



CLAIRE C. McCASKILL
Missouri State Auditor

To the County Commission
and
Officeholders of Moniteau County, Missouri

The State Auditor's Office through the State Office of Administration, Division of Purchasing, contracted the audit services of Moniteau County, Missouri, for the two years ended December 31, 2002. A copy of this audit which was performed by Larson, Allen, Weishair & Co., L.L.P., Certified Public Accountants, is attached.

A handwritten signature in black ink that reads "Claire C. McCaskill".

Claire C. McCaskill
State Auditor

Report No. 2003-72
July 21, 2003

MONITEAU COUNTY, MISSOURI
FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT
DECEMBER 31, 2002 AND 2001

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INDEPENDENT AUDITOR'S REPORT

To the County Commission
and Officeholders of Moniteau County, Missouri

We have audited the special-purpose financial statements of various funds of Moniteau County, Missouri, as of and for the years ended December 31, 2002 and 2001, as identified in the table of contents. These special-purpose financial statements are the responsibility of the county's management. Our responsibility is to express an opinion on these special-purpose financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards and *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 special-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the special-purpose financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying special-purpose financial statements were prepared for the purpose of presenting the receipts, disbursements, and changes in cash of various funds of Moniteau County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county and are not intended to be a complete presentation of the financial position and results of operations of those funds or of Moniteau County.

In our opinion, the special-purpose financial statements referred to in the first paragraph present fairly, in all material respects, the receipts, disbursements, and changes in cash of various funds of Moniteau County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county as of and for the years ended December 31, 2002 and 2001, in conformity with the comprehensive basis of accounting discussed in Note 1, which is a basis of accounting other than U.S. generally accepted accounting principles.

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In accordance with Government Auditing Standards, we have also issued a report dated April 11, 2003, on our consideration of the county's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the special-purpose financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the special-purpose financial statements of Moniteau County, Missouri. Such information has been subjected to the auditing procedures applied in the audit of the special-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the special-purpose financial statements taken as a whole.

Original Signed by Auditor

LARSON, ALLEN, WEISHAIR & CO., LLP

April 11, 2003
St. Louis, Missouri

EXHIBIT A-1

**MONITEAU COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - VARIOUS FUNDS
YEAR ENDED DECEMBER 31, 2002**

Fund	Cash, January 1	Receipts	Disbursements	Cash, December 31
General Revenue	\$ 1,357	\$ 1,266,109	\$ 1,237,420	\$ 30,046
Special Road and Bridge	147,761	896,727	880,018	164,470
Assessment	18,482	133,878	138,931	13,429
Law Enforcement Training	470	2,158	2,352	276
Prosecuting Attorney Training	1,141	545	895	791
Adult Abuse	2,066	1,783	2,174	1,675
Prosecuting Attorney Forfeiture	1,158	23	0	1,181
Prosecuting Attorney Bad Check	43,594	8,639	20,403	31,830
Prosecuting Attorney Delinquent Tax	684	157	683	158
Recorder User Fee	31,420	13,410	16,528	28,302
Sheriff Civil Fee	12,347	32,285	11,965	32,667
Local Emergency Planning Commission	8,634	5,312	5,066	8,880
Off System Bridge Projects	0	29,568	29,568	0
Election Service	1,846	3,010	1,341	3,515
Cemetery Trust	15,233	678	764	15,147
Associate Circuit Division Interest	1,802	67	135	1,734
Circuit Clerk Interest	14,130	2,334	4,319	12,145
Law Library	11,056	4,731	6,385	9,402
Health Center	402,292	371,498	336,352	437,438
Emergency Dispatch	170,042	431,334	454,666	146,710
Community Development Block Grant	1,000	175,510	176,510	0
Missouri SMART	50	40,069	40,119	0
Drug Task Force Assistance	0	12,250	4,425	7,825
Senate Bill 40 Board	82,586	179,352	34,575	227,363
Total	\$ 969,151	\$ 3,611,427	\$ 3,405,594	\$ 1,174,984

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT A-2

MONITEAU COUNTY, MISSOURI
 STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31, 2001

Fund	Cash, January 1	Receipts	Disbursements	Cash, December 31
General Revenue	\$ 42,222	\$ 1,130,466	\$ 1,171,331	\$ 1,357
Special Road and Bridge	63,391	923,789	839,419	147,761
Assessment	9,878	147,106	138,502	18,482
Law Enforcement Training	426	2,553	2,509	470
Prosecuting Attorney Training	1,407	472	738	1,141
Adult Abuse	1,589	2,136	1,659	2,066
Prosecuting Attorney Forfeiture	1,112	46	0	1,158
Prosecuting Attorney Bad Check	33,669	25,650	15,725	43,594
Prosecuting Attorney Delinquent Tax	468	216	0	684
Recorder User Fee	24,488	9,639	2,707	31,420
Sheriff Civil Fee	7,911	13,928	9,492	12,347
Local Emergency Planning Commission	7,775	4,334	3,475	8,634
Off System Bridge Projects	0	272,632	272,632	0
Election Service	1,792	1,983	1,929	1,846
Cemetary Trust	15,295	835	897	15,233
Associate Circuit Division Interest	1,641	161	0	1,802
Circuit Clerk Interest	12,019	2,111	0	14,130
Law Library	10,379	6,155	5,478	11,056
Health Center	337,456	369,459	304,623	402,292
Emergency Dispatch	151,234	420,716	401,908	170,042
Community Development Block Grant	0	32,694	31,694	1,000
Missouri SMART	0	44,748	44,698	50
Senate Bill 40 Board	10,688	159,376	87,478	82,586
Total	<u>\$ 734,840</u>	<u>\$ 3,571,205</u>	<u>\$ 3,336,894</u>	<u>\$ 969,151</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**MONITEAU COUNTY, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
TOTALS - VARIOUS FUNDS						
RECEIPTS	\$ 3,723,224	\$ 3,611,427	\$ (111,797)	\$3,905,234	\$ 3,571,205	\$ (334,029)
DISBURSEMENTS	4,003,334	3,405,594	597,740	4,109,819	3,336,894	772,925
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (280,110)	\$ 205,833	\$ 485,943	\$ (204,585)	\$ 234,311	\$ 438,896
CASH, JANUARY 1	969,151	969,151	-	734,840	734,840	-
CASH, DECEMBER 31	\$ 689,041	\$ 1,174,984	\$ 485,943	\$ 530,255	\$ 969,151	\$ 438,896
GENERAL REVENUE FUND						
RECEIPTS						
Property taxes	\$ 225,550	\$ 204,116	\$ (21,434)	\$ 233,600	\$ 264,028	\$ 30,428
Sales taxes	500,000	498,496	(1,504)	450,000	453,367	3,367
Intergovernmental	231,400	215,406	(15,994)	151,300	151,840	540
Charges for services	202,780	227,029	24,249	179,950	207,150	27,200
Interest	4,500	2,035	(2,465)	10,200	6,036	(4,164)
Other	32,800	79,473	46,673	24,250	23,621	(629)
Transfers in	51,105	39,554	(11,551)	-	24,424	24,424
Total Receipts	\$ 1,248,135	\$ 1,266,109	\$ 17,974	\$ 1,049,300	\$ 1,130,466	\$ 81,166
DISBURSEMENTS						
County Commission	\$ 84,875	\$ 84,423	\$ 452	\$ 80,965	\$ 79,922	\$ 1,043
County Clerk	81,840	81,667	173	88,626	86,991	1,635
Elections	38,550	36,342	2,208	13,210	12,475	735
Buildings and grounds	63,942	60,388	3,554	70,390	55,929	14,461
Employee fringe benefits	100,300	90,555	9,745	100,300	91,700	8,600
County Treasurer	30,750	30,528	222	29,345	29,114	231
County Collector	73,590	71,784	1,806	81,148	73,772	7,376
Ex Officio Recorder of Deed:	19,118	18,870	248	23,412	20,606	2,806
Circuit Clerk	-	-	-	-	-	-
Associate Circuit Court	14,684	13,648	1,036	18,747	16,551	2,196
Associate Circuit (Probate)	-	-	-	-	-	-
Court administration	20,250	20,229	21	13,700	10,751	2,949
Public Administrator	27,570	26,580	990	34,576	34,239	337
Sheriff	200,390	199,370	1,020	192,085	187,399	4,686
Jail	174,175	173,971	204	185,623	179,305	6,318
Prosecuting Attorney	103,922	103,628	294	106,008	104,883	1,125
Juvenile Officer	54,518	34,693	19,825	49,392	43,734	5,658
County Coroner	13,075	12,565	510	12,425	11,563	862
Insurance	24,500	23,495	1,005	17,500	22,005	(4,505)
University Extensior	10,152	10,152	-	10,152	10,152	-
Postage	18,000	17,887	113	17,000	17,025	(25)
Circuit Judges and Court Reporters	8,845	7,335	1,510	7,847	6,607	1,240
Crime Victim Advocate	27,430	25,293	2,137	25,474	24,548	926
Drug Task Force	89,875	72,574	17,301	-	-	-
Other	20,651	17,955	2,696	25,900	17,122	8,778
Transfers Out	5,600	3,488	2,112	4,500	34,938	(30,438)
Emergency Fund	19,514	-	19,514	379	-	379
Total Disbursements	\$ 1,326,116	\$ 1,237,420	\$ 88,696	\$ 1,208,704	\$ 1,171,331	\$ 37,373
RECEIPTS OVER (UNDER) DISBURSEMENTS	(77,981)	28,689	106,670	(159,404)	(40,865)	118,539
CASH, JANUARY 1	1,357	1,357	-	42,222	42,222	-
CASH, DECEMBER 31	\$ (76,624)	\$ 30,046	\$ 106,670	\$ (117,182)	\$ 1,357	\$ 118,539

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**MONITEAU COUNTY, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>SPECIAL ROAD AND BRIDGE FUND</u>						
RECEIPTS						
Property taxes	\$ 360,650	\$ 352,688	\$ (7,962)	\$ 329,400	\$ 347,211	\$ 17,811
Sales taxes	-	-	-	-	-	-
Intergovernmenta	521,250	521,925	675	532,080	519,894	(12,186)
Charges for services	18,500	11,756	(6,744)	15,000	17,096	2,096
Interest	7,200	3,988	(3,212)	7,400	8,665	1,265
Other	14,500	6,370	(8,130)	7,500	15,247	7,747
Transfers in	-	-	-	-	15,676	15,676
Total Receipts	<u>\$ 922,100</u>	<u>\$ 896,727</u>	<u>\$ (25,373)</u>	<u>\$ 891,380</u>	<u>\$ 923,789</u>	<u>\$ 32,409</u>
DISBURSEMENTS						
Salaries	\$ 286,520	\$ 289,316	\$ (2,796)	\$ 279,240	\$ 280,679	\$ (1,439)
Employee fringe benefits	66,820	55,332	11,488	60,242	53,895	6,347
Supplies	125,800	94,354	31,446	130,800	105,128	25,672
Insurance	18,500	23,125	(4,625)	18,500	17,971	529
Road and bridge materials	150,000	125,637	24,363	160,000	105,016	54,984
Equipment repairs	90,000	93,438	(3,438)	80,000	92,260	(12,260)
Rentals	-	-	-	-	-	-
Equipment purchases	140,000	153,618	(13,618)	132,000	114,292	17,708
Construction, repair, and maintenance	40,000	39,743	257	40,000	51,568	(11,568)
Other	27,250	5,455	21,795	27,250	8,665	18,585
Transfers out	-	-	-	-	9,945	(9,945)
Total Disbursements	<u>\$ 944,890</u>	<u>\$ 880,018</u>	<u>\$ 64,872</u>	<u>\$ 928,032</u>	<u>\$ 839,419</u>	<u>\$ 88,613</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ (22,790)</u>	<u>\$ 16,709</u>	<u>\$ 39,499</u>	<u>\$ (36,652)</u>	<u>\$ 84,370</u>	<u>\$ 121,022</u>
CASH, JANUARY 1	147,761	147,761	-	63,391	63,391	-
CASH, DECEMBER 31	<u>\$ 124,971</u>	<u>\$ 164,470</u>	<u>\$ 39,499</u>	<u>\$ 26,739</u>	<u>\$ 147,761</u>	<u>\$ 121,022</u>
<u>ASSESSMENT FUND</u>						
RECEIPTS						
Intergovernmenta	\$ 132,176	\$ 133,095	\$ 919	\$ 125,954	\$ 144,832	\$ 18,878
Interest	1,000	783	(217)	2,000	2,274	274
Other	-	-	-	-	-	-
Transfers in	1,594	-	(1,594)	4,500	-	(4,500)
Total Receipts	<u>\$ 134,770</u>	<u>\$ 133,878</u>	<u>\$ (892)</u>	<u>\$ 132,454</u>	<u>\$ 147,106</u>	<u>\$ 14,652</u>
DISBURSEMENTS						
Assessor	<u>\$ 134,770</u>	<u>\$ 138,931</u>	<u>\$ (4,161)</u>	<u>\$ 139,584</u>	<u>\$ 138,502</u>	<u>\$ 1,082</u>
Total Disbursements	<u>\$ 134,770</u>	<u>\$ 138,931</u>	<u>\$ (4,161)</u>	<u>\$ 139,584</u>	<u>\$ 138,502</u>	<u>\$ 1,082</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ -</u>	<u>\$ (5,053)</u>	<u>\$ (5,053)</u>	<u>\$ (7,130)</u>	<u>\$ 8,604</u>	<u>\$ 15,734</u>
CASH, JANUARY 1	18,482	18,482	-	9,878	9,878	-
CASH, DECEMBER 31	<u>\$ 18,482</u>	<u>\$ 13,429</u>	<u>\$ (5,053)</u>	<u>\$ 2,748</u>	<u>\$ 18,482</u>	<u>\$ 15,734</u>
<u>LAW ENFORCEMENT TRAINING FUND</u>						
RECEIPTS						
Intergovernmenta	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	2,600	2,155	(445)	3,000	2,543	(457)
Interest	10	3	(7)	50	10	(40)
Other	-	-	-	-	-	-
Total Receipts	<u>\$ 2,610</u>	<u>\$ 2,158</u>	<u>\$ (452)</u>	<u>\$ 3,050</u>	<u>\$ 2,553</u>	<u>\$ (497)</u>
DISBURSEMENTS						
Sheriff	<u>\$ 2,500</u>	<u>\$ 2,352</u>	<u>\$ 148</u>	<u>\$ 3,200</u>	<u>\$ 2,509</u>	<u>\$ 691</u>
Total Disbursements	<u>\$ 2,500</u>	<u>\$ 2,352</u>	<u>\$ 148</u>	<u>\$ 3,200</u>	<u>\$ 2,509</u>	<u>\$ 691</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ 110</u>	<u>\$ (194)</u>	<u>\$ (304)</u>	<u>\$ (150)</u>	<u>\$ 44</u>	<u>\$ 194</u>
CASH, JANUARY 1	470	470	-	426	426	-
CASH, DECEMBER 31	<u>\$ 580</u>	<u>\$ 276</u>	<u>\$ (304)</u>	<u>\$ 276</u>	<u>\$ 470</u>	<u>\$ 194</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**MONITEAU COUNTY, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
PROSECUTING ATTORNEY TRAINING FUND						
RECEIPTS						
Charges for services:	\$ 450	\$ 525	\$ 75	\$ 475	\$ 419	\$ (56)
Interest	50	20	(30)	55	53	(2)
Total Receipts	\$ 500	\$ 545	\$ 45	\$ 530	\$ 472	\$ (58)
DISBURSEMENTS						
Prosecuting Attorney	\$ 1,500	\$ 895	\$ 605	\$ 1,000	\$ 738	\$ 262
Total Disbursements	\$ 1,500	\$ 895	\$ 605	\$ 1,000	\$ 738	\$ 262
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (1,000)	\$ (350)	\$ 650	\$ (470)	\$ (266)	\$ 204
CASH, JANUARY 1	1,141	1,141	-	1,407	1,407	-
CASH, DECEMBER 31	\$ 141	\$ 791	\$ 650	\$ 937	\$ 1,141	\$ 204
ADULT ABUSE FUND						
RECEIPTS						
Charges for services:	\$ 2,300	\$ 1,783	\$ (517)	\$ 2,500	\$ 2,136	\$ (364)
Interest	-	-	-	-	-	-
Total Receipts	\$ 2,300	\$ 1,783	\$ (517)	\$ 2,500	\$ 2,136	\$ (364)
DISBURSEMENTS						
Domestic Violence Shelter	\$ 3,500	\$ 2,174	\$ 1,326	\$ 3,500	\$ 1,659	\$ 1,841
Total Disbursements	\$ 3,500	\$ 2,174	\$ 1,326	\$ 3,500	\$ 1,659	\$ 1,841
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (1,200)	\$ (391)	\$ 809	\$ (1,000)	\$ 477	\$ 1,477
CASH, JANUARY 1	2,066	2,066	-	1,589	1,589	-
CASH, DECEMBER 31	\$ 866	\$ 1,675	\$ 809	\$ 589	\$ 2,066	\$ 1,477
PROSECUTING ATTORNEY FORFEITURE FUND						
RECEIPTS						
Charges for services:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	35	23	(12)	50	46	(4)
Total Receipts	\$ 35	\$ 23	\$ (12)	\$ 50	\$ 46	\$ (4)
DISBURSEMENTS						
Prosecuting Attorney	\$ 1,156	\$ -	\$ 1,156	\$ 1,100	\$ -	\$ 1,100
Total Disbursements	\$ 1,156	\$ -	\$ 1,156	\$ 1,100	\$ -	\$ 1,100
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (1,121)	\$ 23	\$ 1,144	\$ (1,050)	\$ 46	\$ 1,096
CASH, JANUARY 1	1,158	1,158	-	1,112	1,112	-
CASH, DECEMBER 31	\$ 37	\$ 1,181	\$ 1,144	\$ 62	\$ 1,158	\$ 1,096
PROSECUTING ATTORNEY BAD CHECK FUND						
RECEIPTS						
Charges for services:	\$ 9,000	\$ 8,063	\$ (937)	\$ 9,000	\$ 8,481	\$ (519)
Interest	1,200	576	(624)	1,100	1,519	419
Transfers In	-	-	-	-	15,650	15,650
Total Receipts	\$ 10,200	\$ 8,639	\$ (1,561)	\$ 10,100	\$ 25,650	\$ 15,550
DISBURSEMENTS						
Prosecuting Attorney	\$ 22,254	\$ 3,669	\$ 18,585	\$ 15,000	\$ 51	\$ 14,949
Transfers Out	-	16,734	(16,734)	-	15,674	(15,674)
Total Disbursements	\$ 22,254	\$ 20,403	\$ 1,851	\$ 15,000	\$ 15,725	\$ (725)
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (12,054)	\$ (11,764)	\$ 290	\$ (4,900)	\$ 9,925	\$ 14,825
CASH, JANUARY 1	43,594	43,594	-	33,669	33,669	-
CASH, DECEMBER 31	\$ 31,540	\$ 31,830	\$ 290	\$ 28,769	\$ 43,594	\$ 14,825

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**MONITEAU COUNTY, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
PROSECUTING ATTORNEY DELINQUENT TAX FUND FUND						
RECEIPTS						
Intergovernmenta	\$ 250	\$ 154	\$ (96)	\$ 150	\$ 194	\$ 44
Interest	29	3	(26)	25	22	(3)
Total Receipts	\$ 279	\$ 157	\$ (122)	\$ 175	\$ 216	\$ 41
DISBURSEMENTS						
Transfers Out	\$ 684	\$ 683	\$ 1	\$ -	\$ -	\$ -
Total Disbursements	\$ 684	\$ 683	\$ 1	\$ -	\$ -	\$ -
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (405)	\$ (526)	\$ (121)	\$ 175	\$ 216	\$ 41
CASH, JANUARY 1	684	684	-	468	468	-
CASH, DECEMBER 31	\$ 279	\$ 158	\$ (121)	\$ 643	\$ 684	\$ 41
RECORDER USER FEE FUND						
RECEIPTS						
Charges for services:	\$ 8,500	\$ 12,873	\$ 4,373	\$ 6,000	\$ 8,585	\$ 2,585
Interest	1,000	537	(463)	1,200	1,054	(146)
Total Receipts	\$ 9,500	\$ 13,410	\$ 3,910	\$ 7,200	\$ 9,639	\$ 2,439
DISBURSEMENTS						
Ex Officio Recorder of Deed:	\$ 25,618	\$ 3,960	\$ 21,658	\$ 4,750	\$ 2,707	\$ 2,043
Transfers Out	-	12,568	(12,568)	-	-	-
Total Disbursements	\$ 25,618	\$ 16,528	\$ 9,090	\$ 4,750	\$ 2,707	\$ 2,043
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (16,118)	\$ (3,118)	\$ 13,000	\$ 2,450	\$ 6,932	\$ 4,482
CASH, JANUARY 1	31,420	31,420	-	24,488	24,488	-
CASH, DECEMBER 31	\$ 15,302	\$ 28,302	\$ 13,000	\$ 26,938	\$ 31,420	\$ 4,482
SHERIFF CIVIL FEE FUND						
RECEIPTS						
Charges for services:	\$ 14,200	\$ 13,567	\$ (633)	\$ 13,000	\$ 13,547	\$ 547
Intergovernmenta	-	18,333	18,333	-	-	-
Interest	300	385	85	500	381	(119)
Total Receipts	\$ 14,500	\$ 32,285	\$ 17,785	\$ 13,500	\$ 13,928	\$ 428
DISBURSEMENTS						
Sheriff	\$ 20,000	\$ 5,995	\$ 14,005	\$ 20,000	\$ 9,492	\$ 10,508
Transfers Out	-	5,970	(5,970)	-	-	-
Total Disbursements	\$ 20,000	\$ 11,965	\$ 8,035	\$ 20,000	\$ 9,492	\$ 10,508
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (5,500)	\$ 20,320	\$ 25,820	\$ (6,500)	\$ 4,436	\$ 10,936
CASH, JANUARY 1	12,347	12,347	-	7,911	7,911	-
CASH, DECEMBER 31	\$ 6,847	\$ 32,667	\$ 25,820	\$ 1,411	\$ 12,347	\$ 10,936
LOCAL EMERGENCY PLANNING COMMISSION FUND						
RECEIPTS						
Intergovernmenta	\$ 4,000	\$ 5,197	\$ 1,197	\$ 2,600	\$ 4,032	\$ 1,432
Interest	-	115	115	300	302	2
Total Receipts	\$ 4,000	\$ 5,312	\$ 1,312	\$ 2,900	\$ 4,334	\$ 1,434
DISBURSEMENTS						
Training	\$ 6,200	\$ 5,066	\$ 1,134	\$ 4,200	\$ 3,475	\$ 725
Total Disbursements	\$ 6,200	\$ 5,066	\$ 1,134	\$ 4,200	\$ 3,475	\$ 725
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (2,200)	\$ 246	\$ 2,446	\$ (1,300)	\$ 859	\$ 2,159
CASH, JANUARY 1	8,634	8,634	-	7,775	7,775	-
CASH, DECEMBER 31	\$ 6,434	\$ 8,880	\$ 2,446	\$ 6,475	\$ 8,634	\$ 2,159

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**MONITEAU COUNTY, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
OFF SYSTEM BRIDGE PROJECTS FUND						
RECEIPTS						
Intergovernmenta	\$ 75,000	\$ 29,568	\$ (45,432)	\$ 565,000	\$ 262,687	\$ (302,313)
Transfers in	-	-	-	-	9,945	9,945
Total Receipts	\$ 75,000	\$ 29,568	\$ (45,432)	\$ 565,000	\$ 272,632	\$ (292,368)
DISBURSEMENTS						
Bridge Projects	\$ 75,000	\$ 29,568	\$ 45,432	\$ 565,000	\$ 256,956	\$ 308,044
Transfers Out	-	-	-	-	15,676	(15,676)
Total Disbursements	\$ 75,000	\$ 29,568	\$ 45,432	\$ 565,000	\$ 272,632	\$ 292,368
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CASH, JANUARY 1	-	-	-	-	-	-
CASH, DECEMBER 31	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
ELECTION SERVICE FUND						
RECEIPTS						
Intergovernmenta	\$ 2,500	\$ 1,476	\$ (1,024)	\$ 1,000	\$ 1,917	\$ 917
Interest	65	46	(19)	-	66	66
Transfers in	-	1,488	1,488	-	-	-
Total Receipts	\$ 2,565	\$ 3,010	\$ 445	\$ 1,000	\$ 1,983	\$ 983
DISBURSEMENTS						
County Clerk	\$ 2,750	\$ 1,341	\$ 1,409	\$ 2,000	\$ 1,929	\$ 71
Total Disbursements	\$ 2,750	\$ 1,341	\$ 1,409	\$ 2,000	\$ 1,929	\$ 71
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (185)	\$ 1,669	\$ 1,854	\$ (1,000)	\$ 54	\$ 1,054
CASH, JANUARY 1	1,846	1,846	-	1,792	1,792	-
CASH, DECEMBER 31	\$ 1,661	\$ 3,515	\$ 1,854	\$ 792	\$ 1,846	\$ 1,054
CEMETARY TRUST FUND						
RECEIPTS						
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	825	678	(147)	1,150	835	(315)
Total Receipts	\$ 825	\$ 678	\$ (147)	\$ 1,150	\$ 835	\$ (315)
DISBURSEMENTS						
Cemetery Upkeep	\$ 3,750	\$ 764	\$ 2,986	\$ 2,000	\$ 897	\$ 1,103
Total Disbursements	\$ 3,750	\$ 764	\$ 2,986	\$ 2,000	\$ 897	\$ 1,103
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (2,925)	\$ (86)	\$ 2,839	\$ (850)	\$ (62)	\$ 788
CASH, JANUARY 1	15,233	15,233	-	15,295	15,295	-
CASH, DECEMBER 31	\$ 12,308	\$ 15,147	\$ 2,839	\$ 14,445	\$ 15,233	\$ 788
ASSOCIATE CIRCUIT DIVISION INTEREST FUND						
RECEIPTS						
Interest	\$ 150	\$ 67	\$ (83)	\$ -	\$ 161	\$ 161
Total Receipts	\$ 150	\$ 67	\$ (83)	\$ -	\$ 161	\$ 161
DISBURSEMENTS						
Associate Circuit Court	\$ 1,250	\$ 135	\$ 1,115	\$ -	\$ -	\$ -
Total Disbursements	\$ 1,250	\$ 135	\$ 1,115	\$ -	\$ -	\$ -
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (1,100)	\$ (68)	\$ 1,032	\$ -	\$ 161	\$ 161
CASH, JANUARY 1	1,802	1,802	-	1,641	1,641	-
CASH, DECEMBER 31	\$ 702	\$ 1,734	\$ 1,032	\$ 1,641	\$ 1,802	\$ 161

The accompanying Notes to the Financial Statements are an integral part of this statement.

EXHIBIT B

**MONITEAU COUNTY, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>CIRCUIT CLERK INTEREST FUND</u>						
RECEIPTS						
Interest	\$ 2,200	\$ 2,334	\$ 134	\$ 2,000	\$ 2,111	\$ 111
Total Receipts	\$ 2,200	\$ 2,334	\$ 134	\$ 2,000	\$ 2,111	\$ 111
DISBURSEMENTS						
Circuit Clerk	\$ 7,319	\$ 720	\$ 6,599	\$ 600	\$ -	\$ 600
Transfers Out	-	3,599	(3,599)	-	-	-
Total Disbursements	\$ 7,319	\$ 4,319	\$ 3,000	\$ 600	\$ -	\$ 600
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (5,119)	\$ (1,985)	\$ 3,134	\$ 1,400	\$ 2,111	\$ 711
CASH, JANUARY 1	14,130	14,130	-	12,019	12,019	-
CASH, DECEMBER 31	\$ 9,011	\$ 12,145	\$ 3,134	\$ 13,419	\$ 14,130	\$ 711
<u>LAW LIBRARY FUND</u>						
RECEIPTS						
Charges for services	\$ 6,000	\$ 4,652	\$ (1,348)	\$ 5,500	\$ 5,988	\$ 488
Interest	-	79	79	325	167	(158)
Total Receipts	\$ 6,000	\$ 4,731	\$ (1,269)	\$ 5,825	\$ 6,155	\$ 330
DISBURSEMENTS						
Law Library	\$ 7,500	\$ 6,385	\$ 1,115	\$ 4,850	\$ 5,478	\$ (628)
Total Disbursements	\$ 7,500	\$ 6,385	\$ 1,115	\$ 4,850	\$ 5,478	\$ (628)
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (1,500)	\$ (1,654)	\$ (154)	\$ 975	\$ 677	\$ (298)
CASH, JANUARY 1	11,056	11,056	-	10,379	10,379	-
CASH, DECEMBER 31	\$ 9,556	\$ 9,402	\$ (154)	\$ 11,354	\$ 11,056	\$ (298)
<u>HEALTH CENTER FUND</u>						
RECEIPTS						
Property Taxes	\$ 200,131	\$ 195,359	\$ (4,772)	\$ 182,908	\$ 194,438	\$ 11,530
Intergovernmenta	119,520	133,694	14,174	118,843	120,405	1,562
Charges for Services	16,850	22,919	6,069	18,400	25,246	6,846
Interest	15,000	15,424	424	14,000	25,741	11,741
Other	3,200	4,102	902	2,100	3,629	1,529
Total Receipts	\$ 354,701	\$ 371,498	\$ 16,797	\$ 336,251	\$ 369,459	\$ 33,208
DISBURSEMENTS						
Salaries	\$ 320,593	\$ 275,776	\$ 44,817	\$ 278,538	\$ 253,414	\$ 25,124
Office Expenditures	9,700	7,609	2,091	9,700	7,668	2,032
Contract Services	10,900	11,625	(725)	10,700	9,576	1,124
Capital Expenditures	17,000	10,693	6,307	14,000	9,465	4,535
Travel and Training	10,000	11,685	(1,685)	11,700	10,203	1,497
Insurance	2,600	2,676	(76)	2,550	2,128	422
Medical Supplies	5,000	6,578	(1,578)	5,000	3,875	1,125
Other	11,500	9,710	1,790	12,050	8,294	3,756
Total Disbursements	\$ 387,293	\$ 336,352	\$ 50,941	\$ 344,238	\$ 304,623	\$ 39,615
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (32,592)	\$ 35,146	\$ 67,738	\$ (7,987)	\$ 64,836	\$ 72,823
CASH, JANUARY 1	402,292	402,292	-	337,456	337,456	-
CASH, DECEMBER 31	\$ 369,700	\$ 437,438	\$ 67,738	\$ 329,469	\$ 402,292	\$ 72,823

The accompanying Notes to the Financial Statements are an integral part of this statement.

MONITEAU COUNTY, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EMERGENCY DISPATCH FUND						
RECEIPTS						
Sales Taxes	\$ 425,918	\$ 425,918	\$ -	\$ 411,152	\$ 411,152	\$ -
Interest	4,565	4,565	-	7,859	7,859	-
Other	851	851	-	1,705	1,705	-
Total Receipts	<u>\$ 431,334</u>	<u>\$ 431,334</u>	<u>\$ -</u>	<u>\$ 420,716</u>	<u>\$ 420,716</u>	<u>\$ -</u>
DISBURSEMENTS						
Office Equipment	\$ 4,517	\$ 4,517	\$ -	\$ 7,442	\$ 7,442	\$ -
Professional Fees	7,627	7,627	-	5,765	5,765	-
Salaries and Fringe Benefits	272,786	272,786	-	259,366	259,366	-
Telephone Services	51,736	51,736	-	51,669	51,669	-
Education and Travel	6,656	6,656	-	5,675	5,675	-
Utilities and Trash	5,974	5,974	-	6,392	6,392	-
Building and Equipment	72,017	72,017	-	34,768	34,768	-
Payroll Taxes	21,773	21,773	-	21,605	21,605	-
Other	11,580	11,580	-	9,226	9,226	-
Total Disbursements	<u>\$ 454,666</u>	<u>\$ 454,666</u>	<u>\$ -</u>	<u>\$ 401,908</u>	<u>\$ 401,908</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ (23,332)</u>	<u>\$ (23,332)</u>	<u>\$ -</u>	<u>\$ 18,808</u>	<u>\$ 18,808</u>	<u>\$ -</u>
CASH, JANUARY 1	170,042	170,042	-	151,234	151,234	-
CASH, DECEMBER 31	<u>\$ 146,710</u>	<u>\$ 146,710</u>	<u>\$ -</u>	<u>\$ 170,042</u>	<u>\$ 170,042</u>	<u>\$ -</u>
COMMUNITY DEVELOPMENT BLOCK GRANT						
RECEIPTS						
Intergovernmental	\$ 202,750	\$ 175,510	\$ (27,240)	\$ 266,850	\$ 32,694	\$ (234,156)
Charges for services	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Total Receipts	<u>\$ 202,750</u>	<u>\$ 175,510</u>	<u>\$ (27,240)</u>	<u>\$ 266,850</u>	<u>\$ 32,694</u>	<u>\$ (234,156)</u>
DISBURSEMENTS						
Courthouse	\$ 203,750	\$ 176,510	\$ 27,240	\$ 266,850	\$ 31,694	\$ 235,156
Total Disbursements	<u>\$ 203,750</u>	<u>\$ 176,510</u>	<u>\$ 27,240</u>	<u>\$ 266,850</u>	<u>\$ 31,694</u>	<u>\$ 235,156</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ (1,000)</u>	<u>\$ (1,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>
CASH, JANUARY 1	1,000	1,000	-	-	-	-
CASH, DECEMBER 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>
MISSOURI SMART FUND						
RECEIPTS						
Intergovernmental	\$ 56,031	\$ 38,069	\$ (17,962)	\$ 43,303	\$ 25,460	\$ (17,843)
Transfers In	-	2,000	2,000	-	19,288	19,288
Total Receipts	<u>\$ 56,031</u>	<u>\$ 40,069</u>	<u>\$ (15,962)</u>	<u>\$ 43,303</u>	<u>\$ 44,748</u>	<u>\$ 1,445</u>
DISBURSEMENTS						
Other	\$ 45,543	\$ 40,119	\$ 5,424	\$ 43,303	\$ 35,948	\$ 7,355
Transfers Out	-	-	-	-	8,750	(8,750)
Total Disbursements	<u>\$ 45,543</u>	<u>\$ 40,119</u>	<u>\$ 5,424</u>	<u>\$ 43,303</u>	<u>\$ 44,698</u>	<u>\$ (1,395)</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ 10,488</u>	<u>\$ (50)</u>	<u>\$ (10,538)</u>	<u>\$ -</u>	<u>\$ 50</u>	<u>\$ 50</u>
CASH, JANUARY 1	50	50	-	-	-	-
CASH, DECEMBER 31	<u>\$ 10,538</u>	<u>\$ -</u>	<u>\$ (10,538)</u>	<u>\$ -</u>	<u>\$ 50</u>	<u>\$ 50</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

MONITEAU COUNTY, MISSOURI
COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
BUDGET AND ACTUAL - VARIOUS FUNDS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001

	Year Ended December 31,					
	2002			2001		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<u>DRUG TASK FORCE ASSISTANCE FUND</u>						
RECEIPTS						
Intergovernmenta	\$ 15,000	\$ 12,250	\$ (2,750)	\$ -	\$ -	\$ -
Interest	100	-	(100)	-	-	-
Total Receipts	<u>\$ 15,100</u>	<u>\$ 12,250</u>	<u>\$ (2,850)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
DISBURSEMENTS						
Other	\$ 15,100	\$ 4,425	\$ 10,675	\$ -	\$ -	\$ -
Total Disbursements	<u>\$ 15,100</u>	<u>\$ 4,425</u>	<u>\$ 10,675</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ -</u>	<u>\$ 7,825</u>	<u>\$ 7,825</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
CASH, JANUARY 1	-	-	-	-	-	-
CASH, DECEMBER 31	<u>\$ -</u>	<u>\$ 7,825</u>	<u>\$ 7,825</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>SENATE BILL 40 BOARD</u>						
RECEIPTS						
Property Taxes	\$ 146,000	\$ 175,330	\$ 29,330	\$ 148,000	\$ 146,647	\$ (1,353)
Interest	2,000	4,022	2,022	2,000	696	(1,304)
Other	79,639	-	(79,639)	-	12,033	12,033
Total Receipts	<u>\$ 227,639</u>	<u>\$ 179,352</u>	<u>\$ (48,287)</u>	<u>\$ 150,000</u>	<u>\$ 159,376</u>	<u>\$ 9,376</u>
DISBURSEMENTS						
General Administration	\$ 27,495	\$ 16,207	\$ 11,288	\$ 14,485	\$ 12,951	\$ 1,534
Residential Services	23,756	16,737	7,019	22,144	22,144	-
Other	258,974	1,631	257,343	113,371	52,383	60,988
Total Disbursements	<u>\$ 310,225</u>	<u>\$ 34,575</u>	<u>\$ 275,650</u>	<u>\$ 150,000</u>	<u>\$ 87,478</u>	<u>\$ 62,522</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ (82,586)</u>	<u>\$ 144,777</u>	<u>\$ 227,363</u>	<u>\$ -</u>	<u>\$ 71,898</u>	<u>\$ 71,898</u>
CASH, JANUARY 1	82,586	82,586	-	10,688	10,688	-
CASH, DECEMBER 31	<u>\$ -</u>	<u>\$ 227,363</u>	<u>\$ 227,363</u>	<u>\$ 10,688</u>	<u>\$ 82,586</u>	<u>\$ 71,898</u>

The accompanying Notes to the Financial Statements are an integral part of this statement.

**MONITEAU COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity and Basis of Presentation

The accompanying special-purpose financial statements present the receipts, disbursements, and changes in cash of various funds of Moniteau County, Missouri, and comparisons of such information with the corresponding budgeted information for various funds of the county. The funds presented are established under statutory or administrative authority, and their operations are under the control of the County Commission, an elected county official, the Health Center Board, the Emergency Dispatch Board, or the Senate Bill 40 Board. The General Revenue Fund is the county's general operating fund, accounting for all financial resources except those required to be accounted for in another fund. The other funds presented account for financial resources whose use is restricted for specified purposes.

Basis of Accounting

The financial statements were prepared on the cash basis of accounting; accordingly, amounts are recognized when received or disbursed in cash. This basis of accounting differs from U.S. generally accepted accounting principles, which require revenues to be recognized when they become available and measurable or when they are earned and expenditures or expenses to be recognized when the related liabilities are incurred.

Budgets and Budgetary Practices

The County Commission and other applicable boards are responsible for the preparation and approval of budgets for various county funds in accordance with Sections 50.525 through 50.745, RSMo 2000, the county budget law. These budgets are adopted on the cash basis of accounting.

Although adoption of a formal budget is required by law, the county did not adopt formal budgets for the following funds:

Fund	Year(s) Ended December 31,
Associate Circuit Division Interest	2001

**MONITEAU COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Budgets and Budgetary Practices (Continued)

Warrants issued were in excess of budgeted amounts for the following funds:

Fund	Year(s) Ended December 31,
Assessment Fund	2002
Prosecuting Attorney Bad Check Fund	2001
Law Library Fund	2001
Missouri SMART Fund	2001

Section 50.740, RSMo 2000, prohibits expenditures in excess of the approved budgets.

A deficit budget balance is presented for the General Revenue Fund for the year ended December 31, 2002 and 2001. However, the budget of that fund also included other resources available to finance current or future year disbursements. Generally, other available net resources represented current year property taxes not received before December 31. Such resources were sufficient to offset the deficit budget balance presented.

Published Financial Statements

Under Sections 50.800 and 50.810, RSMo 2000, the County Commission is responsible for preparing and publishing in a local newspaper a detailed annual financial statement for the county. The financial statement is required to show receipts or revenues, disbursements or expenditures, and beginning and ending balances for each fund.

However, the county's published financial statements did not include the following funds:

Fund	Year(s) Ended December 31,
Health Center Fund	2002 and 2001
Emergency Dispatch Fund	2002 and 2001
Senate Bill 40 Board Fund	2002 and 2001
Community Development Block Grant	2001

MONITEAU COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001

NOTE 2 CASH

Section 110.270, RSMo 2000, based on Article IV, Section 15, Missouri Constitution, authorizes counties to place their funds, either outright or by repurchase agreement, in U.S. Treasury and agency obligations. In addition, Section 30.950, RSMo 2000, requires political subdivisions with authority to invest in instruments other than depositary accounts at financial institutions to adopt a written investment policy. Among other things, the policy is to commit a political subdivision to the principles of safety, liquidity, and yield (in that order) when managing public funds and to prohibit purchase of derivatives (either directly or through repurchase agreements), use of leveraging (through either reverse repurchase agreements or other methods), and use of public funds for speculation. The county has not adopted such a policy.

Cash includes both deposits and investments. In accordance with Statement No.3 of the Governmental Accounting Standards Board, *Deposits with Financial Institutions, Investments (Including Repurchase Agreements), and Reverse Repurchase Agreements*, disclosures are provided below regarding the risk of potential loss of deposits and investments. For the purposes of these disclosures, deposits with financial institutions are demand, time, and savings accounts, including certificates of deposit and negotiable order of withdrawal accounts, in banks, savings institutions, and credit unions. Investments are securities and other assets acquired primarily for the purpose of obtaining income or profit.

Deposits

The financial statements do not include the cash balances of the County Collector, who collects and distributes property taxes as an agent for various local governments. However, for the purpose of these risk disclosures, the County Collector's cash balances are included since collateral securities to cover amounts not covered by federal depositary insurance are pledged to the county rather than to specific county officials.

The County's deposits at December 31, 2002 and 2001, were entirely covered by federal depositary insurance or by collateral securities held by the county's custodial bank in the county's name, or by commercial insurance provided through a surety bond.

The Health Center Board's deposits at December 31, 2002 and 2001, were entirely covered by federal depositary insurance or by collateral securities held by the Health Center Board's custodial bank in the Health Center Board's name, or by commercial insurance provided through a surety bond.

The Emergency Dispatch Board's deposits at December 31, 2002 and 2001, were entirely covered by federal depositary insurance or by collateral securities held by the Emergency Dispatch Board's custodial bank in the Emergency Dispatch Board's name, or by commercial insurance provided through a surety bond.

**MONITEAU COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001**

NOTE 2 CASH (CONTINUED)

The Senate Bill 40 Board's deposits at December 31, 2002 and 2001, were entirely covered by federal depository insurance or by collateral securities held by the Senate Bill 40 Board's custodial bank in the Senate Bill 40 Board's name, or by commercial insurance provided through a surety bond.

To protect the safety of county deposits, Section 110.020, RSMo 2000, requires depositories to pledge collateral securities to secure county deposits not insured by the Federal Deposit Insurance Corporation.

Investments

The only investment of the various county funds at December 31, 2001 and 2002 was a repurchase agreement with a reported amount of \$388,242 and \$459,100 (which approximated fair value). This amount represents uninsured and unregistered investments for which the securities were held by the dealer bank's trust department or agent but not in the county's name.

NOTE 3 TAXES

The assessed valuation of the tangible property for the calendar year 2002 and 2001 for purposes of local taxation was \$137,130,686 and \$133,416,637.

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar year 2002 and 2001 for purposes of local taxation was:

	2002	2001
General Revenue Fund	\$ 0.1808	\$ 0.1670
Special Road & Bridge Fund	0.2507	0.2500
Total	\$ 0.4315	\$ 0.4170

These levies represent amounts directly received by the County for its purposes versus amounts collected by the County as a pass through on behalf of another entity.

**MONITEAU COUNTY, MISSOURI
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2002 AND 2001**

NOTE 4 PARTICIPATION IN PUBLIC ENTITY RISK POOLS

Missouri Public Entity Risk Management Fund

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. MOPERM (Missouri Public Entity Risk Management) is a public entity risk pool currently operating as a common risk management and insurance program. The County does not pay premiums to purchase insurance policies but pays an assessment to be a member of the self-sustaining risk sharing group. Part of the assessment is used to purchase excess insurance for the group as a whole.

The pooling agreement requires the pool to be self-sustaining. The County believes that it is not possible to estimate the range of contingent losses to be borne by the County.

NOTE 5 CONTINGENCIES

Legal Matters

The County is involved in various threatened litigations at which time the probable outcome is not readily obtainable. The County's management and legal counsel anticipate that the potential claims against the County not covered by insurance, if any, resulting from such matters would not materially affect the financial position of the County.

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

To the County Commission and
Officeholders of Moniteau County, Missouri

We have audited the special-purpose financial statements of various funds of Moniteau County, Missouri, as of and for the years ended December 31, 2002 and 2001, and have issued our report thereon dated April 11, 2003. 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.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit of the special-purpose financial statements of various funds of Moniteau County, Missouri, we considered the county's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgement, could adversely affect Moniteau County's ability to record, process, summarize and report financial data consistent with the assertions of management in the special-purpose financial statements. Reportable conditions are described in the accompanying Schedule of Findings and Questioned Costs as finding numbers 02-1.

Page Two

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe that none of the reportable conditions described above are material weaknesses.

This report is intended for the information and the use of the administration, management, County Commissioners, State of Missouri Auditor's Office and Federal and State awarding agencies and is not intended to be and should not be used by anyone other than these specific parties.

Original Signed by Auditor

LARSON, ALLEN, WEISHAIR & CO., LLP

April 11, 2003
St. Louis, Missouri

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

To the County Commission and
Officeholders of Moniteau County, Missouri

Compliance

We have audited the compliance of Moniteau County, Missouri with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2002 and 2001. Moniteau County, Missouri's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Moniteau County, Missouri's management. Our responsibility is to express an opinion on Moniteau County, Missouri's compliance based on our audit.

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

In our opinion, Moniteau County, Missouri complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2002 and 2001.

Internal Control Over Compliance

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

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

This report is intended for the information and the use of the administration, management, County Commissioners, State of Missouri Auditor's Office and Federal and State awarding agencies and is not intended to be and should not be used by anyone other than these specific parties.

Original Signed by Auditor

LARSON, ALLEN, WEISHAIR & CO., LLP

April 11, 2003
St. Louis, Missouri

**MONITEAU COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

Section II – Financial Statement Findings

Finding: 02-1

Criteria: SAS No. 55, *Consideration of Internal Control in a Financial Statement Audit*, as amended by SAS No. 78, *Consideration of Internal Control in a Financial Statement Audit: An Amendment to SAS No. 55*.

Condition: Lack of sufficient segregation of duties.

Questioned Costs: None.

Context: A review of the internal control procedures.

Effect: The design of the internal control over financial reporting that could adversely affect the ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

Cause: Size and budget constraints limiting the number of personnel within the accounting department.

Recommendation: These areas should be reviewed periodically and consideration given to improving the segregation of duties.

Management's Response: We will review periodically the size and budget constraints limiting the number of personnel within the accounting department. We will continue to utilize the other internal controls, such as administrative oversight, to minimize the lack of sufficient segregation of duties.

Section III – Federal Awards Findings and Questioned Costs

There were no audit findings related to internal control, compliance, questioned costs, or fraud that related to federal awards for the year ended December 31, 2002 and 2001.

**MONITEAU COUNTY, MISSOURI
SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

Financial Statement Findings

The audit did not disclose any noncompliance and internal control findings which are material to the special-purpose financial statements of the County.

Federal Award Findings and Questioned Costs

There were no prior year audit findings related to internal control, compliance, questioned costs, or fraud that relate to federal awards for the years ended December 31, 2000 and 1999.

**MONITEAU COUNTY, MISSOURI
CORRECTIVE ACTION PLAN
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001**

Findings – Financial Statement and Federal Awards

Questions regarding the County's Corrective Action Plan should be directed to Anita Groepper at 573-796-4661.

SCHEDULE 1

**MONITEAU COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2002 AND 2001**

Federal CFDA Number	Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Expenditures	
			Year Ended December 31, 2002	2001
U. S. DEPARTMENT OF AGRICULTURE				
Passed through State:				
Department of Social Services -				
10.550	Food Distribution	Unknown	\$ -	\$ 28
Department of Health -				
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	Unknown	22,741	25,729
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Passed through State:				
Department of Economic Development-				
14.228	Community Development Block Grants/State's Program	2000-PF-25	175,510	32,694
U.S. DEPARTMENT OF JUSTICE				
Direct Programs:				
16.710	Public Safety Partnership and Community Policing Grants	Unknown	42,223	4,466
Passed through:				
State Department of Public Safety-				
16.575	Crime Victim Assistance	Unknown	25,772	30,126
16.592	Local Law Enforcement Block Grants Program	Unknown	1,193	1,213
Missouri Sheriffs' Meth-Amphetamine Relief Team-				
16.580	Edward Bryne Memorial State and Local Law	Unknown	38,069	25,460
16.580	Department of Public Safety Sheriff Vehicle	Unknown	9,000	-
16.xxx	Domestic Cannabis Eradication/Suppression Program	Unknown	-	1,372

SCHEDULE 1

**MONITEAU COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2002 AND 2001**

Federal CFDA Number	Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Expenditures Year Ended December 31,	
			2002	2001
U. S. DEPARTMENT OF TRANSPORTATION				
Passed through state Highway and Transportation Commission:				
20.205	Highway Planning and Construction	BRO-068(8)	29,568	275,726
GENERAL SERVICES ADMINISTRATION				
Passed through state Office of Administration-				
39.003	Donation of Federal Surplus Personal Property	Unknown	7,552	7,882
FEDERAL EMERGENCY MANAGEMENT AGENCY				
Passed through state Department of Public Safety:				
83.534	Emergency Management - State and Local Assistance	Unknown	2,198	2,808
83.544	Public Assistance Grants	Unknown	4,196	4,032
U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES				
Passed through State:				
Department of Health -				
93.268	Immunization Grants	Unknown	22,293	25,091
93.575	Child Care and Development Block Grant	Unknown	2,765	1,515
Department of Social Services -				
93.667	Social Services Block Grant	Unknown	-	720
93.994	Maternal and Child Health Services Block Grant to the States	Unknown	23,001	13,766
Total Expenditures of Federal Awards			<u>\$ 406,081</u>	<u>\$ 452,628</u>

N/A - Not applicable

The accompanying Notes to the Supplementary Schedule are an integral part of this schedule.

MONITEAU COUNTY, MISSOURI
SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FOR THE YEARS ENDED DECEMBER 31, 2002 AND 2001

Purpose of Schedule and Reporting Entity

The accompanying Schedule of Expenditures of Federal Awards has been prepared to comply with the requirements of OMB Circular A-133. This circular requires a schedule that provides total federal awards expended for each federal program and the Catalog of Federal Domestic Assistance (CFDA) number or other identifying number when the CFDA information is not available.

The schedule includes all federal awards administered by Moniteau County, Missouri.

Basis of Presentation

OMB Circular A-133 includes these definitions, which govern the contents of the schedule:

Federal financial assistance means assistance that non-Federal entities receive or administer in the form of grants, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance, but does not include amounts received as reimbursement for services rendered to individuals.

Federal award means Federal financial assistance and Federal cost-reimbursement contracts that non-Federal entities receive directly from Federal awarding agencies or indirectly from pass-through entities. It does not include procurement contracts, under grants or contracts, used to buy goods or services from vendors.

Accordingly, the schedule includes expenditures of both cash and noncash awards.

Basis of Accounting

Except as noted below, the schedule is presented on the cash basis of accounting, which recognizes amounts only when disbursed in cash.

Of the amounts for Immunization Grants (CFDA number 93.268), \$22,293 and \$25,091 represent the original acquisition cost of vaccines purchased by the Centers for Disease Control of the U.S. Department of Health and Human Services but distributed to the Health Center through the State Department of Health during the years ended December 31, 2002 and 2001. Of the amounts for the Maternal and Child Health Services Block Grant to the States (CFDA 93.994), \$23,001 and \$13,766 represent the original cost of vaccines received by the Health Center through the State Department of Health during the years ended December 31, 2002 and 2001. The remaining amounts for Immunization Grants and the Maternal and Child Health Services Block Grant to the States represent cash disbursements.

Subrecipients

The county provided no federal awards to subrecipients during the years ended December 31, 2002 and 2001.

MONITEAU COUNTY, MISSOURI

MANAGEMENT LETTER

DECEMBER 31, 2002

To the County Commission and
Officeholders of Moniteau County, Missouri:

In planning and performing our audit of the special-purpose financial statements of Moniteau County, Missouri as of and for the two years ended December 31, 2002, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the special-purpose financial statements and not to provide assurance on the internal control. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control that, in our judgement, could adversely affect the County's ability to record, process, summarize, and report financial data consistent with the assertions of management in the special-purpose financial statements.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material to the special-purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above.

REPORTABLE CONDITIONS

We noted the following reportable condition that is not considered to be a material weakness.

Segregation of Duties

The small size of the accounting department limits the extent of a proper segregation of duties. The basic premise is that no one employee should have access to both physical assets and the related accounting records or to all phases of a transaction. This results in some risk that intentional or unintentional errors could be made and not detected.

We noted the following:

1. The County Treasurer is responsible for recording various cash receipts, reconciling the bank statements, preparing and recording cash disbursements, and reconciling the general ledger.

OBSERVATIONS

We noted the following observations that are not considered to be reportable conditions, but are comments to help strengthen internal controls and operating efficiency.

Changes in Reporting Requirements

The Governmental Accounting Standards Board recently released a new financial statement reporting requirement commonly referred to as "GASB 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments". The intent of GASB 34 is to standardize financial statement reporting across governmental entities and to make them more comparable to statements issued by like-sized profit-seeking companies. Adherence to GASB 34 is a requirement for all local governmental entities, including school districts, and the gradual implementation requirement is as follows:

<u>Entities With Revenues</u>	<u>Fiscal Year Beginning After</u>
Greater than \$100 million	June 15, 2001
\$10 - \$100 million	June 15, 2002
Less than \$10 million	June 15, 2003

GASB 34 will require government-wide financial statements to include a Statement of Activities and a Statement of Net Assets. It will also require as supplemental information a narrative section referred to as "Management Discussion and Analysis" to further communicate the operations and goals of the School District. As management is ultimately responsible for the financial statements, they will likewise be responsible for all statements as reported under GASB 34.

Cooperation

We received complete cooperation from all County officials during the 2002 and 2001 audit. It appears that the overall accounting procedures laid down by the County, are being adhered to by the officials within each office.

We welcome the opportunity to discuss the points mentioned in this letter, or any other accounting and procedural problems in order to coordinate our efforts with you, the mutual objectives being the development of more effective accounting, financial reporting, and business procedures for the County.

We understand that some of the aforementioned points are in the process of implementation or may already have been implemented; however, these points are noted so that effective follow up can be accomplished.

Thank you for the opportunity to be of service to you. We sincerely appreciate all the courtesies and cooperation extended to us by you and your staff and remind you that we are available on a year-round basis. Please do not hesitate to call us whenever you believe we can be of assistance.

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This report is intended solely for the information and use of the County Commission and Officeholders of Moniteau County, Missouri, and others within the administration.

Original Signed by Auditor

LARSON, ALLEN, WEISHAIR & CO., LLP

April 11, 2003
St. Louis, Missouri