



NICOLE GALLOWAY, CPA
Missouri State Auditor

To the County Commission
and
Officeholders of Barton County, Missouri

The Office of the State Auditor is responsible under Section 29.230, RSMo, for auditing certain operations of Barton County, and issues a separate report on that audit. In addition, the Office of the State Auditor has contracted for an audit of the county's financial statements for the 2 years ended December 31, 2015, through the state Office of Administration, Division of Purchasing and Materials Management. A copy of this audit, performed by McBride, Lock & Associates, LLC, Certified Public Accountants, is attached.

Nicole R. Galloway, CPA
State Auditor

June 2016
Report No. 2016-040

ANNUAL FINANCIAL REPORT

BARTON COUNTY, MISSOURI

For the Years Ended
December 31, 2015 and 2014

BARTON COUNTY, MISSOURI

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INTRODUCTORY SECTION

BARTON COUNTY, MISSOURI
List of Elected Officials

County Commission

Presiding Commissioner – Mike Davis

Associate Commissioner – Dennis Wilson

Associate Commissioner – Jeff Tucker

Other Elected Officials

Assessor – Ivan Frieden

Circuit Clerk – Janet Maupin

Collector - Treasurer – Barba Parrish

Coroner – C. Tucker Joustra

County Clerk – Kristina Crockett

Prosecuting Attorney – Steven Kaderly

Public Administrator – Teresa Moore

Recorder – Kathleen Dimond

Sheriff – L. Mitchell Shaw

McBRIDE, LOCK & ASSOCIATES, LLC

INDEPENDENT AUDITORS' REPORT

To the County Commission and
Officeholders of Barton County, Missouri

We have audited the accompanying financial statements of Barton County, Missouri as of and for the years ended December 31, 2015 and 2014, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as identified in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles prescribed or permitted by Missouri law. 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 the financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material 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 opinion.

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

As described in Note 1, the financial statements are prepared by Barton County, Missouri 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.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In 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 in the first paragraph do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Barton County, Missouri, as of December 31, 2015 and 2014, or changes in financial position for the years then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the cash balances of each fund of Barton County, Missouri, as of December 31, 2015 and 2014, 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 1.

Other Matters

Supplementary Information

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we also have issued our report dated May 9, 2016, on our consideration of Barton County, Missouri'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 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* in considering the County's internal control over financial reporting and compliance.

(Original Signed by McBride, Lock & Associates, LLC)

McBride, Lock & Associates, LLC
Kansas City, Missouri
May 9, 2016

FINANCIAL SECTION

BARTON COUNTY, MISSOURI
STATEMENTS OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2014 AND 2015

Fund	Cash and Cash Equivalents			Cash and Cash Equivalents			Cash and Cash Equivalents		
	January 1, 2014	Receipts 2014	Disbursements 2014	December 31, 2014	Receipts 2015	Disbursements 2015	December 31, 2015		
General Revenue	\$ 576,860	\$ 1,252,352	\$ 1,241,974	\$ 587,238	\$ 1,249,984	\$ 1,295,276	\$ 541,946		
Special Road & Bridge	730,856	1,228,954	1,101,611	858,199	1,507,264	1,301,353	1,064,110		
Assessment	124	175,900	176,022	2	204,439	204,440	1		
Recorder's	26,286	5,564	10,430	21,420	5,678	5,165	21,933		
Administrative Handling Cost	38,069	2,502	8	40,563	1,880	-	42,443		
Law Enforcement Sales Tax	80,285	717,880	798,164	1	768,404	768,401	4		
Prosecuting Attorney Training	1,609	607	977	1,239	615	1,483	371		
Law Enforcement Training	3	10,170	9,029	1,144	3,651	4,795	-		
Petty Cash	200	644	644	200	372	372	200		
Election	12,984	6,093	1,881	17,196	11,992	675	28,513		
911 Emergency Service	573,588	126,888	187,639	512,837	127,500	97,809	542,528		
Rescue & Recovery	780	147	927	-	-	-	-		
Crisis Intervention	758	-	-	758	-	-	758		
Local Emergency Preparedness Committee	2,520	-	2,449	71	2,531	1,526	1,076		
Collector's Tax Maintenance	49,400	22,960	3,232	69,128	18,213	3,644	83,697		
Sheriff's Discretionary	10,241	21,709	31,180	770	10,847	9,004	2,613		
Law Enforcement K-9	1,092	2,708	935	2,865	8	1,220	1,653		
Sheriff's Revolving	18,277	4,896	4,290	18,883	12,246	7,769	23,360		
DARE	1,690	5	-	1,695	6	-	1,701		
Noxious Weed	4,894	-	-	4,894	-	-	4,894		
Law Enforcement Budget Allocation	-	51,000	51,000	-	-	-	-		
Road & Bridge Budget	-	175,279	175,279	-	293,515	293,515	-		
Inmate Security	-	6,802	-	6,802	14,111	15	20,898		
Federal Forfeiture Account	8,788	25	1,673	7,140	23	-	7,163		
Total	<u>\$ 2,139,304</u>	<u>\$ 3,813,085</u>	<u>\$ 3,799,344</u>	<u>\$ 2,153,045</u>	<u>\$ 4,233,279</u>	<u>\$ 3,996,462</u>	<u>\$ 2,389,862</u>		

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

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

GENERAL REVENUE FUND Year Ended December 31,				
	2014		2015	
	<u>Budget</u>	<u>Actual</u>	<u>Budget</u>	<u>Actual</u>
RECEIPTS				
Property taxes	\$ 103,000	\$ 111,921	\$ 109,500	\$ 109,012
Sales taxes	500,000	554,881	545,000	530,151
Intergovernmental	78,243	71,074	82,989	68,465
Charges for services	457,620	470,522	457,565	451,929
Interest	3,500	2,418	2,000	2,431
Other	13,090	14,476	13,340	20,286
Transfers in	27,060	27,060	29,560	67,710
Total Receipts	<u>\$ 1,182,513</u>	<u>\$ 1,252,352</u>	<u>\$ 1,239,954</u>	<u>\$ 1,249,984</u>
DISBURSEMENTS				
County Commission	\$ 169,211	\$ 157,594	\$ 168,130	\$ 151,321
County Clerk	76,465	75,310	75,310	74,628
Elections	89,360	76,390	56,850	53,281
Buildings and grounds	138,317	114,688	162,600	103,809
Employee fringe benefits	152,202	151,464	173,200	167,877
Collector	107,950	98,843	112,700	94,275
Recorder of Deeds	82,963	82,237	79,763	77,114
Circuit Clerk	23,100	15,667	29,700	14,396
Court administration	51,473	11,700	217,177	20,069
Public Administrator	58,790	58,071	59,200	56,896
Prosecuting Attorney	117,270	109,543	118,802	104,921
Juvenile Officer	24,855	21,246	24,465	21,495
Coroner	24,375	19,616	21,420	19,457
Other County Government	170,255	161,493	205,875	169,611
Health and Welfare	33,854	34,162	31,775	34,529
Transfers out	69,036	53,950	74,326	131,597
Emergency fund	35,476	-	37,199	-
Total Disbursements	<u>\$ 1,424,952</u>	<u>\$ 1,241,974</u>	<u>\$ 1,648,492</u>	<u>\$ 1,295,276</u>
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	\$ (242,439)	\$ 10,378	\$ (408,538)	\$ (45,292)
CASH and CASH EQUIVALENTS, JANUARY 1	<u>576,860</u>	<u>576,860</u>	<u>587,238</u>	<u>587,238</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u>\$ 334,421</u>	<u>\$ 587,238</u>	<u>\$ 178,700</u>	<u>\$ 541,946</u>

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

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

	SPECIAL ROAD & BRIDGE FUND				ASSESSMENT FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	1,332,500	1,195,264	1,383,903	1,474,918	24,693	24,768	24,768	26,007
Charges for services	-	-	-	-	112,880	118,824	122,000	112,563
Interest	5,000	2,687	2,500	20,090	50	44	40	43
Other	47,100	22,195	1,500	3,448	-	86	-	-
Transfers in	8,808	8,808	8,808	8,808	69,036	32,178	74,326	65,826
Total Receipts	<u>\$ 1,393,408</u>	<u>\$ 1,228,954</u>	<u>\$ 1,396,711</u>	<u>\$ 1,507,264</u>	<u>\$ 206,659</u>	<u>\$ 175,900</u>	<u>\$ 221,134</u>	<u>\$ 204,439</u>
DISBURSEMENTS								
Salaries	\$ 150,000	\$ 127,175	\$ 150,000	\$ 130,814	\$ 113,268	\$ 110,590	\$ 111,493	\$ 110,278
Employee fringe benefits	51,620	39,586	42,288	42,288	37,348	32,544	37,165	34,946
Materials and supplies	299,100	68,131	159,350	73,380	3,000	6,923	13,967	9,107
Services and Other	285,425	173,327	183,114	59,811	46,160	19,322	51,510	49,438
Capital Outlay	55,000	3,821	46,000	4,779	7,000	6,643	-	-
Construction	1,069,000	562,511	626,194	760,939	-	-	7,000	671
Transfers out	127,060	127,060	277,060	229,342	-	-	-	-
Total Disbursements	<u>\$ 2,037,205</u>	<u>\$ 1,101,611</u>	<u>\$ 1,484,006</u>	<u>\$ 1,301,353</u>	<u>\$ 206,776</u>	<u>\$ 176,022</u>	<u>\$ 221,135</u>	<u>\$ 204,440</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (643,797)	\$ 127,343	\$ (87,295)	\$ 205,911	\$ (117)	\$ (122)	\$ (1)	\$ (1)
CASH and CASH EQUIVALENTS, JANUARY 1	<u>730,856</u>	<u>730,856</u>	<u>858,199</u>	<u>858,199</u>	<u>124</u>	<u>124</u>	<u>2</u>	<u>2</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u><u>\$ 87,059</u></u>	<u><u>\$ 858,199</u></u>	<u><u>\$ 770,904</u></u>	<u><u>\$ 1,064,110</u></u>	<u><u>\$ 7</u></u>	<u><u>\$ 2</u></u>	<u><u>\$ 1</u></u>	<u><u>\$ 1</u></u>

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

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

	RECORDER'S FUND				ADMINISTRATIVE HANDLING COST FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	6,400	5,489	5,000	5,604	-	-	-	-
Charges for services	-	-	-	-	2,000	2,382	2,500	1,742
Interest	200	75	75	74	350	120	250	138
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 6,600</u>	<u>\$ 5,564</u>	<u>\$ 5,075</u>	<u>\$ 5,678</u>	<u>\$ 2,350</u>	<u>\$ 2,502</u>	<u>\$ 2,750</u>	<u>\$ 1,880</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	1,000	-	1,000	-
Services and other	9,286	10,430	6,000	5,165	4,000	8	4,000	-
Capital outlay	-	-	-	-	4,000	-	4,000	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 9,286</u>	<u>\$ 10,430</u>	<u>\$ 6,000</u>	<u>\$ 5,165</u>	<u>\$ 9,000</u>	<u>\$ 8</u>	<u>\$ 9,000</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (2,686)	\$ (4,866)	\$ (925)	\$ 513	\$ (6,650)	\$ 2,494	\$ (6,250)	\$ 1,880
CASH and CASH EQUIVALENTS, JANUARY 1	<u>26,286</u>	<u>26,286</u>	<u>21,420</u>	<u>21,420</u>	<u>38,069</u>	<u>38,069</u>	<u>40,563</u>	<u>40,563</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u>\$ 23,600</u>	<u>\$ 21,420</u>	<u>\$ 20,495</u>	<u>\$ 21,933</u>	<u>\$ 31,419</u>	<u>\$ 40,563</u>	<u>\$ 34,313</u>	<u>\$ 42,443</u>

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

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

	LAW ENFORCEMENT SALES TAX FUND				PROSECUTING ATTORNEY TRAINING FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	513,000	554,882	541,000	530,156	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	100,100	87,880	119,561	99,440	750	603	750	613
Interest	150	80	50	4	5	4	5	2
Other	97,550	45,766	74,950	65,737	-	-	-	-
Transfers in	7,500	29,272	7,500	73,067	-	-	-	-
Total Receipts	<u>\$ 718,300</u>	<u>\$ 717,880</u>	<u>\$ 743,061</u>	<u>\$ 768,404</u>	<u>\$ 755</u>	<u>\$ 607</u>	<u>\$ 755</u>	<u>\$ 615</u>
DISBURSEMENTS								
Salaries	\$ 364,804	\$ 394,582	\$ 303,712	\$ 347,227	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	146,395	98,552	139,347	115,513	-	-	-	-
Materials and supplies	59,270	65,202	54,750	39,466	-	-	-	-
Services and other	212,496	211,582	226,549	214,815	1,700	977	1,700	1,483
Capital outlay	6,600	19,438	3,750	4,422	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	8,808	8,808	8,808	46,958	-	-	-	-
Total Disbursements	<u>\$ 798,373</u>	<u>\$ 798,164</u>	<u>\$ 736,916</u>	<u>\$ 768,401</u>	<u>\$ 1,700</u>	<u>\$ 977</u>	<u>\$ 1,700</u>	<u>\$ 1,483</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (80,073)	\$ (80,284)	\$ 6,145	\$ 3	\$ (945)	\$ (370)	\$ (945)	\$ (868)
CASH and CASH EQUIVALENTS, JANUARY 1	<u>80,285</u>	<u>80,285</u>	<u>1</u>	<u>1</u>	<u>1,609</u>	<u>1,609</u>	<u>1,239</u>	<u>1,239</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u>\$ 212</u>	<u>\$ 1</u>	<u>\$ 6,146</u>	<u>\$ 4</u>	<u>\$ 664</u>	<u>\$ 1,239</u>	<u>\$ 294</u>	<u>\$ 371</u>

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

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

	LAW ENFORCEMENT TRAINING FUND				PETTY CASH FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	3,000	2,386	2,400	2,442	-	-	-	-
Interest	-	6	5	3	-	-	-	-
Other	1,350	1,278	1,250	1,002	500	644	750	372
Transfers in	6,500	6,500	-	204	-	-	-	-
Total Receipts	<u>\$ 10,850</u>	<u>\$ 10,170</u>	<u>\$ 3,655</u>	<u>\$ 3,651</u>	<u>\$ 500</u>	<u>\$ 644</u>	<u>\$ 750</u>	<u>\$ 372</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	10,800	9,029	4,795	4,795	500	644	750	372
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 10,800</u>	<u>\$ 9,029</u>	<u>\$ 4,795</u>	<u>\$ 4,795</u>	<u>\$ 500</u>	<u>\$ 644</u>	<u>\$ 750</u>	<u>\$ 372</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ 50	\$ 1,141	\$ (1,140)	\$ (1,144)	\$ -	\$ -	\$ -	\$ -
CASH and CASH EQUIVALENTS, JANUARY 1	<u>3</u>	<u>3</u>	<u>1,144</u>	<u>1,144</u>	<u>200</u>	<u>200</u>	<u>200</u>	<u>200</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u>\$ 53</u>	<u>\$ 1,144</u>	<u>\$ 4</u>	<u>\$ -</u>	<u>\$ 200</u>	<u>\$ 200</u>	<u>\$ 200</u>	<u>\$ 200</u>

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

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

	ELECTION FUND				911 EMERGENCY SERVICE FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	129	250	41
Charges for services	6,000	4,449	5,000	8,765	120,000	124,993	125,000	125,266
Interest	40	50	50	83	3,500	1,742	1,500	1,776
Other	1,547	1,594	5,183	3,144	762	24	576	417
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 7,587</u>	<u>\$ 6,093</u>	<u>\$ 10,233</u>	<u>\$ 11,992</u>	<u>\$ 124,262</u>	<u>\$ 126,888</u>	<u>\$ 127,326</u>	<u>\$ 127,500</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	500	173	-	-
Services and other	7,700	1,881	4,738	675	237,226	79,834	154,680	70,726
Capital outlay	-	-	5,000	-	255,600	107,632	25,150	27,083
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 7,700</u>	<u>\$ 1,881</u>	<u>\$ 9,738</u>	<u>\$ 675</u>	<u>\$ 493,326</u>	<u>\$ 187,639</u>	<u>\$ 179,830</u>	<u>\$ 97,809</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (113)	\$ 4,212	\$ 495	\$ 11,317	\$ (369,064)	\$ (60,751)	\$ (52,504)	\$ 29,691
CASH and CASH EQUIVALENTS, JANUARY 1	<u>12,984</u>	<u>12,984</u>	<u>17,196</u>	<u>17,196</u>	<u>573,588</u>	<u>573,588</u>	<u>512,837</u>	<u>512,837</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u>\$ 12,871</u>	<u>\$ 17,196</u>	<u>\$ 17,691</u>	<u>\$ 28,513</u>	<u>\$ 204,524</u>	<u>\$ 512,837</u>	<u>\$ 460,333</u>	<u>\$ 542,528</u>

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

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

	RESCUE & RECOVERY FUND				CRISIS INTERVENTION FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Interest	-	1	-	-	-	-	-	-
Other	10,000	146	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 10,000</u>	<u>\$ 147</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	4,500	697	-	-	750	-	750	-
Capital outlay	4,000	230	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 8,500</u>	<u>\$ 927</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 750</u>	<u>\$ -</u>	<u>\$ 750</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ 1,500	\$ (780)	\$ -	\$ -	\$ (750)	\$ -	\$ (750)	\$ -
CASH and CASH EQUIVALENTS, JANUARY 1	<u>780</u>	<u>780</u>	<u>-</u>	<u>-</u>	<u>758</u>	<u>758</u>	<u>758</u>	<u>758</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u>\$ 2,280</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8</u>	<u>\$ 758</u>	<u>\$ 8</u>	<u>\$ 758</u>

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

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

	LOCAL EMERGENCY PREPAREDNESS COMMITTEE FUND				COLLECTOR'S TAX MAINTENANCE FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	2,700	-	1,860	2,531	-	-	-	-
Charges for services	-	-	-	-	19,000	22,771	22,000	17,948
Interest	-	-	-	-	200	189	175	265
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 2,700</u>	<u>\$ -</u>	<u>\$ 1,860</u>	<u>\$ 2,531</u>	<u>\$ 19,200</u>	<u>\$ 22,960</u>	<u>\$ 22,175</u>	<u>\$ 18,213</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ 2,500	\$ 2,500	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	44	-	92	50	172	5,000	1,000
Services and other	2,700	2,405	1,860	1,434	11,600	143	6,650	144
Capital outlay	-	-	-	-	7,000	417	5,850	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	2,500	2,500
Total Disbursements	<u>\$ 2,700</u>	<u>\$ 2,449</u>	<u>\$ 1,860</u>	<u>\$ 1,526</u>	<u>\$ 21,150</u>	<u>\$ 3,232</u>	<u>\$ 20,000</u>	<u>\$ 3,644</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ (2,449)	\$ -	\$ 1,005	\$ (1,950)	\$ 19,728	\$ 2,175	\$ 14,569
CASH and CASH EQUIVALENTS, JANUARY 1	<u>2,520</u>	<u>2,520</u>	<u>71</u>	<u>71</u>	<u>49,400</u>	<u>49,400</u>	<u>69,128</u>	<u>69,128</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u>\$ 2,520</u>	<u>\$ 71</u>	<u>\$ 71</u>	<u>\$ 1,076</u>	<u>\$ 47,450</u>	<u>\$ 69,128</u>	<u>\$ 71,303</u>	<u>\$ 83,697</u>

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

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

	SHERIFF'S DISCRETIONARY FUND				LAW ENFORCEMENT K-9 FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	22,000	12,728	17,000	10,699	-	-	-	-
Interest	-	-	-	-	-	4	-	8
Other	10,100	8,981	8,700	148	1,000	2,704	2,000	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 32,100</u>	<u>\$ 21,709</u>	<u>\$ 25,700</u>	<u>\$ 10,847</u>	<u>\$ 1,000</u>	<u>\$ 2,708</u>	<u>\$ 2,000</u>	<u>\$ 8</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	2,500	872	1,000	317	-	-	-	-
Services and other	11,100	11,357	9,700	3,496	935	935	3,200	1,220
Capital outlay	13,500	4,951	15,000	5,191	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	14,000	14,000	-	-	-	-	-	-
Total Disbursements	<u>\$ 41,100</u>	<u>\$ 31,180</u>	<u>\$ 25,700</u>	<u>\$ 9,004</u>	<u>\$ 935</u>	<u>\$ 935</u>	<u>\$ 3,200</u>	<u>\$ 1,220</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (9,000)	\$ (9,471)	\$ -	\$ 1,843	\$ 65	\$ 1,773	\$ (1,200)	\$ (1,212)
CASH and CASH EQUIVALENTS, JANUARY 1	<u>10,241</u>	<u>10,241</u>	<u>770</u>	<u>770</u>	<u>1,092</u>	<u>1,092</u>	<u>2,865</u>	<u>2,865</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u>\$ 1,241</u>	<u>\$ 770</u>	<u>\$ 770</u>	<u>\$ 2,613</u>	<u>\$ 1,157</u>	<u>\$ 2,865</u>	<u>\$ 1,665</u>	<u>\$ 1,653</u>

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

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

	SHERIFF'S REVOLVING FUND				DARE FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	7,300	4,845	6,000	12,180	1,500	-	1,000	-
Interest	40	51	49	66	-	5	-	6
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 7,340</u>	<u>\$ 4,896</u>	<u>\$ 6,049</u>	<u>\$ 12,246</u>	<u>\$ 1,500</u>	<u>\$ 5</u>	<u>\$ 1,000</u>	<u>\$ 6</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	400	3,452	3,300	169	-	-	-	-
Services and other	-	-	-	-	700	-	1,175	-
Capital outlay	9,500	838	500	100	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	7,500	7,500	-	-	-	-
Total Disbursements	<u>\$ 9,900</u>	<u>\$ 4,290</u>	<u>\$ 11,300</u>	<u>\$ 7,769</u>	<u>\$ 700</u>	<u>\$ -</u>	<u>\$ 1,175</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (2,560)	\$ 606	\$ (5,251)	\$ 4,477	\$ 800	\$ 5	\$ (175)	\$ 6
CASH and CASH EQUIVALENTS, JANUARY 1	<u>18,277</u>	<u>18,277</u>	<u>18,883</u>	<u>18,883</u>	<u>1,690</u>	<u>1,690</u>	<u>1,695</u>	<u>1,695</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u>\$ 15,717</u>	<u>\$ 18,883</u>	<u>\$ 13,632</u>	<u>\$ 23,360</u>	<u>\$ 2,490</u>	<u>\$ 1,695</u>	<u>\$ 1,520</u>	<u>\$ 1,701</u>

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

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

	NOXIOUS WEED FUND				LAW ENFORCEMENT BUDGET ALLOCATION FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Other	-	-	-	-	60,000	51,000	61,500	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	\$ -	\$ -	\$ -	\$ -	\$ 60,000	\$ 51,000	\$ 61,500	\$ -
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	4,894	-	4,894	-	60,000	51,000	61,500	-
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	\$ 4,894	\$ -	\$ 4,894	\$ -	\$ 60,000	\$ 51,000	\$ 61,500	\$ -
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (4,894)	\$ -	\$ (4,894)	\$ -	\$ -	\$ -	\$ -	\$ -
CASH and CASH EQUIVALENTS, JANUARY 1	4,894	4,894	4,894	4,894	-	-	-	-
CASH and CASH EQUIVALENTS, DECEMBER 31	\$ -	\$ 4,894	\$ -	\$ 4,894	\$ -	\$ -	\$ -	\$ -

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

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

	ROAD & BRIDGE BUDGET FUND				INMATE SECURITY FUND			
	Year Ended December 31,				Year Ended December 31,			
	2014		2015		2014		2015	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	3,929	4,000	6,012
Interest	-	-	-	-	-	8	-	48
Other	165,279	75,279	65,279	91,233	-	2,865	5,550	8,051
Transfers in	-	100,000	250,000	202,282	-	-	-	-
Total Receipts	<u>\$ 165,279</u>	<u>\$ 175,279</u>	<u>\$ 315,279</u>	<u>\$ 293,515</u>	<u>\$ -</u>	<u>\$ 6,802</u>	<u>\$ 9,550</u>	<u>\$ 14,111</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	3,600	15
Services and other	165,279	175,279	315,279	293,515	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 165,279</u>	<u>\$ 175,279</u>	<u>\$ 315,279</u>	<u>\$ 293,515</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,600</u>	<u>\$ 15</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,802	\$ 5,950	\$ 14,096
CASH and CASH EQUIVALENTS, JANUARY 1	-	-	-	-	-	-	6,802	6,802
CASH and CASH EQUIVALENTS, DECEMBER 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,802</u>	<u>\$ 12,752</u>	<u>\$ 20,898</u>

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

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

FEDERAL FORFEITURE ACCOUNT FUND				
Year Ended December 31,				
	2014		2015	
	Budget	Actual	Budget	Actual
RECEIPTS				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Interest	-	25	25	23
Other	-	-	-	-
Transfers in	-	-	-	-
Total Receipts	<u>\$ -</u>	<u>\$ 25</u>	<u>\$ 25</u>	<u>\$ 23</u>
DISBURSEMENTS				
Salaries	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-
Materials and supplies	-	-	-	-
Services and other	2,000	-	4,000	-
Capital outlay	2,000	1,673	-	-
Construction	-	-	-	-
Transfers out	-	-	-	-
Total Disbursements	<u>\$ 4,000</u>	<u>\$ 1,673</u>	<u>\$ 4,000</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (4,000)	\$ (1,648)	\$ (3,975)	\$ 23
CASH and CASH EQUIVALENTS, JANUARY 1	<u>8,788</u>	<u>8,788</u>	<u>7,140</u>	<u>7,140</u>
CASH and CASH EQUIVALENTS, DECEMBER 31	<u><u>\$ 4,788</u></u>	<u><u>\$ 7,140</u></u>	<u><u>\$ 3,165</u></u>	<u><u>\$ 7,163</u></u>

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

BARTON COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2015 and 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

As discussed further in Note 1, these financial statements are presented using accounting practices prescribed or permitted by Missouri Law, 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, state/county courts, county recorder, public safety, economic development, social and human services, and cultural and recreation services.

The financial statements referred to above include the primary government of Barton County, Missouri, which consists of all funds, organizations, institutions, agencies, departments, offices that are considered to comprise the County's legal entity.

Certain elected County officials, particularly the Collector - Treasurer, Circuit Clerk and Sheriff, 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.

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. Governmental funds 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. Budgeting of appropriations is based upon an estimated fund balance at the beginning of the year as well as estimated revenues to be received.
4. State law requires that, at the individual fund level, budgeted expenditures not exceed budgeted revenues plus anticipated beginning fund balance.
5. A public hearing is conducted to obtain public comment on the budget. Prior to its approval by the County Commission, the budget document is available for public inspection, which usually takes place the third and fourth weeks of January.
6. Prior to February 1, the budget is legally enacted by a vote of the County Commission.
7. Subsequent to its formal approval of the budget, the County Commission has the authority to make necessary adjustments to the budget by a formal vote of the Commission. 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 Inmate Security fund in 2014.
10. Section 50.740 RSMo prohibits expenditures in excess of the approved budgets. Actual expenditures exceeded budgeted amounts for the following funds:

Fund	2015	2014
Recorder's	N/A	✓
Petty Cash	N/A	✓
Road & Bridge Budget	N/A	✓
Law Enforcement Sales Tax	✓	N/A

- 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 2015 and 2014, for purposes of taxation were:

	2015	2014
Real Estate	\$ 107,750,903	\$ 105,256,404
Personal Property	49,168,802	45,956,420
Railroad and Utilities	23,580,141	21,106,391
Total	<u>\$ 180,499,846</u>	<u>\$ 172,319,215</u>

For calendar years 2015 and 2014, the County Commission approved a tax levy per \$100 of assessed valuation of tangible taxable property as follows:

	2015	2014
General Revenue	\$0.0500	\$0.0500

F. Cash Deposits and Cash Equivalents

Deposits and cash equivalents 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 these balances is allocated to each of the funds based on the funds' 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. The cash and cash equivalents balances are detailed 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 CASH EQUIVALENTS

The County maintains a cash and temporary investment pool that is available for use by all funds. Each fund's portion of this pool is displayed on the financial statements within the "Cash and Cash Equivalents" caption. Cash and cash equivalents include both deposits and short-term investments with maturities less than 90 days.

Custodial Credit Risk - Deposits – Custodial credit risk is the risk that in the event of a bank failure, a government's deposits may not be returned to it. Missouri statutes require that all deposits with financial institutions be collateralized in an amount at least equal to uninsured deposits. At December 31, 2015 and 2014, the carrying amounts of the County's deposits were \$2,389,862 and \$2,153,045, respectively, and the bank balances were \$2,588,602 and \$2,424,999, respectively. Of the bank balances, \$250,000 at December 31, 2015 and 2014 were covered by federal depository insurance. The remainder of the balances at December 31, 2015 and 2014 were 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, 2015 and 2014, 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. Tax collections on deposit amounted to \$7,077,348 and \$6,049,944 at December 31, 2015 and 2014, respectively. The County Collector's deposits were covered by federal depository insurance of \$250,000 as of December 31, 2015 and 2014. The remainder of the balances at December 31, 2015 and 2014 were 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.

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 eleven 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, 2121 Schotthill Woods Drive, Jefferson City, MO 65101, 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 2015 and 2014, the County collected and remitted to CERF employee contributions and fees collected of approximately \$111,075 and \$119,857, respectively, for the years then ended.

B. Prosecuting Attorney's 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 contributed \$2,244 for both the years ended December 31, 2015 and 2014.

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 with up to 30 days of sick leave to accrue at one day per complete calendar month of employment. Upon termination, an employee will not be compensated for accumulated sick leave. Vacation time is accrued for every full time employee, and accrues at the rate of one day per month up to one and one-half days per month depending on the length of employment. Employees may accrue up to fifteen days of vacation. Upon termination, an employee will be compensated for accumulated vacation time.

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 Rural Services Workers Compensation Insurance Trust. 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 \$1,000,000 per occurrence and is reinsured up to the statutory limit through excess insurance.

7. LONG TERM DEBT

At December 31, 2015, \$383,628 is owed on a \$1,543,580 loan from the Missouri Transportation Finance Corporation (MTFC) for which the County is serving as fiscal agent. The loan was taken out to finance road construction within the County. The costs of the project and the repayment of the loan are being shared by the County, the City of Lamar, the City of Lamar Heights, the Barton County Ambulance District, and the Barton County Memorial Hospital. Under the terms of the agreement, the County, the City of Lamar, and the City of Lamar Heights will pay back a total of \$481,193, while the Barton County Ambulance District and the Barton County Memorial Hospital will pay back \$50,000. The loan is payable in annual payments of \$59,663 due on August 1 each year through 2022 with an interest rate of 2.17%. The County receives loan payments from the other entities and then makes the payment to MTFC. The Road & Bridge Budget fund has been created for this purpose. The County made payments of \$293,515 and \$175,279 to MTFC during the years ended December 31, 2015 and 2014, of which \$202,282 and \$100,000 represented the County's portion of the payments transferred from the Special Road & Bridge fund.

At December 31, 2015, the Law Enforcement Sales Tax fund owed the Special Road & Bridge fund \$61,660 from past money borrowed. The Commission has created a plan to make annual payments from the Law Enforcement Sales Tax fund to the Special Road & Bridge fund of \$8,808 for ten years through 2022. The County made payments of \$8,808 during the years ended December 31, 2015 and 2014.

8. SUBSEQUENT EVENTS

The County has evaluated events subsequent to December 31, 2015 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through May 9, 2016, the date the financial statements were available to be issued. Based upon this evaluation, it was determined that no subsequent events occurred that require recognition or additional disclosure in the financial statements.

COMPLIANCE SECTION

McBRIDE, LOCK & ASSOCIATES, LLC

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

To the County Commission and
Officeholders of Barton County, 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 Barton County, Missouri as of and for the years ended December 31, 2015 and 2014, and the related notes to the financial statements, which collectively comprise Barton County, Missouri's basic financial statements and have issued our report thereon dated May 9, 2016.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or 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.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Barton County, Missouri'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 one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and recommendations as item 1.

We also noted one other matter that we reported to management of Barton County, Missouri in the accompanying schedule of findings and recommendations section as item 2.

Barton County, Missouri's Response to Findings

Barton County, Missouri's response to the findings identified in our audit is described in the accompanying schedule of findings and recommendations. Barton County, Missouri's response was not subject 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 results 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.

(Original Signed by McBride, Lock & Associates, LLC)

McBride, Lock & Associates, LLC
Kansas City, Missouri
May 9, 2016

McBRIDE, LOCK & ASSOCIATES, LLC

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

To the County Commission and
Officeholders of Barton County, Missouri

Report on Compliance for Each Major Federal Program

We have audited Barton County, Missouri's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Barton County, Missouri's major federal programs for the years ended December 31, 2015 and 2014. Barton County, Missouri's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Barton County, Missouri's major federal programs based on our audit of the types of compliance requirements referred to above. 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 Barton 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 on compliance for each major federal program. However, our audit does not provide a legal determination of Barton County, Missouri's compliance.

Opinion on Each Major Federal Program

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

Report on Internal Control over Compliance

Management of Barton County, Missouri is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Barton County, Missouri's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Barton County, Missouri's internal control over compliance.

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

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.

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 in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2015-01 to be a significant deficiency.

Barton County's response to the internal control over compliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. Barton County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

(Original Signed by McBride, Lock & Associates, LLC)

McBride, Lock & Associates, LLC
Kansas City, Missouri
May 9, 2016

BARTON 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,	
			2014	2015
U. S. DEPARTMENT OF TRANSPORTATION				
	Passed through State Highway and Transportation Commission:			
20.205	Highway Planning and Construction	BRO-B006(17)	\$ 248,104	\$ 155,372
		BRO-B006(18)	311,850	-
		BRO-B006(19)	30,821	243,594
		BRO-B006(20)	36,052	278,796
		Total	\$ 626,827	\$ 677,762
20.601	Alcohol Impaired Driving Countermeasures Incentive Grants I		2,159	148
20.607	Alcohol Open Container Requirements		6,384	-
ELECTION ASSISTANCE COMMISSION				
	Passed through the Office of Secretary of State -			
90.401	Help America Vote Act Requirements Payments		1,559	1,586
U. S. DEPARTMENT OF HOMELAND SECURITY				
	Passed through State Department of Public Safety:			
97.036	Disaster Grants - Public Assistance (Presidentially-declared Disasters)		11,682	1,558
97.042	Emergency Management Performance Grants		8,783	4,769
Total Expenditures of Federal Awards			<u>\$ 657,394</u>	<u>\$ 685,823</u>

See accompanying Notes to the Schedule of Expenditures of Federal Awards

BARTON COUNTY, MISSOURI
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEARS ENDED DECEMBER 31, 2015 AND 2014

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

The accompanying Schedule of Expenditures 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 - SUBRECIPIENTS

There were no federal funds passed through to sub-recipients during the years ended December 31, 2015 or 2014.

BARTON COUNTY, MISSOURI
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEARS ENDED DECEMBER 31, 2015 AND 2014

SECTION I – SUMMARY OF AUDITORS' RESULTS

Financial Statements:

Type of auditors' report issued: Unmodified

Internal control over financial reporting:

-Material weakness(es) identified: ___ Yes X No

-Significant deficiency(ies) identified not considered to be material weaknesses? ___ Yes X None reported

-Noncompliance material to financial statements noted? X Yes ___ No

Federal Awards:

Internal control over major programs:

-Material weakness(es) identified: ___ Yes X No

-Significant deficiency(ies) identified not considered to be material weaknesses? X Yes ___ None reported

Type of auditors' report issued on compliance for major programs? Unmodified

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

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
20.205	Highway Planning and Construction

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

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

SECTION II – FINANCIAL STATEMENT FINDINGS

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

1. Budgetary Controls

Summary Schedule of Prior Audit Findings:

1. Accounting for Transfers
2. Budgetary Controls
3. Timely Filing of the Collector's Settlement

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

2015-01: Incorrect Schedule of Expenditures of Federal Awards (SEFA)

Federal Grantor: U.S. Department of Transportation

Pass-through Grantor: Highway and Transportation Commission

Federal CFDA Number: 20.205

Program Title: Highway Planning and Construction

Pass-through Entity Identifying Number: BRO-B006(17), BRO-B006(18), BRO-B006(19), BRO-B006(20)

Award Year: 2015

Questioned Costs: None

Federal Grantor: U.S. Department of Homeland Security

Pass-through Grantor: Missouri Department of Public Safety

Federal CFDA Number: 97.036

Program Title: Disaster Grants – Public Assistance (Presidentially-declared Disasters)

Pass-through Entity Identifying Number: n/a

Award Year: 2014

Questioned Costs: None

Condition: The County Clerk did not prepare an accurate Schedule of Expenditures of Federal Awards (SEFA) for both the years ending December 31, 2015 and 2014. The SEFA presented for audit for December 31, 2015 reported total expenditures for CFDA 20.205 of \$770,003, however, the correct amount of expenditures for this program during the year was \$677,762, resulting in an overstatement of expenditures of \$92,241. Also, \$11,682 of federal expenditures under CFDA 97.036 were not included on the SEFA for the year ended December 31, 2014. The SEFA presented in this report has been adjusted to report the correct amounts.

Cause: The County Clerk indicated that the expenditures for CFDA 20.205 on the SEFA for 2015 were based on the amount of reimbursements received, rather than the amount disbursed. The overstatement was a result of including on the 2015 SEFA \$110,181 disbursed in 2014 and reported on the 2014 SEFA but for which the County received reimbursement from MODOT in 2015. \$17,940 of expenditures were incurred in 2015 but were not reported on the 2015 SEFA since the County was not reimbursed until 2016.

The expenditures of funds under CFDA 97.036 were not included on the SEFA for 2014 because the money was passed-through the state and the County believed the grant to be state funds instead of federal.

Effect: The SEFA presented for audit did not accurately reflect the County's actual expenditures of federal awards for both the years ended December 31, 2015 and 2014.

Criteria: OMB Circular A-133, section .300 (b) requires auditees to "Maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its federal programs." Section .310 (d) requires auditees to "Prepare appropriate financial statements, including the schedule of expenditures of Federal awards...."

Recommendation: We recommend that the County Clerk implement controls to ensure that future Schedules of Expenditures of Federal Awards are prepared accurately on the cash basis of accounting and include all federal awards expended by the County.

Corrective Action Plan: Barton County will endeavor to accurately prepare future SEFA's and strive to report all federal awards on them.

Auditor's Evaluation: The response is appropriate to correct the concern.

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

There were no prior audit federal award findings or questioned costs.

FINDINGS AND RECOMMENDATIONS

BARTON COUNTY, MISSOURI
FINDINGS AND RECOMMENDATIONS

MATERIAL WEAKNESSES IN INTERNAL CONTROL

None

SIGNIFICANT INTERNAL CONTROL DEFICIENCIES

None

ITEMS OF NONCOMPLIANCE

1. Budgetary Controls

Condition: Actual expenditures exceeded budgeted expenditures for three funds in 2014 and one fund in 2015. The detailed list of funds can be found in Note 1.D.10 to the financial statements. The over-expenditure of the Law Enforcement Sales Tax fund in 2015 was the result of an audit adjustment to correct a journal entry that resulted in negative disbursements being recorded to the fund. RSMo 50.740 prohibits expenditures in excess of the approved budgets.

The County did not adopt a formal budget for the Inmate Security fund in 2014. The fund was created in February 2014, subsequent to the approval of the 2014 budget, and no amendment was made to include the newly created fund.

Budgetary controls are significant to the proper management and custodianship of county funds. Compliance with statutory requirements related to budgets will improve controls over county funds and help maintain the integrity of the budget process.

Recommendation: We recommend the County strictly adhere to the authorized spending limits as documented in the adopted County budget or follow the appropriate procedures to amend the budget and ensure funds are available to finance the expenditure. We also recommend that the County adopt complete formal budgets for all funds as required by law.

County's Response: Barton County will strive to monitor authorized spending limits adopted in the budget and will complete formal budgets for all funds.

Auditor's Evaluation: The response is appropriate to correct the concern.

OTHER MATTERS

2. Monitoring of Pledged Collateral

Condition: The County Collector - Treasurer has not been monitoring the amount of collateral pledged by the bank to ensure that the collateral is adequate to secure the County's deposits in excess of FDIC coverage. The County is required to protect all deposits in excess of the \$250,000 FDIC insurance coverage threshold to ensure that the deposits of public funds can be recovered in the event of a bank failure. While the deposits as of December 31, 2014 and 2015, the County's deposits in excess of FDIC coverage were adequately collateralized, the Collector - Treasurer is not receiving periodic reports from the bank stating the amount of pledged collateral held in the County's name.

Recommendation: We recommend that the County Collector - Treasurer monitor the amount of pledged collateral held by the bank in the County's name in order to ensure the sufficient collateral is held to secure the County's deposits in excess of FDIC coverage.

County's Response: Per request to the bank, the Collector-Treasurer has received a report stating the amount of pledged collateral held in the County's name dated April 30, 2016. We will continue to receive this report and monitor it on a monthly basis.

Auditor's Evaluation: The response is appropriate to correct the concern.

BARTON 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 Barton County, Missouri, on the applicable findings in the prior audit report issued for the two years ended December 31, 2011 and 2010.

1. The transfers reported in both 2011 and 2010 did not balance, in that transfers to other funds were not in agreement with transfers from other funds.

Status: This finding is resolved. Transfers in and transfers out were in balance during 2015 and 2014.

2. The County Commission did not exercise adequate budgetary control over the Local Use Sales Tax fund during 2010. Therefore, expenditures were approved for payment that exceeded the approved budget.

Status: Not resolved. See Finding 1.

3. The County Collector - Treasurer filed annual settlements later than the due date of the first Monday in March in 2012, 2011, and 2010.

Status: This finding is resolved. All of the Collector's Annual Settlements were filed timely during the audit period.