

KANSAS PUBLIC WATER SUPPLY LOAN FUND

ANNUAL REPORT

for

FISCAL YEAR 2010

Kansas Department of Health and Environment
Division of Environment
Bureau of Water

as required by K.S.A. 65-163k

September 30, 2010



TABLE OF CONTENTS

I.	Introduction	1
II.	Program Description	1
III.	Goals and Objectives	3
IV.	Loan Fund Activity	6
V.	Set-Aside Activities	9
VI.	Fund Financial Status	13
VII.	Compliance With Assurances and Grant Conditions	15

TABLE OF CONTENTS (Continued)

FIGURES

1.	EPA Grants vs. State Match	1
2.	KPWSLF Loan Fund Amounts	6
3.	KPWSLF # of Loan Agreements	7
4.	Total Set Asides	9
5.	Administration Set Aside	10
6.	Technical Assistance Set Aside	10
7.	State Program Management Set Aside	11
8.	Other Authorized Activities Set Aside	12
9.	FY 2010 New Sources	13
10	Cumulative Sources	13

TABLES

1.	New Loan Descriptions	7
2.	Projects Removed from Project Priority List	9
3.	State Program Management Set-Aside Match Calculation	12

EXHIBITS

1.	Statement of Net Assets	
2.	Statement of Revenues, Expenses, and Changes in Fund Net Assets	
3.	Statement of Cash Flows	
4.	Supplemental Schedules of Investments, Accounts Receivable and Accounts Payable	
5a.	New Projects Receiving Financial Assistance	
5b.	Kansas Map-Location of New Projects	
6.	Schedule of Loan Disbursements, Recorded Expenses for Set Asides, and ACH Draws for Set Asides	
7a.	Schedule of Completed Projects	
7b.	Schedule of Projects Started	
8a.	Cumulative Project Status	
8b.	Kansas Map- Location of All Projects	
9.	Project Activity by Quarters	
10.	Schedule of Cumulative Federal Awards	
11.	Leveraged Reserve Grant Draw Transactions	
12.	State Match and Associated Grants	
13.	Project Priority List	
14.	Independent Auditor's Report	

I. Introduction

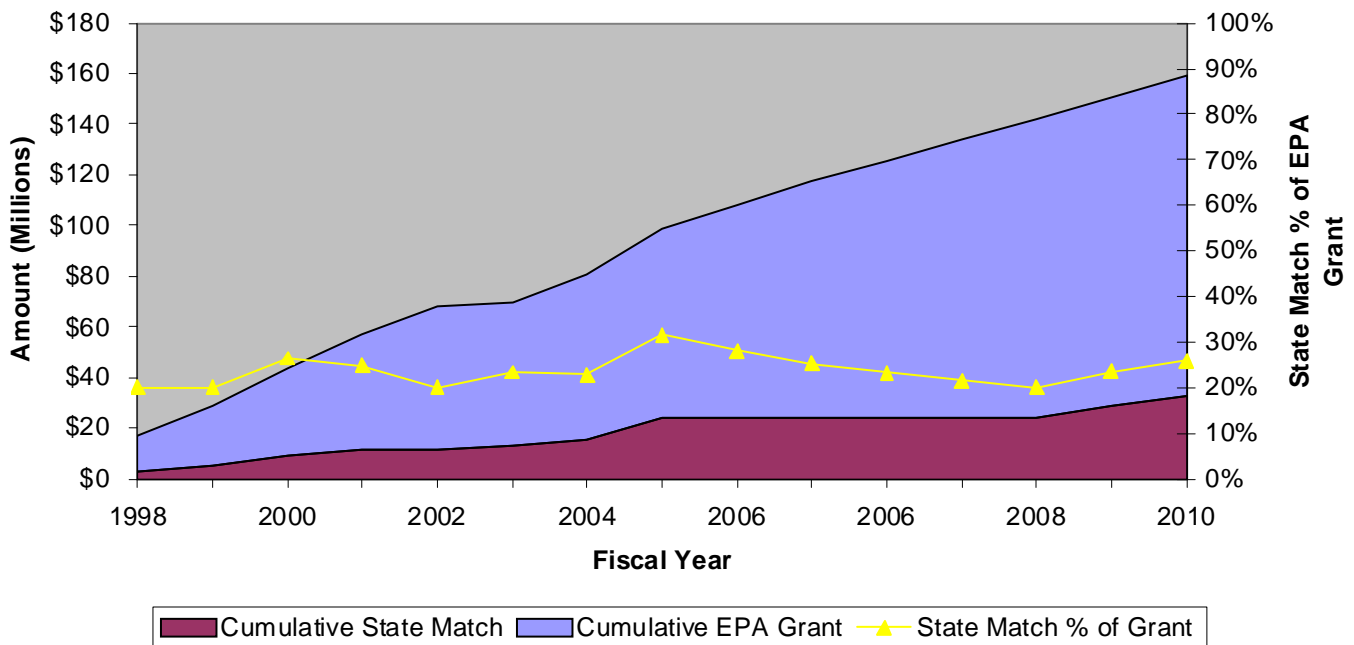
This is the Kansas Public Water Supply Loan Fund (KPWSLF, Loan Fund, or Fund) Annual Report for state fiscal year 2010 (July 1, 2009 through June 30, 2010). This is the 13th year of operation for the Fund. The KPWSLF helps protect the health of Kansans by financing infrastructure improvements which provide safe drinking water.

The Fund is a revolving loan fund program that provides financial assistance in the form of loans to Kansas municipalities, at below market interest rates, for the construction of public water supply system infrastructure. The Annual Report is required by KSA 65-163k to describe how the state met the goals and objectives for the previous year as identified in the Intended Use Plan (IUP) required by KSA 65-163h. The federal Safe Drinking Water Act (SDWA) also requires a report, although on a biennial basis. Additional Environmental Protection Agency (EPA) requirements for the contents of this report are contained at 40 CFR Part 35, Subpart L.

II. Program Description

The Loan Fund is made possible by receipt of capitalization grants from the EPA. Kansas must provide 20% matching funds to receive the capitalization grant (except for the capitalization grant received through the American Recovery and Reinvestment Act of 2009 - ARRA). The Fund provides matching funds by issuing state match revenue bonds and by a \$5,000,000 allocation in accordance with SB 487 from the 1998 Kansas Legislature. As of June 30, 2010, \$32,667,388 has been deposited in the Fund as state match for \$126,628,800 of awarded capitalization grants. The state match bonds are repaid with the interest portion of the municipalities' loan repayments and other interest earnings of the Fund.

Figure 1
EPA Grant vs State Match



In the early years of the program state match bonds were issued for a specific grant year. As the program grew, bond issues were structured to obtain enough state match bond proceeds to cover the state match requirement for multiple grants. In 2005, the program designated the \$5,000,000 allocation from the 1998 Kansas Legislature as state match. These funds were used to meet the state match requirement that was not funded by bond proceeds for the 2005, 2006, 2007, and 2008 grant. On October 29, 2008, \$5,040,000 of State Match bond proceeds was deposited into the Fund to meet state match requirements for the entire 2009 capitalization grant and the anticipated 2010 capitalization grant. On September 29, 2009, \$4,000,000 of State Match bond proceeds was deposited into the Fund to meet state match requirements for future capitalization grants. Exhibit 12 shows state match deposits associated with specific grants.

The Loan Fund is operated as a reserve account leverage program. In a reserve account leverage program the capitalization grant is deposited into a reserve account, and pledged as security for repayment of state issued revenue bonds. Proceeds from the revenue bonds are loaned to the municipalities. The reserve account is invested, and the interest earnings are combined with the loan repayments from municipalities to buy down the loan's interest rate. Municipalities are charged interest rates equal to 80% of the previous three months average of the Bond Buyers 20 Bond Index. Interest rates during FY10 ranged from 3.40% to 3.77%. The Loan Fund is designed to leverage at a ratio of four to one, meaning four dollars can be borrowed for every dollar placed into reserve. All KPWSLF bonds issued since 2004 have been AAA rated.

The pool of potential borrowers from the Loan Fund includes two distinct types of municipalities, cities and rural water districts. Rural water districts lack the general taxing powers of cities, and are perceived in credit markets as a greater financial risk. The Loan Fund provides equal access to both types of borrowers, but requires different pledges of security to receive a loan.

Cities are required to pledge their taxing authority as a backstop to water system revenues in order to receive a loan; or as an alternative to pledging their taxing authority, may pledge system revenues only and purchase a bond insurance policy. Rural water districts are required to either purchase an insurance policy or choose one of two debt service coverage (dsc) ratio options. The first option is to maintain a 125% dsc with a 10% reserve account. The other alternative is to maintain a 140% dsc with no reserve account. The required reserve amount may be included in the loan, and is held by the Loan Fund. Interest earnings from the reserve account that do not exceed the loan rate are credited to the borrower resulting in a reduced interest cost for the amount of the required reserve. All rural water districts, and some cities, are required to enter into a Financial Integrity Assurance Contract (FIAC) with the Kansas Rural Water Finance Authority (KRWFA) as a condition of receiving a loan. The FIAC requires the loan recipient to submit annual budget and quarterly financial and operating data management reports to KRWFA for review. The intent of the FIAC is to make professional financial and management assistance available to the recipient, to assure debt obligations are satisfied and to identify problems in daily operations so they can be corrected before they lead to financial problems.

The KRWFA also reviews financial information from all loan applicants to assess the ability of the applicant to take on additional debt and meet loan repayment obligations. These financial reviews, and the FIAC arrangement, provide strong assurances to the financial markets that the Loan Fund will operate on a sound financial basis.

Funding to implement and administer the Loan Fund is available through a set-aside from the federal capitalization grant, and from a service fee built into the loan interest rate. No state general funding is needed for this program.

In 2006 Kansas Statutes were changed to allow for cross-collateralization of the Kansas Public Water Supply Loan Fund and the Kansas Water Pollution Control Loan Fund (KWPCRFL) in the event of a bond default. The mechanism for the transfer of funds from one program to the other was established July 10, 2008 through supplemental bond resolutions. After the annual bond principal payment is made from each program (November 1st for KWPCRFL and April 1st for KPWSLFL), any funds that would normally be transferred to the recycled account of the respective programs, will first be made available for transfer to the other program to prevent a bond payment default. Any funds transferred will be considered to be borrowed and will be repaid when the borrowing program has funds that would normally be transferred to the recycled account. No such transfers were made during the 2010 program year.

III. Goals and Objectives

The state must prepare an Intended Use Plan (IUP) on an annual basis. The IUP lists projects anticipated to be funded, the criteria used to determine which projects receive funding, and short term and long term goals for the program. This section of the annual report discusses the progress that has been made in meeting those short and long term goals.

A. Short Term Goals and Objectives

1. Provide funding options for systems to correct problems that have caused enforcement actions.

Loans for Buhler, Goodland, Hill City, Kirwin, and Lakin will fund projects to bring these systems into compliance with drinking water regulations.

2. Provide funding for replacement of deteriorating infrastructure.

Loans made to Atchison, Coffeyville, Douglas Co. RWD #2, Emporia, Garnett, Jefferson Co. RWD # 13, LaCrosse, Olathe, and Victoria will replace infrastructure that has reached its useful life or is no longer functioning effectively.

3. Provide funding for technical assistance to small systems.

KDHE provides technical assistance for small systems through third party contracts. These contracts have provided assistance to at least 287 small systems to help achieve Safe Drinking Water Act compliance, develop and maintain proper operation and maintenance procedures, develop appropriate financial and management procedures and provide technical assistance to systems using surface water as their source of supply.

4. Encourage projects that consolidate or interconnect in a regional manner which would reduce public health risks or make more efficient use of source water capacity and treatment processes.

KDHE manages a Regional PWS Planning Grant Program (funded from the Other Authorized Activities set aside) which provides 50% matching funds for preliminary engineering studies that evaluate regional solutions to address public water supply system needs and challenges. One application was submitted and 5 studies were funded from previous applications during the program year. If these studies show regional solutions are feasible, KDHE will not award loans to any system that refuses to implement the regional solution. The KPWSLF also encourages interconnection projects through the IUP ranking procedure.

5. Provide loans to assist applicants in complying with drinking water standards, improving drinking water quality in the state, and improving Kansas public water supply infrastructure.

During the program year, 19 loans were made and each satisfies one or more of these objectives. More detailed information concerning the projects is provided in Section IV.

6. Assure small public water supply systems are included in the loan program by providing at least 20% of available loan funds to systems serving a population of less than 5000.

Systems that serve less than 10,000 have received 158 of the 214 loans made since the program began, amounting to \$199,585,769.84, or 43.2% of the total dollar amount of loans. Systems in this category received \$20,716,458.58, or 66.7% of the total funds committed during the fiscal year.

Municipalities with less than 5,000 population have received 152 of the 214 loans since the program began, amounting to \$184,443,184.58, or 39.9% of the total dollar amount of loans. Municipalities in this category received \$20,716,458.58, or 66.7% of the total funds committed during the fiscal year. Populations of systems are shown on exhibit 5a and 8a.

7. Assure Kansas municipalities are aware of the KPWSLF and the potential for financial savings through participation.

Each municipality eligible to participate in the program and Kansas consulting firms have received information through direct mailings. The Kansas Rural Water Finance Authority is under contract to promote the Fund and had at least 9 face to face meetings with systems to present the benefits of the loan fund and other KDHE programs.

8. Commit ARRA funds to loan agreements and assure they are under contract for construction to avoid losing ARRA funds to other states.

The KPWSLF approach to committing ARRA funds by February 17, 2010 was designed to ensure all the funds were committed. Even though the Fund was awarded \$19.5M in ARRA funds, 23 ARRA projects for a total loan amount of \$40.1M, were

given loan agreements. KDHE's procedure was that loans were funded partially by ARRA funds and partially by base program funds. If systems did not execute construction contracts by February 17, 2010 or if contract amounts were below estimated values, ARRA funds would then be shifted as needed to those projects meeting the requirements. KDHE submitted proper certification to EPA that all ARRA funds were under contract for construction.

B. Long Term Goals and Objectives

1. Maintain a well managed perpetual program to allow a source of funds to be available to systems in need.

The most recent financial audit and EPA program evaluation presented no significant issues with the management of the program and recent financial models show the program can continue to make funds available to systems for the foreseeable future.

2. Encourage systems to choose projects with the most cost effective solutions.

During the application process, projects are reviewed and alternatives analyzed to assure the proposed solution is cost effective.

3. Encourage systems to implement projects that have little, if any, significant impact to the environment.

Of the 19 loans issued, 12 were issued under a categorical exclusion due to the project consisting of existing infrastructure replacement with little environmental impact. The remaining loans were issued under a Finding of No Significant Impact.

4. Continue to implement and expand the Capacity Development Program.

The Capacity Development program provided assistance to 322 public water supply systems during the year. For details and additional information, the Capacity Development annual report can be downloaded on the internet at <http://www.kdheks.gov/pws/capdev.html>

5. Explore ways to make the program more affordable/desirable to systems.

KDHE continues to gather information and ideas on how to accomplish this long term goal. Due to current leveraging practices and unfavorable market conditions, a further subsidy of the interest rate beyond the current rate would not be sustainable at this time. KDHE believes it has made the application and approval process less complicated than other funding alternatives in an effort to make the program more desirable to use. Utilizing the web to maintain current information and documents also makes the process easier to use and understand. The fund also makes post equivalency loans when possible to reduce cumbersome requirements.

6. Comply with state and federal laws and the state/EPA capitalization grant agreement.

KHDE believes it has complied with all applicable laws agreements. EPA's most recent program evaluation did not indicate any compliance issues.

7. Assist water suppliers in meeting SDWA requirements.

Projects needed by municipalities to comply with SDWA primary drinking water regulations receive more priority ranking points than projects needed to meet any other ranking category.

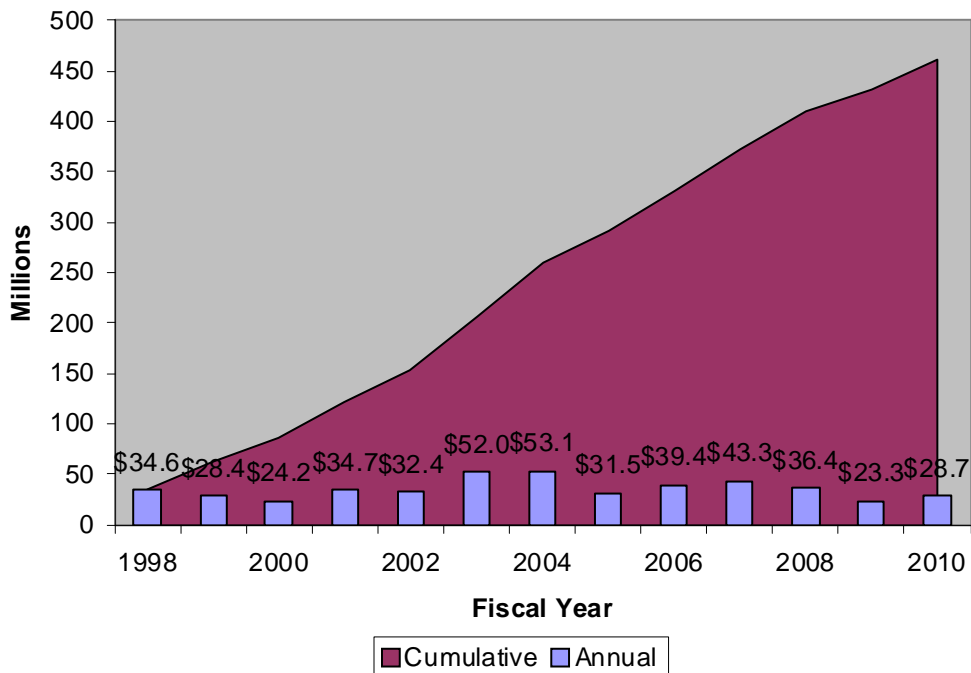
8. Protect public health.

Projects funded for the purpose of achieving compliance with drinking water standards serve to protect public health. In addition, many of the funded projects will improve the ability of the water system to provide sufficient quantities of water at suitable pressure, and otherwise increase the systems reliability to protect public health. All projects funded in this year fall in this category.

IV. Loan Fund Activity

Nineteen new loans, 10 increase amendments, and 18 decrease amendments, were processed during SFY2010. Two previously executed but unused loans were declined for a net SFY2010 total of 17 loans and \$28,728,692.52. The declined loans were for Saline Co. RWD #3, with a loan amount of \$321,350.00 (executed in FY 2008) and the City of Ottawa, with a loan amount of \$1,837,594.00 (executed in FY 2009). The new loans are listed in Exhibit 5a and are shown on a Kansas map in Exhibit 5b. As of June 30, 2010, 214 loan commitments have

**Figure 2
KPWSLF Loan Amounts**



been made since the Program's inception, for a total of \$461,641,767.28. Exhibit 8a contains summary information for these 214 loans and their location by county is shown on a Kansas map in Exhibit 8b. Figure 2 shows program loan and amendment amounts by fiscal year and figure 3 shows the number of agreements executed by fiscal year. Table 1 describes projects funded during the fiscal year.

Figure 3
KPWSLF # of Loan Agreements

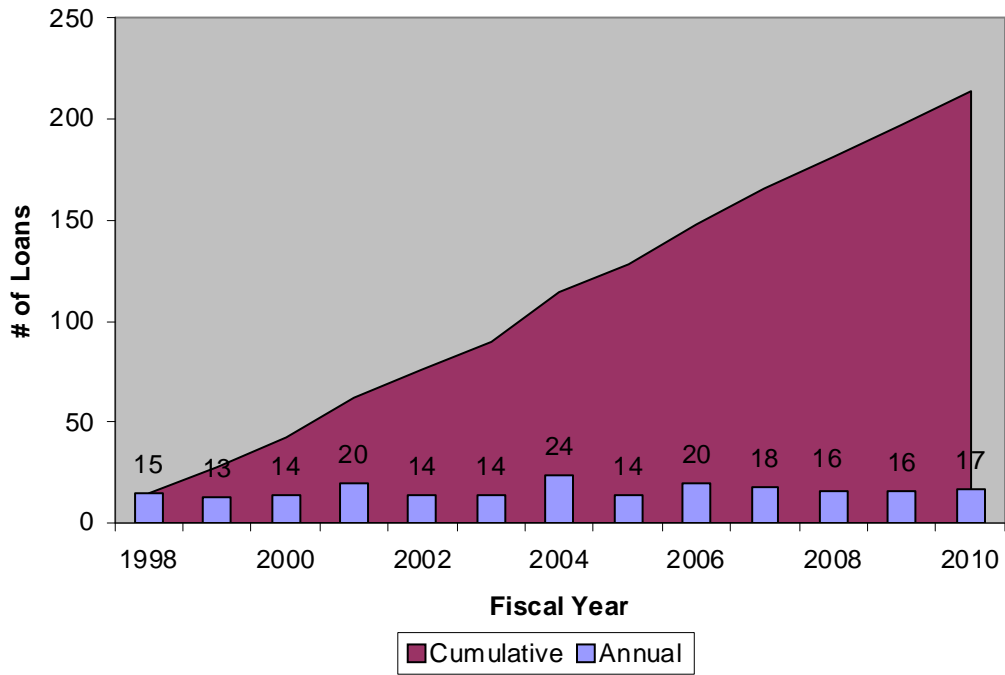


Table 1
New Loan Descriptions

Municipality	Population/ Population Served	Loan Amount	Project Description
Arkansas City	11,416 / 12,516	\$1,650,000	New waterline to serve hospital and improve reliability – ARRA project
Atchison	10,145 / 11,230	\$3,634,075	Replace pumpstation and waterlines that have reached their useful life - ARRA Green project
Buhler	1,340 / 1,340	\$2,038,095	Construct a new water treatment plant to remove arsenic and return system to compliance
Coffeyville	10,038 / 14,028	\$720,000	Rehabilitate water treatment plant and security components - ARRA project

Municipality	Population/ Population Served	Loan Amount	Project Description
Douglas Co. RWD #2	955 / 955	\$749,183	Replace waterline and pumpstation to resolve low pressure issues – ARRA project
Emporia	26,662 / 33,848	\$2,393,700	Rehabilitate water treatment plant to improve process efficiencies – ARRA project
Galena	3,171/ 4,471	\$165,000	New waterline to serve medical facility and resolve low pressure issues – ARRA project
Goodland	4,361/ 4,361	\$6,015,038	Construct water treatment plant and transmission lines to remove nitrates and return system to compliance – ARRA project with Green component
Hill City	1,437 / 1,437	\$421,125	Construct new wells and transmission lines to discontinue the use of wells with high uranium levels and return to compliance
Independence	9,317 / 11,811	\$2,500,000	Replace elevated water storage that has reached its useful life – ARRA project
Jefferson Co. RWD # 13	2,115 / 3,446	\$2,360,113	Construct a elevated storage to meet current demands, install SCADA system, and replace waterlines and a pumpstation to resolve low pressure issues – ARRA project
Kirwin	211 / 211	\$304,000	Install individual reverse osmosis units at points of use in the city to remove nitrate and rehabilitate the elevated water storage facility – ARRA project
La Crosse	1,274/ 1,274	\$420,000	Replace waterlines that have reached their useful life - ARRA project
Lakin	2,123 / 2,123	\$3,400,000	Construct water treatment plant to reduce uranium levels and return to compliance
Nemaha Co. RWD #3	2,500 / 3,563	\$3,700,000	New wells, treatment facility, and transmission lines to resolve low pressure issues – ARRA project with Green component
Olathe	114,662 / 120,082	\$230,875	Rehabilitate filters at the water treatment plant - ARRA project
Seneca	2,064 / 2,364	\$511,091	Distribution system looping to improve water quality - ARRA project
Victoria	1,167 / 1,167	\$750,000	Replace waterlines and pumpstation that has reached its useful life – ARRA project

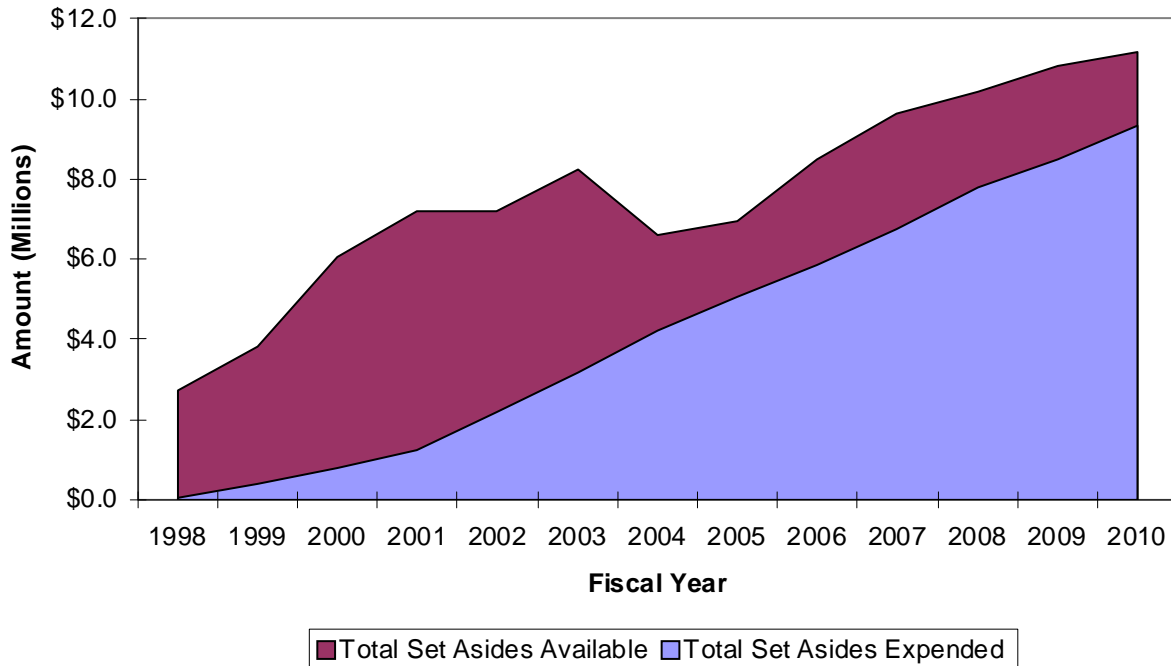
**Table 2
Projects Removed from Project Priority List**

System	Project Description	Reason for Removal
City of Oberlin	WTP Improvements	Used other funding
City of Severy	Interconnection	Abandoned Project
City of Atlanta	New WTP and Storage	Abandoned project
City of Atwood	New Well Field and Transmission Main	Used other funding
City of Lorraine	Radium MCL Resolution	Used other funding
City of Rozel	Replace Well and Add Fe Mn Treatment	Used other funding

V. Set-Aside Activities

The SDWA includes several provisions allowing states to reserve a portion of the capitalization grant for specific purposes. KDHE reserved a total of \$11,160,080 for set-asides from the FFY1997–FFY 2009 capitalization grants equaling \$ 146,128,800 (including ARRA). Figure 4 shows the amount of set-asides reserved and disbursed as of June 30, 2010. Exhibit 10 contains detailed information about the amount of set-asides reserved and drawn to cover expenses. Exhibit 6 shows a quarterly summary of when these set-asides were first recorded as an expense as well as when money was drawn from the capitalization grants.

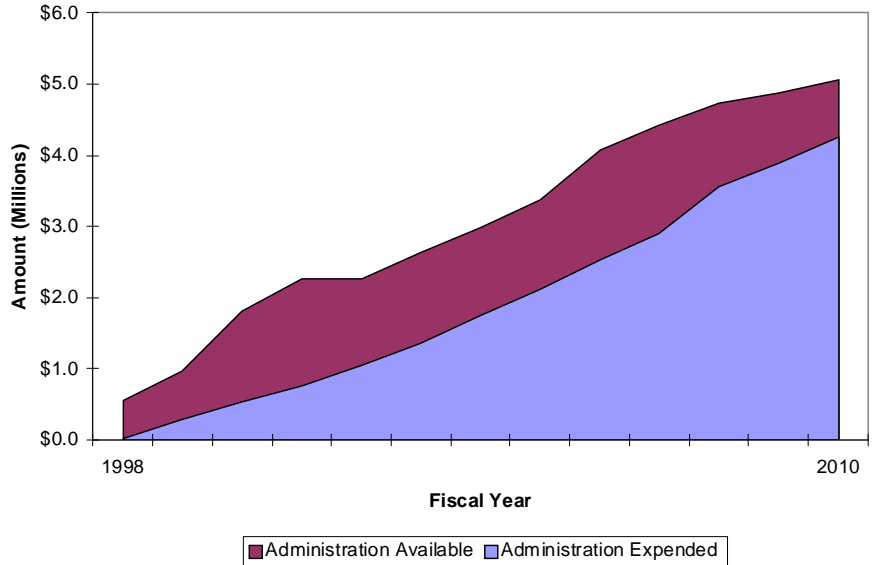
**Figure 4
Total Set Asides**



The following paragraphs discuss the set-asides taken by KDHE and work performed.

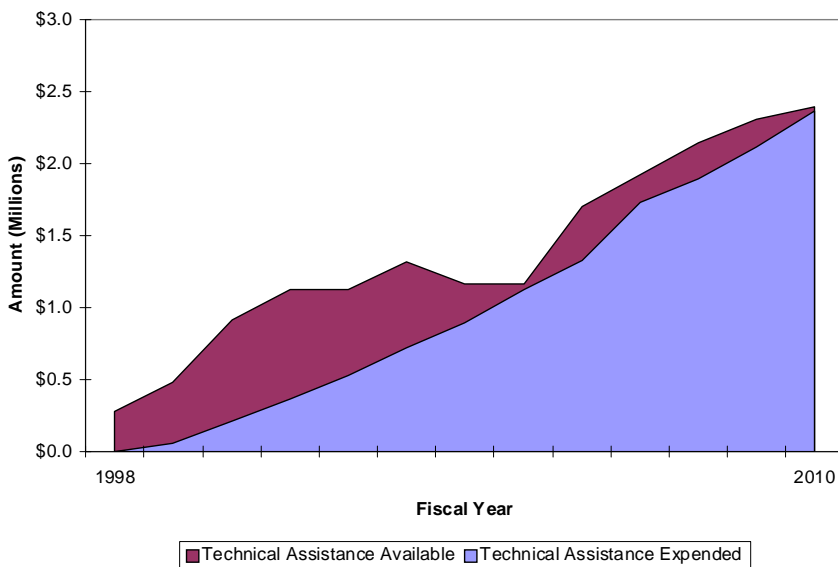
A. Program Administration. The SDWA allows the state to reserve 4% of each capitalization grant to administer the loan program. KDHE has reserved \$5,065,152 from all capitalization grants awarded through June 30, 2010. At the end of state fiscal year 2010, \$4,285,967 of recorded expenses were made to this set-aside, including \$361,287 during the fiscal year, leaving \$779,185 to continue with future program administration. Draws from the ACH for this set-aside totaled \$4,286,112 at the end of the fiscal year. Funds are used for construction inspections, project review, data gathering for NIMS, processing the needs survey, Loan Fund marketing costs, Loan Fund training expenses, and loan application processing.

**Figure 5
Administration Set Aside**



B. Technical Assistance to Small Systems. The SDWA allows the state to reserve 2% of each capitalization grant to provide technical assistance to systems serving populations less than 10,000. KDHE has reserved \$2,395,247 from all Capitalization Grants awarded through June 30, 2010.

**Figure 6
Technical Assistance Set Aside**



KDHE contracted with the Kansas Rural Water Association for assistance with resolving compliance issues, management issues, operation and maintenance problems, improving performance of surface water treatment plants, and to help support technical assistance to small systems in water conservation efforts. During the fiscal year, recorded expenses totaled \$265,278. Total expenses through the end of fiscal year 2010 were \$2,429,610 leaving -\$34,363 for future contracts (negative balance will be paid with funds from the 2010 grant). Of the

recorded expenses, \$2,361,627 had been reimbursed by draws from the ACH at the end of the fiscal year.

C. State Program Management. Another provision of the SDWA allows states to reserve up to 10% of the capitalization grant to supplement the public water supply supervision grant provided by EPA to the state to implement the national drinking water program. This set-aside can also be used to fund several new programs required by the SDWA, including operator certification and capacity development. States must match any funds from this set-aside on a dollar for dollar basis, and are allowed to use State funds expended on its PWSS program in fiscal year 1993 (including PWSS match) as a credit toward meeting its match requirement. The value of this credit can be up to, but not greater than, 50 percent of the amount of match that is required. Since the KPWSLF was established, Kansas has had enough matching funds each year that the allowed credit has never needed to be used (see table 3 on next page). Kansas has reserved \$1,630,181 from all capitalization grants awarded through June 30, 2010. At the end of state fiscal year 2010, \$981,578 of recorded expenses was made to this set-aside including \$88,746 during the fiscal year, leaving a balance of \$648,603. Of the recorded expenses, \$976,580 had been reimbursed by draws from the ACH at the end of the fiscal year. Money from this Set-Aside has funded salary and costs for the Capacity Development Program Coordinator, salary and costs of PWSS staff, state dues for the Association of State Drinking Water Administrators, and SDWIS database maintenance and expansion.

Figure 7
State Program Management Set Aside

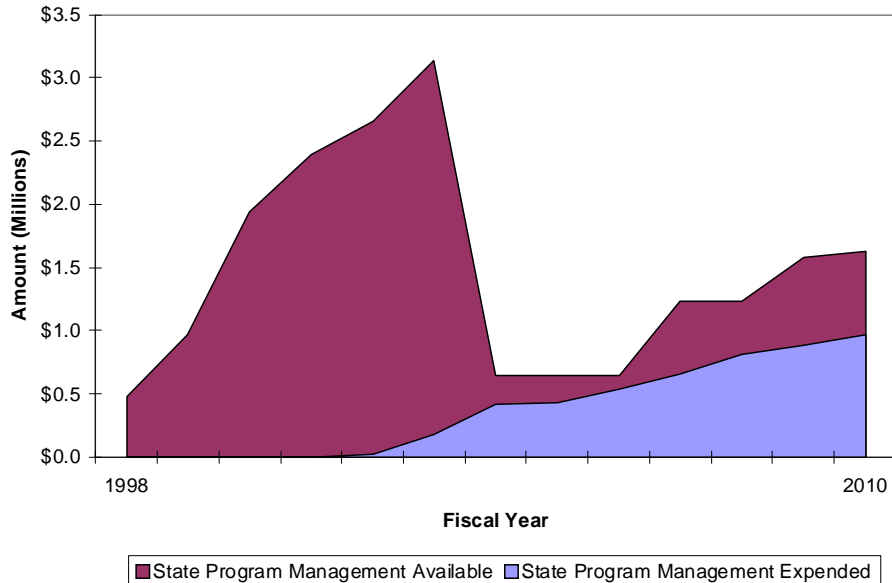


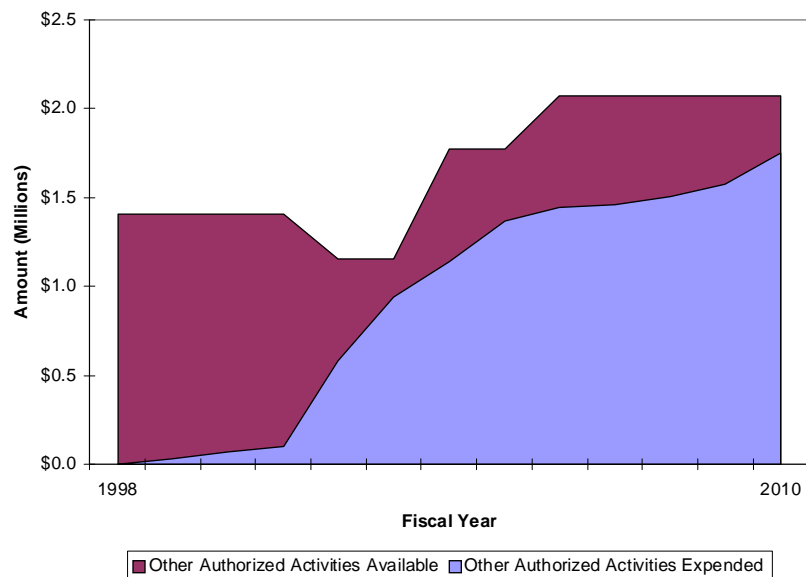
Table 3
KDHE-PWS Loan Fund
State Program Management Match Calculation

State Fiscal Year	PWSS Match *	New Money PWS Fee Fund	State Program Management Set Aside Spent	Value of credit from 1993 PWWS Match (must be no greater than 50%)	
1993	\$211,767	\$0			
1997		\$0	\$0		No SPM Set-Aside Used
1998		\$0	\$0		No SPM Set-Aside Used
1999		\$0	\$0		No SPM Set-Aside Used
2000		\$202,820	\$1,721	0%	Matched 100% from new funds
2001		\$172,435	\$0	0%	No SPM Set-Aside Used
2002		\$179,803	\$22,252	0%	Matched 100% from new funds
2003		\$228,688	\$136,154	0%	Matched 100% from new funds
2004		\$232,321	\$128,464	0%	Matched 100% from new funds
2005		\$235,527	\$132,730	0%	Matched 100% from new funds
2006		\$194,049	\$122,411	0%	Matched 100% from new funds
2007		\$222,769	\$121,350	0%	Matched 100% from new funds
2008		\$259,313	\$149,577	0%	Matched 100% from new funds
2009		\$220,631	\$74,759	0%	Matched 100% from new funds
2010		\$244,330	\$88,700	0%	Matched 100% from new funds

* Assume minimum

D. Other Authorized Activity. The SDWA allows states to reserve up to 15% of the capitalization grant to fund other authorized activities including awarding loans for source water protection purposes, providing assistance as part of a capacity development strategy, and establishment of well head protection programs. The 1997 capitalization grant also allowed states to make expenditures under this set aside to assess source water protection areas for public water systems. Kansas has reserved \$2,069,500 from all capitalization grants through June 30, 2010 for this set aside. At the end of state fiscal year 2010, \$1,787,502 of recorded expenses was made including \$186,325 for the fiscal year, leaving a balance of \$281,998 for future expenses. Draws from the ACH for this set-aside totaled \$1,758,500 at the end of the fiscal year. Activities funded under this set aside are mainly

Figure 8
Other Authorized Activities Set Aside



for capacity development assistance and to provide on-site financial planning assistance including rate setting, budget review and capital improvement planning with priority given to systems in significant non compliance. This set aside also funds a Regional PWS Planning Grant Program which provides matching funds for regional water system feasibility studies.

VI. Fund Financial Status

A. Available Funds

Kansas was awarded the remaining 2009 capitalization grant during the program year. Figure 9 shows the new sources available for the fiscal year from the grant award and Bond Issue. The State Match requirement for the remaining 2009 capitalization grant was \$931,000. This requirement was met with the October 2008 State Match Bond proceeds deposit of \$5,040,000 (see Exhibit 12 for State Match deposits assigned to specific grants).

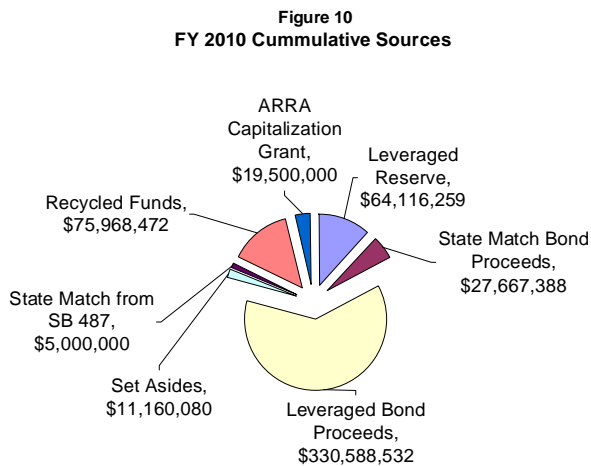
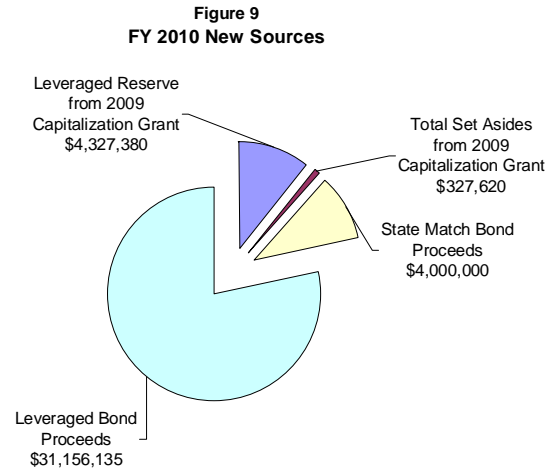


Figure 10 shows the sources of funding available cumulatively through FY10. Typically the EPA capitalization grant is distributed between set-asides and the leveraged reserve account; however, the ARRA capitalization grant is listed separately as this source of funds will be loaned directly. State Match funds are listed separately because State Match bond proceeds are loaned directly to loan fund projects, but the State Match from Senate Bill 487 was used as part of the leveraged reserve. The leveraged bond proceeds represent bonds that are leveraged from the leveraged reserve account and are

loaned to fund projects. The recycled funds represent revenues over debt service and reserve account funds that are no longer needed as security for outstanding leveraged bonds. The recycled fund can be used to fund projects through recycled loans or transferred to the leveraged reserve account for additional leverage capability.

Exhibit 6 shows the amount of loan disbursements and recorded expenses of set asides by quarter as well as ACH draws of set aside funds. The differences between the set aside expenses and draws are due to the time between the expenses being recorded and draws being made.

B. Assets, Liabilities, and Net Assets

As illustrated by the Kansas Public Water Supply Loan Fund Statement of Net Assets (Exhibit 1), the program accumulated assets of \$443,144,388 in its 13 years of operation including cash and investments of \$138,202,821, project loans receivable of \$296,742,596, and other assets of \$8,198,971. Liabilities of \$286,039,253 were incurred including bonds payable of \$283,170,488, arbitrage rebate of \$0, deferred amounts on refunding of -\$8,779,563 and other liabilities of \$11,648,328; leaving net assets of \$157,105,135.

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Currently the Fund has no net assets invested in capital assets. Net assets are reported as restricted when there are external limitations imposed on their use. All assets of the program have been determined to be restricted assets in accordance with the conditions of the Public Water Supply EPA Capitalization grants and bond covenants. Restricted net assets includes EPA capitalization grants restricted for 1) the bond reserve account, 2) direct loans to loan recipients, 3) program administration expenses, 4) technical assistance, 5) state program management, and 6) other authorized activity. The amounts of capitalization grant restricted for program administration, technical assistance, state program management, and other authorized activity, are being recognized as revenue when earned. Also included in restricted net assets is an account titled "Contributed Capital – State of Kansas". The account consists of moneys contributed to the Fund per K.S.A. 74-8203, as amended and supplemented.

C. Revenues and Expenses

According to the Statement of Revenues, Expenses and Changes in Fund Net Assets (Exhibit 2), the changes in net assets of \$19,071,992 shows the KPWSLF experienced an excess of revenues over expenses in FY 10. Revenues consist of \$32,414,011 in operating and non-operating revenues. Operating revenue includes interest earned on loans of \$9,933,348, EPA capitalization grant administration receipts of \$924,892, service fee revenue of \$992,153, and other revenue totaling \$388,826. Non-operating revenue includes interest of \$2,203,564 earned on the bond reserve account, \$808,642 from other investments, \$7,708,075 drawn down from federal capitalization grants and deposited into the leveraged bond reserve account, and \$9,454,511 drawn down from the federal ARRA Capitalization grant to make ARRA loan disbursements. Expenses consist of \$13,342,019 in operating and non-operating expenses. Operating expenses include program administration federal expenses of \$901,636, other program administration expenses of \$620,610 paid from loan origination and service fees, arbitrage rebate of -\$567,756, and loan principal forgiveness of \$195,900. Non-operating expenses include bond interest of \$11,975,543 and other bond expenses of \$216,086.

D. Statement of Cash Flows

The Statement of Cash Flows (Exhibit 3) identifies the sources and the uses of cash during the fiscal year and demonstrates that the Fund had sufficient cash to meet its obligations.

E. Supplemental Schedules

Exhibit 4 provides detailed information regarding Investments, Accounts Receivable, and

Accounts Payable included on the Statement of Net Assets (Exhibit 1).

F. Binding Commitments

As shown in Exhibit 5a, the KPWSLF entered into binding commitments (loan agreements) with 19 municipalities totaling \$32,440,819. Thirteen of the municipalities have a population less than 5,000 and serve less than 10,000 persons. Exhibit 5a also shows 28 amendments to previous commitments for a total of -\$1,553,182.48 and 2 declined loans for -\$2,158,944.00.

G. Completed Projects

Projects in Nickerson, Parsons, Phillipsburg, Butler Co. RWD #5, Valley Falls, Liberal, Brown Co. RWD #2, Scammon, Seneca, Moran, Topeka, Newton, White City, Hutchison, Public Wholesale Water Supply District #4, Johnson Co. RWD #7, and St. Marys were completed in FY10. Details are provided in Exhibit 7a.

H. Financial Integrity Assurance Contracts

The Financial Integrity Assurance Contract (FIAC) is a contract between the borrower and the Kansas Rural Water Finance Authority (KRWFA). The FIAC was developed as a program enhancement to assure borrowers without general obligation taxing authority could access the Loan Fund. Under a FIAC, the municipality is required to provide quarterly management reports, an annual budget and an audit to the KRWFA. Municipalities required to enter into an FIAC are identified in Exhibit 8a. KRWFA has monitored the quarterly reports and reviewed the annual budgets of the FIAC borrowers. For the reporting period covering calendar year 2008, four systems were found to be below the 125% required debt service coverage. KRWFA is working with those systems to return them to compliance.

I. Quarterly loan activity

Quarterly loan activity, including loan disbursements and principal and interest repayments, is shown for all loans in Exhibit 9. At the end of FY10, \$389,249,550.83 had been disbursed to loan recipients (Project payments, Interest Accrued, and Fees Accrued), and \$92,311,054.71 in principal and \$59,973,005.94 in interest had been repaid.

VII. Compliance with Assurances and Grant Conditions

The EPA guidelines suggest several other areas for this annual report to address. This section of the report will address those areas not already addressed in other sections of the report.

A. The state must establish in the report that it has reviewed all funded projects in accordance with the approved state environmental review procedure.

Each of the 19 projects receiving assistance during state fiscal year 2010 was reviewed in accordance with the “Environmental Review Procedure for the Kansas Public Water Supply Loan Fund”, dated July 1997. All reviews resulted in preparation of a finding of no significant impact statement or a categorical exclusion. All increase amendments were due to increased

construction costs without a scope change, so additional environmental assessments were not performed.

B. The state must establish that it deposited its match on or before the date on which each grant payment was made.

On October 29, 2008, \$5,040,000 obtained from State Match Bond proceeds was deposited into the KPWSLF as state match, \$69,172 of which was designated for the remaining 2008 capitalization grant state match requirement not met in FY 2008, \$1,629,200 for the entire 2009 capitalization grant requirement (the remaining \$3,341,628 will be used for state match requirements for future grants).

The 2008 Capitalization Award scheduled the last grant payment (action by EPA to increase the amount of funds available for cash draw through the ACH) of \$110,168 for the quarter beginning January 1, 2010. The State Match deposit needed for that grant payment was made 14 months before the required date. The 2009 Capitalization Grant Award scheduled the first grant payment during the quarter beginning January 1, 2009. The entire State Match deposit was made 2 months prior to the quarter in which the first grant payment was made. There was no state match requirement for the ARRA capitalization grant.

C. The state must establish that it made binding commitments to provide assistance equal to the federal capitalization grant, less set-aside funds, plus the State match funds within one year after receiving the grant payment.

With binding commitments totaling \$461,641,767.28 as of June 30, 2010 and all Federal capitalization grants awarded through 2010, less set – aside funds, plus the required State match totaling \$160,294,480, Kansas has far exceeded this requirement. Kansas has exceeded this requirement by over 280% even if it is assumed that all outstanding grant payments have been made within one year.

D. The state must establish that it managed the program in a fiscally prudent manner and adopted policies and processes to promote the long-term financial health of the fund.

Exhibit 2 indicates the program generated sufficient resources to cover expenses during the fiscal year. The change in net assets as of June 30, 2010 was \$19,071,992. The Loan Fund charges a 0.25% loan origination fee to pay for the financial reviews, and all recipients required to enter into a FIAC are charged an additional 1% fee. A 0.35% service fee, which is included in the loan interest rate, will help to generate income to pay for continued administration of the program.

The financial audit for 2010 indicated the financial statements presented fairly the financial position of the fund, in all material respects. However, there was a finding of significant deficiency concerning internal controls; specifically that journal entries and financial statements were not being reviewed by someone other than the preparer. The Kansas Department of Administration - Division of Accounts and Reports acknowledged this deficiency and has begun restoring review procedures.

E. The state must establish that it complies with EPA grant regulations (40 CFR Part 31) and specific conditions of the capitalization grant.

KDHE believes it is complying with EPA grant regulations and with the specific conditions of the capitalization grant. The most recent EPA Program Evaluation report supports this statement.

F. The state must establish that it complied with federal cross-cutting authorities that apply to the state as a Federal grantee and those which flow through to assistance recipients.

No problems with cross-cutting authorities were encountered during the fiscal year.

G. The state must demonstrate that it provided assistance only to eligible water systems and for eligible purposes under the EPA Guidelines.

Kansas law allows for loans to municipalities, which are defined as political or taxing subdivisions of the state authorized to construct, operate, and maintain a public water supply. As defined, municipalities are eligible for assistance under the SDWA and federal regulations. All projects receiving assistance during the fiscal year are listed in Exhibit 5a and the need for the loan is described in Section IV of the report. KDHE believes these projects are eligible for assistance from the program.

H. The state must demonstrate that it funded only the highest priority projects listed on the IUP, according to their priority and readiness to proceed, and have documented any procedures for by-passing priority projects on the IUP.

Exhibit 13 shows the Project Priority List from the 2010 Intended Use Plan (IUP) and 3 Projects from the list were funded during the program year. All projects above the funding line on the IUP were given an opportunity to apply. No projects below the funding line were allowed to submit an application so no project was by-passed. Ranking and by-passing procedures are included in the 2010 IUP.

I. The state must establish it has used fees only for eligible purposes and must submit information on the total dollar amount in fee accounts.

Three types of fees are collected by the Fund, a Loan Origination Fee (LOF) of 0.25% of the loan amount, a fee for the Financial Integrity Assurance Contract (FIAC) of 1% of the loan amount, and a service fee of 0.35% of the outstanding balance (payments are made with the semi-annual loan repayments). The LOF and FIAC fee are typically capitalized into the loan as principal and the service fee is typically paid directly by the loan recipient, however loan recipients are allowed to pay for the LOF and FIAC directly and are allowed to capitalize the service fees that accrue during construction before repayments begin, if desired. Fees may be used for program administration or other purposes allowed by section 1452 of the Safe Drinking Water Act (including set aside uses). Fees that are paid directly by the loan recipient are also eligible to use as state match or combined financial administration of DWSRF and CWSRF program funds.

During the fiscal year, the Fund received Loan Origination Fees of \$56,642.77 and spent \$213,142.33, for an ending account balance of \$225,568.64. Financial Integrity Assurance Contract Fees collected were \$52,633.92 and expenditures were \$52,633.92, for an ending account balance of \$0.00. The service fees collected were \$961,040.42 with expenditures of \$449,498.81 resulting in an ending account balance of \$3,503,968.57.

Loan origination fees were used to pay for costs of financial analysis of loan applications and technical assistance in completing loan applications. FIAC fees were used for costs of financial monitoring for loans secured only by revenues or for high risk municipalities. Service fees were used to pay costs of program bond servicing, program accounting, software and hardware for PWS staff, software maintenance and updates for SDWIS, ASDWA dues, and the annual audit. No fee funds were used to meet state match requirements and the KPWSLF and KWPCRF do not combine the financial administration of the Funds. Use of all fee income complies with EPA requirements.

J. The State must agree to commit and expend all funds as efficiently as possible and in an expeditious and timely manner.

The structure of the KPWSLF promotes efficiency in regards to committing and expending funds. Loan commitments are made based on loan fund capacity, but the funds to support expenditures of those loans are generated based on program cash flow needs. Because there can be a delay of 1 to 2 years between loan commitment and the first disbursement of that loan, this prevents the build up of excessive idle cash in the fund as would happen if funds were required at time of commitment. The draw of the 2008 and 2009 capitalization grant also shows efficiency and expeditious use of funds. The 2008 grant was awarded on June 13, 2008 and by June 30, 2010, 95% of the grant was expended. The 2009 grant was fully awarded on September 4, 2009 and 90% of those funds were expended by June 30, 2010.

K. The state must draw and deposit cash into the debt service reserve, as actual construction costs are incurred. For projects constructed with bond proceeds secured by the federal capitalization grant, cash draws will be based on the proportionate federal share of the incurred construction costs (Proportionality).

For the portion of the grant that is drawn to deposit in the Leveraged Bond Reserve, the proportionate share is determined by the “group of projects method” found in the Guide to using EPA’s Automated Clearing House for the Drinking Water State Revolving Fund Program. This formula equals the federal portion of the reserve divided by the total reserve, which is the federal portion plus any funds placed in the reserve for use as state match for that particular grant.

On June 13, 2008, the 2008 capitalization grant of \$8,146,000 was awarded (7,595,160 designated for the leveraged bond reserve). The draw ratio for the 2008 capitalization grant is calculated by the group of projects method using the loan for Shawnee County Rural Water District #4C. The required state match of \$1,629,200 comes from \$1,560,028 allocated by SB 487 (deposited in the leveraged bond reserve), and \$69,172 in State Match Bonds issued in October 2008 and disbursed for project costs (used for loans). Two cash draws of the reserve portion of the 2008 capitalization grant were made during the program year. Exhibit 11 shows that the proportionate rate of federal funds (82.96%) was drawn for incurred costs.

On September 4, 2009, the 2009 capitalization grant was fully awarded in the amount of \$8,146,000 (\$7,172,740 designated for the leveraged reserve). The draw ratio for the 2009 capitalization grant is calculated by the group of projects method using the loan for the City of Clay Center. The required state match of \$1,629,200 comes from State Match Bonds issued in October 2008 and disbursed for project costs (used for loans). Seven cash draws of the reserve portion of the 2009 capitalization grant were made during the program year. Exhibit 12 shows

that the proportionate rate of federal funds (100% since there is no state match in the reserve) was drawn for incurred costs.

The percentage of federal funds drawn for the leveraged bond reserve compared to all loan disbursements for FY 2010 was 20.1%.

EXHIBITS

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

STATEMENTS OF NET ASSETS
JUNE 30, 2010 AND 2009

	UNAUDITED	
	2010	2009
ASSETS		
Current assets:		
Cash	\$ 60,737,839	\$ 48,864,817
Investment interest receivable	464,604	784,348
Loan interest receivable	4,220,954	3,954,732
Loans	15,275,722	13,970,914
Other receivables	613,127	575,117
	<u>81,312,246</u>	<u>68,149,928</u>
Total current assets		
Noncurrent assets:		
Restricted cash - arbitrage rebate	100,000	100,000
Restricted cash - loan reserve earnings	41,440	110,007
Loans	281,466,874	261,944,542
Loan reserve accounts	8,207,283	7,653,355
Debt service reserve account - investments	23,202,588	40,452,413
Debt service reserve account - cash	45,913,671	24,122,500
Bond issuance costs, net of amortization	2,900,286	2,955,990
	<u>361,832,142</u>	<u>337,338,807</u>
Total noncurrent assets		
	<u>443,144,388</u>	<u>405,488,735</u>
Total assets		
LIABILITIES		
Current liabilities:		
Accounts payable and accrued expenses	180,578	262,325
Bond interest payable	3,213,536	3,171,664
Revenue bonds payable, current	13,685,000	12,540,000
	<u>17,079,114</u>	<u>15,973,989</u>
Total current liabilities		
Current liabilities payable from restricted assets:		
Arbitrage rebate payable	-	584,564
Noncurrent liabilities:		
Arbitrage rebate payable	-	718,055
Loan reserve accounts payable	8,254,214	7,771,693
Revenue bonds payable, long-term, net	269,485,488	249,264,042
Deferred amounts on refunding	(8,779,563)	(6,856,751)
	<u>268,960,139</u>	<u>250,897,039</u>
Total noncurrent liabilities		
	<u>286,039,253</u>	<u>267,455,592</u>
Total liabilities		
NET ASSETS		
Invested in capital assets, net of related debt	-	-
Restricted net assets	157,105,135	138,033,143
Unrestricted net assets	-	-
	<u>\$ 157,105,135</u>	<u>\$ 138,033,143</u>
Total net assets		

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
YEARS ENDED JUNE 30, 2010 AND 2009

	UNAUDITED	
	2010	2009
Operating revenues:		
Loans	\$ 9,933,348	\$ 9,279,750
Grant revenue	924,892	753,599
Service fee revenue	992,153	915,901
Other revenue	388,826	197,488
	<u>12,239,219</u>	<u>11,146,738</u>
Total operating revenues		
Operating expenses:		
Program administration-federal	361,287	385,160
Program administration-other federal set-asides	540,349	393,817
Program administration-other	620,610	726,877
Arbitrage rebate	(567,756)	1,453,372
Loan principal forgiveness	195,900	-
	<u>1,150,390</u>	<u>2,959,226</u>
Total operating expenses		
Operating income	<u>11,088,829</u>	<u>8,187,512</u>
Nonoperating revenues (expenses):		
Investment Income:		
Bond reserve account	2,203,564	6,437,186
Other investment income	808,642	1,039,962
Capital contributions-capitalization grants, net of recognized administrative grants	7,708,075	7,059,825
Capital contributions-ARRA capitalization grants, net of recognized administrative grants	9,454,511	-
Bond issuance costs - amortization	(216,086)	(288,992)
Interest expense - bonds	(11,975,543)	(11,999,920)
	<u>7,983,163</u>	<u>2,248,061</u>
Total nonoperating revenues (expenses)		
Change in net assets	19,071,992	10,435,573
Total net assets, beginning of year	<u>138,033,143</u>	<u>127,597,570</u>
Total net assets, end of year	<u>\$ 157,105,135</u>	<u>\$ 138,033,143</u>

**KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)**

**STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2010 AND 2009**

	UNAUDITED	
	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Loan principal collected	\$ 17,007,924	\$ 14,835,527
Loans disbursed	(38,030,964)	(37,320,847)
Interest received on loans	9,667,126	9,002,585
Program administration expenses	(901,635)	(778,977)
Arbitrage rebate paid	(734,863)	(172,141)
Other revenue	245,635	72,794
Service fees received	961,040	883,686
Service fees paid	(566,064)	(579,746)
Capitalization grant for administrative costs	924,892	753,599
	<u>(11,426,909)</u>	<u>(13,303,520)</u>
Net cash used in operating activities		
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Bond principal paid	(13,620,000)	(19,960,000)
Bond interest paid	(12,153,141)	(12,150,698)
ARRA capitalization grant for loans	9,454,511	-
Capitalization grant for reserve account	7,708,075	7,059,825
Bond proceeds, including premium	72,952,223	36,958,407
Payment to bond escrow agent	(39,169,488)	-
Bond issuance costs paid	(660,013)	(1,006,582)
	<u>24,512,167</u>	<u>10,900,952</u>
Net cash provided by (used in) noncapital financing activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of debt service reserve accounts	17,249,825	13,130,278
Interest received on investments and debt service reserve accounts	3,331,950	7,672,092
Increase in loan reserve accounts	(553,928)	(1,878,758)
Increase in loan reserve payables	482,521	1,868,800
	<u>20,510,368</u>	<u>20,792,412</u>
Net cash provided by investing activities		
Net increase (decrease) in cash	33,595,626	18,389,844
Cash, beginning of year	73,197,324	54,807,480
Cash, end of year	<u>\$ 106,792,950</u>	<u>\$ 73,197,324</u>
Cash consists of:		
Cash	\$ 60,737,839	\$ 48,864,817
Debt service reserve account - cash	45,913,671	24,122,500
Restricted cash - arbitrage rebate	100,000	100,000
Restricted cash - loan reserve earnings	41,440	110,007
	<u>\$ 106,792,950</u>	<u>\$ 73,197,324</u>

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2010 AND 2009

	UNAUDITED	
	2010	2009
RECONCILIATION OF OPERATING INCOME TO NET CASH		
USED IN OPERATING ACTIVITIES:		
Operating income	\$ 11,088,829	\$ 8,187,512
Adjustments to reconcile operating income to net cash used in operating activities:		
Changes in operating assets and liabilities:		
Loans receivable	(20,827,140)	(22,485,320)
Loan interest receivable	(266,222)	(277,165)
Other receivables	(38,010)	7,381
Accounts payable and accrued expenses	(81,747)	(17,159)
Arbitrage rebate payable	(1,302,619)	1,281,231
Net cash used in operating activities	<u>\$ (11,426,909)</u>	<u>\$ (13,303,520)</u>

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Supplemental Schedules
June 30, 2010

Schedule of Investments

Purchase Date	Maturity Date	Provider	Amount	Interest Rate
07/14/2000	04/01/2023	AIG Matched Funding Corporation	\$ 13,375,036	6.971%
05/02/2002	04/01/2024	Citigroup	9,827,552	4.866%
Total Investments			<u>\$ 23,202,588</u>	

Schedule of Accounts Receivable

ADB Earnings	\$ 78,472	
Accrued Loan Principal Repayments	14,997,730	
Accrued Interest on Loans	4,220,954	
Accrued Service Fees on Loans	423,032	
ACH Takedowns in Process	-	
ACH Takedowns Receivable	110,420	
Loan Origination Fee Decreases transferred to Lev Loan	<u>1,203</u>	19,831,811
<i>Investment Earnings:</i>		
AIG Matched Funding Corp.	305,201	
Citigroup	<u>159,403</u>	464,604
Total Accounts Receivable		<u>\$ 20,296,415</u>

Schedule of Accounts Payable

Payroll	28,613	
Payroll Correction	(5,211)	
Bond Interest	3,213,536	
Administrative Expenses	-	
Arbitrage Rebate	-	
Loan Origination Fee Decreases transferred to Lev Loan	1,203	
FASA Fees & Training & Technical Assistance	21,762	
Service Fee Expenses	<u>32,784</u>	3,292,687
<i>Set-aside Payables:</i>		
Technical Assistance Fees	68,445	
Other Authorized Activities 1452K (1)b	<u>32,982</u>	101,427
<i>Loan Reserve Accounts Payable:</i>		
Leavenworth Co. RWD #1	296,436	
Leavenworth Co. RWD #1 - Earnings	1,550	
Shawnee Co. RWD #3	91,577	
Shawnee Co. RWD #3 - Earnings	479	
Harvey Co. RWD #1	53,968	
Harvey Co. RWD #1 - Earnings	282	
Public Wholesale Water Supply Dist. #17	333,446	
Public Wholesale Water Supply Dist. #17 - Earnings	1,743	
Miami Co. RWD #2	551,505	
Miami Co. RWD #2 - Earnings	2,883	
Butler Co. RWD #8	81,687	
Butler Co. RWD #8 - Earnings	427	
Crawford Co. RWD #5	57,965	
Crawford Co. RWD #5 - Earnings	303	

Marshall Co. RWD #3	251,122
Marshall Co. RWD #3 - Earnings	1,313
Finney Co. RWD #1	115,809
Finney Co. RWD #1 - Earnings	605
Douglas Co. RWD #5	217,044
Douglas Co. RWD #5 - Earnings	1,135
Jackson Co. RWD #1	112,415
Jackson Co. RWD #1 - Earnings	588
Public Water Wholesale District #4	359,560
Public Water Wholesale District #4 - Earnings	1,879
Shawnee Co. Consol. RWD #1	165,296
Shawnee Co. Consol. RWD #1 - Earnings	864
Leavenworth Co. RWD #7	53,071
Leavenworth Co. RWD #7 - Earnings	277
Public Water Wholesale District #4.2	157,859
Public Water Wholesale District #4.2 - Earnings	825
Johnson Co. RWD #7	47,922
Johnson Co. RWD #7 - Earnings	251
Pottawatomie Co. RWD #3	38,397
Pottawatomie Co. RWD #3 - Earnings	201
Geary Co. RWD #4	123,944
Geary Co. RWD #4 - Earnings	648
Johnson Co. RWD #6	63,564
Johnson Co. RWD #6 - Earnings	332
Johnson Co. RWD #7.2	32,852
Johnson Co. RWD #7.2 - Earnings	172
Marion Co. RWD #1	25,000
Marion Co. RWD #1 - Earnings	131
Osage Co. RWD #4	54,906
Osage Co. RWD #4 - Earnings	287
Harper Co. RWD #2	43,587
Harper Co. RWD #2 - Earnings	228
Cloud Co. RWD #1	58,034
Cloud Co. RWD #1 - Earnings	964
Marshall Co. RWD #3.2	50,000
Marshall Co. RWD #3.2 - Earnings	262
Osage Co. RWD #3	9,947
Osage Co. RWD #3 - Earnings	65
Crawford Co. RWD #7	50,000
Crawford Co. RWD #7 - Earnings	262
Woodson Co. RWD #1	782,372
Woodson Co. RWD #1 - Earnings	4,107
Topeka 1	205,593
Topeka 1 - Earnings	1,434
Topeka 2	312,735
Topeka 2 - Earnings	1,635
Topeka 3	154,735
Topeka 3 - Earnings	809
Topeka 4	203,087
Topeka 4 - Earnings	1,062
Topeka 6	114,993
Topeka 6 - Earnings	601
Nemaha Co. RWD #3	173,838
Nemaha Co. RWD #3 - Earnings	909
Cherokee Co. RWD #3	370,363
Cherokee Co. RWD #3 - Earnings	1,937
Harvey Co. RWD #1.2	40,000
Harvey Co. RWD #1.2 - Earnings	209
Butler Co. RWD #5	95,775
Butler Co. RWD #5 - Earnings	501
Johnson Co. RWD #7.3	105,038
Johnson Co. RWD #7.3 - Earnings	546
Sedgwick Co. RWD #2	43,024
Sedgwick Co. RWD #2 - Earnings	225
Leavenworth Co. RWD #1.2	287,373
Leavenworth Co. RWD #1.2 - Earnings	5,762
Douglas Co. RWD #3	13,005

Douglas Co. RWD #3 - Earnings	68
Brown Co. RWD #2	1,250,000
Brown Co. RWD #2 - Earnings	6,591
Shawnee Co. RWD #4	89,711
Shawnee Co. RWD #4 - Earnings	471
Public Water Wholesale District #4.3	49,655
Public Water Wholesale District #4.3 - Earnings	177
Jackson Co. RWD #3	25,601
Jackson Co. RWD #3 - Earnings	117
Clay Co. RWD #2	29,759
Clay Co. RWD #2 - Earnings	56
Marion Co. Improvement District #2	150,647
Marion Co. Improvement District #2 - Earnings	423
Jefferson Co. RWD #13	73,228
Jefferson Co. RWD #13 - Earnings	146
Douglas Co. RWD #2	57,207
Douglas Co. RWD #2 - Earnings	120
Nemaha Co. RWD #3.2	82,591
Nemaha Co. RWD #3.2 - Earnings	112

8,254,214

Total Accounts Payable

\$ 11,648,327

STATE OF KANSAS
KANSAS PUBLIC WATER SUPPLY LOAN FUND

BINDING COMMITMENTS

EXHIBIT 5A

COMMUNITIES SERVED	POPULATION/ POPULATION SERVED	PROJECT NUMBER	ASSIST AMOUNT	BINDING COMMIT DATE	INT RATE	DATE LOAN MATURES	BINDING COMMITMENTS - FY 10			
							BY QUARTER			
							QTR 1	QTR 2	QTR 3	QTR 4
New Loans										
Independence	9317 / 11811	2630	\$2,500,000.00	02-Jul-09	3.42%	01-Aug-30	\$2,500,000.00			
Olathe	114662 / 120082	2681	\$200,000.00	02-Jul-09	3.77%	01-Aug-29	\$200,000.00			
LaCrosse	1274 / 1274	2572	\$420,000.00	08-Jul-09	3.77%	01-Feb-30	\$420,000.00			
Jefferson Co. RWD #13	2115 / 3446	2557	\$2,360,113.00	29-Jul-09	3.77%	01-Feb-31	\$2,360,113.00			
Victoria	1167 / 1167	2612	\$750,000.00	29-Jul-09	3.77%	01-Aug-30	\$750,000.00			
Emporia	26662 / 33848	2590	\$1,820,000.00	29-Jul-09	3.77%	01-Feb-31	\$1,820,000.00			
Nemaha Co RWD #3	2500 / 3563	2616	\$3,700,000.00	21-Aug-09	3.75%	01-Feb-31	\$3,700,000.00			
Atchison	10145 / 11230	2552	\$3,634,075.00	21-Aug-09	3.75%	01-Feb-31	\$3,634,075.00			
Kirwin	211 / 211	2643	\$304,000.00	11-Sep-09	3.77%	01-Feb-31	\$304,000.00			
Douglas Co. RWD #2	955 / 955	2656	\$732,282.00	11-Sep-09	3.77%	01-Aug-30	\$732,282.00			
Galena	3171 / 4471	2678	\$165,000.00	11-Sep-09	3.77%	01-Aug-30	\$165,000.00			
Coffeyville	10387 / 14028	2583	\$720,000.00	06-Oct-09	3.28%	01-Aug-30		\$720,000.00		
Seneca	2064 / 2364	2611	\$511,091.00	08-Oct-09	3.63%	01-Aug-30		\$511,091.00		
Goodland	4361 / 4361	2591	\$6,015,038.00	10-Oct-09	3.28%	01-Feb-31		\$6,015,038.00		
Garnett	3280 / 3317	2587	\$1,100,000.00	15-Oct-09	3.63%	01-Feb-31		\$1,100,000.00		
Buhler	1340 / 1340	2701	\$2,038,095.00	15-Oct-09	3.63%	01-Feb-31		\$2,038,095.00		
Arkansas City	11416 / 12516	2649	\$1,650,000.00	18-Nov-09	3.47%	01-Aug-30		\$1,650,000.00		
Hill City	1437 / 1437	2608	\$421,125.00	18-Nov-09	3.47%	01-Aug-31		\$421,125.00		
Lakin	2123 / 2123	2564	\$3,400,000.00	26-May-10	3.50%	01-Feb-32				\$3,400,000.00
Loans Declined										
Ottawa	12792 / 15792	2540	(\$1,837,594.00)	08-Oct-08	3.79%			(\$1,837,594.00)		
Saline Co RWD #3	854 / 854	2521	(\$321,350.00)	05-Dec-07	3.57%				(\$321,350.00)	
Amendments to existing loans										
Carbondale	1468 / 4839	2413	(\$959.48)	01-Jul-09	3.77%	01-Feb-26	(\$959.48)			
Public Wholesale Water Supply #4	10840 / 10840	2505	(\$145,885.74)	01-Jul-09	3.81%	01-Aug-29	(\$145,885.74)			
Sedgwick Co. RWD #2	1100 / 1100	2497	\$50,670.00	16-Jul-09	3.51%	01-Feb-29	\$50,670.00			
Eureka	2739 / 5002	2463	(\$577,793.73)	01-Aug-09	3.36%	01-Feb-28	(\$577,793.73)			
White City	497 / 497	2438	\$147,646.48	23-Sep-09	3.55%	01-Feb-27	\$147,646.48			
Seneca	2084 / 2384	2469	(\$594,447.44)	07-Oct-09	3.63%	01-Feb-29		(\$594,447.44)		
Udall	776 / 776	2490	\$215,000.00	08-Oct-09	3.63%	01-Aug-29		\$215,000.00		
Olathe	114662 / 120082	2681	\$30,875.19	20-Oct-09	3.77%	01-Aug-29		\$30,875.19		
Russell	4280 / 4280	2635	\$103,707.27	04-Nov-09	3.82%	01-Aug-30		\$103,707.27		
Marion Co. Improvement District #2	234 / 234	2529	\$23,341.00	04-Nov-09	3.91%	01-Aug-30		\$23,341.00		
Clay Center	4378 / 4378	2479	\$2,000,000.00	12-Jan-10	3.36%	01-Feb-29			\$2,000,000.00	
Harvey County RWD #1	2565 / 3068	2426	(\$654,846.48)	21-Jan-10	3.36%	01-Aug-08		(\$654,846.48)		
Emporia	26662 / 33848	2590	\$573,700.00	03-Feb-10	3.77%	01-Feb-31		\$573,700.00		
Kismet	521 / 521	2485	(\$2,391.16)	09-Feb-10	3.36%	01-Aug-28		(\$2,391.16)		
Newton	18093 / 20000	2509	(\$548,467.48)	11-Feb-10	3.75%	01-Feb-29		(\$548,467.48)		
Hesston	3631 / 3631	2495	(\$190,723.14)	11-Feb-10	3.58%	01-Feb-29		(\$190,723.14)		
Yates Center	1493 / 4114	2526	\$330,000.00	12-Feb-10	3.82%	01-Aug-30		\$330,000.00		
Medicine lodge	2067 / 2142	2427	(\$696,490.53)	18-Feb-10	3.49%	01-Feb-29		(\$696,490.53)		
Cheney	1963 / 1963	2556	(\$544,167.27)	25-Feb-10	3.79%	01-Aug-29		(\$544,167.27)		
Hanover	605 / 605	2395	(\$99,233.63)	01-Mar-10	3.55%	01-Feb-29		(\$99,233.63)		
Clay Co. RWD #2	950 / 950	2530	(\$190,175.84)	23-Apr-10	3.79%	01-Aug-29				(\$190,175.84)
Burlington	2765 / 5640	2231	(\$451,267.74)	05-May-10	3.89%	01-Feb-25				(\$451,267.74)
Effingham	585 / 585	2461	(\$187.31)	02-Jun-10	3.39%	01-Aug-28				(\$187.31)
Sedgwick Co. RWD #2	1100 / 1100	2497	(\$21,589.86)	03-Jun-10	3.51%	01-Feb-29				(\$21,589.86)
Nemaha Co RWD #3	2500 / 3680	2448	(\$7,577.79)	11-Jun-10	3.58%	01-Aug-27				(\$7,577.79)
Wilson	767 / 767	2519	(\$56,659.66)	15-Jun-10	3.63%	01-Feb-29				(\$56,659.66)
Newton	18229 / 20794	2465	(\$262,159.55)	15-Jun-10	3.37%	01-Aug-28				(\$262,159.55)
Douglas Co. RWD #2	955 / 955	2656	\$16,901.41	17-Jun-10	3.77%	01-Aug-30				\$16,901.41

Total Binding Commitments
Cumulative Binding Commitments

\$28,728,692.52
\$461,641,767.28

\$16,059,147.53
\$448,972,222.29

\$10,396,231.02
\$459,368,453.31

(\$153,969.69)
\$459,214,483.62

\$2,427,283.66
\$461,641,767.28

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
SCHEDULE OF LOAN DISBURSEMENTS, RECORDED EXPENSES FOR SET ASIDES, AND ACH DRAWS FOR SET ASIDES
For the Year Ended June 30, 2010

DESCRIPTION	BEGINNING AVAILABLE BALANCE	1ST Q -FY10	2ND Q -FY10	3RD Q -FY10	4TH Q -FY10	FY10 TOTAL	ADDITIONS	ENDING AVAILABLE BALANCE
LOAN ACCOUNT DISBURSEMENTS								
LEVERAGED LOAN ACCOUNT	0	116,495	31,041,381	(1,741)	0	31,156,135	31,156,135	0
STATE MATCH LOAN ACCOUNT	0	0	4,000,000	0	0	4,000,000	4,000,000	0
GENERAL RECYCLED LOAN ACCOUNT	43,938,955	9,562,466	(24,937,599) (b)	3,729,295	5,067,359	(6,578,479)	3,910,716 (a)	54,428,150
AMERICAN RECOVERY & REINVESTMENT ACT ACCOUNT	19,500,000 (c)	0	357,960	3,894,432	5,202,119	9,454,511		10,045,489 (c)
TOTAL LOAN ACCOUNT DISBURSEMENTS		9,678,961	10,461,742	7,621,986	10,269,478	38,032,167		
RECORDED EXPENSES FOR SET ASIDES								
ADMINISTRATION - FEDERAL		85,947	81,809	96,250	97,281	361,287 (d)		
TECHNICAL ASSISTANCE		0	76,126	52,608	136,544	265,278 (d)		
STATE PROGRAM MANAGEMENT		16,757	17,036	21,349	33,604	88,746 (d)		
OTHER AUTHORIZED ACTIVITIES 1452K		19,936	63,248	34,455	68,686	186,325 (d)		
TOTAL RECORDED EXPENSES FOR SET ASIDES		122,640	238,219	204,662	336,115	901,636		
ACH DRAWS FOR SET ASIDES								
ADMINISTRATION - FEDERAL	967,612	103,500	86,972	97,500	86,800	374,772	186,200 (e)	779,040
TECHNICAL ASSISTANCE	185,300	45,000	76,100	52,600	68,500	242,200	90,520 (f)	33,620
STATE PROGRAM MANAGEMENT	691,401	19,800	17,500	20,200	31,200	88,700	50,900 (g)	653,601
OTHER AUTHORIZED ACTIVITIES 1452K	499,500	54,700	63,400	34,500	35,900	188,500		311,000
TOTAL ACH DRAWS FOR SET ASIDES		223,000	243,972	204,800	222,400	894,172		

(a) Includes \$75,432 from recycled loan principal repayments, \$668,555 deposit made from the Principal Account on June 15, 2010,

\$7,441,465 deallocated from the Leveraged Bond Reserve account on June 16, 2010, and -\$4,274,736 redesignated back to the Leveraged Bond Reserve account from the recycled account on September 28, 2009.

(b) Includes \$31,156,135 from the 2009 leveraged bond proceeds used to reimburse the recycled loan account on 10/7/09 for leveraged project payments that were paid 10/16/08-9/25/09 from recycled until the bonds were issued.

(c) Available balance from the ACH. Grant funds are not transferred to KDHE accounts until disbursement requests are processed.

(d) Amounts on Exhibit 6 and the Financial Statements may show a slight difference due to rounding.

(e) The ending available balance to draw for the Administration set aside reflects a \$186,200 final award from the 2009 capitalization grant on September 4, 2010

(f) The ending balance available to draw for the Technical Assistance set aside reflects a \$90,520 final award from the 2009 capitalization grant on September 4, 2010

(g) The ending balance available to draw for the State Program Management set aside reflects a \$50,900 final award from the 2009 capitalization grant on September 4, 2010

STATE OF KANSAS
KANSAS PUBLIC WATER SUPPLY LOAN FUND
SCHEDULE OF COMPLETED PROJECTS - FY2010

EXHIBIT 7A

Communities Served	Project Number	Assistance Amount	Binding Commitment Date	Construction Start Date	Initiation of Operation Date	(a) Interest Rate on Loan	Date Loan Matures
Caney	2491	\$1,452,250.00	4/20/2007	9/28/2007	8/5/2009	3.36%	2/1/2028
Cheney	2556	\$601,493.73	10/8/2008	3/9/2009	8/17/2009	3.79%	8/1/2029
Clay Co. RWD #2	2530	\$256,013.16	10/8/2008	8/4/2009	3/4/2010	3.79%	8/1/2029
Douglas Co. RWD #2	2656	\$749,183.41	9/11/2009	1/27/2010	5/7/2010	3.77%	8/1/2030
Effingham	2461	\$741,000.00	12/4/2006	11/10/2008	10/7/2009	3.39%	8/1/2028
Hanover	2395	\$71,766.37	12/28/2005	10/20/2008	10/19/2009	3.55%	2/1/2029
Harvey County RWD #1	2426	\$3,703,631.52	4/30/2007	11/5/2007	7/2/2009	3.36%	8/1/2008
Hesston	2495	\$1,631,805.86	8/31/2007	2/25/2008	8/21/2009	3.58%	2/1/2029
LaCrosse	2572	\$326,318.16	7/8/2009	11/2/2009	5/28/2010	3.77%	2/1/2030
Lane	2407	\$389,000.00	10/31/2005	10/2/2006	3/22/2010	3.44%	2/1/2028
Medicine lodge	2427	\$326,090.47	11/7/2005	4/30/2009	1/29/2010	3.49%	2/1/2029
Nemaha Co RWD #3	2448	\$1,157,506.00	5/1/2006	9/20/2006	9/23/2009	3.58%	8/1/2027
Newton	2465	\$2,011,842.00	5/15/2007	12/28/2008	3/8/2010	3.37%	8/1/2028
Olathe	2470	\$19,745,000.00	11/20/2006	4/21/2008	5/4/2010	3.46%	8/1/2028
Olathe	2681	\$230,875.19	7/2/2009	4/20/2009	10/6/2009	3.77%	8/1/2029
Rolla	2510	\$252,503.00	12/4/2007	7/16/2009	4/12/2010	3.57%	2/1/2029
Russell	2635	\$403,707.27	6/22/2009	8/28/2009	12/4/2009	3.82%	8/1/2030
Sedgwick Co. RWD #2	2497	\$1,021,296.00	7/31/2007	11/29/2007	11/30/2009	3.51%	2/1/2029
Shawnee Co. Cons. RWD #4	2517	\$12,500,000.00	5/8/2008	7/17/2008	5/11/2010	3.81%	8/1/2029
Udall	2490	\$1,365,000.00	11/28/2007	5/4/2009	6/14/2010	3.63%	8/1/2029
Wilson	2519	\$407,935.00	11/14/2007	10/27/2008	1/19/2010	3.63%	2/1/2029

Total \$49,344,217.14

(a) Includes .35% Service Fee

STATE OF KANSAS
KANSAS PUBLIC WATER SUPPLY LOAN FUND
SCHEDULE OF PROJECTS STARTED - FY2010

EXHIBIT 7B

Communities Served	Project Number	Assistance Amount	Binding Commitment Date	Construction Start Date	(a) Interest Rate on Loan	Date Loan Matures
Arkansas City	2649	\$1,650,000.00	11/18/2009	2/12/2010	3.47%	8/1/2030
Atchison	2552	\$3,634,075.00	8/21/2009	2/19/2010	3.75%	2/1/2031
Bentley	2531	\$480,000.00	6/22/2009	10/29/2009	3.82%	8/1/2030
Blue Rapids	2544	\$416,300.00	10/8/2008	4/1/2010	3.79%	8/1/2030
Cherryvale	2553	\$813,270.00	6/22/2009	11/20/2009	3.82%	8/1/2030
Clay Co. RWD #2	2530	\$256,013.16	10/8/2008	8/4/2009	3.79%	8/1/2029
Coffeyville	2583	\$720,000.00	10/6/2009	1/19/2010	3.63%	8/1/2030
Douglas Co. RWD #2	2656	\$749,183.41	9/11/2009	1/27/2010	3.77%	8/1/2030
Emporia	2590	\$2,393,700.00	7/29/2009	1/4/2010	3.77%	2/1/2031
Galena	2678	\$165,000.00	9/11/2009	11/9/2009	3.77%	8/1/2030
Garnett	2587	\$1,100,000.00	10/15/2009	3/31/2010	3.63%	2/1/2031
Goodland	2591	\$6,015,038.00	10/10/2009	2/22/2010	3.63%	2/1/2031
Independence	2630	\$2,500,000.00	7/2/2009	10/29/2009	3.77%	8/1/2030
Jefferson Co. RWD #13	2557	\$2,360,113.00	7/29/2009	9/17/2009	3.77%	2/1/2031
Junction City	2494	\$800,000.00	6/22/2009	2/16/2010	3.82%	8/1/2030
Kirwin	2643	\$304,000.00	9/11/2009	4/5/2010	3.77%	2/1/2031
LaCrosse	2572	\$326,318.16	7/8/2009	11/2/2009	3.77%	2/1/2030
Marion Co. Improvement District #2	2529	\$507,296.00	5/13/2009	11/2/2009	3.91%	8/1/2030
Nemaha Co RWD #3	2616	\$3,700,000.00	8/21/2009	9/29/2009	3.75%	2/1/2031
Osage Co RWD #5	2476	\$1,079,772.00	11/12/2008	2/15/2010	4.04%	8/1/2030
Ottawa	2539	\$1,664,762.00	10/8/2008	8/24/2009	3.79%	2/1/2030
Pittsburg	2489	\$8,737,424.00	8/13/2008	5/3/2010	3.72%	2/1/2030
Riley	2536	\$975,500.00	11/12/2008	1/4/2010	4.04%	8/1/2031
Rolla	2510	\$252,503.00	12/4/2007	7/16/2009	3.57%	2/1/2029
Russell	2635	\$403,707.27	6/22/2009	8/28/2009	3.82%	8/1/2030
Seneca	2611	\$511,091.00	10/8/2009	2/3/2010	3.63%	8/1/2030
Tonganoxie	2401	\$3,007,519.00	9/6/2006	6/14/2010	3.63%	2/1/2029
Victoria	2612	\$750,000.00	7/29/2009	12/7/2009	3.77%	8/1/2030
Yates Center	2526	\$284,530.00	6/22/2009	2/15/2010	3.82%	8/1/2030

Total \$46,557,115.00

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Abilene	2001	\$1,400,000.00	\$1,400,000.00	\$0.00	Construction of a water treatment plant to remove nitrate and excess iron and manganese from the source water	6,468 / 7,700	no / yes	Dickinson	no
Alma	2002	\$481,206.39	\$481,206.39	\$0.00	Construction of approximately 1 mile of 8 inch pipe and a 200,000 gallon elevated storage tank	872 / 872	yes / yes	Wabaunsee	no
Almena	2392	\$615,500.00	\$615,500.00	\$0.00	Installation of approximately 2,800 linear feet of 6 inch pipe for system looping, and appurtenances	469 / 469	yes / yes	Norton	no
Arkansas City	2649	\$1,650,000.00	\$810,254.78	\$839,745.22	Install approximately 26,000 feet of waterline and all related appurtenances	11,416 / 12,516	no / no	Cowley	no
Arlington	2385	\$526,728.52	\$526,728.52	\$0.00	Construction of two new wells, the associated connecting pipe, and replacer deteriorated distribution pipe	440 / 440	yes / yes	Reno	no
Assaria	2182	\$489,000.00	\$489,000.00	\$0.00	Construction of a new water supply well, 75,000 gallon elevated storage tank, approximately 5,650 linear feet of 6 inch pipe, and appurtenances	380 / 380	yes / yes	Saline	no
Atchison	2552	\$3,634,075.00	\$545,983.31	\$3,088,091.69	Replacement of over 24,000 feet of deteriorated water line and construction of a new pump station with emphasis on energy efficiency	10,145 / 11,230	no / no	Atchison	no
Baldwin City	2321	\$1,599,236.21	\$1,599,236.21	\$0.00	Construction of 2 elevated .75 MG storage tanks, 7,115 linear feet of 6, 8, and 12 inch water main, demolition of ground storage tank, and installation of telemetry for new tanks	3,503 / 9,044	yes / yes	Douglas	no
Baxter Springs	2009	\$2,900,000.00	\$2,900,000.00	\$0.00	Renovation and expansion of existing water treatment plant, adding one clarifying flocculator, one chlorine contact basin, renovating filters, chemical feed, electrical controls and a laboratory	4,351 / 4,351	yes / yes	Cherokee	no
Bentley	2531	\$480,000.00	\$138,243.22	\$341,756.78	Construction of approximately 3,100 feet of pipeline, a new pump station, and disinfection treatment facility	496 / 496	yes / yes	Sedgwick	no
Blue Rapids	2544	\$416,300.00	\$40,540.75	\$375,759.25	Construction of a ground storage water tank that will replace an existing tank	1,041 / 1,041	yes / yes	Marshall	no
Brown Co. RWD #2	2487	\$130,046.61	\$130,046.61	\$0.00	Construction of a booster pump station and connection to an existing distribution system	724 / 1,083	yes / yes	Brown	yes
Buhler	2701	\$2,038,095.00	\$23,447.24	\$2,014,647.76	Expand the water treatment plant to add treatment processes to remove arsenic, iron, and manganese, rehabilitate the existing water tower, replace the existing storage pumps, and construct a sewer line to transport the waste from the new treatment processes	1,340 / 1,340	yes / yes	Reno	no
Burlington	2231	\$5,059,982.26	\$5,059,982.26	\$0.00	Construction of a water treatment plant	2,765 / 5,640	yes / yes	Coffey	no
Butler County RWD #5	2500	\$400,000.00	\$400,000.00	\$0.00	Establish a new pressure zone by installing a booster pump station, valve by-pass connections for pressure relief, and loops to resolve pressure issues outside of the new pressure zone, and replacement of residential meters	4,000 / 5,355	yes / yes	Butler	yes
Butler County RWD #8	2018	\$816,871.25	\$816,871.25	\$0.00	Construction of a 200,000 gallon elevated storage tank and 7 miles of 6 and 10 inch water lines	928 / 928	yes / yes	Butler	yes

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Caney	2491	\$1,452,250.00	\$1,344,137.71	\$108,112.29	Rehabilitate the existing chlorine contact basin into a presettling basin, recommission an abandoned chlorine contact basin, change various chemical feed points, and reroute the water treatment plant yard piping	1,975 / 1,975	yes / yes	Montgomery	no
Carbondale	2186	\$1,350,459.61	\$1,350,459.61	\$0.00	Replacement of 34,040 feet of 4 and 8 inch water mains, installation of 45 fire hydrants and 139 gate valves, and a new water tower	1,526 / 4,666	yes / yes	Osage	no
Carbondale 2	2413	\$2,617,293.70	\$2,617,293.70	\$0.00	Construction of a new membrane filter water treatment system and replacement of the 6 inch asbestos cement finished water transmission main with 8 inch PVC	1,439 / 4,839	yes / yes	Osage	yes
Chanute	2022	\$1,750,000.00	\$1,750,000.00	\$0.00	Construction of a 1 MG elevated water storage tank, approximately 2,900 linear feet of 10 and 12 inch waterlines, plant upgrades and automation	9,082 / 11,714	no / no	Neosho	no
Chanute 2	2364	\$632,556.99	\$632,556.99	\$0.00	Replacement of a 3,400 foot section of 10 inch cast iron water line with PVC	9,217 / 11,714	no / no	Neosho	no
Cheney	2556	\$601,493.73	\$601,493.73	\$0.00	Replacement of approximately 8,500 feet of water distribution pipe	1,963 / 1,963	yes / yes	Sedgwick	no
Cherokee County RWD #3	2444	\$1,738,382.00	\$1,738,382.00	\$0.00	Construction of a new aeration and detention basin, filters, polymer feed system, high service pumps, new controls, two sludge lagoons and repair an existing basin.	1,625 / 1,773	yes / yes	Cherokee	yes
Cherryvale	2553	\$813,270.00	\$643,050.12	\$170,219.88	Replacement of approximately one mile of water line, including valves and hydrants, and installation of an automated meter reading system	2,371 / 2,371	yes / yes	Montgomery	no
Chetopa	2188	\$1,700,000.00	\$1,624,605.42	\$75,394.58	Water treatment plant expansion and renovation including raw water intake, solids contact unit, basin modifications, chemical feeders, filter renovation, plant piping, and controls	1,257 / 1,257	yes / yes	Labette	no
Cimarron	2024	\$1,511,421.15	\$1,511,421.15	\$0.00	Replacement and upgrade of existing deteriorated and under-sized water lines with approximately 16,500 feet of new 6, 8 and 10 inch water lines	1,675 / 1,675	yes / yes	Gray	no
Clay Center	2479	\$9,800,000.00	\$8,627,673.23	\$1,172,326.77	Construction of a 3.0 MGD reverse osmosis water treatment plant on new property purchased by the city, including transmission and distribution mains needed to connect the plant to the existing wells and distribution system	4,378 / 4,378	yes / yes	Clay	no
Clay Co. RWD # 2	2530	\$256,013.16	\$256,013.16	\$0.00	Construction of two new wells and approximately 16,000 feet of pipeline to connect to the existing distribution system	950 / 950	yes / yes	Clay	yes
Cloud Co. RWD #1	2327	\$435,866.54	\$435,866.54	\$0.00	Construction of 2 new water supply wells and chlorination building, install telemetry controls, and rehabilitate two standpipes	450 / 450	yes / yes	Cloud	yes

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Coffeyville 1	2250	\$2,443,456.33	\$2,443,456.33	\$0.00	Upgrade of present water treatment plant including construction of a rapid mix unit, two automatic sludge blowdowns, holding basin, discharge pump structures, pump, process piping, chemical feed system, and appurtenances	12,031 / 16,755	no / no	Montgomery	no
Coffeyville 2	2026	\$418,390.61	\$418,390.61	\$0.00	Repair existing 190,000 gallon elevated water storage tank, install a recirculating pump and motor operated valve at the base of the tower, construction of 9,500 linear feet of 8 inch water line, and appurtenances	12,031 / 16,755	no / no	Montgomery	no
Coffeyville 3	2267	\$467,435.78	\$467,435.78	\$0.00	Replace approximately 6,200 linear feet of 8 and 12 inch water lines, and related appurtenances	11,021 / 17,314	no / no	Montgomery	no
Coffeyville 4	2583	\$720,000.00	\$0.00	\$720,000.00	Install security cameras and fences, replace valves in the yard piping of the water treatment plant, and replace the components of the up flow clarifier	10,387 / 14,028	no / no	Montgomery	no
Colwich	2204	\$3,576,878.83	\$3,576,878.83	\$0.00	Construction of water supply wells, transmission line, a distribution system, and an elevated storage tank	1,134 / 1,134	yes / yes	Sedgwick	no
Council Grove	2378	\$2,258,480.94	\$2,258,480.94	\$0.00	Construction of a clarification basin, rapid mix basin, and ozone disinfection system, installation of a raw water meter, high service pumps, and modifications to the chemical feed systems and filters, and appurtenances	2,328 / 3,418	yes / yes	Morris	no
Crawford County RWD #5	2032	\$579,651.35	\$579,651.35	\$0.00	Construction of a new water supply well and treatment plant and approximately 9,000 feet of 2, 2.25, and 4 inch water lines	1,500 / 1,658	yes / yes	Crawford	yes
Crawford County RWD #7	2358	\$99,466.33	\$99,466.33	\$0.00	Installation of approximately 10,900 linear feet of 4 inch water line, construction of a booster pump station, and a 12 foot diameter standpipe	497 / 497	yes / yes	Crawford	yes
Dodge City	2229,2230	\$4,394,239.21	\$4,394,239.21	\$0.00	Upgrade the existing water system including the construction of a 1.5 MG elevated storage tank, approximately 700 feet of 12 inch water line, and 11,460 linear feet of 12 and 16 inch water lines.	22,023 / 22,023	no / no	Ford	no
Doniphan County RWD #5	2234	\$46,303.60	\$46,303.60	\$0.00	Replacement of approximately 61,000 linear feet of 1 to 4 inch in diameter water lines	1,320 / 1,487	yes / yes	Doniphan	yes
Douglas County RWD #2	2656	\$749,183.41	\$732,282.00	\$16,901.41	Construction of approximately 14,000 feet of water transmission line and a 500 gpm booster pumpstation	955 / 955	yes / yes	Douglas	yes
Douglas County RWD #3	2516	\$5,576,450.00	\$2,873,727.90	\$2,702,722.10	Construction of 3 public water supply wells and an elevated water storage tank, installation of 5 miles of distribution main, and expand the existing reverse osmosis water treatment plant	3,834 / 6,834	yes / yes	Douglas	yes
Douglas County RWD #4	2274	\$857,696.30	\$857,696.30	\$0.00	Construction of 8 miles of 8 inch water line, booster pump and metering facility	1,663 / 1,663	yes / yes	Douglas	yes
Douglas County RWD #5	2249	\$1,158,094.71	\$1,158,094.71	\$0.00	Construction of approximately 124,650 linear feet of 4, 6, 8, and 10 inch water line, booster pump station, second connection with the City of Lawrence water system, and installation of a master meter with vault	1,580 / 1,580	yes / yes	Douglas	yes

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Douglass	2405	\$65,843.00	\$65,843.00	\$0.00	Construction of a well house and purchase of approximately 2,200 linear feet of 8 inch PVC and associated appurtenances	1,797 / 1,797	yes / yes	Butler	no
Downs	2388	\$436,872.65	\$436,872.65	\$0.00	Installation of new resin cells, brine pumps, booster pumps, sand filter, nitrate analyzer, and all related appurtenances to improve nitrate removal in the water treatment plant	1,017 / 1,017	yes / yes	Osborne	no
Edgerton	2039	\$1,141,617.03	\$1,141,617.03	\$0.00	Construction of a 200,000 gallon elevated storage tank, booster pump station, and approximately 3 miles of 8 inch water line	1,424 / 1,424	yes / yes	Johnson	no
Effingham	2461	\$740,812.69	\$740,812.69	\$0.00	Rehabilitation of existing wells including a new chlorination building, replace deteriorated distribution piping, service lines, and valves, add distribution loops, and construction of a new elevated storage tank	585 / 585	yes / yes	Atchison	no
Ellsworth	2255	\$2,041,438.15	\$2,041,438.15	\$0.00	Upgrade of the existing water treatment plant including installation of draft aerator, and construction of a new solid contact basin	2,600 / 2,600	yes / yes	Ellsworth	no
Emporia	2041	\$4,739,010.72	\$4,739,010.72	\$0.00	Modification and upgrade of present water treatment facility including a new 5 MGD water softening treatment process, chemical feed system and operation center	24,462 / 31,933	no / no	Lyon	no
Emporia 2	2590	\$2,393,700.00	\$1,156,007.84	\$1,237,692.16	Rehabilitate and expand the existing water treatment plant to meet system demands	26,662 / 33,848	no / no	Lyon	no
Eureka	2045	\$450,000.00	\$450,000.00	\$0.00	Construction of a 56 foot diameter solids contact basin and rapid mix with chemical feed system, repair and rehabilitation of the existing contact and rapid mix basin	2,974 / 5,441	yes / yes	Greenwood	no
Eureka 2	2463	\$2,106.27	\$2,106.27	\$0.00	Repair and rehabilitate existing infrastructure to create a secondary source for the City. Modifications will be made to the intake structure on the city lake including valves, pipes, the pump station, and the transmission line	2,739 / 5,002	yes / yes	Greenwood	no
Finney County RWD #1	2047	\$2,511,216.86	\$2,511,216.86	\$0.00	Construction of approximately 14 miles of water line and a new water supply well, purchasing an existing water supply well and standpipe to serve the existing 11 mobile home parks booster pump station, and a master meter	2,200 / 2,200	yes / yes	Finney	yes
Florence	2254	\$155,316.08	\$155,316.08	\$0.00	Installation of slow sand filters to eliminate turbidity failures and excessive operating costs associated with cartridge filtration units	678 / 678	yes / yes	Marion	no
Fort Scott	2189	\$2,169,246.82	\$2,169,246.82	\$0.00	Construction of a 750,000 gallon elevated water storage tank, 9,900 linear feet of 12 and 16 inch water line, and appurtenances	8,400 / 13,722	no / no	Bourbon	no
Fort Scott 2	2277	\$5,480,085.58	\$5,480,085.58	\$0.00	Installation of an ozone disinfection system, construction of two clearwells and a high service pump station, replacement of filter media, and appurtenances	8,297 / 13,722	no / no	Bourbon	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Frontenac	2434	\$1,882,000.00	\$505,697.01	\$1,376,302.99	Replacement and upgrade of deteriorating treatment plant equipment and controls, rehabilitation and repair of existing water storage tanks, and replacement and looping of distribution pipe to solve pressure and flow problems	1,301 / 1,301	yes / yes	Crawford	no
Galena	2678	\$165,000.00	\$0.00	\$165,000.00	Installation of approximately 4,000 feet of 8-inch waterline to provide service to a medical facility while meeting pressure requirements in the area	3,171 / 4,471	yes / yes	Cherokee	no
Garden City	2055, 2056,2057	\$5,678,099.58	\$5,678,099.58	\$0.00	Construction of 1 MG and 2 MG ground storage tanks, 7,000 feet of 20 inch water transmission connecting lines, chlorination facilities, pump stations, and standby generators	26,039 / 31,451	no / no	Finney	no
Garden City 2	2316	\$2,614,133.46	\$2,614,133.46	\$0.00	Construction of 3 water supply wells, a 5 MG water storage tank, and approximately 8,000 linear feet of 12 and 20 inch water line	26,039 / 31,451	no / no	Finney	no
Gardner	2446	\$7,582,910.00	\$7,582,910.00	\$0.00	Expansion and modification of the existing treatment plant with new or upgraded equipment including pumps, basins, a clearwell, a rapid mix/chemical feed system, filters and all appurtenances	16,000 / 25,037	no / no	Johnson	no
Garnett	2242	\$1,200,694.36	\$1,200,694.36	\$0.00	Construction of a .5 MG elevated storage tank and rehabilitation of the existing .1 MG elevated storage tank	3,224 / 5,112	yes / yes	Anderson	no
Garnett 2	2587	\$1,100,000.00	\$236,075.15	\$863,924.85	Rehabilitate the existing raw water pumpstation, update the controls and valves at the treatment plant, and replace the existing raw water transmission main	3,280 / 3,317	yes / yes	Anderson	no
Geary Co. RWD #4	2319	\$383,965.36	\$383,965.36	\$0.00	Construction of a 230 gpm filtration plant, sludge reclaim tank, and upgrade of 2 well pumps	450 / 450	yes / yes	Geary	yes
Glen Elder	2449	\$139,896.34	\$139,896.34	\$0.00	Construction of two new wells and the required transmission line to connect to the distribution system	399 / 399	yes / yes	Mitchell	no
Goessel	2059	\$340,902.26	\$340,902.26	\$0.00	Construction of a 100,000 gallon elevated water storage tank, connecting water line, and appurtenances	506 / 506	yes / yes	Marion	no
Goodland	2061	\$2,480,050.31	\$2,480,050.31	\$0.00	Construction of a .5 MG elevated storage tank, three new water supply wells, and construction and replacement of 12.5 miles of water line	4,669 / 4,669	yes / yes	Sherman	no
Goodland 2	2591	\$6,015,038.00	\$2,064,766.82	\$3,950,271.18	Construction of an ion exchange nitrate removal plant, non discharging evaporative ponds, and transmission pipelines	4,361 / 4,361	yes / yes	Sherman	no
Grainfield	2478	\$84,663.13	\$84,663.13	\$0.00	Installation of 3,400 feet of PVC transmission line to connect existing well and constructions of a new chlorination facility	298 / 298	yes / yes	Gove	no
Hanover	2395	\$71,766.37	\$71,766.37	\$0.00	Construction of an elevated water storage tank, demolition of existing tank, and all associated connections.	605 / 605	yes / yes	Washington	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Harper Co. RWD #2	2351	\$549,064.00	\$549,064.00	\$0.00	Installation of approximately 256,200 linear feet of 1.5, 2, and 2.5 inch PVC pipe and appurtenances	287 / 287	yes / yes	Harper	yes
Harvey County RWD #1	2193	\$539,676.88	\$539,676.88	\$0.00	Construction of a 75,000 gallon elevated storage tank and approximately 16 miles of 2, 3, 4, 6, and 8 inch water lines to provide looping for pressure equalization and connecting unserved areas	1,650 / 3,067	yes / yes	Harvey	yes
Harvey County RWD #1-2	2426	\$3,703,631.52	\$3,703,631.52	\$0.00	Construction of 3 public water supply wells, a chlorination facility, transmission pipelines, extended distribution pipelines to connect over 100 new users, and appurtenances	2,565 / 3,068	yes / yes	Harvey	yes
Herington	2357	\$1,222,806.46	\$1,222,806.46	\$0.00	Construction of chemical building and feed room, modification of flash mixing basin, and plant piping, rehabilitation of contact basins, and installation of turbidity monitoring and lab testing equipment	2,517 / 3,096	yes / yes	Dickinson/Morris	no
Hesston	2495	\$1,631,805.86	\$1,631,805.86	\$0.00	Construction of a 500,000 gallon elevated water tower and connecting pipe line, replace existing high service pumps, rehabilitate general building conditions at the pump station, and upgrade system telemetry	3,631 / 3,631	yes / yes	Harvey	no
Hiawatha	2066	\$702,736.49	\$702,736.49	\$0.00	Construction of 2 new wells, super chlorination of two existing wells, and construction of 6, 8 and 12 inch distribution loop, and appurtenances	3,578 / 4,834	yes / yes	Brown	no
Hill City	2442	\$2,360,730.54	\$2,360,730.54	\$0.00	Replacement of existing distribution system pipes and all associated meters, valves, hydrants, borings, and pavement	1,511 / 1,511	yes / yes	Graham	no
Hill City 2	2649	\$421,125.00	\$0.00	\$421,125.00	Construction of a new public water supply well, approximately 2.5 miles of water transmission main and all related appurtenances	1,437 / 1,437	yes / yes	Graham	no
Hillsboro	2408	\$146,351.73	\$146,351.73	\$0.00	Installation of approximately 3,700 linear feet of 8 inch PVC including valves, service connections, fire hydrants, and pavement removal and replacement	2,833 / 2,833	yes / yes	Marion	no
Holton	2436	\$357,605.44	\$357,605.44	\$0.00	Replace deteriorating waterlines with approximately 3,000 linear feet of 8 inch PVC pipe	3,341 / 3,341	yes / yes	Jackson	no
Holyrood	2068	\$262,259.15	\$262,259.15	\$0.00	Installation of approximately 2,710 linear feet of 6 inch PVC pipe, 2,041 linear feet of 4 inch PVC pipe, flushing hydrants, ventilation system, and appurtenances	453 / 453	yes / yes	Ellsworth	no
Hoyt	2139	\$814,696.74	\$814,696.74	\$0.00	Construction of a 200,000 gallon elevated water storage tank and approximately 13,000 linear feet of 8 inch water line, replace fire hydrants, telemetry controls, and appurtenances	533 / 533	yes / yes	Jackson	no
Hutchinson	2280	\$1,403,529.82	\$1,403,529.82	\$0.00	Installation of water transmission mains and booster pump station	40,787 / 40,787	no / no	Reno	no
Hutchinson 2	2423	\$6,666,667.00	\$6,666,667.00	\$0.00	Construction of a reverse osmosis water treatment plant and the connecting raw and waste water transmission mains and some distribution mains	41,048 / 41,348	no / no	Reno	no
Independence	2630	\$2,500,000.00	\$246,861.77	\$2,253,138.23	Construction of a 750,000 gallon elevated water storage tank and associated connecting pipelines and access roads, and demolition of existing tower	9,317 / 11,811	no / no	Montgomery	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Ingalls	2356	\$155,346.14	\$155,346.14	\$0.00	Testing, drilling, and connection of a new water supply well and plugging the existing well	331 / 331	yes / yes	Gray	no
Iola	2281	\$10,000,000.00	\$10,000,000.00	\$0.00	Construction of a river intake structure, pre-sedimentation and ozone disinfection facilities, conventional water softening facilities, storage and pumping facilities, and all controls	6,171 / 7,743	no / yes	Allen	no
Jackson County RWD #1	2214	\$2,170,441.17	\$2,170,441.17	\$0.00	Construction and replacement of approximately 177,500 linear feet of 4, 6, 8, and 12 inch water lines, 200,000 gallon elevated water storage tank, two new pump stations with buildings, 2nd connection with the City of Topeka, installation of new telemetry, and appurtenances	1,300 / 4,371	yes / yes	Jackson	yes
Jackson County RWD #3	2464	\$995,324.00	\$496,553.80	\$498,770.20	Installation of 40,000 feet of 6" PVC pipe with 9 valves and valve boxes along with one highway crossing and eight road crossings, installation of 7,600 feet of 4" PVC pipe with 4 valves and valve boxes with one stream crossing, install a master meter, connect to the existing system (12 places), upgrade the pump station, install 4 cleanouts, construct the Netawaka Control Vault, and repaint 4 tanks	4,060 / 5,162	yes / yes	Jackson	yes
Jefferson County RWD #13	2557	\$2,360,113.00	\$1,506,469.74	\$853,643.26	Replacement of approximately 30,000 feet of waterline, construction of a 200,000 gallon elevated water storage tank, and installation of new telemetry controls	2,115 / 3,446	yes / yes	Jefferson	yes
Jewell County RWD #1	2080	\$27,488.44	\$27,488.44	\$0.00	Construction of a public water supply well, 150,000 gallon elevated water storage tank, chlorination facility, and water transmission line	959 / 1,224	yes / yes	Jewell and Smith	yes
Johnson County Consolidated RWD #6	2081	\$1,239,437.00	\$1,239,437.00	\$0.00	Construction and replacement of approximately 41,000 feet of 1.5, 2, 4 and 6 inch water main with 8 and 12 inch lines	1,350 / 1,350	yes / yes	Johnson	yes
Johnson County RWD #7	2082,2083	\$1,578,591.00	\$1,578,591.00	\$0.00	Construction of approximately 8.5 miles of 12 and 16 inch water main to connect unserved areas, and participation in upgrade and rehabilitation of Miami Co. RWD #2 (the source of water supply)	4,537 / 4,537	yes / yes	Johnson	yes
Johnson County RWD #7-2	2333	\$635,641.91	\$635,641.91	\$0.00	Installation of approximately 33,000 linear feet of 16 and 20 inch pipe lines and all valves, connections, and appurtenances	4,537 / 4,537	yes yes	Johnson	yes
Johnson County RWD #7-3	2283	\$957,746.92	\$957,746.92	\$0.00	Installation of approximately 2.5 miles of 12 inch water mains along 175th St. from Dillie Rd west to Edgerton Rd then south to connect to an existing line, and along 215th St from Gardner Rd west to connect to an existing line	4,537 / 4,537	yes yes	Johnson	yes
Junction City	2084	\$744,292.92	\$744,292.92	\$0.00	Replacement of filter media, valves, operators, and controls, underdrains, piping, removal of existing surface wash system, installation of an air-assisted backwash system, and appurtenances	18,063 / 20,604	no / no	Geary	no
Junction City 2	2494	\$800,000.00	\$50,800.00	\$749,200.00	Construction of a public water supply well and all related appurtenances	16,106 / 17,339	no / no	Geary	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Kansas City Board of Public Utilities 1	2263	\$12,308,750.00	\$12,308,750.00	\$0.00	Construction of a 25 MGD horizontal collector well, and installation of approximately 12,500 linear feet of 42 inch prestressed concrete cylinder pipe	164,464 / 181,727	no / no	Wyandotte	no
Kansas City Board of Public Utilities 2	2265	\$5,118,465.29	\$5,118,465.29	\$0.00	Construction of approximately 22,000 linear feet of 48 inch prestressed concrete cylinder pipe	164,464 / 181,727	no / no	Wyandotte	no
Kansas City Board of Public Utilities 3	2379	\$9,000,000.00	\$9,000,000.00	\$0.00	Construction of a 18MGD basin train (expansion) for the existing treatment plant and all related appurtenances.	164,462 / 184,579	no / no	Wyandotte	no
Kirwin	2643	\$304,000.00	\$84,366.14	\$219,633.86	Install individual home water treatment units to comply with nitrate drinking water standards and rehabilitate an existing water tower	211 / 211	yes / yes	Phillips	no
Kismet	2485	\$159,713.84	\$159,713.84	\$0.00	Construct a replacement well within 65 feet of the existing collapsed well which includes necessary connections to the distribution system and a well house	521 / 521	yes / yes	Seward	no
LaCrosse	2572	\$420,000.00	\$280,983.51	\$139,016.49	Replacement of approximately 1,000 feet of waterline along Eighth Street	1,274 / 1,274	yes / yes	Rush	no
Lakin	2564	\$3,400,000.00	\$0.00	\$3,400,000.00	Planning, design, and construction of a reverse osmosis water treatment plant and underground injection wells	2,123 / 2,123	yes / yes	Kearny	no
Lane	2407	\$389,000.00	\$137,184.79	\$251,815.21	Construction of a membrane treatment plant, well house modifications, chlorination system modifications, new high service pumps, and a wastewater transmission line	258 / 258	yes / yes	Franklin	yes
Lawrence	2285	\$6,167,307.38	\$6,167,307.38	\$0.00	Construction of filters, addition of transfer pumps, improvements to the chemical feed system, replacement of the existing washwater return pump, and improvements to the electrical, mechanical, instrumentation and controls at Clinton	79,979 / 124,456	no / no	Douglas	no
Lawrence 2	2087	\$5,562,864.03	\$5,562,864.03	\$0.00	Construction of water treatment plant lime residuals facility	79,979 / 124,456	no / no	Douglas	no
Leavenworth County Consolidated RWD #1	2092	\$2,964,360.53	\$2,964,360.53	\$0.00	Construction of approximately 9 miles of 10 and 12 inch water main, 750,000 gallon elevated water storage tank, booster pump station, and appurtenances	2,605 / 2,605	yes / yes	Leavenworth	yes
Leavenworth County Consolidated RWD #1-2	2468	\$430,236.53	\$430,236.53	\$0.00	Construction of approximately 12,620 feet of 12 inch PVC pipe	3,200 / 3,200	yes / yes	Leavenworth	yes
Leavenworth County RWD #7	2225	\$1,652,957.00	\$1,652,957.00	\$0.00	Construction of 2 new wells with pumping facility, chlorination and fluoridation facilities, booster pump station, and 5.25 miles of 12 inch water transmission lines, and appurtenances	2,614 / 2,614	yes / yes	Leavenworth	yes
Leavenworth County RWD #9	2093	\$809,347.20	\$809,347.20	\$0.00	Construction of approximately 6.5 miles of 6, 8 and 10 inch water lines, 2 booster pump stations, chlorination facility, 20,000 and 60,000 gallon clearwells, upgrade of 7 existing well pumps	1,302 / 1,302	yes / yes	Leavenworth	yes
Leavenworth Waterworks Board	2326	\$6,972,442.02	\$6,972,442.02	\$0.00	Upgrade of water treatment plant 1 and 2, and the raw water intake and pumping station	39,471 / 54,601	no / no	Leavenworth	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Liberal	2290	\$5,607,992.07	\$5,607,992.07	\$0.00	Construction of a well and well house with 24 inch transmission main, approximately 54,440 linear feet of 2, 6, 8, 10, 12, and 16 inch distribution line, upgrade booster pump station, and replacement of gate valves	19,562 / 19,562	no / no	Seward	no
Little River	2514	\$520,840.00	\$0.00	\$520,840.00	Construction of a new water transmission main, replace distribution system piping and electrical distribution equipment at the well field, construct new well manifold piping, and add a new telemetry system	527 / 527	yes / yes	Rice	no
Logan	2194	\$650,000.00	\$650,000.00	\$0.00	Construction of 3 new water wells with chlorination facilities, 66,000 gallon ground level storage tank, and approximately 9 miles of 6 and 10 inch water lines	568 / 568	yes / yes	Phillips	no
Long Island	2256	\$188,740.65	\$188,740.65	\$0.00	Development and construction of 2 water supply wells, chlorination facility, 20,000 gallon ground level storage tank, procurement of a standby generator, and appurtenances	165 / 165	yes / yes	Phillips	no
Lyon County RWD #1	2213	\$445,408.45	\$445,408.45	\$0.00	Construction of a 250,000 gallon elevated storage tank and approximately 800 linear feet of 8 inch connecting water main	825 / 1,317	yes / yes	Lyon	yes
Maize	2292	\$5,300,000.00	\$5,300,000.00	\$0.00	Construction of 2 water supply wells, .5 MG elevated storage tank, chlorination facility, 17,220 linear feet of 12 inch water transmission line, 71,355 linear feet of 4, 6, 8, and 10 inch water distribution main, and appurtenances	1,833 / 1,833	yes / yes	Sedgwick	no
Manhattan	2462	\$12,765,153.00	\$0.00	\$12,765,153.00	Construction 4 new wells and an additional raw water transmission line, rehabilitate the water treatment plant and well field, and expand the capacity of the system	48,668 / 52,233	no / no	Riley	no
Marion County Improvement District #2	2529	\$530,637.00	\$297,586.18	\$233,050.82	Construction of a 75,000 gallon elevated tower with appurtenances and installation of approximately 1,000 feet of water line to connect the tower to the existing distribution system	234 / 234	yes / yes	Marion	yes
Marion County RWD #1	2332	\$328,522.00	\$328,522.00	\$0.00	Construction of a 200,000 gallon water tower and associated connections	620 / 620	yes / yes	Marion	yes
Marion County RWD #4	2105	\$1,844,780.82	\$1,844,780.82	\$0.00	Construction and replacement of approximately 67 miles of 1.5, 2, 3, 4, 6 and 8 inch water lines to connect unserved areas, construction of a 200,000 gallon elevated water storage tank, interconnection with the City of Goessel, and installation of master meter	1,398 / 2,300	yes / yes	Marion	yes
Marshall County RWD #3	2106	\$575,465.11	\$575,465.11	\$0.00	Construction of 2 new water supply wells with wellhouse, pumping facilities, chlorination facility, and approximately 7 miles of 6 inch water line	1,900 / 5,282	yes / yes	Marshall	yes
Marshall County RWD #3-2	2336	\$580,336.06	\$580,336.06	\$0.00	Construction of a 400,000 gallon elevated water storage tank and all related connections and appurtenances	1,900 / 5,282	yes / yes	Marshall	yes

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Marysville	2294	\$301,746.58	\$301,746.58	\$0.00	Construction of approximately 8,500 linear feet of 6 and 8 inch water line, upgrade existing pumping station, purchase emergency power generator, and miscellaneous piping, valves, hydrants, and related appurtenances	3,104 / 3,104	yes / yes	Marshall	no
Marysville 2	2435	\$2,008,008.00	\$1,552,454.51	\$455,553.49	Construction of a new 500,000 gallon elevated water tower, new public water supply well and control system, and rehabilitation of an existing ground storage tank	3,143 / 3,143	yes / yes	Marshall	no
McLouth	2108	\$1,009,840.09	\$1,009,840.09	\$0.00	Construction of 3.5 miles of transmission main interconnecting to Jefferson Co. RWD #13, and construction of a 250,000 gallon elevated water storage tank	849 / 849	yes / yes	Jefferson	no
Medicine Lodge	2197	\$587,532.83	\$587,532.83	\$0.00	Construction of water supply well and control structure, installation of chlorination facility and SCADA system, upgrade pump station, replacement of well pump, valves, and meters, and provide a standby generator	2,146 / 2,206	yes / yes	Barber	no
Medicine Lodge 2	2427	\$326,090.47	\$326,090.47	\$0.00	Construction of a raw water transmission line using approximately 13,500 linear feet of 12-inch PVC pipe and a booster pump station	2,067 / 2,142	yes / yes	Barber	no
Miami County RWD #2	2109	\$5,515,053.00	\$5,515,053.00	\$0.00	Water treatment plant upgrade and rehabilitation, and construction of 3.2 miles of 30 inch water transmission main	10,500 / 15,304	no / no	Miami	yes
Minneapolis	2390	\$2,515,452.84	\$2,515,452.84	\$0.00	Planning, design, and construction of a water treatment plant for removal of iron and manganese, and related distribution enhancements	2,087 / 2,087	yes / yes	Ottawa	no
Moran	2386	\$234,663.93	\$234,663.93	\$0.00	Replace deteriorating distribution mains	541 / 595	yes / yes	Allen	no
Nemaha County RWD #3	2448	\$1,149,928.21	\$1,149,928.21	\$0.00	Installation of approximately 39,000 linear feet of PVC pipe for looping improvements, construction of a 150,000 gallon elevated storage tank and a new pump station	2,500 / 3,680	yes / yes	Nemaha	yes
Nemaha County RWD #3.2	2616	\$3,700,000.00	\$825,909.68	\$2,874,090.32	Construction of two new wells, approximately 156,400 feet of water transmission lines, a disinfection facility, control systems, and provide necessary electrical service and access roads	2,500 / 3,563	yes / yes	Nemaha	yes
Ness City	2416	\$1,101,802.90	\$1,101,802.90	\$0.00	New water supply wells, approximately 31,000 linear feet of 4, 6, and 8 inch transmission lines to isolate all wells from the distribution system, and SCADA system to facilitate blending at the existing storage reservoir	1,530 / 1,530	yes / yes	Ness	no
New Strawn	2222	\$1,269,789.38	\$1,269,789.38	\$0.00	Wholesale connection to the City of Burlington for water supply, construction of a 100,000 gallon elevated water storage tank, distribution line improvements, and appurtenances	445 / 445	yes / yes	Coffey	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Newton	2118	\$2,086,455.74	\$2,086,455.74	\$0.00	Water treatment plant improvements, installation of corrosion control treatment, and modifications to Mission Pump Station	18,116 / 19,798	no / no	Harvey	no
Newton 2	2297	\$1,231,500.44	\$1,231,500.44	\$0.00	Construction of approximately 23,100 linear feet of 4, 8, and 12 inch water line, demolition of existing water tower, installation of valves, and fire hydrants	18,116 / 19,798	no / no	Harvey	no
Newton 3	2465	\$1,749,682.51	\$1,749,682.51	\$0.00	Construction of a new 500,000 gallon elevated storage tank and replace the existing connecting pipe with 12 inch PVC	18,229 / 20,794	no / no	Harvey	no
Newton 4	2509	\$651,532.52	\$651,532.52	\$0.00	Construction of approximately 2,500 feet of 12 inch waterline	18,093 / 20,000	no / no	Harvey	no
Nickerson	2428	\$332,288.61	\$332,288.61	\$0.00	Construction of a transmission main from an existing well to the existing distribution system	1,164 / 1,164	yes / yes	Reno	no
North Newton	2328	\$590,919.50	\$590,919.50	\$0.00	Installation of approximately 8,025 linear feet of 4, 6, 8, and 12 inch water lines, and all valves, connections, borings, and related appurtenances	1,548 / 1,548	yes / yes	Harvey	no
Norton	2260	\$6,449,123.00	\$4,117,160.65	\$2,331,962.35	Rehabilitate and repair the existing drinking water treatment plant and develop and construct a new well field as an alternate water supply source. The treatment plant improvements will include repair of the contact clarifiers, new filter underdrains, filter media, disinfection systems, a clearwell, finished water pumps, and a chemical feed building	2,901 / 2,901	yes / yes	Norton	no
Olathe	2366	\$20,000,000.00	\$20,000,000.00	\$0.00	Addition of a flow splitter, solids contact clarifier equipment retrofitted to an existing basin, piping, membrane filtering system and building, construction of a pump station, additional backwash recovery pumps, ground storage tank, additional lagoon capacity, and related appurtenances	96,518 / 119,231	no / no	Johnson	no
Olathe 2	2470	\$19,745,000.00	\$16,883,915.78	\$2,861,084.22	Construction of approximately 34,000 linear feet of 72 inch finished water transmission main	111,334 / 119,231	no / no	Johnson	no
Olathe 3	2681	\$230,875.19	\$230,875.19	\$0.00	Rehabilitate the filters at water treatment plant no. 2	114,662 / 120,082	no / no	Johnson	no
Osage City	2127	\$2,711,274.13	\$2,711,274.13	\$0.00	Addition of a fourth filter, installation of turbidity monitoring equipment, construction of a mixing basin, and approximately 39,435 linear feet of 6 and 8 inch distribution line	3,043 / 5,409	yes / yes	Osage	no
Osage County RWD #3	2382	\$500,000.00	\$500,000.00	\$0.00	Construction of a new chlorine contact basin, building and equipment	900 / 900	yes / yes	Osage	yes
Osage County RWD #4	2298	\$250,000.00	\$250,000.00	\$0.00	Construction of a 75,000 gallon elevated water tower with controls, and 4 miles of 4 inch water line	486 / 486	yes / yes	Osage	yes
Osage County RWD #5	2476	\$1,079,772.00	\$572,072.45	\$507,699.55	Replacement of approximately 55,000 feet of water distribution pipe with 4, 6, and 8 inch PVC pipe	3,186 / 4,241	yes / yes	Osage	yes
Osawatomie	2128	\$901,478.72	\$901,478.72	\$0.00	Replace existing basins, high service pumps, modifications to the chemical feed system and other appurtenances	4,568 / 8,408	yes / yes	Miami	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract	
Osborne	2129	\$276,504.76	\$276,504.76	\$0.00	Replacement and upgrade of under-sized and deteriorated water lines with approximately 2 miles of 6 and 8 inch water lines to alleviate red water, low flow and low pressure	1,812 / 1,812	yes / yes	Osborne	no	
Ottawa 1	2539	\$1,664,762.00	\$802,428.88	\$862,333.12	Construction of a 16 inch water transmission main from the water treatment plant to the existing water tower	12,792 / 15,792	no / no	Franklin	no	
Overbrook	2300	\$160,000.00	\$160,000.00	\$0.00	Replacement of 4 miles of 6 inch water line, modification to the existing 50,000 gallon elevated storage tank, and all related appurtenances	947 / 947	yes / yes	Osage	no	
Parsons	2136	\$9,200,000.00	\$9,200,000.00	\$0.00	Construction of a 6 MG per day water treatment plant featuring an ultra filtration membrane system	11,177 / 13,391	no / no	Labette	no	
Parsons 2	2394	\$5,000,000.00	\$5,000,000.00	\$0.00	Replace membrane system, reconfigure existing ponds as presettling ponds, upgrade pump stations and SCADA system, improve ventilation of mechanical and chemical rooms, and reroute yard and process piping	11,384 / 13,391	no / no	Labette	no	
Phillipsburg	2415	\$1,115,125.00	\$891,446.62	\$223,678.38	Installation of approximately 24,000 linear feet of 10 inch pipe line, pump station improvements, and associated vales, controls, and telemetry	1,900 / 5,282	yes / yes	Phillips	no	
Pittsburg	2489	\$8,737,424.00	\$518,459.14	\$8,218,964.86	Improvements to the water treatment plant by the addition of new aeration towers, ozone treatment, and the upgrade of equipment for flash mixers, chemical feeds, softening basins, and filters	19,120 / 19,120	no / no	Crawford	no	
Pleasanton	2348	\$610,692.45	\$610,692.45	\$0.00	Construction of a chlorine contact basin and pump station, rehabilitation of existing basins, filters, pumps, electrical controls, chemical feed systems, and appurtenances	1,392 / 2,990	yes / yes	Linn	no	
Pottawatomie County	RWD #3	2302	\$479,215.10	\$479,215.10	\$0.00	Construction of approximately 40,650 linear feet of 3, 4, and 6 inch water lines, a 14'x80' standpipe, modify an existing pump station, and related appurtenances	1,300 / 2,781	yes / yes	Pottawatomie	yes
Potwin	2396	\$145,000.00	\$145,000.00	\$0.00	Installation of approximately 1,200 linear feet of PVC water line and valves throughout the distribution system, including all connections, meters, and hydrants	443 / 1,085	yes / yes	Butler	no	
Pratt	2528	\$1,292,927.00	\$81,232.32	\$1,211,694.68	Replacement of waterlines under South Main Street	6,408 / 6,408	no / yes	Pratt	no	
Public Wholesale Water Supply District #4	2135	\$1,124,153.90	\$1,124,153.90	\$0.00	Water treatment plant upgrade and rehabilitation, and construction of 4 miles of 8 inch water transmission main to connect the City of Cherryvale	9,290 / 9,290	no / yes	Labette and Montgomery	yes	
Public Wholesale Water Supply District #4-2	2303	\$530,710.26	\$530,710.26	\$0.00	Construction of a chlorine contact basin, re-chlorination facility, filter backwash water holding basin, a building to cover the solids contact basin, improvements to the filter building, and related appurtenances	11,000 / 11,000	no / no	Labette and Montgomery	yes	
Public Wholesale Water Supply District #4-3	2505	\$897,114.26	\$897,114.26	\$0.00	Construction of a new booster pump station and new water line to provide adequate pressures to wholesale customers	10,840 / 10,840	no / no	Labette and Montgomery	yes	

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Public Wholesale Water Supply District #17	2133	\$3,334,455.00	\$3,334,455.00	\$0.00	Construction of 5 new water supply wells, 16 miles of 10, 12, 15, and 18 inch water lines connecting the four member cities, booster pump stations, master meters, vaults, disinfection facilities, and related appurtenances	21,471 / 21,471	no / no	Harvey	yes
Ransom	2397	\$853,670.00	\$853,670.00	\$0.00	Replacement of distribution system with approximately 33,250 linear ft. of 2, 4, and 6 inch PVC, construction of a chlorination building, and water well improvements	326 / 326	yes / yes	Ness	no
Reno Co. RWD #1	2458	\$90,000.00	\$0.00	\$90,000.00	Installation of isolation valves within the distribution system, repair and paint the water tower, install a SCADA control system, and install a flushing/fire hydrant	123 / 123	yes / yes	Reno	yes
Riley	2536	\$975,500.00	\$523,956.35	\$451,543.65	Replacement of approximately 27,000 feet of public water supply pipe that has exceeded its useful life	551 / 551	yes / yes	Riley	no
Rolla	2510	\$252,503.00	\$210,613.41	\$41,889.59	Construction of a new public water supply well to replace a collapsed well and connect it to the existing distribution system	445 / 445	yes / yes	Morton	no
Rush Center	2200	\$67,736.42	\$67,736.42	\$0.00	Construction of 110 foot standpipe, piping and installation of 3 fire hydrants	177 / 177	yes / yes	Rush	no
Russell	2151	\$1,675,000.00	\$1,675,000.00	\$0.00	Construction of approximately 4.35 miles of 6, 8 and 12 inch water lines to replace under-sized and deteriorated sand-cast water lines to alleviate frequent line breaks, leaks, and consumer complaints of substandard water quality	4,509 / 4,509	yes / yes	Russell	no
Russell 2	2362	\$6,012,443.58	\$6,012,443.58	\$0.00	Construction of a raw water transmission line, a membrane treatment plant, pipe to blend treated water, and all related appurtenances	4,567 / 4,567	yes / yes	Russell	no
Russell 3	2635	\$403,707.27	\$403,707.27	\$0.00	Replacement of approximately 3,000 feet of waterling along Lincoln Street	4,280 / 4,280	yes / yes	Russell	no
Salina	2153	\$3,600,000.00	\$3,600,000.00	\$0.00	Rehabilitation and upgrade of water treatment plant including installation of air stripper and new chemical feed system	44,022 / 46,572	no / no	Saline	no
Salina 2	2259	\$5,000,000.00	\$5,000,000.00	\$0.00	Second phase of improvements to the water treatment plant, including secondary clarifiers, lab/maintenance building, new administrative offices, equipment monitoring, and appurtenances	44,022 / 46,572	no / no	Saline	no
Saline County RWD #4	2305	\$33,802.82	\$33,802.82	\$0.00	Construction of 2 wells, a chlorination building, and approximately 4,000 linear feet of 6 inch water line	768 / 768	yes / yes	Saline	yes
Scammon	2421	\$110,284.00	\$84,915.81	\$25,368.19	Construction of a new water well	475 / 572	yes / yes	Cherokee	no
Sedgwick County RWD #2	2497	\$1,050,376.14	\$1,050,376.14	\$0.00	Construction of a 150,000 gallon elevated storage tower and a disinfection booster station	1,100 / 1,100	yes / yes	Sedgwick	yes
Seneca	2469	\$1,105,802.56	\$1,105,802.56	\$0.00	Construction of 2 wells, well houses, chemical feed systems, necessary connection pipe lines, and replacement of the existing high service pumps	2,084 / 2,384	yes / yes	Nemaha	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

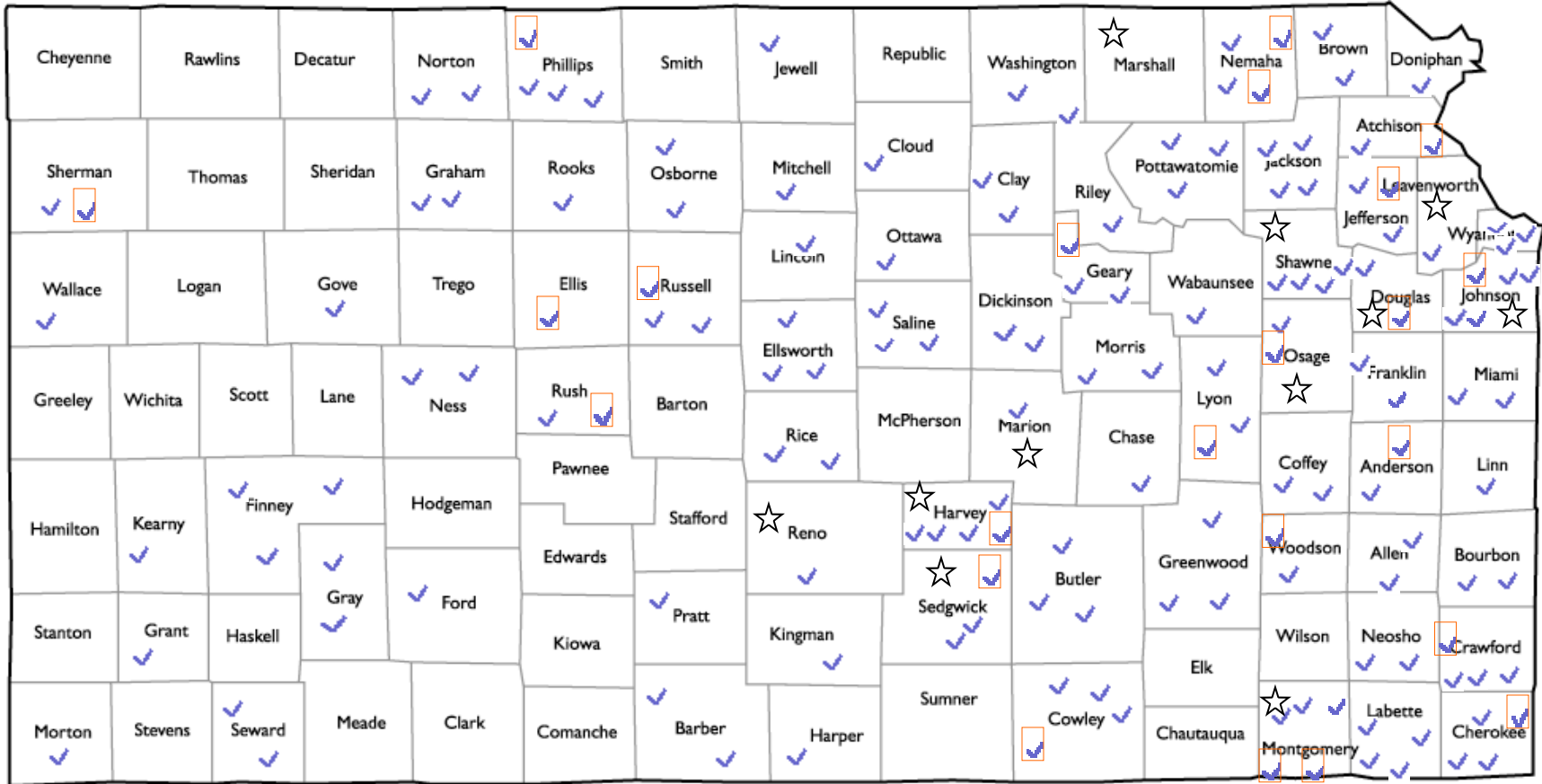
Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Seneca 2	2611	\$511,091.00	\$208,435.52	\$302,655.48	Replace and expand pipelines to facilitate looping in various locations of the distribution system	2,064 / 2,364	yes / yes	Nemaha	no
Severy	2156	\$143,624.00	\$143,624.00	\$0.00	Development of a water transmission line from Salt Creek to the existing city lake and the water treatment plant	402 / 402	yes / yes	Kingman	no
Sharon Springs	2306	\$642,481.00	\$499,972.79	\$142,508.21	Construction of a water supply well, a 1MG water storage tank, chlorination facility, approximately 22,200 linear feet of 10 inch water transmission main, and installation of telemetry controls, and related appurtenances	835 / 835	yes / yes	Wallace	no
Shawnee County RWD #1C	2236	\$3,595,595.32	\$3,595,595.32	\$0.00	Construction of a 750,000 gallon elevated water storage tank, 66,500 linear feet of 8 and 12 inch water lines, pump station facility, upgrade pump station, 2nd connection to the City of Topeka, installation of telemetry, and appurtenances	3,300 / 3,430	yes / yes	Shawnee	yes
Shawnee County RWD #3	2158	\$915,770.14	\$915,770.14	\$0.00	Construction of approximately 4 miles of 8 and 10 inch water lines and a 750,000 gallon water storage tank	3,500 / 3,500	yes / yes	Shawnee	yes
Shawnee County RWD #4	2517	\$12,500,000.00	\$12,423,154.80	\$76,845.20	Construction of a new 3 MGD ground water treatment plant, well field consisting of 9 PWS wells, 1 MG clearwell, and over 35,000 feet of water transmission line	12,000 / 12,000	no / no	Shawnee	yes
Spivey	2160	\$78,000.00	\$78,000.00	\$0.00	Construction of 7,600 linear feet of 4 inch water line to connect to Harper Co. RWD #5 and related appurtenances	99 / 99	yes / yes	Kingman	yes
Spring Hill	2367	\$1,835,089.93	\$1,835,089.93	\$0.00	Installation of approximately 33,000 linear feet of 16 and 20 inch pipe lines, expansion of the Miami RWD #2 treatment plant, and all related appurtenances	3,063 / 3,063	yes / yes	Johnson/Miami	no
St. George	2308	\$491,955.58	\$491,955.58	\$0.00	Construction of 2 wells and a well house, approximately 10,000 linear feet of 6 inch transmission line, and appurtenances	440 / 440	yes / yes	Pottawatomie	yes
St. Marys	2506	\$546,672.55	\$546,672.55	\$0.00	Construction of a ground level storage tank	2,234 / 2,234	yes / yes	Pottawatomie	no
Sterling	2211	\$663,203.00	\$488,613.68	\$174,589.32	Development and construction of 2 water supply wells, chlorination facility, approximately 6,600 linear feet of 6 and 8 inch water lines, procurement of a standby generator, and appurtenances	2,200 / 2,225	yes / yes	Rice	no
Stockton	2163	\$2,800,000.00	\$2,800,000.00	\$0.00	Construction of a new 1.5 MG per day water softening plant and approximately 2 miles of 6 and 8 inch water lines to replace deteriorated 4 inch and smaller water lines to alleviate frequent breakage and leaks	1,383 / 1,383	yes / yes	Rooks	no
Strong City	2237	\$289,815.34	\$289,815.34	\$0.00	Upgrade 3 water supply wells, water treatment plant, installation of a master meter, replacement of approximately 29,000 linear feet of water line, and appurtenances	608 / 885	yes / yes	Chase	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
Sylvan Grove	2164	\$160,901.75	\$160,901.75	\$0.00	Rehabilitation of 2 wells, pump houses, and chlorination system, installation of telemetric communication system, replacement of 6,000 linear feet of water line, and related appurtenances	277 / 277	yes / yes	Lincoln	no
Tonganoxie	2401	\$3,007,519.00	\$0.00	\$3,007,519.00	Design and construction of 10.2 miles of 12 inch water line connecting the KC, KS BPU with the city of Tonganoxie	3,774 / 3,774	yes / yes	Leavenworth	no
Topeka 1	2371	\$7,823,724.52	\$7,823,724.52	\$0.00	Installation of approximately 20,000 linear feet of 16, 18, 24, and 42 inch water mains to improve pressure and capacity problems	122,103 / 150,845	no / no	Shawnee	no
Topeka 2	2372	\$2,055,933.00	\$2,055,933.00	\$0.00	Installation of approximately 8,000 feet of distribution pipe ranging from 10 to 24 inches around the Topeka Boulevard Bridge to resolve pressure and capacity problems.	122,103 / 150,845	no / no	Shawnee	no
Topeka 3	2417	\$3,127,352.52	\$3,127,352.52	\$0.00	Installation of approximately 9,700 feet of 42 inch PVC pipe along 25th Street to resolve pressure and capacity problems	122,103 / 150,845	no / no	Shawnee	no
Topeka 4	2418	\$2,382,061.00	\$1,547,350.37	\$834,710.63	Installation of approximately 4,300 feet of 18 and 24 inch PVC pipe along 12th Street to resolve pressure and capacity problems	122,103 / 150,845	no / no	Shawnee	no
Topeka 5	2419	\$3,619,009.48	\$0.00	\$3,619,009.48	Installation of approximately 7,200 feet of 18 inch PVC pipe along Indian Hills Road to resolve pressure and capacity problems	122,103 / 150,845	no / no	Shawnee	no
Topeka 6	2420	\$3,395,443.00	\$2,030,874.80	\$1,364,568.20	Installation of approximately 11,600 feet of 24 inch PVC pipe along Highway 75 to resolve pressure and capacity problems	122,103 / 150,845	no / no	Shawnee	no
Udall	2490	\$1,365,000.00	\$1,365,000.00	\$0.00	Replacement of deteriorated sections of distribution and transmission line and construct an elevated water tower	776 / 776	yes / yes	Cowley	no
Ulysses	2171	\$194,707.41	\$194,707.41	\$0.00	Construction of approximately 2,400 linear feet of 10 inch water line, and related appurtenances	6,217 / 6,217	no / yes	Grant	no
Valley Center	2174	\$2,934,673.49	\$2,934,673.49	\$0.00	Construction of 12,000 feet of 8 and 12 inch raw water lines to City of Wichita, 13,000 feet of 16 inch finished water line from Wichita, 750,000 gallon elevated water storage tank, booster pump station, and pressure reducing valve	4,201 / 4,201	yes / yes	Sedgwick	no
Valley Center 2	2406	\$1,130,796.95	\$1,130,796.95	\$0.00	Installation of approximately 7,600 linear feet of PVC pipe and appurtenances	5,339 / 6,439	no / yes	Sedgwick	no
Valley Falls	2391	\$341,351.00	\$323,811.23	\$17,539.77	New pumps, repairs to the clearwell and intake rehabilitation of the sedimentation basin, replacement of the flocculators and rapid mix units, and construction of a chlorine contact basin.	1,217 / 1,217	yes / yes	Jefferson	no
Victoria	2612	\$750,000.00	\$192,376.22	\$557,623.78	Rehabilitation of an existing pump station, installation of a standby generator, update the telemetry system, and replace deteriorated waterlines	1,167 / 1,167	yes / yes	Ellis	no

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Cumulative Project Status
As of June 30, 2010

Borrower Name	Project No.	Loan Agreement Commitment	Total Loan Payments	Balance of Loan Commitment	Project Description	Municipal* Population / Population Served	Small* System State/Fed	County	Financial Integrity Assurance Contract
White City	2438	\$599,776.81	\$599,776.81	\$0.00	Installation of raw water transmission pipes to facilitate blending, construction of a new well, a centralized chlorination facility, and replacement of deteriorating distribution lines	497 / 497	yes / yes	Morris	no
Wichita	2227	\$7,220,000.00	\$7,220,000.00	\$0.00	Construction of approximately 43,400 feet of 42 and 48 inch water main in East Wichita	316,350 / 350,028	no / no	Sedgwick	no
Wilson	2519	\$351,275.34	\$351,275.34	\$0.00	Replacement of approximately 5,000 feet of distribution pipe and 21,000 feet of water transmission pipe from the existing wells to the distribution system	767 / 767	yes / yes	Ellsworth	no
Winfield	2181	\$2,330,985.70	\$2,330,985.70	\$0.00	Construction of approximately 19,500 feet of 12 inch water main and a 1 MG elevated water storage tank	12,090 / 15,614	no / no	Cowley	no
Winfield 2	2233	\$6,042,119.69	\$6,042,119.69	\$0.00	Water treatment plant improvements including an intake building, chemical feed and handling, sedimentation, disinfection system, filtration, pumping, storage, controls, and related appurtenances	12,158 / 15,682	no / no	Cowley	no
Woodson Co. RWD #1	2345	\$500,000.00	\$500,000.00	\$0.00	Construction of approximately 20 miles of 3, 4, 6 and 8 inch pipe, and all related connections, borings, and appurtenances to allow the district to obtain water from Yates Center	1,507 / 1,597	yes / yes	Woodson	yes
Yates Center	2526	\$614,530.00	\$0.00	\$614,530.00	Rehabilitation of the water treatment plant including improvements to the chemical handling systems, clarifiers, and filter media	1,493 / 4,114	yes / yes	Woodson	no
TOTALS		<u>\$461,641,767.28</u>	<u>\$389,249,550.83</u>	<u>\$72,392,216.45</u>					



- ☆ 5 Base Program Projects
- ☐ ARRA Project
- ✓ Base Program Project

KPWSLF
 Projects Funded Through FY2010
 214 Projects — \$461,641,767.28

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
ABILENE #2001						ABILENE #2001
Project Payments	1,400,000.00					1,400,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	824,341.71					755,743.89
Fees Accrued	0.00					0.00
Principal Payments	575,658.29	33,961.00		34,636.82		644,256.11
Interest Payments	401,602.80	14,961.80		14,345.41		430,910.01
Fee Payments	38,722.07	1,442.60		1,383.17		41,547.84
ALMA #2002						ALMA #2002
Project Payments	475,791.83					475,791.83
Interest Accrued	4,957.90					4,957.90
Principal Outstanding	296,347.24					274,592.35
Fees Accrued	456.66					456.66
Principal Payments	184,859.15	10,765.75	10,989.14			206,614.04
Interest Payments	130,968.34	5,630.60	5,426.05			142,024.99
Fee Payments	12,062.90	518.61	499.77			13,081.28
ALMENA #2392						ALMENA #2392
Project Payments	615,500.00					615,500.00
Interest Accrued	0.00					0.00
Principal Outstanding	543,016.16					519,979.42
Fees Accrued	0.00					0.00
Principal Payments	72,483.84	11,407.15		11,629.59		95,520.58
Interest Payments	39,319.89	9,638.54		9,436.06		58,394.49
Fee Payments	3,876.63	950.28		930.32		5,757.23
ARKANSAS CITY #2649						ARKANSAS CITY #2649
Project Payments	0.00				810,254.78	810,254.78
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					810,254.78
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
ARLINGTON #2385						ARLINGTON #2385
Project Payments	526,728.52					526,728.52
Interest Accrued	0.00					0.00
Principal Outstanding	517,418.07					498,317.92
Fees Accrued	0.00					0.00
Principal Payments	9,310.45	9,469.82		9,630.33		28,410.60
Interest Payments	14,798.24	7,864.75		7,720.81		30,383.80
Fee Payments	1,703.64	905.49		888.82		3,498.05

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
ASSARIA #2182						ASSARIA #2182
Project Payments	489,000.00					489,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	362,544.40					341,688.34
Fees Accrued	0.00					0.00
Principal Payments	126,455.60	10,308.20		10,547.86		147,311.66
Interest Payments	127,679.94	7,794.70		7,573.08		143,047.72
Fee Payments	10,392.55	634.45		616.41		11,643.41
ATCHISON #2552						ATCHISON #2552
Project Payments	0.00			320,288.19	225,695.12	545,983.31
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					545,983.31
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
BALDWIN CITY #2321						BALDWIN CITY #2321
Project Payments	1,599,236.21					1,599,236.21
Interest Accrued	0.00					0.00
Principal Outstanding	1,328,877.88					1,264,986.78
Fees Accrued	0.00					0.00
Principal Payments	270,358.33	31,637.87		32,253.23		334,249.43
Interest Payments	277,513.62	23,521.14		22,961.15		323,995.91
Fee Payments	27,437.80	2,325.54		2,270.17		32,033.51
BAXTER SPRINGS #2009						BAXTER SPRINGS #2009
Project Payments	2,858,190.28					2,858,190.28
Interest Accrued	38,292.09					38,292.09
Principal Outstanding	2,196,281.73					2,072,102.13
Fees Accrued	3,517.63					3,517.63
Principal Payments	703,718.27	61,450.71		62,728.89		827,897.87
Interest Payments	632,745.77	41,839.17		40,668.53		715,253.47
Fee Payments	58,126.22	3,843.49		3,735.95		65,705.66
BENTLEY #2531						BENTLEY #2531
Project Payments	0.00			106,363.40	31,879.82	138,243.22
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					138,243.22
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
BLUE RAPIDS #2544						BLUE RAPIDS #2544
Project Payments	0.00			40,540.75		40,540.75
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					40,540.75
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
BROWN CO. RWD #2 #2487						BROWN CO. RWD #2 #2487
Project Payments	130,046.61					130,046.61
Interest Accrued	0.00					0.00
Principal Outstanding	130,046.61					125,467.27
Fees Accrued	0.00					0.00
Principal Payments	0.00	2,269.75		2,309.59		4,579.34
Interest Payments	1,155.81	2,054.74		2,018.87		5,229.42
Fee Payments	128.00	227.58		223.61		579.19
BUHLER # 2701						BUHLER # 2701
Project Payments	0.00				23,447.24	23,447.24
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					23,447.24
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
BURLINGTON #2231						BURLINGTON #2231
Project Payments	5,061,110.43				(1,128.17)	5,059,982.26
Interest Accrued	0.00					0.00
Principal Outstanding	4,168,007.10					3,923,977.70
Fees Accrued	0.00					0.00
Principal Payments	893,103.33	121,904.70		120,996.53		1,136,004.56
Interest Payments	684,880.77	70,789.55		71,616.01		827,286.33
Fee Payments	67,714.20	6,998.97		7,080.68		81,793.85
BUTLER CO. RWD #5 #2500						BUTLER CO. RWD #5 #2500
Project Payments	400,000.00					400,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	393,113.50					379,009.29
Fees Accrued	0.00					0.00
Principal Payments	6,886.50	6,987.99		7,116.22		20,990.71
Interest Payments	11,949.69	6,525.68		6,409.68		24,885.05
Fee Payments	1,259.75	687.95		675.72		2,623.42

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
BUTLER CO. RWD #8 #2018						BUTLER CO. RWD #8 #2018
Project Payments	816,871.25					816,871.25
Interest Accrued	0.00					0.00
Principal Outstanding	585,801.41					549,219.13
Fees Accrued	0.00					0.00
Principal Payments	231,069.84	18,102.87		18,479.41		267,652.12
Interest Payments	229,093.68	11,159.52		10,814.66		251,067.86
Fee Payments	21,050.14	1,025.15		993.47		23,068.76
CANEY #2491						CANEY #2491
Project Payments	1,288,228.97	28,810.43	8,695.75		14,688.20	1,340,423.35
Interest Accrued	3,327.45					3,327.45
Principal Outstanding	1,249,232.38					1,275,647.96
Fees Accrued	386.91					386.91
Principal Payments	42,710.95	15,794.09		9,984.71		68,489.75
Interest Payments	17,722.29	13,765.05		18,969.28		50,456.62
Fee Payments	2,060.74	1,600.58		2,205.73		5,867.05
CARBONDALE #2186						CARBONDALE #2186
Project Payments	1,350,459.61					1,350,459.61
Interest Accrued	0.00					0.00
Principal Outstanding	827,371.34					780,144.74
Fees Accrued	0.00					0.00
Principal Payments	523,088.27	23,335.03		23,891.57		570,314.87
Interest Payments	302,678.64	18,284.91		17,769.20		338,732.75
Fee Payments	23,967.81	1,447.90		1,407.07		26,822.78
CARBONDALE 2 #2413						CARBONDALE 2 #2413
Project Payments	2,614,791.71	(11.99)				2,614,779.72
Interest Accrued	2,280.59					2,280.59
Principal Outstanding	2,360,114.01					2,258,752.09
Fees Accrued	233.39					233.39
Principal Payments	257,191.68	50,245.00		51,104.93		358,541.61
Interest Payments	120,904.81	40,278.66		39,498.56		200,682.03
Fee Payments	12,373.29	4,122.08		4,042.25		20,537.62
CHANUTE #2022						CHANUTE #2022
Project Payments	1,733,777.89					1,733,777.89
Interest Accrued	14,840.67					14,840.67
Principal Outstanding	1,355,106.12					1,281,794.14
Fees Accrued	1,381.44					1,381.44
Principal Payments	394,893.88	36,283.18		37,028.80		468,205.86
Interest Payments	366,345.69	25,475.99		24,793.87		416,615.55
Fee Payments	34,101.35	2,371.44		2,307.94		38,780.73

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
CHANUTE 2 #2364						CHANUTE 2 #2364
Project Payments	632,556.99					632,556.99
Interest Accrued	0.00					0.00
Principal Outstanding	563,944.25					539,428.05
Fees Accrued	0.00					0.00
Principal Payments	68,612.74	12,148.16		12,368.04		93,128.94
Interest Payments	65,030.23	9,220.49		9,021.87		83,272.59
Fee Payments	6,960.42	986.90		965.64		8,912.96
CHENEY #2556	0.00					CHENEY #2556
Project Payments	0.00		593,028.57	8,465.16		601,493.73
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					566,765.30
Fees Accrued	0.00					0.00
Principal Payments	0.00			34,728.43		34,728.43
Interest Payments	0.00			5,795.08		5,795.08
Fee Payments				589.62		589.62
CHEROKEE CO. RWD #3 #2444						CHEROKEE CO. RWD #3 #2444
Project Payments	1,738,382.00					1,738,382.00
Interest Accrued	0.00					0.00
Principal Outstanding	1,638,900.51					1,575,348.51
Fees Accrued	0.00					0.00
Principal Payments	99,481.49	31,491.01		32,060.99		163,033.49
Interest Payments	64,026.44	26,796.02		26,281.15		117,103.61
Fee Payments	6,852.98	2,868.07		2,812.96		12,534.01
CHERRYVALE #2553						CHERRYVALE #2553
Project Payments	0.00		92,035.09	289,371.97	260,958.06	642,365.12
Interest Accrued	0.00			622.25		622.25
Principal Outstanding	0.00					643,050.12
Fees Accrued	0.00			62.75		62.75
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
CHETOPA #2188						CHETOPA #2188
Project Payments	1,624,605.42					1,624,605.42
Interest Accrued	0.00					0.00
Principal Outstanding	1,337,765.61					1,263,176.49
Fees Accrued	0.00					0.00
Principal Payments	286,839.81	36,991.55		37,597.57		361,428.93
Interest Payments	75,234.29	21,619.47		21,072.54		117,926.30
Fee Payments	8,127.19	2,335.44		2,276.35		12,738.98

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
CIMARRON #2024						CIMARRON #2024
Project Payments	1,511,421.15					1,511,421.15
Interest Accrued	0.00					0.00
Principal Outstanding	999,457.37					929,621.63
Fees Accrued	0.00					0.00
Principal Payments	511,963.78	34,568.73		35,267.01		581,799.52
Interest Payments	414,864.51	18,439.99		17,802.20		451,106.70
Fee Payments	39,350.32	1,749.05		1,688.56		42,787.93
CLAY CENTER #2479						CLAY CENTER #2479
Project Payments	1,483,566.80	1,263,311.81	3,670,707.51	933,779.98	1,275,865.86	8,627,231.96
Interest Accrued	395.31					395.31
Principal Outstanding	1,484,008.07					8,162,464.04
Fees Accrued	45.96					45.96
Principal Payments	0.00	252,997.31		212,211.88		465,209.19
Interest Payments	10,329.25	14,673.85		51,210.81		76,213.91
Fee Payments	1,201.08	1,706.27		5,954.74		8,862.09
CLAY CO. RWD #2 #2530						CLAY CO. RWD #2 #2530
Project Payments	0.00	33,641.51	127,317.66	93,299.77	1,754.22	256,013.16
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					241,694.86
Fees Accrued	0.00					0.00
Principal Payments	0.00			14,318.30		14,318.30
Interest Payments	0.00			1,537.20		1,537.20
Fee Payments	0.00			156.41		156.41
CLOUD CO. RWD #1 #2327						CLOUD CO. RWD #1 #2327
Project Payments	435,866.54					435,866.54
Interest Accrued	0.00					0.00
Principal Outstanding	387,301.98					370,971.61
Fees Accrued	0.00					0.00
Principal Payments	48,564.56	8,084.94		8,245.43		64,894.93
Interest Payments	32,673.33	7,010.17		6,863.83		46,547.33
Fee Payments	3,159.02	677.78		663.63		4,500.43
COFFEYVILLE 1 #2250						COFFEYVILLE 1 #2250
Project Payments	2,435,644.12					2,435,644.12
Interest Accrued	7,207.30					7,207.30
Principal Outstanding	1,869,298.49					1,771,044.81
Fees Accrued	604.91					604.91
Principal Payments	574,157.84	48,577.91		49,675.77		672,411.52
Interest Payments	494,012.79	38,974.87		37,962.02		570,949.68
Fee Payments	41,463.89	3,271.27		3,186.26		47,921.42

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
COFFEYVILLE 2 #2026						COFFEYVILLE 2 #2026
Project Payments	413,124.23					413,124.23
Interest Accrued	4,832.66					4,832.66
Principal Outstanding	322,326.38					305,058.93
Fees Accrued	433.72					433.72
Principal Payments	96,064.23	8,542.96		8,724.49		113,331.68
Interest Payments	87,190.54	6,285.36		6,118.78		99,594.68
Fee Payments	7,824.75	564.07		549.12		8,937.94
COFFEYVILLE 3 #2267						COFFEYVILLE 3 #2267
Project Payments	467,232.83					467,232.83
Interest Accrued	183.22					183.22
Principal Outstanding	400,205.90					382,072.54
Fees Accrued	19.73					19.73
Principal Payments	67,229.88	8,985.81		9,147.55		85,363.24
Interest Payments	46,924.97	6,503.35		6,357.33		59,785.65
Fee Payments	5,053.45	700.35		684.63		6,438.43
COLWICH #2204						COLWICH #2204
Project Payments	3,541,990.04					3,541,990.04
Interest Accrued	32,285.15					32,285.15
Principal Outstanding	2,671,513.78					2,518,228.37
Fees Accrued	2,603.64					2,603.64
Principal Payments	905,365.05	75,754.49		77,530.92		1,058,650.46
Interest Payments	1,026,098.46	57,971.85		56,327.98		1,140,398.29
Fee Payments	82,749.94	4,675.15		4,542.59		91,967.68
COUNCIL GROVE #2378						COUNCIL GROVE #2378
Project Payments	2,258,480.94					2,258,480.94
Interest Accrued	0.00					0.00
Principal Outstanding	1,921,957.43					1,835,820.50
Fees Accrued	0.00					0.00
Principal Payments	336,523.51	42,670.56		43,466.37		422,660.44
Interest Payments	285,156.92	32,481.08		31,759.95		349,397.95
Fee Payments	29,528.09	3,363.43		3,288.75		36,180.27
CRAWFORD CO. RWD #5 #2032						CRAWFORD CO. RWD #5 #2032
Project Payments	575,226.55					575,226.55
Interest Accrued	4,060.40					4,060.40
Principal Outstanding	382,120.59					358,389.68
Fees Accrued	364.40					364.40
Principal Payments	197,530.76	11,740.71		11,990.20		221,261.67
Interest Payments	127,031.87	7,451.35		7,222.41		141,705.63
Fee Payments	11,400.32	668.72		648.17		12,717.21

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
CRAWFORD CO. RWD #7 #2358						CRAWFORD CO. RWD #7 #2358
Project Payments	99,466.33					99,466.33
Interest Accrued	0.00					0.00
Principal Outstanding	88,645.03					84,841.42
Fees Accrued	0.00					0.00
Principal Payments	10,821.30	1,884.05		1,919.56		14,624.91
Interest Payments	10,074.52	1,515.83		1,483.61		13,073.96
Fee Payments	1,031.02	155.13		151.84		1,337.99
DODGE CITY #2229, 2230						DODGE CITY #2229, 2230
Project Payments	4,394,239.21					4,394,239.21
Interest Accrued	0.00					0.00
Principal Outstanding	2,991,373.47					2,831,121.65
Fees Accrued	0.00					0.00
Principal Payments	1,402,865.74	79,283.52		80,968.30		1,563,117.56
Interest Payments	731,454.86	58,331.78		56,785.75		846,572.39
Fee Payments	65,643.40	5,234.91		5,096.16		75,974.47
DONIPHAN CO. RWD #5 #2234						DONIPHAN CO. RWD #5 #2234
Project Payments	46,303.60					46,303.60
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	46,303.60					46,303.60
Interest Payments	7,291.30					7,291.30
Fee Payments	594.47					594.47
DOUGLAS CO. RWD #2 #2656						DOUGLAS CO. RWD #2 #2656
Project Payments	0.00			257,093.29	475,188.71	732,282.00
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					732,282.00
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00			96.22		96.22
Fee Payments	0.00			9.84		9.84
DOUGLAS CO. RWD #3 #2516						DOUGLAS CO. RWD #3 #2516
Project Payments	2,266,326.03	305,020.52	213,555.41	5,549.53		2,790,451.49
Interest Accrued	2,099.89		28,168.84	45,357.63		75,626.36
Principal Outstanding	2,268,638.34					2,873,727.90
Fees Accrued	212.42		2,849.45	4,588.18		7,650.05
Principal Payments	0.00					0.00
Interest Payments	12,347.44					12,347.44
Fee Payments	1,249.01					1,249.01

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
DOUGLAS CO. RWD #4 #2274						DOUGLAS CO. RWD #4 #2274
Project Payments	857,696.30					857,696.30
Interest Accrued	0.00					0.00
Principal Outstanding	701,401.80					666,688.40
Fees Accrued	0.00					0.00
Principal Payments	156,294.50	17,181.45		17,531.95		191,007.90
Interest Payments	155,953.13	13,081.14		12,760.71		181,794.98
Fee Payments	14,633.26	1,227.46		1,197.39		17,058.11
DOUGLAS CO. RWD #5 #2249						DOUGLAS CO. RWD #5 #2249
Project Payments	1,149,814.18					1,149,814.18
Interest Accrued	7,617.34					7,617.34
Principal Outstanding	630,156.44					595,027.63
Fees Accrued	663.19					663.19
Principal Payments	527,938.27	17,374.59		17,754.22		563,067.08
Interest Payments	238,713.14	12,666.14		12,316.92		263,696.20
Fee Payments	20,783.45	1,102.77		1,072.36		22,958.58
DOUGLASS #2405						DOUGLASS #2405
Project Payments	65,843.00					65,843.00
Interest Accrued	0.00					0.00
Principal Outstanding	61,130.24					58,648.96
Fees Accrued	0.00					0.00
Principal Payments	4,712.76	1,229.79		1,251.49		7,194.04
Interest Payments	4,684.93	971.97		952.42		6,609.32
Fee Payments	515.63	106.98		104.83		727.44
DOWNS #2388						DOWNS #2388
Project Payments	436,872.65					436,872.65
Interest Accrued	0.00					0.00
Principal Outstanding	389,750.92					372,910.31
Fees Accrued	0.00					0.00
Principal Payments	47,121.73	8,343.34		8,497.27		63,962.34
Interest Payments	46,729.32	6,508.84		6,369.51		59,607.67
Fee Payments	4,896.77	682.06		667.46		6,246.29
EDGERTON #2039						EDGERTON #2039
Project Payments	1,113,482.48					1,113,482.48
Interest Accrued	25,697.16					25,697.16
Principal Outstanding	826,878.48					777,399.36
Fees Accrued	2,437.39					2,437.39
Principal Payments	314,738.55	24,492.19		24,986.93		364,217.67
Interest Payments	243,272.97	15,255.91		14,804.03		273,332.91
Fee Payments	23,074.70	1,447.04		1,404.18		25,925.92

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
EFFINGHAM #2461						EFFINGHAM #2461
Project Payments	625,139.89		84,133.75		31,539.05	740,812.69
Interest Accrued	0.00					0.00
Principal Outstanding	621,233.29					720,823.90
Fees Accrued	0.00					0.00
Principal Payments	3,906.60	697.88		15,384.31		19,988.79
Interest Payments	4,637.73	6,567.58		9,936.57		21,141.88
Fee Payments	534.15	756.15		1,144.02		2,434.32
ELLSWORTH #2255						ELLSWORTH #2255
Project Payments	2,041,438.15					2,041,438.15
Interest Accrued	0.00					0.00
Principal Outstanding	1,576,468.70					1,492,725.37
Fees Accrued	0.00					0.00
Principal Payments	464,969.45	41,419.16		42,324.17		548,712.78
Interest Payments	463,278.82	31,687.02		30,854.50		525,820.34
Fee Payments	40,335.18	2,758.82		2,686.33		45,780.33
EMPORIA #2041						EMPORIA #2041
Project Payments	4,739,010.72					4,739,010.72
Interest Accrued	0.00					0.00
Principal Outstanding	3,065,222.54					2,851,402.13
Fees Accrued	0.00					0.00
Principal Payments	1,673,788.18	105,833.35		107,987.06		1,887,608.59
Interest Payments	1,330,794.46	57,013.14		55,044.64		1,442,852.24
Fee Payments	125,209.11	5,364.14		5,178.93		135,752.18
EMPORIA 2 #2590						EMPORIA 2 #2590
Project Payments	0.00				1,156,007.84	1,156,007.84
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					1,156,007.84
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
EUREKA #2045						EUREKA #2045
Project Payments	450,000.00					450,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	301,035.59					280,141.46
Fees Accrued	0.00					0.00
Principal Payments	148,964.41	10,339.53		10,554.60		169,858.54
Interest Payments	123,390.61	5,734.73		5,537.76		134,663.10
Fee Payments	11,335.14	526.82		508.72		12,370.68

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
EUREKA 2 #2463						EUREKA 2 #2463
Project Payments	3,550.75	(1,444.48)				2,106.27
Interest Accrued	0.00					0.00
Principal Outstanding	3,550.75					0.00
Fees Accrued	0.00					0.00
Principal Payments	0.00	2,106.27				2,106.27
Interest Payments	54.33	53.44				107.77
Fee Payments	5.72	6.21				11.93
FINNEY CO. RWD #1 #2047						FINNEY CO. RWD #1 #2047
Project Payments	2,454,971.06					2,454,971.06
Interest Accrued	51,432.61					51,432.61
Principal Outstanding	1,620,637.15					1,494,239.41
Fees Accrued	4,813.19					4,813.19
Principal Payments	890,579.71	62,559.20		63,838.54		1,016,977.45
Interest Payments	764,359.34	30,305.91		29,136.06		823,801.31
Fee Payments	71,530.93	2,836.12		2,726.63		77,093.68
FLORENCE #2254						FLORENCE #2254
Project Payments	155,316.08					155,316.08
Interest Accrued	0.00					0.00
Principal Outstanding	115,932.20					110,227.09
Fees Accrued	0.00					0.00
Principal Payments	39,383.88	2,818.94		2,886.17		45,088.99
Interest Payments	31,051.82	2,562.10		2,499.80		36,113.72
Fee Payments	2,458.87	202.88		197.95		2,859.70
FT. SCOTT #2189						FT. SCOTT #2189
Project Payments	2,169,246.82					2,169,246.82
Interest Accrued	0.00					0.00
Principal Outstanding	1,793,824.20					1,716,104.10
Fees Accrued	0.00					0.00
Principal Payments	375,422.62	38,462.92		39,257.18		453,142.72
Interest Payments	289,516.65	33,903.28		33,176.33		356,596.26
Fee Payments	26,807.09	3,139.19		3,071.88		33,018.16
FT. SCOTT 2 #2277						FT. SCOTT 2 #2277
Project Payments	5,480,085.58					5,480,085.58
Interest Accrued	0.00					0.00
Principal Outstanding	4,680,159.51					4,471,641.41
Fees Accrued	0.00					0.00
Principal Payments	799,926.07	103,277.91		105,240.19		1,008,444.17
Interest Payments	654,151.53	80,732.75		78,951.21		813,835.49
Fee Payments	66,363.20	8,190.28		8,009.54		82,563.02

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
FRONTENAC #2434						FRONTENAC #2434
Project Payments	311,848.90		125,015.10	15,714.05	53,118.96	505,697.01
Interest Accrued	0.00					0.00
Principal Outstanding	283,007.31					353,806.19
Fees Accrued	0.00					0.00
Principal Payments	28,841.59	61,570.54		61,478.69		151,890.82
Interest Payments	6,739.93	4,277.82		4,360.19		15,377.94
Fee Payments	775.97	492.51		501.99		1,770.47
GARDEN CITY #2055, 2056, 2057						GARDEN CITY #2055, 2056, 2057
Project Payments	5,566,737.50					5,566,737.50
Interest Accrued	102,186.51					102,186.51
Principal Outstanding	3,432,635.77					3,151,153.59
Fees Accrued	9,175.57					9,175.57
Principal Payments	2,245,463.81	139,247.66		142,234.52		2,526,945.99
Interest Payments	1,899,700.28	67,622.92		64,879.75		2,032,202.95
Fee Payments	168,755.07	6,007.12		5,763.43		180,525.62
GARDEN CITY 2 #2316						GARDEN CITY 2 #2316
Project Payments	2,555,210.77					2,555,210.77
Interest Accrued	53,953.31					53,953.31
Principal Outstanding	2,121,057.23					2,016,639.93
Fees Accrued	4,969.38					4,969.38
Principal Payments	493,076.23	51,672.55		52,744.75		597,493.53
Interest Payments	452,913.62	40,300.09		39,318.31		532,532.02
Fee Payments	41,715.69	3,711.84		3,621.42		49,048.95
GARDNER #2446						GARDNER #2446
Project Payments	7,523,755.90					7,523,755.90
Interest Accrued	53,221.74					53,221.74
Principal Outstanding	5,890,026.71					5,640,842.08
Fees Accrued	5,932.36					5,932.36
Principal Payments	1,692,883.29	123,514.65		125,669.98		1,942,067.92
Interest Payments	509,007.92	92,473.42		90,534.24		692,015.58
Fee Payments	56,736.54	10,307.55		10,091.40		77,135.49
GARNETT #2242						GARNETT #2242
Project Payments	1,173,231.79					1,173,231.79
Interest Accrued	25,083.39					25,083.39
Principal Outstanding	947,362.28					898,174.69
Fees Accrued	2,379.18					2,379.18
Principal Payments	253,332.08	24,347.89		24,839.70		302,519.67
Interest Payments	212,981.20	17,478.83		17,029.62		247,489.65
Fee Payments	20,201.47	1,657.88		1,615.28		23,474.63

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
GARNETT 2 #2587						GARNETT 2 #2587
Project Payments	0.00				236,075.15	236,075.15
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					236,075.15
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
GEARY CO. RWD #4 #2319						GEARY CO. RWD #4 #2319
Project Payments	383,965.36					383,965.36
Interest Accrued	0.00					0.00
Principal Outstanding	327,349.30					311,890.77
Fees Accrued	0.00					0.00
Principal Payments	56,616.06	7,660.51		7,798.02		72,074.59
Interest Payments	55,460.85	5,303.06		5,178.96		65,942.87
Fee Payments	5,991.20	572.87		559.46		7,123.53
GLEN ELDER #2449						GLEN ELDER #2449
Project Payments	139,896.34					139,896.34
Interest Accrued	0.00					0.00
Principal Outstanding	134,876.71					129,688.53
Fees Accrued	0.00					0.00
Principal Payments	5,019.63	2,572.67		2,615.51		10,207.81
Interest Payments	5,940.53	2,009.66		1,971.33		9,921.52
Fee Payments	697.71	236.04		231.53		1,165.28
GOESSEL #2059						GOESSEL #2059
Project Payments	340,902.26					340,902.26
Interest Accrued	0.00					0.00
Principal Outstanding	264,526.29					250,355.27
Fees Accrued	0.00					0.00
Principal Payments	76,375.97	7,011.02		7,160.00		90,546.99
Interest Payments	73,151.33	5,158.26		5,021.55		83,331.14
Fee Payments	6,564.85	462.92		450.65		7,478.42
GOODLAND #2061						GOODLAND #2061
Project Payments	2,480,050.31					2,480,050.31
Interest Accrued	0.00					0.00
Principal Outstanding	1,573,587.44					1,457,702.43
Fees Accrued	0.00					0.00
Principal Payments	906,462.87	57,356.04		58,528.97		1,022,347.88
Interest Payments	719,055.23	29,426.09		28,353.53		776,834.85
Fee Payments	67,291.23	2,753.77		2,653.40		72,698.40

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
GOODLAND 2 #2591						GOODLAND 2 #2591
Project Payments	0.00			576,095.51	1,488,671.31	2,064,766.82
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					2,064,766.82
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
GRAINFIELD #2478						GRAINFIELD #2478
Project Payments	84,663.13					84,663.13
Interest Accrued	0.00					0.00
Principal Outstanding	80,955.86					78,050.71
Fees Accrued	0.00					0.00
Principal Payments	3,707.27	1,442.71		1,462.44		6,612.42
Interest Payments	1,568.07	1,345.73		1,327.87		4,241.67
Fee Payments	164.33	141.02		139.15		444.50
HANOVER #2395						HANOVER #2395
Project Payments	72,014.45				(248.08)	71,766.37
Interest Accrued	0.00					0.00
Principal Outstanding	72,014.45					0.00
Fees Accrued	0.00					0.00
Principal Payments	0.00	5,680.34		4,829.58	61,256.45	71,766.37
Interest Payments	0.00	294.46		1,061.35	447.15	1,802.96
Fee Payments	0.00	32.21		116.08	48.90	197.19
HARPER CO. RWD #2 #2351						HARPER CO. RWD #2 #2351
Project Payments	541,481.96					541,481.96
Interest Accrued	6,883.68					6,883.68
Principal Outstanding	469,443.57					447,649.84
Fees Accrued	698.36					698.36
Principal Payments	79,620.43	10,794.32		10,999.41		101,414.16
Interest Payments	70,910.46	8,097.90		7,911.70		86,920.06
Fee Payments	7,193.83	821.53		802.64		8,818.00
HARVEY CO. RWD #1 #2193						HARVEY CO. RWD #1 #2193
Project Payments	539,676.88					539,676.88
Interest Accrued	0.00					0.00
Principal Outstanding	347,766.01					322,032.91
Fees Accrued	0.00					0.00
Principal Payments	191,910.87	12,739.16		12,993.94		217,643.97
Interest Payments	153,948.86	6,346.73		6,114.24		166,409.83
Fee Payments	14,762.27	608.59		586.30		15,957.16

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
HARVEY CO. RWD #1-2 #2426						HARVEY CO. RWD #1-2 #2426
Project Payments	3,701,615.50		11,111.11	(9,095.09)		3,703,631.52
Interest Accrued	0.00					0.00
Principal Outstanding	3,606,913.37					3,451,576.43
Fees Accrued	0.00					0.00
Principal Payments	94,702.13	90,463.51		66,889.45		252,055.09
Interest Payments	92,545.12	53,802.86		52,971.63		199,319.61
Fee Payments	10,761.04	6,256.14		6,159.49		23,176.67
HERINGTON #2357						HERINGTON #2357
Project Payments	1,222,806.46					1,222,806.46
Interest Accrued	0.00					0.00
Principal Outstanding	1,111,972.02					1,065,725.17
Fees Accrued	0.00					0.00
Principal Payments	110,834.44	22,912.63		23,334.22		157,081.29
Interest Payments	110,952.07	18,514.33		18,132.84		147,599.24
Fee Payments	11,661.62	1,945.95		1,905.85		15,513.42
HESSTON #2495						HESSTON #2495
Project Payments	1,367,790.23	111,130.56	51,503.96	84,825.54		1,615,250.29
Interest Accrued	14,937.01					14,937.01
Principal Outstanding	1,384,345.80					1,551,409.84
Fees Accrued	1,618.56					1,618.56
Principal Payments	0.00	42,293.32		38,102.70		80,396.02
Interest Payments	0.00	19,760.22		23,541.15		43,301.37
Fee Payments	0.00	2,141.21		2,550.90		4,692.11
HIAWATHA #2066						HIAWATHA #2066
Project Payments	702,736.49					702,736.49
Interest Accrued	0.00					0.00
Principal Outstanding	414,477.10					393,964.02
Fees Accrued	0.00					0.00
Principal Payments	288,259.39	10,152.98		10,360.10		308,772.47
Interest Payments	86,913.80	7,730.00		7,540.64		102,184.44
Fee Payments	8,155.45	725.33		707.57		9,588.35
HILL CITY #2442						HILL CITY #2442
Project Payments	2,360,730.54					2,360,730.54
Interest Accrued	0.00					0.00
Principal Outstanding	2,273,941.62					2,187,413.07
Fees Accrued	0.00					0.00
Principal Payments	86,788.92	42,895.37		43,633.18		173,317.47
Interest Payments	111,019.38	35,132.40		34,469.66		180,621.44
Fee Payments	12,575.03	3,979.40		3,904.33		20,458.76

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
HILLSBORO #2408						HILLSBORO #2408
Project Payments	146,351.73					146,351.73
Interest Accrued	0.00					0.00
Principal Outstanding	130,728.10					125,118.77
Fees Accrued	0.00					0.00
Principal Payments	15,623.63	2,778.48		2,830.85		21,232.96
Interest Payments	16,306.74	2,235.45		2,187.94		20,730.13
Fee Payments	1,668.83	228.77		223.91		2,121.51
HOLTON #2436						HOLTON #2436
Project Payments	357,605.44					357,605.44
Interest Accrued	0.00					0.00
Principal Outstanding	331,918.59					318,395.92
Fees Accrued	0.00					0.00
Principal Payments	25,686.85	6,702.85		6,819.82		39,209.52
Interest Payments	24,628.27	5,211.12		5,105.89		34,945.28
Fee Payments	2,745.17	580.86		569.12		3,895.15
HOLYROOD #2068						HOLYROOD #2068
Project Payments	262,259.15					262,259.15
Interest Accrued	0.00					0.00
Principal Outstanding	233,671.25					223,477.53
Fees Accrued	0.00					0.00
Principal Payments	28,587.90	5,051.65		5,142.07		38,781.62
Interest Payments	26,797.42	3,773.79		3,692.21		34,263.42
Fee Payments	2,903.73	408.92		400.08		3,712.73
HOYT #2194						HOYT #2194
Project Payments	814,696.74					814,696.74
Interest Accrued	0.00					0.00
Principal Outstanding	605,050.82					569,790.16
Fees Accrued	0.00					0.00
Principal Payments	209,645.92	17,436.35		17,824.31		244,906.58
Interest Payments	219,254.59	12,403.54		12,046.10		243,704.23
Fee Payments	18,716.86	1,058.84		1,028.32		20,804.02
HUTCHINSON #2280						HUTCHINSON #2280
Project Payments	1,403,529.82					1,403,529.82
Interest Accrued	0.00					0.00
Principal Outstanding	994,634.86					945,781.69
Fees Accrued	0.00					0.00
Principal Payments	408,894.96	24,173.97		24,679.20		457,748.13
Interest Payments	216,257.47	19,047.26		18,584.33		253,889.06
Fee Payments	19,762.43	1,740.60		1,698.30		23,201.33

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
HUTCHINSON 2 #2423						HUTCHINSON 2 #2423
Project Payments	6,666,667.00					6,666,667.00
Interest Accrued	0.00					0.00
Principal Outstanding	6,317,132.08					6,078,874.25
Fees Accrued	0.00					0.00
Principal Payments	349,534.92	118,086.80		120,171.03		587,792.75
Interest Payments	106,311.20	100,442.40		98,564.82		305,318.42
Fee Payments	11,700.92	11,054.98		10,848.33		33,604.23
INDEPENDENCE #2630						INDEPENDENCE #2630
Project Payments	0.00			126,440.10	120,421.67	246,861.77
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					246,861.77
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
INGALLS #2356						INGALLS #2356
Project Payments	155,346.14					155,346.14
Interest Accrued	0.00					0.00
Principal Outstanding	125,140.73					119,071.90
Fees Accrued	0.00					0.00
Principal Payments	30,205.41	3,006.01		3,062.82		36,274.24
Interest Payments	22,370.80	2,146.16		2,094.61		26,611.57
Fee Payments	2,282.72	219.00		213.74		2,715.46
IOLA #2281						IOLA #2281
Project Payments	10,000,000.00					10,000,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	8,571,889.74					8,180,702.03
Fees Accrued	0.00					0.00
Principal Payments	1,428,110.26	193,652.49		197,535.22		1,819,297.97
Interest Payments	1,611,268.19	156,865.58		153,321.74		1,921,455.51
Fee Payments	154,083.00	15,000.81		14,661.92		183,745.73
JACKSON CO. RWD #1 #2214						JACKSON CO. RWD #1 #2214
Project Payments	2,170,441.17					2,170,441.17
Interest Accrued	0.00					0.00
Principal Outstanding	1,351,526.10					983,379.44
Fees Accrued	0.00					0.00
Principal Payments	818,915.07	33,699.27		34,447.39	300,000.00	1,187,061.73
Interest Payments	421,898.07	27,638.71		26,949.56		476,486.34
Fee Payments	36,103.77	2,365.17		2,306.20		40,775.14

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
JACKSON CO. RWD #3 #2464						JACKSON CO. RWD #3 #2464
Project Payments	196,484.74	65,737.72	56,606.10		177,725.24	496,553.80
Interest Accrued	0.00					0.00
Principal Outstanding	196,484.74					466,284.28
Fees Accrued	0.00					0.00
Principal Payments	0.00			30,269.52		30,269.52
Interest Payments	0.00	1,587.63		5,005.49		6,593.12
Fee Payments	0.00	160.60		506.34		666.94
JEFFERSON CO. RWD #13 #2557						JEFFERSON CO. RWD #13 #2557
Project Payments	0.00		157,333.55	665,949.41	683,186.78	1,506,469.74
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					1,506,469.74
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00			1,657.20		1,657.20
Fee Payments	0.00			169.60		169.60
JEWELL CO. RWD #1 #2080						JEWELL CO. RWD #1 #2080
Project Payments	27,488.44					27,488.44
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	27,488.44					27,488.44
Interest Payments	2,256.91					2,256.91
Fee Payments	208.96					208.96
JOHNSON CO. CONS. RWD #6 #2081						JOHNSON CO. CONS. RWD #6 #2081
Project Payments	1,239,437.00					1,239,437.00
Interest Accrued	0.00					0.00
Principal Outstanding	755,057.32					696,168.42
Fees Accrued	0.00					0.00
Principal Payments	484,379.68	29,146.43		29,742.47		543,268.58
Interest Payments	344,107.26	14,119.57		13,574.53		371,801.36
Fee Payments	32,202.61	1,321.35		1,270.35		34,794.31
JOHNSON CO. RWD #7 #2082, 2083						JOHNSON CO. RWD #7 #2082, 2083
Project Payments	1,533,843.61					1,533,843.61
Interest Accrued	40,973.51					40,973.51
Principal Outstanding	1,018,389.08					943,628.99
Fees Accrued	3,773.88					3,773.88
Principal Payments	560,201.92	36,996.21		37,763.88		634,962.01
Interest Payments	446,037.31	19,349.39		18,646.46		484,033.16
Fee Payments	41,082.37	1,782.18		1,717.44		44,581.99

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
JOHNSON CO. RWD #7-2 #2333						JOHNSON CO. RWD #7-2 #2333
Project Payments	635,641.91					635,641.91
Interest Accrued	0.00					0.00
Principal Outstanding	541,999.89					516,425.57
Fees Accrued	0.00					0.00
Principal Payments	93,642.02	12,673.10		12,901.22		119,216.34
Interest Payments	97,561.82	8,807.50		8,601.56		114,970.88
Fee Payments	10,506.67	948.50		926.32		12,381.49
JOHNSON CO. RWD #7-3 #2283						JOHNSON CO. RWD #7-3 #2283
Project Payments	957,746.92					957,746.92
Interest Accrued	0.00					0.00
Principal Outstanding	934,310.38					900,874.41
Fees Accrued	0.00					0.00
Principal Payments	23,436.54	16,556.24		16,879.73		56,872.51
Interest Payments	18,035.61	15,619.30		15,326.49		48,981.40
Fee Payments	1,889.96	1,636.76		1,606.08		5,132.80
JUNCTION CITY #2084						JUNCTION CITY #2084
Project Payments	743,704.72					743,704.72
Interest Accrued	541.94					541.94
Principal Outstanding	518,308.77					488,103.20
Fees Accrued	46.26					46.26
Principal Payments	225,984.15	14,936.62		15,268.95		256,189.72
Interest Payments	156,660.69	10,625.33		10,319.13		177,605.15
Fee Payments	13,373.50	907.04		880.91		15,161.45
JUNCTION CITY 2 #2494						JUNCTION CITY 2 #2494
Project Payments	0.00	50,800.00				50,800.00
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					50,800.00
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00			651.24		651.24
Fee Payments	0.00			65.69		65.69
KC BOARD OF PUBLIC UTILITIES 1 #2263						KC BOARD OF PUBLIC UTILITIES 1 #2263
Project Payments	12,308,750.00					12,308,750.00
Interest Accrued	0.00					0.00
Principal Outstanding	9,926,880.23					9,450,355.77
Fees Accrued	0.00					0.00
Principal Payments	2,381,869.77	235,955.76		240,568.70		2,858,394.23
Interest Payments	1,497,200.04	176,698.47		172,498.46		1,846,396.97
Fee Payments	147,196.65	17,372.04		16,959.11		181,527.80

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
KC BOARD OF PUBLIC UTILITIES 2 #2265						
Project Payments	5,118,465.29					5,118,465.29
Interest Accrued	0.00					0.00
Principal Outstanding	4,158,564.07					3,958,624.52
Fees Accrued	0.00					0.00
Principal Payments	959,901.22	99,006.93		100,932.62		1,159,840.77
Interest Payments	730,665.28	73,606.58		71,854.16		876,126.02
Fee Payments	72,240.91	7,277.50		7,104.23		86,622.64
KC BOARD OF PUBLIC UTILITIES 3 #2379						
Project Payments	8,842,353.73				41,343.09	8,883,696.82
Interest Accrued	104,995.92					104,995.92
Principal Outstanding	8,296,569.98					7,998,417.89
Fees Accrued	11,307.26					11,307.26
Principal Payments	662,086.93	168,233.49		171,261.69		1,001,582.11
Interest Payments	549,069.50	134,819.26		132,085.47		815,974.23
Fee Payments	59,130.57	14,519.00		14,224.59		87,874.16
KIRWIN #2643						
Project Payments	0.00				84,366.14	84,366.14
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					84,366.14
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
KISMET #2485						
Project Payments	159,719.82			(5.98)		159,713.84
Interest Accrued	0.00					0.00
Principal Outstanding	156,662.49					150,673.76
Fees Accrued	0.00					0.00
Principal Payments	3,057.33	2,966.46		3,016.29		9,040.08
Interest Payments	3,124.32	2,357.77		2,313.13		7,795.22
Fee Payments	363.28	274.16		268.97		906.41
LACROSSE #2572						
Project Payments	0.00			120,610.43	160,353.72	280,964.15
Interest Accrued	0.00			17.57		17.57
Principal Outstanding	0.00					280,983.51
Fees Accrued	0.00			1.79		1.79
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
LANE #2407						LANE #2407
Project Payments	69,409.50			24,731.00	41,804.00	135,944.50
Interest Accrued	1,114.09					1,114.09
Principal Outstanding	45,557.76					86,382.99
Fees Accrued	126.20					126.20
Principal Payments	25,092.03	12,747.62		12,962.15		50,801.80
Interest Payments	2,634.08	703.87		511.17		3,849.12
Fee Payments	298.37	79.73		57.90		436.00
LAWRENCE #2285						LAWRENCE #2285
Project Payments	6,167,307.38					6,167,307.38
Interest Accrued	0.00					0.00
Principal Outstanding	4,646,516.15					4,396,895.44
Fees Accrued	0.00					0.00
Principal Payments	1,520,791.23	123,510.41		126,110.30		1,770,411.94
Interest Payments	1,489,675.46	89,677.76		87,294.01		1,666,647.23
Fee Payments	135,074.18	8,131.40		7,915.26		151,120.84
LAWRENCE 2 #2087						LAWRENCE 2 #2087
Project Payments	5,562,864.03					5,562,864.03
Interest Accrued	0.00					0.00
Principal Outstanding	4,405,186.27					4,178,130.62
Fees Accrued	0.00					0.00
Principal Payments	1,157,677.76	112,364.85		114,690.80		1,384,733.41
Interest Payments	1,049,766.66	83,478.28		81,348.97		1,214,593.91
Fee Payments	96,944.74	7,709.08		7,512.44		112,166.26
LEAVENWORTH CO. CONS. RWD #1 #2092						LEAVENWORTH CO. CONS. RWD #1 #2092
Project Payments	2,893,984.58					2,893,984.58
Interest Accrued	64,353.58					64,353.58
Principal Outstanding	823,405.69					638,709.36
Fees Accrued	6,022.37					6,022.37
Principal Payments	2,140,954.84	90,077.67		94,618.66		2,325,651.17
Interest Payments	802,800.63	17,865.63		13,713.23		834,379.49
Fee Payments	75,128.37	1,671.92		1,283.33		78,083.62
LEAVENWORTH CO. CONS. RWD #1-2 #2468						LEAVENWORTH CO. CONS. RWD #1-2 #2468
Project Payments	426,700.25					426,700.25
Interest Accrued	3,171.17					3,171.17
Principal Outstanding	422,649.14					407,047.32
Fees Accrued	365.11					365.11
Principal Payments	7,587.39	7,735.35		7,866.47		23,189.21
Interest Payments	6,556.95	6,424.27		6,306.69		19,287.91
Fee Payments	754.92	739.64		726.10		2,220.66

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
LEAVENWORTH CO. RWD #7 #2225						LEAVENWORTH CO. RWD #7 #2225
Project Payments	1,652,957.00					1,652,957.00
Interest Accrued	0.00					0.00
Principal Outstanding	1,315,718.11					1,247,753.48
Fees Accrued	0.00					0.00
Principal Payments	337,238.89	33,636.70		34,327.93		405,203.52
Interest Payments	315,766.06	24,735.50		24,103.13		364,604.69
Fee Payments	29,393.13	2,302.50		2,243.64		33,939.27
LEAVENWORTH CO. RWD #9 #2093						LEAVENWORTH CO. RWD #9 #2093
Project Payments	806,229.10					806,229.10
Interest Accrued	2,867.24					2,867.24
Principal Outstanding	0.00					0.00
Fees Accrued	250.86					250.86
Principal Payments	809,347.20					809,347.20
Interest Payments	60,289.12					60,289.12
Fee Payments	5,275.81					5,275.81
LEAVENWORTH WATERWORKS BD. #2326						LEAVENWORTH WATERWORKS BD. #2326
Project Payments	6,972,442.02					6,972,442.02
Interest Accrued	0.00					0.00
Principal Outstanding	3,965,522.62					2,799,727.28
Fees Accrued	0.00					0.00
Principal Payments	3,006,919.40	1,094,411.01		71,384.33		4,172,714.74
Interest Payments	969,246.15	70,189.75		50,818.68		1,090,254.58
Fee Payments	95,829.43	6,939.67		5,024.45		107,793.55
LIBERAL #2290						LIBERAL #2290
Project Payments	5,607,992.07					5,607,992.07
Interest Accrued	0.00					0.00
Principal Outstanding	4,025,398.26					3,842,743.59
Fees Accrued	0.00					0.00
Principal Payments	1,582,593.81	90,405.20		92,249.47		1,765,248.48
Interest Payments	513,194.37	75,073.68		73,387.62		661,655.67
Fee Payments	48,154.99	7,044.45		6,886.24		62,085.68
LITTLE RIVER #2514						LITTLE RIVER #2514
Project Payments	0.00					0.00
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
LOGAN #2194						LOGAN #2194
Project Payments	650,000.00					650,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	409,731.50					381,102.06
Fees Accrued	0.00					0.00
Principal Payments	240,268.50	14,171.59		14,457.85		268,897.94
Interest Payments	142,810.91	7,559.55		7,298.08		157,668.54
Fee Payments	13,545.71	717.02		692.23		14,954.96
LONG ISLAND #2256						LONG ISLAND #2256
Project Payments	187,660.06					187,660.06
Interest Accrued	989.46					989.46
Principal Outstanding	146,531.40					138,626.19
Fees Accrued	91.13					91.13
Principal Payments	42,209.25	3,912.02		3,993.19		50,114.46
Interest Payments	38,444.14	2,784.10		2,709.77		43,938.01
Fee Payments	3,540.93	256.43		249.59		4,046.95
LYON CO. RWD #1 #2213						LYON CO. RWD #1 #2213
Project Payments	445,408.45					445,408.45
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	445,408.45					445,408.45
Interest Payments	40,973.46					40,973.46
Fee Payments	3,304.33					3,304.33
MAIZE #2292						MAIZE #2292
Project Payments	5,073,494.82					5,073,494.82
Interest Accrued	207,074.60					207,074.60
Principal Outstanding	0.00					0.00
Fees Accrued	19,430.58					19,430.58
Principal Payments	5,300,000.00					5,300,000.00
Interest Payments	476,738.47					476,738.47
Fee Payments	44,734.17					44,734.17
MANHATTAN #2462						MANHATTAN #2462
Project Payments	0.00					0.00
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
MARION CO. IMPROVEMENT DIST. #2 #2529						MARION CO. IMPROVEMENT DIST. #2 #2529
Project Payments	0.00	29,601.33		69,885.96	198,098.89	297,586.18
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					297,586.18
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00			384.72		384.72
Fee Payments	0.00			37.82		37.82
MARION CO. RWD #1 #2332						MARION CO. RWD #1 #2332
Project Payments	324,555.78					324,555.78
Interest Accrued	3,579.54					3,579.54
Principal Outstanding	261,772.15					249,410.39
Fees Accrued	386.68					386.68
Principal Payments	66,749.85	6,125.90		6,235.86		79,111.61
Interest Payments	39,056.73	4,240.71		4,141.47		47,438.91
Fee Payments	4,219.09	458.10		447.38		5,124.57
MARION CO. RWD #4 #2105						MARION CO. RWD #4 #2105
Project Payments	1,804,766.31					1,804,766.31
Interest Accrued	36,590.30					36,590.30
Principal Outstanding	0.00					0.00
Fees Accrued	3,424.21					3,424.21
Principal Payments	1,844,780.82					1,844,780.82
Interest Payments	509,684.92					509,684.92
Fee Payments	47,697.78					47,697.78
MARSHALL CO. RWD #3 #2106						MARSHALL CO. RWD #3 #2106
Project Payments	572,404.89					572,404.89
Interest Accrued	2,813.99					2,813.99
Principal Outstanding	0.00					0.00
Fees Accrued	246.23					246.23
Principal Payments	575,465.11					575,465.11
Interest Payments	97,581.03	47.66				97,628.69
Fee Payments	8,538.65					8,538.65
MARSHALL CO. RWD #3-2 #2336						MARSHALL CO. RWD #3-2 #2336
Project Payments	577,565.31					577,565.31
Interest Accrued	2,501.37					2,501.37
Principal Outstanding	503,117.64					380,321.33
Fees Accrued	269.38					269.38
Principal Payments	77,218.42	11,296.49		11,499.82	100,000.00	200,014.73
Interest Payments	61,123.79	8,175.66		7,992.09		77,291.54
Fee Payments	6,582.54	880.45		860.69		8,323.68

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
MARYSVILLE #2294						MARYSVILLE #2294
Project Payments	301,746.58					301,746.58
Interest Accrued	0.00					0.00
Principal Outstanding	239,274.80					226,941.90
Fees Accrued	0.00					0.00
Principal Payments	62,471.78	6,103.28		6,229.62		74,804.68
Interest Payments	57,708.44	4,534.26		4,418.60		66,661.30
Fee Payments	5,329.33	418.73		408.05		6,156.11
MARYSVILLE 2 #2435						MARYSVILLE 2 #2435
Project Payments	121,854.42	881,624.30	358,470.08	43,828.44	146,677.27	1,552,454.51
Interest Accrued	0.00					0.00
Principal Outstanding	121,854.42					1,552,454.51
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	801.70	2,016.47		16,830.37		19,648.54
Fee Payments	82.53	207.58		1,732.53		2,022.64
McLOUTH #2108						McLOUTH #2108
Project Payments	1,009,840.09					1,009,840.09
Interest Accrued	0.00					0.00
Principal Outstanding	582,842.22					535,093.49
Fees Accrued	0.00					0.00
Principal Payments	426,997.87	23,619.86		24,128.87		474,746.60
Interest Payments	333,386.13	11,540.28		11,072.60		355,999.01
Fee Payments	29,465.96	1,019.97		978.64		31,464.57
MEDICINE LODGE #2197						MEDICINE LODGE #2197
Project Payments	587,532.83					587,532.83
Interest Accrued	0.00					0.00
Principal Outstanding	447,623.97					423,288.16
Fees Accrued	0.00					0.00
Principal Payments	139,908.86	12,046.24		12,289.57		164,244.67
Interest Payments	114,445.45	8,258.66		8,036.41		130,740.52
Fee Payments	10,855.24	783.34		762.26		12,400.84
MEDICINE LODGE 2 #2427						MEDICINE LODGE 2 #2427
Project Payments	0.00	79,249.95	214,039.79	32,800.73		326,090.47
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					326,090.47
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00			2,591.16		2,591.16
Fee Payments	0.00			288.82		288.82

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
MIAMI CO. RWD #2 #2109						MIAMI CO. RWD #2 #2109
Project Payments	5,515,053.00					5,515,053.00
Interest Accrued	0.00					0.00
Principal Outstanding	3,564,591.22					3,302,081.06
Fees Accrued	0.00					0.00
Principal Payments	1,950,461.78	129,926.58		132,583.58		2,212,971.94
Interest Payments	1,702,055.12	66,657.86		64,228.23		1,832,941.21
Fee Payments	159,283.23	6,238.03		6,010.66		171,531.92
MINNEAPOLIS #2390						MINNEAPOLIS #2390
Project Payments	2,501,603.60					2,501,603.60
Interest Accrued	12,510.23					12,510.23
Principal Outstanding	2,261,622.69					2,167,052.64
Fees Accrued	1,339.01					1,339.01
Principal Payments	253,830.15	46,860.93		47,709.12		348,400.20
Interest Payments	184,748.72	36,977.53		36,211.35		257,937.60
Fee Payments	19,774.31	3,957.84		3,875.83		27,607.98
MORAN #2386						MORAN #2386
Project Payments	234,663.93					234,663.93
Interest Accrued	0.00					0.00
Principal Outstanding	219,928.92					212,030.82
Fees Accrued	0.00					0.00
Principal Payments	14,735.01	3,925.27		3,972.83		22,633.11
Interest Payments	3,059.96	3,650.32		3,607.26		10,317.54
Fee Payments	320.65	382.51		378.01		1,081.17
NEMAHA CO. RWD #3 #2448						NEMAHA CO. RWD #3 #2448
Project Payments	936,380.15	121,405.74	87,075.84		(105.26)	1,144,756.47
Interest Accrued	4,666.13					4,666.13
Principal Outstanding	855,111.15					1,013,968.79
Fees Accrued	505.61					505.61
Principal Payments	86,440.74	26,970.08		22,548.60		135,959.42
Interest Payments	22,663.27	11,986.60		15,975.81		50,625.68
Fee Payments	2,455.77	1,298.86		1,731.13		5,485.76
NEMAHA CO. RWD #3-2 #2616						NEMAHA CO. RWD #3-2 #2616
Project Payments	0.00			356,970.58	468,939.10	825,909.68
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					825,909.68
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
NESS CITY #2416						NESS CITY #2416
Project Payments	1,099,205.43					1,099,205.43
Interest Accrued	2,349.08					2,349.08
Principal Outstanding	976,928.84					936,225.20
Fees Accrued	248.39					248.39
Principal Payments	124,874.06	20,167.29		20,536.35		165,577.70
Interest Payments	64,139.46	16,168.17		15,834.40		96,142.03
Fee Payments	6,782.13	1,709.63		1,674.34		10,166.10
NEW STRAWN #2222						NEW STRAWN #2222
Project Payments	1,253,000.45					1,253,000.45
Interest Accrued	15,488.90					15,488.90
Principal Outstanding	962,700.70					909,575.25
Fees Accrued	1,300.03					1,300.03
Principal Payments	307,088.68	26,265.92		26,859.53		360,214.13
Interest Payments	315,708.69	20,072.31		19,524.67		355,305.67
Fee Payments	26,498.29	1,684.72		1,638.75		29,821.76
NEWTON #2118						NEWTON #2118
Project Payments	2,086,455.74					2,086,455.74
Interest Accrued	0.00					0.00
Principal Outstanding	1,239,873.09					1,137,620.87
Fees Accrued	0.00					0.00
Principal Payments	846,582.65	50,598.62		51,653.60		948,834.87
Interest Payments	627,391.33	23,681.58		22,715.14		673,788.05
Fee Payments	57,483.52	2,169.78		2,081.24		61,734.54
NEWTON 2 #2297						NEWTON 2 #2297
Project Payments	1,231,500.44					1,231,500.44
Interest Accrued	0.00					0.00
Principal Outstanding	904,599.89					837,748.69
Fees Accrued	0.00					0.00
Principal Payments	326,900.55	33,083.19		33,768.01		393,751.75
Interest Payments	234,067.68	17,142.17		16,515.24		267,725.09
Fee Payments	21,615.73	1,583.05		1,525.16		24,723.94
NEWTON 3 #2465						NEWTON 3 #2465
Project Payments	266,962.55	883,207.83	382,944.76	89,916.18	126,651.19	1,749,682.51
Interest Accrued	0.00					0.00
Principal Outstanding	266,962.55					1,699,663.24
Fees Accrued	0.00					0.00
Principal Payments	0.00			50,019.27		50,019.27
Interest Payments	0.00	2,435.82		17,495.72		19,931.54
Fee Payments	0.00	282.30		2,027.64		2,309.94

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
NEWTON 4 #2509						NEWTON 4 #2509
Project Payments	641,168.38			11,735.31	(1,371.17)	651,532.52
Interest Accrued	0.00					0.00
Principal Outstanding	641,168.38					587,771.71
Fees Accrued	0.00					0.00
Principal Payments	0.00	32,266.77		31,494.04		63,760.81
Interest Payments	0.00	9,650.72		10,351.33		20,002.05
Fee Payments	0.00	993.46		1,065.58		2,059.04
NICKERSON #2428						NICKERSON #2428
Project Payments	332,288.61					332,288.61
Interest Accrued	0.00					0.00
Principal Outstanding	326,396.04					314,347.33
Fees Accrued	0.00					0.00
Principal Payments	5,892.57	5,973.73		6,074.98		17,941.28
Interest Payments	8,331.41	4,961.22		4,870.42		18,163.05
Fee Payments	959.21	571.19		560.74		2,091.14
NORTH NEWTON #2328						NORTH NEWTON #2328
Project Payments	590,919.50					590,919.50
Interest Accrued	0.00					0.00
Principal Outstanding	492,843.39					468,942.42
Fees Accrued	0.00					0.00
Principal Payments	98,076.11	11,838.61		12,062.36		121,977.08
Interest Payments	85,336.96	8,452.26		8,249.23		102,038.45
Fee Payments	8,707.84	862.48		841.76		10,412.08
NORTON #2260						NORTON #2260
Project Payments	3,609,921.15	53,500.00	268,010.18	175,303.73	10,425.59	4,117,160.65
Interest Accrued	0.00					0.00
Principal Outstanding	3,264,560.90					3,602,821.05
Fees Accrued	0.00					0.00
Principal Payments	345,360.25	168,879.35		100.00		514,339.60
Interest Payments	115,281.14	53,375.57		52,592.21		221,248.92
Fee Payments	12,338.96	5,712.98		5,629.14		23,681.08
OLATHE #2366						OLATHE #2366
Project Payments	20,000,000.00					20,000,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	19,239,187.87					19,047,360.49
Fees Accrued	0.00					0.00
Principal Payments	760,812.13	95,036.97		96,790.41		952,639.51
Interest Payments	2,266,583.05	321,294.44		319,707.32		2,907,584.81
Fee Payments	237,516.23	33,668.59		33,502.27		304,687.09

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
OLATHE 2 #2470						OLATHE 2 #2470
Project Payments	12,194,631.47	3,538,086.10	1,098,774.65		52,423.56	16,883,915.78
Interest Accrued	0.00					0.00
Principal Outstanding	11,833,728.13					16,092,879.81
Fees Accrued	0.00					0.00
Principal Payments	360,903.34	263,138.54		166,994.09		791,035.97
Interest Payments	81,634.69	145,488.19		231,907.04		459,029.92
Fee Payments	9,187.18	16,373.27		26,098.87		51,659.32
OLATHE 3 #2681						OLATHE 3 #2681
Project Payments	0.00			230,875.19		230,875.19
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					156,995.13
Fees Accrued	0.00					0.00
Principal Forgiveness	0.00				73,880.06	73,880.06
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
OSAGE CITY #2127						OSAGE CITY #2127
Project Payments	2,683,984.25					2,683,984.25
Interest Accrued	24,977.18					24,977.18
Principal Outstanding	2,186,543.78					2,078,738.85
Fees Accrued	2,312.70					2,312.70
Principal Payments	524,730.35	53,351.61		54,453.32		632,535.28
Interest Payments	431,090.91	41,325.68		40,317.33		512,733.92
Fee Payments	39,915.82	3,826.45		3,733.09		47,475.36
OSAGE CO. RWD #3 #2382						OSAGE CO. RWD #3 #2382
Project Payments	500,000.00					500,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	258,086.63					246,684.61
Fees Accrued	0.00					0.00
Principal Payments	241,913.37	5,645.96		5,756.06		253,315.39
Interest Payments	47,950.68	4,581.04		4,480.82		57,012.54
Fee Payments	4,727.53	451.65		441.77		5,620.95
OSAGE CO. RWD #4 #2127						OSAGE CO. RWD #4 #2127
Project Payments	250,000.00					250,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	219,459.02					209,910.19
Fees Accrued	0.00					0.00
Principal Payments	30,540.98	4,726.21		4,822.62		40,089.81
Interest Payments	37,394.67	4,092.91		4,004.77		45,492.35
Fee Payments	3,508.89	384.05		375.78		4,268.72

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
OSAGE CO. RWD #5 #2476						OSAGE CO. RWD #5 #2476
Project Payments	0.00			297,910.16	274,162.29	572,072.45
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					572,072.45
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
OSAWATOMIE #2128						OSAWATOMIE #2128
Project Payments	901,478.72					901,478.72
Interest Accrued	0.00					0.00
Principal Outstanding	682,142.15					645,496.03
Fees Accrued	0.00					0.00
Principal Payments	219,336.57	18,132.22		18,513.90		255,982.69
Interest Payments	162,980.52	13,165.34		12,815.39		188,961.25
Fee Payments	14,778.00	1,193.75		1,162.02		17,133.77
OSBORNE #2129						OSBORNE #2129
Project Payments	276,504.76					276,504.76
Interest Accrued	0.00					0.00
Principal Outstanding	191,713.78					179,050.99
Fees Accrued	0.00					0.00
Principal Payments	84,790.98	6,267.32		6,395.47		97,453.77
Interest Payments	77,535.92	3,585.05		3,467.85		84,588.82
Fee Payments	7,255.90	335.49		324.54		7,915.93
OTTAWA 1 #2539						OTTAWA 1 #2539
Project Payments	0.00				802,428.88	802,428.88
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					802,428.88
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
OVERBROOK #2300						OVERBROOK #2300
Project Payments	160,000.00					160,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	124,861.46					118,430.45
Fees Accrued	0.00					0.00
Principal Payments	35,138.54	3,182.49		3,248.52		41,569.55
Interest Payments	28,706.69	2,372.37		2,311.90		33,390.96
Fee Payments	2,644.05	218.50		212.94		3,075.49

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
PARSONS #2136						PARSONS #2136
Project Payments	9,200,000.00					9,200,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	5,623,401.44					5,208,833.84
Fees Accrued	0.00					0.00
Principal Payments	3,576,598.56	205,195.93		209,371.67		3,991,166.16
Interest Payments	2,171,219.74	104,595.27		100,778.62		2,376,593.63
Fee Payments	204,281.45	9,840.95		9,481.86		223,604.26
PARSONS 2 #2394						PARSONS 2 #2394
Project Payments	5,000,000.00					5,000,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	4,749,020.85					4,725,191.67
Fees Accrued	0.00					0.00
Principal Payments	250,979.15	11,805.68		12,023.50		274,808.33
Interest Payments	464,264.70	79,308.65		79,111.49		622,684.84
Fee Payments	48,650.49	8,310.79		8,290.13		65,251.41
PHILLIPSBURG #2415						PHILLIPSBURG #2415
Project Payments	726,557.15		67,963.81	46,905.75	50,019.91	891,446.62
Interest Accrued	0.00					0.00
Principal Outstanding	539,503.76					644,899.89
Fees Accrued	0.00					0.00
Principal Payments	187,053.39	29,685.79		29,807.55		246,546.73
Interest Payments	46,205.13	8,928.79		8,818.67		63,952.59
Fee Payments	4,885.75	944.13		932.49		6,762.37
PITTSBURG #2489						PITTSBURG #2489
Project Payments	0.00			426,301.35	92,157.79	518,459.14
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					518,459.14
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
PLEASANTON #2348						PLEASANTON #2348
Project Payments	610,692.45					610,692.45
Interest Accrued	0.00					0.00
Principal Outstanding	539,456.97					516,005.30
Fees Accrued	0.00					0.00
Principal Payments	71,235.48	11,620.67		11,831.00		94,687.15
Interest Payments	59,930.28	8,820.12		8,630.12		77,380.52
Fee Payments	6,414.56	944.05		923.72		8,282.33

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
POTTAWATOMIE CO. RWD #3 #2302						POTTAWATOMIE CO. RWD #3 #2302
Project Payments	479,215.10					479,215.10
Interest Accrued	0.00					0.00
Principal Outstanding	386,872.92					367,624.02
Fees Accrued	0.00					0.00
Principal Payments	92,342.18	9,528.92		9,719.98		111,591.08
Interest Payments	84,731.06	7,079.77		6,905.40		98,716.23
Fee Payments	8,102.68	677.03		660.34		9,440.05
POTWIN #2396						POTWIN #2396
Project Payments	144,960.42					144,960.42
Interest Accrued	35.90					35.90
Principal Outstanding	126,767.51					121,105.24
Fees Accrued	3.68					3.68
Principal Payments	18,232.49	2,804.70		2,857.57		23,894.76
Interest Payments	18,225.65	2,167.72		2,119.76		22,513.13
Fee Payments	1,865.15	221.84		216.93		2,303.92
PRATT #2528						PRATT #2528
Project Payments	0.00				81,232.32	81,232.32
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					81,232.32
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
PWWSD #4 #2135						PWWSD #4 #2135
Project Payments	1,118,666.19					1,118,666.19
Interest Accrued	5,018.10					5,018.10
Principal Outstanding	669,199.06					613,800.67
Fees Accrued	469.61					469.61
Principal Payments	454,954.84	27,418.84		27,979.55		510,353.23
Interest Payments	341,782.32	12,514.02		12,001.29		366,297.63
Fee Payments	31,984.97	1,171.10		1,123.12		34,279.19
PWWSD #4-2 #2303						PWWSD #4-2 #2303
Project Payments	530,710.26					530,710.26
Interest Accrued	0.00					0.00
Principal Outstanding	332,914.83					307,154.68
Fees Accrued	0.00					0.00
Principal Payments	197,795.43	12,748.13		13,012.02		223,555.58
Interest Payments	100,646.65	6,308.74		6,067.16		113,022.55
Fee Payments	9,294.52	582.60		560.29		10,437.41

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
PWWSD #4-3 #2505						PWWSD #4-3 #2505
Project Payments	899,140.44	(2,026.18)				897,114.26
Interest Accrued	0.00					0.00
Principal Outstanding	899,140.44					881,953.53
Fees Accrued	0.00					0.00
Principal Payments	0.00			15,160.73		15,160.73
Interest Payments	4,086.72	14,725.86		15,520.08		34,332.66
Fee Payments	413.40	1,489.61		1,569.95		3,472.96
PWWSD #17 #2133						PWWSD #17 #2133
Project Payments	3,168,090.52					3,168,090.52
Interest Accrued	151,951.73					151,951.73
Principal Outstanding	2,293,978.19					2,128,361.45
Fees Accrued	14,412.75					14,412.75
Principal Payments	1,040,476.81	81,980.37		83,636.37		1,206,093.55
Interest Payments	796,738.22	42,323.90		40,811.36		879,873.48
Fee Payments	75,571.36	4,014.46		3,871.00		83,456.82
RANSOM #2397						RANSOM #2397
Project Payments	853,670.00					853,670.00
Interest Accrued	0.00					0.00
Principal Outstanding	777,889.24					746,173.05
Fees Accrued	0.00					0.00
Principal Payments	75,780.76	15,704.97		16,011.22		107,496.95
Interest Payments	73,668.41	13,807.53		13,528.77		101,004.71
Fee Payments	7,263.06	1,361.31		1,333.82		9,958.19
RENO CO. RWD #1 #2458						RENO CO. RWD #1 #2458
Project Payments	0.00					0.00
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
RILEY #2536						RILEY #2536
Project Payments	0.00		97,638.75	289,092.52	137,225.08	523,956.35
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					523,956.35
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00			750.60		750.60
Fee Payments	0.00			71.20		71.20

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
ROLLA #2510						ROLLA #2510
Project Payments	0.00	35,956.26	136,006.65	31,590.00	7,060.50	210,613.41
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					210,613.41
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00			1,590.12		1,590.12
Fee Payments	0.00			172.84		172.84
RUSH CENTER #2200						RUSH CENTER #2200
Project Payments	67,736.42					67,736.42
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	67,736.42					67,736.42
Interest Payments	5,480.47					5,480.47
Fee Payments	433.96					433.96
RUSSELL #2151						RUSSELL #2151
Project Payments	1,671,341.22					1,671,341.22
Interest Accrued	3,338.64					3,338.64
Principal Outstanding	1,027,051.69					951,054.56
Fees Accrued	320.14					320.14
Principal Payments	647,948.31	37,622.34		38,374.79		723,945.44
Interest Payments	386,452.95	18,743.69		18,057.09		423,253.73
Fee Payments	37,057.15	1,797.35		1,731.50		40,586.00
RUSSELL 2 #2362						RUSSELL 2 #2362
Project Payments	6,012,443.58					6,012,443.58
Interest Accrued	0.00					0.00
Principal Outstanding	5,595,144.83					5,379,426.77
Fees Accrued	0.00					0.00
Principal Payments	417,298.75	106,875.51		108,842.55		633,016.81
Interest Payments	252,543.56	93,159.64		91,379.68		437,082.88
Fee Payments	26,543.61	9,791.55		9,604.47		45,939.63
RUSSELL 3 #2635						RUSSELL 3 #2635
Project Payments	0.00			403,707.27		403,707.27
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					281,687.43
Fees Accrued	0.00					0.00
Principal Forgiveness	0.00				122,019.84	122,019.84
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
SALINA #2153						
Project Payments	3,498,359.92					3,498,359.92
Interest Accrued	93,347.77					93,347.77
Principal Outstanding	2,345,547.59					2,174,634.53
Fees Accrued	8,292.31					8,292.31
Principal Payments	1,254,452.41	84,549.73		86,363.33		1,425,365.47
Interest Payments	1,078,350.58	46,207.29		44,541.66		1,169,099.53
Fee Payments	95,792.55	4,104.71		3,956.74		103,854.00
SALINA 2 #2259						
Project Payments	4,827,858.79					4,827,858.79
Interest Accrued	157,552.96					157,552.96
Principal Outstanding	3,896,234.58					3,685,741.68
Fees Accrued	14,588.25					14,588.25
Principal Payments	1,103,765.42	104,170.89		106,322.01		1,314,258.32
Interest Payments	1,018,435.03	73,638.83		71,670.00		1,163,743.86
Fee Payments	94,299.55	6,818.41		6,636.12		107,754.08
SALINE CO. RWD #4 #2305						
Project Payments	33,802.82					33,802.82
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	33,802.82					33,802.82
Interest Payments	573.77					573.77
Fee Payments	54.86					54.86
SCAMMON #2421						
Project Payments	84,915.81					84,915.81
Interest Accrued	0.00					0.00
Principal Outstanding	84,915.81					80,067.71
Fees Accrued	0.00					0.00
Principal Payments	0.00	2,424.54		2,423.56		4,848.10
Interest Payments	724.31	1,236.49		1,237.37		3,198.17
Fee Payments	84.50	144.26		144.36		373.12
SEDGWICK CO. RWD #2 #2497						
Project Payments	815,363.22	180,861.03	7,160.43	46,054.40	937.06	1,050,376.14
Interest Accrued	0.00					0.00
Principal Outstanding	815,363.22					1,007,189.62
Fees Accrued	0.00					0.00
Principal Payments	0.00	22,478.66		20,707.86		43,186.52
Interest Payments	13,855.08	11,946.90		15,022.23		40,824.21
Fee Payments	1,534.58	1,323.26		1,663.85		4,521.69

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
SENECA #2469						SENECA #2469
Project Payments	1,061,226.58	46,062.10	(1,486.12)			1,105,802.56
Interest Accrued	0.00					0.00
Principal Outstanding	1,061,226.58					1,045,729.21
Fees Accrued	0.00					0.00
Principal Payments	0.00	41,075.74		18,997.61		60,073.35
Interest Payments	16,574.61	17,239.76		17,469.24		51,283.61
Fee Payments	1,768.64	1,839.60		1,864.09		5,472.33
SENECA2 #2611						SENECA2 #2611
Project Payments	0.00		46,171.10	22,795.64	139,468.78	208,435.52
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					208,435.52
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00			126.21		126.21
Fee Payments	0.00			13.46		13.46
SEVERY #2156						SEVERY #2156
Project Payments	143,624.00					143,624.00
Interest Accrued	0.00					0.00
Principal Outstanding	98,608.62					92,009.87
Fees Accrued	0.00					0.00
Principal Payments	45,015.38	3,261.46		3,337.29		51,614.13
Interest Payments	41,447.51	2,120.09		2,049.96		45,617.56
Fee Payments	3,373.68	172.56		166.86		3,713.10
SHARON SPRINGS #2306						SHARON SPRINGS #2306
Project Payments	499,972.79					499,972.79
Interest Accrued	0.00					0.00
Principal Outstanding	335,427.43					301,501.82
Fees Accrued	0.00					0.00
Principal Payments	164,545.36	16,793.19		17,132.42		198,470.97
Interest Payments	93,642.61	6,188.64		5,878.80		105,710.05
Fee Payments	8,882.09	587.00		557.61		10,026.70
SHAWNEE CO. CONS. RWD #1 #2236						SHAWNEE CO. CONS. RWD #1 #2236
Project Payments	3,595,595.32					3,595,595.32
Interest Accrued	0.00					0.00
Principal Outstanding	2,658,904.09					2,511,478.42
Fees Accrued	0.00					0.00
Principal Payments	936,691.23	72,901.80		74,523.87		1,084,116.90
Interest Payments	691,594.42	54,507.53		53,013.05		799,115.00
Fee Payments	59,038.53	4,653.09		4,525.50		68,217.12

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
SHAWNEE CO. RWD #3 #2158						SHAWNEE CO. RWD #3 #2158
Project Payments	915,770.14					915,770.14
Interest Accrued	0.00					0.00
Principal Outstanding	592,884.49					549,222.20
Fees Accrued	0.00					0.00
Principal Payments	322,885.65	21,610.18		22,052.11		366,547.94
Interest Payments	272,726.57	11,086.94		10,682.83		294,496.34
Fee Payments	25,522.59	1,037.55		999.73		27,559.87
SHAWNEE CO. RWD #4 #2517						SHAWNEE CO. RWD #4 #2517
Project Payments	8,253,088.51	1,811,087.96	1,585,858.19	711,177.95	61,942.19	12,423,154.80
Interest Accrued	0.00					0.00
Principal Outstanding	8,253,088.51					12,172,568.77
Fees Accrued	0.00					0.00
Principal Payments	0.00			250,586.03		250,586.03
Interest Payments	41,731.49	112,367.20		180,521.22		334,619.91
Fee Payments	4,221.39	11,366.62		18,260.83		33,848.84
SPIVEY #2160						SPIVEY #2160
Project Payments	78,000.00					78,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	78,000.00					78,000.00
Interest Payments	21,497.47					21,497.47
Fee Payments	1,980.01					1,980.01
SPRING HILL #2367						SPRING HILL #2367
Project Payments	1,819,730.06					1,819,730.06
Interest Accrued	13,937.65					13,937.65
Principal Outstanding	1,568,981.02					1,496,023.03
Fees Accrued	1,422.22					1,422.22
Principal Payments	266,108.91	36,137.50		36,820.49		339,066.90
Interest Payments	266,067.68	26,908.02		26,288.27		319,263.97
Fee Payments	27,149.78	2,745.72		2,682.48		32,577.98
ST. GEORGE #2308						ST. GEORGE #2308
Project Payments	491,955.58					491,955.58
Interest Accrued	0.00					0.00
Principal Outstanding	417,509.85					397,793.63
Fees Accrued	0.00					0.00
Principal Payments	74,445.73	9,770.42		9,945.80		94,161.95
Interest Payments	61,046.52	6,763.66		6,605.38		74,415.56
Fee Payments	6,594.52	730.65		713.55		8,038.72

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
ST. MARYS #2506						ST. MARYS #2506
Project Payments	537,123.84					537,123.84
Interest Accrued	8,596.56					8,596.56
Principal Outstanding	546,672.55					527,249.67
Fees Accrued	952.15					952.15
Principal Payments	0.00	9,717.32		9,705.56		19,422.88
Interest Payments	0.00	8,473.31		8,483.89		16,957.20
Fee Payments	0.00	938.49		939.67		1,878.16
STERLING #2211						STERLING #2211
Project Payments	469,032.25					469,032.25
Interest Accrued	17,921.98					17,921.98
Principal Outstanding	294,351.75					257,085.44
Fees Accrued	1,659.45					1,659.45
Principal Payments	194,261.93	18,442.73		18,823.58		231,528.24
Interest Payments	96,071.64	5,563.25		5,214.68		106,849.57
Fee Payments	8,895.41	515.12		482.84		9,893.37
STOCKTON #2163						STOCKTON #2163
Project Payments	2,800,000.00					2,800,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	1,915,892.96					0.00
Fees Accrued	0.00					0.00
Principal Payments	884,107.04	66,420.36		1,849,472.60		2,800,000.00
Interest Payments	689,594.02	34,965.05		39,172.28		763,731.35
Fee Payments	66,125.38	3,352.81		3,756.25		73,234.44
STRONG CITY #2237						STRONG CITY #2237
Project Payments	289,030.33					289,030.33
Interest Accrued	319.47					319.47
Principal Outstanding	181,045.55					170,630.56
Fees Accrued	465.54					465.54
Principal Payments	108,769.79	5,147.65		5,267.34		119,184.78
Interest Payments	57,500.91	3,892.48		3,781.80		65,175.19
Fee Payments	4,240.77	316.83		307.82		4,865.42
SYLVAN GROVE #2164						SYLVAN GROVE #2164
Project Payments	160,901.75					160,901.75
Interest Accrued	0.00					0.00
Principal Outstanding	99,950.84					92,112.32
Fees Accrued	0.00					0.00
Principal Payments	60,950.91	3,880.65		3,957.87		68,789.43
Interest Payments	48,159.77	1,814.11		1,743.67		51,717.55
Fee Payments	4,643.49	174.91		168.13		4,986.53

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
TONGANOXIE #2401						TONGANOXIE #2401
Project Payments	0.00					0.00
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
TOPEKA 1 #2371						TOPEKA 1 #2371
Project Payments	7,794,231.87					7,794,231.87
Interest Accrued	26,672.32					26,672.32
Principal Outstanding	6,928,622.15					6,639,941.79
Fees Accrued	2,820.33					2,820.33
Principal Payments	895,102.37	143,031.44		145,648.92		1,183,782.73
Interest Payments	587,126.14	114,668.70		112,301.53		814,096.37
Fee Payments	62,082.83	12,125.09		11,874.78		86,082.70
TOPEKA 2 #2372						TOPEKA 2 #2372
Project Payments	2,050,525.94					2,050,525.94
Interest Accrued	4,878.44					4,878.44
Principal Outstanding	1,863,252.95					1,785,060.11
Fees Accrued	528.62					528.62
Principal Payments	192,680.05	38,749.61		39,443.23		270,872.89
Interest Payments	151,704.64	30,091.54		29,465.73		211,261.91
Fee Payments	16,438.58	3,260.69		3,192.88		22,892.15
TOPEKA 3 #2417						TOPEKA 3 #2417
Project Payments	3,121,779.94					3,121,779.94
Interest Accrued	5,020.06					5,020.06
Principal Outstanding	2,889,079.79					2,776,079.28
Fees Accrued	552.52					552.52
Principal Payments	238,272.73	56,006.00		56,994.51		351,273.24
Interest Payments	136,076.88	45,936.37		45,045.87		227,059.12
Fee Payments	14,977.02	5,055.88		4,957.87		24,990.77
TOPEKA 4 #2418						TOPEKA 4 #2418
Project Payments	1,547,350.37					1,547,350.37
Interest Accrued	0.00					0.00
Principal Outstanding	1,547,350.37					1,426,309.54
Fees Accrued	0.00					0.00
Principal Payments	0.00	63,697.88		57,342.95		121,040.83
Interest Payments	4,504.89	17,865.22		23,590.07		45,960.18
Fee Payments	495.82	1,966.31		2,596.39		5,058.52

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
TOPEKA 5 #2419						
Project Payments	0.00					0.00
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00
TOPEKA 6 #2420						
Project Payments	2,030,874.80					2,030,874.80
Interest Accrued	0.00					0.00
Principal Outstanding	1,861,365.33					1,687,420.51
Fees Accrued	0.00					0.00
Principal Payments	169,509.47	86,211.59		87,733.23		343,454.29
Interest Payments	68,225.84	29,595.71		28,224.94		126,046.49
Fee Payments	7,509.13	3,257.39		3,106.52		13,873.04
UDALL #2490						
Project Payments	75,206.56		653,530.86	361,574.40	274,688.18	1,365,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	75,206.56					1,365,000.00
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	40.40	1,159.96		5,171.28		6,371.64
Fee Payments	4.31	123.78		551.82		679.91
ULYSSES #2171						
Project Payments	194,707.41					194,707.41
Interest Accrued	0.00					0.00
Principal Outstanding	144,784.72					136,570.90
Fees Accrued	0.00					0.00
Principal Payments	49,922.69	4,065.14		4,148.68		58,136.51
Interest Payments	45,492.12	2,721.95		2,645.53		50,859.60
Fee Payments	4,234.42	253.38		246.26		4,734.06
VALLEY CENTER #2174						
Project Payments	2,914,891.07					2,914,891.07
Interest Accrued	17,714.63					17,714.63
Principal Outstanding	1,645,011.11					1,516,712.39
Fees Accrued	2,067.79					2,067.79
Principal Payments	1,289,662.38	63,500.07		64,798.65		1,417,961.10
Interest Payments	717,126.50	30,761.71		29,574.26		777,462.47
Fee Payments	67,274.57	2,878.77		2,767.64		72,920.98

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
VALLEY CENTER 2 #2406						VALLEY CENTER 2 #2406
Project Payments	1,130,796.95					1,130,796.95
Interest Accrued	0.00					0.00
Principal Outstanding	1,091,434.68					1,050,634.33
Fees Accrued	0.00					0.00
Principal Payments	39,362.27	20,217.21		20,583.14		80,162.62
Interest Payments	50,589.65	17,844.96		17,514.41		85,949.02
Fee Payments	5,414.80	1,910.00		1,874.62		9,199.42
VALLEY FALLS #2391						VALLEY FALLS #2391
Project Payments	323,811.23					323,811.23
Interest Accrued	0.00					0.00
Principal Outstanding	301,508.32					288,136.96
Fees Accrued	0.00					0.00
Principal Payments	22,302.91	6,626.37		6,744.99		35,674.27
Interest Payments	12,510.73	4,869.36		4,762.34		22,142.43
Fee Payments	1,355.64	527.64		516.04		2,399.32
VICTORIA #2612						VICTORIA #2612
Project Payments	0.00		68,170.43	64,081.71	60,124.08	192,376.22
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					192,376.22
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00			634.67		634.67
Fee Payments	0.00			64.95		64.95
WHITE CITY #2438						WHITE CITY #2438
Project Payments	451,014.39		147,646.48			598,660.87
Interest Accrued	1,005.94					1,005.94
Principal Outstanding	396,815.76					522,960.87
Fees Accrued	110.00					110.00
Principal Payments	55,314.57	8,905.80		12,595.57		76,815.94
Interest Payments	7,406.40	6,289.09		7,282.74		20,978.23
Fee Payments	810.07	687.87		796.54		2,294.48
WICHITA #2227						WICHITA #2227
Project Payments	7,220,000.00					7,220,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	5,229,033.56					4,913,006.36
Fees Accrued	0.00					0.00
Principal Payments	1,990,966.44	156,182.36		159,844.84		2,306,993.64
Interest Payments	2,152,328.58	113,470.03		110,080.87		2,375,879.48
Fee Payments	173,574.89	9,150.80		8,877.49		191,603.18

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
WILSON #2519						WILSON #2519
Project Payments	75,291.14	15,835.69	167,464.86	92,825.30	(141.65)	351,275.34
Interest Accrued	0.00					0.00
Principal Outstanding	75,291.14					326,031.49
Fees Accrued	0.00					0.00
Principal Payments	0.00	13,180.27		12,063.58		25,243.85
Interest Payments	1,252.01	1,131.76		2,140.78		4,524.55
Fee Payments	133.59	120.77		228.44		482.80
WINFIELD #2181						WINFIELD #2181
Project Payments	2,267,101.06					2,267,101.06
Interest Accrued	58,509.73					58,509.73
Principal Outstanding	1,771,224.55					1,671,078.04
Fees Accrued	5,374.91					5,374.91
Principal Payments	559,761.15	49,557.85		50,588.66		659,907.66
Interest Payments	516,026.10	33,741.83		32,797.75		582,565.68
Fee Payments	47,404.04	3,099.65		3,012.92		53,516.61
WINFIELD 2 #2233						WINFIELD 2 #2233
Project Payments	5,843,750.78					5,843,750.78
Interest Accrued	180,001.41					180,001.41
Principal Outstanding	5,274,628.37					5,039,227.82
Fees Accrued	18,367.50					18,367.50
Principal Payments	767,491.32	116,598.42		118,802.13		1,002,891.87
Interest Payments	683,021.45	90,459.88		88,460.21		861,941.54
Fee Payments	69,696.05	9,230.60		9,026.56		87,953.21
WOODSON CO. RWD #1 #2345						WOODSON CO. RWD #1 #2345
Project Payments	500,000.00					500,000.00
Interest Accrued	0.00					0.00
Principal Outstanding	264,550.19					253,395.57
Fees Accrued	0.00					0.00
Principal Payments	235,449.81	5,522.50		5,632.12		246,604.43
Interest Payments	39,387.93	4,788.36		4,688.40		48,864.69
Fee Payments	3,808.25	462.96		453.30		4,724.51
YATES CENTER #2526						YATES CENTER #2526
Project Payments	0.00					0.00
Interest Accrued	0.00					0.00
Principal Outstanding	0.00					0.00
Fees Accrued	0.00					0.00
Principal Payments	0.00					0.00
Interest Payments	0.00					0.00
Fee Payments	0.00					0.00

**PUBLIC WATER SUPPLY LOAN FUND
PROJECT LOAN REPAYMENT AND INTEREST ACTIVITY**

BORROWER AND PROJECT NO.	FY 1998-2009					TOTAL
	TOTAL	9/30/2009	12/31/2009	3/31/2010	6/30/2010	
Total Project Payments	349,318,628.46	9,531,448.19	10,576,484.30	7,465,349.58	10,376,013.29	387,267,923.82
Total Interest Accrued	1,733,156.90	0.00	28,168.84	45,997.45	0.00	1,807,323.19
Total Principal Outstanding	275,915,456.13	1,710,050.84	10,596,513.45	(1,198,281.14)	9,914,756.84	296,938,496.12
Total Fees Accrued	166,801.65	0.00	2,849.45	4,652.72	0.00	174,303.82
Total Principal Forgiveness	0.00	0.00	0.00	0.00	195,899.90	195,899.90
Total Principal Payments	75,303,130.88	7,821,397.35	10,989.14	8,714,280.89	461,256.45	92,311,054.71
Total Interest Payments	50,380,046.25	4,717,556.72	5,426.05	4,869,529.77	447.15	59,973,005.94
Total Fee Payments	4,750,497.73	467,455.06	499.77	485,534.52	48.90	5,704,035.98

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
 Schedule of Cumulative Federal Awards

	CFDA Number	Award	Federal Expenditures	Undisbursed Balance
U.S. Environmental Protection Agency: Kansas				
Department of Health and Environment - Drinking				
Water State Revolving Loan Fund Capitalization				
Grants -				
Federal Fiscal Year 1997	66.468	\$ 14,095,000	\$ 14,095,000	\$ -
Federal Fiscal Year 1998	66.468	10,008,100	10,008,100	-
Federal Fiscal Year 1999	66.468	10,489,400	10,489,400	-
Federal Fiscal Year 2000	66.468	10,901,500	10,901,500	-
Federal Fiscal Year 2001	66.468	10,946,600	10,946,600	-
Federal Fiscal Year 2002	66.468	9,234,700	9,234,700	-
Federal Fiscal Year 2003	67.468	9,179,200	9,179,200	-
Federal Fiscal Year 2004	67.468	9,522,100	9,522,100	-
Federal Fiscal Year 2005	66.468	9,501,900	9,430,900	71,000
Federal Fiscal Year 2006	66.468	8,229,300	7,989,300	240,000
Federal Fiscal Year 2007	66.468	8,229,000	7,848,039	380,961
Federal Fiscal Year 2008	66.468	8,146,000	7,820,160	325,840
Federal Fiscal Year 2009	66.468	8,146,000	7,386,540	759,460
ARRA-Federal Fiscal Year 2009	66.468	19,500,000	9,454,511	10,045,489
Total Capitalization Grants		\$ 146,128,800	\$ 134,306,050	\$ 11,822,750
1997 Capitalization Grant				
Leveraged bond reserve fund		11,776,871	11,776,871	-
Program administration account		563,800	563,800	-
Technical assistance account		281,900	281,900	-
State program management account		317,929	317,929	-
Source water assessment account		1,154,500	1,154,500	-
Totals		\$ 14,095,000	\$ 14,095,000	\$ -
1998 Capitalization Grant				
Leveraged bond reserve fund		9,407,614	9,407,614	-
Program administration account		400,324	400,324	-
Technical assistance account		200,162	200,162	-
State program management account		-	-	-
Totals		\$ 10,008,100	\$ 10,008,100	\$ -
1999 Capitalization Grant				
Leveraged bond reserve fund		9,860,036	9,860,036	-
Program administration account		419,576	419,576	-
Technical assistance account		209,788	209,788	-
State program management account		-	-	-
Totals		\$ 10,489,400	\$ 10,489,400	\$ -
2000 Capitalization Grant				
Leveraged bond reserve fund		10,393,127	10,393,127	-
Program administration account		436,060	436,060	-
Technical assistance account		72,313	72,313	-
State program management account		-	-	-
Totals		\$ 10,901,500	\$ 10,901,500	\$ -
2001 Capitalization Grant				
Leveraged bond reserve fund		9,969,176	9,969,176	-
Program administration account		436,190	436,190	-
Technical assistance account		218,932	218,932	-
State program management account		102,252	102,252	-
Other authorized activities 1452K (1)b		220,050	220,050	-
Totals		\$ 10,946,600	\$ 10,946,600	\$ -
2002 Capitalization Grant				
Leveraged bond reserve fund		9,001,632	9,001,632	-
Program administration account		-	-	-
Technical assistance account		184,694	184,694	-
State program management account		48,374	48,374	-
Other authorized activities 1452K (1)b		-	-	-
Totals		\$ 9,234,700	\$ 9,234,700	\$ -

STATE OF KANSAS
PUBLIC WATER SUPPLY LOAN FUND
Schedule of Cumulative Federal Awards

	CFDA Number	Award	Federal Expenditures	Undisbursed Balance
2003 Capitalization Grant				
Leveraged bond reserve fund		8,812,032	8,812,032	-
Program administration account		367,168	367,168	-
Technical assistance account		-	-	-
State program management account		-	-	-
Totals		\$ 9,179,200	\$ 9,179,200	\$ -
2004 Capitalization Grant				
Leveraged bond reserve fund		9,141,216	9,141,216	-
Program administration account		380,884	380,884	-
Technical assistance account		-	-	-
State program management account		-	-	-
Totals		\$ 9,522,100	\$ 9,522,100	\$ -
2005 Capitalization Grant				
Leveraged bond reserve fund		7,934,148	7,934,148	-
Program administration account		751,138	751,138	-
Technical assistance account		240,038	240,038	-
State program management account		181,626	181,626	-
Other authorized activities 1452K (1)b		394,950	323,950	71,000
Totals		\$ 9,501,900	\$ 9,430,900	\$ 71,000
2006 Capitalization Grant				
Leveraged bond reserve fund		7,310,128	7,310,128	-
Program administration account		329,172	329,172	-
Technical assistance account		290,000	290,000	-
State program management account		-	-	-
Other authorized activities 1452K (1)b		300,000	60,000	240,000
Totals		\$ 8,229,300	\$ 7,989,300	\$ 240,000
2007 Capitalization Grant				
Leveraged bond reserve fund		7,094,840	7,094,840	-
Program administration account		329,160	201,800	127,360
Technical assistance account		225,000	225,000	-
State program management account		580,000	326,399	253,601
Other authorized activities 1452K (1)b		-	-	-
Totals		\$ 8,229,000	\$ 7,848,039	\$ 380,961
2008 Capitalization Grant				
Leveraged bond reserve fund		7,595,160	7,595,160	-
Program administration account		325,840	-	325,840
Technical assistance account		225,000	225,000	-
State program management account		-	-	-
Other authorized activities 1452K (1)b		-	-	-
Totals		\$ 8,146,000	\$ 7,820,160	\$ 325,840
2009 Capitalization Grant				
Leveraged bond reserve fund		7,172,740	7,172,740	-
Program administration account		325,840	-	325,840
Technical assistance account		247,420	213,800	33,620
State program management account		400,000	-	400,000
Other authorized activities 1452K (1)b		-	-	-
Totals		\$ 8,146,000	\$ 7,386,540	\$ 759,460
2009 ARRA Capitalization Grant				
Direct Loans		19,500,000	9,454,511	10,045,489
Totals		\$ 19,500,000	\$ 9,454,511	\$ 10,045,489
Program Totals				
Leveraged bond reserve fund		115,468,720	115,468,720	-
Program administration account		5,065,152	4,286,112	779,040
Technical assistance account		2,395,247	2,361,627	33,620
State program management account		1,630,181	976,580	653,601
Other authorized activities 1452K (1)b		915,000	604,000	311,000
Source water assessment account		1,154,500	1,154,500	-
ARRA - Direct Loans		19,500,000	9,454,511	10,045,489
Totals		\$ 146,128,800	\$ 134,306,050	\$ 11,822,750

STATE OF KANSAS
KANSAS PUBLIC WATER SUPPLY LOAN FUND

LEVERAGED RESERVE
GRANT DRAW TRANSACTIONS

EXHIBIT 11

Date Range	Group Member	Construction Costs Paid During Date Range	Construction Costs Plus Excess From Previous Date Range, if any	Draw Ratio	Federal Amount Withdrawn	Construction Costs Needed to Cover Drawn Amount	Year of Federal Grant Withdrawn From	Date of Grant Withdraw	Excess Construction Costs to be Associated with Next Grant Draw
Group for 2008 Grant draw									
6/01/09 -6/30/09	Shawnee Co. RWD #4C	\$872,877.57	82.96%	724,139.00	872,877.29	2008	8/13/09	0.28	
7/1/09 -8/31/09	Shawnee Co. RWD #4C	\$1,214,729.21	82.96%	748,398.00	902,119.09	2008	9/25/09	0.00	
Group for 2009 Grant draw									
6/1/09-6/30/09	Clay Center	\$268,252.24	100.00%	268,252.00	268,252.00	2009	8/13/09	0.24	
7/1/09-9/28/09	Clay Center	\$1,263,312.05	100.00%	1,263,312.00	1,263,312.00	2009	9/25/09	0.05	
10/1/09-11/30/09	Clay Center	\$1,381,218.64	100.00%	1,381,218.00	1,381,218.00	2009	12/24/09	0.64	
12/1/09-12/31/09	Clay Center	\$2,289,489.56	100.00%	2,289,489.00	2,289,489.00	2009	1/11/10	0.56	
1/1/10-1/30/10	Clay Center	\$454,878.77	100.00%	454,878.00	454,878.00	2009	2/10/10	0.77	
2/1/10-2/28/10	Clay Center	\$478,902.54	100.00%	478,902.00	478,902.00	2009	3/8/10	0.54	
3/1/10-4/31/10	Clay Center	\$785,988.63	100.00%	99,487.00	99,487.00	2009	5/17/10	0.00	

	EPA Grant	Grant Award Date	SM requirement	1997 SM Bonds- 12/15/97	1998 SM Bonds - 11/1/1998	2000 SM Bonds - 6/15/2000	2002 SM Bonds - 5/1/02	2004 SM Bonds - 10/1/04	SB 487 passed in 1998	2008 SM Bonds - 10/29/08	2009 SM Bonds - 9/29/09
FFY 1997	\$14,095,000	8/1/97	\$2,819,000	\$2,819,000							
FFY 1998	\$10,008,100	12/1/98	\$2,001,620		\$2,001,620						
FFY 1999	\$10,489,400	2/4/00	\$2,097,880			\$2,097,880					
FFY 2000	\$10,901,500	4/25/00	\$2,180,300			\$2,180,300					
FFY 2001	\$10,946,600	2/16/01	\$2,189,320			\$2,189,320					
FFY 2002	\$9,234,700	10/21/02	\$1,846,940			\$10,680	\$1,836,260				
FFY 2003	\$9,179,200	11/17/03	\$1,835,840				\$1,835,840				
FFY 2004	\$9,522,100	9/22/04	\$1,904,420				\$327,900	\$1,576,520			
FFY 2005	\$9,501,900	8/26/05	\$1,900,380					\$1,752,068	\$148,312		
FFY 2006	\$8,229,300	6/1/06	\$1,645,860						\$1,645,860		
FFY 2007	\$8,229,000	6/8/07	\$1,645,800						\$1,645,800		
FFY 2008	\$8,146,000	6/13/08	\$1,629,200						\$1,560,028	\$69,172	
FFY 2009 Partial	\$3,491,000	3/11/09	\$698,200							\$698,200	
FFY 2009 Partial	\$4,655,000	9/4/09	\$931,000							\$931,000	

SM Source

97 SM Bond Proceeds	\$2,819,000.00
98 SM Bond Proceeds	\$2,001,620.00
00 SM Bond Proceeds	\$6,478,180.00
02 SM Bond Proceeds	\$4,000,000.00
04 SM Bond Proceeds	\$3,328,588.00
SB 487	\$5,000,000.00
08 SM Bond Proceeds	\$5,040,000.00
09 SM Bond Proceeds	\$4,000,000.00

\$32,667,388.00

2010 Project Priority List

August 25, 2009

Municipality Name	Project #	Priority Rating	Project Description	Loan Request \$	Accumulative Amount \$
* Argonia	2702	38	WTP to remove Arsenic and Nitrates	\$1,851,068	\$1,851,068
* Oakley	2507	38	New Well	\$261,500	\$2,112,568
* Oberlin	2492	38	WTP and Distribution Improvements	\$4,218,200	\$6,330,768
* Severy	2484	38	Interconnection to Greenwood	\$150,000	\$6,480,768
* Buhler	2701	35	WTP to remove Arsenic	\$1,600,000	\$8,080,768
* Atlanta	2360	33	New Filter System, Standpipe, and Chlorination	\$350,000	\$8,430,768
* Atwood	2607	33	New Wellfield and transmission main	\$5,100,000	\$13,530,768
* Hill City	2608	33	New Wellfield and transmission main	\$800,000	\$14,330,768
* Lakin	2564	31	WTP for rad compliance	\$3,500,000	\$17,830,768
* Lorraine	2632	31	Radium MCL Resolution	\$350,000	\$18,180,768
* Montgomery Co. RWD #13	2708	31	Interconnection with Montgomery RWD #8	\$323,200	\$18,503,968
* Richmond	2673	31	New Treatment Plant	\$2,900,000	\$21,403,968
* Mitchell Co. RWD #2	2555	30	WTP improvements	\$1,600,000	\$23,003,968
* Hiawatha	2661	26	RO Treatment Plant	\$7,000,000	\$30,003,968
Junction City	2493	23	WTP Improvements	\$1,800,000	\$31,803,968
* Milford	2520	21	Water Treatment Plant Improvements	\$1,487,200	\$33,291,168
* Rozel	2575	21	Replace Well and add Fe Mn Treatment 1	\$1,054,600	\$34,345,768
Topeka	2663	21	WTP modifications	\$9,000,000	\$43,345,768
* Elgin	2705	18	New Well and Waterline Replacement	\$342,000	\$43,687,768
* Greensburg	2431	18	New Water Supply Well	\$500,000	\$44,187,768
* Matfield Green	2522	18	Replace Standpipe, Chlorination System, and Install Valves	\$100,000	\$44,287,768
* Vermillion	2703	18	Waterline Replacement	\$750,000	\$45,037,768
* Cherokee Co RWD #1	2473	16	Replace Distribution Lines	\$100,700	\$45,138,468
* Copeland	2477	16	Install Water Meters	\$100,000	\$45,238,468
* Nemaha Co. RWD #2	2450	16	New Storage	\$300,000	\$45,538,468
* Solomon	2537	16	New Well House	\$35,000	\$45,573,468
* Baldwin	2430	15	Water Transmission Main replacement	\$2,500,000	\$48,073,468
* Dickinson Co. RWD #2	2518	15	Pumpstation and Waterline	\$750,000	\$48,823,468
* Jefferson Co RWD #9	2441	15	New Well and Treatment Facility	\$600,000	\$49,423,468
* Johnson Co. Con. RWD #6	2532	15	Water Line and Storage	\$6,900,000	\$56,323,468
* Leavenworth Co RWD #7	2474	15	Distribution Line replacement	\$840,000	\$57,163,468
* Linwood	2452	15	New WTP	\$200,000	\$57,363,468
* Linwood	2554	15	New Well	\$200,000	\$57,563,468
* Strong City	2535	15	WTP Improvements	\$27,000	\$57,590,468
* Anthony	2593	13	Replace ground storage and waterline	\$3,284,800	\$60,875,268
Arkansas City	2648	13	WTP improvements	\$6,500,000	\$67,375,268
Arkansas City	2651	13	New Tower to replace hydro-pneumatic system	\$350,000	\$67,725,268
Atchison	2551	13	New Tower and pipe replacement	\$3,910,000	\$71,635,268
Atchison	2551	13	New Tower	\$3,563,006	\$75,198,274
Atchison	2566	13	replace pipe on Main st.	\$976,426	\$76,174,700
Atchison	2567	13	replace forest park pumpstation	\$378,000	\$76,552,700
* Barnes	2700	13	Waterline and Disinfection system replacement	\$650,000	\$77,202,700
* Bartlett	2480	13	Water Line Replacement	\$225,000	\$77,427,700
* Bogue	2460	13	Water Distribution System Replacement	\$164,998	\$77,592,698
Chanute	2576	13	Replace CO2 tank, repair Clairfiers	\$150,000	\$77,742,698
Coffeyville	2580	13	Transmission Main Replacement WTP to Storage	\$425,000	\$78,167,698
* Cottonwood Falls	2621	13	Water Main Replacement	\$1,630,000	\$79,797,698
* Crawford Co RWD #1	2437	13	Water Main Replacement	\$572,000	\$80,369,698
* Cuba	2562	13	replace well and add pumpstation	\$155,000	\$80,524,698
* Ellis	2613	13	Distribution System replacement	\$300,000	\$80,824,698
* Humbolt	2543	13	Distribution Pipe Replacement	\$2,000,000	\$82,824,698
Junction City	2494	13	Well Field Improvements	\$672,396	\$83,497,094
* Kiowa	2486	13	New Well	\$130,000	\$83,627,094
* Marion	2709	13	Waterline Replacement	\$205,406	\$83,832,500
* Norcatur	2429	13	Water Tower Rehabilitation	\$80,000	\$83,912,500
* Olmitz	2669	13	Replace Waterline	\$50,000	\$83,962,500
* Oswego	2459	13	Water Distribution System Replacement	\$1,500,000	\$85,462,500
* Parker	2482	13	Water Line Replacement	\$400,000	\$85,862,500

2010 Project Priority List (page 2)

August 25, 2009

Municipality Name	Project #	Priority Rating	Project Description	Loan Request \$	Accumulative Amount \$
* Reserve	2706	13	Rehabilitate Storage Tank	\$15,390	\$85,877,890
* Virgil	2550	13	Replace Water lines	\$30,000	\$85,907,890
* Weir	2488	13	New SCADA System	\$40,000	\$85,947,890
* Bucklin	2440	11	Well and Tower Rehab and Waterline Replacement	\$100,000	\$86,047,890
* Burlington	2563	11	Waterline relocation	\$400,000	\$86,447,890
* Colby	2589	11	Emergency Power Generator	\$120,000	\$86,567,890
* Cunningham	2658	11	Looping and Generator	\$365,865	\$86,933,755
* Dighton	2592	11	Lane St. Distribution Replacement	\$245,000	\$87,178,755
Dodge City	2659	11	2 new wells	\$1,200,000	\$88,378,755
El Dorado	2534	11	New Booster Pump Station and Pipeline - phase 1	\$2,000,000	\$90,378,755
El Dorado	2623	11	Replace Waterlines	\$500,000	\$90,878,755
* Ellsworth	2561	11	2 wells and replace raw water line	\$2,500,000	\$93,378,755
* Girard	2508	11	Replace Water Tower, Waterline, and Pumpstation	\$4,300,000	\$97,678,755
* Haven	2513	11	Extension to serve Industrial Park	\$114,248	\$97,793,003
Kansas City BPU	2570	11	Pipe Replacement	\$2,253,521	\$100,046,524
Kansas City BPU	2571	11	4MG reservoir to meet demand	\$11,267,606	\$111,314,130
* Kingman	2654	11	Replace Waterlines	\$358,000	\$111,672,130
Lawrence	2617	11	SCADA and Security Improvements	\$1,000,000	\$112,672,130
Lawrence	2618	11	Redundant Water Supply Line for N. Lawrence	\$7,300,000	\$119,972,130
Lawrence	2619	11	Waterline Replacement	\$2,000,000	\$121,972,130
* Leon	2533	11	New wells to meet demand	\$50,000	\$122,022,130
* Montgomery Co. RWD #12	2633	11	Pump Station Rehab and Looping	\$630,000	\$122,652,130
* Mount Hope	2549	11	Waterline Replacement	\$120,000	\$122,772,130
Newton	2634	11	Pumpstation Improvements	\$1,635,000	\$124,407,130
* Olsburg	2560	11	new well, distribution replacement	\$650,000	\$125,057,130
* Oxford	2615	11	waterline replacement	\$87,000	\$125,144,130
* Reno Co. RWD #3	2686	11	Replace Waterlines	\$100,000	\$125,244,130
Salina	2626	11	WTP Rehab	\$1,025,000	\$126,269,130
Salina	2627	11	Replace Waterlines	\$500,000	\$126,769,130
Salina	2628	11	Well Field Improvements	\$1,300,000	\$128,069,130
Salina	2629	11	Distribution System replacement	\$2,200,000	\$130,269,130
Topeka	2664	11	Replace 29th St. Waterlines	\$550,000	\$130,819,130
Topeka	2665	11	37th St. Waterline	\$1,300,000	\$132,119,130
Topeka	2666	11	Replace waterlines in Belmont Addition	\$500,000	\$132,619,130
Topeka	2667	11	Watermain along Indian Hills Rd	\$3,619,000	\$136,238,130
Topeka	2668	11	Waterline from 37th and Fairlawn	\$1,500,000	\$137,738,130
* Udall	2671	11	Replace Waterline	\$1,000,000	\$138,738,130
* Wamego	2625	11	New Tower	\$1,400,000	\$140,138,130
* Washington Co. RWD #1	2641	11	New tower and wells	\$1,923,932	\$142,062,062
* Wellsville	2670	11	Replace Waterline	\$136,653	\$142,198,715
* Windom	2653	11	Replace Waterlines	\$54,000	\$142,252,715
* Benton	2677	10	Replace Storage	\$1,289,250	\$143,541,965
Bonner Springs	2453	10	New Plant and Well to meet capacity	\$9,660,000	\$153,201,965
Bonner Springs	2457	10	Replace Front St. Water Main	\$570,000	\$153,771,965
* Butler Co. RWD #5	2674	10	Waterline Extentsion	\$703,000	\$154,474,965
* Butler Co. RWD #5	2675	10	Replace VFD	\$40,000	\$154,514,965
* Butler Co. RWD #5	2676	10	Barbor Building Piping Replacement	\$65,000	\$154,579,965
* Coffey Co. RWD #3	2546	10	New Water Tower	\$795,000	\$155,374,965
Desoto	2578	10	WTP Rehabilitation	\$5,250,000	\$160,624,965
* Dickinsno Co. RWD #1	2685	10	Replace Waterlines	\$560,000	\$161,184,965
* Douglass	2704	10	Rehabilitate Storage Tank	\$150,000	\$161,334,965
Gardner	2645	10	Water Tower Improvements	\$120,000	\$161,454,965
Goddard	2512	10	New Transmission Main	\$5,040,000	\$166,494,965
* Johnson Co RWD #7	2503	10	New Elevated Storage Tank and Supporting Pipeline	\$1,950,000	\$168,444,965
* Johnson Co. RWD #7	2636	10	Replace waterline along 151st St.	\$650,000	\$169,094,965

2010 Project Priority List (page 3)

August 25, 2009

Municipality Name	Project #	Priority Rating	Project Description	Loan Request \$	Accumulative Amount \$
* Johnson Co. RWD #7	2637	10	Replace waterline along Moonlight Rd	\$250,000	\$169,344,965
* Johnson Co. RWD #7	2638	10	Replace waterline along Spoon Creek Rd	\$250,000	\$169,594,965
* Johnson Co. RWD #7	2640	10	New Water Tower to Share with Spring Hill	\$2,963,000	\$172,557,965
Kansas City BPU	2545	10	Water Main Replacement	\$2,000,000	\$174,557,965
* Leavenworth Co RWD #1C	2647	10	Replace Tower	\$2,400,000	\$176,957,965
* Lyon Co. RWD # 1	2710	10	Replace Waterline, pumpstation, and install tower mixing	\$5,000,000	\$181,957,965
* Miami Co. RWD #1	2655	10	Water Line Replacement and new tower	\$2,130,600	\$184,088,565
Mulvane	2707	10	Replace Waterlines	\$482,125	\$184,570,690
* Osage Co. RWD #7	2652	10	Water Line Replacement	\$580,000	\$185,150,690
* Ottawa Co RWD #2	2644	10	Replace Tower	\$828,732	\$185,979,422
PWWSD#4	2631	10	Replace SCADA	\$155,000	\$186,134,422
* Rooks County RWD #1	2433	10	New Water Supply Well/Interconnection	\$232,320	\$186,366,742
* Sedgwick Co. RWD #1	2684	10	Booster Pump Station and Disinfection Booster	\$682,000	\$187,048,742
* Smith Co. RWD #1	2547	10	New Booster Pump Station	\$281,690	\$187,330,432
Valley Center	2622	10	Looping	\$600,000	\$187,930,432
WaterOne	2595	10	Woodson Pump Station Rehab	\$2,200,000	\$190,130,432
WaterOne	2597	10	Replace Traveling Screens	\$1,000,000	\$191,130,432
WaterOne	2598	10	Replace high service pumps at Hansen Facility	\$1,000,000	\$192,130,432
WaterOne	2599	10	Install Interconnection Valves	\$415,000	\$192,545,432
WaterOne	2601	10	36-inch Transmission Main	\$3,138,888	\$195,684,320
WaterOne	2602	10	Interconnect with Gardner	\$1,413,228	\$197,097,548
* Wilson Co RWD #9	2660	10	Waterline and Storage Improvements	\$350,000	\$197,447,548
* Colby	2588	8	New Water Storage Tank	\$600,000	\$198,047,548
* Mayetta	2502	6	Interconnect with Jackson Co RWD #1	\$280,000	\$198,327,548
Bonner Springs	2455	5	Water Main Replacement - Nettleton to 138th	\$500,000	\$198,827,548
Bonner Springs	2456	5	Water Main Replacement - on 138th	\$300,000	\$199,127,548
Bonner Springs	2457	5	Water Main Replacement - Front Street	\$700,000	\$199,827,548
Gardner	2646	5	Looping	\$60,000	\$199,887,548
Miami Co RWD #2	2604	5	New Tower and Pipeline	\$4,800,000	\$204,687,548
WaterOne	2600	5	Replace Treatment Plant Roof	\$412,000	\$205,099,548

* indicates small system (under 5,000 population)

% of Small Systems project costs on entire list	47%
% of Small Systems project costs above Funding Line	100%

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EXHIBIT 14

BT & Co.
BERBERICH TRAHAN & CO., P.A.
Certified Public Accountants

**KANSAS PUBLIC WATER SUPPLY
LOAN FUND
(AN ENTERPRISE FUND OF THE
STATE OF KANSAS)**

**FINANCIAL STATEMENTS
YEARS ENDED JUNE 30, 2010 AND 2009**

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

FINANCIAL STATEMENTS

Years Ended June 30, 2010 and 2009

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditors' Report	1 - 2
Management's Discussion and Analysis	3 - 7
Financial Statements:	
Statements of Net Assets	8
Statements of Revenues, Expenses and Changes in Fund Net Assets	9
Statements of Cash Flows	10 - 11
Notes to Financial Statements	12 - 26
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	27 - 28
Schedule of Findings and Responses	29
Summary Schedule of Prior Year Audit Findings	30

INDEPENDENT AUDITORS' REPORT

Mr. Roderick L. Bremby
Secretary of Kansas Department of Health and Environment and the
Board of Directors of the Kansas Development Finance Authority:

We have audited the accompanying statements of net assets of the Kansas Public Water Supply Loan Fund (the Fund), an enterprise fund of the State of Kansas, as of June 30, 2010 and 2009, and the related statements of revenues, expenses and changes in fund net assets and cash flows for the years then ended. These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As discussed in Note 1 to the financial statements, the financial statements referred to above present only the financial position, results of operations and cash flows of the Fund. They do not purport to and do not present fairly the financial position of the State of Kansas as of June 30, 2010 and 2009 and results of operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Fund, as of June 30, 2010 and 2009, and the results of its operations and cash flows for the years 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 our report dated October 1, 2010, on our consideration of the Fund'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 management's discussion and analysis on pages 3 – 7 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Allen, Gibbs & Houlik, L.C.

Berberich Trahan & Co., P.A.

October 1, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS

Kansas Public Water Supply Loan Fund

For the fiscal years ended June 30, 2010 and 2009

The Kansas Public Water Supply Loan Fund (the Fund) provides financial assistance to Kansas municipalities in the form of loans for the construction of public water supply system infrastructure. The Fund is comprised of Federal Capitalization Grants, proceeds of revenue bonds issued to provide required state-matching monies, proceeds of revenue bonds issued to leverage the program and recycled monies.

In this twelfth year of operation, the continued success of the Fund is shown below by providing project funding for the additional Public Water Supply needs of Kansas communities.

During the fiscal year ended June 30, 2010:

- ❑ FFY 2009 federal capitalization grant amendment award of \$4,655,000 was received
- ❑ Federal capitalization grant dollars drawn down: \$7,708,075 for the leveraged bond reserve, \$894,172 for administration and other set-aside expenses, and \$9,454,511 for American Recovery and Reinvestment Act (ARRA)
- ❑ Series 2009 revenue bonds were issued:
 - State match DW-1 bonds issued \$6,800,000
 - Leveraged DW-1 bonds issued \$34,840,000
 - Leveraged DW-2 taxable Build America bonds issued \$31,400,000
- ❑ Total available for loans-unexpended: \$54,428,150 recycled
- ❑ Total loan agreements: 214 loans totaling \$461,641,767 of which \$389,249,551 has been paid in project payments
- ❑ Loan agreements:
 - New loans \$32,440,819 (19 loans)
 - Declined loans -\$2,158,944 (2 loans)
 - Loan amendments: 10 increase amendments totaling \$3,491,841 and 18 decrease amendments totaling -\$5,045,024
- ❑ Disbursements for project costs: \$38,030,964
- ❑ Average monthly disbursements FY2010: \$3,169,247
- ❑ Average monthly disbursements program-to-date: \$2,630,065
- ❑ Completed projects: 21 totaling: \$49,327,316
- ❑ Total revenue bond debt service paid: \$25,773,142
- ❑ Excess loan repayments and earnings transferred to the general recycled loan account: \$668,555

The Fund is reported as an enterprise fund of the State of Kansas. As such, we prepare three basic financial statements, notes to the financial statements and required supplementary information including this Management's Discussion and Analysis (MD&A). The Statements of Net Assets present the assets and liabilities of the Fund. Assets consist of cash, interest receivables from loans and investments, investments of idle funds and reserve funds, and loan receivables. Liabilities include revenue bond interest and other accounts payable, arbitrage payable, and revenue bonds payable. Net assets include the federal capitalization grants and State contribution deposited to the bond reserve account and the excess earnings of the Fund's operations since inception.

Kansas Public Water Supply Loan Fund's Net Assets

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Current and other assets	\$ 81,312,246	\$ 68,149,928	\$ 47,050,556
Noncurrent assets	361,832,142	337,338,807	328,022,105
Total assets	<u>443,144,388</u>	<u>405,488,735</u>	<u>375,072,661</u>
Long-term liabilities outstanding	268,960,139	250,897,039	233,505,219
Other liabilities	17,079,114	16,558,553	13,969,872
Total liabilities	<u>286,039,253</u>	<u>267,455,592</u>	<u>247,475,091</u>
Net assets:			
Invested in capital assets, net of related debt	-	-	-
Restricted	157,105,135	138,033,143	127,597,570
Unrestricted	-	-	-
Total net assets	<u>\$ 157,105,135</u>	<u>\$ 138,033,143</u>	<u>\$ 127,597,570</u>

The increase in current assets for the year ended June 30, 2009, of over \$21.0 million is due in part to a net increase in cash of \$19.5 million from an increase of \$21.4 million to the general recycled loan account from the redesignation of the leveraged bond reserve, \$6.1 million in excess of loan repayments over bond debt service payments, net of arbitrage rebate requirement, \$39,000 increase in general recycled loan repayments, \$1.4 million decrease for leveraged project payments paid from the recycled loan account, \$6.8 million decrease in loan prepayments due to \$8.9 million used to redeem bonds, \$137,000 decrease in the revenue interest account, \$21,000 increase in the revenue principal account from the close of the cost of issuance account, \$282,000 increase in fees collected on loans, and \$2,600 increase in the ending balance of the grant set-aside accounts. Other factors include: 1) \$195,000 decrease in investment interest receivable due to the termination of the investment agreement of \$13.1 million by MBIA that was not reinvested, 2) \$277,000 increase in loan interest receivable, 3) \$1.4 million increase in loan principal repayment receivable, 4) \$7,400 decrease in other receivables.

The increase in total liabilities for the year ended June 30, 2009, of \$20.0 million was due mainly to the issuance of Series 2008 bonds of \$36,700,000 less debt service payments. In addition, the liability for arbitrage increased by \$1.3 million, and the loan reserve accounts held by the fund increased \$1.9 million.

The increase in current assets for the year ended June 30, 2010, of over \$13.1 million is due in part to a net increase in cash of \$11.9 million from an increase of \$3.2 million to the general recycled loan account from the redesignation of the leveraged bond reserve, \$668,500 in excess of loan repayments over bond debt service payments, net of arbitrage rebate requirement, \$75,000 increase in general recycled loan repayments, \$9.3 million increase for leveraged project payments paid from the recycled loan account, \$923,000 decrease for recycled project payments, \$1.8 million decrease for ARRA/Recycled loan project payments that are paid from the recycled loan account, \$1.1 million increase in loan prepayments, \$109,000 decrease in the revenue interest account, \$355,000 increase in fees collected on loans, and \$19,600 increase in the ending balance of the grant set-aside accounts. Other factors include: 1) \$320,000 decrease in investment interest receivable due to the termination of the investment agreement of \$11.3 million by Westdeutsche Landmark that was not reinvested, 2) \$266,000 increase in loan interest receivable, 3) \$1.3 million increase in loan principal repayment receivable, 4) \$38,000 decrease in other receivables.

The increase in total liabilities for the year ended June 30, 2010, of \$18.6 million was due mainly to the issuance of Series 2009 bonds of \$73,040,000 which included refunding of \$36,930,000, less debt service payments. In addition, the liability for arbitrage decreased by \$1.3 million, the loan reserve accounts held by the fund increased \$483,000, and accounts payable decreased \$82,000.

Prior to the Series 2009 bonds issued on September 29, 2009, all bonds issued for this program are tax-exempt revenue bonds. The Series 2009 DW-1 bonds are tax-exempt revenue bonds and the Series 2009 DW-2 bonds are taxable Build America bonds. As a requirement for issuance of tax-exempt bonds, the Internal Revenue Service requires issuers to calculate and remit the amount of earnings attributable to the bonds that is in excess of the cost of the debt. For this Program, as of June 30, 2009, a cumulative rebate liability of \$1,302,619 existed for the Series 1997, 1998, 2000, 2002, 2004, and the 2008 bonds. As of June 30, 2010, there is no rebate liability for the Series 2000, 2002, 2004, 2008, 2009 DW-1 and DW-2 bonds. The rebate liability is incrementally funded from the excess revenues available following each semiannual bond debt service payment. Please refer to the notes to the financial statements for more information on debt activity.

The Statements of Revenues, Expenses and Changes in Fund Net Assets provide information about the Fund resources and uses of those resources. This statement demonstrates that sufficient resources were generated to cover expenses during the fiscal year. The change in net assets as of June 30, 2009, was \$10,435,573. The Fund operating revenues increased by 3.7% due to an increase in loan interest repayments and an increase in service fee revenue. The Fund operating expenses increased by 46.55% due to an increase in arbitrage rebate. Nonoperating revenues increased 21.7% due to the \$2.9 million interest payment from the termination of the investment agreement by MBIA, and nonoperating expenses increased 6.9% due to an increase in bond interest expense. \$7.0 million was drawn down from the 2008 and 2009 federal capitalization grants and deposited into the leveraged bond reserve account. The federal capitalization grant for FFY 2009 in the amount of \$3,491,000 was awarded on March 11, 2009 and \$1,826,777 of the 2008 grant and \$2,553,798 of the 2009 grant have not been drawn down. The ARRA federal capitalization grant in the amount of \$19,500,000 was awarded on April 2, 2009 and the entire grant has not been drawn down.

The change in net assets as of June 30, 2010, was \$19,071,992. The Fund operating revenues increased by 9.8% due to an increase in loan interest repayments, loan origination fee and FIAC revenue, service fee revenue, interest revenue from Build America Bond subsidy payment, and grant revenue. The Fund operating expenses decreased 61.13% due to a decrease in arbitrage rebate. Nonoperating revenues decreased 59.71% due to a decrease in investment income due to the close of two investment agreements with Societe Generale and Westdeutsche Landesbank, and nonoperating expenses decreased .79% due to a decrease in bond interest expense and the amortization of bond issuance cost. \$7.7 million was drawn down from the 2008 and 2009 federal capitalization grants and deposited into the leveraged bond reserve account. The final amendment to the FFY 2009 federal capitalization grant in the amount of \$4,655,000 was awarded on September 4, 2009 and \$759,460 has not been drawn down. \$10,045,489 of the 2009 ARRA federal capitalization grant has not been drawn down.

Kansas Public Water Supply Loan Fund's Changes in Net Assets

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Revenues:			
Operating revenues:			
Loans	\$ 9,933,348	\$ 9,279,750	\$ 8,621,779
Grants	924,892	753,599	1,002,621
Service fees	992,153	915,901	838,980
Other	388,826	197,488	284,283
Nonoperating revenues:			
Investment income:			
Bond reserve fund	2,203,564	6,437,186	3,673,797
Other invested funds	808,642	1,039,962	2,470,252
Total revenues	<u>15,251,425</u>	<u>18,623,886</u>	<u>16,891,712</u>
Expenses:			
Operating expenses:			
Program administration-federal	361,287	385,160	714,818
Other program set-asides	540,349	393,817	349,304
Program administration-other	620,610	726,877	937,129
Arbitrage rebate	(567,756)	1,453,372	18,022
Loan principal forgiveness	195,900	0	0
Nonoperating expenses:			
Bond issuance costs amortized	216,086	288,992	140,545
Bond interest, premium and discount	11,975,543	11,999,920	11,352,571
Total expenses	<u>13,342,019</u>	<u>15,248,138</u>	<u>13,512,389</u>
Increase in net assets before contributions	1,909,406	3,375,748	3,379,323
Capital contributions:			
Capitalization grants, net of recognized administrative grants	7,708,075	7,059,825	7,094,840
ARRA Capitalization grant, net of recognized administrative grants	9,454,511	0	0
Increase in net assets	<u>19,071,992</u>	<u>10,435,573</u>	<u>10,474,163</u>
Total net assets – beginning of year	138,033,143	127,597,570	117,123,407
Total net assets – end of year	<u>\$ 157,105,135</u>	<u>\$ 138,033,143</u>	<u>\$ 127,597,570</u>

The Statements of Cash Flows are provided to identify the sources and the uses of cash during the fiscal year and to demonstrate that the Fund has sufficient cash to meet its obligations. As of June 30, 2009, the Fund experienced a net increase in cash of \$18,389,844. This increase is from the net proceeds from the Series 2008 bond issue less debt service payments, the termination payment on the MBIA investment that was not reinvested, and the interest payment received due to the termination of the MBIA investment. The balance of the increase is due to routine Program operations.

As of June 30, 2010, the Fund experienced a net increase in cash of \$33,595,626. This increase is from the net proceeds from the Series 2009 bond issue. The balance of the increase is due to routine Program operations.

This report is intended to provide financial information about the Kansas Public Water Supply Loan Fund to State of Kansas and United States Environmental Protection Agency officials, investors and other interested parties and to discuss the activity and success of the Fund. For additional information you may contact Dave Waldo, Program Manager, Kansas Department of Health and Environment or Roger Basinger, Central Accounting Services Section Manager, Department of Administration.

KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)

STATEMENTS OF NET ASSETS
JUNE 30, 2010 AND 2009

	2010	2009
ASSETS		
Current assets:		
Cash	\$ 60,737,839	\$ 48,864,817
Investment interest receivable	464,604	784,348
Loan interest receivable	4,220,954	3,954,732
Loans	15,275,722	13,970,914
Other receivables	613,127	575,117
Total current assets	<u>81,312,246</u>	<u>68,149,928</u>
Noncurrent assets:		
Restricted cash - arbitrage rebate	100,000	100,000
Restricted cash - loan reserve earnings	41,440	110,007
Loans	281,466,874	261,944,542
Loan reserve accounts	8,207,283	7,653,355
Debt service reserve fund - investments	23,202,588	40,452,413
Debt service reserve fund - cash	45,913,671	24,122,500
Bond issuance costs, net of amortization	2,900,286	2,955,990
Total noncurrent assets	<u>361,832,142</u>	<u>337,338,807</u>
Total assets	<u>443,144,388</u>	<u>405,488,735</u>
LIABILITIES		
Current liabilities:		
Accounts payable and accrued expenses	180,578	262,325
Bond interest payable	3,213,536	3,171,664
Revenue bonds payable, current	13,685,000	12,540,000
Total current liabilities	<u>17,079,114</u>	<u>15,973,989</u>
Current liabilities payable from restricted assets:		
Arbitrage rebate payable	-	584,564
Noncurrent liabilities:		
Arbitrage rebate payable	-	718,055
Loan reserve accounts payable	8,254,214	7,771,693
Revenue bonds payable, long-term, net	269,485,488	249,264,042
Deferred amounts on refunding	(8,779,563)	(6,856,751)
Total noncurrent liabilities	<u>268,960,139</u>	<u>250,897,039</u>
Total liabilities	<u>286,039,253</u>	<u>267,455,592</u>
NET ASSETS		
Invested in capital assets, net of related debt	-	-
Restricted net assets	157,105,135	138,033,143
Unrestricted net assets	-	-
Total net assets	<u>\$ 157,105,135</u>	<u>\$ 138,033,143</u>

See accompanying notes to financial statements.

**KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)**

STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS

YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
Operating revenues:		
Loans	\$ 9,933,348	\$ 9,279,750
Grant revenue	924,892	753,599
Service fee revenue	992,153	915,901
Other revenue	388,826	197,488
	<hr/>	<hr/>
Total operating revenues	12,239,219	11,146,738
	<hr/>	<hr/>
Operating expenses:		
Program administration-federal	361,287	385,160
Program administration-other federal set-asides	540,349	393,817
Program administration-other	620,610	726,877
Arbitrage rebate	(567,756)	1,453,372
Loan principal forgiveness	195,900	-
	<hr/>	<hr/>
Total operating expenses	1,150,390	2,959,226
	<hr/>	<hr/>
Operating income	11,088,829	8,187,512
	<hr/>	<hr/>
Nonoperating revenues (expenses):		
Investment income:		
Bond reserve fund	2,203,564	6,437,186
Other investment income	808,642	1,039,962
Capital contributions-capitalization grants, net of recognized administrative grants	7,708,075	7,059,825
Capital contributions-ARRA capitalization grants, net of recognized administrative grants	9,454,511	-
Bond issuance costs - amortization	(216,086)	(288,992)
Interest expense - bonds	(11,975,543)	(11,999,920)
	<hr/>	<hr/>
Total nonoperating revenues (expenses)	7,983,163	2,248,061
	<hr/>	<hr/>
Change in net assets	19,071,992	10,435,573
	<hr/>	<hr/>
Total net assets, beginning of year	138,033,143	127,597,570
	<hr/>	<hr/>
Total net assets, end of year	<u>\$ 157,105,135</u>	<u>\$ 138,033,143</u>

See accompanying notes to financial statements.

**KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)**

**STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2010 AND 2009**

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Loan principal collected	\$ 17,007,924	\$ 14,835,527
Loans disbursed	(38,030,964)	(37,320,847)
Interest received on loans	9,667,126	9,002,585
Program administration expenses	(901,635)	(778,977)
Arbitrage rebate paid	(734,863)	(172,141)
Other revenue	245,635	72,794
Service fees received	961,040	883,686
Service fees paid	(566,064)	(579,746)
Capitalization grant for administrative costs	924,892	753,599
Net cash used in operating activities	<u>(11,426,909)</u>	<u>(13,303,520)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Bond principal paid	(13,620,000)	(19,960,000)
Bond interest paid	(12,153,141)	(12,150,698)
ARRA Capitalization grant for loans	9,454,511	-
Capitalization grant for reserve fund	7,708,075	7,059,825
Bond proceeds, including premium	72,952,223	36,958,407
Payment to bond escrow agent	(39,169,488)	-
Bond issuance costs paid	(660,013)	(1,006,582)
Net cash provided by noncapital financing activities	<u>24,512,167</u>	<u>10,900,952</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sales and maturities of debt service reserve funds	17,249,825	13,130,278
Interest received on investments and debt service reserve funds	3,331,950	7,672,092
Increase in loan reserve accounts	(553,928)	(1,878,758)
Increase in loan reserve payables	482,521	1,868,800
Net cash provided by investing activities	<u>20,510,368</u>	<u>20,792,412</u>
Net increase in cash	33,595,626	18,389,844
Cash, beginning of year	73,197,324	54,807,480
Cash, end of year	<u>\$ 106,792,950</u>	<u>\$ 73,197,324</u>
Cash consists of:		
Cash	\$ 60,737,839	\$ 48,864,817
Debt service reserve fund - cash	45,913,671	24,122,500
Restricted cash - arbitrage rebate	100,000	100,000
Restricted cash - loan reserve earnings	41,440	110,007
	<u>\$ 106,792,950</u>	<u>\$ 73,197,324</u>

(Continued)

**KANSAS PUBLIC WATER SUPPLY LOAN FUND
(AN ENTERPRISE FUND OF THE STATE OF KANSAS)**

**STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2010 AND 2009**

	2010	2009
RECONCILIATION OF OPERATING INCOME TO NET CASH USED IN OPERATING ACTIVITIES:		
Operating income	\$ 11,088,829	\$ 8,187,512
Adjustments to reconcile operating income to net cash used in operating activities:		
Changes in operating assets and liabilities:		
Loans receivable	(20,827,140)	(22,485,320)
Loan interest receivable	(266,222)	(277,165)
Other receivables	(38,010)	7,381
Accounts payable and accrued expenses	(81,747)	(17,159)
Arbitrage rebate payable	(1,302,619)	1,281,231
Net cash used in operating activities	<u>\$ (11,426,909)</u>	<u>\$ (13,303,520)</u>

See accompanying notes to financial statements.

KANSAS PUBLIC WATER SUPPLY LOAN FUND (AN ENTERPRISE FUND OF THE STATE OF KANSAS)

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2010 AND 2009

1. ORGANIZATION AND SUMMARY OF ACCOUNTING POLICIES

Description of Program – The Kansas Public Water Supply Loan Fund (the Fund) was established pursuant to Kansas Statutes Annotated (K.S.A.) 65-163d et. seq. in 1994 by the Kansas Legislature. The Fund was created to implement the State of Kansas' (Kansas or the State) participation under the Federal Safe Drinking Water Act (the Federal Act) as amended by the Safe Drinking Water Act Amendments of 1996. Under Kansas law, the Secretary of the Kansas Department of Health and Environment (KDHE) administers the Public Water Supply Loan Program (the Program). The Federal Act authorizes the Environmental Protection Agency (EPA) to award capitalization grants for deposit into state funds in order to provide financial assistance for construction and management of public water supply systems. The Program is the response by the State to federal law changes governing the development of publicly owned, public water supply systems including the financing, construction and management of those systems. The state fund may be used to make loans, fund debt service reserves and provide other types of financial assistance to public entities. Initial funding for the Program is to be provided by the EPA capitalization grants and proceeds of bonds which will provide State match funds. The State match funds must be equal to 20% of the federal capitalization grants. The Fund is to be established, maintained and credited with loan repayments and the Fund equity is to be available in perpetuity for providing such financial assistance. The capitalization grants are included within the scope of the State of Kansas OMB Circular A-133 single audit.

Loans are made to municipalities, as defined by the K.S.A., from the Fund for eligible project costs. Kansas Administrative Regulation 28-15-52 established the interest rates for the loans, together with fees set for servicing the loans, to be an amount equal to 80% of the previous three months' average "bond buyers 20 bond index" as published each week of the preceding three months. KDHE administers the aspects of the Program relating to selection of projects and the making of loans to eligible municipalities. The Department of Administration administers the accounting and reporting aspects of the Program relating to the receipt and disbursement of monies within the Fund including disbursement of loans to municipalities and billing and collecting of loan repayments. The Kansas Development Finance Authority (KDFA) issues revenue bonds for the State matching funds needed and for leveraged borrowing for the Fund. Monies in the Fund are deposited with the Treasurer of the State of Kansas (the Treasurer).

Basis of Presentation – The Fund is an enterprise fund of the State. In reporting its financial activity, the Fund has elected to apply applicable Financial Accounting Standards Board Statements and Interpretations issued prior to November 30, 1989. The Fund has elected not to follow subsequent private-sector guidance.

Basis of Accounting – The financial statements of the Fund have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

1. ORGANIZATION AND SUMMARY OF ACCOUNTING POLICIES (continued)

Basis of accounting refers to when revenues, expenses and the related assets and liabilities are recognized in the accounts and reported in the financial statements. Measurement focus refers to what is being measured. The financial statements are prepared on the accrual basis of accounting and on an economic resources measurement focus in accordance with accounting principles generally accepted in the United States of America. With this measurement focus, all assets and all liabilities are included on the statement of net assets. The statement of revenues, expenses, and changes in fund net assets presents increases (revenues) and decreases (expenses) in net total assets. The statement of cash flows provides information about how the Fund meets the cash flow needs of its activities.

Cash – Cash includes balances on deposit with the Treasurer.

Investments – The Fund generally invests in investment agreements and repurchase agreements. These investments are stated at cost as they are not negotiable or transferable and are not affected by market fluctuations.

Loans and Other Receivables – Receivables include interest earnings, current loan repayments due and loan principal balances outstanding. All receivables are considered collectable; therefore, no allowance account has been established.

Loan Reserve Accounts – The loan reserve accounts have been established as required under certain provisions of certain loan agreements and consist of cash. Such loan reserve accounts may only be used to prevent any event of default in the repayment of principal or interest on certain loans.

Debt Service Reserve Account – The debt service reserve account was established as required under certain bond resolutions and consists of investments in investment agreements and repurchase agreements. The investments are stated at cost as they are not negotiable or transferable and are not affected by market fluctuations. No trustee is required by the bond resolutions. Contractually, such investments may only be used to prevent any default in the payment of principal or interest on bonds payable.

Bond Issuance Costs, Premiums and Discounts – Bond issuance costs are being amortized over the life of the bonds using the straight-line method. Beginning with the 2002 bonds, the interest method is being used to calculate amortization of premium and discount. Prior to the 2002 issue premium and discount are being amortized on the straight-line method.

Revenues – The Fund revenues consist of operating and nonoperating revenues. Operating revenues include: 1) interest earned on loans, 2) federal grant dollars earned for administrative costs, also known as program set-asides (program administration, technical assistance, state program management, and other authorized activities 1452K (1)b), and 3) loan service fees earned. Nonoperating revenues include the investment income on bond reserves and other invested program monies and any other revenues not classified as operating revenues.

Expenses – The Fund expenses consist of operating and nonoperating expenses. Operating expenses include: 1) federal grant monies for administrative costs, also known as program set-asides (program administration, technical assistance, state program management, and other authorized activities 1452K (1)b), and 2) amounts due to the IRS for arbitrage rebate on program revenue bonds. Nonoperating expenses include: 1) revenue bond interest, 2) revenue bond issuance costs amortized and 3) revenue bond premium and discount amortized.

1. ORGANIZATION AND SUMMARY OF ACCOUNTING POLICIES (continued)

Net Assets – Net assets represent the difference between assets and liabilities. 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 borrowings used for the acquisition, construction or improvement of those assets. Currently the fund has no net assets invested in capital assets. Net assets are reported as restricted when there are external limitations imposed on their use. All assets of the program have been determined to be restricted assets in accordance with the conditions of the Public Water Supply EPA capitalization grants and bond covenants. Restricted net assets include EPA capitalization grants restricted for the 1) bond reserve fund, 2) program administration expenses, 3) technical assistance, 4) state program management, 5) and other authorized activities 1452K (1)b. The amount of capitalization grants restricted for program administration, technical assistance, state program management, and other authorized activities 1452K (1)b is being recognized as revenue when earned.

Also included in restricted net assets is an account titled "Contributed Capital – State of Kansas". The account consists of monies contributed to the Fund per K.S.A. 74-8203, as amended and supplemented.

Uses of Estimates – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

2. INVESTMENTS AND DEBT SERVICE RESERVE ACCOUNTS

The Fund's investment policies are governed by Article IX of the Master Bond Resolution. Allowable investments for the Fund cash balances held in the State Treasury and invested through the State Pooled Money Investment Board are as follows:

- Direct obligations of, or obligations that are insured as to principal and interest by, the U.S. Government or any direct agency thereof, with maturities up to four years
- Repurchase agreements with Kansas banks or with primary government securities dealers
- Limited interest bearing loans to various State agencies as specifically provided by law
- Certain Kansas agency and IMPACT Act projects and bonds
- High grade commercial paper

Specific Fund Investments – Cash balances not held in the State Treasury may be invested as permitted by bond documents and bond covenants. Allowable investments include:

- U.S. Government obligations
- Obligations of government-sponsored agencies
- Federal funds, unsecured certificates of deposit, time deposits and banker's acceptances
- Deposits fully insured by FDIC
- Commercial paper
- Investments in money market funds
- Repurchase agreements
- Stripped securities
- Investments in the Municipal Investment Pool Fund
- Investment agreements
- Guaranteed investment contracts

2. INVESTMENTS AND DEBT SERVICE RESERVE ACCOUNTS (continued)

As of June 30, 2010, the program's investment and debt service reserve account balances were as follows:

<u>Investment Type</u>	<u>Carrying Value</u>	<u>Investment Maturities</u>			
		<u>Less Than 1 Year</u>	<u>1 - 5 Years</u>	<u>6 - 10 Years</u>	<u>More Than 10 Years</u>
Repurchase Agreements	\$9,827,552	\$ -	\$ -	\$ -	\$9,827,552
Investment Agreements	13,375,036	-	-	-	13,375,036
TOTAL	<u>\$23,202,588</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$23,202,588</u>

The investments shown above represent debt service reserve accounts.

Interest Rate Risk – Due to the tax exempt status of the bonds it is generally the practice of Fund management to match reserve fund interest rates to the arbitrage yield on the bonds and the term of the investments to the maturity of the bonds. For invested loan funds, the Fund generally invests to maximize the interest rate and set a term of investment based on estimated expenditures which is generally 3 – 5 years.

Credit Risk –The Fund holds investments that may have credit risk since the underlying securities may include securities other than those that take the form of U.S. Treasuries or obligations explicitly guaranteed by the U.S. government. The investments are unrated. Certain investments have an underlying collateral agreement.

Concentration of Credit Risk – The Fund places no limit on the amount that may be invested with any one provider. The table below identifies the percent of total investments held by each provider as of June 30, 2010.

<u>Investment Provider</u>	<u>Carrying Value</u>	<u>Percent of Total</u>
Citigroup	\$9,827,552	42.36%
AIG	13,375,036	57.64%
TOTAL	<u>\$23,202,588</u>	<u>100.00%</u>

3. LOANS

The loans made by the Fund to the municipalities may include interest and service fees capitalized during project construction. Loans are to be repaid not later than twenty years after project completion. Principal and interest payments are due semi-annually. Interest rates on the loans outstanding at June 30, 2010, excluding the .35% service fee rate, range from 2.98% to 4.42%.

3. LOANS

Commitments to municipalities participating in the Program and outstanding loan balances as of June 30 are as follows:

Project	2010 Total Loan Commitment	2010 Cumulative Amount Loaned	2010 Undisbursed Loan Commitment	2010 Outstanding Loan Balance	2009 Outstanding Loan Balance
Abilene	\$ 1,400,000	\$ 1,400,000	\$ 0	\$ 755,744	\$ 824,342
Alma	481,206	481,206	0	274,592	296,347
Almena	615,500	615,500	0	519,979	543,016
Arkansas City	1,650,000	810,255	839,745	810,255	0
Arlington	526,729	526,729	0	498,318	517,418
Assaria	489,000	489,000	0	341,688	362,544
Atchison	3,634,075	545,983	3,088,092	545,983	0
Baldwin City	1,599,236	1,599,236	0	1,264,987	1,328,878
Baxter Springs	2,900,000	2,900,000	0	2,072,102	2,196,282
Bentley	480,000	138,243	341,757	138,243	0
Blue Rapids	416,300	40,541	375,759	40,541	0
Brown Co. RWD #2	130,047	130,047	0	125,467	130,047
Buhler	2,038,095	23,447	2,014,648	23,447	0
Burlington	5,059,982	5,059,982	0	3,923,978	4,168,007
Butler Co. RWD #5	400,000	400,000	0	379,009	393,113
Butler Co. RWD #8	816,871	816,871	0	549,219	585,801
Caney	1,452,250	1,344,138	108,112	1,275,648	1,249,232
Carbondale	1,350,460	1,350,460	0	780,145	827,371
Carbondale 2	2,617,294	2,617,294	0	2,258,752	2,360,114
Chanute	1,750,000	1,750,000	0	1,281,794	1,355,106
Chanute 2	632,557	632,557	0	539,428	563,944
Cheney	601,494	601,494	0	566,765	0
Cherokee Co. RWD 3	1,738,382	1,738,382	0	1,575,349	1,638,901
Cherryvale	813,270	643,050	170,220	643,050	0
Chetopa	1,700,000	1,624,605	75,395	1,263,176	1,337,766
Cimarron	1,511,421	1,511,421	0	929,622	999,457
Clay Center	9,800,000	8,627,673	1,172,327	8,162,464	1,484,008
Clay County RWD #2	256,013	256,013	0	241,695	0
Cloud Co. RWD #1	435,867	435,867	0	370,972	387,302
Coffeyville 1	2,443,456	2,443,456	0	1,771,045	1,869,298
Coffeyville 2	418,391	418,391	0	305,059	322,326
Coffeyville 3	467,436	467,436	0	382,073	400,206
Coffeyville 4	720,000	0	720,000	0	0
Colwich	3,576,879	3,576,879	0	2,518,228	2,671,514
Council Grove	2,258,481	2,258,481	0	1,835,821	1,921,957
Crawford Co. RWD #5	579,651	579,651	0	358,390	382,121
Crawford Co. RWD #7	99,466	99,466	0	84,841	88,645
Dodge City	4,394,239	4,394,239	0	2,831,122	2,991,373
Doniphan Co. RWD #5	46,304	46,304	0	0	0
Douglas Co. RWD #2	749,183	732,282	16,901	732,282	0
Douglas Co. RWD #3	5,576,450	2,873,728	2,702,722	2,873,728	2,268,638
Douglas Co. RWD #4	857,696	857,696	0	666,688	701,402
Douglas Co. RWD #5	1,158,095	1,158,095	0	595,028	630,156
Douglass	65,843	65,843	0	58,649	61,130
Downs	436,873	436,873	0	372,910	389,751
Edgerton	1,141,617	1,141,617	0	777,399	826,878

3. LOANS (continued)

Project	2010 Total Loan Commitment	2010 Cumulative Amount Loaned	2010 Undisbursed Loan Commitment	2010 Outstanding Loan Balance	2009 Outstanding Loan Balance
Effingham	\$ 740,813	\$ 740,813	\$ 0	\$ 720,824	\$ 621,233
Ellsworth	2,041,438	2,041,438	0	1,492,725	1,576,469
Emporia	4,739,011	4,739,011	0	2,851,402	3,065,223
Emporia 2	2,393,700	1,156,008	1,237,692	1,156,008	0
Eureka	450,000	450,000	0	280,141	301,036
Eureka 2	2,106	2,106	0	0	3,551
Finney Co. RWD #1	2,511,217	2,511,217	0	1,494,239	1,620,637
Florence	155,316	155,316	0	110,227	115,932
Fort Scott	2,169,247	2,169,247	0	1,716,104	1,793,824
Fort Scott 2	5,480,086	5,480,086	0	4,471,641	4,680,160
Frontenac	1,882,000	505,697	1,376,303	353,806	283,007
Galena	165,000	0	165,000	0	0
Garden City	5,678,100	5,678,100	0	3,151,154	3,432,636
Garden City 2	2,614,133	2,614,133	0	2,016,640	2,121,057
Gardner	7,582,910	7,582,910	0	5,640,842	5,890,027
Garnett	1,200,694	1,200,694	0	898,175	947,362
Garnett 2	1,100,000	236,075	863,925	236,075	0
Geary Co. RWD #4	383,965	383,965	0	311,891	327,349
Glen Elder	139,896	139,896	0	129,689	134,877
Goessel	340,902	340,902	0	250,355	264,526
Goodland	2,480,050	2,480,050	0	1,457,702	1,573,587
Goodland 2	6,015,038	2,064,767	3,950,271	2,064,767	0
Grainfield	84,663	84,663	0	78,051	80,956
Hanover	71,766	71,766	0	0	72,014
Harper Co. RWD #2	549,064	549,064	0	447,650	469,444
Harvey Co. RWD #1	539,677	539,677	0	322,033	347,766
Harvey Co. RWD #1-2	3,703,632	3,703,632	0	3,451,576	3,606,913
Herington	1,222,806	1,222,806	0	1,065,725	1,111,972
Hesston	1,631,806	1,631,806	0	1,551,410	1,384,346
Hiawatha	702,736	702,736	0	393,964	414,477
Hill City	2,360,731	2,360,731	0	2,187,413	2,273,942
Hill City 2	421,125	0	421,125	0	0
Hillsboro	146,352	146,352	0	125,119	130,728
Holton	357,605	357,605	0	318,396	331,919
Holyrood	262,259	262,259	0	223,478	233,671
Hoyt	814,697	814,697	0	569,790	605,051
Hutchinson	1,403,530	1,403,530	0	945,782	994,635
Hutchinson 2	6,666,667	6,666,667	0	6,078,874	6,317,132
Independence	2,500,000	246,862	2,253,138	246,862	0
Ingalls	155,346	155,346	0	119,072	125,141
Iola	10,000,000	10,000,000	0	8,180,702	8,571,890
Jackson Co. RWD #1	2,170,441	2,170,441	0	983,379	1,351,526
Jackson Co. RWD #3	995,324	496,554	498,770	466,284	196,485
Jefferson Co. RWD #13	2,360,113	1,506,470	853,643	1,506,470	0
Jewell Co. RWD #1	27,488	27,488	0	0	0
Johnson Co. Consolidated RWD #6	1,239,437	1,239,437	0	696,168	755,057
Johnson Co. RWD #7	1,578,591	1,578,591	0	943,629	1,018,389
Johnson Co. RWD #7-2	635,642	635,642	0	516,426	542,000

3. LOANS (continued)

Project	2010 Total Loan Commitment	2010 Cumulative Amount Loaned	2010 Undisbursed Loan Commitment	2010 Outstanding Loan Balance	2009 Outstanding Loan Balance
Johnson Co. RWD #7-3	\$ 957,747	\$ 957,747	\$ 0	\$ 900,874	\$ 934,310
Junction City	744,293	744,293	0	488,103	518,309
Junction City 2	800,000	50,800	749,200	50,800	0
Kansas City Board of Public Utilities 1	12,308,750	12,308,750	0	9,450,356	9,926,880
Kansas City Board of Public Utilities 2	5,118,465	5,118,465	0	3,958,625	4,158,564
Kansas City Board of Public Utilities 3	9,000,000	9,000,000	0	7,998,418	8,296,570
Kirwin	304,000	84,366	219,634	84,366	0
Kismet	159,714	159,714	0	150,674	156,662
LaCrosse	420,000	280,983	139,017	280,983	0
Lakin	3,400,000	0	3,400,000	0	0
Lane	389,000	137,185	251,815	86,383	45,558
Lawrence	6,167,307	6,167,307	0	4,396,895	4,646,516
Lawrence 2	5,562,864	5,562,864	0	4,178,131	4,405,186
Leavenworth Co. Consolidated RWD #1	2,964,361	2,964,361	0	638,709	823,406
Leavenworth Co. Consolidated RWD #1-2	430,237	430,237	0	407,047	422,649
Leavenworth Co. RWD #7	1,652,957	1,652,957	0	1,247,754	1,315,718
Leavenworth Co. RWD #9	809,347	809,347	0	0	0
Leavenworth Waterworks Board	6,972,442	6,972,442	0	2,799,727	3,965,523
Liberal	5,607,992	5,607,992	0	3,842,744	4,025,398
Little River	520,840	0	520,840	0	0
Logan	650,000	650,000	0	381,102	409,732
Long Island	188,741	188,741	0	138,626	146,531
Lyon Co. RWD #1	445,408	445,408	0	0	0
Maize	5,300,000	5,300,000	0	0	0
Manhattan	12,765,153	0	12,765,153	0	0
Marion Co. Improvement District #2	530,637	297,586	233,051	297,586	0
Marion Co. RWD #1	328,522	328,522	0	249,410	261,772
Marion Co. RWD #4	1,844,781	1,844,781	0	0	0
Marshall Co. RWD #3	575,465	575,465	0	0	0
Marshall Co. RWD #3-2	580,336	580,336	0	380,321	503,118
Marysville	301,747	301,747	0	226,942	239,275
Marysville 2	2,008,008	1,552,454	455,554	1,552,454	121,854
McLouth	1,009,840	1,009,840	0	535,094	582,842
Medicine Lodge	587,533	587,533	0	423,288	447,624
Medicine Lodge 2	326,090	326,090	0	326,090	0
Miami Co. RWD #2	5,515,053	5,515,053	0	3,302,081	3,564,591
Minneapolis	2,515,453	2,515,453	0	2,167,053	2,261,623
Moran	234,664	234,664	0	212,031	219,929
Nemaha County RWD #3	1,149,928	1,149,928	0	1,013,969	855,111
Nemaha County RWD #3-2	3,700,000	825,910	2,874,090	825,910	0
Ness City	1,101,803	1,101,803	0	936,225	976,929
New Strawn	1,269,789	1,269,789	0	909,575	962,701
Newton	2,086,456	2,086,456	0	1,137,621	1,239,873
Newton 2	1,231,500	1,231,500	0	837,749	904,600

3. LOANS (continued)

Project	2010 Total Loan Commitment	2010 Cumulative Amount Loaned	2010 Undisbursed Loan Commitment	2010 Outstanding Loan Balance	2009 Outstanding Loan Balance
Newton 3	\$ 1,749,683	\$ 1,749,683	\$ 0	\$ 1,699,663	\$ 266,963
Newton 4	651,533	651,533	0	587,772	641,168
Nickerson	332,289	332,289	0	314,347	326,396
North Newton	590,920	590,920	0	468,942	492,843
Norton	6,449,123	4,117,161	2,331,962	3,602,821	3,264,561
Olathe	20,000,000	20,000,000	0	19,047,360	19,239,188
Olathe 2	19,745,000	16,883,916	2,861,084	16,092,880	11,833,728
Olathe 3	230,875	230,875	0	156,995	0
Osage City	2,711,274	2,711,274	0	2,078,739	2,186,544
Osage Co. RWD #3	500,000	500,000	0	246,685	258,087
Osage Co. RWD #4	250,000	250,000	0	209,910	219,459
Osage Co. RWD #5	1,079,772	572,072	507,700	572,072	0
Osawatomie	901,479	901,479	0	645,496	682,142
Osborne	276,505	276,505	0	179,051	191,714
Ottawa 1	1,664,762	802,429	862,333	802,429	0
Overbrook	160,000	160,000	0	118,431	124,861
Parsons	9,200,000	9,200,000	0	5,208,834	5,623,401
Parsons 2	5,000,000	5,000,000	0	4,725,192	4,749,021
Phillipsburg	1,115,125	891,447	223,678	644,900	539,504
Pittsburg	8,737,424	518,459	8,218,965	518,459	0
Pleasanton	610,692	610,692	0	516,005	539,457
Pottawatomie Co. RWD #3	479,215	479,215	0	367,624	386,873
Potwin	145,000	145,000	0	121,105	126,768
Pratt	1,292,927	81,232	1,211,695	81,232	0
Public Wholesale Water Supply District #4	1,124,154	1,124,154	0	613,801	669,199
Public Wholesale Water Supply District #4-2	530,710	530,710	0	307,155	332,915
Public Wholesale Water Supply District #4-3	897,114	897,114	0	881,954	899,140
Public Wholesale Water Supply District #17	3,334,455	3,334,455	0	2,128,361	2,293,978
Ransom	853,670	853,670	0	746,173	777,889
Reno Co. RWD #1	90,000	0	90,000	0	0
Riley	975,500	523,956	451,544	523,956	0
Rolla	252,503	210,613	41,890	210,613	0
Rush Center	67,736	67,736	0	0	0
Russell	1,675,000	1,675,000	0	951,055	1,027,052
Russell 2	6,012,444	6,012,444	0	5,379,427	5,595,145
Russell 3	403,707	403,707	0	281,687	0
Salina	3,600,000	3,600,000	0	2,174,635	2,345,548
Salina 2	5,000,000	5,000,000	0	3,685,742	3,896,235
Saline Co. RWD #4	33,803	33,803	0	0	0
Scammon	110,284	84,916	25,368	80,068	84,916
Sedgwick Co. RWD #2	1,050,376	1,050,376	0	1,007,190	815,363
Seneca	1,105,803	1,105,803	0	1,045,729	1,061,227
Seneca 2	511,091	208,436	302,655	208,436	0
Severy	143,624	143,624	0	92,010	98,609

3. LOANS (continued)

Project	2010 Total Loan Commitment	2010 Cumulative Amount Loaned	2010 Undisbursed Loan Commitment	2010 Outstanding Loan Balance	2009 Outstanding Loan Balance
Sharon Springs	\$ 642,481	\$ 499,973	\$ 142,508	\$ 301,502	\$ 335,427
Shawnee Co. RWD #1C	3,595,595	3,595,595	0	2,511,478	2,658,904
Shawnee Co. RWD #3	915,770	915,770	0	549,222	592,884
Shawnee Co. RWD #4	12,500,000	12,423,155	76,845	12,172,569	8,253,089
Spivey	78,000	78,000	0	0	0
Spring Hill	1,835,090	1,835,090	0	1,496,023	1,568,981
St. George	491,955	491,955	0	397,794	417,510
St. Marys	546,673	546,673	0	527,250	546,673
Sterling	663,203	488,614	174,589	257,085	294,352
Stockton	2,800,000	2,800,000	0	0	1,915,893
Strong City	289,815	289,815	0	170,631	181,046
Sylvan Grove	160,902	160,902	0	92,112	99,951
Tonganoxie	3,007,519	0	3,007,519	0	0
Topeka 1	7,823,725	7,823,725	0	6,639,942	6,928,622
Topeka 2	2,055,933	2,055,933	0	1,785,060	1,863,253
Topeka 3	3,127,353	3,127,353	0	2,776,079	2,889,080
Topeka 4	2,382,061	1,547,350	834,711	1,426,310	1,547,350
Topeka 5	3,619,009	0	3,619,009	0	0
Topeka 6	3,395,443	2,030,875	1,364,568	1,687,421	1,861,365
Udall	1,365,000	1,365,000	0	1,365,000	75,207
Ulysses	194,707	194,707	0	136,571	144,785
Valley Center	2,934,673	2,934,673	0	1,516,712	1,645,011
Valley Center 2	1,130,797	1,130,797	0	1,050,634	1,091,435
Valley Falls	341,351	323,811	17,540	288,137	301,508
Victoria	750,000	192,376	557,624	192,376	0
White City	599,777	599,777	0	522,961	396,816
Wichita	7,220,000	7,220,000	0	4,913,006	5,229,034
Wilson	351,275	351,275	0	326,032	75,291
Winfield	2,330,986	2,330,986	0	1,671,078	1,771,225
Winfield 2	6,042,120	6,042,120	0	5,039,228	5,274,628
Woodson Co. RWD #1	500,000	500,000	0	253,396	264,550
Yates Center	614,530	0	614,530	0	0
Totals	\$461,641,767	\$389,249,551	\$72,392,216	\$296,742,596	\$275,915,456

Certain of the above loans are funded from the American Recovery and Reinvestment Act (ARRA) monies. Principal forgiveness during the year ended June 30, 2010 was \$195,900 with a cumulative amount of principal forgiveness of \$195,900 on two loans.

Each of the above municipalities has established a dedicated source of revenue for repayment of the loans. The dedicated sources of revenue are either an obligation of system revenues and ad valorem property taxes levied or a secured lien on the system revenues which requires a debt service coverage of 125% with a 10% reserve account or a debt service coverage of 140%.

4. LOAN RESERVE ACCOUNTS

Loan reserve accounts for forty-nine Rural Water Districts and five municipalities total \$8,207,283 and \$7,653,355 as of June 30, 2010 and 2009, respectively, with restricted cash for loan reserve earnings of \$41,440 and \$110,007 at June 30, 2010 and 2009, respectively. The balances are on deposit with the State Treasurer.

5. REVENUE BONDS PAYABLE

Revenue bonds payable consisted of the following at June 30:

	<u>2010</u>	<u>2009</u>
1997 Series 1 Revenue Bonds (State Match Bonds)	\$ -	\$ 820,000
1997 Series 2 Revenue Bonds (Leveraged Bonds)	-	12,005,000
1998 Series 1 Revenue Bonds (State Match Bonds)	-	1,050,000
1998 Series 2 Revenue Bonds (Leveraged Bonds)	-	3,155,000
2000 Series 1 Revenue Bonds (State Match Bonds)	-	585,000
2000 Series 2 Revenue Bonds (Leveraged Bonds)	-	16,685,000
2002 Series 1 Revenue Bonds (State Match Bonds)	2,840,000	3,375,000
2002 Series 2 Revenue Bonds (Leveraged Bonds)	17,650,000	19,425,000
2004 Series 1 Revenue Bonds (State Match Bonds)	5,845,000	6,080,000
2004 Series 2 Revenue Bonds (Leveraged Bonds)	143,055,000	154,350,000
2008 Series 1 Revenue Bonds (State Match Bonds)	3,415,000	4,745,000
2008 Series 2 Revenue Bonds (Leveraged Bonds)	31,700,000	31,700,000
2009 Series DW-1 Revenue Bonds (State Match Bonds)	6,720,000	-
2009 Series DW-1 Revenue Bonds (Leveraged Bonds)	33,840,000	-
2009 Series DW-2 Revenue Bonds (Leveraged Bonds)	31,400,000	-
	<hr/>	<hr/>
Total bonds payable	276,465,000	253,975,000
Unamortized net original issue premium	6,705,488	7,829,042
Current maturities	(13,685,000)	(12,540,000)
	<hr/>	<hr/>
Long Term Revenue Bonds payable, net	<u>\$ 269,485,488</u>	<u>\$ 249,264,042</u>

Long-term liability activity for the year end June 30, 2010, was as follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Revenue Bonds Payable	\$253,975,000	\$73,040,000	\$(50,550,000)	\$276,465,000	\$13,685,000

The 2002 Series 1 Revenue Bonds (State Match Bonds), in the original amount of \$4,100,000, consist of serial bonds and a term bond totaling \$1,965,000 and \$875,000, respectively, as of June 30, 2010. The serial bonds are due in annual principal payments ranging from \$170,000 to \$265,000 with the final payment due April 1, 2021, and bear interest at rates ranging from 4.25% to 5.00% payable semi-annually. The term bond has one annual principal payment of \$875,000, bears interest at 5.00% payable semi-annually, and is due April 1, 2024.

The 2002 Series 2 Revenue Bonds (Leveraged Bonds), in the original amount of \$47,705,000, consist of serial bonds and a term bond totaling \$7,030,000 and \$10,620,000, respectively, as of June 30, 2010. The serial bonds are due in annual principal payments ranging from \$1,875,000 to \$3,205,000 with the final payment due on April 1, 2021, and bear interest at rates ranging from 4.25% to 5.00%, payable semi-annually. The term bond has one annual principal payment of \$10,620,000, bears interest at 5.00% payable semi-annually, and is due April 1, 2024.

5. REVENUE BONDS PAYABLE (continued)

The 2004 Revenue Bonds, in the original amount of \$176,010,000, consist of serial bonds and a term bond totaling \$137,630,000 and \$11,270,000, respectively, as of June 30, 2010. The serial bonds are due in annual principal payments ranging from \$5,465,000 to \$14,520,000 with the final payment due on April 1, 2024, and bear interest at rates ranging from 3.00% to 5.00%, payable semi-annually. The term bond has one annual principal payment of \$11,270,000, bears interest at 4.625% payable semi-annually, and is due April 1, 2026.

The 2008 Revenue Bonds, in the original amount of \$36,700,000, consist of serial bonds and a term bond totaling \$15,320,000 and \$19,795,000, respectively, as of June 30, 2010. The serial bonds are due in annual principal payments ranging from \$1,010,000 to \$11,745,000 with the final payment due on April 1, 2027, and bear interest at rates ranging from 5.00% to 6.00%, payable semi-annually. The term bond has one annual principal payment of \$19,795,000, bears interest at 6.00% payable semi-annually, and is due April 1, 2029.

On September 29, 2009, the 2009 Revenue Bonds were issued in the original amount of \$73,040,000 and consist of serial bonds, Series DW-1 and DW-2 totaling \$40,560,000 and \$29,980,000, respectively, and a Series DW-2 term bond totaling \$1,420,000, as of June 30, 2010. The Series DW-1 serial bonds are due in annual principal payments ranging from \$565,000 to \$9,750,000 with the final payment due on April 1, 2023, and bear interest at rates ranging from 1.5% to 3.25%, payable semi-annually. The Series DW-2 serial bonds are due in annual principal payments ranging from \$3,800,000 to \$7,195,000 with the final payment due on April 1, 2026, and bear interest at rates ranging from 4.8% to 5.2%, payable semi-annually. The DW-2 term bond has one annual principal payment of \$1,420,000, bears interest at 5.6% payable semi-annually, and is due April 1, 2029. The proceeds from Series DW-1 provided \$4,000,000 of state match loan funds, \$116,495 of leveraged loan funds and \$36,930,000 to partially refund certain bonds. The proceeds from Series DW-2, Build America Bonds, provided \$31,039,639 of leveraged loan funds and an amount required to pay the costs of issuance. The proceeds were used to provide funds to reimburse the general recycled loan account for project payments that were paid from the recycled account until the bonds were issued. Proceeds were also used to partially refund \$36,930,000 of the 1997 Series 1 and 2 Bonds, 1998 Series 1 and 2 Bonds, 2000 Series 1 and 2 Bonds, 2002 Series 1 Bonds, and the leveraged portion of the Series 2004 Bonds. An irrevocable escrow account with UMB Bank as escrow agent was established that will provide amounts sufficient for payment of principal and interest on the refunded bonds. Accordingly, the escrow account and the refunded bonds are not included in the Fund's statement of net assets. This advance refunding was undertaken to reduce the total debt service payments, including interest, over the life of the debt by \$9,077,574. The refunding results in an economic gain (difference between the present value of the debt service payments of the refund and the refunding bonds) of \$5,258,623.

The refunding resulted in difference between the reacquisition price and the net carrying amount of the refunded debt of \$2,629,707. This difference will be reported in the accompanying financial statements as a deduction from bonds payable and will be charged to operations through the year 2023 using the straight-line method.

The Master bond indenture provides for the establishment of a debt service reserve account, which is maintained and administered by KDFA. At June 30, 2010, the Fund was not in default of any provisions of the Master or Supplemental bond indentures.

5. REVENUE BONDS PAYABLE (continued)

Aggregate revenue bond debt service requirements are as follows:

<u>Year Ending</u> <u>June 30</u>	<u>Principal</u> <u>Amount Due</u>	<u>Interest</u> <u>Amount Due</u>	<u>Total</u>
2011	\$ 13,685,000	\$ 12,854,286	\$ 26,539,286
2012	14,505,000	12,332,824	26,837,824
2013	14,780,000	11,678,561	26,458,561
2014	14,640,000	10,980,168	25,620,168
2015	15,465,000	10,318,667	25,783,667
2016 - 2020	75,150,000	41,462,733	116,612,733
2021 - 2025	85,025,000	24,780,000	109,805,000
2026 - 2030	43,215,000	6,266,715	49,481,715
	<u>\$ 276,465,000</u>	<u>\$ 130,673,954</u>	<u>\$ 407,138,954</u>

Certain of the above bonds may be redeemed prior to maturity in accordance with related bond indentures.

The debt service payment in FY 2010 was \$13,620,000 for principal with a cumulative principal payment totaling \$80,535,000 and \$12,153,141 for interest with a cumulative interest repayment totaling \$109,444,710.

The fund defeased certain State Revolving Fund revenue bonds by placing the proceeds for new bonds in an irrevocable escrow account with the Treasurer and UMB Bank to provide for all future debt service payments on the old bonds. Accordingly, the escrow account assets and the liability for the defeased bonds are not included in the Fund's financial statements. At June 30, 2010, \$64,850,000 of bonds have been defeased and are no longer included in bonds outstanding.

6. ARBITRAGE REBATE

In accordance with Internal Revenue Code Section 148(f) relating to arbitrage restrictions on tax-exempt bonds, an arbitrage rebate payable in the amount of \$1,302,619 has been recorded as of June 30, 2009. This liability is cumulative for the Series 1997, 1998, 2000, 2002, 2004, and the 2008 bonds. The portion of this pending rebate of excess investment earnings that is attributable to the Series 1997 bonds will be due in March, 2013 which is 60 days after the third five year anniversary of the bonds. The portion attributable to the Series 1998 bonds will be due in February, 2014 which is 60 days after the third five year anniversary of the bonds. The portion attributable to the Series 2000 bonds will be due in August, 2010 which is 60 days after the second five year anniversary of the bonds. The portion attributable to the Series 2002 bonds will be due in June, 2012 which is 60 days after the second five year anniversary of the bonds. The portion attributable to the Series 2004 bonds will be due in November, 2009 which is 60 days after the first five year anniversary of the bonds. The portion attributable to the Series 2008 bonds will be due in December, 2013 which is 60 days after the first five year anniversary of the bonds. As of June 30, 2010 there is currently no rebate liability.

7. FEDERAL CAPITALIZATION GRANTS

As of June 30, 2010, the federal capitalization grants for 1997 through 2004 have been drawn down.

The 2005 federal capitalization grant of \$9,501,900 was awarded on August 26, 2005, with four percent (\$380,076) allocated for administration, and \$215,038 reserved for technical assistance as evidenced by the budget page of the grant award. As program administration funds are earned, grant revenue is recognized. An amount of \$8,906,786 is reserved for the leveraged bond reserve fund.

On November 5, 2005, an amendment was processed that moved \$972,638 from the leveraged bond reserve account and transferred \$371,062 to administration, \$25,000 to technical assistance, \$181,626 to state program management, and \$394,950 to other authorized activities 1452K (1)b.

As of June 30, 2010, \$71,000 of the 2005 capitalization grant had not been drawn down. The entire 2005 capitalization grant has met the State matching requirements and is available based on the grant payment schedule.

The 2006 federal capitalization grant of \$8,229,300 was awarded on June 1, 2006 with four percent (\$329,172) allocated for administration, \$290,000 reserved for technical assistance, and \$300,000 reserved for other authorized activities 1452K (1)b as evidenced by the budget page of the grant award. As program administration funds are earned, grant revenue is recognized. An amount of \$7,310,128 is reserved for the leveraged bond reserve account.

As of June 30, 2010, \$240,000 of the 2006 capitalization grant had not been drawn down. The entire 2006 capitalization grant has met the State matching requirements and is available based on the grant payment schedule.

The 2007 federal capitalization grant of \$8,229,000 was awarded on June 8, 2007 with four percent (\$329,160) allocated for administration, \$225,000 reserved for technical assistance, and \$580,000 reserved for other authorized activities 1452K (1)b as evidenced by the budget page of the grant award. As program administration funds are earned, grant revenue is recognized. An amount of \$7,094,840 is reserved for the leveraged bond reserve account.

As of June 30, 2010, \$380,961 of the 2007 capitalization grant had not been drawn down. The entire 2007 capitalization grant has met the State matching requirements and is available based on the grant payment schedule.

The 2008 federal capitalization grant of \$8,146,000 was awarded on June 13, 2008 with four percent (\$325,840) allocated for administration, and \$225,000 reserved for technical assistance as evidenced by the budget page of the grant award. As program administration funds are earned, grant revenue is recognized. An amount of \$7,595,160 is reserved for the leveraged bond reserve account.

As of June 30, 2010, \$325,840 of the 2008 capitalization grant had not been drawn down. The entire 2008 capitalization grant has met the State matching requirements and is available based on the grant payment schedule.

The 2009 federal capitalization grant of \$3,491,000 was partially awarded on March 11, 2009 with four percent (\$139,640) allocated for administration, \$156,900 reserved for technical assistance, and \$349,100 for state program management as evidenced by the budget page of the grant award. As program administration funds are earned, grant revenue is recognized. An amount of \$2,845,360 is reserved for the leveraged bond reserve account.

7. FEDERAL CAPITALIZATION GRANTS (continued)

On September 4, 2009, the balance of the 2009 capitalization grant, \$4,655,000 was awarded with four percent (\$186,200) allocated for administration, \$90,520 reserved for technical assistance, and \$50,900 for state program management as evidenced by the budget page of the grant award amendment. As program administration funds are earned, grant revenue is recognized. An amount of \$4,327,380 is reserved for the leveraged bond reserve account.

As of June 30, 2010, \$759,460 of the 2009 capitalization grant had not been drawn down. The entire 2009 capitalization grant has met the State matching requirements and is available based on the grant payment schedule.

The 2009 federal American Recovery and Reinvestment Act (ARRA) capitalization grant of \$19,500,000 was awarded on April 2, 2009. The grant is used for loans with no allocations for set-asides. The State match is not required for the ARRA grant. As of June 30, 2010, \$10,045,489 of the 2009 ARRA grant had not been drawn down.

Federal capitalization grants awarded by the EPA through June 30, 2010 are as follows:

Federal Fiscal Year	Loans	Reserve	Program Administration	Other Set-Asides	Total Grant
1997 Grant Award	\$ -	\$ 11,776,871	\$ 563,800	\$ 1,754,329	\$ 14,095,000
1998 Grant Award	-	9,407,614	400,324	200,162	10,008,100
1999 Grant Award	-	9,860,036	419,576	209,788	10,489,400
2000 Grant Award	-	10,393,127	436,060	72,313	10,901,500
2001 Grant Award	-	9,969,176	436,190	541,234	10,946,600
2002 Grant Award	-	9,001,632	-	233,068	9,234,700
2003 Grant Award	-	8,812,032	367,168	-	9,179,200
2004 Grant Award	-	9,141,216	380,884	-	9,522,100
2005 Grant Award	-	7,934,148	751,138	816,614	9,501,900
2006 Grant Award	-	7,310,128	329,172	590,000	8,229,300
2007 Grant Award	-	7,094,840	329,160	805,000	8,229,000
2008 Grant Award	-	7,595,160	325,840	225,000	8,146,000
2009 Grant Award	-	2,845,360	139,640	506,000	3,491,000
2009 Grant-ARRA	19,500,000	-	-	-	19,500,000
	19,500,000	111,141,340	4,878,952	5,953,508	141,473,800
Less Cumulative Amounts Drawn Down	-	(107,760,645)	(3,911,340)	(4,577,307)	(116,249,292)
	19,500,000	3,380,695	967,612	1,376,201	25,224,508
2009 Grant Award Amendment	-	4,327,380	186,200	141,420	4,655,000
Less Amounts Drawn Down in Fiscal Year 2010	(9,454,511)	(7,708,075)	(374,772)	(519,400)	(18,056,758)
Balance of Grants	\$ 10,045,489	\$ -	\$ 779,040	\$ 998,221	\$ 11,822,750

7. FEDERAL CAPITALIZATION GRANTS (continued)

As of June 30, 2010 and 2009, \$11,822,750 and \$25,224,508, respectively, of the capitalization grants had not been drawn down.

8. STATE CAPITAL CONTRIBUTIONS

On July 30, 1998, the Fund received a deposit of \$1,000,000 per K.S.A. 74-8203, as amended and supplemented. On July 30, 1999, the Fund received a deposit of \$4,000,000, which represents the balance of the anticipated State contribution. The State contribution is to be used to further leverage the program through the issuance of additional revenue bonds.



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

Mr. Roderick L. Bremby
Secretary of Kansas Department of Health and Environment and the
Board of Directors of the Kansas Development Finance Authority:

We have audited the financial statements of the Kansas Public Water Supply Loan Fund (the Fund) as of and for the year ended June 30, 2010 and have issued our report thereon dated October 1, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified a certain deficiency in internal control over financial reporting, described in the accompanying schedule of findings and responses as finding 2010-1, that we consider to be a significant deficiency in internal control over financial reporting. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Compliance and Other Matters

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

The Fund's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. We did not audit the Fund's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of the Kansas Department of Health and Environment, the Board of Directors of the Kansas Development Finance Authority, management of the Fund and the Environmental Protection Agency and is not intended to be and should not be used by anyone other than those specified parties.

Allen, Gibbs & Houlik, L.C.

Berberich Trahan & Co., P.A.

October 1, 2010

KANSAS PUBLIC WATER SUPPLY LOAN FUND

SCHEDULE OF FINDINGS AND RESPONSES

June 30, 2010

Finding No. 2010-1 – Significant Deficiency

Condition – Throughout the year the Fund's journal entries and financial statements were not being reviewed by someone other than the preparer.

Criteria – The management of the Fund is responsible for establishing and maintaining a system of internal controls. The objective of an internal control system is to provide management with reasonable, but not absolute, assurance that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements.

Cause – The internal control system over financial reporting did not function as designed. The design included a review of journal entries and financial statements.

Effect – There is a potential that the financial statements may be materially misstated.

Recommendation – We recommend that the internal control system over financial reporting be followed including review of the financial statements and journal entries that support the financial statements.

Management's Response/Corrective Action Plan (Unaudited) – The Division of Accounts and Reports agrees with the observation and considers it valid.

The Division of Accounts and Reports notes that the finding's reference to journal entries are those recorded in creating the formal State Revolving Fund Financial Statements which are prepared outside the state's central accounting system (STARS). STARS is the basis for much of the financial information contained in the Financial Statements and the source for reconciliations. The finding does not relate to program expenditure, receipt, or journal voucher transactions which process through STARS. For STARS transactions, internal controls, segregation of duties, authorizations, accounting system controls, etc. exist between participants of the three party agreement (Department of Administration, Department of Health and Environment, and the Kansas Development Finance Authority).

During the implementation of the Statewide Management, Accounting, and Reporting Tool (SMART), the Division of Accounts and Reports has been evaluating the program to identify opportunities for improvements in controls, processes, efficiency, and reporting. While this effort was occurring, the review of journal entries and financial statements did not occur as it had in the past.

Corrective Action Plan – The Division of Accounts and Reports accepts responsibility and has begun restoring review procedures to comply with the recommendations, including review of the financial statements and journal entries that support the financial statements.

KANSAS PUBLIC WATER SUPPLY LOAN FUND
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

June 30, 2010

No comments in the prior year.