

COWLEY COUNTY COMMUNITY COLLEGE

OPEID #00190200

EIN #48-0720889

ANNUAL FINANCIAL STATEMENTS

AND

CIRCULAR A-133 REPORTS

June 30, 2010



**Parman, Tanner,
Soule & Jackson,
CPA's, RLLP**

**110 South First Street
Arkansas City, KS 67005**

**COWLEY COUNTY COMMUNITY COLLEGE
ANNUAL FINANCIAL REPORT
Year Ended June 30, 2010**

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ANNUAL FINANCIAL REPORT AND CIRCULAR A-133 REPORTS
Year Ended June 30, 2010

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Independent Auditor's Report

Board of Trustees
Cowley County Community College
Arkansas City, Kansas 67005

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cowley County Community College as of and for the years ended June 30, 2010 and 2009, which collectively comprise the College's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the College's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with the *Kansas Municipal Audit Guide*, auditing standards generally accepted in the United States of America, and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. 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.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cowley County Community College as of June 30, 2010 and 2009, and for the respective changes in financial position, and cash flows, where applicable, thereof for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Governmental Auditing Standards*, we have also issued reports dated December 22, 2010 on our consideration of Cowley County Community College's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. Those reports are an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. We did not audit the information and express no opinion thereon.

PARMAN, TANNER, SOULE & JACKSON, CPA'S

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Cowley County Community College's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.

Parman Tanner Soule & Jackson
Certified Public Accountants, RLLP

November 16, 2010, except for the
additions required by Government
Auditing Standards as to which the
Date is December 22, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS

This narrative overview and analysis of the Cowley County Community College annual financial report is provided for readers of the financial statements for the fiscal year ended June 30, 2010.

Because the College implemented a new reporting format for the 2002-2003 fiscal year, as prescribed by the Governmental Accounting Standards Board, with significant changes in content and structure, much of the information in this document is not easily comparable to years prior to 2002-03.

Overview of the Financial Statements

The basic financial statements include three components: College-wide financial statements, including the Cowley County Community College Endowment; fund financial statements; and notes to the financial statements. The statements also include required supplementary information such as budgets.

The first statement included is the Statement of Net Assets. This statement is divided into three columns: Governmental activities (funds associated directly with the primary function of the college-instruction); Business-type Activities (funds for activities that operate as a stand alone business in support of instruction, for example bookstore); and Endowment. This statement (in summary) lists the assets owned by the College, liabilities for which the College is responsible, and the net of the two. This combined statement is supported by the Balance Sheet for Governmental Funds and the Statement of Net Assets Proprietary Funds.

Of note, the College was required to implement GASB 45 during FY2009. As a result, a new liability, "Other Post-employment Benefits" was created and is shown on page 3 in the liabilities section and continues throughout the other statements. (Please see footnote 9, page 23 for a complete discussion.)

The second statement, again divided up by the three activities above, is the Statement of Activities. This statement shows direct expenditures and revenues for each activity type and a net of the two, summed on the line titled Total For College. Below this are listed the indirect revenue sources for each activity which includes all revenues from state and local sources (state operating grant and property taxes). This statement is supported by the Statement of Revenues, Expenditures and Changes in Fund Balance Governmental Funds and the Statement of Revenues, Expenses and Changes in Net Assets Proprietary Funds. The most definitive line to determine "profit or loss" is the Change in Net Assets line, Total 2010 Column, in this case a positive net change of \$1,774,772. Of note on this statement is the transfer of assets from Governmental Activities to Business-type Activities resulting from the construction of a new dormitory, from cash proceeds from the bonds used to finance the dorm to the physical structure of the dorm.

Comparative Financial Information

Comparative information for the current and prior years can be found in the Individual Funds statements, beginning on page 29. The General Fund Statement of Revenue, Expenditures and Changes in Fund Balance (pages 30-32) indicates a current year increase in the ending fund balance of \$787,446 compared to an increase in the ending fund balance for the previous year of \$1,424,625. While the increase for the current year is much smaller than the previous year, the actual is an improved position compared to the working budget. The working cash carry-over target for the year was a negative \$1,500,000. The increase for the current year was larger than planned from a revenue perspective due to 1. Higher than expected enrollment, thus an increase in student tuition collected, (\$1,874,000) and 2. Receipt of a payment on the sale of the Aviation Tech Center and the Southside Education Center (\$500,000). In addition, in comparing to the budget figures presented, the budgets for revenues were not adjusted throughout the year to maintain a historical record of the revenue forecast, but the expenditures budgets were adjusted throughout the year. While the individual line item budget expenditures summed to a total greater than the available revenues, tools available to management during the closeout of the year allowed the actual revenues as compared to actual expenditures to exceed the carry-over target.

Analysis of the College's Overall Financial Position and Results of Operations

As noted on Page 32, the College has an Ending Fund Balance in the General Fund (the main operations fund for the College) of \$7,671,147. This represents cash available to continue operations in the event of a total loss of all revenue sources. As a ratio, the Ending Fund Balance equals 44% of the funds expended for the year. This percentage is widely viewed as a healthy cash balance, putting the College in a strong financial position. This reserve is being maintained to offset anticipated continued decreases in state-sourced funds and is forecasted to remain fairly constant over the next two to three years.

Analysis of Balances and Transactions of Individual Funds

In an analysis of the individual funds, the following explanations are provided: General Fund-State revenues were near expected, but were significantly less than the previous year. State revenue is directly tied to enrollment, but the timing has a one year lag. With that, the FY2009 enrollment decrease impacts the FY2010 state revenue.

In the current year, the Adult Education Fund, Adult Supplemental Education Fund, Restricted Current Funds, Construction Fund, and The Special Assessments Fund all showed a negative change in fund balance for the fiscal year. The negative change in the Adult Education fund is considered immaterial. The change in The Adult Supplemental Education Fund was a planned decrease. The change as related to the Restricted Current Funds is a timing difference caused by ARRA (Stimulus) funds being spent in the current

year and reimbursed in the following year. The negative balance as related to the Construction Fund is a planned decrease. With the exception of a small amount of interest, all revenues available to this fund were received in fiscal year 2008 as part of the proceeds from the sale of bonds to construct the new dorm. The remaining net proceeds were transferred to Debt Service and will be used to pay the bonds as they come due. The negative change related to the Special Assessments fund is a planned decrease as the mill levy for special assessments has been discontinued and the balances due are being paid from cash accumulated in this fund. This fund will be eliminated in future years.

A new fund for 2009, the Capital Outlay Fund also shows a decreased fund balance. In 2009, legislation was passed that created Kansas State Income Tax Credits for certain donations by individuals and corporations to community colleges. The legislation requires that any funds received be receipted into the Capital Outlay Fund and spent according to Capital Outlay statutes. Per that, the College received \$63,900 in donations in 2009 that qualified the donor for the related income tax credit. Of that amount, \$40,600 was encumbered in 2009 for replacement of the Brown Center roof. The remaining balance was used in 2010 for replacement of the floor in the kitchen in the McAtee Dining Center.

Reserve Funds are funds held in trust for the College related to debt retirement and, per payments scheduled, increased slightly this year.

Current Funds -- Restricted are, as implied, funds with restricted uses. As such, it is expected that these funds will be self supporting in any given year. The exception as shown is the Special Grants Fund (page 41-see note above). Pell Grants continue to grow in both the size of the grant awarded and the number of grants awarded, so the total dollar value of Pell Grants increased substantially over the previous year.

Agency Funds are those held by the college in trust for others, generally student clubs recognized by the College. Changes in fund balances are the results of the activities of those agencies and are not relevant to the operation of the college.

Bookstore – Statements reflect a full year of operations for a full-time store in Arkansas City and a seasonal store at the Cowley Eastside Center in Wichita. Due to the Kansas cash basis law, budgets for the bookstore are set with “cushions” so as not to have to be adjusted throughout the year, and for purposes of this statement provide very little valuable information.

Student Housing – Budgetary Accounts show a significant difference of revenue over(under) expenditures as compared to fiscal 2009. This is an annual decision and is limited by the Kansas cash basis law and the covenants of the bond agreements related to the financing of the dorm system. (Please see the note above in the bookstore section related to budgets.)

Cosmetology – Budgetary Accounts as compared with the prior year show a slight decrease of the ending fund balance. It is the College’s position that the fund balance is sufficient and may, therefore, be used in small amounts to fund current year operations. (Please see the note above in the bookstore section related to budgets.)

Analysis of Significant Budgetary Variations

Please see discussion of budget variations as discussed above in the narrative of each fund. Total variances in the other funds are considered to be insignificant in their effect on ending fund balances.

Significant Capital and Long-term Debt Activity

As described in the Notes to the Financial Statements (note 3, page 19), there were no significant changes to long-term debt other than scheduled payments, therefore, total debt outstanding at June 30, 2010 of \$10,615,000 is a decrease from the previous year ending of \$11,935,000.

Significant Changes in Infrastructure Assets

Using a combination of ARRA funds, deferred maintenance tax credit funds (capital outlay), and donations, the following projects we completed in FY2010: Complete roof – Brown Center; Complete roof -- Cleveland Wellness Center; Resurfaced kitchen floor -- McAtee Dining Center; Replaced room divider, Wright Community Room -- Brown Center; Upgraded electrical service including natural gas powered generated -- Galle-Johnson Hall; Complete remodel physics lab -- Galle-Johnson Hall.

City Ball Park that has for several years served as home of Tiger Baseball was deeded to the College by the City of Arkansas City in 2009. With the adjoining Track and Field Complex, the College has a significant athletic complex in south Arkansas City. Throughout the current year, the College purchased additional properties adjoining the track facility and now owns nearly all property west and south of the two main fields.

Currently Known Facts or Conditions

As of May 1, 2008 and July 1, 2008, the College transferred the operations of the Aviation Tech Center and the Southside Education Center, respectively, to Wichita Area Technical College. In return for this transfer, WATC purchased all equipment at both facilities through payments totaling \$5,000,000. Originally scheduled as \$1,000,000 on June 30, 2009 and \$2,000,000 each on June 30, 2010 and June 30, 2011, the payment schedule has been modified as follows: \$1,000,000 on June 30, 2009; \$500,000 each on June 30, 2010, June 30, 2011, and June 30, 2012; \$1,000,000 each on June 30, 2013 and June 30, 2014; and \$500,000 on June 30, 2015. The first two payments have been received and it is now anticipated that the remaining payments will be made according to the modified agreement.

Currently the College receives nearly 40% of its General Fund revenue from the State of Kansas in the form of an operating grant. The volatility of that source of funding is an ongoing concern, remaining subject to legislative priorities and enrollment changes. The state has rescinded state support in the recent past, and as of this writing, a FY 2011 rescission is an outside possibility as the state continues to face a projected shortfall of revenue.

At the same time, the Kansas Board of Regents is recommending legislation that establishes a new funding formula for technical education in the state, including those hours delivered through community colleges. As a piggyback to this formula, the KACCT has asked that the current formula for distributing all state funds to community colleges be set aside in favor of the proposed technical education formula. While the formula would “equalize” the system, several million dollars in additional appropriations would be required to fully implement the formula. How implementation of the formula would be accomplished in the face of insufficient funding has not been completely documented, thus the impact on Cowley College is not known at this time.

For the College,

Tony Crouch
Executive Vice President of Business Services

November 23, 2010

COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF NET ASSETS
June 30, 2010 and 2009

	<u>Governmental</u> <u>Activities</u>	<u>Business-</u> <u>Type</u> <u>Activities</u>	<u>Endowment</u> <u>Association</u>	<u>Total</u> <u>2010</u>	<u>Total</u> <u>2009</u>
<u>ASSETS</u>					
Cash:					
Restricted	\$ 1,583,842	\$ -	\$ -	\$ 1,583,842	\$ 1,374,565
Unrestricted	<u>11,354,015</u>	<u>1,267,152</u>	<u>34,012</u>	<u>12,655,179</u>	<u>11,184,667</u>
Total	\$ 12,937,857	\$ 1,267,152	\$ 34,012	\$ 14,239,021	\$ 12,559,232
Property taxes receivable	-	-	-	-	-
Other receivables	91,011	-	3,320	94,331	315,077
Inventories	-	383,852	-	383,852	346,700
Trusts	-	-	378,082	378,082	372,447
Investments	-	-	3,127,940	3,127,940	3,093,049
Allowance for change in value	-	-	(101,150)	(101,150)	(234,747)
Land	2,147,371	-	5,000	2,152,371	1,991,557
Capital assets, net of accumulated depreciation	<u>10,921,958</u>	<u>10,408,147</u>	<u>43,590</u>	<u>21,373,695</u>	<u>21,760,814</u>
Total assets	<u>\$ 26,098,197</u>	<u>\$ 12,059,151</u>	<u>\$ 3,490,794</u>	<u>\$ 41,648,142</u>	<u>\$ 40,204,129</u>
<u>LIABILITIES</u>					
Accounts payable	\$ 812,198	\$ 108,685	\$ -	\$ 920,883	\$ 793,878
Accrued payroll	695,403	-	-	695,403	662,509
Deposits held in custody for others	1,348,010	-	-	1,348,010	826,768
Compensated absences	504,190	-	-	504,190	456,454
Deferred revenue	-	-	3,320	3,320	6,035
Bonds & certificates of participation:					
Due within one year	1,360,000	-	-	1,360,000	1,320,000
Due after one year	9,255,000	-	-	9,255,000	10,615,000
Other post employment benefits	<u>494,322</u>	<u>-</u>	<u>-</u>	<u>494,322</u>	<u>231,243</u>
Total liabilities	<u>\$ 14,469,123</u>	<u>\$ 108,685</u>	<u>\$ 3,320</u>	<u>\$ 14,581,128</u>	<u>\$ 14,911,887</u>
<u>NET ASSETS</u>					
Invested in capital assets, net of related debt	\$ 2,454,329	\$ 10,408,147	\$ 48,590	\$ 12,911,066	\$ 11,817,371
Restricted:					
Expendable	1,863,305	-	736,412	2,599,717	2,470,552
Non-expendable	-	-	2,156,259	2,156,259	2,078,501
Unrestricted	<u>7,311,440</u>	<u>1,542,319</u>	<u>546,213</u>	<u>9,399,972</u>	<u>8,925,818</u>
Total net assets	<u>\$ 11,629,074</u>	<u>\$ 11,950,466</u>	<u>\$ 3,487,474</u>	<u>\$ 27,067,014</u>	<u>\$ 25,292,242</u>

See accompanying summary of significant accounting policies and notes to financial statements.

COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF ACTIVITIES
For The Years Ended June 30, 2010 and 2009

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Expense Allocation</u>	<u>PROGRAM REVENUES</u>		
			<u>Tuition and Fees</u>	<u>Sales & Other Revenue</u>	<u>Grants, Gifts and Contracts</u>
Governmental Activities:					
Instruction	\$ 7,779,139	\$ 4,251,582	\$ 5,945,705	\$ -	\$ 744,029
Academic support	565,144	-	-	-	-
Student services	3,135,897	-	-	-	-
Institutional support	2,716,718	-	-	-	-
Operation & maintenance	2,594,043	(2,594,043)	-	-	-
Student aid	7,302,943	-	-	-	6,908,037
Interest	451,771	(451,771)	-	-	-
Unallocated depreciation	<u>1,205,768</u>	<u>(1,205,768)</u>	-	-	-
Total governmental activities	\$ 25,751,423	\$ -	\$ 5,945,705	\$ -	\$ 7,652,066
Business type activities:					
Bookstore	\$ 1,311,798	\$ -	\$ -	\$ 1,527,470	\$ -
Student housing	1,597,602	-	-	1,880,739	-
Cosmetology	53,296	-	-	49,953	-
Athletics	<u>443,082</u>	-	-	<u>443,082</u>	-
Total business type activities	\$ 3,405,778	\$ -	\$ -	\$ 3,901,244	\$ -
Endowment association:					
Scholarships & related expenses					
Fund raising costs					
Total for College					
General revenues:					
Property taxes					
State appropriations					
Interest & investment income					
Miscellaneous					
Other financing sources (uses):					
Transfers					
Grants					
Contributions & other					
Endowed contributions					
Acquisition of fixed assets - student housing					
Total general revenue & other financing sources (uses)					
Change in net assets					
Net assets, beginning					
Net assets, ending					

See accompanying summary of significant accounting policies and notes to financial statements.

**COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF ACTIVITIES (CONTINUED)
For The Years Ended June 30, 2010 and 2009**

**NET REVENUES (EXPENSES)
AND CHANGES IN NET ASSETS**

<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Endowment Association</u>	<u>Total 2010</u>	<u>Total 2009</u>
\$ (5,340,987)	\$ -	\$ -	\$ (5,340,987)	\$ (6,503,984)
(565,144)	-	-	(565,144)	(602,332)
(3,135,897)	-	-	(3,135,897)	(3,150,234)
(2,716,718)	-	-	(2,716,718)	(2,745,989)
-	-	-	-	-
(394,906)	-	-	(394,906)	(427,425)
-	-	-	-	-
-	-	-	-	-
<u>\$ (12,153,652)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (12,153,652)</u>	<u>\$ (13,429,964)</u>
\$ -	\$ 215,672	\$ -	\$ 215,672	\$ 155,322
-	283,137	-	283,137	126,434
-	(3,343)	-	(3,343)	17,069
-	-	-	-	-
<u>\$ -</u>	<u>\$ 495,466</u>	<u>\$ -</u>	<u>\$ 495,466</u>	<u>\$ 298,825</u>
-	-	(403,321)	(403,321)	(268,822)
-	-	(110,301)	(110,301)	(46,149)
<u>\$ (12,153,652)</u>	<u>\$ 495,466</u>	<u>\$ (513,622)</u>	<u>\$ (12,171,808)</u>	<u>\$ (13,446,110)</u>
\$ 4,768,842	\$ -	\$ -	\$ 4,768,842	\$ 5,371,982
6,482,116	-	-	6,482,116	9,171,640
185,161	-	225,774	410,935	(97,297)
1,834,796	-	213,103	2,047,899	411,966
794,769	(794,769)	-	-	-
-	-	-	-	2,475
-	-	164,665	164,665	228,159
-	-	72,123	72,123	29,729
-	-	-	-	90,718
<u>\$ 14,065,684</u>	<u>\$ (794,769)</u>	<u>\$ 675,665</u>	<u>\$ 13,946,580</u>	<u>\$ 15,209,372</u>
\$ 1,912,032	\$ (299,303)	\$ 162,043	\$ 1,774,772	\$ 1,763,262
<u>9,717,042</u>	<u>12,249,769</u>	<u>3,325,431</u>	<u>25,292,242</u>	<u>23,528,980</u>
<u>\$ 11,629,074</u>	<u>\$ 11,950,466</u>	<u>\$ 3,487,474</u>	<u>\$ 27,067,014</u>	<u>\$ 25,292,242</u>

See accompanying summary of significant accounting policies and notes to financial statements.

COWLEY COUNTY COMMUNITY COLLEGE
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2010 and 2009

<u>ASSETS</u>	<u>General Fund</u>	<u>Other Governmental</u>	<u>Total 2010</u>	<u>Total 2009</u>
Cash:				
Restricted	\$ -	\$ 1,583,842	\$ 1,583,842	\$ 1,374,565
Unrestricted	<u>9,435,309</u>	<u>1,918,706</u>	<u>11,354,015</u>	<u>10,004,408</u>
Total	\$ 9,435,309	\$ 3,502,548	\$ 12,937,857	\$ 11,378,973
Property taxes receivable	-	-	-	-
Other receivables	<u>-</u>	<u>91,011</u>	<u>91,011</u>	<u>309,042</u>
Total assets	<u>\$ 9,435,309</u>	<u>\$ 3,593,559</u>	<u>\$ 13,028,868</u>	<u>\$ 11,688,015</u>
 <u>LIABILITIES</u>				
Accounts payable	\$ 564,569	\$ 247,629	\$ 812,198	\$ 769,126
Accrued payroll	695,403	-	695,403	662,509
Deposits held in custody for others	-	1,348,010	1,348,010	826,768
Compensated absences	504,190	-	504,190	456,454
Deferred revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>\$ 1,764,162</u>	<u>\$ 1,595,639</u>	<u>\$ 3,359,801</u>	<u>\$ 2,714,857</u>
 <u>NET ASSETS</u>				
Fund balance:				
Restricted	\$ -	\$ 1,863,305	\$ 1,863,305	\$ 1,859,895
Unrestricted	<u>7,671,147</u>	<u>134,615</u>	<u>7,805,762</u>	<u>7,113,263</u>
Total fund balance	<u>\$ 7,671,147</u>	<u>\$ 1,997,920</u>	<u>\$ 9,669,067</u>	<u>\$ 8,973,158</u>
Total liabilities & fund balance	<u>\$ 9,435,309</u>	<u>\$ 3,593,559</u>	<u>\$ 13,028,868</u>	<u>\$ 11,688,015</u>
 Reconciliation to net assets shown in Statement of Net Assets:				
Net OPEB obligation			\$ (494,322)	\$ (231,243)
Capital assets not reported in individual funds			13,069,329	12,910,127
Bonds not reported in individual funds			<u>(10,615,000)</u>	<u>(11,935,000)</u>
Net assets per Statement of Net Assets			<u>\$ 11,629,074</u>	<u>\$ 9,717,042</u>

See accompanying summary of significant accounting policies and notes to financial statements.

COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUNDS
For The Years Ended June 30, 2010 and 2009

	<u>General</u> <u>Fund</u>	<u>Other</u> <u>Governmental</u>	<u>Total</u> <u>2010</u>	<u>Total</u> <u>2009</u>
<u>REVENUES</u>				
Tuition and fees	\$ 5,754,524	\$ 191,181	\$ 5,945,705	\$ 4,974,485
Property taxes	4,768,842	-	4,768,842	5,371,982
State appropriations	6,429,972	52,144	6,482,116	9,171,640
Federal appropriations	179,591	7,472,475	7,652,066	4,297,114
Interest	128,973	56,188	185,161	219,442
Other	<u>1,644,951</u>	<u>189,845</u>	<u>1,834,796</u>	<u>382,541</u>
Total revenue	<u>\$ 18,906,853</u>	<u>\$ 7,961,833</u>	<u>\$ 26,868,686</u>	<u>\$ 24,417,204</u>
<u>EXPENDITURES</u>				
Instruction	\$ 7,864,906	\$ 257,931	\$ 8,122,837	\$ 7,786,961
Academic support	580,465	-	580,465	601,904
Student services	3,139,207	-	3,139,207	3,127,110
Institutional support	2,666,733	-	2,666,733	2,702,998
Operation & maintenance	2,791,487	605,257	3,396,744	3,069,362
Student aid	264,607	7,025,182	7,289,789	4,469,716
Debt service:		-	-	
Principal (Including specials)	665,000	655,000	1,320,000	1,170,155
Interest & issue costs	<u>112,002</u>	<u>339,769</u>	<u>451,771</u>	<u>598,778</u>
Total expenditures	<u>\$ 18,084,407</u>	<u>\$ 8,883,139</u>	<u>\$ 26,967,546</u>	<u>\$ 23,526,984</u>
Revenues over expenditures	\$ 822,446	\$ (921,306)	\$ (98,860)	\$ 890,220
Other financing sources (uses)				
Inter fund transfers	(35,000)	829,769	794,769	605,000
Issuance of bonds/certificates	-	-	-	-
Refunding of certificates	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ 787,446	\$ (91,537)	\$ 695,909	\$ 1,495,220
Fund balance, beginning	<u>6,883,701</u>	<u>2,089,457</u>	<u>8,973,158</u>	<u>7,477,938</u>
Fund balance, ending	<u>\$ 7,671,147</u>	<u>\$ 1,997,920</u>	<u>\$ 9,669,067</u>	<u>\$ 8,973,158</u>
Reconciliation to change in net assets shown in Statement of Activities:				
Depreciation expense not included in individual funds			(1,205,768)	(1,070,639)
Additions to capital assets shown as expenditures in individual funds			1,364,970	957,148
Debt principal payments shown as expenditures in individual funds			1,320,000	1,170,155
Additional post employment benefits			<u>(263,079)</u>	<u>(231,243)</u>
Change in net assets per Statement of Activities			<u>\$ 1,912,032</u>	<u>\$ 2,320,641</u>

See accompanying summary of significant accounting policies and notes to financial statements.

COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
June 30, 2010 and 2009

	<u>Bookstore</u>	<u>Student Housing</u>	<u>Cosmetology</u>	<u>June 30, 2010</u>	<u>Total June 30, 2009</u>
<u>ASSETS</u>					
Cash	\$ 977,838	\$ 209,035	\$ 80,279	\$ 1,267,152	\$ 1,133,821
Inventory	383,852	-	-	383,852	346,700
Capital assets	506,335	15,542,272	-	16,048,607	15,922,610
Less accumulated depreciation	<u>(184,630)</u>	<u>(5,455,830)</u>	<u>-</u>	<u>(5,640,460)</u>	<u>(5,128,956)</u>
Total assets	<u>\$ 1,683,395</u>	<u>\$ 10,295,477</u>	<u>\$ 80,279</u>	<u>\$ 12,059,151</u>	<u>\$ 12,274,175</u>
<u>LIABILITIES</u>					
Current liabilities:					
Accounts payable	<u>\$ 17,580</u>	<u>\$ 91,105</u>	<u>\$ -</u>	<u>\$ 108,685</u>	<u>\$ 24,406</u>
<u>NET ASSETS</u>					
Invested in capital assets	\$ 321,705	\$ 10,086,442	\$ -	\$ 10,408,147	\$ 10,793,654
Unrestricted	<u>1,344,110</u>	<u>117,930</u>	<u>80,279</u>	<u>1,542,319</u>	<u>1,456,115</u>
Total net assets	<u>\$ 1,665,815</u>	<u>\$ 10,204,372</u>	<u>\$ 80,279</u>	<u>\$ 11,950,466</u>	<u>\$ 12,249,769</u>

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

COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
For The Years Ended June 30, 2010 and 2009

	<u>Bookstore</u>	<u>Student Housing</u>	<u>Cosmetology</u>	<u>Athletics</u>
<u>Operating revenue</u>				
Charge for goods & services	\$ 1,527,470	\$ 1,764,623	\$ 49,953	\$ -
Miscellaneous	<u>-</u>	<u>116,116</u>	<u>-</u>	<u>443,082</u>
Total operating revenue	<u>\$ 1,527,470</u>	<u>\$ 1,880,739</u>	<u>\$ 49,953</u>	<u>\$ 443,082</u>
<u>Operating expense</u>				
Cost of sales	\$ 1,053,288	\$ -	\$ 21,818	\$ -
Salaries	103,056	199,461	-	-
Supplies	136,960	196,294	31,478	-
Food service	-	708,837	-	-
Grants	-	-	-	443,082
Depreciation	18,494	493,010	-	-
Miscellaneous	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total operating expense	<u>\$ 1,311,798</u>	<u>\$ 1,597,602</u>	<u>\$ 53,296</u>	<u>\$ 443,082</u>
Operating income before transfers	\$ 215,672	\$ 283,137	\$ (3,343)	\$ -
Transfers for debt retirement	-	(794,769)	-	-
Contributed capital	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in net assets	\$ 215,672	\$ (511,632)	\$ (3,343)	\$ -
Net assets, beginning	<u>1,450,143</u>	<u>10,716,004</u>	<u>83,622</u>	<u>-</u>
Net assets, ending	<u>\$ 1,665,815</u>	<u>\$ 10,204,372</u>	<u>\$ 80,279</u>	<u>\$ -</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS (CONTINUED)
For The Years Ended June 30, 2010 and 2009**

<u>June 30,2010</u>	<u>Total</u> <u>June 30, 2009</u>
\$ 3,342,046	\$ 3,219,851
<u>559,198</u>	<u>417,257</u>
<u>\$ 3,901,244</u>	<u>\$ 3,637,108</u>
\$ 1,075,106	\$ 1,181,793
302,517	340,026
364,732	346,321
708,837	644,795
443,082	318,303
511,504	507,045
<u>-</u>	<u>-</u>
<u>\$ 3,405,778</u>	<u>\$ 3,338,283</u>
\$ 495,466	\$ 298,825
(794,769)	(605,000)
<u>-</u>	<u>90,718</u>
\$ (299,303)	\$ (215,457)
<u>12,249,769</u>	<u>12,465,226</u>
<u>\$ 11,950,466</u>	<u>\$ 12,249,769</u>

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

COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For The Year Ended June 30, 2010

	<u>Bookstore</u>	<u>Student Housing</u>	<u>Cosmetology</u>
Cash Flows From Operating Activities:			
Receipts from customers	\$ 1,527,470	\$ 1,764,623	\$ 49,953
Payments to suppliers	(1,233,626)	(814,026)	(53,896)
Payments to employees	(103,056)	(199,461)	-
Other receipts	<u>-</u>	<u>116,116</u>	<u>-</u>
 Net cash provided by operating activities	 <u>\$ 190,788</u>	 <u>\$ 867,252</u>	 <u>\$ (3,943)</u>
Cash Flows From Non-Capital Financing Activities:			
Transfer to other funds	\$ <u>-</u>	\$ (794,769)	\$ <u>-</u>
Cash Flows From Capital Financing Activities:			
Acquisition of fixed assets	\$ <u>-</u>	\$ (125,997)	\$ <u>-</u>
 Net increase (decrease) in cash	 \$ 190,788	 \$ (53,514)	 \$ (3,943)
Cash balance, beginning of year	<u>787,050</u>	<u>262,549</u>	<u>84,222</u>
Cash balance, end of year	<u>\$ 977,838</u>	<u>\$ 209,035</u>	<u>\$ 80,279</u>
Reconciliation of operating income to net cash provided by operating activities			
Operating income (loss)	\$ 215,672	\$ 283,137	\$ (3,343)
Depreciation expense	18,494	493,010	-
Change in assets and liabilities			
Inventories (Increase)	(37,152)	-	-
Accounts payable Increase (Decrease)	<u>(6,226)</u>	<u>91,105</u>	<u>(600)</u>
 Net cash provided by operating activities	 <u>\$ 190,788</u>	 <u>\$ 867,252</u>	 <u>\$ (3,943)</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
For The Year Ended June 30, 2010**

<u>Athletics</u>	<u>2010 Total</u>	<u>2009 Total</u>
\$ -	\$ 3,342,046	\$ 3,219,851
(443,082)	(2,544,630)	(2,478,330)
-	(302,517)	(340,026)
443,082	559,198	417,257
<u>\$ -</u>	<u>\$ 1,054,097</u>	<u>\$ 818,752</u>
<u>\$ -</u>	<u>\$ (794,769)</u>	<u>\$ (605,000)</u>
<u>\$ -</u>	<u>\$ (125,997)</u>	<u>\$ -</u>
\$ -	\$ 133,331	\$ 213,752
-	1,133,821	920,069
<u>\$ -</u>	<u>\$ 1,267,152</u>	<u>\$ 1,133,821</u>
\$ -	\$ 495,466	\$ 298,825
-	511,504	507,045
-	(37,152)	27,942
-	84,279	(15,060)
<u>\$ -</u>	<u>\$ 1,054,097</u>	<u>\$ 818,752</u>

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

COWLEY COUNTY COMMUNITY COLLEGE
SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
June 30, 2010

The significant accounting policies followed by Cowley County Community College are described below to enhance the usefulness of the financial statements to the reader.

Accrual Basis

The financial statements of Cowley County Community College have been prepared on the accrual basis. The statement of activities is a statement of financial activities of current funds related to the current reporting period.

To the extent that current funds are used to finance plant assets, the amounts so provided are accounted for as expenditures in the individual fund statements but accounted for as capital assets in the statement of activities.

Fund Accounting

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the Institution, the accounts of the College are maintained in accordance with principles of "fund accounting." This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups.

Accordingly, all financial transactions have been recorded and reported by fund groups. Within each fund group, fund balances restricted by outside sources are so indicated and are distinguished from unrestricted funds allocated to specific purposes by action of the governing board. Externally restricted funds may only be utilized in accordance with the purposes established by the source of such funds, and are in contrast with unrestricted funds over which the governing board retains full control to use in achieving any of its institutional purposes.

Ordinary income derived from investments and receivables is accounted for in the fund owning such assets.

All other unrestricted revenue is accounted for in the unrestricted current fund. Restricted gifts, grants, appropriations, endowment income and other restricted resources are accounted for in the appropriate restricted funds. Restricted current funds are reported as revenues and expenditures when expended for current operating purposes.

Other Significant Accounting Policies

Other significant accounting policies are set forth in the financial statements and the notes thereto.

1. Fund Descriptions

COWLEY COUNTY COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2010

The principles and practices of "fund accounting" are employed by the College to satisfy the need to account properly for the diversity of resources and their use.

A fund is an accounting entity with a self-balancing set of accounts consisting of assets, liabilities, and a fund balance. Separate accounts are maintained for each fund to insure observance of limitations and restrictions placed on use of resources. For reporting purposes, however, funds of similar characteristics are combined into fund groups. The fund groups, and the funds included therein and a definition of their use follows:

Governmental Activities

This group is used to account for resources that are available for the general financial needs of the College, the only restrictions being those imposed by law and the budget.

The organizational units to be financed through this group are those which are concerned directly with the operation and support of the educational program.

The revenue accounts to be credited to this group are, generally, the resources received to finance the educational program. Indirect expenses, where applicable, have been allocated to the Instruction function.

Business Type Activities

This group of funds is used to account for entities that exist to furnish goods or services to students, faculty or staff. The general public may be served incidentally by some auxiliary enterprises. The auxiliary enterprise entity charges fees directly related to, although not necessarily equal to, the cost of the service. Auxiliary enterprises generally include residence halls, food service, intercollegiate athletics, college stores and unions, etc. Revenues and expenditures for auxiliary enterprises operations are accounted for by each separate entity. FASB pronouncements issued after November 30, 1989 are applied for these activities where they do not conflict with GASB pronouncements.

Endowment Funds

Endowment funds are resources used by the Cowley County College Endowment Association to assist Cowley County Community College.

The fund balance of \$3,487,474 as of June 30, 2010 and \$3,325,431 as of June 30, 2009, consists of the net assets of the Association and net assets at fair market value of \$378,082 and \$372,447 respectively owned by the College.

Depreciation of fixed assets used by the College is recorded as an expense against operations. Depreciation is figured using the straight line method and the following estimated useful lives:

COWLEY COUNTY COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2010

Buildings 30 years
Improvements 20 - 30 years
Equipment 4 - 10 years

Assets with expected useful lives extending beyond one year are those considered for capitalization. Real property that represents the investment of endowment and similar funds is not included in this group of funds.

2. Summary of Accounting Policies

The College has established a uniform system of accounting maintained to reflect compliance with the applicable laws of the State of Kansas. The accompanying financial statements are presented after applying memorandum adjustments, where applicable, resulting in financial statements presented on an accrual basis of accounting.

Budgets

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

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

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

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. Budgeted comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

COWLEY COUNTY COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2010

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 purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital projects funds and trust, agency, and loan funds.

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

Basis of Accounting

The general fund, special revenue funds, capital project funds, debt service funds, expendable trust funds and agency funds are reported on the accrual basis of accounting. Revenues are recognized in the accounting period in which they become susceptible to accrual - that is when they become both measurable and available to finance expenditures of the current fiscal year.

Expenditures are recognized in the fiscal year in which a liability has been incurred, further modified by the encumbrance method of accounting. Although generally accepted accounting principles do not recognize encumbrances as liabilities, any differences between accounts payable and encumbrances are deemed to be immaterial in comparison with the financial statements as a whole. Interest on unmatured general long-term debt is recognized when due.

The enterprise funds are reported on the accrual basis of accounting.

Reporting Entity

Cowley County Community College is a municipal corporation governed by an elected board. These financial statements present Cowley County Community College and its component unit, the Cowley Community College Endowment Association.

The criteria for including the Endowment Association as a fund group of the College is primarily the services provided to the College by the Association.

Deposits and Investments

COWLEY COUNTY COMMUNITY COLLEGE
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2010

K.S.A. 9-1401 establishes the depositories which may be used by the Government. K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage.

Deposits are in compliance with K.S.A. 12-1675 which limits investment of idle funds to time deposits, open accounts, 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 College has no further restrictions. The carrying amounts of deposits are equivalent to the market values.

<u>Deposits</u>	<u>FDIC Insured</u>	<u>Depository Securities</u>	<u>Bank Balance</u>	<u>Carrying Amount</u>	<u>Funds At Risk</u>
Home National Bank	\$ 7,702,225	\$ 5,223,187	\$ 11,542,225	\$ 12,030,899	\$ -
Union State Bank	623,009	-	623,009	16,036	-
Carson Bank	5,000	-	5,000	5,000	-
CornerBank - Winfield	250,000	1,069,742	1,000,100	1,000,100	-
Sunflower Bank	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u>5,000</u>	<u>-</u>
				<u>\$ 13,057,035</u>	

The depository securities are collateral held under joint custody receipts issued by a third party bank and held under the name of the College. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. Any concentration of credit risk is secured by depository securities.

Cash and cash equivalents for business-type activities consist of cash in operating accounts.

Investments

Investments for municipalities are authorized by K.S.A. 12-1675. Investments of the College are held by the Security Bank of Kansas City, Kansas City, Kansas and consist of required reserves. Investments at June 30, 2010 are shown below:

	<u>Carrying Amount</u>	<u>Market Value</u>	<u>Maturity (Years)</u>	
			1-2	3-5
Required Reserves:				
U.S. Treasury Obligations	\$ 303,355	\$ 791,352	\$ 791,352	\$ -
Money Market	<u>844,319</u>	<u>844,319</u>	<u>844,319</u>	<u>-</u>
Total	<u>\$ 1,147,674</u>	<u>\$ 1,635,671</u>	<u>\$ 1,635,671</u>	<u>\$ -</u>

Property Taxes

COWLEY COUNTY COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2010

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing Kansas statutes. Consequently, current year property taxes receivable which are not available as a resource that can be used to finance the current year operations of the College are offset by deferred revenue for control purposes. A sixty-day period is used for revenue recognition.

Taxes are assessed on a calendar year basis and are levied and become a lien on the property on November 1 of each year. The County Treasurer is the tax collection agent for all taxing entities within the County. Property owners have the option of paying one-half of the full amount of the taxes levied on or before December 20 during the year levied with the balance to be paid on or before May 20 of the ensuing year. Kansas statutes prohibit the County Treasurer from distributing taxes collected in the year levied prior to January 1 of the ensuing year.

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

Receivables and Deferred Revenue

Receivables of the general, special revenue and debt service funds which are not available to finance the current year's operations of the College are offset by deferred revenue for control purposes.

Inventories and Prepaid Expenses

Inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase in all funds except for the auxiliary enterprise fund, bookstore fund, where inventories are recorded at their historical cost.

Employee's Retirement Plan

Plan description. The College participates in the Kansas Public Employees Retirement System (KPERS), a costsharing 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 financials 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. Member-employees' contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the

COWLEY COUNTY COMMUNITY COLLEGE
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2010

Internal Revenue Code. The State of Kansas is required to contribute the remaining amount necessary to achieve the actuarially determined contribution rate. Kansas currently contributes an average of 8.57% of covered payroll. These contribution requirements are established by KPERS and are periodically revised. Kansas' contributions to KPERS for employees for the years ending June 30, 2010 and 2009 were \$799,565 and \$727,386, respectively, equal to the required contributions for each year.

Generally accepted accounting principles require recognition in the financial statements of pension contributions made by an entity other than the employer government. These payments have not been recognized in the individual fund statements. However, these payments have been recognized in the Statement of Activities and the Statement of Revenues, Expenditures and Changes in Fund Balance.

3. Long-term Debt – Certificates of Participation and Revenue Bonds

Following is a detailed listing of the long-term debt:

<u>Description</u>	<u>Date Issued</u>	<u>Original Amount</u>	<u>Interest Rate</u>
<u>Certificates of Participation</u>			
Student Services and Gymnasium	01/29/04	3,550,000	3.50%
Refunding Certificates - Brown Center	01/29/04	1,930,000	2.80%
Refunding Certificates - Track	03/15/08	856,000	3.05%
<u>Revenue Bonds</u>			
Dormitory System Refunding	11/15/04	4,335,000	3.0% - 5.0%
Dormitory Revenue	09/01/07	4,825,000	4.0% - 4.4%

Following is a summary of changes for the year:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Payments</u>	<u>Refunded</u>	<u>Ending Balance</u>
Student Services	\$ 2,490,000	\$ -	\$ 235,000	\$ -	\$ 2,255,000
Refunding - Brown Center	720,000	-	290,000	-	430,000
Refunding - Dorm	3,230,000	-	490,000	-	2,740,000
Dorm Revenue	4,750,000	-	165,000	-	4,585,000
Track Refunding	745,000	-	140,000	-	605,000
	<u>\$ 11,935,000</u>	<u>\$ -</u>	<u>\$ 1,320,000</u>	<u>\$ -</u>	<u>\$ 10,615,000</u>

COWLEY COUNTY COMMUNITY COLLEGE
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2010

	Fiscal <u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Student Services/Gymnasium	2011	\$ 245,000	\$ 78,925	\$ 323,925
	2012	250,000	70,350	320,350
	2013	265,000	61,600	326,600
	2014	275,000	52,325	327,325
	2015	285,000	42,700	327,700
	2016-2018	<u>935,000</u>	<u>66,325</u>	<u>1,001,325</u>
		<u>\$ 2,255,000</u>	<u>\$ 372,225</u>	<u>\$ 2,627,225</u>
Refunding - Brown Center	2011	\$ 295,000	\$ 12,040	\$ 307,040
	2012	<u>135,000</u>	<u>3,780</u>	<u>138,780</u>
		<u>\$ 430,000</u>	<u>\$ 15,820</u>	<u>\$ 445,820</u>
Refunding - Dorm	2011	\$ 510,000	\$ 119,886	\$ 629,886
	2012	530,000	94,386	624,386
	2013	555,000	67,886	622,886
	2014	565,000	46,380	611,380
	2015	<u>580,000</u>	<u>23,780</u>	<u>603,780</u>
		<u>\$ 2,740,000</u>	<u>\$ 352,318</u>	<u>\$ 3,092,318</u>
Dorm Revenue	2011	\$ 170,000	\$ 192,955	\$ 362,955
	2012	180,000	185,299	365,299
	2013	190,000	177,205	367,205
	2014	195,000	168,784	363,784
	2015	205,000	160,033	365,033
	2016-2020	1,165,000	662,954	1,827,954
	2021-2025	1,445,000	388,792	1,833,792
	2026-2027	<u>1,035,000</u>	<u>69,589</u>	<u>1,104,589</u>
	<u>\$ 4,585,000</u>	<u>\$ 2,005,611</u>	<u>\$ 6,590,611</u>	
Track Refunding	2011	\$ 140,000	\$ 18,453	\$ 158,453
	2012	155,000	14,182	169,182
	2013	150,000	9,455	159,455
	2014	<u>160,000</u>	<u>4,880</u>	<u>164,880</u>
		<u>\$ 605,000</u>	<u>\$ 46,970</u>	<u>\$ 651,970</u>

The amount of previously refunded certificates of participation and revenue bonds amounted to \$425,000 as of June 30, 2010.

4. Long-term Debt Requirements

COWLEY COUNTY COMMUNITY COLLEGE
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2010

A) The terms of the College's debt agreements require the information of the following accounts and other items. The balance shown in the reserve accounts meet the requirements of the above mentioned agreements.

	Arts Building	2004 Revenue Bonds	2007 Revenue Bonds	Total
Cash balances requirement:				
Principal and interest	\$ -	\$ 229,943	\$ 223,614	\$ 453,557
Reserve	85,000	-	368,430	453,430
Depreciation, maintenance, and improvement	<u>682,129</u>	<u>211,988</u>	<u>-</u>	<u>894,117</u>
	<u>\$ 767,129</u>	<u>\$ 441,931</u>	<u>\$ 592,044</u>	<u>\$ 1,801,104</u>

B) There were approximately 431 students served by the dormitory for the year ended June 30, 2010. The insurance coverage is maintained at 90% co-insurance level with a replacement cost value of \$2,660,628 for the 1993 dormitory, \$2,235,163 for the 1989 dormitory, \$4,011,153 for the 2000 dormitory system and 4,173,560 for the 2008 dormitory.

C) There is no information indicating arbitrage requirements have not been met.

D) Continuing disclosure requirements have been met.

E) All other significant requirements of the agreement have been met.

F) The above cash balances are shown as follows in the financial statements:

	Arts Building	Revenue Bonds	Total
Student Union and dormitory Facilities			
Reserved	\$ -	\$ 579,442	\$ 579,442
Unreserved	-	<u>211,988</u>	<u>211,988</u>
Total	<u>\$ -</u>	<u>\$ 791,430</u>	<u>\$ 791,430</u>
Reserve Funds:			
Reserved	\$ 85,000	\$ 242,545	\$ 327,545
Unreserved	<u>682,129</u>	<u>-</u>	<u>682,129</u>
Total	<u>\$ 767,129</u>	<u>\$ 242,545</u>	<u>\$ 1,009,674</u>
Total	<u>\$ 767,129</u>	<u>\$ 1,033,975</u>	<u>\$ 1,801,104</u>

G) Debt service coverage ratio of 1.25

COWLEY COUNTY COMMUNITY COLLEGE
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2010

Revenue - Student Housing	\$ 1,764,623
Dormitory Bond & Interest	<u>163,340</u>
Total	<u>\$ 1,927,963</u>

Debt Service Requirements	
2004 Bonds	\$ 629,486
2007 Bonds	<u>365,283</u>
Total	<u>\$ 994,769</u>
Ratio	<u>1.94</u>

5. Compliance with Kansas Statutes

A) Funds on deposit with the Home National Bank during March, 2010 were in excess of the pledged depository securities and FDIC insurance coverage which is a violation of K.S.A. 9-1402.

B) Management is aware of no other violations of Kansas Statutes.

6. Transfers

Operating transfers

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>Authority</u>
General	Adult Education	\$35,000	K.S.A. 71-614
Student Housing	Dormitory Bond & Interest	794,769	
Construction	Dormitory Bond & Interest	52,913	

These financial transactions are shown as revenue and expenditures or transfers in the individual fund statements. In the statement of revenues, expenditures and changes in fund balance and the statement of activities, these transactions are shown as transfers.

7. Compensated Absences

Sick Leave

The College has a policy which provides employees who have met certain criteria to receive upon retirement unused sick leave.

Vacation leave

The College has a policy with the administrative and classified personnel which provides for vacation leave on a pro-rated basis from January 1 to date of termination and also for unused vacation for employees who have met certain criteria.

COWLEY COUNTY COMMUNITY COLLEGE
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2010

The anticipated accrual in the amount of \$504,190 has been recorded in the General fund as of June 30, 2010. The accrual as of June 30, 2009, was \$456,454.

8. Deficit Retained Earnings

The Student Housing fund has a negative retained earnings balance.

9. Other Post Employment and Termination Benefits

When an employee retires from the college after becoming sixty years of age and having at least ten years of continuous service with the College, the employee shall be eligible for a single premium in the College-sponsored group health insurance plan until the employee is sixty-five years of age. During the current year there were five to seven participants resulting in an expense to the College of \$27,780.

An additional expense of \$263,079 has been shown on the Statement of Activities as shown below.

Funding Policy

Funding of the Plan by the College is accounted for on a pay as you go funding. Actual cash payments are made based on the eligible retirees. There are no stand alone financial reports for the plan.

Annual OPEB and Net OPEB Obligation. The College's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the College's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the net OPEB obligation.

	<u>6/30/2009</u>	<u>6/30/2010</u>
Annual required contribution	\$ 249,810	\$ 499,620
Interest on net OPEB obligation	11,241	22,482
Adjustment to annual required contribution	-	-
	<u>261,051</u>	<u>522,102</u>
Contributions paid	<u>29,808</u>	<u>27,780</u>
	231,243	494,322
Net OPEB obligation - beginning of year	<u>-</u>	<u>231,243</u>
Net OPEB obligation - increase	<u>\$ 231,243</u>	<u>\$ 263,079</u>

COWLEY COUNTY COMMUNITY COLLEGE
NOTES TO FINANCIAL STATEMENTS
June 30, 2010

GASB 45 has been implemented on a prospective basis as of June 30, 2009.

Funded Status and Funding Progress. As of June 30, 2009, the most recent actuarial valuation date, the plan was 0 percent funded. The actuarial accrued liability for benefits was \$1,502,502. The covered payroll (annual payroll of active employees covered by the plan) was \$7,548,810 and the ratio of the UAAL to the covered payroll was 19.9 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

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

In the June 30, 2009 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included 4.5 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 10 percent initially, reduced by decrements to an ultimate rate of 5 percent after ten years. Both rates included a 4.5 percent inflation assumption. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2009 was sixteen years.

10. Other Termination Benefits

As provided by K.S.A. 12-5040, the College allows retirees to participate in the group health insurance plan. Each retiree pays the full amount of the applicable premium so there is no obligation to the College.

11. Operating Leases

The College leases certain facilities for its educational purposes. The leases for two of the facilities contain the following provisions:

COWLEY COUNTY COMMUNITY COLLEGE
 NOTES TO FINANCIAL STATEMENTS
 June 30, 2010

	<u>Mulvane Center</u>	<u>Mulvane Center</u>
Initial term	8-1-05 through 7-31-10 at \$10,000 per month	3-21-05 through 3-21-09 at \$6,000 per month
Renewal	Option for 5-year renewal periods at rent consistent with then current market conditions	Two year options; rent to be \$6,450 as of 7-1-09

12. Capital Asset Activity for the Year Ended June 30, 2010

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Governmental activities:				
Land	\$ 1,986,557	\$ 160,814	\$ -	\$ 2,147,371
Buildings & improvements	20,521,574	602,564	-	21,124,138
Equipment	6,884,353	593,117	(470,820)	7,006,650
Library books	<u>890,494</u>	<u>8,475</u>	<u>-</u>	<u>898,969</u>
Total	<u>\$ 30,282,978</u>	<u>\$ 1,364,970</u>	<u>\$ (470,820)</u>	<u>\$ 31,177,128</u>
Less accumulated depreciation	<u>(17,372,851)</u>	<u>(1,205,768)</u>	<u>470,820</u>	<u>(18,107,799)</u>
Net capital assets	<u>\$ 12,910,127</u>	<u>\$ 159,202</u>	<u>\$ -</u>	<u>\$ 13,069,329</u>
Business-type activities:				
Buildings & equipment	\$ 15,922,610	\$ 125,997	\$ -	\$ 16,048,607
Less accumulated depreciation	<u>(5,128,956)</u>	<u>(511,504)</u>	<u>-</u>	<u>(5,640,460)</u>
Net capital assets	<u>\$ 10,793,654</u>	<u>\$ (385,507)</u>	<u>\$ -</u>	<u>\$ 10,408,147</u>

COWLEY COUNTY COMMUNITY COLLEGE
ENDOWMENT ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2010

1. Nature of activities and significant accounting policies

A. Nature of activities

The Cowley County Community College Endowment Association was formed to provide a means of raising the necessary funds to assist Cowley County Community College and its students to achieve their educational goals. It is a reporting component unit of the College and these financial statements will be included in the financial statements of the College.

B. Basis of accounting

The Association uses the modified accrual basis of accounting. Revenues are recognized in the accounting period in which they become available and measurable, and expenditures are recognized in the accounting period in which the fund liability is incurred. Pledges are recognized as revenue or support in the period in which they are collected. Pledges that will be collected in future periods are recorded as pledges receivable and as deferred support. The preparation of financial statements requires management to make estimates that affect the reported amounts of assets.

C. Fund Accounting

In order to ensure observations of limitations and restrictions placed on the use of the resources available to the Association, the accounts are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified by the donor or the Association's Board.

Within each fund, the fund balances restricted by outside sources of the Board are so indicated and are distinguished from unrestricted funds allocated to specific purposes by action of the Association's Board.

All gains and losses arising from the sale, collection, or other disposition of investments and other noncash assets are accounted for in the fund which owned such assets. Ordinary income derived from investments, receivables, and the like, is accounted for in the fund owning such assets.

D. Income taxes

The Association is a not-for-profit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. However, the Association is subject to Unrelated Business Income Tax.

E. Investments

The Association has funds invested in stocks and trusts which have stocks, bonds, notes and mutual funds in their portfolio. The stocks, bonds, notes and mutual funds are initially recorded at cost, if purchased, and at their fair market value on the date contributed, if donated to the Association.

The stocks, bonds, notes and mutual funds are valued on the balance sheet at the current market value. The change in value since the asset was acquired is shown as Allowance for Change in Value or Trust Reserve, and the offset to the adjustment is shown as unrealized gain or loss on investments.

COWLEY COUNTY COMMUNITY COLLEGE
ENDOWMENT ASSOCIATION
NOTES TO FINANCIAL STATEMENTS
June 30, 2010

2. Restriction on assets

- A. Tiger Booster Club - Assets are temporarily restricted to the operation of the Club.
- B. Cultural Arts - Assets are temporarily restricted to providing cultural arts programs.
- C. Scholarships - A portion of the assets are permanently restricted with the income used to provide scholarships to students. Temporarily restricted assets are used for the same purpose.
 - 1. The Kirke Dale Memorial Scholarship trust was established as a perpetual educational trust with all of the net income from the trust used exclusively for scholarships by the Cowley County Community College. The trust is not an asset of the Association, but is shown on the balance sheet to show that it is for the benefit of bestowing scholarships to students at the College.
 - 2. The Carpenter and Vickers Memorial Scholarship Trust was established by the Association after receiving a gift from Mildred F. Carpenter. The trust income is to be used for non-athletic scholarships. The trust is not an asset of the Association, but is shown on the balance sheet that it is for the benefit of bestowing scholarships to students at the College.
 - 3. The portion shown as permanently restricted represents permanent principal amounts of endowments restricted by donors. Any appreciation of these funds is included in the temporarily restricted portion of the fund balance.
- D. Executive Management - A portion of the assets are temporarily restricted for the Title III match grant and another portion is temporarily restricted for lecture programs and construction projects.
- E. Arts, Science and Technology - Assets are temporarily restricted for construction projects.

3. Cash and cash equivalents

Cash and cash equivalents consist of cash in checking accounts.

4. Pledges receivable

Endowment Campaign 2001 began in 1998 to fund scholarships. The Campaign pledge amounts can be paid from one to five years. Uncollected pledges are recorded at their realizable value as a receivable and deferred support.

The Association is receiving pledges for the Webb-Brown classroom and the W.S.Scott renovation.

The Association's receivables are almost entirely from donors located in Cowley County, Kansas; therefore their collectability could be affected by the economy in the local area.

There is no allowance for doubtful accounts recorded as of June 30, 2010.

COWLEY COUNTY COMMUNITY COLLEGE
 ENDOWMENT ASSOCIATION
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 June 30, 2010

4. Pledges receivable (continued)

	<u>W.S. Scott Auditorium</u>	<u>Scholarships & Campaign 2001</u>	<u>Webb/Brown Classroom</u>
Estimated pledges receivable by June 30, 2011	\$ 2,000	\$ 1,245	\$ 75

5. Donated services and materials

The Association receives services and materials from Cowley County Community College in the form of salaries for the director, grant coordinator, and secretary of the Association's office and supplies, repairs, printing, and equipment needed by the director and secretary. The cash value of these items was \$170,882 for the year ended June 30, 2010 and \$179,608 for the year ended June 30, 2009.

6. Schedule of functional expenses:

	Total Expenses	Program Expenses	Manage- ment	Fund- raising	College Assets
Scholarship	185,341	177,591	-	-	7,750
Insurance	296	-	296	-	-
Taxes	2,549	-	2,549	-	-
Supplies and advertising	14,022	-	-	14,022	-
Contracted services	18,291	10,900	7,391	-	-
Administration	119,544	-	59,772	59,772	-
Trustee fees	23,079	-	18,460	-	4,619
Recognition	12,530	-	-	12,530	-
Other	23,977	-	-	23,977	-
In Kind Donations	51,338	-	51,338	-	-
Contribution to College	62,655	-	62,655	-	-
Total	513,622	188,491	202,461	110,301	12,369

7. Conditional promises to give

The Association has several pledges received in the form of future payments - \$25,000 as designated in a will and the death benefit of a life insurance policy, the value of which was \$63,312 at June 30, 2010 and \$61,654 at June 30, 2009. In accordance with SFAS No. 116, no value has been recorded in the financial statements.

**COWLEY COUNTY COMMUNITY COLLEGE
GENERAL FUND
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments	\$ 9,435,309	\$ 8,649,485
Receivables (net of allowance for uncollectible):		
Taxes	<u> -</u>	<u> -</u>
 Total assets	 <u>\$ 9,435,309</u>	 <u>\$ 8,649,485</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Accounts payable	\$ 564,569	\$ 646,821
Salaries payable	695,403	662,509
Deferred revenue	-	-
Compensated absences	<u>504,190</u>	<u>456,454</u>
 Total liabilities	 <u>\$ 1,764,162</u>	 <u>\$ 1,765,784</u>
Fund balance		
Designated for subsequent year's expenditures	\$ 7,671,147	\$ 6,883,701
Undesignated	<u> -</u>	<u> -</u>
 Total fund balance	 <u>\$ 7,671,147</u>	 <u>\$ 6,883,701</u>
 Total liabilities and fund balance	 <u>\$ 9,435,309</u>	 <u>\$ 8,649,485</u>

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

COWLEY COUNTY COMMUNITY COLLEGE
GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE - ACTUAL AND BUDGET
For The Years Ended June 30, 2010 and 2009

	<u>2010</u> <u>Actual</u>	<u>2010</u> <u>Budget</u>	<u>Variance-</u> <u>Favorable</u> <u>(Unfavorable)</u>	<u>2009</u> <u>Actual</u>
Revenue				
Local:				
Ad valorem tax	\$ 4,037,218	\$ 4,028,354	\$ 8,864	\$ 4,548,138
Delinquent tax	66,616	121,058	(54,442)	160,527
Motor vehicle tax	651,449	673,322	(21,873)	642,788
In lieu of taxes	795	-	795	7,885
Recreational vehicle tax	12,764	13,135	(371)	12,644
	<u>\$ 4,768,842</u>	<u>\$ 4,835,869</u>	<u>\$ (67,027)</u>	<u>\$ 5,371,982</u>
State:				
State capital outlay	\$ 217,330	\$ 217,848	\$ (518)	\$ 213,208
Operating grant	5,413,077	5,539,385	(126,308)	8,143,176
Other	-	-	-	-
	<u>\$ 5,630,407</u>	<u>\$ 5,757,233</u>	<u>\$ (126,826)</u>	<u>\$ 8,356,384</u>
Federal:				
Improvement expansion	<u>\$ 179,591</u>	<u>\$ 182,815</u>	<u>\$ (3,224)</u>	<u>\$ 155,945</u>
Student tuition and fees:				
Academic	\$ 4,199,734	\$ 2,167,000	\$ 2,032,734	\$ 3,472,225
Academic out of state	867,169	534,850	332,319	608,666
Other	687,621	1,178,500	(490,879)	480,636
	<u>\$ 5,754,524</u>	<u>\$ 3,880,350</u>	<u>\$ 1,874,174</u>	<u>\$ 4,561,527</u>
Other:				
Interest	\$ 128,973	\$ 150,000	\$ (21,027)	\$ 168,638
Miscellaneous	1,566,942	1,048,920	518,022	68,443
Refund - Current year's expenditure	54,832	56,080	(1,248)	84,192
Refund - Prior year's expenditures	15,608	17,500	(1,892)	26,403
Rental	4,862	3,000	1,862	3,779
Sale of property	2,707	-	2,707	953
	<u>\$ 1,773,924</u>	<u>\$ 1,275,500</u>	<u>\$ 498,424</u>	<u>\$ 352,408</u>
Total revenue	<u>\$ 18,107,288</u>	<u>\$ 15,931,767</u>	<u>\$ 2,175,521</u>	<u>\$ 18,798,246</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE - ACTUAL AND BUDGET (CONTINUED)
For The Years Ended June 30, 2010 and 2009**

	<u>2010 Actual</u>	<u>2010 Budget</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>2009 Actual</u>
<u>Expenditures</u>				
Instruction:				
Salaries	\$ 4,252,951	\$ 4,274,645	\$ 21,694	\$ 4,197,638
Supplies	147,192	151,228	4,036	176,032
Other expenses	209,486	256,150	46,664	274,684
Repair	12,226	17,700	5,474	10,958
Contracted service	2,023,459	1,966,590	(56,869)	1,777,474
Capital expenditures:				
Replacement of equipment	-	-	-	7,153
Other capital expenditures	419,457	417,403	(2,054)	411,775
Technology	570	-	(570)	6,378
	<u>\$ 7,065,341</u>	<u>\$ 7,083,716</u>	<u>\$ 18,375</u>	<u>\$ 6,862,092</u>
Academic support:				
Salaries	\$ 433,838	\$ 421,085	\$ (12,753)	\$ 441,397
Supplies	37,380	41,175	3,795	33,163
Library and audiovisual	40,084	40,365	281	43,564
Other expenses	36,250	43,400	7,150	48,407
Repairs	7,645	7,885	240	5,914
Technology	-	-	-	21,913
Contracted services	5,268	8,150	2,882	7,546
Capital expenditures:				
Other capital expenditures	20,000	20,000	-	-
	<u>\$ 580,465</u>	<u>\$ 582,060</u>	<u>\$ 1,595</u>	<u>\$ 601,904</u>
Student services:				
Salaries	\$ 875,316	\$ 914,960	\$ 39,644	\$ 857,922
Supplies	57,328	55,450	(1,878)	78,494
Work study	151,088	212,600	61,512	177,852
Other expenses	64,166	88,350	24,184	75,476
Repair	-	3,600	3,600	3,526
Contracted service	139,932	166,910	26,978	95,069
Capital expenditures:				
Replacement of equipment	-	-	-	-
Other capital expenditures	-	-	-	1,846
Intercollegiate athletics	1,851,377	1,884,470	33,093	1,836,925
	<u>\$ 3,139,207</u>	<u>\$ 3,326,340</u>	<u>\$ 187,133</u>	<u>\$ 3,127,110</u>
Institutional support:				
Salaries	\$ 1,725,544	\$ 1,737,355	\$ 11,811	\$ 1,765,842
Supplies	29,831	30,844	1,013	20,676
Other expenses	308,449	327,474	19,025	325,381
Repair	3,679	4,696	1,017	1,600
Contracted service	453,722	469,325	15,603	458,871
Capital expenditures:				
Replacement of equipment	-	-	-	-
Other capital expenditures	1,131	1,131	-	3,258
Technology	5,100	5,100	-	6,353
Compensated absences	47,736	-	(47,736)	37,473
Telephone	91,541	91,220	(321)	83,544
	<u>\$ 2,666,733</u>	<u>\$ 2,667,145</u>	<u>\$ 412</u>	<u>\$ 2,702,998</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
GENERAL FUND
STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE - ACTUAL AND BUDGET (CONTINUED)
For The Years Ended June 30, 2010 and 2009**

	<u>2010 Actual</u>	<u>2010 Budget</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>2009 Actual</u>
<u>Expenditures (continued)</u>				
Operation and maintenance:				
Salaries	\$ 1,098,164	\$ 1,152,695	\$ 54,531	\$ 1,110,536
Contracted services	592,538	591,080	(1,458)	618,777
Utilities:				
Water and sewer	146,745	120,000	(26,745)	123,738
Electricity	354,332	367,600	13,268	368,839
Gas	128,992	132,000	3,008	127,472
Supplies	174,260	206,700	32,440	214,845
Other expenses	105,773	112,750	6,977	115,497
Repairs	4,991	5,200	209	773
Building lease payments	777,002	795,000	17,998	760,830
Vehicle expenses	(71,473)	(61,100)	10,373	(67,000)
Technology	15,858	16,000	142	
Capital expenditures:				
Replacement of equipment	39,963	42,750	2,787	111,108
Other capital expenditures	201,344	193,000	(8,344)	242,901
	<u>\$ 3,568,489</u>	<u>\$ 3,673,675</u>	<u>\$ 105,186</u>	<u>\$ 3,728,316</u>
 Grants	 <u>\$ 264,607</u>	 <u>\$ 315,000</u>	 <u>\$ 50,393</u>	 <u>\$ 316,201</u>
 Non-operating expense	 <u>\$ -</u>	 <u>\$ 1,517,166</u>	 <u>\$ 1,517,166</u>	 <u>\$ -</u>
 Transfers	 <u>\$ 35,000</u>	 <u>\$ 35,000</u>	 <u>\$ -</u>	 <u>\$ 35,000</u>
 Total expenditures and transfers:	 <u>\$ 17,319,842</u>	 <u>\$ 19,200,102</u>	 <u>\$ 1,880,260</u>	 <u>\$ 17,373,621</u>
 Revenue over (under) expenditures	 \$ 787,446	 \$ (3,268,335)	 \$ 4,055,781	 \$ 1,424,625
 Fund balance, beginning	 <u>6,883,701</u>	 <u>6,916,679</u>	 <u>(32,978)</u>	 <u>5,459,076</u>
 Fund balance, ending	 <u>\$ 7,671,147</u>	 <u>\$ 3,648,344</u>	 <u>\$ 4,022,803</u>	 <u>\$ 6,883,701</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
BALANCE SHEET
OTHER GOVERNMENTAL FUNDS
June 30, 2010**

	<u>Adult Education</u>	<u>Adult Supplemental Education</u>	<u>Restricted Current Funds</u>	<u>Loan Funds</u>	<u>Construction Fund</u>
<u>ASSETS</u>					
Cash:					
Restricted	\$ -	\$ -	\$ (5,274)	\$ -	\$ -
Unrestricted	<u>69,401</u>	<u>31,922</u>	<u>-</u>	<u>2,787</u>	<u>-</u>
Total	69,401	31,922	(5,274)	2,787	-
Property taxes receivable	-	-	-	-	-
Other receivables	<u>-</u>	<u>-</u>	<u>88,800</u>	<u>2,211</u>	<u>-</u>
 Total assets	 <u>\$ 69,401</u>	 <u>\$ 31,922</u>	 <u>\$ 83,526</u>	 <u>\$ 4,998</u>	 <u>\$ -</u>
<u>LIABILITIES</u>					
Accounts payable	\$ 56,310	\$ 3,133	\$ 21,625	\$ -	\$ -
Accrued payroll	-	-	-	-	-
Deposits held in custody for others	-	-	-	-	-
Compensated absences	-	-	-	-	-
Deferred revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total liabilities	 <u>\$ 56,310</u>	 <u>\$ 3,133</u>	 <u>\$ 21,625</u>	 <u>\$ -</u>	 <u>\$ -</u>
<u>NET ASSETS</u>					
Fund balance:					
Restricted	\$ -	\$ -	\$ 61,901	\$ -	\$ -
Unrestricted	<u>13,091</u>	<u>28,789</u>	<u>-</u>	<u>4,998</u>	<u>-</u>
 Total fund balance	 <u>\$ 13,091</u>	 <u>\$ 28,789</u>	 <u>\$ 61,901</u>	 <u>\$ 4,998</u>	 <u>\$ -</u>
 Total liabilities and fund balance	 <u>\$ 69,401</u>	 <u>\$ 31,922</u>	 <u>\$ 83,526</u>	 <u>\$ 4,998</u>	 <u>\$ -</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
BALANCE SHEET
OTHER GOVERNMENTAL FUNDS (CONTINUED)
June 30, 2010**

<u>Special Assessment</u>	<u>Dormitory Bond & Interest</u>	<u>Reserve Funds</u>	<u>Capital Outlay</u>	<u>Agency Funds</u>	<u>Total</u>
\$ -	\$ 579,442	\$ 1,009,674	\$ -	\$ -	\$ 1,583,842
<u>87,737</u>	<u>211,988</u>	<u>300</u>	<u>-</u>	<u>1,514,571</u>	<u>1,918,706</u>
87,737	791,430	1,009,974	-	1,514,571	3,502,548
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>91,011</u>
<u>\$ 87,737</u>	<u>\$ 791,430</u>	<u>\$ 1,009,974</u>	<u>\$ -</u>	<u>\$ 1,514,571</u>	<u>\$ 3,593,559</u>
\$ -	\$ -	\$ -	\$ -	\$ 166,561	\$ 247,629
-	-	-	-	-	-
-	-	-	-	1,348,010	1,348,010
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,514,571</u>	<u>\$ 1,595,639</u>
\$ -	\$ 791,430	\$ 1,009,974	\$ -	\$ -	\$ 1,863,305
<u>87,737</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>134,615</u>
<u>\$ 87,737</u>	<u>\$ 791,430</u>	<u>\$ 1,009,974</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,997,920</u>
<u>\$ 87,737</u>	<u>\$ 791,430</u>	<u>\$ 1,009,974</u>	<u>\$ -</u>	<u>\$ 1,514,571</u>	<u>\$ 3,593,559</u>

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

COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
OTHER GOVERNMENTAL FUNDS
For The Year Ended June 30, 2010

	<u>Adult Education</u>	<u>Adult Supplemental Education</u>	<u>Restricted Current Funds</u>	<u>Loan Funds</u>
<u>REVENUES</u>				
Tuition and fees	\$ -	\$ 27,841	\$ -	\$ -
Property taxes	-	-	-	-
State appropriations	45,908	-	6,236	-
Federal appropriations	122,999	-	7,349,476	-
Interest	-	-	-	-
Other	<u>-</u>	<u>420</u>	<u>177,425</u>	<u>-</u>
Total revenue	<u>\$ 168,907</u>	<u>\$ 28,261</u>	<u>\$ 7,533,137</u>	<u>\$ -</u>
<u>EXPENDITURES</u>				
Instruction	\$ 204,799	\$ 43,609	\$ 9,523	\$ -
Academic support	-	-	-	-
Student services	-	-	-	-
Institutional support	-	-	-	-
Operation & maintenance	-	-	567,463	-
Student aid	-	-	7,025,182	-
Debt service:				
Principal (Including specials)	-	-	-	-
Interest & issue costs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 204,799</u>	<u>\$ 43,609</u>	<u>\$ 7,602,168</u>	<u>\$ -</u>
Revenues over expenditures	\$ (35,892)	\$ (15,348)	\$ (69,031)	\$ -
Other financing sources (uses)				
Interfund transfers	\$ 35,000	\$ -	\$ -	\$ -
Issuance of bonds or certificates	-	-	-	-
Refunding of bonds or certificates	-	-	-	-
Issuance fees	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	\$ (892)	\$ (15,348)	\$ (69,031)	\$ -
Fund balance, beginning	<u>13,983</u>	<u>44,137</u>	<u>130,932</u>	<u>4,998</u>
Fund balance, ending	<u>\$ 13,091</u>	<u>\$ 28,789</u>	<u>\$ 61,901</u>	<u>\$ 4,998</u>

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

COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
OTHER GOVERNMENTAL FUNDS (CONTINUED)
For The Year Ended June 30, 2010

<u>Construction Fund</u>	<u>Special Assessment</u>	<u>Dormitory Bond & Interest</u>	<u>Reserve Funds</u>	<u>Capital Outlay</u>	<u>Total</u>
\$ -	\$ -	\$ 163,340	\$ -	\$ -	\$ 191,181
-	-	-	-	-	-
-	-	-	-	-	52,144
-	-	-	-	-	7,472,475
-	-	37,541	18,647	-	56,188
-	-	-	-	<u>12,000</u>	<u>189,845</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 200,881</u>	<u>\$ 18,647</u>	<u>\$ 12,000</u>	<u>\$ 7,961,833</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 257,931
-	-	-	-	-	-
-	-	-	-	-	-
-	2,494	-	-	35,300	605,257
-	-	-	-	-	7,025,182
-	-	655,000	-	-	655,000
-	-	<u>339,769</u>	-	-	<u>339,769</u>
<u>\$ -</u>	<u>\$ 2,494</u>	<u>\$ 994,769</u>	<u>\$ -</u>	<u>\$ 35,300</u>	<u>\$ 8,883,139</u>
\$ -	\$ (2,494)	\$ (793,888)	\$ 18,647	\$ (23,300)	\$ (921,306)
\$ (52,913)	\$ -	\$ 847,682	\$ -	\$ -	\$ 829,769
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ (52,913)</u>	<u>\$ (2,494)</u>	<u>\$ 53,794</u>	<u>\$ 18,647</u>	<u>\$ (23,300)</u>	<u>\$ (91,537)</u>
<u>52,913</u>	<u>90,231</u>	<u>737,636</u>	<u>991,327</u>	<u>23,300</u>	2,089,457
<u>\$ -</u>	<u>\$ 87,737</u>	<u>\$ 791,430</u>	<u>\$ 1,009,974</u>	<u>\$ -</u>	<u>\$ 1,997,920</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
ADULT EDUCATION FUND
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments	<u>\$ 69,401</u>	<u>\$ 44,789</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Accounts payable	\$ 56,310	\$ 30,806
Salaries payable	<u> -</u>	<u> -</u>
Total liabilities	<u>\$ 56,310</u>	<u>\$ 30,806</u>
 Fund balance		
Designated for subsequent year's expenditures	\$ 13,091	\$ 13,983
Undesignated	<u> -</u>	<u> -</u>
Total fund balance	<u>\$ 13,091</u>	<u>\$ 13,983</u>
 Total liabilities and fund balance	<u>\$ 69,401</u>	<u>\$ 44,789</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
ADULT EDUCATION FUND
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - ACTUAL AND BUDGET
For The Years Ended June 30, 2010 and 2009**

	<u>2010</u> <u>Actual</u>	<u>2010</u> <u>Budget</u>	<u>Variance-</u> <u>Favorable</u> <u>(Unfavorable)</u>	<u>2009</u> <u>Actual</u>
<u>Revenue</u>				
State:				
Aid program	\$ 45,908	\$ 65,000	\$ (19,092)	\$ 40,870
Federal:				
Aid program	122,999	100,000	22,999	87,316
Local:				
Refund prior year expenditures	-	-	-	-
Transfers	<u>35,000</u>	<u>35,000</u>	<u>-</u>	<u>35,000</u>
 Total revenue and transfers	 <u>\$ 203,907</u>	 <u>\$ 200,000</u>	 <u>\$ 3,907</u>	 <u>\$ 163,186</u>
 <u>Expenditures</u>				
Instruction:				
Salaries	\$ 122,936	\$ 122,936	\$ -	\$ 110,006
Supplies	17,870	17,870	-	21,401
Other expenses	45,417	45,417	-	8,727
Equipment	9,918	9,918	-	15,171
Social security	<u>8,658</u>	<u>8,658</u>	<u>-</u>	<u>7,897</u>
 Total instruction	 \$ 204,799	 \$ 204,799	 \$ -	 \$ 163,202
 Non-operating expense	 <u>-</u>	 <u>9,185</u>	 <u>9,185</u>	 <u>-</u>
 Total expenditures	 <u>\$ 204,799</u>	 <u>\$ 213,984</u>	 <u>\$ 9,185</u>	 <u>\$ 163,202</u>
 Revenue and transfers over expenditures	 \$ (892)	 \$ (13,984)	 \$ 13,092	 \$ (16)
 Fund balance, beginning	 <u>13,983</u>	 <u>13,984</u>	 <u>(1)</u>	 <u>13,999</u>
 Fund balance, ending	 <u>\$ 13,091</u>	 <u>\$ -</u>	 <u>\$ 13,091</u>	 <u>\$ 13,983</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
ADULT SUPPLEMENTAL EDUCATION
BALANCE SHEET
JUNE 30, 2010 AND 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments	\$ <u>31,922</u>	\$ <u>47,996</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Accounts payable	\$ <u>3,133</u>	\$ <u>3,859</u>
Fund balance		
Unreserved:		
Designated for subsequent year's expenditures	\$ 28,789	\$ 44,137
Undesignated	<u>-</u>	<u>-</u>
Total fund balance	\$ <u>28,789</u>	\$ <u>44,137</u>
Total liabilities and fund balance	\$ <u>31,922</u>	\$ <u>47,996</u>

**STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - ACTUAL AND BUDGET
For The Years Ended June 30, 2010 and 2009**

	<u>2010 Actual</u>	<u>2010 Budget</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>2009 Actual</u>
<u>Revenue</u>				
State:				
Aid program	\$ -	\$ 25,000	\$ (25,000)	\$ -
Student tuition and fees:				
Academic	27,841	225,000	(197,159)	37,958
Other local income	<u>420</u>	<u>225,000</u>	<u>(224,580)</u>	<u>25,075</u>
Total revenue	\$ <u>28,261</u>	\$ <u>475,000</u>	\$ <u>(446,739)</u>	\$ <u>63,033</u>
<u>Expenditures</u>				
Instruction:				
Salaries	\$ 14,801	\$ 34,000	\$ 19,199	\$ 22,802
Supplies	1,833	9,000	7,167	2,057
Other	26,975	31,500	4,525	5,326
Equipment	-	-	-	-
Non-operating expense	<u>-</u>	<u>444,668</u>	<u>444,668</u>	<u>-</u>
Total expenditures	\$ <u>43,609</u>	\$ <u>519,168</u>	\$ <u>475,559</u>	\$ <u>30,185</u>
Revenue and transfers over expenditures	\$ (15,348)	\$ (44,168)	\$ 28,820	\$ 32,848
Fund balance, beginning	<u>44,137</u>	<u>44,168</u>	<u>(31)</u>	<u>11,289</u>
Fund balance, ending	\$ <u>28,789</u>	\$ <u>-</u>	\$ <u>28,789</u>	\$ <u>44,137</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
COMBINING BALANCE SHEET
CURRENT FUNDS - RESTRICTED
June 30, 2010**

<u>ASSETS</u>	<u>Special Grants</u>	<u>Adminis- trative</u>	<u>DFAFS Control Accounts</u>	<u>.....Total..... June 30, 2010 2009</u>	
Cash and investments	\$ (21,310)	\$ 104,836	\$ (88,800)	\$ (5,274)	\$ (175,879)
Receivables:					
Other	<u> -</u>	<u> -</u>	<u> 88,800</u>	<u> 88,800</u>	<u> 306,811</u>
Total assets	<u>\$ (21,310)</u>	<u>\$ 104,836</u>	<u>\$ -</u>	<u>\$ 83,526</u>	<u>\$ 130,932</u>
 <u>LIABILITIES AND FUND BALANCE</u>					
Liabilities					
Salaries payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	<u> 21,625</u>	<u> -</u>	<u> -</u>	<u> 21,625</u>	<u> -</u>
Total liabilities	\$ 21,625	\$ -	\$ -	\$ 21,625	\$ -
Fund balance					
Restricted (1)	<u>\$ (42,935)</u>	<u>\$ 104,836</u>	<u>\$ -</u>	<u>\$ 61,901</u>	<u>\$ 130,932</u>
Total liabilities and fund balance	<u>\$ (21,310)</u>	<u>\$ 104,836</u>	<u>\$ -</u>	<u>\$ 83,526</u>	<u>\$ 130,932</u>

(1) Not a cash basis violation due to K.S.A. 12-1664.

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

**COWLEY COUNTY COMMUNITY COLLEGE
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 CURRENT FUNDS - RESTRICTED
 For the Years Ended June 30, 2010 and 2009**

	<u>Special Grants</u>	<u>Student Support Service</u>	<u>Federal Work Study</u>	<u>Federal Supplemental Education Opportunity Grants</u>
<u>Revenue</u>				
Funds provided by:				
Federal government	\$ 441,439	\$ 287,380	\$ 109,698	\$ 55,000
College	-	7,902	34,281	17,187
State	6,236	-	-	-
Other	<u>65,155</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenue	<u>\$ 512,830</u>	<u>\$ 295,282</u>	<u>\$ 143,979</u>	<u>\$ 72,187</u>
<u>Expenditures</u>				
Salaries and benefits	\$ 4,306	\$ 287,002	\$ 137,123	\$ -
Administrative expenses	-	-	6,856	3,437
Grant award	-	-	-	68,750
Supplies	-	1,023	-	-
Other	5,217	7,257	-	-
Equipment	<u>567,463</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>\$ 576,986</u>	<u>\$ 295,282</u>	<u>\$ 143,979</u>	<u>\$ 72,187</u>
Revenue over expenditures	\$ (64,156)	\$ -	\$ -	\$ -
Fund balance, beginning	<u>21,221</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, ending	<u>\$ (42,935)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 CURRENT FUNDS - RESTRICTED (CONTINUED)
 For the Years Ended June 30, 2010 and 2009**

<u>Pell Grant</u>	<u>Adminis- trative</u>	<u>Upward Bound Grant</u>	<u>.....Total.....</u> June 30,	
			<u>2010</u>	<u>2009</u>
\$ 6,184,213	\$ 11,254	\$ 260,492	\$ 7,349,476	\$ 4,053,853
-	52,900	-	112,270	106,085
-	-	-	6,236	47,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>65,155</u>	<u>3,711</u>
<u>\$ 6,184,213</u>	<u>\$ 64,154</u>	<u>\$ 260,492</u>	<u>\$ 7,533,137</u>	<u>\$ 4,210,649</u>
\$ -	\$ -	\$ 178,362	\$ 606,793	\$ 470,837
-	59,370	-	69,663	62,342
6,184,213	-	-	6,252,963	3,425,874
-	9,659	20,223	30,905	32,218
-	-	61,907	74,381	162,244
<u>-</u>	<u>-</u>	<u>-</u>	<u>567,463</u>	<u>4,096</u>
<u>\$ 6,184,213</u>	<u>\$ 69,029</u>	<u>\$ 260,492</u>	<u>\$ 7,602,168</u>	<u>\$ 4,157,611</u>
\$ -	\$ (4,875)	\$ -	\$ (69,031)	\$ 53,038
<u>-</u>	<u>109,711</u>	<u>-</u>	<u>130,932</u>	<u>77,894</u>
<u>\$ -</u>	<u>\$ 104,836</u>	<u>\$ -</u>	<u>\$ 61,901</u>	<u>\$ 130,932</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
BALANCE SHEET
ALL LOAN FUNDS
June 30, 2010 and 2009**

<u>ASSETS</u>Total..... June 30,	
	2010	2009
Cash and investments	\$ 2,787	\$ 2,767
Loans receivable	<u>2,211</u>	<u>2,231</u>
Total assets	<u>\$ 4,998</u>	<u>\$ 4,998</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Accounts payable	\$ -	\$ -
Fund balance		
Unreserved	<u>4,998</u>	<u>4,998</u>
Total liabilities and fund balance	<u>\$ 4,998</u>	<u>\$ 4,998</u>

**STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE
ALL LOAN FUNDS
For The Years Ended June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
<u>Revenue</u>		
Miscellaneous	\$ -	\$ -
<u>Expenditures</u>		
<u>Loan write off</u>	\$ -	\$ -
Revenue over expenditures	\$ -	\$ -
Fund balance, beginning	<u>4,998</u>	<u>4,998</u>
Fund balance, ending	<u>\$ 4,998</u>	<u>\$ 4,998</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
SPECIAL ASSESSMENT FUND
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments	\$ 87,737	\$ 90,231
Receivables (net of allowance for uncollectibles):		
Taxes	_____ -	_____ -
Total assets	<u>\$ 87,737</u>	<u>\$ 90,231</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Deferred revenue	\$ _____ -	\$ _____ -
Fund balance		
Designated for subsequent year's expenditures	\$ 87,737	\$ 90,231
Undesignated	_____ -	_____ -
Total fund balance	<u>\$ 87,737</u>	<u>\$ 90,231</u>
Total liabilities and fund balance	<u>\$ 87,737</u>	<u>\$ 90,231</u>

**STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - ACTUAL AND BUDGET
For The Years June 30, 2010 and 2009**

	<u>2010 Actual</u>	<u>2010 Budget</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>2009 Actual</u>
<u>Revenue</u>				
Local:				
Ad valorem property tax	\$ -	\$ -	\$ -	\$ -
Delinquent tax	-	-	-	-
Motor vehicle tax	-	-	-	-
In lieu of taxes	-	-	-	-
Recreational vehicle tax	-	-	-	-
Other	_____ -	_____ -	_____ -	_____ -
Total revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
 <u>Expenditures</u>				
Capital outlay	2494	90231	87737	
Payment of assessments	\$ _____ -	\$ _____ -	\$ _____ -	<u>\$ 9,613</u>
Revenue over expenditures	\$ (2,494)	\$ (90,231)	\$ 87,737	\$ (9,613)
Fund balance, beginning	<u>90,231</u>	<u>90,231</u>	_____ -	<u>99,844</u>
Fund balance, ending	<u>\$ 87,737</u>	<u>\$ _____ -</u>	<u>\$ 87,737</u>	<u>\$ 90,231</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
CONSTRUCTION FUNDS
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u> <u>Total</u>	<u>2009</u> <u>Total</u>
Cash and investments	\$ _____ -	\$ <u>53,944</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Due on construction contracts	\$ _____ -	\$ <u>1,031</u>
Fund balance		
Designated for subsequent year's expenditures	_____ -	<u>52,913</u>
 Total liabilities and fund balance	 \$ _____ -	 \$ <u>53,944</u>

**STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCE
For The Years Ended June 30, 2010 and 2009**

<u>Revenue</u>	<u>2010</u>	<u>2009</u>
Bonds Issued	\$ _____ -	\$ _____ -
Interest income	_____ -	<u>8,274</u>
 Total revenue	 \$ _____ -	 \$ <u>8,274</u>
 <u>Expenditures</u>		
Construction costs	\$ _____ -	\$ <u>59,424</u>
 Transfer to Student Housing	 \$ <u>52,913</u>	 \$ _____ -
 Net change in fund balance	 \$ (52,913)	 \$ (51,150)
 Fund balance, beginning	 _____ <u>52,913</u>	 _____ <u>104,063</u>
 Fund balance, ending	 \$ _____ -	 \$ <u>52,913</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
DORMITORY BOND AND INTEREST FUND
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments (Note 4)	\$ 211,988	\$ 178,219
Cash and investments - Debt reserves (Note 4)	<u>579,442</u>	<u>559,417</u>
Total assets	<u>\$ 791,430</u>	<u>\$ 737,636</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Accounts payable	\$ -	\$ -
Fund balance		
Designated for subsequent year's expenditures	<u>791,430</u>	<u>737,636</u>
Total liabilities and fund balance	<u>\$ 791,430</u>	<u>\$ 737,636</u>

**STATEMENT OF REVENUE, EXPENDITURES
CHANGES IN FUND BALANCE
For The Years Ended June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
<u>Revenue</u>		
Student fees	\$ 163,340	\$ 375,000
Interest on investments	37,541	20,406
Transfers from auxiliary enterprise funds	794,769	605,000
Transfer - Construction Fund	<u>52,913</u>	<u>-</u>
Total revenue	<u>\$ 1,048,563</u>	<u>\$ 1,000,406</u>
<u>Expenditures</u>		
Principal payments	\$ 655,000	\$ 550,000
Interest payments	<u>339,769</u>	<u>450,342</u>
Total expenditures	<u>\$ 994,769</u>	<u>\$ 1,000,342</u>
Excess of revenues over expenditures	\$ 53,794	\$ 64
Fund balance, beginning	<u>737,636</u>	<u>737,572</u>
Fund balance, ending	<u>\$ 791,430</u>	<u>\$ 737,636</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
RESERVE FUNDS
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments - Unrestricted	\$ <u>300</u>	\$ <u>300</u>
Restricted cash held in trust: (Note 4)		
Reserve for Brown Center	\$ 85,000	\$ 85,000
Reserve for Dorm	242,545	264,544
Principal and interest - Brown Center	682,129	641,482
Student Center	-	1
Track	<u>-</u>	<u>-</u>
Total restricted cash	\$ <u>1,009,674</u>	\$ <u>991,027</u>
Total assets	\$ <u><u>1,009,974</u></u>	\$ <u><u>991,327</u></u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Fund balance		
Restricted	\$ <u>1,009,974</u>	\$ <u>991,327</u>
Total fund balance	\$ <u>1,009,974</u>	\$ <u>991,327</u>
Total liabilities and fund balance	\$ <u><u>1,009,974</u></u>	\$ <u><u>991,327</u></u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
RESERVE FUNDS
STATEMENT OF CHANGES IN FUND BALANCE
For the Years Ended June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
<u>Revenues</u>		
Interest on investments, net of fees	\$ <u>37,927</u>	\$ <u>21,531</u>
<u>Expenditures</u>		
Use of interest for payments	\$ <u>(19,280)</u>	\$ <u>593</u>
Excess of revenues over expenditures	\$ 18,647	\$ 20,938
<u>Other financing sources</u>		
Issuance of certificates or bonds	\$ -	\$ -
Refunding of certificates or bonds	-	-
Issuance fees	<u>-</u>	<u>-</u>
Net change in fund balance	\$ 18,647	\$ 20,938
Fund balance, beginning	<u>991,327</u>	<u>969,203</u>
Fund balance, ending	<u>\$ 1,009,974</u>	<u>\$ 990,141</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
CAPITAL OUTLAY
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments	\$ -	\$ 63,900
 <u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Accounts Payable	\$ -	\$ 40,600
 Fund balance		
Unreserved:		
Designated for subsequent year's expenditures	\$ -	\$ 23,300
Undesignated	-	-
 Total fund balance	 \$ -	 \$ 23,300
 Total liabilities and fund balance	 \$ -	 \$ 63,900

**STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - ACTUAL AND BUDGET
For The Years June 30, 2010 and 2009**

	<u>2010</u> <u>Actual</u>	<u>2010</u> <u>Budget</u>	<u>Variance-</u> <u>Favorable</u> <u>(Unfavorable)</u>	<u>2009</u> <u>Actual</u>
<u>Revenue</u>				
Other local income				
Contributions	\$ 12,000	\$ 350,000	\$ (338,000)	\$ 63,900
 <u>Expenditures</u>				
Capital outlay:				
Other	\$ 35,300	\$ 373,300	\$ 338,000	\$ 40,600
Revenue over expenditures	\$ (23,300)	\$ (23,300)	\$ -	\$ 23,300
Fund balance, beginning	23,300	23,300	-	-
Fund balance, ending	\$ -	\$ -	\$ -	\$ 23,300

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

**COWLEY COUNTY COMMUNITY COLLEGE
AGENCY FUNDS
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments	\$ <u>1,514,571</u>	\$ <u>872,777</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
Accounts payable	\$ 166,561	\$ 46,009
Deposits held in custody for others	<u>1,348,010</u>	<u>826,768</u>
 Total liabilities and fund balance	 <u>\$ 1,514,571</u>	 <u>\$ 872,777</u>

**STATEMENT OF ADDITIONS AND DEDUCTIONS
For The Year Ended June 30, 2010**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Principal and Presidential Scholarship	\$ -	\$ 555,974	\$ 555,974	\$ -
Drama	5,113	11,832	16,944	1
Black Student Union	279	-	258	21
S.G.A.	-	-	-	-
A.D.A.A.C.	14,081	1,026	14,494	613
Media	-	8,230	838	7,392
Drama Club	4,427	33,129	24,370	13,186
Foreign Student Club	57	-	-	57
Math Club	2,263	1,420	1,206	2,477
Phi Beta Lambda	3,989	4,784	4,171	4,602
Phi Beta Kappa	3,904	14,659	15,607	2,956
Welding	28	-	-	28
Education	848	-	82	766
R.S.O.	283	-	-	283
V.I.C.A. Cosmetology	126	-	-	126
V.I.C.A. Industrial	241	1,114	1,355	-
Auto Service	3,078	19,017	21,940	155
CCSS	-	34,970	34,970	-
Health Services	-	215	-	215

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

COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF ADDITIONS AND DEDUCTIONS (CONTINUED)
For The Year Ended June 30, 2010

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Cross Country Track	220	7456	7504	172
Library	3,178	8,065	2,906	8,337
Student - Veteran	514	1,001	460	1,055
Journalism	6,361	856	7,217	-
ACES	327	1,675	1,574	428
Incidental fees	652,504	2,281,619	1,755,883	1,178,240
Men's Basketball	50	75	-	125
CC Fellowship	617	58	19	656
College Republican	50	-	-	50
Administration	37,921	47,980	50,779	35,122
Art Club	523	460	52	931
North Campus Ambassadors	1,272	3,769	3,902	1,139
KIVA	-	405	405	-
Baseball	-	4,250	-	4,250
Volleyball	1,310	169	1,479	-
Softball	17	25	-	42
Danceline	-	12,660	12,660	-
Cowley County Singers	637	3,815	4,452	-
Band	2,670	75	-	2,745
MICT	49,573	82,762	83,787	48,548
Lab Fees	21,868	-	-	21,868
Spirit Squad	4,294	7,329	2,227	9,396
Background check	1,048	8,253	7,716	1,585
Film Club	151	-	-	151
Summer Europe	831	-	831	-
English survey	1,808	-	1,808	-
Creative claws	307	275	376	206
Men's Tennis	-	86	-	86
Total	<u>\$ 826,768</u>	<u>\$ 3,159,488</u>	<u>\$ 2,638,246</u>	<u>\$ 1,348,010</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
BOOKSTORE
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments	\$ 977,838	\$ 787,050
Inventory	383,852	346,700
Fixed assets	506,335	506,335
Accumulated depreciation	<u>(184,630)</u>	<u>(166,136)</u>
Total assets	<u>\$ 1,683,395</u>	<u>\$ 1,473,949</u>
 <u>LIABILITIES AND FUND EQUITY</u>		
Liabilities		
Accounts payable	<u>\$ 17,580</u>	<u>\$ 23,806</u>
Fund equity		
Contributed capital	\$ 499,110	\$ 499,110
Retained earnings:		
Unreserved	<u>1,166,705</u>	<u>951,033</u>
Total fund equity	<u>\$ 1,665,815</u>	<u>\$ 1,450,143</u>
Total liabilities and fund equity	<u>\$ 1,683,395</u>	<u>\$ 1,473,949</u>

**STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN RETAINED EARNINGS
For The Years Ended June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
<u>Operating revenue</u>		
Book sales (net of refunds)	\$ 1,411,701	\$ 1,306,417
Others - Software	115,769	140,599
Book scholarships	-	92,296
Other	<u>-</u>	<u>5,538</u>
Total operating revenue	<u>\$ 1,527,470</u>	<u>\$ 1,544,850</u>
<u>Operating expense</u>		
Cost of sales	\$ 1,053,288	\$ 1,130,197
Salaries	103,056	110,570
Supplies and sales tax	136,960	130,267
Depreciation	<u>18,494</u>	<u>18,494</u>
Total operating expense	<u>\$ 1,311,798</u>	<u>\$ 1,389,528</u>
Net income	\$ 215,672	\$ 155,322
Retained earnings, beginning	<u>951,033</u>	<u>795,711</u>
Retained earnings, ending	<u>\$ 1,166,705</u>	<u>\$ 951,033</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
BOOKSTORE
BUDGETARY ACCOUNTS
For The Years Ended June 30, 2010 and 2009**

	<u>2010</u> <u>Actual</u>	<u>2010</u> <u>Budget</u>	<u>Variance-</u> <u>Favorable</u> <u>(Unfavorable)</u>	<u>2009</u> <u>Actual</u>
<u>Revenue</u>				
Charge for services and goods:				
Book sales (net of refunds)	\$ 1,411,701	\$ 2,100,000	\$ (688,299)	\$ 1,306,417
Others - software	115,769	350,000	(234,231)	140,599
Book scholarships	-	-	-	92,296
Other	-	-	-	5,538
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total revenue	\$ 1,527,470	\$ 2,450,000	\$ (922,530)	\$ 1,544,850
 <u>Expenditures</u>				
Books and software	\$ 1,090,440	\$ 1,285,600	\$ 195,160	\$ 1,102,255
Salaries and benefits	103,056	116,200	13,144	110,570
Supplies	7,042	9,200	2,158	21,833
Sales tax	129,918	140,000	10,082	108,434
Non operating expense	-	1,405,105	1,405,105	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total expenditures	\$ 1,330,456	\$ 2,956,105	\$ 1,625,649	\$ 1,343,092
 Revenue over (under) expenditures	 \$ 197,014	 \$ (506,105)	 \$ 703,119	 \$ 201,758
 Fund balance, beginning	 <u>763,244</u>	 <u>506,105</u>	 <u>257,139</u>	 <u>561,486</u>
 Fund balance, ending	 <u>\$ 960,258</u>	 <u>\$ -</u>	 <u>\$ 960,258</u>	 <u>\$ 763,244</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
STUDENT HOUSING
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments	\$ 209,035	\$ 262,549
Fixed assets	15,542,272	15,416,275
Accumulated depreciation	<u>(5,455,830)</u>	<u>(4,962,820)</u>
Total assets	<u>\$ 10,295,477</u>	<u>\$ 10,716,004</u>
 <u>LIABILITIES AND FUND EQUITY</u>		
Liabilities		
Accounts payable	<u>\$ 91,105</u>	<u>\$ -</u>
 Fund equity		
Contributed capital	\$ 14,306,153	\$ 14,306,153
Retained earnings	<u>(4,101,781)</u>	<u>(3,590,149)</u>
Total fund equity	<u>\$ 10,204,372</u>	<u>\$ 10,716,004</u>
Total liabilities and fund equity	<u>\$ 10,295,477</u>	<u>\$ 10,716,004</u>

**STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN RETAINED EARNINGS
For The Years Ended June 30, 2010 and 2009**

<u>Operating revenue</u>		
Student fees - Less refunds	\$ 1,764,623	\$ 1,611,874
Miscellaneous	<u>116,116</u>	<u>93,416</u>
Total operating revenue	<u>\$ 1,880,739</u>	<u>\$ 1,705,290</u>
 <u>Operating expense</u>		
Depreciation	\$ 493,010	\$ 488,551
Miscellaneous & supplies	196,294	216,054
Food contract	708,837	644,795
Salaries	<u>199,461</u>	<u>229,456</u>
Total operating expenses	<u>\$ 1,597,602</u>	<u>\$ 1,578,856</u>
Operating income before transfers	\$ 283,137	\$ 126,434
Transfer to Plant fund - For debt retirement	<u>(794,769)</u>	<u>(605,000)</u>
Net income (loss)	\$ (511,632)	\$ (478,566)
Retained earnings, beginning	<u>(3,590,149)</u>	<u>(3,111,583)</u>
Retained earnings, ending	<u>\$ (4,101,781)</u>	<u>\$ (3,590,149)</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
STUDENT HOUSING
BUDGETARY ACCOUNTS
For The Years Ended June 30, 2010 and 2009**

	<u>2010</u> <u>Actual</u>	<u>2010</u> <u>Budget</u>	<u>Variance-</u> <u>Favorable</u> <u>(Unfavorable)</u>	<u>2009</u> <u>Actual</u>
<u>Revenue</u>				
Charge for services and goods:				
Student fees	\$ 1,764,623	\$ 2,065,000	\$ (300,377)	\$ 1,611,874
Miscellaneous	<u>116,116</u>	<u>75,000</u>	<u>41,116</u>	<u>93,416</u>
Total revenue	<u>\$ 1,880,739</u>	<u>\$ 2,140,000</u>	<u>\$ (259,261)</u>	<u>\$ 1,705,290</u>
<u>Expenditures</u>				
Salaries	\$ 199,461	\$ 275,000	\$ 75,539	\$ 229,456
Supplies	322,291	266,014	(56,277)	216,054
Transfers to plant fund:				
For debt retirement	794,769	800,000	5,231	605,000
Meal contract	<u>708,837</u>	<u>1,067,921</u>	<u>359,084</u>	<u>644,795</u>
Total expenditures	<u>\$ 2,025,358</u>	<u>\$ 2,408,935</u>	<u>\$ 383,577</u>	<u>\$ 1,695,305</u>
Revenue over (under) expenditures	\$ (144,619)	\$ (268,935)	\$ 124,316	\$ 9,985
Fund balance, beginning	<u>262,549</u>	<u>268,935</u>	<u>(6,386)</u>	<u>252,564</u>
Fund balance, ending	<u>\$ 117,930</u>	<u>\$ -</u>	<u>\$ 117,930</u>	<u>\$ 262,549</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
COSMETOLOGY
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments	\$ <u>80,279</u>	\$ <u>84,222</u>
 <u>LIABILITIES AND FUND EQUITY</u>		
Liabilities		
Accounts payable	\$ _____	\$ <u>600</u>
Fund equity		
Retained earnings - Unreserved	<u>80,279</u>	<u>83,622</u>
Total liabilities and fund equity	<u>\$ 80,279</u>	<u>\$ 84,222</u>

**STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN RETAINED EARNINGS
For The Years Ended June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
<u>Operating revenue</u>	\$ _____	
Charge for service	\$ <u>49,953</u>	\$ <u>68,665</u>
<u>Operating expense</u>		
Cost of sales	<u>\$ 53,296</u>	<u>\$ 51,596</u>
Net income (loss)	\$ (3,343)	\$ 17,069
Retained earnings, beginning	<u>83,622</u>	<u>66,553</u>
Retained earnings, ending	<u>\$ 80,279</u>	<u>\$ 83,622</u>

**COWLEY COUNTY COMMUNITY COLLEGE
COSMETOLOGY
BUDGETARY ACCOUNTS
For The Years Ended June 30, 2010 and 2009**

	<u>2010 Actual</u>	<u>2010 Budget</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>2009 Actual</u>
<u>Revenue</u>				
Charge for service	\$ <u>49,953</u>	\$ <u>80,000</u>	\$ <u>(30,047)</u>	\$ <u>68,665</u>
<u>Expenditures</u>				
Cost of sales	\$ <u>21,818</u>	\$ <u>83,622</u>	\$ <u>61,804</u>	\$ <u>15,844</u>
Supplies	<u>31,478</u>	<u>80,000</u>	<u>48,522</u>	<u>35,752</u>
Total expenditures	<u>\$ 53,296</u>	<u>\$ 163,622</u>	<u>\$ 110,326</u>	<u>\$ 51,596</u>
Excess of revenue over expenditures	\$ (3,343)	\$ (83,622)	\$ 80,279	\$ 17,069
Fund balance, beginning	<u>83,622</u>	<u>83,622</u>	_____	<u>66,553</u>
Fund balance, ending	<u>\$ 80,279</u>	<u>\$ _____</u>	<u>\$ 80,279</u>	<u>\$ 83,622</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
ATHLETICS
BALANCE SHEET
June 30, 2010 and 2009**

<u>ASSETS</u>	<u>2010</u>	<u>2009</u>
Cash and investments	\$ <u> -</u>	\$ <u> -</u>
 <u>LIABILITIES AND FUND EQUITY</u>		
Fund equity		
Retained earnings - Unreserved	\$ <u> -</u>	\$ <u> -</u>

**STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN RETAINED EARNINGS
For The Years Ended June 30, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
<u>Operating revenue</u>		
Scholarship	\$ <u> 443,082</u>	\$ <u> 318,303</u>
<u>Operating expense</u>		
Tuition and book grants	\$ <u> 443,082</u>	\$ <u> 318,303</u>
Net income	\$ -	\$ -
Retained earnings, beginning	<u> -</u>	<u> -</u>
Retained earnings, ending	\$ <u> -</u>	\$ <u> -</u>

**COWLEY COUNTY COMMUNITY COLLEGE
ATHLETICS
BUDGETARY ACCOUNTS
For The Years Ended June 30, 2010 and 2009**

	<u>2010 Actual</u>	<u>2010 Budget</u>	<u>Variance- Favorable (Unfavorable)</u>	<u>2009 Actual</u>
<u>Revenue</u>				
Scholarships	\$ <u> 443,082</u>	\$ <u> 450,000</u>	\$ <u> (6,918)</u>	\$ <u> 318,303</u>
<u>Expenditures</u>				
Grants	\$ <u> 443,082</u>	\$ <u> 450,000</u>	\$ <u> 6,918</u>	\$ <u> 318,303</u>
Excess of revenue over expenditures	\$ -	\$ -	\$ -	\$ -
Fund balance, beginning	<u> -</u>	<u> -</u>	<u> -</u>	<u> -</u>
Fund balance, ending	\$ <u> -</u>	\$ <u> -</u>	\$ <u> -</u>	\$ <u> -</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
 ENDOWMENT ASSOCIATION
 BALANCE SHEET
 June 30, 2010 and 2009**

<u>ASSETS</u>	<u>Tiger Booster Club</u>	<u>Cultural Arts Fund</u>	<u>Scholarship Fund</u>
<u>Current</u>			
Cash and cash equivalent, unrestricted	\$ 25,479	\$ 38,722	\$ 83,950
Cash and cash equivalents, temporarily restricted	-	-	-
Cash and cash equivalents, permanently restricted	-	-	(17)
Pledges receivable, temporarily restricted	-	-	1,245
Allowance for change in value	-	-	-
Total current assets	<u>\$ 25,479</u>	<u>\$ 38,722</u>	<u>\$ 85,178</u>
<u>Non-current</u>			
Pledges receivable, temporarily restricted	\$ -	\$ -	\$ -
Investments	-	-	2,048,326
Sculptures	-	-	-
Trusts owned by college	-	-	378,082
Real estate	-	-	-
Cash value of life insurance	-	-	3,388
Allowance for change in value	-	-	(59,914)
Total non-current assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,369,882</u>
Total assets	<u>\$ 25,479</u>	<u>\$ 38,722</u>	<u>\$ 2,455,060</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
 ENDOWMENT ASSOCIATION
 BALANCE SHEET (CONTINUED)
 June 30, 2010 and 2009**

Executive Management Fund	Arts Science & Technology Fund	Total	6/30/2009
\$ (117,505)	\$ 3,383	\$ 34,029	\$ 46,462
-	-	-	(24)
-	-	(17)	-
2,075	-	3,320	6,035
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ (115,430)</u>	<u>\$ 3,383</u>	<u>\$ 37,332</u>	<u>\$ 52,473</u>
\$ -	\$ -	\$ -	\$ -
1,071,034	1,983	3,121,343	3,086,091
38,590	5,000	43,590	43,590
-	-	378,082	372,447
-	5,000	5,000	5,000
-	3,209	6,597	6,958
<u>(39,301)</u>	<u>(1,935)</u>	<u>(101,150)</u>	<u>(234,747)</u>
<u>\$ 1,070,323</u>	<u>\$ 13,257</u>	<u>\$ 3,453,462</u>	<u>\$ 3,279,339</u>
<u>\$ 954,893</u>	<u>\$ 16,640</u>	<u>\$ 3,490,794</u>	<u>\$ 3,331,812</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
 ENDOWMENT ASSOCIATION
 BALANCE SHEET (CONTINUED)
 June 30, 2010 and 2009**

<u>LIABILITIES AND FUND BALANCE</u>	<u>Tiger Booster Club</u>	<u>Cultural Arts Fund</u>	<u>Scholarship Fund</u>
<u>Liabilities</u>			
Accounts payable	\$ -	\$ -	\$ -
Deferred support	<u>-</u>	<u>-</u>	<u>1,245</u>
Total liabilities	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,245</u>
<u>Fund balance</u>			
Unrestricted	\$ 25,479	\$ 38,722	\$ 107,490
Temporarily restricted	-	-	190,066
Permanently restricted	-	-	1,778,177
Net assets owned by College	<u>-</u>	<u>-</u>	<u>378,082</u>
Total fund balance	<u>\$ 25,479</u>	<u>\$ 38,722</u>	<u>\$ 2,453,815</u>
Total liabilities and fund balance	<u>\$ 25,479</u>	<u>\$ 38,722</u>	<u>\$ 2,455,060</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
 ENDOWMENT ASSOCIATION
 BALANCE SHEET (CONTINUED)
 June 30, 2010 and 2009**

Executive Management Fund	Arts Science & Technology Fund	Total	6/30/2009
\$ -	\$ -	\$ -	\$ 346
<u>2,075</u>	<u>-</u>	<u>3,320</u>	<u>6,035</u>
<u>\$ 2,075</u>	<u>\$ -</u>	<u>\$ 3,320</u>	<u>\$ 6,381</u>
\$ 409,682	\$ 13,430	\$ 594,803	\$ 636,273
543,136	3,210	736,412	610,657
-	-	1,778,177	1,706,054
<u>-</u>	<u>-</u>	<u>378,082</u>	<u>372,447</u>
<u>\$ 952,818</u>	<u>\$ 16,640</u>	<u>\$ 3,487,474</u>	<u>\$ 3,325,431</u>
<u>\$ 954,893</u>	<u>\$ 16,640</u>	<u>\$ 3,490,794</u>	<u>\$ 3,331,812</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
 ENDOWMENT ASSOCIATION
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE
 For The Years Ended June 30, 2010 and 2009**

	Tiger Booster Club	Cultural Arts Fund	Scholarship Fund
<u>Revenue</u>			
Contributions	\$ 74,994	\$ 120	\$ 140,502
Concession sales	16,874	-	-
Interest and dividends	-	-	42,654
Other	3,445	8,721	1,906
Gain (loss) on sale of assets	-	-	19,526
Unrealized gain (loss) on stock	-	-	72,104
Grants	-	-	-
Admissions	-	10,660	-
From college	-	-	-
Donated services	5,000	-	-
In kind donations	<u>18,196</u>	<u>2,727</u>	<u>17,256</u>
 Total revenue	 <u>\$ 118,509</u>	 <u>\$ 22,228</u>	 <u>\$ 293,948</u>
<u>Expenses (Schedule of functional expense)</u>			
Scholarships	\$ 78,555	\$ -	\$ 103,186
Insurance	-	-	-
Taxes	1,221	771	-
Other	7,476	4,284	5,805
Supplies & advertising	13,406	616	-
Contracted services	-	10,900	-
Trustee fees	-	-	15,784
Recognition	9,895	-	-
Personnel	5,000	-	-
In kind expenses	18,196	2,727	17,256
To College-Physics Lab	<u>-</u>	<u>-</u>	<u>-</u>
 Total expenses	 <u>\$ 133,749</u>	 <u>\$ 19,298</u>	 <u>\$ 142,031</u>
 Revenues over expenses	 \$ (15,240)	 \$ 2,930	 \$ 151,917
 Beginning fund balance	 33,547	 35,792	 2,304,372
 Transfers	 <u>7,172</u>	 <u>-</u>	 <u>(2,474)</u>
 Ending fund balance	 <u>\$ 25,479</u>	 <u>\$ 38,722</u>	 <u>\$ 2,453,815</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
 ENDOWMENT ASSOCIATION
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCE (CONTINUED)
 For The Years Ended June 30, 2010 and 2009**

<u>Executive Management Fund</u>	<u>Arts Science & Technology Fund</u>	<u>Total</u>	<u>Total 6/30/2009</u>
\$ 21,172	\$ -	\$ 236,788	\$ 228,164
-	-	16,874	21,834
21,338	12	64,004	104,063
-	-	14,072	4,425
4,322	-	23,848	(182,800)
64,307	1,511	137,922	(238,002)
-	-	-	2,475
615	-	11,275	7,890
-	-	-	25,000
114,544	-	119,544	118,672
<u>13,159</u>	<u>-</u>	<u>51,338</u>	<u>60,936</u>
<u>\$ 239,457</u>	<u>\$ 1,523</u>	<u>\$ 675,665</u>	<u>\$ 152,657</u>
\$ 3,600	\$ -	\$ 185,341	\$ 208,499
296	-	296	676
557	-	2,549	1,176
6,411	-	23,976	16,023
1	-	14,023	17,684
7,391	-	18,291	35,947
7,295	-	23,079	22,524
2,635	-	12,530	12,442
114,544	-	119,544	118,672
13,159	-	51,338	60,936
<u>62,655</u>	<u>-</u>	<u>62,655</u>	<u>-</u>
<u>\$ 218,544</u>	<u>\$ -</u>	<u>\$ 513,622</u>	<u>\$ 494,579</u>
\$ 20,913	\$ 1,523	\$ 162,043	\$ (341,922)
885,450	66,270	3,325,431	3,667,353
<u>46,455</u>	<u>(51,153)</u>	<u>-</u>	<u>-</u>
<u>\$ 952,818</u>	<u>\$ 16,640</u>	<u>\$ 3,487,474</u>	<u>\$ 3,325,431</u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
 ENDOWMENT ASSOCIATION
 STATEMENT OF CASH FLOWS
 For The Year Ended June 30, 2010**

<u>Cash flows from operating activities:</u>	
Cash received from contributions	\$ 164,665
Cash received from grants	-
Cash received from interest and dividends	64,004
Cash received from other revenue	42,221
Cash disbursed for program expenses	(188,491)
Cash disbursed for general support and fund-raising expenses	<u>(154,595)</u>
 Total cash from operating activities	 <u>\$ (72,196)</u>
<u>Cash flows from investing activities:</u>	
Purchase of investments	\$ (140,502)
Proceeds from sale of investments	<u>128,149</u>
	\$ (12,353)
<u>Cash flows from financing activities:</u>	
Permanently restricted contributions	<u>\$ 72,123</u>
 Net increase (decrease)	 \$ (12,426)
 Cash and cash equivalents at beginning of period	 <u>46,438</u>
 Cash and cash equivalents at end of period	 <u><u>\$ 34,012</u></u>

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

**COWLEY COUNTY COMMUNITY COLLEGE
SCHEDULE OF CASH AND INVESTMENTS
June 30, 2010**

Cash and investments per financial statements

Total per statement of net assets (excluding endowment) \$ 14,205,009

Cash and investments per College records

Board funds:

Checking account, Home National Bank \$ 7,940,899

Certificates of deposit:

Home National Bank 4,090,000

CornerBank, Winfield 1,000,000

Checking account, Sunflower Bank, Wichita 5,000

Checking account, CornerBank 100

Checking account, Carson Bank 5,000

\$ 13,040,999

Library:

3 shares - A. C. Industries stock 300

Financial Aid - Checking account 16,036

**Required reserves for certificates of participation
held by Security Bank of Kansas City, Kansas City, Kansas 1,147,674**

Total \$ 14,205,009

These cash and investments do not include any of the Cowley County Community Endowment Association.

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

**COWLEY COUNTY COMMUNITY COLLEGE
STATEMENT OF CHANGES IN LONG-TERM DEBT
For The Year Ended June 30, 2010**

<u>Issue</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Payments</u>	<u>Refunded</u>	<u>Ending Balance</u>
Certificates of participation	\$ 3,955,000	\$ -	\$ 665,000	\$ -	\$ 3,290,000
Revenue bonds	<u>7,980,000</u>	<u>-</u>	<u>655,000</u>	<u>-</u>	<u>7,325,000</u>
Total	<u>\$ 11,935,000</u>	<u>\$ -</u>	<u>\$ 1,320,000</u>	<u>\$ -</u>	<u>\$ 10,615,000</u>

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

COWLEY COUNTY COMMUNITY COLLEGE
SCHEDULE OF MATURITY OF LONG-TERM DEBT
For The Year Ended June 30, 2010

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
<u>Principal</u>				
Certificates of participation	\$ 680,000	\$ 540,000	\$ 415,000	\$ 435,000
Revenue bonds	<u>680,000</u>	<u>710,000</u>	<u>745,000</u>	<u>760,000</u>
Total principal	<u>\$ 1,360,000</u>	<u>\$ 1,250,000</u>	<u>\$ 1,160,000</u>	<u>\$ 1,195,000</u>
<u>Interest</u>				
Certificates of participation	\$ 109,418	\$ 88,312	\$ 71,055	\$ 57,205
Revenue bonds	<u>312,841</u>	<u>279,685</u>	<u>245,091</u>	<u>215,164</u>
Total interest	<u>\$ 422,259</u>	<u>\$ 367,997</u>	<u>\$ 316,146</u>	<u>\$ 272,369</u>
Total principal and interest	<u>\$ 1,782,259</u>	<u>\$ 1,617,997</u>	<u>\$ 1,476,146</u>	<u>\$ 1,467,369</u>

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

COWLEY COUNTY COMMUNITY COLLEGE
SCHEDULE OF MATURITY OF LONG-TERM DEBT
For The Year Ended June 30, 2010

<u>2015</u>	<u>2016-2020</u>	<u>2021-2025</u>	<u>2026-2027</u>	<u>Total</u>
\$ 285,000	\$ 935,000	\$ -	\$ -	\$ 3,290,000
<u>785,000</u>	<u>1,165,000</u>	<u>1,445,000</u>	<u>1,035,000</u>	<u>7,325,000</u>
<u>\$ 1,070,000</u>	<u>\$ 2,100,000</u>	<u>\$ 1,445,000</u>	<u>\$ 1,035,000</u>	<u>\$ 10,615,000</u>
\$ 42,700	\$ 66,325	\$ -	\$ -	\$ 435,015
<u>183,813</u>	<u>662,954</u>	<u>388,792</u>	<u>69,589</u>	<u>2,357,929</u>
<u>\$ 226,513</u>	<u>\$ 729,279</u>	<u>\$ 388,792</u>	<u>\$ 69,589</u>	<u>\$ 2,792,944</u>
<u>\$ 1,296,513</u>	<u>\$ 2,829,279</u>	<u>\$ 1,833,792</u>	<u>\$ 1,104,589</u>	<u>\$ 13,407,944</u>

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

COWLEY COUNTY COMMUNITY COLLEGE

FEDERAL ASSISTANCE PROGRAMS

REPORT ON EXAMINATION

June 30, 2010



PARMAN, TANNER, SOULE & JACKSON
Certified Public Accountants, RLLP

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Partners

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Jon P. Parman, CPA

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

Board of Trustees
Cowley County Community College

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Cowley County Community College, as of and for the year ended June 30, 2010, and have issued our report thereon dated November 16, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect misstatements on a timely basis. A significant deficiency is a control deficiency or combination of control deficiencies, that adversely affects the College's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the College's financial statements that is more than inconsequential will not be prevented, or detected by the College's internal control.

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

PARMAN, TANNER, SOULE & JACKSON, CPA'S

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

Compliance and Other Matters

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

We noted certain matters that we reported to Cowley County Community College's management in a separate letter dated November 22, 2010.

This report is intended solely for the information and use of management, others within the organization, federal award agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Parman Tanner Soule & Jackson
Certified Public Accountants, RLLP

December 22, 2010



PARMAN, TANNER, SOULE & JACKSON
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**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Trustees
Cowley County Community College

Compliance

We have audited the compliance of Cowley County Community College, with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2010. Cowley County Community College's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Cowley County Community College's management. Our responsibility is to express an opinion on Cowley County Community College's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Cowley County Community College's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Cowley County Community College's compliance with those requirements.

In our opinion Cowley County Community College, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

The management of Cowley County Community College, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the College's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the College's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented, or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

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

This report is intended solely for the information and use of the Board of Trustees, management, others within the organization, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.


Certified Public Accountants, RLLP

December 22, 2010

COWLEY COUNTY COMMUNITY COLLEGE
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For The Year Ended June 30, 2010

Federal Grantor/Pass Through Grantor Program Title	Federal CFDA <u>Number</u>	Beginning <u>Balance</u>	Federal <u>Revenue</u>	Federal <u>Expenditures</u>	Ending <u>Balance</u>
Passed Through Kansas Board of Regents:					
Career & Technical Education	84.048	\$ (16,560)	\$ 174,644	\$ 174,644	\$ -
Local Revenue		-	16,560	-	-
Adult Education	84.002	\$ -	\$ 71,000	\$ 71,000	\$ -
ARRA Stimulus	84.394	-	441,439	441,439	-
Incentive	17.267	-	51,999	51,999	-
Direct Programs					
PELL Grant	84.063	\$ -	\$ 6,184,213	\$ 6,184,213	\$ -
FSEOG	84.007	-	55,000	55,000	-
Federal Work Study	84.033	-	109,698	109,698	-
Student Support Service	84.042	-	287,380	287,380	-
Upward Bound	84.047	-	260,492	260,492	-
Talent Search	84.044	-	-	-	-
PELL Administrative Expense	84.063	-	960	960	-
Federal Family Education					
Loan Program:					
Direct Loan	84.268	\$ -	\$ 52,275	\$ 52,275	\$ -
Stafford	84.032	38,082	7,245,851	7,283,933	-
Plus	<u>84.032</u>	<u>-</u>	<u>23,228</u>	<u>23,228</u>	<u>-</u>
Total Federal Assistance		<u>\$ 21,522</u>	<u>\$14,974,739</u>	<u>\$14,996,261</u>	<u>\$ -</u>

COWLEY COUNTY COMMUNITY COLLEGE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Year Ended June 30, 2010

1. Basis of Presentation

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Cowley County Community College, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the primary government financial statements.

2. Sub recipients

Cowley County Community College provided no federal awards to sub recipients.

COWLEY COUNTY COMMUNITY COLLEGE
FINDINGS AND QUESTIONED COSTS
June 30, 2010

1. Summary of auditor results:
 - (i) Unqualified opinion was issued on the financial statements of Cowley County Community College.
 - (ii) No control deficiencies in internal control of the financial statements which were considered material weaknesses were disclosed by the audit.
 - (iii) No control deficiencies in compliance related to the financial statements were disclosed by the audit.
 - (iv) No control deficiencies in internal control over major programs which were considered material weaknesses were disclosed by the audit.
 - (v) Unqualified opinion was issued on compliance for major programs.
 - (vi) The audit disclosed no findings which are required to be reported under section 510 of OMB Circular A-133.
 - (vii) Major Programs:
 1. PELL Grant, FSEOG, Federal Work Study
 2. Federal Family Education Loan Program – Stafford, Plus
 3. ARRA Stimulus Grant
 - (viii) A \$300,000 threshold was used to distinguish between type A and type B programs.
 - (ix) Cowley County Community College does qualify as a low-risk auditee under section 530 of OMB Circular A-133.
2. No findings were disclosed during the audit which would be required to be reported in accordance with *Generally Accepted Government Auditing Standards*.
3. No findings or questioned costs were disclosed during the audit which are required to be reported in accordance with *OMB Circular A-133 Section 510-(a)*.

COWLEY COUNTY COMMUNITY COLLEGE
RESOLUTION OF PRIOR YEAR FINDINGS
For The Year Ended June 30, 2010

No findings.