

**AUDITED FINANCIAL STATEMENT
AND SUPPLEMENTARY INFORMATION**

ATCHISON COUNTY, KANSAS

December 31, 2012

Reese & Novelly, PA
Certified Public Accountants
Manhattan, Kansas

Audited Financial Statement and Supplementary Information

Atchison County, Kansas

Year Ended December 31, 2012

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INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Atchison County, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Atchison County, Kansas Financial Reporting Entity (County), as of and for the year ended December 31, 2012, and the related notes to the financial statement (as listed in the table of contents).

Management's Responsibility for the Financial Statement

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 A 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, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require that 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 purposes 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 A of the financial statement, the financial statement is prepared by Atchison County, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A 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 Atchison County, Kansas, as of December 31, 2012, or changes in its financial position for the year then ended. Further, the County has not presented a management’s discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statement.

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 balances of Atchison County, Kansas Financial Reporting Entity, 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 A.

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, summary of regulatory basis receipts and disbursements-agency funds, schedule of regulatory basis receipts and expenditures-related municipal entity, tax roll reconciliation, and schedule of receipts and disbursements-individual agency funds (Schedules 1 thru 6 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 A.


Manhattan, Kansas
July 23, 2013

**FINANCIAL STATEMENT
AND NOTE DISCLOSURES**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

<u>FUNDS</u>	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Governmental Type Funds:							
General	\$ 528,139	\$	\$ 1,587,631	\$ 1,748,314	\$ 367,456	\$ 37,247	\$ 404,703
Bond and Interest Funds:							
Bond and Interest	978		45,536	42,335	4,179		4,179
Special Purpose Funds:							
Road & Bridge	3,938		2,201,471	2,083,125	122,284	11,085	133,369
Law Enforcement	246,229		1,182,403	1,375,507	53,125	27,836	80,961
Memorial Hall			30,343	30,343	-		-
Fair	58		4,014	4,000	72		72
Election	41,995		35,289	70,720	6,564		6,564
Historical			11,777	11,777	-		-
Noxious Weed	79,506		135,840	131,237	84,109	794	84,903
Ambulance			320,324	320,324	-		-
Tort Liability	35,205		932	36,137	-		-
Employee Benefits	41,431		2,584,210	2,289,940	335,701	14,007	349,708
Solid Waste	57,265		916,250	832,503	141,012	50,984	191,996
Joint Communication	(3,487)		452,060	446,568	2,005	16,182	18,187
Fair Maintenance	88		4,001	4,000	89		89
Appropriations:							
County Health			60,434	60,434	-		-
Home for the Aged	257		9,953	10,000	210		210
Mental Health			50,069	49,999	70		70
Soil Conservation			25,068	25,068	-		-
Economic Development	2,493		832	3,325	-		-
Extension Council			122,703	122,703	-		-
Mental Health Retardation			44,830	44,830	-		-
Council on Aging			113,360	113,360	-		-

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

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

<u>FUNDS</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
Non-Budgeted Special Purpose Funds:							
Special Law Enforcement	4,071				4,071		4,071
Register of Deeds Technology Fund	25,022		17,924	11,791	31,155		31,155
Local Alcohol Liquor	172		467		639		639
Special Machinery	19,754		6,764		26,518		26,518
Special Parks & Recreation	4,877		2,043	3,152	3,768		3,768
County General Capital Improvement	642,793		25,004	138,588	529,209	8,109	537,318
Noxious Weed Capital Outlay	31,019			8,494	22,525	1,090	23,615
K-9 Fund	8				8		8
Education Incentive Program	116				116		116
Crime Prevention	3,156		12,361	15,512	5	173	178
Conceal & Carry Fund	4,019		3,448		7,467		7,467
Sex Offender Registration Fund	1,105		1,880		2,985		2,985
Emergency Tax Fund	248,139		10,423	258,562	-		-
Special Motor Vehicle	40,299		131,422	127,639	44,082		44,082
Prosecuting Attorney & Training Fund	211		1,560	1,711	60		60
Diversion Fund	12,582		5,900	5,065	13,417		13,417
Juvenile Supervision Fund	1,114		2,187		3,301		3,301
County Attorney Worthless Check Fund			1,878		1,878		1,878
Safety Committee			7,563	1,542	6,021	200	6,221
Capital & Equipment Reserves:							
Memorial Hall Renovation	12,273				12,273		12,273
Grants:							
Car Seat Loaner Program	794				794		794
Hazard Analysis/Mitigation	896		2,679	2,679	896		896
CERT	10,326				10,326		10,326
KDWP-CFAP Program	12,816		1,854		14,670		14,670
EMPG Grant	23,687		14,501	20,926	17,262		17,262
Enhanced Wireless 911	196,046		313,788	176,456	333,378	20,804	354,182

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

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

<u>FUNDS</u>	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
AISP	36,345		174,971	174,807	36,509	4,679	41,188
JISP	2,958		51,059	46,980	7,037	895	7,932
CMA	24,712		97,631	88,644	33,699	2,685	36,384
360 Energy Grant			86,624	86,624	-		-
CDBG Elevator Grant	80,430		200,879	281,309	-		-
TOTAL SPECIAL PURPOSE FUNDS	1,944,718		9,480,973	9,516,381	1,909,310	159,523	2,068,833
Capital Projects:							
Special Bridge Project	64,492		149,116	119,978	93,630		93,630
Business Funds:							
Atchison Senior Village	471,581		2,990,752	2,790,442	671,891	22,624	694,515
Nursing Home Improvement	73,723				73,723		73,723
TOTAL BUSINESS FUNDS	545,304		2,990,752	2,790,442	745,614	22,624	768,238
Fiduciary Type Funds:							
Heritage Trust	1,954		4,252	5,078	1,128		1,128
W A Harwi Trust			180,000	180,000	-		-
TOTAL FIDUCIARY TYPE FUNDS	1,954		184,252	185,078	1,128		1,128
TOTAL PRIMARY GOVERNMENT	3,085,585		14,438,260	14,402,528	3,121,317	219,394	3,340,711
Related Municipal Entity:							
Sheriff Reserve Fund	23,519		33,435	56,954	-		-
TOTAL REPORTING ENTITY	\$ 3,109,104	\$ -	\$ 14,471,695	\$ 14,459,482	\$ 3,121,317	\$ 219,394	\$ 3,340,711

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

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

Composition of Cash:

Checking accounts	\$ 10,962,928
Certificates of deposit	3,570,282
Savings	315,081
County Attorney	42
Clerk of the District Court	18,133
Law Library	5,795
Sheriff - DARE Account	130
Clerk - fish & game account	80
Clerk - withholding account	149
Inmate Fund	17,342
Sheriff - Crime Prevention	1,412
Sheriff Reserve Fund (Related Municipal Entity)	
Cash on hand	<u>1,000</u>
	TOTAL CASH
	14,892,374
Agency Funds per Schedule 3	<u>(11,551,663)</u>
	TOTAL REPORTING ENTITY (EXCLUDING AGENCY)
	<u><u>\$ 3,340,711</u></u>

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

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

NOTE A—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Atchison County, Kansas (Municipality) is a municipal corporation governed by an elected three-member commission. This regulatory financial statement presents the Municipality (the primary government) and its related municipal entities. The accounting policies of the Municipality conform to the cash-basis and budget laws of Kansas (regulatory basis). The following is a summary of the more significant policies:

1. The Financial Reporting Entity: The financial reporting entity of Atchison County, Kansas, is comprised of the primary government (the Municipality) and does not include all related municipal entities.

The basic criterion for including a separate entity in the Municipality's financial reporting entity is the financial accountability of the Municipality for the separate entity. The Municipality is financially accountable if it appoints a voting majority of a related municipal entity's governing body and if it either has the ability to impose its will on the related municipal entity or there is a potential for the related municipal entity to provide certain financial benefits to, or impose certain financial burdens on, the primary government.

The Municipality's related municipal entities consist of the following:

- a. Atchison County Extension Council (Council), provides services in such areas as agriculture, home economics, and 4-H club, to all persons in the County. The Council is formed under K.S.A. 2-610 and is an elected four-member executive board. The Municipality provides significant annual operating subsidies to the Council. The Municipality has elected to omit the Council's financial information from the Municipality's financial statement. Separate financial information may be obtained from the administrative offices at 405 Main, Effingham, KS 66023-0109.
- b. Atchison County Sheriff's Office Reserve Unit (Sheriff's Reserve), is organized as a separate not-for-profit organization (501(c)(3)). The Organization has separate by-laws which delineate the Reserve Officer's responsibilities, and the election of board of directors and officers of the Organization. The Sheriff's Reserve was formed to assist the County Sheriff's office in aiding and protecting the residents of Atchison County. No other agency has the power to activate the Reserves without prior approval of the Sheriff, Liaison Officer and the President of the Reserves. Under basic Agency law, the Municipality is liable for the acts of all deputies, including the Sheriff's Reserve deputies, provided they are acting within the scope of their appointment. The Officer's Reserve exists to provide direct benefit to the Municipality and is significantly subsidized by the Municipality.

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

2. Regulatory Basis Fund Types: The accounts of the Municipality are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its cash, liabilities, fund balance, receipts, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statement in this report, into generic regulatory basis fund types and broad fund categories as follows:

Governmental Funds

The General Fund is the chief operating fund of the Municipality. It is used to account for all financial resources except those that are required to be accounted for in another fund.

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

Bond and Interest Funds are used to account for the accumulation of resources, including tax levies, transfer from other funds and payment of long-term debt principal, interest, and related costs.

Capital Projects Funds are used to account for the debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

Business Funds

Business Funds are used to account for operations that provide goods or services to the general public on a continuing basis. Such operations are financed and operated in a manner similar to private business entities and (a) are intended to be self supporting through charges to users or (b) the governing body has deemed it appropriate to account for them as business funds for capital maintenance, public policy, management control, accountability, or other purposes.

Fiduciary Funds

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

Agency Funds are used to account for assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, tax collection accounts, etc.).

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America: The municipal reporting entity prepares the financial statements using *Kansas Municipal Audit and Accounting Guide (KMAAG)* regulatory basis of accounting, which is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas.

The *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. 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 receipt is recorded in the fund receiving cash from another fund, and the expenditure would be charged in the fund from which the transfer is made. 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 inflow 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 *KMAAG* regulatory basis of accounting.

4. Budgetary Information: Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:
 - a. Preparation of the budget for the succeeding calendar year on or before August 1.
 - b. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5.
 - c. Public hearing on or before August 15, but at least ten days after publication of notice of hearing.
 - d. Adoption of the final budget on or before August 25.

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time.

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

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

A legal operating budget is not required for capital project funds, trust funds, permanent funds, and certain special purpose funds (exempted by Kansas Statute):

- K.S.A. 12-110d: Special Ambulance or emergency medical service equipment fund
- K.S.A. 12-663: Federal Grant funds
- K.S.A. 12-16,111: State Loans and Grant funds
- K.S.A. 12-17, 118: Neighborhood Revitalization fund
- K.S.A. 19-119: County Equipment Reserve funds
- K.S.A. 19-120: Multi-year Capital Improvement funds
- K.S.A. 19-15, 136: Special Building funds
- K.S.A. 28-115a: Register of Deeds Technology funds
- K.S.A. 68-141g: Special Road, Bridge or Street Building Machinery, Equipment and Bridge Building funds
- K.S.A. 68-559a: Special Road and Bridge fund
- K.S.A. 68-590: Special Highway Improvement fund
- K.S.A. 68-1135: Special Bridge and Culvert 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.

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

5. Special Assessments: Projects financed in part by special assessments are financed through general obligation bonds of the Municipality and are retired from the bond and interest fund. Special assessments paid prior to the issuance of bonds are recorded as revenue in the appropriate project. Special assessments received after the issuance of bonds are recorded as revenue in the bond and interest fund.
6. Cash and Investments: The Municipality uses an internally pooled cash system in which the cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments, unless specifically designated, are allocated to the general fund and the utility funds based upon their average cash balances. Investments are stated at cost, which approximates market.
7. Property Taxes: In accordance with governing state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half or the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 10 of the ensuing year. State statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year. Consequently, for revenue recognition purposes, the taxes levied during the current year are not due and receivable until the ensuing year.
8. Reimbursements: The Municipality records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the reimbursement is recorded as a qualifying budget credit in the fund receiving the reimbursement.

NOTE B –STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

1. Compliance with finance-related legal (including KSA's) and contractual provisions – Report Statutory Violations

KSA 19-120, Multi-Year Capital Improvement Fund, allows for the establishment of capital improvement reserve funds. Part c of the statute indicates, “..Except for such reimbursed expenses, no moneys shall be credited to such special fund except as may be budgeted annually, or transferred by the annual budget from other funds. Such funds shall not thereafter be subject to the provisions of K.S.A. 79-2925 to 79-2937, inclusive, and amendments thereto...”

We noted that approximately \$52,400 of receipts was deposited directly into the Capital Improvement Fund from the following sources, which were not a result of reimbursing the fund, resulting in a violation of KSA 19-120:

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

- Sale of County Property approximately \$3,330
- Sale of Scrap Metal approximately \$14,300
- First National Bank 11,183.99

K.S.A. 68-141g, Special Road, bridge or street building machinery, equipment and bridge building fund, allows for funds to be transferred annually from the road, bridge or street fund, not to exceed twenty-five percent of the amount of money credited to any such fund, and subject to legal expenditure to a special road, bridge, or street building machinery, equipment, and bridge building fund..

The County has established a special machinery and equipment fund under K.S.A 68-141g. We noted that approximately \$6,700 was collected and posted directly into the Special Machinery & Equipment Fund from the sale of County property. These types of funds are required to be credited to the general fund or the fund in which the original property was paid for, and may be transferred within the limits of the statutory requirements. The County did not transfer any other funds to the Special Machinery & Equipment Fund in the year and therefore if the funds had originally been deposited into the road and bridge fund the County could have legally transferred the funds to the Special Machinery and Equipment fund and been within the 25% limit as required by the statute.

K.S.A. 79-2935, establishes that expenditures, including encumbrances, in any lawfully budgeted fund should not exceed the adopted budget of expenditures plus any reimbursement (budget credits) of current year expenditures for such fund for that budget year.

We noted one fund in violation of *K.S.A. 79-2935*. Tort Liability, a general government special purpose fund, exceeded its legal budget by \$2,286 due to the transfer of funds to close the fund.

2. Amendments to Legal Budgets: The legal budgets for the General Fund, Road Fund, Law Enforcement Fund, Joint Communication Fund, and Atchison Senior Village Fund were amended during 2012.

NOTE C – DEPOSITS AND INVESTMENTS

As of December 31, 2012, the Municipality's investments consisted of short-term certificates of deposit.

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

K.S.A. 9-1401 establishes the depositories which may be used by the Municipality. The statute requires banks eligible to hold the Municipality's funds have a main or branch bank in the county in which the Municipality 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 Municipality has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the Municipality'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 Municipality has no investment policy that would further limit its investment choices. The Municipality had no investments, other than certificates of deposit which are included in the bank deposits; therefore they do not have a rating.

Concentration of credit risk: State statutes place no limit on the amount the Municipality may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits: Custodial credit risk is the risk that in the event of a bank failure, the Municipality's deposits may not be returned to it. State statutes require the Municipality's deposits in financial institutions to be entirely covered by federally 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, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The Municipality's designated "peak periods" are from December 1 – January 29 and May 1 – June 29. All deposits were legally secured at December 31, 2012.

At December 31, 2012, the carrying amount of the Municipality's deposits, including certificates of deposit, was \$14,892,374 and the bank balance was \$15,360,758. The bank balance was held by four banks which did not result in a concentration of credit risk. Of the bank balance, \$1,344,763 was covered by federal depository insurance; \$8,494,888 was collateralized with securities held by the pledging financial institutions' agents in the Municipality's name, and the balance of \$5,521,107 was unsecured under a designated peak period.

Custodial credit risk – investments: For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the Municipality 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.

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

NOTE D—LONG TERM DEBT

The following is a summary of debt transactions of the Municipality for the year ended December 31, 2012. See Notes L and M for the schedules of long-term liabilities and current maturities of long-term debt.

	Payable Beginning of Year	Issued	Retired	Payable End of Year
Capital Leases	\$ 179,270	\$ -	\$ 37,192	\$ 142,078
Total interest expense for the year was \$5,144.				

Bonded Indebtedness Limitation

Kansas statutes restrict the level of the authorized and outstanding bonded indebtedness of the Municipality to not more than three percent of the assessed value of all tangible property within such county, as certified to the County Clerk on the preceding August 25.

Total assessed valuation as of October 26, 2011	141,089,908
3% Debt Limit	4,232,697
Total Outstanding General Obligation Debt	0
General Obligation Debt Margin	<u>\$ 4,232,697</u>

Conduit Debt

From time to time, the Municipality has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are generally payable from and secured by the project financed and if needed, additional assets and/or revenues of the private-sector entity served by the bond issuance. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the Municipality, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statement. As of December 31, 2012, there was one series of industrial revenue bonds outstanding. The aggregate principal amount payable at December 31, 2012 could not be determined; however, their original issue amounts totaled \$9.99 million.

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

NOTE E—DEFINED BENEFIT PENSION PLAN

Plan Description: The non-school Municipality participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost-sharing, multiple-employer defined benefit pension plan as provided by Kansas law. KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERS (611 S. Kansas, Suite 100; Topeka, 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 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at four percent of covered salary for Tier 1 members and at six percent of covered salary for Tier 2 members. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at seven percent of covered salary. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that 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. Kansas law sets a limitation on annual increases in the employer contribution rates.

The Municipality's employer contributions to KPERS for the years ending December 31, 2012, 2011 and 2010 were \$330,915, \$298,456, and \$284,811, respectively, equal to the statutory required contributions for each year.

The Municipality's employer contributions to KP&F for the years ending December 31, 2012, 2011 and 2010 were \$68,695, \$64,411, and \$49,259, respectively, equal to the statutory required contributions for each year.

NOTE F—OTHER POST EMPLOYMENT BENEFIT

As provided by K.S.A. 12-5040, the municipality allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the municipality 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.

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

Under the Consolidated Budget Reconciliation Act (COBRA), the municipality 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.

NOTE G—COMPENSATED ABSENCES

The Municipality provides certain vacation time benefits, i.e., paid time off, to full-time and Class A part-time employees based upon length of service with the Municipality. No more than 80 hours of vacation may be carried forward in any given year. All unused vacation time is paid to the employee or legal representative of the employee upon termination of employment, retirement or death. Payment of unused vacation time is based upon the employee's rate of pay at the time of termination, retirement or death.

Sick leave is granted to regular full-time and Class A part-time employees at a rate of 1.9 hours per pay period (49.4 hours per year) for full-time employees and .95 hours per pay period (24.7 hours per year) for part-time employees. Up to 240 hours of sick leave is paid to the employee or legal representative of the employee upon voluntary termination of employment in good standing, retirement or death.

At December 31, 2012, the Municipality's liability for unused vacation and sick time is approximately \$227,832, attributable to both governmental and business funds.

NOTE H—CAPITAL PROJECTS

At year-end, capital projects authorizations with approved change orders compared with disbursement and accounts payable from inception are as follows:

Project Name	Cash disbursements and accounts payable to date	Project Authorizations
360 Energy Solutions Grant Project	150,000	13,000
CDBG Elevator/Womens Bathroom	284,309	362,355
KDOT Bridge Project #3 (Warren Truss)	239,917	322,092
TOTAL	\$ 674,226	\$ 697,447

NOTES TO FINANCIAL STATEMENT

ATCHISON COUNTY, KANSAS FINANCIAL REPORTING ENTITY

December 31, 2012

NOTE I—COMMITMENTS AND CONTINGENCIES

Construction Contracts: At December 31, 2012, the Municipality had several pending construction project contracts. Commitments related to significant contracts include contracts for the Municipality's street improvements.

Risk Management: The Municipality is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Municipality manages these various risks of loss through commercial insurance with varying deductibles. All deductibles are \$1,000 or less. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

Litigation: There are a number of claims and/or lawsuits to which the Municipality is a party as a result of matters and complaints arising in the ordinary course of Municipality activities. The Municipality's management and legal counsel anticipate that the potential claims against the Municipality not covered by insurance, if any, resulting from such matters would not materially affect the financial position of the Municipality.

NOTE J—TRANSFERS

Operating transfers were as follows:

FROM	TO	Statutory Authority	Amount
Capital Improvement Fund	Joint Communications	K.S.A. 19-120	\$ 18,000
Economic Development	County General Fund	K.S.A. 79-2958	3,325
Tort Liability	County General Fund	K.S.A. 79-2958	36,137
Special Motor Vehicle	County General Fund	K.S.A 8-145	40,299
Special Motor Vehicle	County Employee Benefit	K.S.A 8-145	8,146
E911 Fund	911 Fund	Res 2012-1347	233,886
			<u>\$ 339,793</u>

NOTE K—MANAGEMENT'S REVIEW OF SUBSEQUENT EVENTS

In preparing these financial statements, the Municipality has evaluated events and transactions for potential recognition or disclosure through July 23, 2013, the date the financial statements were available to be issued.

NOTES TO FINANCIAL STATEMENTS

ATCHISON COUNTY, KANSAS

December 31, 2012

NOTE L - SCHEDULE OF LONG-TERM DEBT

The following is a schedule of changes in long-term debt for the County for the year ended December 31, 2012

	<u>Interest Rate</u>	<u>Date Issued</u>	<u>Original Amount</u>	<u>Date of Final Maturity</u>	<u>Outstanding January 1, 2012</u>	<u>Issued</u>	<u>Retired</u>	<u>Net Change</u>	<u>Outstanding December 31, 2012</u>	<u>Interest Paid</u>
Capital Leases										
2004 Ford Ambulance	3.50%	8/10/2010	12,000	8/10/2013	4,270		4,133	(4,133)	137	151
Elevator	2.85%	11/21/2011	175,000	11/21/2016	175,000		33,059	(33,059)	141,941	4,993
TOTAL CAPITAL LEASES			<u>187,000</u>		<u>179,270</u>	<u>-</u>	<u>37,192</u>	<u>(37,192)</u>	<u>142,078</u>	<u>5,144</u>
TOTAL INDEBTEDNESS			<u>\$ 187,000</u>		<u>\$ 179,270</u>	<u>\$ -</u>	<u>\$ 37,192</u>	<u>\$ (37,192)</u>	<u>\$ 142,078</u>	<u>\$ 5,144</u>

NOTES TO FINANCIAL STATEMENTS

ATCHISON COUNTY, KANSAS

December 31, 2012

NOTE M: SCHEDULE OF MATURITY OF LONG TERM DEBT

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

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>Total</u>
PRINCIPAL						
Capital leases payable	<u>34,139</u>	<u>34,972</u>	<u>35,970</u>	<u>36,997</u>		<u>142,078</u>
TOTAL PRINCIPAL	<u>34,139</u>	<u>34,972</u>	<u>35,970</u>	<u>36,997</u>		<u>142,078</u>
INTEREST						
Capital leases payable	<u>4,050</u>	<u>3,080</u>	<u>2,082</u>	<u>1,055</u>		<u>10,267</u>
TOTAL INTEREST	<u>4,050</u>	<u>3,080</u>	<u>2,082</u>	<u>1,055</u>	<u>-</u>	<u>10,267</u>
TOTAL PRINCIPAL AND INTEREST	<u>\$ 38,189</u>	<u>\$ 38,052</u>	<u>\$ 38,052</u>	<u>\$ 38,052</u>	<u>\$ -</u>	<u>\$ 152,345</u>

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

**SUMMARY OF EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
BUDGETED FUNDS ONLY (SCHEDULE 1)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	<u>Certified Budget (As Amended)</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Favorable (Unfavorable) Variance</u>
Governmental Type Funds:					
General	\$ 1,898,500	\$	\$ 1,898,500	\$ 1,748,314	\$ 150,186
Bond and Interest Funds:					
Bond and Interest	45,500		45,500	42,335	3,165
Special Purpose Funds:					
Road and Bridge	2,121,284		2,121,284	2,083,125	38,159
Law Enforcement	1,483,065		1,483,065	1,375,507	107,558
Memorial Hall	30,480		30,480	30,343	137
Fair	4,000		4,000	4,000	-
Election	71,165		71,165	70,720	445
Historical	11,824		11,824	11,777	47
Noxious Weed	139,381		139,381	131,237	8,144
Ambulance	322,000		322,000	320,324	1,676
Tort liability	33,851		33,851	36,137	(2,286)
Employee Benefits	2,572,174		2,572,174	2,289,940	282,234
Solid Waste	938,443		938,443	832,503	105,940
Joint Communication	519,484		519,484	446,568	72,916
Fair Maintenance	4,000		4,000	4,000	-

See independent auditor's report.

**SUMMARY OF EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
BUDGETED FUNDS ONLY (SCHEDULE 1)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	<u>Certified Budget (As Amended)</u>	<u>Adjustment for Qualifying Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Favorable (Unfavorable) Variance</u>
Appropriation Funds:					
County Health	60,638		60,638	60,434	204
Home for the Aged	10,000		10,000	10,000	-
Mental Health	50,000		50,000	49,999	1
Soil Conservation	25,139		25,139	25,068	71
Economic Development	6,187		6,187	3,325	2,862
Extension Council	123,300		123,300	122,703	597
Mental Health Retardation	45,000		45,000	44,830	170
Council on Aging	114,000		114,000	113,360	640
Business Funds:					
Atchison Senior Village	3,143,519		3,143,519	2,790,442	353,077

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 797,103	\$ 776,965	\$ (20,138)
Motor vehicle tax	110,065	122,958	12,893
16/20M vehicle tax	9,771	13,262	3,491
Recreation vehicle tax	1,307	1,271	(36)
Delinquent tax		3,006	3,006
Excise Tax		47	47
Redemptions		15,144	15,144
Local alcohol liquor tax	1,605	467	(1,138)
In lieu of tax	1,500	9,152	7,652
Miscellaneous tax revenue		51,630	51,630
Licenses, permits, and fees	389,758	379,634	(10,124)
Charges for services	28,803	31,777	2,974
Use of money and property	115,044	106,356	(8,688)
Fines, forfeitures, and penalties	3,600	1,087	(2,513)
Reimbursements	11,000	13,572	2,572
Grants	3,688	3,688	-
Miscellaneous	2,500	18,051	15,551
Operating transfers		39,564	39,564
TOTAL CASH RECEIPTS	1,475,744	1,587,631	111,887
Expenditures:			
County Commission:			
Personnel services	64,800	64,546	254
Contractual services and other charges	7,000	6,455	545
Materials and supplies	600	384	216
TOTAL COUNTY COMMISSION	72,400	71,385	1,015
County Clerk:			
Personnel services	141,479	141,607	(128)
Contractual services and other charges	17,395	16,440	955
Materials and supplies	4,000	3,051	949
TOTAL COUNTY CLERK	162,874	161,098	1,776

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
County Treasurer:			
Personnel services	137,775	137,707	68
Contractual services and other charges	15,870	21,594	(5,724)
Materials and supplies	5,500	170	5,330
TOTAL COUNTY TREASURER	159,145	159,471	(326)
County Attorney:			
Personnel services	146,459	144,861	1,598
Contractual services and other charges	15,000	15,225	(225)
Materials and supplies	5,000	1,937	3,063
Capital outlay		932	(932)
TOTAL COUNTY ATTORNEY	166,459	162,955	3,504
Register of Deeds:			
Personnel services	82,126	82,126	-
Contractual services and other charges	4,000	2,665	1,335
Materials and supplies	4,000	3,244	756
TOTAL REGISTER OF DEEDS	90,126	88,035	2,091
Clerk of the District Court:			
Contractual services and other charges	39,950	30,769	9,181
Materials and supplies	12,350	12,615	(265)
Capital outlay		2,777	(2,777)
TOTAL CLERK OF THE DISTRICT COURT	52,300	46,161	6,139
County Lake			
Personnel services	15,914	16,154	(240)
Contractual services and other charges	3,050	3,393	(343)
Materials and supplies	8,954	7,531	1,423
TOTAL COUNTY LAKE	27,918	27,078	840

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Building Maintenance			
Personnel services	94,484	93,874	610
Contractual services and other charges	3,485	2,515	970
Materials and supplies	10,470	10,138	332
Capital outlay	1,000	1,000	-
TOTAL BUILDING MAINTENANCE	<u>109,439</u>	<u>107,527</u>	<u>1,912</u>
Local Emergency Management:			
Personnel services	67,020	65,752	1,268
Contractual services and other charges	16,500	20,493	(3,993)
Materials and supplies	16,175	7,675	8,500
Capital outlay	8,016	(4,345)	12,361
TOTAL LOCAL EMERGENCY MANAGEMENT	<u>107,711</u>	<u>89,575</u>	<u>18,136</u>
County Counselor:			
Personnel services	25,250	25,370	(120)
Contractual services and other charges	7,241	7,345	(104)
Materials and supplies		139	(139)
TOTAL COUNTY COUNSELOR	<u>32,491</u>	<u>32,854</u>	<u>(363)</u>
Appraiser:			
Personnel services	250,123	249,046	1,077
Contractual services and other charges	29,974	20,628	9,346
Materials and supplies	10,700	10,867	(167)
Capital outlay		2,129	(2,129)
TOTAL APPRAISER	<u>290,797</u>	<u>282,670</u>	<u>8,127</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
General Administration:			
Personnel services	14,560	14,924	(364)
Contractual services and other charges	267,220	166,893	100,327
Materials and supplies	10,000	3,485	6,515
Capital outlay	10,000	10,000	-
TOTAL GENERAL ADMINISTRATION	<u>301,780</u>	<u>195,302</u>	<u>106,478</u>
General Court:			
Personnel services		2,027	(2,027)
Contractual services and other charges	102,000	104,349	(2,349)
Materials and supplies	1,000	1,000	-
TOTAL GENERALCOURT	<u>103,000</u>	<u>107,376</u>	<u>(4,376)</u>
County General:			
Contractual services and other charges		3,947	(3,947)
Capital outlay	173,116	148,959	24,157
TOTAL COUNTY GENERAL	<u>173,116</u>	<u>152,906</u>	<u>20,210</u>
Appropriations:			
Tourism	6,000	6,000	-
NEK- Cap	2,550	2,550	-
Juvenile Detention	20,000	35,344	(15,344)
Area Agency on Aging	1,694	1,694	-
Safety Committee	2,000	2,000	-
Doves	5,500	5,500	-
Day Care	6,000	6,000	-
TOTAL APPROPRIATIONS	<u>43,744</u>	<u>59,088</u>	<u>(15,344)</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Transfers out		567	(567)
Donations	5,200	4,266	934
TOTAL EXPENDITURES	1,898,500	1,748,314	150,186
RECEIPTS OVER (UNDER) EXPENDITURES	(422,756)	(160,683)	262,073
Beginning Unencumbered Cash Balance	422,756	528,139	105,383
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 367,456	\$ 367,456

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - BOND AND INTEREST
BOND AND INTEREST FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 36,851	\$ 35,989	\$ (862)
Motor vehicle tax	7,701	7,792	91
16/20M vehicle tax	684	650	(34)
Recreation vehicle tax	91	80	(11)
Delinquent tax		158	158
Excise Tax		3	3
Redemptions		864	864
TOTAL CASH RECEIPTS	<u>45,327</u>	<u>45,536</u>	<u>209</u>
Expenditures:			
Debt payments	<u>45,500</u>	<u>42,335</u>	<u>3,165</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(173)	3,201	3,374
Beginning Unencumbered Cash Balance	<u>173</u>	<u>978</u>	<u>805</u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ -</u>	<u>\$ 4,179</u>	<u>\$ 4,179</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - ROAD AND BRIDGE
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 1,396,696	\$ 1,361,456	\$ (35,240)
Motor vehicle tax	177,296	180,439	3,143
16/20M vehicle tax	15,738	17,644	1,906
Recreation vehicle tax	2,105	1,865	(240)
Delinquent tax		4,429	4,429
Excise Tax	69	69	-
Redemptions	22,821	20,497	(2,324)
City and county highway fund	399,528	424,454	24,926
Reimbursements	50,000	190,618	140,618
	<u>2,064,253</u>	<u>2,201,471</u>	<u>137,218</u>
TOTAL CASH RECEIPTS			
Expenditures:			
Personnel expenditures	511,940	501,349	10,591
Contractual and other expenditures	100,000	271,582	(171,582)
Material and supplies	1,509,344	1,309,794	199,550
Capital Outlay		400	(400)
Adjustment for qualifying budget credit			-
	<u>2,121,284</u>	<u>2,083,125</u>	<u>38,159</u>
TOTAL EXPENDITURES			
RECEIPTS OVER (UNDER) EXPENDITURES	(57,031)	118,346	175,377
Beginning Unencumbered Cash Balance	<u>57,031</u>	<u>3,938</u>	<u>(53,093)</u>
ENDING UNENCUMBERED CASH BALANCE	<u><u>\$ -</u></u>	<u><u>\$ 122,284</u></u>	<u><u>\$ 122,284</u></u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - LAW ENFORCEMENT
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 867,055	\$ 845,195	\$ (21,860)
Motor vehicle tax	120,820	122,300	1,480
16/20M vehicle tax	10,725	10,391	(334)
Recreation vehicle tax	1,434	1,263	(171)
Delinquent tax	15,980	2,802	(13,178)
Excise Tax	47	47	-
Redemptions		13,178	13,178
Licenses, permits, and fees		680	680
Charges for services	106,250	106,251	1
Fines, forfeitures, and penalties	13,255	15,058	1,803
Reimbursements	115,813	33,968	(81,845)
Miscellaneous	22,196	31,270	9,074
TOTAL CASH RECEIPTS	1,273,575	1,182,403	(91,172)
Expenditures:			
Personnel expenditures	983,494	904,013	79,481
Contractual and other expenditures	395,726	356,414	39,312
Material and supplies	103,845	115,080	(11,235)
Adjustment for qualifying budget credit			-
TOTAL EXPENDITURES	1,483,065	1,375,507	107,558
RECEIPTS OVER (UNDER) EXPENDITURES	(209,490)	(193,104)	16,386
Beginning Unencumbered Cash Balance	209,490	246,229	36,739
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 53,125	\$ 53,125

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - MEMORIAL HALL
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 26,840	\$ 26,191	\$ (649)
Motor vehicle tax	3,297	3,346	49
16/20M vehicle tax	293	301	8
Recreation vehicle tax	39	35	(4)
Delinquent tax		83	83
Excise Tax		1	1
Redemptions		386	386
TOTAL CASH RECEIPTS	<u>30,469</u>	<u>30,343</u>	<u>(126)</u>
Expenditures:			
Contractual and other expenditures	<u>30,480</u>	<u>30,343</u>	<u>137</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(11)	-	11
Beginning Unencumbered Cash Balance	<u>11</u>	<u>-</u>	<u>(11)</u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - FAIR
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 3,476	\$ 3,455	\$ (21)
Motor vehicle tax	435	453	18
16/20M vehicle tax	39	39	-
Recreation vehicle tax	5	5	-
Delinquent tax		11	11
Redemptions		51	51
TOTAL CASH RECEIPTS	3,955	4,014	59
Expenditures:			
Contractual and other expenditures	4,000	4,000	-
RECEIPTS OVER (UNDER) EXPENDITURES	(45)	14	59
Beginning Unencumbered Cash Balance	45	58	13
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 72	\$ 72

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - ELECTION
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 28,680	\$ 27,968	\$ (712)
Motor vehicle tax	5,754	5,801	47
16/20M vehicle tax	511	419	(92)
Recreation vehicle tax	68	60	(8)
Delinquent tax		122	122
Excise Tax		2	2
Redemptions		717	717
Licenses, permits, and fees		100	100
Miscellaneous	5,000	100	(4,900)
TOTAL CASH RECEIPTS	40,013	35,289	(4,724)
Expenditures:			
Personnel expenditures	20,000	18,471	1,529
Contractual and other expenditures	46,165	45,715	450
Material and supplies	5,000	6,534	(1,534)
TOTAL EXPENDITURES	71,165	70,720	445
RECEIPTS OVER (UNDER) EXPENDITURES	(31,152)	(35,431)	(4,279)
Beginning Unencumbered Cash Balance	31,152	41,995	10,843
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 6,564	\$ 6,564

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - HISTORICAL
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 10,389	\$ 10,142	\$ (247)
Motor vehicle tax	1,295	1,318	23
16/20M vehicle tax	115	119	4
Recreation vehicle tax	15	14	(1)
Delinquent tax		32	32
Excise Tax		1	1
Redemptions		151	151
TOTAL CASH RECEIPTS	<u>11,814</u>	<u>11,777</u>	<u>(37)</u>
Expenditures:			
Contractual and other expenditures	<u>11,824</u>	<u>11,777</u>	<u>47</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(10)	-	10
Beginning Unencumbered Cash Balance	<u>10</u>	<u>-</u>	<u>(10)</u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS- NOXIOUS WEED
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 68,316	\$ 66,657	\$ (1,659)
Motor vehicle tax	4,965	5,335	370
16/20M vehicle tax	441	1,170	729
Recreation vehicle tax	59	56	(3)
Delinquent tax		214	214
Excise Tax		2	2
Redemptions		1,005	1,005
Charges for services		61,091	61,091
Reimbursements		300	300
Miscellaneous		10	10
	<u>73,781</u>	<u>135,840</u>	<u>62,059</u>
TOTAL CASH RECEIPTS	<u>73,781</u>	<u>135,840</u>	<u>62,059</u>
Expenditures:			
Personnel expenditures	27,979	31,161	(3,182)
Contractual and other expenditures	11,402	9,349	2,053
Material and supplies	100,000	90,263	9,737
Capital Outlay		464	(464)
	<u>139,381</u>	<u>131,237</u>	<u>8,144</u>
TOTAL EXPENDITURES	<u>139,381</u>	<u>131,237</u>	<u>8,144</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(65,600)	4,603	70,203
Beginning Unencumbered Cash Balance	65,600	79,506	13,906
ENDING UNENCUMBERED CASH BALANCE	<u>\$ -</u>	<u>\$ 84,109</u>	<u>\$ 84,109</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - AMBULANCE
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 283,411	\$ 276,284	\$ (7,127)
Motor vehicle tax	35,061	35,561	500
16/20M vehicle tax	3,112	3,182	70
Recreation vehicle tax	416	367	(49)
Delinquent tax		871	871
Excise Tax		14	14
Redemptions		4,045	4,045
TOTAL CASH RECEIPTS	322,000	320,324	(1,676)
Expenditures:			
Contractual and other expenditures	322,000	320,324	1,676
RECEIPTS OVER (UNDER) EXPENDITURES	-	-	-
Beginning Unencumbered Cash Balance	-	-	-
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ -	\$ -

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - TORT LIABILITY
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Motor vehicle tax	\$ 8,326	\$ 337	\$ (7,989)
16/20M vehicle tax	739	591	(148)
Recreation vehicle tax	99	4	(95)
	<u>9,164</u>	<u>932</u>	<u>(8,232)</u>
TOTAL CASH RECEIPTS			
Expenditures:			
Contractual and other expenditures	33,851		33,851
Operating transfers		36,137	(36,137)
	<u>33,851</u>	<u>36,137</u>	<u>(2,286)</u>
TOTAL EXPENDITURES			
RECEIPTS OVER (UNDER) EXPENDITURES	(24,687)	(35,205)	(10,518)
Beginning Unencumbered Cash Balance	<u>24,687</u>	<u>35,205</u>	<u>10,518</u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - EMPLOYEE BENEFITS
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 1,669,535	\$ 1,627,595	\$ (41,940)
Motor vehicle tax	172,668	171,925	(743)
16/20M vehicle tax	15,328	7,871	(7,457)
Recreation vehicle tax	2,050	1,770	(280)
Delinquent tax		3,987	3,987
Excise Tax		68	68
Redemptions		15,418	15,418
Reimbursements	600,000	748,729	148,729
Miscellaneous		6,847	6,847
	<u>2,459,581</u>	<u>2,584,210</u>	<u>124,629</u>
TOTAL CASH RECEIPTS	<u>2,459,581</u>	<u>2,584,210</u>	<u>124,629</u>
Expenditures:			
Personnel expenditures	2,425,006	2,177,128	247,878
Contractual and other expenditures	147,168	112,812	34,356
	<u>2,572,174</u>	<u>2,289,940</u>	<u>282,234</u>
TOTAL EXPENDITURES	<u>2,572,174</u>	<u>2,289,940</u>	<u>282,234</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(112,593)	294,270	406,863
Beginning Unencumbered Cash Balance	<u>112,593</u>	<u>41,431</u>	<u>(71,162)</u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ -</u>	<u>\$ 335,701</u>	<u>\$ 335,701</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SOLID WASTE
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Sales and use tax	\$ 900,000	\$ 903,979	\$ 3,979
Licenses, permits, and fees		5,580	5,580
Reimbursements		5,691	5,691
Miscellaneous		1,000	1,000
TOTAL CASH RECEIPTS	900,000	916,250	16,250
Expenditures:			
Personnel expenditures	242,264	241,728	536
Contractual and other expenditures	636,179	511,060	125,119
Material and supplies	60,000	79,715	(19,715)
TOTAL EXPENDITURES	938,443	832,503	105,940
RECEIPTS OVER (UNDER) EXPENDITURES	(38,443)	83,747	122,190
Beginning Unencumbered Cash Balance	55,041	57,265	2,224
ENDING UNENCUMBERED CASH BALANCE	\$ 16,598	\$ 141,012	\$ 124,414

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - JOINT COMMUNICATION
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Sales and use tax	\$ 573,669	\$ 433,962	\$ (139,707)
Reimbursements		88	88
Miscellaneous		10	10
Operating transfers	18,000	18,000	-
TOTAL CASH RECEIPTS	591,669	452,060	(139,609)
Expenditures:			
Personnel expenditures	478,744	417,673	61,071
Contractual and other expenditures	29,440	23,342	6,098
Material and supplies	6,000	4,773	1,227
Capital Outlay	5,300	780	4,520
TOTAL EXPENDITURES	519,484	446,568	72,916
RECEIPTS OVER (UNDER) EXPENDITURES	72,185	5,492	(66,693)
Beginning Unencumbered Cash Balance	17,654	(3,487)	(21,141)
ENDING UNENCUMBERED CASH BALANCE	\$ 89,839	\$ 2,005	\$ (87,834)

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - FAIR MAINTENANCE
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 3,464	\$ 3,455	\$ (9)
Motor vehicle tax	420	439	19
16/20M vehicle tax	37	40	3
Recreation vehicle tax	5	5	-
Delinquent tax		11	11
Redemptions		51	51
TOTAL CASH RECEIPTS	3,926	4,001	75
Expenditures:			
Contractual and other expenditures	4,000	4,000	-
RECEIPTS OVER (UNDER) EXPENDITURES	(74)	1	75
Beginning Unencumbered Cash Balance	74	88	14
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 89	\$ 89

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - COUNTY HEALTH
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 53,305	\$ 52,047	\$ (1,258)
Motor vehicle tax	6,663	6,774	111
16/20M vehicle tax	591	621	30
Recreation vehicle tax	79	70	(9)
Delinquent tax		165	165
Excise Tax		3	3
Redemptions		754	754
TOTAL CASH RECEIPTS	60,638	60,434	(204)
Expenditures:			
Contractual and other expenditures	60,638	60,434	204
RECEIPTS OVER (UNDER) EXPENDITURES	-	-	-
Beginning Unencumbered Cash Balance	-	-	-
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ -	\$ -

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - HOME FOR THE AGED
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 8,744	\$ 8,582	\$ (162)
Motor vehicle tax	1,090	1,106	16
16/20M vehicle tax	97	100	3
Recreation vehicle tax	13	11	(2)
Delinquent tax		27	27
Redemptions		127	127
TOTAL CASH RECEIPTS	9,944	9,953	9
Expenditures:			
Contractual and other expenditures	10,000	8,162	1,838
Material and supplies		1,838	(1,838)
TOTAL EXPENDITURES	10,000	10,000	-
RECEIPTS OVER (UNDER) EXPENDITURES	(56)	(47)	9
Beginning Unencumbered Cash Balance	56	257	201
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ 210	\$ 210

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - MENTAL HEALTH
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 44,270	\$ 43,243	\$ (1,027)
Motor vehicle tax	5,206	5,343	137
16/20M vehicle tax	462	617	155
Recreation vehicle tax	62	55	(7)
Delinquent tax		142	142
Excise Tax		2	2
Redemptions		667	667
TOTAL CASH RECEIPTS	<u>50,000</u>	<u>50,069</u>	<u>69</u>
Expenditures:			
Contractual and other expenditures	<u>50,000</u>	<u>49,999</u>	<u>1</u>
RECEIPTS OVER (UNDER) EXPENDITURES	-	70	70
Beginning Unencumbered Cash Balance	<u>-</u>	<u>-</u>	<u>-</u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ -</u>	<u>\$ 70</u>	<u>\$ 70</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - SOIL CONSERVATION
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 22,119	\$ 21,621	\$ (498)
Motor vehicle tax	2,743	2,785	42
16/20M vehicle tax	244	248	4
Recreation vehicle tax	33	29	(4)
Delinquent tax		68	68
Excise Tax		1	1
Redemptions		316	316
TOTAL CASH RECEIPTS	<u>25,139</u>	<u>25,068</u>	<u>(71)</u>
Expenditures:			
Contractual and other expenditures	<u>25,139</u>	<u>25,068</u>	<u>71</u>
RECEIPTS OVER (UNDER) EXPENDITURES	-	-	-
Beginning Unencumbered Cash Balance	<u>-</u>	<u>-</u>	<u>-</u>
ENDING UNENCUMBERED CASH BALANCE	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - ECONOMIC DEVELOPMENT
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Motor vehicle tax	\$ 2,088	\$ 301	\$ (1,787)
16/20M vehicle tax	185	527	342
Recreation vehicle tax	25	4	(21)
TOTAL CASH RECEIPTS	2,298	832	(1,466)
Expenditures:			
Contractual and other expenditures	6,187		6,187
Operating transfers		3,325	(3,325)
TOTAL EXPENDITURES	6,187	3,325	2,862
RECEIPTS OVER (UNDER) EXPENDITURES	(3,889)	(2,493)	1,396
Beginning Unencumbered Cash Balance	3,889	2,493	(1,396)
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ -	\$ -

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - EXTENSION COUNCIL
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 108,974	\$ 106,324	\$ (2,650)
Motor vehicle tax	13,016	13,203	187
16/20M vehicle tax	1,155	1,186	31
Recreation vehicle tax	155	136	(19)
Delinquent tax		329	329
Excise Tax		5	5
Redemptions		1,520	1,520
TOTAL CASH RECEIPTS	123,300	122,703	(597)
Expenditures:			
Contractual and other expenditures	123,300	122,703	597
RECEIPTS OVER (UNDER) EXPENDITURES	-	-	-
Beginning Unencumbered Cash Balance	-	-	-
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ -	\$ -

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - MENTAL HEALTH RETARDATION
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 39,620	\$ 38,673	\$ (947)
Motor vehicle tax	4,883	4,966	83
16/20M vehicle tax	433	445	12
Recreation vehicle tax	58	51	(7)
Delinquent tax		122	122
Excise Tax		2	2
Redemptions		571	571
TOTAL CASH RECEIPTS	44,994	44,830	(164)
Expenditures:			
Contractual and other expenditures	45,000	44,830	170
RECEIPTS OVER (UNDER) EXPENDITURES	(6)	-	6
Beginning Unencumbered Cash Balance	6	-	(6)
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ -	\$ -

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - COUNCIL ON AGING
SPECIAL PURPOSE FUND - (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Ad valorem tax	\$ 100,729	\$ 98,188	\$ (2,541)
Motor vehicle tax	12,058	12,234	176
16/20M vehicle tax	1,070	1,100	30
Recreation vehicle tax	143	126	(17)
Delinquent tax		304	304
Excise Tax		5	5
Redemptions		1,403	1,403
TOTAL CASH RECEIPTS	114,000	113,360	(640)
Expenditures:			
Contractual and other expenditures	114,000	113,360	640
RECEIPTS OVER (UNDER) EXPENDITURES	-	-	-
Beginning Unencumbered Cash Balance	-	-	-
ENDING UNENCUMBERED CASH BALANCE	\$ -	\$ -	\$ -

See independent auditor's report.

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON-BUDGETED SPECIAL PURPOSE FUNDS (SCHEDULE 2)

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Special Law Enforcement	Register of Deeds Technology	Local Alcohol Liquor	Special Machinery	Special Parks & Recreation	County General Capital Improvement
Cash Receipts:						
Taxes and Shared Revenue	\$	\$	\$ 467	\$	\$ 467	\$
Licenses, Permits, and Fees		17,924				
Use of Money and Property				135		2,798
Fines, Fees, and Forfeitures						
Reimbursements						
Miscellaneous				6,629	1,576	22,206
Transfers						
TOTAL CASH RECEIPTS	-	17,924	467	6,764	2,043	25,004
Expenditures:						
Personnel expenditures						
Contractual and other expenditures		11,791				44,559
Materials and supplies						
Capital Outlay					3,152	94,029
Operating transfers						
TOTAL EXPENDITURES	-	11,791	-	-	3,152	138,588
RECEIPTS OVER (UNDER) EXPENDITURES	-	6,133	467	6,764	(1,109)	(113,584)
Beginning Unencumbered Cash Balance	4,071	25,022	172	19,754	4,877	642,793
ENDING UNENCUMBERED CASH BALANCE	\$ 4,071	\$ 31,155	\$ 639	\$ 26,518	\$ 3,768	\$ 529,209

See independent auditor's report.

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON-BUDGETED SPECIAL PURPOSE FUNDS (SCHEDULE 2)

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Noxious Weed Capital Outlay	K-9 Fund	Education Incentive Program	Crime Prevention	Conceal & Carry Fund	Sex Offender Registration Fund	Emergency Tax Fund
Cash Receipts:							
Taxes and Shared Revenue	\$	\$	\$	\$	\$	\$	\$
Licenses, Permits, and Fees					3,448	1,880	10,423
Use of Money and Property							
Fines, Fees, and Forfeitures							
Reimbursements							
Miscellaneous				12,361			
Transfers							
TOTAL CASH RECEIPTS	-	-	-	12,361	3,448	1,880	10,423
Expenditures:							
Personnel expenditures							
Contractual and other expenditures				499			24,676
Materials and supplies				10,652			
Capital Outlay	8,494						
Operating transfers				4,361			233,886
TOTAL EXPENDITURES	8,494	-	-	15,512	-	-	258,562
RECEIPTS OVER (UNDER) EXPENDITURES	(8,494)	-	-	(3,151)	3,448	1,880	(248,139)
Beginning Unencumbered Cash Balance	31,019	8	116	3,156	4,019	1,105	248,139
ENDING UNENCUMBERED CASH BALANCE	\$ 22,525	\$ 8	\$ 116	\$ 5	\$ 7,467	\$ 2,985	\$ -

See independent auditor's report.

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON-BUDGETED SPECIAL PURPOSE FUNDS (SCHEDULE 2)

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Special Motor Vehicle	Prosecuting Attorney Training Fund	Diversion Fund	Juvenile Supervision Fund	County Attorney Worthless Check	Safety Committee
Cash Receipts:						
Taxes and Shared Revenue	\$	\$	\$	\$	\$	\$
Licenses, Permits, and Fees		1,560				
Use of Money and Property						
Fines, Fees, and Forfeitures				2,187	1,878	
Reimbursements	1,746		5,900			
Miscellaneous	2,667					7,563
Transfers	127,009					
TOTAL CASH RECEIPTS	131,422	1,560	5,900	2,187	1,878	7,563
Expenditures:						
Personnel expenditures	58,319					
Contractual and other expenditures	3,757	774	1,515			1,542
Materials and supplies	17,117	937				
Capital Outlay			3,550			
Operating transfers	48,446					
TOTAL EXPENDITURES	127,639	1,711	5,065	-	-	1,542
RECEIPTS OVER (UNDER) EXPENDITURES	3,783	(151)	835	2,187	1,878	6,021
Beginning Unencumbered Cash Balance	40,299	211	12,582	1,114		
ENDING UNENCUMBERED CASH BALANCE	\$ 44,082	\$ 60	\$ 13,417	\$ 3,301	\$ 1,878	\$ 6,021

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON-BUDGETED SPECIAL PURPOSE FUNDS (SCHEDULE 2)
CAPITAL & EQUIPMENT RESERVES**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	<u>Memorial Hall Renovation</u>
Cash Receipts:	<u> </u>
Expenditures:	<u> </u>
RECEIPTS OVER (UNDER) EXPENDITURES	-
Beginning Unencumbered Cash Balance	<u>12,273</u>
ENDING UNENCUMBERED CASH BALANCE	<u><u>\$ 12,273</u></u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON-BUDGETED SPECIAL PURPOSE FUNDS (SCHEDULE 2)
GRANT FUNDS**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Car Seat Loaner Program	Hazard Mitigation	CERT	KDWP- CFAP Program	EMPG Grant	Enhanced Wireless 911
Cash Receipts:						
Licenses, Permits, and Fees	\$	\$	\$	\$	\$	\$ 79,902
Reimbursements						
Grants		2,679		1,854	14,501	
Transfers						233,886
						<u>233,886</u>
TOTAL CASH RECEIPTS	-	2,679	-	1,854	14,501	<u>313,788</u>
Expenditures:						
Personnel expenditures						
Contractual and other expenditures		2,679			7,000	176,456
Materials and supplies					13,926	
						<u>13,926</u>
TOTAL EXPENDITURES	-	2,679	-	-	20,926	<u>176,456</u>
RECEIPTS OVER (UNDER) EXPENDITURES	-	-	-	1,854	(6,425)	137,332
Beginning Unencumbered Cash Balance	794	896	10,326	12,816	23,687	196,046
ENDING UNENCUMBERED CASH BALANCE	<u>\$ 794</u>	<u>\$ 896</u>	<u>\$ 10,326</u>	<u>\$ 14,670</u>	<u>\$ 17,262</u>	<u>\$ 333,378</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
NON-BUDGETED SPECIAL PURPOSE FUNDS (SCHEDULE 2)
GRANT FUNDS**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	AISP	JISP	CMA	360 Energy Grant	CDBG Elevator Grant
Cash Receipts:					
Licenses, Permits, and Fees	\$	\$	\$	\$	\$
Reimbursements	11,402	1,035	955		
Grants	163,569	50,024	96,676	86,624	109,309
Transfers					91,570
	<u>174,971</u>	<u>51,059</u>	<u>97,631</u>	<u>86,624</u>	<u>200,879</u>
TOTAL CASH RECEIPTS	<u>174,971</u>	<u>51,059</u>	<u>97,631</u>	<u>86,624</u>	<u>200,879</u>
Expenditures:					
Personnel expenditures	144,469	38,207	57,254		
Contractual and other expenditures	16,338	7,716	30,949	86,624	281,309
Materials and supplies	14,000	1,057	441		
	<u>174,807</u>	<u>46,980</u>	<u>88,644</u>	<u>86,624</u>	<u>281,309</u>
TOTAL EXPENDITURES	<u>174,807</u>	<u>46,980</u>	<u>88,644</u>	<u>86,624</u>	<u>281,309</u>
RECEIPTS OVER (UNDER) EXPENDITURES	164	4,079	8,987	-	(80,430)
Beginning Unencumbered Cash Balance	<u>36,345</u>	<u>2,958</u>	<u>24,712</u>		<u>80,430</u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ 36,509</u>	<u>\$ 7,037</u>	<u>\$ 33,699</u>	<u>\$ -</u>	<u>\$ -</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
CAPITAL PROJECT FUNDS (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	<u>Special Bridge Project</u>
Cash Receipts:	
Grants	<u>\$ 149,116</u>
Expenditures:	
Contractual and other expenditures	28,408
Operating transfers	<u>91,570</u>
TOTAL EXPENDITURES	<u>119,978</u>
RECEIPTS OVER (UNDER) EXPENDITURES	29,138
Beginning Unencumbered Cash Balance	<u>64,492</u>
ENDING UNENCUMBERED CASH BALANCE	<u><u>\$ 93,630</u></u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - ATCHISON SENIOR VILLAGE
BUSINESS FUND (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	Budget	Actual	Favorable (Unfavorable) Variance
Cash Receipts:			
Charges for Services	\$ 2,873,338	\$ 2,680,447	\$ (192,891)
Use of Money and Property		243	243
Reimbursements	116,680	310,062	193,382
Transfers	180,000		(180,000)
TOTAL CASH RECEIPTS	3,170,018	2,990,752	(179,266)
Expenditures:			
Personnel expenditures	2,027,182	1,905,065	122,117
Contractual and other expenditures	525,898	437,722	88,176
Materials and supplies	517,023	385,513	131,510
Capital Outlay	73,416	62,142	11,274
Adjustment for qualifying budget credit			-
TOTAL EXPENDITURES	3,143,519	2,790,442	353,077
RECEIPTS OVER (UNDER) EXPENDITURES	26,499	200,310	173,811
Beginning Unencumbered Cash Balance	541,145	471,581	(69,564)
ENDING UNENCUMBERED CASH BALANCE	\$ 567,644	\$ 671,891	\$ 104,247

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - BUDGET AND ACTUAL
REGULATORY BASIS - NURSING HOME IMPROVEMENT
BUSINESS FUND (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable) Variance</u>
Cash Receipts:			
Expenditures:			
RECEIPTS OVER (UNDER) EXPENDITURES	-	-	-
Beginning Unencumbered Cash Balance		73,723	73,723
ENDING UNENCUMBERED CASH BALANCE	<u>\$ -</u>	<u>\$ 73,723</u>	<u>\$ 73,723</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS
FIDUCIARY TYPE FUNDS (SCHEDULE 2)**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

	<u>Heritage Trust</u>	<u>W A Harwi Trust</u>
Cash Receipts:		
Licenses, Permits, and Fees	\$ 4,252	\$
Miscellaneous		180,000
	<u>4,252</u>	<u>180,000</u>
TOTAL CASH RECEIPTS	<u>4,252</u>	<u>180,000</u>
Expenditures:		
Contractual and other expenditures	<u>5,078</u>	<u>180,000</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(826)	-
Beginning Unencumbered Cash Balance	<u>1,954</u>	<u></u>
ENDING UNENCUMBERED CASH BALANCE	<u>\$ 1,128</u>	<u>\$ -</u>

See independent auditor's report.

**SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
AGENCY FUNDS (SCHEDULE 3)**

ATCHISON COUNTY, KANSAS

For the Year Ended December 31, 2012

	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Distributable Funds:				
Current Ad Valorem Taxes	10,986,567	17,904,152	18,269,152	10,621,567
Vehicle Excise Tax		847	847	-
Motor Vehicle Tax	162,683	3,691,150	3,764,866	88,967
RV Tax	1,766	17,788	18,319	1,235
Delinquent Personal Property Tax	21,360	49,312	46,888	23,784
Partial Payment Redemption/Rest	4,212	80	309	3,983
County Wide Sales Tax	78,421	1,327,403	1,337,939	67,885
County Redemption	221,575	318,555	255,331	284,799
Total Distributable Funds	<u>11,476,584</u>	<u>23,309,287</u>	<u>23,693,651</u>	<u>11,092,220</u>
State Funds:				
State Education Building	3,209	141,947	141,998	3,158
State Eleemosynary Building	1,604	70,973	70,998	1,579
State General Fund		4	4	-
Total State Funds	<u>4,813</u>	<u>212,924</u>	<u>213,000</u>	<u>4,737</u>
Subdivision Funds:				
Library	2,228	78,576	78,775	2,029
School Districts	110,088	7,310,756	7,313,333	107,511
Townships	26,313	1,030,697	1,019,497	37,513
Cities	85,565	4,487,708	4,488,407	84,866
Fire Districts	4,904	160,244	160,746	4,402
Watershed Districts	4,716	249,343	249,236	4,823
Drainage Districts		176,757	70,043	106,714
Cemeteries	4,908	45,390	48,498	1,800
Total Subdivision Funds	<u>238,722</u>	<u>13,539,471</u>	<u>13,428,535</u>	<u>349,658</u>

See independent auditor's report.

**SCHEDULE OF RECEIPTS AND EXPENDITURES - RELATED MUNICIPAL ENTITY
REGULATORY BASIS
GENERAL FUND - (SCHEDULE 4)**

ATCHISON COUNTY SHERIFF RESERVE FUND

For the Year Ended December 31, 2012

Cash Receipts:	
Charges for services	\$ 21,750
Use of money and property	9
Miscellaneous	<u>11,676</u>
TOTAL CASH RECEIPTS	<u>33,435</u>
Expenditures:	
Contractual and other expenditures	2,415
Material and supplies	22,626
Miscellaneous	<u>31,913</u>
TOTAL EXPENDITURES	<u>56,954</u>
RECEIPTS OVER (UNDER) EXPENDITURES	(23,519)
Beginning Unencumbered Cash Balance	<u>23,519</u>
ENDING UNENCUMBERED CASH BALANCE	<u><u>\$ -</u></u>

See independent auditor's report.

OTHER INFORMATION

SCHEDULE 5 - TAX ROLL RECONCILIATION

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

2011 Tax roll - as adjusted:

County Clerk's abstract of 2011 tax roll	\$ 18,518,893
Special assessments	114,456
16/20 M trucks	137,499
General tax differences	56
Adjustments to original tax roll:	
Added taxes	52,641
Cancelled taxes	(349)
Abated taxes	(116,526)
	<hr/>

Adjusted 2011 tax roll \$ 18,706,670

2011 tax roll - as accounted for:

Distributions	\$ 18,242,613
Delinquent warrants	53,347
Delinquent redemptions	409,523
Current uncollected	734
Current undistributed	453
	<hr/>

2011 tax roll accounted for \$ 18,706,670

See independent auditors' report.

**SCHEDULE 6 - SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
CLERK OF THE DISTRICT COURT**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

Balance, Beginning of Year	<u>\$ 29,999</u>
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Receipts:

Clerk fees - State	162,611
Law enforcement training center	10,977
Interest	88
Fines	85,788
Marriage license fees	7,788
CC Supervision Fund	6,332
Clerk fees - County	13,070
Prosecuting attorney training center	1,530
County attorney fee	42,568
Law library	13,424
State attorney fee	23,674
Refund	83
Judicial branch surcharge	69,328
Indigent defense fees	6,268
Judgements, restitutions, etc.	138,284
Other	<u>83,063</u>

TOTAL RECEIPTS	<u>664,876</u>
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Expenditures:

To State Treasurer:

Clerk fees	162,611
Law enforcement training center	10,977
Reinstatement fees	1,846
Interest	97
Fines	85,788
Marriage license fees	7,788
State attorney fee	23,674
Indigent defense fees	<u>6,268</u>

TOTAL EXPENDITURES TO STATE TREASURER	<u>299,049</u>
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See independent auditors' report.

**SCHEDULE 6 - SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
CLERK OF THE DISTRICT COURT**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

Expenditures:

To County Treasurer:

Clerk fees	\$ 13,070
Prosecuting attorney training	1,530
County attorney fees	42,568
Law library	13,424
Refund	164
Other	<u>90,077</u>

TOTAL EXPENDITURES TO COUNTY TREASURER	<u>160,833</u>
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Judgement, restitutions, and other	141,200
Judicial branch surcharge	69,328
CC Supervision Fund	<u>6,332</u>

216,860

TOTAL EXPENDITURES	<u>676,742</u>
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Balance, End of Year	<u><u>\$ 18,133</u></u>
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Composition of ending balance:

Cash in Union State Bank Atchison, Kansas	<u><u>\$ 18,133</u></u>
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See independent auditors' report.

**SCHEDULE 6 - SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
LAW LIBRARY**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

Balance, Beginning of Year	\$	2,512
Receipts:		
Fees		12,902
Interest income		12
Miscellaneous		110
		<hr/>
	TOTAL RECEIPTS	<hr/> 13,024
Expenditures:		
Books/publications		8,782
Computer/copier services		915
Miscellaneous		44
		<hr/>
	TOTAL EXPENDITURES	<hr/> 9,741
Balance, End of Year	\$	<hr/> <hr/> 5,795
Composition of ending balance:		
Cash in Union State Bank, Atchison, Kansas	\$	<hr/> <hr/> 5,795

See independent auditors' report.

**SCHEDULE 6 - SCHEDULE OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS
COUNTY ATTORNEY'S ACCOUNT**

ATCHISON COUNTY, KANSAS

Year Ended December 31, 2012

Balance, Beginning of Year	\$	42
Receipts:		
Miscellaneous		83
Expenditures:		
Miscellaneous		83
		<hr/>
Balance, End of Year	\$	42
		<hr/> <hr/>
Composition of ending balance:		
Cash in United Bank of Kansas, Atchison, Kansas	\$	42
		<hr/> <hr/>

See independent auditors' report.