

MIAMI COUNTY, KANSAS

FINANCIAL STATEMENTS
AND
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

December 31, 2008

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, 2008, 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.

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 are described in Note I-B.

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, 2008, or the changes in its financial position or, where applicable, its cash flows for the year then ended.

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the cash and unencumbered cash balances of the individual funds of Miami County, Kansas as of December 31, 2008, 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 March 30, 2009 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 an opinion on the financial statements that collectively comprise Miami County, Kansas's statutory basis financial statements. The information presented as supplemental information is presented for purposes of additional analysis and is not a required part of the statutory basis financial statements. Such information has been subjected to the auditing procedures applied in the audit of the statutory basis financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Ayer & Baudert, Chartered

March 30, 2009

Miami County, Kansas

SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
For the Year Ended December 31, 2008

	<u>Beginning Unencumbered Cash Balances</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Cash Receipts</u>	<u>Expenditures</u>
Governmental type funds				
General Fund	\$ 3,536,349	\$ 0	\$ 12,895,762	\$ 13,073,592
Special Revenue Funds				
Road and Bridge	1,505,546	0	7,174,500	7,243,723
Solid Waste	91,460	0	929,171	940,320
County Fuel System	191,274	0	800,417	737,432
Club Estates #1 Sewer	10,827	0	15,159	10,527
Club Estates #1 Lights	13,277	0	0	749
Walnut Creek #3 Sewer	12,702	0	15,451	13,969
Bucyrus Sewer	1,189	0	36,823	34,918
911 Emergency Wireless	76,008	0	73,400	76,000
Law Enforcement Trust	2,063	0	1,150	931
Carry Concealed Weapon	10,484	0	5,321	9,500
County Wide Reappraisal	49,442	0	531,667	485,311
Motor Vehicle Operating	0	0	282,374	282,374
Special Building	399	0	0	0
Special Bridge	280,794	0	650,860	830,549
Special Economic Development Reserve	50000	0	0	0
Road and Bridge Special Machinery	324,185	0	34,985	233,616
Equipment Reserve	465,294	0	72,406	74,278
Special Technology	115,591	0	220,000	196,772
Special Building Improvement	733,725	0	0	0
Special Retirement	50,000	0	25,000	0
Walnut Creek Sewer Reserve	18,154	0	5,000	0
Fire District No. 1 Maintenance	6,789	0	597,531	587,490
Fire District No. 2 Maintenance	5,606	0	148,346	135,000
Fire District No. 1 Special Machinery	491,751	0	222,131	214,000
Fire District No. 2 Special Machinery	147,500	0	0	20,254
Special Alcohol Control	23,265	0	38,866	24,000
Special Drug Forfeiture	0	0	750	537
Bucyrus Lights	813	0	1,134	1,947
Hillsdale Lights	623	0	4,403	4,500
1/4 Cent Sales Tax	1,194,353	0	856,636	2,049,828
Local Environmental Protection Plan	4,482	0	15,593	12,802
Community Corrections	21,006	0	416,151	347,413
Juvenile Justice Authority	44,117	0	602,341	458,832
Micro Loan Program	8,977	0	2,700	0
Sex Offender Management	2,301	0	0	2,284
Sheriff Grant	5,049	0	18,298	19,200
Cops for Tots	30,337	0	23,561	30,479
Sheriff's Support Program	6,380	0	7,255	10,758
Economic Development	0	0	18,922	18,922
Debt Service Funds				
Bond and interest	147,902	0	2,482,689	2,413,133
Capital Projects Funds				
New Projects	2,642,922	0	4,134,999	4,361,118
Public Building Commission	202	0	4,353,373	4,353,575

The accompanying notes are an integral part of this statement.

<u>Ending Unencumbered Cash Balance</u>	Add Outstanding Encumbrances and Accounts Payable	<u>Ending Cash Balance</u>	
\$ 3,358,519	\$ 387,357	\$ 3,745,876	Composition of ending cash
1,436,323	179,295	1,615,618	Cash on hand and checks \$ 153,119
80,311	79,869	160,180	Time deposits
254,259	13,568	267,827	Checking/Now accounts 24,099,760
15,459	205	15,664	Savings 534,696
12,528	0	12,528	Certificates of Deposit 13,000,000
14,184	243	14,427	Agency accounts 238,633
3,094	387	3,481	Component Unit:
73,408	672	74,080	Miami County Extension Council <u>105,217</u>
2,282	0	2,282	
6,305	495	6,800	Total cash and investments 38,131,425
95,798	23,299	119,097	Agency funds per
0	4,845	4,845	Statement 4 <u>(24,803,566)</u>
399	0	399	
101,105	0	101,105	<u>\$ 13,327,859</u>
50,000	0	50,000	
125,554	0	125,554	
463,422	726	464,148	
138,819	6,094	144,913	
733,725	0	733,725	
75,000	0	75,000	
23,154	0	23,154	
16,830	31,434	48,264	
18,952	0	18,952	
499,882	0	499,882	
127,246	0	127,246	
38,131	0	38,131	
213	0	213	
0	0	0	
526	0	526	
1,161	0	1,161	
7,273	5,125	12,398	
89,744	11,777	101,521	
187,626	11,460	199,086	
11,677	0	11,677	
17	0	17	
4,147	0	4,147	
23,419	10,513	33,932	
2,877	0	2,877	
0	0	0	
217,458	0	217,458	
2,416,803	1,727,648	4,144,451	
0	0	0	

Miami County, Kansas

**SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
For the Year Ended December 31, 2008**

Component Unit	<u>Beginning Unencumbered Cash Balances</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Cash Receipts</u>	<u>Expenditures</u>
Miami County Extension Council	\$ <u>96,056</u>	\$ <u>0</u>	\$ <u>294,879</u>	\$ <u>285,718</u>
Total reporting entity (excluding agency funds)	\$ <u><u>12,419,194</u></u>	\$ <u><u>0</u></u>	\$ <u><u>38,010,004</u></u>	\$ <u><u>39,596,351</u></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>
\$ <u>105,217</u>	\$ <u>0</u>	\$ <u>105,217</u>
\$ <u>10,832,847</u>	\$ <u>2,495,012</u>	\$ <u>13,327,859</u>

Miami County, Kansas

Statement 2

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

(Budgeted Funds Only)

For the Year Ended December 31, 2008

	<u>Certified Budget</u>	<u>Total Budget for Comparison</u>	<u>Expenditures Chargeable to Current Year</u>	<u>Variance Favorable (Unfavorable)</u>
Governmental type funds				
General Fund	\$ 14,624,348	\$ 14,624,348	\$ 13,073,592	\$ 1,550,756
Special Revenue Funds				
Road and Bridge	7,515,679	7,515,679	7,243,723	271,956
Solid Waste	940,320	940,320	940,320	0
County Fuel System	738,000	738,000	737,432	568
Club Estates #1 Sewer	16,000	16,000	10,527	5,473
Club Estates #1 Lights	750	750	749	1
Walnut Creek #3 Sewer	14,500	14,500	13,969	531
Bucyrus Sewer	40,225	40,225	34,918	5,307
911 Emergency Wireless	76,000	76,000	76,000	0
Carry Concealed Weapon	9,500	9,500	9,500	0
County Wide Reappraisal	520,090	520,090	485,311	34,779
Motor Vehicle Operating	288,000	288,000	282,374	5,626
Special Bridge	940,000	940,000	830,549	109,451
Road and Bridge Special Machinery	233,616	233,616	233,616	0
Equipment Reserve	100,000	100,000	74,278	25,722
Special Technology	370,500	370,500	196,772	173,728
Special Retirement	0	0	0	0
Walnut Creek Sewer Reserve	0	0	0	0
Fire District No. 1 Maintenance	587,500	587,500	587,490	10
Fire District No. 2 Maintenance	149,850	149,850	135,000	14,850
Fire District No. 1 Special Machinery	214,000	214,000	214,000	0
Fire District No. 2 Special Machinery	0	0	20,254 x	(20,254)
Special Alcohol Control	24,000	24,000	24,000	0
Bucyrus Lights	2,000	2,000	1,947	53
Hillsdale Lights	4,500	4,500	4,500	0
1/4 Cent Sales Tax	2,125,000	2,125,000	2,049,828	75,172
Community Corrections	376,309	376,309	347,413	28,896
Juvenile Justice Authority	488,257	488,257	458,832	29,425
Sex Offender Management	3,000	3,000	2,284	716
Debt Service Funds				
Bond and interest	2,432,486	2,432,486	2,413,133	19,353
Capital Project Funds				
New Projects	6,975,048	6,975,048	4,361,118	2,613,930

x This fund is not subject to K.S.A.19-120 and therefore does not have a budget violation.

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, 2008

(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2008			
	2007 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash receipts				
Ad Valorem tax	\$ 6,772,031	\$ 7,068,363	\$ 7,147,827	\$ (79,464)
Delinquent tax	182,375	199,600	140,000	59,600
Motor vehicle tax	987,035	909,214	875,508	33,706
Recreational vehicle tax	21,760	20,271	18,829	1,442
16/20M vehicle tax	25,491	28,602	27,997	605
Local alcoholic liquor fund	3,295	4,672	3,600	1,072
In lieu of taxes	18,738	33,994	19,000	14,994
Mineral production tax	1,184	3,470	2,000	1,470
Machinery & equipment tax from State	0	26,183	0	26,183
Interest and fees on delinquent taxes	162,855	213,035	120,000	93,035
Local sales tax	530,817	542,325	520,000	22,325
Fees and licenses	1,347,388	1,179,334	1,545,358	(366,024)
Emergency medical services	694,930	816,685	640,000	176,685
Interest on investments	941,792	760,610	755,000	5,610
Grants	347,355	253,157	239,908	13,249
Reimbursements	74,530	185,794	35,000	150,794
Fuel sales	228,762	290,678	230,000	60,678
Rent	48,228	50,288	39,000	11,288
911 telephone tax	116,591	110,851	125,000	(14,149)
Miscellaneous	83,700	71,992	21,800	50,192
Neighborhood revitalization feed	0	0	2,500	(2,500)
MVL rental excise tax	0	0	561	(561)
Operating transfers	163,929	126,644	146,775	(20,131)
	<u>12,752,786</u>	<u>12,895,762</u>	<u>\$ 12,655,663</u>	<u>\$ 240,099</u>
Expenditures				
County Administrator	651,223	171,131	\$ 173,910	\$ 2,779
Human resources	0	159,776	173,551	13,775
Information systems	0	100,837	111,050	10,213
Building & grounds	0	243,586	249,556	5,970
Appraiser	90,327	93,082	103,483	10,401
Building inspection	183,087	200,315	236,729	36,414
County attorney	309,043	322,920	352,663	29,743
County clerk	171,264	177,570	186,013	8,443
County commissioners	134,847	132,471	167,576	35,105
County counselor	75,725	80,413	89,893	9,480
County-wide services	344,363	366,039	889,134	523,095
District court	295,522	306,508	339,020	32,512
Engineering	118,855	132,729	158,511	25,782
Environmental health	138,208	145,687	155,559	9,872
Health department	458,378	455,143	524,686	69,543

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, 2008

(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2008			Variance Favorable (Unfavorable)
	2007 Actual	Actual	Budget	
Expenditures - continued				
Noxious weed	\$ 155,732	\$ 125,204	\$ 166,462	\$ 41,258
Household hazardous waste	5,354	8,154	6,725	(1,429)
Land information mgmt. office	112,708	117,174	134,434	17,260
Planning and development	128,941	121,566	174,387	52,821
Register of deeds	174,385	156,992	196,878	39,886
County Sheriff	1,921,558	2,042,611	1,965,201	(77,410)
Emergency management	42,424	72,789	69,079	(3,710)
Jail operations	792,841	869,866	827,843	(42,023)
Soil conservation	47,947	47,947	47,947	0
County Treasurer	184,106	195,182	211,263	16,081
Administrative election	94,258	165,425	196,165	30,740
Emergency medical services	1,452,633	1,561,504	1,598,510	37,006
911 emergency telephone service	222,746	42,303	41,000	(1,303)
Employee benefit	2,711,538	2,756,279	3,192,275	435,996
Liability insurance	166,312	165,356	200,000	34,644
Prosecuting attorney training fund	4,304	4,592	3,200	(1,392)
Airport	240,864	312,686	250,475	(62,211)
Economic Development	129,798	83,259	248,749	165,490
Elderly services	163,405	163,405	163,405	0
Extension Council	220,716	220,716	220,716	0
Fair premiums	22,000	33,372	33,372	0
Fair building and maintenance	38,000	26,628	26,628	0
Historical Society	25,074	24,038	25,074	1,036
Mental health	213,216	213,216	213,216	0
Mental retardation	131,758	135,710	135,710	0
Parks and recreation	0	0	10,000	10,000
Codes court	0	0	21,300	21,300
Operating transfers	401,652	319,411	333,000	13,589
Total expenditures	<u>12,775,113</u>	<u>13,073,592</u>	<u>\$ 14,624,348</u>	<u>\$ 1,550,756</u>
Receipts over (under) expenditures	(22,327)	(177,830)		
Unencumbered cash, beginning of year	3,532,474	3,536,349		
Prior year cancelled encumbrances	<u>26,202</u>	<u>0</u>		
Unencumbered cash, end of year	<u>\$ 3,536,349</u>	<u>\$ 3,358,519</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, 2008

(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 <u>Actual</u>	2008		Variance Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
Cash receipts				
Current tax	\$ 2,949,068	\$ 3,464,760	\$ 3,495,478	\$ (30,718)
Delinquent tax	62,486	82,940	60,000	22,940
Motor vehicle tax	285,884	356,958	392,240	(35,282)
Recreational vehicle tax	6,232	8,030	8,174	(144)
In lieu of taxes	0	370	0	370
Machinery & equipment tax from State	0	12,802	0	12,802
Special city/county gas tax	1,372,812	1,337,079	1,406,793	(69,714)
Local sales tax	1,592,450	1,626,976	1,600,000	26,976
Fees	30,970	24,510	90,243	(65,733)
Grants	99,130	115,781	0	115,781
Reimbursements	131,581	138,255	1,000	137,255
Miscellaneous	0	6,039	0	6,039
	<u>6,530,613</u>	<u>7,174,500</u>	<u>\$ 7,053,928</u>	<u>\$ 120,572</u>
Expenditures				
Personnel services	1,914,637	1,858,460	\$ 1,958,034	\$ 99,574
Contractual services	161,027	181,412	208,970	27,558
Commodities	2,337,096	2,805,248	2,858,850	53,602
Vehicle expenses	687,376	813,348	880,200	66,852
Capital outlay	551,887	678,652	733,625	54,973
Operating transfers	576,522	906,603	876,000	(30,603)
	<u>6,228,545</u>	<u>7,243,723</u>	<u>\$ 7,515,679</u>	<u>\$ 271,956</u>
Receipts over (under) expenditures	302,068	(69,223)		
Unencumbered cash, beginning of year	1,191,581	1,505,546		
Prior year cancelled encumbrances	<u>11,897</u>	<u>0</u>		
Unencumbered cash, end of year	<u>\$ 1,505,546</u>	<u>\$ 1,436,323</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Fees	\$ 767,845	\$ 823,250	\$ 824,877	\$ (1,627)
Tires	13,947	14,878	14,196	682
Recyclables	6,910	6,942	6,950	(8)
Construction demo/brush	84,389	79,098	87,069	(7,971)
Scrap iron	6,442	5,003	10,410	(5,407)
Grant	8,457	0	0	0
Total cash receipts	<u>887,990</u>	<u>929,171</u>	<u>\$ 943,502</u>	<u>\$ (14,331)</u>
Expenditures				
Personnel services	44,953	47,066	\$ 45,611	\$ (1,455)
Contractual services	815,567	872,284	887,509	15,225
Commodities	1,134	4,503	1,700	(2,803)
Vehicle expense	1,783	4,067	5,500	1,433
Capital outlay	<u>7,500</u>	<u>12,400</u>	<u>0</u>	<u>(12,400)</u>
Total expenditures	<u>870,938</u>	<u>940,320</u>	<u>\$ 940,320</u>	<u>\$ 0</u>
Receipts over (under) expenditures	17,052	(11,149)		
Unencumbered cash, beginning of year	<u>74,408</u>	<u>91,460</u>		
Unencumbered cash, end of year	<u>\$ 91,460</u>	<u>\$ 80,311</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007	2008		Variance
		Actual	Actual	
				(Unfavorable)
Cash receipts				
Miscellaneous	\$ 3,228	\$ 5,759	\$ 0	\$ 5,759
Reimbursements	<u>617,456</u>	<u>794,658</u>	<u>735,000</u>	<u>59,658</u>
Total cash receipts	<u>620,684</u>	<u>800,417</u>	<u>\$ 735,000</u>	<u>\$ 65,417</u>
Expenditures				
Contractual services	0	20	\$ 0	\$ (20)
Commodities	0	13	0	(13)
Vehicle expense	<u>617,861</u>	<u>737,399</u>	<u>738,000</u>	<u>601</u>
Total expenditures	<u>617,861</u>	<u>737,432</u>	<u>\$ 738,000</u>	<u>\$ 568</u>
Receipts over (under) expenditures	2,823	62,985		
Unencumbered cash, beginning of year	<u>188,451</u>	<u>191,274</u>		
Unencumbered cash, end of year	<u>\$ 191,274</u>	<u>\$ 254,259</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Special assessments	\$ 13,684	\$ 15,159	\$ 14,200	\$ 959
Expenditures				
Contractual	2,758	4,863	\$ 9,200	\$ 4,337
Commodities	572	664	1,800	1,136
Capital outlay	7,670	0	0	0
Operating transfer	5,000	5,000	5,000	0
Total expenditures	16,000	10,527	\$ 16,000	\$ 5,473
Receipts over (under) expenditures	(2,316)	4,632		
Unencumbered cash, beginning of year	13,143	10,827		
Unencumbered cash, end of year	\$ 10,827	\$ 15,459		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts	\$ 0	\$ 0	\$ 0	\$ 0
Expenditures				
Contractual services	650	749	\$ 750	\$ 1
Receipts over (under) expenditures	(650)	(749)		
Unencumbered cash, beginning of year	13,927	13,277		
Unencumbered cash, end of year	\$ 13,277	\$ 12,528		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Special assessments	\$ 14,653	\$ 15,451	\$ 14,500	\$ 951
Expenditures				
Contractual services	10,863	8,239	\$ 7,600	\$ (639)
Commodities	303	730	1,900	1,170
Operating transfer	3,033	5,000	5,000	0
Total expenditures	14,199	13,969	\$ 14,500	\$ 531
Receipts over (under) expenditures	454	1,482		
Unencumbered cash, beginning of year	12,248	12,702		
Unencumbered cash, end of year	\$ 12,702	\$ 14,184		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
User fees	\$ 13,755	\$ 13,823	\$ 12,225	\$ 1,598
Operating transfers	18,000	23,000	28,000	(5,000)
Total cash receipts	31,755	36,823	40,225	(3,402)
Expenditures				
Contractual services	28,054	30,710	\$ 34,325	\$ 3,615
Commodities	3,370	4,208	5,900	1,692
Total expenditures	31,425	34,918	40,225	5,307
Receipts over (under) expenditures	331	1,905		
Unencumbered cash, beginning of year	858	1,189		
Unencumbered cash, end of year	\$ 1,189	\$ 3,094		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

		<u>2008</u>		
	<u>2007</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>			<u>Favorable</u>
				<u>(Unfavorable)</u>
Cash receipts				
Fees	\$ 70,622	\$ 73,002	\$ 68,000	\$ 5,002
Use of money & property	348	398	0	398
	<u>70,970</u>	<u>73,400</u>	<u>\$ 68,000</u>	<u>\$ 5,400</u>
Expenditures				
Contractual services	50,128	76,000	\$ 76,000	\$ 0
Receipts over (under) expenditures	20,842	(2,600)		
Unencumbered cash, beginning of year	<u>55,166</u>	<u>76,008</u>		
Unencumbered cash, end of year	\$ <u>76,008</u>	\$ <u>73,408</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 2,221	\$ 1,150
Expenditures		
Contractual services	0	931
Commodities	534	0
Total expenditures	534	931
Receipts over (under) expenditures	1,687	219
Unencumbered cash, beginning of year	376	2,063
Unencumbered cash, end of year	\$ <u>2,063</u>	\$ <u>2,282</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 AND BUDGET
For the Year Ended December 31, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007	2008		
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	Variance Favorable (Unfavorable)
Cash receipts				
Fees	\$ 8,080	\$ 5,321	\$ 2,500	\$ 2,821
Expenditures				
Commodities	0	2,037	0	(2,037)
Vehicle expense	2,686	394	0	(394)
Capital outlay	<u>0</u>	<u>7,069</u>	<u>9,500</u>	<u>2,431</u>
Total expenditures	<u>2,686</u>	<u>9,500</u>	\$ <u>9,500</u>	\$ <u>0</u>
Receipts over (under) expenditures	5,394	(4,179)		
Unencumbered cash, beginning of year	<u>5,090</u>	<u>10,484</u>		
Unencumbered cash, end of year	\$ <u>10,484</u>	\$ <u>6,305</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 413,751	\$ 455,464	\$ 459,439	\$ (3,975)
Delinquent tax	10,180	11,968	11,000	968
Motor vehicle tax	51,777	52,864	54,976	(2,112)
Payment in lieu of taxes	0	49	0	49
Recreational vehicle tax	1,133	1,183	1,146	37
Machinery & equipment tax from State	0	1,682	0	1,682
Other	7,293	8,457	4,784	3,673
	<u>484,134</u>	<u>531,667</u>	<u>\$ 531,345</u>	<u>\$ 322</u>
Total cash receipts				
Expenditures				
Personnel services	422,346	429,140	\$ 439,207	\$ 10,067
Contractual services	27,662	25,928	41,933	16,005
Commodities	4,080	4,437	8,000	3,563
Vehicle expense	8,358	7,406	12,550	5,144
Operating transfer	18,400	18,400	18,400	0
	<u>480,846</u>	<u>485,311</u>	<u>\$ 520,090</u>	<u>\$ 34,779</u>
Total expenditures				
Receipts over (under) expenditures	3,288	46,356		
Unencumbered cash, beginning of year	<u>46,154</u>	<u>49,442</u>		
Unencumbered cash, end of year	<u>\$ 49,442</u>	<u>\$ 95,798</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, 2008

(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007	2008		
	Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash receipts				
Motor vehicle registration fees	\$ 266,694	\$ 264,747	\$ 270,000	\$ (5,253)
Treasurers fees	3,800	5,394	3,000	2,394
Lien holder fees	3,312	1,809	3,000	(1,191)
Drivers license fees	9,470	5,830	8,500	(2,670)
Miscellaneous	<u>4,857</u>	<u>4,594</u>	<u>3,500</u>	<u>1,094</u>
Total cash receipts	<u>288,133</u>	<u>282,374</u>	\$ <u>288,000</u>	\$ <u>(5,626)</u>
Expenditures				
Personnel services	121,278	146,770	\$ 116,675	\$ (30,095)
Contractual services	7,349	8,977	13,250	4,273
Commodities	5,506	4,500	10,500	6,000
Capital outlay	0	0	800	800
Vehicle expense	484	483	5,000	4,517
Operating transfers	<u>153,516</u>	<u>121,644</u>	<u>141,775</u>	<u>20,131</u>
Total expenditures	<u>288,133</u>	<u>282,374</u>	\$ <u>288,000</u>	\$ <u>5,626</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
SPECIAL BUILDING FUND - 325

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>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>399</u>	<u>399</u>
Unencumbered cash, end of year	<u>\$ 399</u>	<u>\$ 399</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 432,116	\$ 545,847	\$ 549,894	\$ (4,047)
Delinquent tax	12,186	13,608	8,800	4,808
Motor vehicle tax	66,820	58,233	57,391	842
Payment in lieu of taxes	0	58	0	58
Recreational vehicle tax	1,466	1,297	1,196	101
Machinery & equipment tax from State	5,664	2,015	35	1,980
Operating transfers	3,140	29,802	0	29,802
Total cash receipts	<u>521,392</u>	<u>650,860</u>	<u>\$ 617,316</u>	<u>\$ 33,544</u>
Expenditures				
Contractual services	0	0	\$ 50,000	\$ 50,000
Commodities	4,472	831	0	(831)
Capital outlay	1,100	0	0	0
Operating transfers	853,453	829,718	890,000	60,282
Total expenditures	<u>859,025</u>	<u>830,549</u>	<u>\$ 940,000</u>	<u>\$ 109,451</u>
Receipts over (under) expenditures	(337,633)	(179,689)		
Unencumbered cash, beginning of year	616,684	280,794		
Prior year cancelled encumbrances	<u>1,743</u>	<u>0</u>		
Unencumbered cash, end of year	<u>\$ 280,794</u>	<u>\$ 101,105</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, 2008

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Operating transfers	\$ 50,000	\$ 0
Expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	50,000	0
Unencumbered cash, beginning of year	<u>0</u>	<u>50,000</u>
Unencumbered cash, end of year	<u>\$ 50,000</u>	<u>\$ 50,000</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Reimbursements	\$ 45,698	\$ 34,985	\$ 34,985	\$ 0
Expenditures				
Capital outlay	25,858	74,446	\$ 75,000	\$ 554
Operating transfers	48,892	159,170	158,616	(554)
Total expenditures	74,750	233,616	\$ 233,616	\$ 0
Receipts over (under) expenditures	(29,052)	(198,631)		
Unencumbered cash, beginning of year	353,237	324,185		
Unencumbered cash, end of year	\$ 324,185	\$ 125,554		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007	2008		Variance
	Actual	Actual	Budget	Favorable (Unfavorable)
Cash receipts				
Fees	\$ 71,474	\$ 54,006	\$ 100,000	\$ (45,994)
Operating transfers	68,400	18,400	18,400	0
 Total cash receipts	 139,874	 72,406	 \$ 118,400	 \$ (45,994)
 Expenditures				
Contractual services	952	401	5,000	4,599
Commodities	4,606	16,920	5,000	(11,920)
Capital outlay	51,228	56,957	90,000	33,043
 Total expenditures	 56,786	 74,278	 \$ 100,000	 \$ 25,722
 Receipts over (under) expenditures	 83,088	 (1,872)		
 Unencumbered cash, beginning of year	 382,206	 465,294		
 Unencumbered cash, end of year	 \$ 465,294	 \$ 463,422		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Operating transfers	\$ 267,107	\$ 220,000	\$ 270,000	\$ (50,000)
Expenditures				
Contractual services	130,764	139,812	150,000	10,188
Commodities	27,135	27,696	60,000	32,304
Capital outlay	67,751	24,755	160,500	135,745
Equipment	0	4,509	0	(4,509)
Operating transfers	50,000	0	0	0
Total expenditures	275,650	196,772	\$ 370,500	\$ 173,728
Receipts over (under) expenditures	(8,543)	23,228		
Unencumbered cash, beginning of year	124,134	115,591		
Unencumbered cash, end of year	\$ 115,591	\$ 138,819		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Operating transfers	\$ 25,000	\$ 0
Expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	25,000	0
Unencumbered cash, beginning of year	<u>708,725</u>	<u>733,725</u>
Unencumbered cash, end of year	\$ <u><u>733,725</u></u>	\$ <u><u>733,725</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 AND BUDGET
For the Year Ended December 31, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

		2008		
	2007 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash receipts				
Operating transfers	\$ 25,000	25,000	\$ 25,000	\$ 0
Expenditures	0	0	0	0
Receipts over (under) expenditures	25,000	25,000		
Unencumbered cash, beginning of year	25,000	50,000		
Unencumbered cash, end of year	\$ <u>50,000</u>	<u>75,000</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 AND BUDGET
For the Year Ended December 31, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

		2008		
	2007 Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash receipts				
Transfers	\$ 3,033	5,000	\$ <u>5,000</u>	\$ <u>0</u>
Expenditures	0	0	\$ <u>0</u>	\$ <u>0</u>
Receipts over (under) expenditures	3,033	5,000		
Unencumbered cash, beginning of year	15,121	18,154		
Unencumbered cash, end of year	\$ <u>18,154</u>	<u>23,154</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007		2008		Variance Favorable (Unfavorable)
	Actual	Actual	Budget		
Cash receipts					
Current tax	\$ 418,259	\$ 521,858	\$ 523,332	\$	(1,474)
Delinquent tax	8,719	10,773	0		10,773
Motor vehicle tax	49,466	55,751	58,711		(2,960)
Recreational vehicle tax	1,373	1,528	1,481		47
Machinery & equipment tax from State	0	1,621	0		1,621
Miscellaneous	1,040	6,000	0		6,000
	<u>478,857</u>	<u>597,531</u>	<u>\$ 583,524</u>	\$	<u>14,007</u>
Expenditures					
Personnel services	3,428	0	\$ 0	\$	0
Contractual services	183,907	203,808	250,000		46,192
Commodities	16,930	32,369	40,000		7,631
Vehicle expense	32,898	23,234	200,000		176,766
Capital outlay	0	118,679	60,000		(58,679)
Operating transfers	237,837	209,400	37,500		(171,900)
	<u>475,000</u>	<u>587,490</u>	<u>\$ 587,500</u>	\$	<u>10</u>
Receipts over (under) expenditures	3,857	10,041			
Unencumbered cash, beginning of year	<u>2,932</u>	<u>6,789</u>			
Unencumbered cash, end of year	<u>\$ 6,789</u>	<u>\$ 16,830</u>			

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 <u>Actual</u>	2008		Variance Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
Cash receipts				
Current tax	\$ 107,296	\$ 129,368	\$ 129,385	\$ (17)
Delinquent tax	2,982	2,779	0	2,779
Motor vehicle tax	16,024	15,175	15,509	(334)
Recreational vehicle tax	382	403	387	16
Machinery & equipment tax from State	0	621	0	621
	<u>126,684</u>	<u>148,346</u>	<u>\$ 145,281</u>	<u>\$ 3,065</u>
Expenditures				
Contractual services	141,007	135,000	\$ 140,000	\$ 5,000
Commodities	185	0	1,500	1,500
Operating transfers	0	0	8,350	8,350
	<u>141,192</u>	<u>135,000</u>	<u>\$ 149,850</u>	<u>\$ 14,850</u>
Receipts over (under) expenditures	(14,508)	13,346		
Unencumbered cash, beginning of year	<u>20,114</u>	<u>5,606</u>		
Unencumbered cash, end of year	<u>\$ 5,606</u>	<u>\$ 18,952</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007	2008		
	Actual	Actual	Budget	Variance Favorable (Unfavorable)
Cash receipts				
Grants	\$ 45,876	\$ 5,000	\$ 0	\$ 5,000
Miscellaneous	0	7,731	0	7,731
Operating transfers	<u>237,837</u>	<u>209,400</u>	<u>37,500</u>	<u>171,900</u>
 Total cash receipts	 <u>283,713</u>	 <u>222,131</u>	 <u>\$ 37,500</u>	 <u>\$ 184,631</u>
 Expenditures				
Capital outlay	<u>146,327</u>	<u>214,000</u>	<u>\$ 214,000</u>	<u>\$ 0</u>
 Receipts over (under) expenditures	 137,386	 8,131		
 Unencumbered cash, beginning of year	 <u>354,365</u>	 <u>491,751</u>		
 Unencumbered cash, end of year	 <u>\$ 491,751</u>	 <u>\$ 499,882</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 AND BUDGET
For the Year Ended December 31, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u>	<u>2008</u>		
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
Cash receipts				
Operating transfers	\$ 0	\$ 0	8,350	(8,350)
Expenditures				
Capital outlay	<u>0</u>	<u>20,254</u>	<u>0</u>	<u>(20,254)</u>
Receipts over (under) expenditures	0	(20,254) \$	<u>8,350</u> \$	<u>(28,604)</u>
Unencumbered cash, beginning of year	<u>147,500</u>	<u>147,500</u>		
Unencumbered cash, end of year	\$ <u>147,500</u>	\$ <u>127,246</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Special alcohol tax	\$ 31,289	\$ 38,866	\$ 32,000	\$ 6,866
Expenditures				
Contractual services	25,000	24,000	24,000	0
Receipts over (under) expenditures	6,289	14,866		
Unencumbered cash, beginning of year	16,976	23,265		
Unencumbered cash, end of year	\$ 23,265	\$ 38,131		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 0	\$ 750
Expenditures		
Commodities	<u>0</u>	<u>537</u>
Receipts over (under) expenditures	0	213
Unencumbered cash, beginning of year	<u>0</u>	<u>0</u>
Unencumbered cash, end of year	\$ <u><u>0</u></u>	\$ <u><u>213</u></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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)**

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 1,108	\$ 660	\$ 657	\$ 3
Delinquent tax	70	26	0	26
Motor vehicle tax	592	430	563	(133)
Machinery & equipment tax from State	0	3	0	3
Recreational vehicle tax	8	15	9	6
Total cash receipts	<u>1,778</u>	<u>1,134</u>	<u>\$ 1,229</u>	<u>\$ (95)</u>
Expenditures				
Contractual services	1,875	0	\$ 0	\$ 0
Commodities	0	1,947	2,000	53
Total expenditures	<u>1,875</u>	<u>1,947</u>	<u>\$ 2,000</u>	<u>\$ 53</u>
Receipts over (under) expenditures	(97)	(813)		
Unencumbered cash, beginning of year	<u>910</u>	<u>813</u>		
Unencumbered cash, end of year	<u>\$ 813</u>	<u>\$ 0</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 3,120	\$ 3,582	\$ 3,529	\$ 53
Delinquent tax	237	279	0	279
Motor vehicle tax	636	491	486	5
Machinery & equipment tax from State	0	38	0	38
Recreational vehicle tax	10	13	9	4
	<hr/>	<hr/>	<hr/>	<hr/>
Total cash receipts	4,004	4,403	\$ 4,024	\$ 379
	<hr/>	<hr/>	<hr/>	<hr/>
Expenditures				
Contractual services	4,485	4,500	\$ 4,500	\$ 0
	<hr/>	<hr/>	<hr/>	<hr/>
Receipts over (under) expenditures	(481)	(97)		
Unencumbered cash, beginning of year	1,104	623		
	<hr/>	<hr/>		
Unencumbered cash, end of year	\$ 623	\$ 526		
	<hr/>	<hr/>		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

		<u>2008</u>		
	<u>2007</u>		<u>Budget</u>	<u>Variance</u>
	<u>Actual</u>	<u>Actual</u>		<u>Favorable</u>
				<u>(Unfavorable)</u>
Cash receipts				
Sales tax	\$ 836,907	\$ 856,636	\$ 820,000	\$ 36,636
Operating transfers	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
 Total receipts	 <u>836,907</u>	 <u>856,636</u>	 <u>\$ 820,000</u>	 <u>\$ 36,636</u>
 Expenditures				
Operating transfer	<u>1,032,193</u>	<u>2,049,828</u>	<u>\$ 2,125,000</u>	<u>\$ 75,172</u>
 Total expenditures	 <u>1,032,193</u>	 <u>2,049,828</u>	 <u>\$ 2,125,000</u>	 <u>\$ 75,172</u>
 Receipts over (under) expenditures	 (195,286)	 (1,193,192)		
 Unencumbered cash, beginning of year	 <u>1,389,639</u>	 <u>1,194,353</u>		
 Unencumbered cash, end of year	 <u>\$ 1,194,353</u>	 <u>\$ 1,161</u>		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Grants	\$ 15,595	\$ 15,593
Expenditures		
Contractual services	9,969	7,850
Commodities	6,167	4,813
Capital outlay	1,728	0
Vehicle expense	28	139
Total expenditures	<u>17,892</u>	<u>12,802</u>
Receipts over (under) expenditures	(2,297)	2,791
Unencumbered cash, beginning of year	<u>6,779</u>	<u>4,482</u>
Unencumbered cash, end of year	<u>\$ 4,482</u>	<u>\$ 7,273</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Grants	\$ 324,593	\$ 396,984	\$ 371,741	\$ 25,243
Service fees	18,559	16,417	1,958	14,459
Miscellaneous	3,000	2,750	2,610	140
Total cash receipts	<u>346,152</u>	<u>416,151</u>	<u>\$ 376,309</u>	<u>\$ 39,842</u>
Expenditures				
Personnel services	268,549	288,950	\$ 324,695	\$ 35,745
Contractual services	53,599	50,220	47,971	(2,249)
Commodities	4,203	3,232	2,076	(1,156)
Vehicle expense	2,835	3,115	1,567	(1,548)
Capital outlay	0	1,896	0	(1,896)
Total expenditures	<u>329,186</u>	<u>347,413</u>	<u>\$ 376,309</u>	<u>\$ 28,896</u>
Receipts over (under) expenditures	16,966	68,738		
Unencumbered cash, beginning of year	<u>4,040</u>	<u>21,006</u>		
Unencumbered cash, end of year	<u>\$ 21,006</u>	<u>\$ 89,744</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2008			Variance Favorable (Unfavorable)
	2007 Actual	2008 Actual	Budget	
Cash receipts				
Grants	\$ 490,347	\$ 593,158	\$ 482,270	\$ 110,888
Service fees	7,050	6,433	2,542	3,891
Miscellaneous	3,000	2,750	3,390	(640)
Total cash receipts	<u>500,397</u>	<u>602,341</u>	<u>\$ 488,202</u>	<u>\$ 114,139</u>
Expenditures				
Personnel services	391,053	387,537	\$ 409,550	\$ 22,013
Contractual services	63,017	58,089	70,424	12,335
Commodities	3,701	4,354	3,247	(1,107)
Vehicle expense	7,909	7,673	5,036	(2,637)
Capital outlay	0	1,179	0	(1,179)
Total expenditures	<u>465,680</u>	<u>458,832</u>	<u>\$ 488,257</u>	<u>\$ 29,425</u>
Receipts over (under) expenditures	34,717	143,509		
Unencumbered cash, beginning of year	<u>9,400</u>	<u>44,117</u>		
Unencumbered cash, end of year	<u>\$ 44,117</u>	<u>\$ 187,626</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Reimbursements	\$ 3,600	\$ 2,700
Total receipts	<u>3,600</u>	<u>2,700</u>
Expenditures	0	0
Receipts over (under) expenditures	3,600	2,700
Unencumbered cash, beginning of year	<u>5,377</u>	<u>8,977</u>
Unencumbered cash, end of year	<u>\$ 8,977</u>	<u>\$ 11,677</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SEX OFFENDER MANAGEMENT - 989

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007	2008		Variance Favorable (Unfavorable)
	Actual	Actual	Budget	
Cash receipts				
Grant	\$ 31,700	\$ 0	\$ 0	\$ 0
Expenditures				
Personnel services	56	0	0	0
Contractual services	20,554	1,661	2,000	339
Commodities	3,152	623	1,000	377
Capital outlay	8,629	0	0	0
Total expenditures	32,391	2,284	\$ 3,000	\$ 716
Receipts over (under) expenditures	(691)	(2,284)		
Unencumbered cash, beginning of year	2,992	2,301		
Unencumbered cash, end of year	\$ 2,301	\$ 17		

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Grants	\$ 13,089	\$ 18,298
Expenditures		
Personnel services	3,039	0
Contractual services	5,000	0
Equipment	0	16,200
Refunds	0	3,000
Total expenditures	<u>8,039</u>	<u>19,200</u>
Receipts over (under) expenditures	5,049	(902)
Unencumbered cash, beginning of year	<u>0</u>	<u>5,049</u>
Unencumbered cash, end of year	<u>\$ 5,049</u>	<u>\$ 4,147</u>

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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 21,039	\$ 23,561
Expenditures		
Contractual services	8,988	17,054
Commodities	7,475	13,425
Total expenditures	<u>16,464</u>	<u>30,479</u>
Receipts over (under) expenditures	4,575	(6,918)
Unencumbered cash, beginning of year	<u>25,762</u>	<u>30,337</u>
Unencumbered cash, end of year	<u>\$ 30,337</u>	<u>\$ 23,419</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 8,657	\$ 7,255
Expenditures		
Contractual services	640	1,090
Commodities	5,226	9,668
Total expenditures	5,866	10,758
Receipts over (under) expenditures	2,791	(3,503)
Unencumbered cash, beginning of year	3,589	6,380
Unencumbered cash, end of year	\$ 6,380	\$ 2,877

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
ECONOMIC DEVELOPMENT FUND - 998

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Grants	\$ 1,750	\$ 18,922
Expenditures		
Contractual services	<u>1,750</u>	<u>18,922</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, beginning of year	<u>0</u>	<u>0</u>
Unencumbered cash, end of year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 2,027,675	\$ 2,086,781	\$ 2,102,359	\$ (15,578)
Motor vehicle tax	264,913	265,117	269,651	(4,534)
Recreational vehicle tax	5,850	5,923	5,619	304
Delinquent tax	50,055	57,678	27,500	30,178
Payment in lieu of taxes	0	223	0	223
Special assessments	26,407	24,979	26,221	(1,242)
Machinery & equipment tax from State	0	7,699	0	7,699
Miscellaneous receipts	20,684	21,837	22,007	(170)
Bond proceeds	0	9,723	0	9,723
Operating transfers	15,118	2,729	0	2,729
Total cash receipts	<u>2,410,702</u>	<u>2,482,689</u>	<u>\$ 2,453,357</u>	<u>\$ 29,332</u>
Expenditures				
Interest	798,022	708,136	\$ 748,389	\$ 40,253
Commissions & postage	4,449	4,122	10,600	6,478
Bonds	1,570,800	1,700,875	1,673,497	(27,378)
Total expenditures	<u>2,373,271</u>	<u>2,413,133</u>	<u>\$ 2,432,486</u>	<u>\$ 19,353</u>
Receipts over (under) expenditures	37,431	69,556		
Unencumbered cash, beginning of year	<u>110,471</u>	<u>147,902</u>		
Unencumbered cash, end of year	<u>\$ 147,902</u>	<u>\$ 217,458</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Grant	\$ 113,520	\$ 0	\$ 80,965	\$ (80,965)
Interest income	44,194	232	0	232
Miscellaneous	717,909	138,037	0	138,037
Operating transfer	<u>2,527,605</u>	<u>3,996,730</u>	<u>4,250,929</u>	<u>(254,199)</u>
Total cash receipts	<u>3,403,228</u>	<u>4,134,999</u>	\$ <u>4,331,894</u>	\$ <u>(196,895)</u>
Expenditures				
Capital outlay	1,968,899	4,331,316	\$ 6,945,247	\$ 2,613,931
Operating transfers	<u>18,258</u>	<u>29,802</u>	<u>29,801</u>	<u>(1)</u>
Total expenditures	<u>1,987,157</u>	<u>4,361,118</u>	\$ <u>6,975,048</u>	\$ <u>2,613,930</u>
Receipts over (under) expenditures	1,416,071	(226,119)		
Unencumbered cash, beginning of year	7,081	2,642,922		
Prior year cancelled encumbrance	<u>1,219,770</u>	<u>0</u>		
Unencumbered cash, end of year	\$ <u>2,642,922</u>	\$ <u>2,416,803</u>		

The accompanying notes are an integral part of this statement.

Miami County, Kansas

Statement 3

**CAPITAL PROJECT FUNDS
PUBLIC BUILDING COMMISSION - 999**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)**

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Interest income	\$ 319	\$ 15,561
Bond proceeds	0	4,005,000
Reoffering premium	0	27,938
Debt service	<u>359,441</u>	<u>304,874</u>
Total cash receipts	359,760	4,353,373
Expenditures		
Contractual services	1,500	1,500
Net loss on purchase and sale of Treasury bonds	0	7,710
Interest	358,423	201,598
Bonds	0	4,110,000
Underwriter's discount	0	30,038
Operating transfers	<u>0</u>	<u>2,729</u>
Total expenditures	359,923	4,353,575
Receipts over (under) expenditures	(163)	(202)
Unencumbered cash, beginning of year	<u>365</u>	<u>202</u>
Unencumbered cash, end of year	<u>\$ 202</u>	<u>\$ 0</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, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	<u>2007</u> <u>Actual</u>	<u>2008</u> <u>Actual</u>
Cash receipts		
Kansas State University	\$ 42,925	\$ 45,683
County appropriation	220,716	220,716
Educational services	17,406	16,408
Other	<u>7,098</u>	<u>12,072</u>
Total cash receipts	<u>288,145</u>	<u>294,879</u>
Expenditures		
Operation costs	<u>280,288</u>	<u>285,718</u>
Receipts over (under) expenditures	7,857	9,161
Unencumbered cash, beginning of year	<u>88,199</u>	<u>96,056</u>
Unencumbered cash, end of year	<u>\$ 96,056</u>	<u>\$ 105,217</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, 2008

Fund	Beginning		Expenditures	Add Outstanding		Ending Cash Balance
	Unencumbered Cash Balances	Cash Receipts		Ending Unencumbered Cash Balance	Encumbrances & Accounts Payable	
Ambulance	\$ 0	\$ 817,246	\$ 817,246	\$ 0	\$ 0	\$ 0
Bad Checks	(3,607)	159,899	163,359	(7,067)	0	(7,067)
Building Inspection	0	278,131	278,131	0	0	0
Cereal Malt Beverage	175	100	150	125	0	125
County Clerk	25	2,069	2,069	25	0	25
County Engineer	0	1,311	1,311	0	0	0
Sheriff - Prisoners Fund	10,867	181,324	181,682	10,509	0	10,509
Sheriff - Bonds	600	62,357	62,357	600	0	600
District Court	497,300	2,325,191	2,656,067	166,423	0	166,423
Environmental Health	0	36,940	36,940	0	0	0
Escrow Bonds	175,888	22,400	1,700	196,588	0	196,588
Fish & Game Licenses	0	5,065	5,065	0	0	0
Health Department	75	313,691	313,691	75	0	75
Hillsdale Improvement	42,641	22,471	17,604	47,508	0	47,508
Law Library	59,955	26,615	35,207	51,363	0	51,363
Miami Co.						
Sewer District #2	2,005	0	2,005	0	0	0
Motor Vehicle Fees	56,472	3,047,823	3,020,371	83,924	0	83,924
Osage Cemetery	3,992	11,603	8,400	7,195	0	7,195
Osage Cemetery Reserve	7,746	400	0	8,146	7,745	15,891
Payroll Tax						
Withholdings	10,496	104,697	108,413	6,780	0	6,780
Planning	0	6,712	6,712	0	0	0
Prisoner Bond	0	33,690	33,690	0	500	500
Register of Deeds	9,707	672,348	672,517	9,538	0	9,538
Road and Bridge	0	165,114	165,114	0	0	0
Solid Waste	246	929,025	929,171	100	0	100
State General Fund	0	56	56	0	0	0
State Educational Bldg.	0	396,811	396,811	0	0	0
State Institutional Bldg.	0	198,405	198,405	0	0	0
Tax Collections	22,978,671	1,204,366	426,554	23,756,483	0	23,756,483
Tax Distribution	459,550	28,809,749	28,815,619	453,680	0	453,680
Unclaimed Monies	1,253	2,072	0	3,325	0	3,325
	<u>\$ 24,314,057</u>	<u>\$ 39,837,679</u>	<u>\$ 39,356,416</u>	<u>\$ 24,795,321</u>	<u>\$ 8,245</u>	<u>\$ 24,803,566</u>

The accompanying notes are an integral part of this statement.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2008

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 is presented in these financial statements as a capital project fund.

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, 2008

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, 2008

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	200

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, 2008 was \$9,955.

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 assessed 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, 2008

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 2007 in the accompanying financial statements are included, where practicable, only to provide a basis for comparison with 2008 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 2007.

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, 2008

NOTE II - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

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
- Special Building
- Special Economic Development Reserve
- Special Building Improvement
- 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
- Economic Development

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 Fire District No. 2 Special Machinery. These funds are not subject to K.S.A. 79-2935 according to K.S.A. 19-120 and therefore, the fund does not have a budget violation.

NOTE III – DETAILED NOTES NO ALL FUNDS AD 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.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2008

NOTE III – DETAILED NOTES NO ALL FUNDS AD ACCOUNT GROUPS - continued

A. Deposits and Investments - continued

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, 2008.

At December 31, 2008, the County's carrying amount of deposits was \$38,026,206. The bank balance of the County's deposits was \$38,327,927. The difference between the bank balance and the carrying amount is the outstanding checks and deposits. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$750,000 was covered by federal depository insurance, and \$37,577,927 was collateralized with securities held by the pledging financial institutions' agents in the County's name.

The component units' carrying amount of deposits and its bank balance was \$105,217. Of the bank balance \$105,217 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, 2008, the statutory limit for the County was in excess of \$11,852,382 providing a debt margin of \$8,437,102.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2008

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 2008 was 4.93% Miami County's employer contributions to KPERS for the year ending December 31, 2008, 2007 and 2006 were \$284,533, \$247,093, and \$212,105 respectively, equal to the statutory required contributions for each year.

The KP&F employer rate established for fiscal years ending in 2008 is 13.88%. 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, 2008, 2007 and 2006 were \$319,458, \$289,751 and \$257,151 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)

On July 10, 1987, the County 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.

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2008

NOTE IV – OTHER INFORMATION - continued

F. 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, 2008, \$1,060 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, 2008, \$9,449 was being held for this purpose.

G. 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:

2009	\$	72,238
2010		65,435
2011		25,988
2012		<u>458</u>
	\$	<u>164,119</u>

Rental expense under these operating leases was \$77,617 for the year ended December 31, 2008.

H. 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, 2008.

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, 2008:

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2008

NOTE IV – OTHER INFORMATION - continued

J. Capital Projects - continued

<u>Project Name</u>	<u>Project Authorization</u>	<u>Project Expenditures</u>
2003A GO Bond Projects	\$ 6,830,480	\$ 6,791,966
271st & Rockville Road Intersection	300,000	225,212
223rd Street Railroad Underpass	4,975,743	2,598,202
Bridge H-4.5 Osawatomie Road	99,229	99,170
Bull Creek Bridge Deck Rehabilitation	188,350	176,236
Culvert Replacement - Lsbg Benefit District	30,062	30,062
Bridge R.4-23.2 on Pflumm Road	77,642	77,317
Jingo Road 367th-359th	112,564	59,079
Louisburg Broadway Bridge Replacement	572,688	519,812
Jenson Bridge #7.6-G.2 Redeck	449,829	449,312
John Brown Highway & Pressonville Intersection	87,527	83,281
Bridge #9-O.1 on 335th Street	16,996	16,996
Bridge #9-Q.5 on 335th Street	14,508	7,538
287th St. RCB Extension P-3	8,027	8,027
N-10.5 Victory Road Culvert Replacement	92,702	88,353
4-U.6 Bridge Replacement	6,300	6,300
Bridge FAS 50 Redeck	361,951	341,530
Bridge P-13.4 Oak Grove Road	15,752	15,752
5 Bay T-Hanger	37,000	11,381
Intersection 295 & Metcalf	60	60
Install Rub Rails on 9 Bridges	45,000	0
223rd St & Victory Road Extension	2,880	2,880
FAS 581 Bridge over Pottawatomie Creek	14,500	0

K. Reconciliation of Transfers

<u>Transfers from:</u>	<u>Transfers to:</u>	<u>Statutory Authority</u>	<u>Amount</u>
General Fund	Bucyrus Sewer	K.S.A. 19-120	\$ 23,000
General Fund	Special Technology	K.S.A. 19-119	220,000
General Fund	Special Retirement	K.S.A. 19-119	25,000
General Fund	New Projects	K.S.A. 19-120	51,411
Club Estates No. 1 Sewer	General Fund	K.S.A. 12-197	5,000
Motor Vehicle Operating	General Fund	K.S.A. 8-145	121,644
Road & Bridge	New Projects	K.S.A. 19-120	906,603
Special Bridge	New Projects	K.S.A. 19-120	829,718
Road & Bridge Special Machinery	New Projects	K.S.A. 19-120	159,170
1/4 Cent Sales Tax	New Projects	K.S.A. 12-197	2,049,828
Walnut Creek Sewer	Walnut Creek Sewer Reserve	K.S.A. 19-119	5,000
County Wide Reappraisal	Equipment Reserve	K.S.A. 19-119	18,400
Fire District No. 1 Maintenance	Fire District No. 1 Special Machinery	K.S.A. 19-119	209,400
New Projects	Special Bridge	K.S.A. 19-120	29,802
Public Building Commission	Bond and Interest	K.S.A. 19-120	2,729

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2008

L. Long-Term Debt

Changes in long-term liabilities for the County for the year ended December 31, 2008, were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>
G O Bonds:			
Series 1999-A	4.40% to 5.50%	9/1/99	4,850,000
Series 2000-A	5.13%	10/02/00	350,000
Series 2001-B	4.2% to 5.00%	2/15/01	500,000
Series 2002-A	2.75% to 4.00%	8/1/02	7,355,000
Series 2003-A	2.00% to 4.50%	11/15/03	6,210,000
Revenue Bonds			
Series 1998	3.90% to 5.00%	8/1/98	5,155,000
Series 2008	3.70%-4.00%	6/1/08	2,305,000
Series 2008	2.55%-4.30%	8/1/08	4,005,000
Revolving Loan			
KDOT Loan	3.63%	7/17/06	1,320,000
Capital Leases			
'02 Caterpillar	3.50%	2/03/03	263,478

<u>Issue</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/Payments</u>	<u>Net Change</u>	<u>Balance End of Year</u>	<u>Interest Expense 2008</u>
G O Bonds:						
Series 1999-A	\$ 2,235,000	\$ 0	\$ 2,235,000	\$ (2,235,000)	\$ 0	\$ 456,272
Series 2000-A	320,000	0	5,000	(5,000)	315,000	16,445
Series 2001-B	335,000	0	335,000	(335,000)	0	85,420
Series 2002-A	5,310,000	0	515,000	(515,000)	4,795,000	198,980
Series 2003-A	4,950,000	0	550,000	(550,000)	4,400,000	169,455
Revenue Bonds						
Series 1998	4,110,000	0	4,110,000	(4,110,000)	0	201,598
Series 2008	0	4,005,000	0	4,005,000	4,005,000	0
Series 2008	0	2,305,000	30,000	2,275,000	2,275,000	22,983
Revolving Loan						
KDOT Loan	1,048,606	0	135,876	(135,876)	912,730	38,064
Capital Leases						
'02 Caterpillar	34,682	0	34,682	(34,682)	0	303
Total	\$ 18,343,288	\$ 6,310,000	\$ 7,950,558	\$ (1,640,558)	\$ 16,702,730	\$ 1,189,520

Miami County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2008

NOTE IV – OTHER INFORMATION - continued

L. Long-Term Debt - continued

	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Principal					
G O bonds	\$ 1,090,000	\$ 1,130,000	\$ 1,175,000	\$ 1,220,000	\$ 1,260,000
Revenue bond	490,000	520,000	550,000	565,000	600,000
Revolving loan	<u>141,147</u>	<u>146,624</u>	<u>152,313</u>	<u>158,222</u>	<u>164,361</u>
Total principal	<u>1,721,147</u>	<u>1,796,624</u>	<u>1,877,313</u>	<u>1,943,222</u>	<u>2,024,361</u>
Interest					
G O bonds	354,606	321,332	284,274	243,424	197,264
Revenue bond	272,459	241,272	220,023	197,548	174,448
Revolving loan	<u>33,132</u>	<u>28,008</u>	<u>22,686</u>	<u>17,157</u>	<u>11,414</u>
Total interest	<u>660,197</u>	<u>590,612</u>	<u>526,983</u>	<u>458,129</u>	<u>383,126</u>
Total principal & interest	\$ <u><u>2,381,344</u></u>	\$ <u><u>2,387,236</u></u>	\$ <u><u>2,404,296</u></u>	\$ <u><u>2,401,351</u></u>	\$ <u><u>2,407,487</u></u>
	<u>2014-2018</u>	<u>2019-2023</u>	<u>2024-2028</u>	<u>2029-2033</u>	<u>Total</u>
Principal					
G O bonds	\$ 2,910,000	\$ 495,000	\$ 50,000	\$ 180,000	\$ 9,510,000
Revenue bond	1,700,000	1,510,000	345,000	0	6,280,000
Revolving loan	<u>150,063</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>912,730</u>
Total principal	<u>4,760,063</u>	<u>2,005,000</u>	<u>395,000</u>	<u>180,000</u>	<u>16,702,730</u>
Interest					
G O bonds	438,082	127,957	53,871	66,918	2,087,728
Revenue bond	579,362	279,157	15,180	0	1,979,449
Revolving loan	<u>5,448</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>117,845</u>
Total interest	<u>1,022,892</u>	<u>407,114</u>	<u>69,051</u>	<u>66,918</u>	<u>4,185,022</u>
Total principal & interest	\$ <u><u>5,782,955</u></u>	\$ <u><u>2,412,114</u></u>	\$ <u><u>464,051</u></u>	\$ <u><u>246,918</u></u>	\$ <u><u>20,887,752</u></u>

The County issued \$2,305,000 in revenue bonds in 2008. According to the bond issue the bonds were issued for \$2,305,000 with a reoffering premium of \$59,961, a underwriter's discount of \$16,135 and accrued interest of \$4,597 resulting in a purchase price of \$2,353,423. The proceeds were used to redeem the 1999A and 2001B general obligation bonds. To redeem the bonds \$2,314,644 was sent to the State Treasurer by the underwriter.

The County was also approved for a KDOT Loan in the amount of \$2,250,000 but has not accessed any of these funds as of December 31, 2008.

SUPPLEMENTAL INFORMATION

FUNDS ON DEPOSIT COMPARED WITH
DEPOSITORY COVERAGE

For the Year Ended December 31, 2008

<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>
Teambank, N.A. Paola, Kansas Interest bearing transaction accounts and time deposits	\$ <u>250,000</u>	\$ <u>19,617,678</u>	\$ <u>19,867,678</u>	\$ <u>7,367,135</u>	\$ <u>0</u>
Citizens State Bank Paola, Kansas Interest bearing transaction accounts and time deposits	\$ <u>250,000</u>	\$ <u>2,587,451</u>	\$ <u>2,837,451</u>	\$ <u>602,657</u>	\$ <u>0</u>
First Option Bank Osawatomie, Kansas Interest bearing transaction accounts and time deposits	\$ <u>250,000</u>	\$ <u>31,513,596</u>	\$ <u>31,763,596</u>	\$ <u>30,358,135</u>	\$ <u>0</u>

Miami County, Kansas

Schedule 2

RECONCILEMENT OF 2007 TAX ROLLS

For the Year Ended December 31, 2008

County Clerk's abstract of taxes levied		\$ 42,206,953
Supplemental tax roll		83,087
2007 taxes abated		<u>(206,192)</u>
2007 tax roll as adjusted		\$ <u>42,083,848</u>
2007 current tax collections		\$ 41,134,225
Delinquent taxes		
Assessments	\$ 134,020	
Personal property tax warrants	86,098	
Gas	1,769	
Oil	1,760	
Trucks	3,127	
Real estate taxes	<u>722,849</u>	<u>949,623</u>
2007 total tax roll		\$ <u>42,083,848</u>

Miami County, Kansas

Schedule 3

AGENCY FUNDS
OSAGE CEMETERY - 737

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)

	2007 Actual	2008		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Current tax	\$ 6,496	\$ 10,023	\$ 10,406	\$ (383)
Delinquent tax	79	341	100	241
Motor vehicle tax	990	1,143	1,049	94
Recreational vehicle tax	34	38	26	12
Machinery & equipment tax from State	0	58	0	58
Total cash receipts	<u>7,599</u>	<u>11,603</u>	<u>\$ 11,581</u>	<u>\$ 22</u>
Expenditures				
Contractual services	<u>8,951</u>	<u>8,400</u>	<u>13,600</u>	<u>5,200</u>
Total expenditures	<u>8,951</u>	<u>8,400</u>	<u>\$ 13,600</u>	<u>\$ 5,200</u>
Receipts over (under) expenditures	(1,352)	3,203		
Unencumbered cash, beginning of year	<u>5,344</u>	<u>3,992</u>		
Unencumbered cash, end of year	<u>\$ 3,992</u>	<u>\$ 7,195</u>		

Miami County, Kansas

Schedule 4

**AGENCY FUNDS
OSAGE CEMETERY RESERVE - 738**

**STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2008
(With Comparative Actual Totals for the Prior Year Ended December 31, 2007)**

	<u>2007 Actual</u>	<u>2008 Actual</u>
Cash receipts		
Cemetery lot sales	\$ 200	\$ 400
Expenditures		
Land	<u>7,746</u>	<u>0</u>
Receipts over (under) expenditures	(7,546)	400
Unencumbered cash, beginning of year	<u>7,546</u>	<u>7,746</u>
Unencumbered cash, end of year	<u><u>\$ 0</u></u>	<u><u>\$ 8,146</u></u>

SPECIAL REPORTS

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

Board of County Commissioners
Miami County
Paola, Kansas

We have audited the financial statements of Miami County, Kansas as of and for the year ended December 31, 2008, and have issued our report thereon dated March 30, 2009. The County prepares its financial statements on a basis of accounting that 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 Miami 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 Miami County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Miami County's internal control over financial reporting.

A control deficiency 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 significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be presented or detected by the entity's internal control.

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 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 Miami 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 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 noted other matters that we reported to management of Miami County in a separate letter dated March 30, 2009.

This report is intended solely for the information and use of the Board of 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.

Ayer & Haddert, Chartered

March 30, 2009