



NICOLE GALLOWAY, CPA
Missouri State Auditor

To the County Commission
and
Officeholders of Sullivan County, Missouri

The Office of the State Auditor is responsible under Section 29.230, RSMo, for auditing certain operations of Sullivan 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, 2015, through the state Office of Administration, Division of Purchasing and Materials Management. A copy of this audit, performed by Lisa C Wright, LLC, Certified Public Accountant, is attached.

Nicole R. Galloway, CPA
State Auditor

September 2016
Report No. 2016-103

Sullivan County, Missouri
December 31, 2015 and December 31, 2014
Financial Statements

Prepared by:
Lisa C. Wright, CPA, LLC
Certified Public Accountant
Columbia, MO

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INDEPENDENT AUDITOR'S REPORT

To the County Commission and
Officeholders of Sullivan County
Milan, Missouri

I have audited the accompanying financial statements of the County of Sullivan, Missouri as of December 31, 2015 and December 31, 2014 for the years then ended, and the related notes to the financial statements, which collectively comprise the basic financial statements of the County's primary government as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles prescribed or permitted by Missouri Law, which practice differs from accounting principles generally accepted in the United States of America. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based upon my audit. I conducted my audit in accordance with the 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 I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. Procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.



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Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1, the financial statements are prepared by the County, on the basis of financial reporting provisions prescribed or permitted by Missouri law, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects of the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In my opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Sullivan County, as of two years ended December 31, 2015 and December 31, 2014 or changes in the financial position for the years ended then.

Unqualified Opinion on Regulatory Basis of Accounting

In my opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the Cash and Cash Equivalents balances of each fund of Sullivan County, as of the two years ended December 31, 2015 and December 31, 2014, and their respective cash receipts and disbursements and the budgetary results for the years then ended, in accordance with the financial reporting provisions prescribed or permitted by Missouri law described in Note 1.

Emphasis of Matter

As discussed in Note 8 to the financial statements, the County has changed from presenting the financial statements in accordance with GASB 34 on the cash basis to the regulatory basis. My opinion is not modified with respect to this matter.

Other Matters-Supplementary Information

My audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Sullivan County, Missouri's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133 *Audits of State and Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, I have also issued my report dated July 29, 2016, on my consideration of Sullivan County's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Sullivan County's internal control over financial reporting and compliance.

Lisa C. Wynn, CPA, LLC
Columbia, MO
July 29, 2016



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Sullivan County, Missouri
Statement of Receipts, Disbursements, and Changes in Cash and Cash Equivalents
All Governmental Funds: Regulatory Basis
For the Year Ended December 31, 2015

Fund	Cash and Cash Equivalents January 1, 2015	Receipts	Disbursements	Cash and Cash Equivalents December 31, 2015
General Revenue Fund	\$ 275,592	\$ 1,619,291	\$ 1,542,445	\$ 352,438
Road and Bridge Fund	544,682	1,413,379	1,057,043	901,018
Assessment Fund	35,062	175,647	197,935	12,774
Law Enforcement Training Fund	2,316	1,836	3,190	962
Prosecuting Attorney Training Fund	517	459	880	96
L.E.P.C. (CEPF) Fund	1,770	2,799	2,890	1,679
L.E.P.C. (EMD) Fund	313	4,390	4,702	1
Prosecuting Attorney Delinquent Tax Fund	5	-	-	5
Prosecuting Attorney Bad Check Fund	1,228	3,851	4,420	659
Recorder's Storage & Retention Fund	4,650	2,276	4,342	2,584
Recorder's Technology Fund	1,740	1,311	775	2,276
Sheriff's Fund	5,377	20,688	18,081	7,984
SCMH Fund	18,065	253,433	75,621	195,877
Election Services Fund	54	-	-	54
CDGB (Bridge) Fund	-	-	-	-
Tax Maintenance Fund	19,317	16,767	13,772	22,312
Victim's Advocate Fund	-	-	-	-
Victim's of Domestic Violence Fund	940	268	-	1,208
Inmate Security Fund	16,661	5,439	-	22,100
NCMO Lake Project Fund	1	252,956	252,954	3
Senior Services Tax Fund	-	6,217	-	6,217
Law Enforcement Restitution Fund	7,256	7,711	6,200	8,767
Total	\$ 935,546	\$ 3,788,718	\$ 3,185,250	\$ 1,539,014

Sullivan County, Missouri
Statement of Receipts, Disbursements and Changes in Cash and Cash Equivalents
All Governmental Funds: Regulatory Basis
For the Year Ended December 31, 2014

Fund	Cash and Cash Equivalents	Receipts	Disbursements	Cash and Cash Equivalents
	January 1, 2014			December 31, 2014
General Revenue Fund	\$ 175,826	\$ 1,547,330	\$ 1,447,564	\$ 275,592
Road and Bridge Fund	417,909	598,419	471,646	544,682
Assessment Fund	28,293	131,582	124,813	35,062
Law Enforcement Training Fund	2,195	1,668	1,547	2,316
Prosecuting Attorney Training Fund	98	419	-	517
L.E.P.C. (CEPF) Fund	2,342	77	649	1,770
L.E.P.C. (EMD) Fund	78	8,505	8,270	313
Prosecuting Attorney Delinquent Tax Fund	5	-	-	5
Prosecuting Attorney Bad Check Fund	2,194	6,876	7,842	1,228
Recorder's Storage & Retention Fund	6,297	2,455	4,102	4,650
Recorder's Technology Fund	5,202	1,492	4,954	1,740
Sheriff's Fund	8,029	17,092	19,744	5,377
SCMH Fund	108,492	245,360	335,787	18,065
Election Services Fund	1,855	3,132	4,933	54
CDGB (Bridge) Fund	-	563,082	563,082	-
Tax Maintenance Fund	12,790	11,825	5,298	19,317
Victim's Advocate Fund	165	-	165	-
Victim's of Domestic Violence Fund	740	200	-	940
Inmate Security Fund	11,545	5,116	-	16,661
NCMO Lake Project Fund	1	244,658	244,658	1
Senior Services Tax Fund	-	-	-	-
Law Enforcement Restitution Fund	5,271	3,481	1,496	7,256
Total	\$ 789,327	\$ 3,392,769	\$ 3,246,550	\$ 935,546

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
General Revenue Fund
For the Years Ended December 31, 2015 and 2014

	2015 Budget	2015 Actual	Variance	2014 Budget	2014 Actual	Variance
<u>Receipts</u>						
Property Tax	\$ 193,800	\$ 198,210	\$ 4,410	\$ 238,800	\$ 184,333	\$ (54,467)
Sales Tax	570,000	637,700	67,700	530,000	619,856	89,856
Intergovernmental Revenues	390,000	407,525	17,525	380,300	388,280	7,980
Charges for Services	275,100	340,208	65,108	273,150	306,248	33,098
Interest Income	1,000	1,265	265	1,600	1,080	(520)
Licenses	3,000	3,225	225	3,500	3,400	(100)
Other Election Reimbursements	-	-	-	2,000	-	(2,000)
Municipal Election Reimbursements	12,000	4,876	(7,124)	9,000	15,135	6,135
Public Administrative Fees	1,000	2,220	1,220	1,500	1,150	(350)
Miscellaneous	5,000	11,855	6,855	2,500	5,424	2,924
Sale of Surplus Equipment	2,500	-	(2,500)	6,200	3,300	(2,900)
Change of Venue	-	-	-	-	3,447	3,447
D.S.S.S.F	5,500	5,753	253	5,373	5,659	286
Rebates & Reimbursements	-	-	-	-	10,018	10,018
Local Emergency Planning Training	-	6,454	6,454	-	-	-
Total Receipts	1,458,900	1,619,291	160,391	1,453,923	1,547,330	93,407
<u>Disbursements</u>						
County Commission	84,820	83,132	(1,688)	92,712	90,634	(2,078)
County Clerk	74,100	73,625	(475)	86,927	80,408	(6,519)
Elections	39,640	18,715	(20,925)	71,620	59,297	(12,323)
Buildings and Grounds	67,700	62,455	(5,245)	61,850	64,648	2,798
Employee Fringe Benefits	66,000	67,975	1,975	68,000	64,309	(3,691)
County Treasurer	95,077	96,652	1,575	121,053	97,380	(23,673)
County Collector	-	-	-	-	-	-
Recorder of Deeds	77,500	76,793	(707)	76,800	73,314	(3,486)
Circuit Clerk	12,100	13,059	959	15,500	13,123	(2,377)
Court Administration	29,796	21,370	(8,426)	25,268	24,868	(400)
Public Administrator	44,520	37,054	(7,466)	47,800	36,218	(11,582)
Sheriff	551,550	519,640	(31,910)	556,480	509,502	(46,978)
Jail	130,500	131,898	1,398	131,000	118,613	(12,387)
Prosecuting Attorney	104,893	104,745	(148)	97,636	94,690	(2,946)
Juvenile Officer	20,100	12,601	(7,499)	18,014	16,433	(1,581)
County Coroner	18,300	12,824	(5,476)	19,900	18,116	(1,784)
Emergency Fund	44,000	120	(43,880)	43,000	9,326	(33,674)
Insurance	26,500	23,951	(2,549)	19,000	22,464	3,464
Publication	1,500	1,126	(374)	1,500	1,442	(58)
Planning Commission	3,100	3,431	331	3,000	3,095	95
Univeristy Extension	27,000	27,000	-	26,000	26,000	-
Copy Machine	5,000	4,340	(660)	6,500	4,597	(1,903)
Prosecuting Attorney Retirement	2,500	2,431	(69)	2,250	2,244	(6)
Public Defender Rent	2,220	2,310	90	2,225	2,724	499
St. Cit Multi-Purpose Center	4,000	4,000	-	4,000	4,000	-
MAC Dues & NACO	1,400	1,407	7	1,400	1,416	16
OATS	600	600	-	600	600	-
Sullivan County Community Development	5,100	5,100	-	5,100	5,100	-
Other	-	-	-	-	3	3
Use Tax Distribution	129,000	84,091	(44,909)	-	3,000	3,000
Total Disbursements	1,668,516	1,492,445	(176,071)	1,605,135	1,447,564	(157,571)
Excess (Deficiency) of Receipts Over Disbursements	(209,616)	126,846	336,462	(151,212)	99,766	250,978
<u>Cash and Cash Equivalents-January 1</u>						
Transfers in	275,592	275,592	-	175,826	175,826	-
Transfers Out	-	-	-	-	-	-
Cash and Cash Equivalents-December 31	57,575	50,000	(7,575)	22,268	-	(22,268)
	\$ 8,401	\$ 352,438	\$ 344,037	\$ 2,346	\$ 275,592	\$ 273,246

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Road and Bridge Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	998,000	624,441	(373,559)	739,600	521,901	(217,699)
Charges for Services	-	777,862	777,862	44,200	74,469	30,269
Interest Income	-	2,641	2,641	3,000	1,718	(1,282)
Other	-	8,435	8,435	300,100	331	(299,769)
Total Receipts	998,000	1,413,379	415,379	1,086,900	598,419	(488,481)
<u>Disbursements</u>						
Salary	240,000	189,054	(50,946)	131,500	131,500	-
Employee Fringe Benefits	74,400	44,591	(29,809)	33,200	34,260	1,060
Supplies	564,300	93,701	(470,599)	277,300	23,034	(254,266)
Insurance	10,200	5,734	(4,466)	8,200	3,288	(4,912)
Road and Bridge Materials	60,000	147,626	87,626	200,000	35,784	(164,216)
Equipment Repairs	15,000	46,812	31,812	10,000	6,430	(3,570)
Equipment Purchases	115,000	215,737	100,737	52,000	-	(52,000)
Road and Bridge Construction	440,000	273,377	(166,623)	728,340	236,882	(491,458)
Road & Bridge Building	1,000	35,665	34,665	1,000	-	(1,000)
Utilities	2,000	4,746	2,746	2,000	468	(1,532)
Brush Spraying	10,000	-	(10,000)	10,000	-	(10,000)
Total Disbursements	1,531,900	1,057,043	(474,857)	1,453,540	471,646	(981,894)
Excess (Deficiency) of Receipts Over Disbursements	(533,900)	356,336	890,236	(366,640)	126,773	493,413
<u>Cash and Cash Equivalents-January 1</u>	544,682	544,682	-	417,909	417,909	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 10,782	\$ 901,018	\$ 890,236	\$ 51,269	\$ 544,682	\$ 493,413

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Assessment Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	126,500	124,560	(1,940)	121,000	130,690	9,690
Charges for Services	-	-	-	-	-	-
Interest Income	300	147	(153)	350	211	(139)
Other	50,500	940	(49,560)	8,518	681	(7,837)
Total Receipts	177,300	125,647	(51,653)	129,868	131,582	1,714
<u>Disbursements</u>						
Assessor's Salary	36,000	34,000	(2,000)	34,000	34,000	-
Deputy and Clerical Salaries	52,500	49,462	(3,038)	47,378	47,378	-
Fringe Benefits	12,270	12,192	(78)	8,100	9,365	1,265
Office Supplies	4,370	2,349	(2,021)	4,370	4,069	(301)
Equipment	4,000	79,873	75,873	14,500	12,067	(2,433)
Mileage and Training	3,800	3,763	(37)	3,800	2,637	(1,163)
Map Maintenance	-	-	-	1,100	1,100	-
Telephone	2,300	2,187	(113)	2,300	2,141	(159)
Health Insurance	12,500	11,775	(725)	13,320	11,681	(1,639)
Postage	3,000	2,334	(666)	3,000	375	(2,625)
Other	10,774	-	(10,774)	-	-	-
GIS Mapping	33,700	-	(33,700)	-	-	-
Ortho Imagery	35,900	-	(35,900)	-	-	-
Total Disbursements	211,114	197,935	(13,179)	131,868	124,813	(7,055)
Excess (Deficiency) of Receipts Over Disbursements	(33,814)	(72,288)	(38,474)	(2,000)	6,769	8,769
<u>Cash and Cash Equivalents-January 1</u>	35,062	35,062	-	28,293	28,293	-
Transfers In	-	50,000	50,000	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 1,248	\$ 12,774	\$ 11,526	\$ 26,293	\$ 35,062	\$ 8,769

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Law Enforcement Training Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	1,500	1,836	336	1,400	1,668	268
Interest	-	-	-	-	-	-
Other	200	-	(200)	750	-	(750)
Total Receipts	1,700	1,836	136	2,150	1,668	(482)
<u>Disbursements</u>						
Mileage and Training	4,000	3,190	(810)	1,500	1,547	47
Total Disbursements	4,000	3,190	(810)	1,500	1,547	47
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	(2,300)	(1,354)	946	650	121	(529)
<u>Cash and Cash Equivalents-January 1</u>	2,316	2,316	-	2,195	2,195	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 16	\$ 962	\$ 946	\$ 2,845	\$ 2,316	\$ (529)

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Prosecuting Attorney Training Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	400	459	59	400	419	19
Interest Income	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total Receipts	400	459	59	400	419	19
<u>Disbursements</u>						
Mileage and Training	900	484	(416)	450	-	(450)
Other	-	396	396	-	-	-
Total Disbursements	900	880	(20)	450	-	(450)
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	(500)	(421)	79	(50)	419	469
<u>Cash and Cash Equivalents-January 1</u>	518	517	(1)	98	98	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	<u>\$ 18</u>	<u>\$ 96</u>	<u>\$ 78</u>	<u>\$ 48</u>	<u>\$ 517</u>	<u>\$ 469</u>

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
L.E.P.C. (CEPF) Fund
For the Years Ended December 31, 2015 and 2014

	2015 Budget	2015 Actual	Variance	2014 Budget	2014 Actual	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	26,500	2,799	(23,701)	2,500	-	(2,500)
Charges for Services	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Other	-	-	-	-	77	77
Total Receipts	26,500	2,799	(23,701)	2,500	77	(2,423)
<u>Disbursements</u>						
L.E.P.C. Training	2,000	2,890	890	2,500	276	(2,224)
Other	2,000	-	(2,000)	2,000	373	(1,627)
RSOC Grant (Generators)	24,000	-	(24,000)	-	-	-
Total Disbursements	28,000	2,890	(25,110)	4,500	649	(3,851)
Excess (Deficiency) of Receipts Over Disbursements	(1,500)	(91)	1,409	(2,000)	(572)	1,428
<u>Cash and Cash Equivalents-January 1</u>	1,770	1,770	-	2,342	2,342	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 270	\$ 1,679	\$ 1,409	\$ 342	\$ 1,770	\$ 1,428

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
L.E.P.C. (EMD) Fund
For the Years Ended December 31, 2015 and 2014

	2015 Budget	2015 Actual	Variance	2014 Budget	2014 Actual	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Other	-	4,390	4,390	-	8,505	8,505
Total Receipts	-	4,390	4,390	-	8,505	8,505
<u>Disbursements</u>						
Mileage and Training	7,500	4,473	(3,027)	14,350	8,192	(6,158)
Other	-	229	229	78	78	-
Total Disbursements	7,500	4,702	(2,798)	14,428	8,270	(6,158)
Excess (Deficiency) of Receipts Over Disbursements	(7,500)	(312)	7,188	(14,428)	235	14,663
<u>Cash and Cash Equivalents-January 1</u>	313	313	-	78	78	-
Transfers In	7,575	-	(7,575)	14,350	-	(14,350)
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 388	\$ 1	\$ (387)	\$ -	\$ 313	\$ 313

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Prosecuting Attorney Delinquent Tax Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total Receipts	-	-	-	-	-	-
<u>Disbursements</u>	-	-	-	-	-	-
Other	-	-	-	5	-	(5)
Total Disbursements	-	-	-	5	-	(5)
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	-	-	-	(5)	-	5
<u>Cash and Cash Equivalents-January 1</u>	5	5	-	5	5	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	<u>\$ 5</u>	<u>\$ 5</u>	<u>-</u>	<u>\$ -</u>	<u>\$ 5</u>	<u>5</u>

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Prosecuting Attorney Bad Check Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	6,000	2,778	(3,222)	6,000	5,379	(621)
Interest Income	-	-	-	-	-	-
Other	-	1,073	1,073	-	1,497	1,497
Total Receipts	6,000	3,851	(2,149)	6,000	6,876	876
<u>Disbursements</u>						
Other	7,000	4,420	(2,580)	7,500	7,842	342
Victims Advocate (Training)	-	-	-	500	-	(500)
Total Disbursements	7,000	4,420	(2,580)	8,000	7,842	(158)
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	(1,000)	(569)	431	(2,000)	(966)	1,034
<u>Cash and Cash Equivalents-January 1</u>	1,228	1,228	-	2,194	2,194	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Cash and Cash Equivalents-December 31	\$ 228	\$ 659	431	\$ 194	\$ 1,228	1,034

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Recorder's Storage and Retention Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	2,500	2,276	(224)	2,600	2,450	(150)
Interest Income	5	-	(5)	50	5	(45)
Other	-	-	-	-	-	-
Total Receipts	2,505	2,276	(229)	2,650	2,455	(195)
<u>Disbursements</u>						
Recorder of Deeds	7,000	4,342	(2,658)	8,500	4,102	(4,398)
Total Disbursements	7,000	4,342	(2,658)	8,500	4,102	(4,398)
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	(4,495)	(2,066)	2,429	(5,850)	(1,647)	4,203
<u>Cash and Cash Equivalents-January 1</u>	4,650	4,650	-	6,297	6,297	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 155	\$ 2,584	2,429	\$ 447	\$ 4,650	4,203

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Recorder's Technology Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	1,500	1,311	(189)	1,500	1,480	(20)
Interest Income	-	-	-	20	12	(8)
Other	-	-	-	-	-	-
Total Receipts	1,500	1,311	(189)	1,520	1,492	(28)
<u>Disbursements</u>						
Recorder of Deeds	3,000	775	(2,225)	6,500	4,954	(1,546)
Total Disbursements	3,000	775	(2,225)	6,500	4,954	(1,546)
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	(1,500)	536	2,036	(4,980)	(3,462)	1,518
<u>Cash and Cash Equivalents-January 1</u>	1,740	1,740	-	5,202	5,202	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	<u>\$ 240</u>	<u>\$ 2,276</u>	<u>2,036</u>	<u>\$ 222</u>	<u>\$ 1,740</u>	<u>1,518</u>

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Sheriff's Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	16,400	18,275	1,875	17,000	15,869	(1,131)
Charges for Services	-	-	-	-	-	-
Interest Income	30	26	(4)	50	29	(21)
Other	1,100	2,387	1,287	500	1,194	694
Total Receipts	17,530	20,688	3,158	17,550	17,092	(458)
<u>Disbursements</u>						
Other	15,500	10,895	(4,605)	7,000	8,364	1,364
Equipment	5,000	5,634	634	15,000	9,253	(5,747)
Uniforms	2,000	1,552	(448)	3,000	2,127	(873)
Total Disbursements	22,500	18,081	(4,419)	25,000	19,744	(5,256)
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	(4,970)	2,607	7,577	(7,450)	(2,652)	4,798
<u>Cash and Cash Equivalents-January 1</u>	5,377	5,377	-	8,029	8,029	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 407	\$ 7,984	7,577	\$ 579	\$ 5,377	4,798

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
SCMH Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	220,000	253,104	33,104	210,000	244,981	34,981
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Interest Income	1,000	329	(671)	100	379	279
Other	-	-	-	-	-	-
Total Receipts	221,000	253,433	32,433	210,100	245,360	35,260
<u>Disbursements</u>						
Capital Improvements	235,000	75,621	(159,379)	210,000	335,787	125,787
Total Disbursements	235,000	75,621	(159,379)	210,000	335,787	125,787
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	(14,000)	177,812	191,812	100	(90,427)	(90,527)
<u>Cash and Cash Equivalents-January 1</u>	18,065	18,065	-	108,492	108,492	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 4,065	\$ 195,877	\$ 191,812	\$ 108,592	\$ 18,065	\$ (90,527)

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Election Services Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	4,000	-	(4,000)	5,000	3,129	(1,871)
Charges for Services	-	-	-	-	-	-
Interest Income	5	-	(5)	12	3	(9)
Other	-	-	-	-	-	-
Total Receipts	4,005	-	(4,005)	5,012	3,132	(1,880)
<u>Disbursements</u>						
Elections	1,000	-	(1,000)	2,500	2,840	340
Mileage & Training	3,000	-	(3,000)	2,500	1,793	(707)
Other	-	-	-	-	300	300
Total Disbursements	4,000	-	(4,000)	5,000	4,933	(67)
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	5	-	(5)	12	(1,801)	(1,813)
<u>Cash and Cash Equivalents-January 1</u>	54	54	-	1,855	1,855	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 59	\$ 54	\$ (5)	\$ 1,867	\$ 54	\$ (1,813)

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
CDBG (Bridge) Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	500,000	-	(500,000)	550,000	563,082	13,082
Charges for Services	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total Receipts	500,000	-	(500,000)	550,000	563,082	13,082
<u>Disbursements</u>						
Materials & Engineering	500,000	-	(500,000)	550,000	563,082	13,082
Total Disbursements	500,000	-	(500,000)	550,000	563,082	13,082
Excess (Deficiency) of Receipts Over Disbursements	-	-	-	-	-	-
<u>Cash and Cash Equivalents-January 1</u>	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursements, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Tax Maintenance Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	10,000	16,699	6,699	14,000	11,773	(2,227)
Interest Income	65	68	3	100	51	(49)
Other	-	-	-	-	1	1
Total Receipts	10,065	16,767	6,702	14,100	11,825	(2,275)
<u>Disbursements</u>						
Office Expense and Training	29,000	13,772	(15,228)	24,000	5,298	(18,702)
Total Disbursements	29,000	13,772	(15,228)	24,000	5,298	(18,702)
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	(18,935)	2,995	21,930	(9,900)	6,527	16,427
<u>Cash and Cash Equivalents-January 1</u>	19,317	19,317	-	12,790	12,790	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 382	\$ 22,312	\$ 21,930	\$ 2,890	\$ 19,317	\$ 16,427

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Victim's Advocate Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total Receipts	-	-	-	-	-	-
<u>Disbursements</u>						
Training	-	-	-	165	165	-
Total Disbursements	-	-	-	165	165	-
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	-	-	-	(165)	(165)	-
<u>Cash and Cash Equivalents-January 1</u>	-	-	-	165	165	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Cash and Cash Equivalents-December 31	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Victim's of Domestic Violence Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	200	268	68	220	200	(20)
Interest Income	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total Receipts	200	268	68	220	200	(20)
<u>Disbursements</u>						
Health & Welfare	940	-	(940)	925	-	(925)
Total Disbursements	940	-	(940)	925	-	(925)
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	(740)	268	1,008	(705)	200	905
<u>Cash and Cash Equivalents-January 1</u>	940	940	-	740	740	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 200	\$ 1,208	\$ 1,008	\$ 35	\$ 940	\$ 905

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Inmate Security Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	4,500	5,439	939	1,700	5,116	3,416
Interest Income	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total Receipts	4,500	5,439	939	1,700	5,116	3,416
<u>Disbursements</u>						
Livescan Maintenance Fee	11,000	-	(11,000)	12,000	-	(12,000)
MODEX 10 IS	10,000	-	(10,000)	1,000	-	(1,000)
Total Disbursements	21,000	-	(21,000)	13,000	-	(13,000)
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	(16,500)	5,439	21,939	(11,300)	5,116	16,416
<u>Cash and Cash Equivalents-January 1</u>	16,661	16,661	-	11,545	11,545	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 161	\$ 22,100	\$ 21,939	\$ 245	\$ 16,661	\$ 16,416

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
NCMO Lake Project Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	220,000	252,937	32,937	220,000	244,633	24,633
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Interest Income	25	19	(6)	20	25	5
Other	-	-	-	-	-	-
Total Receipts	220,025	252,956	32,931	220,020	244,658	24,638
<u>Disbursements</u>						
Other	220,000	252,954	32,954	220,000	244,658	24,658
Total Disbursements	220,000	252,954	32,954	220,000	244,658	24,658
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	25	2	(23)	20	-	(20)
<u>Cash and Cash Equivalents-January 1</u>	1	1	-	1	1	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ 26	\$ 3	\$ (23)	\$ 21	\$ 1	\$ (20)

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Senior Services Tax Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ 6,217	\$ 6,217	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Other	-	-	-	-	-	-
Total Receipts	-	6,217	6,217	-	-	-
<u>Disbursements</u>						
Senior Citizens	-	-	-	-	-	-
Total Disbursements	-	-	-	-	-	-
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	-	6,217	6,217	-	-	-
<u>Cash and Cash Equivalents-January 1</u>	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ -	\$ 6,217	\$ 6,217	\$ -	\$ -	\$ -

Sullivan County, Missouri
Comparative Statements of Receipts, Disbursement, and Changes in Cash and Cash Equivalents-
Budget and Actual - All Government Funds: Regulatory Basis
Law Enforcement Restitution Fund
For the Years Ended December 31, 2015 and 2014

	Budget 2015	Actual 2015	Variance	Budget 2014	Actual 2014	Variance
<u>Receipts</u>						
Property Tax	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales Tax	-	-	-	-	-	-
Intergovernmental Revenues	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-
Interest Income	-	-	-	-	-	-
Other	-	7,711	7,711	-	3,481	3,481
Total Receipts	-	7,711	7,711	-	3,481	3,481
<u>Disbursements</u>						
Other	-	6,200	6,200	-	1,496	1,496
Total Disbursements	-	6,200	6,200	-	1,496	1,496
<u>Excess (Deficiency) of Receipts Over Disbursements</u>	-	1,511	1,511	-	1,985	1,985
<u>Cash and Cash Equivalents-January 1</u>	-	7,256	7,256	-	5,271	5,271
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
<u>Cash and Cash Equivalents-December 31</u>	\$ -	\$ 8,767	\$ 8,767	\$ -	\$ 7,256	\$ 7,256

Sullivan County, Missouri
Notes to Financial Statements
December 31, 2015 and 2014

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The financial statements of Sullivan County, Missouri (the County) have been prepared on the regulatory basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

Financial Reporting Entity

As required by generally accepted accounting principles, as applicable to the regulatory basis of accounting, these financial statements present financial accountability of Sullivan County and the Sullivan County Senior Services Board.

Sullivan County's operations include tax assessments and collections, state and county courts, county recorder, police protection, transportation, economic development, social and human services, and cultural and recreational services.

The financial statements referred to above include only the primary government of Sullivan County, Missouri, which consists of all funds, organizations, institutions, agencies, departments and offices that comprise Sullivan County's legal entity. The Sullivan County Senior Services Board is controlled by a separate board but is included under the control of Sullivan County.

Certain elected County officials, such as the County Collector/Treasurer and Sheriff, collect and hold monies in a trustee capacity as an agent of individual, taxing units, or other government. These assets, which are held by these officeholders for the sole benefit of external parties, are not reported on the accompanying financial statements and are unaudited.

BASIS OF PRESENTATION

The accompanying financial statements present the receipts, disbursements, and changes in cash of all funds of Sullivan County, Missouri, and the comparisons of such information with the corresponding budgeted information for all funds of the county. The funds presented are established under statutory or administrative authority, and their operations are under the control of the County Commission, an elected county official, or the Senior Services Board. The General Revenue Fund is the county's general operation fund, accounting for all financial resources except those whose use is restricted for specified purposes.

Sullivan County, Missouri
Notes to Financial Statements
December 31, 2015 and 2014

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

BASIS OF ACCOUNTING

The financial statements were prepared using accounting practices prescribed or permitted by Missouri law, which differ from accounting principles generally accepted in the United States of America. The effects 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.

As a result of the use of this regulatory basis of accounting, certain assets (such as accounts receivable and capital assets), certain revenues (such as revenue for billed or provided services not yet collected), certain liabilities (such as accounts payable, certificates of participation bonds and obligations under capital leases) and certain expenditures (such as expenditures for goods or services received but not yet paid) are not recorded in these financial statements.

If Sullivan County utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types, if applicable, would use the accrual basis of accounting. All government-wide financial statements would be presented on the accrual basis of accounting.

BUDGETS and BUDGETARY ACCOUNTING

In accordance with Chapter 50 RSMo, Sullivan County adopts a budget for each governmental fund. For the years ended December 31, 2015 and 2014 Sullivan County did not adopt a separate budget for the Law Enforcement Restitution Fund and the Senior Services Tax Fund was not budgeted for the year ended December 31, 2014.

On or before January 15th, each elected officer and department director transmits to the County Clerk, who serves as budget officer, the budget request and revenue estimates for their office or department for the budget year.

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 for all budgeted funds. Budgeted expenditures cannot exceed beginning available monies plus estimated revenues for the year. Budgeting of appropriations is based on an estimated unencumbered fund balance at the beginning of the year as well as estimated revenues to be received. The budget to actual comparison in these financial statements, however, does not present encumbered fund balances, but only compares budgeted and actual revenues and expenditures. During my audit, I noted that the County was not in compliance with Missouri budgetary state statute Chapter 50 RSMo. The Law Enforcement Training Fund, SCMH Fund, CDBG (Bridge) Fund and the NCMO Lake Project Fund all had expenses exceeding their budget for 2014, as did the NCMO Lake Project Fund for 2015.

Sullivan County, Missouri
Notes to Financial Statements
December 31, 2015 and 2014

NOTE 1-SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A public hearing is conducted to obtain public comments. Prior to its approval by the County Commission, the budget document is available for public inspection. Prior to February 1, the budget is legally enacted by a vote of the County Commission. Subsequent to its formal approval of the budget, the County Commission has the authority to make necessary adjustments to the budget by formal vote of the Commission. Adjustments made during the year are reflected in the budget 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.

CASH AND CASH EQUIVALENTS

Deposits are stated at cost, which approximates market. Cash balances for all the County Treasurer's Funds are pooled and invested to the extent possible. Interest earned from such investments is allocated to each of the funds based on the fund's average daily cash balance. Cash equivalents include repurchase agreements and any other instruments with an original maturity of ninety days or less. State law authorizes the deposit of funds in banks and trust companies or the investment of funds in bonds or treasury certificates of the United States, other interest bearing obligations guaranteed as to both principle and interest by the United States, bonds of the State of Missouri or other government bonds, or time certificates of deposit, provided, however, that no such investments shall be purchased at a price in excess of par. Funds in the form of cash on deposit or time certificates of deposit are required to be insured by the Federal Deposit Insurance Corporation (FDIC) or collateralized by authorized investments held in Sullivan County's name at third-party banking institutions. Details of these cash balances are presented in Note 3.

NOTE 2 – STEWARDSHIP, COMPLIANCE and ACCOUNTABILITY

Compliance with Finance Related Legal and Contractual Provisions

The County incurred no material violations of finance related legal and contractual provisions.

Excess of Expenditures over Appropriations in Individual funds

The Law Enforcement Training Fund, the SCMH Fund, the CDBG (Bridge) Fund and the NCMO Lake Project Fund has excess of expenditures over appropriations for the year ended December 31, 2014. The NCMO Lake Project Fund has excess of expenditures over appropriations for the year ended December 31, 2015.

Sullivan County, Missouri
Notes to Financial Statements
December 31, 2015 and 2014

NOTE 3 – CASH and CASH EQUIVALENTS

Sullivan County maintains a cash and temporary investment pool that is available for use by all funds.

Deposits with maturities greater than three months are considered investments. Each fund type's portion of this pool is displayed on the statement of receipts, disbursements, and changes in cash arising from cash transactions as "Cash and Cash Equivalents".

Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. At December 31, 2015 and 2014, the carrying amounts of Sullivan County's deposits were \$1,539,014 and \$935,546 respectively, and the bank balances were \$1,626,519 and \$993,531 respectively. At December 31, 2015 and 2014, 100% of Sullivan County's deposits and investments were covered by the Federal Deposit Insurance Corporation (FDIC) or were collateralized.

The carrying amount of deposits shown above are included in the financial statements at December 31, 2015 and 2014 as follows:

Total Cash and Cash Equivalents as of December 31, 2015	<u>\$ 1,539,014</u>
Total Cash and Cash Equivalents as of December 31, 2014	<u>\$ 935,546</u>

State Law requires collateralization of all deposits with federal depository insurance; bonds and other obligations of the U.S. Treasury, U.S. agencies or instrumentalities of the State of Missouri; bonds of any city having a population of not less than two thousand, county, school district, or special road district of the State of Missouri; bonds of any state, tax anticipation notes issued by any first class county, or a surety bond having an aggregate value at least equal to the amount of the deposits.

Investments- the County may purchase any investments allowed by the State Treasurer. These include (1) obligations of the United States government or any agency or instrumentality thereof maturing and becoming payable not more than three years from the date of purchase, or (2) repurchase agreements maturing and becoming payable within ninety days secured by U.S. treasury obligations of U.S. government agencies or instrumentalities of any maturity, as provided by law.

Custodial Credit Risk – Deposits

For a deposit, custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned. Sullivan County's investment policy does not include custodial credit risk requirements. Sullivan County's deposits were not exposed to custodial credit risk for the years ended December 31, 2015 and 2014.

Sullivan County, Missouri
Notes to Financial Statements
December 31, 2015 and 2014

NOTE 3 – CASH and CASH EQUIVALENTS (continued)

Custodial Credit Risk – Investments

Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the government, and are held by the party that sold the security to Sullivan County or its agent but not in the government's name. Sullivan County does not have a policy for custodial credit risk relating to investments.

All investments, evidenced by individual securities, are registered in the name of Sullivan County or of a type that are not exposed to custodial credit risk.

Investment Interest Rate Risk

Investment interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Sullivan County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Concentration of Credit Risk

Concentration of credit risk is required to be disclosed by Sullivan County for any single investment that represents 5% or more of total investments (excluding investments issued by or explicitly guaranteed by the U.S. Government, investments in mutual funds, investments in external investment pools and investments in other pooled investments). Sullivan County has no policy in place to minimize the risk of loss resulting from over concentration of assets in specific maturity, specific issuer or specific class of securities. Sullivan County's deposits were not exposed to concentration of investment credit risk for the years ended December 31, 2015 and 2014.

NOTE 4-INTERFUND TRANSFERS

Transfers between funds for the years ended December 31, 2015 and 2014 are as follows:

<u>Fund</u>	2015		2014	
	Transfers In	Transfers Out	Transfers In	Transfers Out
General Revenue	\$ -	\$ 50,000	\$ -	\$ -
Assessment Fund	50,000	-	-	-
Total	<u>\$ 50,000</u>	<u>\$ 50,000</u>	<u>\$ -</u>	<u>\$ -</u>

Sullivan County, Missouri
Notes to Financial Statements
December 31, 2015 and 2014

NOTE 5 – TAXES

Property taxes attach as an enforceable lien on property as of January 1 each year. Taxes are levied on October 1st and payable by December 31st of each year. Taxes paid after December 31 are delinquent and subject to penalties.

The assessed valuation of the tangible taxable property, included within Sullivan County's boundaries for the calendar years 2015 and 2014 for the purposes of County taxation was as follows:

	2015	2014
Real Estate	\$ 52,780,305	\$ 52,767,261
Personal Property	30,355,402	28,754,676
Railroad and Utilities	5,743,975	6,184,008
Total	<u>\$ 88,879,682</u>	<u>\$ 87,705,945</u>

The County also receives sales tax collected by the state and remitted based on the County's sales tax rate to the total sales tax collected in the County.

The tax levy per \$100 of the assessed valuation of tangible taxable property for the calendar years 2015 and 2014 for purposes of County taxation was:

	2015	2014
General Revenue Fund	<u>.3121</u>	<u>.2264</u>
Senior Services Tax Fund	<u>.0503</u>	<u>.0000</u>
Total	<u>.3624</u>	<u>.2264</u>

NOTE 6 – COUNTY EMPLOYEES' RETIREMENT FUND (CERF)

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

Plan Description

The Retirement Fund is a cost-sharing multiple employer defined benefit pension plan covering any county elective or appointed officer or employee whose performance requires the actual performance of duties during not less than one thousand (1,000) hours per calendar year in each county of the state, except for any city not within a county and any county of the first classification having a charter form of government.

It does not include county prosecuting attorneys covered under Sections 56.800 to 56.840, county sheriffs covered under Sections 57.949 to 57.997, RSMo, circuit clerks and deputy circuit clerks covered under Missouri State Retirement System and certain personnel not defined as an employee per Section 50.1000(8), RSMo. The Fund was created by an act of the legislature and was effective August 28, 1994.

Sullivan County, Missouri
Notes to Financial Statements
December 31, 2015 and 2014

NOTE 6 – COUNTY EMPLOYEES' RETIREMENT FUND (CERF) (continued).

The general administration and the responsibility for the proper operation of the fund and the investment of the fund are vested in a board of directors of eleven persons.

Pension Benefits

Beginning January 1, 1997, employees attaining the age of sixty-two years may retire with full benefits with eight or more years of creditable service. The monthly benefit for County employees is determined by selecting the highest benefit by calculation using three different prescribed formulas (flat-dollar formula, targeted replacement ratio formula, and prior plan's formula). A death benefit of \$10,000 will be paid to the designated beneficiary of every active member upon his or her death. Upon termination of employment, any member who is vested is entitled to a deferred annuity, payable at age sixty-two. Early retirement at age fifty-five with reduced benefit is allowed. Any member with less than eight years of creditable service forfeits all rights in the fund but will be paid his or her accumulated contributions. The County Employees' Retirement Fund issues audited financial statements. Copies of these statements may be obtained from the Board of Directors of CERF by writing to CERF, 2121 Schotthill Woods Drive, Jefferson City, Missouri 65101, or by calling 573-632-9203.

Funding Policy

In accordance with State Statutes, the Plan is funded through various fees collected by counties and remitted to the CERF. Eligible employees hired before February 2002 have an option to contribute 2% of their annual salary, while employees hired after February 2002 are required to contribute 6% of their annual salary in order to participate in the CERF. During 2015 and 2014, the County collected and remitted to CERF, employee contributions of \$32,206 and \$29,733, respectively, for the years then ended.

NOTE 7 – PROSECUTING ATTORNEY RETIREMENT FUND

In accordance with Section 56.807 RSMo, Sullivan County contributes monthly to the Missouri Office of Prosecution Services for deposit to the credit of the Missouri Prosecuting Attorney's and Circuit Attorney's Retirement System Fund. Once remitted, the State of Missouri is responsible for administration of this plan. Sullivan County has contributed \$2,431 and \$2,244, respectively, for the years ended December 31, 2015 and 2014.

NOTE 8 – POST EMPLOYMENT BENEFITS

Sullivan County does not provide post-employment benefits except as mandated by the Consolidated Omnibus Budget Reconciliation Act (COBRA). The requirements established by COBRA are fully funded by employees who elect coverage under the Act, and no direct costs are incurred by the Sullivan County.

Sullivan County, Missouri
Notes to Financial Statements
December 31, 2015 and 2014

NOTE 9 – CLAIMS, COMMITMENTS and CONTINGENCIES

Federal and State Assisted Programs

The County has received proceeds from several federal and state grants. Periodic audits of these grants are required and certain costs may be questioned as not appropriate expenditures under the grant agreements. Such audits could result in the refund of grant monies to the grantor agencies. Management believes that any required refunds, if determined necessary, will be immaterial. No provision has been made in the accompanying financial statements for the potential refund of grant monies.

Litigation

Sullivan County is not involved in any pending litigations as of December 31, 2015.

Compensated Absences

Vacation time is considered as expenditures in the year paid. Vacation time is awarded based on years of service and must be used in its entirety prior to the employee's next anniversary date. The county does not have personal days, but compensated time can be earned by working overtime.

NOTE 10 – CHANGE IN BASIS OF ACCOUNTING

Sullivan County, Missouri has changed its basis of accounting from presenting its financial statements in accordance with GASB 34 for 2014 and 2015 on the cash basis of accounting to the regulatory basis of accounting as prescribed or permitted in accordance with state law. The accounting change had no effect on the beginning cash balances of the various county funds.

NOTE 11 – 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, and has established a risk management strategy that attempts to minimize losses and the carrying amount of insurance. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage the past three years.

NOTE 12 – SUBSEQUENT EVENTS

The County has evaluated events subsequent to December 31, 2015 to assess the need for potential recognition or disclosure in the financial statements. Such events have been evaluated through July 29, 2016, the date the financial statements were available to be issued. Based up on this evaluation, it was determined that no subsequent events occurred that required recognition or additional disclosure in the financial statements.



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

To the County Commission
Officeholders of Sullivan County
Milan, Missouri

I have audited, in accordance with the 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, the financial statements of Sullivan County, Missouri as of and for the year ended December 31, 2015 and December 31, 2014, and the related notes to the financial statements, which collectively comprise Sullivan County, Missouri's basic financial statements, and have issued my report thereon, dated July 29, 2016.

Internal Control over Financial Reporting

In planning and performing my audit of the financial statements I considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, I do not express an opinion on the effectiveness of the County's internal control.

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 County's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations during my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.



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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, I 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 my audit, and accordingly, I do not express such an opinion. The results of my testing disclosed one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 15-1.

Sullivan County, Missouri's Response to Findings

Sullivan County, Missouri's response to the finding identified in my audit is described in the accompanying schedule of findings and questioned costs. Sullivan County, Missouri's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, I express no opinion on it.

Purpose of the Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entities internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entities internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Lisa C. Wjark, CPA, LLC
Columbia, MO
July 29, 2016



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR A MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB
CIRCULAR A-133

To the County Commissioners
Sullivan County, Missouri
Milan, Missouri

Report on Compliance for Each Major Federal Program

I have audited Sullivan County's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on the County's major federal program for the years ended December 31, 2015 and 2014. The County's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for the compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

My responsibility is to express an opinion on compliance for the County's major federal program based on my audit of the types of compliance requirements referred to above. I conducted my 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 I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances.

I believe that my audit provides a reasonable basis for my opinion on compliance for a major federal program. However, my audit does not provide a legal determination of the County's compliance.

Opinion on Each Major Federal Program

In my opinion, Sullivan County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the years ended December 31, 2015 and 2014.



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Report on Internal Control over Compliance

Management of Sullivan County, Missouri, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing my audit of compliance, I considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program 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 internal control over compliance. Accordingly, I do not express an opinion on the effectiveness of the County's internal control over compliance.

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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

My 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 material weaknesses or significant deficiencies. I did not identify any deficiencies in internal control over compliance that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Purpose of Report

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

The report is intended solely for the information and use of management, County Commission, others within the entity, 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.

Lisa C. Wynn, CPA, LLC
Columbia, MO
July 29, 2016

Sullivan County, Missouri
Schedule of Expenditures of Federal Awards
For the Years Ended December 31, 2015 and 2014

FEDERAL GRANTOR / PASS-THROUGH GRANTOR / PROGRAM NAME	CFDA Number	Pass- Through Grantor No	Federal Expenditures for Year Ended December 31, 2014	Federal Expenditures for Year Ended December 31, 2015
U.S. Department of Justice				
Crime Victim Assistance	16.575		\$21,243	\$21,743
U.S. Department of Transportation				
Passed through state:				
Highway and Transportation Commission-				
Highway Planning and Construction	20.205	BRO- B105(23)	563,082	6,928
U.S. Department of Homeland Security				
Emergency Management Performance Grants	97.042	EMW- 2014-EP- 0C	15,150	6,454
Homeland Security Grant Program	97.067		24,000	--
Total Expenditures of Federal Awards			<hr/> \$ 623,475	<hr/> \$35,125

Sullivan County, Missouri
Notes to Schedule of Expenditures of Federal Awards
December 31, 2015 and 2014

Note 1- Summary of Significant Accounting Policies

The accompanying Schedules of Expenditures of Federal Awards summarizes activity of the County's federal award programs. The schedules have been prepared on the cash basis of accounting.

Basis of Presentation

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.

Matching Requirements

Certain Federal programs require that the County contribute non-Federal funds (matching funds) to support the federally funded programs. The County has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the schedule.

Note 2- Subrecipients

The Sullivan County provided no federal awards to a subrecipient during the years ended December, 31 2015 and 2014.

Sullivan County, Missouri
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2015 and 2014

Section 1 – Summary of Auditor’s Results

Financial Statement

Type of auditor’s report issued

Unmodified Regulatory Basis

Internal control over financial reporting

Material weakness(es) identified? Yes X No

Significant deficiencies identified that were not considered to be material weaknesses? Yes X No

Any noncompliance material to financial Statements noted? X Yes No

Federal Awards

Internal control over major programs:

Material weakness(es) identified? Yes X No

Significant deficiencies identified that were not considered to be material weaknesses? Yes X No

Type of auditor’s report issued on Compliance for major programs:

Unmodified

Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133? Yes X No

Identification of Major Programs

CFDA
Number

Name of Federal Program or Cluster

20.205

Highway Planning and Construction

Dollar threshold used to distinguish Between type A and type B programs:

\$300,000

Auditee qualified as low-risk auditee?

 Yes X No

Sullivan County, Missouri
Schedule of Findings and Questioned Costs
For the Year Ended December 31, 2015 and 2014

Section 2-Financial Statement Findings

15-1 Condition: During my audit, I noted that the County was not in compliance with Missouri budgetary state statute Chapter 50 RSMo. The Law Enforcement Training Fund, SCMH Fund, CDBG (Bridge) Fund and the NCMO Lake Project Fund all had expenses exceeding their budget for 2014, as did the NCMO Lake Project Fund for 2015. Furthermore the Law Enforcement Restitution Fund was not budgeted for the years ended December 31, 2015 and December 31, 2014, and the Senior Services Tax Fund was not budgeted for the year ended December 31, 2014.

Criteria: Section 50.740 prohibits expenditures in excess of approved budgets. Additionally, case law provides that strict compliance with county budget laws is required by county officials. If there are valid reasons which require excess disbursements (i.e., emergencies, unforeseen occurrences, and statutorily required obligations), amendments should be made following the same process by which the annual budget is approved including holding public hearings and filing the amended budget with the State Auditor's Office. Furthermore Missouri budgetary state statute Chapter 50 RSMo requires a County to adopt a budget for each governmental fund.

Effect: Due to exceeding budget in certain funds and not budgeting for the Law Enforcement Restitution Fund and the Senior Services Tax Fund, the County is in violation of Missouri Revised Statutes.

Cause: Oversight

Recommendation: I recommend that the County ensure compliance with State Statutes by refraining from approving expenditures in excess of budgeted amounts and properly budgeting for each governmental fund. In the event that the originally adopted budget is inadequate to finance current year unforeseen expenditures, budgetary amendments should be discussed in public meeting and formally adopted by the County Commission.

Management's Response: We will continue evaluating the issue.

Section 3:

This section contains no audit findings that A-133 requires to be reported for an audit of financial statements.