

COUNTY OF FRANKLIN, KANSAS

Financial Statements
and
Supplemental Information

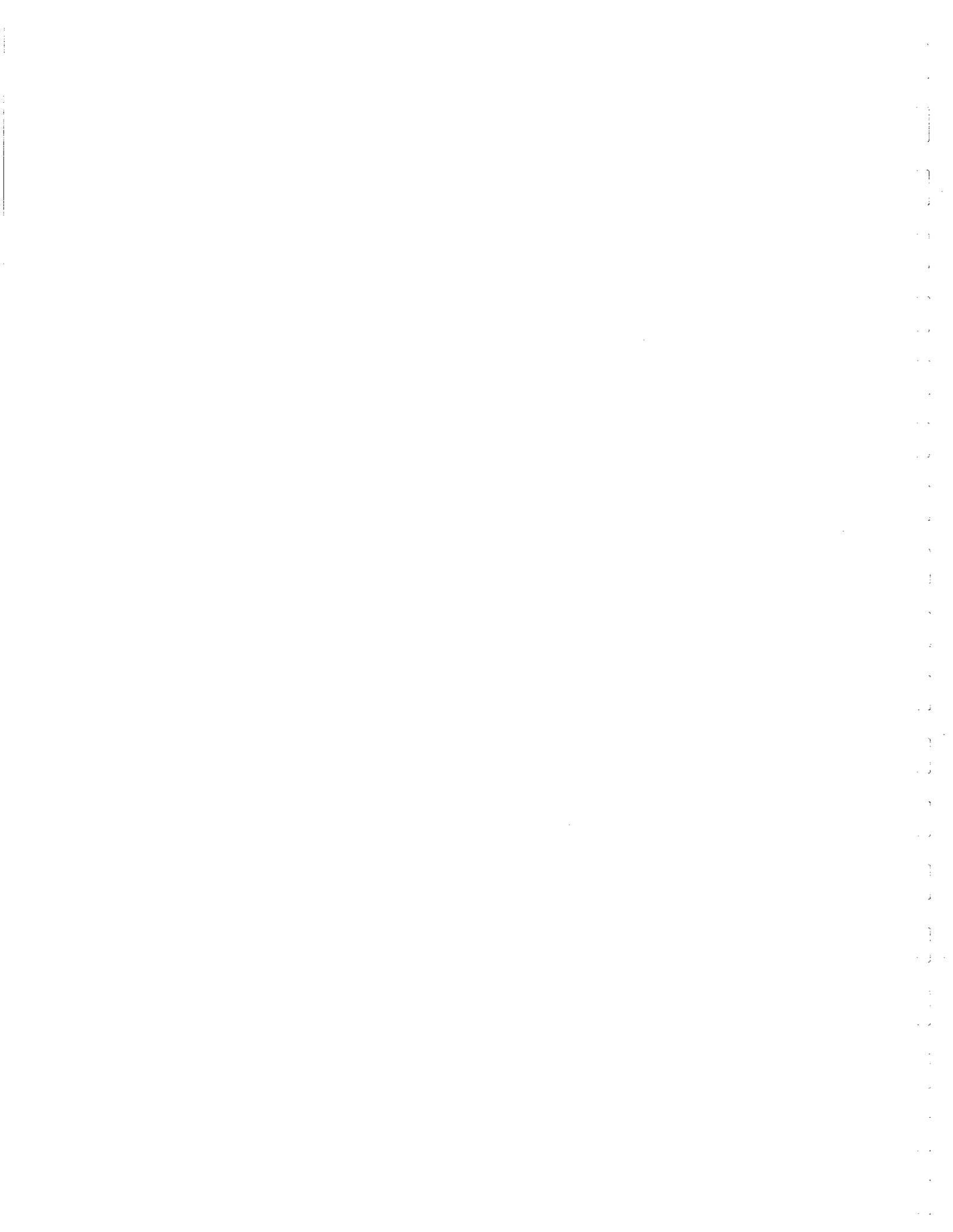
with Report of Independent Auditors

For the Year Ended December 31, 2003

County of Franklin, Kansas
Special Financial Statements
For the Fiscal Year Ended December 31, 2003

TABLE OF CONTENTS

<u>Item</u>	<u>Page Number</u>
INTRODUCTORY SECTION	
Title Page	
Table of Contents	
FINANCIAL SECTION	
Independent Auditor's Report	1-2
Statement 1	
Summary of Cash Receipts, Cash Disbursements, and Unencumbered Cash	4-5
Statement 2	
Summary of Expenditures - Actual and Budget	6
Statement 3	
Statement of Receipts and Expenditures - Actual and Budget - Individually Presented by Fund	
General Fund	7-10
Special Revenue Funds	
Ambulance Fund	11
Appraiser's Cost Fund	12
Community College Tuition Fund	13
Computer Upgrade Fund	14
Conservation District Fund	15
Country Estates Benefit District Fund	16
County Building Fund	17
Direct Election Fund	18
Employee Benefits Fund	19
Extension Council Fund	20
Fair Fund	21
Fair Building Fund	22
Health Fund	23
Health Capital Outlay Fund	24
Historical Society Fund	25
Mental Health Fund	26
Noxious Weed Fund	27
Rehabilitation Center Fund	28
Road and Bridge Fund	29
Road and Bridge Chip Reserve Fund	30
Service Program for the Elderly Fund	31
Special Alcohol Program Fund	32
Special Bridge Fund	33
Special KP&F Reserve Fund	34
Special Liability Fund	35
Special Park and Recreation Fund	36
Tourism and Convention Promotion Fund	37
Special Ambulance Vehicle Fund	38
Special Capital Improvement Fund	39
Special Equipment Reserve Fund	40
Risk Management Reserve Fund	41
Special Noxious Weed Fund	42
Special Machinery Fund	43
Solid Waste Capital Improvement Reserve Fund	44
Centropolis Sewer District Fund	45
Emergency Telephone Service Fund	46
Debt Service Funds	
Bond and Interest Fund	47
Capital Project Funds	
36 Mile Road Improvement Fund	48
Midland Railway Enhancement Fund	49
Visitor Center Construction Fund	50



County of Franklin, Kansas
Special Financial Statements
For the Fiscal Year Ended December 31, 2003

TABLE OF CONTENTS

<u>Item</u>	<u>Page Number</u>
Proprietary Funds	
Solid Waste Fund	51
County Office Annex Fund	52
Countywide Phone System Fund	53
Expendable Trust Funds	
Special Auto Fund	54
Prosecuting Attorney Training Fund	55
Special Law Enforcement Trust Fund	56
Register of Deeds Technology Fund	57
Drug Enforcement Unit Forfeitures Fund	58
Prosecuting Attorney Trust Fund	59
Defibrillator Donations Fund	60
Community Corrections Grant Fund	61
D.A.R.E. Grant Fund	62
Juvenile Intake Grant Fund	63
Community Corrections Adult Fund	64
Community Corrections Juvenile Fund	65
CDBG Loan Fund	66
JJA - JAIBG Fund	67
Employee Benefit Trust Fund	68
Stop Stick Grant Fund	69
COPS Fast Grant Fund	70
Heritage Trust Grant Fund	71
Truancy Grant Fund	72
Veteran's Memorial Fund	73
 Statement 4	
Distributable Funds, State Funds, and Subdivision Funds	
Summary of Cash Receipts and Cash Disbursements - Actual	74-77
 Statement 5	
Statement of Changes in Long Term Debt	78-79
 Notes to Financial Statements	80-90
 ADDITIONAL INFORMATION	
 Schedule 1	
Reconciliation of 2002 Tax Roll	91
 Schedule 2	
Detailed Receipts, Disbursements, and Balances	
County Clerk	92
Register of Deeds	93
Clerk of the District Court	94
Sheriff	95
County Attorney	96
 APPENDIX A	
 Auditor's Report on Compliance and Internal Control - Government Auditing Standards	97
 Auditor's Report on Compliance and Internal Control - OMB Circular A-133	98-99
 Schedule of Findings and Questioned Costs	100
 Schedule of Expenditures of Federal Awards	101

HUTINETT, SCHLOTTERBECK AND BURNS, L.L.C.

John T. Hutinett
LMPA (Retired)
Harley D. Schlotterbeck
LMPA, CPA
Rodney M. Burns
CPA

MUNICIPAL AUDITORS
702 WEST MAIN *** P.O. BOX 832
CHANUTE, KANSAS 66720

PHONE (620) 431-3410
FAX (620) 431-7719

HSB

INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Franklin County, Kansas

We have audited the accompanying statutory basis financial statements of the County of Franklin, Kansas, as of and for the year ended December 31, 2003, as listed in the table of contents. These statutory basis financial statements are the responsibility of County of Franklin, Kansas, management. Our responsibility is to express an opinion on these statutory basis financial statements based on our audit.

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

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments, and offices that are not legally separate. Such legally separate entities are referred to as component units. The primary government financial statements referred to above do not include the financial data of component units of the County of Franklin, Kansas, as of December 31, 2003.

As described in Note 1, the County of Franklin, Kansas, prepares its financial statements using accounting practices prescribed by the State of Kansas to demonstrate compliance with the cash basis and budget laws of the State of Kansas, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, because of the County's policy to prepare its financial statements on the basis of accounting discussed in the preceding paragraph, the financial statements referred to in the first paragraph do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the County of Franklin, Kansas, as of December 31, 2003, or the results of its operations, or cash flows of its proprietary fund types and nonexpendable trust funds for the year then ended.

However, in our opinion, the primary government financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash balances of the County of Franklin, Kansas, as of December 31, 2003 and the revenues it received and expenditures it paid for the year then ended on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 25, 2004, on our consideration of the County of Franklin, Kansas, internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the statutory basis financial statements of the County of Franklin, Kansas, taken as a whole. The information identified in the table of contents as supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the statutory basis financial statements. Such information has been subjected to the auditing procedures applied in the audit of the statutory basis financial statements, and, in our opinion, is fairly stated, in all material respects in relation to the statutory basis financial statements taken as a whole, on the basis of accounting described in Note 1.

This report is intended solely for the information and use of the governing body and management of the County of Franklin, Kansas, and for filing with the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Hutinett, Schlotterbeck and Burns, L.L.C.

August 25, 2004

(This page left blank intentionally)

Franklin County, Kansas
 Summary of Expenditures - Actual and Budget
 (Budgeted Funds Only)
 For the Year Ended December 31, 2003

Governmental Type Funds:	Certified Budget	Qualified Budget Cr. Adjustment	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
General	\$ 5,439,069		5,439,069	5,005,424	433,645
Special Revenue:					
Ambulance	1,043,640		1,043,640	1,008,820	34,820
Appraiser's Cost	318,649		318,649	302,336	16,313
Community College Tuition	200,000		200,000	122,160	77,840
Conservation District	41,040		41,040	41,040	
Country Estates Benefit District	180,208		180,208	4,883	175,325
County Building	160,000		160,000	137,487	22,513
Direct Election	123,933		123,933	98,284	25,649
Employee Benefits	1,766,000		1,766,000	1,637,115	128,885
Extension Council	158,400		158,400	158,400	
Fair	7,000		7,000	7,000	
Fair Building	7,000		7,000	7,000	
Health	576,521	149,867	726,388	507,838	218,550
Historical Society	6,000		6,000	5,266	734
Mental Health	122,075		122,075	122,075	
Noxious Weed	229,736		229,736	199,672	30,064
Rehabilitation Center	86,400		86,400	86,400	
Road and Bridge	3,106,297		3,106,297	3,010,626	95,671
Service Program for the Elderly	236,800		236,800	233,991	2,809
Special Alcohol Program	11,365		11,365	3,675	7,690
Special Bridge	296,889		296,889	189,841	107,048
Special Liability	610,000		610,000	75,645	534,355
Special Park and Recreation	5,466		5,466	2,400	3,066
Tourism and Convention Promotion	130,000		130,000	105,895	24,105
Special Noxious Weed	67,334		67,334		67,334
Centropolis Sewer District	26,491		26,491	22,311	4,180
Emergency Telephone Service	207,971		207,971	84,489	123,482
Debt Service:					
Bond and Interest	1,184,045		1,184,045	1,183,945	100
Enterprise:					
Solid Waste	1,259,737		1,259,737	914,127	345,610
County Office Annex	470,000		470,000	390,964	79,036
Countywide Phone System	200,000		200,000	159,353	40,647
Totals	<u>18,278,066</u>	<u>149,867</u>	<u>18,427,933</u>	<u>15,828,462</u>	<u>2,599,471</u>

See accompanying notes to financial statements

Franklin County, Kansas
General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 1,882,821	2,175,411	2,217,028	(41,617)
Motor Vehicle Tax	293,864	351,616	324,233	27,383
Recreational Vehicle Tax	6,058	6,963	6,611	352
Delinquent Tax	41,134	52,322	23,878	28,444
16/20 M Truck Tax	10,178	10,172	10,610	(438)
Countywide Sales Tax	1,195,432	1,286,300	1,130,000	156,300
In Lieu of Tax	4,424	3,487	4,571	(1,084)
Mineral Production Tax	242	733	350	383
Interest on Tax	122,311	142,022	100,000	42,022
Total Taxes	<u>3,556,464</u>	<u>4,029,026</u>	<u>3,817,281</u>	<u>211,745</u>
Intergovernmental				
City & County Revenue Sharing	68,871		137,741	(137,741)
Federal Financial Assistance		462	14,844	(14,382)
State Grant	22,190	19,620		19,620
Local Alcoholic Liquor Tax	3,437	2,354	3,620	(1,266)
Contracts with Other Governments	217,000	217,000	205,223	11,777
Other Intergovernmental			3,000	(3,000)
Total Intergovernmental	<u>311,498</u>	<u>239,436</u>	<u>364,428</u>	<u>(124,992)</u>
Licenses, Fees, and Permits				
Mortgage Registration	352,417	445,735	275,000	170,735
Officer Fees	234,114	241,695	200,000	41,695
Juvenile Justice Fees	2,915	9,322		9,322
Environmental Fees	22,345	17,475	32,760	(15,285)
Planning Fees	47,504	50,281	44,600	5,681
Computer Internet Fees	30,695	33,590	15,000	18,590
Total Licenses, Fees, and Permits	<u>689,990</u>	<u>798,098</u>	<u>567,360</u>	<u>230,738</u>
Use of Money and Property				
Interest on Investments	185,431	118,965	200,000	(81,035)
Rent	821	10,351	60,000	(49,649)
Total Use of Money and Property	<u>186,252</u>	<u>129,316</u>	<u>260,000</u>	<u>(130,684)</u>
Transfers				
Operating Transfers In	35,965	26,687	25,000	1,687
Residual Equity Transfer In	34,724			
Total Transfers	<u>70,689</u>	<u>26,687</u>	<u>25,000</u>	<u>1,687</u>
Miscellaneous				
Sale of Surplus Property	967			
Other	7,860	22,659		22,659
Total Miscellaneous	<u>8,827</u>	<u>22,659</u>		<u>22,659</u>
Total Cash Receipts	<u>4,823,720</u>	<u>5,245,222</u>	<u>5,034,069</u>	<u>211,153</u>
Expenditures and Transfers				
General Government				
County Commission				
Personal Services	100,274	115,091	113,900	(1,191)
Contractual Services	345,796	367,063	404,072	37,009
Commodities	7,260	3,595	9,100	5,505
Reimbursed Expense	(13,289)	(12,123)		12,123
Total County Commission	<u>440,041</u>	<u>473,626</u>	<u>527,072</u>	<u>53,446</u>
County Clerk				
Personal Services	146,355	139,648	158,560	18,912
Contractual Services	6,937	7,199	10,200	3,001
Commodities	16,825	5,529	19,945	14,416
Capital Outlay	4,585	3,800	7,000	3,200
Reimbursed Expense	(819)	(3,470)		3,470
Total County Clerk	<u>173,883</u>	<u>152,706</u>	<u>195,705</u>	<u>42,999</u>

See accompanying notes to financial statements

Franklin County, Kansas
General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
County Treasurer				
Personal Services	\$ 108,925	106,075	118,842	12,767
Contractual Services	38,484	32,585	13,800	(18,785)
Commodities	13,659	14,944	17,850	2,906
Capital Outlay	2,506		3,500	3,500
Reimbursed Expense	(25,971)	(24,093)		24,093
Total County Treasurer	<u>137,603</u>	<u>129,511</u>	<u>153,992</u>	<u>24,481</u>
County Attorney				
Personal Services	262,240	249,603	269,718	20,115
Contractual Services	27,601	28,329	35,910	7,581
Commodities	6,135	4,315	7,035	2,720
Reimbursed Expense		(661)		661
Total County Attorney	<u>295,976</u>	<u>281,586</u>	<u>312,663</u>	<u>31,077</u>
Register of Deeds				
Personal Services	68,307	72,396	67,594	(4,802)
Contractual Services	9,435	11,863	11,965	102
Commodities	13,572	4,347	11,400	7,053
Total Register of Deeds	<u>91,314</u>	<u>88,606</u>	<u>90,959</u>	<u>2,353</u>
Unified Court				
Personal Services	7,760	8,313	10,000	1,687
Contractual Services	139,047	123,955	130,446	6,491
Commodities	31,380	39,832	17,134	(22,698)
Capital Outlay	22,112	25,081	28,620	3,539
Reimbursed Expense	(17,759)	(13,459)		13,459
Total Unified Court	<u>182,540</u>	<u>183,722</u>	<u>186,200</u>	<u>2,478</u>
Information Technologies				
Personal Services	158,872	146,812	145,000	(1,812)
Contractual Services	84,807	48,001	72,540	24,539
Commodities	15,778	9,730	9,460	(270)
Capital Outlay	100,761	73,441	48,000	(25,441)
Reimbursed Expense	(68,382)	(65,770)		65,770
Total Information Technologies	<u>291,836</u>	<u>212,214</u>	<u>275,000</u>	<u>62,786</u>
4th District Court				
Contractual Services	56,776	54,160	25,087	(29,073)
Reimbursed Expense	(320)			
Total 4th District Court	<u>56,456</u>	<u>54,160</u>	<u>25,087</u>	<u>(29,073)</u>
Zoning				
Personal Services	100,337	98,035	102,040	4,005
Contractual Services	16,567	17,512	23,938	6,426
Commodities	12,803	13,973	11,500	(2,473)
Reimbursed Expense	(5,713)	(7,184)		7,184
Total Zoning	<u>123,994</u>	<u>122,336</u>	<u>137,478</u>	<u>15,142</u>
Maintenance				
Personal Services	115,187	116,628	116,676	48
Contractual Services	7,102	4,970	7,350	2,380
Total Maintenance	<u>122,289</u>	<u>121,598</u>	<u>124,026</u>	<u>2,428</u>
Total General Government	<u>1,915,932</u>	<u>1,820,065</u>	<u>2,028,182</u>	<u>208,117</u>
Public Works				
Other Public Works				
Operating Transfers Out	<u>540,000</u>	<u>500,000</u>	<u>500,000</u>	
Public Safety				
Sheriff				
Personal Services	667,366	705,877	737,180	31,303
Contractual Services	69,296	77,098	73,858	(3,240)
Commodities	11,855	10,767	8,100	(2,667)
Capital Outlay	120,849	28,225	61,900	33,675
Temporary Note Principal	17,093	19,053		(19,053)
Temporary Note Interest	373	2,690		(2,690)
Reimbursed Expense	(64,056)	(31,377)	(15,000)	16,377
Total Sheriff	<u>822,776</u>	<u>812,333</u>	<u>866,038</u>	<u>53,705</u>

See accompanying notes to financial statements

Franklin County, Kansas
General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Sheriff - Jail				
Personal Services	\$ 355,371	387,757	383,880	(3,877)
Contractual Services	44,273	39,153	22,600	(16,553)
Commodities	104,723	99,506	78,500	(21,006)
Capital Outlay	26,165	9,877	14,000	4,123
Temporary Note Principal	7,087	7,884		(7,884)
Temporary Note Interest	155	1,113		(1,113)
Reimbursed Expense	(151,474)	(89,471)	(42,700)	46,771
Total Sheriff - Jail	<u>386,300</u>	<u>455,819</u>	<u>456,280</u>	<u>461</u>
Attendant Care				
Personal Services	324,779	347,361	289,985	(57,376)
Contractual Services	15,915	18,585	20,550	1,965
Commodities	2,395	2,038	3,200	1,162
Capital Outlay	3,880	4,746	6,175	1,429
Reimbursed Expense	(68,832)	(76,213)		76,213
Total Attendant Care	<u>278,137</u>	<u>296,517</u>	<u>319,910</u>	<u>23,393</u>
Emergency Preparedness				
Personal Services	9,709	9,709	11,000	1,291
Contractual Services	1,617	738	2,150	1,412
Commodities	8,514	4,650	5,950	1,300
Capital Outlay	21,000			
Total Emergency Preparedness	<u>40,840</u>	<u>15,097</u>	<u>19,100</u>	<u>4,003</u>
Emergency Telephone Service				
Personal Services	409,367	412,784	419,801	7,017
Contractual Services	6,840	7,613	7,500	(113)
Commodities	2,009	1,474	3,500	2,026
Capital Outlay	427	148	400	252
Total Emergency Telephone Service	<u>418,643</u>	<u>422,019</u>	<u>431,201</u>	<u>9,182</u>
Total Public Safety	<u>1,946,696</u>	<u>2,001,785</u>	<u>2,092,529</u>	<u>90,744</u>
Health				
Environmental Services				
Personal Services	58,000	54,554	41,448	(13,106)
Contractual Services	9,992	9,059	32,010	22,951
Commodities	2,552	2,179	5,700	3,521
Capital Outlay			1,000	1,000
Reimbursed Expense	(52)	(2)		2
Total Environmental Services	<u>70,492</u>	<u>65,790</u>	<u>80,158</u>	<u>14,368</u>
Culture and Recreation				
Culture and Recreation Appropriations				
Contractual Services		734		(734)
Economic Development				
Economic Development Department				
Contractual Services	50,000	47,500	47,500	
Social Services for Aged and Poor				
Home for Aged				
Contractual Services	14,030	16,554	22,500	5,946
Equipment				
Courthouse General				
General Government	107,234	34,796	150,000	115,204
Debt Service				
Lease Purchase Agreements				
Principal	86,414	91,455	91,455	
Interest	81,785	76,745	76,745	
Total Lease Purchase Agreements	<u>168,199</u>	<u>168,200</u>	<u>168,200</u>	

Franklin County, Kansas
General Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Transfers				
Operating Transfers Out	\$ 325,000	350,000	350,000	
Total Expenditures and Transfers	<u>5,137,583</u>	<u>5,005,424</u>	<u>5,439,069</u>	<u>433,645</u>
Receipts Over (Under)				
Expenditures and Transfers	(313,863)	239,798		
Unencumbered Cash, Beginning	<u>814,683</u>	<u>500,820</u>		
Unencumbered Cash, Ending	<u>500,820</u>	<u>740,618</u>		

Franklin County, Kansas
Ambulance Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 447,918	438,536	446,870	(8,334)
Motor Vehicle Tax	78,826	83,926	77,136	6,790
Recreational Vehicle Tax	1,638	1,661	1,573	88
Delinquent Tax	10,113	12,424	5,681	6,743
16/20 M Truck Tax	1,899	2,765	2,524	241
In Lieu of Tax	1,053	703	1,087	(384)
Total Taxes	<u>541,447</u>	<u>540,015</u>	<u>534,871</u>	<u>5,144</u>
Licenses, Fees, and Permits				
Service Fees	424,291	509,330	409,165	100,165
Miscellaneous				
Sale of Surplus Property	31			
Other		220		220
Total Miscellaneous	<u>31</u>	<u>220</u>		<u>220</u>
Total Cash Receipts	<u>965,769</u>	<u>1,049,565</u>	<u>944,036</u>	<u>105,529</u>
Expenditures and Transfers				
Public Safety				
Ambulance Service				
Personal Services	696,263	698,275	682,640	(15,635)
Contractual Services	51,554	38,770	68,000	29,230
Commodities	82,957	77,256	102,000	24,744
Capital Outlay	118,007	87,127	91,000	3,873
Operating Transfers Out		100,000	100,000	
Temporary Note Principal	6,497	7,227		(7,227)
Temporary Note Interest	142	1,020		(1,020)
Reimbursed Expense	(1,920)	(855)		855
Total Expenditures and Transfers	<u>953,500</u>	<u>1,008,820</u>	<u>1,043,640</u>	<u>34,820</u>
Receipts Over (Under)				
Expenditures and Transfers	12,269	40,745		
Unencumbered Cash, Beginning	87,335	99,604		
Unencumbered Cash, Ending	<u>99,604</u>	<u>140,349</u>		

Franklin County, Kansas
Appraiser's Cost Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 220,303	248,740	253,365	(4,625)
Motor Vehicle Tax	48,698	41,620	37,939	3,681
Recreational Vehicle Tax	1,004	822	774	48
Delinquent Tax	6,714	6,995	2,794	4,201
16/20 M Truck Tax	1,787	1,684	1,242	442
In Lieu of Tax	518	399	535	(136)
Total Taxes	<u>279,024</u>	<u>300,260</u>	<u>296,649</u>	<u>3,611</u>
Miscellaneous				
Other	2,361	3,349	2,000	1,349
Total Cash Receipts	<u>281,385</u>	<u>303,609</u>	<u>298,649</u>	<u>4,960</u>
Expenditures and Transfers				
General Government				
Appraiser				
Personal Services	253,701	259,208	279,864	20,656
Contractual Services	14,804	13,359	20,100	6,741
Commodities	10,096	12,009	12,700	691
Capital Outlay		450	5,985	5,535
Operating Transfers Out		20,000		(20,000)
Reimbursed Expense	(2,297)	(2,690)		2,690
Total Expenditures and Transfers	<u>276,304</u>	<u>302,336</u>	<u>318,649</u>	<u>16,313</u>
Receipts Over (Under)				
Expenditures and Transfers	5,081	1,273		
Unencumbered Cash, Beginning	63,296	68,377		
Unencumbered Cash, Ending	<u>68,377</u>	<u>69,650</u>		

See accompanying notes to financial statements

Franklin County, Kansas
Community College Tuition Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 92,230	2		2
Motor Vehicle Tax	19,285	17,304	15,883	1,421
Recreational Vehicle Tax	396	343	324	19
Delinquent Tax	3,233	2,845	1,170	1,675
16/20 M Truck Tax	816	662	520	142
In Lieu of Tax	217		224	(224)
Total Cash Receipts	<u>116,177</u>	<u>21,156</u>	<u>18,121</u>	<u>3,035</u>
Expenditures and Transfers				
Education				
Community College Tuition				
Contractual Services	111,498	122,196	200,000	77,804
Reimbursed Expense		(36)		36
Total Expenditures and Transfers	<u>111,498</u>	<u>122,160</u>	<u>200,000</u>	<u>77,840</u>
Receipts Over (Under)				
Expenditures and Transfers	4,679	(101,004)		
Unencumbered Cash, Beginning	180,023	184,702		
Unencumbered Cash, Ending	<u>184,702</u>	<u>83,698</u>		

Franklin County, Kansas
Computer Upgrade Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Miscellaneous		
Temporary Note Proceeds	\$ 265,211	
Total Cash Receipts	<u>265,211</u>	
Expenditures and Transfers		
General Government		
Information Technologies		
Capital Outlay	<u>192,912</u>	<u>72,299</u>
Total Expenditures and Transfers	<u>192,912</u>	<u>72,299</u>
Receipts Over (Under)		
Expenditures and Transfers	72,299	(72,299)
Unencumbered Cash, Beginning		<u>72,299</u>
Unencumbered Cash, Ending	<u>72,299</u>	<u>72,299</u>

See accompanying notes to financial statements

Franklin County, Kansas
Conservation District Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year Actual	Current Year	
			Budget	Variance Favorable (Unfavor)
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 34,741	32,351	32,893	(542)
Motor Vehicle Tax	6,133	6,506	5,983	523
Recreational Vehicle Tax	126	129	122	7
Delinquent Tax	906	1,011	441	570
16/20 M Truck Tax	221	212	196	16
In Lieu of Tax	82	52	84	(32)
Total Cash Receipts	<u>42,209</u>	<u>40,261</u>	<u>39,719</u>	<u>542</u>
Expenditures and Transfers				
Agriculture				
Agricultural Appropriations				
Contractual Services	43,200	41,040	41,040	
Total Expenditures and Transfers	<u>43,200</u>	<u>41,040</u>	<u>41,040</u>	
Receipts Over (Under)				
Expenditures and Transfers	(991)	(779)		
Unencumbered Cash, Beginning	3,101	2,110		
Unencumbered Cash, Ending	<u>2,110</u>	<u>1,331</u>		

Franklin County, Kansas
Country Estates Benefit District Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Special Assessments	\$ 26,437		20,250	(20,250)
Miscellaneous				
Bond Proceeds	132,183		160,000	(160,000)
Accrued Interest on Bond Sale	398			
Accrued Interest on Temp. Note Sale	91			
Temporary Note Proceeds	155,000			
Total Miscellaneous	287,672		160,000	(160,000)
Total Cash Receipts	314,109		180,250	(180,250)
Expenditures and Transfers				
Public Works				
Other Public Works				
Contractual Services	153,205			
Debt Service				
Bonds				
Principal			10,000	10,000
Interest		4,883	10,100	5,217
Commission & Postage			1,000	1,000
Total Bonds		4,883	21,100	16,217
Temporary Notes				
Principal	155,003		155,000	155,000
Interest	2,681		4,108	4,108
Total Temporary Notes	157,684		159,108	159,108
Total Debt Service	157,684	4,883	180,208	175,325
Total Expenditures and Transfers	310,889	4,883	180,208	175,325
Receipts Over (Under)				
Expenditures and Transfers	3,220	(4,883)		
Unencumbered Cash, Beginning		3,220		
Unencumbered Cash, Ending	3,220	(1,663)		

See accompanying notes to financial statements

Franklin County, Kansas
County Building Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 125,734	127,390	129,687	(2,297)
Motor Vehicle Tax	19,387	23,475	21,652	1,823
Recreational Vehicle Tax	405	465	441	24
Delinquent Tax	2,470	3,319	1,595	1,724
16/20 M Truck Tax	286	687	709	(22)
In Lieu of Tax	295	204	305	(101)
Total Taxes	<u>148,577</u>	<u>155,540</u>	<u>154,389</u>	<u>1,151</u>
Miscellaneous				
Sale of Surplus Property	182			
Total Cash Receipts	<u>148,759</u>	<u>155,540</u>	<u>154,389</u>	<u>1,151</u>
Expenditures and Transfers				
General Government				
County Building Maintenance				
Contractual Services	2,220	4,250	30,000	25,750
Commodities	43,088	47,864	50,000	2,136
Capital Outlay	14,108	22,158	80,000	57,842
Operating Transfers Out	90,000	70,000		(70,000)
Reimbursed Expense	(6,375)	(6,785)		6,785
Total Expenditures and Transfers	<u>143,041</u>	<u>137,487</u>	<u>160,000</u>	<u>22,513</u>
Receipts Over (Under)				
Expenditures and Transfers	5,718	18,053		
Unencumbered Cash, Beginning	18,040	23,758		
Unencumbered Cash, Ending	<u>23,758</u>	<u>41,811</u>		

Franklin County, Kansas
Direct Election Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 88,789	63,840	65,016	(1,176)
Motor Vehicle Tax	6,397	16,285	15,289	996
Recreational Vehicle Tax	126	324	312	12
Delinquent Tax	1,518	2,166	1,126	1,040
16/20 M Truck Tax	552	206	500	(294)
In Lieu of Tax	209	102	216	(114)
Total Cash Receipts	<u>97,591</u>	<u>82,923</u>	<u>82,459</u>	<u>464</u>
Expenditures and Transfers				
General Government				
Election Expense				
Personal Services	31,746	32,625	40,000	7,375
Contractual Services	4,400	3,684	5,350	1,666
Commodities	30,395	25,445	23,583	(1,862)
Operating Transfers Out		55,000	55,000	
Reimbursed Expense	(912)	(18,470)		18,470
Total Expenditures and Transfers	<u>65,629</u>	<u>98,284</u>	<u>123,933</u>	<u>25,649</u>
Receipts Over (Under)				
Expenditures and Transfers	31,962	(15,361)		
Unencumbered Cash, Beginning	9,512	41,474		
Unencumbered Cash, Ending	<u>41,474</u>	<u>26,113</u>		

Franklin County, Kansas
Employee Benefits Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 1,229,887	1,312,156	1,337,206	(25,050)
Motor Vehicle Tax	216,915	230,419	211,797	18,622
Recreational Vehicle Tax	4,464	4,560	4,319	241
Delinquent Tax	29,652	35,273	15,598	19,675
16/20 M Truck Tax	8,174	7,484	6,931	553
In Lieu of Tax	2,890	2,104	2,986	(882)
Total Taxes	<u>1,491,982</u>	<u>1,591,996</u>	<u>1,578,837</u>	<u>13,159</u>
Transfers				
Residual Equity Transfer In		3,378		3,378
Miscellaneous				
Accrued Interest on Bond Sale		2,807		2,807
Total Cash Receipts	<u>1,491,982</u>	<u>1,598,181</u>	<u>1,578,837</u>	<u>19,344</u>
Expenditures and Transfers				
General Government				
Employee Benefits				
Personal Services	1,366,421	1,451,324	1,766,000	314,676
Operating Transfers Out	200,000	150,000		(150,000)
Reimbursed Expense	(22,413)	(4,686)		4,686
Total Employee Benefits	<u>1,544,008</u>	<u>1,596,638</u>	<u>1,766,000</u>	<u>169,362</u>
Bonds				
Principal		28,000		(28,000)
Interest		12,477		(12,477)
Total Bonds		<u>40,477</u>		<u>(40,477)</u>
Total Expenditures and Transfers	<u>1,544,008</u>	<u>1,637,115</u>	<u>1,766,000</u>	<u>128,885</u>
Receipts Over (Under)				
Expenditures and Transfers	(52,026)	(38,934)		
Unencumbered Cash, Beginning	337,487	285,461		
Unencumbered Cash, Ending	<u>285,461</u>	<u>246,527</u>		

Franklin County, Kansas
Extension Council Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 159,784	119,629	121,906	(2,277)
Motor Vehicle Tax	28,592	29,913	27,516	2,397
Recreational Vehicle Tax	589	593	561	32
Delinquent Tax	4,035	4,545	2,026	2,519
16/20 M Truck Tax	1,021	989	900	89
In Lieu of Tax	375	192	388	(196)
Total Cash Receipts	<u>194,396</u>	<u>155,861</u>	<u>153,297</u>	<u>2,564</u>
Expenditures and Transfers				
Agriculture				
Agricultural Appropriations				
Contractual Services	198,000	158,400	158,400	
Total Expenditures and Transfers	<u>198,000</u>	<u>158,400</u>	<u>158,400</u>	
Receipts Over (Under)				
Expenditures and Transfers	(3,604)	(2,539)		
Unencumbered Cash, Beginning	12,201	8,597		
Unencumbered Cash, Ending	<u>8,597</u>	<u>6,058</u>		

Franklin County, Kansas
Fair Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 138	6,756	6,759	(3)
Motor Vehicle Tax	826	58	24	34
Recreational Vehicle Tax	17	1		1
Delinquent Tax	123	73	2	71
16/20 M Truck Tax	35	29	1	28
In Lieu of Tax		11		11
Total Cash Receipts	<u>1,139</u>	<u>6,928</u>	<u>6,786</u>	<u>142</u>
Expenditures and Transfers				
Agriculture				
Agricultural Appropriations				
Contractual Services	<u>6,900</u>	<u>7,000</u>	<u>7,000</u>	
Total Expenditures and Transfers	<u>6,900</u>	<u>7,000</u>	<u>7,000</u>	
Receipts Over (Under)				
Expenditures and Transfers	(5,761)	(72)		
Unencumbered Cash, Beginning	<u>6,245</u>	<u>484</u>		
Unencumbered Cash, Ending	<u>484</u>	<u>412</u>		

Franklin County, Kansas
Fair Building Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 5,653	5,608	5,605	3
Motor Vehicle Tax	1,017	1,059	973	86
Recreational Vehicle Tax	21	21	20	1
Delinquent Tax	146	165	72	93
16/20 M Truck Tax	35	35	32	3
In Lieu of Tax	13	9	14	(5)
Total Cash Receipts	<u>6,885</u>	<u>6,897</u>	<u>6,716</u>	<u>181</u>
Expenditures and Transfers				
Agriculture				
Agricultural Appropriations				
Contractual Services	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	
Total Expenditures and Transfers	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	
Receipts Over (Under)				
Expenditures and Transfers	(115)	(103)		
Unencumbered Cash, Beginning	<u>524</u>	<u>409</u>		
Unencumbered Cash, Ending	<u>409</u>	<u>306</u>		

Franklin County, Kansas
Health Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 126,834	122,071	124,306	(2,235)
Motor Vehicle Tax	23,369	23,789	21,842	1,947
Recreational Vehicle Tax	482	471	445	26
Delinquent Tax	3,442	3,758	1,609	2,149
16/20 M Truck Tax	826	809	715	94
In Lieu of Tax	298	196	308	(112)
Total Taxes	<u>155,251</u>	<u>151,094</u>	<u>149,225</u>	<u>1,869</u>
Intergovernmental				
Federal Financial Assistance	154,543	149,867		149,867
State Grant	26,308	44,669	177,241	(132,572)
Total Intergovernmental	<u>180,851</u>	<u>194,536</u>	<u>177,241</u>	<u>17,295</u>
Licenses, Fees, and Permits				
Service Fees	179,679	214,623	236,763	(22,140)
Miscellaneous				
Donations		520		520
Total Cash Receipts	<u>515,781</u>	<u>560,773</u>	<u>563,229</u>	<u>(2,456)</u>
Expenditures and Transfers				
Health				
Health Department				
Personal Services	355,497	336,102	363,511	27,409
Contractual Services	100,450	101,867	121,547	19,680
Commodities	48,163	44,268	91,463	47,195
Capital Outlay	24,175	25,603		(25,603)
Reimbursed Expense	(1,039)	(2)		2
Total Health Department	<u>527,246</u>	<u>507,838</u>	<u>576,521</u>	<u>68,683</u>
Budget Credit			149,867	149,867
Total Expenditures and Transfers	<u>527,246</u>	<u>507,838</u>	<u>726,388</u>	<u>218,550</u>
Receipts Over (Under)				
Expenditures and Transfers	(11,465)	52,935		
Unencumbered Cash, Beginning	24,401	12,936		
Unencumbered Cash, Ending	<u>12,936</u>	<u>65,871</u>		

See accompanying notes to financial statements

Franklin County, Kansas
Health Capital Outlay Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Miscellaneous		
Insurance Proceeds	\$ _____	3,656
Total Cash Receipts	<u>_____</u>	<u>3,656</u>
Expenditures and Transfers		
Health		
Health Department		
Contractual Services	<u>3,727</u>	<u>4,132</u>
Total Expenditures and Transfers	<u>3,727</u>	<u>4,132</u>
Receipts Over (Under)		
Expenditures and Transfers	(3,727)	(476)
Unencumbered Cash, Beginning	<u>71,645</u>	<u>67,918</u>
Unencumbered Cash, Ending	<u>67,918</u>	<u>67,442</u>

Franklin County, Kansas
Historical Society Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 4,687	3,883	3,889	(6)
Motor Vehicle Tax	896	880	807	73
Recreational Vehicle Tax	18	17	16	1
Delinquent Tax	133	140	59	81
16/20 M Truck Tax	31	31	26	5
In Lieu of Tax	11	6	11	(5)
Total Cash Receipts	<u>5,776</u>	<u>4,957</u>	<u>4,808</u>	<u>149</u>
Expenditures and Transfers				
Culture and Recreation				
Culture and Recreation Appropriations				
Contractual Services	<u>6,000</u>	<u>5,266</u>	<u>6,000</u>	<u>734</u>
Total Expenditures and Transfers	<u>6,000</u>	<u>5,266</u>	<u>6,000</u>	<u>734</u>
Receipts Over (Under)				
Expenditures and Transfers	(224)	(309)		
Unencumbered Cash, Beginning	<u>533</u>	<u>309</u>		
Unencumbered Cash, Ending	<u>309</u>	<u>309</u>		

Franklin County, Kansas
Mental Health Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 103,260	96,333	98,055	(1,722)
Motor Vehicle Tax	18,540	19,349	17,782	1,567
Recreational Vehicle Tax	382	383	363	20
Delinquent Tax	2,675	3,003	1,310	1,693
16/20 M Truck Tax	646	642	582	60
In Lieu of Tax	243	154	251	(97)
Total Cash Receipts	<u>125,746</u>	<u>119,864</u>	<u>118,343</u>	<u>1,521</u>
Expenditures and Transfers				
Health				
Health Appropriations				
Contractual Services	<u>128,500</u>	<u>122,075</u>	<u>122,075</u>	
Total Expenditures and Transfers	<u>128,500</u>	<u>122,075</u>	<u>122,075</u>	
Receipts Over (Under)				
Expenditures and Transfers	(2,754)	(2,211)		
Unencumbered Cash, Beginning	<u>8,778</u>	<u>6,024</u>		
Unencumbered Cash, Ending	<u>6,024</u>	<u>3,813</u>		

See accompanying notes to financial statements

Franklin County, Kansas
Noxious Weed Fund

Statement of Cash Receipts and Expenditures - Actual and Budget

For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 205,293	145,279	148,000	(2,721)
Motor Vehicle Tax	36,148	38,358	35,303	3,055
Recreational Vehicle Tax	746	760	720	40
Delinquent Tax	5,136	5,778	2,600	3,178
16/20 M Truck Tax	1,206	1,254	1,155	99
In Lieu of Tax	482	233	498	(265)
Total Taxes	<u>249,011</u>	<u>191,662</u>	<u>188,276</u>	<u>3,386</u>
Miscellaneous				
Sale of Surplus Property	1,300			
Total Cash Receipts	<u>250,311</u>	<u>191,662</u>	<u>188,276</u>	<u>3,386</u>
Expenditures and Transfers				
Agriculture				
Other Agriculture				
Personal Services	122,888	121,872	127,243	5,371
Contractual Services	11,432	10,416	16,800	6,384
Commodities	129,566	102,797	102,000	(797)
Capital Outlay	3,347		2,000	2,000
Operating Transfers Out	50,000	30,000	30,000	
Reimbursed Expense	(73,745)	(65,413)	(48,307)	17,106
Total Expenditures and Transfers	<u>243,488</u>	<u>199,672</u>	<u>229,736</u>	<u>30,064</u>
Receipts Over (Under)				
Expenditures and Transfers	6,823	(8,010)		
Unencumbered Cash, Beginning	34,637	41,460		
Unencumbered Cash, Ending	<u>41,460</u>	<u>33,450</u>		

Franklin County, Kansas
Rehabilitation Center Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year <u>Actual</u>	Current Year		Variance Favorable (Unfavor)
		<u>Current Year Actual</u>	<u>Budget</u>	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 88,921	64,128	65,354	(1,226)
Motor Vehicle Tax	16,613	16,669	15,313	1,356
Recreational Vehicle Tax	343	330	312	18
Delinquent Tax	2,481	2,617	1,128	1,489
16/20 M Truck Tax	588	575	501	74
In Lieu of Tax	209	103	216	(113)
Total Cash Receipts	<u>109,155</u>	<u>84,422</u>	<u>82,824</u>	<u>1,598</u>
Expenditures and Transfers				
Health				
Health Appropriations				
Contractual Services	<u>112,000</u>	<u>86,400</u>	<u>86,400</u>	
Total Expenditures and Transfers	<u>112,000</u>	<u>86,400</u>	<u>86,400</u>	
Receipts Over (Under)				
Expenditures and Transfers	(2,845)	(1,978)		
Unencumbered Cash, Beginning	<u>8,621</u>	<u>5,776</u>		
Unencumbered Cash, Ending	<u>5,776</u>	<u>3,798</u>		

See accompanying notes to financial statements

Franklin County, Kansas
Road and Bridge Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 1,807,843	1,534,893	1,564,132	(29,239)
Motor Vehicle Tax	223,514	335,225	311,320	23,905
Recreational Vehicle Tax	4,610	6,656	6,348	308
Delinquent Tax	32,036	45,544	22,927	22,617
16/20 M Truck Tax	7,158	7,751	10,188	(2,437)
In Lieu of Tax	4,248	2,461	4,389	(1,928)
Total Taxes	<u>2,079,409</u>	<u>1,932,530</u>	<u>1,919,304</u>	<u>13,226</u>
Intergovernmental				
Local Ad Valorem Tax Reduction	316,893		303,716	(303,716)
Special City & County Highway Equalization and Adjustment	825,223	769,536	838,277	(68,741)
Total Intergovernmental	<u>1,166,843</u>	<u>793,380</u>	<u>1,166,993</u>	<u>(373,613)</u>
Miscellaneous				
Sale of Surplus Property	765			
Other	43,666	28,949	20,000	8,949
Total Miscellaneous	<u>44,431</u>	<u>28,949</u>	<u>20,000</u>	<u>8,949</u>
Total Cash Receipts	<u>3,290,683</u>	<u>2,754,859</u>	<u>3,106,297</u>	<u>(351,438)</u>
Expenditures and Transfers				
Public Works				
County Engineer				
Personal Services	823,631	845,014	879,065	34,051
Contractual Services	596,365	684,208	562,978	(121,230)
Commodities	1,415,352	1,308,028	1,274,581	(33,447)
Capital Outlay	261,486	281,219	351,714	70,495
Reimbursed Expense	(149,223)	(145,802)		145,802
Total County Engineer	<u>2,947,611</u>	<u>2,972,667</u>	<u>3,068,338</u>	<u>95,671</u>
Debt Service				
State Partnership Loan				
Principal	28,356	29,443	29,443	
Interest	9,604	8,516	8,516	
Total State Partnership Loan	<u>37,960</u>	<u>37,959</u>	<u>37,959</u>	
Total Expenditures and Transfers	<u>2,985,571</u>	<u>3,010,626</u>	<u>3,106,297</u>	<u>95,671</u>
Receipts Over (Under)				
Expenditures and Transfers	305,112	(255,767)		
Unencumbered Cash, Beginning	44,825	349,937		
Unencumbered Cash, Ending	<u>349,937</u>	<u>94,170</u>		

Franklin County, Kansas
Road and Bridge Chip Reserve Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Transfers		
Operating Transfers In	\$ 540,000	500,000
Total Cash Receipts	<u>540,000</u>	<u>500,000</u>
Expenditures and Transfers		
Public Works		
Other Public Works		
Contractual Services	567,224	203,420
Commodities	<u>28,926</u>	<u>150,500</u>
Total Expenditures and Transfers	<u>596,150</u>	<u>353,920</u>
Receipts Over (Under)		
Expenditures and Transfers	(56,150)	146,080
Unencumbered Cash, Beginning	<u>59,078</u>	<u>2,928</u>
Unencumbered Cash, Ending	<u><u>2,928</u></u>	<u><u>149,008</u></u>

See accompanying notes to financial statements

Franklin County, Kansas
Service Program for the Elderly Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 136,761	131,273	133,745	(2,472)
Motor Vehicle Tax	24,115	25,615	23,551	2,064
Recreational Vehicle Tax	498	507	480	27
Delinquent Tax	3,431	3,932	1,734	2,198
16/20 M Truck Tax	805	836	771	65
In Lieu of Tax	321	210	332	(122)
Total Taxes	<u>165,931</u>	<u>162,373</u>	<u>160,613</u>	<u>1,760</u>
Intergovernmental				
Contracts with Other Governments	28,774	27,999	27,683	316
Miscellaneous				
Other	3,399	3,524	6,640	(3,116)
Total Cash Receipts	<u>198,104</u>	<u>193,896</u>	<u>194,936</u>	<u>(1,040)</u>
Expenditures and Transfers				
Social Services for Aged and Poor				
Other Soc. Serv. for Aged and Poor				
Personal Services	47,449	59,412	51,000	(8,412)
Contractual Services	116,771	123,569	123,800	231
Capital Outlay	36,510	42,010	42,000	(10)
Operating Transfers Out		9,000	20,000	11,000
Total Expenditures and Transfers	<u>200,730</u>	<u>233,991</u>	<u>236,800</u>	<u>2,809</u>
Receipts Over (Under)				
Expenditures and Transfers	(2,626)	(40,095)		
Unencumbered Cash, Beginning	44,490	41,864		
Unencumbered Cash, Ending	<u>41,864</u>	<u>1,769</u>		

See accompanying notes to financial statements

Franklin County, Kansas
Special Alcohol Program Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Intergovernmental				
Local Alcoholic Liquor Tax	\$ 4,583	3,315	7,240	(3,925)
Total Cash Receipts	<u>4,583</u>	<u>3,315</u>	<u>7,240</u>	<u>(3,925)</u>
Expenditures and Transfers				
Health				
Other Health				
Capital Outlay	9,210	3,675	11,365	7,690
Total Expenditures and Transfers	<u>9,210</u>	<u>3,675</u>	<u>11,365</u>	<u>7,690</u>
Receipts Over (Under)				
Expenditures and Transfers	(4,627)	(360)		
Unencumbered Cash, Beginning	7,811	3,184		
Unencumbered Cash, Ending	<u>3,184</u>	<u>2,824</u>		

Franklin County, Kansas
Special Bridge Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 136,893	215,954	219,994	(4,040)
Motor Vehicle Tax	38,024	26,177	23,575	2,602
Recreational Vehicle Tax	786	515	481	34
Delinquent Tax	5,348	4,987	1,736	3,251
16/20 M Truck Tax	1,273	1,321	771	550
In Lieu of Tax	322	346	332	14
Total Cash Receipts	<u>182,646</u>	<u>249,300</u>	<u>246,889</u>	<u>2,411</u>
Expenditures and Transfers				
Public Works				
Construction				
Personal Services	99,591	99,395	102,133	2,738
Contractual Services	38,739	60,027	81,157	21,130
Commodities	96,976	41,764	112,099	70,335
Capital Outlay			1,500	1,500
Reimbursed Expense	(22,882)	(11,345)		11,345
Total Expenditures and Transfers	<u>212,424</u>	<u>189,841</u>	<u>296,889</u>	<u>107,048</u>
Receipts Over (Under)				
Expenditures and Transfers	(29,778)	59,459		
Unencumbered Cash, Beginning	154,100	124,322		
Unencumbered Cash, Ending	<u>124,322</u>	<u>183,781</u>		

Franklin County, Kansas
Special KP&F Reserve Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Miscellaneous		
Bond Proceeds	\$	799,920
Total Cash Receipts		<u>799,920</u>
Expenditures and Transfers		
General Government		
Employee Benefits		
Personal Services		790,572
Contractual Services		5,970
Total Employee Benefits		<u>796,542</u>
Transfers		
Employee Benefits		
Residual Equity Transfer Out		3,378
Total Expenditures and Transfers		<u>799,920</u>
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		

See accompanying notes to financial statements

Franklin County, Kansas
Special Liability Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 43,425	51,615	52,488	(873)
Motor Vehicle Tax	13,401	8,337	6,443	1,894
Recreational Vehicle Tax	277	164	129	35
Delinquent Tax	2,175	1,714	658	1,056
16/20 M Truck Tax	441	466	246	220
In Lieu of Tax	102	83	105	(22)
Total Cash Receipts	<u>59,821</u>	<u>62,379</u>	<u>60,069</u>	<u>2,310</u>
Expenditures and Transfers				
General Government				
Courthouse General				
Contractual Services	63,834	75,645	610,000	534,355
Total Expenditures and Transfers	<u>63,834</u>	<u>75,645</u>	<u>610,000</u>	<u>534,355</u>
Receipts Over (Under)				
Expenditures and Transfers	(4,013)	(13,266)		
Unencumbered Cash, Beginning	556,345	552,332		
Unencumbered Cash, Ending	<u>552,332</u>	<u>539,066</u>		

See accompanying notes to financial statements

Franklin County, Kansas
Special Park and Recreation Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>	Current Year <u>Budget</u>	Variance Favorable (Unfavor)
Cash Receipts				
Intergovernmental				
Local Alcoholic Liquor Tax	\$ 3,437	2,354	3,620	(1,266)
Total Cash Receipts	<u>3,437</u>	<u>2,354</u>	<u>3,620</u>	<u>(1,266)</u>
Expenditures and Transfers				
Culture and Recreation				
Culture and Recreation Appropriations				
Contractual Services	4,000	2,400	5,466	3,066
Total Expenditures and Transfers	<u>4,000</u>	<u>2,400</u>	<u>5,466</u>	<u>3,066</u>
Receipts Over (Under)				
Expenditures and Transfers	(563)	(46)		
Unencumbered Cash, Beginning	1,846	1,283		
Unencumbered Cash, Ending	<u>1,283</u>	<u>1,237</u>		

Franklin County, Kansas
Tourism and Convention Promotion Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Transient Guest Tax	\$ 94,601	105,895	130,000	(24,105)
Total Cash Receipts	<u>94,601</u>	<u>105,895</u>	<u>130,000</u>	<u>(24,105)</u>
Expenditures and Transfers				
Economic Development				
Culture and Recreation Appropriations				
Contractual Services	94,601	105,895	130,000	24,105
Total Expenditures and Transfers	<u>94,601</u>	<u>105,895</u>	<u>130,000</u>	<u>24,105</u>
Receipts Over (Under)				
Expenditures and Transfers				
Unencumbered Cash, Beginning				
Unencumbered Cash, Ending				

Franklin County, Kansas
Special Ambulance Vehicle Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Transfers		
Operating Transfers In	\$ _____	100,000
Total Cash Receipts	<u>_____</u>	<u>100,000</u>
Expenditures and Transfers		
Public Safety		
Ambulance Service		
Capital Outlay	11,607	
Reimbursed Expense	(1,509)	
Total Expenditures and Transfers	<u>10,098</u>	
Receipts Over (Under)		
Expenditures and Transfers	(10,098)	100,000
Unencumbered Cash, Beginning	<u>115,000</u>	<u>104,902</u>
Unencumbered Cash, Ending	<u>104,902</u>	<u>204,902</u>

See accompanying notes to financial statements

Franklin County, Kansas
Special Capital Improvement Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Taxes		
Countywide Sales Tax	\$ 132,826	33,260
Transfers		
Operating Transfers In	90,000	195,000
Total Cash Receipts	<u>222,826</u>	<u>228,260</u>
Expenditures and Transfers		
Reconstruction and Remodeling		
General Government	97,089	66,168
Transfers		
Operating Transfers Out	106,217	19,429
Total Expenditures and Transfers	<u>203,306</u>	<u>85,597</u>
Receipts Over (Under)		
Expenditures and Transfers	19,520	142,663
Unencumbered Cash, Beginning	431,146	450,666
Unencumbered Cash, Ending	<u>450,666</u>	<u>593,329</u>

See accompanying notes to financial statements

Franklin County, Kansas
Special Equipment Reserve Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Transfers		
Operating Transfers In	\$ 325,000	309,000
Miscellaneous		
Insurance Proceeds	13,524	16,169
Total Cash Receipts	<u>338,524</u>	<u>325,169</u>
Expenditures and Transfers		
Equipment		
General Government	39,650	244,518
Total Expenditures and Transfers	<u>39,650</u>	<u>244,518</u>
Receipts Over (Under)		
Expenditures and Transfers	298,874	80,651
Unencumbered Cash, Beginning	484,748	783,622
Unencumbered Cash, Ending	<u>783,622</u>	<u>864,273</u>

See accompanying notes to financial statements

Franklin County, Kansas
Risk Management Reserve Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Miscellaneous		
Insurance Proceeds	\$ 13,694	209,440
Total Cash Receipts	<u>13,694</u>	<u>209,440</u>
Expenditures and Transfers		
General Government		
Capital Outlay	13,907	233,559
Total Expenditures and Transfers	<u>13,907</u>	<u>233,559</u>
Receipts Over (Under)		
Expenditures and Transfers	(213)	(24,119)
Unencumbered Cash, Beginning	<u>37,693</u>	<u>37,480</u>
Unencumbered Cash, Ending	<u>37,480</u>	<u>13,361</u>

See accompanying notes to financial statements

Franklin County, Kansas
Special Noxious Weed Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Transfers				
Operating Transfers In	\$ 50,000	30,000	31,200	(1,200)
Total Cash Receipts	<u>50,000</u>	<u>30,000</u>	<u>31,200</u>	<u>(1,200)</u>
Expenditures and Transfers				
Agriculture				
Other Agriculture				
Capital Outlay	28,285		67,334	67,334
Total Expenditures and Transfers	<u>28,285</u>		<u>67,334</u>	<u>67,334</u>
Receipts Over (Under)				
Expenditures and Transfers	21,715	30,000		
Unencumbered Cash, Beginning	54,934	76,649		
Unencumbered Cash, Ending	<u>76,649</u>	<u>106,649</u>		

See accompanying notes to financial statements

Franklin County, Kansas
Special Machinery Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Miscellaneous		
Insurance Proceeds	\$ _____	5,618
Other Sources		
Lease Purchase Proceeds	<u>212,150</u>	<u>218,967</u>
Total Cash Receipts	<u>212,150</u>	<u>224,585</u>
 Expenditures and Transfers		
Equipment		
Other Public Works		
Public Works	<u>220,198</u>	<u>278,520</u>
Total Expenditures and Transfers	<u>220,198</u>	<u>278,520</u>
 Receipts Over (Under)		
Expenditures and Transfers	(8,048)	(53,935)
Unencumbered Cash, Beginning	<u>64,385</u>	<u>56,337</u>
Unencumbered Cash, Ending	<u>56,337</u>	<u>2,402</u>

Franklin County, Kansas
Solid Waste Capital Imp. Reserve Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Licenses, Fees, and Permits		
Service Fees	\$ 99,010	101,852
Total Cash Receipts	<u>99,010</u>	<u>101,852</u>
 Expenditures and Transfers		
Sanitation		
Landfill		
Capital Outlay	115,119	78,416
Total Expenditures and Transfers	<u>115,119</u>	<u>78,416</u>
 Receipts Over (Under)		
Expenditures and Transfers	(16,109)	23,436
Unencumbered Cash, Beginning	127,682	111,573
Unencumbered Cash, Ending	<u>111,573</u>	<u>135,009</u>

See accompanying notes to financial statements

Franklin County, Kansas
Centropolis Sewer District Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 23,371	24,108	21,000	3,108
Delinquent Tax		1,098		1,098
Total Cash Receipts	<u>23,371</u>	<u>25,206</u>	<u>21,000</u>	<u>4,206</u>
Expenditures and Transfers				
Sanitation				
Other Sanitation				
Personal Services			3,500	3,500
Contractual Services	3,733	4,081	761	(3,320)
Commodities			4,000	4,000
Operating Transfers Out	1,300			
Total Other Sanitation	<u>5,033</u>	<u>4,081</u>	<u>8,261</u>	<u>4,180</u>
Rural Development Loan				
Interest	18,230	18,230	18,230	
Total Expenditures and Transfers	<u>23,263</u>	<u>22,311</u>	<u>26,491</u>	<u>4,180</u>
Receipts Over (Under)				
Expenditures and Transfers	108	2,895		
Unencumbered Cash, Beginning	5,323	5,431		
Unencumbered Cash, Ending	<u>5,431</u>	<u>8,326</u>		

Franklin County, Kansas
Emergency Telephone Service Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year Actual	Current Year	
			Budget	Variance Favorable (Unfavor)
Cash Receipts				
Intergovernmental				
Emergency Telephone Tax	\$ 107,143	103,810	115,000	(11,190)
Licenses, Fees, and Permits				
Officer Fees		738		738
Total Cash Receipts	<u>107,143</u>	<u>104,548</u>	<u>115,000</u>	<u>(10,452)</u>
Expenditures and Transfers				
Public Safety				
Emergency Telephone Service				
Contractual Services	79,089	46,758	207,971	161,213
Capital Outlay	81,915	1,743		(1,743)
Temporary Note Principal	28,329	31,536		(31,536)
Temporary Note Interest	619	4,452		(4,452)
Total Expenditures and Transfers	<u>189,952</u>	<u>84,489</u>	<u>207,971</u>	<u>123,482</u>
Receipts Over (Under)				
Expenditures and Transfers	(82,809)	20,059		
Unencumbered Cash, Beginning	<u>197,971</u>	<u>115,162</u>		
Unencumbered Cash, Ending	<u>115,162</u>	<u>135,221</u>		

Franklin County, Kansas
Bond and Interest Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Taxes				
Ad Valorem Tax	\$ 472,987	844,976	861,165	(16,189)
Motor Vehicle Tax	153,510	91,269	81,457	9,812
Recreational Vehicle Tax	3,174	1,789	1,661	128
Delinquent Tax	21,768	19,022	5,999	13,023
16/20 M Truck Tax	5,220	5,331	2,666	2,665
In Lieu of Tax	1,111	1,355	1,148	207
Total Taxes	<u>657,770</u>	<u>963,742</u>	<u>954,096</u>	<u>9,646</u>
Intergovernmental				
Contracts with Other Governments	<u>193,505</u>	<u>193,167</u>	<u>193,168</u>	<u>(1)</u>
Transfers				
Residual Equity Transfer In	<u>7,437</u>			
Total Cash Receipts	<u>858,712</u>	<u>1,156,909</u>	<u>1,147,264</u>	<u>9,645</u>
Expenditures and Transfers				
Debt Service				
Bonds				
Principal	950,000	980,000	980,000	
Interest	241,393	203,944	203,945	1
Commission & Postage	8	1	100	99
Total Expenditures and Transfers	<u>1,191,401</u>	<u>1,183,945</u>	<u>1,184,045</u>	<u>100</u>
Receipts Over (Under)				
Expenditures and Transfers	(332,689)	(27,036)		
Unencumbered Cash, Beginning	404,629	71,940		
Unencumbered Cash, Ending	<u>71,940</u>	<u>44,904</u>		

Franklin County, Kansas
36 Mile Road Improvement Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
None	\$ _____	_____
Expenditures and Transfers		
Public Works		
Other Public Works		
Contractual Services	_____	40,719
Total Expenditures and Transfers	_____	40,719
Receipts Over (Under)		
Expenditures and Transfers		(40,719)
Unencumbered Cash, Beginning	_____	_____
Unencumbered Cash, Ending	_____	(40,719)

See accompanying notes to financial statements

Franklin County, Kansas
Midland Railway Enhancement Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
Federal Financial Assistance	\$	173,421
Contracts with Other Governments		<u>43,980</u>
Total Intergovernmental		<u>217,401</u>
Miscellaneous		
Other		<u>550</u>
Total Cash Receipts		<u>217,951</u>
 Expenditures and Transfers		
Construction		
Capital Outlay		<u>659,165</u>
Total Expenditures and Transfers		<u>659,165</u>
 Receipts Over (Under)		
Expenditures and Transfers		(441,214)
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		<u>(441,214)</u>

See accompanying notes to financial statements

Franklin County, Kansas
Visitor Center Construction Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
Federal Financial Assistance	\$ 496,381	2,624
Contracts with Other Governments	<u>128,000</u>	
Total Cash Receipts	<u>624,381</u>	<u>2,624</u>
Expenditures and Transfers		
Culture and Recreation		
Other Culture and Recreation		
Contractual Services	623,756	
Grant Funds Returned		594
Matching Funds Returned		<u>2,155</u>
Total Expenditures and Transfers	<u>623,756</u>	<u>2,749</u>
Receipts Over (Under)		
Expenditures and Transfers	625	(125)
Unencumbered Cash, Beginning		<u>625</u>
Unencumbered Cash, Ending	<u>625</u>	<u>500</u>

See accompanying notes to financial statements

Franklin County, Kansas
Solid Waste Fund

Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Intergovernmental				
State Grant	\$	23,774		23,774
Licenses, Fees, and Permits				
Service Fees	746,395	858,991	760,000	98,991
Miscellaneous				
Sale of Recycling Materials	60,899	63,104	50,000	13,104
Total Cash Receipts	<u>807,294</u>	<u>945,869</u>	<u>810,000</u>	<u>135,869</u>
Expenditures and Transfers				
Sanitation				
Landfill				
Personal Services	187,598	251,077	197,087	(53,990)
Contractual Services	474,843	614,383	53,600	(560,783)
Commodities	51,604	48,667	489,050	440,383
Capital Outlay			520,000	520,000
Reimbursed Expense	(1,313)			
Total Expenditures and Transfers	<u>712,732</u>	<u>914,127</u>	<u>1,259,737</u>	<u>345,610</u>
Receipts Over (Under)				
Expenditures and Transfers	94,562	31,742		
Unencumbered Cash, Beginning	279,241	373,803		
Unencumbered Cash, Ending	<u>373,803</u>	<u>405,545</u>		

See accompanying notes to financial statements

Franklin County, Kansas
County Office Annex Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Use of Money and Property				
Rent	\$ 413,328	408,904	470,000	(61,096)
Total Cash Receipts	<u>413,328</u>	<u>408,904</u>	<u>470,000</u>	<u>(61,096)</u>
Expenditures and Transfers				
General Government				
Office Annex				
Personal Services	21,317	26,287	24,500	(1,787)
Contractual Services	286,425	300,183	300,000	(183)
Commodities	9,532	11,905	65,500	53,595
Capital Outlay	72,978	52,589	80,000	27,411
Total Expenditures and Transfers	<u>390,252</u>	<u>390,964</u>	<u>470,000</u>	<u>79,036</u>
Receipts Over (Under)				
Expenditures and Transfers	23,076	17,940		
Unencumbered Cash, Beginning		23,076		
Unencumbered Cash, Ending	<u>23,076</u>	<u>41,016</u>		

Franklin County, Kansas
Countywide Phone System Fund
Statement of Cash Receipts and Expenditures - Actual and Budget
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	Prior Year Actual	Current Year		Variance Favorable (Unfavor)
		Current Year Actual	Budget	
Cash Receipts				
Licenses, Fees, and Permits				
Service Fees	\$ 165,417	142,249	140,000	2,249
Total Cash Receipts	<u>165,417</u>	<u>142,249</u>	<u>140,000</u>	<u>2,249</u>
Expenditures and Transfers				
Equipment				
Other General Government				
Contractual Services	124,194	127,466	200,000	72,534
Reimbursed Expense		(362)		362
Total Other General Government	<u>124,194</u>	<u>127,104</u>	<u>200,000</u>	<u>72,896</u>
Lease Purchase Agreements				
Principal		31,416		(31,416)
Interest		833		(833)
Total Lease Purchase Agreements		<u>32,249</u>		<u>(32,249)</u>
Total Expenditures and Transfers	<u>124,194</u>	<u>159,353</u>	<u>200,000</u>	<u>40,647</u>
Receipts Over (Under)				
Expenditures and Transfers	41,223	(17,104)		
Unencumbered Cash, Beginning	<u>22,671</u>	<u>63,894</u>		
Unencumbered Cash, Ending	<u>63,894</u>	<u>46,790</u>		

Franklin County, Kansas
Special Auto Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
State Grant	\$ _____	1,594
Licenses, Fees, and Permits		
Officer Fees	<u>146,253</u>	<u>152,384</u>
Total Cash Receipts	<u>146,253</u>	<u>153,978</u>
Expenditures and Transfers		
General Government		
County Treasurer		
Personal Services	102,255	96,068
Contractual Services	10,954	9,887
Commodities	7,924	8,229
Operating Transfers Out	35,965	26,687
Reimbursed Expense	(4,195)	(1,344)
Total Expenditures and Transfers	<u>152,903</u>	<u>139,527</u>
Receipts Over (Under)		
Expenditures and Transfers	(6,650)	14,451
Unencumbered Cash, Beginning	<u>33,164</u>	<u>26,514</u>
Unencumbered Cash, Ending	<u>26,514</u>	<u>40,965</u>

See accompanying notes to financial statements

Franklin County, Kansas
Prosecuting Attorney Training Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Licenses, Fees, and Permits		
Officer Fees	\$ 1,661	2,140
Total Cash Receipts	<u>1,661</u>	<u>2,140</u>
Expenditures and Transfers		
General Government		
County Attorney		
Contractual Services	1,010	813
Total Expenditures and Transfers	<u>1,010</u>	<u>813</u>
Receipts Over (Under)		
Expenditures and Transfers	651	1,327
Unencumbered Cash, Beginning	<u>1,337</u>	<u>1,988</u>
Unencumbered Cash, Ending	<u>1,988</u>	<u>3,315</u>

See accompanying notes to financial statements

Franklin County, Kansas
Special Law Enforcement Trust Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
Drug Control Tax	\$ 12,237	4,672
Licenses, Fees, and Permits		
Officer Fees	20,634	12,231
Miscellaneous		
Sale of Confiscations		10,276
Other	16,113	3,188
Total Miscellaneous	<u>16,113</u>	<u>13,464</u>
Total Cash Receipts	<u>48,984</u>	<u>30,367</u>
Expenditures and Transfers		
Public Safety		
Sheriff		
Contractual Services	12,426	14,859
Capital Outlay	22,221	13,275
Reimbursed Expense		(2,143)
Total Expenditures and Transfers	<u>34,647</u>	<u>25,991</u>
Receipts Over (Under)		
Expenditures and Transfers	14,337	4,376
Unencumbered Cash, Beginning	<u>10,686</u>	<u>25,023</u>
Unencumbered Cash, Ending	<u>25,023</u>	<u>29,399</u>

See accompanying notes to financial statements

Franklin County, Kansas
Register of Deeds Technology Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Licenses, Fees, and Permits		
Officer Fees	\$ 28,632	67,382
Total Cash Receipts	<u>28,632</u>	<u>67,382</u>
Expenditures and Transfers		
General Government		
Register of Deeds		
Capital Outlay	4,516	19,492
Total Expenditures and Transfers	<u>4,516</u>	<u>19,492</u>
Receipts Over (Under)		
Expenditures and Transfers	24,116	47,890
Unencumbered Cash, Beginning	<u> </u>	<u>24,116</u>
Unencumbered Cash, Ending	<u>24,116</u>	<u>72,006</u>

See accompanying notes to financial statements

Franklin County, Kansas
Drug Enforcement Unit Forfeitures Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Use of Money and Property		
Interest on Investments	\$	<u>23</u>
Miscellaneous		
Sale of Confiscations		<u>24,175</u>
Total Cash Receipts		<u>24,198</u>
 Expenditures and Transfers		
Public Safety		
Sheriff		
Contractual Services		<u>23,823</u>
Total Expenditures and Transfers		<u>23,823</u>
 Receipts Over (Under)		
Expenditures and Transfers		375
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		<u>375</u>

See accompanying notes to financial statements

Franklin County, Kansas
Prosecuting Attorney Trust Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Licenses, Fees, and Permits		
Officer Fees	\$ 7,023	14,628
Miscellaneous		
Sale of Confiscations		4,750
Other	144	
Total Miscellaneous	<u>144</u>	<u>4,750</u>
Total Cash Receipts	<u>7,167</u>	<u>19,378</u>
Expenditures and Transfers		
General Government		
County Attorney		
Contractual Services	7,041	3,846
Total Expenditures and Transfers	<u>7,041</u>	<u>3,846</u>
Reimbursed Expense		
Receipts Over (Under)		
Expenditures and Transfers	126	15,532
Unencumbered Cash, Beginning	<u>19,949</u>	<u>20,075</u>
Unencumbered Cash, Ending	<u>20,075</u>	<u>35,607</u>

See accompanying notes to financial statements

Franklin County, Kansas
Defibrillator Donations Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Miscellaneous		
Donations	\$	890
Total Cash Receipts	<u> </u>	<u> 890</u>
Expenditures and Transfers		
None	<u> </u>	<u> </u>
Receipts Over (Under)		
Expenditures and Transfers		890
Unencumbered Cash, Beginning	<u> </u>	<u> </u>
Unencumbered Cash, Ending	<u> </u>	<u> 890</u>

See accompanying notes to financial statements

Franklin County, Kansas
Community Corrections Grant Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
Federal Financial Assistance	\$ 500	
State Grant	<u>104,390</u>	
Total Intergovernmental	<u>104,890</u>	
Transfers		
Operating Transfers In	<u>3,161</u>	
Miscellaneous		
Other	<u>4,946</u>	
Total Cash Receipts	<u>112,997</u>	
Expenditures and Transfers		
Public Safety		
Department of Corrections		
Personal Services	257,003	
Contractual Services	138,587	33,360
Capital Outlay	6,083	
Operating Transfers Out	<u>19,427</u>	
Total Expenditures and Transfers	<u>421,100</u>	<u>33,360</u>
Receipts Over (Under)		
Expenditures and Transfers	(308,103)	(33,360)
Unencumbered Cash, Beginning	<u>341,463</u>	<u>33,360</u>
Unencumbered Cash, Ending	<u>33,360</u>	<u> </u>

Franklin County, Kansas
D.A.R.E. Grant Fund

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
Federal Financial Assistance	\$ 362	
Use of Money and Property		
Interest on Investments	12	6
Miscellaneous		
Donations	1,680	1,732
Total Cash Receipts	<u>2,054</u>	<u>1,738</u>
Expenditures and Transfers		
Public Safety		
Other Public Safety		
Contractual Services	1,244	1,802
Total Expenditures and Transfers	<u>1,244</u>	<u>1,802</u>
Receipts Over (Under)		
Expenditures and Transfers	810	(64)
Unencumbered Cash, Beginning	<u>1,523</u>	<u>2,333</u>
Unencumbered Cash, Ending	<u>2,333</u>	<u>2,269</u>

See accompanying notes to financial statements

Franklin County, Kansas
Juvenile Intake Grant Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
State Grant	\$ 63,674	73,177
Transfers		
Operating Transfers In		6,299
Miscellaneous		
Other		26
Total Cash Receipts	<u>63,674</u>	<u>79,502</u>
Expenditures and Transfers		
Public Safety		
Juvenile Detention		
Personal Services	61,587	65,284
Contractual Services	<u>4,921</u>	<u>4,708</u>
Total Expenditures and Transfers	<u>66,508</u>	<u>69,992</u>
Receipts Over (Under)		
Expenditures and Transfers	(2,834)	9,510
Unencumbered Cash, Beginning	<u>35,297</u>	<u>32,463</u>
Unencumbered Cash, Ending	<u>32,463</u>	<u>41,973</u>

Franklin County, Kansas
Community Corrections Adult Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
State Grant	\$ 278,597	275,340
Transfers		
Operating Transfers In	14,789	
Miscellaneous		
Other	3,671	12,576
Total Cash Receipts	<u>297,057</u>	<u>287,916</u>
Expenditures and Transfers		
Public Safety		
Community Corrections		
Personal Services	93,753	218,506
Contractual Services	32,258	69,105
Capital Outlay	11,500	
Reimbursed Expense	(10,898)	(98)
Total Expenditures and Transfers	<u>126,613</u>	<u>287,513</u>
Receipts Over (Under)		
Expenditures and Transfers	170,444	403
Unencumbered Cash, Beginning		170,444
Unencumbered Cash, Ending	<u>170,444</u>	<u>170,847</u>

See accompanying notes to financial statements

Franklin County, Kansas
Community Corrections Juvenile Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
Federal Financial Assistance	\$	500
State Grant	<u>274,426</u>	<u>335,596</u>
Total Intergovernmental	<u>274,426</u>	<u>336,096</u>
Licenses, Fees, and Permits		
Officer Fees	<u>1,704</u>	<u>1,815</u>
Transfers		
Operating Transfers In	<u>130,350</u>	<u>3,847</u>
Miscellaneous		
Other		<u>506</u>
Total Cash Receipts	<u>406,480</u>	<u>342,264</u>
Expenditures and Transfers		
Public Safety		
Community Corrections		
Personal Services	112,166	233,641
Contractual Services	114,659	131,449
Capital Outlay		14,932
Operating Transfers Out		6,299
Reimbursed Expense	(7,759)	(28)
Total Expenditures and Transfers	<u>219,066</u>	<u>386,293</u>
Receipts Over (Under)		
Expenditures and Transfers	187,414	(44,029)
Unencumbered Cash, Beginning	<u>187,414</u>	<u>187,414</u>
Unencumbered Cash, Ending	<u>187,414</u>	<u>143,385</u>

See accompanying notes to financial statements

Franklin County, Kansas
CDBG Loan Fund

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
None	\$ _____	_____
Expenditures and Transfers		
None	_____	_____
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning	_____ 4	_____ 4
Unencumbered Cash, Ending	<u>_____ 4</u>	<u>_____ 4</u>

See accompanying notes to financial statements

Franklin County, Kansas
JJA - JAIBG Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
Federal Financial Assistance	\$ 25,838	24,178
Transfers		
Operating Transfers In	2,927	
Total Cash Receipts	<u>28,765</u>	<u>24,178</u>
Expenditures and Transfers		
Public Safety		
Juvenile Detention		
Personal Services	16,179	1,437
Contractual Services	12,965	13,929
Operating Transfers Out		3,847
Total Expenditures and Transfers	<u>29,144</u>	<u>19,213</u>
Receipts Over (Under)		
Expenditures and Transfers	(379)	4,965
Unencumbered Cash, Beginning	<u>3,135</u>	<u>2,756</u>
Unencumbered Cash, Ending	<u>2,756</u>	<u>7,721</u>

See accompanying notes to financial statements

Franklin County, Kansas
Employee Benefit Trust Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Transfers		
Operating Transfers In	\$ 200,000	150,000
Miscellaneous		
Payroll Withholdings and Benefits	904,747	1,139,199
Total Cash Receipts	<u>1,104,747</u>	<u>1,289,199</u>
 Expenditures and Transfers		
General Government		
Employee Benefits		
Personal Services	938,614	853,930
Total Expenditures and Transfers	<u>938,614</u>	<u>853,930</u>
 Receipts Over (Under)		
Expenditures and Transfers	166,133	435,269
Unencumbered Cash, Beginning	546,269	712,402
Unencumbered Cash, Ending	<u>712,402</u>	<u>1,147,671</u>

See accompanying notes to financial statements

Franklin County, Kansas
Stop Stick Grant Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
Federal Financial Assistance	\$ _____	3,573
Total Cash Receipts	_____	3,573
 Expenditures and Transfers		
Public Safety		
Sheriff		
Capital Outlay	_____	3,573
Total Expenditures and Transfers	_____	3,573
 Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning	_____	_____
Unencumbered Cash, Ending	=====	=====

See accompanying notes to financial statements

Franklin County, Kansas
COPS Fast Grant Fund

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
Federal Financial Assistance	\$ 4,438	36,168
Total Cash Receipts	<u>4,438</u>	<u>36,168</u>
Expenditures and Transfers		
Public Safety		
Sheriff		
Personal Services	<u>12,861</u>	<u>37,848</u>
Total Expenditures and Transfers	<u>12,861</u>	<u>37,848</u>
Receipts Over (Under)		
Expenditures and Transfers	(8,423)	(1,680)
Unencumbered Cash, Beginning		(8,423)
Unencumbered Cash, Ending	<u>(8,423)</u>	<u>(10,103)</u>

See accompanying notes to financial statements

Franklin County, Kansas
Heritage Trust Grant Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Intergovernmental		
State Grant	\$ 171,000	1,783
Transfers		
Operating Transfers In	106,217	19,429
Total Cash Receipts	<u>277,217</u>	<u>21,212</u>
Expenditures and Transfers		
Public Works		
Other Public Safety		
Contractual Services	277,272	21,212
Total Expenditures and Transfers	<u>277,272</u>	<u>21,212</u>
Receipts Over (Under)		
Expenditures and Transfers	(55)	
Unencumbered Cash, Beginning	<u>55</u>	
Unencumbered Cash, Ending	<u> </u>	<u> </u>

See accompanying notes to financial statements

Franklin County, Kansas
Truancy Grant Fund

Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003

(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Transfers		
Operating Transfers In	\$ 16,500	
Total Cash Receipts	<u>16,500</u>	
Expenditures and Transfers		
Public Safety		
Juvenile Detention		
Personal Services	27,867	6,131
Contractual Services	4,310	1,033
Operating Transfers Out	<u>13,383</u>	
Total Expenditures and Transfers	<u>45,560</u>	<u>7,164</u>
Receipts Over (Under)		
Expenditures and Transfers	(29,060)	(7,164)
Unencumbered Cash, Beginning	<u>36,345</u>	<u>7,285</u>
Unencumbered Cash, Ending	<u>7,285</u>	<u>121</u>

See accompanying notes to financial statements

Franklin County, Kansas
Veteran's Memorial Fund
Statement of Cash Receipts and Expenditures - Actual
For the Year Ended December 31, 2003
(With Comparative Actual Totals for the Prior Year Ended December 31, 2002)

	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Use of Money and Property		
Interest on Investments	\$ 633	422
Miscellaneous		
Donations	700	810
Total Cash Receipts	<u>1,333</u>	<u>1,232</u>
Expenditures and Transfers		
Culture and Recreation		
Other Culture and Recreation		
Contractual Services	542	684
Total Expenditures and Transfers	<u>542</u>	<u>684</u>
Receipts Over (Under)		
Expenditures and Transfers	791	548
Unencumbered Cash, Beginning	<u>21,507</u>	<u>22,298</u>
Unencumbered Cash, Ending	<u>22,298</u>	<u>22,846</u>

Agency Funds

Statement of Cash Receipts, Disbursements and Balances
For the Year Ended December 31, 2003

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
<u>Cities:</u>				
Lane City General	\$	4,798	4,421	377
Lane City Bond and Interest		2,308	1,715	593
Ottawa City General		1,533,706	1,533,706	
Ottawa City Employee Benefits		5,959	5,959	
Ottawa City Public Safety		17,897	17,897	
Ottawa City Auditorium		149,221	149,221	
Ottawa City Library		610,645	610,645	
Ottawa City Tort Liability		3	3	
Ottawa City Bond and Interest		460,389	460,389	
Ottawa City Paving		41,992	41,992	
Ottawa City Sewer		4,120	4,120	
Ottawa City Weed Cutting		10,380	10,380	
Ottawa City Clean Up		1,531	1,531	
Pomona City General		8,387	8,387	
Pomona City Employee Benefits		30,318	30,318	
Pomona City Fire		5,874	5,874	
Princeton City General	9,810	8,701	13,207	5,304
Rantoul City General		15,441	15,441	
Rantoul City Water		102	102	
Richmond City General	2,173	49,778	49,924	2,027
Richmond City Library	291	6,012	6,046	257
Richmond City Recreation	73	1,612	1,621	64
Richmond City Bond and Interest		3,527	2,926	601
Richmond City Weed		480	480	
Richmond City Water		112	112	
Wellsville City General		236,600	229,011	7,589
Wellsville City Employee Benefits		41,033	39,397	1,636
Wellsville City Library		36,407	35,218	1,189
Wellsville City Lib Emp Benefits		3,497	3,410	87
Wellsville City Tort Liability		16,220	15,579	641
Wellsville City Bond and Interest		22,252	21,505	747
Wellsville City Paving		2,879	2,879	
Wellsville City Weed		450	450	
Williamsburg City General	18,318	5,943	20,729	3,532
Williamsburg City Special Water	233		233	
Subtotal Cities	<u>30,898</u>	<u>3,338,574</u>	<u>3,344,828</u>	<u>24,644</u>
<u>Townships:</u>				
Appanoose Township General	404	6,054	6,458	
Appanoose Township Fire		24	24	
Centropolis Township General	454	1	455	
Centropolis Township Hall	42		42	
Cutler Township General	191	11,633	11,737	87
Cutler Township Fire	175	874	876	173
Cutler Township Cemetery	26	652	544	134
Franklin Township General	390	14,936	14,879	447
Franklin Township Fire	498	12,315	12,325	488
Greenwood Township General	6,879	14,296	20,547	628
Harrison Township General	1,068	2,645	2,398	1,315
Hayes Township General	118	4,603	4,181	540
Hayes Township Fire		6	6	
Homewood Township General	171	1,306	1,405	72
Lincoln Twp General	3,897	4,631	6,216	2,312
Ohio Township General	1,276	743	1,596	423
Ohio Township Hall	58		58	
Ottawa Township General		1,702	1,582	120

See accompanying notes to financial statements

Franklin County, Kansas
Statement of Cash Receipts, Disbursements and Balances
For the Year Ended December 31, 2003

Statement 4

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Peoria Township General	\$ 248	2,510	2,502	256
Peoria Township Fire	119	3,204	3,229	94
Peoria Township Cemetery	114	6,704	6,752	66
Pomona Township General	263	659	894	28
Pomona Township Fire	2,087	4,668	6,633	122
Pottawatomie Township General	606	9,634	9,884	356
Pottawatomie Township Fire	276	3,753	3,889	140
Richmond Township General	238	1,579	1,610	207
Richmond Township Fire	21	42	63	
Williamsburg Township General	40	266	285	21
Subtotal Townships	<u>19,659</u>	<u>109,440</u>	<u>121,070</u>	<u>8,029</u>
Schools:				
USD #287 Supplemental General		542,992	542,992	
USD #287 General		450,948	450,948	
USD #287 Recreation		26,134	26,134	
USD #288 General		307,973	307,973	
USD #288 Capital Outlay		20,369	20,369	
USD #288 Bond and Interest		51,644	51,644	
USD #288 Supplemental General		70,530	70,530	
USD #289 General		371,509	371,509	
USD #289 Capital Outlay		15,857	15,857	
USD #289 Recreation		45,508	45,508	
USD #289 Recreation Emp Benefit		2,093	2,093	
USD #289 Bond and Interest #2		338,684	338,684	
USD #289 Bond and Interest #1		223,146	223,146	
USD #289 Supplemental General		539,275	539,275	
USD #290 General		1,384,849	1,384,849	
USD #290 Capital Outlay		366,573	366,573	
USD #290 Recreation		456,063	456,063	
USD #290 Recreation Emp Benefit		59,328	59,328	
USD #290 Adult Education		45,821	45,821	
USD #290 Bond and Interest		19	19	
USD #290 Bond and Interest #2		353,438	353,438	
USD #290 Supplemental General		1,632,243	1,632,243	
USD #290 Bond and Interest		675,864	675,864	
USD #243 Supplemental General		127,175	127,175	
USD #243 General		3,439	3,439	
USD #243 Bond and Interest		2,681	2,681	
USD #243 Capital Outlay		747	747	
USD #348 General		9,825	9,825	
USD #348 Capital Outlay		2,304	2,304	
USD #348 Bond and Interest		6,395	6,395	
USD #348 Recreation		1,955	1,955	
USD #348 Recreation Emp Benefit		653	653	
USD #348 Supplemental General		13,882	13,882	
USD #365 Supplemental General		20,659	20,659	
USD #365 General		22,290	22,290	
USD #365 Capital Outlay		434	434	
USD #365 Bond and Interest		13,714	13,714	
USD #368 Special Assessment		86	86	
USD #368 Supplemental General		2,697	2,697	
USD #368 General		3,149	3,149	
USD #368 Capital Outlay		746	746	
USD #368 Bond and Interest		2,647	2,647	
USD #434 General		282	282	
USD #434 Capital Outlay		81	81	
USD #434 Bond and Interest		161	161	
USD #434 Supplemental General		406	406	
USD #456 General		4,661	4,661	
USD #456 Capital Outlay		1,236	1,236	
USD #456 Recreation		338	338	
USD #456 Supplemental General		4,268	4,268	
Subtotal Schools		<u>8,227,771</u>	<u>8,227,771</u>	

See accompanying notes to financial statements

Franklin County, Kansas
Statement of Cash Receipts, Disbursements and Balances
For the Year Ended December 31, 2003

Statement 4

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Cemeteries:				
Antioch Cemetery	\$ 4,284	3,958	5,974	2,268
Central Cemetery	1,768	1,759	2,701	826
Greenwood Cemetery	190	1,385	1,380	195
Lane-Baker Cemetery	11,194	15,096	25,278	1,012
Mt. Hope Cemetery	616	2,061		2,677
Mt. Olivet Cemetery	143	1,625	1,684	84
Princeton Cemetery	5,579	12,496	16,406	1,669
Richmond-Berea Cemetery Special Liability		28	28	
Richmond-Berea Cemetery		4,641	4,624	17
United Cemetery	1,223	12,324	13,468	79
Subtotal Cemeteries	<u>24,997</u>	<u>55,373</u>	<u>71,543</u>	<u>8,827</u>
Rural Fire Districts:				
Ohio-Princeton Fire		25,091	24,220	871
North Centropolis Fire	4,751	8,462	8,331	4,882
South Centropolis Fire		4,342	4,342	
Harrison-Lincoln-Ottawa Fire		60,776	60,776	
Homewood-Williamsburg Fire	894	23,670	24,564	
Richmond Fire	474	18,044	18,003	515
Subtotal Rural Fire Districts	<u>6,119</u>	<u>140,385</u>	<u>140,236</u>	<u>6,268</u>
Watershed Districts:				
Pottawatomie Watershed		23,302	23,302	
Tauy Watershed	3,512	32,412	32,189	3,735
Drainage District #1	1,093	13,389	13,585	897
Subtotal Watershed Districts	<u>4,605</u>	<u>69,103</u>	<u>69,076</u>	<u>4,632</u>
Regional Library:				
N.E. Kansas Library General		97,583	97,583	
N.E. Kansas Library Employee Benefits		7,054	7,054	
Subtotal Regional Library		<u>104,637</u>	<u>104,637</u>	
Total Subdivisions	<u>86,278</u>	<u>12,045,283</u>	<u>12,079,161</u>	<u>52,400</u>
State Funds:				
State Educational Building		175,731	175,731	
State Institutional Building		93,393	93,393	
Total State Funds		<u>269,124</u>	<u>269,124</u>	
Other Agency Funds:				
Payroll Clearing		7,600,558	7,600,558	
Motor Vehicle Licenses	(9)	1,310,635	1,310,626	
Game Licenses	45,215	155,813	144,166	56,862
MVR Copy Fees		649	649	
Cereal Malt Beverage Licenses		25	25	
Heritage Trust	4,375	17,496	17,822	4,049
Unclaimed Money	548			548
Stray Animal		13	13	
Clerk of Court Release		315	315	
Sales Tax	45,465	738,269	736,921	46,813
Dust Control		57,137	57,137	
Change	38,445	65,160	78,667	24,938
Solid Waste Committee	18,319	17,075	6,191	29,203
Hospital Sales Tax	103,086	1,305,459	1,276,412	132,133
Treasurer's Holding Account	88,618	206,458	193,597	101,479
Special Auto Holding	239			239
Total Other Agency Funds	<u>344,301</u>	<u>11,475,062</u>	<u>11,423,099</u>	<u>396,264</u>

See accompanying notes to financial statements

Franklin County, Kansas
Statement of Cash Receipts, Disbursements and Balances
For the Year Ended December 31, 2003

Statement 4

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Distributable Funds:				
Current Tax	\$ 9,619,014	19,478,042	18,359,283	10,737,773
Delinquent Tax	109,726	651,569	573,760	187,535
Motor Vehicle Tax	81,243	2,649,068	2,639,986	90,325
Recreational Vehicle Tax	1,158	55,800	55,230	1,728
Local Ad Valorem Tax Reductio	4,846			4,846
Mineral Production Tax		1,466	1,466	
In Lieu of Tax		36,212	36,212	
Total Distributable Funds	<u>9,815,987</u>	<u>22,872,157</u>	<u>21,665,937</u>	<u>11,022,207</u>
Total Agency Funds	<u>10,246,566</u>	<u>46,661,626</u>	<u>45,437,321</u>	<u>11,470,871</u>

See accompanying notes to financial statements.

County of Franklin, Kansas
Statement of Changes in Long Term Debt
For the Year Ended December 31, 2003

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/Payments	Net Change	Balance end of Year
General Obligation Bonds:									
G.O. Bridge Bonds	4.75-6.75%	4/1/1997 \$	1,250,000	9/1/2017 \$	1,045,000		50,000		995,000
Advance Refunding Bonds	3.75-6.40%	7/1/1997	2,370,000	9/1/2005	975,000		320,000		655,000
G.O. Bridge Bonds	4.10-4.75%	3/15/1998	1,050,000	9/1/2013	1,050,000				1,050,000
Advance Refunding Bonds	4.15-4.90%	6/1/1999	2,260,000	9/1/2005	1,140,000		410,000		730,000
G.O. Sewer Bonds Series A	5.00%	11/27/2001	281,100	11/27/2041	281,100				281,100
G.O. Sewer Bonds Series B	5.00%	11/27/2001	83,500	11/27/2041	83,500				83,500
G.O. Benefit District Bonds	4.15-6.00%	12/1/2002	132,183	9/1/2018	132,183				132,183
G.O. Employee Benefit Bonds	3.00-6.00%	5/1/2003	808,000	9/1/2019		808,000			780,000
Temporary Notes:									
Computer Hardware/Software	3.00%	8/8/2001	428,380	7/1/2004	228,380		200,000		28,380
Sheriff/Ambulance Software	4.50%	6/15/2002	265,111	7/15/2005	206,105		65,701		140,404
Certificates of Participation:									
Mental Health Building (1)	4.75-6.10%	10/1/1995	395,000	11/1/2015	325,000		20,000		305,000
Capital Leases:									
2 Motor Graders	5.20%	3/4/1998	172,732	3/1/2003	38,121		38,121		-
AT&T Phone System	5.30%	8/12/1998	280,068	10/1/2003	82,021		62,021		-
Vermont Road Repaving	5.75%	7/1/1998	1,667,580	8/1/2013	1,357,228		91,454		1,265,774
3 Motor Graders	4.95%	3/29/1999	184,195	3/1/2004	59,841		59,841		-
Dozer	5.50%	5/4/1999	139,066	2/1/2004	116,316		7,940		108,376
2 Motor Graders	6.18%	4/14/2000	207,512	3/15/2005	110,241		42,688		67,553
Office Annex Building	6.50%	5/1/2000	1,400,000	4/1/2015	1,222,391		68,205		1,154,186
2 Motor Graders	5.79%	12/15/2000	177,996	12/15/2005	112,776		35,505		77,271
2 Sheriff Cars	5.05%	3/15/2001	42,108	3/1/2004	21,857		14,386		7,471
Caterpillar Track Loader	4.60%	8/24/2001	100,106	2/1/2003	49,919		49,919		-
Sign Truck	4.27%	10/15/2001	66,829	11/1/2004	45,563		22,308		23,255
3 Side Mount Mowers	4.27%	12/3/2001	150,975	2/1/2005	150,975		47,547		103,428
2 Caterpillar Motor Graders	4.23%	5/8/2002	212,185	8/1/2007	212,185		37,294		174,891
2 Caterpillar Motor Graders	3.34%	3/3/2003	146,078	3/1/2008	-	146,078			146,078
Caterpillar Motor Grader	3.34%	10/15/2003	73,089	10/15/2008	-	73,089			73,089
Operating Leases:									
Postage Machine		5/3/2001	50,898	8/14/2005	31,936		11,976		19,960
Sheriff Copier		11/8/2000	14,033	3/1/2006	8,464		2,673		5,791
Register of Deeds Copier		8/22/2001	9,378	10/1/2004	5,471		3,126		2,345
Public Works Copier		8/22/2001	9,378	10/1/2004	5,471		3,126		2,345
911 Dispatch Copier		8/22/2001	7,053	10/1/2004	4,114		2,351		1,763
Health Department Copier		3/25/2002	8,408	5/1/2005	6,539		2,802		3,737
Attorney Copier		7/24/2002	26,700	8/1/2007	24,475		5,340		19,135
Community Development Block Grant Loan:									
Kansas Partnership Loan	3.80%	10/25/1993	409,195	9/15/2009	231,399		29,444		201,955
Compensated Absences:									
Sick Leave Maximum Potential Liability					578,923			84,031	662,954
Total Long-Term Debt					9,922,494	1,027,167	1,731,768	84,031	9,301,924

(1) The County is only contingently liable on these Certificates in the event of default by the Franklin County Mental Health Association.

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

County of Franklin, Kansas
Statement of Changes in Long Term Debt
For the Year Ended December 31, 2003

	2004	2005	2006	2007	2008	2009-2013	2014-2018
Principal							
General Obligation Bonds	\$ 835,529	830,563	200,741	215,929	222,077	1,303,872	741,468
Temporary Notes	97,037	71,747	-	-	-	-	-
Certificates of Participation (1)	20,000	20,000	20,000	20,000	20,000	140,000	65,000
Capital Leases	517,805	379,559	279,174	294,383	261,802	1,293,794	174,855
Kansas Partnership Loan	30,573	31,745	32,964	34,228	35,541	36,904	-
Operating Leases	28,343	17,165	6,008	3,560	-	-	-
Interest							
General Obligation Bonds	223,675	186,967	119,867	141,237	131,893	493,298	208,309
Temporary Notes	7,172	3,229	-	-	-	-	-
Certificates of Participation (1)	17,728	16,678	15,597	14,428	13,258	44,360	5,185
Capital Leases	179,336	150,765	131,728	116,519	101,106	279,139	8,696
Kansas Partnership Loan	7,386	6,214	4,996	3,732	2,418	1,055	-
Total	1,964,584	1,714,632	811,075	844,016	788,095	3,592,422	1,203,513

	2019-2023	2024-2028	2029-2033	2034-2038	2038-2043	Total
Principal						
General Obligation Bonds	\$ 103,887	49,605	63,357	80,869	58,886	4,706,783
Temporary Notes	-	-	-	-	-	168,784
Certificates of Participation (1)	-	-	-	-	-	305,000
Capital Leases	-	-	-	-	-	3,201,372
Kansas Partnership Loan	-	-	-	-	-	201,955
Operating Leases	-	-	-	-	-	55,076
Interest						
General Obligation Bonds	73,104	58,464	44,748	27,247	5,984	1,714,793
Temporary Notes	-	-	-	-	-	10,401
Certificates of Participation (1)	-	-	-	-	-	127,234
Capital Leases	-	-	-	-	-	967,289
Kansas Partnership Loan	-	-	-	-	-	25,801
Total	176,991	108,069	108,105	108,116	64,870	11,484,488

(1) The County is only contingently liable on these Certificates in the event of default by the Franklin County Mental Health Association.

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

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

Note 1 Summary of Significant Accounting Policies

A. Reporting Entity

Principles Used in Determining Scope of Entity

The basic criterion used for including other governmental organizations in the financial reports is the exercise of oversight responsibility over such organizations. Oversight responsibility is derived from the County's powers and includes, but is not limited to, financial accountability, appointment of a voting majority of the governing body, imposition of will, financial benefit/burden on primary government and fiscal dependency. The County has waived the application of generally accepted accounting principles and as such, has not included any component units in these financial statements.

B. Basis of Presentation

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

The following types of funds comprise the financial activities of the County for the year of 2003:

Governmental Funds:

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

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

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

Capital Project Funds--to account for financial resources to be used for the acquisition or construction of major capital facilities.

Proprietary Funds:

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

Fiduciary Funds:

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

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

C. Basis of Accounting

These financial statements are presented on a basis of accounting which demonstrates compliance with the cash basis and budget laws of Kansas. Cash receipts are recognized when the cash balance of a fund is increased. For an interfund transaction, a cash receipt is recorded in the fund receiving cash from another fund. Cash disbursements are recognized when the cash balance of a fund is decreased. For an interfund transaction, a cash disbursement is recorded in the fund from which the cash is transferred. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods and services, and are usually evidenced by a purchase order or written contract.

The County has obtained a waiver of generally accepted accounting principles from the State of Kansas which thereby requires this type of special reporting.

Departure from Generally Accepted Accounting Principles

The basis of accounting described above results in a financial statement presentation which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown non-cash assets such as receivables, inventories and prepaid expenses, liabilities such as deferred revenue and matured principal and interest payable, and reservations of the fund balance are not presented.

Under generally accepted accounting principles, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. In addition, General Fixed Assets that account for the land, buildings and equipment owned by the County are not recorded.

D. Budgets

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

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

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. During 2003, the following budgets were amended:

<u>Fund</u>	Original <u>Budget</u>	Amended <u>Budget</u>
General Fund	\$ 5,034,069	5,439,069
Election Fund	87,350	123,933
Noxious Weed Fund	204,043	229,736
Service Program for the Elderly Fund	188,100	236,800
Ambulance Fund	953,640	1,043,640
Countywide Phone System	140,000	200,000

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

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

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

- Road and Bridge Chip Reserve Fund
- Special Ambulance Capital Outlay Fund
- Special Health Capital Outlay Fund
- Special Capital Improvement Fund
- Special Equipment Reserve Fund
- Risk Management Reserve Fund
- Special Machinery Fund

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

E. Assets, Liabilities, and Fund Equity

Cash

To facilitate better management of the County's cash resources, excess cash is combined in pooled operating accounts. Each fund's portion of total cash is based on its equity in the pooled cash amount. Cash in excess of current operating needs is invested on a pooled investment basis and earnings thereon are credited to the General Fund, as provided by Kansas Statutes.

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

Property Taxes and Other Receivables

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes.

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

Investments

Kansas Statutes authorize the County to invest in U.S. Treasury bills and notes, repurchase agreements, and the State Treasurer's Municipal Investment Pool. All investments must be insured, registered, or held by the County or its agent in the County's name. The County's investments are categorized to give an indication of the level of risk assumed by the County at year-end. Category 1 includes investments that are insured or registered, or for which the securities are held by the County or its agent in the County's name. Category 2 included uninsured and unregistered investments for which the securities are held by the dealer bank's trust department or agent in the County's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the dealer bank. Of the three risk categories, the investments classified in Risk Category 1 have the least risk to the County.

Inventories and Prepaid Expenses

With the exception of the enterprise funds, inventories and prepaid expenses which benefit future periods are recorded as an expenditure during the year of purchase as required by state statutes. No physical inventories were taken at year end and no accounting controls exist for control of materials inventory in funds other than enterprise funds.

Long-Term Debt

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

F. Revenues and Expenditures

Property Tax Revenue Recognition

Property taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and June 20th. Delinquent taxes are assessed interest at the rate established annually by State Statute. This interest is retained by the County.

Taxes levied to finance the budget are made available to the County after January 1st and are distributed by the County Treasurer approximately every month and a half. At least 50% of the taxes levied are available in January.

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

Vacation and Sick Pay

The County's vacation policy allows employees to earn a fixed number of days vacation time per month of service. The rate of this accumulation varies based upon the employee's length of employment with the County. At the end of each year, unused vacation time is canceled unless special circumstances warrant allowing it to be carried over. At time of employment termination, unused vacation time earned during the current year is paid. If, at termination time, the employee has already taken more vacation time during the current year than had been earned to date, the excess is withheld from the employee's final paycheck.

The County's policies regarding sick leave pay permit employees to accumulate one day of sick leave per month of service up to a maximum accumulation of 90 days. When an employee is laid off or voluntarily terminates service with the County, if he has been employed less than 5 years, all unpaid sick leave is canceled. Employees with longer than 5 years service, up to 10 years, can be paid for 50% of unused sick leave up to 15 days. Employees with more than 10 years of service are paid for 50% of unused sick leave up to 30 days. Employees who are involuntarily terminated do not receive payment for accumulated sick leave.

Interfund Transactions

Quasi-external transactions are accounted for as revenue, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Note 2 Stewardship, Compliance, and Accountability

Compliance with Kansas Cash Basis Law

Expenditures and encumbrances exceeded the available cash in the following funds, by the amounts indicated:

Country Estates Benefit District Fund	\$ 1,663
36-Mile Road Improvement Fund	40,719 (1)
Midland Railway Enhancement Project Fund	441,214 (1)
COPS Fast Grant Fund	10,103 (1)

(1) These expenditures were made in anticipation of intergovernmental grants and loans which will be received in 2004. This is not a violation of the Kansas Cash Basis Law.

Compliance with Kansas Budget Law

No violations.

Compliance with Kansas Depository Security Law

No violations.

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

Note 3 Detail Notes on All Funds and Account Groups

A. Assets:

Depository Security

At December 31, 2003, the carrying amount of the County's deposits, including certificates of deposit, was \$18,529,142. The bank balance was \$19,171,844. The difference between the carrying amount and the bank balance is outstanding checks and deposits in transit. Of the bank balance, \$200,000 was covered by FDIC insurance, which is a Risk Category 1. \$18,971,844 was collateralized by pledged securities held under joint custody receipts issued by a third-party bank in the County's name. The third-party bank holding the pledged securities is independent of the pledging bank, however these pledged securities are not held under a tri-party custodial agreement signed by all three parties: the County, the pledging bank and the independent third-party bank holding the pledged securities, making these pledges a Risk Category 3 as defined above.

Investments

At December 31, 2003, the County has \$28,380 of its idle funds invested in temporary notes issued by the County in connection with a Hardware and Software Upgrade for some County departments. These notes carry an interest rate 3.00% and mature in annual increments through July 1, 2004.

General Fixed Assets

The County has not maintained a record of fixed assets used in performance of general governmental operations as required by generally accepted accounting principles.

The County has received a waiver of compliance until December 31, 2003, in accordance with K.S.A. 75-1120(a).

B. Liabilities:

Defined Benefit Pension Plan

Plan Description. The County participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are part of a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 75-4901, et seq. KPERS and KP&F provide retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report (only one is issued) that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

Funding Policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. K.S.A. 74-4975 establishes KP&F member-employee contribution rate at 7% of covered salary. The employer collects and remits member-employee contributions according to the provisions of section 414(h) of the Internal Revenue Code. State law provides that the employer contribution rate be determined annually based on the results of an annual actuarial valuation. KPERS and KP&F are funded on an actuarial reserve basis. State law sets a limitation on annual increases in the contribution rates for KPERS employers. The KPERS employer rate established by statute for the period January 1, 2003 through March 31, 2003 was 3.67%. For the period April 1, 2003 through December 31, 2003 this rate changed to 3.07%. The County employer contributions for the years ending December 31, 2003, 2002, and 2001 were \$120,229, \$117,872, and \$94,574, respectively, equal to the statutory required contributions for each year. The County's KP&F employer rate established for the period January 1, 2003 through April 30, 2003 was 13.13%. For the period May 1, 2003 through December 31, 2003, the rate changed to 6.86%, as a result of the County issuing general obligation bonds to help fund the past service liability (see later note). These rates include a uniform employer rate, plus a supplemental rate for past service cost. Employers participating in KP&F must make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. This additional contribution is included in the rate stated above. The County contributions to KP&F for the years ending December 31, 2003, 2002 and 2001 were \$128,877, \$183,094, and \$188,078, respectively, equal to the statutory required contributions for each year.

Other Employee Benefits

At December 31, 2003, the maximum potential liability under the County's vacation and sick leave policy is \$624,294 for sick leave pay and \$38,660 for vacation pay.

Construction and Other Significant Commitments

During 2003, the County began a project to enhance and reconstruct infrastructure for the Midland Railway. This project was funded 80% by a federal grant, and 20% in matching funds provided by Midland Railway. The total authorization for this project is \$660,254. Total expenditures and encumbrances for the year 2003 were \$659,165. A summary of the transactions under this project is presented in Statement 3.

Also in 2003, the County began a 36 Mile Road Improvement Project. This project is being funded by a \$6,000,000 State of Kansas Transportation Revolving Loan. As of December 31, 2003, the County has expended \$40,719 under this project, with additional expenditures continuing into 2004. As of the date of this report no loan funds have been drawn from the State, but drawdown is expected before the end of 2004. Repayment of the loan will take place once the project is completed, with repayments to be made from the County's General Fund.

Lease Purchase and Operating Lease Obligations

At December 31, 2003, the County was obligated under eleven lease purchase agreements and seven operating lease agreements. The details of each of these agreements, along with future payments subsequent to December 31, 2003, are presented in Statement 5.

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

Certificates of Participation - Mental Health

On October 1, 1995, the County issued \$395,000 in Certificates of Participation at an average interest rate of 5.43%. These Certificates were used to advance refund a series of Certificates of Participation originally issued in 1989 for the Franklin County Mental Health Center. The 1989 Certificates were fully retired. The 1995 Certificates carry the same conditions as the 1989 Certificates; they are paid by the Franklin County Mental Health Center, with the County being contingently liable for the outstanding balance.

A schedule of the amounts due subsequent to December 31, 2003 on these Certificates is presented in Statement 5, however, the County is only liable for these payments in the event of default by the Franklin County Mental Health.

Temporary Notes Outstanding

On August 8, 2001, the County issued \$428,380 in temporary notes with an interest rate of 3.0% for use in a project to upgrade computer hardware and software in various County departments. The County purchased these notes as an investment of idle funds with interest being paid to the County General Fund.

On June 15, 2002, the County issued \$265,111 in temporary notes. The proceeds of these notes were used to purchase software for the County Sheriff and Ambulance departments. These notes carried an interest rate of 4.50% and mature through July 15, 2005.

A schedule of the changes in outstanding temporary notes, along with principal and interest maturing subsequent to December 31, 2003, is presented on Statement 5.

General Long-Term Debt

Kansas counties are limited to aggregate debt not to exceed 3% of assessed valuation of tangible taxable property in the County. Franklin County assessed valuation at November 1, 2003 (the last date a determination was made) was \$158,457,144. The outstanding bonded debt (general obligation bonds and temporary notes) at December 31, 2003 was \$4,875,567. Kansas Statutes exempt the advance refunding bond issues, bridge bond issues, sewer bond issues and benefit district bond issue (totaling \$3,926,783) from the debt limit. Certificates of Participation and Lease Purchase Agreements do not apply to this limitation either. As a result, only \$948,784 of the County's outstanding debt is subject to the debt limitation. The resulting legal debt margin was \$3,804,930. No adjustment for motor vehicle valuation has been considered in this legal debt margin computation. A statement of changes in general long-term debt, along with maturities subsequent to December 31, 2003, is presented in Statement 5.

The sewer bonds issued on November 27, 2001, were issued in conjunction with the Centropolis Sewer Construction Project. These bonds are to be repaid with sewer assessments against the residents of the sewer district. However, in the event that these assessments are insufficient to pay the debt, the County is liable for the remainder.

The benefit district bonds issued in 2002 were issued in conjunction with the Country Estates Road Improvement Project. These bonds are to be repaid with special assessments against the landowners in the district. However, in the event that these assessments are insufficient to pay the debt, the County is liable for the remainder.

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

On May 1, 2003, the County issued \$808,000 in General Obligation bonds with an interest rate varying from 3.0-6.0%. The proceeds of these bonds were used to pay off the County's liability for prior service under the Kansas Police and Fire Retirement System (see earlier note). As a result of this bond issue, the County's contribution rate for KP&F dropped from 13.13% to 6.86% of covered employees' salary. The bonds issued by the County will be retired through 2019 and will be funded by savings realized from this reduced KP&F rate.

Kansas Partnership Loan

During 1995, the County entered into a loan agreement with the State of Kansas. Under this agreement, the State loaned the County a total of \$404,047 during 1995. An additional \$5,148 was advanced to the County during 1996. The proceeds of this loan were used to construct a road in the County. The loan calls for an interest rate of 3.8% per annum. Repayment of this loan is being made from the County's Road and Bridge fund. Principal and interest maturing subsequent to December 31, 2003 is presented on Statement 5.

C. Operating Transfers:

<u>From</u>	<u>To</u>	<u>Amount</u>
General Fund	Road and Bridge Chip Reserve	\$ 500,000
General Fund	Capital Improvement Reserve Fund	125,000
General Fund	County Equipment Reserve Fund	225,000
Appraiser's Cost Fund	County Equipment Reserve Fund	20,000
Election Fund	County Equipment Reserve Fund	55,000
Service to the Elderly Fund	County Equipment Reserve Fund	9,000
Ambulance Fund	Special Ambulance Cap. Outlay Fund	100,000
County Building Fund	Capital Improvement Reserve Fund	70,000
Employee Benefits Fund	Employee Benefits Trust Fund	150,000
Noxious Weed Fund	Noxious Weed Capital Outlay Fund	30,000
Capital Improvement Reserve	Heritage Trust Grant Fund	19,429
Special Auto Fund	General Fund	26,687
Community Corr. Juvenile Fund	Juvenile Intake Grant Fund	6,299
JJA/JAIBG Grant Fund	Community Corrections Juvenile Fund	3,847

D. Residual Equity Transfers

<u>From</u>	<u>To</u>	<u>Amount</u>
Special KP&F Reserve Fund	Employee Benefits Fund	\$ 3,378

Note 4 Closure and Postclosure Care Costs of Landfill

During 1994, the County adopted a plan to close its sanitary landfill. State and Federal environmental protection laws and regulations require that the County place a final cover on its landfill and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. The closure of the landfill was completed in 1995. The County estimates that it will cost \$1,500 per year to monitor wells at the landfill site over the next thirty years. Estimates for other costs related to monitoring the landfill over the thirty year monitoring period were not available.

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

Note 5 Summary, Disclosure of Significant Contingencies

Federally Assisted Programs - Compliance Audits

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

Road Obligation

During 1986, the County obligated future revenues of the Road and Bridge Fund to be used for maintenance of a road which was resurfaced with funds obtained through the Community Development Block Grant Program. The amount of funds obligated each year is presented below:

<u>Year</u>	<u>Obligation</u>
2007	\$ <u>73,389</u>

Certificates of Participation

The County is contingently liable for Certificates of Participation issued by the County on behalf of the Mental Health Clinic for the purpose of constructing a Mental Health Office Facility. The Mental Health Clinic has primary responsibility for payment of the certificates. See Note 3, Certificates of Participation section, for details.

Pending Litigation

At December 31, 2003, the County is the defendant in a civil rights lawsuit. The plaintiff in this case is seeking a judgment in the amount of \$75,000. This lawsuit is being contested by the County and at the date of this report, the outcome cannot be determined.

Note 6 Prior Year Defeasance of Debt

In past years, the County has issued advance refunding bonds to retire various outstanding bond issues and certificates of participation. In each case, the debt which was advance refunded was called and paid off in full. As a result, there is no defeased debt that is still outstanding.

Note 7 Franklin County Employee Benefit Plan Trust

During 1989, the County formed the Franklin County Employee Benefit Plan Trust Fund to provide a self-insurance plan to cover medical expenses of County employees. The plan receives funds through employee payroll deductions and pays for medical claims up to \$25,000 per employee. Catastrophic coverage insurance has been purchased to cover claims in excess of \$25,000 per employee. The County maintains no records of outstanding medical claims payable from this fund as required by generally accepted accounting principles. Consequently, the financial statements do not contain a contingency for unpaid medical claims.

County of Franklin, Kansas
Notes to Financial Statements
December 31, 2003

Note 8 Community Development Block Grant Loan

In July, 1995, the County was awarded a \$500,000 Community Development Block Grant. \$484,380 of this grant was loaned to Golden State Porcelain, a local manufacturing entity, to be used in their operations. This loan carries an interest rate of 5%. During 2001, Golden State requested and received a one year grace period from making payments. During 2002, this grace period was extended indefinitely by the State of Kansas, and no payments were made during 2003. At December 31, 2003, the outstanding balance on this loan is \$267,726. The County is not liable on this loan in the event of nonpayment by Golden State.

In July, 2004, an agreement was reached between the State Department of Commerce and Housing, Golden State Porcelain and the County. Under this agreement, Golden State paid \$30,000 on this loan the remaining amount was written off by the State.

County of Franklin, Kansas
Reconciliation of 2002 Tax Roll
For the Year Ended December 31, 2003

Schedule 1

County Clerk's Abstract of Taxes Levied	\$	19,140,000
Add: Supplemental Tax Roll		18,395
Deduct: 2002 Taxes Abated and Refunded		<u>(235,645)</u>
2002 Tax Roll as Adjusted		<u>18,922,750</u>
<u>County Treasurer's Accounting:</u>		
Current Tax Collections (net of refunds)	\$	18,197,303
Uncollected:		
Personal Property		33,274
Real Estate		<u>691,981</u>
Total Uncollected		725,255
Tax Roll Under (Over) Accounted For		<u>192</u>
Net Tax Roll		<u>18,922,750</u>

County of Franklin, Kansas
 Shari Perry, County Clerk
 Receipts, Disbursements, and Balances
For the Year Ended December 31, 2003

Schedule 2
 (Page 1 of 5)

Balance - January 1, 2003 \$ 566

Receipts:

Moving Permits	\$	11
Boat Permits		2,615
Election Registration Lists		213
Election Filing Fees		330
Fish and Game Fees		5,272
Fish and Game Licenses		151,572
Other		7,538
		7,538

Total Receipts 167,551

Disbursements:

To County Treasurer 168,042

Balance - December 31, 2003 75

Composition of Ending Cash Balance:

Cash on Hand 75

County of Franklin, Kansas
Sue A. McCay, Register of Deeds
Receipts, Disbursements, and Balances
For the Year Ended December 31, 2003

Schedule 2
(Page 2 of 5)

Balance - January 1, 2003 \$ 58

Receipts:

Mortgage Registration and Heritage Trust Fees	\$	463,222
Recording Fees		100,647
Technology Fees		67,328
Copy Fees		<u>1,884</u>

Total Receipts 633,081

Disbursements:

To County Treasurer 633,081

Balance - December 31, 2003 58

Composition of Ending Cash Balance:

Cash on Hand \$ 58

County of Franklin, Kansas
 Vicki Mills, Clerk of the District Court
 Receipts, Disbursements, and Balances
For the Year Ended December 31, 2003

Schedule 2
 (Page 3 of 5)

Balance - January 1, 2003 \$ 23,947

Receipts:

ASAP Assessments	\$	3,312	
Bonds and Forfeitures		114,420	
County Clerk Fees		11,185	
County Reimbursements		13,947	
Diversion Fees		15,756	
Drivers License Reinstatement Fees		6,194	
Fines		221,453	
Fingerprinting Fees		10,515	
Indigent Defense Fees		2,040	
Interest		649	
Judicial Branch Surcharge		29,057	
Judgments, Sale Proceeds, and Other		517,597	
Law Library Fees		25,546	
LETC Fees		18,641	
Marriage License Fees		9,850	
PATF Fees		2,148	
State Clerk Fees		166,067	
State Attorney Fees		27,445	
Total Receipts			1,195,822

Disbursements:

To State Treasurer		453,531	
To County Treasurer		54,758	
To Others		665,172	
Total Disbursements			1,173,461

Balance - December 31, 2003 46,308

Composition of Ending Balance:

Deposit: Peoples National Bank and Trust, Ottawa, Kansas		94,175	
Plus: Deposit in Transit		186	
Less: Outstanding Checks		(48,053)	
Total Composition of Cash			46,308

County of Franklin, Kansas
 Craig Davis, Sheriff
 Receipts, Disbursements, and Balances
For the Year Ended December 31, 2003

Schedule 2
 (Page 4 of 5)

Balance - January 1, 2003		\$	9,993
<u>Receipts:</u>			
Sheriff Fees	\$	42,656	
MVR Fees		1,176	
Reimbursements		45,828	
Jail Fees		17,914	
Law Enforcement Trust		23,885	
DARE Donations		1,500	
Inmate Accounts		55,237	
Work Release		1,510	
Jail Board		<u>105,810</u>	
Total Receipts			295,516
<u>Disbursements:</u>			
Paid to County Treasurer		238,769	
Paid to Others:			
Work Release		25	
Inmate Accounts		<u>53,585</u>	
Total Disbursements			<u>292,379</u>
Balance - December 31, 2003			<u><u>13,130</u></u>
<u>Composition of Cash:</u>			
Deposits: First Bank of Ottawa			
Work Release Account		1,486	
Inmate Account		14,010	
Less: Outstanding Checks		<u>(2,386)</u>	13,110
Cash on Hand			<u>20</u>
Total			<u><u>13,130</u></u>

County of Franklin, Kansas
John Dowell, County Attorney
Receipts, Disbursements, and Balances
For the Year Ended December 31, 2003

Schedule 2
(Page 5 of 5)

Balance - January 1, 2003		\$	0
<u>Receipts:</u>			
Bad Check Collections	\$	865	
Reimbursements		1,228	
Diversion Fees		<u>11,375</u>	
Total Receipts			13,468
<u>Disbursements:</u>			
Paid to County Treasurer			<u>13,468</u>
Balance - December 31, 2003			<u><u>0</u></u>

HUTINETT, SCHLOTTERBECK AND BURNS, L.L.C.

John T. Hutinett
LMPA (Retired)
Harley D. Schlotterbeck
LMPA, CPA
Rodney M. Burns
CPA

MUNICIPAL AUDITORS
702 WEST MAIN *** P.O. BOX 832
CHANUTE, KANSAS 66720

PHONE (620) 431-3410
FAX (620) 431-7719

HSB

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE AND
INTERNAL CONTROL OVER FINANCIAL REPORTING BASED
ON AN AUDIT OF THE FINANCIAL STATEMENTS CONDUCTED
IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board of County Commissioners
Franklin County, Kansas

We have audited the financial statements of the County of Franklin, Kansas, as of and for the year ended December 31, 2003, and have issued our report thereon dated August 25, 2004. 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.

Compliance

As part of obtaining reasonable assurance about whether the County of Franklin, Kansas, financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the County of Franklin, Kansas, in a separate letter dated August 25, 2004.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County of Franklin, Kansas, internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of the County of Franklin, Kansas, in a separate letter dated August 25, 2004.

This report is intended solely for the information and use of the governing body and management of the County of Franklin, Kansas, and for filing with the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Hutinett, Schlotterbeck and Burns, L.L.C.

August 25, 2004

John T. Hutinett
LMPA (Retired)
Harley D. Schlotterbeck
LMPA, CPA
Rodney M. Burns
CPA

HUTINETT, SCHLOTTERBECK AND BURNS, L.L.C.

MUNICIPAL AUDITORS
702 WEST MAIN *** P.O. BOX 832
CHANUTE, KANSAS 66720

PHONE (620) 431-3410
FAX (620) 431-7719

758

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of County Commissioners
Franklin County, Kansas

Compliance

We have audited the compliance of the County of Franklin, Kansas, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2003. The County of Franklin, Kansas, major federal programs are identified in the accompanying Schedule of Expenditure of Federal Awards. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County of Franklin, Kansas, management. Our responsibility is to express an opinion on the County of Franklin, Kansas, compliance based on our audit.

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

In our opinion, the County of Franklin, Kansas, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2003.

Internal Control Over Compliance

The management of County of Franklin, Kansas, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered County of Franklin, Kansas, internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the governing body and management of the County of Franklin, Kansas, and for filing with the Kansas Department of Administration, Division of Accounts and Reports, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

Hutinett, Schlotterbeck and Burns, L.L.C.

August 25, 2004

County of Franklin, Kansas
Schedule of Findings and Questioned Costs
For the Fiscal Year Ended December 31, 2003

A. Summary of Audit Results

1. The auditor's report expresses an unqualified opinion on the special purpose financial statements of the County of Franklin, Kansas.
2. No reportable conditions relating to the audit of the financial statements are reported in the "Independent Auditor's Report on Compliance and Internal Control Over Financial Reporting Based on an Audit of the Financial Statements Conducted in Accordance with Government Auditing Standards".
3. No instances of noncompliance material to the financial statements of the County of Franklin, Kansas were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award programs are reported in the "Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133".
5. The auditor's report on compliance for the major federal award programs for the County of Franklin, Kansas expresses an unqualified opinion.
6. There were no findings relating to the major federal award programs for the County of Franklin, Kansas, that are required to be reported in Part C of this Schedule.
7. The program tested as a major program was: 20.205 Highway Planning and Construction.
8. The threshold for distinguishing Types A and B programs was \$300,000.
9. The County of Franklin, Kansas was determined to be a high-risk auditee.

B. Findings - Financial Statements Audit

None.

C. Findings and Questioned Costs - Major Federal Awards Program Audit

None.

County of Franklin, Kansas
 Schedule of Expenditures of Federal Awards
 For the Year Ended December 31, 2003

<u>Federal Grantor/Pass-through Grantor/Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
U.S. Department of Agriculture Passed through the State Department of Health and Environment Special Suppl. Nutrition Program for Women, Infants, Children	10.557	\$ <u>72,493</u>
U.S. Department of Justice Passed through State Department of Justice State and Local Domestic Preparedness Equipment Support Program	16.007	57,318 (2)
Juvenile Accountability Incentive Block Grants	16.523	24,678
Federal Local Law Enforcement Block Grant Program	16.592	3,573
Crime Victims Assistance/Discretionary Grants	16.710	462
Direct from U.S. Treasury Crime Victims Assistance/Discretionary Grants	16.710	<u>37,848</u>
Total U.S. Department of Justice		<u>123,879</u>
U.S. Department of Transportation Passed through Kansas Department of Transportation Highway Planning and Construction	20.205	<u>202,807 (1) (3)</u>
U.S. Department of Health Passed through State Department of Health and Environment Family Planning Services	93.217	28,368
Immunization Grants	93.268	2,600
Center for Disease Control/Prevention Investigation & Tech Assist.	93.283	30,533
Child Care and Development Block Grant	93.575	4,790
Child Care Mandatory and Matching Funds	93.596	10,411
Maternal and Child Health Services Block Grant to the States	93.994	<u>672</u>
Total U.S. Department of Health		<u>77,374</u>
Total Expenditures of Federal Awards		<u><u>476,553</u></u>

(1) This was considered to be a major program.

(2) This is a non-monetary award. Equipment was purchased directly by the Kansas Highway Patrol and then given to the County. Such non-monetary assistance is reported in this schedule at the fair market value of the items received.

Note - Basis of Presentation

The schedule of expenditures of federal awards includes the federal grant activity of Franklin County, Kansas, and is presented on the cash basis of accounting and, accordingly, represents the total cash expended for each program. It does not include transactions that might be included using the modified accrual basis of accounting which is the basis used in the County's financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Government, and Non-Profit Organizations.

(3) Reconciliation of federal expenditures to the financial statements:

The expenditures presented in the financial statements include encumbrances, which are not included in the amounts above for the Highway Planning and Construction Fund. The following schedule reconciles the amount presented above to the amount of expenditures presented on Statement 3:

Expenditures of the Midland Railway Enhancement Project per Statement 3	\$ 659,165
Less: Local matching funds expended	(50,814)
Less: Encumbrances outstanding at December 31, 2003	<u>(405,544)</u>
Federal expenditures presented above	<u><u>202,807</u></u>

