

FRANKLIN COUNTY, KANSAS
FINANCIAL STATEMENTS
AND
REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

December 31, 2006

A&G Agler & Gaeddert CHARTERED
Certified Public Accountants

Franklin County, Kansas

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of County Commissioners
Franklin County
Ottawa, Kansas

We have audited the accompanying statutory basis financial statements of the individual funds of Franklin County, Kansas, as of and for the year ended December 31, 2006, as listed in the table of contents. These statutory basis financial statements are the responsibility of the County's 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.

As described in Note I B, the County prepared these statutory basis 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 practices differ from accounting principles generally accepted in the United States of America. The effects on the statutory basis financial statements of the differences between the regulatory basis of accounting and accounting principles generally accepted in the United States of America are described in Note I B.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the statutory basis financial statement 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 Franklin County, Kansas, as of December 31, 2006, or the changes in its financial position or, where applicable, its cash flows for the year then ended.

Also, in our opinion, the statutory basis financial statements referred to in the first paragraph present fairly, in all material respects, the cash and unencumbered cash balances of the individual funds of Franklin County, Kansas as of December 31, 2006, and its cash receipts and expenditures and budgetary results, for the year then ended on the basis of accounting described in Note I B

In accordance with *Government Auditing Standards*, we have also issued our report dated June 12, 2007 on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the statutory basis financial statements that collectively comprise Franklin County, Kansas's statutory basis 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 State, 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.

Agler & Gaeddert, Chartered

June 12, 2007

Franklin County, Kansas

SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
For the Year Ended December 31, 2006

	Unencumbered Cash Balances (Deficit)	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures
	January 1, 2006			
Governmental Type Funds				
General Fund	\$ 1,798,599	\$ 0	\$ 6,419,992	\$ 6,656,227
Special Revenue Funds				
Road & Bridge	210,789	0	4,309,068	4,152,422
R & B Special Machinery	3,023	0	450,962	342,125
Chip Reserve	271,861	0	202,000	262,166
Employee Benefits	513,775	0	2,270,526	1,971,235
Health	93,984	0	623,594	666,187
Health Capital Outlay	56,072	0	20,000	20,218
Mental Health	3,157	0	144,099	135,700
Mental Health CDBG	0	0	150,000	119,554
Election	40,953	0	129,594	140,659
Appraiser	70,001	0	302,433	289,711
Community College Tuition	58,156	0	84,308	79,982
Noxious Weed	180,107	0	145,525	181,145
Noxious Weed Capital	96,420	0	35,000	0
Rehabilitation Center	2,767	0	97,384	92,100
Tourism & Convention Promotion	0	0	146,192	146,192
Special Bridge	101,602	0	285,550	229,034
Liability Insurance	521,406	0	133,278	101,690
Risk Management Reserve	59,348	0	529	26,832
Special Parks & Recreation	587	0	2,778	2,500
Special Alcohol	5,907	0	5,169	3,270
Extension Council	4,109	0	213,316	200,400
Conservation District	1,055	0	46,495	43,780
Fair Premium	579	0	7,161	7,000
Fair Building	259	0	7,486	7,000
Services For The Elderly	23,669	0	213,842	214,680
County Buildings	123,137	0	103,478	109,939
Ambulance	380,513	0	1,024,434	1,108,969
Ambulance Special Equipment	147,026	0	101,000	83,968
Historical Society	0	0	88,091	85,000
Law Enforcement Trust	12,120	0	9,242	13,221
Drug Enforcement Forfeitures	9,450	0	113	0
Special Prosecutor Trust	37,703	0	26,877	32,738
Veterans Memorial	22,382	0	851	344
Country Estates Benefit District	3,213	0	12,960	12,963
Emergency Shelter Grant	0	0	3,012	3,012
Judiciary Tech Grant	3,948	0	0	746
Pandemic Flu	0	0	8,212	10,135
Child Safety/Domestic Violence	915	0	0	0
Domestic Violence Grant	(7,454)	0	65,992	84,987
Sheriff Identikit	1,332	0	0	0
Defibrillator Special	1,000	0	0	1,000

The accompanying notes are an integral part of this statement.

Statement 1

Unencumbered Cash Balances (Deficit) <u>December 31, 2006</u>	Outstanding Encumbrances and Accounts Payable	Cash Balances <u>December 31, 2006</u>
\$ 1,562,364	\$ 95,767	\$ 1,658,131
367,435	134,167	501,602
111,860	77,318	189,178
211,695	0	211,695
813,066	5,894	818,960
51,391	4,600	55,991
55,854	0	55,854
11,556	0	11,556
30,446	14,034	44,480
29,888	0	29,888
82,723	218	82,941
62,482	0	62,482
144,487	1,680	146,167
131,420	0	131,420
8,051	0	8,051
0	0	0
158,118	428	158,546
552,994	0	552,994
33,045	5,840	38,885
865	0	865
7,806	0	7,806
17,025	0	17,025
3,770	0	3,770
740	0	740
745	0	745
22,831	7,427	30,258
116,676	1,246	117,922
295,978	4,750	300,728
164,058	0	164,058
3,091	0	3,091
8,141	248	8,389
9,563	0	9,563
31,842	3,048	34,890
22,889	15	22,904
3,210	0	3,210
0	0	0
3,202	0	3,202
(1,923)	0	(1,923)
915	0	915
(26,449)	0	(26,449)
1,332	0	1,332
0	0	0

Composition of cash balances:

Demand Deposits	
Cash on hand and checking	\$ 138,956
Time Deposits	
Now accounts	196,582
Money market accounts	13,650,000
Certificates of Deposit	9,320,000
District court	188,404
Law Library	32,383
Recycling	2,059
Sheriff	<u>22,962</u>
Total cash and investments	23,551,346
Agency funds per Statement 4	<u>(13,785,827)</u>
	<u>\$ 9,765,519</u>

Franklin County, Kansas

SUMMARY OF CASH RECEIPTS, EXPENDITURES
AND UNENCUMBERED CASH
For the Year Ended December 31, 2006

	Unencumbered Cash Balances (Deficit) <u>January 1, 2006</u>	Prior Year Cancelled Encumbrances	Cash Receipts	Expenditures
Governmental Type Funds - continued				
Special Revenue Funds - continued				
Cops In School Grant	\$ (45,619)	\$ 0	\$ 80,984	\$ 84,251
JAG Grant	1,372	0	51,657	52,291
Truancy Grant	121	0	0	0
Special Auto	36,256	0	154,572	165,059
Prosecutor Training	483	0	2,912	3,073
Juvenile Acct Grant	4,697	0	14,199	12,326
Community Corrections-Adult	43,284	0	372,108	386,111
Community Corrections-Juvenile	17,096	0	405,164	410,462
Juvenile Intake	9,478	0	72,226	69,320
Dare Summer Camp	1,265	0	4	0
Equipment Reserve	587,566	0	252,800	191,641
911 Emergency Telephone	121,123	0	89,903	43,764
CDBG Loan	4	0	0	4
Centropolis Sewer District	8,299	0	33,092	28,981
Register of Deeds Technology	90,318	0	48,597	30,627
911 Emergency Wireless	19,831	0	45,438	43,722
Countywide Internet	3,222	0	1,962	0
Solid Waste Special Caps	202,699	0	255,313	219,992
Debt Service Funds				
Bond and Interest	65,677	0	1,051,986	723,243
Capital Projects Funds				
36 Mile Road Improvement	(362,676)	0	370,114	7,438
Vermont Bridge Project	0	0	57,732	85,532
Nevada Terrace Project	0	0	11,066	48,811
Missouri Road Project	0	0	0	49,350
13 Mile Road Improvement Project	0	0	0	132,808
Midland Railroad Enhancement	438	0	0	0
Road Improvement	73,286	0	0	0
Capital Improvement	614,077	0	206,210	538,268
Visitor's Center	500	0	0	0
Enterprise Funds				
Solid Waste	664,412	0	969,432	1,022,834
Annex	36,956	0	421,418	435,089
County Wide Phone	96,184	739	67,790	35,546
Fiduciary Fund				
Employee Benefit Plan	1,526,233	0	1,531,172	1,993,213
Total reporting entity (excluding agency funds)	\$ <u>8,670,053</u>	\$ <u>739</u>	\$ <u>24,458,394</u>	\$ <u>24,452,587</u>

The accompanying notes are an integral part of this statement.

Statement 1

Unencumbered Cash Balances (Deficit) <u>December 31, 2006</u>	Outstanding Encumbrances and Accounts <u>Payable</u>	Cash Balances <u>December 31, 2006</u>
\$ (48,886)	\$ 0	\$ (48,886)
738	12,738	13,476
121	0	121
25,769	3,762	29,531
322	665	987
6,570	0	6,570
29,281	0	29,281
11,798	0	11,798
12,384	445	12,829
1,269	0	1,269
648,725	0	648,725
167,262	182	167,444
0	0	0
12,410	62	12,472
108,288	290	108,578
21,547	0	21,547
5,184	0	5,184
238,020	0	238,020
394,420	0	394,420
0	0	0
(27,800)	27,800	0
(37,745)	37,620	(125)
(49,350)	49,350	0
(132,808)	105,890	(26,918)
438	0	438
73,286	0	73,286
282,019	419,275	701,294
500	0	500
611,010	37,319	648,329
23,285	4,375	27,660
129,167	5,762	134,929
<u>1,064,192</u>	<u>26,705</u>	<u>1,090,897</u>
<u>\$ 8,676,599</u>	<u>\$ 1,088,920</u>	<u>\$ 9,765,519</u>

Franklin County, Kansas

Statement 2

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET

(Budgeted Funds Only)

For the Year Ended December 31, 2006

	Certified Budget	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
Governmental type funds				
General Fund	\$ 6,877,655	\$ 6,877,655	\$ 6,656,227	\$ 221,428
Special Revenue Funds				
Road & Bridge	4,176,625	4,176,625	4,152,422	24,203
Chip Reserve	393,231	393,231	262,166	131,065
Employee Benefits	2,241,666	2,241,666	1,971,235	270,431
Health	758,410	758,410	666,187	92,223
Mental Health	135,700	135,700	135,700	0
Election	149,210	149,210	140,659	8,551
Appraiser	294,729	294,729	289,711	5,018
Community College Tuition	120,000	120,000	79,982	40,018
Noxious Weed	241,756	241,756	181,145	60,611
Rehabilitation Center	92,100	92,100	92,100	0
Tourism & Convention Promotion	170,000	170,000	146,192	23,808
Special Bridge	327,350	327,350	229,034	98,316
Liability Insurance	610,000	610,000	101,690	508,310
Special Parks & Recreation	2,800	2,800	2,500	300
Special Alcohol	4,400	4,400	3,270	1,130
Extension Council	200,400	200,400	200,400	0
Conservation District	43,780	43,780	43,780	0
Fair Premium	7,000	7,000	7,000	0
Fair Building	7,000	7,000	7,000	0
Services For The Elderly	234,400	234,400	214,680	19,720
County Building	112,500	112,500	109,939	2,561
Ambulance	1,135,775	1,135,775	1,108,969	26,806
Historical Society	85,000	85,000	85,000	0
Country Estates Benefit District	13,060	13,060	12,963	97
911 Emergency Telephone	118,246	118,246	43,764	74,482
Centropolis Sewer District	31,887	31,887	28,981	2,906
911 Emergency Wireless	50,000	50,000	43,722	6,278
Debt Service Funds				
Bond and Interest	1,043,949	1,043,949	723,243	320,706
Capital Project Funds				
Capital Improvement	350,000	350,000	538,268	(188,268)
Enterprise funds				
Solid Waste	1,009,220	1,009,220	1,022,834	(13,614)
Annex	453,500	453,500	435,089	18,411
County Wide Phone	150,000	150,000	35,546	114,454

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

GENERAL FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 30, 2005)

	2005		2006		Variance Favorable (Unfavorable)
	Actual	Actual	Budget		
Cash receipts					
Taxes					
Ad valorem tax	\$ 2,855,113	\$ 2,510,262	\$ 2,549,259	\$	(38,997)
Delinquent tax	81,633	69,971	58,907		11,064
Motor vehicle tax	421,871	483,484	314,180		169,304
Recreational vehicle tax	8,436	9,101	6,066		3,035
Local alcoholic liquor fund	2,283	2,777	2,827		(50)
Local sales tax	1,470,923	1,528,204	1,490,000		38,204
Mineral production tax	1,441	1,440	814		626
16/20M vehicle tax	14,296	4,459	6,692		(2,233)
Grants	28,897	31,240	13,631		17,609
Fees and licenses					
Mortgage registration fees	496,556	355,895	375,000		(19,105)
Sheriff / jail fees	116,113	94,933	0		94,933
911 payment from City	212,812	235,292	238,095		(2,803)
Planning fees	52,842	40,027	51,041		(11,014)
Environmental fees	17,040	17,580	32,760		(15,180)
Juvenile	8,616	6,167	10,640		(4,473)
Other intergovernmental	186,518	277,418	286,580		(9,162)
Interest on investments	313,851	489,146	110,000		379,146
Interest and fees on delinquent taxes	149,548	129,151	120,000		9,151
Rent	11,627	10,516	9,852		664
Miscellaneous	12,532	16,757	8,781		7,976
Operating transfers	62,463	106,172	40,966		65,206
Total cash receipts	<u>\$ 6,525,411</u>	<u>6,419,992</u>	<u>\$ 5,726,091</u>	<u>\$</u>	<u>693,901</u>
Expenditures					
County Commissioners					
Personal services	\$ 174,272	154,350	\$ 140,950	\$	(13,400)
Contractual	416,304	476,710	464,200		(12,510)
Commodities	5,326	4,137	4,800		663
Capital Outlay	0	43,346	0		(43,346)
Total County Commissioners	<u>595,902</u>	<u>678,543</u>	<u>609,950</u>		<u>(68,593)</u>
County Clerk					
Personal services	91,934	119,282	134,787		15,505
Contractual	2,470	3,303	4,500		1,197
Commodities	9,161	7,442	7,000		(442)
Total County Clerk	<u>103,565</u>	<u>130,027</u>	<u>146,287</u>		<u>16,260</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

GENERAL FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 30, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Expenditures - continued				
County Treasurer				
Personal services	\$ 111,714	\$ 121,347	\$ 116,635	\$ (4,712)
Contractual	6,730	7,505	11,175	3,670
Commodities	14,642	8,937	13,000	4,063
Capital outlay	1,448	2,000	2,000	0
Total County Treasurer	<u>134,534</u>	<u>139,789</u>	<u>142,810</u>	<u>3,021</u>
County attorney and counselor				
Personal services	237,036	253,079	248,570	(4,509)
Contractual	30,867	29,578	36,700	7,122
Commodities	6,978	5,848	6,500	652
Capital outlay	11,224	4,404	5,000	596
Total County attorney and counselor	<u>286,105</u>	<u>292,909</u>	<u>296,770</u>	<u>3,861</u>
Register of Deeds				
Personal services	75,886	81,684	76,203	(5,481)
Contractual	2,100	1,905	3,200	1,295
Commodities	1,319	1,852	2,000	148
Total Register of Deeds	<u>79,305</u>	<u>85,441</u>	<u>81,403</u>	<u>(4,038)</u>
Sheriff				
Personal services	768,482	1,025,552	900,045	(125,507)
Contractual	84,557	121,913	91,500	(30,413)
Commodities	11,784	10,246	11,200	954
Capital outlay	74,776	74,637	75,500	863
Total Sheriff	<u>939,599</u>	<u>1,232,348</u>	<u>1,078,245</u>	<u>(154,103)</u>
Court				
Personal services	9,976	10,624	11,000	376
Contractual	138,242	129,270	130,200	930
Commodities	24,091	16,262	22,000	5,738
Capital outlay	18,548	26,328	39,050	12,722
Total Court	<u>190,857</u>	<u>182,484</u>	<u>202,250</u>	<u>19,766</u>
Maintenance				
Personal services	117,081	128,728	105,125	(23,603)
Contractual	503	526	550	24
Total Maintenance	<u>117,584</u>	<u>129,254</u>	<u>105,675</u>	<u>(23,579)</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

GENERAL FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 30, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Expenditures - continued				
Emergency Preparedness				
Personal services	\$ 21,048	\$ 69,747	\$ 40,565	\$ (29,182)
Contractual	4,711	15,245	7,300	(7,945)
Commodities	8,696	23,741	10,700	(13,041)
Capital outlay	0	10,481	12,500	2,019
Total Emergency Preparedness	<u>34,455</u>	<u>119,214</u>	<u>71,065</u>	<u>(48,149)</u>
Jail				
Personal services	431,417	499,924	471,440	(28,484)
Contractual	28,886	24,635	31,500	6,865
Commodities	175,405	242,988	208,000	(34,988)
Capital outlay	17,407	16,293	23,100	6,807
Total Jail	<u>653,115</u>	<u>783,840</u>	<u>734,040</u>	<u>(49,800)</u>
Planning and Building				
Personal services	109,115	126,573	114,121	(12,452)
Contractual	23,615	27,466	44,500	17,034
Commodities	11,682	9,169	10,500	1,331
Capital outlay	21,342	0	0	0
Total Planning and Building	<u>165,754</u>	<u>163,208</u>	<u>169,121</u>	<u>5,913</u>
County Administration				
Personal services	188,335	200,945	223,510	22,565
Contractual	49,393	55,398	76,430	21,032
Commodities	26,841	44,061	5,500	(38,561)
Capital outlay	23,799	283	500	217
Total County Administrator	<u>288,368</u>	<u>300,687</u>	<u>305,940</u>	<u>5,253</u>
911				
Personal services	436,363	480,383	459,810	(20,573)
Contractual	3,716	4,127	5,365	1,238
Commodities	1,060	1,130	2,550	1,420
Capital outlay	1,160	0	1,200	1,200
Total 911	<u>442,299</u>	<u>485,640</u>	<u>468,925</u>	<u>(16,715)</u>
Information Technology				
Personal services	198,637	191,210	292,288	101,078
Contractual	124,448	138,315	187,710	49,395
Commodities	14,054	13,206	12,500	(706)
Capital outlay	29,067	64,752	72,650	7,898
Total Information Technology	<u>366,206</u>	<u>407,483</u>	<u>565,148</u>	<u>157,665</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

GENERAL FUND

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 30, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Expenditures - continued				
Environmental Health				
Personal services	\$ 61,176	\$ 65,320	\$ 62,965	\$ (2,355)
Contractual	8,329	8,878	14,050	5,172
Commodities	1,265	2,847	3,950	1,103
Capital outlay	0	976	1,000	24
Total Environmental Health	<u>70,770</u>	<u>78,021</u>	<u>81,965</u>	<u>3,944</u>
Juvenile				
Personal services	296,721	405,081	460,824	55,743
Contractual	23,175	29,360	18,300	(11,060)
Commodities	2,619	2,874	3,400	526
Capital outlay	7,585	4,116	800	(3,316)
Total Juvenile	<u>330,100</u>	<u>441,431</u>	<u>483,324</u>	<u>41,893</u>
Capital outlay	965	69	428,000	427,931
Vermont Road Lease	168,199	252,299	168,200	(84,099)
District Wide	58,752	65,419	29,650	(35,769)
Economic Development	45,000	45,000	45,000	0
Record Storage	8,963	10,398	12,000	1,602
Interest & fees	1,389	5,723	0	(5,723)
Contingency	0	0	449,887	449,887
Operating transfers	<u>632,800</u>	<u>627,000</u>	<u>202,000</u>	<u>(425,000)</u>
Total expenditures	<u>5,714,586</u>	<u>6,656,227</u>	<u>\$ 6,877,655</u>	<u>\$ 221,428</u>
Receipts over (under) expenditures	810,825	(236,235)		
Unencumbered cash, beginning of year	<u>987,774</u>	<u>1,798,599</u>		
Unencumbered cash, end of year	<u>\$ 1,798,599</u>	<u>\$ 1,562,364</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
ROAD AND BRIDGE - 102 and 528

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem taxes	\$ 2,363,407	\$ 2,912,895	\$ 2,960,217	\$ (47,322)
Delinquent tax	73,157	60,900	24,023	36,877
Motor vehicle tax	410,044	402,215	260,069	142,146
Recreational vehicle tax	8,226	7,540	5,021	2,519
16/20M vehicle tax	10,087	4,371	5,257	(886)
Payment in lieu of tax	0	0	4,777	(4,777)
Special city/county gas tax	833,661	822,193	826,906	(4,713)
Federal grants	35,982	0	0	0
County equalization and adjustment	24,743	24,599	0	24,599
Miscellaneous	58,419	40,541	0	40,541
Dust control	0	26,663	0	26,663
Transfers In	0	7,151	0	7,151
	<u>3,817,726</u>	<u>4,309,068</u>	<u>\$ 4,086,270</u>	<u>\$ 222,798</u>
Total cash receipts				
Expenditures				
Personal services	892,432	936,388	\$ 950,601	\$ 14,213
Contractual services	1,116,161	1,040,857	1,252,800	211,943
Commodities	1,359,349	1,707,351	1,502,100	(205,251)
Capital outlay	271,653	374,609	403,920	29,311
Transfer out - Dust control	0	18,217	0	(18,217)
Transfer out	0	75,000	0	(75,000)
	<u>0</u>	<u>0</u>	<u>67,204</u>	<u>67,204</u>
Adjustment for qualifying budget credit				
	<u>0</u>	<u>0</u>	<u>67,204</u>	<u>67,204</u>
Total expenditures	<u>3,639,595</u>	<u>4,152,422</u>	<u>\$ 4,176,625</u>	<u>\$ 24,203</u>
Receipts over (under) expenditures	178,131	156,646		
Unencumbered cash, beginning of year	<u>32,658</u>	<u>210,789</u>		
Unencumbered cash, end of year	<u>\$ 210,789</u>	<u>\$ 367,435</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
ROAD AND BRIDGE SPECIAL MACHINERY - 103

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Loan proceeds	\$ 392,771	\$ 375,962
Transfer	<u>0</u>	<u>75,000</u>
Total cash receipts	<u>392,771</u>	<u>450,962</u>
Expenditures		
Capital outlay	<u>392,150</u>	<u>342,125</u>
Total expenditures	<u>392,150</u>	<u>342,125</u>
Receipts over (under) expenditures	621	108,837
Unencumbered cash, beginning of year	<u>2,402</u>	<u>3,023</u>
Unencumbered cash, end of year	<u>\$ 3,023</u>	<u>\$ 111,860</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
CHIP RESERVE - 104

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Operating transfers	\$ 632,800	\$ 202,000	\$ 202,000	\$ 0
Total cash receipts	<u>632,800</u>	<u>202,000</u>	<u>202,000</u>	<u>0</u>
Expenditures				
Contractual services	760,186	0	0	0
Operating transfers	<u>0</u>	<u>262,166</u>	<u>393,231</u>	<u>131,065</u>
Total expenditures	<u>760,186</u>	<u>262,166</u>	<u>\$ 393,231</u>	<u>\$ 131,065</u>
Receipts over (under) expenditures	(127,386)	(60,166)		
Unencumbered cash, beginning of year	<u>399,247</u>	<u>271,861</u>		
Unencumbered cash, end of year	<u>\$ 271,861</u>	<u>\$ 211,695</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
EMPLOYEE BENEFITS - 106 AND 305

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem taxes	\$ 1,611,008	\$ 1,365,533	\$ 1,385,713	\$ (20,180)
Delinquent taxes	51,438	41,489	37,291	4,198
Motor vehicle taxes	263,785	273,441	177,280	96,161
Recreational vehicle taxes	5,279	5,138	3,423	1,715
16/20 M.truck taxes	8,623	2,792	3,584	(792)
In lieu of taxes	0	0	3,051	(3,051)
Miscellaneous	37,365	55,948	15,550	40,398
Operating transfers	0	526,185	520,000	6,185
Total cash receipts	<u>1,977,498</u>	<u>2,270,526</u>	<u>\$ 2,145,892</u>	<u>124,634</u>
Expenditures				
Personnel	1,764,523	1,965,050	\$ 2,241,666	\$ 276,616
Operating transfers	0	6,185	0	(6,185)
Total expenditures	<u>1,764,523</u>	<u>1,971,235</u>	<u>\$ 2,241,666</u>	<u>\$ 270,431</u>
Receipts over (under) expenditures	212,975	299,291		
Unencumbered cash, beginning of year	<u>300,800</u>	<u>513,775</u>		
Unencumbered cash, end of year	<u>\$ 513,775</u>	<u>\$ 813,066</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
HEALTH - 108

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 138,359	\$ 207,554	\$ 210,979	\$ (3,425)
Delinquent tax	4,656	3,732	3,637	95
Motor Vehicle tax	21,759	23,500	15,218	8,282
Recreational vehicle tax	435	441	294	147
16-20M vehicle	802	229	308	(79)
Federal Grants	60,073	54,322	199,225	(144,903)
Other Grants	319,388	331,618	0	331,618
In lieu of taxes	0	0	251	(251)
Service fees	7,354	2,198	300,775	(298,577)
Total cash receipts	<u>552,826</u>	<u>623,594</u>	<u>\$ 730,687</u>	<u>\$ (107,093)</u>
Expenditures				
Personal services	338,972	367,294	\$ 365,110	\$ (2,184)
Contractual	151,341	204,448	245,150	40,702
Commodities	44,597	43,874	48,150	4,276
Capital outlay	26,942	6,465	100,000	93,535
Operating transfers	0	44,106	0	(44,106)
Total expenditures	<u>561,852</u>	<u>666,187</u>	<u>\$ 758,410</u>	<u>\$ 92,223</u>
Receipts over (under) expenditures	(9,026)	(42,593)		
Unencumbered cash, beginning of year	<u>103,010</u>	<u>93,984</u>		
Unencumbered cash, end of year	<u>\$ 93,984</u>	<u>\$ 51,391</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
HEALTH CAPITAL OUTLAY - 109

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Operating transfers	\$ 0	\$ 20,000
Total cash receipts	<u>0</u>	<u>20,000</u>
Expenditures		
Contractual services	<u>6,016</u>	<u>20,218</u>
Total expenditures	<u>6,016</u>	<u>20,218</u>
Receipts over (under) expenditures	(6,016)	(218)
Unencumbered cash, beginning of year	<u>62,088</u>	<u>56,072</u>
Unencumbered cash, end of year	<u>\$ 56,072</u>	<u>\$ 55,854</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
MENTAL HEALTH - 110

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 104,900	\$ 122,885	\$ 124,756	\$ (1,871)
Delinquent tax	3,729	2,866	2,890	(24)
Motor vehicle tax	17,537	17,828	11,537	6,291
Recreational vehicle tax	351	335	223	112
16/20M vehicle tax	633	185	233	(48)
In lieu of taxes	0	0	202	(202)
Total cash receipts	<u>127,150</u>	<u>144,099</u>	<u>\$ 139,841</u>	<u>\$ 4,258</u>
Expenditures				
Contractual	<u>126,040</u>	<u>135,700</u>	<u>135,700</u>	<u>0</u>
Total expenditures	<u>126,040</u>	<u>135,700</u>	<u>\$ 135,700</u>	<u>\$ 0</u>
Receipts over (under) expenditures	1,110	8,399		
Unencumbered cash, beginning of year	<u>2,047</u>	<u>3,157</u>		
Unencumbered cash, end of year	<u>\$ 3,157</u>	<u>\$ 11,556</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
MENTAL HEALTH CDBG - 111

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006

	<u>2006</u> <u>Actual</u>
Cash receipts	
Miscellaneous	\$ <u>150,000</u>
Total cash receipts	<u>150,000</u>
Expenditures	
Contractual services	<u>119,554</u>
Total expenditures	<u>119,554</u>
Receipts over (under) expenditures	30,446
Unencumbered cash, beginning of year	<u>0</u>
Unencumbered cash, end of year	<u>\$ 30,446</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
ELECTION - 114

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 55,276	\$ 84,030	\$ 85,158	\$ (1,128)
Delinquent tax	3,195	2,058	2,074	(16)
Motor vehicle tax	18,627	9,645	6,075	3,570
Recreational vehicle tax	374	177	117	60
16/20M vehicle tax	420	199	123	76
In lieu of taxes	0	0	218	(218)
Miscellaneous	1,098	485	0	485
Operating transfers	0	33,000	33,000	0
Total cash receipts	<u>78,990</u>	<u>129,594</u>	<u>\$ 126,765</u>	<u>\$ 2,829</u>
Expenditures				
Personal services	52,487	79,206	52,000	(27,206)
Contractual	3,418	16,652	51,210	34,558
Commodities	17,909	62,013	46,000	(16,013)
Reimbursements	0	(17,212)	0	17,212
Total expenditures	<u>73,814</u>	<u>140,659</u>	<u>\$ 149,210</u>	<u>\$ 8,551</u>
Receipts over (under) expenditures	5,176	(11,065)		
Unencumbered cash, beginning of year	<u>35,777</u>	<u>40,953</u>		
Unencumbered cash, end of year	<u>\$ 40,953</u>	<u>\$ 29,888</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
APPRAISER - 116

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 255,383	\$ 247,223	\$ 251,127	\$ (3,904)
Motor vehicle tax	38,667	43,273	28,103	15,170
Delinquent tax	8,591	6,744	7,057	(313)
Recreational vehicle tax	771	814	543	271
16/20M vehicle tax	1,635	406	568	(162)
In lieu of taxes	0	0	443	(443)
Miscellaneous	4,137	3,973	4,308	(335)
Total cash receipts	<u>309,184</u>	<u>302,433</u>	<u>\$ 292,149</u>	<u>\$ 10,284</u>
Expenditures				
Personal services	253,034	274,034	263,979	(10,055)
Contractual	8,481	9,881	14,850	4,969
Commodities	4,346	5,796	6,900	1,104
Capital outlay	0	0	9,000	9,000
Total expenditures	<u>265,861</u>	<u>289,711</u>	<u>\$ 294,729</u>	<u>\$ 5,018</u>
Receipts over (under) expenditures	43,323	12,722		
Unencumbered cash, beginning of year	<u>26,678</u>	<u>70,001</u>		
Unencumbered cash, end of year	<u>\$ 70,001</u>	<u>\$ 82,723</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
COMMUNITY COLLEGE TUITION - 120

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 153,556	\$ 56,224	\$ 57,177	\$ (953)
Delinquent tax	1,383	2,200	1,162	1,038
Motor vehicle tax	76	25,397	16,883	8,514
Recreational vehicle tax	0	487	326	161
Miscellaneous	241	0	0	0
Total cash receipts	<u>155,256</u>	<u>84,308</u>	<u>\$ 75,548</u>	<u>\$ 8,760</u>
Expenditures				
Contractual	109,704	29,988	120,000	90,012
Operating transfers	0	49,994	0	(49,994)
Total expenditures	<u>109,704</u>	<u>79,982</u>	<u>\$ 120,000</u>	<u>\$ 40,018</u>
Receipts over (under) expenditures	45,552	4,326		
Unencumbered cash, beginning of year	12,604	58,156		
Unencumbered cash, end of year	<u>\$ 58,156</u>	<u>\$ 62,482</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
NOXIOUS WEED - 122

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 213,896	\$ 99,903	\$ 100,895	\$ (992)
Delinquent tax	6,816	5,272	4,964	308
Motor vehicle tax	32,225	36,191	23,531	12,660
Recreational vehicle tax	645	682	454	228
16/20M vehicle tax	954	342	476	(134)
In lieu of taxes	0	0	374	(374)
Miscellaneous	5,089	3,135	55,000	(51,865)
Total cash receipts	<u>259,625</u>	<u>145,525</u>	<u>\$ 185,694</u>	<u>\$ (40,169)</u>
Expenditures				
Personal services	103,115	105,928	\$ 114,706	\$ 8,778
Contractual services	8,437	9,610	12,300	2,690
Commodities	109,911	106,455	114,750	8,295
Reimbursements	(73,597)	(75,848)	0	75,848
Operating transfers	0	35,000	0	(35,000)
Total expenditures	<u>147,866</u>	<u>181,145</u>	<u>\$ 241,756</u>	<u>\$ 60,611</u>
Receipts over (under) expenditures	111,759	(35,620)		
Unencumbered cash, beginning of year	<u>68,348</u>	<u>180,107</u>		
Unencumbered cash, end of year	<u>\$ 180,107</u>	<u>\$ 144,487</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
NOXIOUS WEED CAPITAL - 123

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 1,021	\$ 0
Operating transfers	<u>0</u>	<u>35,000</u>
Total cash receipts	<u>1,021</u>	<u>35,000</u>
Expenditures		
Contractual services	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	1,021	35,000
Unencumbered cash, beginning of year	<u>95,399</u>	<u>96,420</u>
Unencumbered cash, end of year	<u>\$ 96,420</u>	<u>\$ 131,420</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
REHABILITATION CENTER - 126

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 73,382	\$ 82,507	\$ 83,707	\$ (1,200)
Motor vehicle tax	12,348	12,473	8,070	4,403
Delinquent tax	2,794	2,039	2,196	(157)
Recreational vehicles tax	247	234	156	78
16/20M vehicle tax	421	131	163	(32)
In lieu of taxes	0	0	143	(143)
Total cash receipts	<u>89,192</u>	<u>97,384</u>	<u>\$ 94,435</u>	<u>\$ 2,949</u>
Expenditures				
Contractual	<u>89,000</u>	<u>92,100</u>	<u>\$ 92,100</u>	<u>\$ 0</u>
Total expenditures	<u>89,000</u>	<u>92,100</u>	<u>\$ 92,100</u>	<u>\$ 0</u>
Receipts over (under) expenditures	192	5,284		
Unencumbered cash, beginning of year	<u>2,575</u>	<u>2,767</u>		
Unencumbered cash, end of year	<u>\$ 2,767</u>	<u>\$ 8,051</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
TOURISM AND CONVENTION PROMOTION - 128

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Transient guest tax	\$ 165,796	\$ 146,192	\$ 170,000	\$ (23,808)
Total cash receipts	<u>165,796</u>	<u>146,192</u>	<u>\$ 170,000</u>	<u>\$ (23,808)</u>
Expenditures				
Contractual	<u>165,796</u>	<u>146,192</u>	<u>\$ 170,000</u>	<u>\$ 23,808</u>
Total expenditures	<u>165,796</u>	<u>146,192</u>	<u>\$ 170,000</u>	<u>\$ 23,808</u>
Receipts over (under) expenditures	0	0		
Unencumbered cash, beginning of year	<u>0</u>	<u>0</u>		
Unencumbered cash, end of year	<u>\$ 0</u>	<u>\$ 0</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL BRIDGE - 130

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 155,976	\$ 253,266	\$ 257,425	\$ (4,159)
Delinquent tax	6,512	4,839	5,650	(811)
Motor vehicle tax	30,025	26,633	17,154	9,479
Recreational vehicle tax	599	498	331	167
16/20M vehicle tax	1,419	314	347	(33)
In lieu of taxes	0	0	343	(343)
Total cash receipts	<u>194,531</u>	<u>285,550</u>	<u>\$ 281,250</u>	<u>\$ 4,300</u>
Expenditures				
Personal services	111,197	105,089	\$ 133,250	\$ 28,161
Contractual services	35,845	0	56,000	56,000
Commodities	73,810	66,213	138,100	71,887
Operating transfer	39,000	57,732	0	(57,732)
Total expenditures	<u>259,852</u>	<u>229,034</u>	<u>\$ 327,350</u>	<u>\$ 98,316</u>
Receipts over (under) expenditures	(65,321)	56,516		
Unencumbered cash, beginning of year	<u>166,923</u>	<u>101,602</u>		
Unencumbered cash, end of year	<u>\$ 101,602</u>	<u>\$ 158,118</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
LIABILITY INSURANCE - 134

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 81,787	\$ 117,105	\$ 119,094	\$ (1,989)
Delinquent tax	2,155	1,962	1,633	329
Motor vehicle tax	10,730	13,837	8,992	4,845
Recreational vehicles tax	215	260	174	86
16/20M vehicle tax	339	114	182	(68)
In lieu of taxes	0	0	124	(124)
Total cash receipts	<u>95,226</u>	<u>133,278</u>	<u>\$ 130,199</u>	<u>\$ 3,079</u>
Expenditures				
Contractual	<u>89,881</u>	<u>101,690</u>	<u>\$ 610,000</u>	<u>\$ 508,310</u>
Total expenditures	<u>89,881</u>	<u>101,690</u>	<u>\$ 610,000</u>	<u>\$ 508,310</u>
Receipts over (under) expenditures	5,345	31,588		
Unencumbered cash, beginning of year	<u>516,061</u>	<u>521,406</u>		
Unencumbered cash, end of year	<u>\$ 521,406</u>	<u>\$ 552,994</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
RISK MANAGEMENT RESERVE - 135

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Insurance claims	\$ 72,334	\$ 529
Total cash receipts	<u>72,334</u>	<u>529</u>
Expenditures		
Contractual	<u>49,904</u>	<u>26,832</u>
Total expenditures	<u>49,904</u>	<u>26,832</u>
Receipts over (under) expenditures	22,430	(26,303)
Unencumbered cash, beginning of year	<u>36,918</u>	<u>59,348</u>
Unencumbered cash, end of year	<u>\$ 59,348</u>	<u>\$ 33,045</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL PARKS AND RECREATION - 136

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Local liquor tax	\$ 2,283	\$ 2,778	\$ 2,827	\$ (49)
Total cash receipts	<u>2,283</u>	<u>2,778</u>	<u>\$ 2,827</u>	<u>\$ (49)</u>
Expenditures				
Contractual services	<u>1,698</u>	<u>2,500</u>	<u>\$ 2,800</u>	<u>\$ 300</u>
Total expenditures	<u>1,698</u>	<u>2,500</u>	<u>\$ 2,800</u>	<u>\$ 300</u>
Receipts over (under) expenditures	585	278		
Unencumbered cash, beginning of year	<u>2</u>	<u>587</u>		
Unencumbered cash, end of year	<u>\$ 587</u>	<u>\$ 865</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL ALCOHOL - 138

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Local liquor tax	\$ 4,809	\$ 5,169	\$ 3,000	\$ 2,169
Total cash receipts	4,809	5,169	3,000	2,169
Expenditures				
Contractual	5,054	3,270	\$ 4,400	\$ 1,130
Total expenditures	5,054	3,270	\$ 4,400	\$ 1,130
Receipts over (under) expenditures	(245)	1,899		
Unencumbered cash, beginning of year	6,152	5,907		
Unencumbered cash, end of year	\$ 5,907	\$ 7,806		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
EXTENSION COUNCIL - 140

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 159,693	\$ 181,055	\$ 183,918	\$ (2,863)
Delinquent tax	5,594	4,294	4,015	279
Motor vehicle tax	27,580	27,165	17,569	9,596
Recreational vehicles tax	553	509	339	170
16/20M vehicle tax	786	293	355	(62)
In lieu of taxes	0	0	320	(320)
Total cash receipts	<u>194,206</u>	<u>213,316</u>	<u>\$ 206,516</u>	<u>\$ 6,800</u>
Expenditures				
Contractual	<u>193,600</u>	<u>200,400</u>	<u>\$ 200,400</u>	<u>\$ 0</u>
Total expenditures	<u>193,600</u>	<u>200,400</u>	<u>\$ 200,400</u>	<u>\$ 0</u>
Receipts over (under) expenditures	606	12,916		
Unencumbered cash, beginning of year	<u>3,503</u>	<u>4,109</u>		
Unencumbered cash, end of year	<u>\$ 4,109</u>	<u>\$ 17,025</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
CONSERVATION DISTRICT - 142

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 35,236	\$ 39,377	\$ 40,004	\$ (627)
Delinquent tax	1,246	957	970	(13)
Motor vehicle tax	5,838	5,986	3,876	2,110
Recreational vehicles tax	117	113	75	38
16/20M vehicle tax	213	62	78	(16)
In lieu of taxes	0	0	67	(67)
Total cash receipts	<u>42,650</u>	<u>46,495</u>	<u>\$ 45,070</u>	<u>\$ 1,425</u>
Expenditures				
Contractual	<u>42,300</u>	<u>43,780</u>	<u>\$ 43,780</u>	<u>\$ 0</u>
Total expenditures	<u>42,300</u>	<u>43,780</u>	<u>\$ 43,780</u>	<u>\$ 0</u>
Receipts over (under) expenditures	350	2,715		
Unencumbered cash, beginning of year	<u>705</u>	<u>1,055</u>		
Unencumbered cash, end of year	<u>\$ 1,055</u>	<u>\$ 3,770</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
FAIR PREMIUM - 144

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 5,982	\$ 5,966	\$ 5,946	\$.20
Delinquent tax	164	152	143	9
Motor vehicle tax	920	1,014	655	359
Recreational vehicles tax	18	19	13	6
16/20M vehicle tax	44	10	13	(3)
In lieu of taxes	0	0	10	(10)
Total cash receipts	<u>7,128</u>	<u>7,161</u>	<u>\$ 6,780</u>	<u>\$ 381</u>
Expenditures				
Contractual	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>0</u>
Total expenditures	<u>7,000</u>	<u>7,000</u>	<u>\$ 7,000</u>	<u>\$ 0</u>
Receipts over (under) expenditures	128	161		
Unencumbered cash, beginning of year	<u>451</u>	<u>579</u>		
Unencumbered cash, end of year	<u>\$ 579</u>	<u>\$ 740</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
FAIR BUILDING - 146

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 5,820	\$ 6,308	\$ 6,378	\$ (70)
Delinquent tax	209	160	163	(3)
Motor vehicle tax	991	989	631	358
Recreational vehicles tax	20	19	12	7
16/20M vehicle tax	37	10	13	(3)
In lieu of taxes	0	0	11	(11)
Total cash receipts	<u>7,077</u>	<u>7,486</u>	<u>\$ 7,208</u>	<u>\$ 278</u>
Expenditures				
Contractual	<u>7,000</u>	<u>7,000</u>	<u>\$ 7,000</u>	<u>\$ 0</u>
Total expenditures	<u>7,000</u>	<u>7,000</u>	<u>\$ 7,000</u>	<u>\$ 0</u>
Receipts over (under) expenditures	77	486		
Unencumbered cash, beginning of year	<u>182</u>	<u>259</u>		
Unencumbered cash, end of year	<u>\$ 259</u>	<u>\$ 745</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SERVICES FOR THE ELDERLY - 148

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 161,796	\$ 170,314	\$ 172,979	\$ (2,665)
Delinquent tax	5,257	4,211	4,100	111
Motor vehicle tax	25,962	27,463	22,000	5,463
Recreational vehicle tax	519	516	420	96
16/20M vehicle tax	863	275	275	0
Federal grants	0	0	10,400	(10,400)
Miscellaneous	62,187	11,063	43,000	(31,937)
Total cash receipts	<u>256,584</u>	<u>213,842</u>	<u>\$ 253,174</u>	<u>\$ (39,332)</u>
Expenditures				
Personal services	81,410	110,018	\$ 0	\$ (110,018)
Contractual services	145,559	104,662	214,400	109,738
Capital outlay	0	0	20,000	20,000
Total expenditures	<u>226,969</u>	<u>214,680</u>	<u>\$ 234,400</u>	<u>\$ 19,720</u>
Receipts over (under) expenditures	29,615	(838)		
Unencumbered cash, beginning of year	<u>(5,946)</u>	<u>23,669</u>		
Unencumbered cash, end of year	<u>\$ 23,669</u>	<u>\$ 22,831</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
COUNTY BUILDINGS - 150

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET

For the Year Ended December 31, 2006

(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 113,953	\$ 71,847	\$ 72,638	\$ (791)
Delinquent tax	4,397	3,180	3,485	(305)
Motor vehicle tax	20,223	19,366	12,526	6,840
Recreational vehicle tax	404	364	242	122
16/20M vehicle tax	837	212	253	(41)
In lieu of taxes	0	0	232	(232)
Miscellaneous	6,307	8,509	0	8,509
Total cash receipts	<u>146,121</u>	<u>103,478</u>	<u>\$ 89,376</u>	<u>\$ 14,102</u>
Expenditures				
Contractual services	20,623	25,804	\$ 50,000	\$ 24,196
Commodities	46,750	28,135	30,000	1,865
Capital outlay	5,600	0	32,500	32,500
Operating transfers	0	56,000	0	(56,000)
Total expenditures	<u>72,973</u>	<u>109,939</u>	<u>\$ 112,500</u>	<u>\$ 2,561</u>
Receipts over (under) expenditures	73,148	(6,461)		
Unencumbered cash, beginning of year	<u>49,989</u>	<u>123,137</u>		
Unencumbered cash, end of year	<u>\$ 123,137</u>	<u>\$ 116,676</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
AMBULANCE - 152

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem taxes	\$ 373,050	\$ 362,483	\$ 367,504	\$ (5,021)
Delinquent taxes	16,761	11,579	12,642	(1,063)
Motor vehicle taxes	82,790	63,884	41,045	22,839
Recreational vehicles tax	1,657	1,192	792	400
16/20M vehicle tax	2,882	875	830	45
In lieu of taxes	0	0	957	(957)
Licenses, fees and permits	560,233	584,257	575,000	9,257
Miscellaneous	906	164	0	164
Operating transfer	115,928	0	0	0
Total cash receipts	<u>1,154,207</u>	<u>1,024,434</u>	<u>\$ 998,770</u>	<u>\$ 25,664</u>
Expenditures				
Personal services	719,035	859,544	\$ 837,275	\$ (22,269)
Contractual services	39,703	48,514	48,000	(514)
Commodities	117,138	88,637	106,500	17,863
Capital outlay	19,330	12,274	44,000	31,726
Operating transfers	115,928	100,000	100,000	0
Total expenditures	<u>1,011,134</u>	<u>1,108,969</u>	<u>\$ 1,135,775</u>	<u>\$ 26,806</u>
Receipts over (under) expenditures	143,073	(84,535)		
Unencumbered cash, beginning of year	<u>237,440</u>	<u>380,513</u>		
Unencumbered cash, end of year	<u>\$ 380,513</u>	<u>\$ 295,978</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
AMBULANCE SPECIAL EQUIPMENT - 153

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> Actual	<u>2006</u> Actual
Cash receipts		
Miscellaneous	\$ 14	\$ 0
Operating transfers	<u>0</u>	<u>101,000</u>
Total cash receipts	<u>14</u>	<u>101,000</u>
Expenditures		
Contractual	50,088	83,968
Operating transfer	<u>115,928</u>	<u>0</u>
Total expenditures	<u>166,016</u>	<u>83,968</u>
Receipts over (under) expenditures	(166,002)	17,032
Unencumbered cash, beginning of year	<u>313,028</u>	<u>147,026</u>
Unencumbered cash, end of year	<u>\$ 147,026</u>	<u>\$ 164,058</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
HISTORICAL SOCIETY - 156

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Taxes				
Ad valorem tax	\$ 40,409	\$ 80,393	\$ 81,783	\$ (1,390)
Motor vehicle tax	2,940	6,788	4,446	2,342
Delinquent tax	437	749	174	575
Recreational vehicles tax	59	129	86	43
16/20M vehicle tax	26	32	90	(58)
In lieu of taxes	0	0	35	(35)
Miscellaneous	329	0	0	0
Total cash receipts	<u>44,200</u>	<u>88,091</u>	<u>\$ 86,614</u>	<u>\$ 1,477</u>
Expenditures				
Contractual	<u>44,200</u>	<u>85,000</u>	<u>\$ 85,000</u>	<u>\$ 0</u>
Total expenditures	<u>44,200</u>	<u>85,000</u>	<u>\$ 85,000</u>	<u>\$ 0</u>
Receipts over (under) expenditures	0	3,091		
Unencumbered cash, beginning of year	<u>0</u>	<u>0</u>		
Unencumbered cash, end of year	<u>\$ 0</u>	<u>\$ 3,091</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
LAW ENFORCEMENT TRUST - 160

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 19,419	\$ 9,242
Total cash receipts	<u>19,419</u>	<u>9,242</u>
Expenditures		
Contractual	<u>20,072</u>	<u>13,221</u>
Total expenditures	<u>20,072</u>	<u>13,221</u>
Receipts over (under) expenditures	(653)	(3,979)
Unencumbered cash, beginning of year	<u>12,773</u>	<u>12,120</u>
Unencumbered cash, end of year	<u>\$ 12,120</u>	<u>\$ 8,141</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
 DRUG ENFORCEMENT FORFEITURES - 161

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
 For the Year Ended December 31, 2006
 (With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Interest on idle funds	\$ 28	\$ 113
Forfeitures	<u>17,845</u>	<u>0</u>
Total cash receipts	<u>17,873</u>	<u>113</u>
Expenditures		
Contractual	<u>8,800</u>	<u>0</u>
Total expenditures	<u>8,800</u>	<u>0</u>
Receipts over (under) expenditures	9,073	113
Unencumbered cash, beginning of year	<u>377</u>	<u>9,450</u>
Unencumbered cash, end of year	<u>\$ 9,450</u>	<u>\$ 9,563</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL PROSECUTOR TRUST - 162

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Fees	\$ 23,135	\$ 26,877
Total cash receipts	<u>23,135</u>	<u>26,877</u>
Expenditures		
Contractual	<u>26,671</u>	<u>32,738</u>
Total expenditures	<u>26,671</u>	<u>32,738</u>
Receipts over (under) expenditures	(3,536)	(5,861)
Unencumbered cash, beginning of year	<u>41,239</u>	<u>37,703</u>
Unencumbered cash, end of year	<u>\$ 37,703</u>	<u>\$ 31,842</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
VETERANS MEMORIAL - 309

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Interest on idle funds	\$ 425	\$ 574
Miscellaneous	0	277
Total cash receipts	<u>425</u>	<u>851</u>
Expenditures		
Contractual	<u>375</u>	<u>344</u>
Total expenditures	<u>375</u>	<u>344</u>
Receipts over (under) expenditures	50	507
Unencumbered cash, beginning of year	<u>22,332</u>	<u>22,382</u>
Unencumbered cash, end of year	<u>\$ 22,382</u>	<u>\$ 22,889</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
COUNTRY ESTATES BENEFIT DISTRICT - 405

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005		2006		Variance Favorable (Unfavorable)
	Actual	Actual	Actual	Budget	
Cash receipts					
Special assessments	\$ 13,380	\$ 12,960	\$ 13,576		\$ (616)
Total cash receipts	<u>13,380</u>	<u>12,960</u>	<u>\$ 13,576</u>		<u>\$ (616)</u>
Expenditures					
Contractual services	13,384	12,963	\$ 13,060		\$ 97
Total expenditures	<u>13,384</u>	<u>12,963</u>	<u>\$ 13,060</u>		<u>\$ 97</u>
Receipts over (under) expenditures	(4)	(3)			
Unencumbered cash, beginning of year	<u>3,217</u>	<u>3,213</u>			
Unencumbered cash, end of year	<u>\$ 3,213</u>	<u>\$ 3,210</u>			

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
EMERGENCY SHELTER GRANT - 406

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 930	\$ 3,012
Total cash receipts	<u>930</u>	<u>3,012</u>
Expenditures		
Contractual	<u>930</u>	<u>3,012</u>
Total expenditures	<u>930</u>	<u>3,012</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, beginning of year	<u>0</u>	<u>0</u>
Unencumbered cash, end of year	<u>\$ 0</u>	<u>\$ 0</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
JUDICIARY TECH GRANT - 407

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Grant	\$ 53,599	\$ 0
Total cash receipts	<u>53,599</u>	<u>0</u>
Expenditures		
Contractual	<u>49,651</u>	<u>746</u>
Total expenditures	<u>49,651</u>	<u>746</u>
Receipts over (under) expenditures	3,948	(746)
Unencumbered cash, beginning of year	<u>0</u>	<u>3,948</u>
Unencumbered cash, end of year	<u>\$ 3,948</u>	<u>\$ 3,202</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
PANDEMIC FLU - 490

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006

	<u>2006</u> <u>Actual</u>
Cash receipts	
Miscellaneous	\$ 4,106
Operating transfers	<u>4,106</u>
Total cash receipts	<u>8,212</u>
Expenditures	
Personnel	7,941
Contractual	<u>2,194</u>
Total expenditures	<u>10,135</u>
Receipts over (under) expenditures	(1,923)
Unencumbered cash, beginning of year	<u>0</u>
Unencumbered cash, end of year	<u>\$ (1,923)</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
CHILD SAFETY & DOMESTIC VIOLENCE - 491

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 2,250	\$ 0
Total cash receipts	<u>2,250</u>	<u>0</u>
Expenditures		
Contractual	<u>1,335</u>	<u>0</u>
Total expenditures	<u>1,335</u>	<u>0</u>
Receipts over (under) expenditures	915	0
Unencumbered cash, beginning of year	<u>0</u>	<u>915</u>
Unencumbered cash, end of year	<u>\$ 915</u>	<u>\$ 915</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
DOMESTIC VIOLENCE GRANT - 493

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 7,862	\$ 65,992
 Total cash receipts	 <u>7,862</u>	 <u>65,992</u>
Expenditures		
Personal	15,316	84,963
Contractual	<u>0</u>	<u>24</u>
 Total expenditures	 <u>15,316</u>	 <u>84,987</u>
Receipts over (under) expenditures	(7,454)	(18,995)
Unencumbered cash, beginning of year	<u>0</u>	<u>(7,454)</u>
Unencumbered cash, end of year	<u>\$ (7,454)</u>	<u>\$ (26,449)</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SHERIFF IDENTIKIT - 495

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 0	\$ 0
Total cash receipts	<u>0</u>	<u>0</u>
Expenditures		
Contractual	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, beginning of year	<u>1,332</u>	<u>1,332</u>
Unencumbered cash, end of year	<u>\$ 1,332</u>	<u>\$ 1,332</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
DEFIBRILLATOR - 496

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 0	\$ 0
Total cash receipts	<u>0</u>	<u>0</u>
Expenditures		
Operating transfers	<u>0</u>	<u>1,000</u>
Total expenditures	<u>0</u>	<u>1,000</u>
Receipts over (under) expenditures	0	(1,000)
Unencumbered cash, beginning of year	<u>1,000</u>	<u>1,000</u>
Unencumbered cash, end of year	<u>\$ 1,000</u>	<u>\$ 0</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
COPS IN SCHOOL GRANT - 497

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Grant	\$ 77,912	\$ 80,984
Total cash receipts	<u>77,912</u>	<u>80,984</u>
Expenditures		
Personal	<u>91,898</u>	<u>84,251</u>
Total expenditures	<u>91,898</u>	<u>84,251</u>
Receipts over (under) expenditures	(13,986)	(3,267)
Unencumbered cash, beginning of year	<u>(31,633)</u>	<u>(45,619)</u>
Unencumbered cash, end of year	\$ <u><u>(45,619)</u></u>	\$ <u><u>(48,886)</u></u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
JAG GRANT - 498

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Grant	\$ 66,612	\$ 51,657
Total cash receipts	<u>66,612</u>	<u>51,657</u>
Expenditures		
Personal	15,337	0
Contractual	<u>57,651</u>	<u>52,291</u>
Total expenditures	<u>72,988</u>	<u>52,291</u>
Receipts over (under) expenditures	(6,376)	(634)
Unencumbered cash, beginning of year, restated	<u>7,748</u>	<u>1,372</u>
Unencumbered cash, end of year	<u>\$ 1,372</u>	<u>\$ 738</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
TRUANCY GRANT - 500

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005 Actual</u>	<u>2006 Actual</u>
Cash receipts		
Miscellaneous	\$ 0	\$ 0
Total cash receipts	<u>0</u>	<u>0</u>
Expenditures		
Contractual	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, beginning of year	<u>121</u>	<u>121</u>
Unencumbered cash, end of year	<u>\$ 121</u>	<u>\$ 121</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SPECIAL AUTO - 502

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Licenses, fees and permits	\$ 151,126	\$ 154,572
Total cash receipts	<u>151,126</u>	<u>154,572</u>
Expenditures		
Personal	102,106	113,998
Contractual	5,564	5,493
Commodities	7,307	9,068
Capital outlay	0	326
Operating transfers	<u>42,559</u>	<u>36,174</u>
Total expenditures	<u>157,536</u>	<u>165,059</u>
Receipts over (under) expenditures	(6,410)	(10,487)
Unencumbered cash, beginning of year	<u>42,666</u>	<u>36,256</u>
Unencumbered cash, end of year	<u>\$ 36,256</u>	<u>\$ 25,769</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
PROSECUTOR TRAINING - 504

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 2,550	\$ 2,912
Total cash receipts	<u>2,550</u>	<u>2,912</u>
Expenditures		
Contractual	<u>6,017</u>	<u>3,073</u>
Total expenditures	<u>6,017</u>	<u>3,073</u>
Receipts over (under) expenditures	(3,467)	(161)
Unencumbered cash, beginning of year	<u>3,950</u>	<u>483</u>
Unencumbered cash, end of year	<u>\$ 483</u>	<u>\$ 322</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
JUVENILE ACCT GRANT - 506

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Grants	\$ 14,108	\$ 12,802
Miscellaneous	0	1,397
	<u>14,108</u>	<u>14,199</u>
Expenditures		
Personnel	0	2,011
Contractual	18,438	10,315
	<u>18,438</u>	<u>12,326</u>
Receipts over (under) expenditures	(4,330)	1,873
Unencumbered cash, beginning of year	<u>9,027</u>	<u>4,697</u>
Unencumbered cash, end of year	<u>\$ 4,697</u>	<u>\$ 6,570</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
COMMUNITY CORRECTIONS ADULT - 507

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 <u>Actual</u>	2006 <u>Actual</u>
Cash receipts		
Grants	\$ 306,419	\$ 349,308
Miscellaneous	<u>17,753</u>	<u>22,800</u>
Total cash receipts	<u>324,172</u>	<u>372,108</u>
Expenditures		
Personal	235,857	327,725
Contractual	<u>78,123</u>	<u>58,386</u>
Total expenditures	<u>313,980</u>	<u>386,111</u>
Receipts over (under) expenditures	10,192	(14,003)
Unencumbered cash, beginning of year	<u>33,092</u>	<u>43,284</u>
Unencumbered cash, end of year	<u>\$ 43,284</u>	<u>\$ 29,281</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
COMMUNITY CORRECTIONS JUVENILE - 508

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Grants	\$ 326,628	\$ 403,313
Miscellaneous	3,193	1,851
 Total cash receipts	 <u>329,821</u>	 <u>405,164</u>
 Expenditures		
Personal	247,663	206,074
Contractual	98,383	204,388
 Total expenditures	 <u>346,046</u>	 <u>410,462</u>
 Receipts over (under) expenditures	 (16,225)	 (5,298)
 Unencumbered cash, beginning of year	 <u>33,321</u>	 <u>17,096</u>
 Unencumbered cash, end of year	 <u>\$ 17,096</u>	 <u>\$ 11,798</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
JUVENILE INTAKE - 510

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Grants	\$ 0	\$ 70,427
Miscellaneous	37,221	1,799
Total cash receipts	<u>37,221</u>	<u>72,226</u>
Expenditures		
Personnel	56,081	65,041
Contractual	0	4,279
Total expenditures	<u>56,081</u>	<u>69,320</u>
Receipts over (under) expenditures	(18,860)	2,906
Unencumbered cash, beginning of year	<u>28,338</u>	<u>9,478</u>
Unencumbered cash, end of year	<u>\$ 9,478</u>	<u>\$ 12,384</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
DARE SUMMER CAMP - 514

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005 Actual</u>	<u>2006 Actual</u>
Cash receipts		
Interest on idle funds	\$ 5	\$ 4
Total cash receipts	<u>5</u>	<u>4</u>
Expenditures		
Contractual	<u>394</u>	<u>0</u>
Total expenditures	<u>394</u>	<u>0</u>
Receipts over (under) expenditures	(389)	4
Unencumbered cash, beginning of year	<u>1,654</u>	<u>1,265</u>
Unencumbered cash, end of year	<u>\$ 1,265</u>	<u>\$ 1,269</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
EQUIPMENT RESERVE - 517/147/117/115

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> Actual	<u>2006</u> Actual
Cash receipts		
Miscellaneous	\$ 17,758	\$ 2,800
Operating transfers	<u>115,928</u>	<u>250,000</u>
Total cash receipts	<u>133,686</u>	<u>252,800</u>
Expenditures		
Contractual	235,884	142,796
Capital outlay	275,179	40,845
Operating transfers	<u>19,904</u>	<u>8,000</u>
Total expenditures	<u>530,967</u>	<u>191,641</u>
Receipts over (under) expenditures	(397,281)	61,159
Unencumbered cash, beginning of year	<u>984,847</u>	<u>587,566</u>
Unencumbered cash, end of year	<u>\$ 587,566</u>	<u>\$ 648,725</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
911 EMERGENCY TELEPHONE - 518

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
911 Telephone tax	\$ 96,713	\$ 89,903	\$ 115,000	\$ (25,097)
Miscellaneous	137	0	0	0
Operating transfers	11,658	0	0	0
Total cash receipts	<u>108,508</u>	<u>89,903</u>	<u>\$ 115,000</u>	<u>\$ (25,097)</u>
Expenditures				
Contractual	<u>104,537</u>	<u>43,764</u>	<u>\$ 118,246</u>	<u>\$ 74,482</u>
Total expenditures	<u>104,537</u>	<u>43,764</u>	<u>\$ 118,246</u>	<u>\$ 74,482</u>
Receipts over (under) expenditures	3,971	46,139		
Unencumbered cash, beginning of year	<u>117,152</u>	<u>121,123</u>		
Unencumbered cash, end of year	<u>\$ 121,123</u>	<u>\$ 167,262</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
CDBG LOAN - 521

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 0	\$ 0
Total cash receipts	<u>0</u>	<u>0</u>
Expenditures		
Operating transfers	<u>0</u>	<u>4</u>
Total expenditures	<u>0</u>	<u>4</u>
Receipts over (under) expenditures	0	(4)
Unencumbered cash, beginning of year	<u>4</u>	<u>4</u>
Unencumbered cash, end of year	<u>\$ 4</u>	<u>\$ 0</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
CENTROPOLIS SEWER DISTRICT - 534

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Special assessments	\$ 26,682	\$ 25,092	\$ 26,500	\$ (1,408)
Miscellaneous	0	8,000	2,000	6,000
Total cash receipts	<u>26,682</u>	<u>33,092</u>	<u>\$ 28,500</u>	<u>\$ 4,592</u>
Expenditures				
Contractual	25,899	28,981	\$ 31,887	\$ 2,906
Total expenditures	<u>25,899</u>	<u>28,981</u>	<u>\$ 31,887</u>	<u>\$ 2,906</u>
Receipts over (under) expenditures	783	4,111		
Unencumbered cash, beginning of year	<u>7,516</u>	<u>8,299</u>		
Unencumbered cash, end of year	<u>\$ 8,299</u>	<u>\$ 12,410</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
REGISTER OF DEEDS TECHNOLOGY - 536

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Fees	\$ 54,574	\$ 48,597
Total cash receipts	<u>54,574</u>	<u>48,597</u>
Expenditures		
Contractual	<u>16,885</u>	<u>30,627</u>
Total expenditures	<u>16,885</u>	<u>30,627</u>
Receipts over (under) expenditures	37,689	17,970
Unencumbered cash, beginning of year	<u>52,629</u>	<u>90,318</u>
Unencumbered cash, end of year	\$ <u><u>90,318</u></u>	\$ <u><u>108,288</u></u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
911 EMERGENCY WIRELESS - 566

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
911 Telephone tax	\$ 33,269	\$ 45,438	\$ 50,000	\$ (4,562)
Miscellaneous	1,625	0	0	0
Total cash receipts	34,894	45,438	50,000	(4,562)
Expenditures				
Contractual	14,382	43,722	50,000	6,278
Operating transfer	11,658	0	0	0
Total expenditures	26,040	43,722	50,000	6,278
Receipts over (under) expenditures	8,854	1,716		
Unencumbered cash, beginning of year	10,977	19,831		
Unencumbered cash, end of year	\$ 19,831	\$ 21,547		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
COUNTYWIDE INTERNET - 567

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Internet fees	\$ 16,578	\$ 1,962
Total cash receipts	<u>16,578</u>	<u>1,962</u>
Expenditures		
Contractual	<u>13,356</u>	<u>0</u>
Total expenditures	<u>13,356</u>	<u>0</u>
Receipts over (under) expenditures	3,222	1,962
Unencumbered cash, beginning of year	<u>0</u>	<u>3,222</u>
Unencumbered cash, end of year	<u>\$ 3,222</u>	<u>\$ 5,184</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

SPECIAL REVENUE FUNDS
SOLID WASTE SPECIAL CAPS - 988

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 95,028	\$ 95,313
Operating transfers	<u>0</u>	<u>160,000</u>
Total cash receipts	<u>95,028</u>	<u>255,313</u>
Expenditures		
Contractual	<u>111,342</u>	<u>219,992</u>
Total expenditures	<u>111,342</u>	<u>219,992</u>
Receipts over (under) expenditures	(16,314)	35,321
Unencumbered cash, beginning of year	<u>219,013</u>	<u>202,699</u>
Unencumbered cash, end of year	<u>\$ 202,699</u>	<u>\$ 238,020</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

DEBT SERVICE FUND
BOND AND INTEREST - 304

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 <u>Actual</u>	2006		Variance Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
Cash receipts				
Taxes				
Ad valorem tax	\$ 469,060	\$ 951,855	\$ 967,990	\$ (16,135)
Delinquent tax	24,206	16,784	21,877	(5,093)
Motor vehicle tax	111,093	80,689	51,600	29,089
Recreational vehicle tax	2,214	1,499	996	503
16/20M vehicle tax	5,553	1,159	1,043	116
In lieu of tax	0	0	1,267	(1,267)
Interest on idle funds	1,726	0	0	0
Hospital payment	318,115	0	0	0
Total cash receipts	<u>931,967</u>	<u>1,051,986</u>	<u>\$ 1,044,773</u>	<u>\$ 7,213</u>
Expenditures				
Interest	63,429	30,874	\$ 91,233	\$ 60,359
Commissions and postage	0	0	100	100
Bonds	790,000	692,369	661,016	(31,353)
Reserve	0	0	291,600	291,600
Contractual	63,420	0	0	0
Total expenditures	<u>916,849</u>	<u>723,243</u>	<u>\$ 1,043,949</u>	<u>\$ 320,706</u>
Receipts over (under) expenditures	15,118	328,743		
Unencumbered cash, beginning of year	<u>50,559</u>	<u>65,677</u>		
Unencumbered cash, end of year	<u>\$ 65,677</u>	<u>\$ 394,420</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

CAPITAL PROJECT FUNDS
36 MILE ROAD IMPROVEMENT - 105

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005 Actual</u>	<u>2006 Actual</u>
Cash receipts		
KDOT loan proceeds	\$ 5,113,311	\$ 107,948
Operating transfers	<u>0</u>	<u>262,166</u>
Total cash receipts	<u>5,113,311</u>	<u>370,114</u>
Expenditures		
Contractual	<u>4,541,286</u>	<u>7,438</u>
Total expenditures	<u>4,541,286</u>	<u>7,438</u>
Receipts over (under) expenditures	572,025	362,676
Unencumbered cash, beginning of year	<u>(934,701)</u>	<u>(362,676)</u>
Unencumbered cash, end of year	<u>\$ (362,676)</u>	<u>\$ 0</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

CAPITAL PROJECT FUNDS
VERMONT BRIDGE PROJECT - 107

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Operating transfers	\$ 39,000	\$ 57,732
Expenditures		
Contractual services	<u>39,000</u>	<u>85,532</u>
Receipts over (under) expenditures	0	(27,800)
Unencumbered cash, beginning of year	<u>0</u>	<u>0</u>
Unencumbered cash, end of year	<u>\$ 0</u>	<u>\$ (27,800)</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

CAPITAL PROJECT FUNDS
NEVADA TERRACE PROJECT - 296

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006

	<u>2006</u> <u>Actual</u>
Cash receipts	
Operating transfers	\$ 11,066
Expenditures	
Contractual services	<u>48,811</u>
Receipts over (under) expenditures	(37,745)
Unencumbered cash, beginning of year	<u>0</u>
Unencumbered cash, end of year	<u>\$ (37,745)</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

CAPITAL PROJECT FUNDS
MISSOURI ROAD PROJECT - 297

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006

	<u>2006</u> <u>Actual</u>
Cash receipts	\$ 0
Expenditures	
Contractual services	<u>49,350</u>
Receipts over (under) expenditures	(49,350)
Unencumbered cash, beginning of year	<u>0</u>
Unencumbered cash, end of year	<u>\$ (49,350)</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

CAPITAL PROJECT FUNDS

13 MILE ROAD IMPROVEMENT PROJECT - 298

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL

For the Year Ended December 31, 2006

	<u>2006</u> <u>Actual</u>
Cash receipts	\$ 0
Expenditures	
Contractual services	<u>132,808</u>
Receipts over (under) expenditures	(132,808)
Unencumbered cash, beginning of year	<u>0</u>
Unencumbered cash, end of year	<u>\$ (132,808)</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

CAPITAL PROJECT FUNDS
MIDLAND RAILWAY ENHANCEMENT - 299

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Grant	\$ 0	\$ 0
Total cash receipts	<u>0</u>	<u>0</u>
Expenditures		
Contractual services	0	0
Total expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, beginning of year	<u>438</u>	<u>438</u>
Unencumbered cash, end of year	<u>\$ 438</u>	<u>\$ 438</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

CAPITAL PROJECT FUNDS
ROAD IMPROVEMENT - 404

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 31,500	\$ 0
Expenditures		
Contractual	<u>30,124</u>	<u>0</u>
Receipts over (under) expenditures	1,376	0
Unencumbered cash, beginning of year	<u>71,910</u>	<u>73,286</u>
Unencumbered cash, end of year	\$ <u><u>73,286</u></u>	\$ <u><u>73,286</u></u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

CAPITAL PROJECT FUNDS
CAPITAL IMPROVEMENT - 520

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Reimbursements	\$ 0	\$ 210	\$ 0	\$ 210
Miscellaneous	0	0	90,000	(90,000)
Operating transfers	0	206,000	0	206,000
	<u>0</u>	<u>206,210</u>	<u>\$ 90,000</u>	<u>\$ 116,210</u>
Expenditures				
Contractual	<u>32,722</u>	<u>538,268</u>	<u>\$ 350,000</u>	<u>\$ (188,268)</u>
Receipts over (under) expenditures	(32,722)	(332,058)		
Unencumbered cash, beginning of year	<u>646,799</u>	<u>614,077</u>		
Unencumbered cash, end of year	<u>\$ 614,077</u>	<u>\$ 282,019</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

CAPITAL PROJECT FUNDS
VISITORS CENTER - 499

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Miscellaneous	\$ 0	\$ 0
Total cash receipts	<u>0</u>	<u>0</u>
Expenditures		
Contractual	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>
Receipts over (under) expenditures	0	0
Unencumbered cash, beginning of year	<u>500</u>	<u>500</u>
Unencumbered cash, end of year	<u>\$ 500</u>	<u>\$ 500</u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

ENTERPRISE FUNDS
SOLID WASTE - 402

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Service fees	\$ 841,128	\$ 841,883	\$ 810,000	\$ 31,883
Recycling fees	117,467	127,549	60,000	67,549
Total cash receipts	<u>958,595</u>	<u>969,432</u>	<u>\$ 870,000</u>	<u>\$ 99,432</u>
Expenditures				
Personal services	264,214	284,625	\$ 367,720	\$ 83,095
Contractual services	479,750	485,306	572,500	87,194
Commodities	93,716	92,903	69,000	(23,903)
Operating transfers	0	160,000	0	(160,000)
Total expenditures	<u>837,680</u>	<u>1,022,834</u>	<u>\$ 1,009,220</u>	<u>\$ (13,614)</u>
Receipts over (under) expenditures	120,915	(53,402)		
Unencumbered cash, beginning of year	<u>543,497</u>	<u>664,412</u>		
Unencumbered cash, end of year	<u>\$ 664,412</u>	<u>\$ 611,010</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

ENTERPRISE FUNDS
ANNEX - 524

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 Actual	2006		Variance Favorable (Unfavorable)
		Actual	Budget	
Cash receipts				
Rent	\$ 386,909	\$ 421,418	\$ 450,000	\$ (28,582)
Miscellaneous	5,580	0	0	0
Total cash receipts	<u>392,489</u>	<u>421,418</u>	<u>\$ 450,000</u>	<u>\$ (28,582)</u>
Expenditures				
Personal services	31,757	33,618	\$ 23,675	\$ (9,943)
Contractual services	316,883	379,779	294,775	(85,004)
Commodities	99,033	21,692	26,210	4,518
Capital outlay	10,895	0	108,840	108,840
Total expenditures	<u>458,568</u>	<u>435,089</u>	<u>\$ 453,500</u>	<u>\$ 18,411</u>
Receipts over (under) expenditures	(66,079)	(13,671)		
Unencumbered cash, beginning of year	<u>103,035</u>	<u>36,956</u>		
Unencumbered cash, end of year	<u>\$ 36,956</u>	<u>\$ 23,285</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

ENTERPRISE FUNDS
COUNTY WIDE PHONE - 529

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	2005 <u>Actual</u>	2006		Variance Favorable (Unfavorable)
		<u>Actual</u>	<u>Budget</u>	
Cash receipts				
Phone user fees	\$ 90,349	\$ 67,790	\$ 140,000	\$ (72,210)
Total cash receipts	<u>90,349</u>	<u>67,790</u>	<u>\$ 140,000</u>	<u>\$ (72,210)</u>
Expenditures				
Contractual services	63,409	31,628	\$ 150,000	\$ 118,372
Commodities	<u>3,473</u>	<u>3,918</u>	<u>0</u>	<u>(3,918)</u>
Total expenditures	<u>66,882</u>	<u>35,546</u>	<u>\$ 150,000</u>	<u>\$ 114,454</u>
Receipts over (under) expenditures	23,467	32,244		
Unencumbered cash, beginning of year	72,717	96,184		
Prior year cancelled encumbrances	<u>0</u>	<u>739</u>		
Unencumbered cash, end of year	<u>\$ 96,184</u>	<u>\$ 129,167</u>		

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 3

FIDUCIARY FUNDS
EMPLOYEE BENEFIT PLAN - 515

STATEMENT OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
For the Year Ended December 31, 2006
(With Comparative Actual Totals for the Prior Year Ended December 31, 2005)

	<u>2005</u> <u>Actual</u>	<u>2006</u> <u>Actual</u>
Cash receipts		
Insurance premiums	\$ <u>1,259,387</u>	\$ <u>1,531,172</u>
Total cash receipts	<u>1,259,387</u>	<u>1,531,172</u>
Expenditures		
Contractual	1,158,917	1,473,213
Operating transfer	<u>0</u>	<u>520,000</u>
Total expenditures	<u>1,158,917</u>	<u>1,993,213</u>
Receipts over (under) expenditures	100,470	(462,041)
Unencumbered cash, beginning of year	<u>1,425,763</u>	<u>1,526,233</u>
Unencumbered cash, end of year	\$ <u><u>1,526,233</u></u>	\$ <u><u>1,064,192</u></u>

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

Statement 4

AGENCY FUNDS
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS
For the Year Ended December 31, 2006

Fund	Cash Balance January 1, 2006	Cash Receipts	Cash Disbursements	Cash Balance December 31, 2006
State Funds:				
Instructional Building	\$ 0	\$ 101,609	\$ 101,609	\$ 0
State Education Building	0	203,218	203,218	0
State General Fund	0	1,084	1,084	0
Total State Funds	0	305,911	305,911	0
Subdivision Funds:				
Cemetery districts	11,638	79,657	79,865	11,430
Rural fire districts	9,602	165,691	157,665	17,628
School districts	0	10,159,403	10,159,403	0
Townships	12,987	143,679	138,975	17,691
Cities	22,264	3,958,256	3,965,419	15,101
Drainage and Watershed districts	5,884	65,480	64,527	6,837
Total Subdivision funds	62,375	14,572,166	14,565,854	68,687
Tax Collections	13,029,346	251,099	189,750	13,090,695
Hospital sales tax	118,331	1,507,119	1,503,657	121,793
Regional Solid Waste Compact	12,604	15,960	6,220	22,344
Special auto holding	239	0	0	239
Vehicle lien holder	0	3,995	3,995	0
Treasurer's Escrow	32,111	266,029	243,708	54,432
Heritage Trust	4,153	14,711	15,684	3,180
Treasurer's Holding account	57,864	172,292	149,743	80,413
Cereal Malt Beverage	325	400	350	375
North East Kansas Library	0	128,910	128,910	0
Auto Sales Tax	43,470	790,765	782,158	52,077
Motor Vehicle License	0	1,352,650	1,352,650	0
Fish & Game License	385	12,353	11,891	847
Unclaimed Estates	548	0	0	548
MVR Copy Fees	0	438	438	0
District Court Collection	(5)	695	690	0
Revitalization Refund Cle	0	142,665	142,665	0
Cash Long & Shorts	806	590	680	716
Tax Foreclosure Sale	5,390	0	0	5,390
Bankruptcy	17,690	29,834	10,681	36,843
Check For Change	0	57,016	55,576	1,440
Law Library	26,368	32,201	26,186	32,383
Recycling	2,782	25,502	26,225	2,059
District Court	108,341	1,284,528	1,204,465	188,404
Sheriff	32,168	69,884	79,090	22,962
	\$ 13,555,291	\$ 21,037,713	\$ 20,807,177	\$ 13,785,827

The accompanying notes are an integral part of this statement.

Franklin County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2006

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Franklin County, Kansas operates under a five-member elected commission form of government. These financial statements include the accounts of all county operations. The County's major operations include public safety, road and bridge maintenance general administrative services.

B. Basis of Accounting

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

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

Departure from Accounting Principles Generally Accepted in the United States of America – The basis of accounting described above results in a financial statement presentation, which shows cash receipts, cash disbursements, cash and unencumbered cash balances, and expenditures compared to budget. Balance sheets that would have shown noncash assets such as receivables, inventories and prepaid expense, liabilities such as deferred revenue and matured principal and interest payable, and reservations of fund balance are not presented. Under accounting principles generally accepted in the United States of America, encumbrances are only recognized as a reservation of fund balance; encumbrances outstanding at year end do not constitute expenditures or liabilities. Consequently, the expenditures as reported do not present the cost of goods and services received during the fiscal year in accordance with generally accepted accounting principles. Capital assets that account for the land, buildings, and equipment owned by the County are not presented in the financial statements. Also, long-term debt such as general obligation bonds, revenue bonds, capital leases, temporary notes, and compensated absences are not presented in the financial statements.

C. Fund description

The accounts of the County are organized and operated on the basis of funds. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum numbers of funds are maintained consistent with legal and managerial requirements.

The County has the following fund types:

General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Special Revenue Funds account for revenue sources that are legally restricted to expenditure for specific purposes (not including major capital projects).

Debt Service Fund accounts for the servicing of general long-term debt.

Capital Project Funds account for the acquisition of fixed assets or construction of major capital projects.

Enterprise Funds 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 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,

Franklin County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2006

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

C. Fund description – continued

and/or net income is deemed appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Fiduciary Funds account for assets held by the County in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the County under the terms of a formal trust agreement.

Agency Funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the cash basis of accounting. These funds are used to account for assets that the County holds for others in an agency capacity.

D. Assets and liabilities

1. Cash and investments

Cash balances from all funds are combined and invested to the extent available in certificates of deposit and other authorized investments. Earnings from these investments, unless specifically designated, are allocated to the general fund. All investments are stated at cost.

2. Property taxes

The determination of assessed valuations and the collections of property taxes for all political subdivisions in the State of Kansas are the responsibility of the County. The County Appraiser annually determines assessed valuations based on real property transactions as recorded by the Register of Deeds and personal property holdings reported by taxpayers. The Clerk spreads the annual assessment on the tax rolls and the County Treasurer collects the taxes for all taxing entities within the county.

In accordance with state statutes, property taxes levied during the current year are a revenue source to be used to finance the budget of the ensuing year. Taxes are assessed on a calendar year basis and become a lien on the property on November 1st of each year. One half of the property taxes are due December 20th prior to the fiscal year for which they are budgeted, and the second half is due the following May 10th. This procedure eliminates the need to issue tax anticipation notes since funds will be on hand prior to the beginning of each fiscal year. The County distributes all available funds at designated times during the year.

Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various County funds and subdivisions until the succeeding year. This procedure is in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operations of the County and therefore are not susceptible to accrual.

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

3. Reimbursed expenses

The County records reimbursable expenditures (or expenses) in the fund that makes the disbursement and records reimbursements as revenues as an offset to the expenditures of that fund. For purposes of budgetary comparisons, the expenditures (or expenses) are properly offset by the reimbursement.

Franklin County, Kansas

NOTES TO FINANCIAL STATEMENTS December 31, 2006

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary information

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

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

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were budget amendments in 2006 for Elections, Employee Benefit, Health, Ambulance, Service Program for the Elderly, and Centropolis Sewer Operating Fund.

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.

Adjustments for Qualifying Budget Credits – Municipalities may use this line item for any budgeted fund. The Adjustment would be a positive amount. All budget adjustments must be authorized by Kansas Statutes. Examples include: expenditures of federal grant monies, gifts and donations, and receipts authorized by law to be spent as if they were reimbursed expenses.

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 and the following special revenue funds:

Road and bridge special machinery	Mental health CDBG
Health capital outlay	Ambulance special equipment
Risk management reserve	Drug enforcement forfeitures
Law enforcement trust fund	Veteran's memorial
Special prosecutor trust	Countywide internet
Emergency shelter grant	Judiciary tech grant
Child safety/domestic violence grant	Domestic violence grant
Sheriff Identikit	Defibrillator special fund
Cops in school grant	JAG grant
Truancy grant	Special auto
Prosecutor training	Noxious weed capital
Juvenile accountability grant	Community corrections – adult
Community corrections – juvenile	Juvenile intake
Dare summer camp	Pandemic flu
Equipment reserve	CDBG loan
Register of Deeds technology	Solid waste special caps

Franklin County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2006

II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - continued

A. Budgetary information - continued

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

B. Compliance with laws and regulations

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

Expenditures exceeded budget authority in the Solid Waste and Capital Improvement funds (K.S.A. 79-2935).

The following funds had deficit unencumbered cash balances at December 31, 2006 (K.S.A. 10-1113, 10-1121):

Pandemic Flu (\$1,923)
Domestic Violence Grant (\$26,449)
Cops in School Grant (\$48,886)
Nevada Terrace (\$37,745)
Missouri Road (\$49,350)
13 Mile Road (\$132,808)
Vermont Bridge (\$27,800)

III. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

A. Deposits and Investments

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

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

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

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned to it. State statutes require the County's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by the bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2006.

At December 31, 2006, the County's carrying amount of deposits was \$23,551,346 and the bank balance was \$22,514,546. The difference between the carrying amount and the bank balance is due to outstanding checks and deposits in transit. Of the bank balance, \$245,537 was covered by federal depository insurance and \$22,093,811 was collateralized with securities held by the pledging financial institution's agents in the County's name, and the balance of \$175,198 was unsecured at year end.

Franklin County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2006

IV. OTHER INFORMATION

A. Operating Lease Commitments

The County has entered into lease agreements for the use of certain equipment and office space in accordance with K.S.A. 72-8225. The future minimum payments on these leases are:

2007	\$	12,291
2008		<u>1,556</u>
		<u>13,847</u>

Rental expense under these operating leases was \$12,774 for the year ended December 31, 2006.

B. Operating Lease Income

The county is lessor under various leases for property. These leases are accounted for the Annex fund. The Annex fund reported \$421,463 of lease income for the year ended December 31, 2006.

C. Legal Debt Margin

The debt limit for Franklin County per K.S.A. 10-306 is 30% of the assessed value of tangible taxable within the county as certified to the County Clerk on the preceding August 25. At December 31, 2006, the statutory limit for the County was in excess of \$50,000,000, providing a debt margin in excess of \$47,000,000.

D. Vacation and Sick Pay

Full-time employees of the County are entitled to paid vacation (annual leave) time according to the following schedule. Vacation may be used following the first six (6) months of employment, although it accrues from the second month of employment:

Years of continuous employment	1 month through 5 years	6 through 10	over 10
Hours of accumulation per month	8	10	14
Hours of accumulation per month for EMS Personnel	12	14	18

Regular part-time employees receive vacation leave at the rate of one-half the accrual rate for full-time employees. A maximum of 240 hours of vacation may be accrued, with any excess being forfeited. Upon termination, employees are compensated for accumulated unused vacation leave at their final rate of pay.

Full-time employees may accumulate up to 720 hours of sick leave time. Sick leave is accrued, but may not be used during the first six (6) months of employment. Upon resignation, employees with five years of service may receive payment for one-half of sick leave for up to 15 accrued sick days. Employees whose positions are eliminated due to a reduction in force, or voluntarily leave the service of the county in good standing shall receive payment for one-half of all credited and accrued sick leave.

The costs of accumulated vacation and sick pay have not been accrued at December 31, 2006 in accordance with the definition of accrued compensated absences as outlined in Statement of Financial Accounting Standards No. 43, Accounting for Compensated Absences

E. Defined Benefit Pension Plan

Plan description. Franklin County participates in the Kansas Public Employees Retirement System (KPERS) and the Kansas Police and Firemen's Retirement System (KP&F). Both are cost-sharing multiple-employer defined benefit pension plans as provided by K.S.A. 74-4901, *et seq.* KPERS and KP&F provide retirement benefits, life insurance, disability income benefits,

Franklin County, Kansas

NOTES TO FINANCIAL STATEMENTS
December 31, 2006

IV. OTHER INFORMATION – continued

E. Defined Benefit Pension Plan - continued

and death benefits. Kansas law establishes and amends benefit provisions. KPERS and KP&F issue a publicly available financial report that includes financial statements and required supplementary information. Those reports may be obtained by writing to KPERS (611 S Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-4919 establishes the KPERS member-employee contribution rate at 4% of covered salary. K.S.A. 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 rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. State law sets a limitation on annual increases in the employer contribution rates. The KPERS employer rate established by statute for 2006 was 3.81%. Franklin County's employer contributions to KPERS for the year ending December 31, 2006 and 2005 were \$168,545 and \$171,324 respectively, equal to the statutory required contributions for each year.

The KP&F employer rate established for fiscal years ending in 2006 is 12.39%. Employers participating in KP&F also make contributions to amortize the liability for past service costs, if any, which is determined separately for each participating employer. Franklin County's contributions to KP&F for the years ending December 31, 2006 and 2005 were \$136,033 and \$178,493 respectively.

F. Revolving Loan Agreement

The County signed a revolving loan agreement with the Kansas Department of Transportation on December 11, 2006 for the Missouri Road Project at an authorized loan amount of \$3,400,000. No funds had been drawn on this loan as of December 31, 2006.

G. Capital Projects

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

<u>Project Name</u>	<u>Expenditures To Date</u>	<u>Project Authorization</u>
Missouri Road Project	\$ 29,610	\$ 49,350
13 Mile Project	50,711	132,808
Nevada Terrace	11,190	48,811
Courthouse Foundation Repair	205,045	529,282
Overlay Old 50	62,335	62,335
Overlay John Brown Road	856,270	870,675
Vermont Bridge	57,732	69,500

Franklin County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2006

IV. OTHER INFORMATION – continued

H. Reconciliation of Transfers

A reconciliation of all transfers by fund for the current year follows:

<u>Transfers From:</u>	<u>Transfers To:</u>	<u>Statutory Authority</u>	<u>Amount</u>
Ambulance	Ambulance Special Equip	K.S.A. 12-197	100,000
Chip Reserve	36 Mile Road Improvement	K.S.A. 19-120	262,166
Community College Tuition	General Fund	K.S.A. 19-120	49,994
County Building	Capital Improvement	K.S.A. 19-116	56,000
Defibrulator	Ambulance Special Equip	K.S.A. 19-119	1,000
Dust Control	Nevada Terrace	K.S.A. 19-120	11,066
Dust Control	Road and Bridge	K.S.A. 19-120	7,151
Election Special Equipment	Elections	K.S.A. 12-197	8,000
Employee Benefit Plan (Healthcare)	Employee Benefits	Resolution	520,000
General Fund	Chip Reserve Fund	Resolution	202,000
General Fund	Elections	K.S.A. 19-120	25,000
General Fund	Capital Improvement	K.S.A. 19-120	150,000
General Fund	GF Equipment Reserve	K.S.A. 19-119	250,000
CDBG Loan	General Fund	K.S.A. 19-120	4
Health	Pandemic Flu	K.S.A. 19-120	4,106
Health	Health Capital Outlay	K.S.A. 12-197	20,000
Health	General Fund	K.S.A. 19-120	20,000
KP & F Bonds	Employee Benefits	K.S.A. 19-120	6,185
Noxious Weed	Noxious Weed Capital	K.S.A. 19-120	35,000
Road and Bridge	Road and Bridge Special Equipment	K.S.A. 12-197	75,000
Solid Waste	Solid Waste Special Caps	K.S.A. 19-120	160,000
Special Auto	General Fund	K.S.A. 8-145	36,174
Special Bridge	Vermont Bridge Project	K.S.A. 12-197	57,732

I. Contingencies

The County receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial statements of the County at December 31, 2006.

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the County.

J. Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the County carries commercial insurance. Liabilities related to risks of loss are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. No significant reductions in insurance coverage from that of the prior year have occurred. During the last three years claim settlements have not exceeded insurance coverage.

Franklin County, Kansas

NOTES TO FINANCIAL STATEMENTS

December 31, 2006

IV. OTHER INFORMATION – continued

K. Health Insurance

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 expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. At December 31, 2006, the amount of liabilities was \$123,481. This liability is the County's best estimate based on available information. Changes in the balances of claims liabilities during the past year are as follows:

Unpaid Claims, January 1	\$	58,989
Current year claims		1,537,705
Claim payments		<u>1,473,213</u>
Unpaid claims, December 31	\$	<u><u>123,481</u></u>

L. Closure and Post Closure 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.

M. Defeasance of Debt

The County defeased certain outstanding debt obligations by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account and the defeased bonds are not included in the County's financial statements. At December 31, 2006, the following outstanding bonds are considered defeased:

GO Bond Series 1997A	\$	775,000
GO Bond Series 1998A		850,000
Total		<u><u>1,625,000</u></u>

N. Other Post-Employment Benefits

The County offers health insurance to employees retiring with 10 years of service, eligible for KPERS benefits and not yet age 65 provided the retiree pays all actual premium costs.

Franklin County, Kansas

NOTES TO FINANCIAL STATEMENTS December 31, 2006

IV. OTHER INFORMATION – continued

O. Long-term Debt

Changes in long-term liabilities for the County for the year ended December 31, 2006, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Net Change	Balance End of Year	Interest Expense 2006
General Obligation Bonds:										
Bridge bonds 1997A	4.75% to 6.75%	4/1/1997	1,250,000	9/1/2017	\$ 115,000	\$ 0	\$ 55,000	\$ (55,000)	\$ 60,000	\$ 47,665
Bridge bonds 1998A	4.10% to 4.75%	3/15/1998	1,050,000	9/1/2013	100,000	0	100,000	(100,000)	0	43,567
Sewer bonds series 2001A	5.00%	11/27/2001	281,100	11/27/2041	275,774	0	2,884	(2,884)	272,890	13,789
Sewer bonds series 2001B	5.00%	11/27/2001	83,500	11/27/2041	81,917	0	857	(857)	81,060	4,096
Benefit district bonds 2002B	4.15% to 6.00%	12/1/2002	132,183	9/1/2018	123,000	0	7,000	(7,000)	116,000	5,959
Employee benefit bonds 2003A	3.00% to 6.00%	5/1/2003	808,000	9/1/2019	720,000	0	35,000	(35,000)	685,000	34,790
Refunding bonds series 2005	3.10% to 3.75%	10/1/2005	1,700,000	9/1/2017	1,700,000	0	20,000	(20,000)	1,680,000	56,954
					<u>3,115,691</u>	<u>0</u>	<u>220,741</u>	<u>(220,741)</u>	<u>2,894,950</u>	<u>206,820</u>
Certificate of Participation										
Franklin County Mental Health	4.75% to 6.10%	10/1/1995	395,000	11/1/2015	265,000	0	20,000	(20,000)	245,000	15,598
Franklin County Mental Health	0.00%	9/1/2006	1,600,000	9/1/2021	0	1,600,000	0	1,600,000	1,600,000	0
					<u>265,000</u>	<u>1,600,000</u>	<u>20,000</u>	<u>1,580,000</u>	<u>1,845,000</u>	<u>15,598</u>
Capital Leases										
Vermont road repaving	5.75%	7/1/1998	1,667,580	8/1/2013	1,066,551	0	108,409	(108,409)	958,142	59,790
Office annex building	6.50%	5/1/2000	1,400,000	4/1/2015	1,022,187	0	82,376	(82,376)	939,811	64,011
Caterpillar motor graders	4.23%	5/8/2002	212,185	3/1/2008	91,112	0	44,603	(44,603)	46,509	3,391
Caterpillar motor graders	3.34%	3/3/2003	146,078	3/1/2008	90,500	0	29,182	(29,182)	61,318	3,023
Caterpillar motor graders	3.37%	10/15/2003	73,089	10/15/2008	45,289	0	14,604	(14,604)	30,685	1,513
Motor graders	4.10%	3/16/2005	189,250	3/1/2010	171,751	0	35,505	(35,505)	136,246	6,678
Motor graders	4.10%	4/18/2005	203,100	8/1/2010	203,100	0	35,951	(35,951)	167,149	9,787
Peterbilt trucks	4.49%	4/26/2006	375,229	3/1/2011	0	375,229	36,125	339,104	339,104	5,908
					<u>2,690,490</u>	<u>375,229</u>	<u>386,755</u>	<u>(11,526)</u>	<u>2,678,964</u>	<u>154,101</u>
Loans										
KDOT revolving loan	4.19%	12/28/2004	6,000,000	8/1/2021	5,892,053	107,947	239,114	(131,167)	5,760,886	227,744
Kansas partnership loan	3.80%	10/25/1993	409,195	9/15/2009	139,636	0	32,963	(32,963)	106,673	4,996
					<u>6,031,689</u>	<u>107,947</u>	<u>272,077</u>	<u>(164,130)</u>	<u>5,867,559</u>	<u>232,740</u>
Total Long-Term Debt					\$ 12,102,870	\$ 2,083,176	\$ 899,573	\$ 1,183,603	\$ 13,286,473	\$ 609,259

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

	2007	2008	2009	2010	2011	2012-16	2017-21	2022-26	2027-31	2032-36	2037-41	Total
Principal												
General obligation bonds	\$ 230,929	\$ 237,077	\$ 247,329	\$ 253,545	\$ 268,773	\$ 1,043,592	\$ 344,272	\$ 45,020	\$ 57,462	\$ 73,329	\$ 93,622	\$ 2,894,950
Certificates of participation	85,000	90,000	100,000	110,000	110,000	600,000	750,000	0	0	0	0	1,845,000
Capital leases	440,259	413,940	387,342	387,340	298,945	751,138	0	0	0	0	0	2,678,964
Loans	274,155	285,521	297,359	271,367	282,738	1,601,633	1,966,497	888,289	0	0	0	5,867,559
Total principal	1,030,343	1,026,538	1,032,030	1,022,252	960,456	3,996,363	3,060,769	933,309	57,462	73,329	93,622	13,286,473
Interest												
General obligation bonds	163,431	112,511	104,043	94,834	85,265	278,442	101,347	63,076	50,639	34,765	14,498	1,102,851
Certificates of participation	14,428	13,258	12,088	10,771	8,997	17,690	0	0	0	0	0	77,232
Capital leases	142,630	120,955	99,231	78,155	57,669	73,216	0	0	0	0	0	571,856
Loans	230,710	219,944	208,732	197,415	186,723	756,882	413,789	52,500	0	0	0	2,266,695
Total interest	551,199	466,668	424,094	381,175	338,654	1,126,230	515,136	115,576	50,639	34,765	14,498	4,018,634
Total principal and interest	\$ 1,581,542	\$ 1,493,206	\$ 1,456,124	\$ 1,403,427	\$ 1,299,110	\$ 5,122,593	\$ 3,575,905	\$ 1,048,885	\$ 108,101	\$ 108,094	\$ 108,120	\$ 17,305,107

SUPPLEMENTAL INFORMATION

Franklin County, Kansas

Schedule 1

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

December 31, 2006

<u>Federal Grant Pass Through Grantor/ Program Title</u>	<u>Federal CFDA # Number</u>	<u>Program Revenue Amount</u>	<u>Program Expenditure Amount</u>
U.S. Department of Agriculture			
<u>Pass Through Kansas Department of Health & Environment</u>			
WIC	10.577	\$ 54,322	\$ 54,322
Conservation Commission	10.000	850	850
Conservation District	10.000	107,176	107,176
TOTAL U.S. DEPARTMENT OF AGRICULTURE		162,348	162,348
U. S. Department of Justice			
<u>Pass Through Kansas Juvenile Justice Authority</u>			
Juvenile Justice Authority	16.597	46,780	46,780
Juvenile Accountability Block Grant	16.523	10,326	10,326
TOTAL U.S. DEPARTMENT OF JUSTICE		57,106	57,106
U. S. Department of Transportation			
<u>Pass Through Kansas Department of Transportation</u>			
Speed Enforcement Grant	20.600	41,104	41,104
U. S. Department of Commerce			
<u>Pass Through Kansas Department of Commerce & Housing</u>			
Emergency preparedness	83.552	33,101	33,101
U.S. Department of Health & Environment			
Bio-Terrorism	93.000	29,777	29,777
Family Planning	93.217	30,214	30,214
Healthy Start	93.926	1,221	1,221
Immunization Action Plan	93.268	1,725	1,725
Child Care Development	93.596	21,753	21,753
Child Care License	93.994	3,061	3,061
TOTAL U.S. DEPARTMENT OF HEALTH & ENVIRONMENT		87,751	87,751
U.S. Department of Housing & Urban Development			
<u>HUD Emergency Shelter</u>			
HUD Emergency Shelter	14.000	3,012	3,012
Department of Homeland Security			
<u>Pass Through Kansas Department of Transportation</u>			
Homeland Security Grant	97.004	246,937	246,937
Total Federal Expenditures		\$ 631,359	\$ 631,359

The above schedule was prepared using the statutory basis of accounting which demonstrates compliance with cash basis and budget laws of Kansas.

SPECIAL REPORTS

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

Board of County Commissioners
Franklin County
Ottawa, Kansas

We have audited the statutory basis financial statements of Franklin County, Kansas as of and for the year ended December 31, 2006, and have issued our report thereon dated June 12, 2007. The County prepares its financial statements on a basis of accounting that demonstrates 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. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

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

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

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

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

Compliance and Other Matters

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

We noted certain matters that we reported to management of Franklin County in a separate letter dated June 12, 2007.

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

June 12, 2007

Agler & Gaeddert, Chartered

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board of County Commissioners
Franklin County, Kansas
Ottawa, Kansas

Compliance

We have audited the compliance of Franklin County, 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, 2006. Franklin County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Franklin County's management. Our responsibility is to express an opinion on Franklin County's compliance based on our audit.

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

In our opinion, Franklin County 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, 2006.

Internal Control Over Compliance

The management of Franklin County 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 Franklin County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Entity's internal control over compliance.

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

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

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

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

Ayler & Gaddert, Chartered

June 12, 2007

Franklin County, Kansas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended December 31, 2006

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified? No

Significant Deficiency(ies) identified not considered to be material weaknesses: None reported

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? No

Significant Deficiency(ies) identified not considered to be material weaknesses: None reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section 510(a): No

Indication of major programs:

<u>CFDA</u>	<u>Name of Federal Program or Cluster</u>	<u>Amount</u>
97.067	Homeland Security Grant	\$ 246,937

Dollar threshold used to distinguish between Type A and Type B programs: \$ 300,000

Auditee qualified as a low-risk auditee? Yes

Franklin County, Kansas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

December 31, 2006

Questioned
Costs

FINDING # 06-1

FINDING

Reconciliation of Transfers and Accounts Payable to detail.

CRITERIA

Transfers should be posted as Transfer revenue to one fund and Transfer expense to the other fund. Accounts payable items should be relieved when the expense is paid. The balance in accounts payable should be the total of the items awaiting payment.

CONDITION

Transfers are not consistently coded as transfers. Accounts payable contain one-sided payroll entries and prior year activity. The accounts payable balance in certain funds does not equal the total of the ending accounts payable items. We assisted the County in adjusting these accounts to the correct balances.

EFFECT

The transfer and accounts payable totals reported on the general ledger are not an accurate reflection of the year end totals. As a result, the County does not have accurate information on these accounts throughout the year.