

FRANKLIN COUNTY, MISSOURI

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2003

FRANKLIN COUNTY, MISSOURI

***COMPREHENSIVE ANNUAL
FINANCIAL REPORT***

FOR THE FISCAL YEAR ENDED
DECEMBER 31, 2003

PREPARED BY THE COUNTY AUDITOR

FRANKLIN COUNTY, MISSOURI
COMPREHENSIVE ANNUAL FINANCIAL REPORT

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INTRODUCTORY SECTION

Ralph E. Sudholt
Franklin County Auditor
300 East Main Street, Room 300
Union, Missouri 63084

(636) 583-6350

May 27, 2004

To the Citizens and Officeholders of
FRANKLIN COUNTY, MISSOURI

Missouri law requires all counties in Missouri to publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report (CAFR) of Franklin County, Missouri for the fiscal year ended December 31, 2003.

This report consists of management's representations concerning the finances of Franklin County, Missouri. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, the management of Franklin County, Missouri has established a comprehensive internal control framework that is designed both to protect the county's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of Franklin County, Missouri's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, Franklin County, Missouri's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert, to the best of our knowledge and belief, that this financial report is complete and reliable in all material respects.

Franklin County, Missouri's financial statements have been audited by Hochschild, Bloom & Company LLP, a firm of Missouri licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Franklin County, Missouri for the fiscal year ended December 31, 2003, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Franklin County, Missouri's financial statements for the fiscal year ended December 31, 2003, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section.

The independent audit of the financial statements of Franklin County, Missouri was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing "Single Audit" engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in Franklin County, Missouri's separately issued Single Audit report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Franklin County, Missouri's MD&A can be found immediately following the report of the independent auditors.

Profile of Franklin County, Missouri

Franklin County, Missouri is located in the Southwest corner of the St. Louis Metropolitan Region which includes the City of St. Louis, St. Louis County, St. Charles County, Franklin County, Lincoln County, Warren County, and Jefferson County in Missouri and the Illinois counties of Clinton, Madison, Monroe, and St. Clair. Franklin County which was established in 1818, covers 922 square miles and has a population of 96,905. There are 56,403 registered voters in Franklin County comprising 81% of the voting age population. There are 34,945 households in the county with an average size of 2.7 persons and the median age of residents is 35.8 years. Median household income is \$43,474 annually with 4.5% of county families and 7.0% of the total population with incomes below the poverty level. There are 1,498 miles of roadways in Franklin County with 69% maintained by municipal and county governments, and 31% maintained by the state of Missouri.

Franklin County, Missouri is governed by a three member County Commission who control the county budget and by fifteen other elected officials who control their own offices operating within the approved budget. The county provides a full range of services. These services include: health and social services; tax assessment, audit, and collection; judicial courts, law enforcement and jail services; voter registration and elections; construction and maintenance of highways and infrastructure; recording of land transactions, vital statistics, and licenses; and other general administrative services including planning and zoning, building and construction inspections, and emergency management services.

The annual budget serves as the foundation for Franklin County, Missouri's financial planning and control. Budgetary control is maintained at the fund level by department. An annual budget is prepared in November by the County Auditor with input provided by elected officials and department heads as requested by September 1st each year. In odd numbered years the County Commissioners hold public hearings in January for the current year budget and December for the next year budget, and appropriate money for all funds as required by state statute. Further, the objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget as approved. Budget to actual comparisons are provided in this report for each department and fund as adopted.

Factors Affecting Financial Condition

The economic condition and outlook for Franklin County continues to be cautiously optimistic. The County is enjoying growth from new commercial, industrial and residential developments. Residential growth was 16.4% between the 1990 census and 2000 census. The July 1, 2003 Census Bureau estimate lists Franklin County with a population of 96,905. New real estate construction in Franklin County has totaled \$184,466,103 over the last five years, for a 26% increase in assessed real estate valuations. This growth is expected to continue in the future. Due to Franklin County's location in the St. Louis Metropolitan Area, the County is attractive to businesses that need affordable land and labor costs to establish or expand their operations. The County's unemployment ratio remains consistent with those of the state and of the nation. The cities within the County contribute stability to the local economy with the presence of colleges, hospitals and a variety of stable industrial and commercial concerns.

Results of Franklin County Planning Task Force - In 2000 the Community Policy Analysis Center of the University of Missouri at Columbia completed a baseline study of 1998 to 2009 to determine the issues facing Franklin County in the future. The key findings were that: population will increase from 92,000 to 125,000 at a 3.3% rate, an additional 13,000 jobs will added at a rate of 2.7%, commuters into the county will increase from 6,000 to 9,000 and commuters out of the county will increase from 16,000 to 25,000, per capita income will increase from \$22,400 to \$28,300 increasing at 2.4% after inflation, retail sales are projected to grow at 6.1% per year from \$800 million to \$1.3 billion, Franklin County government revenue is projected to grow at 5.2% and expenses at 5.6%.

Major concerns - The 2000 study identified challenges that must be addressed. These include: (1) Demand for low density housing that will strain the capacity of public infrastructure, (2) Required additional water and sewage treatment facilities, (3) Additional public safety and transportation systems, (4) Continued in migration of families with adolescent children will place important new demands for recreation, entertainment and youth services, (5) Improving the quality of employment to reduce commuting outside the county.

Quality of life - In a 2000 survey conducted by the University of Missouri at St Louis residents were asked why they live in Franklin County. Results rated at (1) for Very Important to (4) No Opinion. Results follow: Quality of natural environment (1.44), Rural character (1.51), Family (1.55), Low crime (1.61), More privacy (1.68), Quality of schools (1.70), Cost of living (2.00), Property tax rate (2.03), Educational opportunities (2.13), and Agricultural opportunities (2.4).

Major Initiatives - In November 1995, the County's voters authorized a new .25% sales tax for law enforcement. During 2003, the tax generated \$2,439,514 in additional revenue for law enforcement in Franklin County. The addition of the Law Enforcement Sales Tax has allowed the County to add 22 road patrol officers and detectives through the end of 2003.

In 1988, a one half cent sales tax for roads and bridges was approved by Franklin County voters. This tax enabled the county to replace and refurbish 111 bridges. There are 13 additional bridges in various stages of replacement. This tax is also being used to upgrade County roads from gravel to hard surface. The County has started chip and sealing highly traveled gravel roads and applying hot mix overlay on previously chip and sealed roads. On April 6, 1999 the highway capital improvements sales tax was renewed for an additional 10 years. The tax now expires December 31, 2010.

The Franklin County Highway Department also uses federal funding through the Intermodal Surface Transportation Efficiency Act (ISTEA). Four construction projects that are presently programmed exceed \$1,545,000 and require a 20% match of funds by the County. Franklin County has made provisions to fund the amount necessary to meet the match requirements.

Cash Management - Cash reserves are invested in accordance with Missouri Revised Statutes. Investments are consistently made in conservative products such as short term bank certificates of deposit. All bank deposits are covered by insurance or appropriate collateral as required by Missouri Revised Statutes.

Risk Management - Franklin County maintains risk management programs by purchasing liability and property insurance through a combination of both public and private insurance carriers. This program utilizes pooled liability risk opportunities, while at the same time seeking to obtain the lowest cost for insurance without sacrificing coverage.

Pension and other post employment benefits - Franklin County participates in two multiple employer public employee retirement systems. Franklin County contributes monthly payments to the Missouri Local Government Employees Retirement System (LAGERS), based on yearly actuarially determined amounts in order to provide a 2% per year of employment benefit for life to employees. The county also participates in the County Employee's Retirement Fund which is funded per Missouri Statutes with fees from the Recorder of Deeds office, and Collector and Assessor penalties. Employees hired after February 2002, pay 4% of their wages for coverage in this plan. The county contributes no funds to the plan, other than forwarding the amounts collected for fees and penalties.

FRANKLIN COUNTY, MISSOURI

CERTIFICATE OF ACHIEVEMENT

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) has awarded a Certificate of Achievement for Excellence in Financial Reporting to Franklin County, Missouri for its Comprehensive Annual Financial Report since 1992. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate is valid for a period of one year only. The County has received this award for the 2002 year. We believe our current report continues to conform to the Certificate Program requirements, and we are submitting it to GFOA to determine its eligibility for a certificate for the year 2003.

The preparation and completion of this report would not have been possible without the efficient and dedicated services of the entire County staff. Thanks also goes to the County's independent certified public accounting firm for their able assistance and professional manner in which they have accomplished this assignment.

Respectfully submitted,

Ralph E. Sudholt
Franklin County Auditor
Accounting and Budget Officer

FRANKLIN COUNTY, MISSOURI
LIST OF PRINCIPAL OFFICIALS

<u>Office</u>	<u>Principal Officials At January 1, 2003</u>
Presiding Commissioner	Edward D. Hillhouse
First District Commissioner	Terry O. Wilson
Second District Commissioner	Ann G. L. Schroeder
County Clerk	Debbie K. Door
Circuit Judge	Gael D. Wood
Circuit Judge	Jeff Schaeperkoetter
Associate Circuit Judge	Stanley Williams
Associate Circuit Judge	Cynthia Eckelkamp
Associate Circuit Judge	Walter A. Murray
Prosecuting Attorney	Bob Parks
Circuit Clerk	Bill D. Miller
Recorder of Deeds	Sharon Birkman
County Treasurer	Alvin Marquart
Sheriff	Gary Toelke
County Auditor	Ralph Sudholt
Public Administrator	Carol Eckelkamp
County Collector	Linda Emmons
Assessor	William Overschmidt

FRANKLIN COUNTY, MISSOURI
ORGANIZATION CHART

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

May 27, 2004

The Presiding Commissioner, District Commissioners and Officeholders
FRANKLIN COUNTY, MISSOURI

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of **FRANKLIN COUNTY, MISSOURI** (the County) as of and for the year ended December 31, 2003, which collectively comprise the County's basic financial statements as listed in the accompanying table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards 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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the County as of December 31, 2003, and the respective changes in financial position, for the year then ended in conformity with U.S. generally accepted accounting principles.

During the year ended December 31, 2003, the County has implemented a new financial reporting model, as required by the provisions of Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*; GASB Statement No. 37, *Basic Financial Statements - and Management's Discussion*

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

and Analysis - for State and Local Governments: Omnibus; GASB Statement No. 38, Certain Financial Statement Note Disclosures; and GASB Interpretation No. 6, Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements.

In accordance with *Government Auditing Standards*, we have also issued a report dated May 27, 2004 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 grants. The report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis and Required Supplemental Information as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by the U.S. generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The other supplemental information and schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. This other supplemental information and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not audit the data included in the introductory and statistical sections of this report and, therefore, express no opinion thereon.

CERTIFIED PUBLIC ACCOUNTANTS

Management's Discussion and Analysis

As management of Franklin County, Missouri, we offer readers of Franklin County, Missouri's financial statements this narrative overview and analysis of the financial activities of Franklin County, Missouri for the fiscal year ended December 31, 2003. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages ii - vi of this report.

Financial Highlights

- The assets of Franklin County exceeded its liabilities at the close of the 2003 fiscal year by \$60,727,417. Of this amount, \$16,343,707, may be used to meet Franklin County's ongoing obligations to citizens and creditors.
- Franklin County's total net assets increased by \$2,152,150. The majority of this increase is the result of rebuilding the Highway Fund balance by \$1,894,271. The Highway Fund cash balance at December 31, 2003 was \$2,652,651.
- As of the close of the 2003 fiscal year, Franklin County's governmental funds reported combined ending fund balances of \$22,135,930, an increase of \$3,679,873 in comparison with the prior year.
- At the end of the 2003 fiscal year, the unreserved fund balance for the general fund was \$4,796,424, or 45 percent of the total general fund expenditures and transfers to other government funds for operations. Law enforcement received \$3,166,651 of the transfers.
- Franklin County has no debt issues outstanding at the end of 2003.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Franklin County's basic financial statements. Franklin County's basic financial statements comprise three components: 1) *Government Wide Financial Statements*, 2) *Fund Financial Statements*, and 3) *Notes to Financial Statements*. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government Wide Financial Statements. The government wide financial statements are designed to provide readers with a broad overview of Franklin County's finances, in a manner similar to a private sector business.

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

FRANKLIN COUNTY, MISSOURI

NOTES TO FINANCIAL STATEMENTS

The **Statement of Activities** presents information showing how the net assets changed during the most recent fiscal year. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of the timing of the related cash flows (ie: uncollected taxes and expenses incurred but not paid). The Statement of Activities presents the various functions of the County and by how much they are supported by tax revenues, federal and state grants, charges for services, investment income, and contributions.

The Franklin County government wide financial statements can be found on pages 12-13.

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

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

Franklin County maintains thirteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the statement of revenues, expenditures, and changes in fund balances for the general fund, road and bridge fund and law enforcement sales tax fund, and capital projects fund since they are considered major funds. Data from the other nine funds governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non major governmental funds is provided in the form of combining statements further back in this report.

Franklin County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

The governmental fund financial statements can be found on pages 14-17 & 33-52 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the Franklin County government. Fiduciary funds are not reflected in the government wide financial statements because the resources of those funds are not available to support Franklin County's own programs.

The fiduciary fund financial statements can be found on pages 18 & 53-57 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to the full

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

understanding of the data provided in the government wide and fund financial statements. The notes to the financial statements can be found on pages 19-31 of this report.

Government Wide Financial Analysis. This is the first year that the County has presented its financial statements under the new reporting model required by the Governmental Accounting Standards Board Statement No. 34 (GASB 34), Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Because this reporting model significantly changes both the recording and presentation of financial data, the County has not restated prior fiscal years for the purpose of providing comparative information for Management's Discussion & Analysis. In future years when prior year information is available, a comparative analysis of government wide data will be included in this report. Net assets may serve over time as a useful indicator of a government's financial position. In the case of Franklin County, assets exceeded liabilities by \$60,727,417 at the close of the 2003 fiscal year.

Franklin County's Net Assets

December 31, 2003

Current and other assets	\$ 23,969,078
Capital assets	<u>39,293,529</u>
Total assets	<u>\$ 63,262,607</u>
Long-term liabilities	\$ 1,043,025
Other liabilities	1,492,165
Total liabilities	<u>\$ 2,535,190</u>
Invested in capital assets	\$ 39,293,529
Restricted	5,090,181
Unrestricted	<u>16,343,707</u>
Total net assets	<u>\$ 60,727,417</u>

Analysis of Net Assets

The largest portion of Franklin County's net assets, 65 percent, reflects its investment in capital assets

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

(bridges, roads, machinery & equipment, buildings, and land). The County uses these assets to provide services to citizens. These assets are not available for future spending and additional funds will need to be provided to maintain these assets.

An additional portion of Franklin County's net assets, 8 percent, represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$16,343,707 may be used to meet the ongoing obligations of the county, including new space construction.

Changes in Net Assets. The County's total revenue on a government wide basis was \$26,633,314. Taxes represent 63 percent of the County's revenue. Another 19 percent comes from fees charged for services, and the remainder is federal and state aid, interest earnings, licenses and permits, and miscellaneous revenues. The cost for all programs and services was \$24,481,164 of which 68 percent was used for highway and public safety.

Franklin County's Changes in Net Assets
December 31, 2003

Governmental Activities

Revenues:

Program revenues:

Charges for services	\$ 5,179,037	
Operating grants and contributions	3,308,924	
Capital grants and contributions	485,220	

General revenues:

Taxes		16,901,334
Licenses and permits	62,204	
Investment income		605,431
Miscellaneous	91,164	

Total revenues	\$26,633,314	
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Expenses:

General government	4,812,232	
Public safety	7,791,052	
Judicial	2,081,484	
Highway		8,888,940
Health and welfare	750,363	

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

Education	157,093
Total expenses	<u>\$24,481,164</u>
Change in net assets	2,152,150
Ending net assets	<u>\$60,727,417</u>

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Significant Changes in Net Assets

The majority of this increase in net assets is the result of rebuilding the Highway fund balance by \$1,894,271. In the prior two years, major flood damage and increased road construction had reduced the highway fund balance. During 2003, road construction was reduced to replenish the fund, resulting in cash on hand of \$2,652,651 at December 31, 2003.

Significant Changes in Revenue

The state reassessment program requires updates every two years and 2003 was a reassessment year. Property tax valuations increased over 2002 by 6.4% due to a combination of new construction and updated values. The county's overall property rate was also increased by 3%. The two changes resulted in an increased property tax revenues of \$664,000.

Sales taxes for 2003 increased by \$564,000 or 4.9% due to an additional large retailer in the county and sales growth at existing retailers.

Intergovernmental revenue increased by \$295,000 for federal preparedness grants and was reduced by \$510,000 due to less money from federal road and bridge projects. State funding for juvenile programs was reduced by \$118,000 and the state assessment program funding was reduced by \$75,000. Both of these programs have been funded with county funds as the state has cut back.

Charges for services increased due to increased building permits and fees and recorder fee and filing increases by \$365,000 or 30%. Fees charged to other taxing districts for tax collection and assessing increased by \$83,000 or 8% due to increased tax collections for those districts. The county received \$135,000 less from the federal government for housing prisoners than in 2002. The federal prisoner housing program has decreased from \$910,000 in 1993 to \$28,000 in 2003. The other counties in the St. Louis metropolitan area have added new detention facilities and the federal government has entered into funding agreements with them to help support the new additions, leaving Franklin County with a minor share of the Federal prisoner housing business.

Significant Future Plans

The county has set aside \$2,310,000 for additional detention facilities and \$9,497,000 for office space needs. In addition the county intends to place a short term capital improvements sales tax on the ballot in 2005 for additional judicial facilities.

Franklin County has formed its first sewer district, The Brush Creek Sewer District, to provide central

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

sewers in the eastern part of the county. The design completion, right of way acquisition, financing, bid awards, and start of construction will take place in 2004. Operation of the sewer system should start in late 2005 with a completed cost of approximately \$6,500,000.

During 2004 the County plans to spend \$5,200,000 for new road construction. The plan includes approximately 45 miles of roads to be resealed, 15 miles of asphalt overlay, and 20 miles of road conversion to hard surface.

The County's emergency dispatching operation is being studied during 2004. The goal is to determine if a more unified and efficient dispatching operation could be deployed for the benefit of all county residents. All emergency departments in the County are involved in the study.

Franklin County's Capital Assets
(net of depreciation)
December 31

	<u>2003</u>	<u>2002</u>
Land		\$ 1,587,805
		\$ 1,578,155
Construction in progress	602,330	0
Buildings		5,404,666
		5,591,106
Machinery and equipment		2,773,840
	2,797,731	
Furniture and office equipment	908,720	861,812
Infrastructure		<u>28,016,168</u>
		<u>29,582,936</u>
Total		<u>\$39,293,529</u>

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

\$40,411,740

Additional information on Franklin County's capital assets can be found in NOTE D and on pages 62-64 of this report.

Requests for information

This financial report is designed to provide a general overview of Franklin County's finances. Questions concerning any information provided in this report or requests for additional financial information should be addressed to Ralph Sudholt, Franklin County Auditor, 300 East Main Street, Room 300, Union, MO 63084. Information can also be obtained at the county's web site www.franklinmo.org, or by phone at (636) 583-6350.

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

FRANKLIN COUNTY, MISSOURI
STATEMENT OF NET ASSETS
DECEMBER 31, 2003

	Governmental Activities
ASSETS	
Cash	\$ 20,738,273
Deposits	38,275
Accounts receivable, net	2,281,103
Grants receivable	126,912
Property taxes receivable	464,261
Restricted assets:	
Cash	292,202
Long-term notes receivable	28,052
Capital assets:	
Land and construction in progress	2,190,135
Other capital assets, net of accumulated depreciation	37,103,394
Total Assets	63,262,607
LIABILITIES	
Accounts payable	919,651
Wages payable	145,793
Due to other taxing districts	269,320
Unearned revenue	157,401
Noncurrent liabilities:	
Due within one year	798,569
Due in more than one year	244,456
Total Liabilities	2,535,190
NET ASSETS	
Invested in capital assets, net of related debt	39,293,529
Restricted for:	
Community development	467,586
Unemployment benefits	118,253
Road and bridge	2,954,782
Other purposes	1,549,560
Unrestricted	16,343,707
Total Net Assets	\$ 60,727,417

See notes to financial statements

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

FRANKLIN COUNTY, MISSOURI
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2003

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		Net Revenue (Expense) And Changes In Net Assets Primary Government	
		Charges For Services	Operating Grants And Contributions	Capital Grants And Contributions	Governmental Activities
Primary Government					
Governmental Activities					
General government	\$ 4,812,232	3,192,144	330,425	13,109	(1,276,554)
Public safety	7,791,052	1,013,266	136,038	231,344	(6,410,404)
Judicial	2,081,484	797,207	140,385	-	(1,143,392)
Highways and streets	8,888,940	-	2,217,251	240,767	(6,430,922)
Health and welfare	750,363	176,420	484,325	-	(89,618)
Education	157,093	-	-	-	(157,093)
Total Governmental Activities	\$ 24,481,164	5,179,037	3,308,924	485,220	(15,507,983)
General Revenues					
Taxes					16,901,334
Licenses and permits					62,204
Investment income					605,431
Miscellaneous					91,164
Total General Revenues					17,660,133
Change in Net Assets					2,152,150
Net Assets, January 1					58,575,267
Net Assets, December 31					\$ 60,727,417

See notes to financial statements

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

FRANKLIN COUNTY, MISSOURI
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2003

	General	Road And Bridge	Law Enforcement Sales Tax	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS						
Cash	\$ 4,255,937	2,652,651	301,005	11,803,069	1,727,611	20,738,273
Deposits	38,275	-	-	-	-	38,275
Accounts receivable	318,937	970,183	345,888	-	146,095	2,281,103
Grants receivable	55,362	59,576	11,974	-	-	126,912
Property taxes receivable	207,373	256,888	-	-	-	464,261
Restricted assets:						
Cash	-	-	-	-	292,202	292,202
Long-term notes receivable	-	-	-	-	28,052	28,052
Total Assets	\$ 5,375,884	3,939,298	658,867	11,803,069	2,193,960	23,969,078
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts payable	\$ 218,337	500,701	109,054	-	91,559	919,651
Wages payable	49,640	28,519	56,517	-	11,117	145,793
Due to other taxing districts	-	269,320	-	-	-	269,320
Deferred revenues	309,483	185,976	2,925	-	-	498,384
Total Liabilities	577,460	984,516	168,496	-	102,676	1,833,148
Fund Balances						
Reserved for:						
Unemployment benefits	-	-	-	-	118,253	118,253
Long-term receivables - other	-	-	-	-	20,592	20,592
Long-term receivables - Economic Development Administration	-	-	-	-	7,461	7,461
Economic Development Administration proceeds	-	-	-	-	173,949	173,949
Unreserved:						
Designated for jail facility	-	-	-	2,305,752	-	2,305,752
Designated for office building	-	-	-	9,497,317	-	9,497,317
Undesignated reported in:						
General Fund	4,796,424	-	-	-	-	4,796,424
Special Revenue Funds	-	2,954,782	490,371	-	1,771,029	5,216,182
Total Fund Balances	4,796,424	2,954,782	490,371	11,803,069	2,091,284	22,135,930
Total Liabilities And Fund Balances	\$ 5,375,884	3,939,298	658,867	11,803,069	2,193,960	23,969,078

See notes to financial statements

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

FRANKLIN COUNTY, MISSOURI
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET ASSETS
DECEMBER 31, 2003

Total Fund Balances - Governmental Funds	\$ 22,135,930
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$69,436,161 and the accumulated depreciation is \$30,142,632.	39,293,529
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	340,983
Certain long-term liabilities are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Long-term liabilities at year-end consist of:	
Compensated absences	(843,025)
Claims regarding accrued vacation	<u>(200,000)</u>
Net Assets Of Governmental Activities	<u>\$ 60,727,417</u>

See notes to financial statements.

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FRANKLIN COUNTY, MISSOURI
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	General	Road And Bridge	Law Enforcement Sales Tax	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES						
Taxes	\$ 6,964,695	8,221,290	2,429,514	-	596,108	19,205,708
Licenses and permits	62,304	-	-	-	-	62,304
Charges for services	3,253,691	-	992,849	-	781,824	5,028,264
Intergovernmental	1,065,617	148,767	77,648	-	343,534	1,737,566
Investment income	249,723	41,497	1,791	186,511	45,899	605,431
Miscellaneous	13,714	57,818	10,586	-	8,218	91,564
Total Revenues	<u>11,549,674</u>	<u>8,569,872</u>	<u>3,522,398</u>	<u>186,511</u>	<u>1,711,191</u>	<u>26,629,437</u>
EXPENDITURES						
Current						
General government	3,515,588	-	-	2,088	1,112,164	4,629,828
Public safety	162,119	-	6,146,867	-	5,85,509	6,896,495
Judicial	1,644,210	-	-	-	308,808	2,054,218
Highways and streets	-	4,738,811	-	-	-	5,738,811
Health and welfare	739,617	-	-	-	-	739,617
Education	155,980	-	-	-	-	155,980
Capital outlay	627,968	1,848,289	57,851	-	116,923	2,753,229
Total Expenditures	<u>6,784,982</u>	<u>7,678,400</u>	<u>6,304,718</u>	<u>2,088</u>	<u>1,179,294</u>	<u>22,849,562</u>
REVENUES OVER (UNDER) EXPENDITURES	<u>4,764,692</u>	<u>894,272</u>	<u>(1,781,380)</u>	<u>184,441</u>	<u>(467,203)</u>	<u>3,679,873</u>
OTHER FINANCING SOURCES (USES)						
Transfers in	25,000	-	3,186,651	-	812,178	4,023,829
Transfers out	(3,933,829)	-	-	(85,000)	(25,000)	(4,023,829)
Total Other Financing Sources (Uses)	<u>(3,908,829)</u>	<u>-</u>	<u>3,186,651</u>	<u>(85,000)</u>	<u>807,178</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	<u>855,863</u>	<u>1,894,272</u>	<u>384,321</u>	<u>199,441</u>	<u>341,975</u>	<u>3,679,873</u>
FUND BALANCES, JANUARY 1	<u>3,949,581</u>	<u>1,868,511</u>	<u>196,656</u>	<u>11,681,626</u>	<u>1,745,308</u>	<u>18,446,257</u>
FUND BALANCES, DECEMBER 31	<u>\$ 4,796,424</u>	<u>2,854,782</u>	<u>490,377</u>	<u>11,881,069</u>	<u>2,087,284</u>	<u>22,126,330</u>

See notes to financial statements

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

FRANKLIN COUNTY, MISSOURI
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2003

Net Change In Fund Balances - Governmental Funds	\$ 3,679,873
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$5,101,445) exceeded capital outlays over the capitalization threshold (\$4,000,420) in the current period.	(1,101,025)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	12,879
The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins and donations) is to decrease net assets.	(17,186)
Under the modified accrual basis of accounting used in the governmental funds financial statements, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis of accounting, expenses and liabilities are reported regardless of when financial resources are available.	
Accrued compensated absence liability	(222,391)
Accrued claims regarding accrued vacation	(200,000)
Change In Net Assets Of Governmental Activities	<u>\$ 2,152,150</u>

See notes to financial statements

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

FRANKLIN COUNTY, MISSOURI
STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
DECEMBER 31, 2003

	<u>Agency Funds</u>
ASSETS	
Cash	\$ 57,109,198
Accounts receivable	<u>8,485</u>
Total Assets	<u>\$ 57,117,683</u>
 LIABILITIES	
Due to others	\$ 754,283
Due to other taxing districts	<u>56,363,400</u>
Total Liabilities	<u>\$ 57,117,683</u>

See notes to financial statements

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NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

FRANKLIN COUNTY, MISSOURI (the County) is a first class county.

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

1. Reporting Entity

The financial statements of the County include the financial activities of the County and any component units. The criteria used in determining the scope of the reporting entity are based on the provisions of GASB Statement No. 14. The County is the primary government unit. Component units are those entities which are financially accountable to the primary government, either because the County appoints a voting majority of the component unit's Board or because the component unit will provide a financial benefit or impose a financial burden on the County. The County does not have any component units.

2. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

3. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial

agent for other County funds, individuals, private organizations or other governments.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. Measurement Focus, Basis of Accounting and Financial Statement Presentation (Continued)

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in the government-wide financial statements to the extent that those standards do not conflict with or contradict guidance of GASB.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services or privileges provided, (2) operating grants and contributions and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

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

4. Budgets

Budgets are adopted on a basis consistent with U.S. generally accepted accounting principles. Annual appropriated budgets are adopted for all governmental funds. Encumbrances are considered for reappropriation in the ensuing year's budget.

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

- a. The County department heads prepare departmental revenue and expenditure projections on or before September 1.
- b. The County Auditor reviews and revises the projections based upon budgeted revenue projections.
- c. By November 15, the County Auditor submits a proposed budget to the County Commission.
- d. A public hearing to obtain taxpayer comments on the budget is held by the County Commission during the month of December.
- e. Prior to January 1, the budget is legally enacted. In an election year, the budget is legally enacted prior to January 31. Projected expenditures cannot exceed estimated revenues plus available balances at the beginning of the year.
- f. Expenditures may not legally exceed appropriations at the department level.
- g. Current year budget includes amendments. Budget amendments between funds or departments must be approved by the County Commission.
- h. All annual appropriations lapse at fiscal year-end.

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Cash

The County invests all pooled temporary cash surpluses in certificates of deposit with the County depository bank as authorized by Missouri state statute. These are combined for financial reporting purposes with cash.

6. Capital Assets

Capital assets, which include property, equipment and infrastructure (e.g., roads, bridges and similar items), are reported in the applicable governmental activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial cost of more than \$100 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Also, the County does not capitalize software.

Depreciation is being computed on the straight-line method, using asset lives as follows:

Assets	Years
Buildings and other improvements	50
Machinery, equipment and vehicles	5 - 10
Furniture and office equipment	5 - 10
Infrastructure	3 - 50

7. Restricted Assets

Certain resources set aside for unemployment benefits and economic development loans are classified as restricted assets on the balance sheet because their use is limited by the state and loan agreement, respectively.

8. Compensated Absences

The County allows employees to accumulate vacation and sick leave within certain limitations. Upon termination, up to 36 days of accumulated vacation is paid to the employee and employees who have worked 10 or more years will be paid sick leave up to one month's pay.

The entire compensated absences is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

9. Property Tax Revenue

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on September 1 and payable by December 31. Taxes paid after December 31 is subject to penalties. The County bills and collects its own property taxes and also taxes for most other local governments within the County. Collections for other governments and remittance of them to those governments are accounted for in various Agency Funds.

Property tax revenue is recognized to the extent it is collected within 60 days after year-end in the fund financial statements. Property taxes not collected within 60 days of year-end are deferred for fund financial statements but are recognized as revenue in the government-wide financial statements.

10. Inventories

Inventories of supplies are not recorded at December 31, 2003. Purchases of all supplies are recorded as expenditures at the time of purchase.

11. Allowance for Doubtful Accounts

As of December 31, 2003, the Special Revenue Fund - Community Development has accounts receivable for the Brush Creek Sewer District that are considered doubtful accounts in the amount of \$251,861.

12. Interfund Transactions

In the fund financial statements, the County has the following types of transactions among funds:

Transfers - Legally authorized transfers are reported when incurred as transfers in by the recipient fund and as transfers out by the disbursing fund.

Elimination of interfund activity has been made for governmental activities in the government-wide financial statements.

13. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

14. Deferred Revenues

The County reports deferred revenues for property tax and health department receivables. Deferred revenues arise when a potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period. Deferred revenues also arise when resources are received by the County before it has a legal claim to them. In subsequent periods, when both the revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred revenue is removed and revenue is recognized.

15. Grant Revenue

Resources received by the County from other governments are accounted for within applicable funds based on the purpose and requirements of each grant. Revenues are recognized on an accounting basis consistent with the fund’s measurement objective.

Revenues related to expenditure-driven grants are recognized to the extent expenditures are incurred. Any excess or deficiency of grant revenues received compared to expenditures incurred is recorded as deferred revenue or amounts receivable from the grantor.

16. Use of Estimates

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

NOTE B - CASH AND INVESTMENTS

The County’s bank deposits are required by state law to be secured by the deposit of certain securities specified by RSMo 30.270 with the County or trustee institutions. The value of the securities must amount to the total of the County’s cash not insured by the Federal Deposit Insurance Corporation. As of December 31, 2003, the County’s bank balances were entirely secured or collateralized with securities held by the County or by its agent in the County’s name.

Missouri state statutes authorize the County to invest in obligations or guaranteed obligations of the United States and its agencies, obligations of the State of Missouri and its agencies, bonds of any Missouri city having a population of not less than two thousand, bonds of any Missouri county, approved registered bonds of any Missouri school district or special road district, bonds of any state, obligations of Federal banks, bonds of any political subdivision established under the provisions of Section 30, Article VI, of the Constitution of Missouri and tax anticipation notes issued by any first class county. As of December 31, 2003, the County does not have any investments.

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE C - LONG-TERM DEBT

The following is a summary of the changes in the County's long-term debt:

	For The Year Ended December 31, 2003				
	Balance December 31 2002	Additions	Reductions	Balance December 31 2003	Amounts Due Within One Year
Compensated absences payable	\$620,634	222,391	-	843,025	598,569
Lawsuit contingency	-	200,000	-	200,000	200,000
	<u>\$620,634</u>	<u>422,391</u>	<u>-</u>	<u>1,043,025</u>	<u>798,569</u>

NOTE D - CAPITAL ASSETS

Capital asset activity was as follows:

	For The Year Ended December 31, 2003			
	Balance December 31 2002	Additions	Deletions	Balance December 31 2003
Governmental Activities				
Capital assets, not being depreciated:				
Land and right of ways	\$ 1,578,155	9,650	-	1,587,805
Construction-in-progress	-	602,330	-	602,330
Total Capital Assets, Not Being Depreciated	<u>1,578,155</u>	<u>611,980</u>	<u>-</u>	<u>2,190,135</u>
Capital assets, being depreciated:				
Buildings and other improvements	9,290,372	-	-	9,290,372
Machinery, equipment and vehicles	7,111,022	678,567	500,413	7,289,176
Furniture and office equipment	3,321,205	331,774	449,250	3,203,729
Infrastructure	45,084,650	2,378,099	-	47,462,749
Total Capital Assets, Being Depreciated	<u>64,807,249</u>	<u>3,388,440</u>	<u>949,663</u>	<u>67,246,026</u>
Less - Accumulated depreciation for:				
Buildings and other improvements	3,699,266	186,440	-	3,885,706
Machinery, equipment and vehicles	4,313,291	691,358	489,313	4,515,336
Furniture and office equipment	2,459,393	278,780	443,164	2,295,009
Infrastructure	15,501,714	3,944,867	-	19,446,581
Total Accumulated Depreciation	<u>25,973,664</u>	<u>5,101,445</u>	<u>932,477</u>	<u>30,142,632</u>
Total Capital Assets, Being Depreciated, Net	<u>38,833,585</u>	<u>(1,713,005)</u>	<u>17,186</u>	<u>37,103,394</u>
Governmental Activities Capital Assets, Net	<u>\$40,411,740</u>	<u>(1,101,025)</u>	<u>17,186</u>	<u>39,293,529</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE D - CAPITAL ASSETS (Continued)

	For The Year Ended December 31 <u>2003</u>
Governmental activities:	
General government	\$ 158,553
Public safety	510,398
Judicial	43,278
Health and welfare	3,377
Education	1,113
Road and bridge	<u>4,384,726</u>
	<u>\$5,101,445</u>

NOTE E - EMPLOYEES' PENSION PLAN

1. Plan Description

The County participates in the Missouri Local Government Employees Retirement System (LAGERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri. LAGERS is a defined benefit pension plan which provides retirement, disability and death benefits to plan members and beneficiaries. LAGERS was created and is governed by Missouri state statute, Section RSMo 70.600 - 70.755. As such, it is the LAGERS' responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401a and it is tax exempt.

LAGERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LAGERS, P.O. Box 1665, Jefferson City, MO 65102 or by calling 1-800-447-4334.

2. Funding Policy

The County's full-time employees do not contribute to the pension plan. The County is required by Missouri state statute to contribute at an actuarially determined rate; the current rate is 13.9% (general) and 14.2% (police) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the County. The contribution provisions of the County are established by Missouri state statute.

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE E - EMPLOYEES' PENSION PLAN (Continued)

3. Annual Pension Cost

For the plan year ended June 30, 2003, the County's annual pension cost of \$1,185,663 was equal to the required and actual contributions. The required contribution was determined as part of the February 28, 2001 and/or 2002 annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) a rate of return on the investment of present and future assets of 7.5% per year, compounded annually; (b) projected salary increases of 4% per year, compounded annually, attributable to inflation; (c) additional projected salary increases ranging from 0% to 4.2% per year, depending on age, attributable to seniority/merit; (d) pre-retirement mortality based on the 1983 Group Annuity Mortality table; and (e) post-retirement mortality based on the 1971 Group Annuity Mortality table projected to 2000 set back one year for men and seven years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at February 28, 2003 was 15 years.

Three-year trend information follows:

<u>For The Plan Years Ended June 30</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage Of APC Contributed</u>	<u>Net Pension Obligation</u>
2003	\$1,185,663	100%	\$ -
2002	1,160,141	100	-
2001	1,030,483	100	-

Schedule of funding progress follows:

<u>For The Actuarial Valuation Years Ended February 28</u>	<u>Actuarial Value Of Assets</u>	<u>Entry Age Actuarial Accrued Liability (AAL)</u>	<u>Excess Of Assets Over (Unfunded) AAL</u>
2003	\$17,685,462	\$20,580,358	(\$2,894,896)
2002	16,466,093	18,278,678	(1,812,585)
2001	15,148,662	16,930,330	(1,781,668)

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE E - EMPLOYEES' PENSION PLAN (Continued)

3. Annual Pension Cost (Continued)

For The Actuarial Valuation Years Ended February 28	Funded Ratio	Annual Covered Payroll	Excess Of Assets Over (Unfunded) AAL As A Percentage Of Covered Payroll
2003	86%	\$8,437,651	(34%)
2002	90	7,779,705	(23)
2001	89	7,607,160	(23)

Note: The above assets and actuarial accrued liability do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 28, 2002 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

NOTE F - DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. In accordance with GASB Statement No. 32, *Deferred Compensation Plans*, the County does not report the assets and associated liabilities within their financial statements as the deferred compensation plan is now a trust fund whose assets are not held by the County in a fiduciary capacity.

NOTE G - COMMITMENTS AND CONTINGENCIES

The County is a member of the Missouri Public Entity Risk Management Fund (MOPERM), which is a public entity risk pool for general liability, law enforcement liability, public officials errors and omission and automobile liability. The County's insurance coverage with MOPERM for each category of risk is in the amount of \$2 million per occurrence. The County pays an annual contribution to MOPERM for its insurance coverage. Should the contributions received not produce sufficient funds to meet obligations, MOPERM is empowered to make special assessments. Members of MOPERM are jointly and severally liable for all claims against MOPERM. Settled claims have not exceeded the County's commercial coverages in any of the past three fiscal years.

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE G - COMMITMENTS AND CONTINGENCIES (Continued)

The County is currently involved in a lawsuit regarding its compensated absence policy. The estimated settlement amount is \$200,000. This amount has been reflected in the government-wide financial statements, but not in the governmental funds statements as the County generally follows the practice of recording liabilities resulting from claims and judgments only when payment is due. It is the opinion of the County Commission that the outcome of other various claims and legal actions presently pending against the County, some of which seek substantial amounts, will not have a material effect on the financial statements.

At December 31, 2003, the County had commitments for construction contract expenditures in the amount of \$877,122, election supplies in the amount of \$82,320 and software in the amount of \$55,100.

NOTE H - EXCESS EXPENDITURES OVER APPROPRIATIONS

The following fund exceeded budgeted expenditures. Revenues and fund equity were available to cover the excess.

	For The Year Ended		
	December 31, 2003		
	<u>Budget</u>	<u>Actual</u>	<u>Excess</u>
Nonmajor			
Special Revenue Fund - Collector's Tax			
Maintenance Fund	\$100,000	109,900	9,900

NOTE I - ACCOUNTING CHANGE AND RESTATEMENT OF FUND BALANCES

During the fiscal year ended December 31, 2003, the County adopted GASB Statement No. 34 (GASB No. 34), *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*; GASB Statement No. 37 (GASB No. 37), *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments: Omnibus*; GASB Statement No. 38 (GASB No. 38), *Certain Financial Statement Note Disclosures*; and GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements*.

GASB No. 34 (as amended by GASB No. 37) represents a very significant change in the financial reporting model used by state and local governments.

GASB No. 34 requires government-wide financial statements to be prepared using the accrual basis of accounting. Government-wide financial statements do not provide information by fund or account group, but distinguish between the County's governmental activities on the statement of net assets and statement of activities. Additionally, the County's statement of net assets includes capital assets and long-term liabilities of the County which were previously recorded in the General Fixed Assets Account

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

Group and the General Long-Term Debt Account Group, respectively. In addition to the fixed assets
NOTE I - ACCOUNTING CHANGE AND RESTATEMENT OF FUND BALANCE (Continued)

previously recorded in the General Fixed Assets Account Group, the County retroactively capitalized infrastructure assets. In addition, the government-wide statement of activities reflects depreciation expense on the County's capital assets, including infrastructure.

In addition to the government-wide financial statements, the County has prepared fund financial statements, which continue to use the modified accrual basis of accounting for the County's governmental funds and agency funds, which is similar to that previously presented for these funds in the County's financial statements, although the format of financial statements has been modified by GASB No. 34.

GASB No. 34 also includes, as required supplementary information, Management's Discussion and Analysis (MD&A), which provides an analytical overview of the County's financial activities. In addition, budgetary comparison schedules are presented which compare the original and final revised budget with actual results for the General Fund, Road and Bridge Fund and Law Enforcement Sales Tax Fund.

GASB No. 38 requires certain disclosures to be made in the notes to the basic financial statements concurrent with the implementation of GASB No. 34. While this statement did not affect amounts reported in the financial statements of the County, certain note disclosures have been added and amended including descriptions of activities of major funds, future debt service and lease obligations in five-year increments and interfund balances and transactions.

These Statements had a significant effect on the County's financial reporting model. All statements were retroactively applied to January 1, 2003. Restatement of net assets within the government-wide governmental activities financial statements is as follows:

General Fund	\$ 3,940,561
Road and Bridge Fund	1,060,511
Law Enforcement Sales Tax Fund	106,050
Capital Projects Fund	11,603,626
Other governmental funds	<u>1,745,309</u>
Total Fund Equity, December 31, 2002, As Restated	18,456,057
Required GASB No. 34 adjustments:	
Capital assets, net accumulated depreciation	40,411,740
Long-term and other liabilities	(620,634)
Revenue and asset recognition	<u>328,104</u>
Total Net Assets, December 31, 2002	<u>\$58,575,267</u>

The previously stated fund balances have been adjusted as follows:

FRANKLIN COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS

NOTE I - ACCOUNTING CHANGE AND RESTATEMENT OF FUND BALANCE (Continued)

	<u>General Fund</u>	<u>Road And Bridge Fund</u>	<u>Law Enforcement Sales Tax Fund</u>	<u>Capital Projects Fund</u>
Fund balances, December 31, 2002, as previously reported	\$3,987,473	920,665	(14,152)	11,607,726
Restatement for:				
Accrued liabilities	102,701	139,846	120,202	(4,100)
Fund reported separately	<u>(149,613)</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Fund Balance, December 31, 2002, As Restated	 <u>\$3,940,561</u>	 <u>1,060,511</u>	 <u>106,050</u>	 <u>11,603,626</u>

	<u>Nonmajor Funds</u>			
	<u>Assessment Fund</u>	<u>Community Development Fund</u>	<u>Law Enforcement Training Fund</u>	<u>Prosecuting Attorney Bad Check Fund</u>
Fund balances, December 31, 2002, as previously reported	\$143,732	224,632	37,940	-
Restatement for:				
Accrued liabilities	23,850	22,400	-	-
Accounts receivable	-	-	10,273	-
Fund reported separately	<u>-</u>	<u>-</u>	<u>-</u>	<u>149,613</u>
 Fund Balance, December 31, 2002, As Restated	 <u>\$167,582</u>	 <u>247,032</u>	 <u>48,213</u>	 <u>149,613</u>

REQUIRED SUPPLEMENTAL INFORMATION SECTION

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI

FRANKLIN COUNTY, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES				
Taxes	\$ 6,561,436	6,564,436	6,904,695	340,259
Licenses and permits	60,950	60,950	62,204	1,254
Charges for services	2,680,243	2,680,243	3,253,691	573,448
Intergovernmental	751,437	1,051,437	1,065,617	14,180
Investment income	43,925	305,083	249,733	(55,350)
Miscellaneous	72,721	77,721	13,734	(63,987)
Total Revenues	<u>10,170,712</u>	<u>10,739,870</u>	<u>11,549,674</u>	<u>809,804</u>
EXPENDITURES				
Current:				
General government:				
County commission	223,312	223,312	219,204	(4,108)
County clerk	293,350	293,350	279,679	(13,671)
County treasurer	92,555	92,555	85,034	(7,521)
County auditor	124,534	124,534	119,929	(4,605)
County collector	405,862	405,862	382,401	(23,461)
County counselor	52,055	52,055	51,570	(485)
Memberships	33,000	35,350	35,130	(220)
Courthouse maintenance	391,031	391,032	302,768	(88,264)
Employee benefits	180,000	180,000	153,828	(26,172)
Recorder	462,369	462,369	399,781	(62,588)
Miscellaneous	172,632	172,632	159,522	(13,110)
Registration and elections	262,580	262,580	237,651	(24,929)
Building permits and inspections	461,424	486,424	476,294	(10,130)
Planning and zoning department	242,038	242,038	184,940	(57,098)
Information technology	490,796	490,795	427,857	(62,938)
Total General Government	<u>3,887,538</u>	<u>3,914,888</u>	<u>3,515,588</u>	<u>(399,300)</u>
Public safety:				
Emergency management	<u>114,941</u>	<u>114,941</u>	<u>102,119</u>	<u>(12,822)</u>

(Continued)
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FRANKLIN COUNTY, MISSOURI

FRANKLIN COUNTY, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2003

EXPENDITURES (Continued)	Original Budget	Final Budget	Actual	Over (Under) Budget
Judicial:				
Circuit court - Division I and II	49,650	49,650	28,792	(20,858)
Court reporter - Division I and II	5,150	5,150	4,319	(831)
Circuit court - Division V	13,100	13,100	5,990	(7,110)
Circuit court - Division VI	21,250	21,250	17,252	(3,998)
Circuit court - Division VII	18,600	18,600	17,515	(1,085)
Circuit clerk	40,120	40,120	21,020	(19,100)
Prosecuting attorney	1,044,596	1,047,140	989,217	(57,923)
Juvenile office	66,400	66,400	71,178	4,778
Public administrator	92,885	92,885	85,324	(7,561)
Juvenile detention center	37,045	37,045	31,099	(5,946)
Youth services	187,812	187,812	70,354	(117,458)
Child support	310,041	310,041	302,250	(7,791)
Total Judicial	<u>1,886,649</u>	<u>1,889,193</u>	<u>1,644,310</u>	<u>(244,883)</u>
Health and welfare:				
Program costs	577,173	647,173	589,157	(58,016)
Medical examiner	143,325	143,325	141,960	(1,365)
Indigent care	9,000	9,000	7,900	(1,100)
Total Health And Welfare	<u>729,498</u>	<u>799,498</u>	<u>739,017</u>	<u>(60,481)</u>
Education:				
Extension office	142,507	142,507	142,480	(27)
Soil conservation	12,850	13,500	13,500	-
Total Education	<u>155,357</u>	<u>156,007</u>	<u>155,980</u>	<u>(27)</u>
Capital outlay:				
General government	606,850	606,850	353,562	(253,288)
Public safety	25,050	225,050	212,340	(12,710)
Judicial	221,500	221,500	39,268	(182,232)
Health and welfare	5,000	35,000	22,798	(12,202)
Total Capital Outlay	<u>858,400</u>	<u>1,088,400</u>	<u>627,968</u>	<u>(460,432)</u>
Total Expenditures	<u>7,632,383</u>	<u>7,962,927</u>	<u>6,784,982</u>	<u>(1,177,945)</u>

(Continued)
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FRANKLIN COUNTY, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - GENERAL FUND (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2003

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Over (Under) Budget</u>
REVENUES OVER EXPENDITURES	<u>2,538,329</u>	<u>2,776,943</u>	<u>4,764,692</u>	<u>1,987,749</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	25,000	25,000	25,000	-
Transfers out	<u>(3,896,357)</u>	<u>(4,132,515)</u>	<u>(3,933,829)</u>	<u>(198,686)</u>
Total Other Financing Sources (Uses)	<u>(3,871,357)</u>	<u>(4,107,515)</u>	<u>(3,908,829)</u>	<u>(198,686)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (1,333,028)</u>	<u>(1,330,572)</u>	855,863	<u>2,186,435</u>
FUND BALANCE, JANUARY 1			<u>3,940,561</u>	
FUND BALANCE, DECEMBER 31			<u>\$ 4,796,424</u>	

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - ROAD AND BRIDGE SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2003

	Road And Bridge Fund		
	Original And Final Budget	Actual	Over (Under) Budget
REVENUES			
Taxes	\$ 9,237,352	9,225,391	(11,961)
Intergovernmental	910,800	240,767	(670,033)
Investment income	31,000	41,497	10,497
Miscellaneous	4,000	57,016	53,016
Total Revenues	<u>10,183,152</u>	<u>9,564,671</u>	<u>(618,481)</u>
EXPENDITURES			
Current:			
Highways and streets	5,394,210	5,730,011	335,801
Capital outlay	3,029,721	1,940,389	(1,089,332)
Total Expenditures	<u>8,423,931</u>	<u>7,670,400</u>	<u>(753,531)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 1,759,221</u>	<u>1,894,271</u>	<u>135,050</u>
FUND BALANCE, JANUARY 1		<u>1,060,511</u>	
FUND BALANCES, DECEMBER 31		<u>\$ 2,954,782</u>	

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI
REQUIRED SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - LAW ENFORCEMENT SALES TAX SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2003

	Law Enforcement Sales Tax Fund			
	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Taxes	\$ 2,394,000	2,394,000	2,439,514	45,514
Charges for services	693,255	738,594	992,849	254,255
Intergovernmental	72,200	72,200	77,648	5,448
Investment income	6,000	6,000	1,791	(4,209)
Miscellaneous	-	34,500	10,586	(23,914)
Total Revenues	<u>3,165,455</u>	<u>3,245,294</u>	<u>3,522,388</u>	<u>277,094</u>
EXPENDITURES				
Current:				
Public safety	6,306,044	6,306,043	6,246,867	(59,176)
Capital outlay	35,000	91,750	57,851	(33,899)
Total Expenditures	<u>6,341,044</u>	<u>6,397,793</u>	<u>6,304,718</u>	<u>(93,075)</u>
REVENUES OVER (UNDER) EXPENDITURES	(3,175,589)	(3,152,499)	(2,782,330)	370,169
OTHER FINANCING USES				
Transfers in	<u>3,166,651</u>	<u>3,166,651</u>	<u>3,166,651</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ (8,938)</u>	<u>14,152</u>	<u>384,321</u>	<u>370,169</u>
FUND BALANCE, JANUARY 1			<u>106,050</u>	
FUND BALANCE, DECEMBER 31			<u>\$ 490,371</u>	

OTHER SUPPLEMENTAL INFORMATION SECTION

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION

CAPITAL PROJECTS MAJOR FUND

Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds.

FRANKLIN COUNTY, MISSOURI
 OTHER SUPPLEMENTAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCE - BUDGET AND ACTUAL - CAPITAL PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2003

	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Investment Income	\$ 160,000	355,000	256,511	(98,489)
EXPENDITURES				
Current:				
General government	43,915	43,915	2,068	(41,847)
Capital outlay	9,650,775	9,650,775	-	(9,650,775)
Total Expenditures	<u>9,694,690</u>	<u>9,694,690</u>	<u>2,068</u>	<u>(9,692,622)</u>
REVENUES OVER (UNDER) EXPENDITURES	(9,534,690)	(9,339,690)	254,443	9,285,113
OTHER FINANCING SOURCES				
Transfers in	163,000	55,000	103,000	-
NET CHANGE IN FUND BALANCE	<u>\$ (9,371,690)</u>	<u>(9,284,690)</u>	<u>151,443</u>	<u>9,285,113</u>
FUND BALANCE, JANUARY 1			11,603,820	
FUND BALANCE, DECEMBER 31			<u>\$ 11,755,263</u>	

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of special revenue sources (other than special assessment, expendable trusts or major capital projects) that are legally restricted to expenditures for special purposes

Assessment - This fund accounts for the activities of the assessor's department.

Community Development - This fund is established for the various Community Development Block programs and other economic development projects.

Law Enforcement Training - This fund is used to account for revenues which are used for law enforcement training.

County-Wide 911 System - This fund is used to account for revenues which are used for 911 emergency telephone services.

Record Preservation - This fund is used to account for fees collected for preservation of the recorder's records.

Family Access - This fund is used to account for fees collected to defray the costs associated with family access motions.

Prosecuting Attorney Bad Check - This fund is used to account for fees collected for bad checks received by the prosecuting attorney's office.

Collector's Tax Maintenance - This fund is used to account for fees collected for purchases of supplies and equipment or any other collector's office expenses.

Election Services - This fund is used to account for fees collected for purchases of supplies and equipment and training to improve conduct of election.

FRANKLIN COUNTY, MISSOURI

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION
COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2003

	Assessment	Community Development	Law Enforcement Training	County-Wide 911 System	Record Preservation	Family Access	Processing Attorney Fee Check	Collector's Tax Maintenance	Election Services	Total
ASSETS										
Cash	\$ 129,662	268,284	19,969	751,611	189,579	33,271	175,492	69,849	51,438	1,727,631
Accounts receivable	8,562	-	1,657	139,661	-	6,083	-	-	-	146,963
Restricted assets										
Cash	118,253	173,949	-	-	-	-	-	-	-	292,202
Long-term notes receivable	-	28,052	-	-	-	-	-	-	-	28,052
Total Assets	\$ 253,680	470,285	41,576	891,672	189,579	39,286	175,492	69,849	51,438	2,100,960
LIABILITIES AND FUND BALANCES										
Liabilities										
Accounts payable	\$ 20,598	2,799	3,037	18,134	-	28,848	174	26,807	-	98,599
Wages payable	8,291	-	-	2,826	-	-	-	-	-	11,117
Total Liabilities	28,889	2,799	3,037	21,960	-	28,848	174	26,807	-	109,676
Fund Balance										
Reserved for:										
Unemployment benefits	118,253	-	-	-	-	-	-	-	-	118,253
Long-term receivables - other	-	28,592	-	-	-	-	-	-	-	28,592
Long-term receivables - Economic Development Administration	-	7,861	-	-	-	-	-	-	-	7,861
Economic Development Administration proceeds	-	173,949	-	-	-	-	-	-	-	173,949
Unreserved:										
Special Revenues Funds	188,376	365,584	18,539	867,712	189,579	39,286	175,318	69,842	51,438	1,771,039
Total Fund Balances	296,829	467,598	38,579	867,712	189,579	39,286	175,318	69,842	51,438	2,091,294
Total Liabilities And Fund Balances	\$ 294,600	470,285	41,576	891,672	189,579	39,286	175,492	69,849	51,438	2,100,960

OTHER SUPPLEMENTAL INFORMATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Assessment	Community Development	Law Enforcement Training	County-Wide 911 System	Record Preservation	Family Access	Processing Attorney Fee Check	Collector's Tax Maintenance	Election Services	Total
REVENUES										
Total	\$ -	-	15,417	515,285	-	-	-	-	-	530,702
Change in reserves	178,330	-	-	-	188,119	48,122	34,708	122,708	6,617	588,504
Intergovernmental	108,413	13,189	-	-	-	-	-	-	-	121,602
Investment income	3,378	7,323	1,369	21,881	3,705	-	3,139	3,330	1,122	42,897
Miscellaneous	8,429	-	-	-	-	-	-	-	-	8,429
Total Revenues	296,530	20,512	16,786	537,166	191,824	48,122	37,847	126,038	7,739	1,117,704
EXPENDITURES										
General	488,873	96,562	-	-	151,157	-	-	51,438	2,677	1,130,007
General government	-	-	11,237	219,211	-	-	-	-	-	230,448
Public safety	-	-	-	-	392,966	6,884	-	-	-	399,850
Subtotal	118,873	-	-	1,379	51,118	-	38,432	58,438	-	159,310
Capital outlay	389,500	96,562	11,237	719,611	183,478	392,966	3,815	189,898	2,677	2,015,091
Total Expenditures	878,373	193,124	11,237	719,611	183,478	392,966	3,815	189,898	5,354	2,145,700
REVENUES OVER (UNDER) EXPENDITURES	(118,773)	(172,612)	(4,451)	(82,445)	(28,654)	(242,844)	34,032	36,140	2,385	(861,201)
OTHER FINANCING SOURCES (USES)										
Transfers in	10,014	128,158	-	-	-	213,800	-	-	-	351,972
Transfers out	-	-	-	-	-	-	(11,800)	-	-	(11,800)
Good/Other Financing Sources (Use)	10,014	128,158	-	-	-	213,800	(11,800)	-	-	340,172
NET CHANGE IN FUND BALANCES	58,247	128,158	(4,451)	(82,445)	(28,654)	(28,044)	22,232	36,140	4,765	94,275
FUND BALANCES, JANUARY 1	167,512	342,127	46,027	869,617	218,633	18,112	149,612	18,707	46,673	1,749,809
FUND BALANCES, DECEMBER 31	\$ 225,759	470,285	41,576	867,172	189,979	(10,432)	171,844	54,847	51,438	1,844,084

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - ASSESSMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2000

	Assessment		
	Original And Final Budget	Actual	Over (Under) Budget
REVENUES			
Charges for services	\$ 350,000	378,501	28,501
Intragovernmental	360,041	330,425	(29,616)
Investment income	2,000	3,976	1,976
Miscellaneous	1,000	9,828	8,828
Total Revenues	<u>713,041</u>	<u>722,730</u>	<u>9,689</u>
EXPENDITURES			
Current:			
General government	946,780	888,855	(57,927)
Capital outlay	7,300	15,650	8,350
Total Expenditures	<u>954,080</u>	<u>904,505</u>	<u>(49,575)</u>
REVENUES OVER (UNDER)			
EXPENDITURES	(241,039)	(181,775)	59,266
OTHER FINANCING SOURCES			
Transfers in	241,039	241,020	(19)
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>59,247</u>	<u>59,247</u>
FUND BALANCE, JANUARY 1		167,582	
FUND BALANCE, DECEMBER 31		<u>\$ 226,829</u>	

FRANKLIN COUNTY, MISSOURI

OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - COMMUNITY DEVELOPMENT SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2000

	Community Development		
	Original And Final Budget	Actual	Over (Under) Budget
REVENUES			
Intergovernmental	\$ 350,777	11,389	(339,388)
Investment income	8,500	7,829	(671)
Miscellaneous	26,098	-	(26,098)
Total Revenues	385,375	19,218	(366,157)
EXPENDITURES			
Current:			
General government	140,757	36,642	(104,115)
REVENUES OVER (UNDER) EXPENDITURES	244,618	(17,424)	(262,042)
OTHER FINANCING SOURCES			
Transfers in	-	216,338	216,338
NET CHANGE IN FUND BALANCE	\$ 244,618	210,334	(32,284)
FUND BALANCE, JANUARY 1		247,632	
FUND BALANCE, DECEMBER 31		\$ 407,586	

FRANKLIN COUNTY, MISSOURI OTHER SUPPLEMENTAL INFORMATION

**FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - LAW ENFORCEMENT TRAINING SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2003**

	Law Enforcement Training			
	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Charges for services	\$ 24,000	24,000	20,417	(3,583)
Intergovernmental	10,000	10,000	-	(10,000)
Investment income	1,000	1,000	1,166	166
Total Revenues	<u>35,000</u>	<u>35,000</u>	<u>21,583</u>	<u>(13,417)</u>
EXPENDITURES				
Current:				
Public safety	88,864	72,840	31,227	(41,633)
NET CHANGE IN FUND BALANCE	<u>\$ (53,864)</u>	<u>(37,840)</u>	<u>(9,674)</u>	<u>38,266</u>
FUND BALANCE, JANUARY 1			48,213	
FUND BALANCE, DECEMBER 31			<u>\$ 38,539</u>	

FRANKLIN COUNTY, MISSOURI OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - COUNTY-WIDE 911 SYSTEM SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	County-Wide 911 System			
	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Taxes	\$ 385,400	385,400	336,100	(49,294)
Investment income	30,000	30,000	21,601	(8,399)
Total Revenues	<u>415,400</u>	<u>415,400</u>	<u>357,701</u>	<u>(57,699)</u>
EXPENDITURES				
Current:				
Public safety	555,328	565,325	518,252	(47,073)
Capital outlay	52,400	52,500	1,379	(51,121)
Total Expenditures	<u>607,728</u>	<u>617,825</u>	<u>519,631</u>	<u>(88,194)</u>
NET CHANGE IN FUND BALANCE	<u>\$ 7,576</u>	<u>(2,425)</u>	<u>38,076</u>	<u>40,501</u>
FUND BALANCE, JANUARY 1			<u>829,656</u>	
FUND BALANCE, DECEMBER 31			<u>\$ 867,732</u>	

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FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - RECORD PRESERVATION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Record Preservation		
	Original and Final Budget	Actual	Over (Under) Budget
REVENUES			
Charges for services	\$ 121,000	145,449	24,449
Investment income	1,500	1,501	1,001
Total Revenues	<u>122,500</u>	<u>146,950</u>	<u>24,450</u>
EXPENDITURES			
Current:			
General government	286,000	311,257	(25,257)
Capital outlay	63,000	51,229	(11,771)
Total Expenditures	<u>349,000</u>	<u>362,486</u>	<u>(13,486)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (226,500)</u>	<u>(115,536)</u>	<u>(130,714)</u>
FUND BALANCE, JANUARY 1			<u>210,886</u>
FUND BALANCE, DECEMBER 31			<u>\$ 80,170</u>

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FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCE - BUDGET AND ACTUAL - FAMILY ACCESS SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2003

	Family Access			
	Original Budget	Final Budget	Actual	Over (Under) Budget
REVENUES				
Charges for services	\$ 48,480	48,480	40,172	(8,308)
EXPENDITURES				
Current:				
Judicial	804,256	615,180	182,806	(212,450)
Capital outlay	4,080	4,080	-	(4,080)
Total Expenditures	808,336	619,260	182,806	(225,530)
REVENUES OVER (UNDER) EXPENDITURES	(760,856)	(570,780)	(142,634)	228,146
OTHER FINANCING SOURCES				
Transfers in	955,667	955,667	109,400	(118,667)
NET CHANGE IN FUND BALANCE	\$ (207,189)	(115,113)	12,124	30,439
FUND BALANCE, JANUARY 1			18,312	
FUND BALANCE, DECEMBER 31			<u>\$ 30,436</u>	

FRANKLIN COUNTY, MISSOURI

OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -
BUDGET AND ACTUAL - PROSECUTING ATTORNEY BAD CHECK SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2009

	Prosecuting Attorney Bad Check		
	Original and Final Budget	Actual	Over (Under) Budget
REVENUES			
Charges for services	\$ 43,000	54,714	9,714
Investment income	3,000	5,109	109
Total Revenues	<u>\$ 46,000</u>	<u>\$ 59,823</u>	<u>\$ 13,823</u>
EXPENDITURES			
Current			
Salaries	157,301	6,304	(150,997)
Capital outlay	8,800	3,708	(5,092)
Total Expenditures	<u>166,101</u>	<u>10,012</u>	<u>(156,089)</u>
REVENUES OVER (UNDER)			
EXPENDITURES	(119,301)	58,705	160,086
OTHER FINANCING USES			
Transfer out	(20,000)	(20,000)	0,000
NET CHANGE IN FUND BALANCE	<u>\$ (119,301)</u>	<u>\$ 25,705</u>	<u>\$ 170,086</u>
FUND BALANCE, JANUARY 1		<u>148,613</u>	
FUND BALANCE, DECEMBER 31		<u>\$ 174,318</u>	

FRANKLIN COUNTY, MISSOURI

OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI
 OTHER SUPPLEMENTAL INFORMATION
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCE - BUDGET AND ACTUAL - ELECTION SERVICES SPECIAL REVENUE FUND
 FOR THE YEAR ENDING DECEMBER 31, 2020

	Election Services			Over (Under) Budget
	Original Budget	Final Budget	Actual	
REVENUES				
Charges for services	\$ -	55,000	6,017	(48,983)
Investment income	-	-	3,132	3,132
Total Revenues	<u>-</u>	<u>55,000</u>	<u>9,149</u>	<u>(45,851)</u>
EXPENDITURES				
Current				
General government	-	-	2,077	2,077
Capital outlay	-	55,000	-	(55,000)
Total Expenditures	<u>-</u>	<u>55,000</u>	<u>2,077</u>	<u>(52,923)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>-</u>	<u>7,072</u>	<u>7,072</u>
FUND BALANCE, JANUARY 1			40,158	
FUND BALANCE, DECEMBER 31			<u>\$ 47,230</u>	

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION

AGENCY FUNDS

Agency Funds account for assets held by the County as an agent for other County funds, individuals, private organizations or other governments.

Various Departments and County Offices - These funds account for the collection and distribution of monies collected on behalf of the State of Missouri, other political subdivisions and the County.

FRANKLIN COUNTY, MISSOURI
 OTHER SUPPLEMENTAL INFORMATION -
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS - AGENCY FUNDS
 DECEMBER 31, 2003

	Treasurer	Collector	Sheriff	County Clerk	Prosecuting Attorney	Recorder of Deeds	Criminal Activity Fertile Ad	Building Department	Short	Total
ASSETS										
Cash	\$ 889,484	33,845,245	3,119	20	36,682	42,273	14,672	181,778	3,886	37,199,198
Accounts receivable	-	-	-	-	-	8,485	-	-	-	8,485
Total Assets	\$ 889,484	33,845,245	3,119	20	36,682	50,758	14,672	181,778	3,886	37,117,685
LIABILITIES										
Due to others	\$ 97,586	416,743	3,119	20	36,682	7,564	14,672	181,778	3,886	754,263
Due to other taxing districts	891,898	35,428,302	-	-	-	42,994	-	-	-	36,363,600
Total Liabilities	\$ 889,484	35,845,045	3,119	20	36,682	50,558	14,672	181,778	3,886	37,117,685

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2003

	Balance December 31 2002	Additions	Deductions	Balance December 31 2003
TREASURER				
ASSETS				
Cash	\$ 1,032,332	21,234,808	21,277,666	889,894
LIABILITIES				
Due to others	\$ 196,280	269,335	308,626	97,590
Due to other taxing districts	835,072	20,964,873	20,969,040	891,904
Total Liabilities	\$ 1,032,352	21,234,808	21,277,666	889,894
COLLECTOR				
ASSETS				
Cash	\$ 30,962,373	67,640,337	62,759,485	35,843,233
LIABILITIES				
Due to others	\$ 979,100	736,038	1,311,355	414,783
Due to other taxing districts	49,992,073	66,894,319	61,447,890	55,428,502
Total Liabilities	\$ 50,962,373	67,640,337	62,759,485	35,843,233
SHERIFF				
ASSETS				
Cash	\$ 6,629	433,137	458,867	3,119
LIABILITIES				
Due to others	\$ 6,629	433,137	458,867	3,119
COUNTY CLERK				
ASSETS				
Cash	\$ 134	136,079	136,184	29
LIABILITIES				
Due to others	\$ 134	136,079	136,184	29

(Continued)
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FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - AGENCY FUNDS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2003

	Balance December 31 2002	Additions	Deductions	Balance December 31 2003
PROSECUTING ATTORNEY				
ASSETS				
Cash	\$ 30,720	555,099	555,159	30,660
LIABILITIES				
Due to others	\$ 30,720	555,099	555,159	30,660
RECORDER OF DEEDS				
ASSETS				
Cash	\$ 37,110	373,360	368,803	62,273
Accounts receivable	12,453	10,367	14,772	8,489
Total Assets	\$ 49,563	383,727	383,575	70,762
LIABILITIES				
Due to others	\$ 3,406	4,328	-	7,734
Due to other taxing districts	46,157	379,399	383,575	42,994
Total Liabilities	\$ 49,563	383,727	383,575	70,762
CRIMINAL ACTIVITY FORFEITURE ACT				
ASSETS				
Cash	\$ 6,432	20,871	12,651	14,652
LIABILITIES				
Due to others	\$ 6,432	20,871	12,651	14,652
BUILDING DEPARTMENT				
ASSETS				
Cash	\$ 145,708	205,800	210,723	181,778
LIABILITIES				
Due to others	\$ 145,708	205,800	210,723	181,778

(Continued)
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FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION
ELECTED OFFICIALS, ASSESSED VALUATION AND
TAX RATE PER \$100 OF ASSESSED VALUATION

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - AGENCY FUNDS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2003

	Balance December 31 2002	Additions	Deductions	Balance December 31 2003
SHERIFF COMMISSARY				
ASSETS				
Cash	\$ 19,210	59,969	75,193	3,986
LIABILITIES				
Due to others	\$ 19,210	59,969	75,193	3,986
TOTALS - ALL AGENCY FUNDS				
ASSETS				
Cash	\$ 52,241,662	90,021,816	86,054,816	57,100,398
Accounts receivable	17,433	10,307	14,273	8,485
Total Assets	\$ 52,254,113	90,032,153	86,068,589	57,117,683
LIABILITIES				
Due to others	\$ 1,379,814	2,503,446	3,128,977	754,283
Due to other taxing districts	80,874,304	88,428,707	82,989,608	86,363,400
Total Liabilities	\$ 82,254,113	90,932,153	86,068,589	87,117,683

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION
ELECTED OFFICIALS, ASSESSED VALUATION AND
TAX RATE PER \$100 OF ASSESSED VALUATION

ELECTED OFFICIALS

	<u>December 31, 2003</u>	
	<u>Salary</u>	<u>Surety Bond</u>
Edward D. Hillhouse, Presiding Commissioner	\$56,400	-
Terry O. Wilson, First District Commissioner	54,400	-
Ann G. L. Schroeder, Second District Commissioner	54,400	-
Debbie K. Door, County Clerk	56,400	5,000
Gael D. Wood, Circuit Judge	(1)	-
Jeff Schaeperkoetter, Circuit Judge	(1)	-
Stanley Williams, Associate Circuit Judge	(1)	-
Cynthia Eckelkamp, Associate Circuit Judge	(1)	-
Walter A. Murray, Associate Circuit Judge	(1)	-
Bob Parks, Prosecuting Attorney	83,520	10,000
Bill D. Miller, Circuit Clerk	(1)	-
Sharon Birkman, Recorder of Deeds	56,400	5,000
Alvin Marquart, County Treasurer	56,400	850,000
Gary Toelke, Sheriff	61,716	50,000
Ralph Sudholt, County Auditor	56,400	10,000
Carol Eckelkamp, Public Administrator	56,400	300,000
Linda Emmons, County Collector	56,400	750,000
William Overschmidt, Assessor	56,400	10,000

(1)Salary paid by state

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION
ELECTED OFFICIALS, ASSESSED VALUATION AND
TAX RATE PER \$100 OF ASSESSED VALUATION

ASSESSED VALUATION

January 1, 2003

Real estate	\$ 889,339,104
Personal property	286,081,411
Railroad and utilities	35,926,600
State assessed railroad and utilities	<u>107,454,717</u>
	<u>\$1,318,801,832</u>

TAX RATE PER \$100 OF ASSESSED VALUATION

2003 Tax Levy

State	\$.0300
County General Fund	.1398
County Road and Bridge Fund	.2314

**FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION**

**FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION -
INSURANCE COVERAGE
DECEMBER 31, 2003**

INSURANCE COVERAGE

<u>Type Of Coverage</u>	<u>Amount Of Coverage</u>
Workers' compensation - all County employees	Statutory
County vehicles - liability	\$2,000,000/occurrence
General liability - comprehensive liability	\$2,000,000/occurrence
Personal property - contractor's equipment	\$3,225,805
Employee benefit liability	\$2,000,000/occurrence
Professional liability - claims against public official for wrongful acts, errors and omissions	\$2,000,000/occurrence
Law enforcement professional liability - law enforcement officials	\$2,000,000/occurrence
Property including earthquake and boiler and machinery - buildings contents in aggregate	\$22,375,000
Medical malpractice	\$2,000,000/occurrence
Employment practice liability	\$2,000,000/occurrence

FRANKLIN COUNTY, MISSOURI OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION
COUNTY COLLECTOR - CHARGES AND CREDITS
FOR THE YEAR ENDED FEBRUARY 28, 2004

	Charges		Collection		Delinquent		Abatement		Credit		Total			
		%		%		%		%		%		%		
CURRENT TAXES														
Real estate	\$ 44,924,421	100.00 %	41,933,171	93.39	2,946,514	6.61	35,309	0.07	11,739	0.02	-	-	46,024,421	100.00
Personal	15,849,974	100.00	13,997,420	87.75	3,336,097	21.11	471,343	3.00	988	0.01	-	-	15,849,974	100.00
Road and utilities	8,471,670	100.00	8,498,562	99.80	12,700	0.15	-	-	-	-	-	-	8,471,670	100.00
License delinquent	32,870	100.00	41,381	126.00	3,600	11.00	-	-	-	-	-	-	32,870	100.00
License collection	211	100.00	215	100.00	-	-	-	-	-	-	-	-	211	100.00
Total Current Taxes	71,399,236	100.00	66,413,237	93.14	4,186,784	5.81	416,542	0.59	12,441	0.02	-	-	71,399,236	100.00
BACK TAXES														
Real estate	4,037,235	100.00	2,828,271	69.14	3,368,480	83.51	38,474	0.95	-	-	-	-	4,037,235	100.00
Personal	1,884,689	100.00	1,512,845	79.27	456,798	24.27	140,868	7.48	-	-	-	-	1,884,689	100.00
Road and utilities	133,833	100.00	87,238	65.00	48,693	36.46	-	-	-	-	-	-	133,833	100.00
License delinquent	11,863	100.00	30,785	259.58	200	1.69	-	-	-	-	-	-	11,863	100.00
Interest and penalties on back taxes	1,156,270	100.00	1,156,270	100.00	-	-	-	-	-	-	-	-	1,156,270	100.00
Collector's commission	131,725	100.00	131,725	100.00	-	-	-	-	-	-	-	-	131,725	100.00
Protected taxes	576,577	100.00	303,690	52.69	-	-	-	-	1,878	0.33	100,000	31.22	576,577	100.00
Total Back Taxes	8,173,407	100.00	5,971,814	72.64	3,864,241	47.21	179,442	2.20	1,878	0.02	100,000	1.22	8,173,407	100.00
INTEREST EARNED ON INVESTMENTS	171,804	100.00	171,804	100.00	-	-	-	-	-	-	-	-	171,804	100.00
	\$ 81,723,546	100.00 %	74,511,865	91.20	8,145,021	9.97	\$ 14,382	0.02	14,321	0.02	100,000	0.12	\$ 81,723,546	100.00

**CAPITAL ASSETS USED IN THE OPERATION OF
GOVERNMENTAL FUNDS**

FRANKLIN COUNTY, MISSOURI
OTHER SUPPLEMENTAL INFORMATION

FRANKLIN COUNTY, MISSOURI
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
COMPARATIVE SCHEDULES BY SOURCE
DECEMBER 31, 2003 AND 2002

	<u>2003</u>	<u>2002</u>
Governmental Funds Capital Assets:		
Land and right of ways	\$ 1,587,805	1,578,155
Construction in progress	602,330	-
Buildings	9,290,372	9,290,372
Machinery, equipment and vehicles	7,289,176	7,111,022
Furniture and office equipment	3,203,729	3,321,205
Infrastructure	47,462,749	45,084,650
	<u>69,436,161</u>	<u>66,385,404</u>
Total Governmental Funds Capital Assets	<u>\$ 69,436,161</u>	<u>66,385,404</u>

FRANKLIN COUNTY, MISSOURI STATISTICAL

FRANKLIN COUNTY, MISSOURI
CAPITAL ASSETS FROM THE OPERATION OF GOVERNMENTAL FUNDS
AS MEASURED ON FUND-BASED ACTIVITIES
DECEMBER 31, 2009

Use or Asset & Fund-Related Source	Land and Right of Way	Construction in Progress	Building	Equipment, Furniture and Fixtures	Intangible Assets	Other	Total
Construction							
Road construction	\$ 2,292,730	--	2,340,240	30,220	54,800	--	4,717,990
Road signs	--	--	--	--	74,250	--	74,250
Road drainage	--	--	--	7,200	--	--	7,200
Road utility	--	--	--	7,250	--	--	7,250
Road curbside	--	--	--	13,350	--	--	13,350
Roadside of work	--	--	--	440,440	--	--	440,440
Building	--	--	185,280	1,150	--	--	186,430
Regulation and election	--	--	--	453,440	--	--	453,440
Engineering department	--	--	31,200	7,140	--	--	38,340
Information technology	--	--	--	3,000	--	--	3,000
Geographic information system	--	--	--	45,000	--	--	45,000
Computer	--	--	20,000	2,210	--	--	22,210
Inventory	--	--	20,000	120,000	--	--	140,000
Total Capital Construction	2,292,730	--	2,545,520	550,000	570,000	--	3,958,250
Other assets							
Land	30,000	--	6,000,000	2,000,000	97,000	--	8,327,000
Inventory management	--	--	100,000	10,000	--	--	110,000
Inventory vehicles	--	--	10,000	10,000	--	--	20,000
Total Other Assets	30,000	--	6,110,000	2,110,000	107,000	--	8,457,000
Road and bridge							
Right-of-way assets	10,000	400,000	240,000	2,000,000	30,000	474,000	3,154,000
Other							
Roadside sign	--	--	--	400	33,750	--	34,150
Roadside sign	--	--	--	36,750	--	--	36,750
Roadside sign	--	--	--	42,250	--	--	42,250
Roadside sign	--	--	--	60,750	--	--	60,750
Roadside sign	--	--	--	11,250	--	--	11,250
Road sign	--	--	--	1,000	--	--	1,000
Engineering department	--	--	--	10,000	--	--	10,000
Other (Signs & P)	--	--	--	30,000	--	--	30,000
Other (Signs & P)	--	--	--	2,750	--	--	2,750
Inventory	--	--	--	2,250	--	--	2,250
Inventory	--	--	--	70,000	--	--	70,000
Total Other	--	--	--	180,750	870,000	--	1,050,750
Other							
Other	--	--	--	30,000	--	--	30,000
Inventory of historical resources							
Inventory of historical resources	--	--	--	30,000	--	--	30,000
Total Governmental Funds-Capital Assets	\$ 2,322,730	400,000	6,695,720	2,700,750	6,070,000	474,000	15,603,200

FRANKLIN COUNTY, MISSOURI STATISTICAL

FRANKLIN COUNTY, MISSOURI
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED DECEMBER 31, 2003

Governmental Funds Capital Assets:	Balance December 31 2002	Additions	Deductions	Balance December 31 2003
General government:				
County commissioner	3,956,880	858	400	3,957,338
County clerk	75,980	-	1,740	74,240
County treasurer	15,992	-	10,188	5,804
County auditor	12,655	-	1,075	11,580
County collector	77,404	54,356	18,562	113,198
Recorder of deeds	414,196	51,219	18,959	446,456
Building	150,165	35,205	23,846	161,524
Registration and election	200,031	-	47,916	152,115
Planning/zoning department	69,371	337	269	69,439
Information technology	134,115	5,287	46,325	93,077
Geographic Information System	16,855	26,213	172	42,896
Custodial	30,374	1,622	5,778	26,218
Assessment	252,315	32,368	29,180	255,503
Total General Government	<u>5,406,333</u>	<u>207,465</u>	<u>204,410</u>	<u>5,409,388</u>
Public safety:				
Sheriff	9,289,071	326,250	494,524	9,120,797
Emergency management	39,511	191,843	267	231,087
County-wide 911	254,108	1,379	-	255,487
Total Public Safety	<u>9,582,689</u>	<u>519,472</u>	<u>494,791</u>	<u>9,607,369</u>
Road and bridge:				
Highways and streets	50,571,847	3,209,165	169,081	53,611,931
Judicial:				
Circuit court I & II	26,053	13,072	5,546	33,579
Circuit court V	27,096	-	526	26,570
Circuit court VI	67,518	-	25,391	42,127
Circuit court VII	36,620	-	450	36,170
Circuit clerk	143,741	20,641	13,158	151,224
Court reporters I & II	1,321	-	-	1,321
Prosecuting attorney	156,152	2,900	179	158,873
Child support 4-D	17,151	2,241	-	19,392
Public administrator	4,361	1,367	-	5,728
Family court	6,236	-	-	6,236
Jvenile court	185,851	1,140	3,871	183,120
Total Judicial	<u>672,100</u>	<u>41,361</u>	<u>49,121</u>	<u>664,340</u>
Health and welfare:				
Health services	102,172	22,957	32,260	92,869
Education:				
University of Missouri extension	50,269	-	-	50,269
Total Governmental Funds Capital Assets	<u>\$ 66,385,404</u>	<u>4,000,420</u>	<u>949,663</u>	<u>69,436,161</u>

STATISTICAL SECTION

FRANKLIN COUNTY, MISSOURI STATISTICAL

FRANKLIN COUNTY, MISSOURI GOVERNMENT-WIDE REVENUES BY SOURCE FOR THE YEAR ENDED DECEMBER 31, 2003

Source:

Program revenues:	
Charges for services	\$ 5,179,037
Operating grants and contributions	3,308,924
Capital grants and contributions	485,220
General revenues:	
Taxes	16,901,334
Licenses and permits	62,204
Investment income	605,431
Miscellaneous	91,164
	<hr/>
Total Revenues	\$ 26,633,314

**FRANKLIN COUNTY, MISSOURI
HISTORY, ORGANIZATION, DEMOGRAPHIC AND
MISCELLANEOUS INFORMATION
DECEMBER 31, 2003**

**FRANKLIN COUNTY, MISSOURI
GOVERNMENT-WIDE EXPENSES BY FUNCTION
FOR THE YEAR ENDED DECEMBER 31, 2003**

Function:

General government	\$ 4,812,232
Public safety	7,791,052
Judicial	2,081,484
Highways and streets	8,888,940
Health and welfare	750,363
Education	<u>157,093</u>
Total Expenses	<u>\$ 24,481,164</u>

FRANKLIN COUNTY, MISSOURI
HISTORY, ORGANIZATION, DEMOGRAPHIC AND
MISCELLANEOUS INFORMATION
DECEMBER 31, 2003

FRANKLIN COUNTY, MISSOURI
GENERAL GOVERNMENTAL - REVENUES AND
EXPENDITURES - LAST TEN FISCAL YEARS

	2003	2002	2001	2000	1999	1998	1997	1996	1995	1994
REVENUES										
Taxes	\$ 10,103,706	10,343,352	17,717,327	16,720,868	15,073,459	15,790,694	14,381,174	12,880,828	10,943,212	10,246,374
Licenses and permits	62,264	60,889	62,748	61,648	62,681	62,722	62,197	62,582	59,863	58,888
Charges for services	3,038,264	3,921,212	3,899,353	3,486,802	3,489,659	3,534,913	3,347,338	3,483,848	3,576,469	3,080,517
Intergovernmental	1,727,569	1,593,389	3,868,852	2,789,273	2,081,306	2,585,294	1,645,687	1,683,858	2,605,389	2,356,113
Investment income	603,431	536,852	764,114	1,001,282	820,536	768,302	678,166	579,412	561,880	336,862
Miscellaneous	93,164	138,668	126,361	63,487	226,668	161,667	289,733	293,473	183,823	171,718
Total Revenue	\$ 26,626,435	24,983,658	25,984,827	24,151,752	22,563,602	22,824,451	20,326,887	18,986,203	17,722,737	16,458,873
EXPENDITURES										
Current										
General government	\$ 4,679,829	5,496,291	5,286,324	4,439,832	4,097,498	5,521,202	4,819,813	4,277,264	4,610,204	3,536,580
Public safety	6,898,495	5,825,808	5,580,193	5,061,555	4,889,727	3,059,732	2,912,302	2,880,467	3,097,787	2,929,287
Judicial	2,614,110	1,973,768	1,987,482	1,694,638	1,987,852	1,896,717	1,883,878	1,388,538	1,427,869	1,428,669
Highways and streets	3,736,811	5,023,113	3,536,753	3,083,299	4,799,478	4,361,796	3,790,218	3,774,372	3,520,924	3,196,595
Health and welfare	758,817	643,274	613,814	546,423	635,768	721,846	622,685	594,742	514,893	489,208
Education	153,980	147,804	143,313	126,703	131,486	126,685	111,518	189,372	186,508	183,808
Capital outlay	2,753,128	3,778,234	6,933,803	6,993,416	5,134,407	4,942,002	4,071,438	3,849,893	3,684,167	3,618,873
Total Expenditures	\$ 22,648,562	23,491,454	25,887,706	23,895,760	21,480,314	28,270,959	18,072,154	18,084,748	16,642,624	15,382,078

Source: Audited Financial Statements

*Includes all governmental fund types

**FRANKLIN COUNTY, MISSOURI
HISTORY, ORGANIZATION, DEMOGRAPHIC AND
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**FRANKLIN COUNTY, MISSOURI
PROPERTY TAX LEVIES AND COLLECTIONS; ASSESSED AND ESTIMATED ACTUAL
VALUE OF TAXABLE PROPERTY; AND PROPERTY TAX RATES - DIRECT
AND OVERLAPPING GOVERNMENTS - LAST TEN FISCAL YEARS**

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Property tax levy - County	\$ 4,802,808	4,193,898	4,354,862	3,360,368	3,283,225	3,828,016	3,805,059	2,521,884	3,224,265	1,877,216
Property tax collection - County	5,015,389	4,688,625	4,403,108	3,488,276	3,276,122	3,828,728	2,930,432	2,592,308	2,287,299	1,897,887
Property tax levy - total	73,389,210	67,273,801	63,816,813	57,895,204	53,787,237	60,873,216	66,859,851	41,141,318	37,416,314	34,784,757
Property tax collection - total	68,415,237	62,516,713	60,298,809	53,574,481	49,737,493	60,441,765	62,239,917	38,417,388	34,880,835	32,522,528
Taxable property:										
Assessed value	1,318,861,832	1,236,672,954	1,200,281,814	1,088,591,688	1,037,322,274	944,645,088	815,815,002	786,436,822	741,754,388	685,257,887
Estimated actual value	3,287,689,387	3,155,362,748	3,059,853,818	2,558,684,497	2,344,863,178	3,040,778,139	3,815,958,448	3,216,450,754	3,040,718,543	2,825,357,868
Property tax rates - direct and overlapping governments, per \$100 of assessed value:										
General Fund	\$ 0.1368	0.1292	0.13	0.10	0.10	0.09	0.09	0.09	0.08	0.06
Road and Bridge Fund	0.2318	0.2214	0.23	0.21	0.21	0.22	0.22	0.22	0.22	0.21
Subtotal	0.3712	0.3606	0.36	0.31	0.31	0.31	0.31	0.32	0.30	0.27
State	0.0300	0.0308	0.03	0.03	0.03	0.03	0.03	0.03	0.03	0.03
Schools*	30.9805	49.9818	49.68	48.21	47.97	47.79	48.98	46.58	45.73	45.48
Cities*	0.5973	0.3804	0.75	0.99	7.08	7.34	6.90	7.46	7.38	7.32
Special districts*	11.4343	18.8112	30.82	18.77	18.56	16.42	18.80	18.68	18.38	18.58
Total	\$ 69.7811	68.0833	67.68	67.31	67.98	69.79	69.22	64.88	63.84	63.68

*Tax rates of schools, cities and special districts are composite rates of County property tax collections include back taxes and notes.
**Total property tax collections exclude back taxes.

**FRANKLIN COUNTY, MISSOURI
HISTORY, ORGANIZATION, DEMOGRAPHIC AND
MISCELLANEOUS INFORMATION
DECEMBER 31, 2003**

**FRANKLIN COUNTY, MISSOURI
COMPUTATION OF LEGAL DEBT MARGIN
DECEMBER 31, 2003**

Assessed valuation of taxable property	\$ <u>1,318,801,832</u>
Legal debt margin:	
Debt limitation - 10% of assessed value	\$ <u>131,880,183</u>
Amount of debt applicable to debt limit:	
Total bonded debt	-
Less - Amount available in Debt Service Fund	-
Total Debt Applicable To Debt Limit	<u>-</u>
Legal Debt Margin	\$ <u>131,880,183</u>

**FRANKLIN COUNTY, MISSOURI
HISTORY, ORGANIZATION, DEMOGRAPHIC AND
MISCELLANEOUS INFORMATION
DECEMBER 31, 2003**

**FRANKLIN COUNTY, MISSOURI
HISTORY, ORGANIZATION, DEMOGRAPHIC AND
MISCELLANEOUS INFORMATION
DECEMBER 31, 2003**

**FRANKLIN COUNTY, MISSOURI
PRINCIPAL PROPERTY TAXPAYERS**

<u>Taxpayer</u>	<u>Business</u>	<u>2003 Taxes Assessed</u>	<u>Percent Of Total</u>
AmerenUE	Utility	\$ 5,902,623	8.0 %
Southwestern Bell	Telephone	1,015,645	1.4
Spotlan Valve Company	Manufacturer	359,479	0.5
Gen Corp Inc.	Manufacturer	345,651	0.5
Esselte Pendaflex	Manufacturer	335,344	0.4
Fidelity Telephone	Telephone	303,542	0.4
Union Pacific	Railroad	277,486	0.4
Country Club of St. Albans	Recreation	233,360	0.3
Burlington Northern & Santa Fe	Railroad	218,509	0.3
U.S. Sprint Communications	Telephone	218,478	0.3
Others		<u>64,189,093</u>	<u>87.5</u>
		<u>\$ 73,399,210</u>	<u>100.0 %</u>

**FRANKLIN COUNTY, MISSOURI
HISTORY, ORGANIZATION, DEMOGRAPHIC AND
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DECEMBER 31, 2003**

**FRANKLIN COUNTY, MISSOURI
HISTORY, ORGANIZATION, DEMOGRAPHIC AND
MISCELLANEOUS INFORMATION
DECEMBER 31, 2003**

**FRANKLIN COUNTY, MISSOURI
COMPUTATION OF DIRECT AND UNDERLYING LONG-TERM DEBT
DECEMBER 31, 2003**

	Gross General Obligation Debt Outstanding	Sinking Funds	Net General Obligation Debt Outstanding	Percent Applicable To Franklin County	Amount Applicable To Franklin County
Underlying:					
<i>Cities:</i>					
City of Washington	\$ 2,515,000	\$ 126,385	\$ 2,388,615	100 %	\$ 2,388,615
City of St. Clair	1,255,000	-	1,255,000	81	1,016,550
City of New Haven	205,000	-	205,000	100	205,000
City of Pacific	305,000	-	305,000	90	274,500
<i>School Districts:</i>					
Union R-XI	27,885,000	-	27,885,000	100	27,885,000
Washington	18,155,000	-	18,155,000	86	15,613,300
Menemec Valley R-III	30,825,000	-	30,825,000	92	28,359,000
Sullivan	16,120,000	-	16,120,000	83	13,379,600
Genard	3,525,037	-	3,525,037	30	1,057,511
St. Clair R-13	11,570,000	-	11,570,000	100	11,570,000
Spring Bluff	1,500,000	-	1,500,000	100	1,500,000
Franklin County R-2	515,000	-	515,000	100	515,000
Londell R-14	766,433	-	766,433	100	766,433
East Central College	7,189,000	-	7,189,000	88	6,326,320
	<u>122,330,470</u>	<u>126,385</u>	<u>122,204,085</u>		<u>110,856,829</u>
Direct:					
Franklin County	-	-	-	-	-
Total	<u>\$ 122,330,470</u>	<u>\$ 126,385</u>	<u>\$ 122,204,085</u>	<u>89 %</u>	<u>\$ 110,856,829</u>

**FRANKLIN COUNTY, MISSOURI
HISTORY, ORGANIZATION, DEMOGRAPHIC AND
MISCELLANEOUS INFORMATION
DECEMBER 31, 2003**

FRANKLIN COUNTY, MISSOURI, the fourth largest in area of the 114 counties of Missouri, covers 922 square miles. It was organized as a separate county in 1818 out of the western portion of St. Louis County. The first county seat was at Newport located on the Missouri River bluff between New Haven and Washington. In 1826, the county seat was moved to a small log cabin in Union by order of the State Legislature. A larger log building was erected in 1828 and was used until a stone and brick building was erected on the present courthouse square in 1868. This was dismantled in 1920 and the present building was erected in 1923 at a total cost of \$200,348. After being bombed in November 1969 as a diversion for a bank robbery, it was renovated, an elevator installed and unused space utilized.

In 1981, a courthouse annex was built to house three court rooms and offices of the circuit court and the juvenile detention unit. In 1985, construction of a new facility began for the sheriff's department and adult detention units. The cost of this project was financed by 1/2¢ sales tax. After full payment of this indebtedness and by vote of the constituents, this tax was continued to be used for the maintenance and improvements of county roads and bridges.

As growth continued, the County achieved First Class status on January 1, 1991. The County Commission, consisting of a Presiding Commissioner and two District Commissioners, determine the county tax rate, make appropriations, appoint board members and trustees of special services, account for county property and upkeep, approve purchases of necessary equipment and supplies and are responsible for road and bridge construction and maintenance.

Principal functions of other officials and deputies consist of matters involving judicial courts, law enforcement, property assessment, property tax collections, voter registration and elections, maintaining financial, land and other vital records and services of importance to the citizens of the County.

Around the time of the Civil War, three railroads were built in the County, which greatly increased the growth, and with the nearness to St. Louis City and County and the present highway system, it has developed greatly. To demonstrate the growth, the census is presented on the following page.

<u>For The Years Ended December 31</u>	<u>Population*</u>	<u>Number Of Construction Permits</u>
2003	96,905#	516***
2002	95,890#	517***
2001	95,187#	504***
2000	93,807**	517***
1999	93,128**	580***
1998	91,763**	598***
1997	89,328**	651***
1996	89,585	750***
1995	86,596	721
1994	85,856	760
1993	85,000	642
1992	83,400	648
1991	82,100	442
1990	80,603	409
1989	80,300	540
1988	80,300	608
1987	78,900	672
1986	77,400	681
1980	71,233	-
1970	55,127	-
1960	44,566	-
1950	36,046	-
1940	33,868	-
1930	30,519	-

*Source: Prior audited financial statements

**Source: Franklin County Auditor

***Source: Franklin County Building Commission

#Source: U.S. Bureau of Census Data