



THOMAS A. SCHWEICH
Missouri State Auditor

To the County Commission
and
Officeholders of Iron County, Missouri

The Office of the State Auditor is responsible under Section 29.230, RSMo, for auditing certain operations of Iron 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, 2013, through the state Office of Administration, Division of Purchasing and Materials Management. A copy of this audit, performed by Daniel Jones & Associates, Certified Public Accountants, is attached.

A handwritten signature in black ink that reads "Thomas A. Schweich".

Thomas A. Schweich
State Auditor

September 2014
Report No. 2014-082

THE COUNTY OF IRON
IRONTON, MISSOURI
FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORTS
AND SUPPLEMENTARY INFORMATION
DECEMBER 31, 2013 AND 2012

**THE COUNTY OF IRON
IRONTON, MISSOURI
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FINANCIAL SECTION



Daniel Jones & Associates

MEMBERS OF
MISSOURI SOCIETY OF CPA'S
AMERICAN INSTITUTE OF CPA'S

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the County Commission
The County of Iron, Missouri

Report on the Financial Statements

We have audited the accompanying financial statements of the County of Iron ("County"), Missouri, which comprise cash and unencumbered cash for each fund as of December 31, 2013, and 2012, and the related statements of cash receipts and disbursements and disbursements-budget and actual for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the regulatory basis of accounting, a financial reporting framework prescribed or permitted by Missouri law as described in Note I of the accompanying financial statements. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The 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, we 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

As described in Note I of the financial statements, the financial statements are prepared on the basis of the 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, to meet the requirements of Missouri.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note I 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 our 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 each fund of the County as of December 31, 2013, and 2012, or changes in financial position or cash flows thereof for the years then ended.

Basis for Qualified Opinion on Regulatory Basis of Accounting

The Senate Bill 40 Board was unable to provide bank reconciliations and some bank statements for their accounts. Because of this, we were unable to determine the book or bank cash balance. Since we were unable to determine the cash balance of the Senate Bill 40 accounts, we used the balances from their budget reports for the years ended December 31, 2013, and December 31, 2012, respectively.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion on Regulatory Basis of Accounting paragraph, the financial statements referred to above present fairly, in all material respects, the cash and unencumbered cash of each fund of the County as of December 31, 2013, and 2012, and their respective cash receipts and disbursements, and budgetary results for the years then ended in accordance with the financial reporting provisions prescribed or permitted by Missouri law described in Note I.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2014, on our consideration of the County of Iron’s internal control over financial reporting and on our 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 our 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 County of Iron’s internal control over financial reporting and compliance.

Daniel Jones & Associates

DANIEL JONES & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

June 26, 2014

FINANCIAL STATEMENTS

THE COUNTY OF IRON
 IRONTON, MISSOURI
 STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2013

FUND	CASH		DISBURSEMENTS		CASH	
	BALANCES	RECEIPTS	DISBURSEMENTS	BALANCES	RECEIPTS	DISBURSEMENTS
	JANUARY 1, 2013	2013	2013	DECEMBER 31, 2013	2013	2013
General Revenue Fund	\$ 4,986.27	\$ 1,887,496.81	\$ 1,849,401.28	\$ 43,081.80		
Special Road and Bridge Fund	198,089.11	1,218,038.93	1,184,479.25	231,648.79		
Assessment Fund	37,142.29	185,662.91	200,451.14	22,354.06		
Law Enforcement Training Fund	438.28	1,574.10	1,267.86	744.52		
Prosecuting Attorney Training Fund	3,211.75	291.25	890.82	2,612.18		
Marriage Fund	1.83	395.75	350.00	47.58		
Sheriff's Revolving Fund	11,100.13	12,086.13	9,593.67	13,592.59		
Record Preservation Fund	1,526.87	3,209.33	1,877.17	2,859.03		
Sheriff's Civil Fund	7,349.27	14,813.64	10,239.74	11,923.17		
Tax Maintenance Fund	2,937.09	11,684.38	10,040.20	4,581.27		
Audio Fund	-	-	-	-		
Recorder's Technical Fund	11,273.26	1,901.21	2,003.84	11,170.63		
Election Services Fund	9,021.89	7,167.92	4,519.94	11,669.87		
Bad Check Fund	176.98	8,056.93	6,548.65	1,685.26		
Sheriff's Special Fund	2,764.91	7,092.29	9,857.20	-		
Law Enforcement Restitution Fund	26,538.95	25,900.86	26,289.07	26,150.74		
Hospital Lease Fund	26,025.54	150,012.58	175,000.00	1,038.12		
Hospital Sales Tax Fund	342.83	49.08	391.91	-		
Grants Fund	-	1,697.33	1,697.33	-		
Deputy Sheriff Salary Fund	-	5,340.00	5,340.00	-		
Inmate Security Fund	150.22	8,767.33	5,024.97	3,892.58		
Special Election Fund	2,000.00	30,821.85	29,027.80	3,794.05		
Senate Bill 40 Fund	469,731.01	311,207.22	103,202.17	677,736.06		
Total	<u>\$ 814,808.48</u>	<u>\$ 3,893,267.83</u>	<u>\$ 3,637,494.01</u>	<u>\$ 1,070,582.30</u>		

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEAR ENDED DECEMBER 31, 2012

FUND	CASH		DISBURSEMENTS		CASH	
	BALANCES	RECEIPTS	DISBURSEMENTS	BALANCES	RECEIPTS	DISBURSEMENTS
	January 1, 2012	2012	2012	December 31, 2012	2012	2012
General Revenue Fund	\$ 29,754.01	\$ 1,671,769.74	\$ 1,696,537.48	\$ 4,986.27		
Special Road and Bridge Fund	284,222.65	1,228,784.81	1,314,918.35	198,089.11		
Assessment Fund	38,009.64	177,046.12	177,913.47	37,142.29		
Law Enforcement Training Fund	33.65	1,502.34	1,097.71	438.28		
Prosecuting Attorney Training Fund	4,368.45	343.30	1,500.00	3,211.75		
Marriage Fund	319.08	382.75	700.00	1.83		
Sheriff's Revolving Fund	6,338.56	6,482.32	1,720.75	11,100.13		
Record Preservation Fund	597.83	3,760.69	2,831.65	1,526.87		
Sheriff's Civil Fund	14,516.27	15,596.60	22,763.60	7,349.27		
Tax Maintenance Fund	2,401.06	12,151.42	11,615.39	2,937.09		
Audio Fund	366.51	77.33	443.84	-		
Recorder's Technical Fund	12,783.16	2,324.78	3,834.68	11,273.26		
Election Services Fund	11,244.89	5,191.22	7,414.22	9,021.89		
Bad Check Fund	6,485.09	6,816.96	13,125.07	176.98		
Sheriff's Special Fund	2,373.38	8,132.06	7,740.53	2,764.91		
Law Enforcement Restitution Fund	25,579.18	31,069.49	30,109.72	26,538.95		
Hospital Lease Fund	1,003.23	325,022.31	300,000.00	26,025.54		
Hospital Sales Tax Fund	239.02	103.81	-	342.83		
Grants Fund	23.00	1,019.86	1,042.86	-		
Deputy Sheriff Salary Fund	-	5,830.00	5,830.00	-		
Inmate Security Fund	222.13	628.09	700.00	150.22		
Special Election Fund	2,000.00	33,266.84	33,266.84	2,000.00		
Senate Bill 40 Fund	411,740.51	186,354.22	128,363.72	469,731.01		
Total	\$ 854,621.30	\$ 3,723,657.06	\$ 3,763,469.88	\$ 814,808.48		

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	GENERAL REVENUE FUND			
	2013		2012	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Property Taxes	\$ 589,000.00	\$ 603,188.00	\$ 584,000.00	\$ 587,346.19
Sales Taxes	340,000.00	361,347.95	350,000.00	339,821.19
Intergovernmental	305,401.00	340,777.51	270,729.00	270,021.09
Charges for Services	266,000.00	248,449.48	275,525.00	265,936.78
Interest Income	800.00	833.87	1,000.00	693.37
Other	367,900.00	267,900.00	230,463.00	127,951.12
Transfers In	65,000.00	65,000.00	80,000.00	80,000.00
TOTAL RECEIPTS	1,934,101.00	1,887,496.81	1,791,717.00	1,671,769.74
DISBURSEMENTS				
County Commission	81,200.00	81,200.04	83,300.00	82,565.46
County Clerk	87,496.00	85,620.91	87,197.00	86,629.59
Elections	4,300.00	1,569.45	36,060.00	30,989.68
Buildings and Grounds	94,400.00	93,070.56	83,000.00	77,944.59
Employee Fringe Benefits	192,676.00	168,892.13	196,415.00	161,087.61
County Treasurer	41,000.00	40,798.60	41,100.00	41,095.41
Collector	71,360.00	71,100.36	71,773.00	71,596.23
Recorder of Deeds	48,000.00	47,346.30	46,200.00	46,049.36
Circuit Clerk	13,100.00	11,683.62	10,200.00	8,376.34
Court Administration	11,420.00	9,166.86	11,265.00	9,393.55
Public Administrator	43,700.00	42,472.69	43,700.00	43,477.37
Sheriff	401,954.00	401,601.59	360,919.00	360,842.49
Jail	164,550.00	164,537.85	149,400.00	145,258.00
Prosecuting Attorney	100,686.00	96,303.25	97,266.00	97,214.23
Juvenile Officer	35,604.00	35,604.00	31,696.00	31,696.00
Coroner	12,394.00	12,307.64	12,994.00	12,818.12
Other	477,551.00	473,724.43	386,701.00	380,145.45
Transfers Out	12,401.00	12,401.00	9,358.00	9,358.00
Emergency Fund	30,000.00	-	30,000.00	-
TOTAL DISBURSEMENTS	1,923,792.00	1,849,401.28	1,788,544.00	1,696,537.48
RECEIPTS OVER (UNDER) DISBURSEMENTS	10,309.00	38,095.53	3,173.00	(24,767.74)
CASH BALANCES JANUARY 1	4,986.27	4,986.27	29,754.01	29,754.01
CASH BALANCES DECEMBER 31	\$ 15,295.27	\$ 43,081.80	\$ 32,927.01	\$ 4,986.27

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	SPECIAL ROAD AND BRIDGE FUND			
	2013		2012	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Property Taxes	\$ 533,000.00	\$ 537,021.86	\$ 522,000.00	\$ 533,115.58
Intergovernmental	505,200.00	541,513.25	508,200.00	520,170.17
Charges for Services	-	-	-	-
Interest Income	3,000.00	2,183.53	4,000.00	3,007.79
Other	437,000.00	137,320.29	416,000.00	172,491.27
Transfers In	-	-	-	-
TOTAL RECEIPTS	1,478,200.00	1,218,038.93	1,450,200.00	1,228,784.81
DISBURSEMENTS				
Salaries	390,000.00	364,988.36	385,000.00	356,654.94
Employee Fringe Benefits	175,000.00	128,681.49	149,000.00	130,052.70
Materials and Supplies	171,000.00	160,582.96	158,750.00	170,278.59
Insurance	23,000.00	20,549.00	23,000.00	17,641.00
Road and Bridge Materials	225,000.00	216,725.69	250,000.00	245,439.15
Equipment Repairs	112,000.00	87,997.64	112,000.00	125,251.79
Equipment Rental	500.00	-	500.00	375.68
Equipment Purchases	26,000.00	47,032.94	138,000.00	132,148.61
Services and Other	-	-	-	-
Debt Service	-	-	-	-
Construction	370,000.00	37,350.88	370,000.00	4,244.42
Other	63,450.00	55,570.29	63,750.00	52,831.47
Transfers Out	65,000.00	65,000.00	80,000.00	80,000.00
TOTAL DISBURSEMENTS	1,620,950.00	1,184,479.25	1,730,000.00	1,314,918.35
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	(142,750.00)	33,559.68	(279,800.00)	(86,133.54)
CASH BALANCES				
JANUARY 1	198,089.11	198,089.11	284,222.65	284,222.65
CASH BALANCES				
DECEMBER 31	\$ 55,339.11	\$ 231,648.79	\$ 4,422.65	\$ 198,089.11

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	ASSESSMENT FUND			
	2013		2012	
	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Sales Taxes	-	-	-	-
Intergovernmental	169,065.00	170,978.07	157,915.00	165,012.37
Interest Income	1,500.00	312.34	1,500.00	398.75
Other	2,500.00	1,971.50	-	2,277.00
Transfers In	12,401.00	12,401.00	9,358.00	9,358.00
TOTAL RECEIPTS	<u>185,466.00</u>	<u>185,662.91</u>	<u>168,773.00</u>	<u>177,046.12</u>
DISBURSEMENTS				
Assessor	220,689.00	200,451.14	186,053.00	177,913.47
TOTAL DISBURSEMENTS	<u>220,689.00</u>	<u>200,451.14</u>	<u>186,053.00</u>	<u>177,913.47</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	(35,223.00)	(14,788.23)	(17,280.00)	(867.35)
CASH BALANCES JANUARY 1	<u>37,142.29</u>	<u>37,142.29</u>	<u>38,009.64</u>	<u>38,009.64</u>
CASH BALANCES DECEMBER 31	<u>\$ 1,919.29</u>	<u>\$ 22,354.06</u>	<u>\$ 20,729.64</u>	<u>\$ 37,142.29</u>

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	LAW ENFORCEMENT TRAINING FUND				PROSECUTING ATTORNEY TRAINING FUND			
	2013		2012		2013		2012	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	-	-	-	-
Other	1,600.00	1,570.87	2,000.00	1,500.71	400.00	276.22	400.00	319.04
Interest Income	-	3.23	-	1.63	100.00	15.03	100.00	24.26
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	<u>1,600.00</u>	<u>1,574.10</u>	<u>2,000.00</u>	<u>1,502.34</u>	<u>500.00</u>	<u>291.25</u>	<u>500.00</u>	<u>343.30</u>
DISBURSEMENTS								
Training	2,000.00	1,267.86	2,000.00	1,097.71	1,000.00	890.82	1,500.00	1,500.00
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>2,000.00</u>	<u>1,267.86</u>	<u>2,000.00</u>	<u>1,097.71</u>	<u>1,000.00</u>	<u>890.82</u>	<u>1,500.00</u>	<u>1,500.00</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	(400.00)	306.24	-	404.63	(500.00)	(599.57)	(1,000.00)	(1,156.70)
CASH BALANCES JANUARY 1	<u>438.28</u>	<u>438.28</u>	<u>33.65</u>	<u>33.65</u>	<u>3,211.75</u>	<u>3,211.75</u>	<u>4,368.45</u>	<u>4,368.45</u>
CASH BALANCES DECEMBER 31	<u>\$ 38.28</u>	<u>\$ 744.52</u>	<u>\$ 33.65</u>	<u>\$ 438.28</u>	<u>\$ 2,711.75</u>	<u>\$ 2,612.18</u>	<u>\$ 3,368.45</u>	<u>\$ 3,211.75</u>

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	MARRIAGE FUND				SHERIFFS REVOLVING FUND			
	2013		2012		2013		2012	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-
Charges for Services	-	-	-	-	12,036.00	12,025.00	5,000.00	6,432.00
Interest Income	-	0.75	-	2.75	50.00	61.13	50.00	50.32
Other	800.00	395.00	500.00	380.00	-	-	-	-
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	<u>800.00</u>	<u>395.75</u>	<u>500.00</u>	<u>382.75</u>	<u>12,086.00</u>	<u>12,086.13</u>	<u>5,050.00</u>	<u>6,482.32</u>
DISBURSEMENTS								
Equipment	-	-	-	-	23,086.00	9,593.67	8,000.00	1,720.75
Marriage Licenses	800.00	350.00	800.00	700.00	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>800.00</u>	<u>350.00</u>	<u>800.00</u>	<u>700.00</u>	<u>23,086.00</u>	<u>9,593.67</u>	<u>8,000.00</u>	<u>1,720.75</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	-	45.75	(300.00)	(317.25)	(11,000.00)	2,492.46	(2,950.00)	4,761.57
CASH BALANCES JANUARY 1	<u>1.83</u>	<u>1.83</u>	<u>319.08</u>	<u>319.08</u>	<u>11,100.13</u>	<u>11,100.13</u>	<u>6,338.56</u>	<u>6,338.56</u>
CASH BALANCES DECEMBER 31	<u>\$ 1.83</u>	<u>\$ 47.58</u>	<u>\$ 19.08</u>	<u>\$ 1.83</u>	<u>\$ 100.13</u>	<u>\$ 13,592.59</u>	<u>\$ 3,388.56</u>	<u>\$ 11,100.13</u>

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	RECORD PRESERVATION FUND				SHERIFF'S CIVIL FUND			
	2013		2012		2013		2012	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	3,400.00	3,199.17	4,500.00	3,754.00	14,000.00	14,770.26	14,000.00	15,505.68
Interest Income	-	10.16	-	6.69	-	43.38	-	90.92
Fees	-	-	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	<u>3,400.00</u>	<u>3,209.33</u>	<u>4,500.00</u>	<u>3,760.69</u>	<u>14,000.00</u>	<u>14,813.64</u>	<u>14,000.00</u>	<u>15,596.60</u>
DISBURSEMENTS								
Equipment	3,396.00	1,877.17	4,000.00	2,831.65	-	-	-	-
Sheriff Expenses	-	-	-	-	21,000.00	10,239.74	26,000.00	22,763.60
Other Expenses	1,000.00	-	1,000.00	-	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>4,396.00</u>	<u>1,877.17</u>	<u>5,000.00</u>	<u>2,831.65</u>	<u>21,000.00</u>	<u>10,239.74</u>	<u>26,000.00</u>	<u>22,763.60</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	(996.00)	1,332.16	(500.00)	929.04	(7,000.00)	4,573.90	(12,000.00)	(7,167.00)
CASH BALANCES JANUARY 1	<u>1,526.87</u>	<u>1,526.87</u>	<u>597.83</u>	<u>597.83</u>	<u>7,349.27</u>	<u>7,349.27</u>	<u>14,516.27</u>	<u>14,516.27</u>
CASH BALANCES DECEMBER 31	<u>\$ 530.87</u>	<u>\$ 2,859.03</u>	<u>\$ 97.83</u>	<u>\$ 1,526.87</u>	<u>\$ 349.27</u>	<u>\$ 11,923.17</u>	<u>\$ 2,516.27</u>	<u>\$ 7,349.27</u>

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	TAX MAINTENANCE FUND				AUDIO FUND			
	2013		2012		2013		2012	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-
Charges for Services	11,000.00	11,684.38	10,000.00	12,151.42	-	-	1,200.00	75.00
Interest Income	-	-	-	-	-	-	-	2.33
Fees	-	-	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	<u>11,000.00</u>	<u>11,684.38</u>	<u>10,000.00</u>	<u>12,151.42</u>	<u>-</u>	<u>-</u>	<u>1,200.00</u>	<u>77.33</u>
DISBURSEMENTS								
Office Expenses	8,130.00	10,040.20	8,400.00	11,615.39	-	-	1,500.00	443.84
Engineering Fees	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>8,130.00</u>	<u>10,040.20</u>	<u>8,400.00</u>	<u>11,615.39</u>	<u>-</u>	<u>-</u>	<u>1,500.00</u>	<u>443.84</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	2,870.00	1,644.18	1,600.00	536.03	-	-	(300.00)	(366.51)
CASH BALANCES								
JANUARY 1	<u>2,937.09</u>	<u>2,937.09</u>	<u>2,401.06</u>	<u>2,401.06</u>	<u>-</u>	<u>-</u>	<u>366.51</u>	<u>366.51</u>
CASH BALANCES								
DECEMBER 31	<u>\$ 5,807.09</u>	<u>\$ 4,581.27</u>	<u>\$ 4,001.06</u>	<u>\$ 2,937.09</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 66.51</u>	<u>\$ -</u>

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THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	RECORDER'S TECHNICAL FUND				ELECTION SERVICES FUND			
	2013		2012		2013		2012	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	2,611.00	-	-
Charges for Services	1,400.00	1,845.00	2,000.00	2,251.25	6,000.00	4,494.22	6,800.00	1,378.10
Interest Income	100.00	56.21	100.00	73.53	-	62.70	-	45.14
Fees	-	-	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-	-	3,767.98
TOTAL RECEIPTS	<u>1,500.00</u>	<u>1,901.21</u>	<u>2,100.00</u>	<u>2,324.78</u>	<u>6,000.00</u>	<u>7,167.92</u>	<u>6,800.00</u>	<u>5,191.22</u>
DISBURSEMENTS								
Supplies	8,000.00	2,003.84	10,000.00	3,834.68	12,000.00	4,519.94	9,000.00	7,414.22
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>8,000.00</u>	<u>2,003.84</u>	<u>10,000.00</u>	<u>3,834.68</u>	<u>12,000.00</u>	<u>4,519.94</u>	<u>9,000.00</u>	<u>7,414.22</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	(6,500.00)	(102.63)	(7,900.00)	(1,509.90)	(6,000.00)	2,647.98	(2,200.00)	(2,223.00)
CASH BALANCES								
JANUARY 1	<u>11,273.26</u>	<u>11,273.26</u>	<u>12,783.16</u>	<u>12,783.16</u>	<u>9,021.89</u>	<u>9,021.89</u>	<u>11,244.89</u>	<u>11,244.89</u>
CASH BALANCES								
DECEMBER 31	<u>\$ 4,773.26</u>	<u>\$ 11,170.63</u>	<u>\$ 4,883.16</u>	<u>\$ 11,273.26</u>	<u>\$ 3,021.89</u>	<u>\$ 11,669.87</u>	<u>\$ 9,044.89</u>	<u>\$ 9,021.89</u>

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	BAD CHECK FUND				SHERIFF'S SPECIAL FUND			
	2013		2012		2013		2012	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	-	-	-
Charges for Services	8,400.00	8,048.00	16,000.00	6,784.52	-	-	-	-
Other	-	-	-	-	10,000.00	7,081.84	20,000.00	8,120.44
Interest Income	-	8.93	100.00	32.44	15.00	10.45	50.00	11.62
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	<u>8,400.00</u>	<u>8,056.93</u>	<u>16,100.00</u>	<u>6,816.96</u>	<u>10,015.00</u>	<u>7,092.29</u>	<u>20,050.00</u>	<u>8,132.06</u>
DISBURSEMENTS								
Sheriff Expenses	-	-	-	-	12,000.00	9,857.20	22,000.00	7,740.53
Bad Check Expenses	8,508.00	6,548.65	20,000.00	13,125.07	-	-	-	-
Transfers Out	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>8,508.00</u>	<u>6,548.65</u>	<u>20,000.00</u>	<u>13,125.07</u>	<u>12,000.00</u>	<u>9,857.20</u>	<u>22,000.00</u>	<u>7,740.53</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	(108.00)	1,508.28	(3,900.00)	(6,308.11)	(1,985.00)	(2,764.91)	(1,950.00)	391.53
CASH BALANCES JANUARY 1	<u>176.98</u>	<u>176.98</u>	<u>6,485.09</u>	<u>6,485.09</u>	<u>2,764.91</u>	<u>2,764.91</u>	<u>2,373.38</u>	<u>2,373.38</u>
CASH BALANCES DECEMBER 31	<u>\$ 68.98</u>	<u>\$ 1,685.26</u>	<u>\$ 2,585.09</u>	<u>\$ 176.98</u>	<u>\$ 779.91</u>	<u>\$ -</u>	<u>\$ 423.38</u>	<u>\$ 2,764.91</u>

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	LAW ENFORCEMENT RESTITUTION FUND				HOSPITAL LEASE FUND			
	2013		2012		2013		2012	
	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	300,000.00	150,000.00	300,000.00	325,000.00
Other	31,000.00	25,784.50	30,000.00	30,898.75	-	-	-	-
Interest Income	200.00	116.36	100.00	170.74	-	12.58	-	22.31
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	<u>31,200.00</u>	<u>25,900.86</u>	<u>30,100.00</u>	<u>31,069.49</u>	<u>300,000.00</u>	<u>150,012.58</u>	<u>300,000.00</u>	<u>325,022.31</u>
DISBURSEMENTS								
Hospital Lease	-	-	-	-	300,000.00	175,000.00	300,000.00	300,000.00
Law Enforcement Expenses	53,000.00	26,289.07	50,000.00	30,109.72	-	-	-	-
TOTAL DISBURSEMENTS	<u>53,000.00</u>	<u>26,289.07</u>	<u>50,000.00</u>	<u>30,109.72</u>	<u>300,000.00</u>	<u>175,000.00</u>	<u>300,000.00</u>	<u>300,000.00</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	(21,800.00)	(388.21)	(19,900.00)	959.77	-	(24,987.42)	-	25,022.31
CASH BALANCES JANUARY 1	<u>26,538.95</u>	<u>26,538.95</u>	<u>25,579.18</u>	<u>25,579.18</u>	<u>26,025.54</u>	<u>26,025.54</u>	<u>1,003.23</u>	<u>1,003.23</u>
CASH BALANCES DECEMBER 31	<u>\$ 4,738.95</u>	<u>\$ 26,150.74</u>	<u>\$ 5,679.18</u>	<u>\$ 26,538.95</u>	<u>\$ 26,025.54</u>	<u>\$ 1,038.12</u>	<u>\$ 1,003.23</u>	<u>\$ 26,025.54</u>

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THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	HOSPITAL SALES TAX FUND				GRANTS FUND			
	2013		2012		2013		2012	
	BUDGET	ACTUAL	BUDGET	Actual	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-	1,697.33	3,000.00	1,019.86
Interest Income	-	0.65	-	0.84	-	-	-	-
Other	100.00	48.43	-	102.97	-	-	-	-
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	<u>100.00</u>	<u>49.08</u>	<u>-</u>	<u>103.81</u>	<u>-</u>	<u>1,697.33</u>	<u>3,000.00</u>	<u>1,019.86</u>
DISBURSEMENTS								
Grant Expenses	-	-	-	-	-	1,697.33	3,023.00	1,042.86
Hospital Sales Tax Expenses	442.00	391.91	239.00	-	-	-	-	-
TOTAL DISBURSEMENTS	<u>442.00</u>	<u>391.91</u>	<u>239.00</u>	<u>-</u>	<u>-</u>	<u>1,697.33</u>	<u>3,023.00</u>	<u>1,042.86</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	(342.00)	(342.83)	(239.00)	103.81	-	-	(23.00)	(23.00)
CASH BALANCES JANUARY 1	<u>342.83</u>	<u>342.83</u>	<u>239.02</u>	<u>239.02</u>	<u>-</u>	<u>-</u>	<u>23.00</u>	<u>23.00</u>
CASH BALANCES DECEMBER 31	<u>\$ 0.83</u>	<u>\$ -</u>	<u>\$ 0.02</u>	<u>\$ 342.83</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	DEPUTY SHERIFF SALARY FUND				INMATE SECURITY FUND			
	2013		2012		2013		2012	
	BUDGET	ACTUAL	BUDGET	Actual	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for Services	8,000.00	5,340.00	8,000.00	5,830.00	8,706.00	8,760.34	1,200.00	626.00
Interest Income	-	-	-	-	-	6.99	-	2.09
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	<u>8,000.00</u>	<u>5,340.00</u>	<u>8,000.00</u>	<u>5,830.00</u>	<u>8,706.00</u>	<u>8,767.33</u>	<u>1,200.00</u>	<u>628.09</u>
DISBURSEMENTS								
Inmate Security	-	-	-	-	8,856.00	5,024.97	1,200.00	700.00
Salaries	8,000.00	5,340.00	8,000.00	5,830.00	-	-	-	-
TOTAL DISBURSEMENTS	<u>8,000.00</u>	<u>5,340.00</u>	<u>8,000.00</u>	<u>5,830.00</u>	<u>8,856.00</u>	<u>5,024.97</u>	<u>1,200.00</u>	<u>700.00</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	-	-	-	-	(150.00)	3,742.36	-	(71.91)
CASH BALANCES JANUARY 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>150.22</u>	<u>150.22</u>	<u>222.13</u>	<u>222.13</u>
CASH BALANCES DECEMBER 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 0.22</u>	<u>\$ 3,892.58</u>	<u>\$ 222.13</u>	<u>\$ 150.22</u>

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THE COUNTY OF IRON
 IRONTON, MISSOURI
 COMPARATIVE STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH BALANCES
 BUDGET AND ACTUAL - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2013 AND 2012

	SPECIAL ELECTION FUND				SENATE BILL 40 FUND			
	2013		2012		2013		2012	
	BUDGET	ACTUAL	BUDGET	Actual	BUDGET	ACTUAL	BUDGET	ACTUAL
RECEIPTS								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$163,000.00	\$311,207.22	\$150,000.00	\$186,354.22
Charges for Services	-	30,806.71	-	33,266.84	-	-	-	-
Interest Income	-	15.14	-	-	3,000.00	-	5,000.00	-
Transfers In	-	-	-	-	-	-	-	-
TOTAL RECEIPTS	-	30,821.85	-	33,266.84	166,000.00	311,207.22	155,000.00	186,354.22
DISBURSEMENTS								
Senate Bill 40	-	-	-	-	187,183.61	103,202.17	154,567.00	128,363.72
Election Expenses	-	29,027.80	-	29,498.86	-	-	-	-
Transfers Out	-	-	-	3,767.98	-	-	-	-
TOTAL DISBURSEMENTS	-	29,027.80	-	33,266.84	187,183.61	103,202.17	154,567.00	128,363.72
RECEIPTS OVER (UNDER) DISBURSEMENTS	-	1,794.05	-	-	(21,183.61)	208,005.05	433.00	57,990.50
CASH BALANCES JANUARY 1	2,000.00	2,000.00	2,000.00	2,000.00	469,731.01	469,731.01	411,740.51	411,740.51
CASH BALANCES DECEMBER 31	\$ 2,000.00	\$ 3,794.05	\$ 2,000.00	\$ 2,000.00	\$448,547.40	\$677,736.06	\$412,173.51	\$469,731.01

The accompanying notes to the financial statements are an integral part of this statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 STATEMENTS OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS
 AGENCY FUNDS - REGULATORY BASIS
 AS OF DECEMBER 31, 2013

	COLLECTOR ACCOUNTS	RECORDER OF DEEDS	SHERIFF ACCOUNTS	LAW LIBRARY	PROSECUTING ATTORNEY DELINQUENT	SCHOOLS FUND
ASSETS						
Cash and Cash Equivalents	\$ 7,821,859.77	\$ 4,165.30	\$ 1,203,943.90	\$ 16,391.97	\$ 686.31	\$ 77,916.32
TOTAL ASSETS	7,821,859.77	4,165.30	1,203,943.90	16,391.97	686.31	77,916.32
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	-	-	-	-	-	-
UNRESERVED FUND BALANCES	7,821,859.77	4,165.30	1,203,943.90	16,391.97	686.31	77,916.32
TOTAL LIABILITIES AND FUND BALANCES	\$ 7,821,859.77	\$ 4,165.30	\$ 1,203,943.90	\$ 16,391.97	\$ 686.31	\$ 77,916.32
ASSETS						
	SHELTERED WORKSHOP	AMBULANCE	LIBRARY	HEALTH	R2 ARCADIA VALLEY	IRONTON CITY
Cash and Cash Equivalents	\$ 13.10	\$ 13.47	\$ 13.10	\$ 13.10	\$ 521.65	\$ 102.96
TOTAL ASSETS	13.10	13.47	13.10	13.10	521.65	102.96
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	-	-	-	-	-	-
UNRESERVED FUND BALANCES	13.10	13.47	13.10	13.10	521.65	102.96
TOTAL LIABILITIES AND FUND BALANCES	\$ 13.10	\$ 13.47	\$ 13.10	\$ 13.10	\$ 521.65	\$ 102.96
ASSETS						
	CEMETERY FUND	UNCLAIMED FEES FUND	SURPLUS TAX FUND	TOTAL AGENCY FUNDS		
Cash and Cash Equivalents	\$ 1,690.42	\$ 224.84	\$ 92,596.08	\$ 9,220,152.29		
TOTAL ASSETS	1,690.42	224.84	92,596.08	9,220,152.29		
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	-	-	-	-		
UNRESERVED FUND BALANCES	1,690.42	224.84	92,596.08	9,220,152.29		
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,690.42	\$ 224.84	\$ 92,596.08	\$ 9,220,152.29		

The accompanying notes to the financial statements are an integral part of this financial statement.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 STATEMENTS OF ASSETS AND LIABILITIES ARISING FROM CASH TRANSACTIONS
 AGENCY FUNDS - REGULATORY BASIS
 AS OF DECEMBER 31, 2012

	COLLECTOR ACCOUNTS	RECORDER OF DEEDS	SHERIFF ACCOUNTS	LAW LIBRARY	PROSECUTING ATTORNEY DELINQUENT	SCHOOLS FUND
ASSETS						
Cash and Cash Equivalents	\$ 7,053,855.92	\$ 5,008.30	\$ 3,301.81	\$ 18,549.94	\$ 682.96	\$ 52,147.60
TOTAL ASSETS	7,053,855.92	5,008.30	3,301.81	18,549.94	682.96	52,147.60
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	-	-	-	-	-	-
UNRESERVED FUND BALANCES	7,053,855.92	5,008.30	3,301.81	18,549.94	682.96	52,147.60
TOTAL LIABILITIES AND FUND BALANCES	\$ 7,053,855.92	\$ 5,008.30	\$ 3,301.81	\$ 18,549.94	\$ 682.96	\$ 52,147.60
ASSETS						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL ASSETS	-	-	-	-	-	-
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	-	-	-	-	-	-
UNRESERVED FUND BALANCES	-	-	-	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
ASSETS						
Cash and Cash Equivalents	\$ 1,519.88	\$ 224.33	\$ 54,754.04	\$ 7,190,044.78		
TOTAL ASSETS	1,519.88	224.33	54,754.04	7,190,044.78		
LIABILITIES AND FUND BALANCES						
TOTAL LIABILITIES	-	-	-	-		
UNRESERVED FUND BALANCES	1,519.88	224.33	54,754.04	7,190,044.78		
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,519.88	\$ 224.33	\$ 54,754.04	\$ 7,190,044.78		

The accompanying notes to the financial statements are an integral part of this financial statement.

THE COUNTY OF IRON
IRONTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Iron, Missouri (“County”), which is governed by a three-member board of commissioners, was established in 1857 by an Act of the Missouri Territory. In addition to the three Commissioners, there are ten elected Constitutional Officers: County Clerk, Collector, Treasurer, Sheriff, Assessor, Coroner, Circuit Clerk, Recorder of Deeds, Public Administrator and Prosecuting Attorney.

As discussed further in Note I, 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).

A. Reporting Entity

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

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

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

B. Basis of Presentation

The financial statements are presented using accounting practices prescribed or permitted by Missouri law, which include a Statement 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 fund types are used by the County:

THE COUNTY OF IRON
IRONTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation (concluded)

Governmental Fund Types

Governmental funds are those through which most governmental functions are financed. The County's expendable financial resources are accounted for through governmental funds. The measurement focus is upon determination of and changes in financial position rather than upon net income.

Fiduciary Fund Types

Agency – Agency funds are used to account for assets held by the County in a trustee capacity as an agent of individuals, private organizations, other funds or other governmental units. Agency funds are accounted for and reported similarly to the governmental funds. 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 of Revenue and other officeholders.

C. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements.

The financial statements are prepared on the regulatory basis of accounting. This basis of accounting recognizes amounts when received or disbursed in cash and differs from accounting principles generally accepted in the United States of America. Those principles require revenues to be recognized when they become available and measurable when they are earned, and expenditures or expenses to be recognized when the related liabilities are incurred.

As a result of using 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 the 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.

THE COUNTY OF IRON
IRONTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Budget 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 January 15th, each elected officer and department director will transmit to the 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 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 unencumbered fund balance at the beginning of the year as well as estimated revenues to be received. The budget to actual comparisons in these financial statements, however, do not present encumbered fund balances, but only compare budgeted and actual revenues and expenditures. Section 50.740 RSMo prohibits expenditures in excess of the approved budgets.
4. A public hearing is conducted to obtain public comment. Prior to its approval by the County Commission, the budget document is available for public inspection.
5. Prior to February 1, the budget is legally enacted by a vote of the County Commission.
6. 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 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.
7. Budgets are prepared and adopted on the cash basis of accounting.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2013 AND 2012

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (concluded)

E. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and tax bills are mailed to taxpayers in November, at which time they are payable. All unpaid property taxes become delinquent as of January 1, of the following year.

The assessed valuation of the tangible taxable property, included within the County's boundaries for the calendar years 2013 and 2012, for purposes of taxation was:

	2013	2012
Real Estate	\$ 140,413,480	\$ 124,904,210
Personal Property	34,469,480	31,268,720
Railroad and Utilities	36,670,950	33,958,882
	\$ 211,553,910	\$ 190,131,812

The County Commission approved a \$0.3623 and \$0.3849 tax levy per \$100 of assessed valuation of tangible taxable property for the calendar years 2013 and 2012, for purpose of County taxation, as follows:

	2013	2012
General Revenue Fund	\$.2777	\$.2950
Senate Bill 40 Fund	.0846	.0899
	\$.3623	\$.3849

F. Cash

The County pools cash resources of various funds in the County Treasurer's office in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. Some county offices also hold cash 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. Details of these cash balances are presented in Note II.

G. Interfund Transactions

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables, if applicable, are eliminated due to reporting the financial statements on the regulatory basis of accounting.

Legally required transfers are reported as "transfers in" by the recipient fund and as "transfers out" by the disbursing fund.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2013 AND 2012

II. CASH

The County maintains a cash and temporary investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed as "Cash" under each fund's caption.

Deposits with maturities greater than three months are considered investments. In addition, cash is separately held by several of the County's funds.

Deposits - Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. At December 31, 2013, and 2012, the carrying amounts of the County's deposits were \$1,070,582.30 and \$814,808.48, and the bank balances were \$4,270,719.25 and \$2,565,834.73, respectively. As of December 31, 2013, and 2012, the County's deposits were properly pledged by FDIC insurance and pledged securities.

SUMMARY OF CARRYING VALUES

Carrying values of deposits shown above are included in the financial statements at December 31, 2013, as follows:

Included in the following fund financial statement captions:

Statements of Receipts, Disbursements and Changes in Cash –
 Governmental Funds:

Deposits	\$ 1,070,582.30
Total Governmental Funds	1,070,582.30

Statement of Assets and Liabilities Arising From Cash
 Transactions – Agency Funds:

Deposits	9,220,152.29
Total Agency Funds	9,220,152.29

Total Deposits as of December 31, 2013	\$ 10,290,734.59
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The carrying values of deposits at December 31, 2012, are as follows:

Included in the following fund financial statement captions:

Statements of Receipts, Disbursements and Changes in Cash –
 Governmental Funds:

Deposits	\$ 814,808.48
Total Governmental Funds	814,808.48

Statement of Assets and Liabilities Arising From Cash
 Transactions – Agency Funds:

Deposits	7,190,044.78
Total Agency Funds	7,190,044.78

Total Deposits as of December 31, 2012	\$ 8,004,853.26
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THE COUNTY OF IRON
IRONTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012

II. CASH (concluded)

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 to it. The County's investment policy does not include custodial credit risk requirements. The County's deposits were not exposed to custodial credit risk for the years ended December 31, 2013, and 2012.

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 who sold the security to the County or its agent but not in the government's name. The 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 the County or of a type 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. The 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 Investment Credit Risk

Concentration of investment credit risk is required to be disclosed by the 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). The 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. The County's investments were not exposed to concentration of investment credit risk for the years ended December 31, 2013, and 2012.

III. CAPITAL LEASES

In 2010, the County entered into a capital lease agreement with Caterpillar Financial Services for a Backhoe and a Loader for \$208,201. The lease expires April 23, 2015, with a nominal annual rate of 4.150%. Combined interest and principal payments are paid annually in the amount of \$46,964.47.

In 2013, the County entered into a capital lease agreement with John Deere for two MotorGraders for \$250,168. The lease expires January 2019 with a nominal annual rate of 1.884%. Combined interest and principal payments are paid annually in the amount of \$52,949.92.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2013 AND 2012

III. CAPITAL LEASES (continued)

In 2013, the County entered into a capital lease agreement with Diversified Lending Inc. for accounting software for \$39,738. The lease expires February 2016 with an interest rate of 6.316%. Combined interest and principal payments are paid annually in the amount of \$10,704.79.

The schedule of debt payments for capital leases are as follows:

<u>2013</u>					
	Balance at	Amount	Amount	Balance at	Interest Paid
	<u>December 31, 2012</u>	<u>Borrowed</u>	<u>Repaid</u>	<u>December 31, 2013</u>	<u>During Year</u>
Backhoe and Loader	\$ 129,962.30	\$ -	\$ 41,571.04	\$ 88,391.26	\$ 5,393.43
2 MotorGraders	-	250,168.00	-	250,168.00	-
Accounting Software	-	39,738.00	10,016.26	29,721.74	983.74
Totals	<u>\$ 129,962.30</u>	<u>\$ 289,906.00</u>	<u>\$ 51,587.30</u>	<u>\$ 368,281.00</u>	<u>\$ 6,377.17</u>

<u>2012</u>					
	Balance at	Amount	Amount	Balance at	Interest Paid
	<u>December 31, 2011</u>	<u>Borrowed</u>	<u>Repaid</u>	<u>December 31, 2012</u>	<u>During Year</u>
Backhoe and Loader	\$ 169,876.87	\$ -	\$ 39,914.57	\$ 129,962.30	\$ 7,049.90
Totals	<u>\$ 169,876.87</u>	<u>\$ -</u>	<u>\$ 39,914.57</u>	<u>\$ 129,962.30</u>	<u>\$ 7,049.90</u>

The schedule of future payments of capital leases of the County as of December 31, 2013, is as follows:

Fiscal Year Ending December 31,	Principal	Interest	Total
2014	\$ 53,529.21	\$ 4,160.05	\$ 57,689.26
2015	102,595.57	8,025.61	110,621.18
2016	59,159.44	4,495.27	63,654.71
2017	50,041.69	2,908.23	52,949.92
2018	50,992.90	1,957.02	52,949.92
2019	51,962.19	987.73	52,949.92
TOTALS	<u>\$ 368,281.00</u>	<u>\$ 22,533.91</u>	<u>\$ 390,814.91</u>

THE COUNTY OF IRON
 IRONTON, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2013 AND 2012

III. CAPITAL LEASES (concluded)

The schedule of future payments of capital leases of the County as of December 31, 2012, is as follows:

Fiscal Year Ending December 31,	Principal	Interest	Total
<u>December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2013	\$ 41,571.04	\$ 5,393.43	\$ 46,964.47
2014	43,296.23	3,668.24	46,964.47
2015	45,095.03	1,871.44	46,966.47
TOTALS	<u><u>\$ 129,962.30</u></u>	<u><u>\$ 10,933.11</u></u>	<u><u>\$ 140,895.41</u></u>

IV. LONG-TERM DEBT

In 2007, the County entered into an U.S. Department of Agriculture Rural Development loan with the USDA to finance the design, acquisition, and construction costs of a hospital building to be used by the County and the County Hospital Board with an original principal amount of \$7,000,000. The interest rate on these loans was 4.125%. The building and the accompanying debt were released to the Hospital Board, making this loan paid in full.

In 2007, the County entered into an U.S. Department of Agriculture Rural Development loan with the USDA to finance the design, acquisition, and construction costs of a hospital building to be used by the County and the County Hospital Board with an original principal amount of \$500,000. The interest rate on these loans was 4.125%. The building and the accompanying debt were released to the Hospital Board, making this loan paid in full.

Line of Credit – This line of credit can be used for whatever purpose the County sees fit. Currently, the line of credit is used to fund a portion of the General Revenue Fund expenditures until the tax revenue is received in the following January. The Line of Credit matures annually, but the line is renewed each year. The interest rate is variable according to the prime rate published in the Wall Street Journal. There is no future payment schedule required for this debt.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2013 AND 2012

V. OPERATING LEASES

In 2013, the County Recorder entered into an operating lease agreement with General Electric Capital Corporation for the use of a copy machine. The term of the lease is 39 months ending March 2016 and consists of monthly payments. Payments of \$1,788 were paid to General Electric Capital Corporation by the County during the year ended December 31, 2013.

The future payments of the operating lease as of December 31, 2013, is as follows:

Fiscal Year Ending December 31,	Payment
2014	\$ 1,788.00
2015	1,788.00
2016	447.00
TOTAL	<u>\$ 4,023.00</u>

VI. INTERFUND TRANSFERS

Transfers between funds for the years ended December 31, 2013, and 2012 are as follows:

	2013		2012	
	Transfers In	Transfers Out	Transfers In	Transfers Out
General Revenue Fund	\$ 65,000.00	\$ 12,401.00	\$ 80,000.00	\$ 9,358.00
Special Road and Bridge Fund	-	65,000.00	-	80,000.00
Assessment Fund	12,401.00	-	9,358.00	-
Election Services Fund	-	-	3,767.98	-
Special Election Fund	-	-	-	3,767.98
TOTAL	<u>\$ 77,401.00</u>	<u>\$ 77,401.00</u>	<u>\$ 93,125.98</u>	<u>\$ 93,125.98</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 Revenue Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

THE COUNTY OF IRON
IRONTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012

VII. COUNTY EMPLOYEES' RETIREMENT FUND (CERF)

A. Plan Description

CERF was established by an act of the Missouri General Assembly effective August 28, 1994. Laws governing the retirement fund are found in Sections 50.1000-50.1300 of the Missouri Revised Statutes (RSMo). The Board of Directors consists of 11 members, 9 of whom are county employee participants. Two members, who have no beneficiary interest in CERF, are appointed by the Governor of Missouri. The Board of Directors has the authority to adopt rules and regulations for administering the system.

CERF is a mandatory cost-sharing multiple employer retirement system for each county in the State of Missouri, except any City not within a county (which excludes the City of St. Louis) and counties of the first classification with a charter form of government. CERF covers county elective or appointive officers or employees whose position requires the actual performance of duties not less than 1,000 hours per year; including employees of circuit courts located in a first class, non-charter county which is not participating in the Local Government Employees Retirement System (LAGERS); and does not cover circuit clerks, deputy circuit clerks, county prosecuting attorneys, and county sheriffs. Until January 1, 2000, employees hired before January 1, 2000, could opt out of the system. CERF is a defined benefit plan providing retirement and death benefits to its members. All benefits vest after 8 years of creditable service. Employees who retire on or after age 62 are entitled to an allowance for life based on the form of payment selected. The normal form of payment is a single life annuity. Optional joint and survivor annuity and 10-year certain and life annuity payments are also offered to members in order to provide benefits to a named survivor annuitant after their death. Employees who have a minimum of 8 years of creditable service may retire with an early retirement benefit and receive a reduced allowance after attaining age 55. Annual cost-of-living adjustments, not to exceed 1%, are provided for eligible retirees and survivor annuitants, up to a lifetime maximum of 50% of the initial benefit which the member receives upon retirement. Benefit provisions are fixed by state statute and may be amended only by action of the Missouri Legislature. Administrative expenses for the operation of CERF are paid out of the funds of the system.

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, MO 65101, or by calling 1-573-632-9203.

B. Contributions

Prior to January 1, 2003, participating county employees, except for those who participated in LAGERS, were required to make contributions equal to 2% of gross compensation. Effective January 1, 2003, participating county employees hired on or after February 25, 2002, are required to make contributions of 4% if they are in a LAGERS county and contributions of 6% if they are in a non-LAGERS county. If an employee leaves covered employment before attaining 8 years of creditable service, accumulated employee contributions are refunded to the employee.

The contribution rate is set by state statute and may be amended only by action of the Missouri Legislature. During 2013 and 2012, the County collected and remitted to CERF, employee contributions of approximately \$47,060.34 and \$46,024.35, respectively, for the years then ended.

THE COUNTY OF IRON
 IRONTON, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2013 AND 2012

VIII. PROSECUTING ATTORNEY RETIREMENT FUND

In accordance with state statute Chapter 56.807 RSMo, the County contributes monthly to the Missouri Office of Prosecution Services for deposit to the credit of the Missouri Prosecuting Attorneys and Circuit Attorney Retirement System Fund. Once remitted, the State of Missouri is responsible for administration of this plan. The County has contributed \$2,244 and \$2,244, respectively, for the years ended December 31, 2013, and 2012.

IX. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS)

A. Plan Description

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

LAGERS was created and governed by statute section RSMo. 70.600 - 70.755. As such, it is the system's responsibility to administer the law in accordance with the expressed intent of the General Assembly. The plan is qualified under the Internal Revenue Code Section 401(a) and it is tax exempt.

The Missouri Local Government Employees Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to LAGERS, P.O. Box 1665, Jefferson City, MO 65102 or by calling 1-800-447-4334.

B. Funding Status

Full-time employees of Iron County contribute 4% of their gross pay to the pension plan. The June 30th statutorily required contribution rates are 0.2% (General) and 0.2% (Police) of annual covered payroll. The contribution requirements of plan members are determined by the governing body of the political subdivision. The contribution provisions of the political subdivision are established by state statute.

C. Annual Pension Cost (APC) and Net Pension Obligation (NPO)

The subdivision's annual pension cost and net pension obligation for 2013 and 2012 were as follows:

	<u>2013</u>	<u>2012</u>
Annual required contribution	\$ 2,325	\$ 5,255
Interest on net pension obligation	0	0
Adjustment to annual required contribution	0	0
Annual pension cost	<u>2,325</u>	<u>5,255</u>
Actual contributions	<u>2,325</u>	<u>5,255</u>
Increase (decrease) in NPO	0	0
NPO beginning of year	0	0
NPO end of year	<u>\$ 0</u>	<u>\$ 0</u>

THE COUNTY OF IRON
 IRONTON, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2013 AND 2012

IX. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS) (continued)

C. Annual Pension Cost (APC) and Net Pension Obligation (NPO) (continued)

For 2013, the annual required contribution (ARC) was determined as part of the February 28, 2011, and February 29, 2012, annual actuarial valuations using the entry age actuarial cost method. The actuarial assumptions as of February 28, 2013, included: (a) a rate of return on the investment of present and future assets of 7.25% per year, compounded annually, (b) projected salary increases of 3.5% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 6.0% per year, depending on age and division, attributable to seniority/merit, (d) pre-retirement mortality based on 75% of the RP-2000 Combined Healthy table set back 0 years for men and 0 years for women and (e) post-retirement mortality based on 105% of the 1994 Group Annuity Mortality table set back 0 years for men and 0 years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period as of February 28, 2011, was 15 years for the General division and 14 years for the Police division. The amortization period as of February 29, 2012, was 15 years for the General division and 16 years for the Police division.

For 2012, the annual required contribution (ARC) was determined as part of the February 28, 2010, and February 28, 2011, annual actuarial valuations using the entry age actuarial cost method. The actuarial assumptions as of February 29, 2012, included: (a) a rate of return on the investment of present and future assets of 7.25% per year, compounded annually, (b) projected salary increases of 3.5% per year, compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 6.0% per year, depending on age and division, attributable to seniority/merit, (d) pre-retirement mortality based on 75% of the RP-2000 Combined Healthy table set back 0 years for men and 0 years for women and (e) post-retirement mortality based on 105% of the 1994 Group Annuity Mortality table set back 0 years for men and 0 years for women. The actuarial value of assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a five-year period. The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open basis. The amortization period as of February 28, 2010, was 12 years for the General division and 8 years for the Police division. The amortization period as of February 28, 2011, was 15 years for the General division and 14 years for the Police division.

THREE-YEAR TREND INFORMATION - 2013

Year Ended June 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2011	\$ 6,697	100.0%	\$ 0
2012	5,255	100.0	0
2013	2,325	100.0	0

THE COUNTY OF IRON
 IRONTON, MISSOURI
 NOTES TO THE FINANCIAL STATEMENTS
 DECEMBER 31, 2013 AND 2012

IX. LOCAL GOVERNMENT EMPLOYEES RETIREMENT SYSTEM (LAGERS) (concluded)

C. Annual Pension Cost (APC) and Net Pension Obligation (NPO) (concluded)

REQUIRED SUPPLEMENTARY INFORMATION
 Schedule of Funding Progress

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(b-a) Unfunded Accrued Liability (UAL)	(a/b) Funded Ratio	(c) Annual Covered Payroll	[(b-a) / c] UAL as a Percentage of Covered Payroll
02/28/2011	\$ 2,329,787	\$ 1,748,576	\$ (581,211)	133%	\$ 999,229	
02/29/2012	2,291,672	1,611,016	(680,656)	142	1,131,050	
02/28/2013	2,542,090	1,738,280	(803,810)	146	1,117,019	

THREE-YEAR TREND INFORMATION - 2012

Year Ended June 30	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
2010	\$ 5,975	100.0%	\$ 0
2011	6,697	100.0	0
2012	5,255	100.0	0

REQUIRED SUPPLEMENTARY INFORMATION
 Schedule of Funding Progress

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability	(b-a) Unfunded Accrued Liability (UAL)	(a/b) Funded Ratio	(c) Annual Covered Payroll	[(b-a) / c] UAL as a Percentage of Covered Payroll
02/28/2010	\$ 2,652,221	\$ 2,140,412	\$ (511,809)	124%	\$1,202,429	
02/28/2011	2,329,787	1,748,576	(581,211)	133	999,229	
02/29/2012	2,291,672	1,611,016	(680,656)	142	1,131,050	

Note: The above assets and actuarial accrued liability do not include the assets and present value of benefits associated with the Benefit Reserve Fund and the Casualty Reserve Fund. The actuarial assumptions were changed in conjunction with the February 28, 2011, annual actuarial valuations. For a complete description of the actuarial assumptions used in the annual valuations, please contact the LAGERS office in Jefferson City.

X. POST-EMPLOYMENT BENEFITS

The 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 County. There were 2 participants for COBRA at December 31, 2013, and 4 participants at December 31, 2012.

THE COUNTY OF IRON
IRONTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012

XI. CLAIMS, COMMITMENTS AND CONTINGENCIES

A. Litigation

The County is not currently involved in pending litigation as of the audit report date.

B. Compensated Absences

The County provides employees with annual leave. Each employee is entitled to five days annual leave after one year of employment, is entitled to ten days annual leave after two years of employment and fifteen days after ten years of employment. Annual leave may not be accumulated in excess of 30 days. Sick time is accrued at ½ day for each full month employed, which may accumulate up to 60 days. An employee is not reimbursed for unused sick time upon termination of employment. Employees are entitled up to three days leave for a death in the immediate family. These have not been subjected to auditing procedures.

C. 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 inappropriate 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.

XII. 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 costs of insurance. Insurance is obtained from commercial insurance companies. There have been no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

The County is a member participant in a public entity risk pool, which is a corporate and political body created pursuant to state statute (Chapter 537.70 RSMo. 1986). The purpose of the risk pool is to provide liability protection to participating public entities, their officials, and employees. Annual contributions are collected based on actuarial projections to produce sufficient funds to pay losses and expenses. Should contributions not produce sufficient funds to meet its obligations, the risk pool is empowered with the ability to make special assessments. Members are jointly and severally liable for all claims against the risk pool.

The County is also a member of the Missouri Association of Counties Self-Insured Workers' Compensation and Insurance Fund. The County purchases workers' compensation insurance through this fund, a non-profit corporation established for the purpose of providing insurance coverage for Missouri counties. The fund is self-insured up to \$2,000,000 per occurrence and is reinsured up to the statutory limit through excess insurance.

THE COUNTY OF IRON
IRONTON, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2013 AND 2012

XIII. SUBSEQUENT EVENTS

There are no subsequent events to report up to the date of the audit report.

SUPPLEMENTARY SCHEDULES AND AUDITOR'S REPORT

STATE COMPLIANCE SECTION

THE COUNTY OF IRON
IRONTON, MISSOURI
SCHEDULE OF STATE FINDINGS
YEARS ENDED DECEMBER 31, 2013 AND 2012

SCHEDULE OF STATE FINDINGS

- I. For the year ended December 31, 2013, actual expenditures exceeded those budgeted in the Tax Maintenance Fund and Grants Fund.
- II. For the year ended December 31, 2012, actual expenditures exceeded those budgeted in the Tax Maintenance Fund.
- III. For the years ended December 31, 2013 and 2012, there was not a budget presented for the Special Election Fund.

INTERNAL CONTROL AND COMPLIANCE SECTION



Daniel Jones & Associates

MEMBERS OF
MISSOURI SOCIETY OF CPA'S
AMERICAN INSTITUTE OF CPA'S

CERTIFIED PUBLIC ACCOUNTANTS

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*

Independent Auditor's Report

To the County Commission
The County of Iron, Missouri

We 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 the County of Iron ("County") as of and for the years ended December 31, 2013, and 2012, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated June 26, 2014.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we 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 our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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 the deficiency described in the accompanying schedule of findings and responses to be a material weakness. [FS 13/12-03]

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. We consider the deficiencies described in the accompanying schedule of findings and responses to be significant deficiencies. [FS 13/12-01, FS 13/12-02]

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from 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*.

The County's Response to Findings

The County's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. The County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

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

Daniel Jones & Associates

DANIEL JONES & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

June 26, 2014

THE COUNTY OF IRON
IRONTON, MISSOURI
SCHEDULE OF FINDINGS AND RESPONSES
YEARS ENDED DECEMBER 31, 2013 AND 2012

I. FINANCIAL STATEMENT FINDINGS

FS 13/12-01 Criteria: Statement on Auditing Standards (SAS) No. 115, *Communicating Internal Control Related Matters Identified in an Audit*, which is effective for periods ending on or after December 15, 2009, as amended by SAS No. 122, *Statements on Auditing Standards: Clarification and Recodification*, considers inadequate documentation of the components of internal control to be at least a significant deficiency.

Condition: Documentation of the County's internal controls has not been prepared.

Context: During walkthroughs, the County informed us that internal control documentation had not been prepared.

Effect: SAS 122 considers inadequate documentation of the components of internal control to be at least a significant deficiency. Without documented internal controls, the County may not be able to ensure that controls are in place, communicated and operating effectively.

Cause: The County did not prepare the required documentation.

Recommendation: We recommend that the County develop the required internal control documentation. In addition, we recommend studying the COSO internal control guidance and tools as a means to begin the process. Once this documentation is complete, those charged with governance have a responsibility to understand the controls and ensure they are operating effectively.

Views of Responsible Officials and Planned Corrective Actions: The County Clerk (Virginia Queen) will attempt to prepare the SAS 122 documentation for internal controls before the next audit period. The Clerk's office phone number is 573-546-2912.

FS 13/12-02 Criteria: Antifraud programs and controls are the policies and procedures put in place by an organization to help ensure that management directives are carried out. They are part of the overall system of internal control established to achieve reliability of financial reporting, effectiveness and efficiency of operations, and compliance with applicable laws and regulations.

Condition: During the County's walkthroughs, we noted there is no formal fraud risk assessment in place.

Context: During walkthroughs, the County informed us that the necessary risk assessment documentation had not been prepared.

Effect: Lack of an appropriate risk assessment process may result in certain risks not being identified by County's management. Opportunities to commit and conceal a fraud or irregularity may go undetected by management without proper assessment procedures.

Cause: Management has not prepared documentation of risk assessments, including identified risks and mitigating controls.

THE COUNTY OF IRON
IRONTON, MISSOURI
SCHEDULE OF FINDINGS AND RESPONSES
YEARS ENDED DECEMBER 31, 2013 AND 2012

I. FINANCIAL STATEMENT FINDINGS (continued)

FS 13/12-02 Recommendation: We recommend that the County address various risks in the environment, including risk of fraud occurring by performing assessments to identify, analyze and manage these risks.

Views of Responsible Officials and Planned Corrective Actions: The County Clerk (Virginia Queen) will attempt to prepare the SAS 122 documentation for fraud risk assessment before the next audit period. The Clerk's office phone number is 573-546-2912.

FS 13/12-03 Criteria: Formal bank reconciliations must be prepared monthly on a timely basis by the Senate Bill 40's office, they must also keep track of all bank accounts and investments.

Condition: We noted that bank reconciliations were not being documented, though the general ledger was being reviewed and reconciled to the bank statements that were available, and that CD's were not being tracked or even known about at times. We noted that the Senate Bill 40 was missing bank statements and account information.

Context: This deficiency became apparent through our testing of the Senate Bill 40's cash accounts.

Effect: Errors may go undetected if proper controls are not in place to review cash transactions.

Cause: Management does not place adequate emphasis upon reviewing cash transactions and preparing accurate reconciliations.

Recommendation: We recommend that the Senate Bill 40 board prepare monthly bank reconciliations and adjustments to the cash accounts along with tracking all CD's and bank accounts. We also recommend obtaining and keeping all bank statement information.

Views of Responsible Officials and Planned Corrective Actions: This will be taken under advisement in the future. The Treasurer of the Senate Bill 40 Board is Joan Duncan and her office number is (573) 915-8979.

THE COUNTY OF IRON
IRONTON, MISSOURI
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND RESPONSES
YEARS ENDED DECEMBER 31, 2013 AND 2012

I. PRIOR YEAR FINANCIAL STATEMENT FINDINGS

There were no prior year audit findings related to internal control and compliance since there was not an audit performed for the prior audit period.



Daniel Jones & Associates

MEMBERS OF
MISSOURI SOCIETY OF CPA'S
AMERICAN INSTITUTE OF CPA'S

CERTIFIED PUBLIC ACCOUNTANTS

June 26, 2014

To the Board of Commissioners
County of Iron

In planning and performing our audit of the regulatory based financial statements of the County of Iron (the "County") as of and for the years ended December 31, 2013, and December 31, 2012, in accordance with auditing standards generally accepted in the United States of America, we considered the County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control that we consider to be significant deficiencies.

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 the following deficiencies in the County's internal control to be material weaknesses as noted in section II.

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. We consider the following deficiencies in the County's internal control to be significant deficiencies as noted in section I:

Our comments concerning internal control and other significant matters are presented as follows:

- I. Deficiencies Considered to be Significant
- II. Deficiency Considered to be a Material Weakness
- III. Information Required by Professional Standards

The County's management has provided written responses to the findings in this report that were identified in our audit. These responses have not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

This communication is intended solely for the information and use of the County Commission, County Office Holders, the Missouri State Auditor and federal agencies and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,

Daniel Jones & Associates

DANIEL JONES & ASSOCIATES, P.C.
CERTIFIED PUBLIC ACCOUNTANTS
ARNOLD, MISSOURI

I. DEFICIENCIES CONSIDERED TO BE SIGNIFICANT

FS 13/12-01 Criteria: Statement on Auditing Standards (SAS) No. 115, *Communicating Internal Control Related Matters Identified in an Audit*, which is effective for periods ending on or after December 15, 2009, as amended by SAS No. 122, *Statements on Auditing Standards: Clarification and Recodification*, considers inadequate documentation of the components of internal control to be at least a significant deficiency.

Condition: Documentation of the County's internal controls has not been prepared.

Context: During walkthroughs, the County informed us that internal control documentation had not been prepared.

Effect: SAS 122 considers inadequate documentation of the components of internal control to be at least a significant deficiency. Without documented internal controls, the County may not be able to ensure that controls are in place, communicated and operating effectively.

Cause: The County did not prepare the required documentation.

Recommendation: We recommend that the County develop the required internal control documentation. In addition, we recommend studying the COSO internal control guidance and tools as a means to begin the process. Once this documentation is complete, those charged with governance have a responsibility to understand the controls and ensure they are operating effectively.

Views of Responsible Officials and Planned Corrective Actions: The County Clerk (Virginia Queen) will attempt to prepare the SAS 122 documentation for internal controls before the next audit period. The Clerk's office phone number is 573-546-2912.

FS 13/12-02 Criteria: Antifraud programs and controls are the policies and procedures put in place by an organization to help ensure that management directives are carried out. They are part of the overall system of internal control established to achieve reliability of financial reporting, effectiveness and efficiency of operations, and compliance with applicable laws and regulations.

Condition: During the County's walkthroughs, we noted there is no formal fraud risk assessment in place.

Context: During walkthroughs, the County informed us that the necessary risk assessment documentation had not been prepared.

Effect: Lack of an appropriate risk assessment process may result in certain risks not being identified by County's management. Opportunities to commit and conceal a fraud or irregularity may go undetected by management without proper assessment procedures.

Cause: Management has not prepared documentation of risk assessments, including identified risks and mitigating controls.

Recommendation: We recommend that the County address various risks in the environment, including risk of fraud occurring by performing assessments to identify, analyze and manage these risks.

I. DEFICIENCIES CONSIDERED TO BE SIGNIFICANT (concluded)

FS 13/12-02 Views of Responsible Officials and Planned Corrective Actions: The County Clerk (Virginia Queen) will attempt to prepare the SAS 122 documentation for fraud risk assessment before the next audit period. The Clerk's office phone number is 573-546-2912.

II. DEFICIENCY CONSIDERED TO BE A MATERIAL WEAKNESS

FS 13/12-03 Criteria: Formal bank reconciliations must be prepared monthly on a timely basis by the Senate Bill 40's office, they must also keep track of all bank accounts and investments.

Condition: We noted that bank reconciliations were not being documented, though the general ledger was being reviewed and reconciled to the bank statements that were available, and that CD's were not being tracked or even known about at times. We noted that the Senate Bill 40 was missing bank statements and account information.

Context: This deficiency became apparent through our testing of the Senate Bill 40's cash accounts.

Effect: Errors may go undetected if proper controls are not in place to review cash transactions.

Cause: Management does not place adequate emphasis upon reviewing cash transactions and preparing accurate reconciliations.

Recommendation: We recommend that the Senate Bill 40 board prepare monthly bank reconciliations and adjustments to the cash accounts along with tracking all CD's and bank accounts. We also recommend obtaining and keeping all bank statement information.

Views of Responsible Officials and Planned Corrective Actions: This will be taken under advisement in the future. The Treasurer of the Senate Bill 40 Board is Joan Duncan and her office number is (573) 915-8979.

III. INFORMATION REQUIRED BY PROFESSIONAL STANDARDS

Our Responsibilities under U.S. Generally Accepted Auditing Standards and *Government Auditing Standards*

Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 2, 2014. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the County are described in Note I to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the 2013-2012 fiscal years. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

III. INFORMATION REQUIRED BY PROFESSIONAL STANDARDS (continued)

Significant Audit Findings (concluded)

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. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. Due to the County applying the regulatory basis of accounting, no estimates are made during the preparation of financial statements.

The financial statement disclosures 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 clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to each opinion unit's financial statements taken as a whole.

Disagreements with Management

For purposes of this letter, a disagreement with management is 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 26, 2014.

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 governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

III. INFORMATION REQUIRED BY PROFESSIONAL STANDARDS (concluded)

Other Matters

We were engaged to report on the schedule of state findings, schedule of findings and responses and the summary of prior year findings and responses, which accompany the financial statements but are not Required Supplementary Information. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

We noted during our audit certain matters that were not considered to be significant deficiencies or material weaknesses. Several county offices have limited numbers of staff which inherently increases the risk of misstatement. Office holders appear to have mitigating controls in place to lower these risks to an acceptable level but the commission does need to be aware of these risks and offices need to remain vigilant in deterring the potential for erroneous or fraudulent activity.