



**SUSAN MONTEE, JD, CPA**  
**Missouri State Auditor**

To the County Commission  
and  
Officeholders of Mississippi County, Missouri

The Office of the State Auditor is responsible under Section 29.230, RSMo, for auditing certain operations of Mississippi County, and issues a separate report of that audit. In addition, the Office of the State Auditor has contracted for an audit of the county's financial statements for the year ended December 31, 2007, through the state Office of Administration, Division of Purchasing and Materials Management. A copy of this audit, performed by Charles Buchanan, CPA, PC, Certified Public Accountants, is attached.

A handwritten signature in cursive script that reads "Susan Montee".

Susan Montee, CPA  
State Auditor

May 2009  
Report No. 2009-49

**MISSISSIPPI COUNTY, MISSOURI**  
**BASIC FINANCIAL STATEMENTS**  
**TOGETHER WITH INDEPENDENT AUDITOR'S REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2007**

**Prepared By:**

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**MISSISSIPPI COUNTY, MISSOURI  
BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2007**

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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  
Mississippi County, Missouri

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Mississippi County, Missouri ("the County") as of and for the year ended December 31, 2007, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on the financial statements based on our audit.

Except as discussed below, 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 financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed fully in Note 1, these financial statements were prepared using accounting practices prescribed or permitted by Missouri Law, which differ from the accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effect of the matters discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the governmental activities, each major fund and the aggregate remaining fund information of Mississippi County, Missouri, as of December 31, 2007, or the respective changes in financial position for the year then ended.

In our opinion, the financial statements referred to above present fairly, in all material respects, the statement of net assets-cash basis and statement of activities-cash basis of the County, and comparisons of such information with the corresponding budgeted information for various funds of the County as of and for the year ended December 31, 2007, on the basis of accounting discussed in Note 1.

In accordance with *Government Auditing Standards*, we have also issued a report dated August 15, 2008 on our consideration of the Town's internal control structure over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal controls over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in conjunction with this report in considering the results of our audit.

The County has not presented the management's discussion and analysis as required by GASB 34, *Basic Financial Statements - Management's Discussion and Analysis - for State and Local Governments*, that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be a part of, the basic financial statements.

The budgetary comparison information on page 10 is not a required part of the financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. 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 Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the County. The schedule of expenditures of federal awards and the combining and individual non-major funds financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Charles Buchanan, CPA, P.C.

St. Louis, Missouri

August 15, 2008

## **BASIC FINANCIAL STATEMENTS**

**Mississippi County, Missouri**  
**Governmentwide Statement of Net Assets-Variou Funds**  
**Cash Basis**  
**As of December 31, 2007**

| <u>Assets</u>                 | <u>Governmental<br/>Activities</u> |
|-------------------------------|------------------------------------|
| Cash                          | \$ 788,147                         |
| Investments                   | -                                  |
| Restricted assets-cash        | 1,485,064                          |
| Restricted assets-investments | -                                  |
| <b>Total assets</b>           | <b><u><u>2,273,211</u></u></b>     |

| <u>Net assets</u>                               |                                   |
|---|-----------------------------------|
| Invested in capital assets, net of related debt | -                                 |
| Unreserved                                      | 788,147                           |
| Reserved  | 1,485,064                         |
| <b>Total net assets</b>                         | <b><u><u>\$ 2,273,211</u></u></b> |

See independent auditor's report and notes to the financial statements.

**Mississippi County, Missouri**  
**Statement of Activities-Variou Funds**  
**Cash Basis**  
**For the year ended December 31, 2007**

|   | <u>Expenditures</u> | <u>Program Revenues</u>         |   |   | <u>Net<br/>(expenditures)<br/>revenue-<br/>changes in net<br/>assets</u> |
|---|---------------------|---------------------------------|---|---|--|
|   |                     | <u>Charges for<br/>Services</u> | <u>Operating<br/>Grants and<br/>Contributions</u> | <u>Capital<br/>Grants and<br/>Contributions</u> |  |
| <b>Primary Government</b>                   |                     |                                 |   |   |  |
| <b>Governmental Activities</b>              |                     |                                 |   |   |  |
| General county government                   | (1,327,408)         | \$ 216,257                      | \$ -  | \$ -  | \$ (1,111,151)   |
| Road & bridge                               | (864,475)           | 28,001                          | -   | -   | (836,474)  |
| Health and welfare                          | (240,833)           | 65,448                          | 51,792  | -   | (123,593)  |
| Property valuation, assessments & recording | (239,013)           | 8,676                           | -   | -   | (230,337)  |
| Administration of justice & law             | (2,029,444)         | 78,934                          | 159,332   | -   | (1,791,178)  |
| Capital outlay                              | (370,470)           | -                               | -   | 370,470   | -  |
| Debt services                               | (416,714)           | -                               | -   | -   | (416,714)  |
| <b>Total Governmental Activities</b>        | <u>(5,488,357)</u>  | <u>397,316</u>                  | <u>211,124</u>                                    | <u>370,470</u>                                  | <u>(4,509,447)</u>   |
| <b>Business-type activities</b>             |                     |                                 |   |   |  |
| Water/sewer                                 | -                   | -                               | -   | -   | -  |
| Housing                                     | -                   | -                               | -   | -   | -  |
| Sanitation                                  | -                   | -                               | -   | -   | -  |
| Total business-type activities              | -                   | -                               | -   | -   | -  |
| <b>Total primary government</b>             | <u>(5,488,357)</u>  | <u>397,316</u>                  | <u>211,124</u>                                    | <u>370,470</u>                                  | <u>(4,509,447)</u>   |

**General revenues:**

**Taxes:**

|                            |           |
|----------------------------|-----------|
| Property & other taxes     | 1,167,404 |
| Sales tax                  | 1,590,628 |
| Intergovernmental revenues | 1,637,108 |
| Investment income          | 105,031   |
| Miscellaneous              | 195,771   |

**Total general revenues and transfers**

|                              |                     |
|------------------------------|---------------------|
|                              | <u>4,695,942</u>    |
| <b>Changes in net assets</b> | <b>186,495</b>      |
| Beginning net assets         | 2,086,716           |
| <b>Ending net assets</b>     | <b>\$ 2,273,211</b> |

**Mississippi County, Missouri**  
**Reconciliation of Total Fund Balances to Total Net Assets**  
**Various Funds-Cash Basis**  
**for the year ended December 31, 2007**

**Balance Sheet - Governmental Funds -Total Fund Balances-Cash Basis** \$ 2,273,211

Amounts reported for governmental activities of the statement of net assets are different because:

Capital assets used in fund level statements are expensed upon use of financial resources to construct or acquire them.

Capital assets for entity-wide statements are recognized as assets that are extinguished via depreciation charged over the life of the asset.

**Capital assets, net of accumulated depreciation** -

Long-term debt uses current financial resources to pay off the principle portion and related interest expense. For entity-wide statements, the unpaid principle portion is recognized as a future obligation to be repaid over time.

**Long-term debt** -

**Accrued interest** -

**Subtotal** -

**Government-wide Statement of Net Assets--Total Net Assets-Cash Basis** \$ 2,273,211

**Mississippi County, Missouri**  
**Reconciliation of Changes in Net Assets**  
**Various Funds-Cash Basis**  
**For the year ended December 31, 2007**

|  |                   |
|--|-------------------|
| <b>Excess of revenues and other sources over (under) expenditures and other uses - Statement of Revenues, Expenditures, and Changes in Fund Balances-Governmental Funds-Cash Basis</b> | <b>\$ 186,495</b> |
|--|-------------------|

Bond proceeds are reported as financing sources in governmental funds financial statements thus contributed to the net change in fund balance. In the statement of net assets, however, issuing debt increases long term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds financial statements, but reduces the liability in the statement of net assets

|                             |   |
|-----------------------------|---|
| <b>Debt issued</b>          | - |
| <b>Principle payments</b>   | - |
| <b>Compensated absences</b> | - |
| <b>Interest expense</b>     | - |

|  |                   |
|--|-------------------|
| <b>Government-wide Statement of Activities--Changes in net assets - Governmental Activities-Cash Basis</b> | <b>\$ 186,495</b> |
|--|-------------------|

**Mississippi County, Missouri**  
**Statement of Fiduciary Net Assets**  
**Various Funds-Cash basis**  
**As of December 31, 2007**

| <u><b>Assets</b></u>                       | <u><b>Agency Funds</b></u>        |
|--|-----------------------------------|
| Cash                                       | \$ -                              |
| Cash-restricted                            | 5,055,775                         |
| Investments                                | -                                 |
| <b>Total assets</b>                        | <u><u><b>5,055,775</b></u></u>    |
|  |                                   |
| <u><b>Liabilities</b></u>                  |                                   |
| Due to agencies and political subdivisions | 4,945,013                         |
| Due to other funds                         | -                                 |
| Due to others                              | 110,762                           |
| <b>Total liabilities</b>                   | <u><u><b>\$ 5,055,775</b></u></u> |

See independent auditor's report and notes to the financial statements.

**Mississippi County, Missouri**  
**Combined Balance Sheet-Governmental Funds**  
**Various Funds-Cash Basis**  
**As of December 31, 2007**

|                               | <b>Major Funds</b>      |                                   |                                    |   |   |
|-------------------------------|-------------------------|-----------------------------------|------------------------------------|---|---|
| <b>Assets</b>                 | <b>General<br/>Fund</b> | <b>Road &amp;<br/>Bridge Fund</b> | <b>Law<br/>Enforcement<br/>Tax</b> | <b>Non-Major<br/>Governmental<br/>Funds</b> | <b>Total<br/>Governmental<br/>Funds</b> |
| Cash                          | \$ 788,147              | \$ -                              | \$ -                               | \$ -  | \$ 788,147                              |
| Investments                   | -                       | -                                 | -                                  | -   | -                                       |
| Restricted assets-cash        | -                       | 500,842                           | 13,543                             | 970,679                                     | 1,485,064                               |
| Restricted assets-investments | -                       | -                                 | -                                  | -   | -                                       |
| <b>Total assets</b>           | <b>788,147</b>          | <b>500,842</b>                    | <b>13,543</b>                      | <b>970,679</b>                              | <b>2,273,211</b>                        |
| <b>Fund balance</b>           |                         |                                   |                                    |   |   |
| Reserved for debt services    | -                       | -                                 | -                                  | -   | -                                       |
| Unreserved                    | 788,147                 | 500,842                           | 13,543                             | 970,679                                     | 1,485,064                               |
| Reserved                      | -                       | -                                 | -                                  | -   | 788,147                                 |
| <b>Total fund balances</b>    | <b>\$ 788,147</b>       | <b>\$ 500,842</b>                 | <b>\$ 13,543</b>                   | <b>\$ 970,679</b>                           | <b>\$ 2,273,211</b>                     |

See independent auditor's report and notes to the financial statements.

**Mississippi County, Missouri**  
**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Fund-Variou Funds-Cash Basis**  
**For the year ended December 31, 2007**

|  | <b>Major Funds</b>      |                                   |                                    |   |   |
|--|-------------------------|-----------------------------------|------------------------------------|---|---|
|  | <b>General<br/>Fund</b> | <b>Road &amp;<br/>Bridge Fund</b> | <b>Law<br/>Enforcement<br/>Tax</b> | <b>Non-Major<br/>Governmental<br/>Funds</b> | <b>Total<br/>Governmental<br/>Funds</b> |
| <b>Revenues</b>  |                         |                                   |                                    |   |   |
| Property & other taxes   | \$ 433,078              | \$ 460,777                        | \$ -                               | \$ 273,549                                  | \$ 1,167,404                            |
| Sales taxes  | 909,217                 | 41                                | 454,229                            | 227,141                                     | 1,590,628                               |
| Charges for services   | 197,012                 | 28,001                            | 61,416                             | 110,887                                     | 397,316                                 |
| Investment income  | 38,905                  | 21,683                            | 75                                 | 44,368                                      | 105,031                                 |
| Intergovernmental  | 97,298                  | 412,476                           | 1,161,065                          | 547,863                                     | 2,218,702                               |
| Miscellaneous  | 35,895                  | 8,835                             | 131,973                            | 19,068                                      | 195,771                                 |
| <b>Total revenues</b>  | <b>1,711,405</b>        | <b>931,813</b>                    | <b>1,808,758</b>                   | <b>1,222,876</b>                            | <b>5,674,852</b>                        |
| <b>Expenditures</b>  |                         |                                   |                                    |   |   |
| General county government  | 757,724                 | -                                 | -                                  | 408,313                                     | 1,166,037                               |
| Road & bridge  | -                       | 803,868                           | -                                  | 60,607                                      | 864,475                                 |
| Health and welfare   | 15,798                  | -                                 | -                                  | 225,035                                     | 240,833                                 |
| Property valuation, assessment & recording   | 53,100                  | -                                 | -                                  | 185,913                                     | 239,013                                 |
| Administration of justice & law  | 260,472                 | -                                 | 1,934,768                          | 204,674                                     | 2,399,914                               |
| <b>Capital outlay:</b>   |                         |                                   |                                    |   |   |
| Property, equipment, & buildings   | -                       | -                                 | -                                  | -   | -                                       |
| <b>Debt service:</b>   |                         |                                   |                                    |   |   |
| Principal  | -                       | 22,530                            | 300,850                            | 5,000                                       | 328,380                                 |
| Interest and paying agent fee  | -                       | 2,916                             | 78,850                             | 6,568                                       | 88,334                                  |
| <b>Total expenditures</b>  | <b>1,087,094</b>        | <b>829,314</b>                    | <b>2,314,468</b>                   | <b>1,096,110</b>                            | <b>5,326,986</b>                        |
| <b>Excess deficiency of revenues over (under) expenditures</b>                       | <b>624,311</b>          | <b>102,499</b>                    | <b>(505,710)</b>                   | <b>126,766</b>                              | <b>347,866</b>                          |
| <b>Other financing sources (uses):</b>   |                         |                                   |                                    |   |   |
| Proceeds from loan   | -                       | -                                 | -                                  | -   | -                                       |
| Transfer in  | -                       | -                                 | 502,500                            | 59,230                                      | 561,730                                 |
| Transfer out   | (546,705)               | -                                 | -                                  | (176,396)                                   | (723,101)                               |
| Insurance proceeds   | -                       | -                                 | -                                  | -   | -                                       |
| Sale of capital assets   | -                       | -                                 | -                                  | -   | -                                       |
| <b>Total other financing sources (uses)</b>  | <b>(546,705)</b>        | <b>-</b>                          | <b>502,500</b>                     | <b>(117,166)</b>                            | <b>(161,371)</b>                        |
| <b>Excess of revenues and other sources over (under) expenditures and other uses</b> | <b>77,606</b>           | <b>102,499</b>                    | <b>(3,210)</b>                     | <b>9,600</b>                                | <b>186,495</b>                          |
| Fund balances, beginning of year   | 710,541                 | 398,343                           | 16,753                             | 961,079                                     | 2,086,716                               |
| <b>Fund balances, end of year</b>  | <b>\$ 788,147</b>       | <b>\$ 500,842</b>                 | <b>\$ 13,543</b>                   | <b>\$ 970,679</b>                           | <b>\$ 2,273,211</b>                     |

See independent auditor's report and notes to the financial statements.

**REQUIRED SUPPLEMENTAL INFORMATION**

Mississippi County, Missouri  
 Budgetary Comparison Schedule- Major Funds  
 Various Funds-Cash Basis  
 For the year ended December 31, 2007

|   | General Fund      |                   |                   |                                     | Road & Bridge Fund |                   |                   |                                     | Law Enforcement Tax Fund |                  |                  |                                     |
|---|-------------------|-------------------|-------------------|-------------------------------------|--------------------|-------------------|-------------------|-------------------------------------|--------------------------|------------------|------------------|-------------------------------------|
|   | Budgeted Amounts  |                   |                   | Variance with Final Budget Positive | Budgeted Amounts   |                   |                   | Variance with Final Budget Positive | Budgeted Amounts         |                  |                  | Variance with Final Budget Positive |
|   | Original          | Final             | Actual            | (Negative)                          | Original           | Final             | Actual            | (Negative)                          | Original                 | Final            | Actual           | (Negative)                          |
| <b>Revenues:</b>  |                   |                   |                   |                                     |                    |                   |                   |                                     |                          |                  |                  |                                     |
| Property & other taxes  | \$ 400,000        | \$ 400,000        | \$ 433,078        | \$ 33,078                           | \$ 420,000         | \$ 420,000        | \$ 460,777        | \$ 40,777                           | \$ -                     | \$ -             | \$ -             | \$ -                                |
| Sales taxes   | 800,000           | 800,000           | 909,217           | 109,217                             | -                  | -                 | 41                | 41                                  | 400,000                  | 400,000          | 454,229          | 54,229                              |
| Charges for services  | 178,000           | 178,000           | 197,012           | 19,012                              | 52,500             | 52,500            | 28,001            | (24,499)                            | 54,300                   | 54,300           | 61,416           | 7,116                               |
| Intergovernmental   | 106,550           | 106,550           | 38,905            | (67,645)                            | 402,050            | 402,050           | 412,476           | 10,426                              | 1,267,000                | 1,267,000        | 1,161,065        | (105,935)                           |
| Investment income   | 15,000            | 15,000            | 97,298            | 82,298                              | 5,000              | 5,000             | 21,683            | 16,683                              | 800                      | 800              | 75               | (725)                               |
| Miscellaneous   | 36,334            | 36,334            | 35,895            | (439)                               | -                  | -                 | 8,835             | 8,835                               | 127,500                  | 127,500          | 131,973          | 4,473                               |
| <b>Total revenue</b>  | <b>1,535,884</b>  | <b>1,535,884</b>  | <b>1,711,405</b>  | <b>175,521</b>                      | <b>879,550</b>     | <b>879,550</b>    | <b>931,813</b>    | <b>52,263</b>                       | <b>1,849,600</b>         | <b>1,849,600</b> | <b>1,808,758</b> | <b>(40,842)</b>                     |
| <b>Expenditures:</b>  |                   |                   |                   |                                     |                    |                   |                   |                                     |                          |                  |                  |                                     |
| General county government   | 835,834           | 835,140           | 757,724           | 77,416                              | -                  | -                 | -                 | -                                   | -                        | -                | -                | -                                   |
| Road & bridge   | -                 | -                 | -                 | -                                   | 849,875            | 855,450           | 803,868           | 51,582                              | -                        | -                | -                | -                                   |
| Health and welfare  | 26,111            | 26,111            | 15,798            | 10,313                              | -                  | -                 | -                 | -                                   | -                        | -                | -                | -                                   |
| Property valuation assessment & recording                                     | 53,670            | 53,670            | 53,100            | 570                                 | -                  | -                 | -                 | -                                   | -                        | -                | -                | -                                   |
| Administration of justice & law   | 295,836           | 291,636           | 260,472           | 31,164                              | -                  | -                 | -                 | -                                   | 1,949,016                | 1,949,016        | 1,934,768        | 14,248                              |
| <b>Capital outlay:</b>  |                   |                   |                   |                                     |                    |                   |                   |                                     |                          |                  |                  |                                     |
| Property, equipment, & buildings  | -                 | -                 | -                 | -                                   | 36,000             | 36,000            | -                 | 36,000                              | -                        | -                | -                | -                                   |
| <b>Debt service:</b>  |                   |                   |                   |                                     |                    |                   |                   |                                     |                          |                  |                  |                                     |
| Principal   | -                 | -                 | -                 | -                                   | -                  | -                 | 22,530            | (22,530)                            | -                        | -                | 300,850          | (300,850)                           |
| Interest and paying agent fee   | -                 | -                 | -                 | -                                   | -                  | -                 | 2,916             | (2,916)                             | 379,700                  | 379,700          | 78,850           | 300,850                             |
| <b>Total expenditures</b>   | <b>1,211,451</b>  | <b>1,206,557</b>  | <b>1,087,094</b>  | <b>119,463</b>                      | <b>885,875</b>     | <b>891,450</b>    | <b>829,314</b>    | <b>62,136</b>                       | <b>2,328,716</b>         | <b>2,328,716</b> | <b>2,314,468</b> | <b>14,248</b>                       |
| <b>Excess of revenues over (under) expenditures</b>                           | <b>324,433</b>    | <b>329,327</b>    | <b>624,311</b>    | <b>294,984</b>                      | <b>(6,325)</b>     | <b>(11,900)</b>   | <b>102,499</b>    | <b>114,399</b>                      | <b>(479,116)</b>         | <b>(479,116)</b> | <b>(505,710)</b> | <b>(26,594)</b>                     |
| <b>Other financing sources (uses):</b>  |                   |                   |                   |                                     |                    |                   |                   |                                     |                          |                  |                  |                                     |
| Proceeds from loan  | -                 | -                 | -                 | -                                   | -                  | -                 | -                 | -                                   | -                        | -                | -                | -                                   |
| Transfer in   | -                 | -                 | -                 | -                                   | -                  | -                 | -                 | -                                   | 462,500                  | 462,500          | 502,500          | 40,000                              |
| Transfer out  | (490,667)         | (533,167)         | (546,705)         | (13,538)                            | -                  | -                 | -                 | -                                   | -                        | -                | -                | -                                   |
| Insurance proceeds  | -                 | -                 | -                 | -                                   | -                  | -                 | -                 | -                                   | -                        | -                | -                | -                                   |
| Sale of capital assets  | -                 | -                 | -                 | -                                   | -                  | -                 | -                 | -                                   | -                        | -                | -                | -                                   |
| <b>Total other financing sources (uses)</b>                                   | <b>(490,667)</b>  | <b>(533,167)</b>  | <b>(546,705)</b>  | <b>(13,538)</b>                     | <b>-</b>           | <b>-</b>          | <b>-</b>          | <b>-</b>                            | <b>462,500</b>           | <b>462,500</b>   | <b>502,500</b>   | <b>40,000</b>                       |
| Excess of revenues and other sources over (under) expenditures and other uses | (166,234)         | (203,840)         | 77,606            | 281,446                             | (6,325)            | (11,900)          | 102,499           | 114,399                             | (16,616)                 | (16,616)         | (3,210)          | 13,406                              |
| <b>Fund balances, beginning of year</b>                                       | <b>710,541</b>    | <b>710,541</b>    | <b>710,541</b>    | <b>-</b>                            | <b>398,343</b>     | <b>398,343</b>    | <b>398,343</b>    | <b>-</b>                            | <b>16,753</b>            | <b>16,753</b>    | <b>16,753</b>    | <b>-</b>                            |
| <b>Fund balances, end of year</b>   | <b>\$ 544,307</b> | <b>\$ 506,701</b> | <b>\$ 788,147</b> | <b>\$ 281,446</b>                   | <b>\$ 392,018</b>  | <b>\$ 386,443</b> | <b>\$ 500,842</b> | <b>\$ 114,399</b>                   | <b>\$ 137</b>            | <b>\$ 137</b>    | <b>\$ 13,543</b> | <b>\$ 13,406</b>                    |

See independent auditor's report and notes to the financial statements.

## **NOTES TO THE FINANCIAL STATEMENTS**

# MISSISSIPPI COUNTY, MISSOURI

## Notes to the Financial Statements

December 31, 2007

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Reporting Entity and Basis of Presentation

The funds presented are established under statutory or administrative authority, and their operations are under the control of the County Commissioners, an elected county officials.. 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.

B. Basis of Accounting

The financial statements are prepared on the cash 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. Those principles 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.

Management has not recorded capital assets or depreciation expense in the governmental activities as mandated by the Government Accounting Standards Board Statement (GASB) No. 34. Accounting principles generally accepted in the United States of America require asset capitalization and depreciation over the asset's estimated useful life and reported as a direct expense of each associated functional activity, which would increase capital assets, net assets, and expenses, and changes in net assets reported in the governmental and business-type activities. The County is required to report assets and liabilities, such as taxes receivables, allowance for bad debt, compensated absences, and long-term debt, such as bonds, capital leases, and certificates of participation, on the full accrual basis as opposed to the cash basis which is another comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The amount by which these departures would affect the related financial statements is not determinable.

A major fund is any fund whose assets, liabilities, revenues, or expenditures constitute ten percent(10%) or more of the total for the Governmental fund type and five percent (5%) of the total for the Governmental type and the Business fund type, combined. A government that reports only governmental funds need only apply the 10% test; this condition applied to Mississippi County for the year ended December 31, 2007. Financial information is most useful when each major fund is presented separately rather than when fund combination are reported, such as aggregation of the Prosecuting Attorney, Drug Enforcement, Sheriff's Criminal Forfeiture, Sheriff's Criminal Restitution, and special-purpose fund into a special revenue fund type. GASB-34 financial reporting model requires the presentation of individual fund data for each of the major funds of the County.

The County maintains Fiduciary funds to account for assets held in a trustee capacity or as an agent on behalf of others. Agency funds account for assets the County holds for others in an agency capacity, such as property taxes collected for other political subdivisions and the assets of special benefit road districts. Fiduciary and Agency cash and investment balances are classified as Fiduciary Funds (Agency) under GASB-34 standards.

The County maintains trust accounts, where amounts for individuals subject to County guardianship are routinely deposited. The County holds cash balances as an agent and fund custodian. The Mississippi Public Administrator's accounts are classified as Fiduciary Funds (Agency) under GASB-34.

# MISSISSIPPI COUNTY, MISSOURI

## Notes to the Financial Statements

December 31, 2007

### NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### 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.

Section 50.740, RSMo, prohibits expenditures in excess of the approved budgets. Expenditures did not exceed budgeted amounts.

#### D. Published Financial Statements

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

### NOTE 2. Cash

Disclosures are provided below to comply with Statement No. 40 of the Governmental Accounting Standards Board, *Deposits and Investment Risk Disclosures*. 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

In addition to depositing in demand deposits, political subdivisions such as counties have authority under Section 67.085, RSMo, to place excess funds in certificates of deposit. To protect the safety of County deposits, Section 110.020, RSMo, requires depositories to pledge collateral securities to secure deposits not insured by the Federal Deposit Insurance Corporation (FDIC). The securities must be of the types specified by Section 30.270, RSMo, for the collateralization of the state funds held by either the County or a financial institution other than the depository bank. Section 67.085 RSMo, also requires certificates of deposit to be insured by the FDIC for 100 percent of their principal and accrued interest. Custodial credit risk is the risk that, if a depository bank fails, Mississippi County will not be able to recover its deposits or recover collateral securities that are in an outside party's possession.

The County's deposits at December 31, 2007 were not exposed to custodial credit risk because they were entirely covered by federal depository insurance or by collateral securities held by the County's custodial banks in the County's name.

The 911 Emergency Service Board's deposits at December 31, 2007 were not exposed to custodial credit risk because they were entirely covered by federal depository insurance or by collateral securities held by a correspondent bank in the Board's name.

#### Investments

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 has adopted such a policy.

# MISSISSIPPI COUNTY, MISSOURI

## Notes to the Financial Statements

December 31, 2007

**NOTE 3. Long-Term Debt Obligations**

Mississippi County signed a lease purchase agreement with the Missouri Public Facilities Authority dated October 1, 2001 in the original amount of \$2,845,000. The Authority loaned \$2,845,000 to Mississippi County for twelve years at a range of annual interest rates between 2.25% to 4.20% per annum. The note will mature on August 1, 2012. The purpose and activities of the Issuer are those permitted under the Missouri Nonprofit Corporation Act, Chapter 355 of the Revised Statutes of Missouri. Mississippi County issued insured leasehold revenue bonds, series 2001, for the purpose of refunding certain insured leasehold revenue bonds that had been issued to provide funds to finance the cost of constructing and equipping a new juvenile detention center.

Mississippi County signed a lease purchase agreement with the Missouri Public Facilities Authority dated July 1, 1997 in the original amount of \$585,000. The Authority loaned \$585,000 to Mississippi County for fourteen years at a range 3.85% to 5.00% per annum. The note will mature on August 1, 2012. The purpose and activities of the Issuer are those permitted under the Missouri Nonprofit Corporation Act, Chapter 355 of the Revised Statutes of Missouri. Mississippi County issued insured leasehold revenue bonds, series 1997, to provide funds to finance the cost of constructing and equipping a new juvenile detention center.

Mississippi County issued Drainage District Improvement Bonds, Series 1999 for Drainage District No. 23 of Mississippi County, dated June 4, 1999 in the original amount of \$165,000. Drainage District No. 23 of Mississippi County loaned \$165,000 to Mississippi County for twenty years at a range of annual interest rates in the range 3.40% to 5.25% per annum. The note will mature on March 1, 2019. The purpose and activities of the Issuer are those permitted under the Chapter 243 of the Revised Statutes of Missouri, 1990, as amended ( the "Drainage District Bond Law"). Mississippi County issued Drainage District Bond, series 1999, for the purpose of providing funds to finance the cost of construction of Drainage District No. 23 improvements.

Mississippi County entered a noncancellable capital lease for rental, maintenance and repair services for a Daewoo Solar 300 LC-5 Excavator from Citizens Bank dated March 18, 2004, in the original amount of \$112,650. Citizens Bank loaned \$112,650 to Mississippi County for six years at an implicit interest rate of 10.58% per annum. The note will mature on March 18, 2009. The lease requires 72 monthly payments at \$2,120. The schedule for the future minimum lease payments under the lease at December 31, 2007 are listed below.

|            | Insured<br>Leasehold<br>Revenue Bonds,<br>Series 2001 | Insured<br>Leasehold<br>Revenue Bonds,<br>Series 1997 | Principle Payments<br>Drainage<br>District<br>Improvement<br>Bonds, Series<br>1999 | Capital<br>Lease<br>Dawoo<br>Excavator | Total               |
|------------|---|---|--|--|---------------------|
| 2008       | \$ 260,000  | \$ 40,000   | \$ 10,000  | \$ 22,530                              | \$ 332,530          |
| 2009       | 270,000   | 45,000  | 10,000   | 22,530                                 | 347,530             |
| 2010       | 285,000   | 45,000  | 10,000   |  | 340,000             |
| 2011       | 295,000   | 50,000  | 10,000   |  | 355,000             |
| 2012       | 305,000   | 50,000  | 10,000   |  | 365,000             |
| Thereafter |   | 75,000  |  |  | 75,000              |
| Total      | <u>\$ 1,415,000</u>                                   | <u>\$ 305,000</u>                                     | <u>\$ 50,000</u>   | <u>\$ 45,060</u>                       | <u>\$ 1,815,060</u> |

**MISSISSIPPI COUNTY, MISSOURI**

**Notes to the Financial Statements**

**December 31, 2007**

**NOTE 4. RETIREMENT PLANS**

**Missouri Local Government Employees Retirement Systems (LAGERS)**

The following information is presented in accordance with the Governmental Accounting Standards Board Statement 27 (GASB 27), "Accounting for Pensions by State and Local Governmental Employees":

**A. Plan Description**

Mississippi County participates in the Missouri Local Government Employees Retirement System (LAGERS), an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for local government entities in Missouri. LAGERS is a defined benefit pension plan, which provides retirement, disability, and death benefits to plan members and beneficiaries.

LAGERS was created and is governed by statute, Section RSMo 70.600-70.755. As such, it is the system's responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401 (a) and is tax exempt. The Missouri Local Government Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LAGERS, P.O. 1665, Jefferson City, Missouri 65102 or by calling 1-800-447-4334.

**B. Funding Status**

Mississippi County's full-time employees contribute 4% of gross pay to the pension plan. The political subdivision is required to contribute at an actuarially determined rate; the current rate is 0.3% (general), 2.9% (police) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the political subdivision. The contribution provisions of the political subdivision are established by state statute.

**C. Annual Pension Cost**

For 2007, the political subdivision's annual pension cost of \$81,442 was equal to the required and actual contribution. The required contribution was determined as part of the February 28, 2005 and/or February 28, 2006 annual actuarial valuation using the entry age actuarial cost method. The actuarial assumptions as of February 28, 2007 included (a) a rate of return on the investment of present and future assets of 7.5% per year, compounded annually, (b) projected salary increases of 4.0% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 6.0% per year, depending on age and division, attributable to seniority/merit, (d) pre-retirement mortality based on the RP-2000 Combined Healthy Table set back zero years for men and zero Years for women and (e) post-retirement mortality based on the 1971 Group Annuity Mortality Table projected to 2000 set back 1 year for men and 7 years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period at February 28, 2007 was 15 years.

| Three Year Trend Information |                                 |                                     |                              |
|------------------------------|---------------------------------|-------------------------------------|------------------------------|
| Fiscal Year<br>Ending        | Annual<br>Pension Cost<br>(APC) | Percentage<br>of APC<br>Contributed | Net<br>Pension<br>Obligation |
| 06/30/05                     | \$ 216,714                      | 100%                                | \$ -                         |
| 06/30/06                     | 82,097                          | 100%                                | -                            |
| 06/30/07                     | 81,442                          | 100%                                | -                            |

**MISSISSIPPI COUNTY, MISSOURI**

**Notes to the Financial Statements**

**December 31, 2007**

**NOTE 4. RETIREMENT PLANS (continued)**

| <b>Schedule of Funding Progress</b> |                                  |                                      |   |                     |                             |
|-------------------------------------|----------------------------------|--------------------------------------|---|---------------------|-----------------------------|
| Actuarial Valuation Date            | (a)<br>Actuarial Value of Assets | (b)<br>Entry Age Actuarial Liability | (b-a)<br>Unfunded Accrued Liability (UAL) | (a/b)<br>Fund Ratio | ©<br>Annual Covered Payroll |
| 02/28/05                            | \$ 1,799,042                     | \$ 1,194,668                         | \$ (604,374)                              | 151%                | \$ 1,571                    |
| 02/28/06                            | 1,969,445                        | 1,304,671                            | (664,774)                                 | 151%                | 1,578                       |
| 02/08/27                            | 2,217,272                        | 1,454,469                            | (762,803)                                 | 152%                | 1,599                       |

Note: The above assets and actuarial accrued liabilities do not include the assets and present value of benefits associated with the Benefit and Casualty Reserve Funds. The actuarial assumptions were changed in conjunction with the February 28, 2006 annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

**County Employees Retirement Fund (CERF)**

The County Employees Retirement Fund was established by the State of Missouri to provide pension benefits for County officials and employees.

**1. Plan Description**

The Retirement Fund is a cost-sharing multiple employer defined benefit pension plan covering any county elected or appointed officer or employee whose performance requires the actual performance of duties during not less than (1,000) one thousand hours per calendar year in each county of the state, except for any city not within a county, and any county of the first classification having a charter form of government. It does not include county prosecuting attorneys covered under section 56.800 to 56.840, RSMo, circuit clerks and deputy circuit clerks covered under the Missouri State Retirement System and County Sheriffs covered under sections 57.949 to 57.997, RSMo. The general administration and responsibility for the proper operation and investment of the fund are vested in a nine-person board of directors.

**2. Pension Benefits**

Any member who has attained the age of sixty-two (62) years may retire with normal annuity with eight or more years of creditable service as a county employee. Benefits are available no earlier than January 1, 1997. The normal annuity of a retired member, not also a member of the Local Government Employee's Retirement System, who served as an employee of a county shall be equal to one and one-half percent of the average final compensation of the retired member multiplied by the number of years of creditable service of the retired member, except that the annual annuity shall not exceed fifty percent of the member's average final compensation. The normal annuity of a member who is also a member of the Local Government Employee's Retirement System shall be equal to one percent of the average final compensation of the retired member multiplied by the number of years of creditable service. Members are always 100% vested in their own contributions. The County Employees' Retirement Fund has issued audited financial statements for the year ended December 31, 2006. Copies of this audit report may be obtained from the Board of Directors of CERF by writing to CERF, P.O. Box 2271, Jefferson City, MO 65102-2271 or by calling 573-632-9203.

**3. Funding Policy**

Contributions for CERF are provided by revenues collected by the counties, and for those employees not in LAGERS, a 2% salary employee contribution. The revenues collected, minus employee contributions, are considered employer contribution. These collections are stated by statute and are equivalent to the required contribution.

## **SUPPLEMENTAL REPORTS**

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**Certified Public Accountants**  
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**charlesbuchanan8@aol.com**

**Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards**

Honorable Commissioners of  
Mississippi County, Missouri

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of various funds – cash basis of Mississippi County, Missouri, (“the County”) as of and for the year ended December 31, 2007, which collectively comprise the County’s basic financial statements and have issued our report thereon dated August 15, 2008. We issued an adverse opinion in our report on the governmental activities because the County did not capitalize infrastructure and other capital assets; did not report depreciation expense for those assets over their estimated useful lives, did not report compensated absences or allowance for doubtful accounts. Except as discussed in the preceding sentence, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

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

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

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

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

**Compliance and Other Matters**

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

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

**Charles Buchanan, CPA, PC**  
St. Louis, Missouri  
August 15, 2008

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**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**

Honorable Commissioners of  
Mississippi County, Missouri

We have audited the compliance of Mississippi County, Missouri, ("the County") 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, 2007. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of 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, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2007.

**Internal Control Over Compliance**

The management of Mississippi County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

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

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

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

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

**Charles Buchanan, CPA, PC**  
St. Louis, Missouri  
August 15, 2008

**Mississippi County, Missouri**  
**Schedule of Expenditures of Federal Awards**  
**For the year ended December 31, 2007**

| <u>Federal Grantor/Pass-Through Grantor/Program Title</u>                                 | <u>Federal<br/>CFDA<br/>Number</u> | <u>Grant ID<br/>Number</u> | <u>Federal Share<br/>of Expenditures</u> |
|---|------------------------------------|----------------------------|--|
| <b><u>U.S. Department of Housing and Urban Development</u></b>                            |                                    |                            |  |
| Passed through State:   |                                    |                            |  |
| Department of Economic Development-Community Development Block Grants/<br>State's Program | 14.228                             | 2003-PF-639                | \$ 370,470                               |
| <b><u>U.S. Department of Justice</u></b>  |                                    |                            |  |
| Passed through:   |                                    |                            |  |
| State Department of Public Safety   |                                    |                            |  |
| Juvenile Justice and Delinquency Prevention-allocation to State                           | 16.540                             | AOCO1380212                | 126,435                                  |
| Missouri Sheriffs' Association-Domestic Cannabis Eradication/Suppression Program          | 16.000                             |                            |  |
| Title V Delinquency Prevention Program  | 16.548                             | 2005-JJTF-01               | 20,277                                   |
| Title V Delinquency Prevention Program  | 16.548                             | 2007-JJTF-02               | 5,863                                    |
| <b><u>General Services Administration</u></b>   |                                    |                            |  |
| Passed through the Office of Secretary of State   |                                    |                            |  |
| Election Reform Payments  | 39.011                             |                            | 6,757                                    |
| <b><u>U.S. Department of Health and Human Services</u></b>                                |                                    |                            |  |
| Passed through:   |                                    |                            |  |
| Department of Social Services-  |                                    |                            |  |
| Child Support Enforcement   | 93.563                             |                            | 26,472                                   |
| Administration for Children & Families  | 93.667                             |                            | 25,320                                   |
| <b>Total Expenditures of Federal Awards</b>   |                                    |                            | <b><u>\$ 581,594</u></b>                 |

**Note-Basis of Presentation:**

The accompanying schedule of expenditures of federal awards is presented on the modified cash basis of accounting. The information in this schedule is presented in accordance with the requirement of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of basic financial statements.

**Mississippi County, Missouri  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2007**

**Section 1 - Summary of Auditor's Results**

Financial Statements

Type of auditor's report issued: Adverse

Internal control over financial reporting:

Material weakness(es) identified?  Yes  No

Significant deficiencies identified that are not considered to be material weakness(es)? None reported

Noncompliance material to financial statements noted?  Yes  No

Federal Awards

Internal control over major programs:

Material weakness(es) identified?  Yes  No

Reportable condition(s) identified that is (are) not considered to be a material weakness(es)? 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?  Yes  No

Identification of major programs:

**Major Programs**  
**CFDA Number**

**Program Title**

14.228 Community Development Block Grant

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

Auditee qualified as a low-risk auditee?  Yes  No

**Section II – Financial Statement Findings**

There were no reportable financial statement findings.

**Section III – Federal Award Findings and Questioned Costs**

Federal Award Findings required to be reported in Accordance with Generally Accepted Government Auditing Standards  
**None.**

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

The prior audit report issued for the year ended December 31, 2006, included audit findings that *Government Auditing Standards* require to be reported for an audit of financial statements.

Finding: 06-01    Billing Procedures.  
Status:            Implemented.

**MISSISSIPPI 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.

The prior audit report issued for the two year ended December 31, 2006, included no audit findings that Section .510(a) of OMB Circular A-133 requires to be reported for an audit of federal awards.

**SUPPLEMENTAL INFORMATION**

Mississippi County, Missouri  
 Combining Balance Sheet-Variou Funds-Cash Basis  
 Non-Major Governmental Funds  
 For the year ended December 31, 2007

|                               | Assessment Fund  | Drug Court Grant Fund | Law Enforcement Training Fund | Prosecuting Atty Training Fund | Prosecuting Atty Delinquent Sales Tax Fund | Recorder User Fee | Prosecuting Atty Bad Check Fund | 911 Emergency Fund | Contingency Fund | Johnson Grass Fund | Law Enforcement Restitution Fund | Law Enforcement Block Grant Fund | Capital Improvement Sales Tax Fund | Recorders Technology Fund | Victims of Domestic Violence | CDBG Water District Grant Fund | Subtotal          |
|-------------------------------|------------------|-----------------------|-------------------------------|--------------------------------|--|-------------------|---------------------------------|--------------------|------------------|--------------------|----------------------------------|----------------------------------|------------------------------------|---------------------------|------------------------------|--------------------------------|-------------------|
| <b>Assets</b>                 |                  |                       |                               |                                |  |                   |                                 |                    |                  |                    |                                  |                                  |                                    |                           |                              |                                |                   |
| Cash                          | \$ -             | \$ -                  | \$ -                          | \$ -                           | \$ -                                       | \$ -              | \$ -                            | \$ -               | \$ -             | \$ -               | \$ -                             | \$ -                             | \$ -                               | \$ -                      | \$ -                         | \$ -                           | \$ -              |
| Investments                   | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| Restricted assets-cash        | 34,069           | 184,472               | 3,219                         | 139                            | 3,682                                      | 23,445            | 8,600                           | 273,565            | 58,987           | 136,329            | 10,754                           | -                                | 499                                | 6,489                     | 982                          | -                              | 745,231           |
| Restricted assets-investments | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| <b>Total assets</b>           | <b>34,069</b>    | <b>184,472</b>        | <b>3,219</b>                  | <b>139</b>                     | <b>3,682</b>                               | <b>23,445</b>     | <b>8,600</b>                    | <b>273,565</b>     | <b>58,987</b>    | <b>136,329</b>     | <b>10,754</b>                    | <b>-</b>                         | <b>499</b>                         | <b>6,489</b>              | <b>982</b>                   | <b>-</b>                       | <b>745,231</b>    |
| <b>Fund Balances</b>          |                  |                       |                               |                                |  |                   |                                 |                    |                  |                    |                                  |                                  |                                    |                           |                              |                                |                   |
| Reserved for debt services    | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| Reserved                      | 34,069           | 184,472               | 3,219                         | 139                            | 3,682                                      | 23,445            | 8,600                           | 273,565            | 58,987           | 136,329            | 10,754                           | -                                | 499                                | 6,489                     | 982                          | -                              | 745,231           |
| Unreserved                    | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| <b>Total fund balances</b>    | <b>\$ 34,069</b> | <b>\$ 184,472</b>     | <b>\$ 3,219</b>               | <b>\$ 139</b>                  | <b>\$ 3,682</b>                            | <b>\$ 23,445</b>  | <b>\$ 8,600</b>                 | <b>\$ 273,565</b>  | <b>\$ 58,987</b> | <b>\$ 136,329</b>  | <b>\$ 10,754</b>                 | <b>\$ -</b>                      | <b>\$ 499</b>                      | <b>\$ 6,489</b>           | <b>\$ 982</b>                | <b>\$ -</b>                    | <b>\$ 745,231</b> |

Mississippi County, Missouri  
 Combining Balance Sheet-Variou Funds-Cash Basis  
 Non-Major Governmental Funds  
 For the year ended December 31, 2007

| Assets                        | Carry             | Senior      | HAVA Grant    | Drainage      | Drainage      | Drainage Fund    | Drainage         | Drainage Fund    | Drainage Fund   | Drainage        | Drainage         | Drainage         | Safe Return   | CDBG             | Inmate        | Juvenile         | Collectors       |                   |          |
|-------------------------------|-------------------|-------------|---------------|---------------|---------------|------------------|------------------|------------------|-----------------|-----------------|------------------|------------------|---------------|------------------|---------------|------------------|------------------|-------------------|----------|
|                               | Forward           | Citizens'   |               |               |               |                  |                  |                  |                 |                 |                  |                  |               |                  |               |                  | Tax              | Fund #3           | Fund #10 |
|                               | Subtotal          | Fund        | Fund          |               |               |                  |                  |                  |                 |                 |                  |                  | Grant Fund    | Fund             | Fund          |                  | Fund             | Subtotal          |          |
| Cash                          | \$ -              | \$ -        | \$ -          | \$ -          | \$ -          | \$ -             | \$ -             | \$ -             | \$ -            | \$ -            | \$ -             | \$ -             | \$ -          | \$ -             | \$ -          | \$ -             | \$ -             | \$ -              | \$ -     |
| Investments                   | -                 | -           | -             | -             | -             | -                | -                | -                | -               | -               | -                | -                | -             | -                | -             | -                | -                | -                 | -        |
| Restricted assets-cash        | 745,231           | -           | 414           | 714           | 492           | 26,864           | 12,271           | 10,806           | 3,457           | 8,044           | 42,142           | 45,065           | 273           | 17,190           | 274           | 11,401           | 21,454           | 946,092           |          |
| Restricted assets-investments | -                 | -           | -             | -             | -             | -                | -                | -                | -               | -               | -                | -                | -             | -                | -             | -                | -                | -                 | -        |
| <b>Total assets</b>           | <b>745,231</b>    | <b>-</b>    | <b>414</b>    | <b>714</b>    | <b>492</b>    | <b>26,864</b>    | <b>12,271</b>    | <b>10,806</b>    | <b>3,457</b>    | <b>8,044</b>    | <b>42,142</b>    | <b>45,065</b>    | <b>273</b>    | <b>17,190</b>    | <b>274</b>    | <b>11,401</b>    | <b>21,454</b>    | <b>946,092</b>    |          |
| <b>Fund Balances</b>          |                   |             |               |               |               |                  |                  |                  |                 |                 |                  |                  |               |                  |               |                  |                  |                   |          |
| Reserved for debt services    | -                 | -           | -             | -             | -             | -                | -                | -                | -               | -               | -                | -                | -             | -                | -             | -                | -                | -                 | -        |
| Reserved                      | 745,231           | -           | 414           | 714           | 492           | 26,864           | 12,271           | 10,806           | 3,457           | 8,044           | 42,142           | 45,065           | 273           | 17,190           | 274           | 11,401           | 21,454           | 946,092           |          |
| Unreserved                    | -                 | -           | -             | -             | -             | -                | -                | -                | -               | -               | -                | -                | -             | -                | -             | -                | -                | -                 | -        |
| <b>Total fund balances</b>    | <b>\$ 745,231</b> | <b>\$ -</b> | <b>\$ 414</b> | <b>\$ 714</b> | <b>\$ 492</b> | <b>\$ 26,864</b> | <b>\$ 12,271</b> | <b>\$ 10,806</b> | <b>\$ 3,457</b> | <b>\$ 8,044</b> | <b>\$ 42,142</b> | <b>\$ 45,065</b> | <b>\$ 273</b> | <b>\$ 17,190</b> | <b>\$ 274</b> | <b>\$ 11,401</b> | <b>\$ 21,454</b> | <b>\$ 946,092</b> |          |

Mississippi County, Missouri  
 Combining Balance Sheet-Variou Funds-Cash Basis  
 Non-Major Governmental Funds  
 For the year ended December 31, 2007

| <u>Assets</u>                 | Carry Forward     |                  | Financial       | Collection Surf |             | Election        | Total Non-Major   |
|-------------------------------|-------------------|------------------|-----------------|-----------------|-------------|-----------------|-------------------|
|                               | Subtotal          | Law Library      | Institution Tax | Tax             | S.B. 40     | Services Fund   | Funds             |
| Cash                          | \$ -              | \$ -             | \$ -            | \$ -            | \$ -        | \$ -            | \$ -              |
| Investments                   | -                 | -                | -               | -               | -           | -               | -                 |
| Restricted assets-cash        | 946,092           | 17,137           | -               | 2,770           | -           | 4,680           | 970,679           |
| Restricted assets-investments | -                 | -                | -               | -               | -           | -               | -                 |
| <b>Total assets</b>           | <b>946,092</b>    | <b>17,137</b>    | <b>-</b>        | <b>2,770</b>    | <b>-</b>    | <b>4,680</b>    | <b>970,679</b>    |
| <br>                          |                   |                  |                 |                 |             |                 |                   |
| <u>Fund Balances</u>          |                   |                  |                 |                 |             |                 |                   |
| Reserved for debt services    | -                 | -                | -               | -               | -           | -               | -                 |
| Reserved                      | 946,092           | 17,137           | -               | 2,770           | -           | 4,680           | 970,679           |
| Unreserved                    | -                 | -                | -               | -               | -           | -               | -                 |
| <b>Total fund balances</b>    | <b>\$ 946,092</b> | <b>\$ 17,137</b> | <b>\$ -</b>     | <b>\$ 2,770</b> | <b>\$ -</b> | <b>\$ 4,680</b> | <b>\$ 970,679</b> |

Mississippi County, Missouri  
Combining Statement of Revenues, Expenditures, & Changes In Fund Balances  
Non-Major Governmental Funds  
Various Funds-Cash Basis  
For the year ended December 31, 2007

|  | Assessment Fund  | Drug Court Grant Fund | Law Enforcement Training Fund | Prosecuting Atty Training Fund | Prosecuting Atty Delinquent Sales Tax Fund | Recorder User Fee | Prosecuting Atty Bad Check Fund | 911 Emergency Fund | Contingency Fund | Johnson Grass Fund | Law Enforcement Restitution Fund | Law Enforcement Block Grant Fund | Capital Improvement Sales Tax Fund | Recorders Technology Fund | Victims of Domestic Violence | CDBG Water District Grant Fund | Subtotal          |
|--|------------------|-----------------------|-------------------------------|--------------------------------|--|-------------------|---------------------------------|--------------------|------------------|--------------------|----------------------------------|----------------------------------|------------------------------------|---------------------------|------------------------------|--------------------------------|-------------------|
| <b>Revenues</b>  |                  |                       |                               |                                |  |                   |                                 |                    |                  |                    |                                  |                                  |                                    |                           |                              |                                |                   |
| Property & other taxes   | \$ -             | \$ -                  | \$ -                          | \$ -                           | \$ -                                       | \$ -              | \$ -                            | \$ -               | \$ -             | \$ 65,761          | \$ -                             | \$ -                             | \$ -                               | \$ -                      | \$ -                         | \$ -                           | \$ 65,761         |
| Sales taxes  | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | 29                                 | -                         | -                            | -                              | 29                |
| Charges for services   | -                | -                     | 714                           | 193                            | 600  | 5,633             | -                               | 65,448             | -                | -                  | 3,779                            | -                                | -                                  | 3,043                     | 3,716                        | -                              | 83,126            |
| Interest income  | 3,179            | 7,491                 | 97                            | 10                             | 139  | 853               | 221                             | 13,496             | 3,019            | 5,637              | 270                              | 128                              | 15                                 | 216                       | -                            | -                              | 34,771            |
| Intergovernmental  | 152,922          | -                     | 2,497                         | 342                            | -  | -                 | 11,518                          | -                  | -                | -                  | -                                | 8,100                            | -                                  | -                         | -                            | 370,470                        | 545,863           |
| Miscellaneous  | 3,858            | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | 3,858             |
| <b>Total revenues</b>  | <b>159,959</b>   | <b>7,491</b>          | <b>3,308</b>                  | <b>545</b>                     | <b>739</b>                                 | <b>6,486</b>      | <b>11,739</b>                   | <b>78,944</b>      | <b>3,019</b>     | <b>71,412</b>      | <b>4,049</b>                     | <b>8,228</b>                     | <b>44</b>                          | <b>3,259</b>              | <b>3,716</b>                 | <b>370,470</b>                 | <b>733,408</b>    |
| <b>Expenditures</b>  |                  |                       |                               |                                |  |                   |                                 |                    |                  |                    |                                  |                                  |                                    |                           |                              |                                |                   |
| General county government  | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | 370,470                        | 370,470           |
| Road & bridge  | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | 24,824             | -                                | -                                | -                                  | -                         | -                            | -                              | 24,824            |
| Health and welfare   | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | 3,534                        | -                              | 3,534             |
| Property valuation, assessment & recording   | 179,055          | -                     | -                             | -                              | -  | 5,437             | -                               | -                  | -                | -                  | -                                | -                                | -                                  | 1,245                     | -                            | -                              | 185,737           |
| Administration of justice & law  | -                | 126,435               | 3,464                         | 826                            | 763  | -                 | 9,376                           | 47,655             | -                | -                  | -                                | 8,913                            | -                                  | -                         | -                            | -                              | 197,432           |
| <b>Capital outlay:</b>   |                  |                       |                               |                                |  |                   |                                 |                    |                  |                    |                                  |                                  |                                    |                           |                              |                                |                   |
| Property, equipment, & buildings   | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| <b>Debt service:</b>   |                  |                       |                               |                                |  |                   |                                 |                    |                  |                    |                                  |                                  |                                    |                           |                              |                                |                   |
| Principal  | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| Interest and paying agent fee  | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| <b>Total expenditures</b>  | <b>179,055</b>   | <b>126,435</b>        | <b>3,464</b>                  | <b>826</b>                     | <b>763</b>                                 | <b>5,437</b>      | <b>9,376</b>                    | <b>47,655</b>      | <b>-</b>         | <b>24,824</b>      | <b>-</b>                         | <b>8,913</b>                     | <b>-</b>                           | <b>1,245</b>              | <b>3,534</b>                 | <b>370,470</b>                 | <b>781,997</b>    |
| <b>Excess of revenues over (under) expenditures</b>                                  | <b>(19,096)</b>  | <b>(118,944)</b>      | <b>(156)</b>                  | <b>(281)</b>                   | <b>(24)</b>                                | <b>1,049</b>      | <b>2,363</b>                    | <b>31,289</b>      | <b>3,019</b>     | <b>46,588</b>      | <b>4,049</b>                     | <b>(685)</b>                     | <b>44</b>                          | <b>2,014</b>              | <b>182</b>                   | <b>-</b>                       | <b>(48,589)</b>   |
| <b>Other financing sources (uses):</b>   |                  |                       |                               |                                |  |                   |                                 |                    |                  |                    |                                  |                                  |                                    |                           |                              |                                |                   |
| Proceeds from loan   | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| Transfer in  | 40,667           | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | 685                              | -                                  | -                         | -                            | -                              | 41,352            |
| Transfer out   | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| Insurance proceeds   | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| Sale of capital assets   | -                | -                     | -                             | -                              | -  | -                 | -                               | -                  | -                | -                  | -                                | -                                | -                                  | -                         | -                            | -                              | -                 |
| <b>Total other financing sources (uses)</b>  | <b>40,667</b>    | <b>-</b>              | <b>-</b>                      | <b>-</b>                       | <b>-</b>                                   | <b>-</b>          | <b>-</b>                        | <b>-</b>           | <b>-</b>         | <b>-</b>           | <b>-</b>                         | <b>685</b>                       | <b>-</b>                           | <b>-</b>                  | <b>-</b>                     | <b>-</b>                       | <b>41,352</b>     |
| <b>Excess of revenues and other sources over (under) expenditures and other uses</b> | <b>21,571</b>    | <b>(118,944)</b>      | <b>(156)</b>                  | <b>(281)</b>                   | <b>(24)</b>                                | <b>1,049</b>      | <b>2,363</b>                    | <b>31,289</b>      | <b>3,019</b>     | <b>46,588</b>      | <b>4,049</b>                     | <b>-</b>                         | <b>44</b>                          | <b>2,014</b>              | <b>182</b>                   | <b>-</b>                       | <b>(7,237)</b>    |
| <b>Fund balances, beginning of year</b>  | <b>12,498</b>    | <b>303,416</b>        | <b>3,375</b>                  | <b>420</b>                     | <b>3,706</b>                               | <b>22,396</b>     | <b>6,237</b>                    | <b>242,276</b>     | <b>55,968</b>    | <b>89,741</b>      | <b>6,705</b>                     | <b>-</b>                         | <b>455</b>                         | <b>4,475</b>              | <b>800</b>                   | <b>-</b>                       | <b>752,468</b>    |
| <b>Fund balances, end of year</b>  | <b>\$ 34,069</b> | <b>\$ 184,472</b>     | <b>\$ 3,219</b>               | <b>\$ 139</b>                  | <b>\$ 3,682</b>                            | <b>\$ 23,445</b>  | <b>\$ 8,600</b>                 | <b>\$ 273,565</b>  | <b>\$ 58,987</b> | <b>\$ 136,329</b>  | <b>\$ 10,754</b>                 | <b>\$ -</b>                      | <b>\$ 499</b>                      | <b>\$ 6,489</b>           | <b>\$ 982</b>                | <b>\$ -</b>                    | <b>\$ 745,231</b> |

Mississippi County, Missouri  
**Combining Statement of Revenues, Expenditures, & Changes In Fund Balances**  
**Non-Major Governmental Funds**  
**Various Funds-Cash Basis**  
**For the year ended December 31, 2007**

|  | Carry Forward Subtotal | Senior Citizens' Sales Tax Fund | HAVA Grant Fund | Drainage Fund #3 | Drainage Fund #10 | Drainage Fund #14 | Drainage Fund #23 | Drainage Fund #25n | Drainage Fund #25g | Drainage Fund #29 | Drainage Fund #30 | Drainage Fund #32 | Ditch Supervision Fund | Vehicle Grant    | Circuit Clerk Interest Account | Juvenile Assessment | Collectors Tax Maintenance Fund | Subtotal          |
|--|------------------------|---------------------------------|-----------------|------------------|-------------------|-------------------|-------------------|--------------------|--------------------|-------------------|-------------------|-------------------|------------------------|------------------|--------------------------------|---------------------|---------------------------------|-------------------|
| <b>Revenues</b>  |                        |                                 |                 |                  |                   |                   |                   |                    |                    |                   |                   |                   |                        |                  |                                |                     |                                 |                   |
| Property & other taxes   | \$ 65,761              | \$ -                            | \$ -            | \$ 1,656         | \$ 3,516          | \$ 21,966         | \$ 15,645         | \$ 2,817           | \$ 851             | \$ -              | \$ -              | \$ -              | \$ -                   | \$ -             | \$ -                           | \$ -                | \$ -                            | \$ 112,212        |
| Sales taxes  | 29                     | 227,112                         | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | 227,141           |
| Charges for services   | 83,126                 | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | 19,245                          | 102,371           |
| Interest income  | 34,771                 | -                               | 110             | 54               | 144               | 875               | 1,186             | 651                | 234                | 390               | 2,182             | 2,254             | 11                     | -                | 245                            | 38                  | 600                             | 43,745            |
| Intergovernmental  | 545,863                | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | 545,863           |
| Miscellaneous  | 3,858                  | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | 1,351               | -                               | 5,209             |
| <b>Total revenues</b>  | <b>733,408</b>         | <b>227,112</b>                  | <b>110</b>      | <b>1,710</b>     | <b>3,660</b>      | <b>22,841</b>     | <b>16,831</b>     | <b>3,468</b>       | <b>1,085</b>       | <b>390</b>        | <b>2,182</b>      | <b>2,254</b>      | <b>11</b>              | <b>-</b>         | <b>245</b>                     | <b>1,389</b>        | <b>19,845</b>                   | <b>1,036,541</b>  |
| <b>Expenditures</b>  |                        |                                 |                 |                  |                   |                   |                   |                    |                    |                   |                   |                   |                        |                  |                                |                     |                                 |                   |
| General county government  | 370,470                | 6,701                           | 6,757           | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | 746                    | -                | -                              | -                   | 23,127                          | 407,801           |
| Road & bridge  | 24,824                 | -                               | -               | 1,383            | 3,169             | 1,668             | 16,898            | 5,909              | 6,737              | -                 | 17                | 2                 | -                      | -                | -                              | -                   | -                               | 60,607            |
| Health and welfare   | 3,534                  | 221,501                         | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | 225,035           |
| Property valuation, assessment & recording   | 185,737                | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | 176                            | -                   | -                               | 185,913           |
| Administration of justice & law  | 197,432                | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | 197,432           |
| <i>Capital outlay:</i>   |                        |                                 |                 |                  |                   |                   |                   |                    |                    |                   |                   |                   |                        |                  |                                |                     |                                 |                   |
| Property, equipment, & buildings   | -                      | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | -                 |
| <i>Debt service:</i>   |                        |                                 |                 |                  |                   |                   |                   |                    |                    |                   |                   |                   |                        |                  |                                |                     |                                 |                   |
| Principal  | -                      | -                               | -               | -                | -                 | -                 | 5,000             | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | 5,000             |
| Interest and paying agent fee  | -                      | -                               | -               | -                | -                 | -                 | 6,568             | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | 6,568             |
| <b>Total expenditures</b>  | <b>781,997</b>         | <b>228,202</b>                  | <b>6,757</b>    | <b>1,383</b>     | <b>3,169</b>      | <b>1,668</b>      | <b>28,466</b>     | <b>5,909</b>       | <b>6,737</b>       | <b>-</b>          | <b>17</b>         | <b>2</b>          | <b>746</b>             | <b>-</b>         | <b>176</b>                     | <b>-</b>            | <b>23,127</b>                   | <b>1,088,356</b>  |
| <b>Excess of revenues over (under) expenditures</b>                                  | <b>(48,589)</b>        | <b>(1,090)</b>                  | <b>(6,647)</b>  | <b>327</b>       | <b>491</b>        | <b>21,173</b>     | <b>(11,635)</b>   | <b>(2,441)</b>     | <b>(5,652)</b>     | <b>390</b>        | <b>2,165</b>      | <b>2,252</b>      | <b>(735)</b>           | <b>-</b>         | <b>69</b>                      | <b>1,389</b>        | <b>(3,282)</b>                  | <b>(51,815)</b>   |
| <b>Other financing sources (uses):</b>   |                        |                                 |                 |                  |                   |                   |                   |                    |                    |                   |                   |                   |                        |                  |                                |                     |                                 |                   |
| Proceeds from loan   | -                      | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | -                 |
| Transfer in  | 41,352                 | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | 688                    | 17,190           | -                              | -                   | -                               | 59,230            |
| Transfer out   | -                      | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | -                 |
| Insurance proceeds   | -                      | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | -                 |
| Sale of capital assets   | -                      | -                               | -               | -                | -                 | -                 | -                 | -                  | -                  | -                 | -                 | -                 | -                      | -                | -                              | -                   | -                               | -                 |
| <b>Total other financing sources (uses)</b>  | <b>41,352</b>          | <b>-</b>                        | <b>-</b>        | <b>-</b>         | <b>-</b>          | <b>-</b>          | <b>-</b>          | <b>-</b>           | <b>-</b>           | <b>-</b>          | <b>-</b>          | <b>-</b>          | <b>688</b>             | <b>17,190</b>    | <b>-</b>                       | <b>-</b>            | <b>-</b>                        | <b>59,230</b>     |
| <b>Excess of revenues and other sources over (under) expenditures and other uses</b> | <b>(7,237)</b>         | <b>(1,090)</b>                  | <b>(6,647)</b>  | <b>327</b>       | <b>491</b>        | <b>21,173</b>     | <b>(11,635)</b>   | <b>(2,441)</b>     | <b>(5,652)</b>     | <b>390</b>        | <b>2,165</b>      | <b>2,252</b>      | <b>(47)</b>            | <b>17,190</b>    | <b>69</b>                      | <b>1,389</b>        | <b>(3,282)</b>                  | <b>7,415</b>      |
| <b>Fund balances, beginning of year</b>  | <b>752,468</b>         | <b>1,090</b>                    | <b>7,061</b>    | <b>387</b>       | <b>1</b>          | <b>5,691</b>      | <b>23,906</b>     | <b>13,247</b>      | <b>9,109</b>       | <b>7,654</b>      | <b>39,977</b>     | <b>42,813</b>     | <b>320</b>             | <b>205</b>       | <b>10,012</b>                  | <b>24,736</b>       | <b>938,677</b>                  |                   |
| <b>Fund balances, end of year</b>  | <b>\$ 745,231</b>      | <b>\$ -</b>                     | <b>\$ 414</b>   | <b>\$ 714</b>    | <b>\$ 492</b>     | <b>\$ 26,864</b>  | <b>\$ 12,271</b>  | <b>\$ 10,806</b>   | <b>\$ 3,457</b>    | <b>\$ 8,044</b>   | <b>\$ 42,142</b>  | <b>\$ 45,065</b>  | <b>\$ 273</b>          | <b>\$ 17,190</b> | <b>\$ 274</b>                  | <b>\$ 11,401</b>    | <b>\$ 21,454</b>                | <b>\$ 946,092</b> |

See independent auditor's report and notes to the financial statements.

Mississippi County, Missouri  
Combining Statement of Revenues, Expenditures, & Changes In Fund Balances  
Non-Major Governmental Funds  
Various Funds-Cash Basis  
For the year ended December 31, 2007

|  |                   |                  |                 |                 |                  |                   | Total Non-Major   |
|--|-------------------|------------------|-----------------|-----------------|------------------|-------------------|-------------------|
|  | Carry Forward     | Law Library      | Financial       | Collection Surf | S.B. 40          | Election Services | Governmental      |
| Revenues   | Subtotal          |                  | Institution Tax | Tax             |                  | Fund              | Funds             |
| Property & other taxes   | \$ 112,212        | \$ -             | \$ -            | \$ -            | \$ 161,337       | \$ -              | \$ 273,549        |
| Sales taxes  | 227,141           | -                | -               | -               | -                | -                 | 227,141           |
| Charges for services   | 102,371           | 8,516            | -               | -               | -                | -                 | 110,887           |
| Interest income  | 43,745            | 79               | 391             | -               | -                | 153               | 44,368            |
| Intergovernmental  | 545,863           | -                | -               | -               | 34               | 1,966             | 547,863           |
| Miscellaneous  | 5,209             | -                | 1,008           | 12,851          | -                | -                 | 19,068            |
| <b>Total revenues</b>  | <b>1,036,541</b>  | <b>8,595</b>     | <b>1,399</b>    | <b>12,851</b>   | <b>161,371</b>   | <b>2,119</b>      | <b>1,222,876</b>  |
| <b>Expenditures</b>  |                   |                  |                 |                 |                  |                   |                   |
| General county government  | 407,801           | -                | -               | -               | -                | 512               | 408,313           |
| Road & bridge  | 60,607            | -                | -               | -               | -                | -                 | 60,607            |
| Health and welfare   | 225,035           | -                | -               | -               | -                | -                 | 225,035           |
| Property valuation, assesment & recording  | 185,913           | -                | -               | -               | -                | -                 | 185,913           |
| Administration of justice & law  | 197,432           | 7,242            | -               | -               | -                | -                 | 204,674           |
| <i>Capital outlay:</i>   |                   |                  |                 |                 |                  |                   |                   |
| Property, equipment, & buildings   | -                 | -                | -               | -               | -                | -                 | -                 |
| <i>Debt service:</i>   |                   |                  |                 |                 |                  |                   |                   |
| Principal  | 5,000             | -                | -               | -               | -                | -                 | 5,000             |
| Interest and paying agent fee  | 6,568             | -                | -               | -               | -                | -                 | 6,568             |
| <b>Total expenditures</b>  | <b>1,088,356</b>  | <b>7,242</b>     | <b>-</b>        | <b>-</b>        | <b>-</b>         | <b>512</b>        | <b>1,096,110</b>  |
| <b>Excess of revenues over (under) expenditures</b>                                  | <b>(51,815)</b>   | <b>1,353</b>     | <b>1,399</b>    | <b>12,851</b>   | <b>161,371</b>   | <b>1,607</b>      | <b>126,766</b>    |
| <b>Other financing sources (uses):</b>   |                   |                  |                 |                 |                  |                   |                   |
| Proceeds from loan   | -                 | -                | -               | -               | -                | -                 | -                 |
| Transfer in  | 59,230            | -                | -               | -               | -                | -                 | 59,230            |
| Transfer out   | -                 | -                | (1,399)         | (13,626)        | (161,371)        | -                 | (176,396)         |
| Insurance proceeds   | -                 | -                | -               | -               | -                | -                 | -                 |
| Sale of capital assets   | -                 | -                | -               | -               | -                | -                 | -                 |
| <b>Total other financing sources (uses)</b>  | <b>59,230</b>     | <b>-</b>         | <b>(1,399)</b>  | <b>(13,626)</b> | <b>(161,371)</b> | <b>-</b>          | <b>(117,166)</b>  |
| <b>Excess of revenues and other sources over (under) expenditures and other uses</b> | <b>7,415</b>      | <b>1,353</b>     | <b>-</b>        | <b>(775)</b>    | <b>-</b>         | <b>1,607</b>      | <b>9,599</b>      |
| <b>Fund balances, beginning of year</b>  | <b>938,677</b>    | <b>15,784</b>    | <b>-</b>        | <b>3,545</b>    | <b>-</b>         | <b>3,073</b>      | <b>961,079</b>    |
| <b>Fund balances, end of year</b>  | <b>\$ 946,092</b> | <b>\$ 17,137</b> | <b>\$ -</b>     | <b>\$ 2,770</b> | <b>\$ -</b>      | <b>\$ 4,680</b>   | <b>\$ 970,679</b> |

**Mississippi County, Missouri**  
**Combining Statement of Fiduciary Net Assets-Variou Funds**  
**Agency Funds-Cash Basis**  
**For the year ended December 31, 2007**

| <u>Assets</u>                              | <u>County<br/>Collector Fund</u> | <u>Public<br/>Administrator<br/>Trust<br/>Accounts</u> | <u>CERF</u>            | <u>Fines &amp;<br/>Forfeitures</u> | <u>Total Statement<br/>of Fiduciary Net<br/>Assets</u> |
|--|----------------------------------|--|------------------------|------------------------------------|--|
| Cash                                       | \$ -                             | \$ -   | \$ -                   | \$ -                               | \$ -   |
| Investments                                | -                                | -  | -                      | -                                  | -  |
| Restricted assets-cash                     | 4,870,941                        | 110,762  | 2,394                  | 71,678                             | 5,055,775  |
| Restricted assets-investments              | -                                | -  | -                      | -                                  | -  |
| <b>Total Assets</b>                        | <b><u>4,870,941</u></b>          | <b><u>110,762</u></b>                                  | <b><u>2,394</u></b>    | <b><u>71,678</u></b>               | <b><u>5,055,775</u></b>                                |
| <br>                                       |                                  |  |                        |                                    |  |
| <u>Liabilities</u>                         |                                  |  |                        |                                    |  |
| Due to agencies and political subdivisions | 4,870,941                        | -  | 2,394                  | 71,678                             | 4,945,013  |
| Due to other funds                         | -                                | -  | -                      | -                                  | -  |
| Due to others                              | -                                | 110,762  | -                      | -                                  | 110,762  |
| <b>Total Liabilities</b>                   | <b><u>\$ 4,870,941</u></b>       | <b><u>\$ 110,762</u></b>                               | <b><u>\$ 2,394</u></b> | <b><u>\$ 71,678</u></b>            | <b><u>\$ 5,055,775</u></b>                             |

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