



CLAIRE C. McCASKILL
Missouri State Auditor

To the County Commission
and
Officeholders of Texas County, Missouri

The State Auditor's Office through the State Office of Administration, Division of Purchasing, contracted the audit services of Texas County, Missouri, for the two years ended December 31, 2002. A copy of this audit which was performed by A. M. Barnhart, P.C., Certified Public Accountant, is attached.

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

Claire C. McCaskill
State Auditor

Report No. 2003-85
August 13, 2003

***TEXAS COUNTY, MISSOURI
HOUSTON, MISSOURI***

***SPECIAL-PURPOSE FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITOR'S REPORT***

***FOR THE TWO YEARS ENDED
DECEMBER 31, 2002***

AMB

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FINANCIAL SECTION



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INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL
STATEMENTS AND SUPPLEMENTARY SCHEDULE OF
EXPENDITURES OF FEDERAL AWARDS

To the County Commission and
Officeholders of Texas County, Missouri

We have audited the accompanying special-purpose financial statements of various funds of Texas 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 auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the 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 Texas 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 Texas County, Missouri.

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 Texas 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 accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we also have issued our report dated May 23, 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.

The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Government, and Non-Profit Organizations, and is not a required part of the special-purpose financial statements. 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

A. M. Barnhart, P.C.
Certified Public Accountant

Houston, Missouri
May 23, 2003



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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 Texas County, Missouri

We have audited the special-purpose financial statements of various funds of Texas County, Missouri, as of and for the years ended December 21, 2002 and 2001, and have issued our report thereon dated May 23, 2003. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the special-purpose financial statements of various funds of Texas 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*. However, we noted certain immaterial instances of noncompliance which are described in the accompanying Management Advisory Report.

Internal Control Over Financial Reporting

In planning and performing our audit of the special-purpose financial statements of various funds of Texas 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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more 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. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting which are described in the accompanying Management Advisory Report.

This report is intended for the information and use of the management of Texas County, Missouri; federal awarding agencies and pass-through entities; and other applicable government officials. However, pursuant to Section 29.270, RSMo 2000, this report is a matter of public record and its distribution is not limited.

Original Signed by Auditor

A. M. Barnhart, P.C.
Certified Public Accountant

Houston, Missouri
May 23, 2003

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

FUND	Cash January 1	Receipts	Disbursements	Cash December 31
General Revenue	\$201,154.54	\$1,343,315.92	\$1,226,297.76	\$318,172.70
Special Road and Bridge	141,430.87	1,378,079.91	1,378,599.43	140,911.35
Law Enforcement Training	2,589.01	4,060.28	6,301.96	347.33
Prosecuting Attorney Bad Check	7,974.41	16,021.46	18,026.24	5,969.63
Assessment	8,489.44	142,276.90	150,766.34	0.00
Recorder's User Fees	4,891.06	19,799.01	7,584.21	17,105.86
WRITEX 911 Emergency Telephone	584,811.03	425,252.49	463,768.46	546,295.06
Law Enforcement Operations	48,267.28	37,162.26	59,997.48	25,432.06
Prosecuting Attorney Training	1,565.57	1,076.83	1,598.20	1,044.20
Rescue Unit	19,521.80	2,225.61	0.00	21,747.41
Domestic Violence	16,430.54	2,784.69	9,205.00	10,010.23
Election Service	7,742.96	4,848.74	3,932.00	8,659.70
Local Emergency Preparedness	18,500.24	8,068.58	2,899.53	23,669.29
Garner Covert Memorial Trust	16,772.87	704.09	2,366.06	15,110.90
Texas Co Historical Military Museum	6,665.29	8,632.75	4,434.03	10,864.01
Texas Co Health Center	154,566.82	503,198.01	456,623.56	201,141.27
Habilitation Services	78,568.94	114,651.05	136,938.98	56,281.01
Collector's Tax Maintenance Fund	0.00	1,609.94	1,073.88	536.06
Circuit Clerk Interest	45,125.58	1,464.59	13,443.06	33,147.11
Associate and Probate Division Interest	6,516.22	1,966.43	156.75	8,325.90
Law Library	7,301.82	4,896.98	4,010.00	8,188.80
TOTAL	\$1,378,886.29	\$4,022,096.52	3,948,022.93	\$1,452,959.88

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

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

FUND	Cash January 1	Receipts	Disbursements	Cash December 31
General Revenue	\$418,070.70	\$1,123,153.27	1,340,069.43	\$201,154.54
Special Road and Bridge	129,017.16	955,911.72	943,498.01	141,430.87
Law Enforcement Training	6,206.27	5,315.48	8,932.74	2,589.01
Prosecuting Attorney Bad Check	1,978.25	18,342.17	12,346.01	7,974.41
Assessment	0.00	184,139.49	175,650.05	8,489.44
Recorder's User Fees	9,423.01	14,312.32	18,844.27	4,891.06
WRITEX 911 Emergency Telephone	489,977.02	440,234.80	345,400.79	584,811.03
Law Enforcement Operations	52,704.25	23,436.38	27,873.35	48,267.28
Prosecuting Attorney Training	1,857.32	965.81	1,257.56	1,565.57
Rescue Unit	18,619.10	902.70	0.00	19,521.80
Domestic Violence	16,662.59	3,122.95	3,355.00	16,430.54
Election Services	3,759.84	3,983.12	0.00	7,742.96
Local Emergency Preparedness	12,626.15	10,831.66	4,957.57	18,500.24
Garner Covert Memorial Trust	16,062.52	790.35	80.00	16,772.87
Texas Co Historical Military Museum	5,779.85	5,830.61	4,945.17	6,665.29
Texas Co Health Center	134,852.64	431,112.13	411,397.95	154,566.82
Habilitation Services	86,117.05	136,123.88	143,671.99	78,568.94
Community Development Block Grant	17,999.30	93,045.85	111,045.15	0.00
Circuit Clerk Interest	49,761.91	6,011.21	10,647.54	45,125.58
Associate and Probate Division Interest	6,099.29	958.18	541.25	6,516.22
Law Library	7,751.14	4,134.58	4,583.90	7,301.82
TOTAL	\$1,485,325.36	\$3,462,658.66	\$3,569,097.73	\$1,378,886.29

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

TEXAS COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 BUDGET AND ACTUAL - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31

	2002			2001		
	Budget	Actual	Variance Favorable [Unfavorable]	Budget	Actual	Variance Favorable [Unfavorable]
TOTALS - VARIOUS FUNDS						
RECEIPTS	\$4,022,432.73	\$4,018,665.50	(\$3,767.23)	\$3,880,838.51	\$3,362,643.42	(\$518,195.09)
DISBURSEMENTS	4,442,433.63	3,934,423.12	508,010.51	4,652,161.53	3,446,863.79	1,205,297.74
RECEIPTS OVER [UNDER] DISBURSEMENTS	(420,000.90)	84,242.38	504,243.28	(771,323.02)	(84,220.37)	687,102.65
CASH JANUARY 1	1,327,244.49	1,327,244.49	0.00	1,411,464.86	1,411,464.86	0.00
CASH DECEMBER 31	\$907,243.59	\$1,411,486.87	\$504,243.28	\$640,141.84	\$1,327,244.49	\$687,102.65

GENERAL REVENUE FUND

RECEIPTS						
Property taxes	\$3,500.00	\$3,340.81	(\$159.19)	\$0.00	\$3,499.17	\$3,499.17
Sales taxes	689,000.00	746,972.40	57,972.40	689,000.00	684,995.79	(4,004.21)
Intergovernmental	129,280.00	181,872.02	52,592.02	198,691.00	151,711.81	(46,979.19)
Charges for services	214,880.00	240,409.93	25,529.93	196,500.00	173,778.49	(22,721.51)
Interest	8,500.00	13,244.77	4,744.77	15,200.00	18,681.61	3,481.61
Other	64,662.00	90,397.33	25,735.33	41,800.00	52,542.72	10,742.72
Transfers in	38,900.00	67,078.66	28,178.66	41,600.00	37,943.68	(3,656.32)
Total receipts	1,148,722.00	1,343,315.92	194,593.92	1,182,791.00	1,123,153.27	(59,637.73)
DISBURSEMENTS						
County Commission	85,550.00	84,850.87	699.13	85,300.00	85,459.19	(159.19)
County Clerk	79,915.00	84,011.61	(4,096.61)	103,535.00	98,851.55	4,683.45
Elections	48,000.00	48,751.99	(751.99)	50,000.00	18,399.74	31,600.26
Buildings and grounds	91,382.00	84,098.89	7,283.11	115,832.00	111,348.93	4,483.07
Employee fringe benefits	190,000.00	170,976.41	19,023.59	202,400.00	192,175.55	10,224.45
County Treasurer	68,634.00	57,630.93	11,003.07	70,392.45	54,306.47	16,085.98
Recorder of Deeds	24,954.00	30,876.00	(5,922.00)	32,240.00	29,732.89	2,507.11
Circuit Clerk	8,350.00	7,259.66	1,090.34	10,400.00	7,448.87	2,951.13
Associate Circuit Court	8,300.00	7,245.60	1,054.40	8,600.00	7,919.69	680.31
Court Administration	43,700.00	39,383.52	4,316.48	63,905.62	34,566.53	29,339.09
Public Administrator	41,750.00	41,106.35	643.65	41,200.00	40,787.61	412.39
Sheriff	151,749.00	170,882.79	(19,133.79)	194,869.25	189,608.99	5,260.26
Jail	122,369.00	148,969.49	(26,600.49)	156,868.00	143,959.54	12,908.46
Prosecuting Attorney	85,136.00	87,331.39	(2,195.39)	91,280.00	87,193.74	4,086.26
Juvenile Officer	61,795.00	47,042.94	14,752.06	63,108.46	48,344.79	14,763.67
County Coroner	13,700.00	12,948.22	751.78	14,600.00	13,005.61	1,594.39
County Surveyor	3,000.00	3,000.00	0.00	6,000.00	3,000.00	3,000.00
Insurance - Property and Liability	26,000.00	24,662.22	1,337.78	28,000.00	21,881.93	6,118.07
Other	104,904.62	39,055.28	65,849.34	195,627.22	110,577.81	85,049.41
Transfers out	25,555.00	36,213.60	(10,658.60)	47,665.00	41,500.00	6,165.00
Total disbursements	1,284,743.62	1,226,297.76	58,445.86	1,581,823.00	1,340,069.43	241,753.57
RECEIPTS OVER [UNDER] DISBURSEMENTS	(136,021.62)	117,018.16	253,039.78	(399,032.00)	(216,916.16)	182,115.84
CASH JANUARY 1	201,154.54	201,154.54	0.00	418,070.70	418,070.70	0.00
CASH DECEMBER 31	\$65,132.92	\$318,172.70	\$253,039.78	\$19,038.70	\$201,154.54	\$182,115.84

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

TEXAS COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 BUDGET AND ACTUAL - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31

	2002			2001		
	Budget	Actual	Variance Favorable [Unfavorable]	Budget	Actual	Variance Favorable [Unfavorable]
SPECIAL ROAD AND BRIDGE FUND						
RECEIPTS						
Intergovernmental	\$1,452,720.56	\$1,368,921.00	(\$83,799.56)	\$1,455,934.48	\$945,534.73	(\$510,399.75)
Charges for services	200.00		(200.00)	100.00	20.00	(80.00)
Interest	7,536.13	5,622.91	(1913.22)	4,500.00	6,096.27	1596.27
Transfers in	71,064.57	3536.00	(67528.57)	72765.15	4,260.72	(68504.43)
Total receipts	1,531,521.26	1,378,079.91	(153441.35)	1,533,299.63	955,911.72	(577387.91)
DISBURSEMENTS						
Supplies	5,010.00	128.47	4,881.53	21,872.04	5,244.86	16,627.18
Insurance	700.00	718.00	(18.00)	1,000.00	652.00	348.00
Other	921,140.00	926,823.24	(5,683.24)	921,230.00	898,261.29	22,968.71
Road and bridge construction	595,989.00	418,715.75	177,273.25	603,318.35	7,329.54	595,988.81
Transfers out	32,436.13	32,213.97	222.16	33,460.72	32,010.32	1,450.40
Total disbursements	1,555,275.13	1,378,599.43	176,675.70	1,580,881.11	943,498.01	637,383.10
RECEIPTS OVER [UNDER] DISBURSEMENT	(23,753.87)	(519.52)	23,234.35	(47,581.48)	12,413.71	59,995.19
CASH JANUARY 1	141,430.87	141,430.87	0.00	129,017.16	129,017.16	0.00
CASH DECEMBER 31	\$117,677.00	\$140,911.35	\$23,234.35	\$81,435.68	\$141,430.87	\$59,995.19
ASSESSMENT FUND						
RECEIPTS						
Intergovernmental	\$132,063.00	\$120,452.34	(\$11,610.66)	\$151,333.50	\$139,935.58	(\$11,397.92)
Interest	500.00	1133.78	633.78	800.00	947.91	147.91
Other	1273.56	3001.96	1728.40	2,000.00	1,756.00	(244.00)
Transfers in	25,550.00	17,688.82	(7861.18)	43,665.00	41,500.00	(2165.00)
Total receipts	159,386.56	142,276.90	(17109.66)	197,798.50	184,139.49	(13659.01)
DISBURSEMENTS						
Assessor	167,876.00	150,766.34	17,109.66	197,797.20	175,650.05	22,147.15
Total disbursements	167,876.00	150,766.34	17,109.66	197,797.20	175,650.05	22,147.15
RECEIPTS OVER [UNDER] DISBURSEMENT	(8,489.44)	(8,489.44)	0.00	1.30	8,489.44	8,488.14
CASH JANUARY 1	8,489.44	8,489.44	0.00	0.00	0.00	0.00
CASH DECEMBER 31	\$0.00	\$0.00	\$0.00	\$1.30	\$8,489.44	\$8,488.14

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

TEXAS COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 BUDGET AND ACTUAL - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31

	2002			2001		
	Budget	Actual	Variance Favorable [Unfavorable]	Budget	Actual	Variance Favorable [Unfavorable]
LAW ENFORCEMENT TRAINING FUND						
RECEIPTS						
Charges for services	\$4,000.00	\$3,993.50	(\$6.50)	\$4,000.00	\$3,455.00	(\$545.00)
Intergovernmental	2,000.00	0.00	(2000.00)	2,000.00	1,702.57	(297.43)
Interest	100.00	66.78	(33.22)	200.00	157.91	(42.09)
Total receipts	6,100.00	4,060.28	(2039.72)	6,200.00	5,315.48	(884.52)
DISBURSEMENTS						
Public safety	8,689.01	6,301.96	2,387.05	12,406.27	8,932.74	3,473.53
Total disbursements	8,689.01	6,301.96	2,387.05	12,406.27	8,932.74	3,473.53
RECEIPTS OVER [UNDER] DISBURSEMENT	(2589.01)	(2241.68)	347.33	(6206.27)	(3617.26)	2589.01
CASH JANUARY 1	2,589.01	2,589.01	0.00	6,206.27	6,206.27	0.00
CASH DECEMBER 31	\$0.00	\$347.33	\$347.33	\$0.00	\$2,589.01	\$2,589.01
PROSECUTING ATTORNEY BAD CHECK FUND						
RECEIPTS						
Intergovernmental	\$4,854.37	\$4,854.37	\$0.00	\$0.00	\$0.00	\$0.00
Charges for services	10,936.38	10,936.38	0.00	13,900.00	18,221.00	4,321.00
Interest	230.71	230.71	0.00	100.00	121.17	21.17
Total receipts	16,021.46	16,021.46	0.00	14,000.00	18,342.17	4,342.17
DISBURSEMENTS						
Salaries				8,778.25	4,412.33	4,365.92
Equipment		5,848.85	(5,848.85)	1,500.00	1,723.00	(223.00)
Office expenses		4,198.99	(4,198.99)	4,100.00	4,132.32	(32.32)
Other	18,180.00	388.40	17,791.60	1,600.00	2,078.36	(478.36)
Transfers out		7,590.00	(7,590.00)			
Total disbursements	18,180.00	18,026.24	153.76	15,978.25	12,346.01	3,632.24
RECEIPTS OVER [UNDER] DISBURSEMENT	(2,158.54)	(2,004.78)	153.76	(1,978.25)	5,996.16	7,974.41
CASH JANUARY 1	7,974.41	7,974.41	0.00	1,978.25	1,978.25	0.00
CASH DECEMBER 31	\$5,815.87	\$5,969.63	\$153.76	\$0.00	\$7,974.41	\$7,974.41

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

TEXAS COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 BUDGET AND ACTUAL - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31

	2002			2001		
	Budget	Actual	Variance Favorable [Unfavorable]	Budget	Actual	Variance Favorable [Unfavorable]
RECORDER'S USER FEES FUND						
RECEIPTS						
Charges for services	\$14,100.00	\$19,332.00	\$5,232.00	\$10,600.00	\$14,128.75	\$3,528.75
Interest	100.00	467.01	367.01	400.00	183.57	(216.43)
Other				3,125.00		(3125.00)
Total receipts	14,200.00	19,799.01	5,599.01	14,125.00	14,312.32	187.32
DISBURSEMENTS						
Recorder of Deeds	19,000.00	7,584.21	11,415.79	23,548.01	18,844.27	4,703.74
Total disbursements	19,000.00	7,584.21	11,415.79	23,548.01	18,844.27	4,703.74
RECEIPTS OVER [UNDER] DISBURSEMENTS	(4,800.00)	12,214.80	17,014.80	(9,423.01)	(4,531.95)	4,891.06
CASH JANUARY 1	4,891.06	4,891.06	0.00	9,423.01	9,423.01	0.00
CASH DECEMBER 31	\$91.06	\$17,105.86	\$17,014.80	\$0.00	\$4,891.06	\$4,891.06
PROSECUTING ATTORNEY TRAINING FUND						
RECEIPTS						
Charges for services	\$950.00	\$1,025.50	\$75.50	\$1,500.00	\$890.00	(\$610.00)
Interest	50.00	51.33	1.33	50.00	75.81	25.81
Total receipts	1,000.00	1,076.83	76.83	1,550.00	965.81	(584.19)
DISBURSEMENTS						
Prosecuting Attorney	2,565.57	1,598.20	967.37	3,407.32	1,257.56	2,149.76
Total disbursements	2,565.57	1,598.20	967.37	3,407.32	1,257.56	2,149.76
RECEIPTS OVER [UNDER] DISBURSEMENTS	(1565.57)	(521.37)	1044.20	(1857.32)	(291.75)	1,565.57
CASH JANUARY 1	1,565.57	1,565.57	0.00	1,857.32	1,857.32	0.00
CASH DECEMBER 31	\$0.00	\$1,044.20	\$1,044.20	\$0.00	\$1,565.57	\$1,565.57

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

TEXAS COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 BUDGET AND ACTUAL - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31

	2002			2001		
	Budget	Actual	Variance Favorable [Unfavorable]	Budget	Actual	Variance Favorable [Unfavorable]
WRITEX 911 EMERGENCY TELEPHONE FUND						
RECEIPTS						
Charges for services	\$408,000.00	\$387,621.00	(\$20,379.00)	\$337,000.00	\$401,316.93	\$64,316.93
Interest	24,500.00	25,538.17	1,038.17	23,000.00	26,590.52	3,590.52
Other	12,100.00	12,093.32	(6.68)	13,000.00	12,327.35	(672.65)
Total receipts	444,600.00	425,252.49	(19347.51)	373,000.00	440,234.80	67,234.80
DISBURSEMENTS						
Salaries and fringe benefits	289,710.00	283,140.60	6,569.40	257,520.00	242,695.29	14,824.71
Operations expense	107,500.00	70,860.25	36,639.75	117,780.00	72,086.36	45,693.64
Office expenditures	13,650.00	12,406.48	1,243.52	13,000.00	9,754.92	3,245.08
Equipment	137,061.42	70,955.66	66,105.76	120,076.69		120,076.69
Mileage and training	10,200.00	3,969.47	6,230.53	10,200.00	5,532.22	4,667.78
Other expenses	13,000.00	10,150.09	2,849.91	3,000.00	5,137.92	(2,137.92)
Transfers out		12,285.91	(12,285.91)		10,194.08	(10,194.08)
Total disbursements	571,121.42	463,768.46	107,352.96	521,576.69	345,400.79	176,175.90
RECEIPTS OVER [UNDER] DISBURSEMENTS	(126521.42)	(38515.97)	88005.45	(148576.69)	94,834.01	243,410.70
CASH JANUARY 1	584,811.03	584,811.03	0.00	489,977.02	489,977.02	0.00
CASH DECEMBER 31	\$458,289.61	\$546,295.06	\$88,005.45	\$341,400.33	\$584,811.03	\$243,410.70
LAW ENFORCEMENT OPERATIONS FUND						
RECEIPTS						
Intergovernmental	\$51,799.00	\$21,039.60	(\$30,759.40)	\$7,967.70	\$7,967.70	\$0.00
Charges for services	12,900.00	11,727.50	(1172.50)	10,000.00	12,821.25	2,821.25
Interest	200.00	1,545.16	1345.16	500.00	2,647.43	2,147.43
Other		2,850.00	2850.00			
Total receipts	64,899.00	37,162.26	(27736.74)	18,467.70	23,436.38	4,968.68
DISBURSEMENTS						
Federal forfeitures	39,860.00	16,946.82	22,913.18	39,730.75	1,935.30	37,795.45
Grants	51,799.00	35,101.07	16,697.93	7,967.70	7,967.70	0.00
Other	21,507.28	7,949.59	13,557.69	23,473.50	17,970.35	5,503.15
Total disbursements	113,166.28	59,997.48	53,168.80	71,171.95	27,873.35	43,298.60
RECEIPTS OVER [UNDER] DISBURSEMENTS	(48,267.28)	(22,835.22)	25,432.06	(52,704.25)	(4,436.97)	48,267.28
CASH JANUARY 1	48,267.28	48,267.28	0.00	52,704.25	52,704.25	0.00
CASH DECEMBER 31	\$0.00	\$25,432.06	\$25,432.06	\$0.00	\$48,267.28	\$48,267.28

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

TEXAS COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 BUDGET AND ACTUAL - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31

	2002			2001		
	Budget	Actual	Variance Favorable [Unfavorable]	Budget	Actual	Variance Favorable [Unfavorable]
RESCUE UNIT FUND						
RECEIPTS						
Other	\$1,377.00	\$1,377.00	\$0.00	\$0.00	\$0.00	\$0.00
Interest	848.61	848.61	0.00	500.00	902.70	402.70
Transfers in				500.00		(500.00)
Total receipts	2,225.61	2,225.61	0.00	1,000.00	902.70	(97.30)
DISBURSEMENTS						
Public safety	21,421.80	0.00	21,421.80	19,619.10	0.00	19,619.10
Total disbursements	21,421.80	0.00	21,421.80	19,619.10	0.00	19,619.10
RECEIPTS OVER [UNDER] DISBURSEMENTS	(19196.19)	2225.61	21421.80	(18619.10)	902.70	19,521.80
CASH JANUARY 1	19,521.80	19,521.80	0.00	18,619.10	18,619.10	0.00
CASH DECEMBER 31	\$325.61	\$21,747.41	\$21,421.80	\$0.00	\$19,521.80	\$19,521.80
GARNER COVERT MEMORIAL FUND						
RECEIPTS						
Interest	\$800.00	\$704.09	(\$95.91)	\$800.00	\$790.35	(\$9.65)
Total receipts	800.00	704.09	(95.91)	800.00	790.35	(9.65)
DISBURSEMENTS						
Other	5,572.87	2,366.06	3,206.81	4,862.52	80.00	4,782.52
Total disbursements	5,572.87	2,366.06	3,206.81	4,862.52	80.00	4,782.52
RECEIPTS OVER [UNDER] DISBURSEMENTS	(4,772.87)	(1,661.97)	3,110.90	(4,062.52)	710.35	4,772.87
CASH JANUARY 1	16,772.87	16,772.87	0.00	16,062.52	16,062.52	0.00
CASH DECEMBER 31	\$12,000.00	\$15,110.90	\$3,110.90	\$12,000.00	\$16,772.87	\$4,772.87
LOCAL EMERGENCY PREPAREDNESS FUND						
RECEIPTS						
Intergovernmental	\$10,300.00	\$7,197.32	(\$3,102.68)	\$10,163.35	\$9,973.90	(\$189.45)
Interest	600.00	871.26	271.26	500.00	857.76	357.76
Other	100.00		(100.00)			
Total receipts	11,000.00	8,068.58	(2931.42)	10,663.35	10,831.66	168.31
DISBURSEMENTS						
L.E.P.C. expenses	29,500.24	2,899.53	26,600.71	23,289.50	4,957.57	18,331.93
Total disbursements	29,500.24	2,899.53	26,600.71	23,289.50	4,957.57	18,331.93
RECEIPTS OVER [UNDER] DISBURSEMENTS	(18,500.24)	5,169.05	23,669.29	(12,626.15)	5,874.09	18,500.24
CASH JANUARY 1	18,500.24	18,500.24	0.00	12,626.15	12,626.15	0.00
CASH DECEMBER 31	\$0.00	\$23,669.29	\$23,669.29	\$0.00	\$18,500.24	\$18,500.24

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

TEXAS COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 BUDGET AND ACTUAL - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31

	2002			2001		
	Budget	Actual	Variance Favorable [Unfavorable]	Budget	Actual	Variance Favorable [Unfavorable]
DOMESTIC VIOLENCE VICTIM FUND						
RECEIPTS						
Charges for services	\$2,250.00	\$2,108.00	(\$142.00)	\$1,800.00	\$2,305.00	\$505.00
Interest	750.00	676.69	(73.31)	700.00	817.95	117.95
Total receipts	3,000.00	2,784.69	(215.31)	2,500.00	3,122.95	622.95
DISBURSEMENTS						
Shelters for victims of violence	19,430.54	9,205.00	10,225.54	19,162.59	3,355.00	15,807.59
Total disbursements	19,430.54	9,205.00	10,225.54	19,162.59	3,355.00	15,807.59
RECEIPTS OVER [UNDER] DISBURSEMENTS	(16,430.54)	(6,420.31)	10,010.23	(16,662.59)	(232.05)	16,430.54
CASH JANUARY 1	16,430.54	16,430.54	0.00	16,662.59	16,662.59	0.00
CASH DECEMBER 31	\$0.00	\$10,010.23	\$10,010.23	\$0.00	\$16,430.54	\$16,430.54
TEXAS CO HISTORICAL MILITARY MUSEUM FUND						
RECEIPTS						
Interest	\$265.00	\$525.85	\$260.85	\$25.00	\$281.38	\$256.38
Other	7,512.90	8,106.90	594.00	1,613.33	5,549.23	3,935.90
Total receipts	7,777.90	8,632.75	854.85	1,638.33	5,830.61	4,192.28
DISBURSEMENTS						
Museum operations	13,558.19	4,434.03	9,124.16	6,623.18	4,945.17	1,678.01
Total disbursements	13,558.19	4,434.03	9,124.16	6,623.18	4,945.17	1,678.01
RECEIPTS OVER [UNDER] DISBURSEMENTS	(5,780.29)	4,198.72	9,979.01	(4,984.85)	885.44	5,870.29
CASH JANUARY 1	6,665.29	6,665.29	0.00	5,779.85	5,779.85	0.00
CASH DECEMBER 31	\$885.00	\$10,864.01	\$9,979.01	\$795.00	\$6,665.29	\$5,870.29
ELECTION SERVICES FUND						
RECEIPTS						
Charges for services	\$3,300.00	\$4,467.95	\$1,167.95	\$3,200.00	\$3,745.35	\$545.35
Interest	200.00	380.79	180.79	100.00	237.77	137.77
Total receipts	3,500.00	4,848.74	1,348.74	3,300.00	3,983.12	683.12
DISBURSEMENTS						
Elections	11,242.96	3,932.00	7,310.96	7,059.84	0.00	7,059.84
Total disbursements	11,242.96	3,932.00	7,310.96	7,059.84	0.00	7,059.84
RECEIPTS OVER [UNDER] DISBURSEMENTS	(7742.96)	916.74	8659.70	(3759.84)	3,983.12	7,742.96
CASH JANUARY 1	7,742.96	7,742.96	0.00	3,759.84	3,759.84	0.00
CASH DECEMBER 31	\$0.00	\$8,659.70	\$8,659.70	\$0.00	\$7,742.96	\$7,742.96

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

TEXAS COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 BUDGET AND ACTUAL - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31

	2002			2001		
	Budget	Actual	Variance Favorable [Unfavorable]	Budget	Actual	Variance Favorable [Unfavorable]
COLLECTOR'S TAX MAINTENANCE FUND						
RECEIPTS						
Charges for services	\$1,605.11	\$1,605.11	\$0.00			
Interest	4.83	4.83	0.00			
Total receipts	1,609.94	1,609.94	0.00			
DISBURSEMENTS						
County Collector	1,250.00	1,073.88	176.12			
Total disbursements	1,250.00	1,073.88	176.12			
RECEIPTS OVER [UNDER] DISBURSEMENTS	359.94	536.06	176.12			
CASH JANUARY 1	0.00	0.00	0.00			
CASH DECEMBER 31	\$359.94	\$536.06	\$176.12			
HABILITATION SERVICES						
RECEIPTS						
Property and financial inst. taxes	\$141,300.00	\$113,135.58	(\$28,164.42)	\$101,000.00	\$134,508.24	\$33,508.24
Interest	2,000.00	1,515.47	(484.53)	2000.00	1615.64	(384.36)
Total receipts	143,300.00	114,651.05	(28648.95)	103000.00	136123.88	33123.88
DISBURSEMENTS						
Office expenses	2,455.00	1,938.98	516.02	2100.00	4671.99	(2571.99)
Contract services	135,000.00	135,000.00	0.00	134000.00	139000.00	(5000.00)
Total disbursements	137,455.00	136,938.98	516.02	136100.00	143671.99	(7571.99)
RECEIPTS OVER [UNDER] DISBURSEMENTS	5845.00	(22287.93)	(28132.93)	(33100.00)	(7548.11)	25551.89
CASH JANUARY 1	78568.94	78568.94	0.00	86117.05	86117.05	0.00
CASH DECEMBER 31	\$84,413.94	\$56,281.01	(\$28,132.93)	\$53,017.05	\$78,568.94	\$25,551.89

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

TEXAS COUNTY, MISSOURI
 COMPARATIVE STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 BUDGET AND ACTUAL - VARIOUS FUNDS
 YEAR ENDED DECEMBER 31

	2002			2001		
	Budget	Actual	Variance Favorable [Unfavorable]	Budget	Actual	Variance Favorable [Unfavorable]
CIRCUIT COURT - LAW LIBRARY FUND						
RECEIPTS						
Intergovernmental	\$4,000.00	\$4,860.00	\$860.00	\$4,860.00	\$4,050.00	(\$810.00)
Interest	100.00	36.98	(63.02)	140.00	84.58	(55.42)
Total receipts	4,100.00	4,896.98	796.98	5000.00	4134.58	(865.42)
DISBURSEMENTS						
Law library	4,000.00	4,010.00	(10.00)	5000.00	4583.90	416.10
Total disbursements	4,000.00	4,010.00	(10.00)	5000.00	4583.90	(449.32)
RECEIPTS OVER [UNDER] DISBURSEMENT	100.00	886.98	786.98	0.00	(449.32)	(449.32)
CASH JANUARY 1	7,301.82	7,301.82	0.00	7751.14	7751.14	0.00
CASH DECEMBER 31	\$7,401.82	\$8,188.80	\$786.98	\$7,751.14	\$7,301.82	(\$449.32)
TEXAS CO HEALTH CENTER FUND						
RECEIPTS						
Property taxes	\$139,521.00	\$113,135.58	(\$26,385.42)	\$125,000.00	\$134,508.24	\$9,508.24
Intergovernmental	276,308.00	334,631.80	58323.80	244445.00	256977.38	12532.38
Charges for services	15,800.00	18,892.50	3092.50	18200.00	17668.00	(532.00)
Interest	10,000.00	9,395.93	(604.07)	9000.00	10564.80	1564.80
Other	17,040.00	27,142.20	10102.20	15060.00	11393.71	(3666.29)
Total receipts	458,669.00	503,198.01	44529.01	411705.00	431112.13	19407.13
DISBURSEMENTS						
Salaries and fringe benefits	381,100.00	369,953.63	11146.37	348400.00	335390.25	13009.75
Office expenditures	51,685.00	43,267.01	8417.99	47955.00	53916.66	(5961.66)
Equipment and maintenance	5,000.00	19,242.48	(14242.48)	5000.00	3234.83	1765.17
Mileage and training	11,600.00	12,409.21	(809.21)	12100.00	11574.19	525.81
Other expenses	9,000.00	11,751.23	(2751.23)	8400.00	7282.02	1117.98
Total disbursements	458,385.00	456,623.56	1,761.44	421,855.00	411,397.95	10,457.05
RECEIPTS OVER [UNDER] DISBURSEMENT	284.00	46,574.45	46,290.45	(10,150.00)	19,714.18	29,864.18
CASH JANUARY 1	154,566.82	154,566.82	0.00	134,852.64	134,852.64	0.00
CASH DECEMBER 31	\$154,850.82	\$201,141.27	\$46,290.45	\$124,702.64	\$154,566.82	\$29,864.18

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

TEXAS COUNTY, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 YEARS ENDED DECEMBER 31, 2002, AND 2001

1. Summary of Significant Accounting Policies

A. Reporting Entity and Basis of Presentation

The accompanying special-purpose financial statements present the receipts, disbursements, and changes in cash of various funds of Texas 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, or the Habilitation Services Board. The General Revenue Fund is the county's 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.

B. Basis of Accounting

The financial statements are prepared on the cash receipts and cash disbursements basis of accounting; accordingly, amounts are recognized when received or disbursed in cash. This basis of accounting differs from accounting principles generally accepted in the United States of America, 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.

C. 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:

<u>Fund</u>	<u>Year Ended December 31,</u>
Circuit Clerk Interest Fund	2002 and 2001
Associate Circuit Division Interest Fund	2002 and 2001
CDBG Block Grant Fund	2001

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

<u>Fund</u>	<u>Year Ended December 31,</u>
Law Library Fund	2002
Habilitation Services Fund	2001

TEXAS COUNTY, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 YEARS ENDED DECEMBER 31, 2002, AND 2001

1. Summary of Significant Accounting Policies - Continued

D. 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:

<u>Fund</u>	<u>Year Ended December 31,</u>
Habilitation Services Fund	2002 and 2001
Texas Co. Health Center	2002 and 2001
Circuit Clerk Interest Fund	2002 and 2001
Assoc. Circuit Division Interest Fund	2002 and 2001
Law Library Interest Fund	2002 and 2001

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 depository 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 had not adopted such a policy.

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 cash deposits. 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.

The financial statements do not include the cash balances of the Ex Officio County Collector, who collects and distributes property taxes as an agent for various local governments. However, for the purpose of these risk disclosures, the Ex Officio County

TEXAS COUNTY, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 YEARS ENDED DECEMBER 31, 2002, AND 2001

2. Cash - Continued

Collector's cash balances are included since collateral securities to cover amounts not covered by federal depository insurance are pledged to the county rather than to specific county officials.

At December 21, 2002 and 2001 bank balances were secured as follows:

	<u>Year</u>	<u>FDIC Insurance</u>	<u>Fair Market Value Securities Pledged</u>	<u>Total Bank Balance</u>
Texas County	2001	\$100,000.00	\$1,107,095.66	\$1,207,095.66
	2002	\$100,000.00	\$1,468,566.45	\$1,568,566.45
Health Center	2001	\$100,000.00	\$ 58,020.98	\$ 158,020.98
	2002	\$100,000.00	\$ 121,953.46	\$ 221,953.46
Habilitation Services	2001	\$ 78,568.94		\$ 78,568.94
	2002	\$ 56,281.01		\$ 56,281.01

Texas County's, the Habilitation Services Board's and the Health Center Board's bank balances including certificates of deposit at December 31, 2002 and 2001 were covered, as indicated above, by federal depository insurance and collateral securities pledged by the depository bank and held by independent banks but not in the county's or board's name.

3. CART Funds

Various citizens have demonstrated a concern regarding Texas County's handling of CART funds. On May 22, 2003 the Missouri Ethics Commission determined that the CART funds are being properly monitored and distributed by the county.

TEXAS COUNTY, MISSOURI
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED DECEMBER 31,

Federal Grantor Pass-through Grantor Program Title	Federal CFDA Number	Pass-Through Entity Identification Number	2002 Expenditures	2001 Expenditures
U.S. Department of Agriculture				

Passed-through Missouri				
Office of Administration				
Schools and Roads - Grants to States	10.665	Not Applicable	\$101,253.12	\$15,239.72
Department of Health				
Special Supplemental Nutrition Program (WIC)	10.557	ERS045-1208		60,564.99
Special Supplemental Nutrition Program (WIC)	10.557	ERS045-2208	64,202.46	19,674.70
Special Supplemental Nutrition Program (WIC)	10.557	ERS045-3208	20,338.88	
Summer Food Service Program for Children	10.559	ERS146-22081	300.00	
Department of Social Services				
Food Distribution	10.550	Not Applicable	689.25	549.70
U.S. Department of the Interior				

Direct Program				
Payment in Lieu of Tax - National Forest	15.000	Not Applicable	46,775.00	43,241.00
U.S. Department of Housing and Urban Development				

Passed-through Missouri				
Department of Economic Development				
Community Development Block Grants	14.228	99-PF-09		111,045.14
U.S. Department of Justice				

Direct Program				
Equitable Sharing of Seized and Forfeited Property	16.000	Not Applicable	16,946.82	1,935.30
Passed-through Missouri				
Department of Public Safety				
Local Law Enforcement Block Grant Program	16.592	2000-LBG-086		7,967.70
Sheriff's Meth-Amphetamine Relief Team				
MO-Smart Program	16.580	SD2002-13	32,518.69	

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

TEXAS COUNTY, MISSOURI
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED DECEMBER 31,

Federal Grantor Pass-through Grantor Program Title	Federal CFDA Number	Pass-Through Entity Identification Number	2002 Expenditures	2001 Expenditures

U.S. Department of Transportation				

Passed-through Missouri				
Highway and Transportation Commission Highway Planning and Construction	20.205	BRO-107(7)	418,615.37	7,329.54
Department of Public Safety Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	HMEP	1,228.18	
General Services Administration				

Passed-through Missouri				
Office of Administration Donation of Federal Surplus Personal Property	39.003	Not Applicable		1,490.08
U.S. Department of Health & Human Services				

Passed-through Missouri				
Department of Social Services Child Support Enforcement	93.563	Not Applicable	4,510.77	4,781.69
Department of Health Immunization Grants	93.268	Not Applicable	29,952.49	20,742.96
Daycare consultant and Inspections	93.575	PGA067-2208S	1,390.00	1,980.00
Daycare consultant and Inspections	93.575	PGA067-2208C	1,095.00	200.00
Comprehensive Breast and Cervical Cancer Early Detection Progr	93.919	ERS16110040		14,578.76
Comprehensive Breast and Cervical Cancer Early Detection Progr	93.919	ERS16120072	15,552.86	5,997.79
Comprehensive Breast and Cervical Cancer Early Detection Progr	93.919	ERS16130009	3,925.84	
Maternal and Child Health Services	93.994	ERS146-1208M	23,548.14	23,869.16
Maternal and Child Health Block Grants to States	93.994	Not Applicable	281.97	1,338.48
Comprehensive Family Planning Services	93.994	ERS175-1208F		3,378.45
Comprehensive Family Planning Services	93.994	ERS175-2076F	3,144.30	702.45
Comprehensive Family Planning Services	93.994	ERS175-3077F	3,009.00	
Regional Public Health Emergency Planning and Response	93.288	AOC0338042	54,194.25	
TOTAL FEDERAL AWARDS			\$843,472.39	\$346,607.61
			=====	=====

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

TEXAS COUNTY, MISSOURI
NOTES TO SUPPLEMENTARY SCHEDULE
YEARS ENDED DECEMBER 31, 2002, AND 2001

1. Summary of Significant Accounting Policies

A. 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 Texas County, Missouri.

B. Basis of Presentation

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

Federal financial assistance - means assistance that nonfederal 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 nonfederal 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.

C. Basis of Accounting

Except as noted below, the schedule is presented on the cash receipts and cash disbursements method of accounting, which recognized amounts only when disbursed in cash.

TEXAS COUNTY, MISSOURI
 NOTES TO SUPPLEMENTARY SCHEDULE
 YEARS ENDED DECEMBER 31, 2002, AND 2001

1. Summary of Significant Accounting Policies - Continued

C. Basis of Accounting - Continued

The following amounts are included on the schedule of federal awards and represent non cash sources of federal financial assistance.

<u>CFDA No.</u>	<u>2002</u> <u>Amount</u>	<u>2001</u> <u>Amount</u>	<u>Description</u>
10.550	\$689.25	\$549.70	Food commodities consumed
16.000	\$16,946.82	\$1,935.30	County's share of seized monies or property
39.003		\$1,490.08	Donation of federal surplus personal property
93.268	\$29,952.49	\$20,742.96	Original acquisition cost of vaccines purchased by the Centers for Disease Control
93.994	\$281.97	\$1,338.48	Original acquisition cost of vaccines received through the State Department of Health

2. Sub recipients

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

FEDERAL AWARDS- SINGLE AUDIT SECTION

AMB

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

To the County Commission and
Officeholders of Texas County, Missouri

Compliance

We have audited the compliance of Texas 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 years ended December 31, 2002 and 2001. The county's major 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 the county's management. Our responsibility is to express an opinion on the county's compliance based on our audit.

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

In our opinion, Texas 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 years ended December 31, 2002 and 2001. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying Schedule of Findings and Questioned Costs as finding number 02-1.

Internal Control Over Compliance

The management of Texas 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 the county'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 the internal control over compliance in accordance with OMB Circular A-133.

We noted a certain matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the county's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts, and grants. The reportable condition is described in the accompanying Schedule of Findings and Questioned Costs as finding number 02-1.

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 the 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. Our consideration of the internal control over compliance 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 do not believe that the reportable condition described above is a material weakness.

This report is intended for the information and use of the management of Texas County, Missouri; federal awarding agencies and pass-through entities; and other applicable government officials. However, pursuant to Section 29.270, RSMo 2000, this report is a matter of public record and its distribution is not limited.

Original Signed by Auditor

A. M. Barnhart, P.C.
Certified Public Accountant

Houston, Missouri
May 23, 2003

TEXAS COUNTY, MISSOURI
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 (INCLUDING MANAGEMENT'S PLAN FOR CORRECTIVE ACTION)
 YEARS ENDED DECEMBER 31, 2002 AND 2001

Section I-Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weakness(es) identified? Yes X No

Reportable condition(s) identified not considered to be material weaknesses? Yes X None reported

Noncompliance material to financial statements noted? Yes X No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? Yes X No

Reportable condition(s) identified not considered to be material weaknesses? X Yes None reported

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

Any audit findings disclosed that are required to be reported in accordance with Section .510(a) of Circular A-133? X Yes No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
10.665	Schools and Roads - Grants to States
10.557	Special Supplemental Nutrition Program
14.228	Community Development Block Grants
20.205	Highway Planning and Construction

Dollar threshold used to distinguish between type A and type B programs: \$300,000.00

Auditee qualified as low-risk auditee? Yes X No

MANAGEMENT ADVISORY REPORT SECTION

TEXAS COUNTY, MISSOURI
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 (INCLUDING MANAGEMENT'S PLAN FOR CORRECTIVE ACTION)-CONTINUED
 YEARS ENDED DECEMBER 31, 2002 AND 2001

Section II--Financial Statement Findings

This section includes no audit findings that Government Auditing Standards requires to be reported for an audit of financial statements.

Section III--Federal Award Findings and Questioned Costs

This section includes the audit finding that Section .510(a) of OMB Circular A-133 requires to be reported for an audit of federal awards.

02-1	Schedule of Expenditures of Federal Awards	Federal
Grantor:	U.S. Department of Agriculture	
Pass-Through Grantor:	Office of Administration	
Federal CFDA Number:	10.557	
Program Title:	Special Supplemental Nutrition Program	
Pass-Through Entity Identifying No.	ERS045-1208, ERS045-2208, and ERS045-3208	
Award Years:	2002 and 2001	
Questioned Costs:	Not applicable	
Federal Grantor:	U.S. Department of Agriculture	
Pass-Through Grantor:	Department of Social Services	
Federal CFDA Number:	10.550	
Program Title:	Food Distribution	
Pass-Through Entity Identifying No.	Not applicable	
Award Years:	2002 and 2001	
Questioned Costs:	Not applicable	
Federal Grantor:	U.S. Department of Justice	
Pass-Through Grantor:	Direct Program	
Federal CFDA Number:	16.000	
Program Title:	Equitable Sharing of Seized/Forfeited Property	
Pass-Through Entity Identifying No.	Not applicable	
Award Years:	2002	
Questioned Costs:	Not applicable	
Federal Grantor:	U.S. Department of Justice	
Pass-Through Grantor:	Sheriff's Meth-Amphetamine Relief Team	
Federal CFDA Number:	16.580	
Program Title:	MO-Smart Program	
Pass-Through Entity Identifying No.	SD2002-13	
Award Years:	2002	
Questioned Costs:	Not applicable	

TEXAS COUNTY, MISSOURI
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 (INCLUDING MANAGEMENT'S PLAN FOR CORRECTIVE ACTION) - CONTINUED
 YEARS ENDED DECEMBER 31, 2002 AND 2001

Federal Grantor:	U.S. Department of Transportation
Pass-Through Grantor:	Highway and Transportation Commission
Federal CFDA Number:	20.205
Program Title:	Highway Planning and Construction
Pass-Through Entity Identifying No.	BRO-107(7)
Award Years:	2001
Questioned Costs:	Not applicable
Federal Grantor:	U.S. Department of Transportation
Pass-Through Grantor:	Department of Public Safety
Federal CFDA Number:	20.703
Program Title:	Interagency Hazardous Materials Public Sector Training and Planning Grants
Pass-Through Entity Identifying No.	HMEP
Award Years:	2002
Questioned Costs:	Not applicable
Federal Grantor:	General Services Administration
Pass-Through Grantor:	Office of Administration
Federal CFDA Number:	39.003
Program Title:	Donation of surplus personal property
Pass-Through Entity Identifying No.	Not applicable
Award Years:	2001
Questioned Costs:	Not applicable
Federal Grantor:	U.S. Department of Health and Human Serv.
Pass-Through Grantor:	Department of Social Services
Federal CFDA Number:	93.563
Program Title:	Child Support Enforcement
Pass-Through Entity Identifying No.	Not applicable
Award Years:	2002 and 2001
Questioned Costs:	Not applicable
Federal Grantor:	U.S. Department of Health and Human Serv.
Pass-Through Grantor:	Department of Health
Federal CFDA Number:	93.268
Program Title:	Immunization Grants
Pass-Through Entity Identifying No.	Not applicable
Award Years:	2002 and 2001
Questioned Costs:	Not applicable
Federal Grantor:	U.S. Department of Health and Human Serv.
Pass-Through Grantor:	Department of Health
Federal CFDA Number:	93.575
Program Title:	Daycare consultant and Inspections
Pass-Through Entity Identifying No.	PGA067-2208S and PGA067-2208C
Award Years:	2002 and 2001
Questioned Costs:	Not applicable

TEXAS COUNTY, MISSOURI
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 (INCLUDING MANAGEMENT'S PLAN FOR CORRECTIVE ACTION) - CONTINUED
 YEARS ENDED DECEMBER 31, 2002 AND 2001

Federal Grantor:	U.S. Department of Health and Human Serv.
Pass-Through Grantor:	Department of Health
Federal CFDA Number:	93.919
Program Title:	Comprehensive Breast and Cervical Cancer Early Detection Program
Pass-Through Entity Identifying No.	ERS16110040, ERS16120072 and ERS16130009
Award Years:	2002 and 2001
Questioned Costs:	Not applicable
Federal Grantor:	U.S. Department of Health and Human Serv.
Pass-Through Grantor:	Department of Health
Federal CFDA Number:	93.994
Program Title:	Maternal and Child Health Services
Pass-Through Entity Identifying No.	ERS146-1208M
Award Years:	2002 and 2001
Questioned Costs:	Not applicable
Federal Grantor:	U.S. Department of Health and Human Serv.
Pass-Through Grantor:	Department of Health
Federal CFDA Number:	93.994
Program Title:	Maternal and Child Health Block Grants
Pass-Through Entity Identifying No.	Not applicable
Award Years:	2002 and 2001
Questioned Costs:	Not applicable
Federal Grantor:	U.S. Department of Health and Human Serv.
Pass-Through Grantor:	Department of Health
Federal CFDA Number:	93.994
Program Title:	Comprehensive Family Planning Services
Pass-Through Entity Identifying No.	ERS175-1208F, ERS175-2076F, and ERS175-3077F
Award Years:	2002 and 2001
Questioned Costs:	Not applicable
Federal Grantor:	U.S. Department of Health and Human Serv.
Pass-Through Grantor:	Department of Health
Federal CFDA Number:	93.288
Program Title:	Regional Public Health Emergency Planning and Response
Pass-Through Entity Identifying No.	AOC0338042
Award Years:	2002
Questioned Costs:	Not applicable

TEXAS COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(INCLUDING MANAGEMENT'S PLAN FOR CORRECTIVE ACTION) - CONTINUED
YEARS ENDED DECEMBER 31, 2002 AND 2001

Section .310(b) of Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, requires the auditee to prepare a schedule of expenditures of federal awards (SEFA) for the period covered by the auditee's financial statements. The county is required to submit the schedule of expenditures of federal awards to the State Auditor's Office as a part of the annual budget.

The county does not have procedures in place to track federal awards for preparation of the SEFA. For the years ended December 31, 2002 and 2001, the county's SEFA contained numerous errors and omissions for programs listed above. For example, expenditures relating to several federal grants were not included on the schedules. Other programs reported did not include the required pass-through grantor's number or the Catalog of Federal Domestic Assistance (CFDA) number. In addition, some programs were reported incorrectly, and in total, expenditures were understated by \$30,154.82 and \$14,769.74 for 2002 and 2001, respectively.

Without an accurate SEFA, federal financial activity may not be audited and reported in accordance with federal audit requirements which could result in future reductions of federal funds.

WE RECOMMEND the County Clerk prepare a complete and accurate schedule of expenditures of federal awards.

AUDITEE'S RESPONSE AND PLAN FOR CORRECTIVE ACTION

This is yet another unfunded mandate of the federal government. This is also another additional duty assigned to the county clerk's office. The county clerk will encourage all boards and elected officials to work with him to insure that the required report is completed with all needed information. I would recommend the state auditor inform all elected officials and county boards of the need to supply this information in a timely fashion to the officer in charge of preparing the SEFA report. A complete listing from the state auditor of all federal programs that need to be included in this report is also suggested.

TEXAS COUNTY, MISSOURI
FOLLOW-UP ON PRIOR AUDIT FINDINGS FOR AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Texas County's audit report issued for the two years ended December 31, 2000, included no audit findings that *Government Auditing Standards* requires to be reported for an audit of financial statements.

TEXAS COUNTY, MISSOURI
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
IN ACCORDANCE WITH OMB CIRCULAR A-133

Section .315 of OMB Circular A-133 requires the auditee to prepare a Summary Schedule of Prior Audit Findings to report the status of all findings that are relative to federal awards and included in the prior audit report's Schedule of Findings and Questioned Costs. The summary schedule also must include findings reported in the prior audit's Summary Schedule of Prior Audit Findings, except those listed as corrected, no longer valid, or not warranting further action.

Section .500(e) of OMB Circular A-133 requires the auditor to follow up on these prior audit findings; to perform procedures to assess the reasonableness of the Summary Schedule of Prior Audit Findings; and to report, as a current year finding, when the auditor concludes that the schedule materially misrepresents the status of any prior findings.

Texas County's audit report issued for the two years ended December 31, 2000, included no audit findings that Section .510(a) of OMB Circular A-133 requires to be reported for an audit of federal awards.

TEXAS COUNTY, MISSOURI
MANAGEMENT ADVISORY REPORT - AUDITOR'S FINDINGS

We have audited the special-purpose financial statements of various funds of Texas County, Missouri, as of and for the years ended December 31, 2002 and 2001, and have issued our report thereon dated May 23, 2003. We also have audited the compliance of Texas 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 years ended December 31, 2002 and 2001, and have issued our report thereon dated May 23, 2003.

Our audit was conducted in accordance with applicable standards contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and included such procedures as we considered necessary in the circumstances. In this regard, we reviewed accounting and bank records and other pertinent documents and interviewed various personnel of the county.

Because the Texas County Memorial Hospital is audited and separately reported on by other independent auditors, the related fund is not presented in the special-purpose financial statements. However, we reviewed their audit report for the years ended December 31, 2002 and 2001.

Our audit was limited to the specific matters described in the preceding paragraphs and was based on selective tests and procedures considered appropriate in the circumstances. Had we performed additional procedures, other information might have come to our attention that would have been included in this report.

The accompanying Management Advisory Report presents our findings arising from our audit of the special-purpose financial statements referred to above. In addition, this report includes findings other than those, if any, reported in the accompanying Schedule of Findings and Questioned Costs. These findings resulted from our audit of the special-purpose financial statements of Texas County but do not meet the criteria for inclusion in the written report on compliance and on internal control over financial reporting that is required for an audit performed in accordance with *Government Auditing Standards*.

1. County Budgets and Financial Reporting

A. The approved budget documents for several county funds (including those prepared by elected officials) did not adequately reflect the anticipated financial condition for the two years ended December 31, 2002. Expenditures were budgeted to use substantially all available resources. For example, the anticipated ending cash balance for the Revenue Fund for December 31, 2002 was projected at \$65,132.92, while the actual ending cash balance was \$318,172.70. In addition, for most of the smaller county funds the budgets project ending balances of zero while the actual ending balances are substantially higher.

To be of maximum assistance to the county and to adequately inform the public, the budgets should accurately reflect the anticipated receipts, expenditures and ending cash balance. The practice of routinely budgeting to spend the majority of all available resources decreases the effectiveness of the budget as a management planning tool and as a control over expenditures.

Similar conditions have been noted in prior audit reports.

B. Formal budgets were not prepared or obtained for various county funds for the years ended December 31, 2002 and 2001. Chapter 50, RSMo 2000, requires the preparation of annual budgets for all funds to present a complete financial plan for the ensuing year. By preparing or obtaining budgets for all county funds and activities, the County Commission is able to more effectively evaluate all county financial resources.

C. Actual disbursements exceeded the budgeted amounts in various funds as follows:

Law Library Fund	December 31, 2002
Habilitation Services Fund	December 21, 2001

It was ruled in *State ex rel. Strong v. Cribb*, 364 Mo. 1122, 273 SW2d 246(1954), that county officials are required to strictly comply with the county budget laws. If there are valid reasons which necessitate excess disbursements, budget amendments should be made following the same process by which the annual budget is approved, including holding public hearings and filing the amended budget with the State Auditor's office. In addition, Section 50.622, RSMo 2000, provides that counties may amend the annual budget during any year in which the county receives additional funds which could not be estimated when the budget was adopted and that the county shall follow the same procedures required for adoption of the annual budget to amend its budget.

D. Annual published financial statements of the county did not include the financial activity of various funds as follows:

<u>Fund</u>	<u>Year Ended December 31,</u>
Habilitation Services Fund	2002 and 2001
Texas Co. Health Center	2002 and 2001
Circuit Clerk Interest Fund	2002 and 2001
Assoc. Circuit Division Interest Fund	2002 and 2001
Law Library Interest Fund	2002 and 2001

Section 50.800, RSMo 2000, provides that the financial statements are required to show receipts or revenues, disbursements or expenditures, and beginning and ending balances for all county funds. For the published financial statements to adequately inform the citizens of the county's financial activities, all monies received and disbursed the county should be included. by

WE RECOMMEND the County Commission:

- A. Estimate receipts and disbursements much more closely to the anticipated actual amounts so that the budget documents present a reasonable estimate of the county's financial plan and actual estimated ending cash balances.
- B. Ensure that budgets are prepared or obtained for all county funds.
- C. Refrain from authorizing disbursements in excess of budgeted amounts. If valid reasons necessitate excess disbursements the original budget should be formally amended and filed with the State Auditor's office.
- D. Ensure financial information for all county funds is properly reported in the annual published financial statements.

AUDITEE'S RESPONSE

- A. *We disagree as we have in past audits.*

The General Revenue Fund budgets expense items that are solely controlled by the County Commission and the Budget Officer. Funds are budgeted in case expenditures are needed during the year, however, if the County can operate without them this means an unnecessary expenditure and an increased ending fund balance. [Example: As budget officer, I usually recommend a budget amount of between \$20,000 to \$30,000 be set aside to pay for criminal cost. For 2003 only \$10,000 was set aside, and now the County is faced with expenses exceeding \$30,000 for a retrial ordered by the state.] Revenues are not always estimated as close as possible due to numerous unknown revisions that the federal and state governments may change during the fiscal year. If additional revenue is received above budgeted amounts this will cause a larger ending balance. This was the case in our 2002 General Revenue budget. We received more revenue than was budgeted.

The smaller funds are budgeted for the total allowable expenditures so that elected officials and or department heads will have available the maximum funds if needed. This is done mainly because the needed expenditures are not always known and or decided prior to completion of the county budget. The County Commission and Budget Officer has little or no control over the expenditures of these special funds. The general assembly needs to eliminate these special funds and direct all revenue into the General Revenue Fund. Thus, if all funds are available, the elected official does not have to ask the County Commission and the Budget Officer to amend said budget during the fiscal year.

In the past, working the county budget in this manner has provided a stable budget process. The county has always given the general public the opportunity to comment and inspect the county budget. If county residents have questions regarding this matter, they are welcome to meet with the county's budget officer to review the budget or budgeting process.

- B. *We agree.*

*However, the public needs to know that the County Commission and Budget Officer are not at fault. Elected officials and or department heads including judges have willing refused to prepare budgets for some public funds. Nothing short of filing suit for neglect of duty will ever resolve this matter. The only other hope in obtaining these budgets is when different people hold these offices or positions. It should be noted that the County Commission took a **bold** step in 2002 by requiring all funds and accounts that use the county's federal identification number to have a budget. This step forced the County Commission to instruct banks to remove the county's federal identification number from some accounts. The known balances of these funds would not greatly impact the budgeting process for the county.*

C. We agree.

However, the two funds that had actual disbursements that exceeded budgeted expenditures are not included in the funds under the control of the budget officer or the county treasurer. The budget officer will inform the two boards that oversee these public funds of the laws dealing with amending budgets during a fiscal year and the information they need to provide the county commission and the state auditor.

D. We agree

*The County Clerk has **volunteered** to prepare the county's financial statement for the past twenty-five years and will continue to request timely information from various boards, and officials to be included in the annual financial report. If the information is not supplied, it cannot be properly included in the financial statement report. The County Clerk once again encourages the Missouri General Assembly to revise the state law dealing with the annual publication of the county financial statement for third class counties. The current law is a **huge waste** of county funds. A balance sheet of all funds that are published by municipal units, school boards and counties of the first and second class should be the format used by third class counties.*

TEXAS COUNTY, MISSOURI
FOLLOW-UP ON PRIOR AUDIT FINDINGS

In accordance with *Government Auditing Standards*, this section reports the auditor's follow-up on action taken by Texas County, Missouri on special-purpose financial statement findings in the Management Advisory Report (MAR) of the county's audit report issued for the two years ended December 31, 2000. The prior recommendations which have not been implemented, but are considered significant, are repeated in the current MAR.

1. Budgetary Practices:

- A. Approved budget documents provided for expenditure of all funds within certain smaller funds and budgeted revenues and expenditures varied greatly from actual activity.
- B. Formal budgets were not prepared for various county funds.
- C. The annual financial statements of the county did not include the financial activity of some county funds as required.

Recommendation:

- A. Estimate receipts and disbursements as closely as possible to the anticipated actual amounts so that the budget documents present a reasonable estimate of the county's financial plan and ending cash balances.
- B. Ensure budgets are prepared or obtained for all county funds.
- C. Ensure financial information for all county funds is properly reported in the annual financial statements.

Status:

A, B, AND C not implemented - See MAR finding number 1.