

MIAMI COUNTY, KANSAS
FINANCIAL STATEMENTS
AND
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS
December 31, 2011

Miami County, Kansas

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of County Commissioners
Miami County
Paola, Kansas

We have audited the accompanying financial statements of the individual funds of Miami County, Kansas, as of and for the year ended December 31, 2011, as listed in the table of contents. These statutory basis financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these statutory basis financial statements based on our audit. The prior year summarized information has been derived from the County's 2010 financial statements and, in our report dated April 29, 2011, we expressed an unqualified opinion on the respective statutory basis financial statements of the individual funds of the County and the aggregate discretely presented component unit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the *Kansas Municipal Audit Guide*; and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statutory basis financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note I-B, the County prepared these financial statements using accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effects on the statutory basis financial statements of the differences between the regulatory basis of accounting 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 matter discussed in the preceding paragraph, the financial statement referred to in the first paragraph do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Miami County, Kansas, as of December 31, 2011, or the changes in its financial position or, where applicable, its cash flows for the year then ended.

Also in our opinion, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the individual funds of Miami County, Kansas as of December 31, 2011, and its cash receipts and expenditures and budgetary results, for the year then ended on the basis of accounting described in Note I-B

In accordance with *Government Auditing Standards*, we have also issued our report dated February 24, 2012 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.



Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements taken as a whole. The information presented as supplemental information in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplemental information is the responsibility of management and is derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

Aylor & Guadagnoli, Chartered

February 24, 2012
Ottawa, Kansas

Miami County, Kansas

SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
For the Year Ended December 31, 2011

	<u>Beginning Unencumbered Cash Balances</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Cash Receipts</u>	<u>Expenditures</u>
Governmental type funds				
General Fund	\$ 2,831,479	\$ 4,366	\$ 13,218,506	\$ 13,183,573
Special Revenue Funds				
Road and Bridge	1,683,505	0	6,167,085	6,372,600
Solid Waste	155,685	0	605,211	623,802
County Fuel System	156,337	0	762,761	757,363
Club Estates #1 Sewer	10,812	0	16,479	11,573
Club Estates #1 Lights	10,708	0	0	1,020
Walnut Creek #3 Sewer	20,067	0	16,229	14,289
Bucyrus Sewer	984	0	38,032	38,710
911 Emergency Wireless	47,907	0	70,221	87,040
Law Enforcement Trust	9,150	0	8,145	5,656
Carry Concealed Weapon	14,417	0	6,660	3,340
County Wide Reappraisal	40,516	0	433,892	452,589
Motor Vehicle Operating	0	0	286,387	286,387
Offender Registration	0	0	4,620	484
Special Building	400	0	0	0
Special Bridge	40,761	0	721,324	723,467
Special Economic Development Reserve	50,000	0	20,000	0
Road and Bridge Special Machinery	464,766	0	37,788	0
Equipment Reserve	431,313	0	96,308	80,143
Special Technology	48,803	550	135,593	181,935
Special Building Improvement	503,894	0	0	15,909
Special Retirement	75,000	0	45,000	0
Special Tax Refund	41,809	0	0	0
Club Estate Sewer Reserve	13,076	0	5,000	0
Walnut Creek Sewer Reserve	22,404	0	0	0
Airport Hangar	16	0	11,955	7,014
Fire District No. 1 Maintenance	36,341	0	637,881	594,085
Fire District No. 2 Maintenance	12,008	0	169,920	161,600
Fire District No. 1 Special Machinery	720,961	0	248,300	332,102
Fire District No. 2 Special Machinery	135,646	0	16,600	0
Special Alcohol Control	38,716	0	34,853	35,000
Special Drug Forfeiture	1,670	0	130	686
Bucyrus Lights	560	0	2,869	2,915
Hillsdale Lights	246	0	6,545	6,663
1/4 Cent Sales Tax	9	0	850,275	830,000
Local Environmental Protection Plan	7,919	0	9,033	9,262
Community Corrections	55,999	0	386,164	351,411
Juvenile Justice Authority	73,785	0	459,030	475,116
Micro Loan Program	19,777	0	1,800	0
Sheriff Grant	257	0	75,382	73,995
Cops for Tots	25,533	0	19,248	15,408
Sheriff's Support Program	677	0	4,544	4,101
RBEG Economic Development Grant	0	0	16,268	16,268

The accompanying notes are an integral part of this statement.

Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
\$ 2,870,778	\$ 516,832	\$ 3,387,610
1,477,990	194,341	1,672,331
137,094	2,254	139,348
161,735	299	162,034
15,718	531	16,249
9,688	93	9,781
22,007	1,141	23,148
306	7,684	7,990
31,088	4,774	35,862
11,639	48	11,687
17,737	0	17,737
21,819	48,443	70,262
0	6,911	6,911
4,136	0	4,136
400	0	400
38,618	0	38,618
70,000	0	70,000
502,554	0	502,554
447,478	6,327	453,805
3,011	770	3,781
487,985	6,278	494,263
120,000	0	120,000
41,809	0	41,809
18,076	0	18,076
22,404	0	22,404
4,957	0	4,957
80,137	70,750	150,887
20,328	0	20,328
637,159	766	637,925
152,246	0	152,246
38,569	0	38,569
1,114	0	1,114
514	256	770
128	587	715
20,284	0	20,284
7,690	0	7,690
90,752	14,569	105,321
57,699	8,872	66,571
21,577	0	21,577
1,644	0	1,644
29,373	6,490	35,863
1,120	0	1,120
0	0	0

Composition of ending cash

Cash on hand and checks	\$ 280,768
Bank deposits	
Checking/Savings	37,915,539
Agency accounts	582,556
Statement 4 accounts not on books	63,341
Component Unit:	
Miami County Extension Council	<u>130,810</u>
Total cash and investments	38,973,014
Agency funds per	
Statement 4	<u>(25,102,359)</u>
	<u>\$ 13,870,655</u>

Miami County, Kansas

SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
For the Year Ended December 31, 2011

	<u>Beginning Unencumbered Cash Balances</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Cash Receipts</u>	<u>Expenditures</u>
Debt Service Funds				
Bond and interest	\$ 288,452	\$ 0	\$ 2,430,490	\$ 2,672,959
Capital Projects Funds				
New Projects	4,050,836	6,317	1,907,547	1,051,933
Component Unit				
Miami County Extension Council	<u>109,508</u>	<u>0</u>	<u>287,010</u>	<u>265,708</u>
 Total reporting entity (excluding agency funds)	 <u>\$ 12,252,709</u>	 <u>\$ 11,233</u>	 <u>\$ 30,271,085</u>	 <u>\$ 29,746,106</u>

The accompanying notes are an integral part of this statement.

<u>Ending Unencumbered Cash Balance</u>	<u>Add Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
\$ 45,983	\$ 0	\$ 45,983
4,912,767	182,718	5,095,485
<u>130,810</u>	<u>0</u>	<u>130,810</u>
<u>\$ 12,788,921</u>	<u>\$ 1,081,734</u>	<u>\$ 13,870,655</u>

Miami County, Kansas

Statement 2

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
(Budgeted Funds Only)
For the Year Ended December 31, 2011

	<u>Certified Budget</u>	<u>Adjustment for Budget Credits</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Favorable (Unfavorable)</u>
Governmental type funds					
General Fund	\$ 15,124,091	0	\$ 15,124,091	\$ 13,183,573	\$ 1,940,518
Special Revenue Funds					
Road and Bridge	7,560,771	0	7,560,771	6,372,600	1,188,171
Solid Waste	1,009,401	0	1,009,401	623,802	385,599
County Fuel System	855,000	0	855,000	757,363	97,637
Club Estates #1 Sewer	13,300	0	13,300	11,573	1,727
Club Estates #1 Lights	1,280	0	1,280	1,020	260
Walnut Creek #3 Sewer	15,500	0	15,500	14,289	1,211
Bucyrus Sewer	38,725	0	38,725	38,710	15
911 Emergency Wireless	100,000	0	100,000	87,040	12,960
County Wide Reappraisal	454,014	0	454,014	452,589	1,425
Motor Vehicle Operating	281,000	0	281,000	286,387	(5,387)
Special Bridge	730,000	0	730,000	723,467	6,533
Equipment Reserve	393,700	0	393,700	80,143	313,557
Special Technology	316,495	0	316,495	181,935	134,560
Fire District					
No. 1 Maintenance	670,070	0	670,070	594,085	75,985
No. 2 Maintenance	175,600	0	175,600	161,600	14,000
No. 1 Special Machinery	340,000	0	340,000	332,102	7,898
Special Alcohol Control	35,000	0	35,000	35,000	0
Bucyrus Lights	3,500	0	3,500	2,915	585
Hillsdale Lights	7,385	0	7,385	6,663	722
1/4 Cent Sales Tax	830,000	0	830,000	830,000	0
Community Corrections	387,893	0	387,893	351,411	36,482
Juvenile Justice Authority	475,952	0	475,952	475,116	836
Debt Service Funds					
Bond and interest	2,673,416	0	2,673,416	2,672,959	457
Capital Project Funds					
New Projects	3,076,000	0	3,076,000	1,051,933	2,024,067

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Ad Valorem tax	\$ 8,053,620	\$ 8,361,982	\$ 8,646,816	\$ (284,834)
Delinquent tax	226,133	258,454	175,000	83,454
Motor vehicle tax	832,338	888,333	952,651	(64,318)
Recreational vehicle tax	18,675	18,870	20,169	(1,299)
16/20M vehicle tax	22,871	21,457	28,441	(6,984)
Local alcoholic liquor fund	3,444	4,385	3,000	1,385
In lieu of taxes	32,791	33,457	30,000	3,457
Mineral production tax	1,056	0	1,300	(1,300)
Interest and fees on delinquent taxes	226,833	238,467	180,000	58,467
Local sales tax	500,103	527,807	475,000	52,807
Fees and licenses	931,174	957,565	925,275	32,290
Emergency medical services	859,408	961,252	839,333	121,919
Interest on investments	206,722	148,992	300,000	(151,008)
Grants	349,454	229,346	203,226	26,120
Reimbursements	102,376	61,337	67,500	(6,163)
Fuel sales	176,317	157,591	295,000	(137,409)
Rent	49,408	27,706	58,376	(30,670)
911 telephone tax	86,672	76,660	100,000	(23,340)
Miscellaneous	110,995	144,861	7,525	137,336
Neighborhood revitalization feed	0	0	2,500	(2,500)
MVL rental excise tax	0	41	550	(509)
Operating transfers	108,249	99,943	56,923	43,020
Total cash receipts	12,898,639	13,218,506	\$ 13,368,585	\$ (150,079)
Expenditures				
County Administrator	167,438	168,264	\$ 174,378	\$ 6,114
Human resources	133,827	139,573	149,152	9,579
Information systems	104,410	104,709	112,174	7,465
Building & grounds	234,952	248,133	259,233	11,100
Appraiser	94,794	93,765	98,617	4,852
Building inspection	146,052	147,513	172,700	25,187
Codes court	309	285	10,300	10,015
County attorney	331,743	330,422	347,523	17,101
County clerk	157,658	157,108	166,628	9,520
County commissioners	132,902	133,045	142,528	9,483
County counselor	86,382	91,774	94,369	2,595
County-wide services	352,844	374,889	787,752	412,863
District court	323,394	294,554	324,660	30,106
Engineering	132,621	90,051	167,469	77,418
Environmental health	106,995	52,797	125,893	73,096
Health department	479,660	398,822	505,933	107,111

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Expenditures - continued				
Noxious weed	\$ 118,485	\$ 115,804	\$ 140,074	\$ 24,270
Household hazardous waste	1,146	4,754	9,650	4,896
Land information mgmt. office	127,084	125,084	138,090	13,006
Planning and development	107,200	109,105	111,690	2,585
Register of deeds	152,155	165,464	166,838	1,374
County Sheriff	2,107,908	2,217,094	2,033,218	(183,876)
Emergency management	60,867	63,834	79,304	15,470
Jail operations	956,124	863,680	992,191	128,511
Soil conservation	44,385	44,385	44,385	0
County Treasurer	198,285	207,040	231,061	24,021
Administrative election	120,979	101,516	144,944	43,428
Emergency medical services	1,740,567	1,776,201	1,762,651	(13,550)
911 emergency telephone service	31,108	31,474	75,000	43,526
Employee benefit	2,834,038	3,004,382	3,431,918	427,536
Property/casualty insurance	193,680	208,398	215,000	6,602
Parks and recreation	0	0	10,000	10,000
Prosecuting attorney training fund	2,613	3,197	3,700	503
Airport	179,400	176,859	320,521	143,662
Economic Development	90,041	99,415	118,021	18,606
Elderly services	159,892	159,892	159,892	0
Extension Council	209,680	220,716	220,716	0
Fair premiums	30,200	30,200	30,200	0
Fair building and maintenance	26,800	26,800	26,800	0
Historical Society	22,076	22,076	22,076	0
Mental health	202,555	202,555	202,555	0
Mental retardation	132,792	132,792	132,792	0
Operating transfers	121,963	245,152	661,495	416,343
Total expenditures	<u>12,958,004</u>	<u>13,183,573</u>	<u>\$ 15,124,091</u>	<u>\$ 1,940,518</u>
Receipts over (under) expenditures	<u>(59,365)</u>	<u>34,933</u>		
Unencumbered cash, beginning of year	2,883,142	2,829,535		
Restatement	<u>0</u>	<u>1,944</u>		
Restated Unencumbered cash, beginning of year	2,883,142	2,831,479		
Prior year cancelled encumbrances	<u>5,758</u>	<u>4,366</u>		
Unencumbered cash, end of year	<u>\$ 2,829,535</u>	<u>\$ 2,870,778</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
ROAD AND BRIDGE FUND - 203

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 3,055,616	\$ 2,820,057	\$ 2,906,358	\$ (86,301)
Delinquent tax	96,124	103,268	70,000	33,268
Motor vehicle tax	376,508	347,945	370,885	(22,940)
Recreational vehicle tax	8,430	7,354	7,624	(270)
In lieu of taxes	625	694	0	694
Special city/county gas tax	1,218,484	1,152,566	1,205,539	(52,973)
Local sales tax	1,500,310	1,583,420	1,430,000	153,420
Fees	16,501	63,260	51,500	11,760
Permits	0	0	15,000	(15,000)
Grants	314,860	65,608	0	65,608
Reimbursements	91,900	7,049	0	7,049
Operating transfers	0	0	355,000	(355,000)
Miscellaneous	1,447	15,864	0	15,864
Total cash receipts	<u>6,680,805</u>	<u>6,167,085</u>	<u>\$ 6,411,906</u>	<u>\$ (244,821)</u>
Expenditures				
Personnel services	1,909,017	1,857,753	\$ 1,940,783	\$ 83,030
Contractual services	175,338	178,321	118,450	(59,871)
Commodities	2,586,552	3,137,497	3,673,550	536,053
Vehicle expenses	723,547	860,165	815,200	(44,965)
Capital outlay	505,790	88,864	762,788	673,924
Operating transfers	550,000	250,000	250,000	0
Total expenditures	<u>6,450,244</u>	<u>6,372,600</u>	<u>\$ 7,560,771</u>	<u>\$ 1,188,171</u>
Receipts over (under) expenditures	230,561	(205,515)		
Unencumbered cash, beginning of year	<u>1,452,944</u>	<u>1,683,505</u>		
Unencumbered cash, end of year	<u>\$ 1,683,505</u>	<u>\$ 1,477,990</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SOLID WASTE FUND - 207

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Fees	\$ 592,440	\$ 546,031	\$ 920,000	\$ (373,969)
Tires	11,149	7,601	16,500	(8,899)
Recyclables	0	0	6,850	(6,850)
Construction demo/brush	53,081	33,702	158,500	(124,798)
Scrap iron	3,461	2,005	5,000	(2,995)
Grant	5,536	15,872	0	15,872
Total cash receipts	<u>665,667</u>	<u>605,211</u>	<u>\$ 1,106,850</u>	<u>\$ (501,639)</u>
Expenditures				
Personnel services	45,171	27,436	\$ 27,751	\$ 315
Contractual services	594,351	593,260	980,800	387,540
Commodities	8,666	3,073	850	(2,223)
Vehicle expense	30	33	0	(33)
Capital outlay	20,474	0	0	0
Total expenditures	<u>668,692</u>	<u>623,802</u>	<u>\$ 1,009,401</u>	<u>\$ 385,599</u>
Receipts over (under) expenditures	(3,025)	(18,591)		
Unencumbered cash, beginning of year	<u>158,710</u>	<u>155,685</u>		
Unencumbered cash, end of year	<u>\$ 155,685</u>	<u>\$ 137,094</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
COUNTY FUEL SYSTEM FUND - 211

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Miscellaneous	\$ 4,438	\$ 4,560	\$ 0	\$ 4,560
Reimbursements	<u>633,281</u>	<u>758,201</u>	<u>890,500</u>	<u>(132,299)</u>
Total cash receipts	<u>637,719</u>	<u>762,761</u>	<u>\$ 890,500</u>	<u>\$ (127,739)</u>
Expenditures				
Contractual services	940	0	\$ 0	\$ 0
Items for resale	57	498,167	0	(498,167)
Vehicle expense	<u>614,854</u>	<u>259,196</u>	<u>855,000</u>	<u>595,804</u>
Total expenditures	<u>615,851</u>	<u>757,363</u>	<u>\$ 855,000</u>	<u>\$ 97,637</u>
Receipts over (under) expenditures	21,868	5,398		
Unencumbered cash, beginning of year	<u>134,469</u>	<u>156,337</u>		
Unencumbered cash, end of year	<u>\$ 156,337</u>	<u>\$ 161,735</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
CLUB ESTATES #1 SEWER FUND - 230

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Special assessments	\$ 16,039	\$ 16,479	\$ 15,000	\$ 1,479
Expenditures				
Contractual	8,648	5,484	\$ 6,850	\$ 1,366
Commodities	1,200	1,089	1,450	361
Operating transfer	12,500	5,000	5,000	0
Total expenditures	22,348	11,573	\$ 13,300	\$ 1,727
Receipts over (under) expenditures	(6,309)	4,906		
Unencumbered cash, beginning of year	17,121	10,812		
Unencumbered cash, end of year	\$ 10,812	\$ 15,718		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
 CLUB ESTATES #1 LIGHTS FUND - 231

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures				
Contractual services	937	1,020	\$ 1,280	\$ 260
Receipts over (under) expenditures	(937)	(1,020)		
Unencumbered cash, beginning of year	11,645	10,708		
Unencumbered cash, end of year	\$ 10,708	\$ 9,688		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
WALNUT CREEK SEWER FUND - 232

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Special assessments	\$ 15,041	\$ 16,229	\$ 14,500	\$ 1,729
Expenditures				
Contractual services	6,484	12,328	\$ 10,000	\$ (2,328)
Commodities	1,604	970	1,500	530
Capital Outlay	0	991	0	(991)
Operating transfer	3,000	0	4,000	4,000
Total expenditures	11,088	14,289	\$ 15,500	\$ 1,211
Receipts over (under) expenditures	3,953	1,940		
Unencumbered cash, beginning of year	16,114	20,067		
Unencumbered cash, end of year	\$ 20,067	\$ 22,007		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
BUCYRUS SEWER - 234

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
User fees	\$ 13,303	\$ 13,032	\$ 13,725	\$ (693)
Operating transfers	21,500	25,000	25,000	0
Total cash receipts	34,803	38,032	\$ 38,725	\$ (693)
Expenditures				
Contractual services	30,477	36,236	\$ 33,825	\$ (2,411)
Commodities	4,412	2,474	4,900	2,426
Total expenditures	34,890	38,710	\$ 38,725	\$ 15
Receipts over (under) expenditures	(86)	(678)		
Unencumbered cash, beginning of year	1,070	984		
Unencumbered cash, end of year	\$ 984	\$ 306		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
911 EMERGENCY WIRELESS - 310

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 30, 2010)

	2010 <u>Actual</u>	2011		<u>Variance Favorable (Unfavorable)</u>
		<u>Actual</u>	<u>Budget</u>	
Cash receipts				
Fees	\$ 69,040	\$ 69,812	\$ 69,000	\$ 812
Interest on idle funds	536	409	500	(91)
Total cash receipts	<u>69,576</u>	<u>70,221</u>	<u>\$ 69,500</u>	<u>\$ 721</u>
Expenditures				
Contractual services	<u>79,548</u>	<u>87,040</u>	<u>\$ 100,000</u>	<u>\$ 12,960</u>
Receipts over (under) expenditures	<u>(9,972)</u>	<u>(16,819)</u>		
Unencumbered cash, beginning of year	59,823	49,851		
Restatement	<u>0</u>	<u>(1,944)</u>		
Restated Unencumbered cash, beginning of year	59,823	47,907		
Unencumbered cash, end of year	<u>\$ 49,851</u>	<u>\$ 31,088</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
LAW ENFORCEMENT TRUST FUND - 314

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 7,168	\$ 8,145
Expenditures		
Contractual Services	0	652
Commodities	0	5,004
Total Expenditures	0	5,656
Receipts over (under) expenditures	7,168	2,489
Unencumbered cash, beginning of year	1,982	9,150
Unencumbered cash, end of year	\$ <u>9,150</u>	\$ <u>11,639</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
CARRY CONCEALED WEAPON - 316**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Fees	\$ 5,393	\$ 6,660
Total receipts	<u>5,393</u>	<u>6,660</u>
Expenditures		
Commodities	1,094	1,603
Capital Outlay	<u>0</u>	<u>1,737</u>
Total expenditures	<u>1,094</u>	<u>3,339</u>
Receipts over (under) expenditures	4,299	3,321
Unencumbered cash, beginning of year	<u>10,118</u>	<u>14,417</u>
Unencumbered cash, end of year	<u>\$ 14,417</u>	<u>\$ 17,738</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
COUNTY-WIDE REAPPRAISAL FUND - 321

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 312,573	\$ 377,995	\$ 389,841	\$ (11,846)
Delinquent tax	11,385	11,825	11,000	825
Motor vehicle tax	45,730	36,922	37,924	(1,002)
Payment in lieu of taxes	64	93	50	43
Recreational vehicle tax	1,022	776	779	(3)
Fees	0	0	4,000	(4,000)
Other	7,794	6,281	250	6,031
Total cash receipts	<u>378,568</u>	<u>433,892</u>	<u>\$ 443,844</u>	<u>\$ (9,952)</u>
Expenditures				
Personnel services	396,418	368,772	\$ 396,198	\$ 27,426
Contractual services	14,632	41,165	35,166	(5,999)
Commodities	2,497	1,717	5,900	4,183
Vehicle expense	7,229	5,935	11,750	5,815
Operating transfer	4,865	35,000	5,000	(30,000)
Total expenditures	<u>425,641</u>	<u>452,589</u>	<u>\$ 454,014</u>	<u>\$ 1,425</u>
Receipts over (under) expenditures	(47,073)	(18,697)		
Unencumbered cash, beginning of year	<u>87,589</u>	<u>40,516</u>		
Unencumbered cash, end of year	<u>\$ 40,516</u>	<u>\$ 21,819</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
MOTOR VEHICLE OPERATING FUND - 323

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Motor vehicle registration fees	\$ 265,563	\$ 262,580	\$ 265,000	\$ (2,420)
Treasurers fees	5,316	4,476	4,000	476
Lien holder fees	3,921	4,259	3,500	759
Drivers license fees	10,186	12,772	6,000	6,772
Tag recovery fee	30	25	0	25
Miscellaneous	1,925	2,275	2,500	(225)
Total cash receipts	<u>286,941</u>	<u>286,387</u>	<u>\$ 281,000</u>	<u>\$ 5,387</u>
Expenditures				
Personnel services	162,132	166,889	\$ 163,477	\$ (3,412)
Contractual services	12,155	10,847	17,350	6,503
Commodities	3,039	7,032	10,950	3,918
Capital outlay	0	0	30,000	30,000
Vehicle expense	1,366	1,676	2,300	624
Operating transfers	108,249	99,943	56,923	(43,020)
Total expenditures	<u>286,941</u>	<u>286,387</u>	<u>\$ 281,000</u>	<u>\$ (5,387)</u>
Receipts over (under) expenditures	0	0		
Unencumbered cash, beginning of year	<u>0</u>	<u>0</u>		
Unencumbered cash, end of year	<u>\$ 0</u>	<u>\$ 0</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
OFFENDER REGISTRATION - 324**

**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 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Miscellaneous	\$ 0	4,620
Expenditures		
Commodities	0	484
Receipts over (under) expenditures	0	4,136
Unencumbered cash, beginning of year	0	0
Unencumbered cash, end of year	<u>\$ 0</u>	<u>\$ 4,136</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
SPECIAL BUILDING FUND - 325**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Delinquent tax	\$ 0	\$ 0
Expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, beginning of year	<u>400</u>	<u>400</u>
Unencumbered cash, end of year	<u>\$ 400</u>	<u>\$ 400</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL BRIDGE FUND - 327

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 596,320	\$ 631,887	\$ 651,563	\$ (19,676)
Delinquent tax	18,012	19,974	13,000	6,974
Motor vehicle tax	69,790	67,874	72,464	(4,590)
Payment in lieu of taxes	122	155	0	155
Recreational vehicle tax	1,570	1,434	1,489	(55)
Machinery & equipment tax from State	32	0	0	0
Total cash receipts	<u>685,846</u>	<u>721,324</u>	<u>\$ 738,516</u>	<u>\$ (17,192)</u>
Expenditures				
Contractual services	0	44,707	\$ 25,000	\$ (19,707)
Commodities	9,133	4,500	25,000	20,500
Operating transfers	<u>699,786</u>	<u>674,260</u>	<u>680,000</u>	<u>5,740</u>
Total expenditures	<u>708,919</u>	<u>723,467</u>	<u>\$ 730,000</u>	<u>\$ 6,533</u>
Receipts over (under) expenditures	(23,073)	(2,143)		
Unencumbered cash, beginning of year	<u>63,834</u>	<u>40,761</u>		
Unencumbered cash, end of year	<u>\$ 40,761</u>	<u>\$ 38,618</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL ECONOMIC DEVELOPMENT RESERVE FUND - 330

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash receipts		
Operating transfers	\$ 0	\$ 20,000
Expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	0	20,000
Unencumbered cash, beginning of year	<u>50,000</u>	<u>50,000</u>
Unencumbered cash, end of year	<u>\$ 50,000</u>	<u>\$ 70,000</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
ROAD & BRIDGE SPECIAL MACHINERY FUND - 331

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 30, 2010)

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash receipts		
Reimbursements	\$ 35,789	\$ 37,788
Operating transfers	<u>300,000</u>	<u>0</u>
Total receipts	<u>335,789</u>	<u>37,788</u>
Expenditures		
Capital outlay	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	335,789	37,788
Unencumbered cash, beginning of year	<u>128,977</u>	<u>464,766</u>
Unencumbered cash, end of year	<u>\$ 464,766</u>	<u>\$ 502,554</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
EQUIPMENT RESERVE FUND - 332

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Fees	\$ 54,610	\$ 46,308	\$ 50,000	\$ (3,692)
Operating transfers	35,430	50,000	40,000	10,000
Total cash receipts	90,040	96,308	\$ 90,000	\$ 6,308
Expenditures				
Contractual services	1,368	4,891	73,200	68,309
Commodities	16,910	41,416	50,000	8,584
Capital outlay	16,746	411	270,500	270,089
Equipment	58,425	33,425	0	(33,425)
Operating transfers	35,430	0	0	0
Total expenditures	128,879	80,143	\$ 393,700	\$ 313,557
Receipts over (under) expenditures	(38,839)	16,165		
Unencumbered cash, beginning of year	470,152	431,313		
Unencumbered cash, end of year	\$ 431,313	\$ 447,478		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL TECHNOLOGY FUND - 335

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Operating transfers	\$ 90,464	\$ 135,593	\$ 216,495	\$ (80,902)
Expenditures				
Contractual services	111,997	135,729	201,745	66,016
Commodities	37,707	31,350	24,775	(6,575)
Capital outlay	24,101	13,302	89,975	76,673
Equipment	1,916	1,554	0	(1,554)
Total expenditures	175,721	181,935	\$ 316,495	\$ 134,560
Receipts over (under) expenditures	(85,257)	(46,342)		
Unencumbered cash, beginning of year	134,060	48,803		
Prior year cancelled encumbrances	0	550		
Unencumbered cash, end of year	\$ 48,803	\$ 3,011		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL BUILDING IMPROVEMENT FUND - 336

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash receipts	\$ 0	\$ 0
Expenditures		
Contractual Services	0	7,025
Commodities	499	1,044
Capital outlay	<u>10,704</u>	<u>7,840</u>
Total expenditures	<u>11,203</u>	<u>15,909</u>
Receipts over (under) expenditures	(11,203)	(15,909)
Unencumbered cash, beginning of year	<u>515,097</u>	<u>503,894</u>
Unencumbered cash, end of year	\$ <u><u>503,894</u></u>	\$ <u><u>487,985</u></u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL RETIREMENT - 337

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash receipts		
Operating transfers	\$ 0	\$ 45,000
Expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	0	45,000
Unencumbered cash, beginning of year	<u>75,000</u>	<u>75,000</u>
Unencumbered cash, end of year	<u>\$ 75,000</u>	<u>\$ 120,000</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
SPECIAL TAX REFUND - 338**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Operating transfers	\$ 4,865	\$ 0
Expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	4,865	0
Unencumbered cash, beginning of year	<u>36,944</u>	<u>41,809</u>
Unencumbered cash, end of year	<u>\$ 41,809</u>	<u>\$ 41,809</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
CLUB ESTATE SEWER RESERVE - 340**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Transfers	\$ 12,500	\$ 5,000
Expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	12,500	5,000
Unencumbered cash, beginning of year	<u>576</u>	<u>13,076</u>
Unencumbered cash, end of year	<u>\$ 13,076</u>	<u>\$ 18,076</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
WALNUT CREEK SEWER RESERVE - 341**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Operating transfers	\$ 3,000	\$ 0
Expenditures		
Capital outlay	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	3,000	0
Unencumbered cash, beginning of year	<u>19,404</u>	<u>22,404</u>
Unencumbered cash, end of year	<u>\$ 22,404</u>	<u>\$ 22,404</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
AIRPORT HANGAR - 401**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Rental income	\$ 1,600	\$ 11,955
Expenditures		
Miscellaneous	1,584	2,014
Operating transfers	<u>0</u>	<u>5,000</u>
Total Expenditures	<u>1,584</u>	<u>7,014</u>
Receipts over (under) expenditures	16	4,941
Unencumbered cash, beginning of year	<u>0</u>	<u>16</u>
Unencumbered cash, end of year	<u>\$ 16</u>	<u>\$ 4,957</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
FIRE DISTRICT NO. 1 MAINTENANCE FUND - 413

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 517,604	\$ 562,462	\$ 575,965	\$ (13,503)
Delinquent tax	12,533	12,943	0	12,943
Motor vehicle tax	62,379	60,860	67,341	(6,481)
Recreational vehicle tax	1,706	1,616	1,716	(100)
Total cash receipts	594,222	637,881	\$ 645,022	\$ (7,141)
Expenditures				
Contractual services	211,941	273,462	\$ 296,520	\$ 23,058
Commodities	48,534	34,167	82,550	48,383
Vehicle expense	23,713	38,184	156,000	117,816
Capital outlay	0	3,272	135,000	131,728
Operating transfers	379,405	245,000	0	(245,000)
Total expenditures	663,593	594,085	\$ 670,070	\$ 75,985
Receipts over (under) expenditures	(69,371)	43,796		
Unencumbered cash, beginning of year	105,712	36,341		
Unencumbered cash, end of year	\$ 36,341	\$ 80,137		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
FIRE DISTRICT NO. 2 MAINTENANCE FUND - 415

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 131,535	\$ 150,968	\$ 153,075	\$ (2,107)
Delinquent tax	3,449	2,346	0	2,346
Motor vehicle tax	16,656	16,231	17,272	(1,041)
Recreational vehicle tax	480	375	428	(53)
Total cash receipts	<u>152,120</u>	<u>169,920</u>	<u>\$ 170,775</u>	<u>\$ (855)</u>
Expenditures				
Contractual services	152,780	145,000	\$ 157,500	\$ 12,500
Commodities	0	0	1,500	1,500
Operating transfers	8,400	16,600	16,600	0
Total expenditures	<u>161,180</u>	<u>161,600</u>	<u>\$ 175,600</u>	<u>\$ 14,000</u>
Receipts over (under) expenditures	(9,060)	8,320		
Unencumbered cash, beginning of year	<u>21,068</u>	<u>12,008</u>		
Unencumbered cash, end of year	<u>\$ 12,008</u>	<u>\$ 20,328</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
FIRE DISTRICT NO. 1 SPECIAL MACHINERY FUND - 417

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Miscellaneous	\$ 10,300	\$ 3,300	\$ 0	\$ 3,300
Operating transfers	379,405	245,000	0	245,000
Total cash receipts	<u>389,705</u>	<u>248,300</u>	<u>\$ 0</u>	<u>\$ 248,300</u>
Expenditures				
Capital outlay	21,531	3,500	\$ 340,000	\$ 336,500
Contractual	5,962	1,511	0	(1,511)
Equipment	256,452	327,091	0	(327,091)
Total expenditures	<u>283,945</u>	<u>332,102</u>	<u>\$ 340,000</u>	<u>\$ 7,898</u>
Receipts over (under) expenditures	105,760	(83,802)		
Unencumbered cash, beginning of year	<u>615,201</u>	<u>720,961</u>		
Unencumbered cash, end of year	<u>\$ 720,961</u>	<u>\$ 637,159</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
FIRE DISTRICT NO. 2 SPECIAL MACHINERY FUND - 419

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash receipts		
Operating transfers	\$ 8,400	\$ 16,600
Expenditures		
Capital outlay	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	8,400	16,600
Unencumbered cash, beginning of year	<u>127,246</u>	<u>135,646</u>
Unencumbered cash, end of year	<u>\$ 135,646</u>	<u>\$ 152,246</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL ALCOHOL CONTROL FUND - 431

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Special alcohol tax	\$ 35,587	\$ 34,853	\$ <u>38,932</u>	\$ <u>(4,079)</u>
Expenditures				
Contractual services	<u>35,000</u>	<u>35,000</u>	\$ <u>35,000</u>	\$ <u>0</u>
Receipts over (under) expenditures	587	(147)		
Unencumbered cash, beginning of year	<u>38,129</u>	<u>38,716</u>		
Unencumbered cash, end of year	\$ <u>38,716</u>	\$ <u>38,569</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
SPECIAL DRUG FORFEITURE FUND - 432**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Use of money and property	\$ 0	\$ 130
Expenditures		
Contractual	1,700	686
Receipts over (under) expenditures	(1,700)	(556)
Unencumbered cash, beginning of year	3,370	1,670
Unencumbered cash, end of year	\$ <u>1,670</u>	\$ <u>1,114</u>

The accompanying notes are and integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
BUCYRUS LIGHTS FUND - 433

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 1,811	\$ 2,211	\$ 2,266	\$ (55)
Delinquent tax	107	1	0	1
Motor vehicle tax	703	648	701	(53)
Recreational vehicle tax	35	9	22	(13)
Total cash receipts	<u>2,656</u>	<u>2,869</u>	<u>\$ 2,989</u>	<u>\$ (120)</u>
Expenditures				
Commodities	<u>2,730</u>	<u>2,915</u>	<u>\$ 3,500</u>	<u>\$ 585</u>
Total expenditures	<u>2,730</u>	<u>2,915</u>	<u>\$ 3,500</u>	<u>\$ 585</u>
Receipts over (under) expenditures	(74)	(46)		
Unencumbered cash, beginning of year	<u>634</u>	<u>560</u>		
Unencumbered cash, end of year	<u>\$ 560</u>	<u>\$ 514</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
HILLSDALE LIGHTS FUND - 435

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 5,318	\$ 5,899	\$ 6,516	\$ (617)
Delinquent tax	119	108	0	108
Motor vehicle tax	520	519	672	(153)
Recreational vehicle tax	17	19	14	5
Total cash receipts	<u>5,974</u>	<u>6,545</u>	<u>\$ 7,202</u>	<u>\$ (657)</u>
Expenditures				
Contractual services	<u>6,240</u>	<u>6,663</u>	<u>\$ 7,385</u>	<u>\$ 722</u>
Receipts over (under) expenditures	(266)	(118)		
Unencumbered cash, beginning of year	<u>512</u>	<u>246</u>		
Unencumbered cash, end of year	<u>\$ 246</u>	<u>\$ 128</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
1/4 CENT SALES TAX - 927

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Sales tax	\$ 794,848	\$ 850,275	\$ 830,000	\$ 20,275
Total receipts	794,848	850,275	830,000	20,275
Expenditures				
Operating transfer	796,000	830,000	\$ 830,000	\$ 0
Total expenditures	796,000	830,000	830,000	0
Receipts over (under) expenditures	(1,152)	20,275		
Unencumbered cash, beginning of year	1,161	9		
Unencumbered cash, end of year	\$ 9	\$ 20,284		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
LOCAL ENVIRONMENTAL PROTECTION PLAN FUND - 981**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Grants	\$ 10,214	\$ 9,033
Expenditures		
Contractual services	7,619	5,019
Commodities	3,287	4,239
Vehicle expense	35	4
Total expenditures	<u>10,941</u>	<u>9,262</u>
Receipts over (under) expenditures	(727)	(229)
Unencumbered cash, beginning of year	<u>8,646</u>	<u>7,919</u>
Unencumbered cash, end of year	<u>\$ 7,919</u>	<u>\$ 7,690</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
COMMUNITY CORRECTIONS - 984

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Grants	\$ 317,755	\$ 355,045	\$ 340,800	\$ 14,245
Service fees	34,458	30,089	23,000	7,089
Miscellaneous	3,000	1,030	3,000	(1,970)
Total cash receipts	<u>355,213</u>	<u>386,164</u>	<u>\$ 366,800</u>	<u>\$ 19,364</u>
Expenditures				
Personnel services	274,492	259,273	\$ 300,088	\$ 40,815
Contractual services	54,618	64,782	74,435	9,653
Commodities	13,252	14,353	5,970	(8,383)
Vehicle expense	2,277	2,430	4,900	2,470
Capital outlay	7,607	10,573	2,500	(8,073)
Total expenditures	<u>352,246</u>	<u>351,411</u>	<u>\$ 387,893</u>	<u>\$ 36,482</u>
Receipts over (under) expenditures	2,967	34,753		
Unencumbered cash, beginning of year	<u>53,032</u>	<u>55,999</u>		
Unencumbered cash, end of year	<u>\$ 55,999</u>	<u>\$ 90,752</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
JUVENILE JUSTICE AUTHORITY - 985

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Grants	\$ 354,045	\$ 451,823	\$ 472,224	\$ (20,401)
Service fees	9,655	6,154	10,000	(3,846)
Miscellaneous	3,000	1,053	3,000	(1,947)
Total cash receipts	<u>366,700</u>	<u>459,030</u>	<u>\$ 485,224</u>	<u>\$ (26,194)</u>
Expenditures				
Personnel services	385,033	371,691	\$ 382,618	\$ 10,927
Contractual services	63,388	64,958	74,784	9,826
Commodities	21,108	10,234	8,200	(2,034)
Vehicle expense	6,108	6,615	7,850	1,235
Capital outlay	25,606	21,618	2,500	(19,118)
Total expenditures	<u>501,243</u>	<u>475,116</u>	<u>\$ 475,952</u>	<u>\$ 836</u>
Receipts over (under) expenditures	(134,543)	(16,086)		
Unencumbered cash, beginning of year	<u>208,328</u>	<u>73,785</u>		
Unencumbered cash, end of year	<u>\$ 73,785</u>	<u>\$ 57,699</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
MICRO LOAN PROGRAM - 988

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash receipts		
Reimbursements	\$ 3,600	\$ 1,800
Total receipts	3,600	1,800
Expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	3,600	1,800
Unencumbered cash, beginning of year	<u>16,177</u>	<u>19,777</u>
Unencumbered cash, end of year	<u>\$ 19,777</u>	<u>\$ 21,577</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SHERIFF GRANT FUND - 990

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Grants	\$ 26,018	\$ 75,382
Expenditures		
Personnel services	2,295	0
Equipment	24,033	73,995
Total expenditures	26,328	73,995
Receipts over (under) expenditures	(310)	1,387
Unencumbered cash, beginning of year	567	257
Unencumbered cash, end of year	\$ 257	\$ 1,644

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
COPS FOR TOTS - 993**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Miscellaneous	\$ 21,033	\$ 19,248
Expenditures		
Contractual services	5,159	4,307
Commodities	<u>13,359</u>	<u>11,101</u>
Total expenditures	<u>18,518</u>	<u>15,408</u>
Receipts over (under) expenditures	2,515	3,840
Unencumbered cash, beginning of year	<u>23,018</u>	<u>25,533</u>
Unencumbered cash, end of year	<u>\$ 25,533</u>	<u>\$ 29,373</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**SPECIAL REVENUE FUNDS
SHERIFF'S SUPPORT PROGRAM - 994**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)**

	<u>2010 Actual</u>	<u>2011 Actual</u>
Cash receipts		
Miscellaneous	\$ 2,501	\$ 4,544
Total receipts	<u>2,501</u>	<u>4,544</u>
Expenditures		
Contractual services	25	50
Commodities	<u>3,858</u>	<u>4,051</u>
Total expenditures	<u>3,883</u>	<u>4,101</u>
Receipts over (under) expenditures	(1,382)	443
Unencumbered cash, beginning of year	<u>2,059</u>	<u>677</u>
Unencumbered cash, end of year	<u>\$ 677</u>	<u>\$ 1,120</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

DEBT SERVICE FUND
BOND AND INTEREST FUND - 317

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 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 2,226,525	\$ 2,057,555	\$ 2,120,958	\$ (63,403)
Motor vehicle tax	245,486	248,571	270,433	(21,862)
Recreational vehicle tax	5,508	5,269	5,559	(290)
Delinquent tax	65,355	71,949	40,000	31,949
Payment in lieu of taxes	456	506	200	306
Special assessments	24,784	26,695	23,000	3,695
Machinery & equipment tax from State	0	0	140	(140)
Miscellaneous receipts	20,768	19,945	21,000	(1,055)
Total cash receipts	<u>2,588,882</u>	<u>2,430,490</u>	<u>\$ 2,481,290</u>	<u>\$ (50,800)</u>
Expenditures				
Interest	629,280	544,537	\$ 544,537	\$ 0
Contractual agreement	4,358	6,543	0	(6,543)
Fees on Debt Service	0	0	7,000	7,000
Bonds	2,054,368	2,121,879	2,121,879	0
Total expenditures	<u>2,688,006</u>	<u>2,672,959</u>	<u>\$ 2,673,416</u>	<u>\$ 457</u>
Receipts over (under) expenditures	(99,124)	(242,469)		
Unencumbered cash, beginning of year	<u>387,576</u>	<u>288,452</u>		
Unencumbered cash, end of year	<u>\$ 288,452</u>	<u>\$ 45,983</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

CAPITAL PROJECT FUNDS
NEW PROJECTS - 450

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)

	2010 Actual	2011		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Grant	\$ 213,950	\$ 46,882	\$ 85,000	\$ (38,118)
Miscellaneous	1,499,205	96,846	0	96,846
Operating transfer	<u>2,460,338</u>	<u>1,763,819</u>	<u>1,765,000</u>	<u>(1,181)</u>
Total cash receipts	<u>4,173,493</u>	<u>1,907,547</u>	\$ <u>1,850,000</u>	\$ <u>57,547</u>
Expenditures				
Contractual Services	0	8,730	\$ 0	\$ (8,730)
Capital outlay	2,142,017	1,043,203	3,076,000	2,032,797
Operating transfers	<u>704,552</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>2,846,569</u>	<u>1,051,933</u>	\$ <u>3,076,000</u>	\$ <u>2,024,067</u>
Receipts over (under) expenditures	1,326,924	855,614		
Unencumbered cash, beginning of year	<u>2,703,225</u>	<u>4,050,836</u>		
Prior year cancelled encumbrance	<u>20,687</u>	<u>6,317</u>		
Unencumbered cash, end of year	\$ <u>4,050,836</u>	\$ <u>4,912,767</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

COMPONENT UNIT
MIAMI COUNTY EXTENSION COUNCIL

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2011
(With Comparative Actual Totals for the Prior Year Ended December 30, 2010)

	<u>2010</u> <u>Actual</u>	<u>2011</u> <u>Actual</u>
Cash receipts		
Kansas State University	\$ 49,426	\$ 40,199
County appropriation	209,680	220,716
Educational services	14,248	19,018
Other	<u>10,042</u>	<u>7,077</u>
Total cash receipts	<u>283,396</u>	<u>287,010</u>
Expenditures		
Operation costs	<u>308,849</u>	<u>265,708</u>
Receipts over (under) expenditures	(25,453)	21,302
Unencumbered cash, beginning of year	<u>134,961</u>	<u>109,508</u>
Unencumbered cash, end of year	<u>\$ 109,508</u>	<u>\$ 130,810</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 4

AGENCY FUNDS
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS
For the Year Ended December 31, 2011

Fund	Beginning		Cash Expenditures	Add Outstanding		Ending Cash Balance
	Unencumbered Cash Balances	Cash Receipts		Ending Unencumbered Cash Balance	Encumbrance & Accounts Payable	
Off County System						
Emergency Medical Services	\$ 0	\$ 999,172	999,172	\$ 0	\$ 0	\$ 0
Building Inspection	0	192,544	192,544	0	0	0
County Clerk	20	3,746	3,746	20	0	20
District Court	302,082	1,536,711	1,801,628	37,165	0	37,165
Environmental Health	0	26,900	26,900	0	0	0
Health Department	75	281,515	281,540	50	0	50
Law Library	28,055	24,640	41,229	11,466	0	11,466
Planning	0	12,846	12,846	0	0	0
Register of Deeds	6,342	554,131	550,241	10,232	0	10,232
Road and Bridge	0	2,990,802	2,990,802	0	0	0
Sheriff - Prisoners Fund	3,777	79,128	78,597	4,308	0	4,308
Solid Waste	100	605,510	605,510	100	0	100
Subtotal of accounts not on county system						63,341
On County System						
Bad Checks	(3,528)	127,693	125,202	(1,037)	0	(1,037)
Cereal Malt Beverage	200	175	150	225	0	225
Sheriff - Bonds	500	30,037	30,537	0	750	750
Sheriff MVR	0	950	900	50	0	50
Escrow Bonds	192,254	998	1,025	192,227	0	192,227
Hillsdale Improvement	2,385	6,479	6,127	2,737	0	2,737
Motor Vehicle	0	1,905,711	1,905,711	0	0	0
Motor Vehicle Fees	106,306	1,481,970	1,460,513	127,763	0	127,763
Payroll Tax						
Withholdings	4,389	403,260	368,481	39,168	0	39,168
State Educational Bldg.	0	395,739	395,739	0	0	0
State Institutional Bldg.	0	197,870	197,870	0	0	0
Tax Collections	24,313,967	423,524	514,876	24,222,615	0	24,222,615
Tax Distribution						0
Cities	482,628	6,615,545	6,646,977	451,196	0	451,196
Schools	0	22,609,597	22,609,597	0	0	0
Recreation commissions	0	225,790	225,790	0	0	0
Townships & cemeteries	(1)	105,904	105,904	(1)	0	(1)
Library	0	903,187	903,187	0	0	0
Watershed	0	17,016	17,016	0	0	0
Unclaimed Monies	0	3,325	0	3,325	0	3,325
	<u>\$ 25,439,551</u>	<u>\$ 42,762,415</u>	<u>\$ 43,100,357</u>	<u>\$ 25,101,609</u>	<u>\$ 750</u>	<u>\$ 25,102,359</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Miami County, Kansas operates under a five-member elected commission form of government. These financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data from these units are combined with data of the primary government. The combined discretely presented component unit, on the other hand, is reported on a separate line in the Summary of Cash Receipts, Expenditures and Unencumbered Cash to emphasize it is legally separate from the government. The discretely presented component unit has a December 31 year end.

Blended component unit

The Miami County Public Building Commission was established to acquire sites and or construct, reconstruct, purchase equipment or furnish buildings to be utilized for the housing and accommodation of county offices and county business. The board members are the county commissioners of Miami County. The Public Building Commission activity is included in the bond and interest fund since the only activity was the payments made on bonds.

Discretely presented component unit

The Miami County Extension Council provides services in such areas as agriculture, home economics and 4-H clubs to all persons in the county. The Council is an elected nine-member executive board. The County annually provides significant operating subsidies to the Council. The Council is presented as a special revenue fund. Financial statements may be obtained from the Extension Council Office located at 104 S. Brayman, Paola, Kansas.

Joint agreement

Hillsdale Lake - An intergovernmental agreement was entered into in July, 1987 with Johnson County, Kansas to fund the operation of the recreation facilities at the Hillsdale Reservoir located in both counties. This funding started in fiscal year 1989. Financial support is also being provided by the State of Kansas.

B. Basis of Accounting

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

Departure from Accounting Principles Generally Accepted in the United States of America – The basis of accounting described above results in a financial statement presentation, which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of fund balance are not presented.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

B. Basis of Accounting – continued

Under generally accepted accounting principles encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures of liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for land, buildings, and equipment owned by the County are not presented in the financial statements but are expensed in the year of purchase rather than capitalized and depreciated as required by generally accepted accounting principles. Also, long-term debts such as general obligation bonds, revenue bonds, capital leases, temporary notes, compensated absences are not presented in the financial statements.

C. Fund Description

The accounts of the County are organized and operated on the basis of funds. 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 County maintains the minimum number of funds consistent with legal and managerial requirements.

The County has the following fund types:

General fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Special Revenue Funds account for revenue sources that are legally restricted to expenditure for specific purposes (not including major capital projects).

Debt Service Fund accounts for the servicing of general long-term debt.

Capital Project Funds account for the acquisition of fixed assets or construction of major capital projects.

Fiduciary Funds account for assets held by the County in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the County under the terms of a formal trust agreement.

Agency Funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the cash basis of accounting. These funds are used to account for assets that the County holds for others in an agency capacity.

D. Assets and Liabilities

1. Cash and Investments

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. All investments are stated at cost.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

D. Assets and Liabilities - continued

2. Vacation and Sick Leave

Full-time employees of the County are entitled to paid vacation (annual leave) time according to the following schedule:

<u>Years of continuous employment</u>	<u>10 or less</u>	<u>11 or more</u>	<u>over 15</u>
Hours of accumulation per day	0.263014	0.328767	0.394521
Hours of accumulation per year	96	120	144
Maximum hours of accumulation	160	160	160
Hours of accumulation per day for EMS Personnel	0.394521	0.493151	0.591781
Hours of accumulation per year for EMS Personnel	144	180	216
Maximum hours of accumulation EMS Personnel	200	200	216

Part-time employees who work at least 20 hours or more per week or 50% or more of their regularly scheduled work period accumulate vacation leave proportionally to the percentage of time worked. Employees on introductory status may accumulate vacation leave but are not permitted to use any until the completion of their introductory period. Accruals per day vary slightly during leap year.

Upon termination, employees are compensated for accumulated unused vacation leave at their final rate of pay, subject to any maximum limitation and provided they have completed their introductory period. Vacation pay has not been accrued in the accompanying financial statements.

Full-time employees earn 96 hours of sick leave time for each full year of service, not to exceed 960 hours. Part-time employees earn sick leave proportionally to the percentage of time worked, not to exceed 960 hours. EMS employees shall accrue 144 hours of sick leave for each full year of service, not to exceed 1280 hours. Upon termination, employees in good standing receive 3% for each full year of service of his or her sick leave accruals, not to exceed 50% of the maximum accumulation in accordance with Section 7.11 of the Personnel Policy Manual. Employees retiring from the County shall receive 4% for each full year of service of his or her sick leave accruals, not to exceed 100% of the maximum accumulation in accordance with Section 7.11 Sick pay has not been accrued in the accompanying financial statements. Amounts paid to employees for sick leave due to termination for year ended December 31, 2011 was \$29,368.

E Receipts and Expenditures

1. Property taxes

The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas are the responsibility of the County. The County Appraiser annually determines appraised valuations based on real property transactions as recorded by the Register of Deeds and personal property holdings reported by taxpayers. The Clerk spreads the annual assessment on the tax rolls and the County Treasurer collects the taxes for all taxing entities within the county.

In accordance with 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 1st of each year. One half of the property taxes are due December 20th prior to the fiscal year for which they are budgeted, and the second half is due the following May 10th. This procedure eliminates the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year. The County distributes all available funds at designated times during the year.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

E Receipts and Expenditures – continued

1. Property taxes - continued

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various County funds and subdivisions until the succeeding year. This procedure is in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operations of the County and therefore are not susceptible to accrual.

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

2. Reimbursed Expenses

The County records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue in the same fund. For purposes of budgetary comparisons, the reimbursements are shown as adjustments for qualifying budget credits.

3. Comparative Prior Year Amounts

The amounts shown for 2010 in the accompanying financial statements are included, where practicable, only to provide a basis for comparison with 2011 and are not intended to present all information necessary for a fair presentation in accordance with the basis of accounting described in Note I-B above.

NOTE II - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. 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. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments in 2011.

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.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE II - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - continued

A. Budgetary Information - continued

Adjustment for Qualifying Budget Credits – Municipalities may use this line item for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

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

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

- Law Enforcement Trust
- Carry Concealed Weapon
- Offender Registration
- Special Building
- Special Economic Development Reserve
- Road & Bridge Special Machinery
- Special Building Improvement
- Special Retirement
- Special Tax Refund
- Club Estate Sewer Reserve
- Walnut Creek Sewer Reserve
- Airport Hangar
- Fire District No. 2 Special Machinery
- Special Drug Forfeiture
- Local Environmental Protection Plan
- Micro Loan Program
- Sheriff Grant
- Cops for Tots
- Sheriff's Support Program
- RBEG Economic Development Grant
- Miami County Extension Council

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

B. Compliance with Laws and Regulations

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the State Director of Accounts and Reports and interpretation by the County Attorney and legal representatives of the municipality. It appears expenditures exceeded budget authority in the Motor Vehicle Operating Fund. However, this fund is not subject to K.S.A. 79-2935 according to K.S.A. 8-145 and therefore, does not have a budget violation.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE III – DETAILED NOTES FOR ALL FUNDS AND ACCOUNT GROUPS

A. Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds have a main or branch bank in Miami County, 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 no other policies that would 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 no investment policy that would further limit its investment choices.

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.

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 have any designated "peak periods" for the current year. All deposits were legally secured at December 31, 2011.

At December 31, 2011, the County's carrying amount of deposits was \$38,993,012. The bank balance of the County's deposits was \$38,956,227. The difference between the bank balance and the carrying amount is the outstanding checks and deposits. The bank balance was held by three banks. Of the bank balance, \$548,134 was covered by federal depository insurance, and \$38,408,093 was collateralized with securities held by the pledging financial institutions' agents in the County's name.

The component units' carrying amount of deposits was \$130,810 and its bank balance was \$151,023. Of the bank balance \$151,023 was covered by federal depository insurance.

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.

NOTE IV – OTHER INFORMATION

A. Leases

The County has entered into several lease agreements as lessee for financing the acquisition of various pieces of equipment. These lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of the lease terms) and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

B. Legal Debt Margin

The debt limit per K.S.A. 10-306 is three percent of the assessed tangible valuation adjusted for exempt farm property, business aircraft and motor vehicles given by the County Appraiser to the County Clerk on June 15 each year. At December 31, 2011, the statutory limit for the County was in excess of \$11,855,807 providing a debt margin of \$9,761,507.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE IV – OTHER INFORMATION – continued

C. Defined Benefit Pension Plan - continued

Plan description. Miami County participates in 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, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 establishes the KPERs member-employee contribution rate at 4% of covered salary. K.S.A. establishes KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERs is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates. The KPERs employer rate established by statute for 2011 was 6.74% Miami County's employer contributions to KPERs for the year ending December 31, 2011, 2010 and 2009 were \$472,605, \$443,476, and \$339,279 respectively, equal to the statutory required contributions for each year.

The KP&F employer rate established for fiscal years ending in 2011 is 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. Miami County's contributions to KP&F for the year ending December 31, 2011, 2010 and 2009 were \$359,515, \$330,681, and \$339,324 respectively.

D. Deferred Compensation

The County offers its employees two deferred compensation plans created in accordance with Internal Revenue Code Section 457. The Plans, available to all county employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

Investments are managed by the plan trustees under one of various pools of investment options offered by National Association of Counties Deferred Compensation Program or the International City/County Management Association.

E. Flexible Benefit Plan (I.R.C. SECTION 125)

The County has adopted by resolution a salary-reduction flexible benefit plan ("Plan") under Section 125 of the Internal Revenue Code. All employees of the county working 20 or more hours per week are eligible to participate in the Plan beginning the first day of a pay period following or coincidental with an employee's satisfaction of all eligibility requirements of any Optional Benefit Plan. Each participant may elect to reduce his or her salary, subject to the limitations of the Individual Optional Benefit Plans, to purchase benefits offered through the Plan. All benefits offered through the Plan involve insurance coverage, dependent care reimbursements and health expense reimbursements.

F. 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.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE IV – OTHER INFORMATION - continued

F. Other Post Employment Benefits - continued

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the County under this program.

G. Other Funds Handled

DISTRICT COURT

Property is sold at public sale when a lending institution forecloses on a mortgage. The Sheriff conducts the sales and the District Court receives the proceeds. Proceeds are included in judgments and restitution in the District Court's accounting system. Proceeds may or may not flow through the District Court's cash account. After recording the payment, the Court either, deposits the check from the buyer and writes a check or endorses the check without recourse and forwards the funds to whomever the orders state the proceeds should be disbursed to.

SHERIFF

The Miami County Sheriff holds money for prisoners to purchase miscellaneous commissary items (supplies and snacks). As of December 31, 2011 \$613 was being held for prisoners. The profits from sale of commissary items are to be used for an inmate welfare fund for the benefit, education and welfare of inmates. As of December 31, 2011 \$3,695 was being held for this purpose.

H. Operating Lease Commitments

The County has entered into lease agreements for the use of certain equipment and office space in accordance with K.S.A. 72-8225. The future minimum payments on these leases are:

<u>Year</u>	<u>Amount</u>
2012	\$ 133,381
2013	123,761
2014	99,442
2015	82,425
2016	12,554
2017-2021	46,887
2022-2026	<u>9,377</u>
	<u>\$ 507,827</u>

The rental expense for year ended December 31, 2011 was 135,352.

I. Contingencies

The County receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the County at December 31, 2011.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE IV – OTHER INFORMATION - continued

I. Contingencies - continued

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

J. Capital Projects

Capital projects often extend over two or more fiscal years. The following is a schedule, which compares the projected authorization to total project expenditures from project inception to December 31, 2011:

<u>Project Name</u>	<u>Project Authorization</u>	<u>Project Expenditures</u>
223rd Street Railroad Underpass	\$ 6,888,625	\$ 6,875,977
John Brown Highway & Pressonville Intersection	602,027	574,377
363 rd St - Plum Creek	370,000	8,582
Bridge P - 13.4 on Oak Grove Road	24,000	15,752
FAS 20 MDC 347th st	340,000	29,400
Intersection 295 & Metcalf	420,000	402,081
FAS 581 Bridge over Pottawatomic Creek	1,069,401	102,731
287th & OKC road Intersection	213,431	77,978
FAS 130 Replacement - 327th St	1,120,000	100,057
FAS 385 Replacement - Metcalf	250,000	0
223rd St 8-mile Road Safety Audit Project	41,374	40,194
271st St. Culvert Replacement	62,000	51,432
BR 10-U.3 on 327th St over Middle Creek	250,000	0
Culvert #11-G.3 Replace for FAS 130 Bridge Detour	86,310	85,440
FAS 240 Bridge Redeck	670,000	138
BR E.5-23.8 Spoon Creek Red .2 miles South of 215th	248,700	0
BR Y.5-21.6 State Line Rd. .6 miles North of 239th	40,000	210
FAS 490 Bridge 303rd St .1 miles West of Paola	189,900	0
In House 2012 Bridge to be named	74,285	0
Airport Master Plan	51,932	47,250
BR E 1.1 Bethel Church Rd South of 395th	98,625	12,380
BR F-0.7 Crescent Hill South of 399th	33,551	12,279

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE IV – OTHER INFORMATION - continued

K. Reconciliation of Transfers

Transfers from:	Transfers to:	Statutory Authority	Amount
General Fund	Equipment Reserve	K.S.A. 19-119	\$ 35,000
General Fund	Bucyrus Sewer	K.S.A. 19-120	25,000
General Fund	Special Technology	K.S.A. 19-119	115,000
General Fund	Special Retirement	K.S.A. 19-120	25,000
General Fund	Special Capital Improvements	K.S.A. 19-120	4,559
General Fund	Special Technology	K.S.A. 19-119	20,593
General Fund	Special Economic Development Reserve	K.S.A. 19-119	20,000
County -Wide Reappraisal	Special Retirement	K.S.A. 19-120	20,000
Road & Bridge	Special Capital Improvements	K.S.A. 19-120	250,000
County -Wide Reappraisal	Equipment Reserve	K.S.A. 19-120	15,000
Special Bridge	Special Capital Improvements	K.S.A. 19-120	674,260
1/4 Cent Sales Tax	Special Capital Improvements	K.S.A. 12-197	830,000
Motor Vehicle Operation	General Fund	K.S.A. 8-145	99,943
Club Estates Sewer	Club Estates Sewer Reserve	K.S.A. 12-197	5,000
Fire District No. 1 Maintenance	Fire District No. 1 Special Machinery	K.S.A. 19-119	245,000
Fire District No. 2 Maintenance	Fire District No. 2 Special Machinery	K.S.A. 19-119	16,600
Airport Hangar	Special Capital Improvements	K.S.A. 19-119	5,000

L. Long-Term Debt

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
G O Bonds:			
Series 2000-A	5.13%	10/02/00	350,000
Series 2003-A	2.00% to 4.50%	11/15/03	6,210,000
 Revenue Bonds			
Series 2008	2.55%-4.30%	8/1/08	4,005,000
Series 2008	3.70%-4.00%	6/1/08	2,305,000
Series 2010	1.50%-2.50%	3/1/10	3,755,000
 Revolving Loan			
KDOT Loan	3.63%	7/17/06	1,320,000
KDOT Loan	3.98%	7/9/2009	750,000

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE IV – OTHER INFORMATION – continued

L. Long-Term Debt - continued

Issue	Beginning of Year	Additions	Reductions/ Payments	Net Change	End of Year	Expense 2011
G O Bonds:						
Series 2000-A	\$ 305,000	\$ 0	\$ 5,000	\$ (5,000)	\$ 300,000	\$ 15,631
Series 2003-A	3,275,000	0	590,000	(590,000)	2,685,000	123,343
Revenue Bonds						
Series 2008	3,660,000	0	190,000	(190,000)	3,470,000	155,893
Series 2008	1,610,000	0	360,000	(360,000)	1,250,000	64,130
Series 2010	3,755,000	0	610,000	(610,000)	3,145,000	83,563
Revolving Loan						
KDOT Loan	1,992,256	0	214,567	(214,567)	1,777,689	79,292
KDOT Loan	<u>624,960</u>	<u>0</u>	<u>152,313</u>	<u>(152,313)</u>	<u>472,647</u>	<u>22,686</u>
Total	\$ <u>15,222,215</u>	\$ <u>0</u>	\$ <u>2,121,879</u>	\$ <u>(2,121,879)</u>	\$ <u>13,100,336</u>	\$ <u>544,538</u>

	2012	2013	2014	2015	2016
Principal					
G O bonds	\$ 620,000	\$ 635,000	\$ 665,000	\$ 80,000	\$ 85,000
Revenue bond	1,195,000	1,245,000	1,070,000	735,000	760,000
Revolving loan	<u>381,865</u>	<u>397,464</u>	<u>393,027</u>	<u>253,241</u>	<u>263,954</u>
Total principal	<u>2,196,865</u>	<u>2,277,464</u>	<u>2,128,027</u>	<u>1,068,241</u>	<u>1,108,954</u>
Interest					
G O bonds	243,425	197,264	149,007	166,401	44,307
Revenue bond	255,247	222,697	188,497	156,273	135,633
Revolving loan	<u>87,909</u>	<u>73,265</u>	<u>58,021</u>	<u>42,903</u>	<u>32,824</u>
Total interest	<u>586,581</u>	<u>493,226</u>	<u>395,525</u>	<u>365,577</u>	<u>212,764</u>
Total principal & interest	\$ <u>2,783,446</u>	\$ <u>2,770,690</u>	\$ <u>2,523,552</u>	\$ <u>1,433,818</u>	\$ <u>1,321,718</u>

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2011

NOTE IV – OTHER INFORMATION – continued

L. Long-Term Debt - continued

	<u>2017-2021</u>	<u>2022-2026</u>	<u>2027-2031</u>	<u>2032-2036</u>	<u>2037-2041</u>	<u>Total</u>
Principal						
G O bonds	\$ 455,000	245,000	50,000	75,000	75,000	2,985,000
Revenue bond	1,865,000	995,000	0	0	0	7,865,000
Revolving loan	<u>560,785</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,250,336</u>
Total principal	<u>2,880,785</u>	<u>1,240,000</u>	<u>50,000</u>	<u>75,000</u>	<u>75,000</u>	<u>13,100,336</u>
Interest						
G O bonds	167,935	72,245	46,152	30,784	9,996	1,127,516
Revenue bond	409,843	88,880	0	0	0	1,457,070
Revolving loan	<u>33,689</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>328,611</u>
Total interest	<u>611,467</u>	<u>161,125</u>	<u>46,152</u>	<u>30,784</u>	<u>9,996</u>	<u>2,913,197</u>
Total principal & interest	<u>\$ 3,492,252</u>	<u>\$ 1,401,125</u>	<u>\$ 96,152</u>	<u>\$ 105,784</u>	<u>\$ 84,996</u>	<u>\$ 16,013,533</u>

M. Subsequent Events

Management has evaluated facts and circumstance through February 24, 2012 and has determined there are no subsequent events which would have a material affect on the financial statements as presented.

SUPPLEMENTAL INFORMATION

Miami County, Kansas

Schedule 1

*FUNDS ON DEPOSIT COMPARED WITH
DEPOSITORY COVERAGE*

For the Year Ended December 31, 2011

<u>Financial Institution/Address</u>	<u>FDIC Coverage</u>	<u>Irrevocable Letter of Credit or Securities Pledged Market Value</u>	<u>Actual Coverage Provided</u>	<u>Funds on Deposit</u>	<u>Funds at Risk</u>
Great Southern Bank Springfield, Missouri Interest bearing transaction accounts and time deposits	\$ <u>48,134</u>	\$ <u>383,933</u>	\$ <u>432,067</u>	\$ <u>48,134</u>	\$ <u>0</u>
Citizens State Bank Paola, Kansas Interest bearing transaction accounts and time deposits	\$ <u>250,000</u>	\$ <u>1,639,282</u>	\$ <u>1,889,282</u>	\$ <u>1,510,847</u>	\$ <u>0</u>
First Option Bank Osawatomie, Kansas Interest bearing transaction accounts and time deposits	\$ <u>250,000</u>	\$ <u>39,551,417</u>	\$ <u>39,801,417</u>	\$ <u>37,397,246</u>	\$ <u>0</u>

Miami County, Kansas

Schedule 2

RECONCILEMENT OF 2010 TAX ROLLS

For the Year Ended December 31, 2011

County Clerk's abstract of taxes levied		\$	44,480,537	
Supplemental tax roll			86,341	
2010 taxes abated			<u>(241,314)</u>	
2010 tax roll as adjusted		\$	<u>44,325,564</u>	
2010 current tax collections		\$	43,246,718	
Delinquent taxes				
Assessments	\$	29,176		
Personal property tax warrants		36,314		
Gas		33,233		
Oil		2,380		
Trucks		843,500		
Real estate taxes		<u>134,243</u>	<u>1,078,846</u>	
2010 total tax roll		\$	<u>44,325,564</u>	

SPECIAL REPORT

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

County Commissioners
Miami County, Kansas
Paola, Kansas

We have audited the financial statements of Miami County, Kansas as of and for the year ended December 31, 2011, and have issued our report thereon dated February 24, 2012. The County prepares its financial statements on a basis of accounting which demonstrates compliance with 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. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A material weakness is deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that material misstatements of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We have issued a letter dated February 24, 2012 which discussed other matters noted during the audit.

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

Agler & Gaeddert, Chartered

Ottawa, Kansas
February 24, 2012