

**CHIPPEWA COUNTY, WISCONSIN**  
**FINANCIAL STATEMENTS**  
**AND SUPPLEMENTARY INFORMATION**  
**YEAR ENDED DECEMBER 31, 2010**

**CHIPPEWA COUNTY, WISCONSIN  
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## INDEPENDENT AUDITORS' REPORT

The County Board  
Chippewa County, Wisconsin

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Chippewa County, Wisconsin (County) as of and for the year ended December 31, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These basic financial statements are the responsibility of the County Board and management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards 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 the County's management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Chippewa County, Wisconsin as of December 31, 2010, and the respective changes in the financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated July 22, 2011 on our consideration of County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The County Board  
Chippewa County

The management's discussion and analysis, budgetary comparison information and schedule of funding progress, as referenced in the table of contents, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The schedules presented as other supplementary information, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the basic financial statements taken as a whole. The prior year partial comparative supplementary information has been derived from the County's 2009 financial statements and, our report dated July 26, 2010, on the supplementary information stated such information had been subjected to the auditing procedures applied in the audit of the basic financial statements and was fairly stated in all material respects in relation to the 2009 basic financial statements taken as a whole.

*LarsonAllen LLP*

**LarsonAllen LLP**

Eau Claire, Wisconsin  
July 22, 2011

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

As management of Chippewa County, we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of Chippewa County for the year ended December 31, 2010. We encourage readers to consider the information presented here in conjunction with the County's financial statements, which begin on page 16 following this narrative.

**FINANCIAL HIGHLIGHTS**

Key financial highlights for the year ended December 31, 2010 include the following:

- The assets of Chippewa County exceeded its liabilities at the close of the most recent fiscal year by \$142,319,016 (net assets). Of this amount, \$105,447,344 represented the County's investment in capital assets, net of related debt, \$7,328,024 was held for restricted purposes, and \$29,543,648 was unrestricted. The unrestricted net assets may be used to meet the government's ongoing obligations to citizens and creditors.
- During the fiscal year, the County's total net assets increased by \$2,668,371. Net assets related to the governmental activities of the County increased \$2,740,682 and net assets related to business-type activities decreased \$72,311.
- At the close of the fiscal year, the County's governmental funds reported combined ending fund balances of \$25,699,720 an increase of \$3,029,081 over the previous year.
- At the end of the current fiscal year, unreserved, undesignated fund balance for the general fund was \$8,648,318 or 33.9% of total general fund expenditures.
- The County's outstanding general obligation debt decreased by \$1,026,560 during the current fiscal year.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is intended to serve as an introduction to Chippewa County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements**

The two government-wide financial statements are designed to provide readers with a broad overview of Chippewa County's finances, in a manner similar to a private-sector business.

The *Statement of Net Assets* presents information on all of Chippewa County's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

The *Statement of Activities* presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave.)

Both of the government-wide financial statements distinguish functions of Chippewa County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public safety, public works, health and human services, culture, recreation and education, and conservation and development. The business-type activities of the County consist of a land development operation relating to the former County farm.

The government-wide financial statements can be found beginning on page 16 of this report.

**Fund Financial Statements**

A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Chippewa County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: *governmental funds*, *proprietary funds*, and *fiduciary funds*.

***Governmental Funds.*** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Chippewa County maintains seventeen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the human services special revenue fund, the CDBG grant fund, the county sales tax fund, and the debt service fund, all of which are considered to be major funds. Data from the other twelve governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

**Proprietary Funds.** Chippewa County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses an enterprise fund to account for transactions relating to the development of its farm property. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. Chippewa County uses internal service funds to account for its highway department operations, self-funded workers compensation, self-funded health insurance, self-funded liability insurance, and Section 125 flexible benefits plan. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information relating to the farm land development, which is considered a major fund. Conversely, the five internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in this report. The basic proprietary fund financial statements can be found beginning on page 22 of this report.

**Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Data from fiduciary funds are combined into a single aggregate presentation. Individual fund data for each fiduciary fund is provided in the form of combining statements elsewhere in this report.

The basic fiduciary fund financial statements can be found on page 26 of this report.

**Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 27 of this report.

**Supplementary Information**

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information on the general fund and major special revenue fund budgets. Required supplementary information can be found beginning on page 56 of this report. The combining statements referred to earlier in connection with nonmajor governmental and internal service funds are presented immediately following the required supplementary information on the general fund budget. Combining and individual fund statements and schedules can be found beginning on page 61 of this report.

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

**FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Chippewa County, assets exceeded liabilities by \$142,319,016 at the close of the most recent fiscal year. The largest portion of Chippewa County's net assets (74.1%) reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, infrastructure); less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The following is a summary of the County's statement of net assets:

**Condensed Statement of Net Assets  
December 31, 2010 and 2009**

	Governmental Activities		Business-Type Activities		Totals	
	2010	2009	2010	2009	2010	2009
Current and Other Assets	\$ 58,130,270	\$ 56,284,196	\$ 2,369,431	\$ 2,441,742	\$ 60,499,701	\$ 58,725,938
Capital Assets	113,534,691	113,838,474	22,653	22,653	113,557,344	113,861,127
Total Assets	<u>171,664,961</u>	<u>170,122,670</u>	<u>2,392,084</u>	<u>2,464,395</u>	<u>174,057,045</u>	<u>172,587,065</u>
Long-Term Debt	8,773,204	9,799,764	-	-	8,773,204	9,799,764
Other Long-Term Obligations	3,302,923	3,643,092	-	-	3,302,923	3,643,092
Other Liabilities	19,657,313	19,488,975	4,589	4,589	19,661,902	19,493,564
Total Liabilities	<u>31,733,440</u>	<u>32,931,831</u>	<u>4,589</u>	<u>4,589</u>	<u>31,738,029</u>	<u>32,936,420</u>
Net Assets:						
Invested in Capital Assets, Net of Related Debt	105,424,691	104,818,474	22,653	22,653	105,447,344	104,841,127
Restricted	7,328,024	8,120,555	-	-	7,328,024	8,120,555
Unrestricted	27,178,806	24,251,810	2,364,842	2,437,153	29,543,648	26,688,963
Total Net Assets	<u>\$ 139,931,521</u>	<u>\$ 137,190,839</u>	<u>\$ 2,387,495</u>	<u>\$ 2,459,806</u>	<u>\$ 142,319,016</u>	<u>\$ 139,650,645</u>

An additional portion of Chippewa County's net assets (5.1%) represents resources that are subject to other restrictions on how they may be used. The remaining \$29,543,648 of total net assets (20.8%) may be used to meet the County's ongoing obligations to citizens and creditors. It is important to note that \$2,364,842 of these unrestricted net assets are related to the County's business-type activities. Consequently, they generally may not be used to fund governmental activities.

At the end of 2010, Chippewa County is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

The County's net assets increased by \$2,668,371 during the current fiscal year. The increase consisted of an increase in net assets related to governmental activities in the amount of \$2,740,682 and a decrease in net assets related to business-type activities in the amount of \$72,311.

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

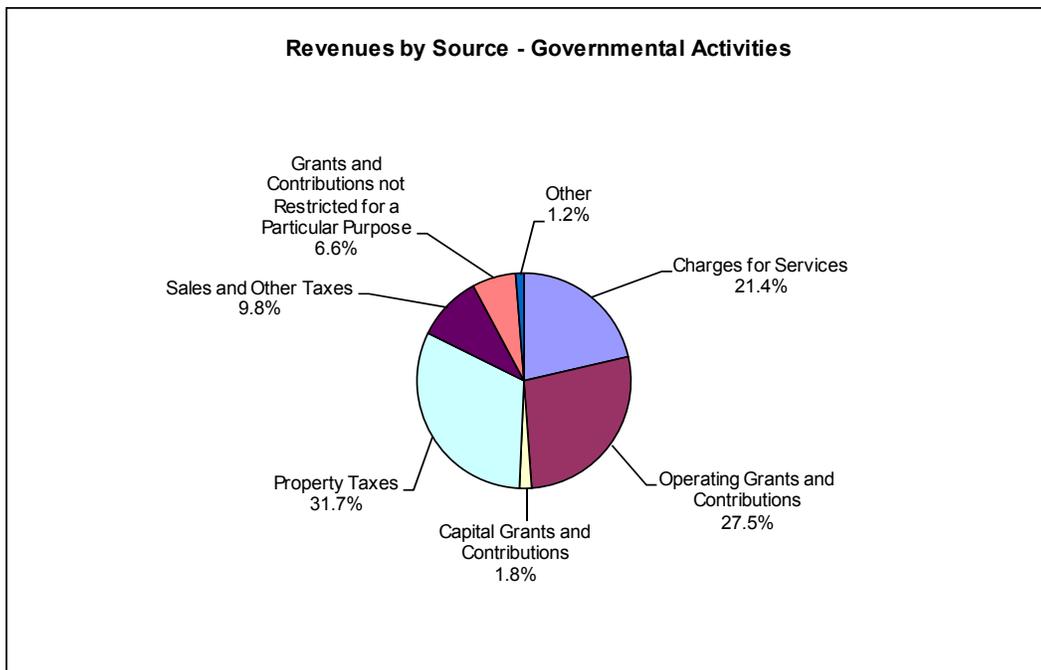
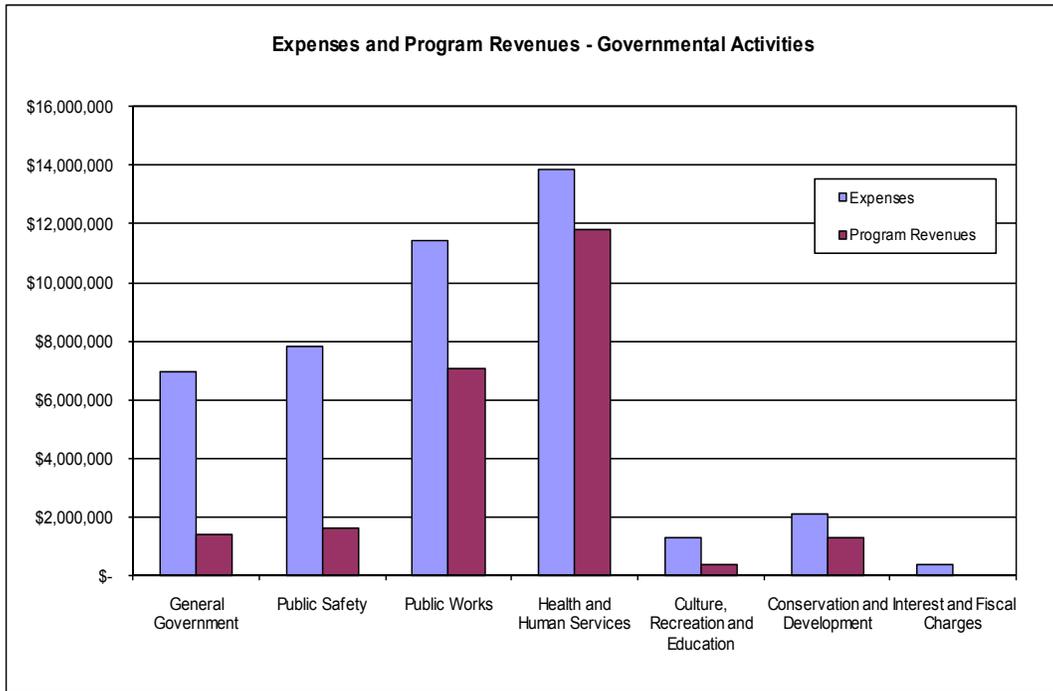
The following is a summary of the changes in the County's net assets for the years ended December 31, 2010 and 2009:

**Condensed Statement of Changes in Net Assets  
Years Ended December 31, 2010 and 2009**

	Governmental Activities		Business-Type Activities		Totals	
	2010	2009	2010	2009	2010	2009
<b>Revenues:</b>						
<b>Program Revenues:</b>						
Charges for Services	\$ 9,939,518	\$ 11,740,159	\$ 3,000	\$ 259,915	\$ 9,942,518	\$ 12,000,074
Operating Grants and Contributions	12,781,785	12,431,778	-	-	12,781,785	12,431,778
Capital Grants and Contributions	841,435	976,352	-	-	841,435	976,352
<b>General Revenues:</b>						
Property Taxes	14,887,389	14,449,058	-	-	14,887,389	14,449,058
Sales/Other Taxes	4,421,862	3,968,040	-	-	4,421,862	3,968,040
State and Federal Aids Not Restricted to Specific Programs	3,057,694	3,131,883	-	-	3,057,694	3,131,883
Other	573,646	773,967	1,407	1,745	575,053	775,712
<b>Total Revenues</b>	<b>46,503,329</b>	<b>47,471,237</b>	<b>4,407</b>	<b>261,660</b>	<b>46,507,736</b>	<b>47,732,897</b>
<b>Expenses:</b>						
General Government	6,931,738	6,753,262	-	-	6,931,738	6,753,262
Public Safety	7,829,912	7,255,497	-	-	7,829,912	7,255,497
Public Works	11,418,125	11,389,719	-	-	11,418,125	11,389,719
Health and Human Services	13,842,052	15,245,246	-	-	13,842,052	15,245,246
Culture, Recreation and Education	1,270,917	1,069,012	-	-	1,270,917	1,069,012
Conservation and Development	2,106,886	2,219,859	-	-	2,106,886	2,219,859
Interest and Fiscal Charges	363,017	399,309	-	-	363,017	399,309
Farm Land Development	-	-	76,718	117,913	76,718	117,913
<b>Total Expenses</b>	<b>43,762,647</b>	<b>44,331,904</b>	<b>76,718</b>	<b>117,913</b>	<b>43,839,365</b>	<b>44,449,817</b>
<b>Change in Net Assets</b>	<b>\$ 2,740,682</b>	<b>\$ 3,139,333</b>	<b>\$ (72,311)</b>	<b>\$ 143,747</b>	<b>\$ 2,668,371</b>	<b>\$ 3,283,080</b>

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

A review of the statement of activities can provide a concise picture of how the various functions/programs of Chippewa County are funded. The following charts draw data from the statement of activities. For governmental activities the County's main services for funding governmental services are property taxes (31.7%), operating grants/contributions (27.5%), and charges for services (21.4%).



**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

**FINANCIAL ANALYSIS OF THE COUNTY'S MAJOR FUNDS**

As noted earlier, Chippewa County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental Funds**

The focus of the County's governmental funds is to provide information regarding near-term inflows, outflows and balances of spendable resources. Such information can be useful in assessing Chippewa County's financing requirements. In particular, the level of unreserved fund balances may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2010, the County's governmental funds reported combined ending fund balances of \$25,699,720, an increase of \$3,029,081 over the previous year. The governmental funds comprising this balance are shown below:

	Fund Balances at: December 31, 2010				Current Year Change
	Reserved	Designated	Undesignated	Total	
Major Funds:					
General Fund	\$ 2,021,350	\$ 3,368,262	\$ 8,648,318	\$ 14,037,930	\$ 1,915,160
Human Services Fund	-	925,000	-	925,000	275,009
CDBG Grant Fund	-	375,063	-	375,063	110,220
County Sales Tax Fund	-	4,190,767	-	4,190,767	346,981
Debt Service Fund	2,804,752	1,540,577	-	4,345,329	330,375
Nonmajor Funds:					
Special Revenue Funds	-	1,825,631	-	1,825,631	51,336
	<u>\$ 4,826,102</u>	<u>\$ 12,225,300</u>	<u>\$ 8,648,318</u>	<u>\$ 25,699,720</u>	<u>\$ 3,029,081</u>

Reservations of fund balances represent amounts that are not subject to appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance generally represent tentative management plans that are subject to change. The balance of the unreserved fund balance not designated for specific purposes is displayed as undesignated.

The general fund is the primary operating fund used to account for the governmental operations of Chippewa County. As a measure of the general fund's liquidity, it may be useful to compare both total fund balance and unreserved, undesignated fund balance to measures of operating volume such as fund expenditures or fund revenues. The total year-end general fund balance represented 55.1% of total general fund expenditures reported on the statement of revenues, expenditures and changes in fund balances while the unreserved, undesignated balance represented 33.9% of the same amount.

The general fund's total fund balance increased \$1,915,160 during the year; while the unreserved, undesignated portion of the fund increased \$1,913,603. The primary factor in the increase in fund balance was the positive variance between the budgeted and actual expenditures in the general fund.

The County's human services fund increased \$275,009 during the year and had a balance of \$925,000 at year end. This balance was designated by the County for financing future program expenditures.

The CDBG grant fund balance increased \$110,220 during the year and had a balance of \$375,063 at year end. This balance, together with the outstanding receivables totaling \$3,267,364 at that date, are restricted for financing future housing rehabilitation loans in accordance with the original grant agreements.

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

The County sales tax fund balance increased \$346,981 during the year and had a balance of \$4,190,767 at year end. The major factor in the increase was that sales tax revenues were more than originally budgeted.

The debt service fund balance at December 31, 2010 totaled \$4,345,329. The County had reserved \$2,804,752 of this amount for financing future principal and interest requirements on outstanding debt issues and designated \$1,540,577 for funding liabilities associated with employee leave and related liabilities.

The aggregated other governmental funds include various special revenue funds. The accumulated fund balances of these funds increased \$51,336 during 2010. These funds are individually detailed in the supplementary information section of this report.

**Proprietary Funds**

Chippewa County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. As shown below, the net assets of the enterprise fund type proprietary funds at the end of 2010 totaled \$2,387,495, down \$72,311 from the previous year.

**Condensed Statement of Changes in Net Assets for Enterprise Funds  
Years Ended December 31, 2010 and 2009**

	Farm Land Development	
	2010	2009
Operating Revenues	\$ 3,500	\$ 260,415
Operating Expenses	76,718	115,416
Changes in Net Assets	(72,311)	143,747
Net Assets at Year End	2,387,495	2,459,806

As of December 31, 2010 the County's farm land development fund reported net assets of \$2,387,495, a decrease of \$72,311 from the previous year. Of the net assets balance, \$22,653 consisted of the amount invested in capital assets net of related debt (exclusive of capital assets held for resale). During 1995 the County discontinued operations of its county farm and subsequently disposed of all the non-land farm capital assets. Proceeds from the disposition of the assets and the remaining fund equity of the farm enterprise fund were used to establish the farm land development fund.

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

The County had five internal service funds during 2010. Net assets of the funds at year end and changes thereto during the year were as follows:

Fund	Net Assets at Year End				Change During Year
	Total	Invested in Capital Assets	Restricted	Unrestricted	
Highway Department	\$ 17,163,601	\$ 12,050,029	\$ -	\$ 5,113,572	\$ (954,380)
Self-funded Insurance Funds:					
Workers Compensation	(94,851)	-	-	(94,851)	(109,448)
Health Insurance	1,361,349	-	-	1,361,349	(273,840)
Liability Insurance	803,102	-	750,327	52,775	26,720
Flexible Benefits	58,388	-	-	58,388	9,864
Totals	<u>\$ 19,291,589</u>	<u>\$ 12,050,029</u>	<u>\$ 750,327</u>	<u>\$ 6,491,233</u>	<u>\$ (1,301,084)</u>

The County uses the highway department fund to account for road maintenance and construction and related services provided to the County and to the State of Wisconsin and local governmental units. Annual appropriations for services for the County and related state and federal aids received are initially recorded in the general fund and paid to the highway fund.

The self-funded insurance funds shown above are further discussed in Note 4.E following the financial statements.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

As shown in the *Budgetary Comparison Schedule* for the general fund (in required supplementary information), the final 2010 general fund budget was different than the original budget adopted by the County Board, primarily due to the appropriation of unbudgeted grant funds and their inclusion of continuing appropriations from 2009 not included in the original budget. Although the final budget reflects a decrease in the general fund balance during 2010, the County ended the year with a positive budget variance for expenditures primarily due to unexpended continuing appropriations.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

The County's investment in capital assets for its governmental and business-type activities as of December 31, 2010 and 2009 was \$113,557,344 and \$113,861,127, respectively, (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, equipment, vehicles, and highway infrastructure. The net decrease in the governmental activities capital assets was \$303,783.

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

**Capital Assets (Net of Accumulated Depreciation)  
December 31, 2010 and 2009**

	Governmental Activities		Business-Type Activities		Totals	
	2010	2009	2010	2009	2010	2009
Land and Land Rights	\$ 4,014,425	\$ 3,538,903	\$ 22,653	\$ 22,653	\$ 4,037,078	\$ 3,561,556
Construction Work in Progress	212,372	248,149	-	-	212,372	248,149
Gravel Pits and Quarries	1,897	1,897	-	-	1,897	1,897
Land Improvements	1,357,606	1,473,807	-	-	1,357,606	1,473,807
Buildings and Improvements	22,354,187	23,207,388	-	-	22,354,187	23,207,388
Equipment and Vehicles	8,752,795	8,972,496	-	-	8,752,795	8,972,496
Highway Infrastructure	76,841,409	76,395,834	-	-	76,841,409	76,395,834
Total	<u>\$ 113,534,691</u>	<u>\$ 113,838,474</u>	<u>\$ 22,653</u>	<u>\$ 22,653</u>	<u>\$ 113,557,344</u>	<u>\$ 113,861,127</u>

Major capital asset events during the current fiscal year included the following:

- Major infrastructure additions included the completion of the Wolf River Bridge construction project.
- The County acquired over 200 acres of county forest at a cost of \$475,522 largely funded by grant programs.

Additional information related to the County's capital assets is reported in Note 3.C following the financial statements.

**Long-Term Obligations**

At December 31, 2010, Chippewa County had outstanding \$12,076,127 of long-term debt and other long-term liabilities. A summary detail of this amount, together with the percent change from the previous year, is shown below:

**Outstanding Long-Term Obligations  
December 31, 2010 and 2009**

	Governmental Activities		Business-Type Activities		Totals Outstanding		% Change
	2010	2009	2010	2009	2010	2009	
General Obligation Debt:							
Bonds	\$ 8,110,000	\$ 9,020,000	\$ -	\$ -	\$ 8,110,000	\$ 9,020,000	-10.1%
Notes	663,204	779,764	-	-	663,204	779,764	-14.9
Subtotal	8,773,204	9,799,764	-	-	8,773,204	9,799,764	-10.5
Other Long-Term Obligations:							
Estimated Employee Leave	3,017,252	2,901,588	-	-	3,017,252	2,901,588	4.0
Termination Benefits	-	395,728	-	-	-	395,728	n/a
Other Postemployment Benefits	285,671	345,776	-	-	285,671	345,776	-17.4
Total	<u>\$ 12,076,127</u>	<u>\$ 13,442,856</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 12,076,127</u>	<u>\$ 13,442,856</u>	

The County did not issue any new general obligation debt in 2010.

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

Under Wisconsin State Statutes, the outstanding general obligation long-term debt of a county may not exceed 5% of the equalized property value of all taxable property within the jurisdiction. The applicable debt of Chippewa County outstanding at December 31, 2010 totaled \$8,773,204, approximately 3.9% of the maximum legal limit of \$227,651,635. Additional information on Chippewa County's long-term debt is reported in Note 3.E following the financial statements.

**CURRENTLY KNOWN FACTS**

**Tax Levies, Rates and Collections**

In November of each year, the County Board adopts an annual budget for the ensuing calendar year. At that time levies on real estate and personal property for county taxes are set which, when collected in the ensuing year, will be sufficient to cover budgeted operating expenses, debt service, contingency fund and other expenditures of the County. Taxes on real estate and personal property become due on January 1 of each year and become delinquent after the first day of February of each year. A taxpayer may elect, as is his right, to pay his annual real estate property taxes in two installments. The first installment becomes delinquent after January 31, and the last installment becomes delinquent after July 31 of each year. Special assessment taxes must be paid in full by January 31 of each year.

Set forth below are tax levies for County purposes and the tax rate per \$1,000 equalized valuation on all taxable property in the County for collection years 2007-2011:

<u>Levy Year</u>	<u>Collection Year</u>	<u>County Tax Rate</u>	<u>County Levy</u>	<u>County-Wide Levy*</u>	<u>Uncollected Taxes as of December 31</u>	<u>Percent of County Levy Collected</u>
2010	2011	3.45	\$ 15,337,436	\$ 74,795,502	--In Process of Collection--	
2009	2010	3.36	14,887,389	72,457,064	\$ 2,014,981	86.47%
2008	2009	3.26	14,449,058	67,272,497	2,155,271	85.08
2007	2008	3.33	14,000,481	64,330,448	1,900,674	86.42
2006	2007	3.35	13,391,600	62,157,492	1,324,047	90.11

\*Includes County, Cities, Villages, Towns, School Districts, and Technical College Districts net of State Tax Credits. These figures do not include special assessments or charges or special tax districts not subject to a mill rate.

**Equalized Valuations**

All equalized valuations of property in the State of Wisconsin are determined by the State of Wisconsin, Department of Revenue, Supervisor of Assessments Office. Equalized valuations are the State's estimate of full market value. The State determines assessed valuations of all manufacturing property in the State. Assessed valuations of residential and commercial property are determined by local assessors.

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

Set forth in the table below are equalized valuations of property located within the County for the years 2006 through 2010. The County's Equalized Valuation has increased by 11.34 percent since 2006 with an annual average increase of 2.72 percent.

<u>Year</u>	Equalized Valuation (TID-IN)	Equalized Valuation (TID-OUT)
2010	\$ 4,553,032,700	\$ 4,450,774,700
2009	4,541,471,300	4,431,512,900
2008	4,556,923,700	4,436,150,700
2007	4,297,207,000	4,202,375,200
2006	4,089,441,800	4,002,501,500

**Economic Factors and Next Year's Budget and Rates**

The annual unemployment rate for Chippewa County for 2010 was 7.9 percent, which is a decrease from the annual rate of 8.6 percent for 2009. This compares to the State's 2010 annual unemployment rate of 8.3 percent and annual rate of 8.7 percent for 2009.

Employment rates for the Chippewa County Area continue to remain quite high in light of the uncertain economic conditions, locally, statewide and nationally.

While Wisconsin and the general region typically have a shorter recession timetable when compared to the other regions of the nation, this trend is one of concern as we went forward in preparation and adoption of the 2011 budget. The diversity of the Chippewa County Economic Base, which is varied and healthy mix of manufacturing, tourism, service industry, medical, retail, high technology and farming activities has proven to be a boon to the stability to the County and overall region.

The overall tax rate for the 2011 budget increased from a rate of \$3.36/\$1000 of assessed value to a rate of \$3.45/\$1000, an overall increase of 2.7%. The resultant overall tax levy increased from a dollar amount of \$14,887,389 to one of \$15,334,010, an overall increase of 3.0%. The overall goal of the 2011 Budget was two-fold. One was to maintain existing Programs/Services, the other was to increase or improve the Financial Situation or Status of Chippewa County.

This was accomplished in 2010 when the unreserved fund balance increased from \$6,734,715 to \$8,648,318, an increase from 25.6% to 29.5% of the overall annual budgeted expenditures.

Chippewa County has implemented and receives a 0.5% County wide sales tax on an annual basis. Sales tax revenues received in one year are utilized in the following budget year. In the Budget year of 2011 the County approved the use of sales tax dollars as follows:

Property Tax Credit	\$ 1,287,353
Debt Service Fund	1,255,809
Refund Savings	261,699
Airport Debt Contribution	121,530
Facility Improvements	303,500
IT Phone System	155,000
IT Computers	165,978
Vehicle Fleet Pool Purchases	170,000
Total	<u>\$ 3,720,869</u>

**CHIPPEWA COUNTY, WISCONSIN  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
YEAR ENDED DECEMBER 31, 2010**

For 2010 a total of \$3,501,383 was transferred from the sales tax fund as follows:

Property Tax Credit	\$ 1,188,102
Debt Service Fund	1,253,508
Refund Savings	268,626
Airport Debt Contribution	119,147
Facility Improvements	246,000
IT Computers	266,000
Vehicle Fleet Pool Purchases	160,000
Total	<u>\$ 3,501,383</u>

The sales tax fund generated \$3,848,364 in sales tax revenues and interest earnings during 2010.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide a general overview of Chippewa County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Chippewa County Finance Director, 711 North Bridge Street, Chippewa Falls, Wisconsin, 54729.

**CHIPPEWA COUNTY, WISCONSIN  
STATEMENT OF NET ASSETS  
DECEMBER 31, 2010**

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Cash and Investments	\$ 28,253,583	\$ 429,169	\$ 28,682,752
Departmental Cash and Investments	25,377	-	25,377
Cash and Investments Held by Fiscal Agent	254,083	-	254,083
Investment in Wisconsin Municipal Insurance Company	750,327	-	750,327
Taxes Receivable	17,352,999	-	17,352,999
Accounts Receivable	2,204,401	109,878	2,314,279
Due from Other Governments	2,339,609	-	2,339,609
Due from Fiduciary Funds	98,870	-	98,870
Long-Term Receivables	4,660,505	-	4,660,505
Inventory and Prepaid Items	2,190,516	-	2,190,516
Noncurrent Assets:			
Property Held for Resale	-	1,830,384	1,830,384
Capital Assets:			
Capital Assets Not Being Depreciated	4,226,797	22,653	4,249,450
Capital Assets Being Depreciated	184,498,896	-	184,498,896
Accumulated Depreciation	(75,191,002)	-	(75,191,002)
Total Assets	<u>171,664,961</u>	<u>2,392,084</u>	<u>174,057,045</u>
<b>LIABILITIES</b>			
Vouchers and Accounts Payable	1,851,049	-	1,851,049
Accrued Payables	1,536,341	-	1,536,341
Accrued Interest Payable	124,321	-	124,321
Payroll Taxes and Withholdings	106,841	-	106,841
Due to Other Governments	412,744	-	412,744
Unearned Revenues	15,618,441	-	15,618,441
Special Deposits	7,576	4,589	12,165
Long-Term Liabilities:			
Amounts Due Within One Year	2,025,205	-	2,025,205
Amounts Due in More Than One Year	10,050,922	-	10,050,922
Total Liabilities	<u>31,733,440</u>	<u>4,589</u>	<u>31,738,029</u>
<b>NET ASSETS</b>			
Invested in Capital Assets, Net of Related Debt	105,424,691	22,653	105,447,344
Restricted for:			
Debt Service	2,804,752	-	2,804,752
Housing/Business Loan Programs	3,642,490	-	3,642,490
Other	880,782	-	880,782
Unrestricted	27,178,806	2,364,842	29,543,648
Total Net Assets	<u>\$ 139,931,521</u>	<u>\$ 2,387,495</u>	<u>\$ 142,319,016</u>

See accompanying Notes to the Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2010**

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>		
		<u>Charges For Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b>Primary Government:</b>							
Governmental Activities:							
General Government	\$ 6,931,738	\$ 975,475	\$ 434,718	\$ -	\$ (5,521,545)	\$ -	\$ (5,521,545)
Public Safety	7,829,912	1,249,501	374,116	-	(6,206,295)	-	(6,206,295)
Public Works	11,418,125	4,941,465	1,605,278	516,037	(4,355,345)	-	(4,355,345)
Health and Human Services	13,842,052	2,141,370	9,646,474	-	(2,054,208)	-	(2,054,208)
Culture, Recreation and Education	1,270,917	171,034	185,810	-	(914,073)	-	(914,073)
Conservation and Development	2,106,886	460,673	535,389	325,398	(785,426)	-	(785,426)
Interest and Fiscal Charges	363,017	-	-	-	(363,017)	-	(363,017)
Total Governmental Activities	43,762,647	9,939,518	12,781,785	841,435	(20,199,909)	-	(20,199,909)
Business-Type Activities:							
Farm Land Development	76,718	3,000	-	-	-	(73,718)	(73,718)
Total Primary Government	\$ 43,839,365	\$ 9,942,518	\$ 12,781,785	\$ 841,435	(20,199,909)	(73,718)	(20,273,627)
General Revenues:							
Taxes:							
Property Taxes, Levied for General Purposes					14,737,136	-	14,737,136
Property Taxes, Levied for Debt Service					150,253	-	150,253
County Sales Taxes					3,843,334	-	3,843,334
Other Taxes					578,528	-	578,528
State and Federal Aids not Restricted to Specific Function					3,057,694	-	3,057,694
Interest and Investment Earnings					471,516	907	472,423
Miscellaneous					102,130	500	102,630
Total General Revenues					22,940,591	1,407	22,941,998
<b>CHANGE IN NET ASSETS</b>					2,740,682	(72,311)	2,668,371
Net Assets - Beginning of Year					137,190,839	2,459,806	139,650,645
<b>NET ASSETS - END OF YEAR</b>					<b>\$ 139,931,521</b>	<b>\$ 2,387,495</b>	<b>\$ 142,319,016</b>

See accompanying Notes to the Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2010**

	General Fund	Human Services Fund	CDBG Grant Fund	County Sales Tax Fund	Debt Service Fund	Other Governmental Funds	Totals
<b>ASSETS</b>							
Treasurer's Cash and Investments	\$ 12,400,681	\$ 1,027,448	\$ 375,063	\$ 3,523,668	\$ 4,315,240	\$ 1,682,101	\$ 23,324,201
Departmental Cash and Investments	3,151	12,033	-	-	-	9,943	25,127
Taxes Receivable	14,915,711	2,194,066	-	-	150,253	92,969	17,352,999
Accounts Receivable	689,049	235,687	-	667,099	30,089	108,080	1,730,004
Due from Other Governmental Units	-	597,808	-	-	-	296,713	894,521
Due from Other Funds	28,942	-	-	-	-	-	28,942
Due from Fiduciary Funds	80,137	3,900	-	-	-	14,833	98,870
Deferred Charges	2,361	-	-	-	-	-	2,361
Long-Term Receivables	1,240,829	-	3,267,364	-	-	152,312	4,660,505
Total Assets	<u>\$ 29,360,861</u>	<u>\$ 4,070,942</u>	<u>\$ 3,642,427</u>	<u>\$ 4,190,767</u>	<u>\$ 4,495,582</u>	<u>\$ 2,356,951</u>	<u>\$ 48,117,530</u>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities:</b>							
Vouchers and Accounts Payable	\$ 497,526	\$ 927,799	\$ -	\$ -	\$ -	\$ 157,443	\$ 1,582,768
Payroll Deductions	106,841	-	-	-	-	-	106,841
Due to Other Governmental Units	411,486	-	-	-	-	1,258	412,744
Due to Other Funds	-	-	-	-	-	28,942	28,942
Deferred Revenues	14,307,078	2,210,567	3,267,364	-	150,253	343,677	20,278,939
Client and Patient Trust Funds	-	7,576	-	-	-	-	7,576
Total Liabilities	<u>15,322,931</u>	<u>3,145,942</u>	<u>3,267,364</u>	<u>-</u>	<u>150,253</u>	<u>531,320</u>	<u>22,417,810</u>
<b>Fund Balances:</b>							
Reserved	2,021,350	-	-	-	2,804,752	-	4,826,102
Unreserved:							
Designated	3,368,262	925,000	375,063	4,190,767	1,540,577	1,825,631	12,225,300
Undesignated	8,648,318	-	-	-	-	-	8,648,318
Total Fund Balances	<u>14,037,930</u>	<u>925,000</u>	<u>375,063</u>	<u>4,190,767</u>	<u>4,345,329</u>	<u>1,825,631</u>	<u>25,699,720</u>
Total Liabilities and Fund Balances	<u>\$ 29,360,861</u>	<u>\$ 4,070,942</u>	<u>\$ 3,642,427</u>	<u>\$ 4,190,767</u>	<u>\$ 4,495,582</u>	<u>\$ 2,356,951</u>	<u>\$ 48,117,530</u>

See accompanying Notes to the Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES  
TO NET ASSETS OF GOVERNMENTAL ACTIVITIES  
DECEMBER 31, 2010**

**TOTAL FUND BALANCES - GOVERNMENTAL FUNDS** \$ 25,699,720

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	\$ 3,094,221	
Land Improvements	2,805,670	
Buildings	28,535,359	
Machinery/Equipment	4,563,892	
Vehicles	151,069	
Infrastructure	123,779,168	
Construction Work in Progress	212,372	
Accumulated Depreciation	<u>(61,657,089)</u>	101,484,662

Some receivables are reported as deferred revenues in the fund financial statements but are recognized as revenue when earned in the government-wide statements. 4,660,505

Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These liabilities consist of:

Bonds Payable	(8,110,000)	
Notes Payable	(663,204)	
Accrued Interest Payable	(124,321)	
Vacation, Compensatory and Sick Leave Liability	(2,082,033)	
Other Postemployment Benefits Payable	<u>(225,397)</u>	(11,204,955)

The highway department internal service fund is used by County's management to account for services provided the County and other governmental units. The assets and liabilities of the highway department internal service fund are reported in governmental activities. 17,163,601

Other internal service funds are used by County management to charge the costs of various self-funded insurance programs to departments/expenditure functions. The assets and liabilities of the self-funded insurance programs are also reported in governmental activities. 2,127,988

**NET ASSETS OF GOVERNMENTAL ACTIVITIES** \$ 139,931,521

**CHIPPEWA COUNTY, WISCONSIN**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED DECEMBER 31, 2010**

	General Fund	Human Services Fund	CDBG Grant Fund	County Sales Tax Fund	Debt Service Fund	Other Governmental Funds	Totals
<b>REVENUES</b>							
Taxes	\$ 12,936,581	\$ 2,286,796	\$ -	\$ 3,843,334	\$ 150,253	\$ 92,287	\$ 19,309,251
Intergovernmental	7,203,156	7,126,146	-	-	-	2,301,012	16,630,314
Licenses and Permits	311,270	-	-	-	-	53,632	364,902
Fines and Forfeits	196,807	-	-	-	-	68,388	265,195
Public Charges for Services	3,099,661	442,074	-	-	-	325,640	3,867,375
Intergovernmental Charges for Services	567,870	-	-	-	-	-	567,870
Miscellaneous:							
Investment Income	281,933	82	1,104	5,030	61,749	6,856	356,754
Rent	3,914	-	-	-	-	5,400	9,314
Sale of Property	2,186	-	-	-	-	10,587	12,773
Other	238,048	830,888	226,334	-	-	224,797	1,520,067
Total Revenues	<u>24,841,426</u>	<u>10,685,986</u>	<u>227,438</u>	<u>3,848,364</u>	<u>212,002</u>	<u>3,088,599</u>	<u>42,903,815</u>
<b>EXPENDITURES</b>							
General Government	6,575,465	-	-	-	-	-	6,575,465
Public Safety	7,453,826	-	-	-	-	69,928	7,523,754
Public Works	5,751,539	-	-	-	-	-	5,751,539
Health and Human Services	2,634,253	9,767,045	-	-	-	2,342,809	14,744,107
Culture, Recreation and Education	1,151,863	-	-	-	-	-	1,151,863
Conservation and Development	1,932,355	-	117,218	-	-	601,135	2,650,708
Debt Service:							
Principal Retirement	-	-	-	-	1,026,560	-	1,026,560
Interest and Fiscal Charges	-	-	-	-	377,201	-	377,201
Total Expenditures	<u>25,499,301</u>	<u>9,767,045</u>	<u>117,218</u>	<u>-</u>	<u>1,403,761</u>	<u>3,013,872</u>	<u>39,801,197</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(657,875)	918,941	110,220	3,848,364	(1,191,759)	74,727	3,102,618
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers In	2,589,110	-	-	-	1,522,134	75,646	4,186,890
Transfers Out	(16,075)	(643,932)	-	(3,501,383)	-	(99,037)	(4,260,427)
Total Other Financing Sources (Uses)	<u>2,573,035</u>	<u>(643,932)</u>	<u>-</u>	<u>(3,501,383)</u>	<u>1,522,134</u>	<u>(23,391)</u>	<u>(73,537)</u>
<b>NET CHANGE IN FUND BALANCES</b>	1,915,160	275,009	110,220	346,981	330,375	51,336	3,029,081
Fund Balances, January 1	12,122,770	649,991	264,843	3,843,786	4,014,954	1,774,295	22,670,639
<b>FUND BALANCES, DECEMBER 31</b>	<u>\$ 14,037,930</u>	<u>\$ 925,000</u>	<u>\$ 375,063</u>	<u>\$ 4,190,767</u>	<u>\$ 4,345,329</u>	<u>\$ 1,825,631</u>	<u>\$ 25,699,720</u>

See accompanying Notes to the Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN  
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2010**

**NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS** **\$ 3,029,081**

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Capital Outlays Reported in Governmental Fund Statements	\$ 4,231,872	
Depreciation Expense Reported in the Statement of Activities	<u>(4,144,764)</u>	87,108

In the statement of activities, the gain and loss on the disposal of capital assets is reported, whereas in the governmental funds, the entire proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balances by the net cost of the capital assets sold, traded in, or discarded: (19,990)

Receivables not currently available are reported as deferred revenue in the fund financial statements but are recognized as revenue when earned in the government-wide statements. (358,513)

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of:

Bond Principal Retirement		1,026,560
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The internal service funds are used by the County's management to charge the cost of the self-funded insurance program to functions and to account for highway department operations. The change in net assets of the internal service funds are reported in governmental activities.

Highway Department Fund	(954,380)	
Insurance Funds	<u>(346,704)</u>	(1,301,084)

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Net Change in Accrued Interest Payable	14,184	
Net Change in Compensated Absences Liability	(85,232)	
Net Change in Early Termination Benefits Liability	300,940	
Net Change in Other Postemployment Benefits Payable	<u>47,628</u>	<u>277,520</u>

**CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES** **\$ 2,740,682**

See accompanying Notes to the Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN  
BALANCE SHEET  
PROPRIETARY FUNDS  
DECEMBER 31, 2010**

	<u>Business-Type Activities - Farm Land Development Enterprise Fund</u>	<u>Governmental Activities - Internal Service Funds</u>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Treasurer's Cash and Investments	\$ 429,169	\$ 4,929,382
Departmental Cash and Investments	-	250
Cash and Investments Held by Fiscal Agent	-	254,083
Accounts Receivable	109,878	474,397
Due from Other Governmental Units	-	1,445,088
Inventories	-	2,147,615
Prepaid Items	-	40,540
Total Current Assets	<u>539,047</u>	<u>9,291,355</u>
<b>Noncurrent Assets:</b>		
Property Held for Resale:		
Land	90,871	-
Land Improvements	1,739,513	-
Capital Assets:		
Land	22,653	92,696
Depreciable Assets	-	25,491,246
Accumulated Depreciation	-	(13,533,913)
Investment in Public Entity Risk Pool	-	750,327
Total Noncurrent Assets	<u>1,853,037</u>	<u>12,800,356</u>
Total Assets	<u>\$ 2,392,084</u>	<u>\$ 22,091,711</u>
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Accounts Payable	\$ -	\$ 268,281
Special Deposits	4,589	-
Present Value of Unpaid Losses	-	1,536,341
Deferred Revenues	-	7
Current Portion of Long-Term Liabilities:		
Estimated Employee Leave Liability	-	244,811
Total Current Liabilities	<u>4,589</u>	<u>2,049,440</u>
<b>Long-Term Liabilities (Net of Current Portion):</b>		
Other Postemployment Benefits Payable	-	60,274
Estimated Employee Leave Liability	-	690,408
Total Long-Term Liabilities	<u>-</u>	<u>750,682</u>
Total Liabilities	<u>4,589</u>	<u>2,800,122</u>
<b>NET ASSETS</b>		
Invested in Capital Assets	22,653	12,050,029
Restricted	-	750,327
Unrestricted	2,364,842	6,491,233
Total Net Assets	<u>2,387,495</u>	<u>19,291,589</u>
Total Liabilities and Net Assets	<u>\$ 2,392,084</u>	<u>\$ 22,091,711</u>

See accompanying Notes to the Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
PROPRIETARY FUNDS  
YEAR ENDED DECEMBER 31, 2010**

	Business-Type Activities - Farm Land Development Enterprise Fund	Governmental Activities - Internal Service Funds
<b>OPERATING REVENUES</b>	\$ 3,500	\$ 17,002,540
<b>OPERATING EXPENSES</b>	<u>76,718</u>	<u>18,513,949</u>
<b>OPERATING INCOME (LOSS)</b>	(73,218)	(1,511,409)
<b>NONOPERATING REVENUES (EXPENSES):</b>		
Interest Revenue	907	43,378
Dividend Revenue	-	71,384
Loss on Disposal of Property	-	13,896
Nonoperating Depreciation	-	<u>(20,386)</u>
Total Nonoperating Revenues (Expenses)	<u>907</u>	<u>108,272</u>
<b>INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS</b>	(72,311)	(1,403,137)
<b>CONTRIBUTIONS AND TRANSFERS:</b>		
Contributions from State	-	28,516
Transfers from General Fund	-	16,075
Transfers from ADRC Fund	-	3,000
Transfers from Sales Tax Fund	-	160,000
Transfers from Land Records Fund	-	7,000
Transfers to General Fund	-	<u>(112,538)</u>
Total Contributions and Interfund Transfers	<u>-</u>	<u>102,053</u>
<b>CHANGE IN NET ASSETS</b>	(72,311)	(1,301,084)
Net Assets, January 1	<u>2,459,806</u>	<u>20,592,673</u>
<b>NET ASSETS, DECEMBER 31</b>	<u>\$ 2,387,495</u>	<u>\$ 19,291,589</u>

See accompanying Notes to the Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
YEAR ENDED DECEMBER 31, 2010**

	Business-Type Activities - Farm Land Development Enterprise Fund	Governmental Activities - Internal Service Funds
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash Received for Goods and Services:		
County/Departments	\$ -	\$ 10,872,390
Third Parties	-	5,370,419
Cash Received from Employees	-	1,187,783
Cash Received from the Sale of Property	3,500	-
Cash Paid to Suppliers for Goods and Services	(76,718)	(5,123,850)
Cash Paid for Employee Services	-	(5,373,742)
Cash Paid for Insurance Claims	-	(6,032,464)
Cash Paid for Insurance Premiums	-	(792,241)
Net Cash Provided (Used) by Operating Activities	(73,218)	108,295
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Transfers from Sales Tax Special Revenue Fund	-	160,000
Transfer from General Fund	-	16,075
Transfer from ADRC Fund	-	3,000
Transfer from Land Records Fund	-	7,000
Transfer to General Fund	-	(112,538)
Net Cash Provided by Noncapital Financing Activities	-	73,537
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Cash Received from Salvage of Capital Assets	-	28,237
Cash Payments for Acquisition of Capital Assets	-	(1,006,477)
Net Cash Used by Capital and Related Financing Activities	-	(978,240)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on Investments	907	116,954
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(72,311)</b>	<b>(679,454)</b>
Cash and Cash Equivalents, January 1	501,480	5,863,169
<b>CASH AND CASH EQUIVALENTS, DECEMBER 31</b>	<b>\$ 429,169</b>	<b>\$ 5,183,715</b>

See accompanying Notes to the Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN  
STATEMENT OF CASH FLOWS (CONTINUED)  
PROPRIETARY FUNDS  
YEAR ENDED DECEMBER 31, 2010**

	<u>Business-Type Activities - Farm Land Development Enterprise Fund</u>	<u>Governmental Activities - Internal Service Funds</u>
<b>RECONCILIATION OF OPERATING LOSS TO NET</b>		
<b>CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>		
Operating Loss	\$ (73,218)	\$ (1,511,409)
Adjustments to Reconcile Operating Loss to		
Net Cash Provided (Used) by Operating Activities:		
Depreciation	-	1,371,167
(Increase) Decrease in Assets:		
Accounts Receivable	-	(252,242)
Due from Other Governmental Units	-	732,481
Inventory	-	(121,117)
Prepayments	-	(9,890)
Increase (Decrease) in Liabilities:		
Accounts Payable	-	(49,374)
Accrued Liabilities	-	44,572
Deferred Revenues	-	(19,060)
Early Retirement Benefits	-	(94,788)
Other Postemployment Benefits	-	(12,477)
Accrued Benefits	-	30,432
	<u>                    </u>	<u>                    </u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (73,218)</u>	<u>\$ 108,295</u>
<b>RECONCILIATION OF CASH AND INVESTMENTS TO</b>		
<b>CASH AND CASH EQUIVALENTS:</b>		
Cash and Investments per Balance Sheet:		
Treasurer's Cash and Investments	\$ 429,169	\$ 4,929,382
Departmental Cash and Investments	-	250
Cash and Investments Held by Fiscal Agents	-	254,083
Total Cash and Investments	<u>\$ 429,169</u>	<u>\$ 5,183,715</u>

See accompanying Notes to the Basic Financial Statements.

**CHIPPEWA COUNTY, WISCONSIN  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
DECEMBER 31, 2010**

	<u>Agency Funds</u>
<b>ASSETS</b>	
Treasurer's Cash and Investments	\$ 373,122
Departmental Cash and Investments	450,366
Taxes Receivable	776,103
Accounts Receivable	<u>2,542</u>
 Total Assets	 <u><u>\$ 1,602,133</u></u>
<b>LIABILITIES</b>	
Due to Other Governmental Units	\$ 1,261,146
Due to Other Funds	98,870
Special Deposits	<u>242,117</u>
 Total Liabilities	 <u><u>\$ 1,602,133</u></u>

*See accompanying Notes to the Basic Financial Statements.*

**CHIPPEWA COUNTY, WISCONSIN**  
**NOTES TO BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2010**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Chippewa County (the "County") have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant accounting principles and policies utilized by the County are described below:

**A. Reporting Entity**

Chippewa County is governed by a board of supervisors consisting of twenty-nine elected members.

The financial reporting of the County is defined by the GASB to consist of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the nature and significance of their relationship with the primary government are such that the exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The basic financial statements of the County consist solely of the primary government. No other organizations were identified for inclusion in the financial reporting entity of the County.

**B. Government-Wide and Fund Financial Statements**

The County's basic financial statements include both government-wide (reporting the County as a whole) and fund financial statements (reporting the County's major funds) as described below:

**Government-Wide Statements**

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report financial information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable to a specific function or segment. Program revenues include (a) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment; and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Government-Wide and Fund Financial Statements (Continued)**

**Fund Financial Statements**

Financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, liabilities, net assets, fund equity, revenues, and expenditures/expenses.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

**General Fund** – The General Fund is the operating fund of the County. It is used to account for all financial resources of the County, except those required to be accounted for in another fund.

**Human Services Fund** – The Human Services Fund, a special revenue fund, is used to account for various County human services programs. Through the human services programs, the County provides mental health, developmental disabilities and alcoholism and drug abuse rehabilitation services to residents of the County and administers the various social services and income maintenance programs provided by and through the County.

**CDBG Grant Fund** – The CDBG Grant Fund, a special revenue fund, is used by the County to account for its housing rehabilitation grants and revolving loan program.

**County Sales Tax Fund** – The County Sales Tax Fund, a special revenue fund, is used by the County to account for its sales tax collections and County Board approved uses of sales tax monies.

**Debt Service Fund** – The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs of governmental funds. For report purposes, the County's individual debt service funds are combined into one fund.

All remaining governmental funds are aggregated and reported as nonmajor funds.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**B. Government-wide and Fund Financial Statements (Continued)**

**Fund Financial Statements (Continued)**

The County reports the following major enterprise fund:

**Farm Land Development Fund** – The County uses the Farm Land Development Fund to account for transactions relating to the development of its farm property. During 1995 the County discontinued operations of its county farm and subsequently disposed of all of the non-land farm capital assets. Proceeds from the disposition of the assets and the remaining fund equity of the farm enterprise fund were used to establish the farm land development fund.

The County had no other enterprise funds, but does include the following internal service funds:

- Internal service funds are used to account for the operations of the County's highway department and transactions of its various self-funded insurance programs.

Additionally, the County reports the following fiduciary funds:

- Agency funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations and/or other governmental units.

**C. Measurement Focus and Basis of Accounting**

The government-wide financial statements and the proprietary funds and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Non-exchange transactions, in which the County gives or receives value without directly receiving or giving equal value in exchange, include property taxes, grants, entitlements and donations. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred revenue. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Measurement Focus and Basis of Accounting (Continued)**

Governmental fund statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized as soon as they are both measurable and available. Revenues are deemed to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County generally considers revenues reported in the governmental funds to be available if they are collected within sixty days after the end of the current fiscal period. Client billings for the human services programs are recognized when received. State and federal aids under cost reimbursement programs are generally recognized when earned if expected to be collected in the subsequent year. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, miscellaneous taxes, cost reimbursement grant programs, public charges for services and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are generally considered to be measurable and available only when cash is received by the government.

The County reports deferred revenues on its fund balance sheets. Deferred revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the County before it has a legal claim to them as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note. Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments between governmental activities and business-type activities for services provided.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**C. Measurement Focus and Basis of Accounting (Continued)**

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in financial statements and accompanying notes. Actual results could differ from those estimates.

**D. Assets, Liabilities, and Net Assets or Equity**

**1. Deposits and Investments**

The County's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with an original maturities of three months or less from date of acquisition. Cash and investment balances for individual funds are pooled unless maintained in segregated accounts.

Investment of County funds is restricted by state statutes. Available investments are limited to:

1. Time deposits in any credit union, bank, savings bank or trust company maturing in three years or less.
2. Bonds or securities issued or guaranteed by the federal government.
3. Bonds or securities of any county, city, drainage district, technical college district, village, town, or school district of the state. Also, bonds issued by a local exposition district, a local professional baseball park district, a local professional football stadium district, a local cultural arts district, or by the University of Wisconsin Hospitals and Clinics Authority.
4. Any security maturing in seven years or less and having the highest or second highest rating category of a nationally recognized rating agency.
5. Securities of an open-end management investment company or investment trust, subject to various conditions and investment options.
6. Bonds or securities issued under the authority of the municipality.
7. The local government investment pool.
8. Repurchase agreements with public depositories, with certain conditions.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

**1. Deposits and Investments (Continued)**

Additional restrictions may arise from local charters, ordinances, resolutions and grant resolutions.

Investment of most trust funds is regulated by Chapter 881 of the Wisconsin Statutes. Those sections give broad authority to use such funds to acquire various kinds of investments including stocks, bonds and debentures.

Investments of the County are stated at fair value.

**2. Receivables and Payables**

**Property Taxes.** Property taxes are levied prior to the end of the calendar year and are due and collectible in the following year. Property taxes attach an enforceable lien as of January 1. In addition to property taxes for the County, taxes are also collected for and remitted to the State. Taxes billed for the State are recorded as receivables and due other governmental units in the agency fund balance sheet. Since County property taxes are not considered available until January 1 of the year following the levy, they are recorded as deferred revenues in the funds budgeted therefore.

The County is also responsible for the collection of all delinquent and postponed property taxes levied by the local taxing districts within its boundaries, except delinquent personal property taxes which are retained by the local municipal district. Real property taxes are payable in full to the local districts on or before January 31 or, alternatively, if over \$100, can be paid in two equal installments with the first installment payable on or before January 31 and the second installment payable on or before July 31. Personal property taxes and special assessments, special charges (including delinquent utility billings) and special taxes placed on the tax roll are payable in full on or before January 31. All uncollected items on the current tax roll, except delinquent personal property taxes, are turned over to the County Treasurer for collection in February. The County subsequently settles in full with the local districts in August of the same year. All uncollected taxes returned to the County for collection are financed through the general fund. A portion of the general fund's balance is reserved for the County's investment in delinquent taxes.

**Accounts Receivable.** Accounts receivable in all funds have been adjusted for known uncollectible amounts. The provision for uncollectible accounts in the Farm Land Development Fund was \$80,278 at December 31, 2010. The collectability of the related receivable is subject to application of job creation credits and is expected to be zero.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

**2. Receivables and Payables (Continued)**

**Loans Receivable.** The County has received federal and state grant funds for financing economic development and housing rehabilitation loans to various businesses and individuals. The County records a loan receivable when the loan has been made and funds have been disbursed. The amounts recorded as loans receivable have not been reduced by an allowance for uncollectible accounts. In the fund financial statements it is the County's policy to record deferred revenue for the net amount of the receivable balance. As loans are repaid, revenue is recognized. When new loans are made from the repayments, expenditures are recorded. Interest received from loan repayments is recognized as revenue when received. Any unspent loan repayments at year end are presented as designated fund balance in the fund financial statements.

**Interfund Balances.** Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds". Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statement as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

**3. Inventories and Prepaid Items**

All inventories are valued at cost using the average cost method for the highway department. Inventories of governmental funds, if material, are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**4. Restricted Assets**

Mandatory segregations of assets are presented as restricted assets. Such segregations may be required by bond agreements and other external parties. Current liabilities payable from these restricted assets are so classified.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

**5. Capital Assets**

**Government-wide Statements.** Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the County as assets with initial, individual costs as shown below and an estimated useful life of two years or greater. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities, if material, is included as part of the capitalized value of the assets constructed. Capital assets, including infrastructure, acquired by the County prior to January 1, 1980, were recorded on the County's financial records at historical costs, or estimated historical costs, on that date.

Capitalization thresholds (the dollar valued above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are as follows:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Land	\$ 5,000	N/A	N/A
Land Improvements	5,000	Straight-Line	15-40 Years
Buildings and Improvements	5,000	Straight-Line	10-40 Years
Machinery and Equipment	5,000	Straight-Line	4-20 Years
Infrastructure	5,000	Straight-Line	25-50 Years

**Fund Financial Statements.** In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for in the same manner as in the government-wide statements.

**6. Other Assets**

In governmental funds, debt issuance costs are recognized as expenditures in the current period. For the government-wide and the proprietary fund type financial statements, debt issuance costs are deferred and amortized over the term of the debt issue.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

**7. Compensated Absences**

It is the County's policy to permit employees to accumulate paid leave benefits. Liabilities for accumulated employee leave benefits are not accrued in the County's governmental fund financial statements but are recorded as expenditures when paid. Such liabilities are accrued in the government-wide and proprietary fund financial statements when earned. The County's policies and estimated liabilities at year end are further discussed in Note 4.A.

**8. Other Postemployment Benefits Payable**

Under the various employee and union contracts the County allows retired employees to enroll in the County's health insurance plan. The retired employees pay 100% of the premiums. The payable was actuarially determined. GASB 45 was implemented prospectively, meaning that the net OPEB obligation was zero at transition.

**9. Long-Term Obligations**

In the government-wide financial statements and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net assets. In the governmental fund financial statements, the face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

**10. Equity Classifications**

Fund equity, representing the difference between assets and liabilities, is classified as follows in the County's financial statements:

**Government-wide Statements.** Fund equity is classified as net assets in the government-wide financial statements and is displayed in three components. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement for those assets. Net assets are reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net assets are displayed as unrestricted.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**D. Assets, Liabilities, and Net Assets or Equity (Continued)**

**10. Equity Classifications (Continued)**

**Fund Financial Statements.** Fund equity of governmental funds is classified as fund balance. Reservations of fund balances represent amounts that are not subject to appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. The balance of the unreserved fund balance not designated for specific purposes is displayed as undesignated. Fund equity in proprietary funds and fiduciary funds is classified in the same manner as in the government-wide statements.

**NOTE 2 RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

Due to the differences in the measurement focus and basis of accounting used in the governmental fund financial statements and the government-wide financial statements, certain financial transactions are treated differently. Reconciliations of governmental fund balances and changes thereto to the net assets and revenues/expenses shown in the government-wide financial statements are presented in page 19 and page 21, respectively.

**NOTE 3 DETAILED NOTES ON ALL FUNDS**

**A. Deposits and Investments**

The County's cash and investments balances at December 31, 2010 as shown in the financial statements are as follows:

Governmental Funds	\$ 23,349,328
Proprietary Funds	6,363,211
Fiduciary Funds	823,488
	<u>\$ 30,536,027</u>

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Deposits and Investments (Continued)**

The above cash and investments balances consisted of the following:

<b>Treasurer's Cash and Investments:</b>		
Deposits at Financial Institutions	\$ 9,042,483	
Deposits in State Local Government Pooled-Investment Fund	14,402,747	
Investments in Federal Agency Securities	<u>5,235,581</u>	\$ 28,680,811
<b>Departmental Cash and Investments:</b>		
Deposits at Financial Institutions	472,398	
Petty Cash Funds	<u>3,345</u>	475,743
<b>Cash and Investments Held by Fiscal Agents:</b>		
Funds Held by WMMIC	1,004,410	
Funds Held by Chippewa County Housing Authority	<u>375,063</u>	<u>1,379,473</u>
Total Cash and Investments at December 31, 2010		<u><u>\$ 30,536,027</u></u>

**Deposits at Financial Institutions**

The County's balances at individual financial institutions were subject to coverage under federal depository insurance and amounts appropriated by Sections 20.144(1)(a) and 34.08 of the Wisconsin Statutes (State Guarantee Fund). Federal depository insurance provides for coverage of up to \$250,000 for time and savings deposits and unlimited coverage for all non-interest bearing transaction accounts (including all demand accounts earning less than 0.5% interest as long as the depository institution has not opted out of the FDIC's Temporary Liquidity Guarantee Program). In addition, funds held for others (such as trust funds) are subject to coverage under the name of the party for whom the funds are held. Coverage under the State Guarantee Fund may not exceed \$400,000 above the amount of coverage under federal depository insurance at any institution and is limited by the availability of the appropriations authorized therein. (Due to the relatively small size of the State Guarantee Fund in relation to the total coverage, total recovery of losses may not be available.) Also, Section 34.07 of the Wisconsin Statutes authorizes the County to collateralize its deposits that exceed the amount of coverage provided under federal depository insurance and the State Guarantee Fund.

Custodial credit risk for deposits is the risk that in the event of bank failure, the County's deposits may not be returned. At December 31, 2010, the County's deposits were not exposed to custodial credit risk.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Deposits and Investments (Continued)**

**Investments**

The County's investments at December 31, 2010 consisted of deposits in the State of Wisconsin Local Government Investment Pool (an external investment pool) and U.S. government agencies and instrumentalities obligations.

**Deposits in State Local Government Pooled-Investment Fund.** The State of Wisconsin offers a Local Government Investment Pool (LGIP) to local government units to enable them to voluntarily invest idle funds in State Investment Fund. Local funds are pooled with state funds and invested by the State Investment Board. There is no minimum or maximum amount that can be invested by a local governmental unit. Interest is earned on a daily basis and withdrawals are generally available on the day of request. Deposits in the LGIP are not covered by federal depository insurance but are subject to coverage under the State Guarantee Fund. Also, the State of Wisconsin Investment Board has obtained a surety bond to protect deposits in the LGIP against defaults in principal payments on the LGIP's investments (subject to certain limitations). The average monthly weighted average maturity of the State Investment Fund's investments for 2010 was 67 days.

**U.S. Government Agencies and Instrumentalities Obligations.** The County's investments in these obligations at December 31, 2010 are summarized as follows:

Description	Totals	Investment Maturities				S & P Rating
		12 Months or Less	13 to 24 Months	25 to 60 Months	More than 60 Months	
Loan/Mortgage Pools (SBA)	\$ 11,743	\$ -	\$ -	\$ 11,743	\$ -	AAA
Loan/Mortgage Pools (GNMA)	291,362	-	-	-	291,362	AAA
Loan/Mortgage Pools (FNMA)	1,710,810	-	-	-	1,710,810	AAA
Loan/Mortgage Pools (FHLMC)	2,020,272	-	-	-	2,020,272	AAA
Other	1,201,394	92,824	1,108,570	-	-	AAA
	<u>\$ 5,235,581</u>	<u>\$ 92,824</u>	<u>\$ 1,108,570</u>	<u>\$ 11,743</u>	<u>\$ 4,022,444</u>	

Generally, the above obligations are subject to call prior to the stated maturity date. It is the County's general policy to hold the obligations until maturity or call. Obligations of the SBA and GNMA are directly guaranteed by the federal government. The other listed obligations are guaranteed by the issuing agency/instrumentality.

Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the holder of the investment. The County's policy is to invest its funds in accordance with provisions of the Wisconsin Statutes previously discussed in Note 1.D.1.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**A. Deposits and Investments (Continued)**

**Investments (Continued)**

**U.S. Government Agencies and Instrumentalities Obligations. (Continued)** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Generally, the fair values of investments with maturity dates further into the future are more sensitive to changes in market interest rates. The short weighted average maturities of the investments in the LGIP and mortgage and loan pools mitigate this risk to the County.

**B. Receivables**

**Economic Development Loans.** During 1994 the County Board of Supervisors adopted a resolution establishing an economic development revolving loan fund. The County set aside \$500,000 for the purpose of financing loans for economic development. At December 31, 2010 the County had outstanding four installment loans totaling \$152,312. These loans are subject to repayment to the County under terms established by the various loan agreements. Receivables have been recorded in a special revenue fund in the amount of the outstanding balances on these loans and were offset by deferred revenues recorded in that fund. Revenue is recognized as collections are received on these loans.

**CDBG Housing Rehabilitation Loans.** The County has also received federal grants through the Wisconsin Department of Development for the purpose of financing housing rehabilitation loans. Repayments received by the County on these loans are recorded in a separate special revenue fund and are to be used to finance similar housing rehabilitation loans. The following is a description of the loans outstanding under the program at December 31, 2010:

**Installment Loans.** At December 31, 2010, the County had outstanding one renter-occupied installment loans under the CDBG program totaling \$460. These loans are being repaid to the County under terms established through the program. Receivables have been recorded in the special revenue fund in the amount of the outstanding balances on these loans and were equally offset by deferred revenues recorded therein. Revenue is recognized in the special revenue fund as collections are received on these loans.

**Deferred Loans.** The County also had three hundred thirty-one (331) deferred mortgage loans outstanding at December 31, 2010 totaling \$3,266,904. These notes become due and payable in full only "in the event that the maker:

- a. No longer continues to occupy the premises securing this note as a full-time residence, or
- b. Transfers any legal or equitable interest in the mortgage premises to anyone for any reason."

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**B. Receivables (Continued)**

**Deferred Loans. (Continued)** These loans are being repaid to the County under terms established through the programs. Receivables have been recorded in the special revenue fund in the amount of the outstanding balances on these loans and were equally offset by deferred revenues recorded therein. Revenue is recognized in the special revenue fund as collections are received on these loans.

**CRI Land Contract and Note Receivable.** During 2008 the County ceased operations of its Chippewa River Industries (CRI) enterprise fund and sold the CRI assets to an independent non-profit organization. The purchase agreement for the CRI assets transferred the land, buildings, equipment, and \$350,000 cash to the buyer for a purchase price of \$1,400,000 to be financed by the county on a land contract. \$1,300,000 of the sale price is payable on a 15 year term at 3% interest, the remaining \$100,000 is payable over seven years at zero interest. This land contract and note receivable have been recorded in the general fund in the amount of the outstanding balances at December 31, 2010 of \$1,164,579 and \$76,250 and are offset by deferred revenues recorded in that fund. Revenue is recognized as collections are received.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**C. Capital Assets**

Capital asset activity for the year ended December 31, 2010 was as follows:

**Governmental Activities**

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
<b>General County Assets:</b>					
Capital Assets Not Being Depreciated:					
Land	\$ 2,617,911	\$ 476,310	\$ -	\$ -	\$ 3,094,221
Highway Right-of-Ways	828,296	-	-	788	827,508
Construction Work in Progress	248,149	244,902	(280,679)	-	212,372
Total Capital Assets Not Being Depreciated	3,694,356	721,212	(280,679)	788	4,134,101
Capital Assets Being Depreciated:					
Land Improvements	2,765,140	40,530	-	-	2,805,670
Buildings and Improvements	28,535,359	-	-	-	28,535,359
Machinery and Equipment	4,401,911	168,470	-	6,489	4,563,892
Vehicles	649,216	7,614	-	505,761	151,069
Highway Infrastructure:					
Roadways	99,255,421	1,784,220	280,679	-	101,320,320
Bridges	20,013,514	1,509,826	-	13,100	21,510,240
Structures	121,100	-	-	-	121,100
Total Capital Assets Being Depreciated	155,741,661	3,510,660	280,679	525,350	159,007,650
Total Capital Assets	159,436,017	4,231,872	-	526,138	163,141,751
Accumulated Depreciation:					
Land Improvements	1,571,059	139,172	-	-	1,710,231
Buildings and Improvements	9,863,235	560,644	-	-	10,423,879
Equipment and Vehicles	3,589,978	315,798	-	493,048	3,412,728
Highway Infrastructure	42,994,201	3,129,150	-	13,100	46,110,251
Total Accumulated Depreciation	58,018,473	4,144,764	-	506,148	61,657,089
Net Capital Assets - General County	<u>\$ 101,417,544</u>	<u>\$ 87,108</u>	<u>\$ -</u>	<u>\$ 19,990</u>	<u>\$ 101,484,662</u>

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**C. Capital Assets (Continued)**

**Governmental Activities (Continued)**

	Beginning Balance	Additions	Transfers	Deletions	Ending Balance
<b>Highway Department:</b>					
Capital Assets Not Being Depreciated:					
Land	\$ 92,696	\$ -	\$ -	\$ -	\$ 92,696
Capital Assets Being Depreciated:					
Land Improvements	437,622	-	-	-	437,622
Gravel Pits and Quarries*	1,897	-	-	-	1,897
Buildings and Improvements	7,522,200	-	-	-	7,522,200
Vehicles Non Highway Fleet	1,357,108	199,363	-	117,392	1,439,079
Machinery and Equipment	15,554,613	888,111	-	352,276	16,090,448
Total Capital Assets Being Depreciated	<u>24,873,440</u>	<u>1,087,474</u>	<u>-</u>	<u>469,668</u>	<u>25,491,246</u>
Total Capital Assets	24,966,136	1,087,474	-	469,668	25,583,942
Accumulated Depreciation:					
Land Improvements	157,896	17,559	-	-	175,455
Buildings and Improvements	2,986,936	292,557	-	-	3,279,493
Vehicles Non Highway Fleet	755,254	178,578	-	111,168	822,664
Machinery and Equipment	8,645,120	902,859	-	291,678	9,256,301
Total Accumulated Depreciation	<u>12,545,206</u>	<u>1,391,553</u>	<u>-</u>	<u>402,846</u>	<u>13,533,913</u>
Net Capital Assets - Highway Department	<u>\$ 12,420,930</u>	<u>\$ (304,079)</u>	<u>\$ -</u>	<u>\$ 66,822</u>	<u>\$ 12,050,029</u>
Capital Assets Not Being Depreciated	\$ 3,787,052	\$ 721,212	\$ (280,679)	\$ 788	\$ 4,226,797
Capital Assets Being Depreciated	180,615,101	4,598,134	280,679	995,018	184,498,896
Total Capital Assets	<u>184,402,153</u>	<u>5,319,346</u>	<u>-</u>	<u>995,806</u>	<u>188,725,693</u>
Accumulated Depreciation	<u>70,563,679</u>	<u>5,536,317</u>	<u>-</u>	<u>908,994</u>	<u>75,191,002</u>
Net Capital Assets - Governmental Activities	<u>\$ 113,838,474</u>	<u>\$ (216,971)</u>	<u>\$ -</u>	<u>\$ 86,812</u>	<u>\$ 113,534,691</u>

\*Highway department gravel pits and quarries are subject to depletion.

**CHIPPEWA COUNTY, WISCONSIN  
 NOTES TO BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**C. Capital Assets (Continued)**

**Governmental Activities (Continued)**

Depreciation was charged to governmental functions as follows:

General County:	
General Government	\$ 466,305
Public Safety	315,758
Public Works	3,129,150
Health and Human Services	72,691
Culture, Recreation and Education	154,396
Conservation and Development	6,464
	<u>4,144,764</u>
Highway Department:	
Transportation	1,391,553
	<u>\$ 5,536,317</u>

**Business-Type Activities**

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
<b>Farm Land Development Fund:</b>				
Capital Assets Not Being Depreciated:				
Land	\$ 22,653	\$ -	\$ -	\$ 22,653
	<u>22,653</u>	<u>-</u>	<u>-</u>	<u>22,653</u>

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**D. Interfund Receivables, Payables and Transfers**

The composition of interfund balances as of December 31, 2010 was as follows:

**Due to/from Other Funds**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	ADRC Fund	\$ 14,628
General Fund	Forest and Parks Quality of Life Fund	14,314
		<u>\$ 28,942</u>

The purpose of the above balances were to fund cash overdrafts in the respective funds at year end and are expected to be settled in 2011.

**Interfund Transfers**

<u>Fund Transferred To</u>	<u>Fund Transferred From</u>	<u>Amount</u>
General Fund	County Sales Tax Fund	\$ 1,819,249
General Fund	Human Services Fund	543,283
General Fund	Land Management Fund	89,037
General Fund	Health Insurance Fund	112,538
General Fund	Human Services Fund	25,003
Debt Service Fund	County Sales Tax Fund	1,522,134
Highway Department Fund	Land Management Fund	7,000
Highway Department Fund	County Sales Tax Fund	160,000
Highway Department Fund	ADRC Fund	3,000
Flexible Benefits Fund	General Fund	16,075
Nutrition and Aging Fund	Human Services Fund	75,646
		<u>\$ 4,372,965</u>

The transfers from the County sales tax fund consisted of the amount of county sales tax collections applied to the 2010 budget. The transfer from the Human Services fund to the General Fund was per the County's fund balance policy. The remaining items were budgeted transfers for construction and working capital.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Obligations**

**Changes in Long-Term Obligations**

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

	Balances 1/1/10	Additions	Reductions	Balances 12/31/10	Amounts Due Within One Year
<b>Long-Term Debt:</b>					
<b>Governmental Activities:</b>					
General Obligation Bonds	\$ 9,020,000	\$ -	\$ 910,000	\$ 8,110,000	\$ 980,000
General Obligation Notes	779,764	-	116,560	663,204	122,209
Total Long-Term Debt	<u>\$ 9,799,764</u>	<u>\$ -</u>	<u>\$ 1,026,560</u>	<u>\$ 8,773,204</u>	<u>\$ 1,102,209</u>
<b>Other Long-Term Obligations (Governmental Activities):</b>					
<b>Governmental Funds:</b>					
Employee Leave Liability	\$ 1,996,801	\$ 85,232	\$ -	\$ 2,082,033	\$ 678,185
Early Retirement Termination Benefits Liability	300,940	-	300,940	-	-
Other Postemployment Benefits Payable	273,025	210,864	258,492	225,397	-
<b>Highway Internal Service Fund:</b>					
Employee Leave Liability	904,787	30,432	-	935,219	244,811
Early Retirement Termination Benefits Liability	94,788	-	94,788	-	-
Other Postemployment Benefits Payable	72,751	55,237	67,714	60,274	-
Total Other Long-Term Obligations	<u>\$ 3,643,092</u>	<u>\$ 381,765</u>	<u>\$ 721,934</u>	<u>\$ 3,302,923</u>	<u>\$ 922,996</u>

The County's estimated liability for employee leave and other post employment benefits are discussed in Note 4.A. and Note 4.C., respectively.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Obligations (Continued)**

**General Obligation Debt**

**Annual Requirements for Retirement.** Long-term debt issues outstanding at December 31, 2010 and annual requirements for their retirement were as follows:

	<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
<b>General Obligation Bonds:</b>				
General Obligation Refunding Bonds, \$9,900,000, issued 9/15/02, due 2/1/19, interest at 3.50%-4.40%	2011	\$ 945,000	\$ 310,809	\$ 1,255,809
	2012	980,000	275,415	1,255,415
	2013	1,020,000	237,160	1,257,160
	2014	1,060,000	196,325	1,256,325
	2015	750,000	159,750	909,750
	2016-2019	<u>3,355,000</u>	<u>299,118</u>	<u>3,654,118</u>
		8,110,000	1,478,577	9,588,577
<b>General Obligation Notes:</b>				
Promissory Notes, \$1,200,000, issued 11/8/05, due 11/10/15, interest at 4.25%	2011	122,209	28,044	150,253
	2012	127,341	22,912	150,253
	2013	132,815	17,438	150,253
	2014	138,460	11,793	150,253
	2015	<u>142,379</u>	<u>6,051</u>	<u>148,430</u>
		<u>663,204</u>	<u>86,238</u>	<u>749,442</u>
Total General Obligation Debt		<u>\$ 8,773,204</u>	<u>\$ 1,564,815</u>	<u>\$ 10,338,019</u>

The above annual debt service requirements are summarized as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2011	\$ 1,067,209	\$ 338,853	\$ 1,406,062
2012	1,107,341	298,327	1,405,668
2013	1,152,815	254,598	1,407,413
2014	1,198,460	208,118	1,406,578
2015	892,379	165,801	1,058,180
2016-2019	<u>3,355,000</u>	<u>299,118</u>	<u>3,654,118</u>
	<u>\$ 8,773,204</u>	<u>\$ 1,564,815</u>	<u>\$ 10,338,019</u>

**Subsequent Year Borrowing.** In July 2011 the County issued general obligation bonds in the amount of \$3,980,000 to provide funding for 2011 and 2012 projects in the County's five year capital improvement plan, and to advance refund the outstanding balance of the 2005 general obligation promissory notes. The advance refunding resulted in an economic gain of \$38,168.

**General Obligation Debt Limitation.** Section 67.03 of the Wisconsin Statutes restricts county general obligation debt to 5% of the equalized value of all property in the County. At December 31, 2010, the County's debt limit amounted to \$227,651,635 and indebtedness subject to the limitation totaled \$8,773,204.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**E. Long-Term Obligations (Continued)**

**County Forest Loans**

Under Section 28.11(8) of the Wisconsin Statutes, counties which have established and maintained a county forest are eligible to receive annual payments from the state as a non-interest bearing loan to be used for the purchase, development, preservation and maintenance of the county forest lands. On timber cut from lands entered as "county forest lands", the county shall pay a severance share of not less than 20% of the actual stumpage sales value of timber. A higher rate of payment may be applied if agreed upon by the state and county. These severance share payments shall be credited against the cumulative payments made by the state to the county. Severance share payments shall not exceed the balance due the state. The county shall also reimburse the state the amount previously paid to the county on any county forest land withdrawn from the program; except that the state may waive all or part of such reimbursement if it finds that the lands are withdrawn for a higher public use or that the amount of such reimbursement is unreasonable when compared to the value of the land.

The County had no outstanding balance under this program at December 31, 2010.

**F. Governmental Fund Balances**

The governmental fund balances reported on the fund financial statements at December 31, 2010 consisted of the following:

	Total	Reserved	Designated	Undesignated
<b>Major Funds:</b>				
General Fund	\$ 14,037,930	\$ -	\$ -	\$ -
Reserved for Delinquent Taxes	-	2,018,989	-	-
Reserved for Inventories/Prepayments	-	2,361	-	-
Designated (supplementary Schedule B-2)	-	-	3,368,262	-
Undesignated	-	-	-	8,648,318
Human Services Fund	925,000	-	-	-
Designated for Fund Purposes	-	-	925,000	-
CDBG Grant Fund	375,063	-	375,063	-
County Sales Tax Fund	4,190,767	-	4,190,767	-
Debt Service Fund	4,345,329	2,804,752	1,540,577	-
<b>Nonmajor Funds:</b>				
Special Revenue Funds:				
Public Health Fund	83,541	-	83,541	-
Nutrition and Aging Fund	454,100	-	454,100	-
Shelter Care Fund	26,516	-	26,516	-
State Aid Forestry Fund	30,349	-	30,349	-
Dog License Fund	1,000	-	1,000	-
Aging and Disability Resource Center Fund	108,161	-	108,161	-
Land Management Fund	200,949	-	200,949	-
Jail Assessments Fees Fund	99,106	-	99,106	-
Land Conservation Stewardship Fund	229,302	-	229,302	-
Forest and Parks Quality of Life Fund	147,993	-	147,993	-
County Economic Development Loan Fund	444,614	-	444,614	-
Total Governmental Funds Balances at December 31, 2010	<u>\$ 25,699,720</u>	<u>\$ 4,826,102</u>	<u>\$ 12,225,300</u>	<u>\$ 8,648,318</u>

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 3 DETAILED NOTES ON ALL FUNDS (CONTINUED)**

**G. Internal Service Funds Net Assets**

The net assets of the County's internal service funds at December 31, 2010 consisted of the following:

Fund	Net Assets at Year End				Change During Year
	Total	Invested in Capital Assets	Restricted	Unrestricted	
Highway Department Fund	\$ 17,163,601	\$ 12,050,029	\$ -	\$ 5,113,572	\$ (954,380)
Self-Funded Insurance Funds:					
Workers Compensation	(94,851)	-	-	(94,851)	(109,448)
Health Insurance	1,361,349	-	-	1,361,349	(273,840)
Liability Insurance	803,102	-	750,327	52,775	26,720
Flexible Benefits Fund	58,388	-	-	58,388	9,864
Totals	<u>\$ 19,291,589</u>	<u>\$ 12,050,029</u>	<u>\$ 750,327</u>	<u>\$ 6,491,233</u>	<u>\$ (1,301,084)</u>

**NOTE 4 OTHER INFORMATION**

**A. Employee Vacation, Sick Leave and Compensatory Time**

Employees earn vacation in varying amounts depending upon length of service and/or bargaining unit. All employees can accrue up to 200 hours of vacation which is paid out upon separation of service. The estimated value of unrecorded vacation leave at December 31, 2010 was \$601,278 in the governmental funds and \$231,572 in the highway department internal service fund.

Employees earn sick leave at varying rates depending upon bargaining unit. Accumulated sick leave is paid at varying rates upon termination or retirement based upon employee length of service and/or bargaining unit. At December 31, 2010, vested sick leave earned and not taken was approximately \$1,403,848 in the governmental funds and \$690,408 in the highway department internal service fund determined on the basis of current wage and salary rates.

Employees can earn compensatory time for hours worked in excess of the normal work week. Compensatory time is paid at a regular rate of pay when used. The estimated value of compensatory time was at December 31, 2010 was \$76,907 in the governmental funds and \$13,239 in the highway department internal service fund.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**B. Employee Retirement Plan**

All eligible Chippewa County employees participate in the Wisconsin Retirement System (WRS), a cost-sharing multiple-employer public employee retirement system (PERS). All permanent employees expected to work at least 600 hours a year are eligible to participate in the WRS. Covered employees in the general category are required by statute to contribute 6.2% of their salary (3.2% for executives and elected officials, 5.5% for protective occupations with social security, and 3.9% for protective occupations without social security) to the plan. Employers may make these contributions to the plan on behalf of the employees. Employers are required to contribute an actuarially determined amount necessary to fund the remaining projected cost of future benefits.

The payroll for County employees covered by the WRS for the year ended December 31, 2010 was \$16,055,922 the employer's total payroll was \$17,969,895. The total required contribution for the year ended December 31, 2010 was \$1,966,208, which consisted of \$999,300, or 6.2% of payroll from the employer and \$966,908, or 6.0% of payroll from employees. Total contributions for the years ending December 31, 2009 and 2008 were \$2,027,724 and \$2,006,344, respectively, equal to the required contributions for each year.

Employees who retire at or after age 65 (62 for elected officials and 55 for protective occupation employees) are entitled to receive a retirement benefit. Employees may retire at age 55 (50 for protective occupation employees) and receive actuarially reduced benefits. The factors influencing the benefit are: (1) final average earnings, (2) years of creditable service, and (3) a formula factor. Final average earnings is the average of the employees' three highest years' earnings. Employees terminating covered employment before becoming eligible for a retirement benefit may withdraw their contributions and, by doing so, forfeit all rights to any subsequent benefit. For employees beginning participation after January 1, 1990 and no longer actively employed on or after April 24, 1998, creditable service in each of five years is required for eligibility for a retirement annuity. Participants employed prior to 1990 and on or after April 24, 1998 are immediately vested.

The WRS also provides death and disability benefits for employees. Eligibility for and the amount of all benefits is determined under Chapter 40 of the State Statutes. The WRS issues an annual financial report which may be obtained by writing to the Department of Employee Trust Funds, P.O. Box 7931, Madison, WI 53707-7931.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**C. Other Postemployment Benefit Plan**

The County adopted Governmental Accounting Standards Board (GASB) Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions (OPEB)*. The County engaged an actuary to determine the County's liability for postemployment healthcare benefits other than pensions as of January 1, 2010.

**Single-Employer Plan Description**

All employees who retire through the Wisconsin Retirement System are eligible to participate in the retiree single employer medical plan if they pay 100% of the retiree premium. As of January 1, 2010 there were approximately 355 active participants and 30 retired participants receiving benefits from the County's health plans. A stand-alone financial report is not issued for this County Board authorized OPEB plan.

**Funding Policy**

The County funds its OPEB obligation on a pay as you go basis. For fiscal year 2010, the County contributed an estimated \$326,206 to the plan.

The County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (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 over a period not to exceed thirty years. The following table shows the components of the County's annual OPEB cost for the year, the amount actually paid from the plan, and changes in the County's net OPEB obligation.

Annual Required Contribution	\$ 264,127
Interest on Net OPEB Obligation	17,289
Adjustment to Annual Required Contribution	<u>(15,315)</u>
Annual OPEB Cost (Expense)	266,101
Contributions Made	<u>(326,206)</u>
Change in Net OPEB Obligation	(60,105)
Net OPEB Obligation- Beginning of Year	<u>345,776</u>
Net OPEB Obligation- End of Year	<u><u>\$ 285,671</u></u>

The County's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation is as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2010	\$ 266,101	122.6%	\$ 285,671
12/31/2009	229,614	31.2%	345,776
12/31/2008	235,873	20.3%	187,891

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**C. Other Postemployment Benefit Plan (Continued)**

**Funded Status and Funding Progress**

As of January 1, 2010, the most recent actuarial valuation date, the County's unfunded actuarial accrued liability (UAAL) was \$2,794,252 and there were no plan assets. Annual covered payroll for fiscal year 2010 was \$16,450,641 which was 17.0% of UAAL.

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 healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**Actuarial Methods and Assumptions**

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

In the January 1, 2010 actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 5% interest discount rate of return (net of administrative expenses). The initial healthcare trend rate was 10%, reduced by decrements to an ultimate rate of 5.0% by the year 2015. The UAAL is being amortized as a level percentage of projected payrolls on an open basis. The remaining amortization period at December 31, 2010 was 30 years.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**D. Early Retirement Incentive Program**

The County offered an early retirement incentive program in 2009 to employees who were at least 58 years of age and had attained at least ten years of service. The program offered health insurance coverage in the County's health insurance program for up to three years in exchange for the employee's voluntary agreement to retire from County employment by December 31, 2009. The premiums to be paid by the county are fixed at the rates that were in effect in 2009 and any future increases will be the responsibility of the retired employees. Fourteen employees accepted the voluntary retirement resulting in an estimated liability at December 31, 2010 of approximately \$206,610 in the governmental funds and \$63,192 in the highway department internal service fund. This liability is included in the other postemployment benefit plan liability discussed in Note 4.C.

**E. Risk Management**

The County is exposed to various risks of loss related to torts; thefts of, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains a combination of commercial insurance coverage and self-insurance programs to cover each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the County.

**Health Insurance Fund.** The County has established a self-funded health insurance program. This program is funded through "premiums" charged monthly to the various County departments based on actual participation by employees. The plan is administered on a contract basis for a monthly fee based on the number of participating employees. Claims are paid by the administrator and are reimbursed by the County on a monthly basis. Reinsurance for both specific and annual aggregate stop-loss coverage is provided. Specific stop-loss covers individual claims in excess of \$100,000. The attachment point for annual aggregate stop-loss coverage for the current coverage period of October 1, 2010 to September 30, 2011 has been set at \$7,267,323. The fund had a net assets balance at December 31, 2010 of \$1,361,349.

Changes in the claims liability for 2010 and 2009 were as follows:

	2010	2009
Estimated Claims Outstanding January 1	\$ 214,000	\$ 273,000
Current Year Claims and Changes in Estimates	5,052,738	4,569,416
Claim Payments	(4,996,738)	(4,628,416)
Estimated Claims Outstanding December 31	\$ 270,000	\$ 214,000

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**E. Risk Management (Continued)**

**Worker's Compensation Fund.** The County is self-insured for workers compensation coverage. This program is funded through "premiums" charged to all County departments based on two percent (2%) of payroll. Claims are paid directly by the County. Stop-loss insurance is carried and covers individual claims in excess of \$400,000 for each accident and each employee for disease to a maximum statutory limit. In addition to in-house legal and administrative staff, the County retains outside legal and medical expertise for assistance in settling claims. The fund had a net assets deficit at December 31, 2010 of \$94,851.

Changes in claims liability for 2010 and 2009 were as follows:

	2010	2009
Estimated Claims Outstanding January 1	\$ 891,229	\$ 401,083
Current Year Claims and Changes in Estimates	411,880	785,810
Claim Payments	(424,566)	(295,664)
Estimated Claims Outstanding December 31	\$ 878,543	\$ 891,229

**Liability Insurance Fund.** The County has established an internal service fund to account for transactions associated with its insurance coverage through WMMIC (see below) and to account for funds set aside for financing other liability insurance claims against the County.

Wisconsin Municipal Mutual Insurance Company (WMMIC) is a mutual company operating solely within the property and liability insurance industry. WMMIC was formed pursuant to an intergovernmental charter-contract in 1987 by municipal members. WMMIC was organized to provide property and liability insurance and risk management services to participant municipalities. As of December 31, 2010, WMMIC was owned by seventeen municipalities. Responsibility for the operation and management of WMMIC is vested in its board of directors which is comprised of various municipal officials.

WMMIC issued tax exempt revenue bonds totaling \$13,935,000 in 1987 to provide capital for its operations. Each member, in turn, severally issued general obligation promissory notes at an aggregate amount equal to the revenue bonds and invested the proceeds in WMMIC. The County's initial investment in WMMIC was \$750,327 which is reflected in the internal service fund's statement of net assets. The debt issued by the County to finance this investment was fully retired in 1997. The County's allocated share of WMMIC's member equity at December 31, 2010 and 2009 was \$1,136,319 and \$1,113,454, respectively, and represented 3.31% and 3.31%, respectively, of the total member equity at those dates.

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**E. Risk Management (Continued)**

**Liability Insurance Fund (Continued).** Liability insurance provided the members through WMMIC is to provide coverage in excess of prescribed self-insured amounts. WMMIC has contracted with a reinsurance company to cover losses (in excess of the self-insured retention of each member) which exceed \$1,000,000 per occurrence up to a maximum loss of \$5,000,000 per occurrence. WMMIC retains the first \$1,000,000 of the excess over the self-insurance retention. The members incur all losses greater than \$5,000,000 per occurrence or greater than \$15,000,000 of aggregate losses in a policy year. Losses paid by WMMIC plus administrative costs are to be recovered through premiums of the participating pool of municipalities. The County's share of such losses was 3.25% for 2010. A list of other members and their share of participation is in WMMIC's financial report which is available from: Wisconsin Municipal Mutual Insurance Company, 4785 Hayes Road, Madison, WI 53704-7364.

The County's annual self-insured limit has been established at \$100,000 per occurrence with an annual aggregate self-insured retention (SIR) for all losses of \$300,000 for the 2010 policy year. Each member is required to maintain a segregated fund on deposit with WMMIC. This fund is used by WMMIC to pay claims charged to the member and is subject to replenishment by the member on a quarterly basis (or more frequently, if necessary). The amount of the deposit has been currently set at \$250,000 for the County. WMMIC has also set a policy that each member should maintain, in a segregated fund, cash reserves equal to one year's SIR plus incurred but not reported claims (IBNRs) less SIR funds on deposit with WMMIC.

The self-funded liability insurance fund had a net assets balance of \$803,102 and \$776,382 at December 31, 2010 and 2009, respectively, and consisted of the following components:

	2010	2009
Accounts Receivable	\$ 71,384	\$ 73,576
Investment in WMMIC	750,327	750,327
Cash and Investments Held by County	115,613	189,436
Deposits with WMMIC	254,083	149,583
Accounts Payable	(507)	-
Accrued Unpaid Losses	(387,798)	(386,540)
Net Assets December 31	\$ 803,102	\$ 776,382

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2010**

**NOTE 4 OTHER INFORMATION (CONTINUED)**

**E. Risk Management (Continued)**

**Liability Insurance Fund (Continued).** The liability recorded for unpaid losses at December 31, 2010 was determined by actuaries contracted by WMMIC based on claim adjusters evaluations and other estimates. The liability includes those for incurred but not reported (IBNRs) losses. The liability represents the present value of the expected level of unpaid losses for the years of operations under WMMIC. Chippewa County's policy is to set it's liability at the 95% confidence level.

Changes in claims liability for 2010 and 2009 were as follows:

	2010	2009
Estimated Claims Outstanding January 1	\$ 386,540	\$ 249,638
Current Year Claims and Changes in Estimates	16,598	163,599
Claim Payments	<u>(15,340)</u>	<u>(26,697)</u>
Estimated Claims Outstanding December 31	<u>\$ 387,798</u>	<u>\$ 386,540</u>

**F. Contingencies**

From time to time, the County is party of various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the County's legal advisors that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the County's financial position or results of operations.

**REQUIRED SUPPLEMENTARY INFORMATION**

**CHIPPEWA COUNTY, WISCONSIN  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
YEAR ENDED DECEMBER 31, 2010**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		(Negative)
<b>REVENUES</b>				
Taxes	\$ 12,731,153	\$ 12,731,153	\$ 12,936,581	\$ 205,428
Intergovernmental	6,973,777	7,200,107	7,203,156	3,049
Licenses and Permits	269,011	269,011	311,270	42,259
Fines and Forfeits	224,037	224,037	196,807	(27,230)
Public Charges for Services	3,223,096	3,223,096	3,099,661	(123,435)
Intergovernmental Charges for Services	670,000	670,000	567,870	(102,130)
Miscellaneous:				
Investment Income	575,000	575,000	281,933	(293,067)
Rent	4,950	4,950	3,914	(1,036)
Sale of Property	123,730	123,730	2,186	(121,544)
Profit on Tax Deed Sales	2,000	2,000	1,830	(170)
Other	76,475	76,475	236,218	159,743
Total Revenues	<u>24,873,229</u>	<u>25,099,559</u>	<u>24,841,426</u>	<u>(258,133)</u>
<b>EXPENDITURES</b>				
General Government	6,725,205	8,306,813	6,575,465	1,731,348
Public Safety	7,485,763	7,921,530	7,453,826	467,704
Public Works	5,837,928	5,950,100	5,751,539	198,561
Health and Human Services	2,967,173	3,016,302	2,634,253	382,049
Culture, Recreation and Education	1,078,492	1,341,129	1,151,863	189,266
Conservation and Development	2,370,783	2,824,802	1,932,355	892,447
Total Expenditures	<u>26,465,344</u>	<u>29,360,676</u>	<u>25,499,301</u>	<u>3,861,375</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(1,592,115)	(4,261,117)	(657,875)	3,603,242
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	1,608,190	2,589,110	2,589,110	-
Transfers Out	(16,075)	(16,075)	(16,075)	-
Total Other Financing Sources (Uses)	<u>1,592,115</u>	<u>2,573,035</u>	<u>2,573,035</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	(1,688,082)	1,915,160	3,603,242
Fund Balance, January 1	<u>12,122,770</u>	<u>12,122,770</u>	<u>12,122,770</u>	<u>-</u>
<b>FUND BALANCE, DECEMBER 31</b>	<u>\$ 12,122,770</u>	<u>\$ 10,434,688</u>	<u>\$ 14,037,930</u>	<u>\$ 3,603,242</u>

See Notes to Required Supplementary Information

CHIPPEWA COUNTY, WISCONSIN  
 BUDGETARY COMPARISON SCHEDULE  
 HUMAN SERVICES FUND  
 YEAR ENDED DECEMBER 31, 2010

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 2,286,796	\$ 2,286,796	\$ 2,286,796	\$ -
Intergovernmental	6,863,329	6,863,329	7,126,146	262,817
Public Charges for Services	579,143	1,229,134	442,074	(787,060)
Miscellaneous:				
Interest	-	-	82	82
Other	845,703	845,703	830,888	(14,815)
Total Revenues	<u>10,574,971</u>	<u>11,224,962</u>	<u>10,685,986</u>	<u>(538,976)</u>
<b>EXPENDITURES</b>				
Health and Human Services	<u>10,574,971</u>	<u>11,224,962</u>	<u>9,767,045</u>	<u>1,457,917</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	-	-	918,941	918,941
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	<u>-</u>	<u>-</u>	<u>(643,932)</u>	<u>643,932</u>
<b>NET CHANGE IN FUND BALANCE</b>	-	-	275,009	275,009
Fund Balance, January 1	<u>649,991</u>	<u>649,991</u>	<u>649,991</u>	<u>-</u>
<b>FUND BALANCE, DECEMBER 31</b>	<u>\$ 649,991</u>	<u>\$ 649,991</u>	<u>\$ 925,000</u>	<u>\$ 275,009</u>

**CHIPPEWA COUNTY, WISCONSIN  
BUDGETARY COMPARISON SCHEDULE  
COUNTY SALES TAX FUND  
YEAR ENDED DECEMBER 31, 2010**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 3,388,383	\$ 3,388,383	\$ 3,843,334	\$ 454,951
Miscellaneous:				
Interest	18,000	18,000	5,030	(12,970)
Total Revenues	<u>3,406,383</u>	<u>3,406,383</u>	<u>3,848,364</u>	<u>441,981</u>
<b>EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	3,406,383	3,406,383	3,848,364	441,981
<b>OTHER FINANCING USES</b>				
Transfers Out	<u>(3,501,383)</u>	<u>(3,501,383)</u>	<u>(3,501,383)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCE</b>	(95,000)	(95,000)	346,981	441,981
Fund Balance, January 1	<u>3,843,786</u>	<u>3,843,786</u>	<u>3,843,786</u>	<u>-</u>
<b>FUND BALANCE, DECEMBER 31</b>	<u><u>\$ 3,748,786</u></u>	<u><u>\$ 3,748,786</u></u>	<u><u>\$ 4,190,767</u></u>	<u><u>\$ 441,981</u></u>

**CHIPPEWA COUNTY, WISCONSIN  
SCHEDULE OF FUNDING PROGRESS**

Fiscal Year Ended	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12/31/2010	1/1/2010	\$ -	\$ 2,794,252	\$ 2,794,252	- %	\$ 16,450,641	17.0 %
12/31/2008	1/1/2008	-	2,040,002	2,040,002	- %	17,324,853	11.8 %

**CHIPPEWA COUNTY, WISCONSIN  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2010**

**BUDGETARY INFORMATION**

GASB 34 requires the presentation of budgetary comparison schedules for the general fund and for each major special revenue fund. Budgetary information for the general fund, human services fund and county sales tax fund is derived from the County's annual operating budget. The CDBG grant program is administered by the housing authority and is not included in the County's annual budget. Accordingly, a budgetary comparison schedule has not been presented for the CDBG grant fund.

The County's annual operating budget is adopted in accordance with Chapter 65 of the Wisconsin Statutes and on a basis consistent with generally accepted accounting principles. Changes to appropriations authorized in the adopted budget generally require a vote of two-thirds of the entire membership of the governing body. The County's legal budget is adopted at the major function level in the general fund (i.e., general government) and at the fund level in all other funds. The County exercises budgetary expenditure control at the department level.

Budget amounts in the financial statements include both original adopted budget and the final budget. Changes to the budget during the year, if any, generally include amendments authorized by the governing body, additions of approved carryover amounts and appropriations of revenues and other sources for specified expenditures/uses. Appropriated budget amounts in the general fund lapse at the end of the year unless specifically carried over for financing subsequent year expenditures.

**OTHER SUPPLEMENTARY INFORMATION**

**COMBINING AND INDIVIDUAL FUND STATEMENTS**

**CHIPPEWA COUNTY, WISCONSIN  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
DECEMBER 31, 2010**

	Special Revenue Funds						
	Public Health	Nutrition and Aging	Shelter Care	State Aid Forestry	Dog Licenses	State Septic System Grants	Aging and Disability Resource Center
<b>ASSETS</b>							
Treasurer's Cash and Investments	\$ 71,651	\$ 562,363	\$ 26,516	\$ 30,349	\$ 32,100	\$ -	\$ -
Departmental Cash and Investments	-	9,943	-	-	-	-	-
Taxes Receivable	-	92,969	-	-	-	-	-
Accounts Receivable	52,475	48,657	-	-	6,106	-	-
Due from Other Governmental Units	610	-	-	-	-	-	133,496
Due from Fiduciary Funds	-	-	-	-	-	-	-
Installment Loans Receivable	-	-	-	-	-	-	-
<b>Total Assets</b>	<b><u>\$ 124,736</u></b>	<b><u>\$ 713,932</u></b>	<b><u>\$ 26,516</u></b>	<b><u>\$ 30,349</u></b>	<b><u>\$ 38,206</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 133,496</u></b>
<b>LIABILITIES AND FUND BALANCES</b>							
<b>Liabilities:</b>							
Vouchers Payable	\$ 41,195	\$ 68,467	\$ -	\$ -	\$ 35,948	\$ -	\$ 10,707
Due to Other Governmental Units	-	-	-	-	1,258	-	-
Due to Other Funds	-	-	-	-	-	-	14,628
<b>Deferred Revenues:</b>							
Current Tax Levy	-	92,969	-	-	-	-	-
Grant and Aid Advances	-	98,396	-	-	-	-	-
Installment Loans Receivable	-	-	-	-	-	-	-
<b>Total Liabilities</b>	<b><u>41,195</u></b>	<b><u>259,832</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>37,206</u></b>	<b><u>-</u></b>	<b><u>25,335</u></b>
<b>Fund Balances:</b>							
Designated for Fund Purposes	<u>83,541</u>	<u>454,100</u>	<u>26,516</u>	<u>30,349</u>	<u>1,000</u>	<u>-</u>	<u>108,161</u>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 124,736</u></b>	<b><u>\$ 713,932</u></b>	<b><u>\$ 26,516</u></b>	<b><u>\$ 30,349</u></b>	<b><u>\$ 38,206</u></b>	<b><u>\$ -</u></b>	<b><u>\$ 133,496</u></b>

**CHIPPEWA COUNTY, WISCONSIN  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET (CONTINUED)  
DECEMBER 31, 2010**

	Special Revenue Funds (Continued)					Total Nonmajor Governmental Funds
	Land Management	Jail Assessment Fees	Land Conservation Stewardship Fund	Forest and Parks Quality of Life Fund	Economic Development	
<b>ASSETS</b>						
Treasurer's Cash and Investments	\$ 191,229	\$ 94,819	\$ 229,302	\$ -	\$ 443,772	\$ 1,682,101
Departmental Cash and Investments	-	-	-	-	-	9,943
Taxes Receivable	-	-	-	-	-	92,969
Accounts Receivable	-	-	-	-	842	108,080
Due from Other Governmental Units	-	300	-	162,307	-	296,713
Due from Fiduciary Funds	9,720	5,113	-	-	-	14,833
Installment Loans Receivable	-	-	-	-	152,312	152,312
<b>Total Assets</b>	<u>\$ 200,949</u>	<u>\$ 100,232</u>	<u>\$ 229,302</u>	<u>\$ 162,307</u>	<u>\$ 596,926</u>	<u>\$ 2,356,951</u>
<b>LIABILITIES AND FUND BALANCES</b>						
<b>Liabilities:</b>						
Vouchers Payable	\$ -	\$ 1,126	\$ -	\$ -	\$ -	\$ 157,443
Due to Other Governmental Units	-	-	-	-	-	1,258
Due to Other Funds	-	-	-	14,314	-	28,942
<b>Deferred Revenues:</b>						
Current Tax Levy	-	-	-	-	-	92,969
State Aid Advance	-	-	-	-	-	98,396
Installment Loans Receivable	-	-	-	-	152,312	152,312
<b>Total Liabilities</b>	-	1,126	-	14,314	152,312	531,320
<b>Fund Balances:</b>						
Designated for Fund Purposes	<u>200,949</u>	<u>99,106</u>	<u>229,302</u>	<u>147,993</u>	<u>444,614</u>	<u>1,825,631</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 200,949</u>	<u>\$ 100,232</u>	<u>\$ 229,302</u>	<u>\$ 162,307</u>	<u>\$ 596,926</u>	<u>\$ 2,356,951</u>

**CHIPPEWA COUNTY, WISCONSIN  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
YEAR ENDING DECEMBER 31, 2010**

	Special Revenue Funds						
	Public Health	Nutrition and Aging	Shelter Care	State Aid Forestry	Dog Licenses	State Septic System Grants	Aging and Disability Resource Center
<b>REVENUES</b>							
Taxes	\$ -	\$ 92,287	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	916,166	422,285	-	54,188	-	37,383	545,292
Licenses and Permits	-	-	-	-	53,632	-	-
Jail Assessment Fees	-	-	-	-	-	-	-
Public Charges for Services	8,002	230,489	-	-	-	-	-
Interest	-	12	-	-	-	-	-
Sale of Property	-	10,587	-	-	-	-	-
Other	-	108,646	5,400	-	-	-	19,463
Total Revenues	<u>924,168</u>	<u>864,306</u>	<u>5,400</u>	<u>54,188</u>	<u>53,632</u>	<u>37,383</u>	<u>564,755</u>
<b>EXPENDITURES</b>							
Public Safety	-	-	-	-	-	-	-
Health and Human Services	896,818	849,783	282	-	53,632	-	542,294
Conservation and Development	-	-	-	60,406	-	37,383	-
Total Expenditures	<u>896,818</u>	<u>849,783</u>	<u>282</u>	<u>60,406</u>	<u>53,632</u>	<u>37,383</u>	<u>542,294</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	27,350	14,523	5,118	(6,218)	-	-	22,461
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers In:							
General Fund	-	75,646	-	-	-	-	-
Transfers Out:							
General Fund	-	-	-	-	-	-	-
Highway Department Fund	-	-	-	-	-	-	(3,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>75,646</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,000)</u>
<b>NET CHANGE IN FUND BALANCES</b>	27,350	90,169	5,118	(6,218)	-	-	19,461
Fund Balances, January 1	<u>56,191</u>	<u>363,931</u>	<u>21,398</u>	<u>36,567</u>	<u>1,000</u>	<u>-</u>	<u>88,700</u>
<b>FUND BALANCES, DECEMBER 31</b>	<u>\$ 83,541</u>	<u>\$ 454,100</u>	<u>\$ 26,516</u>	<u>\$ 30,349</u>	<u>\$ 1,000</u>	<u>\$ -</u>	<u>\$ 108,161</u>

**CHIPPEWA COUNTY, WISCONSIN  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED)  
YEAR ENDING DECEMBER 31, 2010**

	Special Revenue Funds (Continued)					Total Nonmajor Governmental Funds
	Land Management	Jail Assessment Fees	Land Conservation Stewardship Fund	Forest and Parks Quality of Life Fund	Economic Development	
<b>REVENUES</b>						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 92,287
Intergovernmental	300	-	-	325,398	-	2,301,012
Licenses and Permits	-	-	-	-	-	53,632
Jail Assessment Fees	-	68,388	-	-	-	68,388
Public Charges for Services	87,149	-	-	-	-	325,640
Interest	-	-	-	-	6,844	6,856
Sale of Property	-	-	-	-	-	10,587
Other	-	-	10,000	-	86,688	230,197
Total Revenues	<u>87,449</u>	<u>68,388</u>	<u>10,000</u>	<u>325,398</u>	<u>93,532</u>	<u>3,088,599</u>
<b>EXPENDITURES</b>						
Public Safety	-	69,928	-	-	-	69,928
Health and Human Services	-	-	-	-	-	2,342,809
Conservation and Development	61,151	-	86,100	356,095	-	601,135
Total Expenditures	<u>61,151</u>	<u>69,928</u>	<u>86,100</u>	<u>356,095</u>	<u>-</u>	<u>3,013,872</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	26,298	(1,540)	(76,100)	(30,697)	93,532	74,727
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In:						
General Fund	-	-	-	-	-	75,646
Transfers Out:						
General Fund	(89,037)	-	-	-	-	(89,037)
Highway Department Fund	(7,000)	-	-	-	-	(10,000)
Total Other Financing Sources (Uses)	<u>(96,037)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(23,391)</u>
<b>NET CHANGE IN FUND BALANCES</b>	(69,739)	(1,540)	(76,100)	(30,697)	93,532	51,336
Fund Balances, January 1	<u>270,688</u>	<u>100,646</u>	<u>305,402</u>	<u>178,690</u>	<u>351,082</u>	<u>1,774,295</u>
<b>FUND BALANCES, DECEMBER 31</b>	<u>\$ 200,949</u>	<u>\$ 99,106</u>	<u>\$ 229,302</u>	<u>\$ 147,993</u>	<u>\$ 444,614</u>	<u>\$ 1,825,631</u>

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
DETAILED BALANCE SHEET  
DECEMBER 31, 2010  
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2009)**

	2010	2009
<b>ASSETS</b>		
Treasurer's Cash and Investments	\$ 12,400,681	\$ 10,178,424
Departmental Cash	3,151	2,695
Taxes Receivable:		
Current Taxes Receivable	12,896,722	12,450,340
Delinquent Taxes Receivable	2,014,977	2,155,271
Tax Deeds Owned by County	4,012	6,211
Accounts Receivable	689,049	1,116,945
Due from Other Funds:		
ADRC Fund	14,628	-
Quality of Life Fund	14,314	-
Due from Fiduciary Funds	80,137	58,218
Long-Term Receivables:		
CRI Land Contract Receivable	1,164,579	1,236,203
CRI Note Receivable	76,250	90,833
Prepaid Items	2,361	8,967
	<b>\$ 29,360,861</b>	<b>\$ 27,304,107</b>
<b>LIABILITIES AND FUND BALANCE</b>		
<b>Liabilities:</b>		
Vouchers and Accounts Payable	\$ 497,526	\$ 502,625
Payroll Deductions	106,841	97,011
Due to Other Governmental Units	411,486	701,556
Deferred Revenues:		
Current Tax Levy	12,896,722	12,450,340
Long-Term Receivables	1,240,829	1,327,037
Other	169,527	102,768
Total Liabilities	15,322,931	15,181,337
<b>Fund Balance:</b>		
Reserved for:		
Delinquent Taxes	2,018,989	2,161,482
Prepaid Items	2,361	8,967
Unreserved, Designated	3,368,262	3,217,606
Unreserved, Undesignated	8,648,318	6,734,715
Total Fund Balance	14,037,930	12,122,770
	<b>\$ 29,360,861</b>	<b>\$ 27,304,107</b>
Total Liabilities and Fund Balance	<b>\$ 29,360,861</b>	<b>\$ 27,304,107</b>

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
STATEMENT OF CHANGES IN FUND BALANCE  
YEAR ENDED DECEMBER 31, 2010**

	Balance (Overdraft) 1/1/10	County Appropriations	Other Revenues	Fund Transfers				Total Available	Expenditures	Balance (Overdraft) 12/31/10
				General Fund		Other Funds				
				In	Out	In	Out			
<b>Designated Balances:</b>										
Mediation Program	\$ (167)	\$ 10,000	\$ 7,545	\$ -	\$ -	\$ -	\$ -	\$ 17,378	\$ 17,000	\$ 378
Youth Court Program	7,263	-	6,355	-	-	-	-	13,618	6,612	7,006
Family Court Counseling Fund	7,800	-	-	-	-	-	-	7,800	7,000	800
County Administrator	157,958	217,303	-	-	-	-	-	375,261	232,864	142,397
Copy Machine/Offset	21,710	-	26,970	-	-	-	-	48,680	28,172	20,508
Platbook/Roadmap Publishing	24,691	-	8,345	-	-	-	-	33,036	-	33,036
Courthouse	375,037	1,147,706	87,659	580,598	-	-	-	2,191,000	1,454,513	736,487
Insurance	265,872	13,232	45,664	-	-	-	-	324,768	102,167	222,601
Computer Equipment Outlay - Sales Tax	115,335	-	582	266,000	-	-	-	381,917	231,191	150,726
Register of Deeds Redaction	-	-	36,060	-	-	-	-	36,060	6,773	29,287
Snowmobile Patrol	52,623	9,147	6,783	-	-	-	-	68,553	14,755	53,798
Water Safety Patrol	23,813	18,064	179	-	-	-	-	42,056	17,823	24,233
All Terrain Vehicle Patrol	(2,140)	2,000	13,856	-	-	-	-	13,716	9,006	4,710
Rifle Range	8,543	4,650	6,516	-	-	-	-	19,709	5,349	14,360
Project D.A.R.E.	223	-	100	-	-	-	-	323	-	323
Special Grants - Emergency Government	27,761	-	26,834	-	-	-	-	54,595	48,934	5,661
Wireless 911 Grant	6,928	-	-	-	6,928	-	-	-	-	-
Environmental Site Assessment	121,553	-	-	-	-	-	-	121,553	-	121,553
Jail Canteen	24,917	-	149,674	-	-	-	-	174,591	138,482	36,109
Recycling	262,772	-	362,105	-	79,637	-	-	545,240	346,679	198,561
Health Clinics	42,897	-	49,663	-	-	-	-	92,560	44,320	48,240
Veterans' Relief	31,336	3,310	-	-	-	-	-	34,646	4,148	30,498
Building Inspection Fund	5,912	-	61,177	-	-	-	-	67,089	63,919	3,170
Snowmobile Trails - State Funded	13,818	-	177,280	-	-	-	-	191,098	175,869	15,229
All Terrain Vehicle Trails	29,949	-	8,745	-	-	-	-	38,694	1,380	37,314
Old Abe Trail	66,511	-	10,659	-	-	-	-	77,170	2,452	74,718
Targeted Runoff Management	9,386	-	(1,523)	-	-	-	-	7,863	-	7,863
Extension Education	94,344	-	28,733	-	-	-	-	123,077	70,848	52,229
Conservation Reserve Enhancement	69,704	7,575	142,537	-	40,000	-	-	179,816	151,321	28,495

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
STATEMENT OF CHANGES IN FUND BALANCE (CONTINUED)  
YEAR ENDED DECEMBER 31, 2010**

	Balance (Overdraft) 1/1/10	County Appropriations	Other Revenues	Fund Transfers				Total Available	Expenditures	Balance (Overdraft) 12/31/10
				General Fund		Other Funds				
				In	Out	In	Out			
<b>Designated Balances:</b> (Continued)										
County Parks Capital Improvements	\$ 111,576	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 111,576	\$ -	\$ 111,576
Forest Roads	-	-	6,766	-	-	-	-	6,766	13,677	(6,911)
Conservancy Trail	1,500	-	-	-	-	-	-	1,500	4,240	(2,740)
Environmental Impact Fee	21,217	-	5,558	-	18,000	-	-	8,775	-	8,775
Comprehensive Planning Project	147,759	-	(15,793)	228,000	-	-	-	359,966	-	359,966
SWIRM Grant	-	-	209,328	-	35,825	-	-	173,503	196,692	(23,189)
Duncan Creek Watershed	-	-	-	30,187	-	-	-	30,187	-	30,187
Stormwater Planning Grant	-	5,481	4,000	-	-	-	-	9,481	9,189	292
Special Conservation Projects	27,561	-	-	-	-	-	-	27,561	220	27,341
Wildlife Habitat Management	4,132	-	1,655	-	-	-	-	5,787	1,335	4,452
Wildlife Damage and Abatement	(2,871)	-	22,750	-	-	-	-	19,879	16,400	3,479
Gravel Pits	60,522	-	63,475	-	-	-	-	123,997	63,028	60,969
Economic Development	191,755	164,400	-	-	-	-	-	356,155	163,116	193,039
TMDL - Little Lake Wissota	12,117	-	10,000	-	-	-	-	22,117	628	21,489
Reserved for Contingencies	350,938	-	-	-	250,000	-	-	100,938	-	100,938
Carryovers:										
Finance Carryover	101,998	-	-	75,000	-	-	-	176,998	35,543	141,455
Register of Deeds	162,131	-	-	-	75,000	-	-	87,131	8,764	78,367
Maintenance	11,080	-	-	-	-	-	-	11,080	-	11,080
Sheriff Training and Equipment	148,564	-	47,001	63,610	-	-	-	259,175	113,046	146,129
Sheriff's Department SWAT Vehicle	1,278	-	-	-	-	-	-	1,278	-	1,278
<b>Total Designated Balances</b>	<b>3,217,606</b>	<b>1,602,868</b>	<b>1,617,238</b>	<b>1,243,395</b>	<b>505,390</b>	<b>-</b>	<b>-</b>	<b>7,175,717</b>	<b>3,807,455</b>	<b>3,368,262</b>
<b>Reserved for:</b>										
Delinquent Taxes	2,161,482	-	-	-	142,493	-	-	2,018,989	-	2,018,989
Prepayments	8,967	-	-	-	6,606	-	-	2,361	-	2,361
<b>Total Reserved Balances</b>	<b>2,170,449</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>149,099</b>	<b>-</b>	<b>-</b>	<b>2,021,350</b>	<b>-</b>	<b>2,021,350</b>
<b>Unreserved, Undesignated:</b>										
Highway Funding	-	3,501,413	1,784,300	-	-	-	-	5,285,713	5,285,713	-
General County	6,734,715	7,253,772	9,081,835	-	588,906	2,589,110	16,075	25,054,451	16,406,133	8,648,318
<b>Total General Fund Balance</b>	<b>\$ 12,122,770</b>	<b>\$ 12,358,053</b>	<b>\$ 12,483,373</b>	<b>\$ 1,243,395</b>	<b>\$ 1,243,395</b>	<b>\$ 2,589,110</b>	<b>\$ 16,075</b>	<b>\$ 39,537,231</b>	<b>\$ 25,499,301</b>	<b>\$ 14,037,930</b>

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)**

	2010			2009 Actual
	Final Budget	Actual	Variance - Positive (Negative)	
<b>REVENUES:</b>				
<b>Taxes:</b>				
General Property Taxes	\$ 12,358,053	\$ 12,358,053	\$ -	\$ 12,252,530
Payment in Lieu of Taxes	15,000	36,529	21,529	25,421
Forest Crop Taxes	7,000	13,946	6,946	13,316
Sales Taxes	100	131	31	135
Real Estate Transfer Fees - County Share	100,000	95,013	(4,987)	93,752
Interest on Taxes	250,000	432,445	182,445	309,944
Agricultural Land Conversion Penalty	1,000	464	(536)	989
Total Taxes	12,731,153	12,936,581	205,428	12,696,087
<b>Intergovernmental:</b>				
Shared Taxes from State	2,986,235	2,972,401	(13,834)	3,055,687
Tax Exempt Computer Aid	85,266	85,293	27	76,196
Election Aids	-	-	-	4,500
Guardian Ad Litem	54,657	55,156	499	54,657
Victim/Witness Program	66,950	79,099	12,149	74,103
Court Grant	221,602	221,582	(20)	223,572
Drug Abuse Program	8,000	10,644	2,644	2,360
Snowmobile Enforcement Patrol	9,700	6,022	(3,678)	8,091
Responsible Unit Grant	212,225	206,920	(5,305)	212,225
Recycling Grant	110,000	106,595	(3,405)	117,442
Clean Sweep Grant	24,000	23,500	(500)	17,488
Water Safety Patrol	15,400	-	(15,400)	18,302
All Terrain Vehicle Patrol	14,700	12,905	(1,795)	16,996
SARA Program	13,000	16,195	3,195	15,602
Emergency Government - Special Grants	51,580	55,239	3,659	7,430
Homeland Security Grants	-	128,200	128,200	35,754
Sheriff Capital Project Grant	-	-	-	15,376
Targeted Runoff Management Grants	-	-	-	37,558
Conservation Reserve Enhancement Program	195,920	140,972	(54,948)	32,363
County Parks Improvements Grant	9,603	-	(9,603)	3,163
Comprehensive Planning Grant	-	2,958	2,958	36,508
Planning Aids from Other Local Governments	-	-	-	1,500
SARA HAZMAT Equipment Grant	10,000	8,652	(1,348)	6,300
ARRA Energy Efficiency Grant	150,000	78,281	(71,719)	-
TMDL - Little Lake Wissota	-	10,000	10,000	-
Sheriff Department Justice Assistance Grant	24,750	21,724	(3,026)	21,739
Get Checking Program Grant	500	-	(500)	-
Police Training	28,000	35,662	7,662	14,787
Sheriff Department Grants	-	24,157	24,157	26,150

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)**

	2010		Variance - Positive (Negative)	2009 Actual
	Final Budget	Actual		
<b>REVENUES (CONTINUED)</b>				
<b>Intergovernmental: (Continued)</b>				
County Trunk Highways	\$ 1,268,263	\$ 1,268,263	\$ -	\$ 1,274,313
Federal Aid Secondary Projects	405,976	405,976	-	620,636
Local Road Improvement Program	110,061	110,061	-	340,340
Child Support	659,885	625,085	(34,800)	685,534
Veterans Service Officer	11,500	11,500	-	11,500
Snowmobile Trail Advances	90,400	177,680	87,280	84,447
All Terrain Vehicle Trails	6,750	8,130	1,380	12,533
Wildlife Habitat Management	1,655	1,655	-	3,311
Forest Administration	1,391	-	(1,391)	-
Forest Roads	7,203	6,766	(437)	7,204
State Aid - SWIRM	243,330	209,328	(34,002)	244,545
Conservation Projects	6,000	-	(6,000)	-
Old Abe Trail Project	-	-	-	18,254
PECFA Grant	20,000	-	(20,000)	-
Wildlife Damage Abatement	25,111	16,200	(8,911)	16,849
Land Conservation	16,494	5,639	(10,855)	-
Emergency Government	34,000	54,716	20,716	52,588
Total Intergovernmental	<u>7,200,107</u>	<u>7,203,156</u>	<u>3,049</u>	<u>7,507,903</u>
<b>Licenses and Permits:</b>				
Large Assembly Licenses	1,000	1,000	-	1,000
Marriage License Fees	11,000	9,180	(1,820)	7,040
Marriage License Fees for Social Services	7,000	6,960	(40)	7,860
Conservation License Fees	550	474	(76)	514
Environmental Impact Fees	-	5,558	5,558	8,339
Zoning Permits	147,381	164,006	16,625	154,951
Building Inspection Fees	52,000	61,177	9,177	64,930
Gravel Pit Permits	50,000	62,675	12,675	61,290
Occupational Driver's Licenses	80	240	160	160
Total Licenses and Permits	<u>269,011</u>	<u>311,270</u>	<u>42,259</u>	<u>306,084</u>
<b>Fines and Forfeits:</b>				
County Ordinance Forfeitures	110,635	113,566	2,931	117,333
County Share of State Fines and Forfeitures	113,402	83,241	(30,161)	107,717
Total Fines and Forfeits	<u>224,037</u>	<u>196,807</u>	<u>(27,230)</u>	<u>225,050</u>

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)**

	2010		Variance - Positive (Negative)	2009 Actual
	Final Budget	Actual		
<b>REVENUES (CONTINUED)</b>				
<b>Public Charges for Services:</b>				
County Clerk Fees	\$ 11,350	\$ 12,073	\$ 723	\$ 11,790
Anniversary Book Revenues	-	161	161	332
Treasurer Fees	4,300	2,281	(2,019)	3,437
Register of Deeds Fees	254,000	295,345	41,345	270,926
Uniform Address Fees	3,000	3,615	615	4,307
Surveyor Fees	7,350	5,463	(1,887)	6,602
Sign Replacement Revenues	7,000	5,008	(1,992)	5,353
Passport Revenues	30,000	27,050	(2,950)	32,550
Circuit Court Fees and Costs	160,000	178,409	18,409	179,535
Mediation Fees	7,000	7,545	545	7,320
Bond Forfeiture Revenues	10,000	7,285	(2,715)	2,350
Attorney Fee Reimbursements	25,000	41,883	16,883	30,557
Court Commissioner Reimbursements	500	734	234	407
Juvenile Legal Fees	1,500	1,145	(355)	1,243
Register in Probate Fees	21,000	19,552	(1,448)	19,707
Guardian Ad Litem Revenue	44,500	33,886	(10,614)	39,104
Guardianship Revenue	4,000	8,198	4,198	1,030
Probate Attorney Fees	-	1,051	1,051	1,217
Youth Court Program Fees	-	1,422	1,422	1,475
Restitution Surcharge Fees	21,000	13,607	(7,393)	14,608
Ignition Interlock Surcharge Fees	-	334	334	-
Chapter 51/55 Legal Fees	100	554	454	103
Prosecution Revenues	2,500	1,680	(820)	2,360
Sale of Maps and Plats - Forest and Parks	-	-	-	13,640
Sale of Maps and Plats	-	8,344	8,344	-
Sheriff Fees	75,000	81,716	6,716	73,106
Reserve Officers Revenues	159,078	134,090	(24,988)	167,493
Board of Prisoners - Huber	143,000	122,037	(20,963)	122,951
Jail Phone Revenues	30,000	27,316	(2,684)	32,644
Jail Canteen Fund	149,000	149,675	675	156,961
Electronic Monitoring Revenue	45,000	39,271	(5,729)	48,655
Range Usage Fees	2,500	6,515	4,015	3,952
DNA Testing Fee	500	3,404	2,904	920
Coroner Fees	20,000	20,375	375	19,225
All Terrain Vehicle Class Fees	400	950	550	1,710
Water Patrol Class Fees	400	180	(220)	510
Snowmobile Training Class Fees	500	760	260	450
Finger Printing Fees	-	-	-	665
Health Clinic Revenue	73,854	49,663	(24,191)	50,572
Home Nursing Revenue	1,390,715	1,338,988	(51,727)	1,801,223
Child Support Collections	25,000	18,522	(6,478)	18,967
Child Support Enforcement Fees	700	-	(700)	1,050
County Parks Revenue	146,000	155,344	9,344	147,615

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)**

	2010		Variance - Positive (Negative)	2009 Actual
	Final Budget	Actual		
<b>REVENUES (CONTINUED)</b>				
<b>Public Charges for Services: (Continued)</b>				
Trail Fee Revenues	\$ -	\$ 10,658	\$ 10,658	\$ 10,928
Tree Planter Rental Fees	500	561	61	328
University Extension Revenue	13,000	28,816	15,816	29,959
CREP Landowner Application Fees	650	325	(325)	585
CREP Easement Application Fees	1,410	1,240	(170)	1,160
Land Conservation - Engineering Services	1,100	-	(1,100)	1,600
Land Conservation - Technical Services	544	10,290	9,746	16,374
Land Conservation - Municipal Service Fee	4,000	4,000	-	4,000
Plan Review Fees	2,500	-	(2,500)	-
District Attorney Revenues	7,000	9,134	2,134	8,632
GET Checking Program Revenues	-	-	-	300
County Forest Revenues	245,500	156,877	(88,623)	208,560
Solid Waste Disposal	-	251	251	269
Solid Waste Tire Facility	16,000	12,958	(3,042)	14,338
Appliance Recycling Fees	18,600	-	(18,600)	-
Gravel Pit Mapping Fees	500	800	300	620
Community Well Water Fee	24,165	26,439	2,274	14,959
Veterans Relief Revenues	-	-	-	2,600
Recycling Revenues - Other	11,880	11,881	1	11,832
Total Public Charges for Services	3,223,096	3,099,661	(123,435)	3,625,666
<b>Intergovernmental Charges for Services:</b>				
Board of Prisoners from Other Governments	650,000	546,204	(103,796)	762,458
Information System Revenues	20,000	21,253	1,253	20,925
Transportation of Juveniles	-	413	413	129
Total Intergovernmental Charges for Services	670,000	567,870	(102,130)	783,512
<b>Miscellaneous:</b>				
Investment Income	575,000	281,933	(293,067)	519,543
Rent of County Offices and Buildings	4,950	3,914	(1,036)	6,170
Copy Machine/Offset Revenue	33,950	26,970	(6,980)	37,756
Clerk of Court Copy Machine Revenue	500	415	(85)	435
CRI Note Repayment	-	86,207	86,207	72,963
Sale of County Property	123,730	1,151	(122,579)	1,330
Sale of Sheriff Property	-	1,035	1,035	760
Profit on Tax Deed Sales	2,000	1,830	(170)	1,007
Insurance Recoveries	2,500	19,403	16,903	-
Insurance Dividends	30,025	26,261	(3,764)	18,809
Refund of Prior Years Expenses	-	1,350	1,350	1,496
Youth Court Program Donations	7,000	4,933	(2,067)	4,982
Land Conservation Private Grants and Donations	-	50,000	50,000	25,000
Focus on Energy Grants and Rebates	-	-	-	62,937
Sheriff Donations	-	600	600	-
Sundry Departmental Revenues	500	994	494	2,359
Land Conservation Revenue	500	1,126	626	419
Maintenance Miscellaneous Revenue	-	9,377	9,377	-
Emergency Government Miscellaneous Revenue	1,500	3,550	2,050	1,500
Forest and Parks Miscellaneous Revenue	-	5,032	5,032	393
Other Miscellaneous Revenues	-	-	-	29
Total Miscellaneous	782,155	526,081	(256,074)	757,888
<b>Total Revenues</b>	25,099,559	24,841,426	(258,133)	25,902,190

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)**

	2010		Variance - Positive (Negative)	2009 Actual
	Final Budget	Actual		
<b>EXPENDITURES</b>				
<b>General Government:</b>				
County Board	\$ 168,065	\$ 155,138	\$ 12,927	\$ 134,824
Circuit Court	1,195,621	1,188,865	6,756	1,124,904
Mediation Program	17,378	17,000	378 *	17,000
Register in Probate	89,140	87,872	1,268	87,717
Juvenile Court	171,598	170,142	1,456	161,669
Youth Court Program	13,618	6,612	7,006 *	6,150
Family Court Commissioner	26,500	25,805	695	24,646
Coroner	60,485	55,656	4,829	49,779
County Clerk	225,460	237,792	(12,332)	216,791
County Risk Management	20,288	16,732	3,556	-
County Administrator	375,261	232,864	142,397 *	192,739
Family Court Counseling Fund	7,800	7,000	800 *	7,000
Elections	53,960	46,821	7,139	33,652
Personnel	157,477	170,688	(13,211)	168,449
Information Systems	448,743	432,376	16,367	510,312
Copy Machine/Offset	48,680	28,172	20,508 *	43,798
Finance	282,340	272,008	10,332	253,110
Finance Carryover	176,998	35,543	141,455 *	48,002
Personal Property Chargeback Expenses	4,000	3,553	447	2,196
Assessments	2,100	813	1,287	2,181
County Treasurer	345,324	327,524	17,800	330,896
Independent Auditing	28,215	39,485	(11,270)	26,710
Special Accounting	7,611	7,611	-	7,611
District Attorney	347,763	344,858	2,905	310,130
Crime Victim/Witness Program	177,695	177,792	(97)	170,690
Corporate Counsel	249,156	246,597	2,559	262,993
Corporate Counsel Carryover	-	-	-	5,700
Register of Deeds	296,220	296,635	(415)	343,470
Register of Deeds Redaction Expenses	36,060	6,773	29,287 *	-
Register of Deeds Carryover	87,131	8,764	78,367 *	-
Land Records Program Local	57,328	56,360	968	57,328
Surveyor	78,879	78,281	598	85,496
Tax Deed Expense	1,500	1,287	213	362
Courthouse	2,191,000	1,454,513	736,487 *	1,609,909
Telephone System	2,000	2,754	(754)	2,796

\* Continuing Appropriation Account.

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)**

	2010		Variance - Positive (Negative)	2009 Actual
	Final Budget	Actual		
<b>EXPENDITURES (CONTINUED)</b>				
<b>General Government: (Continued)</b>				
Property and Liability Insurance	\$ 324,768	\$ 102,167	\$ 222,601 *	\$ 57,901
Maintenance Well Monitoring	-	-	-	52,000
Maintenance Carryover	11,080	-	11,080 *	-
Platbook/Roadmap Publishing	33,036	-	33,036 *	-
Sundry Department Expenses	3,680	1,421	2,259	5,896
Contingency	100,938	-	100,938 *	-
Uncollectible CRI Accounts Receivable	-	-	-	8,950
Computer Outlay	381,917	231,191	150,726 *	189,978
Total General Government	8,306,813	6,575,465	1,731,348	6,613,735
<b>Public Safety:</b>				
Sheriff	349,089	323,874	25,215	390,726
Investigations	560,371	498,481	61,890	497,868
Patrol	1,765,754	1,693,947	71,807	1,647,499
Sheriff Carryover - SWAT Vehicle	1,278	-	1,278 *	-
Sheriff's Department Training and Equipment	259,175	113,046	146,129 *	100,821
Reserve Officers	159,078	127,714	31,364	175,833
Snowmobile Patrol	68,553	14,755	53,798 *	10,823
Rifle Range	19,709	5,349	14,360 *	5,837
Water Safety Patrol	42,056	17,823	24,233 *	26,370
Civil Air Patrol	-	-	-	3,000
All Terrain Vehicle Trail Patrol	13,716	9,006	4,710 *	17,491
Police Radio	59,114	59,093	21	54,904
Project D.A.R.E.	323	-	323 *	-
Fire Suppression	5,000	-	5,000	1,650
Building Inspection Fund	67,089	63,919	3,170 *	67,180
Emergency Government	110,220	108,354	1,866	109,431
SARA Program (Hazardous Materials)	40,519	37,810	2,709	34,732
Special Grants - Emergency Government	54,595	48,934	5,661 *	7,430
Homeland Security Grants	-	128,200	(128,200)	36,255
Wireless 911 Grant	-	-	-	5,428
Environmental Site Assessment	121,553	-	121,553 *	-
County Jail	3,018,169	3,049,609	(31,440)	2,952,283
Jail Canteen Fund	174,591	138,482	36,109 *	150,270
Telecommunications	940,323	927,613	12,710	896,188
Uniform Addressing	91,255	87,817	3,438	84,257
Total Public Safety	7,921,530	7,453,826	467,704	7,276,276

\* Continuing Appropriation Account.

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)**

	2010		Variance - Positive (Negative)	2009 Actual
	Final Budget	Actual		
<b>EXPENDITURES (CONTINUED)</b>				
<b>Public Works:</b>				
County Trunk Highway System (see Schedule E-4)	\$ 5,285,713	\$ 5,285,713	\$ -	\$ 5,567,702
Recycling	545,240	346,679	198,561 *	355,964
Airport	119,147	119,147	-	116,811
Total Public Works	<u>5,950,100</u>	<u>5,751,539</u>	<u>198,561</u>	<u>6,040,477</u>
<b>Health and Human Services:</b>				
Public Health Nurse	618,931	618,931	-	763,967
Home Nursing Program	1,390,715	1,179,611	211,104	1,394,125
Health Clinics	92,560	44,320	48,240 *	40,932
Child Support	722,772	650,572	72,200	756,848
Veterans' Service Officer	155,278	135,291	19,987	136,128
Veterans' Relief	34,646	4,148	30,498 *	6,103
Care of Veterans' Graves	1,400	1,380	20	1,311
Total Health and Human Services	<u>3,016,302</u>	<u>2,634,253</u>	<u>382,049</u>	<u>3,099,414</u>
<b>Culture, Recreation and Education:</b>				
Grants to Public Libraries	633,698	633,698	-	628,190
Snowmobile Trails	191,098	175,869	15,229 *	84,447
All Terrain Vehicle Trails	38,694	1,380	37,314 *	2,700
University Extension	277,194	267,616	9,578	368,471
Old Abe Trail	77,170	2,452	74,718 *	10,122
Extension Education Programs	123,077	70,848	52,229 *	17,740
Farm Fresh Atlas	198	-	198	-
Total Culture, Recreation and Education	<u>1,341,129</u>	<u>1,151,863</u>	<u>189,266</u>	<u>1,111,670</u>
<b>Conservation and Development:</b>				
County Forestry Department	96,132	83,417	12,715	532,956
County Parks	382,966	367,448	15,518	-
Forest and Parks Capital Improvements	111,576	-	111,576 *	23,915
Forest Roads	6,766	13,677	(6,911) *	40,361
Environmental Impact Fee	8,775	-	8,775 *	-
Comprehensive Planning Project	359,966	-	359,966 *	71,523
Conservancy Trail Development	1,500	4,240	(2,740) *	-
Conservation Committee	700	446	254	700
Land Conservation	410,483	404,115	6,368	370,651

\* Continuing Appropriation Account.

**CHIPPEWA COUNTY, WISCONSIN  
GENERAL FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCE – BUDGET AND ACTUAL (CONTINUED)  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)**

	2010		Variance - Positive (Negative)	2009 Actual
	Final Budget	Actual		
<b>EXPENDITURES (CONTINUED)</b>				
<b>Conservation and Development: (Continued)</b>				
Lake Protection Grant	\$ 27,575	\$ 7,554	\$ 20,021	\$ 7,575
SWIRM Grant Expenditures	173,503	196,692	(23,189) *	242,295
Targeted Runoff Management	7,863	-	7,863 *	51,070
Stormwater Planning Grant	9,481	9,189	292 *	9,481
Special Conservation Projects	27,561	220	27,341 *	-
Wildlife Habitat Management	5,787	1,335	4,452 *	2,870
Wildlife Damage - Abatement Project	19,879	16,400	3,479 *	16,849
TMDL - Little Lake Wissota	22,117	628	21,489 *	32,458
Gravel Pits	123,997	63,028	60,969 *	39,101
Conservation Reserve Enhancement Program	179,816	151,321	28,495 *	39,558
Housing Authority	730	669	61	5,382
Zoning	434,017	421,590	12,427	421,092
Economic Development	356,155	163,116	193,039 *	213,498
Duncan Creek Watershed Project	30,187	-	30,187 *	-
Tourism Development	27,270	27,270	-	30,300
Total Conservation and Development	<u>2,824,802</u>	<u>1,932,355</u>	<u>892,447</u>	<u>2,151,635</u>
<b>Total Expenditures</b>	<u>29,360,676</u>	<u>25,499,301</u>	<u>3,861,375</u>	<u>26,293,207</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	(4,261,117)	(657,875)	3,603,242	(391,017)
<b>OTHER FINANCING SOURCES (USES)</b>				
<b>Transfers In:</b>				
Sales Tax Fund	1,819,249	1,819,249	-	1,615,422
Human Services Fund	568,286	568,286	-	1,640,650
Land Management Fund	89,037	89,037	-	-
Debt Service Fund	-	-	-	9,955
Health Insurance Fund	112,538	112,538	-	-
<b>Transfers Out:</b>				
Aging Fund	-	-	-	(96,997)
Human Services Fund	-	-	-	(132,685)
Highway Department Fund	-	-	-	(169,000)
Debt Service Fund	-	-	-	(150,253)
Health Insurance Fund	-	-	-	(105,758)
Flexible Benefits Fund	(16,075)	(16,075)	-	(16,075)
Total Other Financing Sources (Uses)	<u>2,573,035</u>	<u>2,573,035</u>	<u>-</u>	<u>2,595,259</u>
<b>NET CHANGE IN FUND BALANCE</b>	(1,688,082)	1,915,160	3,603,242	2,204,242
Fund Balance, January 1	<u>12,122,770</u>	<u>12,122,770</u>	<u>-</u>	<u>9,918,528</u>
<b>FUND BALANCE, DECEMBER 31</b>	<u>\$ 10,434,688</u>	<u>\$ 14,037,930</u>	<u>\$ 3,603,242</u>	<u>\$ 12,122,770</u>

\* Continuing Appropriation Account.

**CHIPPEWA COUNTY, WISCONSIN  
DEBT SERVICE FUND  
DETAILED BALANCE SHEET  
DECEMBER 31, 2010  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009)**

	CRI Debt Issue	Refunding Bond Issue	Unfunded Liabilities	Totals	
				2010	2009
<b>ASSETS</b>					
Treasurer's Cash and Investments	\$ -	\$ 2,774,663	\$ 1,540,577	\$ 4,315,240	\$ 4,011,287
Taxes Receivable	150,253	-	-	150,253	150,253
Accounts Receivable	-	30,089	-	30,089	3,667
<b>Total Assets</b>	<b>\$ 150,253</b>	<b>\$ 2,804,752</b>	<b>\$ 1,540,577</b>	<b>\$ 4,495,582</b>	<b>\$ 4,165,207</b>
<b>LIABILITIES AND FUND BALANCE</b>					
<b>Liabilities:</b>					
Deferred Revenue	\$ 150,253	\$ -	\$ -	\$ 150,253	\$ 150,253
<b>Fund Balance:</b>					
Reserved for Debt Retirement	-	2,804,752	-	2,804,752	2,479,633
Unreserved, Designated for Debt Retirement	-	-	1,540,577	1,540,577	1,535,321
<b>Total Fund Balance</b>	<b>-</b>	<b>2,804,752</b>	<b>1,540,577</b>	<b>4,345,329</b>	<b>4,014,954</b>
<b>Total Liabilities and Fund Balance</b>	<b>\$ 150,253</b>	<b>\$ 2,804,752</b>	<b>\$ 1,540,577</b>	<b>\$ 4,495,582</b>	<b>\$ 4,165,207</b>

**CHIPPEWA COUNTY, WISCONSIN  
DEBT SERVICE FUND  
DETAILED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2009)**

	CRI Debt Issue	Refunding Bond Issue	Unfunded Liabilities	Totals	
				2010	2009
<b>REVENUES</b>					
General Property Taxes	\$ 150,253	\$ -	\$ -	\$ 150,253	\$ 2,462
Investment Income	-	56,493	5,256	61,749	32,474
Total Revenues	150,253	56,493	5,256	212,002	34,936
<b>EXPENDITURES</b>					
Principal Retirement	116,560	910,000	-	1,026,560	992,065
Interest Payments	33,693	343,508	-	377,201	413,021
Total Expenditures	150,253	1,253,508	-	1,403,761	1,405,086
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	-	(1,197,015)	5,256	(1,191,759)	(1,370,150)
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfer In from Sales Tax Fund	-	1,522,134	-	1,522,134	1,517,116
Transfer In from General Fund	-	-	-	-	150,253
Transfer Out to General Fund	-	-	-	-	(9,955)
Total Other Financing Sources (Uses)	-	1,522,134	-	1,522,134	1,657,414
<b>NET CHANGE IN FUND BALANCE</b>	-	325,119	5,256	330,375	287,264
Fund Balance, January 1	-	2,479,633	1,535,321	4,014,954	3,727,690
<b>FUND BALANCE, DECEMBER 31</b>	<b>\$ -</b>	<b>\$ 2,804,752</b>	<b>\$ 1,540,577</b>	<b>\$ 4,345,329</b>	<b>\$ 4,014,954</b>

**CHIPPEWA COUNTY, WISCONSIN  
FARM LAND DEVELOPMENT ENTERPRISE FUND  
BALANCE SHEET  
DECEMBER 31, 2010  
(WITH COMPARATIVE AMOUNTS FOR DECEMBER 31, 2009)**

	<u>2010</u>	<u>2009</u>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Treasurer's Cash	\$ 270,524	\$ 343,742
Investment of Land Sales Proceeds	158,645	157,738
Accounts Receivable	<u>109,878</u>	<u>109,878</u>
Total Current Assets	539,047	611,358
<b>Noncurrent Assets:</b>		
Property Held for Resale:		
Land	90,871	90,871
Land Improvements	1,739,513	1,739,513
Capital Assets:		
Land	<u>22,653</u>	<u>22,653</u>
Total Noncurrent Assets	<u>1,853,037</u>	<u>1,853,037</u>
Total Assets	<u><u>\$ 2,392,084</u></u>	<u><u>\$ 2,464,395</u></u>
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Special Deposits	\$ 4,589	\$ 4,589
<b>NET ASSETS</b>		
Invested in Capital Assets	22,653	22,653
Unrestricted	<u>2,364,842</u>	<u>2,437,153</u>
Total Net Assets	<u>2,387,495</u>	<u>2,459,806</u>
Total Liabilities and Net Assets	<u><u>\$ 2,392,084</u></u>	<u><u>\$ 2,464,395</u></u>

**CHIPPEWA COUNTY, WISCONSIN  
FARM LAND DEVELOPMENT ENTERPRISE FUND  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)**

	<u>2010</u>	<u>2009</u>
<b>OPERATING REVENUES:</b>		
Charges for Services	\$ 3,000	\$ 259,915
Other Miscellaneous Revenues	500	500
Total Operating Revenues	<u>3,500</u>	<u>260,415</u>
<b>OPERATING EXPENSES</b>	<u>76,718</u>	<u>115,416</u>
<b>OPERATING INCOME (LOSS)</b>	(73,218)	144,999
<b>NONOPERATING REVENUES (EXPENSES):</b>		
Interest Revenue	907	1,245
Interest Expense	-	(2,497)
Total Nonoperating Revenues (Expenses)	<u>907</u>	<u>(1,252)</u>
<b>CHANGE IN NET ASSETS</b>	(72,311)	143,747
Net Assets, January 1	<u>2,459,806</u>	<u>2,316,059</u>
<b>NET ASSETS, DECEMBER 31</b>	<u><u>\$ 2,387,495</u></u>	<u><u>\$ 2,459,806</u></u>

**CHIPPEWA COUNTY, WISCONSIN**  
**FARM LAND DEVELOPMENT ENTERPRISE FUND**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED DECEMBER 31, 2010**  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)

	2010	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash Received from the Sale of County Property and Deposits	\$ 3,500	\$ 335,043
Cash Paid for Goods and Services	(76,718)	(70,226)
Net Cash Provided (Used) by Operating Activities	(73,218)	264,817
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Repayment of Interfund Loan	-	(100,000)
Cash Paid for Interest on Advance from General Fund	-	(2,497)
Net Cash Provided (Used) by Capital and Related Financing Activities	-	(102,497)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest Received on Investments	907	1,245
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(72,311)	163,565
<b>CASH AND CASH EQUIVALENTS, JANUARY 1</b>	501,480	337,915
<b>CASH AND CASH EQUIVALENTS, DECEMBER 31</b>	\$ 429,169	\$ 501,480
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>		
Operating Income (Loss)	\$ (73,218)	\$ 144,999
Adjustment to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:		
Cost Basis of Land and Land Improvements Sold	-	45,190
Change in Assets and Liabilities:		
Decrease in Accounts Receivable	-	74,628
Net Cash Provided (Used) by Operating Activities	\$ (73,218)	\$ 264,817
<b>RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS:</b>		
Cash and Investments per Schedule D-1:		
Treasurer's Cash	\$ 270,524	\$ 343,742
Investment of Land Sales Proceeds	158,645	157,738
Cash and Cash Equivalents per Schedule D-3	\$ 429,169	\$ 501,480

**CHIPPEWA COUNTY, WISCONSIN  
INTERNAL SERVICE FUNDS  
COMBINING BALANCE SHEET  
DECEMBER 31, 2010  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009)**

	Highway Department	Self-Funded Workers Compensation	Self-Funded Health Insurance	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
						2010	2009
<b>ASSETS</b>							
<b>Current Assets:</b>							
Treasurer's Cash and Investments	\$ 2,199,499	\$ 784,117	\$ 1,748,836	\$ 115,613	\$ 81,317	\$ 4,929,382	\$ 4,679,301
Restricted Cash and Investments	-	-	-	-	-	-	1,034,035
Departmental Cash - Petty Cash	250	-	-	-	-	250	250
Cash and Investments Held by Fiscal Agent	-	-	-	254,083	-	254,083	149,583
Accounts Receivable	401,912	1,101	-	71,384	-	474,397	224,347
Due from Other Governmental Units	1,445,088	-	-	-	-	1,445,088	2,177,569
Inventories	2,147,615	-	-	-	-	2,147,615	2,026,498
Prepaid Items	40,540	-	-	-	-	40,540	30,650
<b>Total Current Assets</b>	<b>6,234,904</b>	<b>785,218</b>	<b>1,748,836</b>	<b>441,080</b>	<b>81,317</b>	<b>9,291,355</b>	<b>10,322,233</b>
<b>Noncurrent Assets:</b>							
<b>Capital Assets:</b>							
Not Being Depreciated	92,696	-	-	-	-	92,696	92,696
Being Depreciated	25,491,246	-	-	-	-	25,491,246	24,873,440
Accumulated Depreciation	(13,533,913)	-	-	-	-	(13,533,913)	(12,545,206)
Investment in Public-Entity Risk Pool (WMMIC)	-	-	-	750,327	-	750,327	750,327
<b>Total Noncurrent Assets</b>	<b>12,050,029</b>	<b>-</b>	<b>-</b>	<b>750,327</b>	<b>-</b>	<b>12,800,356</b>	<b>13,171,257</b>
<b>Total Assets</b>	<b>\$ 18,284,933</b>	<b>\$ 785,218</b>	<b>\$ 1,748,836</b>	<b>\$ 1,191,407</b>	<b>\$ 81,317</b>	<b>\$ 22,091,711</b>	<b>\$ 23,493,490</b>

**CHIPPEWA COUNTY, WISCONSIN**  
**INTERNAL SERVICE FUNDS**  
**COMBINING BALANCE SHEET (CONTINUED)**  
**DECEMBER 31, 2010**  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009)

	Highway Department	Self-Funded Workers' Compensation	Self-Funded Health Insurance	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
						2010	2009
<b>LIABILITIES:</b>							
<b>Current Liabilities:</b>							
Accounts Payable	\$ 125,832	\$ 1,526	\$ 117,487	\$ 507	\$ 22,929	\$ 268,281	\$ 317,655
Present Value of Unpaid Losses	-	878,543	270,000	387,798	-	1,536,341	1,491,769
Deferred Cost Pool Revenues	7	-	-	-	-	7	19,067
Current Portion of Early Retirement Incentive	-	-	-	-	-	-	31,596
Current Portion of Employee Leave Liability	244,811	-	-	-	-	244,811	239,745
Total Current Liabilities	<u>370,650</u>	<u>880,069</u>	<u>387,487</u>	<u>388,305</u>	<u>22,929</u>	<u>2,049,440</u>	<u>2,099,832</u>
<b>Long-Term Liabilities</b>							
<b>(Net of Current Portion):</b>							
Other Postemployment Benefits Payable	60,274	-	-	-	-	60,274	72,751
Early Retirement Incentive	-	-	-	-	-	-	63,192
Estimated Employee Leave Liability	690,408	-	-	-	-	690,408	665,042
Total Long-Term Liabilities	<u>750,682</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>750,682</u>	<u>800,985</u>
Total Liabilities	1,121,332	880,069	387,487	388,305	22,929	2,800,122	2,900,817
<b>NET ASSETS:</b>							
Invested in Capital Assets	12,050,029	-	-	-	-	12,050,029	12,420,930
Restricted	-	-	-	750,327	-	750,327	1,784,362
Unrestricted	5,113,572	(94,851)	1,361,349	52,775	58,388	6,491,233	6,387,381
Total Net Assets	<u>17,163,601</u>	<u>(94,851)</u>	<u>1,361,349</u>	<u>803,102</u>	<u>58,388</u>	<u>19,291,589</u>	<u>20,592,673</u>
Total Liabilities and Net Assets	<u>\$ 18,284,933</u>	<u>\$ 785,218</u>	<u>\$ 1,748,836</u>	<u>\$ 1,191,407</u>	<u>\$ 81,317</u>	<u>\$ 22,091,711</u>	<u>\$ 23,493,490</u>

**CHIPPEWA COUNTY, WISCONSIN**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**YEAR ENDED DECEMBER 31, 2010**  
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2009)

	Highway Department	Self-Funded Workers' Compensation	Self-Funded Health Insurance	Self-Funded Liability Insurance	Flexible Benefits Fund	Totals	
						2010	2009
<b>OPERATING REVENUES</b>	\$ 10,277,249	\$ 353,530	\$ 5,668,780	\$ 102,818	\$ 600,163	\$ 17,002,540	\$ 16,785,927
<b>OPERATING EXPENSES</b>	11,444,021	465,835	5,841,554	156,165	606,374	18,513,949	20,100,873
<b>OPERATING INCOME (LOSS)</b>	(1,166,772)	(112,305)	(172,774)	(53,347)	(6,211)	(1,511,409)	(3,314,946)
<b>NONOPERATING REVENUES (EXPENSES):</b>							
Interest Revenue	20,366	2,857	11,472	8,683	-	43,378	64,292
Dividend Revenue	-	-	-	71,384	-	71,384	73,576
Disposition of Assets	13,896	-	-	-	-	13,896	21,214
Insurance Recoveries	-	-	-	-	-	-	2,113
Revenue from Jurisdictional Transfer	-	-	-	-	-	-	269,973
Nonoperating Depreciation	(20,386)	-	-	-	-	(20,386)	(34,660)
Total Nonoperating Revenues (Expenses)	13,876	2,857	11,472	80,067	-	108,272	396,508
<b>INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS</b>	(1,152,896)	(109,448)	(161,302)	26,720	(6,211)	(1,403,137)	(2,918,438)
<b>CONTRIBUTIONS AND TRANSFERS:</b>							
Contributions from State	28,516	-	-	-	-	28,516	-
Contributions from County	-	-	-	-	-	-	5,685
Transfers from General Fund	-	-	-	-	16,075	16,075	290,833
Transfer from Aging Fund	-	-	-	-	-	-	3,000
Transfer from ADRC Fund	3,000	-	-	-	-	3,000	-
Transfer from Human Service Fund	-	-	-	-	-	-	55,775
Transfer from Sales Tax Fund	160,000	-	-	-	-	160,000	682,171
Transfer from Land Records Fund	7,000	-	-	-	-	7,000	7,000
Transfers to General Fund	-	-	(112,538)	-	-	(112,538)	-
Total Contributions and Transfers	198,516	-	(112,538)	-	16,075	102,053	1,044,464
<b>CHANGE IN NET ASSETS</b>	(954,380)	(109,448)	(273,840)	26,720	9,864	(1,301,084)	(1,873,974)
Net Assets, January 1	18,117,981	14,597	1,635,189	776,382	48,524	20,592,673	22,466,647
<b>NET ASSETS, DECEMBER 31</b>	\$ 17,163,601	\$ (94,851)	\$ 1,361,349	\$ 803,102	\$ 58,388	\$ 19,291,589	\$ 20,592,673

**CHIPPEWA COUNTY, WISCONSIN  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009)**

	Highway	Self-Funded	Self-Funded	Self-Funded	Flexible	Totals	
	Department	Workers' Compensation	Health Insurance	Liability Insurance	Benefits Fund	2010	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>							
Cash Received for Goods and Services:							
County/Departments	\$ 5,387,571	\$ 333,752	\$ 5,080,860	\$ 70,207	\$ -	\$ 10,872,390	\$ 10,961,445
Third Parties	5,370,119	-	300	-	-	5,370,419	4,685,587
Cash Received from Employees	-	-	587,620	-	600,163	1,187,783	1,261,808
Cash Payments for Goods and Services	(5,032,595)	(24,047)	(57,005)	(5,312)	(4,891)	(5,123,850)	(5,723,469)
Cash Payments for Employee Services	(5,307,166)	(6,657)	(53,260)	(6,659)	-	(5,373,742)	(6,098,674)
Cash Payments for Insurance Claims	-	(424,566)	(4,996,738)	(15,340)	(595,820)	(6,032,464)	(5,580,399)
Cash Payments for Insurance Premiums	-	(16,709)	(681,054)	(94,478)	-	(792,241)	(750,743)
Net Cash Provided (Used) by Operating Activities	417,929	(138,227)	(119,277)	(51,582)	(548)	108,295	(1,244,445)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>							
Transfer from General Fund	-	-	-	-	16,075	16,075	290,833
Transfer from Human Services Fund	-	-	-	-	-	-	55,775
Transfer from Aging Fund	-	-	-	-	-	-	3,000
Transfer from ADRC Fund	3,000	-	-	-	-	3,000	-
Transfer from Sales Tax Fund	160,000	-	-	-	-	160,000	682,171
Transfer from Land Management Fund	7,000	-	-	-	-	7,000	7,000
Transfer to General Fund	-	-	(112,538)	-	-	(112,538)	-
Net Cash Provided (Used) by Noncapital Financing Activities	170,000	-	(112,538)	-	16,075	73,537	1,038,779
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>							
Cash Received from Salvage of Capital Assets	28,237	-	-	-	-	28,237	79,801
Cash Received from Insurance Recoveries	-	-	-	-	-	-	2,113
Cash Payments for Acquisition and Major Repairs of Capital Assets	(1,006,477)	-	-	-	-	(1,006,477)	(1,265,409)
Net Cash Used for Capital and Related Financing Activities	(978,240)	-	-	-	-	(978,240)	(1,183,495)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>							
Interest and Dividends Received on Investments	20,366	2,857	11,472	82,259	-	116,954	138,456
Redemption of Investments	-	-	-	-	-	-	680,000
Net Cash Provided by Investing Activities	20,366	2,857	11,472	82,259	-	116,954	818,456
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(369,945)	(135,370)	(220,343)	30,677	15,527	(679,454)	(570,705)
<b>CASH AND CASH EQUIVALENTS, JANUARY 1</b>	2,569,694	919,487	1,969,179	339,019	65,790	5,863,169	6,433,874
<b>CASH AND CASH EQUIVALENTS, DECEMBER 31</b>	\$ 2,199,749	\$ 784,117	\$ 1,748,836	\$ 369,696	\$ 81,317	\$ 5,183,715	\$ 5,863,169

**CHIPPEWA COUNTY, WISCONSIN  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)  
YEAR ENDED DECEMBER 31, 2010  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009)**

	Highway	Self-Funded	Self-Funded	Self-Funded	Flexible	Totals	
	Department	Workers Compensation	Health Insurance	Liability Insurance	Benefits Fund	2010	2009
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>							
Operating Income (Loss)	\$ (1,166,772)	\$ (112,305)	\$ (172,774)	\$ (53,347)	\$ (6,211)	\$ (1,511,409)	\$ (3,314,946)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:							
Operating Depreciation	1,371,167	-	-	-	-	1,371,167	1,339,149
Revenue from Jurisdictional Transfer	-	-	-	-	-	-	269,973
(Increase) Decrease in Assets:							
Accounts Receivable	(252,040)	(202)	-	-	-	(252,242)	44,470
Due from Other Governments	732,481	-	-	-	-	732,481	(130,114)
Materials and Supplies	(121,117)	-	-	-	-	(121,117)	4,332
Prepaid Items	(9,890)	-	-	-	-	(9,890)	(30,650)
Increase (Decrease) in Liabilities:							
Accounts Payable	(40,007)	(13,034)	(2,503)	507	5,663	(49,374)	(61,362)
Present Value of Unpaid Losses	-	(12,686)	56,000	1,258	-	44,572	568,048
Deferred Cost Pool Revenues	(19,060)	-	-	-	-	(19,060)	(221,778)
Early Retirement Benefits	(94,788)	-	-	-	-	(94,788)	94,788
Other Postemployment Benefits	(12,477)	-	-	-	-	(12,477)	72,751
Unused Vested Employee Benefits	30,432	-	-	-	-	30,432	120,894
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 417,929</b>	<b>\$ (138,227)</b>	<b>\$ (119,277)</b>	<b>\$ (51,582)</b>	<b>\$ (548)</b>	<b>\$ 108,295</b>	<b>\$ (1,244,445)</b>
<b>RECONCILIATION OF CASH AND INVESTMENTS TO CASH AND CASH EQUIVALENTS:</b>							
Cash and Investments per Schedule E-1:							
Cash and Investments - Unrestricted	\$ 2,199,749	\$ 784,117	\$ 1,748,836	\$ 369,696	\$ 81,317	\$ 5,183,715	\$ 4,829,134
Cash and Investments - Restricted	-	-	-	-	-	-	1,034,035
<b>Cash and Cash Equivalents per Schedule E-3</b>	<b>\$ 2,199,749</b>	<b>\$ 784,117</b>	<b>\$ 1,748,836</b>	<b>\$ 369,696</b>	<b>\$ 81,317</b>	<b>\$ 5,183,715</b>	<b>\$ 5,863,169</b>

**CHIPPEWA COUNTY, WISCONSIN**  
**HIGHWAY DEPARTMENT INTERNAL SERVICE FUND**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**YEAR ENDED DECEMBER 31, 2010**  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)

	2010	2009
<b>OPERATING REVENUES:</b>		
Charges for Services:		
County Highway Maintenance and Construction [1]	\$ 5,285,713	\$ 5,567,702
State Highway Maintenance and Construction	2,209,970	2,120,727
Local Districts	1,750,379	1,317,466
County Departments	101,858	178,983
Non-Governmental Customers	264,517	584,495
Non-Highway Fleet	62,966	27,439
Miscellaneous:		
Other Revenue from State:		
Records, Reports and Supervision	341,246	258,843
Equipment Storage	141,677	126,623
Gravel Pit Sales	111,703	-
Miscellaneous Highway Revenues	7,220	19,561
Total Operating Revenues	10,277,249	10,201,839
<b>OPERATING EXPENSES:</b>		
Administration and General:		
Administration	398,453	404,660
Patrol Superintendent	143,273	132,672
Engineering Technician	(13,375)	28,398
Radio Expense	5,815	5,794
Public Liability Insurance	21,340	20,417
Transportation Cost Pools:		
Machinery Operations	(19,038)	15,618
Gravel Pits and Quarries	(33,081)	42,987
Bituminous Operations	(13,500)	(121,074)
Services Provided:		
County:		
General Maintenance	1,962,508	1,567,510
Reconstruction and Betterments	2,773,646	3,631,596
Winter Maintenance	921,504	1,283,086
Bridge Construction	259,121	396,632
East Bridge Project	7,031	16,088
State:		
Highway Maintenance and Betterments	2,209,971	2,120,727
Equipment Storage	141,677	126,623
Salt Storage	3,006	6,841
County Aid Bridge Construction	38,652	44,723
Local Districts	1,750,379	1,317,466
Local Departments	101,858	178,983
Non-Governmental Customers	393,168	1,060,853
Amortization of State Contributions Included Above	31,045	28,809
Net Change in Accrued Employee Leave Liability	2,163	64,297
Net Change in Other Postemployment Benefits Liability	(75,669)	72,751
Non-Highway Fleet	434,074	427,061
Total Operating Expenses	11,444,021	12,873,518

**CHIPPEWA COUNTY, WISCONSIN**  
**HIGHWAY DEPARTMENT INTERNAL SERVICE FUND**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS (CONTINUED)**  
**YEAR ENDED DECEMBER 31, 2010**  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)

	2010	2009
<b>NONOPERATING REVENUES (EXPENSES):</b>		
Interest Income	\$ 20,366	\$ 37,399
Revenue from Jurisdictional Transfer #861	-	269,973
Gain (Loss) on Disposition of Assets - Non-Highway Fleet	13,896	21,214
Insurance Recoveries - Non-Highway Fleet	-	2,113
Depreciation on Building Space Occupied by Other County Departments	(20,386)	(34,660)
Total Nonoperating Revenues (Expenses)	13,876	296,039
 <b>LOSS BEFORE CONTRIBUTIONS AND TRANSFERS</b>	 (1,152,896)	 (2,375,640)
 <b>CONTRIBUTIONS AND TRANSFERS:</b>		
Contributions from State	28,516	-
Contributions from County	-	5,685
Transfer from General Fund	-	169,000
Transfer from Aging Fund	-	3,000
Transfer from ADRC Fund	3,000	-
Transfer from Human Services Fund	-	55,775
Transfer from Sales Tax Fund	160,000	682,171
Transfer from Land Management Fund	7,000	7,000
Total Contributions and Interfund Transfers	198,516	922,631
 <b>CHANGE IN NET ASSETS</b>	 (954,380)	 (1,453,009)
 Net Assets, January 1	 18,117,981	 19,570,990
 <b>NET ASSETS, DECEMBER 31</b>	 \$ 17,163,601	 \$ 18,117,981

[1] Charges for County Maintenance and Construction Consists of the Following Payments from the General Fund:

County Appropriations	\$ 3,501,413	\$ 3,332,413
State Transportation Aids	1,268,263	1,274,313
State Local Road Improvement Program Aid	110,061	340,340
Federal Aid Secondary Revenues	405,976	620,636
	\$ 5,285,713	\$ 5,567,702

**CHIPPEWA COUNTY, WISCONSIN**  
**SELF-FUNDED LIABILITY INSURANCE INTERNAL SERVICE FUND**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**YEAR ENDED DECEMBER 31, 2010**  
(WITH COMPARATIVE AMOUNTS FOR YEAR ENDED DECEMBER 31, 2009)

	2010	2009
<b>REVENUES:</b>		
Charges to County	\$ 70,207	\$ 70,754
Insurance Recoveries	32,611	2,144
Interest Earnings on Funds Held by WMMIC	8,683	5,076
Dividend from WMMIC	71,384	73,576
Total Revenues	182,885	151,550
<b>EXPENSES:</b>		
Insurance Premiums Paid WMMIC	127,089	123,116
Claims Expenses - WMMIC	3,179	21,802
Net Increase (Decrease) in Year-end Present Value of Unpaid Claims - WMMIC	1,258	136,902
Claims Expenses - Other	24,639	50,307
Total Expenses	156,165	332,127
<b>CHANGE IN NET ASSETS</b>	26,720	(180,577)
Net Assets, January 1	776,382	956,959
<b>NET ASSETS, DECEMBER 31</b>	\$ 803,102	\$ 776,382

**CHIPPEWA COUNTY, WISCONSIN  
AGENCY FUNDS  
COMBINING BALANCE SHEET  
DECEMBER 31, 2010  
(WITH COMPARATIVE TOTALS FOR DECEMBER 31, 2009)**

	Tax Agency	Treasurer	Clerk of Courts	Human Services	Sheriff	Register of Deeds	Timber Bond Performance Deposits	Totals	
								2010	2009
<b>ASSETS</b>									
Treasurer's Cash and Investments	\$ -	\$ 345,275	\$ -	\$ -	\$ -	\$ -	\$ 27,847	\$ 373,122	\$ 342,408
Departmental Cash and Investments	-	-	314,046	2,377	24,861	109,082	-	450,366	514,238
Taxes Receivable:									
Current Apportionment	776,103	-	-	-	-	-	-	776,103	770,716
Accounts Receivable	-	-	-	-	-	-	2,542	2,542	-
Due from Departmental Agency Funds	-	161,820	-	-	-	-	-	161,820	160,738
<b>Total Assets</b>	<b>\$ 776,103</b>	<b>\$ 507,095</b>	<b>\$ 314,046</b>	<b>\$ 2,377</b>	<b>\$ 24,861</b>	<b>\$ 109,082</b>	<b>\$ 30,389</b>	<b>\$ 1,763,953</b>	<b>\$ 1,788,100</b>
<b>LIABILITIES</b>									
Due to Other Governmental Units:									
State	\$ 776,103	\$ 462,688	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,238,791	\$ 1,201,221
Districts	-	22,355	-	-	-	-	-	22,355	26,804
Due to Other Funds	-	-	47,431	-	-	51,439	-	98,870	73,393
Due Treasurer's Agency Fund	-	-	123,908	-	-	37,912	-	161,820	160,738
Special Deposits	-	22,052	142,707	2,377	24,861	19,731	30,389	242,117	325,944
<b>Total Liabilities</b>	<b>\$ 776,103</b>	<b>\$ 507,095</b>	<b>\$ 314,046</b>	<b>\$ 2,377</b>	<b>\$ 24,861</b>	<b>\$ 109,082</b>	<b>\$ 30,389</b>	<b>\$ 1,763,953</b>	<b>\$ 1,788,100</b>