

DOUGLAS COUNTY, KANSAS

REGULATORY BASIS
FINANCIAL STATEMENT

YEAR ENDED DECEMBER 31, 2014

AND

INDEPENDENT AUDITOR'S REPORT

DOUGLAS COUNTY, KANSAS

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FINANCIAL STATEMENTS

Year Ended December 31, 2014

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INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Douglas County, Kansas

Report on the Financial Statements

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Douglas County, Kansas and the related municipal entities of the Douglas County Extension Council, Lawrence/Douglas County Health Department and Douglas County Free Fair (collectively, Douglas County, Kansas Financial Reporting Entity), as of and for the year ended December 31, 2014, and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note IB to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

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

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

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Douglas County, Kansas Financial Reporting Entity as of December 31, 2014, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Douglas County, Kansas Financial Reporting Entity as of December 31, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note IB.

Supplementary and Other Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The supplementary and other information as listed in the table of contents are presented for analysis and are not a required part of the basic financial statement.

The supplementary information is required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note IB.

The other information has not been subjected to the auditing procedures applied in the audit of the basic financial statement, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 14, 2015 on our consideration of the Douglas County, Kansas Financial Reporting Entity’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Financial Reporting Entity’s internal control over financial reporting and compliance.

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

August 14, 2015
Wichita, Kansas

Douglas County, Kansas
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended December 31, 2014

	Beginning Unencumbered Cash Balance 1/1/2014	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance 12/31/2014	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance 12/31/2014
GOVERNMENTAL TYPE FUNDS:						
GENERAL FUND	\$ 2,127,790	\$ 40,067,742	\$ 40,336,484	\$ 1,859,048	\$ 598,076	\$ 2,457,124
SPECIAL PURPOSE FUNDS:						
Ambulance	17,821	4,658,931	4,660,890	15,862	-	15,862
Ambulance Capital Reserve	1,075,506	578,161	696,479	957,188	-	957,188
Economic Development	2,575	-	-	2,575	-	2,575
Emergency Telephone Service	666,213	505,662	308,999	862,876	-	862,876
Employee Benefits	331,584	9,163,309	9,346,499	148,394	4,271,623	4,420,017
Motor Vehicle Operations	70,246	718,326	723,392	65,180	19,059	84,239
Road & Bridge	640,490	6,057,670	5,909,977	788,183	75,547	863,730
Special Alcohol	12,705	21,390	3,890	30,205	-	30,205
Special Building	580,988	88,019	143,675	525,332	8,615	533,947
Special Liability	132,921	135,642	98,329	170,234	-	170,234
Special Parks & Recreation	23,727	11,800	3,072	32,455	-	32,455
Youth Services-Juv Detention	362,531	1,498,092	1,587,730	272,893	49,964	322,857
Youth Services Grants	497,381	533,532	519,405	511,508	7,127	518,635
Community Correction Plan	22,245	554,006	559,762	16,489	13,118	29,607
Donations	82,896	1,826	29,897	54,825	885	55,710
Equipment Reserve	10,690,828	2,588,205	2,965,645	10,313,388	2,175	10,315,563
Grants Programs	224,193	616,449	618,383	222,259	5,953	228,212
Prosecutor Training & Assistance	32,119	7,826	9,734	30,211	-	30,211
Register of Deeds Technology	324,148	116,555	60,524	380,179	88	380,267
Sheriff Special Use	65,106	24,363	44,976	44,493	-	44,493
Special Law Enforcement Trust	438,141	376,598	99,848	714,891	1,078	715,969
Special Highway Improvement	472,814	350,000	-	822,814	-	822,814
Valley View	109,352	301	15,704	93,949	-	93,949
TOTAL SPECIAL PURPOSE FUNDS	16,876,530	28,606,663	28,406,810	17,076,383	4,455,232	21,531,615
CAPITAL PROJECTS FUNDS:						
Capital Improvement Plan	28,439,456	5,342,643	13,514,635	20,267,464	776,018	21,043,482
CIP Sales Tax	1,976,903	194,646	-	2,171,549	-	2,171,549
TOTAL CAPITAL PROJECTS FUNDS	30,416,359	5,537,289	13,514,635	22,439,013	776,018	23,215,031
DEBT SERVICE FUNDS:						
Bond and Interest	326,210	430,834	480,055	276,989	-	276,989
Local County Sales Tax	2,718,999	3,459,484	3,262,515	2,915,968	-	2,915,968
TOTAL DEBT SERVICE FUNDS	3,045,209	3,890,318	3,742,570	3,192,957	-	3,192,957
BUSINESS FUNDS:						
Risk Management	203,694	75,942	(28,072)	307,708	68,192	375,900
Employee Benefit Trust	4,336,138	7,401,491	7,265,850	4,471,780	555,523	5,027,303
TOTAL BUSINESS FUNDS:	4,539,832	7,477,433	7,237,778	4,779,488	623,715	5,403,203
TOTAL COUNTY	57,005,720	85,579,445	93,238,277	49,346,889	6,453,041	55,799,930

The accompanying notes are an integral part of these financial statements.

Douglas County, Kansas
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
(Continued)
For the Year Ended December 31, 2014

	Beginning Unencumbered Cash Balance 1/1/2014	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance 12/31/2014	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance 12/31/2014
RELATED MUNICIPAL ENTITIES:						
Douglas County Extension Council	\$ 582,090	\$ 663,075	\$ 640,161	\$ 605,004	\$ -	\$ 605,004
Lawrence/Douglas County Health Dept	2,094,601	3,522,135	3,676,153	1,940,583	392,730	2,333,313
Douglas County Free Fair	52,119	310,762	304,920	57,961	-	57,961
TOTAL RELATED MUNICIPAL ENTITIES	<u>2,728,810</u>	<u>4,495,972</u>	<u>4,621,234</u>	<u>2,603,548</u>	<u>392,730</u>	<u>2,996,278</u>
TOTAL REPORTING ENTITY (Excluding Agency Funds)	<u>\$ 59,734,530</u>	<u>\$ 90,075,417</u>	<u>\$ 97,859,511</u>	<u>\$ 51,950,437</u>	<u>\$ 6,845,771</u>	<u>\$ 58,796,208</u>

Composition of Cash:	Petty Cash	\$ 2,500
	Checking Account - UMB Bank	24,440
	Checking Account - US Bank	52,227,950
	Insured Cash Sweep - US Bank	25,800,000
	Investment Account - Kansas Municipal Investment Pool	1,708,080
	Certificates of Deposit - Bank of the West	8,750,000
	Money Markets - Bank of the West	777,930
	Certificates of Deposit - Commerce Bank	9,000,000
	Certificates of Deposit - Capitol Federal	13,000,000
	Certificates of Deposit - Central National Bank	20,500,422
	Employee Benefits Trust - Douglas County Bank	5,027,302
	Inmate Funds	19,120
	Checking Account - District Attorney	152,730
	Checking Account - Sheriff Bond Fund	14,728
	Checking Account - Sheriff Reward Fund	12,033
	Health Department	2,333,133
	Extension Council	605,004
	Free Fair Board	57,961
	Total Cash	<u>140,013,333</u>
	Less Agency Funds per Schedule 3	<u>(81,217,126)</u>
	Total Reporting Entity (Excluding Agency Funds)	<u>\$ 58,796,207</u>

The accompanying notes are an integral part of these financial statements.

DOUGLAS COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS

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DOUGLAS COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2014

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Municipal Financial Reporting Entity

Douglas County, Kansas (County) is organized under the laws of the State of Kansas (Kansas or State) and is governed by a three member commission. This regulatory financial statement presents the County and its related municipal entities. The related municipal entities are included in the County's reporting entity because they were established to benefit the County and/or its constituents. Each related municipal entity has a December 31 year end.

Related Municipal Entities

The Douglas County Extension Council (Council) provides services in such areas as Community Development, agriculture, home economics and 4-H clubs to all persons in the County. The Council is governed by an elected nine-member executive board. The County levies taxes for the support of the Council.

The Lawrence/Douglas County Health Department (Health Department) provides health care and education to citizens of the County. It is governed by an eight-member board (three members are appointed by the County, three by the City of Lawrence, one is jointly appointed, and one is a representative for the University of Kansas). The City of Lawrence provides office space for the Health Department. The County provides funding through the annual appropriation of the health fund tax levy.

The Douglas County Free Fair (Free Fair) manages and controls the business of the fair association and its property. The Free Fair's Board of Directors, representing each township within the County, is appointed by the County Commission. The County provides an annual appropriation to the Free Fair.

Separate financial statements are not available for each of the related municipal entities.

B. Fund Types and Basis of Accounting

1. Regulatory Basis Fund Types

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

Governmental Fund Types

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

General Fund - This fund is the chief operating fund and was established to account for resources devoted to financing the general services that the County performs for its citizens. General tax revenues and other sources of revenue used to finance the fundamental operations of the County are included in this fund. This fund is charged with all costs of operating the government for which a separate fund has not been established.

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

Debt Service Funds - These funds are established for the purpose of accumulating resources, including tax levies, for the payment of interest and principal on long-term general obligation debt.

Capital Project Funds - These funds account for debt proceeds and other financial resources to be used for the acquisition or construction of major capital facilities or equipment.

Business Fund Types

Internal Service Funds - These funds are used to account for risk management reserves, workers' compensation reserves, and health, dental and life reserves, which are services provided to other departments on a cost-reimbursement basis.

Fiduciary Fund Types

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

2. Regulatory Basis of Accounting

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

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

C. Deposits and Investments

The County Treasurer maintains a cash and investment pool that is available for use by all funds. The pool has the general characteristics of demand deposit accounts in that each fund may deposit additional cash at any time and also effectively may withdraw cash at any time without prior notice or penalty. The pooled cash is invested to the extent available in authorized investments. In addition, cash and investments are separately maintained by other County officials and departments, third party trustees and fiscal agents.

The County's cash is considered to be active funds by management and is invested according to KSA 9-1401. The statute requires that banks eligible to hold active funds have a main or branch bank in the county and that the bank provide an acceptable rate for active funds.

Earnings from the investments are allocated to the general fund. Investments for the County as of December 31, 2014 consisted of certificates of deposit, repurchase agreements, investments in the Kansas Municipal Investment Pool, and a money market fund, which are recorded at cost.

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

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

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

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

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

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

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

The County has the following levels of budget control:

- * The legal level of control is established at the fund level by Kansas statutes.
- * As allowed by Kansas statute, the governing body can increase the fund level expenditures from the originally adopted budget by amending the budget. An amendment may only be made for previously unbudgeted increases in regulatory receipts other than ad valorem taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least 10 days after the publication, the hearing may be held and the governing body may amend the budget at that time.

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

All legal operating budgets are prepared using the regulatory basis of accounting. Regulatory receipts are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments for future payments and are supported by a document evidencing the commitment, such as purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end except for capital project funds appropriations, which are carried forward until such time as the project is completed or terminated. Encumbered appropriations are not reappropriated in the ensuing year's budget but are carried forward until liquidated or canceled.

A legal operating budget is not required for capital project funds, internal service funds, fiduciary funds, and the following special purpose funds:

Ambulance Capital Reserve	Register of Deeds Technology
Community Correction Plan	Sheriff Special Use
Donations	Special Law Enforcement Trust
Equipment Reserve	Special Highway Improvement
Grants Programs	Youth Services Grants
Prosecutor Training & Assistance	Valley View

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

III. DETAILED NOTES ON THE FUNDS AND ACCOUNTS

A. Deposits and Investments

Deposits - At year end, the carrying amount of deposits for the County was \$137,527,323 and the bank balance was \$137,310,410.

Investments - As of December 31, 2014, the County had the following investments and maturities:

Investment Type	Fair Value	Investment Maturity	Percentage of Investments	Rating
		Less than 1 Year		
Money Market Funds	\$ 777,930	\$ 777,930	31%	Unrated
Kansas Municipal Investment Pool	1,708,080	1,708,080	69%	AAAf/S1+
Total Fair Value	<u>\$ 2,486,010</u>	<u>\$ 2,486,010</u>		

Custodial Credit Risk. Custodial credit risk is the risk that, in the event of a bank failure, or failure of the counterparty, the County will not recover the value of its investments or deposits that are in possession of an outside party. 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%. As of December 31, 2014, the County’s deposits were fully covered and not exposed to custodial credit risk.

At December 31, 2014, the County had invested \$1,708,080 in the State’s municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

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

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.

Interest Rate Risk. State law limits investments in U.S. Treasury bills or notes and agency securities to those with maturities not exceeding two or four years, respectively, as discussed in Note I.C.

B. Long-Term Debt

Changes in long-term debt were as follows:

<u>Issue</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance End of Year</u>	<u>Interest Paid</u>
<u>Douglas County:</u>									
General Obligation Bonds - Governmental Funds:									
Series 2008 General Obligation Bonds	4.00 - 4.75%	09/15/08	\$ 280,000	09/01/28	\$ 230,000	\$ -	\$ 10,000	\$ 220,000	\$ 10,288
Series 2009A GO Improvement Bonds	2.63 - 4.25%	10/01/09	2,445,000	09/01/30	2,340,000	-	50,000	2,290,000	89,250
Series 2012A Sales Tax Refunding Bonds	2-3%	06/04/12	5,985,000	08/01/16	5,930,000	-	1,225,000	4,705,000	162,575
Series 2012B Sales Tax Refunding Bonds	.65-2%	06/04/12	6,020,000	08/01/19	5,825,000	-	1,165,000	4,660,000	88,905
Series 2012C General Obligation Bonds	2.000%	06/04/12	550,000	09/01/15	325,000	-	235,000	90,000	6,500
Series 2012D Taxable GO Bonds	1.45-2.55%	06/04/12	240,000	08/01/21	200,000	-	25,000	175,000	4,110
Series 2012E General Obligation Bonds	2.625-4%	09/05/12	175,000	08/01/32	170,000	-	5,000	165,000	5,838
Series 2013 GO Refunding and Sales Tax Bonds	2.00-4.50%	07/22/13	14,315,000	08/01/33	14,315,000	-	30,000	14,285,000	591,034
Total Bonded Indebtedness					<u>\$29,335,000</u>	<u>\$ -</u>	<u>\$2,745,000</u>	<u>\$26,590,000</u>	<u>\$958,500</u>

Funding received from the various bonds issuances was used to provide financing for improvements to certain roadways, sewers, the juvenile detention facility, judicial center, courthouse, spillway, fairground facilities, portions of the health department, communications system improvements, and a public works facility.

Maturities of long-term debt are as follows:

	YEAR								
	2015	2016	2017	2018	2019	2020-2024	2025-2029	2030-2034	Total
PRINCIPAL:									
<u>Douglas County:</u>									
General Obligation Bonds - Governmental Funds:									
Series 2008 General Obligation Bonds	\$ 10,000	\$ 10,000	\$ 15,000	\$ 15,000	\$ 15,000	\$ 75,000	\$ 80,000	\$ -	\$ 220,000
Series 2009A GO Improvement Bonds	110,000	115,000	115,000	120,000	125,000	680,000	835,000	190,000	2,290,000
Series 2012A Sales Tax Refunding Bonds	2,460,000	2,245,000	-	-	-	-	-	-	4,705,000
Series 2012B Sales Tax Refunding Bonds	60,000	65,000	790,000	1,980,000	1,765,000	-	-	-	4,660,000
Series 2012C General Obligation Bonds	90,000	-	-	-	-	-	-	-	90,000
Series 2012D Taxable GO Bonds	25,000	20,000	20,000	25,000	30,000	55,000	-	-	175,000
Series 2012E General Obligation Bonds	5,000	5,000	5,000	10,000	10,000	50,000	50,000	30,000	165,000
Series 2013 GO Refunding and Sales Tax Bonds	1,000,000	30,000	-	-	-	3,915,000	4,755,000	4,585,000	14,285,000
TOTAL PRINCIPAL	\$ 3,760,000	\$ 2,490,000	\$ 945,000	\$ 2,150,000	\$ 1,945,000	\$ 4,775,000	\$ 5,720,000	\$ 4,805,000	\$ 26,590,000
INTEREST:									
General Obligation Bonds - Governmental Funds:									
Series 2008 General Obligation Bonds	\$ 9,888	\$ 9,487	\$ 9,087	\$ 8,488	\$ 7,888	\$ 29,312	\$ 9,500	\$ -	\$ 83,650
Series 2009A GO Improvement Bonds	87,938	84,638	81,188	77,450	73,550	299,886	149,600	8,075	862,325
Series 2012A Sales Tax Refunding Bonds	122,700	50,550	-	-	-	-	-	-	173,250
Series 2012B Sales Tax Refunding Bonds	83,000	82,094	78,541	61,288	26,450	-	-	-	331,373
Series 2012C General Obligation Bonds	1,800	-	-	-	-	-	-	-	1,800
Series 2012D Taxable GO Bonds	3,748	3,385	3,095	2,804	2,168	2,040	-	-	17,240
Series 2012E General Obligation Bonds	5,706	5,575	5,444	5,312	5,050	21,175	12,000	2,400	62,662
Series 2013 GO Refunding and Sales Tax Bonds	576,019	556,019	555,419	555,419	555,419	2,476,094	1,626,431	522,580	7,423,400
TOTAL INTEREST	\$ 890,799	\$ 791,748	\$ 732,774	\$ 710,761	\$ 670,525	\$ 2,828,507	\$ 1,797,531	\$ 533,055	\$ 8,955,700
TOTAL PRINCIPAL AND INTEREST	\$ 4,650,799	\$ 3,281,748	\$ 1,677,774	\$ 2,860,761	\$ 2,615,525	\$ 7,603,507	\$ 7,517,531	\$ 5,338,055	\$ 35,545,700

Conduit Debt - The County has entered into conduit debt arrangements wherein the County issues industrial revenue bonds to finance a portion of the construction of facilities by private enterprises. In return, the private enterprises have executed mortgage notes or leases with the County. The County is not responsible for payment of the original bonds, but rather the debt is secured only by the cash payments agreed to be paid by the private enterprises under the terms of the mortgage or lease agreements. Generally, the conduit debt is arranged so that payments required by the private enterprises are equal to the mortgage payment schedule related to the original debt. The total outstanding balance on the conduit debt could not be determined at December 31, 2014; however, the aggregate principal amount issued (to AGNL Plastics, L.L.C.) was \$21,000,000.

C. Other Long-Term Obligations From Operations

1. *Compensated Absences*

It is the County's policy to permit employees to accumulate vacation to a maximum of 290 hours for full-time employees and 145 hours for part-time employees. Accumulated vacation pay is payable upon termination or resignation from service from the County. During the first 4 years of employment, employees earn vacation at the rate of 3.75 hours per pay period; 5-9 years, employees earn 4.75 hours per pay period; 10-14 years, employees earn 5.50 hours per pay period; and after 15 years, 6.50 hours per pay period of vacation is earned each year.

All full-time equivalent employees earn sick leave at the rate of 4.75 hours per pay period, and may accumulate sick leave up to 1,040 hours. Upon retirement or termination, any employee, if employed for two years or more, shall be compensated for one-third accumulated sick leave up to a maximum of 240 hours at his or her regular rate of pay.

At December 31, 2014, the liability for compensated absences included:

Douglas County	\$ 3,665,569
Lawrence/Douglas County Health Department	<u>121,862</u>
	<u>\$ 3,787,431</u>

2. *Other Post-Employment Benefits*

The County sponsors a single-employer defined benefit healthcare plan that provides healthcare benefits to retirees and their dependents to age 65. The Douglas County Retiree Healthcare Plan (Plan) provides medical benefits to eligible retirees and their spouses. KSA 12-5040 requires all local governmental entities in the state that provide a group healthcare plan to make participation available to all retirees and dependents until the retiree reaches the age of 65 years. No separate financial report is issued for the Plan.

The contribution requirements of plan participants and the County are established and amended by the County. The required contribution is based on projected pay-as-you-go financing requirements. The County contributed approximately \$544,000 of total premiums to the Plan, which includes the expected implicit rate subsidy being provided. Plan participants contributed approximately 55% of total premiums to the Plan through their required contribution rates.

Annual OPEB Cost and Net OPEB Obligation - The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45, which requires an actuarial study to be performed at a minimum biennially. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the County's annual OPEB cost for the Plan for the year, the amount actually contributed to the Plan, and the changes in the County's net OPEB obligation to the Plan:

	<u>2014</u>
Annual required contribution	\$ 7,921,037
Interest on OPEB obligation	1,569,365
Adjustment to annual required contribution	<u>(1,822,792)</u>
Annual OPEB cost	7,667,610
Contributions made	<u>(543,930)</u>
Change in net OPEB obligation	7,123,680
Net OPEB obligation – beginning of year	<u>39,234,127</u>
Net OPEB obligation – end of year	<u>\$ 46,357,807</u>

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the year ended December 31, 2014 is as follows:

<u>Year Ended</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
December 31, 2012	\$ 6,856,058	7.35%	\$ 32,889,819
December 31, 2013	6,919,308	8.31%	39,234,127
December 31, 2014	7,667,610	7.09%	46,357,807

As of January 1, 2014, the most recent actuarial valuation date, the Plan was not funded. The actuarial liability for benefits was \$64.9 million, and there was no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$64.9 million. The covered payroll (annual payroll of active employees covered by the plan) was \$29.6 million and the ratio of the UAAL to the covered payroll was 219.2%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statement, presents multi-year trend information about whether the actuarial value of the plan assets (if any) are increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions - Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan participants) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan participants to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2014, actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 4.0% investment rate of return (includes inflation at 3%), which is the rate of the employer’s own investments as there are no plan assets, and an annual healthcare cost trend of 8%, reduced by decrements to an ultimate rate of 4.75% after seven years. The UAAL is being amortized as a level percent of pay over a closed thirty-year period with 24 years remaining.

D. Interfund Transfers

A summary of interfund transfers is as follows:

From	To	Authority	Amount
General Fund	Capital Improvement	K.S.A. 19-120	\$ 4,561,977
General Fund	Local County Sales Tax	K.S.A. 12-197	2,440,000
General Fund	Employee Benefit	K.S.A. 12-197	483,656
General Fund	Equipment Reserve	K.S.A. 19-119	1,286,606
General Fund	CIP Sales Tax	K.S.A. 19-120	188,334
General Fund	Community Correction	Adopted Budget	40,840
Special Liability	Risk Management	K.S.A. 12-2615	75,000
Ambulance Fund	Ambulance Capital Reserve	K.S.A. 19-119	577,000
Road & Bridge	Special Highway Improvement	K.S.A. 68-590	350,000
Road & Bridge	Equipment Reserve	K.S.A. 19-119	1,044,865
Youth Services-Juvenile Detention	Equipment Reserve	K.S.A. 19-119	12,000
Motor Vehicle Fund	General Fund	K.S.A. 8-145	120,000
			\$ 11,180,278

The County uses interfund transfers to share administrative cost between funds, to set aside funds for capital improvement projects and equipment needs, and to allocate sales tax proceeds to certain special revenue funds.

IV. OTHER INFORMATION

A. Litigation

The County can be a defendant in various legal actions pending or in process and other miscellaneous claims. The ultimate liability, if any, that might result from the final resolution of the above matters is not presently determinable. Management and the County's counsel are of the opinion that the final outcome of any such cases will not have an adverse material effect on the County's financial position.

B. Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

C. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County carries commercial coverage for buildings and personal property, general liability, automobile fleet, inland marine, public official and employee errors and omissions, workers' compensation, medical professional liability, boiler and machinery, lawyers professional liability, and law enforcement liability. Claims have not exceeded commercial coverage in any of the last three years, and coverage has not been reduced substantially from the prior year.

The County has established a limited risk management program for employees' health care insurance. The program includes a stop-loss provision for claims over \$150,000 per individual. The County is also self-insured with respect to its obligations to provide workers' compensation for its employees. The estimated liability for payment of incurred (both reported and unreported) but unpaid claims for both programs are recorded in the Employee Benefit Trust Internal Service Fund. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends, including frequency and amounts of payouts, and other economic and social factors.

Changes in self-insured claims liabilities are as follows:

	<u>2014</u>
Estimated unpaid claims, January 1	\$ 625,205
Incurred claims (including reported and unreported)	4,373,480
Claim payments	<u>(4,374,970)</u>
Estimated unpaid claims, December 31	<u>\$ 623,715</u>

Liabilities related to risks of loss are reported when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. The County has reserved \$4,779,487 of unencumbered cash in the Risk Management Fund and the Employee Benefits Trust for future health and workers' compensation claims.

D. Pension and Other Benefits

1. KPERS and KP&F

Plan description - The County participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS, (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy - K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009, benefits and funding is based on a two tier schedule. Tier 1 members are active and contributing members hired prior to July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rates at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members.

The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. Kansas law provides the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the contribution rates for KPERS employers. The employer rate established by statute for calendar year 2014 was 9.69%. The County contributions to KPERS for the years ended December 31, 2014, 2013, and 2012, were \$1,350,560, \$1,144,694 and \$1,032,067, respectively, equal to the statutory required contributions for each year.

K.S.A. 74-4975 establishes the KP&F member-employee contribution rate at 7.15% 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. KP&F is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates. The KP&F uniform participating employer rate established for the year beginning January 1, 2014 is 22.62%. 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. Douglas County employer contributions to KP&F for the years ending December 31, 2014, 2013, and 2012 were \$1,354,271, \$1,246,296, and \$1,148,272, respectively, equal to the statutory required contributions for each year.

2. *Deferred Compensation Plan*

The County offers its employees a deferred compensation plan (the Plan) created in accordance with Internal Revenue Code Section 457. The Plan, 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. Plan assets are transferred to a plan agent in a custodial trust and are not available to pay the claims of the County's general creditors. Therefore, the liability and corresponding assets are not reflected in the financial statements.

E. *Cost Sharing Arrangements*

The County has entered into various cost sharing arrangements with the City of Lawrence, Kansas (the City) to provide services and facilities. A listing of those arrangements is as follows:

In 1994, the City and the County agreed to combine their emergency communications services with the costs of the combined operations to be shared as follows: City 66% and County 34%. This agreement was modified in 1997 following the combination of the County emergency medical services and the City fire department in 1996 as discussed below.

In 2012, the City and County agreed to fund improvements to the combined emergency communications system with the costs being shared as follows: City 66% and County 34%. The agreement provided that on completion, the Improvements would be owned and insured by the County. The total cost of these Improvements is estimated to be approximately \$6,600,000. The City will pay for its share of the cost of the Improvements in three annual installments with the first two installments being received by the County in 2012 and 2013. In 2014, the County received the third installment of \$1,000,000 from the City.

In 1996, the County emergency medical services and the City fire department were combined with the City paying 74.36% and the County paying 25.64% of the operating costs of the combined operations. The County pays all the costs of buildings and equipment of the ambulance services and the City pays all the costs of buildings and equipment of the fire department.

As of the effective date of the 1996 agreement, all buildings, equipment and furniture were to be transferred to the ownership of the City. This agreement was later modified in 1997, 1998 and 2005.

In 1996, the City and County agreed to share equally in the cost of construction of a health facility to house the Lawrence-Douglas County Health Department, the Bert Nash Community Mental Health Center and the Douglas County Visiting Nurses Association. The agreement provided that on completion, the building, equipment and furniture would be owned by the City. This health facility was completed and occupied in 1997. A related agreement provides for the City and County to each pay half of the health facility maintenance and operating costs.

The County also pays 1/6th of the cost of the City's planning department.

In 2006, the County participated in the creation of the Lawrence-Douglas County Bioscience Authority (LDCBA), along with the City of Lawrence, the University of Kansas, and the Lawrence Chamber of Commerce. In December 2009, the City and County jointly acquired a building to be used by the LDCBA as a business incubator for life sciences companies. The acquisition was financed by general obligation bonds issued by the City. Debt service for the bonds is funded by rental revenue generated from leasing the building space. Should the rents received be insufficient to pay all the debt service on the bonds, the County has an agreement to pay the City 50% of such shortfall. Additionally, the County pays \$200,000 annually to help fund the LDCBA, an agreement which continues through 2018.

F. Commitments

In March 2012, Douglas County approved an agreement with the Bioscience and Technology Business Center at the University of Kansas to help fund capital costs of the facility's expansion. The County's commitment is for \$1 million, to be paid in equal annual installments of \$100,000 over a 10-year period, beginning in 2012.

In August 2013, the County approved an agreement with Motorola for long-term services, maintenance and system updates in connection with the emergency communications system. The County's commitment is for \$3,104,583, to be paid over a 10 year period with payments beginning in 2014 of \$279,573, gradually increasing to \$380,474 in 2023.

REGULATORY - REQUIRED
SUPPLEMENTARY INFORMATION

Douglas County, Kansas
 Summary of Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Schedule 1

	Certified Budget	Expenditures Chargeable to Current Year	Variance Over (Under)
GOVERNMENTAL TYPE FUNDS:			
GENERAL FUND	\$ 40,698,472	\$ 40,336,484	\$ (361,988)
SPECIAL PURPOSE FUNDS:			
Ambulance	5,193,216	4,660,890	(532,326)
Emergency Telephone Service	850,043	308,999	(541,044)
Employee Benefits	9,600,488	9,346,499	(253,989)
Motor Vehicle Operations	757,000	723,392	(33,608)
Road & Bridge	6,173,377	5,909,977	(263,400)
Special Alcohol	31,116	3,890	(27,226)
Special Building	649,233	143,675	(505,558)
Special Liability	199,286	98,329	(100,957)
Special Parks & Recreation	35,609	3,072	(32,537)
Youth Services-Juvenile Detention	1,657,615	1,587,730	(69,885)
DEBT SERVICE FUNDS:			
Bond and Interest	766,060	480,055	(286,005)
Local County Sales Tax	5,003,706	3,262,515	(1,741,191)

Douglas County, Kansas
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2014

Schedule 2-1

General Fund			Variance- Over (Under)
	Actual	Budget	(Under)
Cash receipts:			
Taxes:			
Ad valorem property tax	\$ 27,083,583	\$ 27,083,582	\$ 1
Delinquent tax	383,670	383,670	-
Motor vehicle tax	2,503,337	2,499,408	3,929
Local county sales tax	6,223,980	6,115,936	108,044
Other taxes	11,800	-	11,800
Interest and penalties	542,692	360,000	182,692
Total taxes	<u>36,749,062</u>	<u>36,442,596</u>	<u>306,466</u>
Licenses, fees, and permits:			
Licenses, permits & fees	603,936	564,687	39,249
Charges for services	14,225	370,000	(355,775)
District court fees	456,298	309,140	147,158
Mortgage registration	1,693,434	1,386,064	307,370
Total licenses, fees, and permits	<u>2,767,893</u>	<u>2,629,891</u>	<u>138,002</u>
Use of money and property:			
Interest on idle funds	99,711	169,018	(69,307)
Total interest	<u>99,711</u>	<u>169,018</u>	<u>(69,307)</u>
Other:			
Rental income	95,908	62,000	33,908
Weed department receipts	69,870	-	69,870
Miscellaneous income	165,298	95,000	70,298
Transfers	120,000	48,000	72,000
Total other	<u>451,076</u>	<u>205,000</u>	<u>246,076</u>
Total cash receipts	<u>\$ 40,067,742</u>	<u>\$ 39,446,505</u>	<u>\$ 621,237</u>
Expenditures:			
Administration:			
Personal services	\$ 258,337	\$ 264,483	\$ (6,146)
Total administration	<u>258,337</u>	<u>264,483</u>	<u>(6,146)</u>
Administrative services:			
Personal services	359,824	805,851	(446,027)
Contractual services	660,106	627,900	32,206
Total administrative services	<u>1,019,930</u>	<u>1,433,751</u>	<u>(413,821)</u>
Agencies county funded:			
Contractual services	6,481,360	6,488,860	(7,500)
Total agency county funded	<u>6,481,360</u>	<u>6,488,860</u>	<u>(7,500)</u>
Appraiser:			
Personal services	606,900	615,294	(8,394)
Contractual services	11,381	16,700	(5,319)
Capital outlay	1,450	1,700	(250)
Total appraiser	<u>619,731</u>	<u>633,694</u>	<u>(13,963)</u>
CIP projects - capital improvements:			
Transfers to CIP	4,561,977	4,561,977	-
Total CIP projects	<u>4,561,977</u>	<u>4,561,977</u>	<u>-</u>

Douglas County, Kansas
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2014

Schedule 2-1

<u>General Fund</u>			Variance- Over (Under)
	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Commissioners:			
Personal services	109,314	105,182	4,132
Contractual services	197,111	221,500	(24,389)
Miscellaneous	47,421	196,800	(149,379)
Transfers	61,174	-	61,174
Total commissioners	<u>415,020</u>	<u>523,482</u>	<u>(108,462)</u>
Community service work program:			
Personal services	48,025	48,005	20
Contractual services	90	550	(460)
Commodities	334	475	(141)
Reimbursements	(18,238)	(24,515)	6,277
Total community service work program	<u>30,211</u>	<u>24,515</u>	<u>5,696</u>
Coroner:			
Contractual services	200,700	166,250	34,450
Commodities	1,864	2,000	(136)
Capital outlay	3,906	-	3,906
Total coroner	<u>206,470</u>	<u>168,250</u>	<u>38,220</u>
County Clerk:			
Personal services	350,176	350,302	(126)
Contractual services	725	1,420	(695)
Commodities	13	1,000	(987)
Miscellaneous	76	250	(174)
Total county clerk	<u>350,990</u>	<u>352,972</u>	<u>(1,982)</u>
Countywide:			
Contractual services	590,292	634,305	(44,013)
Commodities	165,773	160,000	5,773
Capital outlay	(1,653)	-	(1,653)
Miscellaneous	670	5,000	(4,330)
Total countywide	<u>755,082</u>	<u>799,305</u>	<u>(44,223)</u>
Court operating:			
Personal services	216,344	207,024	9,320
Contractual services	616,749	800,330	(183,581)
Commodities	4,242	4,000	242
Capital outlay	24,244	16,500	7,744
Miscellaneous	22,982	5,000	17,982
Transfers	58,783	-	58,783
Total court operating	<u>943,344</u>	<u>1,032,854</u>	<u>(89,510)</u>
Court trustee:			
Personal services	402,342	401,251	1,091
Contractual services	7,445	4,050	3,395
Commodities	375	350	25
Capital outlay	3,244	3,650	(406)
Miscellaneous	2,031	7,000	(4,969)
Total court trustee	<u>415,437</u>	<u>416,301</u>	<u>(864)</u>
District Attorney:			
Personal services	1,512,507	1,472,601	39,906
Contractual services	135,671	104,250	31,421
Capital outlay	2,740	500	2,240
Miscellaneous	12,253	20,000	(7,747)
Total district attorney	<u>1,663,171</u>	<u>1,597,351</u>	<u>65,820</u>

Douglas County, Kansas
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2014

Schedule 2-1

<u>General Fund</u>		Actual	Budget	Variance- Over (Under)
Elections:				
Personal services		143,089	147,662	(4,573)
Contractual services		180,524	182,780	(2,256)
Commodities		36,104	62,500	(26,396)
Total elections		<u>359,717</u>	<u>392,942</u>	<u>(33,225)</u>
Emergency communication center:				
Personal services		1,480,094	1,351,344	128,750
Contractual services		58,110	61,550	(3,440)
Commodities		11,994	18,000	(6,006)
Capital outlay		7,404	14,500	(7,096)
Miscellaneous		2,746	1,500	1,246
Reimbursements		(804,458)	(970,250)	165,792
Total emergency communication center		<u>755,890</u>	<u>476,644</u>	<u>279,246</u>
Emergency management:				
Personal services		129,064	119,726	9,338
Contractual services		29,563	38,168	(8,605)
Commodities		6,382	2,750	3,632
Capital outlay		59,023	7,500	51,523
Miscellaneous		1,225	10,300	(9,075)
Transfers		13,000	45,000	(32,000)
Total emergency management		<u>238,257</u>	<u>223,444</u>	<u>14,813</u>
Fairgrounds:				
Personal services		138,267	131,801	6,466
Contractual services		34,030	35,000	(970)
Commodities		25,394	20,533	4,861
Total fairgrounds		<u>197,691</u>	<u>187,334</u>	<u>10,357</u>
First Responders:				
Personal services		2,135	1,800	335
Contractual services		65,256	48,500	16,756
Commodities		8,541	5,000	3,541
Total first responders		<u>75,932</u>	<u>55,300</u>	<u>20,632</u>
Fleet operations:				
Personal services		227,670	233,251	(5,581)
Contractual services		58,186	68,600	(10,414)
Commodities		796,282	1,043,250	(246,968)
Capital outlay		14,676	15,000	(324)
Transfers		25,000	25,000	-
Total fleet operations		<u>1,121,814</u>	<u>1,385,101</u>	<u>(263,287)</u>
Geographic information system:				
Personal services		149,071	164,429	(15,358)
Contractual services		663	5,500	(4,837)
Commodities		204	1,100	(896)
Total geographic information system		<u>149,938</u>	<u>171,029</u>	<u>(21,091)</u>
Heritage Conservation Fund				
Personal services		-	16,250	(16,250)
Miscellaneous		-	308,750	(308,750)
Total heritage conservation		<u>-</u>	<u>325,000</u>	<u>(325,000)</u>

Douglas County, Kansas
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2014

Schedule 2-1

General Fund			Variance- Over (Under)
	Actual	Budget	(Under)
Information technology:			
Personal services	724,884	758,598	(33,714)
Contractual services	262,025	290,010	(27,985)
Commodities	10,166	13,500	(3,334)
Capital outlay	181,965	219,980	(38,015)
Miscellaneous	256	500	(244)
Transfers	100,000	-	100,000
Total information technology	1,279,296	1,282,588	(3,292)
Maintenance:			
Personal services	339,103	302,360	36,743
Contractual services	125,454	113,069	12,385
Commodities	84,410	76,700	7,710
Capital outlay	-	1,000	(1,000)
Reimbursements	(14,839)	(23,344)	8,505
Transfers	17,000	10,000	7,000
Total maintenance	551,128	479,785	71,343
Noxious weeds:			
Personal services	155,921	154,213	1,708
Contractual services	2,120	2,300	(180)
Commodities	106,694	125,460	(18,766)
Transfers	20,000	25,000	(5,000)
Total noxious weeds	284,735	306,973	(22,238)
Parks:			
Personal services	116,492	108,317	8,175
Contractual services	26,557	27,900	(1,343)
Commodities	15,430	34,300	(18,870)
Transfers	25,000	25,000	-
Total parks	183,479	195,517	(12,038)
Register of Deeds:			
Personal services	252,559	242,739	9,820
Total register of deeds	252,559	242,739	9,820
Shared costs & transfers:			
Personal services	(5,876)	-	(5,876)
Contractual services	38,655	38,000	655
Commodities	150	-	150
Agencies and projects	911,212	1,213,279	(302,067)
Miscellaneous	358	-	358
Transfers	3,320,768	2,918,900	401,868
Total shared costs & transfers	4,265,267	4,170,179	95,088
Sheriff:			
Personal services	3,971,109	3,947,891	23,218
Contractual services	152,476	133,050	19,426
Commodities	78,894	65,700	13,194
Capital outlay	35,722	70,000	(34,278)
Transfers	345,300	367,300	(22,000)
Total sheriff	4,583,501	4,583,941	(440)
Sheriff Clinton Lake Patrol:			
Personal services	41,755	35,805	5,950
Contractual services	95	1,000	(905)
Commodities	838	3,665	(2,827)
Capital outlay	615	5,000	(4,385)
Transfers	2,100	-	2,100
Total sheriff Clinton Lake patrol	45,403	45,470	(67)

Douglas County, Kansas
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2014

Schedule 2-1

<u>General Fund</u>			Variance- Over (Under)
	<u>Actual</u>	<u>Budget</u>	<u>(Under)</u>
Sheriff inmate:			
Contractual services	7,905	15,000	(7,095)
Commodities	54,438	40,000	14,438
Capital outlay	-	5,000	(5,000)
Transfers	19,500	-	19,500
Total sheriff inmate	<u>81,843</u>	<u>60,000</u>	<u>21,843</u>
Sheriff jail:			
Personal services	4,547,179	4,485,755	61,424
Contractual services	737,929	652,892	85,037
Commodities	470,725	512,700	(41,975)
Capital outlay	18,096	6,500	11,596
Transfers	226,000	240,000	(14,000)
Total sheriff jail	<u>5,999,929</u>	<u>5,897,847</u>	<u>102,082</u>
Sheriff reentry management:			
Personal services	153,902	148,743	5,159
Contractual services	17,754	20,118	(2,364)
Commodities	606	-	606
Total sheriff reentry management	<u>172,262</u>	<u>168,861</u>	<u>3,401</u>
Sheriff underwater recovery:			
Contractual services	15,566	9,500	6,066
Commodities	1,131	-	1,131
Capital outlay	656	7,000	(6,344)
Total sheriff underwater recovery	<u>17,353</u>	<u>16,500</u>	<u>853</u>
Sustainability management:			
Personal services	81,647	69,809	11,838
Contractual services	4,703	4,138	565
Commodities	46	300	(254)
Reimbursements	(21,204)	(27,924)	6,720
Agencies and projects	109,109	-	109,109
Transfers	204,811	-	204,811
Total sustainability management	<u>379,112</u>	<u>46,323</u>	<u>332,789</u>
Treasurer:			
Personal services	220,032	215,781	4,251
Contractual services	9,414	26,075	(16,661)
Commodities	13,768	18,750	(4,982)
Capital outlay	-	1,100	(1,100)
Transfers	1,000	1,000	-
Total treasurer	<u>244,214</u>	<u>262,706</u>	<u>(18,492)</u>
Utility building maintenance:			
Contractual services	58,865	52,100	6,765
Total utility building maintenance	<u>58,865</u>	<u>52,100</u>	<u>6,765</u>
Utilities:			
Contractual services	919,535	927,276	(7,741)
Reimbursements	(19,992)	(33,620)	13,628
Total utilities	<u>899,543</u>	<u>893,656</u>	<u>5,887</u>
Utility telephone:			
Contractual services	117,965	161,300	(43,335)
Capital outlay	2,099.00	3,000	(901)
Total utility telephone	<u>122,389</u>	<u>164,300</u>	<u>(41,911)</u>

Douglas County, Kansas
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Schedule 2-1

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
<u>General Fund</u>			
Zoning:			
Personal services	271,158	292,448	(21,290)
Contractual services	24,149	21,950	2,199
Total zoning	<u>295,307</u>	<u>314,398</u>	<u>(19,091)</u>
 Total expenditures	 <u>\$ 40,336,484</u>	 <u>\$ 40,698,472</u>	 <u>\$ (361,988)</u>
 Receipts over (under) expenditures	 (268,742)		
 Unencumbered cash, beginning	 2,127,790		
 Unencumbered cash, ending	 <u>\$ 1,859,048</u>		

Douglas County, Kansas
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Special Purpose Fund - Ambulance

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
Ad valorem property tax	\$ 2,904,636	\$ 2,905,000	\$ (364)
Delinquent tax	38,693	39,000	(307)
Motor vehicle tax	273,311	275,000	(1,689)
Charges for service	1,439,949	1,956,396	(516,447)
Miscellaneous	2,342	-	2,342
Total cash receipts	<u>\$ 4,658,931</u>	<u>\$ 5,175,396</u>	<u>\$ (516,465)</u>
Expenditures:			
Contractual services	\$ 3,899,174	\$ 4,382,293	\$ (483,119)
Commodities	165,033	168,000	(2,967)
Capital outlay	19,683	70,000	(50,317)
Transfers	577,000	572,923	4,077
Total expenditures	<u>\$ 4,660,890</u>	<u>\$ 5,193,216</u>	<u>\$ (532,326)</u>
Receipts over (under) expenditures	(1,959)		
Unencumbered cash, beginning	17,821		
Unencumbered cash, ending	<u>\$ 15,862</u>		

Douglas County, Kansas
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2014

Special Purpose Fund - Economic Development

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Ad valorem property tax	\$ -	\$ -	\$ -
Delinquent tax	-	-	-
Motor vehicle tax	-	-	-
In lieu of tax	-	-	-
Charges for service	-	-	-
Intergovernmental	-	-	-
Sale of property	-	-	-
Miscellaneous	-	-	-
	<hr/>	<hr/>	<hr/>
Total cash receipts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures:			
Personal services	\$ -	\$ -	\$ -
Contractual services	-	-	-
Commodities	-	-	-
Capital outlay	-	-	-
Transfers	-	-	-
Miscellaneous	-	-	-
	<hr/>	<hr/>	<hr/>
Total expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Receipts over (under) expenditures	-		
Unencumbered cash, beginning	<u>2,575</u>		
Unencumbered cash, ending	<u>\$ 2,575</u>		

Douglas County, Kansas
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2014

Special Purpose Fund - Emergency Telephone Service

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
911 emergency telephone service tax	\$ 503,045	\$ 505,000	\$ (1,955)
Interest on idle funds	2,617	2,035	582
	\$ 505,662	\$ 507,035	\$ (1,373)
Expenditures:			
Contractual services	\$ 253,625	\$ 340,000	\$ (86,375)
Capital outlay	55,374	87,500	(32,126)
Transfers	-	372,543	(372,543)
Miscellaneous	-	50,000	(50,000)
	\$ 308,999	\$ 850,043	\$ (541,044)
Receipts over (under) expenditures	196,663		
Unencumbered cash, beginning	666,213		
Unencumbered cash, ending	\$ 862,876		

Douglas County, Kansas
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Special Purpose Fund - Employee Benefits

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Ad valorem property tax	\$ 7,575,291	\$ 7,575,290	\$ 1
Delinquent tax	108,287	108,287	-
Motor vehicle tax	690,171	690,171	-
Miscellaneous	305,904	482,620	(176,716)
Transfers	483,656	483,656	-
Total cash receipts	<u>\$ 9,163,309</u>	<u>\$ 9,340,024</u>	<u>\$ (176,715)</u>
Expenditures:			
Personal services	<u>\$ 9,346,499</u>	<u>\$ 9,600,488</u>	<u>\$ (253,989)</u>
Total expenditures	<u>\$ 9,346,499</u>	<u>\$ 9,600,488</u>	<u>\$ (253,989)</u>
Receipts over (under) expenditures	(183,190)		
Unencumbered cash, beginning	<u>331,584</u>		
Unencumbered cash, ending	<u>\$ 148,394</u>		

Douglas County, Kansas
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Special Purpose Fund - Motor Vehicle Operations

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Charges for service	\$ 718,326	\$ 707,000	\$ 11,326
Total cash receipts	<u>\$ 718,326</u>	<u>\$ 707,000</u>	<u>\$ 11,326</u>
Expenditures:			
Personal services	\$ 577,808	\$ 577,881	\$ (73)
Contractual services	23,543	39,200	(15,657)
Commodities	2,041	9,500	(7,459)
Capital outlay	-	129,419	(129,419)
Transfers	120,000	1,000	119,000
Total expenditures	<u>\$ 723,392</u>	<u>\$ 757,000</u>	<u>\$ (33,608)</u>
Receipts over (under) expenditures	(5,066)		
Unencumbered cash, beginning	<u>70,246</u>		
Unencumbered cash, ending	<u>\$ 65,180</u>		

Douglas County, Kansas
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Special Purpose Fund - Road & Bridge

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
Ad valorem property tax	\$ 3,530,884	\$ 3,530,884	\$ -
Delinquent tax	49,070	49,071	(1)
Motor vehicle tax	320,250	320,251	(1)
Fees and permits	3,542	3,100	442
Charges for service	31,794	-	31,794
Intergovernmental	2,102,423	2,120,382	(17,959)
Miscellaneous	19,707	-	19,707
	<u>\$ 6,057,670</u>	<u>\$ 6,023,688</u>	<u>\$ 33,982</u>
 Expenditures:			
Personal services	\$ 2,381,471	\$ 2,333,377	\$ 48,094
Contractual services	1,189,055	1,500,000	(310,945)
Commodities	930,761	1,150,000	(219,239)
Capital outlay	13,825	40,000	(26,175)
Transfers	1,394,865	1,150,000	244,865
	<u>\$ 5,909,977</u>	<u>\$ 6,173,377</u>	<u>\$ (263,400)</u>
 Receipts over (under) expenditures	147,693		
 Unencumbered cash, beginning	640,490		
 Unencumbered cash, ending	\$ 788,183		

Douglas County, Kansas
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Special Purpose Fund - Special Alcohol

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Special alcohol tax	\$ 21,390	\$ 23,500	\$ (2,110)
Total cash receipts	<u>\$ 21,390</u>	<u>\$ 23,500</u>	<u>\$ (2,110)</u>
Expenditures:			
Agencies	\$ 3,890	\$ 31,116	\$ (27,226)
Total expenditures	<u>\$ 3,890</u>	<u>\$ 31,116</u>	<u>\$ (27,226)</u>
Receipts over (under) expenditures	17,500		
Unencumbered cash, beginning	<u>12,705</u>		
Unencumbered cash, ending	<u>\$ 30,205</u>		

Douglas County, Kansas
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Special Purpose Fund - Special Building

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
Ad valorem property tax	\$ 59,207	\$ 58,440	\$ 767
Delinquent tax	3,541	3,800	(259)
Motor vehicle tax	25,271	25,800	(529)
Total cash receipts	\$ 88,019	\$ 88,040	\$ (21)
Expenditures:			
Contractual services	\$ 55,898	\$ 549,233	\$ (493,335)
Capital outlay	87,777	100,000	(12,223)
Total expenditures	\$ 143,675	\$ 649,233	\$ (505,558)
Receipts over (under) expenditures	(55,656)		
Unencumbered cash, beginning	580,988		
Unencumbered cash, ending	\$ 525,332		

Douglas County, Kansas
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Special Purpose Fund - Special Liability

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
Cash receipts:			
Ad valorem property tax	\$ 132,075	\$ 131,216	\$ 859
Delinquent tax	712	1,000	(288)
Motor vehicle tax	2,855	130	2,725
	<u>\$ 135,642</u>	<u>\$ 132,346</u>	<u>\$ 3,296</u>
Total cash receipts			
Expenditures:			
Contractual services	\$ 23,329	\$ 114,286	\$ (90,957)
Transfers	75,000	75,000	-
Miscellaneous	-	10,000	(10,000)
	<u>\$ 98,329</u>	<u>\$ 199,286</u>	<u>\$ (100,957)</u>
Total expenditures			
Receipts over (under) expenditures	37,313		
Unencumbered cash, beginning	<u>132,921</u>		
Unencumbered cash, ending	<u>\$ 170,234</u>		

Douglas County, Kansas
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Special Purpose Fund - Special Parks & Recreation

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Cash receipts:			
Special alcohol tax	\$ 11,800	\$ 13,000	\$ (1,200)
Total cash receipts	<u>\$ 11,800</u>	<u>\$ 13,000</u>	<u>\$ (1,200)</u>
Expenditures:			
Recreation facilities	\$ 3,072	\$ 35,609	\$ (32,537)
Total expenditures	<u>\$ 3,072</u>	<u>\$ 35,609</u>	<u>\$ (32,537)</u>
Receipts over (under) expenditures	8,728		
Unencumbered cash, beginning	<u>23,727</u>		
Unencumbered cash, ending	<u>\$ 32,455</u>		

Douglas County, Kansas
 Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended December 31, 2014

Special Purpose Fund - Youth Services-Juvenile Detention

	Actual	Budget	Variance- Over (Under)
Cash receipts:			
Ad valorem property tax	\$ 1,016,794	\$ 1,007,070	\$ 9,724
Delinquent tax	17,341	22,000	(4,659)
Motor vehicle tax	109,913	91,300	18,613
Intergovernmental	201,600	125,000	76,600
Interest on idle funds	1,426	2,640	(1,214)
Reimbursements	151,018	120,000	31,018
Total cash receipts	\$ 1,498,092	\$ 1,368,010	\$ 130,082
Expenditures:			
Personal services	\$ 1,405,102	\$ 1,409,915	\$ (4,813)
Contractual services	88,741	132,725	(43,984)
Commodities	81,887	90,425	(8,538)
Capital outlay	-	4,800	(4,800)
Transfers	12,000	12,000	-
Miscellaneous	-	7,750	(7,750)
Total expenditures	\$ 1,587,730	\$ 1,657,615	\$ (69,885)
Receipts over (under) expenditures	(89,638)		
Unencumbered cash, beginning	362,531		
Unencumbered cash, ending	\$ 272,893		

Douglas County, Kansas
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2014

Non-budgeted Special Purpose Funds

	Ambulance Capital Reserve	Community Correction Plan	Donations	Equipment Reserve	Grants Programs	Prosecutor Training & Assistance	Register of Deeds Technology
Cash receipts:							
Charges for services	\$ -	\$ 5,360	\$ -	\$ -	\$ -	\$ 7,826	\$ 115,374
Licenses, permits, and fees	-	-	-	-	-	-	-
Intergovernmental	-	507,806	-	186,293	616,449	-	-
Miscellaneous	-	-	1,693	33,247	-	-	-
Interest income	1,161	-	133	25,194	-	-	1,181
Transfers	577,000	40,840	-	2,343,471	-	-	-
Total cash receipts	578,161	554,006	1,826	2,588,205	616,449	7,826	116,555
Expenditures:							
Personal services	-	568,429	27,688	-	175,606	-	-
Contractual services	-	(7,406)	-	457,410	427,382	9,734	28,667
Commodities	-	(1,285)	485	-	6,949	-	-
Capital outlay	696,479	-	-	2,311,870	6,726	-	31,857
Miscellaneous	-	24	1,724	-	1,720	-	-
Agencies and projects	-	-	-	196,365	-	-	-
Total expenditures	696,479	559,762	29,897	2,965,645	618,383	9,734	60,524
Receipts over (under) expenditures	(118,318)	(5,756)	(28,071)	(377,440)	(1,934)	(1,908)	56,031
Unencumbered cash, beginning	1,075,506	22,245	82,896	10,690,828	224,193	32,119	324,148
Unencumbered cash, ending	<u>\$ 957,188</u>	<u>\$ 16,489</u>	<u>\$ 54,825</u>	<u>\$ 10,313,388</u>	<u>\$ 222,259</u>	<u>\$ 30,211</u>	<u>\$ 380,179</u>

(Continued)

Douglas County, Kansas
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2014

Non-budgeted Special Purpose Funds

	Sheriff Special Use	Spec Law Enforcement Trust	Special Highway Improvement	Youth Services Grants	Valley View	Total
Cash receipts:						
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 128,560
Licenses, permits, and fees	24,363	263,993	-	-	-	288,356
Intergovernmental	-	-	-	533,532	-	1,844,080
Miscellaneous	-	110,278	-	-	-	145,218
Interest income	-	2,327	-	-	301	30,297
Transfers	-	-	350,000	-	-	3,311,311
	<u>24,363</u>	<u>376,598</u>	<u>350,000</u>	<u>533,532</u>	<u>301</u>	<u>5,747,822</u>
Total cash receipts						
Expenditures:						
Personal services	-	-	-	307,201	-	1,078,924
Contractual services	-	41,478	-	190,140	15,704	1,163,109
Commodities	44,976	12,875	-	22,064	-	86,064
Capital outlay	-	30,556	-	-	-	3,077,488
Miscellaneous	-	14,939	-	-	-	18,407
Agencies and projects	-	-	-	-	-	196,365
	<u>44,976</u>	<u>99,848</u>	<u>-</u>	<u>519,405</u>	<u>15,704</u>	<u>5,620,357</u>
Total expenditures						
Receipts over (under) expenditures	(20,613)	276,750	350,000	14,127	(15,403)	127,465
Unencumbered cash, beginning	65,106	438,141	472,814	497,381	109,352	14,034,729
Unencumbered cash, ending	<u>\$ 44,493</u>	<u>\$ 714,891</u>	<u>\$ 822,814</u>	<u>\$ 511,508</u>	<u>\$ 93,949</u>	<u>\$ 14,162,194</u>

Douglas County, Kansas
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2014

Capital Project Funds

	Capital Improvement Plan	CIP Sales Tax	Total
Receipts and other sources:			
Lease proceeds	\$ 31,200	\$ -	\$ 31,200
Intergovernmental	500,000	-	500,000
Interest on idle funds	56,732	6,312	63,044
Miscellaneous	192,734	-	192,734
Transfers	<u>4,561,977</u>	<u>188,334</u>	<u>4,750,311</u>
Total receipts and other sources	<u>5,342,643</u>	<u>194,646</u>	<u>5,537,289</u>
Expenditures:			
Contractual services	12,140,035	-	12,140,035
Miscellaneous	296,358	-	296,358
Capital outlay	<u>1,078,242</u>	<u>-</u>	<u>1,078,242</u>
Total expenditures	<u>13,514,635</u>	<u>-</u>	<u>13,514,635</u>
Receipts and other sources over (under) expenditures	(8,171,992)	194,646	(7,977,346)
Unencumbered cash, beginning	<u>28,439,456</u>	<u>1,976,903</u>	<u>30,416,359</u>
Unencumbered cash, ending	<u>\$ 20,267,464</u>	<u>\$ 2,171,549</u>	<u>\$22,439,013</u>

Douglas County, Kansas
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended December 31, 2014

Debt Service Fund - Bond and Interest Fund

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Cash receipts:			
Taxes	\$ 85	\$ -	\$ 85
Special assessments	430,749	464,805	(34,056)
Total cash receipts	<u>\$ 430,834</u>	<u>\$ 464,805</u>	<u>\$ (33,971)</u>
Expenditures:			
Principal	\$ 325,000	\$ 353,000	\$ (28,000)
Interest	115,985	119,418	(3,433)
Miscellaneous	39,070	68,800	(29,730)
Future payments	-	224,842	(224,842)
Total expenditures	<u>\$ 480,055</u>	<u>\$ 766,060</u>	<u>\$ (286,005)</u>
Receipts over (under) expenditures	(49,221)		
Unencumbered cash, beginning	<u>326,210</u>		
Unencumbered cash, ending	<u>\$ 276,989</u>		

Debt Service Fund - Local County Sales Tax

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
Cash receipts:			
Special assessments	\$ 19,484	\$ -	\$ 19,484
Intergovernmental	1,000,000	-	1,000,000
Transfer	2,440,000	2,284,737	155,263
Total cash receipts	<u>\$ 3,459,484</u>	<u>\$ 2,284,737</u>	<u>\$ 1,174,747</u>
Expenditures:			
Principal	\$ 2,420,000	\$ 2,390,000	\$ 30,000
Interest	842,515	251,480	591,035
Future payments	-	2,362,226	(2,362,226)
Total expenditures	<u>\$ 3,262,515</u>	<u>\$ 5,003,706</u>	<u>\$ (1,741,191)</u>
Receipts over (under) expenditures	196,969		
Unencumbered cash, beginning	<u>2,718,999</u>		
Unencumbered cash, ending	<u>\$ 2,915,968</u>		

Douglas County, Kansas
 Schedule of Receipts and Expenditures
 Regulatory Basis
 For the Year Ended December 31, 2014

Internal Service Fund - Employee Benefits Trust

	Actual
Cash Receipts:	
Charges for services	\$ 7,304,064
Interest earnings	3,891
Miscellaneous	93,536
Total cash receipts	7,401,491
Expenditures:	
Claims paid	6,533,581
Contractual services	732,269
Total expenditures	7,265,850
Receipts over expenditures	135,641
Unencumbered cash, beginning	4,336,138
Unencumbered cash, ending	\$ 4,471,779

Internal Service Fund - Risk Management

	Actual
Cash Receipts:	
Interest earnings	\$ 942
Transfers	75,000
Total cash receipts	75,942
Expenditures:	
Personal services	(67,270)
Contractual services	39,198
Total expenditures	(28,072)
Receipts over expenditures	104,014
Unencumbered cash, beginning	203,694
Unencumbered cash, ending	\$ 307,708

Douglas County, Kansas
 Summary of Receipts and Disbursements
 Regulatory Basis
 For the Year Ended December 31, 2014

Agency Funds

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Distributable Funds:				
Tax Accounts	\$ 71,613,114	\$ 118,103,539	\$ 111,392,065	\$ 78,324,588
Motor Vehicle Accounts	2,577,198	77,107	-	2,654,305
Total Distributable Funds	<u>74,190,312</u>	<u>118,180,646</u>	<u>111,392,065</u>	<u>80,978,893</u>
Other Agency Funds:				
Sheriff Seized Property	-	20,457	-	20,457
Sheriff Inmate Funds	10,552	180,000	171,432	19,120
Sheriff Reward Fund	12,026	7	-	12,033
Sheriff Bond Fund	7,011	903,381	895,664	14,728
District Attorney Funds	152,804	171,173	159,689	164,288
Employee Contribution	35,226	82,735	117,960	1
Register of Deeds Holding	454	167	-	621
Employee Activities	4,572	3,488	1,075	6,985
Total Other Agency Funds	<u>222,645</u>	<u>1,361,408</u>	<u>1,345,820</u>	<u>238,233</u>
Total Agency Funds	<u>\$ 74,412,957</u>	<u>\$ 119,542,054</u>	<u>\$ 112,737,885</u>	<u>\$ 81,217,126</u>

Douglas County, Kansas
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2014

Related Municipal Entity - Douglas County Extension Council

	<u>Actual</u>
Cash receipts:	
County appropriation	\$ 455,400
Charges for services	206,050
Miscellaneous	1,625
	<hr/>
Total cash receipts	663,075
	<hr/>
Expenditures:	
Personnel services	422,863
Contractual services	142,373
Commodities	54,838
Capital outlay	20,087
	<hr/>
Total expenditures	640,161
	<hr/>
Receipts over expenditures	22,914
Unencumbered cash, beginning	582,090
	<hr/>
Unencumbered cash, ending	\$ 605,004
	<hr/> <hr/>

Related Municipal Entity - Lawrence/Douglas Co Health Dept.

	<u>Actual</u>
Cash receipts:	
City/County appropriation	\$ 1,684,496
Grants	1,290,717
Fines, fees and permits	55,370
Charges for services	468,463
Interest	5,742
Miscellaneous	17,347
	<hr/>
Total cash receipts	3,522,135
	<hr/>
Expenditures:	
Personnel services	2,811,483
Contractual services	163,560
Commodities	694,111
Capital outlay	6,999
	<hr/>
Total expenditures	3,676,153
	<hr/>
Receipts over expenditures	(154,018)
Unencumbered cash, beginning	2,094,601
	<hr/>
Unencumbered cash, ending	\$ 1,940,583
	<hr/> <hr/>

Douglas County, Kansas
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended December 31, 2014

Related Municipal Entity - Douglas County Free Fair

	<u>Actual</u>
Cash receipts:	
County appropriation	\$ 10,000
Charges for services	300,724
Interest	38
	<hr/>
Total cash receipts	310,762
	<hr/>
Expenditures:	
Personnel services	30,773
Contractual services	35,238
Commodities	231,070
Capital outlay	7,839
	<hr/>
Total expenditures	304,920
	<hr/>
Receipts over expenditures	5,842
Unencumbered cash, beginning	<hr/> 52,119
Unencumbered cash, ending	<hr/> <hr/> \$ 57,961

DOUGLAS COUNTY, KANSAS

**OTHER INFORMATION
OTHER POST-EMPLOYMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS**

December 31, 2014

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability (b)</u>	<u>Unfunded AAL (b) – (a)</u>	<u>Funded Ratio (a/b)</u>	<u>Covered Payroll (c)</u>	<u>UAAL as Percent of Payroll (b-a)/(c)</u>
01/01/2010	\$ --	\$ 63,486,148	\$ 63,486,148	0.0%	\$ 25,766,105	246.4%
01/01/2012	--	67,122,488	67,122,488	0.0%	26,384,234	254.4%
01/01/2014	--	64,921,890	64,921,890	0.0%	29,620,236	219.2%