

COWLEY COUNTY, KANSAS

WINFIELD, KANSAS

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2010

Prepared By

Edw. B. Stephenson & Co., CPAs Chartered
1002 Main
Winfield, Kansas

COWLEY COUNTY, KANSAS

Financial Statements
For the Year Ended December 31, 2010

TABLE OF CONTENTS

	Page No.
Independent Auditors' Report	1
STATEMENT -1- Summary of Cash Receipts, Expenditures, and Unencumbered Cash	2
STATEMENT -2- Summary of Expenditures - Actual and Budget	5
STATEMENT -3- Statements of Cash Receipts and Expenditures - Actual and Budget	
General Fund	6
Employee Benefit Fund	8
Election Fund	9
Economic Development Fund	10
Appraiser Cost Fund	11
Noxious Weed Fund	12
Road and Bridge Fund	13
Special Parks and Recreation Fund	14
Special Alcohol Programs Fund	15
Special Sales Tax for Repayment of 2005 Bonds Fund	16
911 System Fund	17
911 Wireless Fund	18
Community Corrections Fund	19
Juvenile Service Fund	20
Prosecuting Attorney Training Fund	21
Drug Screening Fund	22
Sheriff Special Law Enforcement Fund	23
Attorney Special Forfeiture Fund	24
Firearms Range Fund	25
Sales Tax Surplus Fund	26
Community Developmental Disability Organization Fund	27
Special Equipment Reserve Fund	28
Special Machinery Fund	29
Capital Improvements Fund	30
Special Highway Improvement Fund	31
County Mental Health Counseling Center Fund	32
Register of Deeds Technology Fund	33
Grants Fund	34
Bond and Interest Fund	35
Bond Debt Service Series 2005 Fund	36
Public Works Department Fund	37
Jail Enterprise Fund	38
STATEMENT -4- Agency Funds - Statement of Cash Receipts and Disbursements - Actual	39
STATEMENT -5- Component Units - Statement of Cash Receipts and Expenditures - Actual	
Joint Board of Health - General Fund	41
Law Library	42
Notes to the Financial Statements	43

**EDW. B
STEPHENSON
& CO., CPAs
CHARTERED**

EDW. B. STEPHENSON
(1905-1985)

JAMES R. DOBBS
(1927-1997)

HARRY L. SHETLAR, JR.
(1931-2000)

MORRIS W. JARVIS
(1935-1999)

N. DEAN BRADBURY
(1936-2005)

LOREN L. PONTIOUS
(Retired)

SHAREHOLDERS

AARON R. IVERSON, CPA

MICHAEL B. NORTON, CPA

MAURICE P. ROBERTS, CPA

ACCOUNTANTS

SARAH M. KINDT

MELISSA J. SCHOOLEY

CHET D. BEERS

INDEPENDENT AUDITORS' REPORT

To the Cowley County Commissioners
Cowley County Courthouse
Winfield, Kansas 67156

We have audited the accompanying financial statements of Cowley County, Kansas, as of and for the year ended December 31, 2010, as listed in the Table of Contents, except as listed below. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

As described in Note I, the County's policy is to prepare financial statements on a prescribed 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.

In our opinion, because of the County's policy to prepare its financial statements on the basis of accounting discussed in the third paragraph above, the financial statements 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 Cowley County, Kansas, as of December 31, 2010, the results of its operations for or the cash flows of its proprietary fund types for the year then ended.

Also, in our opinion, except for the omission described in the fourth paragraph above, the financial statements referred to in the first paragraph present fairly, in all material respects, the cash and unencumbered cash balance of Cowley County, Kansas, as of December 31, 2010, and its cash receipts, cash disbursements, and expenditures compared to budget for the year then ended on the basis of accounting described in Note I.

Edw. B. Stephenson & Co., CPAs CHd.
October 18, 2011

1002 Main Street
Winfield, Kansas 67156
620-221-9320
AX 620-221-9325

COWLEY COUNTY, KANSAS

Summary of Cash Receipts, Expenditures, and Unencumbered Cash
For the Year Ended December 31, 2010

Page 1 of 3

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add		Ending Cash Balance
						Outstanding Encumbrances and Accounts Payable		
Governmental Type Funds:								
General	\$ 650,748.69	\$ -	\$ 6,504,012.11	\$ 6,584,484.60	\$ 570,276.20	\$ 153,233.70	\$	723,509.90
Special Revenue Funds								
Employee Benefit	413,546.53	-	1,790,279.62	1,868,639.71	335,186.44	-		335,186.44
Election	46,472.21	-	111,730.71	89,620.13	68,582.79	916.04		69,498.83
Economic Development	227,878.12	-	122,552.15	216,288.57	134,141.70	(299.34)		133,842.36
Appraiser Cost	184,420.44	-	504,227.52	460,794.46	227,853.50	1,617.04		229,470.54
Noxious Weed	51,183.02	-	255,852.35	226,235.08	80,800.29	774.16		81,574.45
Road and Bridge	781,441.83	-	3,283,301.02	3,317,540.35	747,202.50	2,409.00		749,611.50
Special Parks and Recreation	21,500.56	-	5,554.60	-	27,055.16	-		27,055.16
Special Alcohol Programs	6,318.89	-	5,554.61	7,000.00	4,873.50	-		4,873.50
Special Sales Tax for Repayment of 2005 Bonds	202,881.84	-	2,045,218.68	2,208,100.52	40,000.00	-		40,000.00
911 System	184,242.40	-	108,048.37	78,234.20	214,056.57	465.02		214,521.59
911 Wireless	277,877.02	-	62,533.30	46,585.93	293,824.39	17,500.00		311,324.39
Community Corrections	35,444.99	-	439,162.40	473,394.46	1,212.93	1,458.37		2,671.30
Juvenile Service	297,816.06	-	524,923.81	674,219.83	148,520.04	1,959.05		150,479.09
Prosecuting Attorney Training	3,585.96	-	6,282.00	5,229.02	4,638.94	844.48		5,483.42
Drug Screening	45,287.19	-	23,998.60	15,524.46	53,761.33	1,706.89		55,468.22
Sheriff Special Law Enforcement	70,659.83	-	36,857.79	22,857.20	84,660.42	-		84,660.42
Attorney Special Forfeiture	400.00	-	1,500.00	-	1,900.00	-		1,900.00
Firearms Range	5,702.91	-	-	1,758.28	3,944.63	-		3,944.63
Sales Tax Surplus	1,799,106.63	-	1,426,896.88	-	3,226,003.51	-		3,226,003.51
Community Developmental Disability Organization	-	-	231,945.00	211,847.08	20,097.92	4,287.90		24,385.82
Special Equipment Reserve	982,529.90	-	249,964.89	175,693.68	1,056,801.11	32,922.74		1,089,723.85
Special Machinery	292,728.99	-	136,950.00	5,300.00	424,378.99	-		424,378.99
Capital Improvements	179,529.29	-	244,429.01	270,971.60	152,986.70	68,107.11		221,093.81
Special Highway Improvement	893,051.59	-	268,396.02	173,580.15	987,867.46	-		987,867.46
County Mental Health Counseling Center	123,878.71	-	5,093,593.64	5,137,084.57	80,387.78	369,316.44		449,704.22
Register of Deeds Technology	22,889.39	-	33,500.67	28,650.76	27,739.30	-		27,739.30
Grants	(12,161.15)	-	428,702.04	425,836.07	(9,295.18)	695.93		(8,599.25)

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

COWLEY COUNTY, KANSAS
Summary of Cash Receipts, Expenditures an Unencumbered Cash
For the Year Ended December 31, 2010

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add	
						Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Debt Service							
Bond and Interest	24,235.79	-	19,893.53	19,877.50	24,251.82	-	24,251.82
Bond Debt Service Series 2005	249,247.49	-	790,902.27	728,967.50	311,182.26	-	311,182.26
Proprietary Type Funds:							
Enterprise Funds							
Public Works Department	610,523.78	-	1,246,015.87	1,114,912.86	741,626.79	62,085.54	803,712.33
Jail Enterprise	-	-	-	-	-	-	-
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 8,672,968.90</u>	<u>\$ -</u>	<u>\$ 26,002,779.46</u>	<u>\$ 24,589,228.57</u>	<u>\$ 10,086,519.79</u>	<u>\$ 720,000.07</u>	<u>\$ 10,806,519.86</u>
Component Units							
Joint Board of Health - General	\$ 275,822.49	-	\$ 1,084,889.12	\$ 1,070,208.54	\$ 290,503.07	\$ 143.93	\$ 290,647.00
Law Library	44,425.27	-	40,914.38	44,262.86	41,076.79	-	41,076.79
Total Component Units	<u>\$ 320,247.76</u>	<u>\$ -</u>	<u>\$ 1,125,803.50</u>	<u>\$ 1,114,471.40</u>	<u>\$ 331,579.86</u>	<u>\$ 143.93</u>	<u>\$ 331,723.79</u>
Total Reporting Entity	<u>\$ 8,993,216.66</u>	<u>\$ -</u>	<u>\$ 27,128,582.96</u>	<u>\$ 25,703,699.97</u>	<u>\$ 10,418,099.65</u>	<u>\$ 720,144.00</u>	<u>\$ 11,138,243.65</u>

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

COWLEY COUNTY, KANSAS

Summary of Cash Receipts, Expenditures and Unencumbered Cash
For the Year Ended December 31, 2010

Page 3 of 3

Composition of Cash		
County General:		
Cash on Hand		\$ 1,410.00
Demand Account - CornerBank, N.A., Winfield, Ks. (net of immaterial unadjusted items)		567,411.32
Demand Account - CornerBank, N.A., Winfield, Ks.		2,500.00
Money Market Account - Home National Bank, Arkansas City, Ks.		-
Certificate of Deposit - Bank of the West, Winfield, Ks.		600,000.00
Certificate of Deposit - CornerBank, N.A., Winfield, Ks.		1,400,000.00
Certificate of Deposit - Union State Bank, Arkansas City, Ks.		-
Certificate of Deposit - RCB Bank, Arkansas City, Ks.		1,000,000.00
Certificate of Deposit - Citizens Bank of Kansas, Winfield, Ks.		600,000.00
Certificate of Deposit - Community National Bank, Winfield, Ks.		230,000.00
Certificate of Deposit - Emerald Bank, Burden, Ks.		50,000.00
Repurchase Agreement - CornerBank, N.A., Winfield, Ks.		26,594,489.71
Deposits in Transit		174.00
Outstanding Checks		(310,502.59)
Mental Health Center Component Unit:		
Cash on Hand	\$ 700.00	
Demand Account - CornerBank, N.A., Winfield, Ks.	114,451.95	
Money Market Account - CornerBank, N.A., Winfield, Ks.	329,464.16	
Savings Account - CornerBank, N.A., Winfield, Ks.	5,088.11	
Other Component Units Cash:		449,704.22
Cash on Hand	\$ 200.00	
Demand Accounts - Various	158,467.32	
Certificate of Deposit - Citizens Bank of Kansas, Winfield, Ks.	173,056.47	
Total Cash		331,723.79
Agency Funds Per Statement 4		\$ 31,516,910.45
		(20,378,666.80)
Total Reporting Entity (Excluding Agency Funds)		\$ 11,138,243.65

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

COWLEY COUNTY, KANSAS

Summary of Expenditures - Actual and Budget
For the Year Ended December 31, 2010

Funds	Certified Budget	Adjustments for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance-Over (Under)
Governmental Type Funds:					
General Funds					
General Fund	\$ 7,149,684.00	\$ -	\$ 7,149,684.00	\$ 6,584,484.60	\$ (565,199.40)
Special Revenue Funds					
Employee Benefit	2,067,137.00	-	2,067,137.00	1,868,639.71	(198,497.29)
Election	151,205.00	-	151,205.00	89,620.13	(61,584.87)
Economic Development	344,930.00	-	344,930.00	216,288.57	(128,641.43)
Appraiser Cost	630,772.00	-	630,772.00	460,794.46	(169,977.54)
Noxious Weed	308,714.00	-	308,714.00	226,235.08	(82,478.92)
Road and Bridge	3,937,964.00	-	3,937,964.00	3,317,540.35	(620,423.65)
Special Parks and Recreation	25,165.00	-	25,165.00	-	(25,165.00)
Special Alcohol Programs	9,983.00	-	9,983.00	7,000.00	(2,983.00)
Special Sales Tax for Repayment of 2005 Bonds	2,237,538.00	-	2,237,538.00	2,208,100.52	(29,437.48)
911 System	348,619.00	-	348,619.00	78,234.20	(270,384.80)
911 Wireless	354,092.00	-	354,092.00	46,585.93	(307,506.07)
Community Corrections	500,000.00	-	500,000.00	473,394.46	(26,605.54)
Juvenile Service	764,078.00	-	764,078.00	674,219.83	(89,858.17)
Prosecuting Attorney Training	9,058.00	-	9,058.00	5,229.02	(3,828.98)
Drug Screening	74,869.00	-	74,869.00	15,524.46	(59,344.54)
Sheriff Special Law Enforcement	82,428.00	-	82,428.00	22,857.20	(59,570.80)
Attorney Special Forfeiture	11,000.00	-	11,000.00	-	(11,000.00)
Firearms Range	11,805.00	-	11,805.00	436.59	(11,368.41)
Sales Tax Surplus	3,563,774.00	-	3,563,774.00	-	(3,563,774.00)
Community Developmental Disability Organization	226,644.00	-	226,644.00	211,847.08	(14,796.92)
Debt Service Funds					
Bond and Interest	44,088.00	-	44,088.00	19,877.50	(24,210.50)
Bond Debt Service Series 2005	982,283.00	-	982,283.00	728,967.50	(253,315.50)
Proprietary Funds:					
Enterprise Funds					
Public Works Department	1,898,122.00	-	1,898,122.00	1,114,912.86	(783,209.14)
Jail Enterprise Fund	838,750.00	-	838,750.00	-	(838,750.00)

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

COWLEY COUNTY, KANSAS

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Current Ad Valorem Tax	\$ 4,239,411.05	\$ 4,515,373.06	\$ 4,709,067.00	\$ (193,693.94)
Delinquencies/Redemptions	132,929.10	86,784.92	60,000.00	26,784.92
Intangible Tax	157,999.82	136,141.26	122,903.00	13,238.26
Motor Vehicle Tax	675,055.79	633,959.11	669,553.00	(35,593.89)
RV Tax	13,592.66	12,634.08	13,175.00	(540.92)
16/20M Tax	17,028.73	18,457.69	17,805.00	652.69
Payments in Lieu of Tax	9,337.07	3,961.00	10,000.00	(6,039.00)
Mineral Property Tax	9,691.15	16,968.81	-	16,968.81
Liquor Control Tax	4,786.65	5,554.60	4,516.00	1,038.60
Cereal Malt Beverage Licenses	150.00	338.48	150.00	188.48
County Officer Fees	98,562.42	103,758.00	100,000.00	3,758.00
Game License Fees	651.50	608.00	500.00	108.00
Mortgage Registration Fees	230,411.65	281,088.61	250,000.00	31,088.61
Motor Vehicle License Fees	97,441.26	90,869.39	100,000.00	(9,130.61)
Delinquent Personal Tax Fees	27,598.00	31,015.22	20,000.00	11,015.22
Current Tax Penalty	134,595.80	132,898.68	100,000.00	32,898.68
Civil Process Fees	18,514.00	17,956.00	20,000.00	(2,044.00)
Vehicle Tax Penalty	6,510.98	4,947.35	4,000.00	947.35
Interest on Idle Funds	99,972.78	51,491.28	100,000.00	(48,508.72)
Work Release	1,398.76	4,264.42	25,000.00	(20,735.58)
Indigent Fees	46,274.88	54,660.76	45,000.00	9,660.76
Rentals - Farm and Annex	51,429.76	54,284.89	32,000.00	22,284.89
Memorial Lawn Cemetery Fees	27,229.60	23,328.55	20,000.00	3,328.55
Miscellaneous	117,096.00	186,671.97	88,350.00	98,321.97
Attorney's Diversion	18,475.00	16,850.00	20,000.00	(3,150.00)
Other Grants	2,884.00	2,378.48	-	2,378.48
Offenders Registration Fee	5,080.00	5,615.00	-	5,615.00
Permit Fees	7,600.00	7,500.00	-	7,500.00
Conceal and Carry	4,320.00	3,652.50	-	3,652.50
Safety Equipment	-	-	-	-
Emergency Management	33,071.63	-	33,000.00	(33,000.00)
Mental Health Bldg Reimbursement	17,750.00	-	17,750.00	(17,750.00)
Operating Transfers	50,000.00	-	431,000.00	(431,000.00)
Total Cash Receipts	\$ 6,356,850.04	\$ 6,504,012.11	\$ 7,013,769.00	\$ (509,756.89)

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

COWLEY COUNTY, KANSAS

General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures				
Administrative	\$ 751,830.95	\$ 808,699.30	\$ 905,093.00	\$ (96,393.70)
Memorial Lawn Cemetery	56,184.02	65,308.14	62,193.00	3,115.14
County Clerk	124,173.26	128,327.92	143,151.00	(14,823.08)
County Treasurer	179,628.81	204,388.35	182,385.00	22,003.35
County Attorney	380,595.22	381,647.52	409,443.00	(27,795.48)
Register of Deeds	117,065.29	124,774.90	135,157.00	(10,382.10)
Sheriff	1,316,721.96	1,362,179.41	1,391,103.00	(28,923.59)
Sheriff - Jail	1,233,183.19	1,270,060.71	1,299,078.00	(29,017.29)
Unified Court	240,645.33	207,798.55	319,300.00	(111,501.45)
County Engineer	3,025.73	-	-	-
Management Information Systems	166,929.34	171,362.02	163,544.00	7,818.02
Technology	88,535.10	73,968.58	84,300.00	(10,331.42)
Emergency Management	141,188.86	128,411.07	165,284.00	(36,872.93)
Juvenile Intake	2,569.65	3,012.92	3,520.00	(507.08)
Contingency	-	-	155,000.00	(155,000.00)
Appropriation - Soil Conservation	28,200.00	28,200.00	1,508,068.00	(1,479,868.00)
Appropriation - Council on Aging	199,300.00	199,300.00	-	199,300.00
Appropriation - Ambulance	351,792.70	351,027.99	-	351,027.99
Appropriation - Extension Council	153,874.00	153,874.00	-	153,874.00
Appropriation - Historical Society	55,000.00	55,000.00	-	55,000.00
Appropriation - Joint Health Dept	330,996.00	330,996.37	-	330,996.37
Appropriation - Mental Health Dept	160,000.00	140,000.00	-	140,000.00
Appropriation - Mental Retardation	135,000.00	-	-	-
Appropriation - Reach Program	53,066.00	53,066.00	-	53,066.00
Appropriation - Felony Trial	39,168.51	-	-	-
Appropriation - Rural Fire Department	-	-	-	-
Appropriation - Other	40,600.00	40,600.00	-	40,600.00
Neighborhood Revitalization Rebate	-	-	23,065.00	(23,065.00)
Reimbursed Expense	(8,191.18)	(5,183.15)	-	(5,183.15)
Operating Transfers	185,054.87	307,664.00	200,000.00	107,664.00
Total Expenditures	\$ 6,526,137.61	\$ 6,584,484.60	\$ 7,149,684.00	\$ (565,199.40)
Cash Receipts Over (Under) Expenditures	\$ (169,287.57)	\$ (80,472.49)		
Unencumbered Cash, Beginning	820,036.26	650,748.69		
Unencumbered Cash, Ending	\$ 650,748.69	\$ 570,276.20		

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

COWLEY COUNTY, KANSAS

Employee Benefit Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Current Ad Valorem Taxes	\$ 1,532,887.80	\$ 1,475,899.28	\$ 1,539,122.00	\$ (63,222.72)
Delinquencies/Redemptions	41,951.61	30,536.43	15,000.00	15,536.43
Payment in Lieu of Taxes/Other	-	-	2,400.00	(2,400.00)
Motor Vehicle Tax	208,918.35	231,006.79	245,312.00	(14,305.21)
RV Tax	4,199.72	4,613.67	4,828.00	(214.33)
16/20M Tax	5,883.61	5,688.99	6,523.00	(834.01)
Miscellaneous	12,267.45	42,534.46	40,000.00	2,534.46
Total Cash Receipts	<u>\$ 1,806,108.54</u>	<u>\$ 1,790,279.62</u>	<u>\$ 1,853,185.00</u>	<u>\$ (62,905.38)</u>
Expenditures				
Health Insurance	\$ 872,090.25	\$ 1,031,738.41	\$ 1,117,494.00	\$ (85,755.59)
FICA/Medicare	347,460.22	345,421.06	376,850.00	(31,428.94)
KPERS	206,799.41	239,599.89	259,332.00	(19,732.11)
Unemployment Insurance	7,997.98	4,022.82	4,585.00	(562.18)
Workmen's Compensation	91,780.24	111,774.45	118,512.00	(6,737.55)
Employee Physicals	2,905.00	8,885.50	14,000.00	(5,114.50)
KP&F	140,925.26	127,184.70	143,826.00	(16,641.30)
Miscellaneous	-	12.88	-	12.88
Neighborhood Revitalization Rebate	-	-	7,538.00	(7,538.00)
Contingency	-	-	25,000.00	(25,000.00)
Total Expenditures	<u>\$ 1,669,958.36</u>	<u>\$ 1,868,639.71</u>	<u>\$ 2,067,137.00</u>	<u>\$ (198,497.29)</u>
Cash Receipts Over (Under) Expenditures	\$ 136,150.18	\$ (78,360.09)		
Unencumbered Cash, Beginning	<u>277,396.35</u>	<u>413,546.53</u>		
Unencumbered Cash, Ending	<u>\$ 413,546.53</u>	<u>\$ 335,186.44</u>		

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

COWLEY COUNTY, KANSAS

Election Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Current Ad Valorem Taxes	\$ 105,148.42	\$ 91,117.39	\$ 94,912.00	\$ (3,794.61)
Delinquencies/Redemptions	3,947.38	2,338.83	1,750.00	588.83
Payment in Lieu of Taxes/Other	-	-	-	-
Motor Vehicle Tax	20,812.80	16,053.60	16,821.00	(767.40)
RV Tax	418.66	318.96	331.00	(12.04)
16/20M Tax	561.85	567.67	447.00	120.67
Miscellaneous Revenue	125.22	1,334.26	250.00	1,084.26
Operating Transfers	-	-	5,000.00	(5,000.00)
Total Cash Receipts	<u>\$ 131,014.33</u>	<u>\$ 111,730.71</u>	<u>\$ 119,511.00</u>	<u>\$ (7,780.29)</u>
Expenditures				
Personnel Services	\$ 41,040.91	\$ 51,411.27	\$ 58,890.00	\$ (7,478.73)
Contractual Services	30,174.72	28,745.30	50,150.00	(21,404.70)
Commodities	3,064.92	8,162.78	15,700.00	(7,537.22)
Neighborhood Revitalization Rebate	-	-	465.00	(465.00)
Other	605.48	1,300.78	26,000.00	(24,699.22)
Operating Transfers	40,000.00	-	-	-
Total Expenditures	<u>\$ 114,886.03</u>	<u>\$ 89,620.13</u>	<u>\$ 151,205.00</u>	<u>\$ (61,584.87)</u>
Cash Receipts Over (Under) Expenditures	\$ 16,128.30	\$ 22,110.58		
Unencumbered Cash, Beginning	30,343.91	46,472.21		
Unencumbered Cash, Ending	<u>\$ 46,472.21</u>	<u>\$ 68,582.79</u>		

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

COWLEY COUNTY, KANSAS

Economic Development Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Appropriations	\$ 90,000.00	\$ 60,000.00	\$ 90,000.00	\$ (30,000.00)
FHLB Job Grant	-	-	25,000.00	(25,000.00)
Miscellaneous	41,578.46	32,552.15	-	32,552.15
Operating Transfers	45,000.00	30,000.00	30,000.00	-
Total Cash Receipts	<u>\$ 176,578.46</u>	<u>\$ 122,552.15</u>	<u>\$ 145,000.00</u>	<u>\$ (22,447.85)</u>
Expenditures				
Personnel	\$ 84,446.92	\$ 105,318.45	\$ 133,404.00	\$ (28,085.55)
Contractual	60,304.49	76,192.52	154,026.00	(77,833.48)
Commodities	1,818.16	2,896.59	55,000.00	(52,103.41)
Capital Outlay	6,815.77	31,881.01	2,500.00	29,381.01
Total Expenditures	<u>\$ 153,385.34</u>	<u>\$ 216,288.57</u>	<u>\$ 344,930.00</u>	<u>\$ (128,641.43)</u>
Cash Receipts Over (Under) Expenditures	\$ 23,193.12	\$ (93,736.42)		
Unencumbered Cash, Beginning	<u>204,685.00</u>	<u>227,878.12</u>		
Unencumbered Cash, Ending	<u>\$ 227,878.12</u>	<u>\$ 134,141.70</u>		

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

COWLEY COUNTY, KANSAS

Appraiser Cost Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Current Ad Valorem Taxes	\$ 483,030.60	\$ 409,420.81	\$ 426,991.00	\$ (17,570.19)
Delinquencies/Redemptions	14,953.94	9,948.91	5,500.00	4,448.91
Payment in Lieu of Taxes/Other	-	-	-	-
Motor Vehicle Tax	73,137.20	73,018.65	77,276.00	(4,257.35)
RV Tax	1,468.41	1,456.52	1,521.00	(64.48)
16/20M Tax	2,218.65	1,985.53	2,055.00	(69.47)
Reimbursed Expense	3,000.00	3,000.00	-	3,000.00
Miscellaneous Revenue	4,117.29	5,397.10	3,000.00	2,397.10
Total Cash Receipts	<u>\$ 581,926.09</u>	<u>\$ 504,227.52</u>	<u>\$ 516,343.00</u>	<u>\$ (12,115.48)</u>
Expenditures				
Personnel Services	\$ 339,119.86	\$ 328,399.65	\$ 448,556.00	\$ (120,156.35)
Contractual	72,093.91	85,998.10	96,125.00	(10,126.90)
Commodities	32,273.42	16,396.71	29,000.00	(12,603.29)
Neighborhood Revitalization Rebate	-	-	2,091.00	(2,091.00)
Miscellaneous Expenditures	-	-	15,000.00	(15,000.00)
Operating Transfers	50,000.00	30,000.00	40,000.00	(10,000.00)
Total Expenditures	<u>\$ 493,487.19</u>	<u>\$ 460,794.46</u>	<u>\$ 630,772.00</u>	<u>\$ (169,977.54)</u>
Cash Receipts Over (Under) Expenditures	\$ 88,438.90	\$ 43,433.06		
Unencumbered Cash, Beginning	95,981.54	184,420.44		
Unencumbered Cash, Ending	<u>\$ 184,420.44</u>	<u>\$ 227,853.50</u>		

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

COWLEY COUNTY, KANSAS

Noxious Weed Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Current Ad Valorem Taxes	\$ 105,354.66	\$ 100,431.63	\$ 104,686.00	\$ (4,254.37)
Delinquencies/Redemptions	2,755.24	2,123.63	900.00	1,223.63
Payment in Lieu of Taxes/Other	-	-	-	-
Motor Vehicle Tax	16,664.21	15,959.53	16,853.00	(893.47)
RV Tax	337.30	318.08	332.00	(13.92)
16/20M Tax	266.08	461.52	448.00	13.52
Weed Chemical Sales	122,328.39	136,557.96	151,000.00	(14,442.04)
Miscellaneous Revenue	4,522.79	-	-	-
Total Cash Receipts	<u>\$ 252,228.67</u>	<u>\$ 255,852.35</u>	<u>\$ 274,219.00</u>	<u>\$ (18,366.65)</u>
Expenditures				
Personnel Services	\$ 58,025.80	\$ 53,616.00	\$ 58,843.00	\$ (5,227.00)
Contractual Services	13,777.02	13,021.16	20,575.00	(7,553.84)
Chemicals	165,731.88	138,091.92	-	138,091.92
Commodities	5,011.94	6,506.00	210,233.00	(203,727.00)
Capital Outlay	-	-	3,550.00	(3,550.00)
Neighborhood Revitalization Rebate	-	-	513.00	(513.00)
Transfer	-	15,000.00	-	15,000.00
Contingency	-	-	15,000.00	(15,000.00)
Total Expenditures	<u>\$ 242,546.64</u>	<u>\$ 226,235.08</u>	<u>\$ 308,714.00</u>	<u>\$ (82,478.92)</u>
Cash Receipts Over (Under) Expenditures	\$ 9,682.03	\$ 29,617.27		
Unencumbered Cash, Beginning	<u>41,500.99</u>	<u>51,183.02</u>		
Unencumbered Cash, Ending	<u>\$ 51,183.02</u>	<u>\$ 80,800.29</u>		

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

COWLEY COUNTY, KANSAS

Road and Bridge Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Current Ad Valorem Taxes	\$ 2,271,069.26	\$ 1,925,006.78	\$ 2,007,495.00	\$ (82,488.22)
Delinquencies/Redemptions	65,117.69	45,958.77	24,500.00	21,458.77
Payment in Lieu of Taxes/Other	-	-	3,500.00	(3,500.00)
Motor Vehicle Tax	321,250.95	342,500.06	363,363.00	(20,862.94)
RV Tax	6,444.40	6,837.84	7,151.00	(313.16)
16/20M Tax	10,231.89	8,702.83	9,663.00	(960.17)
Motor Fuel Tax	992,619.89	916,246.21	920,000.00	(3,753.79)
Miscellaneous	159,224.15	38,048.53	31,000.00	7,048.53
Total Cash Receipts	<u>\$ 3,825,958.23</u>	<u>\$ 3,283,301.02</u>	<u>\$ 3,366,672.00</u>	<u>\$ (83,370.98)</u>
Expenditures				
District No. 1	\$ 828,192.49	\$ 852,151.78	\$ 937,077.00	\$ (84,925.22)
District No. 2	785,094.97	842,949.41	921,805.00	(78,855.59)
District No. 3	768,415.80	864,322.00	912,574.00	(48,252.00)
Special Bridge	216,283.85	266,762.38	287,365.00	(20,602.62)
Special Road and Bridge	171,134.36	38,440.22	250,000.00	(211,559.78)
District Overhead	170,632.66	226,914.56	281,110.00	(54,195.44)
Neighborhood Revitalization Rebate	-	-	9,833.00	(9,833.00)
Contingency	-	-	338,200.00	(338,200.00)
Operating Transfers	436,620.00	226,000.00	-	226,000.00
Total Expenditures	<u>\$ 3,376,374.13</u>	<u>\$ 3,317,540.35</u>	<u>\$ 3,937,964.00</u>	<u>\$ (620,423.65)</u>
Cash Receipts Over (Under) Expenditures	\$ 449,584.10	\$ (34,239.33)		
Unencumbered Cash, Beginning	<u>331,857.73</u>	<u>781,441.83</u>		
Unencumbered Cash, Ending	<u>\$ 781,441.83</u>	<u>\$ 747,202.50</u>		

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

COWLEY COUNTY, KANSAS

Special Parks and Recreation Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Intergovernmental: Liquor Tax	\$ 4,786.64	\$ 5,554.60	\$ 4,516.00	\$ 1,038.60
Expenditures				
Appropriations	\$ -	\$ -	\$ 25,165.00	\$ (25,165.00)
Cash Receipts Over (Under) Expenditures	\$ 4,786.64	\$ 5,554.60		
Unencumbered Cash, Beginning	16,713.92	21,500.56		
Unencumbered Cash, Ending	\$ 21,500.56	\$ 27,055.16		

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

COWLEY COUNTY, KANSAS

Special Alcohol Programs Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Intergovernmental: Liquor Tax	\$ 4,786.64	\$ 5,554.61	\$ 4,516.00	\$ 1,038.61
Expenditures				
Appropriations	\$ -	\$ 7,000.00	\$ 9,983.00	\$ (2,983.00)
Cash Receipts Over (Under) Expenditures	\$ 4,786.64	\$ (1,445.39)		
Unencumbered Cash, Beginning	1,532.25	6,318.89		
Unencumbered Cash, Ending	\$ 6,318.89	\$ 4,873.50		

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

COWLEY COUNTY, KANSAS

Special Sales Tax for Repayment of 2005 Bonds Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Sales Tax Revenues	<u>\$ 2,003,899.91</u>	<u>\$ 2,045,218.68</u>	<u>\$ 2,205,000.00</u>	<u>\$ (159,781.32)</u>
Expenditures				
Operating Transfers	<u>\$ 1,848,518.07</u>	<u>\$ 2,208,100.52</u>	<u>\$ 2,237,538.00</u>	<u>\$ (29,437.48)</u>
Cash Receipts Over (Under) Expenditures	\$ 155,381.84	\$ (162,881.84)		
Unencumbered Cash, Beginning	<u>47,500.00</u>	<u>202,881.84</u>		
Unencumbered Cash, Ending	<u>\$ 202,881.84</u>	<u>\$ 40,000.00</u>		

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

COWLEY COUNTY, KANSAS

911 System Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
User Fees	\$ 114,682.47	\$ 108,048.37	\$ 150,000.00	\$ (41,951.63)
Expenditures				
Contractual Services	\$ 88,195.55	\$ 71,828.09	\$ 115,500.00	\$ (43,671.91)
Commodities	540.70	772.67	2,000.00	(1,227.33)
Capital Outlay	8,074.69	5,633.44	231,119.00	(225,485.56)
Total Expenditures	\$ 96,810.94	\$ 78,234.20	\$ 348,619.00	\$ (270,384.80)
Cash Receipts Over (Under) Expenditures	\$ 17,871.53	\$ 29,814.17		
Unencumbered Cash, Beginning	166,370.87	184,242.40		
Unencumbered Cash, Ending	\$ 184,242.40	\$ 214,056.57		

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

COWLEY COUNTY, KANSAS

911 Wireless Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
User Fees	\$ 98,796.96	\$ 62,098.13	\$ 74,000.00	\$ (11,901.87)
Interest on Idle Funds	976.69	435.17	-	435.17
Total Cash Receipts	<u>\$ 99,773.65</u>	<u>\$ 62,533.30</u>	<u>\$ 74,000.00</u>	<u>\$ (11,466.70)</u>
Expenditures				
Contractual Services	\$ 27,396.94	\$ 16,895.33	\$ 13,000.00	\$ 3,895.33
Commodities	319.93	-	1,000.00	(1,000.00)
Capital Outlay	14,271.00	29,690.60	340,092.00	(310,401.40)
Total Expenditures	<u>\$ 41,987.87</u>	<u>\$ 46,585.93</u>	<u>\$ 354,092.00</u>	<u>\$ (307,506.07)</u>
Cash Receipts Over (Under) Expenditures	\$ 57,785.78	\$ 15,947.37		
Unencumbered Cash, Beginning	<u>220,091.24</u>	<u>277,877.02</u>		
Unencumbered Cash, Ending	<u>\$ 277,877.02</u>	<u>\$ 293,824.39</u>		

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

COWLEY COUNTY, KANSAS

Community Corrections Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Intergovernmental:				
Community Corrections Grant	\$ 383,703.65	\$ 363,385.00	\$ 380,350.00	\$ (16,965.00)
Case Management	32,331.44	42,749.90	52,800.00	(10,050.10)
Miscellaneous	39,660.49	33,027.50	-	33,027.50
Operating Transfers	-	-	10,000.00	(10,000.00)
Total Cash Receipts	<u>\$ 455,695.58</u>	<u>\$ 439,162.40</u>	<u>\$ 443,150.00</u>	<u>\$ (3,987.60)</u>
Expenditures				
Personnel Services	\$ 406,519.93	\$ 433,803.30	\$ 429,642.00	\$ 4,161.30
Contractual Services	24,461.49	21,811.88	37,955.00	(16,143.12)
Commodities	17,956.38	17,779.28	2,900.00	14,879.28
Capital Outlay	-	-	29,503.00	(29,503.00)
Total Expenditures	<u>\$ 448,937.80</u>	<u>\$ 473,394.46</u>	<u>\$ 500,000.00</u>	<u>\$ (26,605.54)</u>
Cash Receipts Over (Under) Expenditures	\$ 6,757.78	\$ (34,232.06)		
Unencumbered Cash, Beginning	28,687.21	35,444.99		
Prior Year Cancelled Encumbrances	-	-		
Unencumbered Cash, Ending	<u>\$ 35,444.99</u>	<u>\$ 1,212.93</u>		

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

COWLEY COUNTY, KANSAS

Juvenile Service Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over Under
		Actual	Budget	
Cash Receipts				
Graduated Sanction & Prevention	\$ 598,588.26	\$ 478,562.24	\$ 603,844.00	\$ (125,281.76)
Juvenile & Other	21,750.51	38,331.57	-	38,331.57
Miscellaneous	29.42	-	38,364.00	(38,364.00)
Operating Transfers	19,000.87	8,030.00	20,000.00	(11,970.00)
Total Cash Receipts	<u>\$ 639,369.06</u>	<u>\$ 524,923.81</u>	<u>\$ 662,208.00</u>	<u>\$ (137,284.19)</u>
Expenditures				
Graduated Sanction & Prevention	\$ 591,077.92	\$ 668,128.42	\$ 666,318.00	\$ 1,810.42
Juvenile & Other	5,870.57	6,091.41	2,760.00	3,331.41
Miscellaneous	-	-	95,000.00	(95,000.00)
Total Expenditures	<u>\$ 596,948.49</u>	<u>\$ 674,219.83</u>	<u>\$ 764,078.00</u>	<u>\$ (89,858.17)</u>
Cash Receipts Over (Under) Expenditures	\$ 42,420.57	\$ (149,296.02)		
Unencumbered Cash, Beginning	255,395.49	297,816.06		
Prior Year Cancelled Encumbrances	-	-		
Unencumbered Cash, Ending	<u>\$ 297,816.06</u>	<u>\$ 148,520.04</u>		

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

COWLEY COUNTY, KANSAS

Prosecuting Attorney Training Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
District Court	\$ 6,237.00	\$ 6,282.00	\$ 6,000.00	\$ 282.00
Miscellaneous	25.00	-	-	-
Total Cash Receipts	<u>\$ 6,262.00</u>	<u>\$ 6,282.00</u>	<u>\$ 6,000.00</u>	<u>\$ 282.00</u>
Expenditures				
Contractual Services	\$ 5,735.60	\$ 5,229.02	\$ 9,058.00	\$ (3,828.98)
Cash Receipts Over (Under) Expenditures	\$ 526.40	\$ 1,052.98		
Unencumbered Cash, Beginning	3,059.56	3,585.96		
Prior Year Cancelled Encumbrances	-	-		
Unencumbered Cash, Ending	<u>\$ 3,585.96</u>	<u>\$ 4,638.94</u>		

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

COWLEY COUNTY, KANSAS

Drug Screening Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Program Revenues	\$ 28,757.25	\$ 23,998.60	\$ 30,000.00	\$ (6,001.40)
Miscellaneous	1,664.75	-	-	-
Total Cash Receipts	<u>\$ 30,422.00</u>	<u>\$ 23,998.60</u>	<u>\$ 30,000.00</u>	<u>\$ (6,001.40)</u>
Expenditures				
Testing Fees and Refunds	\$ 17,002.22	\$ 15,524.46	\$ 74,869.00	\$ (59,344.54)
Cash Receipts Over (Under) Expenditures	\$ 13,419.78	\$ 8,474.14		
Unencumbered Cash, Beginning	31,867.41	45,287.19		
Prior Year Cancelled Encumbrances	-	-		
Unencumbered Cash, Ending	<u>\$ 45,287.19</u>	<u>\$ 53,761.33</u>		

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

COWLEY COUNTY, KANSAS

Sheriff Special Law Enforcement Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Miscellaneous	\$ 61,720.03	\$ 36,857.79	\$ 55,500.00	\$ (18,642.21)
Expenditures				
Contractual	\$ 479.40	\$ -	\$ -	\$ -
Commodities	153.69	737.45	20,000.00	(19,262.55)
Capital Outlay	44,354.89	22,119.75	62,428.00	(40,308.25)
Total Expenditures	\$ 44,987.98	\$ 22,857.20	\$ 82,428.00	\$ (59,570.80)
Cash Receipts Over (Under) Expenditures	\$ 16,732.05	\$ 14,000.59		
Unencumbered Cash, Beginning	53,927.78	70,659.83		
Unencumbered Cash, Ending	\$ 70,659.83	\$ 84,660.42		

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

COWLEY COUNTY, KANSAS

Attorney Special Forfeiture Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Miscellaneous	\$ -	\$ 1,500.00	\$ 10,000.00	\$ (8,500.00)
Expenditures				
Contractual	\$ -	\$ -	\$ 11,000.00	\$ (11,000.00)
Cash Receipts Over (Under) Expenditures	\$ -	\$ 1,500.00		
Unencumbered Cash, Beginning	400.00	400.00		
Unencumbered Cash, Ending	\$ 400.00	\$ 1,900.00		

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

COWLEY COUNTY, KANSAS

Firearms Range Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Miscellaneous	\$ 6,000.00	\$ -	\$ 7,500.00	\$ (7,500.00)
Operating Transfers	-	-	1,000.00	(1,000.00)
Total Cash Receipts	<u>\$ 6,000.00</u>	<u>\$ -</u>	<u>\$ 8,500.00</u>	<u>\$ (8,500.00)</u>
Expenditures				
Contractual	\$ 358.58	\$ 436.59	\$ 1,500.00	\$ (1,063.41)
Commodities	-	1,321.69	1,000.00	321.69
Capital Outlay	-	-	9,305.00	(9,305.00)
Total Expenditures	<u>\$ 358.58</u>	<u>\$ 1,758.28</u>	<u>\$ 11,805.00</u>	<u>\$ (10,046.72)</u>
Cash Receipts Over (Under) Expenditures	\$ 5,641.42	\$ (1,758.28)		
Unencumbered Cash, Beginning	<u>61.49</u>	<u>5,702.91</u>		
Unencumbered Cash, Ending	<u>\$ 5,702.91</u>	<u>\$ 3,944.63</u>		

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

COWLEY COUNTY, KANSAS

Sales Tax Surplus Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Interest Income	\$ 508.77	\$ -	\$ -	\$ -
Miscellaneous	22,792.24	-	20,000.00	(20,000.00)
Operating Transfers	1,137,344.32	1,426,896.88	1,513,570.00	(86,673.12)
Total Cash Receipts	\$ 1,160,645.33	\$ 1,426,896.88	\$ 1,533,570.00	\$ (106,673.12)
Expenditures				
Contractual	\$ 7,887.64	\$ -	\$ -	\$ -
Commodities	-	-	-	-
Capital Outlay	679,135.67	-	-	-
Contingency	-	-	3,563,774.00	(3,563,774.00)
Total Expenditures	\$ 687,023.31	\$ -	\$ 3,563,774.00	\$ (3,563,774.00)
Cash Receipts Over (Under) Expenditures	\$ 473,622.02	\$ 1,426,896.88		
Unencumbered Cash, Beginning	1,325,484.61	1,799,106.63		
Unencumbered Cash, Ending	\$ 1,799,106.63	\$ 3,226,003.51		

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

COWLEY COUNTY, KANSAS

Community Developmental Disability Organization Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
State Grant Funds	\$ -	\$ 11,067.00	\$ 137,715.00	\$ (126,648.00)
State Aide	-	25,994.00	-	25,994.00
Administration	-	100,654.00	-	100,654.00
Screening Revenue	-	4,230.00	-	4,230.00
Operating Transfers	-	90,000.00	90,000.00	-
Total Cash Receipts	\$ -	\$ 231,945.00	\$ 227,715.00	\$ 4,230.00
Expenditures				
Personnel Services	\$ -	\$ 79,901.05	\$ 93,297.00	\$ (13,395.95)
Contractual	-	9,557.19	55,347.00	(45,789.81)
Commodities	-	6,741.47	-	6,741.47
Capital Outlay	-	25,647.37	68,000.00	(42,352.63)
Operating Transfers	-	90,000.00	10,000.00	80,000.00
Total Expenditures	\$ -	\$ 211,847.08	\$ 226,644.00	\$ (14,796.92)
Cash Receipts Over (Under) Expenditures	\$ -	\$ 20,097.92		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ 20,097.92		

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

COWLEY COUNTY, KANSAS

Special Equipment Reserve Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	2009	2010
Cash Receipts		
Interest on Idle Funds	\$ 3,046.75	\$ 1,842.93
Miscellaneous Income	42,563.88	33,487.96
Operating Transfers	211,054.00	214,634.00
Total Cash Receipts	\$ 256,664.63	\$ 249,964.89
Expenditures		
Office Equipment	\$ 98,452.14	\$ 165,719.83
Other Equipment	222.08	9,683.90
Professional Tech Services	2,160.10	289.95
Total Expenditures	\$ 100,834.32	\$ 175,693.68
Cash Receipts Over (Under) Expenditures	\$ 155,830.31	\$ 74,271.21
Unencumbered Cash, Beginning	826,699.59	982,529.90
Unencumbered Cash, Ending	\$ 982,529.90	\$ 1,056,801.11

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

COWLEY COUNTY, KANSAS

Special Machinery Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	<u>2009</u>	<u>2010</u>
Cash Receipts		
Miscellaneous Revenue	\$ -	\$ 15,950.00
Operating Transfers	<u>161,620.00</u>	<u>121,000.00</u>
Total Cash Receipts	<u>\$ 161,620.00</u>	<u>\$ 136,950.00</u>
Expenditures		
Road Equipment	<u>\$ 317,203.40</u>	<u>\$ 5,300.00</u>
Cash Receipts Over (Under) Expenditures	\$ (155,583.40)	\$ 131,650.00
Unencumbered Cash, Beginning	<u>448,312.39</u>	<u>292,728.99</u>
Unencumbered Cash, Ending	<u><u>\$ 292,728.99</u></u>	<u><u>\$ 424,378.99</u></u>

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

COWLEY COUNTY, KANSAS

Capital Improvements Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	2009	2010
Cash Receipts		
Interest on Idle Funds	\$ 771.25	\$ 329.06
Miscellaneous Revenue	-	144,099.95
Operating Transfers	-	100,000.00
Total Cash Receipts	\$ 771.25	\$ 244,429.01
Expenditures		
Contractual	\$ -	\$ 480.00
Capital Outlay	120,848.63	270,491.60
Total Expenditures	\$ 120,848.63	\$ 270,971.60
Cash Receipts Over (Under) Expenditures	\$ (120,077.38)	\$ (26,542.59)
Unencumbered Cash, Beginning	299,606.67	179,529.29
Unencumbered Cash, Ending	\$ 179,529.29	\$ 152,986.70

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

COWLEY COUNTY, KANSAS

Special Highway Improvement Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	<u>2009</u>	<u>2010</u>
Cash Receipts		
Miscellaneous Revenue	\$ 14,251.40	\$ 163,396.02
Operating Transfers	<u>275,000.00</u>	<u>105,000.00</u>
Total Cash Receipts	<u>\$ 289,251.40</u>	<u>\$ 268,396.02</u>
Expenditures		
Construction	\$ 132,000.00	\$ 169,805.15
Contractual	<u>6,711.05</u>	<u>3,775.00</u>
Total Expenditures	<u>\$ 138,711.05</u>	<u>\$ 173,580.15</u>
Cash Receipts Over (Under) Expenditures	\$ 150,540.35	\$ 94,815.87
Unencumbered Cash, Beginning	<u>742,511.24</u>	<u>893,051.59</u>
Unencumbered Cash, Ending	<u><u>\$ 893,051.59</u></u>	<u><u>\$ 987,867.46</u></u>

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

COWLEY COUNTY, KANSAS

County Mental Health Counseling Center Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	2009	2010
Cash Receipts		
County Appropriation	\$ 158,500.00	\$ 146,000.00
State Financing	437,668.67	259,925.15
Service Fees, Other Revenues	4,266,659.33	4,687,668.49
Total Cash Receipts	\$ 4,862,828.00	\$ 5,093,593.64
Expenditures		
Personnel Services	\$ 3,681,727.75	\$ 3,928,491.10
Other Costs	1,346,811.29	1,208,593.47
Total Expenditures	\$ 5,028,539.04	\$ 5,137,084.57
Cash Receipts Over (Under) Expenditures	\$ (165,711.04)	\$ (43,490.93)
Unencumbered Cash, Beginning	289,589.75	123,878.71
Unencumbered Cash, Ending	\$ 123,878.71	\$ 80,387.78

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

COWLEY COUNTY, KANSAS

Register of Deeds Technology Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	2009	2010
Cash Receipts		
Miscellaneous	\$ 33,402.00	\$ 33,440.00
Interest on Idle Funds	99.41	60.67
Total Cash Receipts	<u>\$ 33,501.41</u>	<u>\$ 33,500.67</u>
Expenditures		
Contractual	\$ 25,488.22	\$ 23,857.76
Commodities	7,967.00	4,793.00
Operating Transfers	-	-
Total Expenditures	<u>\$ 33,455.22</u>	<u>\$ 28,650.76</u>
Cash Receipts Over (Under) Expenditures	\$ 46.19	\$ 4,849.91
Unencumbered Cash, Beginning	<u>22,843.20</u>	<u>22,889.39</u>
Unencumbered Cash, Ending	<u><u>\$ 22,889.39</u></u>	<u><u>\$ 27,739.30</u></u>

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

COWLEY COUNTY, KANSAS

Grants Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	<u>2009</u>	<u>2010</u>
Cash Receipts		
Grants Received	<u>\$ 35,361.12</u>	<u>\$ 428,702.04</u>
Expenditures		
Grant Expenditures	<u>\$ 35,476.19</u>	<u>\$ 425,836.07</u>
Cash Receipts Over (Under) Expenditures	\$ (115.07)	\$ 2,865.97
Unencumbered Cash, Beginning	<u>(12,046.08)</u>	<u>(12,161.15)</u>
Unencumbered Cash, Ending	<u><u>\$ (12,161.15)</u></u>	<u><u>\$ (9,295.18)</u></u>

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

COWLEY COUNTY, KANSAS

Bond and Interest Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Taxes and Shared Revenue:				
Delinquencies and Redemptions	\$ 523.99	\$ 18.53	\$ -	\$ 18.53
Miscellaneous Revenues	20,640.00	19,875.00	19,875.00	-
Total Cash Receipts	<u>\$ 21,163.99</u>	<u>\$ 19,893.53</u>	<u>\$ 19,875.00</u>	<u>\$ 18.53</u>
Expenditures				
Bond Principal	\$ 15,000.00	\$ 15,000.00	\$ 15,000.00	\$ -
Interest	5,642.50	4,875.00	4,875.00	-
Other	-	2.50	-	2.50
Contingency	-	-	24,213.00	(24,213.00)
Operating Transfers	50,000.00	-	-	-
Total Expenditures	<u>\$ 70,642.50</u>	<u>\$ 19,877.50</u>	<u>\$ 44,088.00</u>	<u>\$ (24,210.50)</u>
Cash Receipts Over (Under) Expenditures	\$ (49,478.51)	\$ 16.03		
Unencumbered Cash, Beginning	<u>73,714.30</u>	<u>24,235.79</u>		
Unencumbered Cash, Ending	<u>\$ 24,235.79</u>	<u>\$ 24,251.82</u>		

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

COWLEY COUNTY, KANSAS

Bond Debt Service Series 2005 Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Operating Transfers	\$ 711,173.75	\$ 790,902.27	\$ 723,968.00	\$ 66,934.27
Expenditures				
Note Principal	\$ 465,000.00	\$ 490,000.00	\$ 490,000.00	\$ -
Note Interest	255,242.50	238,967.50	233,968.00	4,999.50
Reserve Funds for 2011 Payments	-	-	258,315.00	(258,315.00)
Total Expenditures	\$ 720,242.50	\$ 728,967.50	\$ 982,283.00	\$ (253,315.50)
Cash Receipts Over (Under) Expenditures	\$ (9,068.75)	\$ 61,934.77		
Unencumbered Cash, Beginning	258,316.24	249,247.49		
Unencumbered Cash, Ending	\$ 249,247.49	\$ 311,182.26		

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

COWLEY COUNTY, KANSAS

Public Works Department Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Landfill Revenue	\$ 1,197,632.12	\$ 1,206,573.27	\$ 1,417,200.00	\$ (210,626.73)
Miscellaneous	26,058.63	39,442.60	1,000.00	38,442.60
Total Cash Receipts	<u>\$ 1,223,690.75</u>	<u>\$ 1,246,015.87</u>	<u>\$ 1,418,200.00</u>	<u>\$ (172,184.13)</u>
Expenditures				
Personnel Services	\$ 254,578.91	\$ 269,415.25	\$ 292,260.00	\$ (22,844.75)
Tonnage Fees	40,379.61	40,757.41	-	40,757.41
Solid Waste Fees	10,333.12	10,858.29	-	10,858.29
Hauling Fees	682,877.95	670,029.19	-	670,029.19
Other Contractual Services	45,785.81	56,884.08	1,094,212.00	(1,037,327.92)
Commodities	46,119.42	62,519.29	55,650.00	6,869.29
Capital Outlay	103,036.00	4,449.35	106,000.00	(101,550.65)
Contingency	-	-	350,000.00	(350,000.00)
Total Expenditures	<u>\$ 1,183,110.82</u>	<u>\$ 1,114,912.86</u>	<u>\$ 1,898,122.00</u>	<u>\$ (783,209.14)</u>
Cash Receipts Over (Under) Expenditures	\$ 40,579.93	\$ 131,103.01		
Unencumbered Cash, Beginning	<u>569,943.85</u>	<u>610,523.78</u>		
Unencumbered Cash, Ending	<u>\$ 610,523.78</u>	<u>\$ 741,626.79</u>		

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

COWLEY COUNTY, KANSAS

Jail Enterprise Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Cash Receipts				
Adult Inmate Housing Fees	\$ -	\$ -	\$ 638,750.00	\$ (638,750.00)
Operating Transfers	-	-	200,000.00	(200,000.00)
Total Cash Receipts	\$ -	\$ -	\$ 838,750.00	\$ (838,750.00)
Expenditures				
Personnel Services	\$ -	\$ -	\$ 220,985.00	\$ (220,985.00)
Contractual Services	-	-	16,400.00	(16,400.00)
Commodities	-	-	85,523.00	(85,523.00)
Operating Transfers	-	-	515,842.00	(515,842.00)
Total Expenditures	\$ -	\$ -	\$ 838,750.00	\$ (838,750.00)
Cash Receipts Over (Under) Expenditures	\$ -	\$ -		
Unencumbered Cash, Beginning	-	-		
Unencumbered Cash, Ending	\$ -	\$ -		

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

COWLEY COUNTY, KANSAS

Agency Funds

Statement of Cash Receipts and Cash Disbursements - Actual
For the Year Ended December 31, 2010

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Distributable Funds:				
Current Tax	\$ 19,242,136.96	\$ 34,380,612.17	\$ 34,024,693.68	\$ 19,598,055.45
Current Tax Refunds	28,958.43	27,018.05	69,301.03	(13,324.55)
Redemptions	200,033.81	868,291.69	683,336.43	384,989.07
Delinquent Per. Prop. Tax	40,099.90	82,693.54	83,408.76	39,384.68
Per. Prop. Tax Paid in Adv.	-	2,144.82	2,144.82	-
Foreclosure Sale	23,932.52	-	23,932.52	-
Foreclosure Costs	13,471.65	-	13,471.65	-
Escaped Tax	-	8.33	8.33	-
Severance Tax	-	33,937.61	33,937.61	-
Taxes in Bankruptcy	-	-	-	-
Taxes in Suspense	-	-	-	-
Payment in Lieu of Taxes	150,000.00	315,855.79	315,855.79	150,000.00
Vehicle Taxes	135,945.48	4,598,983.47	4,608,876.45	126,052.50
RV Taxes	1,641.27	88,224.41	88,301.74	1,563.94
Cereal Malt Beverage	50.00	150.00	100.00	100.00
Candidate Filing Fee	-	-	-	-
Delinquent P.P. Tax - Partial	-	-	-	-
Total Distributable Funds	\$ 19,836,270.02	\$ 40,397,919.88	\$ 39,947,368.81	\$ 20,286,821.09
State Funds:				
State Educational Building	\$ -	\$ 240,552.58	\$ 240,552.58	\$ -
State Institutional Building	-	120,275.79	120,275.79	-
State Correctional Building	-	3.96	3.96	-
Game Licenses	-	14,421.60	14,421.60	-
State Motor Vehicle	-	1,658,791.08	1,658,679.56	111.52
Auto Sales Tax	-	949,351.37	877,985.58	71,365.79
Heritage Trust Fund	1,766.38	11,328.01	11,002.95	2,091.44
Total State Funds	\$ 1,766.38	\$ 2,994,724.39	\$ 2,922,922.02	\$ 73,568.75

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

COWLEY COUNTY, KANSAS

Agency Funds

Statement of Cash Receipts and Cash Disbursements - Actual
For the Year Ended December 31, 2010

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Subdivision Funds:				
School Districts	\$ -	\$ 17,301,173.38	\$ 17,301,173.38	\$ -
Cities	-	8,520,840.56	8,520,840.56	-
Townships	-	1,756,863.54	1,756,863.54	-
Cemeteries	-	31,817.81	31,817.81	-
Watersheds	(63.00)	87,267.48	87,204.48	-
Community Building	-	10,418.10	10,418.10	-
Fire Districts	(0.01)	654,169.41	654,169.40	-
Special County/City/Township	-	1,458,124.74	1,458,124.74	-
SC Regional Library	-	121,709.65	121,709.65	-
Improvement Districts	-	15,093.96	15,093.96	-
Total Subdivision Funds	\$ (63.01)	\$ 29,957,478.63	\$ 29,957,415.62	\$ -
Other Agency Funds:				
Cash Over and Short	\$ 113.18	\$ (41.44)	\$ 99.40	\$ (27.66)
County Drug Task Force	7,093.56	5,175.15	-	12,268.71
Memorial Lawn Cemetery	867.91	1.74	-	869.65
Probate Unclaimed Money	1,192.94	3,973.32	-	5,166.26
Slider Tele/RR Reimb	-	-	-	-
Total Other Agency Funds	\$ 9,267.59	\$ 9,108.77	\$ 99.40	\$ 18,276.96
Total Agency Funds	\$ 19,847,240.98	\$ 73,359,231.67	\$ 72,827,805.85	\$ 20,378,666.80

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

COWLEY COUNTY, KANSAS

Joint Board of Health - General Fund

Page 1 of 2

Component Units - Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts:		
County Appropriation	\$ 330,996.00	\$ 330,996.37
Federal Grants	354,053.31	394,996.83
State & Local Grants	136,782.84	165,860.06
Fees and Donations	197,126.91	189,088.13
Interest	3,341.44	2,331.21
Other	11,748.68	1,616.52
Total Cash Receipts	<u>\$ 1,034,049.18</u>	<u>\$ 1,084,889.12</u>
Expenditures and Transfers		
Salaries	\$ 564,607.58	\$ 562,566.28
Employee Benefits	196,358.07	203,532.93
Contractual Services	62,819.56	50,606.43
Operating Expenses	223,250.58	217,526.93
Capital Outlay	11,277.89	35,975.97
Total Expenditures and Transfers	<u>\$ 1,058,313.68</u>	<u>\$ 1,070,208.54</u>
Cash Receipts Over (Under) Expenditures	\$ (24,264.50)	\$ 14,680.58
Unencumbered Cash Balance - Beginning	<u>300,086.99</u>	<u>275,822.49</u>
Unencumbered Cash Balance - Ending	<u>\$ 275,822.49</u>	<u>\$ 290,503.07</u>

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

COWLEY COUNTY, KANSAS

Law Library

Page 2 of 2

Component Units - Statement of Cash Receipts and Expenditures - Actual

For the Year Ended December 31, 2010

(With Comparative Actual Totals for the Prior Year Ended December 31, 2009)

	Prior Year Actual	Current Year Actual
Cash Receipts:		
District Court	\$ 43,877.39	\$ 40,419.38
Dues	275.00	495.00
Total Cash Receipts	<u>\$ 44,152.39</u>	<u>\$ 40,914.38</u>
Expenditures and Transfers		
Books	\$ 40,481.68	\$ 44,262.86
Total Expenditures and Transfers	<u>\$ 40,481.68</u>	<u>\$ 44,262.86</u>
Cash Receipts Over (Under) Expenditures	\$ 3,670.71	\$ (3,348.48)
Unencumbered Cash Balance - Beginning	<u>40,754.56</u>	<u>44,425.27</u>
Unencumbered Cash Balance - Ending	<u><u>\$ 44,425.27</u></u>	<u><u>\$ 41,076.79</u></u>

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

COWLEY COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Cowley County is a municipal corporation governed by an elected three-person commission. Cowley County, Kansas, is a county located on the southern border of Kansas, approximately forty five miles south of Wichita, Kansas. It is 1,155 square miles in size, has a population of about 37,000, and was organized and chartered in March, 1870.

The financial statements of the County have been prepared in compliance with the cash-basis and budget laws of Kansas. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable and encumbrances; that is, commitments related to unperformed (executory) contracts for goods or services.

REPORTING ENTITY

As required by generally accepted accounting principles, these financial statements present Cowley County (the primary government) and its component units. The component units discussed below are included in the County's reporting entity because of the significance of their operational or financial relationships with the County.

Blended Component Units. The Cowley County Mental Health and Counseling Center is governed by a seven member Board appointed by the County Commission. Because it is not considered a separate legal entity from the County, it is reported as if it were part of the primary government as a special revenue fund. As indicated in the statements, this entity is on a fiscal year ending on June 30. Therefore, the blended report for this entity is for the year ended June 30, 2009.

Discretely Presented Component Units. The component units section at the bottom of the financial statements includes the financial data of the County's other component units. They are reported in a separate section to emphasize that they are legally separate from the County. Except for the Law Library, the governing bodies of the other component units are appointed by the County Commission. The Law Library is operated by a Board of Trustees elected by the County Bar Association. The operation of the Cowley County Extension Council is not material, does not require an audit, and is omitted from this report.

The Law Library operates on financing provided by fees assessed in District Court cases. Even though it is financially independent from the County, it is still included as a component of the County because of a requirement to audit it with the County. The Joint Board of Health provides public health services and programs to the entire County and receives a significant portion of its funding from the County appropriation.

Complete financial statements of the individual component units can be obtained from the County Clerk's office at the courthouse or from their respective administrative offices at the following locations:

Cowley County Law Library
311 E. 9th Ave.
Winfield, Kansas

Cowley County Health Department
320 E. 9th Ave., Suite B
Winfield, Kansas

COWLEY COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

BASIS OF PRESENTATION

The financial transactions of the County are recorded in individual funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. The following types of funds comprise the financial activities of the County for the year 2010:

Governmental Funds

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

Special Revenue Fund - to account for the proceeds of specific revenues (other than special assessments or major capital projects) that are restricted by law or administrative action to be expended for specified purposes.

Proprietary Funds

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

Fiduciary Funds

Trust and Agency Funds - to account for assets held by a governmental unit in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These include: (1) Expendable Trust Funds, (2) Nonexpendable Trust Funds, and (3) Agency Funds.

BASIS OF ACCOUNTING

The County has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. All governmental and expendable trust funds are accounted for, using the modified cash basis provided for under Kansas Statutes. Revenues are recognized when cash is received. Expenditures are generally recognized when the executory liability is established, rather than when the actual, or executed, liability is realized. Exceptions to this general rule include: (1) accumulated unpaid vacation, sick pay, and other employee amounts which are not recognized until paid, and (2) principal and interest on general long-term debt, which is recognized when due.

Departure from Generally Accepted Accounting Principles

The basis of presentation described above results in a statement of revenues on the cash basis and expenditures on a modified accrual basis, further modified by the inclusion of encumbrances. Balance sheets that would have shown non-cash assets such as receivables, inventories and prepaid expense, and liabilities such as deferred revenue, matured principal and interest payable, and reservations of the fund balance are not presented. Under generally accepted accounting principles, encumbrances are only recognized as a

COWLEY COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles.

The required balance sheet, income statement, and the statement of changes in financial position are not presented for the proprietary fund types. Generally accepted accounting principles require these fund types to be accounted for by the full accrual method of accounting.

The Commissioners of Cowley County have received a waiver of the requirement of K.S.A. 75-1120a(c) for the year ended December 31, 2010. The method described above is in accordance with this waiver.

BUDGETARY DATA

Kansas Statutes require that an annual operating budget be legally adopted for the General Fund, Special Revenue Funds (unless specifically exempt by statute), Debt Service Funds, and Enterprise Funds. In general, the statutes provide that a budget shall be prepared by August 1, published in a local paper by August 5, that a public hearing be held by August 15, and that final adoption occur by August 25. 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.

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, Trust and Agency Funds, and the following Special Revenue Funds:

- Special Equipment Reserve Fund
- Special Machinery Fund
- Capital Improvements Fund
- Special Highway Improvement Fund
- County Mental Health Counseling Center (Blended Component Unit)
- Register of Deeds Technology Fund
- Grants Fund

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

COWLEY COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

ASSETS, LIABILITIES AND FUND ACCOUNTING

Investments

Investments consist primarily of certificates of deposit and repurchase agreements. All investments are stated at cost.

Cash balances in all funds are considered in determining the amount to be invested. All investment income except the amounts specifically designated to the 911 Wireless Fund, Special Equipment Fund, Capital Improvement Fund, Register of Deeds Technology Fund and Interest on Bond Proceeds Series 2005 Fund has been credited to the General Fund.

General Fixed Assets

The County has not maintained records of General Fixed Assets; however, a waiver of this requirement is in effect for the year ended December 31, 2010, as authorized by K.S.A. 75-1120a(c).

Vacation and Sick Leave

The County's policies regarding vacation and sick pay are the following: Full-time (forty hours per week) employees shall participate in earning vacation leave and sick leave. Part-time employees do not participate in any vacation and sick time; only one part-time employee receives paid holidays.

Vacation Leave:

All regular full-time employees are eligible for paid vacation leave. Eligible employees accrue vacation leave from date of hire on a month-to-month basis, except that paid vacation leave shall not be taken until completion of one year of employment. Vacation leave entitlement increases under a schedule based on continuous years of service. Certain other rules and limitations also apply to vacation entitlements.

Sick Leave:

All regular full-time employees are eligible for paid sick leave. Sick leave is permitted under several situations and conditions. Eligible employees accrue and accumulate sick leave at the rate of eight (8) hours (1 normal working day) per calendar month. The maximum accumulation of unused sick leave is limited to 720 hours (90 days), on the first day of each year. Employees may accumulate days during the year, but the maximum limit on the first day of any subsequent year shall be 90 days. Conversion of sick pay is permitted. Any employee who has accumulated 90 days, the maximum accumulation, of sick leave may convert additional sick leave accrued to pay on a ratio of one hour sick leave to one hour of pay. Termination triggers the payment of accrued sick pay for employees with more than nine years of service; those with more than nineteen years of service receive pay for 100% of their accrued sick leave.

Summary:

Liabilities for vacation and sick pay are not recorded in the financial statements by the County. At December 31, 2010, the governmental funds of the County had a vested liability for accumulated unpaid vacation pay of \$259,490.52 and accumulated unpaid sick

COWLEY COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

pay of \$306,762.93. At December 31, 2010, the Proprietary Fund of the County had a vested liability for accumulated unpaid vacation pay of \$5,783.33, and accumulated unpaid sick pay of \$24,383.26. Under GAAP reporting, these liabilities would be reflected in that fund.

Defined Benefit Pension Plan

Plan Description. Cowley County participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen 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. That report may be obtained by writing to KPERS (400 SW 8th Avenue, Suite 200; Topeka, KS 66603-3925) or by calling 1-800-228-0366.

Funding Policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. K.S.A. 74-4975 establishes the KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates. The KPERS employer rate established for calendar year 2009 is 6.14%. Cowley County employer contributions to KPERS for the years ending December 31, 2010, 2009, and 2008 were \$301,173.39, \$254,161.06, and \$218,841.01, respectively, equal to the required contributions for each year. The KP&F employer rate established for fiscal years beginning in 2010 is 12.86%. Cowley County contributions to KP&F for the years ended December 31, 2010, 2009, and 2008 were \$127,639.52, \$148,034.26, and \$141,567.82, respectively.

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Kansas Statutes

The County's deposits were not adequately secured on April 30, 2010. The deposits at Corner-Bank, N.A. were under secured \$52,484.50 leaving some of the County's funds at risk, which is a violation of K.S.A. 9-1402.

Compliance with Finance-Related Legal and Contractual Provisions

The county is not aware of any debt covenants, or other violations of finance-related or contractual provisions for the year ended December 31, 2010.

COWLEY COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNTS

Cash and Investments

K.S.A.12-1675 authorizes the County to invest in 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.

K.S.A. 9-1401 requires the County to deposit the funds into an eligible bank which must have a main or branch bank in the county. The County maintains cash deposits in all seven financial institutions with home offices located within the county. The deposit accounts consist of checking accounts, money market accounts, certificates of deposits and an overnight repurchase agreement. Earnings on these accounts are deposited in the County General Fund, and other such funds as statute requires.

As stated above, the County has invested available funds in overnight repurchase agreements amounting to \$26,594,489.71 as of December 31, 2010. The repurchase agreements are held in securities which are not covered by insurance or pledged securities and are recorded at cost as of the date of purchase. The balances of the investment in repurchase agreements for the year ended December 31, 2010 are included in the unencumbered cash balances.

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. The County's deposits were not adequately secured on April 30, 2010. The deposits at CornerBank, N.A. were under secured \$52,484.50 leaving some of the County's funds at risk, which is a violation of K.S.A. 9-1402.

At December 31, 2010, the County's carrying amount of deposits was \$30,756,394.71 and the bank balance was \$31,177,734.55. As stated above, the bank balance was held in seven banks resulting in a concentration of credit risk. Of the bank balance, \$1,280,000.00 was covered by federal depository insurance; \$29,897,734.55 was collateralized with securities held by the pledging financial institutions.

Accounts Receivable

The County Treasurer administers Kansas' Motor Vehicle License assessments and retains a portion of the assessments as reimbursement for these Services. The activity in the Cowley County Motor Vehicle Operating Fund is not part of the County operations and is not reported in the financial statements. After the year end, the excess of the reimbursements over the expenses of providing the services is transferred into the General Fund. The payment due to the General Fund is \$128,610.24 at December 31, 2010.

COWLEY COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

Changes in General Fixed Assets

As noted previously, the County has not maintained records of General Fixed Assets and a waiver of this requirement was obtained from the State of Kansas. Therefore, there is no detail of or analysis of changes in Fixed Assets for 2010.

Capitalized Interest for Proprietary Fixed Asset Additions

There were no construction projects in the Proprietary Funds that required the capitalization of interest.

Lease Obligations

The County was aware of no lease purchase agreements outstanding on December 31, 2010.

Long-Term Debt

Cowley County's summary of the changes in long-term liabilities for the year ended December 31, 2010, were as follows:

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>
General Obligation Bonds and Temporary Notes			
Series 2000	11/1/2000	\$ 200,000.00	11/1/2014
Series 2005	10/1/2005	8,500,000.00	10/1/2020

<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>
General Obligation Bonds and Temporary Notes					
Series 2000	\$ 90,000.00	\$ -	\$ 15,000.00		\$ 75,000.00
Series 2005	6,755,000.00	-	490,000.00		6,265,000.00
Total Bonded Debt	\$ 6,845,000.00	\$ -	\$ 505,000.00		\$ 6,340,000.00
Compensated Absences	<u>577,588.97</u>			<u>\$ 18,831.07</u>	<u>596,420.04</u>
	<u>\$ 7,422,588.97</u>	<u>\$ -</u>	<u>\$ 505,000.00</u>	<u>\$ 18,831.07</u>	<u>\$ 6,936,420.04</u>

COWLEY COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

General Obligation Bonds and Temporary Notes

Description	Principal Balance End of Year	Interest Paid
Series 2000	\$ 75,000.00	\$ 4,875.00
Series 2005	6,265,000.00	238,967.50
Totals	\$ 6,340,000.00	\$ 243,842.50

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

	General Obligation Bonds	G.O. Sales Tax Bond	Total for Year
Principal			
2011	\$ 15,000.00	\$ 510,000.00	\$ 525,000.00
2012	20,000.00	535,000.00	555,000.00
2013	20,000.00	555,000.00	575,000.00
2014	20,000.00	580,000.00	600,000.00
2015	-	610,000.00	610,000.00
2016-2020	-	3,475,000.00	3,475,000.00
Total Principal	\$ 75,000.00	\$ 6,265,000.00	\$ 6,340,000.00
Interest			
2011	\$ 4,095.00	\$ 221,817.50	\$ 225,912.50
2012	3,300.00	205,497.50	208,797.50
2013	2,220.00	188,110.00	190,330.00
2014	1,120.00	169,795.00	170,915.00
2015	-	150,075.00	150,075.00
2016-2020	-	400,750.00	400,750.00
Total Interest	\$ 10,735.00	\$ 1,336,045.00	\$ 1,346,780.00
Principal and Interest			
2011	\$ 19,095.00	\$ 731,817.50	\$ 750,912.50
2012	23,300.00	740,497.50	763,797.50
2013	22,220.00	743,110.00	765,330.00
2014	21,120.00	749,795.00	770,915.00
2015	-	760,075.00	760,075.00
2016-2020	-	3,875,750.00	3,875,750.00
Total Principal and Interest	\$ 85,735.00	\$ 7,601,045.00	\$ 7,686,780.00

COWLEY COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

Claims and Judgments

The following claims, judgements, and contingent liabilities were observed during the audit:

Closure and Post-Closure Care Costs

Cowley County had operated a landfill for many years as the only trash depository in Cowley County. The County decided to close its landfill in order to avoid satisfying certain environmental requirements. The County was originally to close the landfill by September 26, 1997, but this was extended into 1998. Cowley County entered into an inter-local agreement with Sumner County and Chautauqua County (originally included Elk County) to provide for the joint operation of a landfill. This inter-local is a separate legal entity, not included in this audit or this report.

Cowley County was required by EPA regulation 40 CFR 258 to provide financial assurance that the County could fund post-closure costs, estimated to be \$1,461,330.00, by October 15, 1997 and has done so. Since the County has waived GAAP based reporting (see Note I), the liability that would be recorded in the proprietary account is only reported here.

Subsequent Events

The County Administrator resigned from his position effective July 2011. The County has hired a new administrator who is scheduled to begin in November 2011.

There were no material subsequent events to the year ending December 31, 2010 which could have impacted future tax revenues or expenditures.

Pending or Threatened Litigation

Several lawsuits against the County are pending. The County does have liability insurance coverage; however, the County cannot accurately estimate what loss, if any, will result from these claims.

Accounts Payable and Encumbrances

As explained previously, the County is on the modified cash basis of accounting which calls for the recognition of Encumbrances and Accounts Payable, without distinction. Both Encumbrances and Accounts Payable are charged to expenses as soon as they are incurred and are shown as immediate debts of each fund. The amounts of those debts are reflected by fund in Statement -1- and may be summarized as follows:

Fund	Amount
Cowley County Funds Encumbrances	\$ 350,683.63
County Mental Health Center Encumbrances	369,316.44
Joint Board of Health-General Encumbrances	143.93
Total	<u><u>\$ 720,144.00</u></u>

COWLEY COUNTY, KANSAS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

Capital Projects

At year-end, capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	Expenditures To Date	Project Authorization
Construction or Remodeling County Window Replacement Project	\$ 245,935.00	\$ 250,935.00

Inter-fund Transfers

Inter-fund transfer details are as follows:

From Fund	To Fund	Authority (K.S.A.)	Amount
General	Economic Development	19-4102	\$ 30,000.00
General	Juvenile Service	County Resolution	8,030.00
General	Special Equipment Reserve	19-119	79,634.00
General	Capital Improvement	19-120	100,000.00
General	Community Development Disability Organization	19-119	90,000.00
Road & Bridge	Special Machinery	68-141g	121,000.00
Road & Bridge	Special Highway Improvement	68-590	105,000.00
Appraiser	Special Equipment Reserve	19-119	30,000.00
Noxious Weed	Special Equipment Reserve	19-119	15,000.00
Community Development Disability Organization	Special Equipment Reserve	19-119	90,000.00
Special Sales Tax Revenue Fund	05 Sales Tax/GOB Issue Debt Service	12-197	790,902.27
Special Sales Tax Revenue Fund	Sales Tax Surplus	12-197	1,426,896.88
Total			<u><u>\$ 2,886,463.15</u></u>

Unencumbered Cash Balances

Beginning Unencumbered Fund Balances have been carried forward from the prior year without adjustment. Unencumbered Fund Balances represent the Treasurer's Cash Balance for each fund, less any outstanding Accounts Payable or Encumbrances at December 31, 2010.

IV. RELATED PARTY TRANSACTIONS

The County is not aware of any material related party transactions or activities during the year ended December 31, 2010.