



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

To the County Commission  
and  
Officeholders of Dent County, Missouri

The Office of the State Auditor is responsible under Section 29.230, RSMo, for auditing certain operations of Dent County, and issues a separate report on that audit. In addition, the Office of the State Auditor has contracted for an audit of the county's financial statements for the 2 years ended December 31, 2009, through the state Office of Administration, Division of Purchasing and Materials Management. A copy of this audit, performed by Davis, Lynn & Moots, P.C., Certified Public Accountants, is attached.

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

Susan Montee, JD, CPA  
State Auditor

August 2010  
Report No. 2010-96

**DENT COUNTY, MISSOURI**

**FINANCIAL STATEMENTS**

**Years Ended December 31, 2009 and 2008**

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## **INDEPENDENT AUDITORS' REPORT**

Dent County Commission  
Dent County  
Salem, Missouri

We have audited the accompanying financial statements of Dent County, Missouri, as of and for the years ended December 31, 2009 and 2008, which collectively comprise the County's financial statements as identified in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note A, these financial statements were prepared using accounting practices prescribed or permitted by the Missouri State Auditor's office, which differ from 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 effects of the matter discussed in the preceding paragraph, the financial statements referred to in the first paragraph do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Dent County, Missouri, as of December 31, 2009 and 2008, or the changes in financial position for the years then ended.

Dent County Commission  
Dent County  
Salem, Missouri

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the cash and investment balances of the governmental and agency funds of Dent County, Missouri, as of and for the years ended December 31, 2009 and 2008, and the receipts, disbursements and budgetary results of the governmental funds for the years ended, on the basis of accounting described in Note A.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 16, 2010, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements, taken as a whole that are referred to in the first paragraph. 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 not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole, that were prepared on the basis of accounting described in Note A.

Davis, Lynn; Moots, PC

DAVIS, LYNN & MOOTS, P.C.  
June 16, 2010

DENT COUNTY, MISSOURI  
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND INVESTMENT  
BALANCES – ALL GOVERNMENTAL FUNDS – REGULATORY BASIS  
Year Ended December 31, 2009

| FUND   | Cash and<br>Investment<br>Balance | Receipts            | Disbursements       | Cash and<br>Investment<br>Balance |
|--|-----------------------------------|---------------------|---------------------|-----------------------------------|
|  | January 1                         |                     |                     | December 31                       |
| General Revenue                              | \$ 994,870                        | \$ 1,377,488        | \$ 1,315,803        | \$ 1,056,555                      |
| Special Road and Bridge                      | 390,951                           | 1,323,995           | 1,192,956           | 521,990                           |
| Assessment                                   | 131,154                           | 179,910             | 169,367             | 141,697                           |
| 911 Emergency Services                       | 87,323                            | 51,140              | 47,155              | 91,308                            |
| Law Enforcement Restitution                  | 52,676                            | 29,712              | 14,855              | 67,533                            |
| Law Enforcement Sales Tax                    | 160,978                           | 953,010             | 980,538             | 133,450                           |
| Law Enforcement Training                     | 4,054                             | 4,134               | 2,971               | 5,217                             |
| Collector's Tax Maintenance                  | 31,996                            | 20,219              | 12,104              | 40,111                            |
| Law Library                                  | 2,606                             | 9,173               | 5,837               | 5,942                             |
| Sheriff's Revolving                          | 17,072                            | 13,120              | 2,278               | 27,914                            |
| Miscellaneous Grant                          | 52                                | 10,716              | 8,305               | 2,463                             |
| Prosecuting Attorney Training                | 3,408                             | 861                 | 1,240               | 3,029                             |
| Prosecuting Attorney Bad Check Fee           | 13,845                            | 12,759              | 10,835              | 15,769                            |
| Recorder User Fee                            | 13,791                            | 8,290               | 10,482              | 11,599                            |
| Title III                                    | 73,941                            | 35,118              | -                   | 109,059                           |
| Special Election Services                    | 7,464                             | 3,674               | 865                 | 10,273                            |
| Senior Citizens Services                     | 11,171                            | 72,172              | 76,285              | 7,058                             |
| Tourism Tax                                  | 75,356                            | 49,814              | 27,191              | 97,979                            |
| Dent County Developmental Disabilities Board | 183,508                           | 532,182             | 458,483             | 257,207                           |
| <b>TOTAL</b>                                 | <b>\$ 2,256,216</b>               | <b>\$ 4,687,487</b> | <b>\$ 4,337,550</b> | <b>\$ 2,606,153</b>               |

See accompanying notes.

DENT COUNTY, MISSOURI  
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND INVESTMENT  
BALANCES – ALL GOVERNMENTAL FUNDS – REGULATORY BASIS  
Year Ended December 31, 2008

| FUND   | Cash and<br>Investment<br>Balance | Receipts            | Disbursements       | Cash and<br>Investment<br>Balance |
|--|-----------------------------------|---------------------|---------------------|-----------------------------------|
|  | January 1                         |                     |                     | December 31                       |
| General Revenue                              | \$ 966,424                        | \$ 1,417,564        | \$ 1,389,118        | \$ 994,870                        |
| Special Road and Bridge                      | 155,655                           | 1,454,419           | 1,219,123           | 390,951                           |
| Assessment                                   | 127,444                           | 180,923             | 177,213             | 131,154                           |
| 911 Emergency Services                       | 90,540                            | 50,238              | 53,455              | 87,323                            |
| Law Enforcement Restitution                  | 38,348                            | 36,613              | 22,285              | 52,676                            |
| Law Enforcement Sales Tax                    | 135,919                           | 960,946             | 935,887             | 160,978                           |
| Law Enforcement Training                     | 3,213                             | 3,426               | 2,585               | 4,054                             |
| Collector's Tax Maintenance                  | 22,380                            | 19,157              | 9,541               | 31,996                            |
| Law Library                                  | 5,331                             | 8,262               | 10,987              | 2,606                             |
| Sheriff's Revolving                          | 11,585                            | 5,796               | 309                 | 17,072                            |
| Miscellaneous Grant                          | 52                                | 29,268              | 29,268              | 52                                |
| Prosecuting Attorney Training                | 2,292                             | 1,116               | -                   | 3,408                             |
| Prosecuting Attorney Bad Check Fee           | 18,083                            | 12,022              | 16,260              | 13,845                            |
| Recorder User Fee                            | 13,874                            | 10,172              | 10,255              | 13,791                            |
| Title III                                    | 78,562                            | 20,192              | 24,813              | 73,941                            |
| Special Election Services                    | 8,634                             | 2,313               | 3,483               | 7,464                             |
| Senior Citizens Services                     | 4,903                             | 68,863              | 62,595              | 11,171                            |
| Tourism Tax                                  | 40,879                            | 47,106              | 12,629              | 75,356                            |
| Dent County Developmental Disabilities Board | 116,538                           | 476,742             | 409,772             | 183,508                           |
| TOTAL  | <u>\$ 1,840,656</u>               | <u>\$ 4,805,138</u> | <u>\$ 4,389,578</u> | <u>\$ 2,256,216</u>               |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS

|   | Year Ended December 31, |                  |                                  |                  |                  |                                  |
|---|-------------------------|------------------|----------------------------------|------------------|------------------|----------------------------------|
|   | 2009                    |                  |                                  | 2008             |                  |                                  |
|   | Budget                  | Actual           | Variance<br>With Final<br>Budget | Budget           | Actual           | Variance<br>With Final<br>Budget |
| <b>GENERAL REVENUE FUND</b>                 |                         |                  |                                  |                  |                  |                                  |
| <b>RECEIPTS</b>                             |                         |                  |                                  |                  |                  |                                  |
| Property taxes                              | \$ 92,000               | \$ 89,744        | \$ (2,256)                       | \$ 85,000        | \$ 89,279        | \$ 4,279                         |
| Sales taxes                                 | 735,000                 | 724,498          | (10,502)                         | 759,000          | 736,220          | (22,780)                         |
| Other taxes                                 | 79,650                  | 73,849           | (5,801)                          | 74,600           | 80,321           | 5,721                            |
| Intergovernmental                           | 16,650                  | 21,534           | 4,884                            | 12,800           | 12,118           | (682)                            |
| Charges for services                        | 369,807                 | 359,876          | (9,931)                          | 390,224          | 424,634          | 34,410                           |
| Interest                                    | 40,000                  | 30,448           | (9,552)                          | 55,000           | 41,110           | (13,890)                         |
| Other                                       | 168,000                 | 65,539           | (102,461)                        | 124,500          | 15,882           | (108,618)                        |
| Transfers in                                | 12,000                  | 12,000           | -                                | 18,000           | 18,000           | -                                |
| <b>TOTAL RECEIPTS</b>                       | <b>1,513,107</b>        | <b>1,377,488</b> | <b>(135,619)</b>                 | <b>1,519,124</b> | <b>1,417,564</b> | <b>(101,560)</b>                 |
| <b>DISBURSEMENTS</b>                        |                         |                  |                                  |                  |                  |                                  |
| County Commission                           | 97,750                  | 97,769           | (19)                             | 97,320           | 96,666           | 654                              |
| County Clerk                                | 104,940                 | 103,027          | 1,913                            | 101,420          | 98,987           | 2,433                            |
| Elections                                   | 42,600                  | 24,017           | 18,583                           | 93,050           | 76,649           | 16,401                           |
| Buildings and grounds                       | 137,170                 | 123,568          | 13,602                           | 128,155          | 98,286           | 29,869                           |
| Employee fringe benefit                     | 232,500                 | 66,954           | 165,546                          | 183,653          | 61,708           | 121,945                          |
| County Treasurer                            | 49,960                  | 48,260           | 1,700                            | 47,060           | 46,437           | 623                              |
| County Collector                            | 95,690                  | 85,522           | 10,168                           | 88,395           | 84,110           | 4,285                            |
| Ex Officio Recorder of Deeds                | 54,900                  | 53,127           | 1,773                            | 54,700           | 53,813           | 887                              |
| Circuit Clerk                               | 17,200                  | 14,780           | 2,420                            | 17,000           | 15,390           | 1,610                            |
| Court Administration                        | 12,900                  | 7,573            | 5,327                            | 13,155           | 6,829            | 6,326                            |
| Public Administrator                        | 46,760                  | 46,950           | (190)                            | 44,007           | 42,780           | 1,227                            |
| Prosecuting Attorney                        | 173,278                 | 160,300          | 12,978                           | 169,824          | 148,983          | 20,841                           |
| Juvenile Officer                            | 52,923                  | 50,090           | 2,833                            | 45,028           | 56,022           | (10,994)                         |
| County Coroner                              | 33,125                  | 33,408           | (283)                            | 25,700           | 25,757           | (57)                             |
| Court Reporter                              | 1,550                   | 998              | 552                              | 1,550            | 1,242            | 308                              |
| Associate Circuit Court                     | 16,909                  | 11,596           | 5,313                            | 16,909           | 11,194           | 5,715                            |
| Other General County Government             | 360,032                 | 285,497          | 74,535                           | 390,077          | 336,015          | 54,062                           |
| Transfers out                               | 102,367                 | 102,367          | -                                | 128,250          | 128,250          | -                                |
| <b>TOTAL DISBURSEMENTS</b>                  | <b>1,632,554</b>        | <b>1,315,803</b> | <b>316,751</b>                   | <b>1,645,253</b> | <b>1,389,118</b> | <b>256,135</b>                   |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | (119,447)               | 61,685           | 181,132                          | (126,129)        | 28,446           | 154,575                          |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 998,223                 | 994,870          | (3,353)                          | 969,589          | 966,424          | (3,165)                          |
| CASH AND INVESTMENT<br>BALANCE, December 31 | \$ 878,776              | \$ 1,056,555     | \$ 177,779                       | \$ 843,460       | \$ 994,870       | \$ 151,410                       |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS (CONTINUED)

|   | Year Ended December 31, |                   |                                  |                   |                   |                                  |
|---|-------------------------|-------------------|----------------------------------|-------------------|-------------------|----------------------------------|
|   | 2009                    |                   |                                  | 2008              |                   |                                  |
|   | Budget                  | Actual            | Variance<br>With Final<br>Budget | Budget            | Actual            | Variance<br>With Final<br>Budget |
| <b><u>SPECIAL ROAD AND BRIDGE FUND</u></b>          |                         |                   |                                  |                   |                   |                                  |
| <b>RECEIPTS</b>                                     |                         |                   |                                  |                   |                   |                                  |
| Property taxes                                      | \$ 395,000              | \$ 399,537        | \$ 4,537                         | \$ 375,000        | \$ 393,898        | \$ 18,898                        |
| Other taxes   | 611,100                 | 591,010           | (20,090)                         | 676,100           | 614,049           | (62,051)                         |
| Intergovernmental                                   | 108,000                 | 271,534           | 163,534                          | 45,000            | 339,871           | 294,871                          |
| Interest  | 6,000                   | 11,914            | 5,914                            | 9,000             | 6,601             | (2,399)                          |
| Other   | 17,500                  | -                 | (17,500)                         | 25,500            | -                 | (25,500)                         |
| Transfers in  | 50,000                  | 50,000            | -                                | 100,000           | 100,000           | -                                |
| <b>TOTAL RECEIPTS</b>                               | <b>1,187,600</b>        | <b>1,323,995</b>  | <b>136,395</b>                   | <b>1,230,600</b>  | <b>1,454,419</b>  | <b>223,819</b>                   |
| <b>DISBURSEMENTS</b>                                |                         |                   |                                  |                   |                   |                                  |
| Salaries and wages                                  | 417,000                 | 405,667           | 11,333                           | 402,688           | 378,646           | 24,042                           |
| Employee fringe benefits                            | 112,000                 | 107,918           | 4,082                            | 109,710           | 107,658           | 2,052                            |
| Supplies  | 173,000                 | 107,983           | 65,017                           | 156,000           | 176,622           | (20,622)                         |
| Insurance   | 25,500                  | 21,981            | 3,519                            | 24,700            | 24,971            | (271)                            |
| Road and bridge materials                           | 397,000                 | 296,497           | 100,503                          | 327,000           | 335,277           | (8,277)                          |
| Equipment repairs                                   | 15,500                  | 8,678             | 6,822                            | 500               | 459               | 41                               |
| Equipment purchases                                 | 209,000                 | 232,855           | (23,855)                         | 199,000           | 188,863           | 10,137                           |
| Other   | 9,250                   | 11,377            | (2,127)                          | 8,750             | 6,627             | 2,123                            |
| <b>TOTAL DISBURSEMENTS</b>                          | <b>1,358,250</b>        | <b>1,192,956</b>  | <b>165,294</b>                   | <b>1,228,348</b>  | <b>1,219,123</b>  | <b>9,225</b>                     |
| <b>RECEIPTS OVER (UNDER)<br/>DISBURSEMENTS</b>      | <b>(170,650)</b>        | <b>131,039</b>    | <b>301,689</b>                   | <b>2,252</b>      | <b>235,296</b>    | <b>233,044</b>                   |
| <b>CASH AND INVESTMENT<br/>BALANCE, January 1</b>   | <b>390,951</b>          | <b>390,951</b>    | <b>-</b>                         | <b>155,655</b>    | <b>155,655</b>    | <b>-</b>                         |
| <b>CASH AND INVESTMENT<br/>BALANCE, December 31</b> | <b>\$ 220,301</b>       | <b>\$ 521,990</b> | <b>\$ 301,689</b>                | <b>\$ 157,907</b> | <b>\$ 390,951</b> | <b>\$ 233,044</b>                |
| <b><u>ASSESSMENT FUND</u></b>                       |                         |                   |                                  |                   |                   |                                  |
| <b>RECEIPTS</b>                                     |                         |                   |                                  |                   |                   |                                  |
| Intergovernmental                                   | \$ 143,270              | \$ 141,514        | \$ (1,756)                       | \$ 140,730        | \$ 144,811        | \$ 4,081                         |
| Interest  | 5,000                   | 4,001             | (999)                            | 3,500             | 5,405             | 1,905                            |
| Other   | 2,500                   | 3,727             | 1,227                            | 2,700             | 2,457             | (243)                            |
| Transfers in  | 30,668                  | 30,668            | -                                | 28,250            | 28,250            | -                                |
| <b>TOTAL RECEIPTS</b>                               | <b>181,438</b>          | <b>179,910</b>    | <b>(1,528)</b>                   | <b>175,180</b>    | <b>180,923</b>    | <b>5,743</b>                     |
| <b>DISBURSEMENTS</b>                                |                         |                   |                                  |                   |                   |                                  |
| Assessor  | 209,540                 | 169,367           | 40,173                           | 203,000           | 177,213           | 25,787                           |
| <b>TOTAL DISBURSEMENTS</b>                          | <b>209,540</b>          | <b>169,367</b>    | <b>40,173</b>                    | <b>203,000</b>    | <b>177,213</b>    | <b>25,787</b>                    |
| <b>RECEIPTS OVER (UNDER)<br/>DISBURSEMENTS</b>      | <b>(28,102)</b>         | <b>10,543</b>     | <b>38,645</b>                    | <b>(27,820)</b>   | <b>3,710</b>      | <b>31,530</b>                    |
| <b>CASH AND INVESTMENT<br/>BALANCE, January 1</b>   | <b>131,154</b>          | <b>131,154</b>    | <b>-</b>                         | <b>127,444</b>    | <b>127,444</b>    | <b>-</b>                         |
| <b>CASH AND INVESTMENT<br/>BALANCE, December 31</b> | <b>\$ 103,052</b>       | <b>\$ 141,697</b> | <b>\$ 38,645</b>                 | <b>\$ 99,624</b>  | <b>\$ 131,154</b> | <b>\$ 31,530</b>                 |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS (CONTINUED)

|   | Year Ended December 31, |           |                                  |           |           |                                  |
|---|-------------------------|-----------|----------------------------------|-----------|-----------|----------------------------------|
|   | 2009                    |           |                                  | 2008      |           |                                  |
|   | Budget                  | Actual    | Variance<br>With Final<br>Budget | Budget    | Actual    | Variance<br>With Final<br>Budget |
| <u>911 EMERGENCY SERVICES FUND</u>          |                         |           |                                  |           |           |                                  |
| RECEIPTS                                    |                         |           |                                  |           |           |                                  |
| Charges for services                        | \$ 46,000               | \$ 48,473 | \$ 2,473                         | \$ 47,000 | \$ 46,399 | \$ (601)                         |
| Interest                                    | 3,500                   | 2,667     | (833)                            | 5,000     | 3,839     | (1,161)                          |
| TOTAL RECEIPTS                              | 49,500                  | 51,140    | 1,640                            | 52,000    | 50,238    | (1,762)                          |
| DISBURSEMENTS                               |                         |           |                                  |           |           |                                  |
| Telephone                                   | 1,500                   | 1,421     | 79                               | 1,500     | 1,368     | 132                              |
| Equipment                                   | 24,000                  | 11,244    | 12,756                           | 22,000    | 20,712    | 1,288                            |
| Transfers out                               | 34,490                  | 34,490    | -                                | 31,375    | 31,375    | -                                |
| TOTAL DISBURSEMENTS                         | 59,990                  | 47,155    | 12,835                           | 54,875    | 53,455    | 1,420                            |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | (10,490)                | 3,985     | 14,475                           | (2,875)   | (3,217)   | (342)                            |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 87,323                  | 87,323    | -                                | 90,540    | 90,540    | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | \$ 76,833               | \$ 91,308 | \$ 14,475                        | \$ 87,665 | \$ 87,323 | \$ (342)                         |
| <u>LAW ENFORCEMENT<br/>RESTITUTION FUND</u> |                         |           |                                  |           |           |                                  |
| RECEIPTS                                    |                         |           |                                  |           |           |                                  |
| Charges for services                        | \$ 28,000               | \$ 29,419 | \$ 1,419                         | \$ 26,000 | \$ 36,379 | \$ 10,379                        |
| Interest                                    | 200                     | 293       | 93                               | 150       | 234       | 84                               |
| TOTAL RECEIPTS                              | 28,200                  | 29,712    | 1,512                            | 26,150    | 36,613    | 10,463                           |
| DISBURSEMENTS                               |                         |           |                                  |           |           |                                  |
| Sheriff                                     | 26,000                  | 14,855    | 11,145                           | 25,000    | 22,285    | 2,715                            |
| TOTAL DISBURSEMENTS                         | 26,000                  | 14,855    | 11,145                           | 25,000    | 22,285    | 2,715                            |
| RECEIPTS OVER<br>DISBURSEMENTS              | 2,200                   | 14,857    | 12,657                           | 1,150     | 14,328    | 13,178                           |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 52,676                  | 52,676    | -                                | 38,348    | 38,348    | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | \$ 54,876               | \$ 67,533 | \$ 12,657                        | \$ 39,498 | \$ 52,676 | \$ 13,178                        |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS (CONTINUED)

|   | Year Ended December 31, |            |                                  |            |            |                                  |
|---|-------------------------|------------|----------------------------------|------------|------------|----------------------------------|
|   | 2009                    |            |                                  | 2008       |            |                                  |
|   | Budget                  | Actual     | Variance<br>With Final<br>Budget | Budget     | Actual     | Variance<br>With Final<br>Budget |
| <u>LAW ENFORCEMENT SALES TAX FUND</u>       |                         |            |                                  |            |            |                                  |
| RECEIPTS                                    |                         |            |                                  |            |            |                                  |
| Sales taxes                                 | \$ 736,183              | \$ 724,163 | \$ (12,020)                      | \$ 759,248 | \$ 736,183 | \$ (23,065)                      |
| Intergovernmental                           | 119,332                 | 95,856     | (23,476)                         | 69,890     | 127,365    | 57,475                           |
| Charges for services                        | 51,294                  | 62,801     | 11,507                           | 60,000     | 51,294     | (8,706)                          |
| Interest                                    | 4,777                   | 4,012      | (765)                            | 5,700      | 4,778      | (922)                            |
| Other                                       | -                       | 9,989      | 9,989                            | -          | 9,951      | 9,951                            |
| Transfers in                                | 59,410                  | 56,189     | (3,221)                          | 31,375     | 31,375     | -                                |
| TOTAL RECEIPTS                              | 970,996                 | 953,010    | (17,986)                         | 926,213    | 960,946    | 34,733                           |
| DISBURSEMENTS                               |                         |            |                                  |            |            |                                  |
| Sheriff's salary                            | 44,000                  | 44,000     | -                                | 44,000     | 44,000     | -                                |
| Deputy salaries                             | 377,560                 | 341,986    | 35,574                           | 346,624    | 342,009    | 4,615                            |
| Part-time salaries                          | 24,797                  | 39,190     | (14,393)                         | 17,656     | 18,911     | (1,255)                          |
| Jail salaries                               | 159,440                 | 158,861    | 579                              | 145,568    | 146,454    | (886)                            |
| Medical insurance                           | 80,720                  | 73,229     | 7,491                            | 65,484     | 68,673     | (3,189)                          |
| Uniform allowance                           | 11,370                  | 10,530     | 840                              | 10,920     | 10,890     | 30                               |
| Social security/Medicare                    | 46,440                  | 43,217     | 3,223                            | 42,458     | 41,268     | 1,190                            |
| Office expense                              | 7,200                   | 9,010      | (1,810)                          | 6,360      | 7,342      | (982)                            |
| Other-telephone                             | 4,274                   | 4,658      | (384)                            | 3,941      | 4,274      | (333)                            |
| Equipment                                   | 9,500                   | 15,285     | (5,785)                          | 10,700     | 9,570      | 1,130                            |
| Workman's compensation insurance            | 16,500                  | 15,865     | 635                              | 20,802     | 20,895     | (93)                             |
| Automobile expense                          | 39,647                  | 42,350     | (2,703)                          | 63,608     | 50,420     | 13,188                           |
| Automobile purchase                         | 51,641                  | 54,670     | (3,029)                          | 36,818     | 35,626     | 1,192                            |
| Sheriff grant                               | 16,713                  | 20,151     | (3,438)                          | 18,556     | 46,436     | (27,880)                         |
| Automobile liability                        | 10,079                  | 10,041     | 38                               | 4,216      | 5,743      | (1,527)                          |
| Property liability                          | 25,710                  | 25,710     | -                                | 23,175     | 25,154     | (1,979)                          |
| Travel and per diem                         | 11,220                  | 5,442      | 5,778                            | 11,220     | 7,836      | 3,384                            |
| Inmates medical expense                     | 63,168                  | 56,223     | 6,945                            | 53,240     | 42,215     | 11,025                           |
| Jury room and board                         | 1,500                   | 545        | 955                              | 1,500      | 207        | 1,293                            |
| Mattress and blankets                       | 3,000                   | 2,742      | 258                              | 3,000      | 4,000      | (1,000)                          |
| Maintenance supplies                        | 2,486                   | 3,900      | (1,414)                          | 1,685      | 3,624      | (1,939)                          |
| Other                                       | 240                     | 2,933      | (2,693)                          | 300        | 340        | (40)                             |
| TOTAL DISBURSEMENTS                         | 1,007,205               | 980,538    | 26,667                           | 931,831    | 935,887    | (4,056)                          |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | (36,209)                | (27,528)   | 8,681                            | (5,618)    | 25,059     | 30,677                           |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 160,768                 | 160,978    | 210                              | 135,884    | 135,919    | 35                               |
| CASH AND INVESTMENT<br>BALANCE, December 31 | \$ 124,559              | \$ 133,450 | \$ 8,891                         | \$ 130,266 | \$ 160,978 | \$ 30,712                        |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS (CONTINUED)

|   | Year Ended December 31, |                  |                                  |                 |                  |                                  |
|---|-------------------------|------------------|----------------------------------|-----------------|------------------|----------------------------------|
|   | 2009                    |                  |                                  | 2008            |                  |                                  |
|   | Budget                  | Actual           | Variance<br>With Final<br>Budget | Budget          | Actual           | Variance<br>With Final<br>Budget |
| <u>LAW ENFORCEMENT TRAINING FUND</u>        |                         |                  |                                  |                 |                  |                                  |
| RECEIPTS                                    |                         |                  |                                  |                 |                  |                                  |
| Charges for services                        | \$ 3,300                | \$ 4,113         | \$ 813                           | \$ 3,000        | \$ 3,408         | \$ 408                           |
| Interest                                    | 15                      | 21               | 6                                | 15              | 18               | 3                                |
| TOTAL RECEIPTS                              | 3,315                   | 4,134            | 819                              | 3,015           | 3,426            | 411                              |
| DISBURSEMENTS                               |                         |                  |                                  |                 |                  |                                  |
| Sheriff                                     | 3,500                   | 2,971            | 529                              | 3,500           | 2,585            | 915                              |
| TOTAL DISBURSEMENTS                         | 3,500                   | 2,971            | 529                              | 3,500           | 2,585            | 915                              |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | (185)                   | 1,163            | 1,348                            | (485)           | 841              | 1,326                            |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 4,054                   | 4,054            | -                                | 3,213           | 3,213            | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | <u>\$ 3,869</u>         | <u>\$ 5,217</u>  | <u>\$ 1,348</u>                  | <u>\$ 2,728</u> | <u>\$ 4,054</u>  | <u>\$ 1,326</u>                  |
| <u>COLLECTOR'S TAX<br/>MAINTENANCE FUND</u> |                         |                  |                                  |                 |                  |                                  |
| RECEIPTS                                    |                         |                  |                                  |                 |                  |                                  |
| Charges for services                        | \$ 18,200               | \$ 19,361        | \$ 1,161                         | \$ 17,750       | \$ 18,444        | \$ 694                           |
| Interest                                    | 700                     | 858              | 158                              | 700             | 713              | 13                               |
| TOTAL RECEIPTS                              | 18,900                  | 20,219           | 1,319                            | 18,450          | 19,157           | 707                              |
| DISBURSEMENTS                               |                         |                  |                                  |                 |                  |                                  |
| Collector                                   | 50,895                  | 12,104           | 38,791                           | 40,830          | 9,541            | 31,289                           |
| TOTAL DISBURSEMENTS                         | 50,895                  | 12,104           | 38,791                           | 40,830          | 9,541            | 31,289                           |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | (31,995)                | 8,115            | 40,110                           | (22,380)        | 9,616            | 31,996                           |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 31,996                  | 31,996           | -                                | 22,380          | 22,380           | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | <u>\$ 1</u>             | <u>\$ 40,111</u> | <u>\$ 40,110</u>                 | <u>\$ -</u>     | <u>\$ 31,996</u> | <u>\$ 31,996</u>                 |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS (CONTINUED)

|   | Year Ended December 31, |                  |                                  |                 |                  |                                  |
|---|-------------------------|------------------|----------------------------------|-----------------|------------------|----------------------------------|
|   | 2009                    |                  |                                  | 2008            |                  |                                  |
|   | Budget                  | Actual           | Variance<br>With Final<br>Budget | Budget          | Actual           | Variance<br>With Final<br>Budget |
| <u>LAW LIBRARY FUND</u>                     |                         |                  |                                  |                 |                  |                                  |
| RECEIPTS                                    |                         |                  |                                  |                 |                  |                                  |
| Intergovernmental                           | \$ 7,200                | \$ 9,173         | \$ 1,973                         | \$ 7,514        | \$ 8,262         | \$ 748                           |
| TOTAL RECEIPTS                              | 7,200                   | 9,173            | 1,973                            | 7,514           | 8,262            | 748                              |
| DISBURSEMENTS                               |                         |                  |                                  |                 |                  |                                  |
| Law library                                 | 6,000                   | 5,837            | 163                              | 5,000           | 10,987           | (5,987)                          |
| TOTAL DISBURSEMENTS                         | 6,000                   | 5,837            | 163                              | 5,000           | 10,987           | (5,987)                          |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | 1,200                   | 3,336            | 2,136                            | 2,514           | (2,725)          | (5,239)                          |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 2,606                   | 2,606            | -                                | 6,041           | 5,331            | (710)                            |
| CASH AND INVESTMENT<br>BALANCE, December 31 | <u>\$ 3,806</u>         | <u>\$ 5,942</u>  | <u>\$ 2,136</u>                  | <u>\$ 8,555</u> | <u>\$ 2,606</u>  | <u>\$ (5,949)</u>                |
| <u>SHERIFF'S REVOLVING FUND</u>             |                         |                  |                                  |                 |                  |                                  |
| RECEIPTS                                    |                         |                  |                                  |                 |                  |                                  |
| Charges for services                        | \$ 5,000                | \$ 13,008        | \$ 8,008                         | \$ 1,200        | \$ 5,726         | \$ 4,526                         |
| Interest                                    | 60                      | 112              | 52                               | 25              | 70               | 45                               |
| TOTAL RECEIPTS                              | 5,060                   | 13,120           | 8,060                            | 1,225           | 5,796            | 4,571                            |
| DISBURSEMENTS                               |                         |                  |                                  |                 |                  |                                  |
| Sheriff                                     | 3,025                   | 2,278            | 747                              | 3,025           | 309              | 2,716                            |
| TOTAL DISBURSEMENTS                         | 3,025                   | 2,278            | 747                              | 3,025           | 309              | 2,716                            |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | 2,035                   | 10,842           | 8,807                            | (1,800)         | 5,487            | 7,287                            |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 17,072                  | 17,072           | -                                | 11,585          | 11,585           | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | <u>\$ 19,107</u>        | <u>\$ 27,914</u> | <u>\$ 8,807</u>                  | <u>\$ 9,785</u> | <u>\$ 17,072</u> | <u>\$ 7,287</u>                  |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS (CONTINUED)

|   | Year Ended December 31, |                 |                                  |                 |                 |                                  |
|---|-------------------------|-----------------|----------------------------------|-----------------|-----------------|----------------------------------|
|   | 2009                    |                 |                                  | 2008            |                 |                                  |
|   | Budget                  | Actual          | Variance<br>With Final<br>Budget | Budget          | Actual          | Variance<br>With Final<br>Budget |
| <u>MISCELLANEOUS GRANT FUND</u>               |                         |                 |                                  |                 |                 |                                  |
| RECEIPTS                                      |                         |                 |                                  |                 |                 |                                  |
| Intergovernmental                             | \$ 29,200               | \$ 10,716       | \$ (18,484)                      | \$ 29,200       | \$ 29,268       | \$ 68                            |
| TOTAL RECEIPTS                                | 29,200                  | 10,716          | (18,484)                         | 29,200          | 29,268          | 68                               |
| DISBURSEMENTS                                 |                         |                 |                                  |                 |                 |                                  |
| Other   | 29,200                  | 8,305           | 20,895                           | 29,200          | 29,268          | (68)                             |
| TOTAL DISBURSEMENTS                           | 29,200                  | 8,305           | 20,895                           | 29,200          | 29,268          | (68)                             |
| RECEIPTS OVER<br>DISBURSEMENTS                | -                       | 2,411           | 2,411                            | -               | -               | -                                |
| CASH AND INVESTMENT<br>BALANCE, January 1     | 52                      | 52              | -                                | 52              | 52              | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31   | <u>\$ 52</u>            | <u>\$ 2,463</u> | <u>\$ 2,411</u>                  | <u>\$ 52</u>    | <u>\$ 52</u>    | <u>\$ -</u>                      |
| <u>PROSECUTING ATTORNEY<br/>TRAINING FUND</u> |                         |                 |                                  |                 |                 |                                  |
| RECEIPTS                                      |                         |                 |                                  |                 |                 |                                  |
| Charges for services                          | \$ 850                  | \$ 861          | \$ 11                            | \$ 500          | \$ 1,116        | \$ 616                           |
| TOTAL RECEIPTS                                | 850                     | 861             | 11                               | 500             | 1,116           | 616                              |
| DISBURSEMENTS                                 |                         |                 |                                  |                 |                 |                                  |
| Prosecuting Attorney                          | 4,000                   | 1,240           | 2,760                            | 1,500           | -               | 1,500                            |
| TOTAL DISBURSEMENTS                           | 4,000                   | 1,240           | 2,760                            | 1,500           | -               | 1,500                            |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS        | (3,150)                 | (379)           | 2,771                            | (1,000)         | 1,116           | 2,116                            |
| CASH AND INVESTMENT<br>BALANCE, January 1     | 3,240                   | 3,408           | 168                              | 2,407           | 2,292           | (115)                            |
| CASH AND INVESTMENT<br>BALANCE, December 31   | <u>\$ 90</u>            | <u>\$ 3,029</u> | <u>\$ 2,939</u>                  | <u>\$ 1,407</u> | <u>\$ 3,408</u> | <u>\$ 2,001</u>                  |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS (CONTINUED)

|   | Year Ended December 31, |                  |                                  |                  |                  |                                  |
|---|-------------------------|------------------|----------------------------------|------------------|------------------|----------------------------------|
|   | 2009                    |                  |                                  | 2008             |                  |                                  |
|   | Budget                  | Actual           | Variance<br>With Final<br>Budget | Budget           | Actual           | Variance<br>With Final<br>Budget |
| <u>PROSECUTING ATTORNEY</u>                 |                         |                  |                                  |                  |                  |                                  |
| <u>BAD CHECK FEE FUND</u>                   |                         |                  |                                  |                  |                  |                                  |
| RECEIPTS                                    |                         |                  |                                  |                  |                  |                                  |
| Charges for services                        | \$ 12,000               | \$ 12,706        | \$ 706                           | \$ 14,000        | \$ 11,965        | \$ (2,035)                       |
| Interest                                    | 50                      | 53               | 3                                | 40               | 57               | 17                               |
| TOTAL RECEIPTS                              | 12,050                  | 12,759           | 709                              | 14,040           | 12,022           | (2,018)                          |
| DISBURSEMENTS                               |                         |                  |                                  |                  |                  |                                  |
| Prosecuting Attorney                        | 1,000                   | 1,835            | (835)                            | 2,000            | 1,260            | 740                              |
| Transfers out                               | 9,000                   | 9,000            | -                                | 15,000           | 15,000           | -                                |
| TOTAL DISBURSEMENTS                         | 10,000                  | 10,835           | (835)                            | 17,000           | 16,260           | 740                              |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | 2,050                   | 1,924            | (126)                            | (2,960)          | (4,238)          | (1,278)                          |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 13,872                  | 13,845           | (27)                             | 18,083           | 18,083           | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | <u>\$ 15,922</u>        | <u>\$ 15,769</u> | <u>\$ (153)</u>                  | <u>\$ 15,123</u> | <u>\$ 13,845</u> | <u>\$ (1,278)</u>                |
| <u>RECORDER USER FEE FUND</u>               |                         |                  |                                  |                  |                  |                                  |
| RECEIPTS                                    |                         |                  |                                  |                  |                  |                                  |
| Charges for services                        | \$ 10,500               | \$ 8,231         | \$ (2,269)                       | \$ 11,000        | \$ 10,104        | \$ (896)                         |
| Interest                                    | 68                      | 59               | (9)                              | 85               | 68               | (17)                             |
| TOTAL RECEIPTS                              | 10,568                  | 8,290            | (2,278)                          | 11,085           | 10,172           | (913)                            |
| DISBURSEMENTS                               |                         |                  |                                  |                  |                  |                                  |
| Recorder of Deeds                           | 8,000                   | 7,482            | 518                              | 8,000            | 7,255            | 745                              |
| Transfer out                                | 3,000                   | 3,000            | -                                | 3,000            | 3,000            | -                                |
| TOTAL DISBURSEMENTS                         | 11,000                  | 10,482           | 518                              | 11,000           | 10,255           | 745                              |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | (432)                   | (2,192)          | (1,760)                          | 85               | (83)             | (168)                            |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 13,791                  | 13,791           | -                                | 13,874           | 13,874           | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | <u>\$ 13,359</u>        | <u>\$ 11,599</u> | <u>\$ (1,760)</u>                | <u>\$ 13,959</u> | <u>\$ 13,791</u> | <u>\$ (168)</u>                  |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS (CONTINUED)

|   | Year Ended December 31, |            |                                  |           |           |                                  |
|---|-------------------------|------------|----------------------------------|-----------|-----------|----------------------------------|
|   | 2009                    |            |                                  | 2008      |           |                                  |
|   | Budget                  | Actual     | Variance<br>With Final<br>Budget | Budget    | Actual    | Variance<br>With Final<br>Budget |
| <u>TITLE III FUND</u>                       |                         |            |                                  |           |           |                                  |
| RECEIPTS                                    |                         |            |                                  |           |           |                                  |
| Intergovernmental                           | \$ 20,000               | \$ 34,620  | \$ 14,620                        | \$ 20,000 | \$ 19,769 | \$ (231)                         |
| Interest                                    | 400                     | 498        | 98                               | 300       | 423       | 123                              |
| TOTAL RECEIPTS                              | 20,400                  | 35,118     | 14,718                           | 20,300    | 20,192    | (108)                            |
| DISBURSEMENTS                               |                         |            |                                  |           |           |                                  |
| Title III projects                          | 25,000                  | -          | 25,000                           | 75,000    | 24,813    | 50,187                           |
| TOTAL DISBURSEMENTS                         | 25,000                  | -          | 25,000                           | 75,000    | 24,813    | 50,187                           |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | (4,600)                 | 35,118     | 39,718                           | (54,700)  | (4,621)   | 50,079                           |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 73,941                  | 73,941     | -                                | 78,562    | 78,562    | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | \$ 69,341               | \$ 109,059 | \$ 39,718                        | \$ 23,862 | \$ 73,941 | \$ 50,079                        |
| <u>SPECIAL ELECTION SERVICES FUND</u>       |                         |            |                                  |           |           |                                  |
| RECEIPTS                                    |                         |            |                                  |           |           |                                  |
| Intergovernmental                           | \$ 3,050                | \$ 3,633   | \$ 583                           | \$ 3,203  | \$ 1,747  | \$ (1,456)                       |
| Interest                                    | 45                      | 41         | (4)                              | 45        | 566       | 521                              |
| TOTAL RECEIPTS                              | 3,095                   | 3,674      | 579                              | 3,248     | 2,313     | (935)                            |
| DISBURSEMENTS                               |                         |            |                                  |           |           |                                  |
| Elections                                   | 5,000                   | 865        | 4,135                            | 3,248     | 3,483     | (235)                            |
| TOTAL DISBURSEMENTS                         | 5,000                   | 865        | 4,135                            | 3,248     | 3,483     | (235)                            |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | (1,905)                 | 2,809      | 4,714                            | -         | (1,170)   | (1,170)                          |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 6,935                   | 7,464      | 529                              | 8,634     | 8,634     | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | \$ 5,030                | \$ 10,273  | \$ 5,243                         | \$ 8,634  | \$ 7,464  | \$ (1,170)                       |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS (CONTINUED)

|   | Year Ended December 31, |           |                                  |           |           |                                  |
|---|-------------------------|-----------|----------------------------------|-----------|-----------|----------------------------------|
|   | 2009                    |           |                                  | 2008      |           |                                  |
|   | Budget                  | Actual    | Variance<br>With Final<br>Budget | Budget    | Actual    | Variance<br>With Final<br>Budget |
| <u>SENIOR CITIZENS SERVICES FUND</u>        |                         |           |                                  |           |           |                                  |
| RECEIPTS                                    |                         |           |                                  |           |           |                                  |
| Property taxes                              | \$ 68,393               | \$ 68,699 | \$ 306                           | \$ 67,351 | \$ 67,602 | \$ 251                           |
| Intergovernmental                           | 1,000                   | 3,285     | 2,285                            | 3,000     | 1,095     | (1,905)                          |
| Interest                                    | 170                     | 188       | 18                               | 170       | 166       | (4)                              |
| TOTAL RECEIPTS                              | 69,563                  | 72,172    | 2,609                            | 70,521    | 68,863    | (1,658)                          |
| DISBURSEMENTS                               |                         |           |                                  |           |           |                                  |
| Contracted services                         | 77,000                  | 76,285    | 715                              | 61,500    | 62,595    | (1,095)                          |
| TOTAL DISBURSEMENTS                         | 77,000                  | 76,285    | 715                              | 61,500    | 62,595    | (1,095)                          |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | (7,437)                 | (4,113)   | 3,324                            | 9,021     | 6,268     | (2,753)                          |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 11,171                  | 11,171    | -                                | 4,903     | 4,903     | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | \$ 3,734                | \$ 7,058  | \$ 3,324                         | \$ 13,924 | \$ 11,171 | \$ (2,753)                       |
| <u>TOURISM TAX FUND</u>                     |                         |           |                                  |           |           |                                  |
| RECEIPTS                                    |                         |           |                                  |           |           |                                  |
| Taxes                                       | \$ 49,000               | \$ 49,434 | \$ 434                           | \$ 44,000 | \$ 46,831 | \$ 2,831                         |
| Interest                                    | 250                     | 380       | 130                              | 150       | 275       | 125                              |
| TOTAL RECEIPTS                              | 49,250                  | 49,814    | 564                              | 44,150    | 47,106    | 2,956                            |
| DISBURSEMENTS                               |                         |           |                                  |           |           |                                  |
| Tourism                                     | 50,000                  | 27,191    | 22,809                           | 60,000    | 12,629    | 47,371                           |
| TOTAL DISBURSEMENTS                         | 50,000                  | 27,191    | 22,809                           | 60,000    | 12,629    | 47,371                           |
| RECEIPTS OVER (UNDER)<br>DISBURSEMENTS      | (750)                   | 22,623    | 23,373                           | (15,850)  | 34,477    | 50,327                           |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 75,356                  | 75,356    | -                                | 40,879    | 40,879    | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | \$ 74,606               | \$ 97,979 | \$ 23,373                        | \$ 25,029 | \$ 75,356 | \$ 50,327                        |

See accompanying notes.

DENT COUNTY, MISSOURI  
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH AND  
 INVESTMENT BALANCES – BUDGET AND ACTUAL – ALL GOVERNMENTAL FUNDS –  
 REGULATORY BASIS (CONTINUED)

|   | Year Ended December 31, |            |                                  |            |            |                                  |
|---|-------------------------|------------|----------------------------------|------------|------------|----------------------------------|
|   | 2009                    |            |                                  | 2008       |            |                                  |
|   | Budget                  | Actual     | Variance<br>With Final<br>Budget | Budget     | Actual     | Variance<br>With Final<br>Budget |
| <u>DENT COUNTY DEVELOPMENTAL</u>            |                         |            |                                  |            |            |                                  |
| <u>DISABILITIES BOARD FUND</u>              |                         |            |                                  |            |            |                                  |
| RECEIPTS                                    |                         |            |                                  |            |            |                                  |
| Property taxes                              | \$ 235,000              | \$ 235,681 | \$ 681                           | \$ 227,000 | \$ 232,924 | \$ 5,924                         |
| Other taxes                                 | -                       | 626        | 626                              | -          | 906        | 906                              |
| Charges for services                        | 7,700                   | 8,049      | 349                              | 7,800      | 7,716      | (84)                             |
| Intergovernmental                           | 250,000                 | 282,911    | 32,911                           | 220,000    | 229,072    | 9,072                            |
| Interest                                    | 6,000                   | 4,896      | (1,104)                          | 8,000      | 5,476      | (2,524)                          |
| Other                                       | 90,000                  | 19         | (89,981)                         | 60,000     | 648        | (59,352)                         |
| TOTAL RECEIPTS                              | 588,700                 | 532,182    | (56,518)                         | 522,800    | 476,742    | (46,058)                         |
| DISBURSEMENTS                               |                         |            |                                  |            |            |                                  |
| Payroll                                     | 128,000                 | 123,333    | 4,667                            | 27,000     | 93,929     | (66,929)                         |
| Office expense                              | 23,500                  | 22,289     | 1,211                            | 7,000      | 10,848     | (3,848)                          |
| Capital improvements                        | 29,500                  | 21,937     | 7,563                            | 20,000     | 31,256     | (11,256)                         |
| Insurance                                   | 60,300                  | 58,468     | 1,832                            | 124,050    | 69,400     | 54,650                           |
| Direct services                             | 333,448                 | 232,456    | 100,992                          | 330,023    | 204,339    | 125,684                          |
| TOTAL DISBURSEMENTS                         | 574,748                 | 458,483    | 116,265                          | 508,073    | 409,772    | 98,301                           |
| RECEIPTS OVER<br>DISBURSEMENTS              | 13,952                  | 73,699     | 59,747                           | 14,727     | 66,970     | 52,243                           |
| CASH AND INVESTMENT<br>BALANCE, January 1   | 183,482                 | 183,508    | 26                               | 116,538    | 116,538    | -                                |
| CASH AND INVESTMENT<br>BALANCE, December 31 | \$ 197,434              | \$ 257,207 | \$ 59,773                        | \$ 131,265 | \$ 183,508 | \$ 52,243                        |

See accompanying notes.

DENT COUNTY, MISSOURI

STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS – AGENCY FUNDS – REGULATORY BASIS

December 31, 2009

|                           | Recorder<br>of Deeds<br>Fund | Prosecuting<br>Attorney<br>Bad Check<br>Fund | Prosecuting<br>Attorney<br>Restitution<br>Fund | Collector<br>of Revenue<br>Fund | Child<br>Trust<br>Fund | County<br>Employee<br>Retirement<br>Fund | Sheriff<br>Fee<br>Fund |
|---------------------------|------------------------------|--|--|---------------------------------|------------------------|--|------------------------|
| <b>ASSETS</b>             |                              |  |  |                                 |                        |  |                        |
| Cash and cash equivalents | \$ 6,247                     | \$ 240                                       | \$ 18,001                                      | \$ 4,912,313                    | \$ 655                 | \$ 2,315                                 | \$ -                   |
| TOTAL ASSETS              | <u>\$ 6,247</u>              | <u>\$ 240</u>                                | <u>\$ 18,001</u>                               | <u>\$ 4,912,313</u>             | <u>\$ 655</u>          | <u>\$ 2,315</u>                          | <u>\$ -</u>            |
| <b>LIABILITIES</b>        |                              |  |  |                                 |                        |  |                        |
| Due to others             | \$ -                         | \$ 240                                       | \$ 18,001                                      | \$ 2,817                        | \$ 655                 | \$ -                                     | \$ -                   |
| Due to other governments  | 6,247                        | -  | -  | 4,909,496                       | -                      | 2,315                                    | -                      |
| TOTAL LIABILITIES         | <u>\$ 6,247</u>              | <u>\$ 240</u>                                | <u>\$ 18,001</u>                               | <u>\$ 4,912,313</u>             | <u>\$ 655</u>          | <u>\$ 2,315</u>                          | <u>\$ -</u>            |

See accompanying notes.

DENT COUNTY, MISSOURI

STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS – AGENCY FUNDS – REGULATORY BASIS

(CONTINUED)

December 31, 2009

|                           | Sheriff's<br>Office<br>Bond<br>Fund | Sheriff's<br>Office<br>Escrow<br>Fund | Inmate<br>Security<br>Fund | Land<br>Tax Sale<br>Fund | School<br>Fines<br>Fund | Total               |
|---------------------------|-------------------------------------|---------------------------------------|----------------------------|--------------------------|-------------------------|---------------------|
| <b>ASSETS</b>             |                                     |                                       |                            |                          |                         |                     |
| Cash and cash equivalents | \$ 750                              | \$ 1,818                              | \$ 1,847                   | \$ 7,711                 | \$ 65,122               | \$ 5,017,019        |
| TOTAL ASSETS              | <u>\$ 750</u>                       | <u>\$ 1,818</u>                       | <u>\$ 1,847</u>            | <u>\$ 7,711</u>          | <u>\$ 65,122</u>        | <u>\$ 5,017,019</u> |
| <b>LIABILITIES</b>        |                                     |                                       |                            |                          |                         |                     |
| Due to others             | \$ 750                              | \$ 1,818                              | \$ 1,847                   | \$ -                     | \$ -                    | \$ 26,128           |
| Due to other governments  | -                                   | -                                     | -                          | 7,711                    | 65,122                  | 4,990,891           |
| TOTAL LIABILITIES         | <u>\$ 750</u>                       | <u>\$ 1,818</u>                       | <u>\$ 1,847</u>            | <u>\$ 7,711</u>          | <u>\$ 65,122</u>        | <u>\$ 5,017,019</u> |

See accompanying notes.

DENT COUNTY, MISSOURI

STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS – AGENCY FUNDS – REGULATORY BASIS

December 31, 2008

|                           | Recorder<br>of Deeds<br>Fund | Prosecuting<br>Attorney<br>Bad Check<br>Fund | Prosecuting<br>Attorney<br>Restitution<br>Fund | Collector<br>of Revenue<br>Fund | Child<br>Trust<br>Fund | County<br>Employee<br>Retirement<br>Fund | Sheriff's<br>Office<br>Fee Account<br>Fund |
|---------------------------|------------------------------|--|--|---------------------------------|------------------------|--|--|
| <b>ASSETS</b>             |                              |  |  |                                 |                        |  |  |
| Cash and cash equivalents | \$ 6,965                     | \$ 240                                       | \$ 17,320                                      | \$ 5,177,570                    | \$ 1,785               | \$ 2,191                                 | \$ 3,451                                   |
| TOTAL ASSETS              | <u>\$ 6,965</u>              | <u>\$ 240</u>                                | <u>\$ 17,320</u>                               | <u>\$ 5,177,570</u>             | <u>\$ 1,785</u>        | <u>\$ 2,191</u>                          | <u>\$ 3,451</u>                            |
| <b>LIABILITIES</b>        |                              |  |  |                                 |                        |  |  |
| Due to others             | \$ -                         | \$ 240                                       | \$ 17,320                                      | \$ 1,380                        | \$ 1,785               | \$ -                                     | \$ 3,451                                   |
| Due to other governments  | 6,965                        | -  | -  | 5,176,190                       | -                      | 2,191                                    | -  |
| TOTAL LIABILITIES         | <u>\$ 6,965</u>              | <u>\$ 240</u>                                | <u>\$ 17,320</u>                               | <u>\$ 5,177,570</u>             | <u>\$ 1,785</u>        | <u>\$ 2,191</u>                          | <u>\$ 3,451</u>                            |

See accompanying notes.

DENT COUNTY, MISSOURI

STATEMENT OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS – AGENCY FUNDS – REGULATORY BASIS

(CONTINUED)

December 31, 2008

|                           | Sheriff's<br>Office<br>Escrow<br>Fund | Sheriff's<br>Bond<br>Fund | Inmate<br>Security<br>Fund | Land<br>Tax Sale<br>Fund | School<br>Fines<br>Fund | Total               |
|---------------------------|---------------------------------------|---------------------------|----------------------------|--------------------------|-------------------------|---------------------|
| <b>ASSETS</b>             |                                       |                           |                            |                          |                         |                     |
| Cash and cash equivalents | \$ 214,204                            | \$ -                      | \$ -                       | \$ 13,887                | \$ 54,009               | \$ 5,491,622        |
| TOTAL ASSETS              | <u>\$ 214,204</u>                     | <u>\$ -</u>               | <u>\$ -</u>                | <u>\$ 13,887</u>         | <u>\$ 54,009</u>        | <u>\$ 5,491,622</u> |
| <b>LIABILITIES</b>        |                                       |                           |                            |                          |                         |                     |
| Due to others             | \$ 214,204                            | \$ -                      | \$ -                       | \$ -                     | \$ -                    | \$ 238,380          |
| Due to other governments  | -                                     | -                         | -                          | 13,887                   | 54,009                  | 5,253,242           |
| TOTAL LIABILITIES         | <u>\$ 214,204</u>                     | <u>\$ -</u>               | <u>\$ -</u>                | <u>\$ 13,887</u>         | <u>\$ 54,009</u>        | <u>\$ 5,491,622</u> |

See accompanying notes.

## NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Dent County, Missouri (“County”), is governed by a three-member board of commissioners. In addition to the three board members, there are nine elected Constitutional Officers: Assessor, County Clerk, Circuit Clerk-Recorder, Coroner, Collector, Prosecuting Attorney, Public Administrator, Sheriff, and Treasurer.

As discussed further in Note A, these financial statements are presented on the regulatory basis of accounting. This basis of accounting differs from accounting principles generally accepted in the United States of America (GAAP).

### Reporting Entity

The County’s operations include tax assessments and collections, state/county courts, county recorder, public safety, economic development, social and human services, and cultural and recreation services.

The financial statements referred to above include only the primary government of Dent County, Missouri, which consists of all funds, organizations, agencies, departments, and offices that comprise the County’s legal entity.

### Basis of Presentation

The financial statements are presented using accounting practices prescribed or permitted by the Missouri State Auditor’s Office, which include a Statements of Receipts, Disbursements and Changes in Cash and Investment Balances – All Governmental Funds, a Comparative Statement of Receipts and Disbursements – Budget and Actual – All Governmental Funds, and a Statement of Assets and Liabilities Arising from Cash Transactions – Agency Funds.

Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. A fund is considered a separate accounting entity with self-balancing accounts. The following funds are used by the County:

Governmental Funds – Governmental funds are those through which most governmental functions are financed. The County’s expendable financial resources are accounted for through governmental funds.

Fiduciary Funds – Fiduciary funds (agency funds) are used to account for assets held by the County in a trustee capacity as an agent of individuals, private organizations, or other governmental units. Agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operations. These funds account for activities of collections for other taxing units by the Collector and other officeholders.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Accounting

The financial statements are prepared on the regulatory 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 measureable or when they are earned, and expenditures or expenses to be recognized when the related liabilities are incurred.

Budgets and Budgetary Accounting

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

1. In accordance with Chapter 50, RSMo, the County adopts a budget for each governmental fund.
2. On or before the second Monday in January, each elected officer and department director will transmit to the County Commission and County Clerk, who serves as budget officer, the budget request and revenue estimates for their office or department for the budget year.
3. The County Clerk submits to the County Commission a proposed budget for the fiscal year beginning January 1. The proposed budget includes estimated revenues and proposed expenditures, on the cash basis of accounting, for all budgeted funds. Budgeted expenditures cannot exceed beginning available monies plus estimated revenues for the year. Budgeting of appropriations is based upon an estimated fund balance at the beginning of the year as well as estimated revenues to be received.
4. State law requires that, at the individual fund level, budgeted expenditures not exceed budgeted revenues plus anticipated beginning fund balance.
5. A public hearing is conducted to obtain public comment on the budget. Prior to its approval by the County Commission, the budget document is available for public inspection, which usually takes place the third and fourth weeks of January.
6. Prior to February 1, the budget is legally enacted by a vote of the County Commission.
7. Subsequent to its formal approval of the budget, the County Commission has the authority to make necessary adjustments to the budget by a formal vote of the Commission. Adjustments made during the year were not significant and are reflected in the budget information in the financial statements. Budgeted amounts are as originally adopted, or as amended by the County Commission throughout the year. Individual amendments were not material in relation to the original appropriations which were adopted.

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

8. Budgets are prepared and adopted on the cash basis of accounting.
9. Section 50.740 RSMo prohibits expenditures in excess of the approved budgets. Actual expenditures exceeded budgeted amounts for several funds of the County.

Cash and Investments

The County pools cash and investment resources of various funds in the County Treasurer's office in order to facilitate the management of cash and investments. Cash and investments applicable to a particular fund are readily identifiable. Some County offices also hold cash and investments in their own separate bank accounts as required by state statute. The balance in the pooled cash account is available to meet current operating requirements.

NOTE B – CASH AND INVESTMENTS

The County maintains a cash pool that is available for use by all funds. Each fund's portion of this pool is displayed as "Cash and cash equivalents". In addition, cash and investments are separately held by the Dent County Developmental Disabilities Board. Investments of the County consist of certificates of deposit with local banking institutions. State statutes require that County deposits be fully collateralized in the name of the County. As of December 31, 2009 and 2008, all bank balances and certificates of deposit are entirely insured or collateralized with securities.

NOTE C – CLAIMS, JUDGMENTS AND CONTINGENCIES

Federal and State Grants

The County participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Disbursements financed by grants are subject to audit by the appropriate grantor government. If disbursements are disallowed due to noncompliance with grant program regulations, the County may be required to reimburse the grantor government. As of December 31, 2009 and 2008, significant amounts of grant disbursements have not been audited by grantor governments, but the County believes that disallowed disbursements, if any, based on subsequent audits will not have a material effect on any of the individual government funds or the overall financial position of the County.

DENT COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2009

NOTE D – PENSION PLAN – CERF

*STATE OF MISSOURI COUNTY EMPLOYEES' RETIREMENT FUND*

Plan Description

Dent County participates in the County Employees' Retirement Fund (CERF), a cost-sharing multiple-employer pension plan. CERF is a defined benefit pension plan which provides retirement and death benefits to plan members and beneficiaries. CERF was created and is governed by state statute, RSMo 50.1000 to 50.1200. 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 401a and it is tax exempt.

The County Employees' Retirement Fund issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to CERF, Boone County National Bank, P.O. Box 577, Columbia, MO 65202 or by calling 1-800-357-8557.

Funding Policy

Dent County's full-time employees hired before February 25, 2002, are required by state statute to contribute 2% of annual payroll to the pension plan. Dent County's full-time employees hired after February 25, 2002, are required by state statute to contribute 6% of annual covered payroll to the pension plan. The County is required by state statute to remit the fees collected under RSMo Sections 52.290, 150.150, 137.280, 137.345 and Chapters 59 and 54, RSMo, plus interest. The required contributions have been made.

NOTE E – ASSESSED VALUATION, TAX LEVY AND LEGAL DEBT MARGIN

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on November 1, and are payable by December 31.

The 2009 and 2008 assessed valuation of the tangible taxable property (excluding railroad and utilities) and the tax levies per \$100 assessed valuation of that property were as follows:

|                    | <u>2009</u>           | <u>2008</u>           |
|--------------------|-----------------------|-----------------------|
| ASSESSED VALUATION |                       |                       |
| Real estate        | \$ 107,167,700        | \$ 104,928,510        |
| Personal property  | <u>35,509,132</u>     | <u>38,277,170</u>     |
|                    | <u>\$ 142,676,832</u> | <u>\$ 143,205,680</u> |

DENT COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2009

NOTE E – ASSESSED VALUATION, TAX LEVY AND LEGAL DEBT MARGIN (continued)

The 2009 and 2008 assessed valuation of the tangible taxable property (excluding railroad and utilities) and the tax levies per \$100 assessed valuation of that property were as follows:

|   | <u>2009</u>     | <u>2008</u>     |
|---|-----------------|-----------------|
| TAX LEVY  |                 |                 |
| General Fund                                      | \$ .0350        | \$ .0350        |
| Road and Bridge Fund                              | .2550           | .2550           |
| Senior Citizens Services Fund                     | .0461           | .0453           |
| Dent County Developmental Disabilities Board Fund | .1500           | .1500           |
|   | <u>\$ .4861</u> | <u>\$ .4853</u> |

The legal debt margin at December 31, 2009 and December 31, 2008, is computed as follows:

|                                  | <u>2009</u>          | <u>2008</u>          |
|----------------------------------|----------------------|----------------------|
| Constitutional debt limit        | \$ 14,267,683        | \$ 14,320,568        |
| General obligation bonds payable | <u>-</u>             | <u>-</u>             |
| LEGAL DEBT MARGIN                | <u>\$ 14,267,683</u> | <u>\$ 14,320,568</u> |

Under Article VI, Section 26(b) and (c), Missouri Constitution, the County, by a vote of its qualified electors voting therein, may incur an indebtedness for any purpose authorized by law of the County or by any general law of the State of Missouri. The borrowings authorized by this section shall not exceed ten percent of the value of the taxable tangible property in the County.

NOTE F – LONG-TERM DEBT

In 2004, the County entered into a cancelable lease purchase agreement to finance the purchase of motor graders at a cost of \$184,264. The agreement requires annual principal payments of \$50,464, which includes interest at 3.75%. This lease was paid off in 2008.

DENT COUNTY, MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2009

NOTE F – LONG-TERM DEBT (continued)

In 2006, the County entered into a cancelable lease purchase agreement to finance the purchase of four road motor graders at a cost of \$244,160. The agreement requires annual payments of \$54,077, which includes interest at 5.25%.

In 2006, the County entered into a cancelable lease purchase agreement to finance the purchase of a Chevy Impala at a total cost of \$23,184. The agreement requires annual payments of \$8,319, which includes interest at 7.85%. This lease was paid off in 2008.

In 2006, the County entered into a cancelable lease purchase agreement to finance the purchase of a John Deere tractor and mower at a cost of \$61,711. The agreement requires annual payments of \$17,012, which includes interest at 4.028%. This lease was paid off in 2009.

In 2008, the County entered into a cancelable lease purchase agreement to finance the purchase of two Crown Victoria Ford vehicles at a cost of \$51,374. The agreement requires annual payments of \$18,041, which includes interest at 5.45%.

In 2008, the County entered into a cancelable lease purchase agreement to finance the purchase of a 2009 Chevy Trail Blazer at a cost of \$24,138. The agreement requires annual payments of \$8,600, which includes interest at 7.05%.

In 2008, the County entered into a cancelable lease purchase agreement to finance the purchase of a building at a cost of \$70,000. The agreement requires annual payments of \$12,000, which includes interest at 6.5%. This lease was paid off in 2009.

In 2009, the County entered into a cancelable lease purchase agreement to finance the purchase of two tandem dump trucks at a cost of \$159,672. The agreement requires annual payments of \$42,509, which includes interest at 3.95%.

In 2009, the County entered into a cancelable lease purchase agreement to finance the purchase of a 2008 Freightliner truck at a cost of \$48,500. The agreement requires annual payments of \$12,897, which includes interest at 3.95%.

Although the agreements provide for cancellation of the leases if the County should fail to appropriate funds at the annual renewal dates, the County does not foresee exercising its options to cancel.

DENT COUNTY, MISSOURI  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2009

NOTE F – LONG-TERM DEBT (continued)

The annual requirements to amortize the principal of the leases are as follows:

| <u>Year Ended<br/>December 31,</u>          | <u>Total<br/>Lease<br/>Payments</u> |
|---|-------------------------------------|
| 2010  | \$ 136,123                          |
| 2011  | 55,405                              |
| 2012  | <u>55,405</u>                       |
| <b>TOTAL MINIMUM LEASE PAYMENTS</b>         | <b>246,933</b>                      |
| <b>LESS AMOUNT REPRESENTING INTEREST</b>    | <b><u>(16,368)</u></b>              |
| <b>PRINCIPAL BALANCE, DECEMBER 31, 2009</b> | <b><u>\$ 230,565</u></b>            |

The following is the changes in long-term debt for the years ended December 31, 2008 and 2009:

|                           | <u>Balance<br/>December 31,<br/>2007</u> | <u>Additions</u> | <u>Retirements</u> | <u>Balance<br/>December 31,<br/>2008</u> | <u>Additions</u> | <u>Retirements</u> | <u>Balance<br/>December 31,<br/>2009</u> |
|---------------------------|--|------------------|--------------------|--|------------------|--------------------|--|
| Capital Lease Obligations |  |                  |                    |  |                  |                    |  |
| 2004 Motor Grader         | \$ 48,642                                | \$ -             | \$ 48,642          | \$ -                                     | \$ -             | \$ -               | \$ -                                     |
| 2006 Chevy Impala         | 7,713                                    | -                | 7,713              | -  | -                | -                  | -  |
| 2006 Motor Graders        | 147,511                                  | -                | 46,618             | 100,893                                  | -                | 49,125             | 51,768                                   |
| 2006 Tractor Mower        | 31,630                                   | -                | 15,720             | 15,910                                   | -                | 15,910             | -  |
| 2008 Crown Victorias      | -  | 51,374           | 18,041             | 33,333                                   | -                | 16,224             | 17,109                                   |
| 2009 Chevy Blazer         | -  | 24,138           | 8,600              | 15,538                                   | -                | 7,505              | 8,033                                    |
| 2008 Building Lease       | -  | 70,000           | 12,000             | 58,000                                   | -                | 58,000             | -  |
| 2007 Dump Trucks          | -  | -                | -                  | -  | 159,672          | 41,783             | 117,889                                  |
| 2008 Freightliner         | -  | -                | -                  | -  | 48,500           | 12,734             | 35,766                                   |
| Compensated Absences      | <u>36,640</u>                            | <u>7,815</u>     | <u>-</u>           | <u>44,455</u>                            | <u>18,961</u>    | <u>-</u>           | <u>63,416</u>                            |
|                           | <u>\$ 272,136</u>                        | <u>\$153,327</u> | <u>\$ 157,334</u>  | <u>\$ 268,129</u>                        | <u>\$227,133</u> | <u>\$ 201,281</u>  | <u>\$ 293,981</u>                        |

DENT COUNTY, MISSOURI  
 NOTES TO FINANCIAL STATEMENTS  
 December 31, 2009

NOTE G – RISK MANAGEMENT

The County is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has transferred its risk by obtaining coverage from commercial insurance companies. In addition, it has effectively managed risk through various employee education and prevention programs. There has been no significant reduction in insurance coverage from the previous year.

NOTE H – INTERFUND TRANSFERS

Interfund transfers for the years ended December 31, 2009 and 2008, consisted of the following:

|                                | Transfers In (Out) |              |
|--------------------------------|--------------------|--------------|
|                                | 2009               | 2008         |
| General Fund                   | \$ (90,367)        | \$ (110,250) |
| Road and Bridge Fund           | 50,000             | 100,000      |
| Assessment Fund                | 30,668             | 28,250       |
| Law Enforcement Sales Tax Fund | 56,189             | 31,375       |
| 911 Fund                       | (34,490)           | (31,375)     |
| Prosecutor's Bad Check Fund    | (9,000)            | (15,000)     |
| Recorder User Fee Fund         | (3,000)            | (3,000)      |
|                                | <u>\$ -</u>        | <u>\$ -</u>  |

Transfers are used to (1) move receipts from the fund that statute or budget requires to collect them to the fund that statute or budget requires to disburse them, and (2) use unrestricted receipts in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**SUPPLEMENTARY SCHEDULE**



DAVIS, LYNN &  
MOOTS, P.C.  
Certified Public  
Accountants

LARRY M. BROWN, CPA  
LAWRENCE W. DAVIS, CPA  
ANTHONY D. LYNN, CPA  
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**INDEPENDENT AUDITORS' 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***

County Commission  
Dent County  
Salem, Missouri

We have audited the financial statements of Dent County, Missouri as of and for the years ended December 31, 2009 and 2008, and have issued our report thereon dated June 16, 2010. The financial statements were prepared using accounting practices prescribed or permitted by the Missouri State Auditor's Office, which differ from accounting principles generally accepted in the United States of America. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements of Dent County, Missouri, 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.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and, therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

County Commission  
Dent County  
Salem, Missouri

*A deficiency in internal control* 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 and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider deficiencies 09-1 and 09-2 described in the accompanying schedule of findings and questioned costs to be material weaknesses.

#### Compliance and Other Matters

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

We also noted certain other matters that we reported to management of Dent County, Missouri, in a separate letter dated June 16, 2010.

The County's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the County's response and, accordingly, we express no opinion on it.

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 to be and should not be used by anyone other than these specified parties.

*Davis, Lynn; Moots, PC*

DAVIS, LYNN & MOOTS, P.C.  
June 16, 2010



DAVIS, LYNN &  
MOOTS, P.C.  
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**INDEPENDENT AUDITORS' REPORT ON  
COMPLIANCE WITH REQUIREMENTS APPLICABLE TO  
EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

County Commission  
Dent County  
Salem, Missouri

Compliance

We have audited the compliance of Dent 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 its major federal program for the years ended December 31, 2009 and 2008. Dent County's major federal program is identified in the summary of auditor's results section of the accompanying summary schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program is the responsibility of Dent County's management. Our responsibility is to express an opinion on Dent 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 Dent County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Dent County's compliance with those requirements.

In our opinion, Dent County complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the years ended December 31, 2009 and 2008.

Internal Control Over Compliance

The management of Dent 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 Dent County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that a material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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 to be and should not be used by anyone other than these specified parties.

*Davis, Lynn & Moots, PC*

DAVIS, LYNN & MOOTS, P.C.  
June 16, 2010

DENT COUNTY, MISSOURI  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Years Ended December 31, 2009 and 2008

| Federal Grantor<br>Pass Through Grantor/<br>Program Title                                | Federal<br>CFDA<br>Number | Pass-through<br>Grantor's Number | Expenditures of Federal Awards  |            |
|--|---------------------------|----------------------------------|---------------------------------|------------|
|  |                           |                                  | Year Ended December 31,<br>2009 | 2008       |
| <u>U.S. DEPARTMENT OF AGRICULTURE</u>  |                           |                                  |                                 |            |
| Missouri Office of Treasurer<br>Schools and Roads Grants to States                       | 10.665                    | N/A                              | \$ 364,760                      | \$ 380,980 |
| TOTAL U.S. DEPARTMENT OF AGRICULTURE   |                           |                                  | 364,760                         | 380,980    |
| <u>U.S. DEPARTMENT OF TRANSPORTATION</u>   |                           |                                  |                                 |            |
| University of Central Missouri<br>DWI Enforcement  | 20.601                    | LKK073 NHTSA                     | 354                             | -          |
| TOTAL U.S. DEPARTMENT OF TRANSPORTATION  |                           |                                  | 354                             | -          |
| <u>U.S. DEPARTMENT OF JUSTICE</u>  |                           |                                  |                                 |            |
| Missouri Department of Public Safety<br>Recovery Act Edward Byrne Memorial JAG Program   | 16.803                    | 2009-MJCCG-003                   | 3,589                           | -          |
| Missouri Sheriff's Association<br>Local Law Enforcement Block Grant                      | 16.738                    | 2006-LBGJ-110                    | -                               | 7,700      |
| City of Glendale, Missouri<br>Internet Crimes Against Children Task Force                | 16.800                    | 2009-MOICAC-006                  | 28,836                          | -          |
| TOTAL U.S. DEPARTMENT OF JUSTICE   |                           |                                  | 32,425                          | 7,700      |
| <u>U.S. DEPARTMENT OF COMMERCE</u>   |                           |                                  |                                 |            |
| Economic Development Authority<br>Public Works and Development Facilities                | 11.300                    | 05-01-04057                      | 9,416                           | -          |
| TOTAL U.S. DEPARTMENT OF COMMERCE  |                           |                                  | 9,416                           | -          |
| <u>ELECTION ASSISTANCE COMMISSION</u>  |                           |                                  |                                 |            |
| Missouri Office of Secretary of State<br>Help America Vote Act                           | 90.401                    | N/A                              | 865                             | 3,483      |
| TOTAL ELECTION ASSISTANCE COMMISSION   |                           |                                  | 865                             | 3,483      |
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>                                      |                           |                                  |                                 |            |
| Missouri Office of Treasurer<br>State Court Improvement Program                          | 93.586                    | N/A                              | 1,384                           | -          |
| Medical Assistance Program   | 93.778                    | N/A                              | 18,454                          | -          |
| TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES                                       |                           |                                  | 19,838                          | -          |
| <u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>                                  |                           |                                  |                                 |            |
| Missouri Department of Social Services<br>Emergency Shelter Grant                        | 14.231                    | ERO1640911                       | -                               | 19,138     |
|  |                           | ERO1640802                       | -                               | 10,130     |
|  |                           | ERO1641003                       | 16,639                          | -          |
| TOTAL U.S. DEPARTMENT OF HOUSING<br>AND URBAN DEVELOPMENT                                |                           |                                  | 16,639                          | 29,268     |
| <u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>  |                           |                                  |                                 |            |
| Missouri State Emergency Management Agency<br>Law Enforcement Terrorism Prevention Grant | 97.067                    | 2006-GE-T6-0067                  | -                               | 37,850     |
| Public Assistance Grant  | 97.036                    | FEMA1749-DR-MO                   | -                               | 238,550    |
|  |                           | FEMA1809-DR-MO                   | -                               | 34,403     |
|  |                           | FEMA1847-DR-MO                   | 197,176                         | -          |
| TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY   |                           |                                  | 197,176                         | 310,803    |
| TOTAL EXPENDITURES OF FEDERAL AWARDS   |                           |                                  | \$ 641,473                      | \$ 732,234 |

N/A - Not Applicable

DENT COUNTY, MISSOURI  
NOTES TO THE SUPPLEMENTARY SCHEDULE  
Years ended December 31, 2009 and 2008

1. Summary of Significant Accounting Policies

A. Purpose of Schedule and Reporting Entity

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

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

B Basis of Presentation

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

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

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

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

C. Basis of Accounting

The schedule is presented on the regulatory basis of accounting, which recognizes amounts only when disbursed in cash.

2. Subrecipients

The County provided no federal awards to subrecipients during the years ended December 31, 2009 and 2008.

DENT COUNTY, MISSOURI  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 Years ended December 31, 2009 and 2008

**Summary of Auditor's Results**

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?  X  Yes   No

Significant deficiencies identified that are not considered to be material weaknesses?   Yes  X  None reported

Noncompliance material to the financial statements noted?   Yes  X  No

Federal Awards

Internal control over major programs:

Material weaknesses identified?   Yes  X  No

Significant deficiencies identified that are not considered to be material weaknesses?   Yes  X  None reported

Type of auditors' report issued on compliance for major program(s): Unqualified

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

Identification of major program:

CFDA or Other

Identifying Number    Program Title

10.665                      Schools and Roads Grants to States

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

Auditee qualified as a low -risk auditee?   Yes  X  No

## Financial Statement Findings

### 09-1 Segregation of Duties

*Condition:* Because of a limited number of available personnel, it is not always possible to adequately segregate certain incompatible duties so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction.

*Criteria:* Duties should be segregated so that no one employee has access to both physical assets and the related accounting records, or to all phases of a transaction.

*Effect:* Risk is present that errors or irregularities in amounts that would be material to the basic financial statements may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

*Recommendation:* We realize that because of limited resources and personnel, management may not be able to achieve a proper segregation of duties; however, our professional standards require that we bring this lack of segregation of duties to your attention in this report.

*Response:* The limited number of available personnel prohibits segregation of incompatible duties.

### 09-2 Wire Transfers

*Condition:* The depository agreements with the County banking institutions do not address by whom and to whom a wire transfer may be made. They also do not include special instructions for wire transfers.

*Criteria:* The County should have written and signed instructions with banking institutions requiring the approval of two authorized individuals before a wire transfer is made and by whom and to whom a wire transfer may be made..

*Effect:* Risk is present that unauthorized wire transfers may be made.

*Recommendation:* The County should include in future depository agreements with its banking institutions, who is authorized to make wire transfers for the County, and to whom wire transfers are allowed, and require two authorized signatures for approval.

*Response:* The County will update its depository agreements with its banking institutions to include who is authorized to make wire transfers for the County, to whom wire transfers are allowed, and require two authorized signatures for approval.

DENT COUNTY, MISSOURI  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)  
Years ended December 31, 2009 and 2008

**Federal Award Findings and Questioned Costs**

None

DENT COUNTY, MISSOURI  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
IN ACCORDANCE WITH OMB CIRCULAR A-133  
Years ended December 31, 2009 and 2008

This section represents the summary schedule of prior audit findings. The prior audit report issued for the two years ended December 31, 2005, included no audit findings that are required to be reported in accordance with OMB Circular A-133.



DAVIS, LYNN &  
MOOTS, P.C.  
Certified Public  
Accountants

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Dent County Commission  
Dent County  
Salem, Missouri

In planning and performing our audit of the basic financial statements of Dent County, Missouri for the years ended December 31, 2009 and 2008, we considered the County's internal control to determine our auditing procedures for the purpose of expressing an opinion on the basic financial statements and not to provide assurance on the internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed in the 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*, we identified deficiencies in internal control over financial reporting that we consider to be material weaknesses.

In addition to the material weaknesses discussed in the 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*, we became aware of additional matters to bring to your attention. The following paragraphs summarize our comments and suggestions regarding these matters.

1. Special Revenue Funds of the County

The County currently maintains a Law Library Fund and a Tax Maintenance Fund for the benefit of the various offices of the County. Although the monies are to be used for the benefit of the various offices, these monies represent County funds. Therefore the same policies of the County regarding budgeting, receipts, and disbursements should be followed for these funds as with other funds of the County.

We Recommend:

The County require these funds to be deposited with the County treasurer in their respective funds. Expenditures from these funds should be budgeted and the approval process for expenditures out of these funds should follow the same procedures as with other County expenditures.

2. Budgetary Compliance

The County was not in compliance with the budgetary statute, Chapter 50, RSMo in the current year as actual disbursements exceeded budgeted disbursements in the Prosecuting Attorney Bad Check Fund. The County was not in compliance with the budgetary statute, Chapter 50, RSMo in 2008 as actual disbursements exceeded budgeted disbursements in the Miscellaneous Grant Fund, Law Library Fund, Special Election Services Fund, Senior Citizens Services Fund, and Law Enforcement Sales Tax Fund. The budgetary statute prohibits the County from budgeting a deficit for any fund maintained by the County and actual disbursements exceeding budgeted disbursements.

We Recommend:

The County review expenditures during the year and amend the budget as necessary and to include necessary transfer amounts to ensure compliance with the budgetary statute (Chapter 50, RSMo).

3. Bank Depository Agreements

As a custodian of public monies, we believe the County should review certain elements of depository agreements with the County's banking institutions to ensure proper controls are in place regarding the deposits and bank wires. The County has a responsibility for the safety of County monies and the depository agreements are often not reviewed and updated appropriately.

We Recommend:

- a. The County determine that the depository agreement with the banking institution has instructions regarding when a check is valid and may be honored by the institution. If more than one signature is required on checks, the depository agreement should reflect that requirement.
- b. The County determine that the depository agreement specify the persons authorized to make wire transfers and to whom they may be made. This is necessary to prevent unauthorized wire transfers of County funds.
- c. The County determine that the depository agreement has procedures for opening new accounts in order to prevent unauthorized accounts from being opened under the County's name.

4. Approved Vendor List

During our audit we noted that the County does not have policies and procedures in place to require purchases only from approved vendors. Maintenance of an approved vendor list is an excellent procedure to have in place to prevent fraudulent disbursements to fictitious vendors.

We Recommend:

The County develop policies and procedures in order to have an approved vendor list for purchases made by the County.

5. Disbursement Procedures

Currently the County does not require two signatures on checks from some of the County's bank accounts. Coupled with the lack of segregation of duties, this creates an environment in which the County's assets could be misappropriated and the misappropriation would not be discovered in a timely manner.

We Recommend:

The County institute a policy requiring two signatures on all checks for all County disbursements.

We will review the status of these comments during our next audit engagement. We will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters or to assist you in implementing the recommendations.

We appreciate this opportunity to serve as Dent County's independent auditor and the courtesies and assistance extended to us by the County's employees.

*Davis, Lynn; Moots, PC*

DAVIS, LYNN & MOOTS, P.C.  
June 16, 2010



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County Commission  
Dent County  
Salem, Missouri

We have audited the basic financial statements of Dent County, Missouri for the years ended December 31, 2009 and 2008, and have issued our report thereon dated June 16, 2010. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter dated March 12, 2010, our responsibility, as described by professional standards, is to express opinions about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your responsibilities.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to you in our engagement letter dated March 12, 2010.

Significant Audit Findings

*Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by the Primary Government of Dent County, Missouri are described in Note A to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2008 or 2009.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events.

The disclosures in the financial statements are neutral, consistent, and clear.

*Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

*Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. Material misstatements detected as a result of audit procedures were corrected by management for the following:

- Unrecorded Cash Activity
- Health Insurance Receipts and Disbursement Activity

*Disagreements with Management*

For purposes of this letter, professional standards define a disagreement with management as a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

*Management Representations*

We have requested certain representations from management that are included in the management representation letter dated June 16, 2010.

*Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the County's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

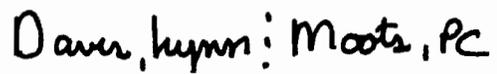
*Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the County's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Dent County Commission  
Dent County  
Salem, Missouri  
Page Three

This report is intended solely for the use of the County Commission and management of the Primary Government of Dent County, Missouri and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

A handwritten signature in black ink that reads "Davis, Lynn; Moots, PC". The signature is written in a cursive, slightly slanted style.

DAVIS, LYNN & MOOTS, P.C.  
June 16, 2010