



SUSAN MONTEE, JD, CPA
Missouri State Auditor

To the County Commission
and
Officeholders of Gentry County, Missouri

The Office of the State Auditor, in cooperation with Gentry County, has contracted for an audit of the county's financial statements for the 2 years ended December 31, 2009, through the state Office of Administration, Division of Purchasing and Materials Management. A copy of this audit, performed by McBride, Lock & Associates, Certified Public Accountants, is attached.

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

Susan Montee, JD, CPA
State Auditor

July 2010
Report No. 2010-78

ANNUAL FINANCIAL REPORT

GENTRY COUNTY, MISSOURI

For the Years Ended
December 31, 2009 and 2008

GENTRY COUNTY, MISSOURI

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INTRODUCTORY SECTION

GENTRY COUNTY, MISSOURI
List of Elected Officials

County Commission

Presiding Commissioner – Rod Dollars

Associate Commissioner – Larry Wilson

Associate Commissioner – Gary Carlson

Other Elected Officials

Assessor – Sheryl Coburn

Circuit Clerk/Recorder – John Whitaker

Collector/Treasurer – Linda Combs

Coroner – Noah Mays

County Clerk – Carol Reidlinger

Prosecuting Attorney – Jerome Biggs, Jr.

Public Administrator – Judith Pickering

Sheriff – Tim Davis

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McBRIDE, LOCK & ASSOCIATES

INDEPENDENT AUDITORS' REPORT

To the County Commission and
Officeholders of Gentry County, Missouri

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

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

As described more fully in Note 1, Gentry County, Missouri has prepared these financial statements using accounting practices prescribed or permitted by the Missouri State Auditor's Office, which practices differ from accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to in the first paragraph do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Gentry County, Missouri, as of December 31, 2009 and 2008, or the changes in its financial position for the years then ended.

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash balances of the funds of Gentry County, Missouri, as of December 31, 2009 and 2008, and their respective cash receipts and disbursements, and budgetary results of these funds for the years then ended, on the basis of accounting described in Note 1.

In accordance with *Government Auditing Standards*, we also have issued our report dated May 17, 2010, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audits.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Gentry County, Missouri's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

(Original signed by Auditor)

McBride, Lock & Associates
May 17, 2010

FINANCIAL SECTION

GENTRY COUNTY, MISSOURI
 STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
 YEARS ENDED DECEMBER 31, 2008 AND 2009

Fund	Cash			Cash			Cash
	January 1, 2008	Receipts 2008	Disbursements 2008	December 31, 2008	Receipts 2009	Disbursements 2009	December 31, 2009
General Revenue	\$ 184,309	\$ 1,218,691	\$ 1,180,238	\$ 222,762	\$ 1,527,850	\$ 1,255,710	\$ 494,902
Special Road & Bridge	21,050	909,302	850,115	80,237	1,235,221	1,227,143	88,315
Assessment	15,490	115,662	114,970	16,182	137,310	112,040	41,452
EMP	32,690	14,271	19,433	27,528	14,434	18,768	23,194
Bad Check	23,260	10,820	13,674	20,406	10,145	4,109	26,442
Prosecuting Attorney Training	1,535	168	320	1,383	215	115	1,483
Law Enforcement Training	227	666	302	591	856	814	633
Children's Trust	3,810	285	-	4,095	385	-	4,480
Prosecuting Attorney Tax Collection	6,320	-	-	6,320	-	-	6,320
POST Commission	109	500	300	309	500	645	164
Emergency	143,235	142,632	200,000	85,867	143,003	100,000	128,870
Sheriff's Civil Fees	3,791	14,531	8,403	9,919	13,323	3,662	19,580
Recorder User Fees	5,126	2,786	511	7,401	2,428	-	9,829
County Clerk's Election	15,162	4,653	8,031	11,784	2,111	6,324	7,571
Recorder Technology	5,276	1,531	946	5,861	1,360	700	6,521
Special Election	-	27,474	27,474	-	14,600	14,600	-
Tax Maintenance	11,570	19,914	4,233	27,251	18,549	12,175	33,625
MOPS	135	1,945	1,950	130	1,706	1,686	150
Sheriff's Revolving	1,666	1,250	325	2,591	1,625	-	4,216
911	164,327	227,395	219,998	171,724	246,043	240,852	176,915
Law Library	4,424	3,997	4,092	4,329	4,068	5,348	3,049
Law Enforcement Restitution	19,400	12,887	8,738	23,549	9,293	4,553	28,289
War Memorial	1,875	15	-	1,890	20	-	1,910
Senior Citizens Services	17,413	37,938	39,978	15,373	42,194	45,739	11,828
Levee Restoration Project	-	30,838	28,757	2,081	13	-	2,094
Deputy Sheriffs Salary Supplementation	-	1,300	760	540	4,220	3,870	890
Total	<u>\$ 682,200</u>	<u>\$ 2,801,451</u>	<u>\$ 2,733,548</u>	<u>\$ 750,103</u>	<u>\$ 3,431,472</u>	<u>\$ 3,058,853</u>	<u>\$ 1,122,722</u>

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

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

GENERAL REVENUE FUND					
Year Ended December 31,					
		2008		2009	
		Budget	Actual	Budget	Actual
RECEIPTS					
Property taxes	\$	541,800	\$ 402,697	\$ 405,000	\$ 460,417
Sales taxes		270,000	295,306	280,000	290,484
Intergovernmental		427,026	236,036	231,904	225,700
Charges for services		115,912	265,567	265,360	291,326
Interest		12,000	9,681	12,000	10,173
Other		23,318	6,995	19,568	162,750
Transfers in		38,000	2,409	40,000	87,000
Total Receipts	\$	<u>1,428,056</u>	<u>\$ 1,218,691</u>	<u>\$ 1,253,832</u>	<u>\$ 1,527,850</u>
DISBURSEMENTS					
County Commission	\$	76,400	\$ 75,753	\$ 80,274	\$ 79,863
County Clerk		117,070	89,567	117,154	90,120
Elections		48,780	40,376	8,700	2,678
Buildings and grounds		72,200	65,981	140,000	129,896
Employee fringe benefits		117,000	107,129	123,750	119,798
Treasurer		71,640	68,489	68,470	67,160
Collector		-	-	-	-
Recorder of Deeds		-	-	-	-
Circuit Clerk		10,110	10,107	6,350	6,154
Associate Circuit Court (Probate)		11,400	9,152	12,000	9,579
Court administration		2,000	1,934	2,000	576
Public Administrator		29,050	28,164	29,800	29,631
Sheriff		305,886	272,683	312,540	266,054
Jail		-	-	-	-
Prosecuting Attorney		67,394	66,262	70,260	69,300
Juvenile Officer		10,099	7,741	9,000	7,687
Coroner		12,485	10,178	16,205	12,139
Emergency Management		-	-	-	-
University Extension		-	-	-	-
Other County Government		491,453	242,397	388,233	270,705
Health and Welfare		15,600	10,856	16,300	11,248
Debt Services		32,000	31,269	-	-
Transfers out		-	42,200	49,000	83,122
Emergency fund		40,000	-	40,000	-
Total Disbursements	\$	<u>1,530,567</u>	<u>\$ 1,180,238</u>	<u>\$ 1,490,036</u>	<u>\$ 1,255,710</u>
RECEIPTS OVER (UNDER)					
DISBURSEMENTS					
	\$	(102,511)	\$ 38,453	\$ (236,204)	\$ 272,140
CASH, JANUARY 1					
		<u>184,309</u>	<u>184,309</u>	<u>222,762</u>	<u>222,762</u>
CASH, DECEMBER 31					
	\$	<u>81,798</u>	<u>\$ 222,762</u>	<u>\$ (13,442)</u>	<u>\$ 494,902</u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH -
BUDGET AND ACTUAL - REGULATORY BASIS

	SPECIAL ROAD AND BRIDGE FUND				ASSESSMENT FUND			
	Year Ended December 31,							
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ 18,000	\$ 15,459	\$ 16,000	\$ 15,414	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	854,496	854,667	683,560	1,146,550	109,500	114,404	114,000	135,300
Charges for services	3,360	3,362	-	-	550	558	500	1,408
Interest	2,000	2,184	2,000	1,651	1,300	700	650	602
Other	27,000	33,630	25,000	31,564	-	-	-	-
Transfers in	-	-	-	40,042	-	-	7,000	-
Total Receipts	<u>\$ 904,856</u>	<u>\$ 909,302</u>	<u>\$ 726,560</u>	<u>\$ 1,235,221</u>	<u>\$ 111,350</u>	<u>\$ 115,662</u>	<u>\$ 122,150</u>	<u>\$ 137,310</u>
DISBURSEMENTS								
Salaries	\$ 140,000	\$ 135,795	\$ 141,000	138,664	\$ 70,613	\$ 70,870	\$ 73,930	\$ 73,521
Employee fringe benefits	41,600	35,310	42,320	33,905	19,363	20,319	22,515	20,734
Materials and Supplies	413,000	408,162	401,000	343,653	6,175	1,660	4,900	1,972
Services and Other	51,805	43,313	13,998	7,277	9,446	9,537	9,385	7,388
Capital Outlay	1,500	1,324	2,500	3,396	16,538	12,584	9,300	8,425
Construction	197,000	226,211	507,000	613,248	-	-	-	-
Transfers out	42,250	-	35,000	87,000	-	-	-	-
Total Disbursements	<u>\$ 887,155</u>	<u>\$ 850,115</u>	<u>\$ 1,142,818</u>	<u>\$ 1,227,143</u>	<u>\$ 122,135</u>	<u>\$ 114,970</u>	<u>\$ 120,030</u>	<u>\$ 112,040</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 17,701	\$ 59,187	\$ (416,258)	\$ 8,078	\$ (10,785)	\$ 692	\$ 2,120	\$ 25,270
CASH, JANUARY 1	<u>21,050</u>	<u>21,050</u>	<u>80,237</u>	<u>80,237</u>	<u>15,490</u>	<u>15,490</u>	<u>16,182</u>	<u>16,182</u>
CASH, DECEMBER 31	<u><u>\$ 38,751</u></u>	<u><u>\$ 80,237</u></u>	<u><u>\$ (336,021)</u></u>	<u><u>\$ 88,315</u></u>	<u><u>\$ 4,705</u></u>	<u><u>\$ 16,182</u></u>	<u><u>\$ 18,302</u></u>	<u><u>\$ 41,452</u></u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
 COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

	EMP FUND				BAD CHECK FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	16,680	12,071	14,870	11,354	-	-	-	-
Charges for services	-	-	-	-	10,000	10,820	10,500	10,145
Interest	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Transfers in	-	2,200	-	3,080	-	-	-	-
Total Receipts	<u>\$ 16,680</u>	<u>\$ 14,271</u>	<u>\$ 14,870</u>	<u>\$ 14,434</u>	<u>\$ 10,000</u>	<u>\$ 10,820</u>	<u>\$ 10,500</u>	<u>\$ 10,145</u>
DISBURSEMENTS								
Salaries	\$ 9,600	\$ 9,600	\$ 10,200	\$ 10,200	\$ 1,200	\$ 1,256	\$ 1,550	\$ 1,068
Employee fringe benefits	765	734	2,750	2,717	-	96	-	84
Materials and Supplies	250	125	250	308	-	243	1,500	1,306
Services and Other	6,138	4,565	6,737	5,543	14,900	12,079	4,900	1,651
Capital Outlay	2,100	2,000	-	-	3,000	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	2,410	2,409	-	-	-	-	-	-
Total Disbursements	<u>\$ 21,263</u>	<u>\$ 19,433</u>	<u>\$ 19,937</u>	<u>\$ 18,768</u>	<u>\$ 19,100</u>	<u>\$ 13,674</u>	<u>\$ 7,950</u>	<u>\$ 4,109</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (4,583)	\$ (5,162)	\$ (5,067)	\$ (4,334)	\$ (9,100)	\$ (2,854)	\$ 2,550	\$ 6,036
CASH, JANUARY 1	<u>32,690</u>	<u>32,690</u>	<u>27,528</u>	<u>27,528</u>	<u>23,260</u>	<u>23,260</u>	<u>20,406</u>	<u>20,406</u>
CASH, DECEMBER 31	<u><u>\$ 28,107</u></u>	<u><u>\$ 27,528</u></u>	<u><u>\$ 22,461</u></u>	<u><u>\$ 23,194</u></u>	<u><u>\$ 14,160</u></u>	<u><u>\$ 20,406</u></u>	<u><u>\$ 22,956</u></u>	<u><u>\$ 26,442</u></u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

	PROSECUTING ATTORNEY TRAINING FUND				LAW ENFORCEMENT TRAINING FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	225	168	175	215	900	666	750	856
Interest	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 225</u>	<u>\$ 168</u>	<u>\$ 175</u>	<u>\$ 215</u>	<u>\$ 900</u>	<u>\$ 666</u>	<u>\$ 750</u>	<u>\$ 856</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and Supplies	-	-	-	-	-	-	-	-
Services and Other	500	320	500	115	500	302	900	814
Capital Outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 500</u>	<u>\$ 320</u>	<u>\$ 500</u>	<u>\$ 115</u>	<u>\$ 500</u>	<u>\$ 302</u>	<u>\$ 900</u>	<u>\$ 814</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (275)	\$ (152)	\$ (325)	\$ 100	\$ 400	\$ 364	\$ (150)	\$ 42
CASH, JANUARY 1	<u>1,535</u>	<u>1,535</u>	<u>1,383</u>	<u>1,383</u>	<u>227</u>	<u>227</u>	<u>591</u>	<u>591</u>
CASH, DECEMBER 31	<u><u>\$ 1,260</u></u>	<u><u>\$ 1,383</u></u>	<u><u>\$ 1,058</u></u>	<u><u>\$ 1,483</u></u>	<u><u>\$ 627</u></u>	<u><u>\$ 591</u></u>	<u><u>\$ 441</u></u>	<u><u>\$ 633</u></u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

	CHILDREN'S TRUST FUND				PROSECUTING ATTORNEY TAX COLLECTION FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	350	285	300	385	140	-	-	-
Interest	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 350</u>	<u>\$ 285</u>	<u>\$ 300</u>	<u>\$ 385</u>	<u>\$ 140</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	-	-	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and Supplies	-	-	-	-	-	-	-	-
Services and Other	-	-	-	-	-	-	-	-
Capital Outlay and Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ 350	\$ 285	\$ 300	\$ 385	\$ 140	\$ -	\$ -	\$ -
CASH, JANUARY 1	<u>3,810</u>	<u>3,810</u>	<u>4,095</u>	<u>4,095</u>	<u>6,320</u>	<u>6,320</u>	<u>6,320</u>	<u>6,320</u>
CASH, DECEMBER 31	<u><u>\$ 4,160</u></u>	<u><u>\$ 4,095</u></u>	<u><u>\$ 4,395</u></u>	<u><u>\$ 4,480</u></u>	<u><u>\$ 6,460</u></u>	<u><u>\$ 6,320</u></u>	<u><u>\$ 6,320</u></u>	<u><u>\$ 6,320</u></u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL -REGULATORY BASIS

	POST COMMISSON FUND				EMERGENCY FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	500	500	500	500	-	-	-	-
Interest	-	-	-	-	2,000	-	-	-
Other	-	-	-	-	100,000	102,632	-	103,003
Transfers in	-	-	-	-	40,000	40,000	40,000	40,000
Total Receipts	<u>\$ 500</u>	<u>\$ 500</u>	<u>\$ 500</u>	<u>\$ 500</u>	<u>\$ 142,000</u>	<u>\$ 142,632</u>	<u>\$ 40,000</u>	<u>\$ 143,003</u>
DISBURSEMENTS								
Salaries	-	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and Supplies	-	-	-	-	-	-	-	-
Services and Other	500	300	700	645	200,000	200,000	100,000	100,000
Capital Outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 500</u>	<u>\$ 300</u>	<u>\$ 700</u>	<u>\$ 645</u>	<u>\$ 200,000</u>	<u>\$ 200,000</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ -	\$ 200	\$ (200)	\$ (145)	\$ (58,000)	\$ (57,368)	\$ (60,000)	\$ 43,003
CASH, JANUARY 1	<u>109</u>	<u>109</u>	<u>309</u>	<u>309</u>	<u>143,235</u>	<u>143,235</u>	<u>85,867</u>	<u>85,867</u>
CASH, DECEMBER 31	<u><u>\$ 109</u></u>	<u><u>\$ 309</u></u>	<u><u>\$ 109</u></u>	<u><u>\$ 164</u></u>	<u><u>\$ 85,235</u></u>	<u><u>\$ 85,867</u></u>	<u><u>\$ 25,867</u></u>	<u><u>\$ 128,870</u></u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL-REGULATORY BASIS

	SHERIFF'S CIVIL FEES FUND				RECORDER USER FEES FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	12,000	14,531	15,000	13,323	3,000	2,786	2,500	2,428
Interest	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 12,000</u>	<u>\$ 14,531</u>	<u>\$ 15,000</u>	<u>\$ 13,323</u>	<u>\$ 3,000</u>	<u>\$ 2,786</u>	<u>\$ 2,500</u>	<u>\$ 2,428</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	-	-	-	-
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and Supplies	-	-	-	-	-	-	-	-
Services and Other	6,000	2,389	8,000	3,662	2,000	511	2,000	-
Capital Outlay	4,500	6,014	4,500	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 10,500</u>	<u>\$ 8,403</u>	<u>\$ 12,500</u>	<u>\$ 3,662</u>	<u>\$ 2,000</u>	<u>\$ 511</u>	<u>\$ 2,000</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ 1,500	\$ 6,128	\$ 2,500	\$ 9,661	\$ 1,000	\$ 2,275	\$ 500	\$ 2,428
CASH, JANUARY 1	<u>3,791</u>	<u>3,791</u>	<u>9,919</u>	<u>9,919</u>	<u>5,126</u>	<u>5,126</u>	<u>7,401</u>	<u>7,401</u>
CASH, DECEMBER 31	<u><u>\$ 5,291</u></u>	<u><u>\$ 9,919</u></u>	<u><u>\$ 12,419</u></u>	<u><u>\$ 19,580</u></u>	<u><u>\$ 6,126</u></u>	<u><u>\$ 7,401</u></u>	<u><u>\$ 7,901</u></u>	<u><u>\$ 9,829</u></u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

	COUNTY CLERK'S ELECTION FUND				RECORDER TECHNOLOGY FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	1,449	750	779	1,500	1,531	1,500	1,360
Charges for services	1,500	-	1,500	-	-	-	-	-
Interest	600	204	200	132	-	-	-	-
Other	-	-	-	-	-	-	-	-
Transfers in	-	3,000	-	1,200	-	-	-	-
Total Receipts	<u>\$ 2,100</u>	<u>\$ 4,653</u>	<u>\$ 2,450</u>	<u>\$ 2,111</u>	<u>\$ 1,500</u>	<u>\$ 1,531</u>	<u>\$ 1,500</u>	<u>\$ 1,360</u>
DISBURSEMENTS								
Salaries	-	-	-	-	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and Supplies	500	541	-	-	-	-	-	-
Services and Other	10,500	7,490	7,700	4,841	1,500	946	1,500	700
Capital Outlay	-	-	500	1,483	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	3,500	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 14,500</u>	<u>\$ 8,031</u>	<u>\$ 8,200</u>	<u>\$ 6,324</u>	<u>\$ 1,500</u>	<u>\$ 946</u>	<u>\$ 1,500</u>	<u>\$ 700</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (12,400)	\$ (3,378)	\$ (5,750)	\$ (4,213)	\$ -	\$ 585	\$ -	\$ 660
CASH, JANUARY 1	<u>15,162</u>	<u>15,162</u>	<u>11,784</u>	<u>11,784</u>	<u>5,276</u>	<u>5,276</u>	<u>5,861</u>	<u>5,861</u>
CASH, DECEMBER 31	<u><u>\$ 2,762</u></u>	<u><u>\$ 11,784</u></u>	<u><u>\$ 6,034</u></u>	<u><u>\$ 7,571</u></u>	<u><u>\$ 5,276</u></u>	<u><u>\$ 5,861</u></u>	<u><u>\$ 5,861</u></u>	<u><u>\$ 6,521</u></u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

	SPECIAL ELECTION FUND				TAX MAINTENANCE FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	31,800	27,474	22,000	14,600	-	-	-	-
Charges for services	-	-	-	-	7,000	19,914	27,253	18,549
Interest	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	\$ 31,800	\$ 27,474	\$ 22,000	\$ 14,600	\$ 7,000	\$ 19,914	\$ 27,253	\$ 18,549
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and Supplies	-	12,790	-	7,303	1,000	2,735	3,000	1,709
Services and Other	31,800	11,684	22,000	6,097	1,300	1,498	9,800	7,884
Capital Outlay	-	-	-	-	5,000	-	8,000	2,582
Construction	-	-	-	-	-	-	-	-
Transfers out	-	3,000	-	1,200	-	-	-	-
Total Disbursements	\$ 31,800	\$ 27,474	\$ 22,000	\$ 14,600	\$ 7,300	\$ 4,233	\$ 20,800	\$ 12,175
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ -	\$ -	\$ -	\$ (300)	\$ 15,681	\$ 6,453	\$ 6,374
CASH, JANUARY 1	-	-	-	-	11,570	11,570	27,251	27,251
CASH, DECEMBER 31	\$ -	\$ -	\$ -	\$ -	\$ 11,270	\$ 27,251	\$ 33,704	\$ 33,625

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

	MOPS FUND				SHERIFF'S REVOLVING FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	1,700	1,945	2,000	1,706	-	-	-	-
Charges for services	-	-	-	-	300	1,250	500	1,625
Interest	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 1,700</u>	<u>\$ 1,945</u>	<u>\$ 2,000</u>	<u>\$ 1,706</u>	<u>\$ 300</u>	<u>\$ 1,250</u>	<u>\$ 500</u>	<u>\$ 1,625</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and Supplies	-	-	-	-	-	-	-	-
Services and Other	1,835	1,950	2,000	1,686	850	325	1,000	-
Capital Outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 1,835</u>	<u>\$ 1,950</u>	<u>\$ 2,000</u>	<u>\$ 1,686</u>	<u>\$ 850</u>	<u>\$ 325</u>	<u>\$ 1,000</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (135)	\$ (5)	\$ -	\$ 20	\$ (550)	\$ 925	\$ (500)	\$ 1,625
CASH, JANUARY 1	<u>135</u>	<u>135</u>	<u>130</u>	<u>130</u>	<u>1,666</u>	<u>1,666</u>	<u>2,591</u>	<u>2,591</u>
CASH, DECEMBER 31	<u>\$ -</u>	<u>\$ 130</u>	<u>\$ 130</u>	<u>\$ 150</u>	<u>\$ 1,116</u>	<u>\$ 2,591</u>	<u>\$ 2,091</u>	<u>\$ 4,216</u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

	911 FUND				LAW LIBRARY FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	226,875	220,180	213,000	217,157	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	20,737	23,070	-	3,997	-	4,068
Interest	6,500	7,215	7,400	4,338	-	-	-	-
Other	(720)	-	-	1,478	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 232,655</u>	<u>\$ 227,395</u>	<u>\$ 241,137</u>	<u>\$ 246,043</u>	<u>\$ -</u>	<u>\$ 3,997</u>	<u>\$ -</u>	<u>\$ 4,068</u>
DISBURSEMENTS								
Salaries	\$ 120,310	\$ 110,377	\$ 117,012	\$ 121,989	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	28,577	22,591	28,474	23,711	-	-	-	-
Materials and Supplies	3,000	2,813	4,500	2,969	-	-	-	5,348
Services and Other	73,827	70,897	83,846	91,924	4,500	4,092	-	-
Capital Outlay	4,501	13,320	5,301	259	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 230,215</u>	<u>\$ 219,998</u>	<u>\$ 239,133</u>	<u>\$ 240,852</u>	<u>\$ 4,500</u>	<u>\$ 4,092</u>	<u>\$ -</u>	<u>\$ 5,348</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	<u>\$ 2,440</u>	<u>\$ 7,397</u>	<u>\$ 2,004</u>	<u>\$ 5,191</u>	<u>\$ (4,500)</u>	<u>\$ (95)</u>	<u>\$ -</u>	<u>\$ (1,280)</u>
CASH, JANUARY 1	<u>164,327</u>	<u>164,327</u>	<u>170,711</u>	<u>171,724</u>	<u>4,764</u>	<u>4,424</u>	<u>-</u>	<u>4,329</u>
CASH, DECEMBER 31	<u><u>\$ 166,767</u></u>	<u><u>\$ 171,724</u></u>	<u><u>\$ 172,715</u></u>	<u><u>\$ 176,915</u></u>	<u><u>\$ 264</u></u>	<u><u>\$ 4,329</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,049</u></u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

	LAW ENFORCEMENT RESTITUTION				WAR MEMORIAL FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	15	15	20
Other	15,000	12,887	13,000	9,293	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 15,000</u>	<u>\$ 12,887</u>	<u>\$ 13,000</u>	<u>\$ 9,293</u>	<u>\$ -</u>	<u>\$ 15</u>	<u>\$ 15</u>	<u>\$ 20</u>
DISBURSEMENTS								
Salaries	\$ 12,000	\$ 6,708	\$ 12,000	\$ 4,203	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	530	-	350	-	-	-	-
Materials and Supplies	-	-	-	-	-	-	-	-
Services and Other	-	1,500	-	-	-	-	1,000	-
Capital Outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 12,000</u>	<u>\$ 8,738</u>	<u>\$ 12,000</u>	<u>\$ 4,553</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 3,000	\$ 4,149	\$ 1,000	\$ 4,740	\$ -	\$ 15	\$ (985)	\$ 20
CASH, JANUARY 1	<u>19,400</u>	<u>19,400</u>	<u>23,549</u>	<u>23,549</u>	<u>1,875</u>	<u>1,875</u>	<u>1,890</u>	<u>1,890</u>
CASH, DECEMBER 31	<u>\$ 22,400</u>	<u>\$ 23,549</u>	<u>\$ 24,549</u>	<u>\$ 28,289</u>	<u>\$ 1,875</u>	<u>\$ 1,890</u>	<u>\$ 905</u>	<u>\$ 1,910</u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

	SENIOR CITIZENS SERVICES FUND				LEVEE RESTORATION PROJECT FUND			
	Year Ended December 31,				Year Ended December 31,			
	2008		2009		2008		2009	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ 40,000	\$ 36,928	\$ 40,000	\$ 41,701	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	35,000	23,649	-	-
Charges for services	-	-	-	-	-	-	-	-
Interest	-	705	650	304	-	-	-	13
Other	-	305	300	189	-	7,189	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 40,000</u>	<u>\$ 37,938</u>	<u>\$ 40,950</u>	<u>\$ 42,194</u>	<u>\$ 35,000</u>	<u>\$ 30,838</u>	<u>\$ -</u>	<u>\$ 13</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and Supplies	100	-	100	-	-	-	-	-
Services and Other	43,000	39,978	46,800	45,739	35,000	28,757	2,081	-
Capital Outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 43,100</u>	<u>\$ 39,978</u>	<u>\$ 46,900</u>	<u>\$ 45,739</u>	<u>\$ 35,000</u>	<u>\$ 28,757</u>	<u>\$ 2,081</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (3,100)	\$ (2,040)	\$ (5,950)	\$ (3,545)	\$ -	\$ 2,081	\$ (2,081)	\$ 13
CASH, JANUARY 1	<u>17,413</u>	<u>17,413</u>	<u>15,373</u>	<u>15,373</u>	<u>-</u>	<u>-</u>	<u>2,081</u>	<u>2,081</u>
CASH, DECEMBER 31	<u><u>\$ 14,313</u></u>	<u><u>\$ 15,373</u></u>	<u><u>\$ 9,423</u></u>	<u><u>\$ 11,828</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,081</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,094</u></u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH - BUDGET AND ACTUAL - REGULATORY BASIS

	DEPUTY SHERIFF'S SALARY SUPPLEMENTATION FUND			
	Year Ended December 31,			
	2008		2009	
	Budget	Actual	Budget	Actual
RECEIPTS				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	2,000	1,300	3,000	4,220
Interest	-	-	-	-
Other	-	-	-	-
Transfers in	-	-	-	-
Total Receipts	<u>\$ 2,000</u>	<u>\$ 1,300</u>	<u>\$ 3,000</u>	<u>\$ 4,220</u>
DISBURSEMENTS				
Salaries	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-
Materials and Supplies	-	-	-	-
Services and Other	1,000	760	5,000	3,870
Capital Outlay	-	-	-	-
Construction	-	-	-	-
Transfers out	-	-	-	-
Total Disbursements	<u>\$ 1,000</u>	<u>\$ 760</u>	<u>\$ 5,000</u>	<u>\$ 3,870</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ 1,000	\$ 540	\$ (2,000)	\$ 350
CASH, JANUARY 1	-	-	540	540
CASH, DECEMBER 31	<u>\$ 1,000</u>	<u>\$ 540</u>	<u>\$ (1,460)</u>	<u>\$ 890</u>

The accompanying Notes to the Financial Statements are an integral part of these statements.

GENTRY COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2009 and 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

As discussed further in Note 1, these financial statements are presented using accounting practices prescribed or permitted by the Missouri State Auditor's Office, which differ from accounting principles generally accepted in the United States of America, which would include all relevant Government Accounting Standards Board (GASB) pronouncements. The differences include use of a prescribed definition of the reporting entity and the cash basis of accounting.

A. Reporting Entity

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

The financial statements referred to above include the primary government of Gentry County, Missouri, which consists of all funds, organizations, institutions, agencies, departments, offices that are considered by the Missouri State Auditor’s Office to comprise the County’s legal entity.

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

The County participates in a joint venture arrangement with the Counties of Dekalb and Worth for operation of the Tri-County Health Department. Financial statements of the Tri-County Health Department can be obtained by contacting the Department’s Administrator at 302 North Park, Stanberry Missouri 64489.

B. Basis of Presentation

Governmental 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 that comprise its assets, liabilities, net assets, revenues/receipts and expenditures/disbursements. The County’s funds are governmental funds, which are those through which most governmental functions are financed. The County’s expendable financial resources are accounted for through governmental funds.

C. Basis of Accounting

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

D. Budgets and Budgetary Accounting

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

1. In accordance with Chapter 50 RSMo, the County’s policy is to adopt a budget for each governmental fund.
2. On or before the second Monday in January, each elected officer and department director will transmit to the County Commission and County Clerk, who serves as budget officer, the budget request and revenue estimates for their office or department for the budget year.
3. The County Clerk submits to the County Commission a proposed budget for the fiscal year beginning January 1. The proposed budget includes estimated revenues and proposed expenditures, on the cash basis of accounting, for all budgeted funds. Budgeted expenditures cannot exceed beginning available monies plus estimated revenues for the year. Budgeting of appropriations is based upon an estimated fund balance at the beginning of the year as well as estimated revenues to be received.
4. State law requires that, at the individual fund level, budgeted expenditures not exceed budgeted revenues plus anticipated beginning fund balance. However, the County budgeted negative ending cash balances for the following funds:

Fund	2009	2008
General Revenue	X	N/A
Special Road & Bridge	X	N/A
Deputy Sheriff's Salary Supplementation	X	N/A

5. A public hearing is conducted to obtain public comment on the budget. Prior to its approval by the County Commission, the budget document is available for public inspection, which usually takes place the third and fourth weeks of January.
6. Prior to February 1, the budget is legally enacted by a vote of the County Commission.
7. Subsequent to its formal approval of the budget, the County Commission has the authority to make necessary adjustments to the budget by a formal vote of the

Commission. Budgeted amounts are as originally adopted, or as amended by the County Commission throughout the year.

8. Budgets are prepared and adopted on the cash basis of accounting.
9. Adoption of a formal budget is required by law. However, the County did not adopt a formal budget for the following fund.

Fund	2009	2008
Law Library	X	N/A

10. Section 50.740, RSMo., prohibits expenditures in excess of the approved budgets. Actual expenditures exceeded budgeted amounts for the following funds:

Fund	2009	2008
Special Road & Bridge	X	N/A
MOPS	N/A	X
911	X	N/A

Also, because a budget was not adopted for the Law Library Fund, expenditures in this fund exceeded budgetary authority to the extent that a budget was not adopted.

- E. Property taxes are based on the voter-approved tax levy applied to the real and personal assessed property values. Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on September 1 and tax bills are mailed to taxpayers in October and November, at which time they are payable. All unpaid property taxes become delinquent as of January 1 of the following year.

The assessed valuations of the tangible taxable property, included within the County's boundaries for the calendar year 2009 and 2008, for purposes of taxation were:

	2009	2008
Real Estate	\$ 55,864,380	\$ 55,306,124
Personal Property	20,534,806	21,919,362
Railroad and Utilities	3,556,116	3,901,200

During 2009 and 2008, the County Commission approved a tax levy per \$100 of assessed valuation of tangible taxable property for the calendar year 2009 and 2008. The levies, which were for purposes of funding County services and a levy specifically for the purpose of funding senior services, were as follows:

	2009	2008
General Revenue	\$ 0.5378	\$ 0.5285
Senior Services	0.0500	0.0500

F. Cash Deposits and Investments

Deposits and investments are stated at cost, which approximates market. Cash balances for all the County Treasurer 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 may 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 principal and interest by the United States, bonds of the State of Missouri or other government bonds, or time certificates of deposit, purchased at a price at or below 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 the County's name at third-party banking institutions. Details of these cash balances are presented in Note 2.

G. Interfund Activity

During the course of operations, interfund activity occurs for purposes of providing supplemental funding, reimbursements for goods provided or services rendered, or short and long-term financing.

Interfund activities are reported as "transfers in" by the recipient fund and as "transfers out" by the disbursing fund. However, interfund reimbursements have been eliminated from the financial statements in order that reimbursed expenditures are reported only in the funds incurring the costs.

2. CASH AND INVESTMENTS

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 on the financial statements as "Cash" under each fund's caption.

Deposits - Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. At December 31, 2009 and 2008, the carrying amounts of the County's deposits were \$1,122,722 and \$750,103, respectively, and the bank balances were \$1,309,001 and \$924,657, respectively. Of the bank balances, \$449,421 and \$371,160 for December 31, 2009 and December 31, 2008, respectively, were covered by federal depository insurance and the balance was covered by collateral held at the Federal Reserve Bank and the County's safekeeping bank agent in the County's name or by a line of credit held by the County or by its agent in the County's name.

At December 31, 2009 and 2008, the County Collector held, in addition to the cash and cash equivalents listed above, cash representing collections of property taxes on behalf of various taxing districts in the County, including the County General Revenue and Senior Services funds. Tax collections on deposit amounted to \$4,216,038 and \$3,654,315 at December 31, 2009 and 2008, respectively. The County Collector's balance was adequately collateralized by pledged securities at December 31, 2009; however, the County Collector's balance exceeded available collateralization by \$2,130,630 at

December 31, 2008.

3. COUNTY EMPLOYEES' RETIREMENT PLANS

A. County Employees' Retirement Fund (CERF)

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

1) Plan Description

The Retirement Fund is a cost-sharing multiple employer defined benefit pension plan covering any county 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, RSMo, circuit clerks and deputy circuit clerks covered under the Missouri State Retirement System, county sheriffs covered under Sections 57.949 to 57.997, RSMo, 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.

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 nine persons.

2) 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 calculated 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 is at age fifty-five. 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, P.O. Box 2271, Jefferson City, MO 65102-2271, or by calling 1-573-632-9203.

3) Funding Policy

In accordance with State Statutes, the Plan is partially funded through various fees collected by counties and remitted to the CERF. Further, a contribution to CERF of 2% of annual salary is required for eligible employees hired before February 2002, while a contribution of 6% of annual salary is required of employees hired after February 2002, in order to participate in CERF. During 2009 and 2008, the County collected and remitted to CERF employee contributions of approximately \$75,266 and \$75,393, respectively, for the years then ended.

4. 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.

5. CLAIMS, COMMITMENT AND CONTINGENCIES

A. Compensated Absences

The County provides full time employees and part-time employees who occupy regular budgeted positions with unlimited sick time – to accrue at one and one-half days per calendar month of employment. Upon termination, no payment will be made for unused days. Vacation time is accrued for every full time employee, and accrues at the rate of two weeks per year. Vacation must be used within one year of the year it was accrued or it is lost. On termination of employment, no more than two weeks unused vacation shall be paid to an employee.

B. Federal and State Assisted Programs

The County has received proceeds from several federal and state grants. Periodic audits of these grants, when performed, could result in the disallowance of certain costs. Accordingly, 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 and, therefore, no provision has been made in the accompanying financial statements for the potential refund of grant monies.

6. 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. 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. 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 which are intended 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.

7. LONG TERM DEBT

The County has no outstanding debt as of December 31, 2009 or 2008.

COMPLIANCE SECTION

McBRIDE, LOCK & ASSOCIATES

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 and
Officeholders of Gentry County, Missouri

We have audited the accompanying financial statements of Gentry County, Missouri as of and for the years ended December 31, 2009 and 2008, which collectively comprise the County's basic financial statements as identified in the table of contents, and have issued our report thereon dated May 17, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

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

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 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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over financial reporting described in the accompanying schedule of findings and recommendations as items 1 through 6 to be significant deficiencies in internal control over financial reporting. 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Gentry County, Missouri's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits, and accordingly, we do not express such an opinion. The results of our tests disclosed two instances of noncompliance that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and recommendations as items 7 and 8.

We noted two immaterial instances of noncompliance that we reported in the accompanying schedule of findings and recommendations section as items 9 and 10.

We noted a certain other matter that we reported in the accompanying schedule of findings and recommendations section as item 11.

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

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

(Original signed by Auditor)

McBride, Lock & Associates
May 17, 2010

McBRIDE, LOCK & ASSOCIATES

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

To the County Commission and
Officeholders of Gentry County, Missouri

Compliance

We have audited the compliance of Gentry County, Missouri, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to its major federal program for the years ended December 31, 2009 and 2008. Gentry County, Missouri's major federal program is identified in the summary of auditor's results section of the accompanying schedule of federal findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal program is the responsibility of Gentry County, Missouri's management. Our responsibility is to express an opinion on Gentry County, Missouri's compliance based on our audit.

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

In our opinion, Gentry County, Missouri, complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the years ended December 31, 2009 and 2008 and which are described in the accompanying schedule of findings. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133. This is described in the accompanying schedule of federal award findings and questioned costs as finding number 09-1.

Internal Control Over Compliance

The management of Gentry County, Missouri, is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audits, we considered Gentry County, Missouri's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Gentry County, Missouri's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency described in the accompanying schedule of federal award findings and questioned costs as finding 09-1 to be a significant deficiency.

Gentry County, Missouri's responses to the findings identified in our audit are described in the accompanying schedule of findings. We did not audit Gentry County, Missouri's responses and, accordingly, we express no opinion on the responses.

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

(Original signed by Auditor)

McBride, Lock & Associates
May 17, 2010

GENTRY COUNTY, MISSOURI
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Federal CFDA Number	Federal Grantor/Pass-Through Grantor/Program Title	Pass-Through Entity Identifying Number	Federal Expenditures	
			Year Ended December 31 2008	2009
U.S DEPARTMENT OF AGRICULTURE				
Passed through state:				
10.665	Office of Administration - Schools and Roads - Grants to States	DSR075-08-001	\$ 23,649	\$ -
U.S. DEPARTMENT OF JUSTICE				
Passed through:				
16	Missouri Sheriff's Association Domestic Cannabis Eradication/Suppression Program		840	-
U.S. DEPARTMENT OF TRANSPORTATION				
Passed through State:				
20.205	Highway and Transportation Commission - Highway Planning and Construction	BRO-038(15)	27,258	-
		BRO-038(16)	103,933	-
		BRO-038(17)	55,392	328,017
		BRO-038(19)	8,304	183,200
		BRO-038(20)	45,322	54,959
		BRO-038(21)	38,292	8,709
		BRO-038(22)	-	26,735
		BRO-038(23)	-	23,538
		BRO-038(24)	-	27,264
20.703	Department of Public Safety - Interagency Hazardous Materials Public Sector Training and Planning Grants	HMEM-7045150	1,493	
GENERAL SERVICES ADMINISTRATION				
39.003	Passed through State Office of Administration - Donation of Federal Surplus Personal Property		2,528	159
ELECTION ASSISTANCE COMMISSION				
90.401	Passed through the Office of Secretary of State - Help America Vote Act Requirements Payments		-	1,679
U. S. DEPARTMENT OF HOMELAND SECURITY				
Passed through State Department of Public Safety:				
97.036	Disaster Grants - Public Assistance Grants (Presidentially declared disasters)	1708 DR-MO 1736-DR-MO	84,126 6,538	14,426 -
97.042	Emergency Management Performance Grants	EMPG	8,538	9,314
Total Expenditures of Federal Awards			<u>\$ 406,213</u>	<u>\$ 678,000</u>

See accompanying notes to the Schedule of Expenditures of Federal Awards.

GENTRY COUNTY, MISSOURI
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEARS ENDED DECEMBER 31, 2009 AND 2008

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditure of Federal Awards (the Schedule) summarizes activity of the County's federal award programs. The schedule has been prepared on the cash basis of accounting.

NOTE B – 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 C – SUBRECEIPIENTS

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

GENTRY COUNTY, MISSOURI
 SCHEDULE OF FEDERAL FINDINGS AND QUESTIONED COSTS
 (INCLUDING MANAGEMENT'S PLAN FOR CORRECTIVE ACTION)
 YEARS ENDED DECEMBER 31, 2009 AND 2008

SECTION I – SUMMARY OF AUDITORS' RESULTS

Financial Statements:

Type of Auditors' Report Issued: Unqualified

Internal Control Over Financial Reporting:

- Material weakness(es) identified? Yes No
- Significant deficiencies identified that are not considered to be material weaknesses? Yes None Reported
- Noncompliance material to financial statements noted? Yes No

Federal Awards:

Internal Control Over Major Programs:

- Material weakness(es) identified? Yes No
- Significant deficiencies identified that are not considered to be material weaknesses? Yes None Reported

Type of Auditor's Report Issued on Compliance For Major Programs: Unqualified

Any audit findings disclosed that are required to be Reported in accordance with section 510(A) of Circular A-133? Yes No

Identification of Major Programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.205	Highway and Transportation – Highway Planning and Construction

Dollar Threshold Used to Distinguish Between Type A and Type B Programs: \$300,000

Auditee Qualified as low-risk: Yes No

SECTION II – FINANCIAL STATEMENTS FINDINGS

Financial Statement Findings Required to be Reported in Accordance with Generally Accepted Governmental Auditing Standards

See Findings and Recommendations section:

1. Personnel Files
2. Interfund Transfers
3. Procurement Practices
4. 911 Board Payroll
5. Sheriff's Bank Reconciliations
6. 911 Board Accounting Controls
7. Budgetary Controls
8. Insufficient Collateral
9. Absence of Investment Policy
10. Law Library Financial Reporting
11. Authorized Signers

Summary of Schedule of Prior Audit Findings

1. Procurement Practices
2. Absence of Investment Policy
3. Budgetary Controls
4. Absence of budget for Sheriff's Civil Fees Fund and Children's Trust Fund
5. Incorrectly Reported Beginning and Ending Cash Balances

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Financial Statement Findings Required to be Reported in Accordance with Generally Accepted Governmental Auditing Standards

Finding No. 09-1. Incorrect Schedule of Expenditure of Federal Awards

Federal Grantor: U.S Department of Transportation
Pass-Through Grantor: Missouri Department of Transportation
Federal CFDA Number: 20.205
Program Title: Highway Planning and Construction
Pass Through Entity Identifying Number: BRO-038
Award Years: 2008 and 2009
Questioned Costs: None

09-1. Incorrect Schedule of Expenditure of Federal Awards

Condition: The County Clerk did not prepare an accurate SEFA for the years ending December 31, 2008 and 2009 as required by Office of Management and Budget (OMB) Circular A-133, Subpart C, Section 300(A). Expenditures incurred in 2008 were incorrectly included on the December 31, 2009 Schedule of Expenditures of Federal Awards (SEFA). Also, revenues and expenditures related to federal awards were recorded in the wrong period on the County's financial statements. A request for reimbursement of expenses incurred on project BRO-038(17) totaling \$49,991 was sent to the Missouri Department of Transportation on December 3, 2008. The County received the reimbursement by direct deposit into the Treasurer's bank account on December 31, 2008, however, the receipt was not recorded on the County's records until 2009. Checks were written by the County to the contractor and to the consulting engineer on December 31, 2008, yet the expenses were not recorded until 2009 and were included on the SEFA for the year ending December 31, 2009. The financial statements and SEFA included in this report have been adjusted to correct this condition.

Recommendation: We recommend that the County Clerk ensure that revenues and expenditures related to federal awards are recorded in the correct period in conformity with the cash basis of accounting.

County Response: We will ensure that all revenues and expenditures are recorded in the correct period for federal awards. The obstacle will be BRO funds but we will ensure that these are recorded correctly.

Auditor's Evaluation: The stated corrective action is responsive to the recommendation.

SECTION IV – FOLLOW-UP ON PRIOR YEAR'S FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There were no prior audit findings pertaining to Federal Awards.

FINDINGS AND RECOMMENDATIONS

GENTRY COUNTY, MISSOURI
FINDINGS AND RECOMMENDATIONS

MATERIAL WEAKNESSES IN INTERNAL CONTROL

None

SIGNIFICANT INTERNAL CONTROL DEFICIENCIES

1. Personnel Files

Condition: The County does not keep an updated record of each employee's pay rate in their personnel file or in the form of an approved County-wide pay scale. When an employee receives an increase in compensation there is no evidence of the effective date of the increase, the amount of the increase or whether the increase was properly approved. Currently the Deputy Clerk keeps an informal list of salary levels at her desk to use as a reference during payroll processing. Cost of living increases are noted in the Commission Minutes, however, the minutes only indicate a percentage increase and do not constitute an approved pay scale. Also, documentation is not maintained to indicate when an employee changes positions within the County. The County Clerk indicated that employees are verbally notified of position changes.

Without adequate documentation in the personnel files, payroll expenditures, which constitute a significant portion of the County's total expenditures, cannot be properly supported. Further lack of support for approved compensation levels could jeopardize claims for labor cost reimbursements by grantor agencies.

Recommendation: We recommend that the County maintain proper documentation in each employees personnel file such as approved pay rates and job titles to properly support salary expenditures.

County Response: The salary schedule will be signed by the Commissioners when the budget is approved. A copy of the schedule with the job titles listed will be placed in each employee's file.

Auditor's Evaluation: The stated corrective action is responsive to the recommendation.

2. Interfund Transfers

Condition: Transfers out exceeded transfers in during 2008 and transfers in exceeded transfers out during 2009. A payment from the Special Election fund to the County Clerk Election fund to help cover election related costs was recorded as Charges for Services revenue of the County Clerk Election fund instead of as a transfer in. This occurred in both 2008 and 2009. Also, a transfer out of the Road and Bridge fund was recorded in 2008 but the related transfer in to the General Revenue fund was not recorded until 2009. The check for the transfer was written December 31, 2008 but the Treasurer did not record receipt of the check until January 14, 2009. The County Clerk indicated that the check was held until the actual expenditures of the Road and Bridge fund for 2008, which are used to determine the amount of the transfer, could be verified.

Therefore, the transfer out should have been recorded in 2009 when the amount of the transfer was known. The financial statements included in this report have been adjusted so that transfers in and out between funds are equal as of December 31, 2008 and 2009.

Recommendation: We recommend that the County ensure that transactions between funds are recorded as transfers in and out and that they are in balance at all times. To facilitate the recording of transfers correctly, we also recommend the County Clerk ensure that budgeted transfers are in balance at the time the budget is presented to the County Commission for approval.

County Response: We will record transfers under the correct heading in the budget. The Road and Bridge transfer needs to be made on the last day of the year to ensure that all expenditures are paid in that budget year but we ensure that the deposit is also receipted that same day.

Auditor's Evaluation: The stated corrective action is responsive to the recommendation.

3. Procurement Practices

Condition: The County did not have controls in place during 2008 to prevent invoices from potentially being presented for payment more than once and to ensure that goods or services that the County has been billed for have been received. These controls were implemented for 2009 after the issuance of the prior audit recommendations. However, we noted a number of instances in 2009 where the County did not comply with these newly implemented control procedures. Five out of the fifteen invoices selected for testing in 2009 were not stamped "Paid" and two out of the fifteen were not signed by an employee of the department receiving the good or service.

Recommendation: We recommend that the County provide direction and training to personnel assigned responsibility for processing approved invoices to ensure that each invoice is marked as paid. This control will decrease the possibility of an invoice being presented to the Commission for payment more than once. We also recommend that the County Clerk follow up on invoices received from other departments that are not signed by an employee of that department to ensure that the County only pays for goods and services that have been received.

County Response: We will monitor all invoices and make sure that they are signed by the department head and stamped paid with the date listed. We have informed all departments that all invoices presented for payment should be signed.

Auditor's Evaluation: The stated corrective action is responsive to the recommendation.

4. 911 Board Payroll

Condition: During our audit tests pertaining to the 911 Board, we identified one instance of an overpaid employee. The hourly employee was paid \$9.20 per hour whereas the approved rate was \$9.10 per hour. This discrepancy resulted in an overpayment of \$7.20. The rate was corrected in the subsequent pay period and no other instances were observed.

The Emergency Dispatch Coordinator prepares a pay period report, which includes each employee's respective pay rate and hours. This report is submitted to a contracted accountant for

the paycheck calculation and printing, but not all printed checks are reviewed against the aforementioned pay period report for accuracy. Also, the accountant inputs the employees' pay rates each pay period which increases the likelihood of error.

Recommendation: We recommend the 911 Board provide a list of approved salary rates to be sent to the contracted accountant for use in calculating payroll and creating payroll checks. No changes to these rates should be allowed without a signed authorization from the 911 Board. We also recommend that the Emergency Dispatch Coordinator and other authorized signers compare the pay period report to the printed payroll checks before signatures to ensure accuracy.

County Response: 911 coordinator will compare hourly rate x hours worked to confirm accurate paychecks, each payroll period.

Auditor's Evaluation: The stated corrective action is responsive to a portion of the recommendation. We also recommend that the work of the contracted accountant be checked by the Emergency Dispatch Coordinator or an authorized signer by comparing the pay period report to the printed payroll checks.

5. Sheriff's Bank Reconciliations

Condition: The Sheriff's Office did not prepare monthly bank reconciliations or any identification of outstanding checks or deposits in transit in 2009. Outstanding check and deposit in transit lists contained within a standard bank reconciliation facilitate and provide documentation of the bank reconciliation process which will help ensure an accurate presentation of available bank funds.

Recommendation: We recommend the Sheriff utilize a standard bank reconciliation template which will document consideration of outstanding checks and deposits in transit. This may be most useful in the event that the Sheriff is absent and someone unfamiliar with the bank reconciliation process attempts to locate and review prior reconciliations in order to perform future reconciliations. It is clearly difficult to ensure that old outstanding checks have cleared, or that deposits in transit have been credited, without a listing of these items.

County Response: The County Sheriff has reviewed the condition and recommendation set out by the auditors in consideration to the sheriff's bank reconciliation. The Sheriff will initiate the use of a reconciliation template despite the fact that my books have zeroed out each and every month.

Only under extreme circumstance will another employee have control over the sheriff's office banking records. Should that happen, the Sheriff understands the need to have written bank reconciliation records available to the person directed to manage the books.

Auditor's Evaluation: The stated corrective action is responsive to the recommendation.

6. 911 Board Accounting Controls

Condition: Expenditures as shown on the 911 Board's financial statements for the years ending December 31, 2008 and 2009 did not agree with expenditures reported to the County Clerk for

inclusion in the Gentry County budget. Additionally, certain amounts listed on the 911 Board's financial statements are not mathematically accurate. These errors create a situation where the E 911 financial statements are unreliable and the corresponding information in the County's budget is inaccurate.

Because reported amounts were not always supported by accounting records, the causes of the discrepancies and inconsistencies are unclear. However, it appears that some of these inconsistencies may have been partially due to accounting errors that were not detected as part of a normal management review process.

Recommendation: We recommend that the Emergency Dispatch Coordinator maintain greater oversight of financial records and reports held and produced by the contracted accountant. We also recommend the E-911 Board ensure that amounts presented in the financial statements are supported by accounting records and that revenue and expenditures are properly recorded.

County's Response: The 911 coordinator will meet with accountants to discuss accounting procedures and how to record revenue and expenditures.

Auditor's Evaluation: The stated corrective action is responsive to the recommendation.

ITEMS OF NONCOMPLIANCE

7. Budgetary Controls

Condition: We noted three issues with the County's budgeting process during our audit:

A) The General Revenue, Road & Bridge, and Deputy Sheriff's Salary Supplemental funds had a negative ending cash balance in the 2009 budget. For example, had the County spent up to the approved budget amounts and collected only the budgeted revenues, it would have incurred a cash deficit in the Special Road and Bridge Fund of \$ 336,021. State statutes prohibit the County from budgeting a fund to have a negative ending cash balance. Circumstances arose during the year that caused actual revenues to be higher than expected for each of these funds.

B) The County did not adopt a formal budget for the Law Library fund in 2009 as required by law. The County Clerk indicated that this was due to the appointment of a Special Prosecutor during 2008 who was not aware that he was supposed to submit his actual financial data for 2008 along with a budget request for 2009.

C) Actual expenditures exceeded budgeted expenditures for one fund in 2008 and three funds in 2009, as follows:

2008
MOPS

2009
Special Road and Bridge Fund
911 Fund
Law Library Fund

State statutes prohibit the County from approving expenditures in excess of the budgeted amount for any County fund. This requirement ensures that expenditures are subject to public scrutiny as provided by their inclusion in a budget adopted or amended at a public meeting.

Recommendation: We recommend that:

A) the County monitor budget amendments during the year to ensure that the amount of budgeted expenditures for a fund is not exceeding the amount of budgeted revenues plus the beginning cash balance.

B) the County ensure that formal budgets are prepared for all funds.

C) the County not approve expenditures in excess of budgeted amounts and properly amend the budget in a public meeting when unforeseen circumstances arise that necessitate increased expenditures.

County Response: The County will monitor all budget amendments and ensure that the revenues as well as expenditures are amended when necessary. We will also ensure that all funds prepare formal budgets.

Auditor's Evaluation: The stated corrective action is responsive to the recommendation.

8. Insufficient Collateral

Condition: Bank account balances of Gentry County were under-collateralized on December 31, 2008 by \$2,130,630. According to RSMo 30.270.2, securities deposited shall be in an amount whose market value is at least one hundred percent of the aggregate amount on deposit with the particular financial institution less the amount, if any, which is insured by the Federal Deposit Insurance Corporation which amount was \$250,000 at December 31, 2008.

Recommendation: We recommend the County Treasurer review the pledged securities report, which is provided by the financial institution, and monitor collateral holdings on a monthly basis in order to be aware when additional collateral coverage is needed.

County Response: Great Western Bank has assured the County Treasurer that they will provide extra collateral the end of October to cover the higher balances in the County's fund. The Treasurer will personally check the collateral the end of October and in November and December to ensure the County has an abundance of collateral. The Treasurer also plans to contact the financial institution the County has large deposits, so they will know immediately if the collateral should be increased.

Auditor's Evaluation: The stated corrective action is responsive to the recommendation.

9. Absence of Investment Policy

Condition: The County has not adopted an investment policy as required by State Statutes. The County has no investments, however, an investment policy addresses topics such as collateralization of deposits, strategy with respect to investment of public funds, and other areas, and thus such a policy would be beneficial and also required for the County. Section 110.270, RSMo 2007, based on Article IV, Section 15, Missouri Constitution, authorizes counties to place their funds, either outright or by repurchase agreement, in U.S. Treasury and agency obligations. In addition, Section 30.950, RSMo 2007, requires political subdivisions with authority to invest in instruments other than depository accounts at financial institutions to adopt a written investment policy. Among other things, the policy is to commit a political subdivision to the principles of safety, liquidity, and yield (in that order) when managing public funds and to prohibit purchase of derivatives (either directly or through repurchase agreements), use of leveraging (through either reverse repurchase agreements or other methods), and use of public funds for speculation.

Recommendation: We recommend the County adopt an investment policy and review compliance with this policy at least annually. Additionally, the Missouri State Treasurer's Office has a model investment policy for political subdivisions on its website that the County can use as guidance.

County Response: We have checked with other Counties and obtained copies of their investment policies. We are working to develop a policy that will meet our needs as well as comply with State Statutes.

Auditor's Evaluation: The stated corrective action is responsive to the recommendation.

10. Law Library Financial Reporting

Condition: As discussed above, formal budgets were not prepared for the 2009 Law Library Fund. Additionally, actual financial information (receipts, disbursements and cash balances) was not provided. As a result, the beginning cash balance was carried over from a previous period and included in the approved County budget although it was clearly inaccurate in amount. Custody of the Law Library Fund is with the Gentry County Special Prosecutor. We were informed that the Special Prosecutor was not aware of any requirements to submit financial statements for the Law Library Fund.

Chapter 50, RSMo, requires the preparation and filing of annual financial statements within the approved budgets for all funds to facilitate review and analysis of the financial plan for the ensuing year.

Recommendation: We recommend the County Clerk ensure financial statements as well as budgets are prepared or obtained for all County funds.

County's Response: The State Auditor's Report of the fall of 2009, noted that formal budgets for the Gentry County Law Library Fund had not been prepared in the past. Accordingly, a formal budget for the 2010 Gentry county Law Library Fund was prepared and approved, as per the 2009 recommendations of the State Auditor. The actual financial information upon which the

2010 Gentry County Law Library Fund budget was prepared was provided to the current auditors.

The approved 2010 Gentry County Law Library Fund Budget was accurate in amount. The current auditors used an amount that was not reflected on any originating documents brought to the attention of the Gentry Special Prosecutor. Nor did the auditors explain to the Special Prosecutor any requirements that a financial statement for the Gentry County Law Library Fund be prepared, nor was any criticism made that such a financial statement needed to be prepared. The Gentry County Clerk included the Gentry County Law Library Fund in the 2009 financial statement of the county.

There is no requirement in Chapter 50, RSMo, that elected officials, other than the commissioners/county clerk, prepare or file annual financial statements within the approved budgets. Section 50.540.1 requires only “each...office...prepare and submit to the budget officer estimates of its requirements for expenditures and its estimated revenues for the next budget year.”

The county commission is required by Section 50.800.1 to publish “a detailed financial statement of the county for the year ending December thirty-first preceding.” The Gentry County Clerk published such financial statement for the year ending December 31, 2009 which included the Gentry County Law Library Fund.

Auditor’s Evaluation: The preparation of a formal budget for the Law Library fund in 2010 is responsive to the recommendation. The County Clerk should ensure that the financial statement for the Law Library be included in the County’s budget for annual submission to the Missouri State Auditor’s Office.

OTHER MATTERS

In planning and performing our audit of the financial statements of Gentry County, Missouri (the County) as of and for the years ended December 31, 2009 and 2008, in accordance with generally accepted government auditing standards, we considered the County’s internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our 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. However, during our audit we became aware of certain matters that are opportunities for strengthening internal controls and operating efficiency. Our comments and suggestions regarding those matters are summarized below. We previously reported on the County’s internal control in our report dated May 17, 2010. (A separate report dated May 17, 2010, included herein, contains our report on significant deficiencies in the County’s internal control). This document does not affect our report dated May 17, 2010.

11. Authorized Signers

Condition: The Treasurer's two bank accounts for the DePriest Cemetery Association both list the previous Treasurer and her assistant as authorized signers, both of which are no longer employed by the County. However, the current Treasurer and her assistant are not listed as authorized signers. This oversight creates an opportunity for former County employees to access County funds and could also prevent current employees from accessing the funds.

Recommendation: We recommend that the Treasurer promptly contact the respective financial institution and correct the listed authorized signers. We further recommend that the Treasurer ensure that all accounts under her authority are periodically monitored for appropriate authorized signers and modified as necessary.

County's Response: The account has been updated to reflect new signers. I will check all accounts periodically to ensure that they have correct signers.

Auditor's Evaluation: The stated corrective action is responsive to the recommendation.

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

In accordance with Government Auditing Standards, this section reports the auditors' follow-up on action taken by Gentry County, Missouri, on the applicable findings in the prior audit report issued for the two years ended December 31, 2007 and 2006.

1. The process for payment of goods does not include noting "Paid" on actual invoices. Also, the County does not have a control to ensure that materials and equipment for which the County was invoiced were actually received.

Status – Partially Implemented. The County implemented these controls after the issuance of the prior audit report. However, our testing noted a number of instances where the County did not comply with these newly implemented control procedures. See Finding No. 3.

2. The County has not adopted an investment policy as required by State Statutes.

Status – Repeated. See Finding No. 9.

3. Disbursements exceeded budgeted amounts for two funds during the year ended December 31, 2006 and for one fund during the year ended December 31, 2007.

Status – Repeated. See Finding No. 7.

4. The County did not prepare and publish an annual budget for the Sheriff's Civil Fees Fund or the Children's Trust Fund in 2006.

Status – Repeated with respect to the Law Library Fund. See Finding Nos. 7 and 10.

5. The ending cash balances for two funds in the published financial statements did not equal the beginning cash balances for the same funds in the next year's published financial statements.

Status – Resolved.