

ELLIS COUNTY, KANSAS

Primary Government Financial Statements
With Independent Auditors' Report

For the Year Ended December 31, 2011

ELLIS COUNTY, KANSAS
 Primary Government Financial Statements With Independent Auditors' Report
 For the Year Ended December 31, 2011

TABLE OF CONTENTS

Independent Auditors' Report.....	1
Statement 1 – Summary of Cash Receipts, Expenditures, and Unencumbered Cash.....	3
Statement 2 – Summary of Expenditures – Actual and Budget.....	5
Statement 3 – Statement of Cash Receipts and Expenditures – Actual and Budget Individually Presented by Fund	
Governmental Fund Categories	
General Fund	
3-1 General Fund.....	6
Special Revenue Funds	
3-2 Road and Bridge Fund	11
3-3 Special Bridge Fund	12
3-4 Special Road Machinery Fund	13
3-5 Special Highway Improvement Fund.....	14
3-6 Ambulance Fund	15
3-7 Appraisal Fund	16
3-8 Health Fund	17
3-9 Economic Development Fund	18
3-10 Fair Fund	19
3-11 Fair Operating Fund	20
3-12 Fair Rent Fund.....	21
3-13 Mental Health Fund	22
3-14 Mental Retardation Fund.....	23
3-15 Senior Citizens Fund	24
3-16 Special Parks and Recreation Fund.....	25
3-17 Special Alcohol Fund.....	26
3-18 Risk Management Reserve Fund.....	27
3-19 Capital Improvement Reserve Fund.....	28
3-20 Capital Equipment Reserve Fund	29
3-21 911 Tax Fund	30
3-22 Cellular 911 Tax Fund	31
3-23 Cellular 911 Grant Fund	32
3-24 Register of Deeds Technology Fund.....	33
3-25 Drug Enforcement Unit Trust Fund	34
3-26 Munjor Grant Fund	35
3-27 Rural Fire District No. 1 Fund.....	36
3-28 Special Fire Machinery Fund.....	37
Proprietary Fund Category	
Enterprise Funds	
3-29 Solid Waste Fund	38
3-30 Solid Waste Depreciation Reserve Fund	39
3-31 Solid Waste Post-Closure Fund	40

ELLIS COUNTY, KANSAS
Primary Government Financial Statements With Independent Auditors' Report
For the Year Ended December 31, 2011

TABLE OF CONTENTS (continued)

Fiduciary Fund Category

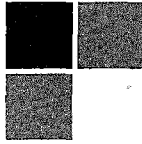
Private Purpose Trust Funds

3-32 Prosecuting Attorney's Training Fund	41
3-33 Special Motor Vehicle Fund	42

Statement 4 – Summary of Cash Receipts and Cash Disbursements

4-1 Distributable Funds, State Funds, and Subdivision Funds	43
4-2 Agency Funds.....	44

Notes to Financial Statements	45
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Certified
Public
Accountants

INDEPENDENT AUDITORS' REPORT

To the County Commission
Ellis County, Kansas
Hays, Kansas

We have audited the accompanying primary government financial statements of **Ellis County, Kansas**, as of and for the year ended December 31, 2011, as listed in the table of contents. These financial statements are the responsibility of **Ellis County, Kansas'** 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 *Kansas Municipal Audit Guide*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial 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.

The financial statements do not include financial data for the County's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for those component units to be reported with the financial data of the County's primary government unless the County also issues financial statements for the financial reporting entity that include the financial data for its component units. The County has not issued such reporting entity financial statements. Because of this departure from accounting principles generally accepted in the United States of America, the cash and unencumbered cash balances of the aggregate discretely presented component units would have been reported as \$133,797 for Ellis County Fair Board Association and \$55,110 for Ellis County Housing Authority.

As described more fully in Note 1, **Ellis County, Kansas** has prepared these financial statements using accounting practices prescribed or permitted by the State of Kansas, whose practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matters discussed in the preceding paragraphs, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Ellis County, Kansas**, as of December 31, 2011, or the changes in its financial position for the year then ended.

Ellis County, Kansas
Page Two

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of each fund of **Ellis County, Kansas**, as of December 31, 2011, and their respective cash receipts and disbursements and budgetary results for the year then ended, on the basis of accounting described in Note 1.

Adams, Brown, Beran & Ball

ADAMS, BROWN, BERAN & BALL, CHTD.
Certified Public Accountants

September 20, 2012

ELLIS COUNTY, KANSAS
Summary of Cash Receipts, Expenditures and Unencumbered Cash
For the Year Ended December 31, 2011

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Fund Categories							
General Fund							
General Fund	\$ 1,915,689	-	8,942,636	8,585,941	2,272,384	390,632	2,663,016
Special Revenue Funds							
Road and Bridge Fund	945,066	-	5,282,734	5,197,650	1,030,150	666,550	1,696,700
Special Bridge Fund	159,490	-	241,684	219,632	181,542	-	181,542
Special Road Machinery Fund	220,934	-	-	-	220,934	-	220,934
Special Highway Improvement Fund	300,257	-	-	-	300,257	-	300,257
Ambulance Fund	1,055,051	-	1,894,549	1,862,353	1,087,247	109,261	1,196,508
Appraisal Fund	137,883	-	424,040	429,531	132,392	9,283	141,675
Health Fund	271,280	-	353,452	444,365	180,367	21,244	201,611
Economic Development Fund	72,678	-	138,790	136,927	74,541	-	74,541
Fair Fund	353	-	125,805	126,158	-	-	-
Fair Operating Fund	1,858	-	148,219	150,059	18	297	315
Fair Rent Fund	55,426	-	66,791	68,714	53,503	-	53,503
Mental Health Fund	-	-	233,716	233,716	-	-	-
Mental Retardation Fund	-	-	369,209	369,209	-	-	-
Senior Citizens Fund	406	-	142,149	142,551	4	-	4
Special Parks and Recreation Fund	1,227	-	4,530	4,332	1,425	-	1,425
Special Alcohol Fund	2,047	-	7,325	7,543	1,829	-	1,829
Risk Management Reserve Fund	394,774	-	-	41,465	353,309	-	353,309
Capital Improvement Reserve Fund	1,315,603	-	-	36,216	1,279,387	-	1,279,387
Capital Equipment Reserve Fund	760,299	-	-	75,012	685,287	44,517	729,804
911 Tax Fund	81,625	-	84,226	87,137	78,714	13,174	91,888
Cellular 911 Tax Fund	176,295	-	62,360	25,568	213,087	-	213,087
Cellular 911 Grant Fund	12,016	-	222,398	222,398	12,016	-	12,016
Register of Deeds Technology Fund	202,341	-	54,697	27,442	229,596	-	229,596
Drug Enforcement Unit Trust Fund	103,179	-	66,242	59,682	109,739	-	109,739
Munjor Grant Fund	-	-	3,887	3,887	-	-	-
Rural Fire District No. 1 Fund	222,390	-	154,855	343,858	33,387	109,838	143,225
Special Fire Machinery Fund	95,674	-	-	93,409	2,265	-	2,265
Proprietary Fund Category							
Enterprise Funds							
Solid Waste Fund	85,150	-	1,264,526	1,167,458	182,218	110,000	292,218
Solid Waste Depreciation Reserve Fund	180,386	-	-	38,975	141,411	38,975	180,386
Solid Waste Post-Closure Fund	153,333	-	-	-	153,333	-	153,333
Fiduciary Fund Category							
Private Purpose Trust Funds							
Prosecuting Attorney's Training Fund	4,278	-	7,402	9,558	2,122	409	2,531
Special Motor Vehicle Fund	252,825	-	238,729	242,222	249,332	50,013	299,345
Total Primary Government (Excluding Agency Funds)	\$ 9,179,813	-	20,534,951	20,452,968	9,261,796	1,564,193	10,825,989

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

ELLIS COUNTY, KANSAS
Summary of Cash Receipts, Expenditures and Unencumbered Cash
For the Year Ended December 31, 2011

Composition of Cash:	
Checking Accounts	\$ 2,821,953
Savings Accounts	29,003,825
Certificates of Deposit	6,056,015
Kansas Municipal Investment Pool	77,416
Cash on Hand	<u>148,930</u>
Total Cash	38,108,139
Distributable Funds Per Statement 4-1	(26,560,682)
Agency Funds Per Statement 4-2	<u>(721,468)</u>
Total Primary Government (Excluding Agency Funds)	\$ <u>10,825,989</u>

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

ELLIS COUNTY, KANSAS
 Summary of Expenditures - Actual and Budget
 For the Year Ended December 31, 2011

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
Governmental Fund Categories					
General Fund					
General Fund	\$ 9,481,957	-	9,481,957	8,585,941	(896,016)
Special Revenue Funds					
Road and Bridge Fund	5,199,326	-	5,199,326	5,197,650	(1,676)
Special Bridge Fund	294,127	-	294,127	219,632	(74,495)
Ambulance Fund	1,901,887	-	1,901,887	1,862,353	(39,534)
Appraisal Fund	487,517	-	487,517	429,531	(57,986)
Health Fund	512,074	-	512,074	444,365	(67,709)
Economic Development Fund	140,368	-	140,368	136,927	(3,441)
Fair Fund	126,247	-	126,247	126,158	(89)
Mental Health Fund	235,521	-	235,521	233,716	(1,805)
Mental Retardation Fund	372,082	-	372,082	369,209	(2,873)
Senior Citizens Fund	143,766	-	143,766	142,551	(1,215)
Special Parks and Recreation Fund	4,332	-	4,332	4,332	-
Special Alcohol Fund	8,664	-	8,664	7,543	(1,121)
911 Tax Fund	125,000	-	125,000	87,137	(37,863)
Cellular 911 Tax Fund	75,000	-	75,000	25,568	(49,432)
Rural Fire District No. 1 Fund	392,760	-	392,760	343,858	(48,902)
Proprietary Fund Category					
Enterprise Funds					
Solid Waste Fund	1,321,677	-	1,321,677	1,167,458	(154,219)
Solid Waste Depreciation Reserve Fund	40,000	-	40,000	38,975	(1,025)

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

ELLIS COUNTY, KANSAS
General Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 7,179,402	7,894,167	7,931,058	(36,891)
Intergovernmental	5,907	4,530	-	4,530
Licenses and Fees	466,625	748,732	168,500	580,232
Federal Aid	20,334	27,393	-	27,393
Use of Money and Property	125,274	118,100	100,000	18,100
Transfers In	-	112,689	58,018	54,671
Miscellaneous	39,491	37,025	69,100	(32,075)
Total Cash Receipts	<u>7,837,033</u>	<u>8,942,636</u>	<u>8,326,676</u>	<u>615,960</u>
Expenditures				
County Appraiser	-	1,230	-	1,230
County Attorney	380,159	404,078	398,322	5,756
County Commissioners	48,221	42,278	64,818	(22,540)
Courthouse General	484,707	404,031	635,506	(231,475)
County Clerk	233,539	198,218	240,965	(42,747)
Unified Courts	268,374	260,967	271,400	(10,433)
Custodians	88,790	96,930	107,715	(10,785)
Computer Information Services	431,634	339,810	325,908	13,902
Register of Deeds	106,665	100,334	124,418	(24,084)
County Treasurer	387,193	388,578	404,971	(16,393)
Sheriff	1,855,935	1,807,416	1,967,572	(160,156)
Coroner	38,539	47,299	78,000	(30,701)
Counselor	68,682	44,498	90,250	(45,752)
Juvenile Detention	14,825	1,880	-	1,880
Emergency Preparedness	139,619	72,789	71,591	1,198
Health Insurance	2,689,897	2,378,766	2,465,347	(86,581)
Conservation District	73,250	75,125	75,125	-
Election Fund	92,691	57,464	66,410	(8,946)
County Administrator	67,191	152,105	167,929	(15,824)
Employee Benefit	1,198,671	1,302,153	1,516,768	(214,615)
Extension Council	255,099	267,854	267,854	-
Economic Development	1,572	51	-	51
Historical Society	105,700	120,100	120,100	-
Revitalization Rebate	19,887	21,987	20,988	999
Total Expenditures	<u>9,050,840</u>	<u>8,585,941</u>	<u>9,481,957</u>	<u>(896,016)</u>
Cash Receipts Over (Under) Expenditures	(1,213,807)	356,695		
Unencumbered Cash - Beginning	<u>3,129,496</u>	<u>1,915,689</u>		
Unencumbered Cash - Ending	\$ <u>1,915,689</u>	<u>2,272,384</u>		

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

ELLIS COUNTY, KANSAS
General Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures				
County Appraiser				
Personal Services	\$ -	1,230	-	1,230
County Attorney				
Personal Services	367,005	377,510	375,972	1,538
Contractual Services	5,629	16,499	13,100	3,399
Commodities	4,727	6,408	5,750	658
Capital Outlay	5,455	3,661	3,500	161
Reimbursed Expenses	(2,657)	-	-	-
Department Total	380,159	404,078	398,322	5,756
County Commissioners				
Personal Services	38,874	30,383	53,218	(22,835)
Contractual Services	8,908	11,501	8,800	2,701
Commodities	439	394	500	(106)
Capital Outlay	-	-	2,300	(2,300)
Department Total	48,221	42,278	64,818	(22,540)
Courthouse General				
Personal Services	1,923	2,077	2,250	(173)
Contractual Services	442,969	361,939	503,906	(141,967)
Commodities	21,258	24,070	40,100	(16,030)
Capital Outlay	581	5,551	-	5,551
Junior Free Fair	3,250	3,250	3,250	-
Appropriations - Other	78,500	78,500	80,500	(2,000)
Humane Society	5,000	5,500	5,500	-
Transfers Out	30,000	-	-	-
Reimbursed Expenses	(98,774)	(76,856)	-	(76,856)
Department Total	484,707	404,031	635,506	(231,475)
County Clerk				
Personal Services	220,273	187,252	206,190	(18,938)
Contractual Services	10,040	8,769	18,175	(9,406)
Commodities	2,751	1,831	5,100	(3,269)
Capital Outlay	-	1,375	11,500	(10,125)
Transfers Out	1,500	-	-	-
Reimbursed Expenses	(1,025)	(1,009)	-	(1,009)
Department Total	233,539	198,218	240,965	(42,747)
Unified Courts				
Personal Services	3,364	3,083	-	3,083
Contractual Services	267,056	260,549	271,400	(10,851)
Commodities	19,668	14,091	-	14,091
Capital Outlay	28,065	26,564	-	26,564
Reimbursed Expenses	(49,779)	(43,320)	-	(43,320)
Department Total	\$ 268,374	260,967	271,400	(10,433)

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

ELLIS COUNTY, KANSAS
General Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Expenditures (continued)				
Custodians				
Personal Services	\$ 76,615	77,415	82,200	(4,785)
Contractual Services	2,593	2,207	4,250	(2,043)
Commodities	8,963	10,714	14,175	(3,461)
Capital Outlay	649	6,594	7,090	(496)
Reimbursed Expenses	(30)	-	-	-
Department Total	<u>88,790</u>	<u>96,930</u>	<u>107,715</u>	<u>(10,785)</u>
Computer Information Services				
Personal Services	183,561	190,116	200,022	(9,906)
Contractual Services	145,706	112,904	104,986	7,918
Commodities	21,927	18,408	20,900	(2,492)
Capital Outlay	37,501	18,382	-	18,382
Transfers Out	45,000	-	-	-
Reimbursed Expenses	(2,061)	-	-	-
Department Total	<u>431,634</u>	<u>339,810</u>	<u>325,908</u>	<u>13,902</u>
Register of Deeds				
Personal Services	107,530	98,686	110,398	(11,712)
Contractual Services	3,302	5,434	8,020	(2,586)
Commodities	2,973	3,566	4,000	(434)
Capital Outlay	-	-	2,000	(2,000)
Reimbursed Expenses	(7,140)	(7,352)	-	(7,352)
Department Total	<u>106,665</u>	<u>100,334</u>	<u>124,418</u>	<u>(24,084)</u>
County Treasurer				
Personal Services	331,542	338,677	338,021	656
Contractual Services	72,570	66,560	51,950	14,610
Commodities	7,704	9,901	9,000	901
Capital Outlay	2,360	5,494	6,000	(506)
Transfers Out	3,000	-	-	-
Reimbursed Expenses	(29,983)	(32,054)	-	(32,054)
Department Total	<u>387,193</u>	<u>388,578</u>	<u>404,971</u>	<u>(16,393)</u>
Sheriff				
Personal Services	1,291,876	1,324,019	1,420,622	(96,603)
Contractual Services	271,560	216,451	304,950	(88,499)
Commodities	197,827	219,771	188,000	31,771
Capital Outlay	72,461	54,729	54,000	729
Transfers Out	30,000	-	-	-
Reimbursed Expenses	(7,789)	(7,554)	-	(7,554)
Department Total	<u>\$ 1,855,935</u>	<u>1,807,416</u>	<u>1,967,572</u>	<u>(160,156)</u>

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

ELLIS COUNTY, KANSAS
General Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (continued)				
Coroner				
Personal Services	\$ 30,606	27,500	35,000	(7,500)
Contractual Services	15,185	25,865	40,000	(14,135)
Commodities	-	-	3,000	(3,000)
Reimbursed Expenses	(7,252)	(6,066)	-	(6,066)
Department Total	<u>38,539</u>	<u>47,299</u>	<u>78,000</u>	<u>(30,701)</u>
Counselor				
County Counselor	58,700	34,516	90,250	(55,734)
Wind Farm Project	9,982	9,982	-	9,982
Department Total	<u>68,682</u>	<u>44,498</u>	<u>90,250</u>	<u>(45,752)</u>
Juvenile Detention				
Contractual Services	14,825	1,880	-	1,880
Emergency Preparedness				
Personal Services	37,682	38,490	41,431	(2,941)
Contractual Services	21,233	28,396	18,060	10,336
Commodities	4,472	3,905	6,250	(2,345)
Capital Outlay	2,574	2,532	5,850	(3,318)
Transfers Out	75,000	-	-	-
Reimbursed Expenses	(1,342)	(534)	-	(534)
Department Total	<u>139,619</u>	<u>72,789</u>	<u>71,591</u>	<u>1,198</u>
Health Insurance				
Contractual Services	6,318	9,567	10,000	(433)
Refunds	536	-	-	-
Premiums	2,838,315	2,598,458	2,625,347	(26,889)
Transfers Out	25,000	-	-	-
Reimbursed Expenses	(180,272)	(229,259)	(170,000)	(59,259)
Department Total	<u>2,689,897</u>	<u>2,378,766</u>	<u>2,465,347</u>	<u>(86,581)</u>
Conservation District	<u>73,250</u>	<u>75,125</u>	<u>75,125</u>	<u>-</u>
Election Fund				
Personal Services	36,980	20,777	28,000	(7,223)
Contractual Services	39,992	18,055	32,160	(14,105)
Commodities	9,361	10,948	5,250	5,698
Capital Outlay	3,054	7,684	1,000	6,684
Transfers Out	5,000	-	-	-
Reimbursed Expenses	(1,696)	-	-	-
Department Total	<u>\$ 92,691</u>	<u>57,464</u>	<u>66,410</u>	<u>(8,946)</u>

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

ELLIS COUNTY, KANSAS
General Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over Under (Under)
		Actual	Budget	
Expenditures (continued)				
County Administrator	\$			
Personal Services	50,402	139,520	138,629	891
Contractual Services	9,100	11,313	19,300	(7,987)
Commodities	2,521	1,272	5,000	(3,728)
Capital Outlay	5,168	-	5,000	(5,000)
Department Total	<u>67,191</u>	<u>152,105</u>	<u>167,929</u>	<u>(15,824)</u>
Employee Benefit				
Personal Services	1,059,443	1,139,989	1,316,768	(176,779)
Contractual Services	155,248	174,623	200,000	(25,377)
Reimbursed Expenses	(16,020)	(12,459)	-	(12,459)
Department Total	<u>1,198,671</u>	<u>1,302,153</u>	<u>1,516,768</u>	<u>(214,615)</u>
Extension Council	<u>255,099</u>	<u>267,854</u>	<u>267,854</u>	<u>-</u>
Economic Development				
Economic Package	1,572	-	-	-
Property Taxes	-	51	-	51
Department Total	<u>1,572</u>	<u>51</u>	<u>-</u>	<u>51</u>
Historical Society	<u>105,700</u>	<u>120,100</u>	<u>120,100</u>	<u>-</u>
Revitalization Rebate	<u>19,887</u>	<u>21,987</u>	<u>20,988</u>	<u>999</u>
Total Expenditures	\$ <u>9,050,840</u>	<u>8,585,941</u>	<u>9,481,957</u>	<u>(896,016)</u>

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

ELLIS COUNTY, KANSAS
Road and Bridge Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Taxes	\$ 3,685,598	3,705,711	3,726,047	(20,336)
Intergovernmental	936,169	859,323	880,189	(20,866)
Sale of Chemicals and Treatment	434,720	526,227	90,000	436,227
Federal Aid	33,498	26,101	-	26,101
Reimbursed Expenses	16,830	91,581	-	91,581
Sale of Equipment	41,809	48,169	-	48,169
Miscellaneous	161	25,622	15,000	10,622
Total Cash Receipts	5,148,785	5,282,734	4,711,236	571,498
Expenditures				
Personal Services	1,764,715	1,767,044	1,925,949	(158,905)
Contractual Services	334,627	387,805	385,095	2,710
Commodities	2,032,797	2,239,647	2,062,590	177,057
Capital Outlay	548,200	713,812	744,400	(30,588)
County Planning and Zoning	6,829	33,555	25,970	7,585
Debt Service	91,043	45,521	45,524	(3)
Transfers Out	294,000	-	-	-
Revitalization Rebate	10,600	10,266	9,798	468
Total Expenditures	5,082,811	5,197,650	5,199,326	(1,676)
Cash Receipts Over (Under) Expenditures	65,974	85,084		
Unencumbered Cash - Beginning	879,092	945,066		
Unencumbered Cash - Ending	\$ 945,066	1,030,150		

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

ELLIS COUNTY, KANSAS
Special Bridge Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 211,778	239,748	242,985	(3,237)
State Aid	-	1,936	-	1,936
Miscellaneous	3,092	-	1,500	(1,500)
Total Cash Receipts	<u>214,870</u>	<u>241,684</u>	<u>244,485</u>	<u>(2,801)</u>
Expenditures				
Contractual Services	31,199	48,171	35,000	13,171
Capital Outlay	33,245	84,061	165,000	(80,939)
Debt Service	86,552	86,725	94,127	(7,402)
Miscellaneous	-	-	644	(644)
Revitalization Rebate	625	675	-	675
Total Expenditures	<u>151,621</u>	<u>219,632</u>	<u>294,771</u>	<u>(75,139)</u>
Cash Receipts Over (Under) Expenditures	63,249	22,052		
Unencumbered Cash - Beginning	<u>96,241</u>	<u>159,490</u>		
Unencumbered Cash - Ending	\$ <u>159,490</u>	<u>181,542</u>		

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

ELLIS COUNTY, KANSAS
Special Road Machinery Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 134,000	-
Expenditures		
Capital Outlay	245,541	-
Cash Receipts Over (Under) Expenditures	(111,541)	-
Unencumbered Cash - Beginning	332,475	220,934
Unencumbered Cash - Ending	\$ 220,934	220,934

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

ELLIS COUNTY, KANSAS
Special Highway Improvement Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 160,000	-
Expenditures		
Capital Outlay	109,743	-
Cash Receipts Over (Under) Expenditures	50,257	-
Unencumbered Cash - Beginning	250,000	300,257
Unencumbered Cash - Ending	\$ 300,257	300,257

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

ELLIS COUNTY, KANSAS
Ambulance Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Taxes	\$ 865,605	850,284	851,054	(770)
State Aid	9,281	35,011	-	35,011
Collections	980,682	1,009,254	563,000	446,254
Total Cash Receipts	<u>1,855,568</u>	<u>1,894,549</u>	<u>1,414,054</u>	<u>480,495</u>
Expenditures				
Personal Services	1,338,990	1,395,426	1,520,900	(125,474)
Contractual Services	128,064	141,324	123,750	17,574
Commodities	103,677	127,329	85,000	42,329
Capital Outlay	176,552	193,176	170,000	23,176
Miscellaneous	4,961	2,755	2,237	518
Transfers Out	15,000	-	-	-
Revitalization Rebate	2,437	2,343	-	2,343
Total Expenditures	<u>1,769,681</u>	<u>1,862,353</u>	<u>1,901,887</u>	<u>(39,534)</u>
Cash Receipts Over (Under) Expenditures	85,887	32,196		
Unencumbered Cash - Beginning	<u>969,164</u>	<u>1,055,051</u>		
Unencumbered Cash - Ending	\$ <u>1,055,051</u>	<u>1,087,247</u>		

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

ELLIS COUNTY, KANSAS
Appraisal Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 424,558	417,022	420,009	(2,987)
Miscellaneous	5,084	7,018	3,000	4,018
Total Cash Receipts	<u>429,642</u>	<u>424,040</u>	<u>423,009</u>	<u>1,031</u>
Expenditures				
Personal Services	375,146	386,219	424,315	(38,096)
Contractual Services	29,049	28,490	45,100	(16,610)
Commodities	5,848	8,304	8,000	304
Capital Outlay	4,758	5,363	9,000	(3,637)
Transfers Out	15,000	-	-	-
Revitalization Rebate	1,222	1,155	1,102	53
Total Expenditures	<u>431,023</u>	<u>429,531</u>	<u>487,517</u>	<u>(57,986)</u>
Cash Receipts Over (Under) Expenditures	(1,381)	(5,491)		
Unencumbered Cash - Beginning	<u>139,264</u>	<u>137,883</u>		
Unencumbered Cash - Ending	\$ <u>137,883</u>	<u>132,392</u>		

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

ELLIS COUNTY, KANSAS
Health Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 112,103	120,316	121,290	(974)
Intergovernmental	21,650	19,592	25,000	(5,408)
Federal Aid	79,512	-	20,000	(20,000)
Health Care Services	253,007	213,544	217,000	(3,456)
Total Cash Receipts	<u>466,272</u>	<u>353,452</u>	<u>383,290</u>	<u>(29,838)</u>
Expenditures				
Personal Services	274,031	272,275	289,278	(17,003)
Contractual Services	58,386	31,747	47,475	(15,728)
Commodities	98,475	111,093	146,500	(35,407)
Capital Outlay	13,235	21,407	13,200	8,207
Non-Appropriated	18,752	7,507	15,621	(8,114)
Revitalization Rebate	324	336	-	336
Total Expenditures	<u>463,203</u>	<u>444,365</u>	<u>512,074</u>	<u>(67,709)</u>
Cash Receipts Over (Under) Expenditures	3,069	(90,913)		
Unencumbered Cash - Beginning	<u>268,211</u>	<u>271,280</u>		
Unencumbered Cash - Ending	\$ <u>271,280</u>	<u>180,367</u>		

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

ELLIS COUNTY, KANSAS
Economic Development Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 138,483	138,790	139,999	(1,209)
Reimbursements	65,876	-	-	-
Total Cash Receipts	<u>204,359</u>	<u>138,790</u>	<u>139,999</u>	<u>(1,209)</u>
Expenditures				
Contractual Services	32,264	36,541	40,000	(3,459)
Appropriations	100,000	100,000	100,000	-
Revitalization Rebate	397	386	368	18
Total Expenditures	<u>132,661</u>	<u>136,927</u>	<u>140,368</u>	<u>(3,441)</u>
Cash Receipts Over (Under) Expenditures	71,698	1,863		
Unencumbered Cash - Beginning	<u>980</u>	<u>72,678</u>		
Unencumbered Cash - Ending	\$ <u><u>72,678</u></u>	<u><u>74,541</u></u>		

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

ELLIS COUNTY, KANSAS
Fair Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 126,992	125,805	126,247	(442)
Expenditures				
Appropriations	126,276	125,810	87,765	38,045
Commodities	-	-	32,150	(32,150)
Capital Outlay	-	-	6,000	(6,000)
Revitalization Rebate	363	348	332	16
Total Expenditures	<u>126,639</u>	<u>126,158</u>	<u>126,247</u>	<u>(89)</u>
Cash Receipts Over (Under) Expenditures	353	(353)		
Unencumbered Cash - Beginning	-	353		
Unencumbered Cash - Ending	\$ <u>353</u>	<u>-</u>		

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

ELLIS COUNTY, KANSAS
Fair Operating Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Appropriations	\$ 126,276	125,810
Miscellaneous	13,511	22,409
Total Cash Receipts	<u>139,787</u>	<u>148,219</u>
Expenditures		
Contractual Services	112,106	113,660
Commodities	12,854	27,426
Capital Outlay	12,842	8,973
Total Expenditures	<u>137,802</u>	<u>150,059</u>
Cash Receipts Over (Under) Expenditures	1,985	(1,840)
Unencumbered Cash - Beginning	<u>(127)</u>	<u>1,858</u>
Unencumbered Cash - Ending	<u>\$ 1,858</u>	<u>18</u>

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

ELLIS COUNTY, KANSAS
Fair Rent Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Rent	\$ 42,700	50,891
Fees	13,550	15,900
Total Cash Receipts	<u>56,250</u>	<u>66,791</u>
Expenditures		
Personal Services	15,580	16,240
Contractual Services	2,615	7,631
Commodities	-	21,087
Capital Outlay	697	10,539
Refunds	12,838	13,217
Total Expenditures	<u>31,730</u>	<u>68,714</u>
Cash Receipts Over (Under) Expenditures	24,520	(1,923)
Unencumbered Cash - Beginning	<u>30,906</u>	<u>55,426</u>
Unencumbered Cash - Ending	<u>\$ 55,426</u>	<u>53,503</u>

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

ELLIS COUNTY, KANSAS
Mental Health Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 226,487	233,716	235,521	(1,805)
Expenditures				
Appropriations	225,834	233,065	235,521	(2,456)
Revitalization Rebate	653	651	-	651
Total Expenditures	226,487	233,716	235,521	(1,805)
Cash Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	-		

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

ELLIS COUNTY, KANSAS
Mental Retardation Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 353,220	<u>369,209</u>	<u>372,082</u>	<u>(2,873)</u>
Expenditures				
Appropriations	352,203	<u>368,180</u>	372,082	(3,902)
Revitalization Rebate	1,017	<u>1,029</u>	-	1,029
Total Expenditures	<u>353,220</u>	<u>369,209</u>	<u>372,082</u>	<u>(2,873)</u>
Cash Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash - Beginning	-	-		
Unencumbered Cash - Ending	\$ -	<u>-</u>		

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

ELLIS COUNTY, KANSAS
Senior Citizens Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 139,811	142,149	143,766	(1,617)
Expenditures				
Appropriations	138,996	142,155	143,766	(1,611)
Revitalization Rebate	409	396	-	396
Total Expenditures	139,405	142,551	143,766	(1,215)
Cash Receipts Over (Under) Expenditures	406	(402)		
Unencumbered Cash - Beginning	-	406		
Unencumbered Cash - Ending	\$ 406	4		

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

ELLIS COUNTY, KANSAS
Special Parks and Recreation Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Intergovernmental	\$ 5,907	4,530	4,332	198
Expenditures				
Appropriations	4,680	4,332	4,332	-
Cash Receipts Over (Under) Expenditures	1,227	198		
Unencumbered Cash - Beginning	-	1,227		
Unencumbered Cash, Ending	\$ 1,227	1,425		

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

ELLIS COUNTY, KANSAS
Special Alcohol Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Intergovernmental	\$ 8,451	7,325	8,664	(1,339)
Expenditures				
Appropriations	6,404	7,543	8,664	(1,121)
Cash Receipts Over (Under) Expenditures	2,047	(218)		
Unencumbered Cash - Beginning	-	2,047		
Unencumbered Cash - Ending	\$ 2,047	1,829		

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

ELLIS COUNTY, KANSAS
Risk Management Reserve Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
	<u> </u>	<u> </u>
Cash Receipts		
Transfers In	\$ 25,000	-
Expenditures		
Transfers Out	<u>-</u>	<u>41,465</u>
Cash Receipts Over (Under) Expenditures	25,000	(41,465)
Unencumbered Cash - Beginning	<u>369,774</u>	<u>394,774</u>
Unencumbered Cash - Ending	<u>\$ 394,774</u>	<u>353,309</u>

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

ELLIS COUNTY, KANSAS
Capital Improvement Reserve Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 25,000	-
Expenditures		
Contractual Services	19,863	26,216
Capital Outlay	-	10,000
Total Expenditures	<u>19,863</u>	<u>36,216</u>
Cash Receipts Over (Under) Expenditures	5,137	(36,216)
Unencumbered Cash - Beginning	<u>1,310,466</u>	<u>1,315,603</u>
Unencumbered Cash - Ending	<u>\$ 1,315,603</u>	<u>1,279,387</u>

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

ELLIS COUNTY, KANSAS
Capital Equipment Reserve Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 194,500	-
Expenditures		
Capital Outlay	71,578	75,012
Cash Receipts Over (Under) Expenditures	122,922	(75,012)
Unencumbered Cash - Beginning	637,377	760,299
Unencumbered Cash - Ending	\$ 760,299	685,287

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

ELLIS COUNTY, KANSAS
911 Tax Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Current Year Actual	Budget	
Cash Receipts				
Collections	\$ 90,912	82,115	125,000	(42,885)
Interest	163	118	-	118
Miscellaneous	-	1,993	-	1,993
Total Cash Receipts	<u>91,075</u>	<u>84,226</u>	<u>125,000</u>	<u>(40,774)</u>
Expenditures				
Contractual Services	56,397	59,707	125,000	(65,293)
Commodities	41,273	222	-	222
Capital Outlay	-	27,208	-	27,208
Total Expenditures	<u>97,670</u>	<u>87,137</u>	<u>125,000</u>	<u>(37,863)</u>
Cash Receipts Over (Under) Expenditures	(6,595)	(2,911)		
Unencumbered Cash - Beginning	<u>88,220</u>	<u>81,625</u>		
Unencumbered Cash - Ending	\$ <u>81,625</u>	<u>78,714</u>		

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

ELLIS COUNTY, KANSAS
Cellular 911 Tax Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Current Year Actual	Budget	
Cash Receipts				
Collections	\$ 64,449	62,360	75,000	(12,640)
Expenditures				
Contractual Services	29,717	25,198	-	25,198
Commodities	11,502	370	-	370
Capital Outlay	885	-	75,000	(75,000)
Total Expenditures	42,104	25,568	75,000	(49,432)
Cash Receipts Over (Under) Expenditures	22,345	36,792		
Unencumbered Cash - Beginning	153,950	176,295		
Unencumbered Cash - Ending	\$ 176,295	213,087		

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

ELLIS COUNTY, KANSAS
Cellular 911 Grant Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
State Wireless Grant	\$ -	222,398
Expenditures		
Capital Outlay	-	222,398
Cash Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	12,016	12,016
Unencumbered Cash - Ending	\$ 12,016	12,016

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

ELLIS COUNTY, KANSAS
Register of Deeds Technology Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Fees	\$ 53,242	54,697
Expenditures		
Capital Outlay	7,290	27,442
Cash Receipts Over (Under) Expenditures	45,952	27,255
Unencumbered Cash - Beginning	156,389	202,341
Unencumbered Cash - Ending	\$ 202,341	229,596

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

ELLIS COUNTY, KANSAS
Drug Enforcement Unit Trust Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
State Aid	\$ 23,597	656
Interest	162	100
Drug Enforcement Receipts	6,031	65,486
Total Cash Receipts	29,790	66,242
Expenditures		
Public Safety	23,308	59,682
Cash Receipts Over (Under) Expenditures	6,482	6,560
Unencumbered Cash - Beginning	96,697	103,179
Unencumbered Cash - Ending	\$ 103,179	109,739

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

ELLIS COUNTY, KANSAS
Munjor Grant Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Miscellaneous	\$ 3,887	3,887
Expenditures		
Debt Retired	3,887	3,887
Cash Receipts Over (Under) Expenditures	-	-
Unencumbered Cash - Beginning	-	-
Unencumbered Cash - Ending	\$ -	-

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

ELLIS COUNTY, KANSAS
Rural Fire District No. 1 Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes	\$ 248,655	154,759	149,741	5,018
Miscellaneous	469	96	-	96
Total Cash Receipts	<u>249,124</u>	<u>154,855</u>	<u>149,741</u>	<u>5,114</u>
Expenditures				
Personal Services	51,655	53,482	63,936	(10,454)
Contractual Services	90,411	120,330	137,625	(17,295)
Commodities	31,570	59,021	63,800	(4,779)
Capital Outlay	11,927	79,376	80,750	(1,374)
Temporary Note	36,041	31,649	31,649	-
Transfers Out	15,000	-	15,000	(15,000)
Total Expenditures	<u>236,604</u>	<u>343,858</u>	<u>392,760</u>	<u>(48,902)</u>
Cash Receipts Over (Under) Expenditures	12,520	(189,003)		
Unencumbered Cash - Beginning	<u>209,870</u>	<u>222,390</u>		
Unencumbered Cash - Ending	\$ <u>222,390</u>	<u>33,387</u>		

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

ELLIS COUNTY, KANSAS
Special Fire Machinery Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 15,000	-
Expenditures		
Capital Outlay	-	93,409
Cash Receipts Over (Under) Expenditures	15,000	(93,409)
Unencumbered Cash - Beginning	80,674	95,674
Unencumbered Cash - Ending	<u>\$ 95,674</u>	<u>2,265</u>

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

ELLIS COUNTY, KANSAS
Solid Waste Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Collection Fees	\$ 1,134,317	1,219,559	1,249,000	(29,441)
Reimbursed Expenses	15,750	8,469	15,000	(6,531)
Miscellaneous	29,353	36,498	-	36,498
Total Cash Receipts	<u>1,179,420</u>	<u>1,264,526</u>	<u>1,264,000</u>	<u>526</u>
Expenditures				
Personal Services	262,218	270,844	274,474	(3,630)
Contractual Services	804,801	751,452	902,260	(150,808)
Commodities	46,258	47,136	41,325	5,811
Capital Outlay	2,249	40,008	45,600	(5,592)
Transfers Out	83,400	58,018	58,018	-
Total Expenditures	<u>1,198,926</u>	<u>1,167,458</u>	<u>1,321,677</u>	<u>(154,219)</u>
Cash Receipts Over (Under) Expenditures	(19,506)	97,068		
Unencumbered Cash - Beginning	<u>104,656</u>	<u>85,150</u>		
Unencumbered Cash - Ending	\$ <u>85,150</u>	<u>182,218</u>		

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

ELLIS COUNTY, KANSAS
Solid Waste Depreciation Reserve Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Transfers In	\$ 75,000	-	-	-
Expenditures				
Contractual Services	8,759	-	5,000	(5,000)
Capital Outlay	-	38,975	35,000	3,975
Total Expenditures	8,759	38,975	40,000	(1,025)
Cash Receipts Over (Under) Expenditures	66,241	(38,975)		
Unencumbered Cash - Beginning	114,145	180,386		
Unencumbered Cash - Ending	\$ 180,386	141,411		

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

ELLIS COUNTY, KANSAS
Solid Waste Post-Closure Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Transfers In	\$ 8,400	-
Expenditures	-	-
Cash Receipts Over (Under) Expenditures	8,400	-
Unencumbered Cash - Beginning	144,933	153,333
Unencumbered Cash - Ending	\$ 153,333	153,333

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

ELLIS COUNTY, KANSAS
Prosecuting Attorney's Training Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 8,548	7,402
Expenditures		
Contractual Services	6,591	5,737
Payments to Other Governments	4,314	3,821
Total Expenditures	10,905	9,558
Cash Receipts Over (Under) Expenditures	(2,357)	(2,156)
Unencumbered Cash - Beginning	6,635	4,278
Unencumbered Cash - Ending	\$ 4,278	2,122

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

ELLIS COUNTY, KANSAS
Special Motor Vehicle Fund
Statement of Cash Receipts and Expenditures
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 31, 2010)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Collections	\$ 222,575	238,729
Expenditures		
Personal Services	140,918	148,938
Contractual Services	13,810	16,857
Commodities	24,567	20,913
Capital Outlay	31,600	42,308
Transfers Out	-	13,206
Total Expenditures	<u>210,895</u>	<u>242,222</u>
Cash Receipts Over (Under) Expenditures	11,680	(3,493)
Unencumbered Cash - Beginning	<u>241,145</u>	<u>252,825</u>
Unencumbered Cash - Ending	<u>\$ 252,825</u>	<u>249,332</u>

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

ELLIS COUNTY, KANSAS
Distributable Funds, State Funds, and Subdivision Funds
 Summary of Cash Receipts and Cash Disbursements
 For the Year Ended December 31, 2011

Funds	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Distributable Funds				
Current Tax	\$ 23,475,458	24,194,910	23,475,459	24,194,909
Advance Tax	-	18,986	-	18,986
Vehicle Tax	4,774	1,735,278	1,735,408	4,644
Vehicle Excise Tax	7,867	38,932	28,018	18,781
Refunding Warrants	(40,370)	55,602	35,630	(20,398)
Homestead Credit	(32,541)	32,542	34,617	(34,616)
Escaped Tax	7,630	-	6,682	948
Delinquent Personal Property	107,589	21,504	16	129,077
Delinquent Real Estate	320,001	354,547	-	674,548
Partial Delinquent Personal Property	94,096	67,006	67,125	93,977
Partial Delinquent Real Estate	41,028	133,137	118,060	56,105
Severance Tax	86,820	403,228	382,494	107,554
Special Assessment	-	927	-	927
Transient Deposit	50	-	-	50
Returned Checks	(33)	15,450	16,137	(720)
Concealed Gun Application	9,425	3,245	-	12,670
State Set-Off Program	(6)	102	96	-
Motor Vehicle Tax	787,674	3,342,010	3,263,800	865,884
Total Distributable Funds	<u>24,869,462</u>	<u>30,417,406</u>	<u>29,163,542</u>	<u>26,123,326</u>
Clearing Accounts	<u>144</u>	<u>17,245</u>	<u>17,264</u>	<u>125</u>
Unclaimed Money	<u>4,133</u>	<u>-</u>	<u>4,133</u>	<u>-</u>
Revitalization Program	<u>1,175</u>	<u>122,156</u>	<u>122,056</u>	<u>1,275</u>
Drug Forfeiture	<u>2,242</u>	<u>1,806</u>	<u>700</u>	<u>3,348</u>
State Funds				
State Institutional Building	-	188,136	188,136	-
State General Fund	-	54	54	-
State Educational Building	-	376,273	376,273	-
Total State Funds	<u>-</u>	<u>564,463</u>	<u>564,463</u>	<u>-</u>
Subdivision Funds				
Cities	251,714	6,891,585	6,853,543	289,756
Townships	16	10,957	10,973	-
School Districts	-	19,473,146	19,593,888	(120,742)
Improvement Districts	244,623	189,378	172,560	261,441
Other Special Districts	-	250,325	248,172	2,153
Fire Districts	-	33,750	33,750	-
Cemeteries	-	523	523	-
Total Subdivision Funds	<u>\$ 496,353</u>	<u>26,849,664</u>	<u>26,913,409</u>	<u>432,608</u>

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

ELLIS COUNTY, KANSAS
Agency Funds
Summary of Cash Receipts and Cash Disbursements
For the Year Ended December 31, 2011

Funds	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Sales Tax Fund	\$ 105,932	1,051,974	1,081,179	76,727
Heritage Trust Fund	-	15,140	15,140	-
Advance Escrow Fund	226,787	1,028,440	984,058	271,169
Register of Deeds Office	-	603,391	603,391	-
County Attorney's Office	7,520	21,283	27,000	1,803
County Attorney Restitution Account	100	5,480	5,480	100
County Attorney Trust Account	3,775	27,000	29,814	961
Clerk of District Court Office	274,158	5,476,941	5,674,094	77,005
Sheriff Office	133	129,519	129,519	133
Sheriff - Special Stray	-	687	258	429
Drug Enforcement Trust II Fund	5,835	45,710	44,066	7,479
Community Corrections Fund	122,262	917,401	853,849	185,814
Court Agency Fund	1,008	30,930	25,138	6,800
Court Trustee/Child Support Fund	72,056	272,395	265,965	78,486
Sheriff's Commissary Fund	6,796	23,520	22,311	8,005
NWKS Homeland Security	7,006	1,702	2,151	6,557
Total Agency Funds	\$ 833,368	9,651,513	9,763,413	721,468

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

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Ellis County, Kansas has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statements are presented to conform to the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The following is a summary of such significant policies.

Reporting Entity

The County is a municipal corporation governed by an elected three-member commission. The financial statements of the County consist of all the funds of the County. The County receives funding from local, state, and federal government sources and must comply with the requirements of these funding sources.

The County is the primary government as defined in GASB #14 and further amended by GASB #39. The County Commissioners are elected by the public. They have the authority to make decisions, levy taxes, influence operations and have the primary accountability in fiscal matters.

These financial statements present **Ellis County, Kansas** (primary government) and none of its component units. The following are component units of the County. The County exercises significant influence or accountability based primarily on operational or financial relationships with the County.

Ellis County Fair Board Association

The Fair Board was created by the County Commission to administer the Ellis County Fair. The Fair Board members are appointed by the County Commission. The County substantially funds the operations by levying tax dollars for the free fair. The fair board does not issue audited financial statements and has not been included in the County's financial statements. Contact the County Clerk's office for information on how to obtain financial information.

Ellis County Housing Authority

The County is a sponsoring agency for program "Section 8 Existing Housing Rental Assistance Program" of the U.S. Department of Housing and Urban Development. As such, the County Commissioners serve as the Board of Commissioners with respect to Ellis County Housing Authority. This Ellis County Housing Authority administers rental assistance payments from the U.S. Department of Housing and Urban Development for the benefit of its qualified residents of **Ellis County, Kansas**. The program was formerly managed by Developmental Services of Northwest Kansas, Inc. until October 31, 2007 when Northwest Kansas Housing, Inc. began managing the program. Ellis County Housing Authority does not issue audited financial statements and has not been included in the County's financial statements. Contact the Ellis County Clerk for information on obtaining a copy of the financial statements.

Use of Estimates

The preparation of financial statements on a prescribed basis of accounting that demonstrates compliance with the cash basis and budget laws of the State of Kansas requires management to make estimates and assumptions that affect the reported amount of unencumbered cash balances and accounts payable during the reported period. Actual results could differ from these estimates.

Basis of Presentation – Fund Accounting

The accounts of the County are organized and operated on the basis of funds. In governmental accounting, a fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance related legal and contractual provisions. The minimum number of funds are maintained consistent with legal and managerial requirements.

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The following categories of funds comprise the financial activities of the County for the year ended December 31, 2011.

Governmental Fund Categories

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

Special Revenue Funds - to account for the proceeds of specific revenue sources that are legally restricted to expenditure for a specified purpose.

Proprietary Fund Category

Enterprise Funds – to account for operations that are financed and operated in a manner similar to private business enterprises where the stated intent is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges, or where periodic determination of revenues earned, expenses incurred, and/or net income is deemed appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Fiduciary Fund Categories

Private Purpose Trust Funds - to account for assets held by the County as trustee or agent for others. The principal and income of these funds may be expended in the course of the fund's designated operations.

Agency Funds – to account for assets held by the County as trustee or agent for others.

Statutory Basis of Accounting

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

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

Departure From Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation, which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories, and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the year in accordance with generally accepted

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

accounting principles. Capital assets that account for the land, buildings, and equipment owned by the County are not presented in the financial statements. Also, long-term debt such as general obligation bonds, temporary notes, capital leases and compensated absences consisting of sick leave and vacation for all funds except the Solid Waste Fund, are not presented in the financial statements.

Budgetary Information

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

- a. Preparation of the budget for the succeeding calendar year on or before August 1st.
- b. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
- c. Public hearing on or before August 15th, but at least 10 days after publication of notice of hearing.
- d. 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 10 days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

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

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

A legal operating budget is not required for capital projects funds, fiduciary funds, and the following special revenue funds: Special Road Machinery Fund, Special Highway Improvement Fund, Fair Operating Fund, Fair Rent Fund, Risk Management Reserve Fund, Capital Improvement Reserve Fund, Capital Equipment Reserve Fund, 911 Tax Fund, Cellular 911 Tax Fund, Cellular 911 Grant Fund, Register of Deeds Technology Fund, Drug Enforcement Unit Trust Fund, Munjor Grant Fund, and Special Fire Machinery Fund.

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.

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Deposits and Investments

The County follows the practice of pooling cash and investments of all funds. Each fund's portion of total cash and investments is summarized by fund type in the summary of cash receipts, expenditures and unencumbered cash.

As of December 31, 2011, the County had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in years) Less than One	Rating
Kansas Municipal Investment Pool	\$ 77,416	77,416	S&P AAAf/S1+

The book value of the investment was \$77,416 as of December 31, 2011.

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds have a main or branch bank in the County in which the County is located or in an adjoining County if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The County has adopted an investment policy that may further limit interest rate risk.

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

Concentration of Credit Risk

State statutes place no limit on the amount the County may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The County's allocation of investments as of December 31, 2011, is as follows:

Investments	Percentage of Investments
Kansas Municipal Investment Pool	100%

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 did not use "peak periods" during 2011. All deposits were legally secured at December 31, 2011.

At December 31, 2011, the County's carrying amount of deposits was \$38,108,139 and the bank balance was \$38,673,423. The bank balance was held by eight banks resulting in a concentration of credit risk. Of the bank balance, \$1,922,711 was covered by federal depository insurance and \$36,750,712 was collateralized with securities held by the pledging financial institutions' agents in the County's name.

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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.

At December 31, 2011, the County had invested \$77,416 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The Board is comprised of the State Treasurer and four additional members appointed by the Governor. The Board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. Government or any agency thereof, with maturities up to four years. No more than ten percent (10%) of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

Compensated Absences

Vacation

Vacation is granted to full-time employees. A minimum of 5 days and a maximum of 20 days of vacation are granted based on continuous years of employment. Employees can carry over up to 10 days to the next year. The maximum total vacation an employee can accumulate is 30 days. All earned vacation is paid upon separation from employment and is computed on the basis of current salary.

Sick Leave

Sick leave is granted at the rate of one working day of leave for each full month of employment for all full-time employees. Any such leave accrued but unused in any year is cumulative for succeeding years up to a maximum of 180 working days.

The County shall pay for all unused sick leave in an amount not to exceed that accumulated as of December 31, 1991, and payable at each employee's rate of pay as of December 31, 2011, as follows:

1. Retirement or Death - 100% of unused sick leave.
2. Honorable Termination - 50% of unused sick leave not to exceed 90 days.
3. Termination for Cause - No benefits.

Effective January 1, 2002, sick leave days in excess of those days accumulated as of December 31, 1991 will be paid upon retirement, resignation, or death if the employee has been employed with the County for at least five years. The pay rate is a maximum of \$40 per day and is based upon years of service.

Effective January 1, 2012, the County adopted paid-time off (PTO) and extended leave policies. PTO is a form of leave that will consolidate all forms of leave through December 31, 2011 including vacation, sick leave, floating holiday and funeral leave.

On January 1, 2012, all vacation, personal leave days, and floating holidays that were accrued in 2011 but not available in 2011 will be converted to PTO. Any unused sick leave available to an employee on January 1, 2012 will be moved to the employee's extended leave account. Any accrued but unused vacation hours exceeding 80 hours for all employees except for EMS employees (120 hours) and Solid Waste employees (100 hours) as of December 31, 2011, will be lost according to established policy and contracts through 2011. Total PTO hours on January 1, 2012 cannot exceed 272 hours for all employees except for EMS employees (360 hours) and Solid Waste employees (340 hours).

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Beginning January 1, 2012, full-time employees will accrue PTO per pay period based on their years of employment (ranges from 7 hours to 16 hours per pay period). New employees shall begin to accrue PTO upon hire. However, an employee shall not have access to accrued hours until he/she has completed 3 months of service. Accrued PTO hours will be lost if an employee is terminated or resigns before completing 3 months of service.

Each year on the employee's anniversary date, which for employees employed prior to January 1, 2012, is January 1, any accrued but unused PTO hours in an employee's account that exceed the maximum allowable accrual will be moved to the employee's extended leave account, provided the employee has less than 1,440 hours. If the employee has more than 1,440 hours, this time will be forfeited.

Upon termination of employment, accrued hours in an employee's PTO account will be paid out at the employee's current hourly rate of pay.

Each benefit-eligible employee will have access to an extended leave account. The account will be established when an employee has an accrual exceeding the maximum PTO accrual on his/her anniversary date. The maximum accrual in this account is 1,440 hours (1800 for solid waste employees). An employee can access accrued hours in this account when he/she has been off work for at least 5 consecutive business days (3 days for EMS responder employees, and 4 days for solid waste employees).

At any time, an employee with accrued, unused hours in his/her extended leave account accrued before January 1, 1992 may request cash payout of his/her pre-1992 accrued hours paid at his/her rate of pay on December 31, 1991. Upon termination of employment, employees will be paid their hourly rate of pay on December 31, 1991, for accrued hours in their extended leave account earned before January 1, 1992, except if terminated for cause, the employee will receive no pay out of pre-1992 accrued extended leave and will be paid according to the schedule outlined in the union contract for hours in their extended leave account after December 31, 1991. The pay-out schedule for extended leave acquired after December 31, 1991 is based on years of service. Employees with less than 5 years of services will not be paid for their extended leave hours upon termination.

Compensatory Time

Payment for accrued compensatory time upon termination of employment shall be calculated at the average regular rate of pay for the final three years of employment, or the final regular rate received by the employee, whichever is higher. Compensatory time is accrued at 1 ½ hours for each hour of overtime worked up to 40 hours.

As of December 31, 2011, the total liability for accrued sick leave was \$183,075. The amount applicable to the Solid Waste Fund of \$11,855 has been recorded in that fund and the amount applicable to the other funds of \$171,220 has been included in Note 9 - Long Term Debt. Also included in Note 9 - Long Term Debt is the liability for accrued vacation of \$452,633, totaling \$623,853.

Defined Benefit Pension Plan

Plan Description

The County contributes to the Kansas Public Employees Retirement System (KPERs) and the Kansas Police and Firemen'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 Avenue, Suite 100; Topeka, KS 66603-3869) or by calling 1-888-275-5737.

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Funding Policy

K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% and 6% (if hired on or after July 1, 2009) of covered salary. K.S.A. 74-4975 establishes the KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. 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%. The County's employer contributions to KPERS for the years ending December 31, 2011, 2010, and 2009 were \$396,049, \$356,931, and \$340,246, respectively, equal to the required contributions for each year. The KP&F employer rate established for the year 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's contributions to KP&F for the year ending December 31, 2011, 2010, and 2009 were \$315,355, \$272,614, and \$296,861, respectively, equal to the required contributions for each year as set forth by the legislature.

Shared Leave Program

The County has adopted a shared leave program which allows the transfer of the accumulated benefit time hours to any classified/non-exempt employee if the employee or family member experiences a personal hardship that has caused or is likely to cause the employee to take leave without pay or terminate his/her employment.

Shared leave may be used only for the duration of the serious, extreme, or life threatening illness, injury, impairment, or physical or mental condition for which it was collected. The maximum number of hours of shared leave that may be used by an employee shall be the total hours that the employee would regularly be scheduled to work during a six month period.

Shared leave shall be paid according to the receiving employee's rate of pay by the receiving employee's department of employment.

Deferred Compensation Plan

The County sponsors a deferred compensation plan under Internal Revenue Code Section 457(b). Permanent and classified part-time employees are eligible to participate under the plan. The employee is responsible for the amount of deferred compensation to be contributed. The County is not responsible to make any contributions for employees, with the exception of the County Administrator. As part of the County Administrator's employment contract, the County makes contributions to fund the 457(b) plan.

Other Post Employment Benefits

As provided by K.S.A. 12-5040, the County allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the County is subsidizing the retirees because each participant is charged a level 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 County makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

Property Tax Calendar

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes. Property taxes are collected and remitted to the County Treasurer. Taxes levied annually on November 1st are due one-half by December 20th and one-half by May 10th. Major tax distributions are made in the months of December through July. Lien dates for personal property are in March and August and lien dates for real property are in September. Taxes are recognized as revenue in the year received. Delinquent tax payments are recognized as revenue in the year received.

Restricted Assets

Restricted cash balances are reported in various funds that are legally restricted for specified uses such as the payment of debt service and fiscal fees on long-term debt and for expenditures approved in federal and state grant contracts. Also, cash is restricted in the trust and agency funds of the County for special purposes.

Reimbursements

The County records reimbursable expenditures (or expenses) in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparison, the expenditures (or expenses) are properly offset by the reimbursements.

NOTE 2 - CLOSURE AND POST-CLOSURE CARE COST

The County operates a municipal solid waste transfer station, construction and demolition landfill, yard waste composting facility, and a household hazardous waste facility. State and federal laws and regulations require that **Ellis County, Kansas** 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. In addition to operating expenses related to current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and post-closure care costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of these landfill closure and post-closure care costs is based on the amount of the landfill used during the year. The County has restricted cash of \$153,333 at December 31, 2011 to utilize for closure and post-closure care costs. The estimated cost to close and clean the transfer station and household hazardous waste facility is \$19,356. It is estimated that an additional \$156,320 will be recognized as closure and post-closure care expenses between the date of the financial statement 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 cost of \$149,896 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, 2011. However, the 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 County has a municipal solid waste landfill that was closed April 8, 1994. State and federal laws and regulations require the County to perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. The County recognized monitoring costs of \$2,247 for 2011. The future post-closure care cost is undeterminable at this time.

NOTE 3 – INTERFUND TRANSFERS

Interfund transfers within the reporting entity are substantially for the purpose of subsidizing operating functions, funding capital projects and asset acquisitions or maintaining debt service on a routine basis as authorized by Kansas statutes. **Ellis County, Kansas'** interfund transfers and statutory authority for the year ended December 31, 2011 were as follows:

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 3 – INTERFUND TRANSFERS (continued)

<u>From Fund</u>	<u>To Fund</u>	<u>Authority</u>	<u>Amount</u>
Solid Waste	General	K.S.A. 65-204	\$ 58,018
Risk Management Reserve	General – Health Insurance	K.S.A. 12-2615	41,465
Special Motor Vehicle	General	K.S.A. 8-145	13,206

NOTE 4 - LITIGATION

Ellis County, Kansas is party to various legal proceedings, such as foreclosure actions and tax appeals, which normally occur in governmental operations. These legal proceedings are not likely to have a material adverse impact on the affected funds of the County.

NOTE 5 - RISK MANAGEMENT

Ellis County, Kansas 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 has been unable to obtain property and liability insurance at a cost it considered to be economically justifiable. For this reason, the County joined together with other counties in the State to participate in the Kansas County Association Multi-Line Pool (KCAMP), a public entity risk pool currently operating as a common risk management and insurance program for 59 participating members. The County joined KCAMP in January 2001. The agreement to participate provides that KCAMP will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$250,000 for any property loss and \$300,000 for any liability claim for such insured event. During 2011, the County contributed \$136,679 to the fund for this insurance coverage.

The County has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the County joined together with other counties in the State to participate in the Kansas Workers Risk Cooperative for Counties (KWORC), a public entity risk pool currently operating as a common risk management and insurance program for 68 participating members. The County joined KWORC in January 2001. The agreement to participate provides that KWORC will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of \$600,000 for each insured event. During 2011, the County contributed \$169,564 to the fund for this insurance coverage. There were no significant reductions in insurance coverage from the prior year. The amount of settlements have not exceeded insurance coverage for each of the past three fiscal years.

NOTE 6 - GRANTS AND SHARED REVENUES

Ellis County, Kansas participates in numerous state and federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the County has not complied with the rules and regulations governing the grants, refunds of any money received may be required. In the opinion of the County, any liability for reimbursement, which may arise as the result of the audits, is not believed to be material.

NOTE 7 - COMPARATIVE DATA

Comparative data for the prior year has been presented in Statement 3 in the accompanying financial statements in order to provide an understanding of changes in **Ellis County, Kansas'** cash and unencumbered cash balances. However, complete comparative data (i.e., presentation of prior year totals in Statement 1) has not been presented since its inclusion would make the statement unduly complex and difficult to read.

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 8 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Expenditures exceeded available monies in the following funds, which is in violation of K.S.A. 10-1113:

Refunding Warrants	\$ (20,398)
Homestead Credit	\$ (34,616)
Returned Checks	\$ (720)
USD #270 Funds	\$ (55,682)
USD #399 Funds	\$ (65,060)

The County has checks outstanding for more than two years, which is a violation of K.S.A. 10-815.

NOTE 9 - LONG-TERM DEBT

Ellis County, Kansas has the following types of long-term debt.

Revolving Loans

The County entered into a revolving loan agreement with the Kansas Department of Health and Environment on behalf of the Munjor Waste Water Improvement District. The Munjor Waste Water Improvement District has dedicated a revenue source to the County for the retirement of this debt.

The County entered into two revolving loan agreements with the Kansas Department of Transportation. The loan for Project No. TR 0047 was paid off in 2011, leaving just one Kansas Department of Transportation loan as of December 31, 2011.

Lease Obligations

The County has entered into three lease purchase agreements. The first was entered into on February 4, 2008 for a John Deere grader. The second was entered into on March 17, 2008 for a Caterpillar grader. Both leases were paid off in 2011. The third was entered into on July 8, 2011 with HSE Leasing for energy performance improvements. No payments are due on this lease until 2012. These leases contain a fiscal funding clause.

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 9 - LONG-TERM DEBT (continued)

Changes in long-term liabilities for the County for the year ended December 31, 2011, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
Revolving Loans										
Kansas Dept. of Health and Environment	2.58%	3/1/2005	\$ 59,056	9/1/2026	\$ 48,501	-	(2,532)		45,969	1,235
Kansas Dept. of Transportation	3.90%	9/5/2006	257,502	8/1/2012	37,930	-	(37,930)		-	1,384
Kansas Dept. of Transportation	3.75%	9/22/2008	694,500	8/1/2028	619,770	-	(24,169)		595,601	1,549
Total Revolving Loans					<u>706,201</u>	<u>-</u>	<u>(64,631)</u>		<u>641,570</u>	<u>4,169</u>
Lease Obligations										
HSE Leasing - Energy Performance	4.23%	7/8/2011	529,127	7/1/2023	-	529,127	-		529,127	-
John Deere Grader	4.25%	02/04/08	137,457	3/1/2011	22,700	-	(22,700)		-	487
Caterpillar Grader	3.80%	03/17/08	125,533	3/6/2011	21,971	-	(21,971)		-	364
Total Lease Obligations					<u>44,671</u>	<u>529,127</u>	<u>(44,671)</u>		<u>529,127</u>	<u>851</u>
Total Contractual Indebtedness					750,872	529,127	(109,302)		1,170,697	5,020
Compensated Absences					649,066			(25,213)	623,853	
Landfill Closure and Post Closure Care					149,896			-	149,896	
Total County Long-Term Debt					<u>\$ 1,549,834</u>	<u>529,127</u>	<u>(109,302)</u>	<u>(25,213)</u>	<u>1,944,446</u>	<u>5,020</u>

ELLIS COUNTY, KANSAS
Notes to Financial Statements
December 31, 2011

NOTE 9 - LONG-TERM DEBT (continued)

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

Issue	YEAR								Total
	2012	2013	2014	2015	2016	2017-2021	2022-2026	2027-2028	
Principal									
Revolving Loans									
Kansas Dept. of Health and Environment	\$ 2,605	2,679	2,755	2,834	2,914	15,866	16,316	-	45,969
Kansas Dept. of Transportation	25,136	26,141	27,187	28,274	29,405	165,640	201,526	92,292	595,601
Total Revolving Loans	27,741	28,820	29,942	31,108	32,319	181,506	217,842	92,292	641,570
Lease Obligation									
HSE Leasing - Energy Performance	35,348	36,097	37,640	39,248	40,926	232,407	107,461	-	529,127
Total Principal	63,089	64,917	67,582	70,356	73,245	413,913	325,303	92,292	1,170,697
Interest									
Revolving Loans									
Kansas Dept. of Health and Environment	1,169	1,102	1,032	960	887	3,254	1,073	-	9,477
Kansas Dept. of Transportation	22,335	21,392	20,412	19,393	18,332	74,212	40,569	5,225	221,870
Total Revolving Loans	23,504	22,494	21,444	20,353	19,219	77,466	41,642	5,225	231,347
Lease Obligation									
HSE Leasing - Energy Performance	21,253	20,504	18,962	17,353	15,676	50,599	5,740	-	150,087
Total Interest	44,757	42,998	40,406	37,706	34,895	128,065	47,382	5,225	381,434
Total Principal and Interest	\$ 107,846	107,915	107,988	108,062	108,140	541,978	372,685	97,517	1,552,131