



NICOLE GALLOWAY, CPA
Missouri State Auditor

To the County Commission
and
Officeholders of Barry County, Missouri

The Office of the State Auditor is responsible under Section 29.230, RSMo, for auditing certain operations of Barry 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, 2017, 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.

A handwritten signature in black ink, reading "Nicole R. Galloway", is positioned above the printed name. The signature is fluid and cursive, with a large loop at the end of the last name.

Nicole R. Galloway, CPA
State Auditor

August 2018
Report No. 2018-060

ANNUAL FINANCIAL REPORT

BARRY COUNTY, MISSOURI

For the Years Ended
December 31, 2017 and 2016

BARRY COUNTY, MISSOURI

TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
List of Elected Officials	i
FINANCIAL SECTION	
Independent Auditor's Report	ii
BASIC FINANCIAL STATEMENTS:	
Statement of Receipts, Disbursements and Changes in Cash – All Governmental Funds – Regulatory Basis	1
Comparative Schedules of Receipts, Disbursements and Changes in Cash – Budget and Actual – Regulatory Basis – All Governmental Funds	2
Notes to the Financial Statements	15
COMPLIANCE SECTION	
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 <i>Government Auditing Standards</i>	22
Findings and Recommendations	24
Follow-Up on Prior Audit Findings for an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	26

INTRODUCTORY SECTION

BARRY COUNTY, MISSOURI
List of Elected Officials

County Commission

Presiding Commissioner – Cherry Warren

Northern Commissioner – Gary Schad

Southern Commissioner – Wayne Hendrix

Other Elected Officials

Assessor – Sherry Smith

Circuit Clerk / Ex-Officio Recorder – Craig Williams

Collector – Janice Varner

Coroner – Jim Fohn

County Clerk – Gary Youngblood

Prosecuting Attorney – Amy Boxx

Public Administrator – Keith Daniels

Sheriff – Gary Davis

Treasurer – Lois Lowe

FINANCIAL SECTION

McBRIDE, LOCK & ASSOCIATES, LLC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the County Commission and
Officeholders of Barry County, Missouri

Report on the Financial Statements

We have audited the accompanying financial statements of Barry County, Missouri, which comprise the Statement of Receipts, Disbursements and Changes in Cash – All Governmental Funds – Regulatory basis and the Comparative Schedules of Receipts, Disbursements and Changes in Cash – Budget and Actual – Regulatory Basis – All Governmental Funds as of and for the years ended December 31, 2017 and 2016, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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 from material misstatement.

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

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

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

As described in Note 1, the financial statements are prepared by Barry 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 above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of Barry County, Missouri, as of December 31, 2017 and 2016, or the changes in financial position, or cash flows thereof for the years then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash balances of each fund of Barry County, Missouri, as of December 31, 2017 and 2016, 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 as described in Note 1.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we also have issued our report dated July 11, 2018, on our consideration of Barry 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
July 11, 2018

BARRY COUNTY, MISSOURI
STATEMENT OF RECEIPTS, DISBURSEMENTS AND CHANGES IN CASH - ALL GOVERNMENTAL FUNDS - REGULATORY BASIS
YEARS ENDED DECEMBER 31, 2016 AND 2017

Fund	Cash and Investments	Receipts	Disbursements	Cash and Investments	Receipts	Disbursements	Cash and Investments
	January 1, 2016			December 31, 2016			December 31, 2017
General Revenue	\$ 1,187,533	\$ 4,025,172	\$ 4,025,284	\$ 1,187,421	\$ 4,063,535	\$ 4,369,020	\$ 881,936
Special Road & Bridge	1,145,680	460,422	245,257	1,360,845	398,275	681,898	1,077,222
Assessment	471,521	411,454	404,306	478,669	425,484	502,815	401,338
Prosecuting Attorney Training	149	813	600	362	798	868	292
Law Enforcement Training	1,186	3,190	3,763	613	3,089	2,609	1,093
Prosecuting Attorney Administrative Handling Cost	3,978	14,122	15,352	2,748	14,204	14,321	2,631
Recorder's Microfilm	55,019	27,996	19,001	64,014	31,875	12,000	83,889
Sheriff Special Enforcement	2,298	702	2,299	701	208	308	601
Sheriff Inmate Security	9,771	38,803	33,744	14,830	24,611	38,097	1,344
Forest Reserve	30,529	13,443	-	43,972	-	-	43,972
Law Enforcement Restitution	47,569	49,417	45,286	51,700	36,784	45,036	43,448
Sheriff Revolving	36,594	59,636	49,451	46,779	7,036	36,123	17,692
Local Emergency Planning Commission	16,417	9,357	891	24,883	4,558	545	28,896
Prosecuting Attorney Delinquent Tax	3,837	3,944	2,264	5,517	5,860	3,531	7,846
Deputy Sheriff Salary Supplementation	22,436	73,569	76,617	19,388	82,990	82,103	20,275
Sheriff's	6,438	41,110	44,797	2,751	33,414	35,233	932
Peace Officers' Standards and Training	1,861	1,518	3,358	21	1,462	1,200	283
Election	7,128	6,196	3,394	9,930	4,948	3,890	10,988
Liberty Common Road	14,189	13,309	11,015	16,483	13,869	5,704	24,648
Drug Court	68,236	32,042	13,587	86,691	22,061	10,998	97,754
Emergency Reserve	434,470	566,000	-	1,000,470	600,000	-	1,600,470
Collector's Tax Maintenance	37,829	49,008	37,742	49,095	49,789	38,562	60,322
Senate Bill 40 Board	1,054,585	326,447	359,938	1,021,094	359,165	342,575	1,037,684
Senior Citizens Service Board	43,359	240,462	226,702	57,119	252,219	233,389	75,949
LLE Block Grant	-	4,304	4,300	4	7,958	7,950	12
Total	<u>\$ 4,702,612</u>	<u>\$ 6,472,436</u>	<u>\$ 5,628,948</u>	<u>\$ 5,546,100</u>	<u>\$ 6,444,192</u>	<u>\$ 6,468,775</u>	<u>\$ 5,521,517</u>

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

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

GENERAL REVENUE FUND Year Ended December 31,				
	2016		2017	
	Budget	Actual	Budget	Actual
RECEIPTS				
Property taxes	\$ 49,000	\$ 49,374	\$ 49,000	\$ 53,030
Sales taxes	2,422,216	2,570,684	2,505,000	2,664,954
Intergovernmental	543,364	580,676	575,800	420,340
Charges for services	649,000	683,375	640,150	674,102
Interest	5,000	12,299	12,000	27,925
Other	76,000	99,764	88,000	191,184
Transfers in	21,000	29,000	22,500	32,000
Total Receipts	<u>\$ 3,765,580</u>	<u>\$ 4,025,172</u>	<u>\$ 3,892,450</u>	<u>\$ 4,063,535</u>
DISBURSEMENTS				
County Commission	\$ 247,520	\$ 229,734	\$ 239,470	\$ 260,696
County Clerk	70,130	68,982	70,000	69,456
Elections	86,398	81,054	54,723	52,943
Buildings and grounds	197,479	204,489	212,678	210,160
Employee fringe benefits	612,111	559,003	605,475	563,343
Treasurer	47,225	47,112	47,230	47,047
Collector	115,000	114,798	116,407	114,205
Recorder of Deeds	46,049	45,949	47,368	47,168
Circuit Clerk	34,200	21,744	31,300	22,965
Court administration	8,422	6,922	7,622	7,121
Public Administrator	20,620	20,739	20,739	21,504
Sheriff	769,245	741,655	794,449	874,067
Jail	441,525	439,069	470,406	504,051
Prosecuting Attorney	373,654	360,157	416,345	393,087
Juvenile Officer	123,753	113,821	123,522	114,015
Coroner	31,300	23,641	31,600	31,745
Emergency management	12,940	12,723	12,940	12,091
Office supplies	120,100	102,015	71,300	52,986
Capital projects	281,000	-	280,000	72,551
Other County government	313,337	265,677	327,165	297,819
Transfers out	566,000	566,000	600,000	600,000
Total Disbursements	<u>\$ 4,518,008</u>	<u>\$ 4,025,284</u>	<u>\$ 4,580,739</u>	<u>\$ 4,369,020</u>
RECEIPTS OVER (UNDER)				
DISBURSEMENTS	\$ (752,428)	\$ (112)	\$ (688,289)	\$ (305,485)
CASH AND INVESTMENTS, JANUARY 1	<u>1,187,533</u>	<u>1,187,533</u>	<u>1,187,421</u>	<u>1,187,421</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 435,105</u>	<u>\$ 1,187,421</u>	<u>\$ 499,132</u>	<u>\$ 881,936</u>

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

BARRY COUNTY, MISSOURI
COMPARATIVE SCHEDULES 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,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ 161,400	\$ 167,647	\$ 171,100	\$ 177,480	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	235,000	274,879	535,000	208,987	382,763	407,155	404,226	420,088
Charges for services	-	-	-	-	-	1,200	1,200	104
Interest	4,500	7,726	6,800	11,574	2,000	3,099	3,000	5,292
Other	100,000	10,170	60,000	234	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 500,900</u>	<u>\$ 460,422</u>	<u>\$ 772,900</u>	<u>\$ 398,275</u>	<u>\$ 384,763</u>	<u>\$ 411,454</u>	<u>\$ 408,426</u>	<u>\$ 425,484</u>
DISBURSEMENTS								
Salaries	\$ 10,000	\$ -	\$ 3,000	\$ 875	\$ 274,284	\$ 260,027	\$ 273,341	\$ 271,714
Employee fringe benefits	2,000	-	250	67	83,820	78,500	85,000	90,006
Materials and supplies	-	-	-	-	13,200	9,250	13,200	14,823
Services and other	215,200	9,557	198,300	25,606	105,400	43,035	183,100	120,012
Capital outlay	-	110,558	-	1,021	47,700	13,494	47,700	6,260
Construction	1,300,000	125,142	1,500,000	654,329	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 1,527,200</u>	<u>\$ 245,257</u>	<u>\$ 1,701,550</u>	<u>\$ 681,898</u>	<u>\$ 524,404</u>	<u>\$ 404,306</u>	<u>\$ 602,341</u>	<u>\$ 502,815</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (1,026,300)	\$ 215,165	\$ (928,650)	\$ (283,623)	\$ (139,641)	\$ 7,148	\$ (193,915)	\$ (77,331)
CASH AND INVESTMENTS, JANUARY 1	<u>1,145,680</u>	<u>1,145,680</u>	<u>1,360,845</u>	<u>1,360,845</u>	<u>471,521</u>	<u>471,521</u>	<u>478,669</u>	<u>478,669</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 119,380</u>	<u>\$ 1,360,845</u>	<u>\$ 432,195</u>	<u>\$ 1,077,222</u>	<u>\$ 331,880</u>	<u>\$ 478,669</u>	<u>\$ 284,754</u>	<u>\$ 401,338</u>

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

BARRY 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,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	1,275	813	800	798	3,800	3,190	3,300	3,089
Interest	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 1,275</u>	<u>\$ 813</u>	<u>\$ 800</u>	<u>\$ 798</u>	<u>\$ 3,800</u>	<u>\$ 3,190</u>	<u>\$ 3,300</u>	<u>\$ 3,089</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	1,400	600	1,160	868	4,400	3,763	3,900	2,609
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 1,400</u>	<u>\$ 600</u>	<u>\$ 1,160</u>	<u>\$ 868</u>	<u>\$ 4,400</u>	<u>\$ 3,763</u>	<u>\$ 3,900</u>	<u>\$ 2,609</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (125)	\$ 213	\$ (360)	\$ (70)	\$ (600)	\$ (573)	\$ (600)	\$ 480
CASH AND INVESTMENTS, JANUARY 1	<u>149</u>	<u>149</u>	<u>362</u>	<u>362</u>	<u>1,186</u>	<u>1,186</u>	<u>613</u>	<u>613</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 24</u>	<u>\$ 362</u>	<u>\$ 2</u>	<u>\$ 292</u>	<u>\$ 586</u>	<u>\$ 613</u>	<u>\$ 13</u>	<u>\$ 1,093</u>

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

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

	PROSECUTING ATTORNEY ADMINISTRATIVE HANDLING COST FUND				RECORDER'S MICROFILM FUND			
	Year Ended December 31,				Year Ended December 31,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	17,500	14,059	14,000	14,101	25,000	27,652	27,500	29,877
Interest	25	63	-	103	-	344	300	816
Other	-	-	-	-	-	-	-	1,182
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 17,525</u>	<u>\$ 14,122</u>	<u>\$ 14,000</u>	<u>\$ 14,204</u>	<u>\$ 25,000</u>	<u>\$ 27,996</u>	<u>\$ 27,800</u>	<u>\$ 31,875</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	24,000	5,357	40,000	3,473
Services and other	4,950	1,352	3,600	1,321	-	-	-	-
Capital outlay	-	-	-	-	46,000	13,644	51,000	8,527
Construction	-	-	-	-	-	-	-	-
Transfers out	16,000	14,000	13,000	13,000	-	-	-	-
Total Disbursements	<u>\$ 20,950</u>	<u>\$ 15,352</u>	<u>\$ 16,600</u>	<u>\$ 14,321</u>	<u>\$ 70,000</u>	<u>\$ 19,001</u>	<u>\$ 91,000</u>	<u>\$ 12,000</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (3,425)	\$ (1,230)	\$ (2,600)	\$ (117)	\$ (45,000)	\$ 8,995	\$ (63,200)	\$ 19,875
CASH AND INVESTMENTS, JANUARY 1	<u>3,978</u>	<u>3,978</u>	<u>2,748</u>	<u>2,748</u>	<u>55,019</u>	<u>55,019</u>	<u>64,014</u>	<u>64,014</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 553</u>	<u>\$ 2,748</u>	<u>\$ 148</u>	<u>\$ 2,631</u>	<u>\$ 10,019</u>	<u>\$ 64,014</u>	<u>\$ 814</u>	<u>\$ 83,889</u>

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

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

	SHERIFF SPECIAL ENFORCEMENT FUND				SHERIFF INMATE SECURITY FUND			
	Year Ended December 31,				Year Ended December 31,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Interest	6	2	2	5	40	84	75	80
Other	1,000	700	850	203	35,960	38,719	37,000	24,531
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 1,006</u>	<u>\$ 702</u>	<u>\$ 852</u>	<u>\$ 208</u>	<u>\$ 36,000</u>	<u>\$ 38,803</u>	<u>\$ 37,075</u>	<u>\$ 24,611</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	25,000	22,601	31,000	24,183
Services and other	3,200	2,299	1,550	308	20,000	11,143	20,000	13,914
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 3,200</u>	<u>\$ 2,299</u>	<u>\$ 1,550</u>	<u>\$ 308</u>	<u>\$ 45,000</u>	<u>\$ 33,744</u>	<u>\$ 51,000</u>	<u>\$ 38,097</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (2,194)	\$ (1,597)	\$ (698)	\$ (100)	\$ (9,000)	\$ 5,059	\$ (13,925)	\$ (13,486)
CASH AND INVESTMENTS, JANUARY 1	<u>2,298</u>	<u>2,298</u>	<u>701</u>	<u>701</u>	<u>9,771</u>	<u>9,771</u>	<u>14,830</u>	<u>14,830</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 104</u>	<u>\$ 701</u>	<u>\$ 3</u>	<u>\$ 601</u>	<u>\$ 771</u>	<u>\$ 14,830</u>	<u>\$ 905</u>	<u>\$ 1,344</u>

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

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

	FOREST RESERVE FUND				LAW ENFORCEMENT RESTITUTION FUND			
	Year Ended December 31,				Year Ended December 31,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	14,000	13,344	13,500	-	-	-	-	-
Charges for services	-	-	-	-	58,000	49,085	49,000	36,305
Interest	95	99	95	-	200	332	300	479
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 14,095</u>	<u>\$ 13,443</u>	<u>\$ 13,595</u>	<u>\$ -</u>	<u>\$ 58,200</u>	<u>\$ 49,417</u>	<u>\$ 49,300</u>	<u>\$ 36,784</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	44,600	-	57,500	-	105,000	45,286	100,000	45,036
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 44,600</u>	<u>\$ -</u>	<u>\$ 57,500</u>	<u>\$ -</u>	<u>\$ 105,000</u>	<u>\$ 45,286</u>	<u>\$ 100,000</u>	<u>\$ 45,036</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (30,505)	\$ 13,443	\$ (43,905)	\$ -	\$ (46,800)	\$ 4,131	\$ (50,700)	\$ (8,252)
CASH AND INVESTMENTS, JANUARY 1	<u>30,529</u>	<u>30,529</u>	<u>43,972</u>	<u>43,972</u>	<u>47,569</u>	<u>47,569</u>	<u>51,700</u>	<u>51,700</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 24</u>	<u>\$ 43,972</u>	<u>\$ 67</u>	<u>\$ 43,972</u>	<u>\$ 769</u>	<u>\$ 51,700</u>	<u>\$ 1,000</u>	<u>\$ 43,448</u>

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

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

	SHERIFF REVOLVING FUND				LOCAL EMERGENCY PLANNING COMMISSION FUND			
	Year Ended December 31,				Year Ended December 31,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	9,200	9,239	4,000	4,264
Charges for services	39,000	59,338	50,000	6,684	-	-	-	-
Interest	150	298	250	352	55	118	115	294
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 39,150</u>	<u>\$ 59,636</u>	<u>\$ 50,250</u>	<u>\$ 7,036</u>	<u>\$ 9,255</u>	<u>\$ 9,357</u>	<u>\$ 4,115</u>	<u>\$ 4,558</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	5,500	93	8,500	-
Services and other	68,000	40,451	88,000	27,123	14,700	798	18,700	545
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	9,000	9,000	9,000	-	-	-	-
Total Disbursements	<u>\$ 68,000</u>	<u>\$ 49,451</u>	<u>\$ 97,000</u>	<u>\$ 36,123</u>	<u>\$ 20,200</u>	<u>\$ 891</u>	<u>\$ 27,200</u>	<u>\$ 545</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (28,850)	\$ 10,185	\$ (46,750)	\$ (29,087)	\$ (10,945)	\$ 8,466	\$ (23,085)	\$ 4,013
CASH AND INVESTMENTS, JANUARY 1	<u>36,594</u>	<u>36,594</u>	<u>46,779</u>	<u>46,779</u>	<u>16,417</u>	<u>16,417</u>	<u>24,883</u>	<u>24,883</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 7,744</u>	<u>\$ 46,779</u>	<u>\$ 29</u>	<u>\$ 17,692</u>	<u>\$ 5,472</u>	<u>\$ 24,883</u>	<u>\$ 1,798</u>	<u>\$ 28,896</u>

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

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

	PROSECUTING ATTORNEY DELINQUENT TAX FUND				DEPUTY SHERIFF SALARY SUPPLEMENTATION FUND			
	Year Ended December 31,				Year Ended December 31,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	70,000	62,889	65,000	74,090
Charges for services	-	-	-	-	15,000	10,680	10,000	8,900
Interest	20	28	25	79	-	-	-	-
Other	3,800	3,916	3,900	5,781	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 3,820</u>	<u>\$ 3,944</u>	<u>\$ 3,925</u>	<u>\$ 5,860</u>	<u>\$ 85,000</u>	<u>\$ 73,569</u>	<u>\$ 75,000</u>	<u>\$ 82,990</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ 82,000	\$ 61,396	\$ 66,000	\$ 68,186
Employee fringe benefits	-	-	-	-	7,000	4,541	5,000	5,017
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	7,600	2,264	9,400	3,531	15,000	10,680	14,000	8,900
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 7,600</u>	<u>\$ 2,264</u>	<u>\$ 9,400</u>	<u>\$ 3,531</u>	<u>\$ 104,000</u>	<u>\$ 76,617</u>	<u>\$ 85,000</u>	<u>\$ 82,103</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (3,780)	\$ 1,680	\$ (5,475)	\$ 2,329	\$ (19,000)	\$ (3,048)	\$ (10,000)	\$ 887
CASH AND INVESTMENTS, JANUARY 1	<u>3,837</u>	<u>3,837</u>	<u>5,517</u>	<u>5,517</u>	<u>22,436</u>	<u>22,436</u>	<u>19,388</u>	<u>19,388</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 57</u>	<u>\$ 5,517</u>	<u>\$ 42</u>	<u>\$ 7,846</u>	<u>\$ 3,436</u>	<u>\$ 19,388</u>	<u>\$ 9,388</u>	<u>\$ 20,275</u>

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

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

	SHERIFF'S FUND				PEACE OFFICERS' STANDARDS AND TRAINING FUND			
	Year Ended December 31,				Year Ended December 31,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	50,000	41,073	50,000	33,344	-	-	-	-
Interest	20	37	-	70	7	6	6	3
Other	-	-	-	-	2,000	1,512	1,600	1,459
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 50,020</u>	<u>\$ 41,110</u>	<u>\$ 50,000</u>	<u>\$ 33,414</u>	<u>\$ 2,007</u>	<u>\$ 1,518</u>	<u>\$ 1,606</u>	<u>\$ 1,462</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	56,400	44,797	52,000	35,233	3,800	3,358	1,600	1,200
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 56,400</u>	<u>\$ 44,797</u>	<u>\$ 52,000</u>	<u>\$ 35,233</u>	<u>\$ 3,800</u>	<u>\$ 3,358</u>	<u>\$ 1,600</u>	<u>\$ 1,200</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (6,380)	\$ (3,687)	\$ (2,000)	\$ (1,819)	\$ (1,793)	\$ (1,840)	\$ 6	\$ 262
CASH AND INVESTMENTS, JANUARY 1	<u>6,438</u>	<u>6,438</u>	<u>2,751</u>	<u>2,751</u>	<u>1,861</u>	<u>1,861</u>	<u>21</u>	<u>21</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 58</u>	<u>\$ 2,751</u>	<u>\$ 751</u>	<u>\$ 932</u>	<u>\$ 68</u>	<u>\$ 21</u>	<u>\$ 27</u>	<u>\$ 283</u>

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

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

	ELECTION FUND				LIBERTY COMMON ROAD FUND			
	Year Ended December 31,				Year Ended December 31,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 600	\$ 691	\$ 700	\$ 700
Sales taxes	-	-	-	-	7,500	7,985	8,000	8,295
Intergovernmental	5,800	6,141	4,800	4,820	4,557	4,552	4,600	4,640
Charges for services	-	-	-	-	-	-	-	-
Interest	35	55	45	128	71	81	85	234
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 5,835</u>	<u>\$ 6,196</u>	<u>\$ 4,845</u>	<u>\$ 4,948</u>	<u>\$ 12,728</u>	<u>\$ 13,309</u>	<u>\$ 13,385</u>	<u>\$ 13,869</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	4,000	2,200	4,500	1,667	-	195	-	209
Capital outlay	8,500	1,194	9,000	2,223	26,900	10,820	29,000	5,495
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 12,500</u>	<u>\$ 3,394</u>	<u>\$ 13,500</u>	<u>\$ 3,890</u>	<u>\$ 26,900</u>	<u>\$ 11,015</u>	<u>\$ 29,000</u>	<u>\$ 5,704</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (6,665)	\$ 2,802	\$ (8,655)	\$ 1,058	\$ (14,172)	\$ 2,294	\$ (15,615)	\$ 8,165
CASH AND INVESTMENTS, JANUARY 1	<u>7,128</u>	<u>7,128</u>	<u>9,930</u>	<u>9,930</u>	<u>14,189</u>	<u>14,189</u>	<u>16,483</u>	<u>16,483</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 463</u>	<u>\$ 9,930</u>	<u>\$ 1,275</u>	<u>\$ 10,988</u>	<u>\$ 17</u>	<u>\$ 16,483</u>	<u>\$ 868</u>	<u>\$ 24,648</u>

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

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

	DRUG COURT FUND				EMERGENCY RESERVE FUND			
	Year Ended December 31,				Year Ended December 31,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	30,000	31,575	32,000	21,022	-	-	-	-
Interest	220	467	450	1,039	-	-	-	-
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	250,000	566,000	600,000	600,000
Total Receipts	<u>\$ 30,220</u>	<u>\$ 32,042</u>	<u>\$ 32,450</u>	<u>\$ 22,061</u>	<u>\$ 250,000</u>	<u>\$ 566,000</u>	<u>\$ 600,000</u>	<u>\$ 600,000</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	97,000	13,587	119,000	10,998	434,470	-	1,566,000	-
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 97,000</u>	<u>\$ 13,587</u>	<u>\$ 119,000</u>	<u>\$ 10,998</u>	<u>\$ 434,470</u>	<u>\$ -</u>	<u>\$ 1,566,000</u>	<u>\$ -</u>
RECEIPTS OVER (UNDER) DISBURSEMENTS	\$ (66,780)	\$ 18,455	\$ (86,550)	\$ 11,063	\$ (184,470)	\$ 566,000	\$ (966,000)	\$ 600,000
CASH AND INVESTMENTS, JANUARY 1	<u>68,236</u>	<u>68,236</u>	<u>86,691</u>	<u>86,691</u>	<u>434,470</u>	<u>434,470</u>	<u>1,000,470</u>	<u>1,000,470</u>
CASH AND INVESTMENTS, DECEMBER 31	<u><u>\$ 1,456</u></u>	<u><u>\$ 86,691</u></u>	<u><u>\$ 141</u></u>	<u><u>\$ 97,754</u></u>	<u><u>\$ 250,000</u></u>	<u><u>\$ 1,000,470</u></u>	<u><u>\$ 34,470</u></u>	<u><u>\$ 1,600,470</u></u>

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

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

	COLLECTOR'S TAX MAINTENANCE FUND				SENATE BILL 40 BOARD FUND			
	Year Ended December 31,				Year Ended December 31,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ 292,752	\$ 308,595	\$ 325,515	\$ 334,146
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	48,000	48,964	48,000	49,727	-	-	-	-
Interest	45	44	45	62	9,000	6,795	7,000	6,545
Other	-	-	-	-	30,000	11,057	10,000	18,474
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 48,045</u>	<u>\$ 49,008</u>	<u>\$ 48,045</u>	<u>\$ 49,789</u>	<u>\$ 331,752</u>	<u>\$ 326,447</u>	<u>\$ 342,515</u>	<u>\$ 359,165</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	40,000	29,527	50,000	25,720	-	-	-	-
Services and other	39,874	2,215	37,140	2,842	728,794	359,938	778,794	342,575
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	6,000	6,000	10,000	10,000	-	-	-	-
Total Disbursements	<u>\$ 85,874</u>	<u>\$ 37,742</u>	<u>\$ 97,140</u>	<u>\$ 38,562</u>	<u>\$ 728,794</u>	<u>\$ 359,938</u>	<u>\$ 778,794</u>	<u>\$ 342,575</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (37,829)	\$ 11,266	\$ (49,095)	\$ 11,227	\$ (397,042)	\$ (33,491)	\$ (436,279)	\$ 16,590
CASH AND INVESTMENTS, JANUARY 1	<u>37,829</u>	<u>37,829</u>	<u>49,095</u>	<u>49,095</u>	<u>1,054,585</u>	<u>1,054,585</u>	<u>1,021,094</u>	<u>1,021,094</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ -</u>	<u>\$ 49,095</u>	<u>\$ -</u>	<u>\$ 60,322</u>	<u>\$ 657,543</u>	<u>\$ 1,021,094</u>	<u>\$ 584,815</u>	<u>\$ 1,037,684</u>

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

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

	SENIOR CITIZENS SERVICE BOARD FUND				LLE BLOCK GRANT FUND			
	Year Ended December 31,				Year Ended December 31,			
	2016		2017		2016		2017	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
RECEIPTS								
Property taxes	\$ 226,300	\$ 240,240	\$ 230,000	\$ 251,938	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	4,300	4,300	7,950	7,950
Charges for services	-	-	-	-	-	-	-	-
Interest	200	222	200	281	-	4	4	8
Other	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Total Receipts	<u>\$ 226,500</u>	<u>\$ 240,462</u>	<u>\$ 230,200</u>	<u>\$ 252,219</u>	<u>\$ 4,300</u>	<u>\$ 4,304</u>	<u>\$ 7,954</u>	<u>\$ 7,958</u>
DISBURSEMENTS								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Employee fringe benefits	-	-	-	-	-	-	-	-
Materials and supplies	-	-	-	-	-	-	-	-
Services and other	229,700	226,702	234,775	233,389	4,300	4,300	7,954	7,950
Capital outlay	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total Disbursements	<u>\$ 229,700</u>	<u>\$ 226,702</u>	<u>\$ 234,775</u>	<u>\$ 233,389</u>	<u>\$ 4,300</u>	<u>\$ 4,300</u>	<u>\$ 7,954</u>	<u>\$ 7,950</u>
RECEIPTS OVER (UNDER)								
DISBURSEMENTS	\$ (3,200)	\$ 13,760	\$ (4,575)	\$ 18,830	\$ -	\$ 4	\$ -	\$ 8
CASH AND INVESTMENTS, JANUARY 1	<u>43,359</u>	<u>43,359</u>	<u>57,119</u>	<u>57,119</u>	<u>-</u>	<u>-</u>	<u>4</u>	<u>4</u>
CASH AND INVESTMENTS, DECEMBER 31	<u>\$ 40,159</u>	<u>\$ 57,119</u>	<u>\$ 52,544</u>	<u>\$ 75,949</u>	<u>\$ -</u>	<u>\$ 4</u>	<u>\$ 4</u>	<u>\$ 12</u>

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

BARRY COUNTY, MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2017 and 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Barry 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, Circuit Clerk/Ex-Officio Recorder, Collector, Coroner, County Clerk, Prosecuting Attorney, Public Administrator, Sheriff, and 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 Barry County, Missouri, which consists of all funds, organizations, institutions, agencies, departments, and offices that are considered to comprise the County's legal entity.

Certain elected County officials, particularly the Collector and Treasurer, 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.
 10. Section 50.740 RSMo. prohibits expenditures in excess of the approved budgets.
- 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 2017 and 2016, for purposes of taxation were:

	2017	2016
Real Estate	\$ 365,813,551	\$ 338,958,863
Personal Property	133,774,405	129,044,382
Railroad and Utilities	16,390,486	17,297,019
Total	<u>\$ 515,978,442</u>	<u>\$ 485,300,264</u>

For calendar years 2017 and 2016, the County Commission approved a tax levy per \$100 of assessed valuation of tangible taxable property as follows:

	2017	2016
Senate Bill 40 Board	\$ 0.0638	\$ 0.0650
Senior Citizens Service Board	0.0491	0.0500
Liberty Common Road	0.1244	0.1244

The Liberty Common Road levy is assessed on properties only within the common road district. The property tax revenues in the General Revenue Fund are from a surtax on commercial real estate and private car tax collections. The Special Road & Bridge Fund receives one-fifth of the basic taxes levied and collected by each Road District in the County.

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 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. Details of these cash and investment 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's portion of this pool is displayed on the financial statements within the "Cash and Investments" caption. Cash includes deposits and short-term investments with maturities that are less than ninety days. Investments consist of certificates of deposit with original maturities that are greater than ninety 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, 2017 and 2016, the carrying amounts of the County's deposits were \$5,521,517 and \$5,546,100, respectively, and the bank balances were \$5,890,930 and \$6,025,579, respectively. Of the bank balances, \$727,493 for December 31, 2017 and \$924,829 for December 31, 2016, were covered by federal depository insurance. The remainder of the County's balances at December 31, 2017 and December 31, 2016 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, 2017 and 2016, the County Collector held, in addition to the cash and investments listed above, cash representing collections of property taxes on behalf of various taxing districts in the County. Tax collections on deposit amounted to \$12,058,352 and \$12,317,646 at December 31, 2017 and 2016, respectively. The County Collector's deposits were covered by federal depository insurance of \$250,000 as of December 31, 2017 and 2016. The remainder of the balances at December 31, 2017 and December 31, 2016 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 Employees' 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, by calling 1-877-632-2373, or by the following website, www.mocerf.org.

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. During 2017 and 2016, the County collected and remitted to CERF employee withholding and fees collected of \$187,114 and \$180,722, respectively, for the years then ended.

B. Prosecuting Attorney Retirement Fund

In accordance with state statute Section 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 \$11,628 and \$9,044, respectively, for the years ended December 31, 2017 and 2016.

C. Other Retirement Plan

Barry County has a voluntary 401(a) plan administered by Empower Retirement which is paid by a deduction from employees' salary. These contributions qualify under the Internal Revenue Code and are tax exempt. Employee contributions collected and remitted by the County for the years ended December 31, 2017 and 2016 were \$14,310 and \$12,760, respectively.

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 90 days of sick time, to accrue at one day per complete calendar month of employment. Upon retirement, employees are compensated for up to 15 days of accrued sick time. Accrued sick leave will be forfeited upon termination other than retirement. Vacation time is accrued for every full-time employee, and accrues at the rate of zero days per year up to fifteen days per year depending on length of employment. Employees may not carry over any unused vacation time beyond the year earned. Unused vacation will be forfeited at the end of the calendar year. Employees are compensated for unused vacation time at termination.

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 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. SUBSEQUENT EVENTS

The County has evaluated events subsequent to December 31, 2017 to assess the need for potential recognition or disclosure in the financial statements. Such events were evaluated through July 11, 2018, 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

CERTIFIED PUBLIC ACCOUNTANTS

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 Barry 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 Barry County, Missouri as of and for the years ended December 31, 2017 and 2016, and the related notes to the financial statements, which collectively comprise Barry County, Missouri's basic financial statements and have issued our report thereon dated July 11, 2018.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Barry 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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Barry County, Missouri's internal control. Accordingly, we do not express an opinion on the effectiveness of Barry 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 a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or 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 Barry 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 is described in the accompanying schedule of findings and recommendations as item 2017-001.

Barry County, Missouri's Response to Findings

Barry County, Missouri's response to the finding identified in our audit is described in the accompanying schedule of findings and recommendations. Barry County, Missouri's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the 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
July 11, 2018

FINDINGS AND RECOMMENDATIONS

BARRY COUNTY, MISSOURI
FINDINGS AND RECOMMENDATIONS

MATERIAL WEAKNESSES IN INTERNAL CONTROL

None

SIGNIFICANT INTERNAL CONTROL DEFICIENCIES

None

ITEMS OF NONCOMPLIANCE

2017-001: Monthly Turnover of Funds

Criteria: RSMo 50.370 states that “every county officer who receives any fees or other remuneration for official services which is payable to the county shall at the end of each month...pay over to the county treasurer all fees and other moneys collected by him which belong to the county.”

Condition: There were four instances of the Sheriff’s office not turning over fees collected to the county Treasurer in a timely manner. The month the funds were collected for, the amount of fees collected, and the date the fees were paid over to the Treasurer are detailed as follows:

<u>Month</u>	<u>Amount</u>	<u>Date Paid</u>
December 2016	\$ 8,849	2/22/2017
August 2017	11,041	10/6/2017
November 2017	8,630	2/15/2018
December 2017	9,992	2/15/2018

Cause: Per the Sheriff’s office, the funds were paid over late due to a lack of staffing.

Effect: Delays in paying over fees at the end of each month increase the likelihood that a misappropriation of funds would not be detected in a timely manner.

Recommendation: We recommend the County require the Sheriff’s office to adopt policies to ensure the office is in compliance with RSMo 50.370.

County’s Response: We discussed with the Barry County Sheriff the delay in paying over fees at the end of the month. The Sheriff said the Jail Administrator and other staff members had either quit or been replaced. We will make every effort to pay fees in a timely manner.

Auditor’s Response: The response is appropriate to correct the concern.

OTHER MATTERS

In planning and performing our audit of the Statement of Receipts, Disbursements and Changes in Cash – All Governmental Funds – Regulatory Basis and the Comparative Schedules of Receipts, Disbursements and Changes in Cash – Budget and Actual – Regulatory Basis – All Governmental Funds as of and for the years ended December 31, 2017 and 2016, we considered Barry County's internal control in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on internal control. We issued our report on our consideration of internal control over financial reporting dated July 11, 2018. However, during our audit we became aware of matters that are opportunities for strengthening internal controls.

Procurement Procedures

There was one instance of the assessor's office not properly procuring equipment in excess of \$6,000. Out of forty transactions tested, there was one purchase, for \$6,800 in December 2016 in which a bid was not solicited or sole source documentation included within the Commission minutes. RSMo 50.660 states that, "All contracts and purchases shall be let to the lowest and best bidder after due opportunity for competition, including advertising the proposed letting in a newspaper in the county or township with a circulation of at least five hundred copies per issue, if there is one, except that the advertising is not required in case of contracts or purchases involving an expenditure of less than six thousand dollars. It is not necessary to obtain bids on any purchase in the amount of four thousand five hundred dollars or less made from any one person, firm or corporation during any period of ninety days...." RSMo 50.783.1 states that, "The county commission may waive the requirement of competitive bids or proposals for supplies when the commission has determined in writing and entered into the commission minutes that there is only a single feasible source for the supplies." Per the assessor, the vendor guaranteed the best price in the market. Therefore, the assessor did not advertise the purchase.

Not following competitive bidding procedures increases the likelihood that the County could purchase an item from a vendor that is not the lowest and best bid.

We recommend the County solicit bids in accordance with Missouri state law, maintain bid documentation in conjunction with associated disbursement records, and include pertinent bid information in the Commission minutes.

Budgetary Procedures

The County's estimated expenditures for the funds included in our audit report (excluding the Senate Bill 40 and Senior Citizens Service Boards) exceeded actual expenditures by \$3,419,324 (37%) and \$2,742,895 (35%) for the years ended December 31, 2017 and 2016, respectively. The estimated expenditures of the Senate Bill 40 Board exceeded actual by \$436,219 (56%) and \$368,856 (51%) for the years ended December 31, 2017 and 2016, respectively. The explanations for these variances indicated that the County and Senate Bill 40 Board budget excess amounts for unforeseen expenditures that might occur throughout the year. In order for the budgeting process to be effective, the budgets should reflect a realistic estimate of the actual planned expenditures of the County for the year and that budget amendments be made as necessary if there are significant changes in expectations throughout the year. We recommend that the County and Senate Bill 40 Board ensure that future budgets accurately reflect planned expenditures.

BARRY 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 Barry County, Missouri, on the applicable findings in the prior audit report issued for the two years ended December 31, 2013 and 2012.

1. The County did not exercise adequate budgetary control over funds which incurred expenditures in excess of the authorized budgeted levels.

Status: Resolved.

2. The County did not have prepared documentation of internal controls.

Status: Resolved.

3. The County did not have a formal fraud risk assessment in place.

Status: Resolved.