RECEIVED
DEC 19 2011
Wabaunsee County Clerk

WABAUNSEE COUNTY, KANSAS

FINANCIAL STATEMENTS
WITH INDEPENDENT AUDITORS' REPORT

FOR THE YEAR ENDED DECEMBER 31, 2010

WABAUNSEE COUNTY, KANSAS

TABLE OF CONTENTS

	Pages
Independent Auditors' Report	1 - 2
Financial Statements:	
Summary of Cash Receipts, Expenditures, and Unencumbered Cash	3 - 4
Summary of Expenditures - Actual and Budget	5 - 6
Exhibits:	
A General Fund	7 - 9
Special Revenue Funds:	
B Road and Bridge Fund	10
C Noxious Weed Fund	11
D Other Special Revenue Funds (Budgeted)	12 - 20
E Other Special Revenue Funds (Unbudgeted)	21 - 23
F Debt Service Funds	24 - 25
H Agency Funds	26 - 27
Notes to Financial Statements	28 - 37

Certified Public Accountants

Pottberg, Gassman & Hoffman, Chtd.

816 N Washington
Junction City, KS 66441
(785) 238-5166
Fax (785) 238-6830

529 Humboldt, Suite I
Manhattan, KS 66502
(785) 537-9700
Fax (785) 537-3734

505 NW 3rd, Suite 1
Abilene, KS 67410
(785) 263-2171
Fax (785) 263-3340

www.pgh-cpa.com

INDEPENDENT AUDITORS' REPORT

Board of County Commissioners
Wabaunsee County, Kansas

We have audited the accompanying financial statements of Wabaunsee County, Kansas, as of and for the year ended December 31, 2010, as listed in the table of contents. These financial statements are the responsibility of Wabaunsee County, Kansas' management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year partial comparative information has been derived from the County's December 31, 2009 financial statements and, in our report dated October 27, 2010 we expressed an unqualified opinion on the financial statements taken as a whole.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit Guide*. Those standards and guidance 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 opinions.

The financial statements do not include financial data for the County's legally separate component units. Accounting principles generally accepted in the United States of America require the financial data for its component units to be reported with the financial data of the County's primary government unless the County also issues financial statements for the financial reporting entity that includes the financial statements. The County has not issued such reporting entity financial statements. The effect on the financial statements of the omission of the component units, although not reasonably determinable, is presumed to be material.

As described more fully in Note A, the County has prepared these financial statements in conformity with the accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which practices differ from accounting principles generally accepted in the United States of America. The effect on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph and because they do not include the financial data of component units of the County, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of

MEMBERS:
American Institute of Certified Public Accountants

Kansas Society of Certified Public Accountants

CPA SM

America, the financial position of the County, as of December 31, 2010 or the changes in its financial position for the year then ended. Further, the County has not presented a management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the cash and unencumbered cash balances of Wabaunsee County, Kansas, as of December 31, 2010, and its cash receipts and expenditures, and budgetary comparisons for the year then ended, on the basis of accounting described in Note A.

Pottberg, Gassman & Hoffman, Chartered

Pottberg, Gassman & Hoffman, Chartered
Junction City, Kansas
December 19, 2011

WABAUNSEE COUNTY, KANSAS

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
FOR THE YEAR ENDED DECEMBER 31, 2010

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	$ 80,451	1,724,613	1,659,477	145,587	95,733	241,320
Special Revenue Funds:						
Road & Bridge	434,276	1,251,291	1,647,879	37,688	36,510	74,198
Noxious Weed	55,309	254,524	275,532	34,301	1,920	36,221
Health	48	221,812	215,631	6,229	1,842	8,071
Extension Council	3,384	132,864	136,248	-	-	-
Regional Library	2,142	94,840	96,982	-	-	-
Election	14,444	49,236	49,790	13,890	9,937	23,827
Wabaunsee Co. Public Transportation	-	53,553	52,793	760	2,114	2,874
Noxious Weed Eqpt.	58,431	-	6,990	51,441	-	51,441
Economic Development	27,371	43,271	54,771	15,871	1,239	17,110
Program for Elderly	1,546	80,053	81,599	-	-	-
Appraiser's Cost	9,098	147,630	136,990	19,738	4,067	23,805
Mental Health	1,745	31,046	31,075	1,716	-	1,716
Employee Benefits	5,706	766,805	767,231	5,280	59,216	64,496
Liability Defense	26,778	7,163	18,474	15,467	-	15,467
Court Trustee Operations	2,119	-	-	2,119	-	2,119
911 Telephone	22,460	34,143	39,099	17,504	1,192	18,696
Parks & Recreation	717	681	-	1,398	-	1,398
Mental Retardation	1,283	8,864	10,147	-	-	-
Regional Library Employee Benefits	121	9,626	9,747	-	-	-
Wireless E-911	6,683	10,362	8,797	8,248	353	8,601
Road & Bridge Special Sales Tax	229,460	197,913	125,624	301,749	-	301,749
Law Enforcement Trust*	27	-	-	27	-	27
Sheriff's Federal Forfeiture*	503	3	-	506	-	506
Bond Reserve*	-	-	-	-	-	-
Register of Deeds Technology*	9,705	12,001	3,898	17,808	-	17,808
Machinery & Equipment*	48,647	-	-	48,647	-	48,647
Sheriff's County Forfeiture*	48,969	3,086	8,521	43,534	-	43,534
Wireless E-911Grant*	7,986	55,469	63,455	-	-	-
Wab. Co. Public Trans. Capital Outlay*	-	118,959	-	118,959	-	118,959
County Health Donations*	-	1,225	-	1,225	-	1,225

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

WABAUNSEE COUNTY, KANSAS

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
FOR THE YEAR ENDED DECEMBER 31, 2010

Fund	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
Debt Service Funds:						
Bond & Interest #1	$ 17,933	105,822	109,949	- 13,806	-	13,806
Bond & Interest #2	44,123	37,772	72,420	9,475	-	9,475
County Specialty	-	-	-	-	-	-
Saddle Creek Bond & Interest*	3,599	13,079	13,269	3,409	-	3,409
Total Reporting Entity (Excluding Agency Funds)	$ 1,165,064	5,467,706	5,696,388	936,382	214,123	1,150,505

* Not Budgeted

Composition of Cash:	Checking Accounts	$ 6,604,632
	Certificates of Deposit	900,000
	Cash on hand	500
	Total Cash	7,505,132
	Agency Funds Per Page 27	(6,354,627)
	Total Reporting Entity (Excluding Agency Funds)	$ 1,150,505

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

WABAUNSEE COUNTY, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2010

Fund	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund	$ 1,805,510	-	1,805,510	1,659,477	(146,033)
Special Revenue Funds:					
Road & Bridge	1,701,533	-	1,701,533	1,647,879	(53,654)
Noxious Weed	287,224	-	287,224	275,532	(11,692)
Health	244,088	-	244,088	215,631	(28,457)
Extension Council	138,772	-	138,772	136,248	(2,524)
Regional Library	98,996	-	98,996	96,982	(2,014)
Election	51,026	-	51,026	49,790	(1,236)
Wabaunsee Co. Public Transportation	55,000	-	55,000	52,793	(2,207)
Noxious Weed Eqpt	66,105	-	66,105	6,990	(59,115)
Economic Development	60,963	-	60,963	54,771	(6,192)
Program for Elderly	83,659	-	83,659	81,599	(2,060)
Appraiser's Cost	153,596	-	153,596	136,990	(16,606)
Mental Health	35,434	-	35,434	31,075	(4,359)
Employee Benefits	784,278	-	784,278	767,231	(17,047)
Liability Defense	30,134	-	30,134	18,474	(11,660)
Court Trustee Operations	2,119	-	2,119	-	(2,119)
911 Telephone	39,440	-	39,440	39,099	(341)
Parks & Recreation	5,035	-	5,035	-	(5,035)
Mental Retardation	10,188	-	10,188	10,147	(41)
Regional Library Employee Benefits	10,013	-	10,013	9,747	(266)
Wireless E-911	28,168	-	28,168	8,797	(19,371)
Road & Bridge Special Sales Tax	524,123	-	524,123	125,624	(398,499)
Law Enforcement Trust *				-	
Sheriff's Federal Forfeiture *				-	
Bond Reserve*				-	
Register of Deeds Technology*				3,898	
Machinery & Equipment *				-	
Sheriff's County Forfeiture *				8,521	
Wireless E-911 Grant *				63,455	
Wab. Co. Public Trans. Capital Outlay*				-	
County Health Donations*				-	

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

WABAUNSEE COUNTY, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
FOR THE YEAR ENDED DECEMBER 31, 2010

Fund	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
Debt Service Funds:					
Bond & Interest #1	$ 124,955	-	124,955	109,949	(15,006)
Bond & Interest #2	82,422	-	82,422	72,420	(10,002)
County Specialty	112,385	-	112,385	-	(112,385)
Saddle Creek Bond & Interest	13,273	-	13,273	13,269	(4)

* Not Budgeted

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

WABAUNSEE COUNTY, KANSAS

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		Variance -
GENERAL FUND	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Taxes:				
Ad Valorem Property Tax	$ 812,264	1,026,155	1,047,389	(21,234)
Delinquent Tax	8,406	12,314	-	12,314
Interest on Delinquent Tax	31,639	29,717	25,000	4,717
Countywide Sales Tax	270,682	277,319	320,000	(42,681)
Motor Vehicle Tax	72,574	87,356	93,814	(6,458)
Recreational Vehicle Tax	1,246	1,488	1,648	(160)
Rental Vehicle Excise Tax	1	7	4	3
16/20M Vehicle Tax	2,744	5,792	5,656	136
Total Taxes	1,199,556	1,440,148	1,493,511	(53,363)
Intergovernmental Revenue:				
Liquor Tax	1,282	681	1,000	(319)
Mineral Tax	861	2,021	2,000	21
Total Intergovernmental Revenue	2,143	2,702	3,000	(298)
Licenses and Fees:				
Mortgage Registration Fees	69,282	76,425	60,000	16,425
Officer's Fees	50,607	60,235	50,000	10,235
Motor Vehicle Registration Fees	1,237	98	-	98
Building Permits & Zoning Appeals	3,367	5,515	5,000	515
Sheriff's Fees	27,343	17,347	30,000	(12,653)
Antique Tags	1,365	1,515	1,000	515
Diversion Fees	48,762	39,713	50,000	(10,287)
Total Licenses and Fees	201,963	200,652	196,000	4,848
Use of Money and Property:				
Interest on Idle Funds	24,961	22,261	40,000	(17,739)
Total Use of Money and Property	24,961	22,261	40,000	(17,739)
Miscellaneous Receipts:				
Reimbursements	7,907	10,884	3,000	7,884
Transfer from Courthouse Spec Sales Tax	120,866	-	60,000	(60,000)
Transfer from Bond Reserve	23,500	-	-	-
Other Receipts	28,575	47,966	10,000	37,966
Total Miscellaneous Receipts	180,848	58,850	73,000	(14,150)
Total Cash Receipts	$ 1,609,471	1,724,613	1,805,511	(80,702)

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

WABAUNSEE COUNTY, KANSAS

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		Variance -
GENERAL FUND	Actual	Actual	Budget	Over (Under)
Expenses Subject to Budget:				
County Commission:				
Personal Services	$ 43,251	42,964	43,476	(512)
Contractual Services	12,121	13,063	9,600	3,463
Commodities	1,967	1,952	2,200	(248)
Capital Outlay	11,500	-	724	(724)
Total County Commission	68,839	57,979	56,000	1,979
County Clerk:				
Personal Services	98,317	90,712	97,932	(7,220)
Contractual Services	3,329	3,893	2,150	1,743
Commodities	4,813	6,223	4,100	2,123
Capital Outlay	2,864	942	-	942
Total County Clerk	109,323	101,770	104,182	(2,412)
County Treasurer:				
Personal Services	70,613	74,944	71,857	3,087
Contractual Services	10,486	10,516	15,830	(5,314)
Commodities	3,659	2,160	2,550	(390)
Capital Outlay	38	-	2,300	(2,300)
Total County Treasurer	84,796	87,620	92,537	(4,917)
County Attorney:				
Personal Services	78,242	80,051	80,979	(928)
Contractual Services	8,550	9,848	7,200	2,648
Commodities	1,303	1,508	1,700	(192)
Capital Outlay	1,862	1,280	1,400	(120)
Total County Attorney	89,957	92,687	91,279	1,408
Register of Deeds:				
Personal Services	67,102	67,504	67,380	124
Contractual Services	3,477	3,362	4,200	(838)
Commodities	3,581	3,313	2,529	784
Capital Outlay	3,698	-	-	-
Microfilm	-	-	-	-
Total Register of Deeds	77,858	74,179	74,109	70
Sheriff:				
Personal Services	599,958	614,575	618,856	(4,281)
Contractual Services	77,746	66,177	93,500	(27,323)
Commodities	67,607	100,803	67,500	33,303
Capital Outlay	53,471	39,165	48,500	(9,335)
Total Sheriff	798,782	820,720	828,356	(7,636)
Expenditures Balances Forward	1,229,555	1,234,955	1,246,463	(11,508)

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

WABAUNSEE COUNTY, KANSAS

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)

GENERAL FUND	2009 Actual	2010 Actual	2010 Budget	Variance - Over (Under)
Expenditures Balance Forward	$1,229,555	1,234,955	1,246,463	(11,508)
Clerk of District Court:				
Contractual Services	42,418	56,673	74,882	(18,209)
Commodities	3,518	4,269	2,100	2,169
Capital Outlay	14,619	13,347	7,900	5,447
Total Clerk of District Court	60,555	74,289	84,882	(10,593)
Courthouse:				
Personal Services	24,969	26,231	27,000	(769)
Contractual Services	43,452	43,085	62,500	(19,415)
Commodities	6,147	7,846	13,000	(5,154)
Capital Outlay	175	1,040	7,500	(6,460)
Total Courthouse	74,743	78,202	110,000	(31,798)
Total Departmental Expenditures	1,364,853	1,387,446	1,441,345	(53,899)
Planning & Zoning	25,567	36,213	37,265	(1,052)
Historical	10,000	10,000	10,000	-
Solid Waste	7,389	5,100	-	5,100
Soil Conservation	25,000	25,000	25,000	-
Emergency Preparedness	31,900	23,116	43,525	(20,409)
Coroner's Expense	9,821	11,176	15,000	(3,824)
County Fair	18,900	18,900	18,900	-
Juvenile Detention	6,065	9,255	15,000	(5,745)
Health	11,800	-	50,000	(50,000)
Unallocable Expense	20,745	21,392	35,000	(13,608)
Audit/Budget	27,118	27,025	27,030	(5)
Technology	51,273	57,349	40,000	17,349
Election	-	-	-	-
To 911	2,177	2,549	3,000	(451)
Neighborhood Revitalization & BOTA	18,536	24,661	24,445	216
Miscellaneous	6,276	-	20,000	(20,000)
Building Purchase	-	-	-	-
Employee Benefits	-	295	-	295
Total Expenditures and Transfers	1,637,420	1,659,477	1,805,510	(146,033)
Receipts Over (Under) Expenditures	(27,949)	65,136		
Unencumbered Cash, January 1	108,400	80,451		
Unencumbered Cash, December 31	$ 80,451	145,587		

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

WABAUNSEE COUNTY, KANSAS

SPECIAL REVENUE FUNDS
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)

ROAD AND BRIDGE FUND	2009 Actual	2010 Actual	2010 Budget	Variance - Over (Under)
Cash Receipts:				
Taxes and Shared Revenue:				
Ad Valorem Property Tax	$ 944,557	819,891	836,953	(17,062)
Delinquent Tax	14,080	16,761	-	16,761
Motor Vehicle Tax	133,313	109,858	109,343	515
Recreational Vehicle Tax	2,290	1,878	1,920	(42)
Rental Vehicle Excise Tax	5	10	5	5
16/20M Vehicle Tax	9,811	9,164	6,592	2,572
Total Taxes & Shared Revenue	1,104,056	957,562	954,813	2,749
Intergovernmental Revenue:				
Special Highway Fund and Equalization	246,287	192,075	281,264	(89,189)
Miscellaneous:				
Refunds & Reimbursements	58,383	63,929	118,000	(54,071)
Transfer from R & B Special Sales Tax	-	37,725	-	37,725
FEMA funds & Grants	72,163	-	-	-
Total Miscellaneous Revenue	130,546	101,654	118,000	(16,346)
Total Cash Receipts	1,480,889	1,251,291	1,354,077	(102,786)
Expenditures:				
Maintenance				
Personal Services	349,935	361,054	354,700	6,354
Contractual Services	83,878	121,988	97,500	24,488
Commodities	880,876	1,136,651	984,300	152,351
Construction				-
Capital Outlay	192,606	8,480	245,500	(237,020)
Cost Sharing	-	-	-	-
Neighborhood Revitalization & BOTA	21,604	19,706	19,533	173
Total Expenditures	1,528,899	1,647,879	1,701,533	(53,654)
Receipts Over (Under) Expenditures	(48,010)	(396,588)		
Unencumbered Cash, January 1	482,286	434,276		
Unencumbered Cash, December 31	$ 434,276	37,688		

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

WABAUNSEE COUNTY, KANSAS

SPECIAL REVENUE FUNDS
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)

NOXIOUS WEED FUND	2009 Actual	2010 Actual	2010 Budget	Variance - Over (Under)
Cash Receipts:				
Ad Valorem Property Tax	$ 99,639	96,708	96,708	-
Delinquent Tax	1,308	1,667	1,667	-
Sale of Chemicals and Labor	155,555	144,217	142,598	1,619
Motor Vehicle Tax	11,331	10,955	10,955	-
Recreational Vehicle Tax	195	187	186	1
Rental Vehicle Excise Tax	-	1	1	-
16/20M Vehicle Tax	801	789	789	-
Total Cash Receipts	268,829	254,524	252,904	1,620
Expenditures:				
Personal Services	60,185	63,574	64,500	(926)
Contractual Services	10,945	11,748	12,000	(252)
Commodities	184,645	196,486	207,000	(10,514)
Capital Outlay	1,825	1,400	1,400	-
Neighborhood Revitalization & BOTA	2,268	2,324	2,324	-
Transfer to Equipment Fund	-	-	-	-
Total Expenditures	259,868	275,532	287,224	(11,692)
Receipts Over (Under) Expenditures	8,961	(21,008)		
Unencumbered Cash, January 1	46,348	55,309		
Unencumbered Cash, December 31	$ 55,309	34,301		

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
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		Variance -
HEALTH FUND	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Ad Valorem Property Tax	$ 108,571	109,040	111,310	(2,270)
Delinquent Tax	1,390	1,802	-	1,802
Motor Vehicle Tax	12,422	11,948	12,534	(586)
Recreational Vehicle Tax	213	204	220	(16)
Rental Vehicle Excise Tax	-	1	1	-
16/20M Vehicle Tax	904	857	756	101
Other Revenues	98,226	97,960	119,267	(21,307)
Total Cash Receipts	221,726	221,812	244,088	(22,276)
Expenditures Subject to Budget:				
Personal Services	175,770	163,743	171,420	(7,677)
Contractual Services	26,692	24,691	31,320	(6,629)
Commodities	16,137	24,476	23,450	1,026
Capital Outlay	717	100	15,300	(15,200)
Environmental Sanitation	-	-	-	-
Neighborhood Revitalization & BOTA	2,476	2,621	2,598	23
Total Expenditures Subject to Budget	221,792	215,631	244,088	(28,457)
Receipts Over (Under) Expenditures	(66)	6,181		
Unencumbered Cash, January 1	114	48		
Unencumbered Cash, December 31	$ 48	6,229		
EXTENSION COUNCIL FUND				
Cash Receipts:				
Ad Valorem Property Tax	$ 122,630	116,397	118,793	(2,396)
Delinquent Tax	1,467	1,982	-	1,982
Motor Vehicle Tax	13,208	13,341	14,177	(836)
Recreational Vehicle Tax	227	227	249	(22)
Rental Vehicle Excise Tax	-	1	1	-
16/20M Vehicle Tax	943	916	855	61
Total Cash Receipts	138,475	132,864	134,075	1,211
Expenditures:				
Appropriation for the Year	135,998	133,451	136,000	(2,549)
Neighborhood Revitalization & BOTA	2,802	2,797	2,772	25
Total Expenditures	138,800	136,248	138,772	(2,524)
Receipts Over (Under) Expenditures	(325)	(3,384)		
Unencumbered Cash, January 1	3,709	3,384		
Unencumbered Cash, December 31	$ 3,384	-		

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
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		Variance -
REGIONAL LIBRARY FUND	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Ad Valorem Property Tax	$ 89,722	82,633	84,328	(1,695)
Delinquent Tax	1,094	1,459	-	1,459
Motor Vehicle Tax	9,940	9,876	10,386	(510)
Recreational Vehicle Tax	171	168	182	(14)
Rental Vehicle Excise Tax	-	1	1	-
16/20M Vehicle Tax	665	703	626	77
Total Cash Receipts	101,592	94,840	95,523	(683)
Expenditures:				
Appropriation for the Year	100,222	94,996	97,028	(2,032)
Neighborhood Revitalization & BOTA	2,051	1,986	1,968	18
Total Expenditures	102,273	96,982	98,996	(2,014)
Receipts Over (Under) Expenditures	(681)	(2,142)		
Unencumbered Cash, January 1	2,823	2,142		
Unencumbered Cash, December 31	$ 2,142	-		
ELECTION FUND				
Cash Receipts:				
Ad Valorem Property Tax	$ 45,475	43,060	43,978	(918)
Delinquent Tax	546	727	-	727
Motor Vehicle Tax	4,909	4,980	5,246	(266)
Recreational Vehicle Tax	84	85	92	(7)
Rental Vehicle Excise Tax	-	-	-	-
16/20M Vehicle Tax	312	353	316	37
Reimbursements	-	31	-	31
Total Cash Receipts	51,326	49,236	49,632	(396)
Expenditures:				
Personal Services	11,933	16,252	18,000	(1,748)
Contractual Services	17,785	13,407	27,000	(13,593)
Commodities	2,302	12,255	4,000	8,255
Capital Outlay	4,314	6,841	1,000	5,841
Neighborhood Revitalization & BOTA	1,036	1,035	1,026	9
Total Expenditures	37,370	49,790	51,026	(1,236)
Receipts Over (Under) Expenditures	13,956	(554)		
Unencumbered Cash, January 1	488	14,444		
Unencumbered Cash, December 31	$ 14,444	13,890		

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
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		Variance -
WAB. CO. PUBLIC TRANSPORTATION	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Reimbursement from Elderly	$ -	11,282	11,500	(218)
User Fees	-	6,095	7,000	(905)
State of Kansas	-	23,665	23,500	165
Reimbursements	-	12,511	13,000	(489)
Total Cash Receipts	-	53,553	55,000	(1,447)
Expenditures:				
Personal Services	-	28,915	29,000	(85)
Contractual Services	-	5,082	6,000	(918)
Commodities	-	18,707	20,000	(1,293)
Capital Outlay	-	89	-	89
Total Expenditures	-	52,793	55,000	(2,207)
Receipts Over (Under) Expenditures	-	760		
Unencumbered Cash, January 1	-	-		
Unencumbered Cash, December 31	$ -	760		
NOXIOUS WEED CAPITAL OUTLAY				
Cash Receipts:				
Transfer from Noxious Weed Fund	$ -	-	-	-
Expenditures Subject to Budget:				
Capital Outlay	7,674	6,990	66,105	(59,115)
Receipts Over (Under) Expenditures	(7,674)	(6,990)		
Unencumbered Cash, January 1	66,105	58,431		
Unencumbered Cash, December 31	$ 58,431	51,441		

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
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		Variance -
ECONOMIC DEVELOPMENT	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Donations	$ 3,626	1,600	2,000	(400)
Ad Valorem Property Tax	44,446	35,700	36,450	(750)
Delinquent Tax	586	725	-	725
Motor Vehicle Tax	5,091	4,823	5,080	(257)
Recreational Vehicle Tax	87	82	89	(7)
16/20M Vehicle Tax	405	341	306	35
Total Cash Receipts	54,241	43,271	43,925	(654)
Expenditures Subject to Budget:				
Personal Services	33,807	33,862	34,412	(550)
Contractual Services	16,477	15,330	17,650	(2,320)
Commodities	1,812	2,937	4,850	(1,913)
Capital Outlay	370	1,784	3,200	(1,416)
Neighborhood Revitalization & BOTA	1,004	858	851	7
Total Expenditures Subject to Budget	53,470	54,771	60,963	(6,192)
Receipts Over (Under) Expenditures	771	(11,500)		
Unencumbered Cash, January 1	26,600	27,371		
Unencumbered Cash, December 31	$ 27,371	15,871		
PROGRAM FOR ELDERLY FUND				
Cash Receipts:				
Ad Valorem Property Tax	$ 70,040	70,886	72,373	(1,487)
Delinquent Tax	759	1,096	-	1,096
Motor Vehicle Tax	6,839	7,469	8,120	(651)
Recreational Vehicle Tax	117	127	143	(16)
Rental Vehicle Excise Tax	-	1	-	1
16/20M Vehicle Tax	488	474	489	(15)
Miscellaneous Collections	-	-	-	-
Total Cash Receipts	78,243	80,053	81,125	(1,072)
Expenditures Subject to Budget:				
Appropriations	77,029	79,895	81,970	(2,075)
Neighborhood Revitalization & BOTA	1,604	1,704	1,689	15
Total Expenditures	78,633	81,599	83,659	(2,060)
Receipts Over (Under) Expenditures	(390)	(1,546)		
Unencumbered Cash, January 1	1,936	1,546		
Unencumbered Cash, December 31	$ 1,546	-		

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
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		Variance -
APPRAISER'S COST FUND	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Ad Valorem Property Tax	$ 126,845	125,565	128,146	(2,581)
Delinquent Tax	1,614	2,101	-	2,101
Motor Vehicle Tax	14,445	14,063	14,663	(600)
Recreational Vehicle Tax	248	240	257	(17)
Rental Vehicle Excise Tax	-	1	1	-
16/20M Vehicle Tax	948	1,029	884	145
Other Reimbursements	3,917	4,631	5,000	(369)
Total Cash Receipts	148,017	147,630	148,951	(1,321)
Expenditures Subject to Budget:				
Personal Services	110,872	94,299	114,555	(20,256)
Contractual Services	22,822	24,730	25,850	(1,120)
Commodities	6,111	5,297	6,000	(703)
Capital Outlay	3,475	9,646	4,200	5,446
Neighborhood Revitalization & BOTA	2,897	3,018	2,991	27
Total Expenditures Subject to Budget	146,177	136,990	153,596	(16,606)
Receipts Over (Under) Expenditures	1,840	10,640		
Unencumbered Cash, January 1	7,258	9,098		
Unencumbered Cash, December 31	$ 9,098	19,738		
MENTAL HEALTH FUND				
Cash Receipts:				
Ad Valorem Property Tax	$ 26,401	22,853	23,324	(471)
Delinquent Tax	341	438	-	438
Motor Vehicle Tax	2,950	2,866	3,041	(175)
Recreational Vehicle Tax	51	49	53	(4)
Rental Vehicle Excise Tax	-	-	-	-
16/20M Vehicle Tax	231	198	183	15
Liquor Tax	5,074	4,642	6,000	(1,358)
Total Cash Receipts	35,048	31,046	32,601	(1,555)
Expenditures Subject to Budget:				
Remittance to Mental Health Center	35,010	30,526	34,890	(4,364)
Neighborhood Revitalization & BOTA	601	549	544	5
Total Expenditures	35,611	31,075	35,434	(4,359)
Receipts Over (Under) Expenditures	(563)	(29)		
Unencumbered Cash, January 1	2,308	1,745		
Unencumbered Cash, December 31	$ 1,745	1,716		

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
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		Variance -
EMPLOYEE BENEFITS FUND	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Ad Valorem Property Tax	$ 650,097	683,298	697,457	(14,159)
Delinquent Tax	7,057	10,150	-	10,150
Motor Vehicle Tax	64,587	69,681	75,326	(5,645)
Recreational Vehicle Tax	1,109	1,187	1,322	(135)
Rental Vehicle Excise Tax	2	6	4	2
16/20M Vehicle Tax	4,516	4,513	4,541	(28)
Payroll Deductions	420	2,030	-	2,030
Total Cash Receipts	727,788	766,805	778,650	(7,785)
Expenditures Subject to Budget:				
Remittance of Payroll Taxes and Insurance	699,822	750,809	768,000	(17,191)
Neighborhood Revitalization & BOTA	14,882	16,422	16,278	144
Total Expenditures	714,704	767,231	784,278	(17,047)
Receipts Over (Under) Expenditures	13,084	(426)		
Unencumbered Cash, January 1	(7,378)	5,706		
Unencumbered Cash, December 31	$ 5,706	5,280		
LIABILITY DEFENSE				
Cash Receipts:				
Ad Valorem Property Tax	$ 9,251	5,616	5,755	(139)
Delinquent Tax	110	175	-	175
Motor Vehicle Tax	638	793	1,072	(279)
Recreational Vehicle Tax	11	13	19	(6)
Rental Vehicle Excise Tax	-	-	-	-
16/20M Vehicle Tax	173	5	65	(60)
Reimbursements & Collections	-	561	-	561
Total Cash Receipts	10,183	7,163	6,911	252
Expenditures Subject to Budget:				
Insurance and Bond Premiums	17,109	18,339	30,000	(11,661)
Neighborhood Revitalization & BOTA	212	135	134	1
Total Expenditures	17,321	18,474	30,134	(11,660)
Receipts Over (Under) Expenditures	(7,138)	(11,311)		
Unencumbered Cash, January 1	33,916	26,778		
Unencumbered Cash, December 31	$ 26,778	15,467		

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
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		Variance -
	Actual	Actual	Budget	Over (Under)
COURT TRUSTEE OPERATIONS				
Cash Receipts:				
Collections	$ -	-	-	-
Expenditures Subject to Budget:				
Contractual Services	-	-	2,119	(2,119)
Receipts Over (Under) Expenditures	-	-		
Unencumbered Cash, January 1	2,119	2,119		
Unencumbered Cash, December 31	$ 2,119	2,119		
911 TELEPHONE				
Cash Receipts:				
Fees	$ 27,393	25,953	32,000	(6,047)
Interest Income	216	178	200	(22)
Transfer from Wireless E-911	-	8,012	-	8,012
Total Cash Receipts	27,609	34,143	32,200	1,943
Expenditures Subject to Budget:				
Contractual Services	19,189	38,236	38,000	236
Commodities	-	-	1,000	(1,000)
Capital Outlay	-	863	440	423
Total Expenditures Subject to Budget	19,189	39,099	39,440	(341)
Receipts Over (Under) Expenditures	8,420	(4,956)		
Unencumbered Cash, January 1	14,040	22,460		
Unencumbered Cash, December 31	$ 22,460	17,504		
PARK AND RECREATION FUND				
Cash Receipts:				
Transfer from Liquor Tax Fund	$ 1,282	681	1,500	(819)
Expenditures Subject to Budget:				
Payments to Cities and Lake Recreational Programs	2,600	-	5,035	(5,035)
Receipts Over (Under) Expenditures	(1,318)	681		
Unencumbered Cash, January 1	2,035	717		
Unencumbered Cash, December 31	$ 717	1,398		

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
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		Variance -
MENTAL RETARDATION FUND	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Ad Valorem Property Tax	$ 10,131	7,877	8,046	(169)
Delinquent Tax	75	140	-	140
Motor Vehicle Tax	211	833	1,148	(315)
Recreational Vehicle Tax	4	14	20	(6)
Rental Vehicle Excise Tax	-	-	-	-
16/20M Vehicle Tax	63	-	69	(69)
Total Cash Receipts	10,484	8,864	9,283	(419)
Expenditures Subject to Budget:				
Appropriation to Mental Health Unit	10,000	9,958	10,000	(42)
Neighborhood Revitalization & BOTA	227	189	188	1
Total Expenditures	10,227	10,147	10,188	(41)
Receipts Over (Under) Expenditures	257	(1,283)		
Unencumbered Cash, January 1	1,026	1,283		
Unencumbered Cash, December 31	$ 1,283	-		
REGIONAL LIBRARY EMPLOYEE BENEFITS				
Cash Receipts:				
Ad Valorem Property Tax	$ 8,655	8,522	8,673	(151)
Delinquent Tax	83	131	-	131
Motor Vehicle Tax	765	905	1,004	(99)
Recreational Vehicle Tax	13	15	18	(3)
Rental Vehicle Excise Tax	-	-	-	-
16/20M Vehicle Tax	54	53	60	(7)
Total Cash Receipts	9,570	9,626	9,755	(129)
Expenditures Subject to Budget:				
Employee Benefits	9,533	9,542	9,811	(269)
Neighorhood Revitalization & BOTA	198	205	202	3
Total Expenditures	9,731	9,747	10,013	(266)
Receipts Over (Under) Expenditures	(161)	(121)		
Unencumbered Cash, January 1	282	121		
Unencumbered Cash, December 31	$ 121	-		

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
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		Variance -
WIRELESS E-911	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Collections	$ 9,487	10,314	12,000	(1,686)
State Grants	-	-	-	-
Interest Income	155	48	200	(152)
Total Cash Receipts	9,642	10,362	12,200	(1,838)
Expenditures Subject to Budget:				
Contractual Services	23,527	8,797	15,000	(6,203)
Capital Outlay	-	-	13,168	(13,168)
Total Expenditures	23,527	8,797	28,168	(19,371)
Receipts Over (Under) Expenditures	(13,885)	1,565		
Unencumbered Cash, January 1	20,568	6,683		
Unencumbered Cash, December 31	$ 6,683	8,248		
ROAD & BRIDGE SPECIAL SALES TAX				
Cash Receipts:				
Collections	$ 191,573	195,594	200,000	(4,406)
Interest Income	2,764	2,319	2,000	319
Total Cash Receipts	194,337	197,913	202,000	(4,087)
Expenditures Subject to Budget:				
Contractual Services	-	-	456,123	(456,123)
Cost Sharing	155,000	87,899	68,000	19,899
Transfer to Road & Bridge	-	37,725	-	37,725
Total Expenditures	155,000	125,624	524,123	(398,499)
Receipts Over (Under) Expenditures	39,337	72,289		
Unencumbered Cash, January 1	190,123	229,460		
Unencumbered Cash, December 31	$ 229,460	301,749		

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2009)

	2009	2010
LAW ENFORCEMENT TRUST FUND *		
Cash Receipts	$ -	-
Expenditures	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, January 1	27	27
Unencumbered Cash, December 31	$ 27	27
SHERIFF'S FEDERAL FORFEITURE FUND *		
Cash Receipts:		
Drug Bust Money	$ -	-
Interest Income	18	3
Total Cash Receipts	18	3
Expenditures	14,419	-
Receipts Over (Under) Expenditures	(14,401)	3
Unencumbered Cash, January 1	14,904	503
Unencumbered Cash, December 31	$ 503	506
BOND RESERVE FUND *		
Cash Receipts:		
Bond Proceeds	$ -	-
Transfer to General Fund	23,500	-
Receipts Over (Under) Expenditures	(23,500)	-
Unencumbered Cash, January 1	23,500	-
Unencumbered Cash, December 31	$ -	-
REGISTER OF DEEDS TECHNOLOGY *		
Cash Receipts:		
Technology Fees	$ 12,702	11,893
Interest Income	97	108
Total Cash Receipts	12,799	12,001
Expenditures:		
Equipment & Supplies	8,792	3,898
Receipts Over (Under) Expenditures	4,007	8,103
Unencumbered Cash, January 1	5,698	9,705
Unencumbered Cash, December 31	$ 9,705	17,808

* Not Budgeted

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2009)

	2009	2010
ROAD MACHINERY & EQUIPMENT FUND *		
Cash Receipts:		
Transfer from Road & Bridge	$ -	-
Expenditures:		
Purchase of Machinery	-	-
Receipts Over (Under) Expenditures	-	-
Unencumbered Cash, January 1	48,647	48,647
Unencumbered Cash, December 31	$ 48,647	48,647
SHERIFF'S COUNTY FORFEITURE FUND *		
Cash Receipts:		
Drug Bust Money	$ -	2,700
Interest Income	536	386
Total Cash Receipts	536	3,086
Expenditures	8,521	8,521
Receipts Over (Under) Expenditures	(7,985)	(5,435)
Unencumbered Cash, January 1	56,954	48,969
Unencumbered Cash, December 31	$ 48,969	43,534
WIRELESS E-911 GRANT FUND *		
Cash Receipts:		
State Grants	$ -	55,444
Interest Income	77	25
Total Cash Receipts	77	55,469
Expenditures:		
Equipment & Supplies	-	55,443
Transfer to 911 Telephone	-	8,012
Total Expenditures	-	63,455
Receipts Over (Under) Expenditures	77	(7,986)
Unencumbered Cash, January 1	7,909	7,986
Unencumbered Cash, December 31	$ 7,986	-

* Not Budgeted

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

WABAUNSEE COUNTY, KANSAS

OTHER SPECIAL REVENUE FUNDS
STATEMENT OF CASH RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2010
(WITH COMPARATIVE TOTALS FOR THE PRIOR YEAR ENDED DECEMBER 31, 2009)

	2009	2010
WABAUNSEE COUNTY PUBLIC TRANS. CAPITAL OUTLAY *		
Cash Receipts:		
Cash Receipts	$ -	118,019
Interest Income	-	940
Total Cash Receipts	-	118,959
Expenditures	-	-
Receipts Over (Under) Expenditures	-	118,959
Unencumbered Cash, January 1	-	-
Unencumbered Cash, December 31	$ -	118,959
COUNTY HEALTH DONATIONS *		
Cash Receipts:		
State Grants	$ -	1,225
Interest Income	-	-
Total Cash Receipts	-	1,225
Expenditures	-	-
Receipts Over (Under) Expenditures	-	1,225
Unencumbered Cash, January 1	-	-
Unencumbered Cash, December 31	$ -	1,225

* Not Budgeted

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

WABAUNSEE COUNTY, KANSAS

DEBT SERVICE FUNDS
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		Variance -
BOND & INTEREST #1	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Ad Valorem Property Tax	$ 90,511	94,326	96,297	(1,971)
Delinquent Tax	934	1,397	-	1,397
Motor Vehicle Tax	6,965	8,926	10,422	(1,496)
Recreational Vehicle Tax	120	151	183	(32)
Rental Vehicle Excise Tax	-	1	1	-
16/20M Vehicle Tax	734	410	628	(218)
Interest Income	681	611	250	361
Total Cash Receipts	99,945	105,822	107,781	(1,959)
Expenditures Subject to Budget:				
Principal	80,000	80,000	80,000	-
Interest	30,363	27,682	27,683	(1)
Reserve	-	-	15,000	(15,000)
Fees	-	-	25	(25)
Neighborhood Revitalization & BOTA	2,059	2,267	2,247	20
Total Expenditures Subject to Budget	112,422	109,949	124,955	(15,006)
Receipts Over (Under) Expenditures	(12,477)	(4,127)		
Unencumbered Cash, January 1	30,410	17,933		
Unencumbered Cash, December 31	$ 17,933	13,806		
BOND & INTEREST #2				
Cash Receipts:				
Ad Valorem Property Tax	$ 64,983	28,655	29,220	(565)
Delinquent Tax	821	1,077	-	1,077
Motor Vehicle Tax	7,125	7,067	7,497	(430)
Recreational Tax	122	120	132	(12)
Rental Vehicle Excise Tax	-	1	-	1
16/20M Vehicle Tax	527	489	452	37
Interest Income	404	363	500	(137)
Total Cash Receipts	73,982	37,772	37,801	(29)
Expenditures:				
Principal	60,000	60,000	60,000	-
Interest	14,340	11,730	11,730	-
Reserve	-	-	10,000	(10,000)
Fees	3	1	10	(9)
Neighborhood Revitalization & BOTA	1,481	689	682	7
Total Expenditures	75,824	72,420	82,422	(10,002)
Receipts Over (Under) Expenditures	(1,842)	(34,648)		
Unencumbered Cash, January 1	45,965	44,123		
Unencumbered Cash, December 31	$ 44,123	9,475		

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

WABAUNSEE COUNTY, KANSAS

DEBT SERVICE FUNDS
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		Variance -
COUNTY SPECIALTY BOND & INTEREST	Actual	Actual	Budget	Over (Under)
Cash Receipts:				
Sales Tax	$ -	-	-	-
Interest Income	212	-	613	(613)
Total Cash Receipts	212	-	613	(613)
Expenditures Subject to Budget:				
Principal	80,000	-	50,000	(50,000)
Interest	4,283	-	2,375	(2,375)
Fees	-	-	10	(10)
Transfer to General Fund	120,866	-	60,000	(60,000)
Total Expenditures Subject to Budget	205,149	-	112,385	(112,385)
Receipts Over (Under) Expenditures	(204,937)	-		
Unencumbered Cash, January 1	204,937	-		
Unencumbered Cash, December 31	$ -	-		
SADDLE CREEK BOND & INTEREST				
Cash Receipts:				
Special Assessments	$ 13,079	13,079	13,079	-
Transfer from General Fund	-	-	-	-
Total Cash Receipts	13,079	13,079	13,079	-
Expenditures Subject to Budget:				
Principal	9,000	9,000	9,000	-
Interest	4,719	4,269	4,268	1
Fees	-	-	5	(5)
Total Expenditures Subject to Budget	13,719	13,269	13,273	(4)
Receipts Over (Under) Expenditures	(640)	(190)		
Unencumbered Cash, January 1	4,239	3,599		
Unencumbered Cash, December 31	$ 3,599	3,409		

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

WABAUNSEE COUNTY, KANSAS

AGENCY FUNDS
SUMMARY OF CASH RECEIPTS AND CASH DISBURSEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Distributable Funds:				
Current Tax	$ 5,597,175	9,601,321	9,313,247	5,885,249
Redemptions	68,364	140,493	146,482	62,375
Delinquent Personal Property Tax	34,979	18,330	35,545	17,764
Sales & Compensating Tax	9,240	199,537	186,239	22,538
Motor Vehicle Tax	206,517	906,436	902,121	210,832
Recreational Vehicle Tax	3,568	14,721	14,993	3,296
Sand Royalty	-	2,926	2,926	-
Vehicle Rental Excise Tax	32	45	77	-
Severance Tax	-	856	-	856
Liquor Tax	-	-	-	-
Fish & Game Licenses	15	-	-	15
Motor Vehicle Registration	-	514,949	514,949	-
Sales Tax Fee	25	179	176	28
Prosecutor's Training	928	2,156	1,208	1,876
Heritage Trust Fund	498	3,057	2,568	987
County & Township Road	-	73,223	-	73,223
Suspense	611	1,428	1,667	372
County Attorney Forfeiture	166	7,780	843	7,103
Returned Check	(1,095)	7,703	6,706	(98)
Excess Receipts	-	17,059	17,059	-
Drivers Licenses	-	13,970	13,970	-
Worthless Check Fees	67	32	-	99
Neighborhood Revitalization	-	176,697	176,697	-
Zoning Contingency Bond	15,000	-	-	15,000
Stray Animal	-	-	-	-
Escrow Tax Payments	-	-	-	-
Total Distributable Funds	$ 5,936,090	11,702,898	11,337,473	6,301,515
State Funds:				
Educational Building	$ (1)	65,629	65,628	-
Institutional Building	-	32,815	32,815	-
State Motor Vehicle	-	11,988	11,988	-
State General	-	9	9	-
Total State Funds	$ (1)	110,441	110,440	-

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

WABAUNSEE COUNTY, KANSAS

AGENCY FUNDS
SUMMARY OF CASH RECEIPTS AND CASH DISBURSEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2010

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Subdivision Funds:				
Cities	$ -	669,594	669,594	-
Townships	-	849,138	849,138	-
School Districts	141	3,828,740	3,828,881	-
Cemeteries	73	31,918	31,903	88
Watersheds & Drainage	-	206,145	206,135	10
Fire Districts	2,834	366,704	364,069	5,469
Sewer Districts	11,605	160	925	10,840
Ambulance Districts	12,322	339,532	324,127	27,727
Lake Wabaunsee Improvement	-	79,707	79,707	-
Community Improvement District	-	8,240	-	8,240
Flint View Improvement	738	-	-	738
Total Subdivision Funds	$ 27,713	6,379,878	6,354,479	53,112
Total Agency Funds	$ 5,963,802	18,193,217	17,802,392	6,354,627

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

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies applied in the preparation of the accompanying financial statements follows:

1. Reporting Entity

Wabaunsee County, Kansas, is a municipal corporation governed by an elected three-member board of commissioners. These financial statements present Wabaunsee County, Kansas, the primary government only. A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. The primary government financial statements do not include the financial data of component units of Wabaunsee County, Kansas.

2. Fund Accounting

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 regulations, restrictions, or limitations.

The following types of funds comprise the financial activities of the County for the year of 2010:

Governmental Funds:

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

Special Revenue Funds - to account for the proceeds of specific revenue sources (other than special assessments or major capital projects) that are restricted by law or administrative action to expend for specified purposes.

Debt Service Funds - to account for the accumulation of resources for, and the payment of, interest and principal on general long-term debt, and the financing of special assessments which are general obligations of the County.

Capital Projects Funds - to account for financial resources segregated for the acquisition of major capital facilities (other than those financed by Enterprise Funds).

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 Expendable Trust Funds and Agency Funds.

3. Reimbursements

The County records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Statutory Basis of Accounting

The statutory basis of accounting, as used in the preparation of these financial statements, is designed to demonstrate compliance with the cash basis and budget laws of the State of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. Expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund, and an expenditure would be charged in the fund from which the transfer is made.

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

5. Departure from Accounting Principles Generally Accepted in the United States of America

The basis of accounting described above results in a financial statement presentation which shows cash receipts, expenditures, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown non-cash assets such as receivables, inventories and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a 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. Capital assets that account for the land, buildings and equipment owned by the County are not presented in the financial statements.

6. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

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

The statutes allow for the County Commission to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The budget was amended on December 27, 2010 to increase spending in the Noxious Weed and Public Transportation funds.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Budgetary Information (Continued)

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

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

A legal operating budget is not required for capital project funds, trust funds, special assessment funds and the following special revenue funds:

Sheriff's Federal Forfeiture Fund	Road Machinery & Equipment Fund
Sheriff's County Forfeiture Fund	Register of Deeds Technology Fund
Wireless E-911 Grant Fund	Law Enforcement Trust Fund
County Health Donations	

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

7. Tax Cycle

The county clerk must calculate the final tax levy rates necessary to finance the budget subject to any legal limitations. After all budgets have been received and tax rates calculated, the clerk certifies the tax roll to the county treasurer, who prepares tax statements and receives payment.

These taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at a rate established by the State of Kansas. The interest rate was 8% per annum. This interest is retained by the County.

Taxes levied to finance the budget are made available to the County after January 1st and were distributed by the county treasurer periodically. At least 50% of the taxes levied were available in January. Delinquent tax collections were distributed throughout the year.

NOTE B - DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the County. The statute requires banks eligible to hold the County's funds have a main or branch bank in the county in which the Government is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The County has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the County's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The County has no investment policy that would further limit its investment choices. The County had no investments in 2010.

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The County has no designated "peak periods". The types of securities pledged complied with legal requirements at December 31, 2010.

At December 31, 2010, the County's carrying amount of deposits was $7,504,632 and the bank balance was $7,665,843. The bank balance was held by five banks resulting in a concentration of credit risk. Of the bank balance, $1,250,000 was covered by federal depository insurance, $6,415,843 was collateralized with securities held by the pledging financial institutions' agents in the County's name..

NOTE C - COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney.

Budget Law Compliance

K.S.A. 79-2935 provides that it shall be unlawful for the governing body to create indebtedness in any fund in excess of the adopted budget of expenditures of such fund.

For the year ended December 31, 2010, there were no funds in violation of this statute.

NOTE C - COMPLIANCE WITH KANSAS STATUTES (Continued)

Cash Basis Compliance

K.S.A. 10-1113 provides that it shall be unlawful for the governing body to create indebtedness in any fund in excess of the amount of funds actually on hand in the treasury of such municipality at the time for such purpose. For the year ended December 31, 2010, the following funds were in violation of this statute:

Fund Name	Excess
Returned Checks	$ 98

Inventory of Personal Property

K.S.A. 19-2687 requires that the county clerk compile a comprehensive inventory listing of personal property. Purchase and disposal detail does not exist for all departments and commissioners did not review the listings by the end of February.

Real Estate Tax Compliance

K.S.A. 79-2801 requires a tax sale two years after the County lien was established and total taxes exceed $10,000. Delinquent taxes for the 2005 tax year and prior exceed $10,000 therefore, a tax sale is due.

NOTE D - DEFINED BENEFIT PENSION PLAN

Plan description. Wabaunsee County, Kansas contributes to 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 S Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary for employees hired prior to July 1, 2009 (Tier 1) and K.S.A. 74-49,210 establishes the KPERS member-employee rate at 6% of covered salary for employees hired on or after July 1, 2009 (Tier 2). 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 is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates. The KPERS employer rate established for April through June is 6.14% and 7.14% for the remainder of the calendar year. Wabaunsee County employer contributions to KPERS for the years ending December 31, 2010, 2009, and 2008 were $119,100, $112,092, and $90,962, respectively, equal to the required contributions for each year.

NOTE E – DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code section 457. The plan is jointly administered by ING and Security Benefit Company. The plan is available to all employees and permits them to defer a portion of their salary until future years. The County contributes a matching contribution on the first $15 per pay period.

NOTE F - COMPENSATED ABSENCES

The County's policy regarding vacation leave with pay shall be earned and accrued from the employment date of each employee as follows:

Full-Time Employees
- 4 hours per month during the first 2 years of employment
- 8 hours per month after 2 full years of employment
- 12 hours per month after 7 full years of employment
- 16 hours per month after 15 full years of employment

Half-Time Employees
- 2 hours per month during the first 2 years of employment
- 4 hours per month after 2 full years of employment
- 6 hours per month after 7 full years of employment
- 8 hours per month after 15 full years of employment

A maximum of 160 hours of accumulated vacation may be carried over past your anniversary date from year to year for employees with less than fifteen full years of employment. Employees with fifteen or more years of employment may accumulate up to 240 hours of vacation time carry over. Effective August 15, 2007 any vacation time above these limits will be credited to sick leave. An employee may receive, upon written approval of the department head, compensation for no more than 40 hours of vacation time. If an employee leaves the County, they are entitled to a payment of all accrued vacation pay earned at their final rate of pay.

Permanent full-time employees shall earn 8 hours of sick leave for each month of service. Part-time employees, who work half-time or more, shall earn 4 hours of sick leave for each month of employment. There is no limit to the number of hours that an employee can accumulate for sick leave. Upon retirement or termination, each employee with seven or more years of service and who has accumulated 400 hours or more of sick leave shall receive compensation for accumulated sick leave as follows:

Compensation for 200 hours, if such person has completed 8 or more years of service and has accumulated at least 400 hours of sick leave.
Compensation for 400 hours, if such person has completed 15 or more years of service and has accumulated at least 700 hours of sick leave.
Compensation for 600 hours, if such person has completed 25 or more years of service and has accumulated 1200 hours of sick leave or more.

The County has estimated the dollar amount of accumulated vacation and sick leave for all employees at December 31, 2010 to be $107,512. The net effect of all increases and decreases in compensated absences for the year was a decrease of $4,541.

The only estimate in these financial statements is in the calculation of the compensated absences balance. Actual results could differ from this estimate.

NOTE G – LONG-TERM DEBT

Changes in long-term liabilities for the County for the year ended December 31, 2010, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Paid
General Obligation Bonds:										
Bridge Bond #2	4.0 - 6.0%	1/27/1998	788,000	10/1/2013	$ 265,000	-	60,000	(60,000)	205,000	11,730
Series 2004	4.0 - 6.0%	5/12/2004	140,408	10/1/2019	95,000	-	9,000	(9,000)	86,000	4,269
Series 2005A, Refunding	3.25 - 4.05%	5/27/2005	915,000	10/1/2017	730,000	-	80,000	(80,000)	650,000	27,682
					1,090,000	-	149,000	(149,000)	941,000	43,681
Capital Lease:										
AS 400	4.90%	1/1/2008	102,819	2/1/2010	21,756	-	21,756	(21,756)	-	537
Total Contractual Indebtedness					1,111,756	-	170,756	(170,756)	941,000	44,218
Compensated Absences					112,053	-	4,541	(4,541)	107,512	
Total Long-Term Debt					$ 1,223,809	-	175,297	(175,297)	1,048,512	44,218

NOTE G - LONG-TERM DEBT (Continued)

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

	Year						
	2011	2012	2013	2014	2015	2016-2019	Total
PRINCIPAL							
General Obligation Bonds:							
Bridge Bond #2	65,000	70,000	70,000	-	-	-	205,000
Series 2004	9,000	9,000	9,000	9,000	10,000	40,000	86,000
Series 2005A, Refunding	80,000	85,000	90,000	95,000	95,000	205,000	650,000
Total General Obligation Bonds	154,000	164,000	169,000	104,000	105,000	245,000	941,000
TOTAL PRINCIPAL	154,000	164,000	169,000	104,000	105,000	245,000	941,000
INTEREST							
General Obligation Bonds:							
Bridge Bond #2	9,090	6,230	3,115	-	-	-	18,435
Series 2004	3,841	3,436	3,076	2,703	2,320	4,740	20,116
Series 2005A, Refunding	24,922	22,043	18,898	15,568	11,957	12,505	105,893
Total General Obligation Bonds	37,853	31,709	25,089	18,271	14,277	17,245	144,444
TOTAL INTEREST	37,853	31,709	25,089	18,271	14,277	17,245	144,444
TOTAL PRINCIPAL & INTEREST	$ 191,853	195,709	194,089	122,271	119,277	262,245	1,085,444

NOTE H – INTERFUND TRANSFERS

Operating transfers were as follows:

From	To	Statutory Authority	Amount
R & B Special Sales Tax	Road & Bridge	K.S.A. 68-509	$37,725
Wireless E-911 Grant	911 Telephone	Close fund	8,012

NOTE I – 2009 FINANCIAL DATA

The amounts shown for 2009 in the financial statements are included where practicable, only to provide a basis for comparison with 2010, and are not intended to present all information necessary for a fair presentation in accordance with generally accepted accounting principles.

Rounding variances may exist between amounts reported for the 2009 calendar year in these financial statements and the amounts reported in the 2009 audited financial statements.

NOTE J– LITIGATION

As of December 16, 2011, the County is a party to various claims, none of which is expected to have a material effect on the County.

NOTE K– REFUNDING BONDS

On May 23, 2005, Wabaunsee County issued general obligation bonds in the amount of $915,000 to do a partial advance refunding to retire $840,000 of the Bridge Bond issue dated 4/1/1997. The interest rates on the general obligation refunding bonds are 3.25%-4.05% with a final maturity date of 10/1/2017. The general obligation refunding bonds resulted in net proceeds of $912,967. Of this amount, $882,489 was used to purchase U.S. Treasury Certificates deposited with an escrow trustee who will use these funds to retire the Bridge Bond issue dated 4/1/1997, $28,414 will be used to pay the cost of issuing the general obligation refunding bonds and the remaining $2,064 was deposited with the County and applied to the first interest payment on the general obligation refunding bonds.

NOTE L – 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. To insure against risk of these types of losses, the County has purchased commercial insurance coverage from Great American Alliance Insurance Company and EMC Insurance Company. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

NOTE M – OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, the County allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the County is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements. During the year ended December 31, 2010, one retiree participated in this plan.

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

PGH Certified Public Accountants

Pottberg, Gassman & Hoffman, Chtd.

816 N Washington
Junction City, KS 66441
(785) 238-5166
Fax (785) 238-6830

529 Humboldt, Suite I
Manhattan, KS 66502
(785) 537-9700
Fax (785) 537-3734

505 NW 3rd, Suite 1
Abilene, KS 67410
(785) 263-2171
Fax (785) 263-3340

www.pgh-cpa.com

To the Board of County Commissioners of Wabaunsee County, Kansas
Alma, Kansas

We have audited the financial statements of Wabaunsee County, Kansas as of and for the year ended December 31, 2010. We have issued our report thereon dated December 19, 2011. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information to you in our letter dated June 14, 2011. Professional standards also require that we communicate to you the following information related to our audit.

Significant Accounting Policies

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Wabaunsee County, Kansas are described in Note A to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the 2010. We noted no transactions entered into by the government unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the financial statements was:

> Management's estimate of compensated absences for 2010 was based on the value of unused vacation and eligible sick leave hours for all employees who have met certain requirements and resign or retire from the County. We evaluated the key factors and assumptions used to develop the level of compensated absences in determining that it is reasonable in relation to the financial statements taken as a whole.

Significant Audit Adjustment

The following misstatement detected as a result of our audit procedures was corrected by management:

> Encumbered software purchase totaling $29,034 originally shown as a 2011 expenditure.

Significant Audit Findings

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements was Note C on statutory violations regarding budget law compliance, cash basis compliance, real estate tax compliance and personal property inventory compliance.

MEMBERS:
American Institute of Certified Public Accountants

Kansas Society of Certified Public Accountants

CPA SM

In planning and performing our audit, we considered Wabaunsee County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Wabaunsee County's internal control over financial reporting. Accordingly, we do not express an opinion of the effectiveness of the County's internal control over financial reporting. We have issued a letter identifying the items we believe are material weaknesses and significant deficiencies and a separate letter discussing other internal control deficiencies.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Disagreements with Management

For the purpose of this letter, professional standards define a disagreement with management as a financial accounting, reporting or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated December 19, 2011.

This information is intended solely for the use of the Board of County Commissioners and management of Wabaunsee County, Kansas and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

Pottberg, Gassman & Hoffman, Chartered

Pottberg, Gassman & Hoffman, Chartered
Junction City, Kansas
December 19, 2011

December 19, 2011

Pottberg, Gassman & Hoffman, Chartered
816 North Washington
Junction City, Kansas 66441

We are providing this letter in connection with your audit of the financial statements of Wabaunsee County, Kansas as of December 31, 2010, and for the year then ended for the purpose of expressing an opinion as to whether the financial statements present fairly, in all material respects, the cash and unencumbered cash balances of each fund of Wabaunsee County, Kansas and the revenues received and expenditures paid in each fund in conformity with the statutory basis of accounting to show compliance with the cash basis and budget laws of Kansas. We confirm that we are responsible for the fair presentation of the previously mentioned financial statements in conformity with the statutory basis of accounting and the budget laws of Kansas. We are also responsible for adopting sound accounting policies, establishing and maintaining effective internal control over financial reporting, and preventing and detecting fraud.

We confirm, to the best of our knowledge and belief, as of December 19, 2011, the following representations made to you during your audit.

1. The financial statements referred to above are fairly stated in conformity with the statutory basis of accounting and the budget laws of Kansas and include all properly classified funds of the County.

2. We have made available to you all -

   a. Financial records and related data.

   b. Minutes of the meetings of Wabaunsee County, Kansas or summaries of actions of recent meetings for which minutes have not yet been prepared.

3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices.

4. There are no material transactions that have not been properly recorded in the accounting records underlying the financial statements.

5. We acknowledge our responsibility for the design and implementation of programs and controls to prevent and detect fraud.

6. We have no knowledge of any fraud or suspected fraud affecting the entity involving:

   a. Management,

   b. Employees who have significant roles in internal control, or

   c. Others where the fraud could have a material effect on the financial statements.

7. We have no knowledge of any allegations of fraud or suspected fraud affecting the entity received in communications from employees, former employees, analysts, regulators, or others.

8. We have identified to you any previous audits, attestation engagements or other studies related to the objectives and whether related recommendations have been implemented.

9. The County has no plans or intentions that may materially affect the carrying value or classification of assets, liabilities, or fund balance.

10. The following, if any, have been properly recorded or disclosed in the financial statements:

    a. Related party transactions, including revenues, expenditures/expenses, loans, transfers, leasing arrangements, and guarantees, and amounts receivable from or payable to related parties.

    b. Guarantees, whether written or oral, under which the County is contingently liable.

    c. All accounting estimates that could be material to the financial statements, including the key factors and significant assumptions underlying those estimates and measurements. We believe the estimates and measurements are reasonable in the circumstances.

11. We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us, including tax on debt limits and debt contracts; and we have identified and disclosed to you all laws, regulations and provisions of contracts and grant agreements that we believe have a direct and material effect on the determination of financial statement amounts, or other financial data significant to the audit objectives, including legal and contractual provisions for reporting specific activities in separate funds.

12. There are no -

    a. Violations or possible violations of budget ordinances, laws and regulations (including those pertaining to adopting, approving, and amending budgets), provisions of contracts and grant agreements, tax or debt limits, and any related debt covenants whose effects should be considered for disclosure in the financial statements or as a basis for recording a loss contingency, or for reporting on noncompliance.

    b. Unasserted claims or assessments that our lawyer has advised us are probable of assertion and must be disclosed in accordance with generally accepted accounting principles.

    c. Other liabilities or gain or loss contingencies that are required to be accrued or disclosed by generally accepted accounting principles.

13. As part of your audit, you assisted with preparation of the financial statements and related notes. We have designated an individual with suitable skill, knowledge, or experience to oversee your services and have made all management decisions and performed all management functions. We have reviewed, approved, and accepted responsibility for those financial statements and related notes.

14. The County has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any asset been pledged as collateral.

15. The County has complied with all aspects of contractual agreements that would have a material effect on the financial statements in the event of noncompliance.

16. We have followed all applicable laws and regulations in adopting, approving and amending budgets.

17. The financial statements are presented for the primary government only.

18. The financial statements properly classify all funds and activities.

19. All receipt and expenditure items have been appropriately classified and reported in conformity with the statutory basis of accounting and the budget laws of Kansas.

20. Interfund, internal, and intra-entity activity and balances have been appropriately classified and reported.

21. Deposits are properly classified as to risk and are properly disclosed.

22. Capital assets are not presented in the financial statements due to the adoption of a resolution waiving the application of generally accepted accounting principles and allowing the County to use the statutory basis of accounting.

23. The Kansas Statutory Compliance Checklist questions have been answered to the best of our knowledge and belief.

24. We have evaluated and classified any subsequent events as recognized or non-recognized through the date of this letter. No events, including instances of noncompliance, have occurred subsequent to the balance sheet date and through the date of this letter that would require adjustment to or disclosure in the aforementioned financial statements.

Signed: Linda D Coon
Title: Treasurer

Signed: _____
Title: _____

Signed: Jennifer A Savage
Title: County Clerk