691,939	748,990	(57,051)
Contractual services	94,527	123,850	(29,323)
Commodities	23,830	34,000	(10,170)
Capital outlay	-	22,000	(22,000)
Total appraisal	<u>810,296</u>	<u>928,840</u>	<u>(118,544)</u>

BUTLER COUNTY, KANSAS

Schedule 2-1

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

(Continued)

For the Year Ended December 31, 2012

General Fund

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Bond and interest:			
Direct financing lease	2,589,380	2,694,720	(105,340)
Miscellaneous	-	5,000	(5,000)
Total bond and interest	<u>2,589,380</u>	<u>2,699,720</u>	<u>(110,340)</u>
Building inspection:			
Personal services	68,805	77,390	(8,585)
Contractual services	3,382	6,250	(2,868)
Commodities	14,815	16,100	(1,285)
Capital outlay	-	11,000	(11,000)
Miscellaneous	1,451	-	1,451
Total building inspection	<u>88,453</u>	<u>110,740</u>	<u>(22,287)</u>
Building and grounds:			
Personal services	266,110	273,050	(6,940)
Contractual services	107,603	128,300	(20,697)
Commodities	81,556	81,500	56
Capital outlay	16,457	16,000	457
Total building and grounds	<u>471,726</u>	<u>498,850</u>	<u>(27,124)</u>
Capital improvements:			
Contractual services	119,693	170,810	(51,117)
Total capital improvements	<u>119,693</u>	<u>170,810</u>	<u>(51,117)</u>
County Attorney:			
Personal services	612,424	668,920	(56,496)
Contractual services	84,757	112,300	(27,543)
Commodities	7,845	8,900	(1,055)
Capital outlay	16,600	9,600	7,000
Total county attorney	<u>721,626</u>	<u>799,720</u>	<u>(78,094)</u>
County Clerk:			
Personal services	288,034	288,480	(446)
Contractual services	12,001	16,300	(4,299)
Commodities	9,356	10,500	(1,144)
Capital outlay	1,552	3,000	(1,448)
Miscellaneous	708	-	708
Total county clerk	<u>311,651</u>	<u>318,280</u>	<u>(6,629)</u>
Computer services:			
Personal services	226,148	228,670	(2,522)
Contractual services	165,531	155,600	9,931
Commodities	10,852	18,500	(7,648)
Capital outlay	4,153	18,300	(14,147)
Total computer services	<u>406,684</u>	<u>421,070</u>	<u>(14,386)</u>
District Court:			
Contractual services	470,017	539,900	(69,883)
Commodities	37,521	35,000	2,521
Capital outlay	21,200	16,000	5,200
Total district court	<u>528,738</u>	<u>590,900</u>	<u>(62,162)</u>

BUTLER COUNTY, KANSAS

Schedule 2-1

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

(Continued)

For the Year Ended December 31, 2012

General Fund

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Economic development:			
Personal services	108,440	108,500	(60)
Contractual services	28,960	36,150	(7,190)
Commodities	5,177	6,600	(1,423)
Total economic development	<u>142,577</u>	<u>151,250</u>	<u>(8,673)</u>
Elections:			
Personal services	87,178	94,370	(7,192)
Contractual services	117,015	124,900	(7,885)
Commodities	29,669	35,500	(5,831)
Capital outlay	3,029	3,500	(471)
Miscellaneous	692	-	692
Total elections	<u>237,583</u>	<u>258,270</u>	<u>(20,687)</u>
Emergency communication:			
Personal services	701,128	775,280	(74,152)
Contractual services	5,929	13,050	(7,121)
Commodities	5,042	9,300	(4,258)
Capital outlay	292	-	292
Total emergency communication	<u>712,391</u>	<u>797,630</u>	<u>(85,239)</u>
Emergency management:			
Personal services	120,117	120,640	(523)
Contractual services	43,282	49,600	(6,318)
Commodities	28,221	11,650	16,571
Capital outlay	4,855	12,100	(7,245)
Miscellaneous	2,162	13,000	(10,838)
Total emergency management	<u>198,637</u>	<u>206,990</u>	<u>(8,353)</u>
Employee benefits:			
Personal services	4,422,606	4,901,840	(479,234)
Contractual services	49,770	5,000	44,770
Miscellaneous	22,050	-	22,050
Total employee benefits	<u>4,494,426</u>	<u>4,906,840</u>	<u>(412,414)</u>
Environmental health:			
Personal services	40,952	41,970	(1,018)
Contractual services	4,509	11,750	(7,241)
Commodities	3,893	5,750	(1,857)
Capital outlay	-	9,000	(9,000)
Miscellaneous	378	-	378
Total environmental health	<u>49,732</u>	<u>68,470</u>	<u>(18,738)</u>
Extension council:			
Contractual services	300,000	300,000	-
Total extension council	<u>300,000</u>	<u>300,000</u>	<u>-</u>

BUTLER COUNTY, KANSAS

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

(Continued)

For the Year Ended December 31, 2012

General Fund

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Fair association:			
Contractual services	15,000	15,000	-
Total fair association	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Flint Hills Services:			
Contractual services	200,000	200,000	-
Total Flint Hills Services	<u>200,000</u>	<u>200,000</u>	<u>-</u>
GIS/Mapping:			
Personal services	141,035	145,250	(4,215)
Contractual services	27,496	28,750	(1,254)
Commodities	1,521	7,250	(5,729)
Capital outlay	10,625	24,250	(13,625)
Miscellaneous expenditure	12	-	12
Total GIS/mapping	<u>180,689</u>	<u>205,500</u>	<u>(24,811)</u>
Historical society:			
Contractual services	35,884	35,500	384
Total historical society	<u>35,884</u>	<u>35,500</u>	<u>384</u>
Juvenile intake:			
Personal services	144,031	267,120	(123,089)
Contractual services	111,027	99,800	11,227
Commodities	4,163	6,100	(1,937)
Capital outlay	890	1,500	(610)
Miscellaneous	146	-	146
Total juvenile intake	<u>260,257</u>	<u>374,520</u>	<u>(114,263)</u>
Leadership Butler:			
Contractual services	20,000	20,000	-
Total Leadership Butler	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Mid-Kap			
Contractual services	5,000	5,000	-
Total Mid-Kap	<u>5,000</u>	<u>5,000</u>	<u>-</u>
Noxious weeds:			
Personal services	113,986	125,820	(11,834)
Contractual services	10,447	18,250	(7,803)
Commodities	259,306	276,200	(16,894)
Capital outlay	30,321	30,400	(79)
Miscellaneous	4,324	-	4,324
Total noxious weeds	<u>418,384</u>	<u>450,670</u>	<u>(32,286)</u>

BUTLER COUNTY, KANSAS

Schedule 2-1

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

(Continued)

For the Year Ended December 31, 2012

General Fund

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Planning and zoning:			
Personal services	155,640	157,900	(2,260)
Contractual services	15,477	23,400	(7,923)
Commodities	784	6,400	(5,616)
Capital outlay	1,879	3,000	(1,121)
Miscellaneous	249	-	249
Total planning and zoning	<u>174,029</u>	<u>190,700</u>	<u>(16,671)</u>
Register of Deeds:			
Personal services	165,712	168,550	(2,838)
Contractual services	2,540	3,780	(1,240)
Commodities	619	2,650	(2,031)
Miscellaneous	134	-	134
Total register of deeds	<u>169,005</u>	<u>174,980</u>	<u>(5,975)</u>
Rescue squad:			
Contractual services	415	5,350	(4,935)
Commodities	14,250	9,950	4,300
Capital outlay	2,686	13,500	(10,814)
Total rescue squad	<u>17,351</u>	<u>28,800</u>	<u>(11,449)</u>
Soil conservation:			
Contractual services	33,000	33,000	-
Total soil conservation	<u>33,000</u>	<u>33,000</u>	<u>-</u>
Strategic Communications Plan:			
Personal services	55,529	58,430	(2,901)
Contractual services	154,631	231,540	(76,909)
Commodities	5,782	7,500	(1,718)
Capital outlay	47,083	10,000	37,083
Total strategic communications plan	<u>263,025</u>	<u>307,470</u>	<u>(44,445)</u>
Treasurer:			
Personal services	249,479	233,510	15,969
Contractual services	45,332	40,150	5,182
Commodities	4,246	10,350	(6,104)
Capital outlay	1,641	4,000	(2,359)
Miscellaneous	239	-	239
Total treasurer	<u>300,937</u>	<u>288,010</u>	<u>12,927</u>
Youth programs and services:			
Contractual services	20,000	20,000	-
Total youth programs and services	<u>20,000</u>	<u>20,000</u>	<u>-</u>
 Total expenditures	 <u>\$ 16,155,029</u>	 <u>\$ 16,704,680</u>	 <u>\$ (549,651)</u>
Receipts over (under) expenditures	-		
Unencumbered cash, beginning	-		
Unencumbered cash, ending	<u>\$ -</u>		

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012

Special Purpose Fund - Bridge Building

	Actual	Budget	Variance- Over (Under)
Receipts:			
Ad valorem property tax	\$ 682,081	\$ 816,230	\$ (134,149)
Delinquent tax	28,555	-	28,555
Motor vehicle tax	96,565	98,670	(2,105)
In lieu of tax	826	-	826
Intergovernmental	72,955	-	72,955
Miscellaneous	1,771	-	1,771
	<u>\$ 882,753</u>	<u>\$ 914,900</u>	<u>\$ (32,147)</u>
Total receipts			
Expenditures:			
Personal services	\$ 62,193	\$ 62,220	\$ (27)
Contractual services	-	4,000	(4,000)
Commodities	6,757	22,500	(15,743)
Capital outlay	1,147,848	1,150,000	(2,152)
Capital projects	-	300,000	(300,000)
Miscellaneous	27	-	27
	<u>\$ 1,216,825</u>	<u>\$ 1,538,720</u>	<u>\$ (321,895)</u>
Total expenditures			
Receipts over (under) expenditures	(334,072)		
Unencumbered cash, beginning	697,765		
Unencumbered cash, ending	\$ 363,693		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Special Purpose Fund - Department of Aging - Administration

	Actual	Budget	Variance- Over (Under)
Receipts:			
Ad valorem property tax	\$ 400,281	\$ 469,660	\$ (69,379)
Delinquent tax	16,491	15,000	1,491
Motor vehicle tax	55,480	56,770	(1,290)
Charges for service	11,231	-	11,231
In lieu of tax	485	-	485
Intergovernmental	42,815	-	42,815
Miscellaneous	3,905	3,000	905
	<u>530,688</u>	<u>544,430</u>	<u>(13,742)</u>
Total receipts	<u>\$ 530,688</u>	<u>\$ 544,430</u>	<u>\$ (13,742)</u>
Expenditures:			
Personal services	\$ 74,346	\$ 71,720	\$ 2,626
Contractual services	391,861	181,810	210,051
Commodities	1,964	4,000	(2,036)
Capital outlay	4,996	275,250	(270,254)
Transfers	57,521	-	57,521
	<u>530,688</u>	<u>532,780</u>	<u>(2,092)</u>
Total expenditures	<u>\$ 530,688</u>	<u>\$ 532,780</u>	<u>\$ (2,092)</u>
Receipts over (under) expenditures	-		
Unencumbered cash, beginning	-		
Unencumbered cash, ending	<u>\$ -</u>		

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012

Special Purpose Fund - E 911 Wireless Tax

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Receipts:			
911 tax	\$ 241,073	\$ 85,000	\$ 156,073
Transfers	-	70,000	(70,000)
	<u> </u>	<u> </u>	<u> </u>
Total receipts	<u>\$ 241,073</u>	<u>\$ 155,000</u>	<u>\$ 86,073</u>
Expenditures:			
Contractual services	\$ 104,380	\$ 213,840	\$ (109,460)
Commodities	18,873	40,200	(21,327)
Capital outlay	1,426	-	1,426
	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>\$ 124,679</u>	<u>\$ 254,040</u>	<u>\$ (129,361)</u>
Receipts over (under) expenditures	116,394		
Unencumbered cash, beginning	<u>7,367</u>		
Unencumbered cash, ending	<u>\$ 123,761</u>		

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012

Special Purpose Fund - Emergency Medical Services

	Actual	Budget	Variance- Over (Under)
Receipts:			
Ad valorem property tax	\$ 409,200	\$ 430,320	\$ (21,120)
Delinquent tax	14,923	-	14,923
Motor vehicle tax	50,760	52,610	(1,850)
In lieu of tax	495	-	495
Charges for services	1,910,104	1,989,400	(79,296)
Intergovernmental	43,770	-	43,770
Miscellaneous	18,654	-	18,654
	<u>\$ 2,447,906</u>	<u>\$ 2,472,330</u>	<u>\$ (24,424)</u>
Total receipts			
Expenditures:			
Personal services	\$ 1,770,810	\$ 1,803,220	\$ (32,410)
Contractual services	162,662	191,850	(29,188)
Commodities	282,181	293,500	(11,319)
Capital outlay	46,030	38,800	7,230
Miscellaneous	4,504	-	4,504
Transfers	181,719	190,000	(8,281)
	<u>\$ 2,447,906</u>	<u>\$ 2,517,370</u>	<u>\$ (69,464)</u>
Total expenditures			
Receipts over (under) expenditures	-		
Unencumbered cash, beginning	-		
Unencumbered cash, ending	\$ -		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Special Purpose Fund - Health Department - Administration

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Receipts:			
Ad valorem property tax	\$ 250,165	\$ 277,903	\$ (27,738)
Delinquent tax	9,682	10,000	(318)
Motor vehicle tax	32,799	33,590	(791)
In lieu of tax	303	300	3
Charges for services	65,888	60,000	5,888
Intergovernmental	53,801	34,200	19,601
Miscellaneous	65	6,000	(5,935)
Transfers	2,764	-	2,764
	<u>\$ 415,467</u>	<u>\$ 421,993</u>	<u>\$ (6,526)</u>
Total receipts			
Expenditures:			
Personal services	\$ 135,218	\$ 147,060	\$ (11,842)
Contractual services	249,676	294,800	(45,124)
Commodities	10,060	14,000	(3,940)
Capital outlay	3,566	2,000	1,566
Miscellaneous	789	-	789
Transfers	86,661	28,110	58,551
	<u>\$ 485,970</u>	<u>\$ 485,970</u>	<u>\$ -</u>
Total expenditures			
Receipts over (under) expenditures	(70,503)		
Unencumbered cash, beginning	<u>97,156</u>		
Unencumbered cash, ending	<u>\$ 26,653</u>		

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012

Special Purpose Fund - Jail Operating

	Actual	Budget	Variance- Over (Under)
Receipts:			
Ad valorem property tax	\$ 753,091	\$ 857,407	\$ (104,316)
Delinquent tax	27,851	20,000	7,851
Motor vehicle tax	94,578	96,960	(2,382)
In lieu of tax	912	-	912
Charges for services	3,296,042	3,323,370	(27,328)
Miscellaneous	6,829	-	6,829
Intergovernmental	81,180	-	81,180
	<u>\$ 4,260,483</u>	<u>\$ 4,297,737</u>	<u>\$ (37,254)</u>
Total receipts			
Expenditures:			
Personal services	\$ 1,946,643	\$ 2,129,490	\$ (182,847)
Contractual services	674,783	701,660	(26,877)
Commodities	517,293	538,410	(21,117)
Capital outlay	120,692	107,510	13,182
Miscellaneous	37,164	-	37,164
Transfers	938,242	930,770	7,472
	<u>\$ 4,234,817</u>	<u>\$ 4,407,840</u>	<u>\$ (173,023)</u>
Total expenditures			
Receipts over (under) expenditures	25,666		
Unencumbered cash, beginning	521,022		
Balance to Jail Reserve	(546,688)		
Unencumbered cash, beginning, as restated	<u>(25,666)</u>		
Unencumbered cash, ending	<u>\$ -</u>		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Special Purpose Fund - NoFund Warrant Series 2003

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Receipts:			
Delinquent tax	<u>\$ 11</u>	<u>\$ 150</u>	<u>\$ (139)</u>
Total receipts	<u><u>\$ 11</u></u>	<u><u>\$ 150</u></u>	<u><u>\$ (139)</u></u>
Expenditures:			
Transfers	<u>\$ -</u>	<u>\$ 460</u>	<u>\$ (460)</u>
Total expenditures	<u><u>\$ -</u></u>	<u><u>\$ 460</u></u>	<u><u>\$ (460)</u></u>
Receipts over (under) expenditures	11		
Unencumbered cash, beginning	<u>24</u>		
Unencumbered cash, ending	<u><u>\$ 35</u></u>		

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012

Special Purpose Fund - NoFund Warrant Series 2003B

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Receipts:			
Ad valorem property tax	\$ (1)	\$ -	\$ (1)
Delinquent tax	<u>41</u>	<u>300</u>	<u>(259)</u>
Total receipts	<u>\$ 40</u>	<u>\$ 300</u>	<u>\$ (260)</u>
Expenditures:			
Transfers	<u>\$ -</u>	<u>\$ 490</u>	<u>\$ (490)</u>
Total expenditures	<u>\$ -</u>	<u>\$ 490</u>	<u>\$ (490)</u>
Receipts over (under) expenditures	40		
Unencumbered cash, beginning	<u>61</u>		
Unencumbered cash, ending	<u>\$ 101</u>		

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012

Special Purpose Fund - Road and Bridge

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Receipts:			
Ad valorem property tax	\$ 3,817,480	\$ 4,413,262	\$ (595,782)
Delinquent tax	157,135	145,000	12,135
Motor vehicle tax	522,486	533,490	(11,004)
In lieu of tax	4,621	-	4,621
Charges for services	93,424	-	93,424
Intergovernmental	2,204,705	1,850,000	354,705
Miscellaneous	128,077	-	128,077
	<u>\$ 6,927,928</u>	<u>\$ 6,941,752</u>	<u>\$ (13,824)</u>
Total receipts			
Expenditures:			
Personal services	\$ 1,757,728	\$ 1,784,230	\$ (26,502)
Contractual services	234,335	171,300	63,035
Commodities	3,822,563	3,037,500	785,063
Capital outlay	269,423	2,501,000	(2,231,577)
Principal	131,112	186,940	(55,828)
Interest	25,778	-	25,778
Miscellaneous	(31,426)	-	(31,426)
Transfers	718,415	-	718,415
	<u>\$ 6,927,928</u>	<u>\$ 7,680,970</u>	<u>\$ (753,042)</u>
Total expenditures			
Receipts over (under) expenditures	-		
Unencumbered cash, beginning	<u>-</u>		
Unencumbered cash, ending	<u>\$ -</u>		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Special Purpose Fund - Sewer District Maintenance

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Receipts:			
Special assessments	\$ 191,268	\$ 306,170	\$ (114,902)
Licenses, permits and fees	1,460	1,500	(40)
	<u>192,728</u>	<u>307,670</u>	<u>(114,942)</u>
Total receipts	<u>\$ 192,728</u>	<u>\$ 307,670</u>	<u>\$ (114,942)</u>
Expenditures:			
Contractual services	\$ 113,619	\$ -	\$ 113,619
Commodities	6,782	-	6,782
Capital outlay	-	262,380	(262,380)
Principal	30,000	30,000	-
Interest	13,635	13,740	(105)
Miscellaneous	4,817	-	4,817
	<u>168,853</u>	<u>306,120</u>	<u>(137,267)</u>
Total expenditures	<u>\$ 168,853</u>	<u>\$ 306,120</u>	<u>\$ (137,267)</u>
Receipts over (under) expenditures	23,875		
Unencumbered cash, beginning	<u>208,548</u>		
Unencumbered cash, ending	<u>\$ 232,423</u>		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Special Purpose Fund - Sheriff

	Actual	Budget	Variance- Over (Under)
Receipts:			
Ad valorem property tax	\$ 2,420,524	\$ 2,474,059	\$ (53,535)
Delinquent tax	87,626	75,000	12,626
Motor vehicle tax	292,622	299,070	(6,448)
In lieu of tax	2,647	-	2,647
Licenses, permits, and fees	225	200	25
Charges for services	354,938	390,860	(35,922)
Intergovernmental	1,488	-	1,488
Miscellaneous	4,335	2,000	2,335
Other	36,406	-	36,406
Reimbursements	3,474	2,000	1,474
	<u>\$ 3,204,285</u>	<u>\$ 3,243,189</u>	<u>\$ (38,904)</u>
Expenditures:			
Personal services	\$ 2,463,284	\$ 2,552,580	\$ (89,296)
Contractual services	95,867	83,000	12,867
Commodities	332,678	349,000	(16,322)
Capital outlay	37,522	26,990	10,532
Miscellaneous	(725)	-	(725)
Transfers	275,659	269,000	6,659
	<u>\$ 3,204,285</u>	<u>\$ 3,280,570</u>	<u>\$ (76,285)</u>
Receipts over (under) expenditures	-		
Unencumbered cash, beginning	-		
Unencumbered cash, ending	<u>\$ -</u>		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Special Purpose Fund - Special Alcohol

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Receipts:			
Intergovernmental	\$ 3,131	\$ 1,600	\$ 1,531
Total receipts	<u>\$ 3,131</u>	<u>\$ 1,600</u>	<u>\$ 1,531</u>
Expenditures:			
Contractual services	\$ -	\$ 30,000	\$ (30,000)
Total expenditures	<u>\$ -</u>	<u>\$ 30,000</u>	<u>\$ (30,000)</u>
Receipts over (under) expenditures	3,131		
Unencumbered cash, beginning	<u>71,248</u>		
Unencumbered cash, ending	<u>\$ 74,379</u>		

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012

Special Purpose Fund - Special Liability

	Actual	Budget	Variance- Over (Under)
Receipts:			
Delinquent tax	\$ 1	\$ -	\$ 1
Miscellaneous	63,344	-	63,344
	<u>\$ 63,345</u>	<u>\$ -</u>	<u>\$ 63,345</u>
Total receipts			
Expenditures:			
Contractual services	\$ 10,400	\$ 36,000	\$ (25,600)
	<u>\$ 10,400</u>	<u>\$ 36,000</u>	<u>\$ (25,600)</u>
Total fund expenditures			
Receipts over (under) expenditures	52,945		
Unencumbered cash, beginning	82,588		
Unencumbered cash, ending	\$ 135,533		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Special Purpose Fund - Special Parks and Recreation

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Receipts:			
Intergovernmental	\$ 1,636	\$ 500	\$ 1,136
Total receipts	<u>\$ 1,636</u>	<u>\$ 500</u>	<u>\$ 1,136</u>
Expenditures:			
Contractual services	\$ 10,000	\$ 10,000	\$ -
Total expenditures	<u>\$ 10,000</u>	<u>\$ 10,000</u>	<u>\$ -</u>
Receipts over (under) expenditures	(8,364)		
Unencumbered cash, beginning	<u>17,455</u>		
Unencumbered cash, ending	<u>\$ 9,091</u>		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Special Purpose Fund - Street Lighting

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Receipts:			
Special assessments	\$ 1,383	\$ 950	\$ 433
Total receipts	<u>\$ 1,383</u>	<u>\$ 950</u>	<u>\$ 433</u>
Expenditures:			
Contractual services	\$ 1,425	\$ 1,600	\$ (175)
Total expenditures	<u>\$ 1,425</u>	<u>\$ 1,600</u>	<u>\$ (175)</u>
Receipts over (under) expenditures	(42)		
Unencumbered cash, beginning	<u>104</u>		
Unencumbered cash, ending	<u>\$ 62</u>		

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2012

Special Purpose Fund - Wind Farms

	<u>Actual</u>	<u>Budget</u>	Variance- Favorable (Unfavorable)
Receipts:			
Charges for service	\$ 50,000	\$ 50,000	\$ -
Total receipts	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ -</u>
Expenditures:			
Contractual services	\$ 30,826	\$ 23,000	\$ 7,826
Miscellaneous	10,000	-	10,000
Transfers	-	100,000	(100,000)
Total expenditures	<u>\$ 40,826</u>	<u>\$ 123,000</u>	<u>\$ (82,174)</u>
Receipts over (under) expenditures	9,174		
Unencumbered cash, beginning	<u>120,850</u>		
Unencumbered cash, ending	<u>\$ 130,024</u>		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Special Purpose Fund - 911 Equipment Reserve

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Receipts:			
911 tax	\$ 27,677	\$ -	\$ 27,677
Total receipts	<u>\$ 27,677</u>	<u>\$ -</u>	<u>\$ 27,677</u>
Expenditures:			
Contractual services	\$ 24,158	\$ 70,000	\$ (45,842)
Miscellaneous	2,818	-	2,818
Total expenditures	<u>\$ 26,976</u>	<u>\$ 70,000</u>	<u>\$ (43,024)</u>
Receipts over (under) expenditures	701		
Unencumbered cash, beginning	<u>184,366</u>		
	<u>\$ 185,067</u>		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Special Purpose Fund - Sales Tax

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Receipts:			
Sales tax	\$ 1,931,248	\$ 1,850,000	\$ 81,248
Total receipts	<u>\$ 1,931,248</u>	<u>\$ 1,850,000</u>	<u>\$ 81,248</u>
Expenditures:			
Principal	\$ 1,005,000	\$ 1,005,000	\$ -
Interest	352,760	352,770	(10)
Transfers	247,910	253,290	(5,380)
Total expenditures	<u>\$ 1,605,670</u>	<u>\$ 1,611,060</u>	<u>\$ (5,390)</u>
Receipts over (under) expenditures	325,578		
Unencumbered cash, beginning	<u>915,779</u>		
Unencumbered cash, ending	<u>\$ 1,241,357</u>		

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012

Schedule 2-20

Non-budgeted Special Purpose Funds

	Motor Vehicle Operating	Capital Improvements	Community Corrections	Sheriff Capital Reserves	Court Services Diversion Fees	Jail Reserve	Department on Aging Grants	Drug Asset and Seizure	Federal and State Assistance
Receipts:									
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,101	\$ -	\$ 23,128
Licenses, permits, and fees	547,343	-	12,520	-	2,873	-	-	-	2,000
County office fees	-	-	-	-	-	-	-	-	-
Intergovernmental	-	22,436	1,039,821	-	-	-	307,095	-	287,127
Special assessments	-	-	-	-	-	-	-	-	-
Miscellaneous	-	69,654	125	31,243	-	-	8,309	2,647	5,930
Other	25,863	-	-	-	-	-	15,520	-	500
Debt issuance	-	-	-	-	-	-	-	-	-
Transfers	-	717,319	17,592	275,659	-	738,242	-	-	-
Total receipts	573,206	809,409	1,070,058	306,902	2,873	738,242	342,025	2,647	318,685
Expenditures:									
Personal services	486,466	-	839,221	-	-	-	206,837	-	-
Contractual services	-	164,128	106,479	-	1,937	156,600	48,644	1,983	37,853
Commodities	-	17,075	18,074	-	406	-	70,429	-	5,451
Capital outlay	-	192,990	24,499	163,799	-	58,139	119	4,123	234,745
Miscellaneous	49,676	(16,139)	1,998	-	-	-	16,714	1,944	14,994
Transfers	56,254	30,735	-	-	-	-	-	-	22,592
Total expenditures	592,396	388,789	990,271	163,799	2,343	214,739	342,743	8,050	315,635
Receipts over (under) expenditures	(19,190)	420,620	79,787	143,103	530	523,503	(718)	(5,403)	3,050
Unencumbered cash, beginning	56,255	1,750,696	54,455	393,916	4,193	-	91,422	14,337	187,927
Balance from Jail Operating	-	-	-	-	-	546,688	-	-	-
Unencumbered cash, beginning, as restated	56,255	1,750,696	54,455	393,916	4,193	546,688	91,422	14,337	187,927
Unencumbered cash, ending	\$ 37,065	\$ 2,171,316	\$ 134,242	\$ 537,019	\$ 4,723	\$ 1,070,191	\$ 90,704	\$ 8,934	\$ 190,977

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012

Schedule 2-20

Non-budgeted Special Purpose Funds (continued)

	Health Department Reserve	Health Department Grants	Prosecutor's Training and Assistance	Register of Deeds Technology	Special Ambulance	Special Highway Improvement	Special Law Enforcement	Special Road Machinery	Economic Development
Receipts:									
Charges for services	\$ -	\$ 27,160	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits, and fees	-	-	9,454	105,089	-	-	-	-	-
County office fees	-	-	-	-	-	-	-	-	-
Intergovernmental	-	548,965	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-	-	65,093
Miscellaneous	-	7,068	-	-	-	1,936,818	806	107,550	-
Other	-	692	-	217	-	-	-	-	-
Debt issuance	-	-	-	-	-	53,666	-	-	-
Transfers	61,513	-	-	-	181,719	408,415	-	310,000	-
Total receipts	61,513	583,885	9,454	105,306	181,719	2,398,899	806	417,550	65,093
Expenditures:									
Personal services	-	438,769	-	-	-	-	-	-	-
Contractual services	30,512	61,599	5,350	43,221	-	-	-	-	50,791
Commodities	-	89,484	-	142	-	-	-	-	-
Capital outlay	8,640	28,048	-	42,133	188,947	2,396,568	-	509,701	-
Miscellaneous	-	89	4,387	-	-	-	-	-	-
Transfers	-	5,726	-	-	-	-	-	-	-
Total expenditures	39,152	623,715	9,737	85,496	188,947	2,396,568	-	509,701	50,791
Receipts over (under) expenditures	22,361	(39,830)	(283)	19,810	(7,228)	2,331	806	(92,151)	14,302
Unencumbered cash, beginning	253,520	113,452	4,381	225,115	219,911	1,510,133	12,024	394,936	579,629
Balance from Jail Operating	-	-	-	-	-	-	-	-	-
Unencumbered cash, beginning, as restated	<u>253,520</u>	<u>113,452</u>	<u>4,381</u>	<u>225,115</u>	<u>219,911</u>	<u>1,510,133</u>	<u>12,024</u>	<u>394,936</u>	<u>579,629</u>
Unencumbered cash, ending	\$ 275,881	\$ 73,622	\$ 4,098	\$ 244,925	\$ 212,683	\$ 1,512,464	\$ 12,830	\$ 302,785	\$ 593,931

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012

Schedule 2-20

Non-budgeted Special Purpose Funds (continued)

	Conceal/ Carry Permits	Dept. on Aging Reserve	SCARF	Child Support Enforcement	County Attorney Diversion Fees	Juvenile Justice Diversion Fees	Juvenile Justice EMP Fees	Landfill Post Closure	Total
Receipts:									
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 61,389
Licenses, permits, and fees	-	-	-	68,802	53,240	8,550	65,374	-	875,245
County office fees	20,663	-	-	-	-	-	-	-	20,663
Intergovernmental	-	-	-	-	-	-	-	-	2,205,444
Special assessments	-	-	-	-	-	-	-	-	65,093
Miscellaneous	-	-	-	-	19,408	-	-	449	2,190,007
Other	-	29,400	-	-	-	-	-	-	72,192
Debt issuance	-	-	-	-	-	-	-	-	53,666
Transfers	-	57,521	-	-	-	-	8,000	300,000	3,075,980
Total receipts	20,663	86,921	-	68,802	72,648	8,550	73,374	300,449	8,619,679
Expenditures:									
Personal services	-	-	-	-	32,124	-	-	-	2,003,417
Contractual services	-	-	6,000	56,846	912	987	57,154	-	830,996
Commodities	-	-	-	73	6,348	4,698	13,054	-	225,234
Capital outlay	6,480	17,600	-	-	1,590	811	-	-	3,878,932
Miscellaneous	-	-	-	-	1,110	3,733	549	-	79,055
Transfers	-	-	-	-	-	3,000	-	-	118,307
Total expenditures	6,480	17,600	6,000	56,919	42,084	13,229	70,757	-	7,135,941
Receipts over (under) expenditures	14,183	69,321	(6,000)	11,883	30,564	(4,679)	2,617	300,449	1,483,738
Unencumbered cash, beginning	8,010	502,064	6,000	59,514	78,720	18,334	(2,380)	300,115	6,836,679
Balance from Jail Operating	-	-	-	-	-	-	-	-	546,688
Unencumbered cash, beginning, as restated	8,010	502,064	6,000	59,514	78,720	18,334	(2,380)	300,115	7,383,367
Unencumbered cash, ending	\$ 22,193	\$ 571,385	\$ -	\$ 71,397	\$ 109,284	\$ 13,655	\$ 237	\$ 600,564	\$ 8,867,105

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012

Capital Project Funds

	Courthouse Remodel Project	Prairie Creek Road Paving	Public Safety Communications	Total
Receipts and other sources:				
Intergovernmental	\$ 15,740	\$ -	\$ -	\$ 15,740
Special assessments	-	19,929	-	19,929
Transfers	15,740	7,596	44,624	67,960
Total receipts and other sources	\$ 31,480	\$ 27,525	\$ 44,624	\$ 103,629
Expenditures:				
Contractual services	\$ 31,480	\$ -	\$ 128,865	\$ 160,345
Principal	-	15,000	-	15,000
Interest	-	11,830	-	11,830
Capital outlay	-	-	3,112	3,112
Total expenditures	\$ 31,480	\$ 26,830	\$ 131,977	\$ 190,287
Receipts and other sources over (under) expenditures	-	695	(87,353)	(86,658)
Unencumbered cash, beginning	-	(695)	87,353	86,658
Unencumbered cash, ending	\$ -	\$ -	\$ -	\$ -
Total project authorization	\$ 661,544	\$ 371,510	\$ 13,222,855	\$ 14,255,909
Payments through 12/31/2012	491,537	326,898	13,222,855	14,041,290
Remaining balance on project	\$ 170,007	\$ 44,612	\$ -	\$ 214,619

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Bond and Interest Funds - Bond and Interest Fund

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Receipts:			
Special assessments	\$ 81,139	\$ 174,540	\$ (93,401)
Delinquent Tax	1	-	1
Transfers	<u>190,103</u>	<u>-</u>	<u>190,103</u>
Total receipts	<u>\$ 271,243</u>	<u>\$ 174,540</u>	<u>\$ 96,703</u>
Expenditures:			
Principal	\$ 87,000	\$ 132,000	\$ (45,000)
Interest	<u>17,044</u>	<u>42,540</u>	<u>(25,496)</u>
Total expenditures	<u>\$ 104,044</u>	<u>\$ 174,540</u>	<u>\$ (70,496)</u>
Receipts over (under) expenditures	167,199		
Unencumbered cash, beginning	<u>20,841</u>		
Unencumbered cash, ending	<u>\$ 188,040</u>		

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012

Bond and Interest Funds - Bond Indebtedness Reserve

	<u>Actual</u>
Receipts:	
	<u>\$ -</u>
Total receipts	<u>\$ -</u>
Expenditures:	
Transfers	<u>\$ 185,302</u>
Total expenditures	<u>\$ 185,302</u>
Receipts over (under) expenditures	(185,302)
Unencumbered cash, beginning	<u>185,302</u>
Unencumbered cash, ending	<u>\$ -</u>

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2012

Business Fund - Landfill

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Receipts:			
Ad valorem property tax	\$ 21	\$ -	\$ 21
Delinquent tax	777	-	777
Motor vehicle tax	223	-	223
Charges for services	1,896,510	1,840,220	56,290
Intergovernmental	15,000	-	15,000
Rental income	14,044	14,000	44
	<u>1,926,575</u>	<u>1,854,220</u>	<u>72,355</u>
Total receipts	<u>\$ 1,926,575</u>	<u>\$ 1,854,220</u>	<u>\$ 72,355</u>
Expenditures:			
Personal services	\$ 471,483	\$ 479,800	\$ (8,317)
Contractual services	176,153	230,500	(54,347)
Commodities	175,965	249,000	(73,035)
Capital outlay	49,156	461,000	(411,844)
Miscellaneous	54,993	-	54,993
Transfers	924,400	431,850	492,550
	<u>1,852,150</u>	<u>1,852,150</u>	<u>-</u>
Total expenditures	<u>\$ 1,852,150</u>	<u>\$ 1,852,150</u>	<u>\$ -</u>
Receipts over (under) expenditures	\$ 74,425		
Unencumbered cash, beginning	<u>-</u>		
Unencumbered cash, ending	<u>\$ 74,425</u>		

Business Fund - Landfill Capital Improvements

	<u>Actual</u>
Receipts:	
Miscellaneous	\$ 26,125
Transfers	796,595
	<u>822,720</u>
Total receipts	<u>\$ 822,720</u>
Expenditures:	
Capital outlay	\$ 329,414
Transfers	300,000
	<u>629,414</u>
Total expenditures	<u>\$ 629,414</u>
Receipts over (under) expenditures	193,306
Unencumbered cash, beginning	<u>1,055,496</u>
Unencumbered cash, ending	<u>\$ 1,248,802</u>

BUTLER COUNTY, KANSAS
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2012

Business Fund - Self Insurance Internal Service

	<u>Actual</u>
Receipts:	
Charges for services	\$ 473,692
Transfers	<u>400,000</u>
Total receipts	<u>\$ 873,692</u>
Expenditures:	
Contractual services	<u>\$ 232,905</u>
Total expenditures	<u>\$ 232,905</u>
Receipts over (under) expenditures	640,787
Unencumbered cash, beginning	<u>-</u>
Unencumbered cash, ending	<u>\$ 640,787</u>

BUTLER COUNTY, KANSAS
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2012

Agency Funds

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Distributable Funds:				
Advance tax	\$ (1)	\$ 30,432	\$ 30,431	\$ -
Current tax	48,683,587	89,027,825	87,279,902	50,431,510
Delinquent tax	1,111,750	3,066,807	3,073,103	1,105,454
Federal Land Ent Holding	-	40,493	40,493	-
In lieu of tax	51,056	136,905	102,111	85,850
Machinery & Equipment Commer	-	-	-	-
Machinery & Equipment Telecom	-	-	-	-
Motor license hold	29,527	3,575,710	3,575,887	29,350
Motor vehicle sales tax	123,610	1,959,852	1,955,876	127,586
Motor vehicle tax	264,484	9,170,101	9,169,264	265,321
NRP- Tax holding fund	-	452,815	452,815	-
Rental Excise Tax Holding	-	4,630	4,630	-
RV Tax Holding	2,448	134,343	133,116	3,675
Severance tax holding	(1)	62,997	49,779	13,217
Special City/County Highway Holding	-	2,217,769	2,217,769	-
Specials Holding	3,741,934	180,329	-	3,922,263
Tax and motor vehicle over/short	-	405,015	405,015	-
Tax sales	(22,374)	3,760	4,041	(22,655)
Total Distributable Funds	53,986,020	110,469,783	108,494,232	55,961,571
State Funds:				
State educational building tax	2	678,565	678,567	-
State institutional building tax	(2)	339,283	339,281	-
Total State Funds	-	1,017,848	1,017,848	-
Subdivision Funds:				
Butler County Community College	-	12,167,604	12,167,604	-
Cities	41,246	21,332,489	21,332,489	41,246
Regional Library - general	-	346,310	346,310	-
Regional Library - employee benefits	-	19,960	19,960	-
School districts	-	35,719,764	35,719,764	-
Townships	-	5,179,752	5,179,752	-
Watershed districts	1,857	434,768	434,860	1,765
Total Subdivision Funds	43,103	75,200,647	75,200,739	43,011
Other Agency Funds:				
Cereal malt beverage licenses	425	200	200	425
County sheriff donations	7,523	-	(2,323)	9,846
Drug task force	-	-	-	-
EMS donations	10,939	-	1	10,938
Employee association	9,037	20,354	20,516	8,875
Fish and game licenses	20	2,141	1,885	276
Inmate funds	9,586	314,724	297,533	26,777
Mid-Kansas Community Action	-	1,266	1,266	-
Miscellaneous drug dealer stamp	4,690	574	-	5,264
Procurement card clearing	(79,025)	-	(27,667)	(51,358)
Register of Deeds - Heritage fund	7,982	39,532	39,211	8,303
Rescue Squad donations	6,911	-	-	6,911
Treasurer's special vehicle	5,540	535,251	536,042	4,749
Stray animals	804	817	971	650
Fire Districts	127,177	1,577,436	1,583,318	121,295
Flex Account	50,055	177,358	173,295	54,118
Oil and Gas Depletion Trust	-	227,290	-	227,290
Total Other Agency Funds	161,664	2,896,943	2,624,248	434,359
Total Agency Funds	\$ 54,190,787	\$ 189,585,221	\$ 187,337,067	\$ 56,438,941

BUTLER COUNTY, KANSAS
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2012

Schedule 4

Related Municipal Entity - Butler County Extension Council

	Actual
Receipts:	
County appropriation	\$ 300,000
KSU salary participation	62,608
Educational services	23,243
Interest and miscellaneous	286
Total receipts	386,137
Expenditures:	
Audit, printing and treasury bond	4,029
Telephone	3,657
Utilities	4,988
Supplies	10,234
Equipment	33,846
Miscellaneous	3,141
Travel	5,689
Subsistence	2,497
Salaries and wages	301,783
Employer contribution	46,876
Educational reimbursable expenditures	11,770
Total expenditures	428,510
Receipts over expenditures	(42,373)
Unencumbered cash, beginning	145,774
Unencumbered cash, ending	\$ 103,401

Related Municipal Entity - Butler County Public Building Commission

	Actual
Receipts:	
Rental income	\$ 2,669,415
Total receipts	2,669,415
Expenditures:	
Principal	1,850,000
Interest	819,415
Total expenditures	2,669,415
Receipts (under) expenditures	-
Unencumbered cash, beginning	10,201
Unencumbered cash, ending	\$ 10,201